

SCA PACKAGING BRITAIN LIMITED

(Registered Number 192236)

Annual Report and Financial Statements
for the year ended 31 December 2009



SCA PACKAGING BRITAIN LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

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SCA PACKAGING BRITAIN LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2009

The directors present their report and the audited financial statements of the Company for the year ended 31 December 2009

RESULTS AND REVIEW OF BUSINESS

Whilst the company did not trade during 2009, all of its subsidiaries were put into liquidation which has resulted in pre-liquidation dividends being received from three subsidiaries, as noted on the face of the profit and loss account on page 6. As a result of these liquidations all of the company's investments have been written off.

Subsequent to the year end the liquidations of all of the company's investments were completed.

DIVIDENDS AND TRANSFERS TO RESERVES

No interim dividend was paid during the year (2008 £nil). The directors do not recommend the payment of a final dividend (2008 £nil).

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and up to the date of signing of the financial statements were

S P Hovington
T D Heys

None of the directors who held office at the year end had any interest in the shares or debentures of the Company or any of its holding companies incorporated in Great Britain.

No directors had, at any time during the year, any material interest in a contract with the Company.

INSURANCE EFFECTED FOR OFFICERS

During the year the Company maintained insurance for directors and other officers against liabilities in relation to the Company.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business, in which case there should be supporting assumptions or qualifications as necessary.

SCA PACKAGING BRITAIN LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)

The directors confirm that they have complied with the above requirements in preparing the financial statements

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT ON DISCLOSURE OF INFORMATION TO AUDITORS

Each person who is a director at the date of approval of this report confirms that

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

LAYING OF ACCOUNTS

The Company has elected not to lay its report and accounts before the members in the general meeting

By order of the Board



V Sykes
Company secretary

9 September 2010

SCA PACKAGING BRITAIN LIMITED

Independent auditors' report to the members of SCA Packaging Britain Limited

We have audited the financial statements of SCA Packaging Britain Limited for the year ended 31 December 2009 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on pages 2 and 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

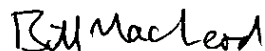
In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

SCA PACKAGING BRITAIN LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Bill MacLeod (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Newcastle upon Tyne
9 September 2010

SCA PACKAGING BRITAIN LIMITED

PROFIT AND LOSS FOR THE YEAR ENDED 31 DECEMBER 2009

	<u>2009</u> £000	<u>2008</u> £000
IMPAIRMENT OF FIXED ASSET INVESTMENTS	(26,252)	-
DIVIDENDS RECIEVED		
SCA Packaging Cartons and Print Scotland Ltd	3	-
SCA Packaging Tritek Cardboard Packaging Ltd	702	-
SCA Packaging Kirby Cartons Limited	1,375	-
	<hr/>	<hr/>
LOSS FOR THE FINANCIAL YEAR	(24,172)	-
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SCA PACKAGING BRITAIN LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2009

	<u>Note</u>	<u>2009</u> <u>£000</u>	<u>2008</u> <u>£000</u>
FIXED ASSETS			
Investments	2	<u>221</u>	<u>26,473</u>
CURRENT ASSETS			
Debtors amounts falling due after more than one year	3	<u>114,697</u>	<u>112,617</u>
NET ASSETS		<u>114,918</u>	<u>139,090</u>
CAPITAL AND RESERVES			
Called up share capital	4	8,833	8,833
Share premium account		121,146	121,146
Profit and loss account		(15,061)	9,111
EQUITY SHAREHOLDERS' FUNDS		<u>114,918</u>	<u>139,090</u>

The financial statements on pages 6 to 9 were approved by the Board of Directors on 9 September 2010 and signed on its behalf by



S P Hovington
Director

Registered Number 192236

SCA PACKAGING BRITAIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

1 Accounting Policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom

2 Investments

	£000
<u>Cost</u>	
At 1 January 2009 and 31 December 2009	36,653
<u>Provision</u>	
At 1 January 2009	(10,180)
Charge for the year	(26,252)
At 31 December 2009	<u>(36,432)</u>
<u>Net book value</u>	
At 31 December 2009	221
	<hr/>
At 31 December 2008	<u>26,473</u>

The Company holds the entire ordinary share capital of the following companies

SCA Packaging Cartons & Print North Limited
SCA Packaging Cartons & Print South Limited
SCA Packaging Cartons & Print Scotland Limited
SCA Packaging Heavy Duty Limited
SCA Packaging John Horn Limited (registered in Scotland)
SCA Packaging North East Limited
SCA Packaging North West Limited
SCA Packaging Scotland Limited
SCA Packaging South East Limited
SCA Packaging South West Limited
SCA Packaging CPS Limited (registered in Scotland)
SCA Packaging CPN Limited
SCA Packaging Kirby Cartons Limited
SCA Packaging Tritek Cardboard Packaging Limited

At 31 December 2009 all subsidiaries were dormant and, except where indicated, were registered in England and Wales

SCA PACKAGING BRITAIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)

3 Debtors

	<u>2009</u> £000	<u>2008</u> £000
Amounts owed by group undertakings		
Parent company and fellow subsidiary undertakings	<u>114,697</u>	<u>112,617</u>

4 Share capital

	<u>2009</u> £000	<u>2008</u> £000
Authorised		
10,000,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
8,833,000 Ordinary shares of £1 each	<u>8,833</u>	<u>8,833</u>

5 Related party transactions

As the Company is a 100% subsidiary of SCA Holding Limited whose results are included in the consolidated results of Svenska Cellulosa Aktiebolaget, the Company has taken advantage of the exemption from disclosing transactions with Group undertakings as permitted by FRS 8

6 Ultimate holding company and controlling party

The Company is a subsidiary of SCA Holding Limited, a company registered in England

By virtue of their shareholding, the ultimate parent company and controlling party of the company is Svenska Cellulosa Aktiebolaget ('SCA'), a company incorporated in Sweden

Svenska Cellulosa Aktiebolaget is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 31 December 2009. The consolidated financial statements of Svenska Cellulosa Aktiebolaget SCA are available from the Company Secretary, SCA Packaging Limited, Faverdale Industrial Estate, Darlington, County Durham DL3 0PE