



RESULT JANUARY - JUNE 2007

August 8, 2007



Mr. Kim Gran

President and CEO

Nokian Tyres plc

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JANUARY – JUNE 2007 IN BRIEF

Strong growth continued

	Q2/07	Q2/06	Change	H1/07	H1/06	Change	2006	5 year's average growth/year (*)
m€								
Net sales	232,6	200.0	+16.3%	432.5	349.4	+23.8%	835.9	14.6
Operating profit	50.2	35.1	+42.7%	89.2	48.6	+83.6%	153.1	23.9
Profit before tax	46.9	31.9	+46.8%	82.4	42.0	+96.4%	139.3	30.2
Net Profit	41.9	24.9	+69.1%	70.1	31.8	+120.0%	107.3	31.5
EPS €	0.34	0.20		0.57	0.26	+117.5%	0.88	28.3
RONA, %								
(rolling 12 months)				22.4	16.7		19.4	
Cash Flow II	-20.4	-27.1		-124.2	-91.9		77.7	
Gearing, %				46.6	56.2		22,8	

- sales increased and profits improved in Q2 and H1
- better sales mix with high car winter tyre share of sales
- higher average prices
- profitability improved in Passenger Car Tyres in particular
- benefits from Russian operations improved profitability
- tax rate decreased to 15% due to tax benefits in Russia (est. 20% in 2007)

(*contains years 2004-2006
according to IFRS and previous
years according to FAS

⇒ growth will continue, however not at the same pace as during H1

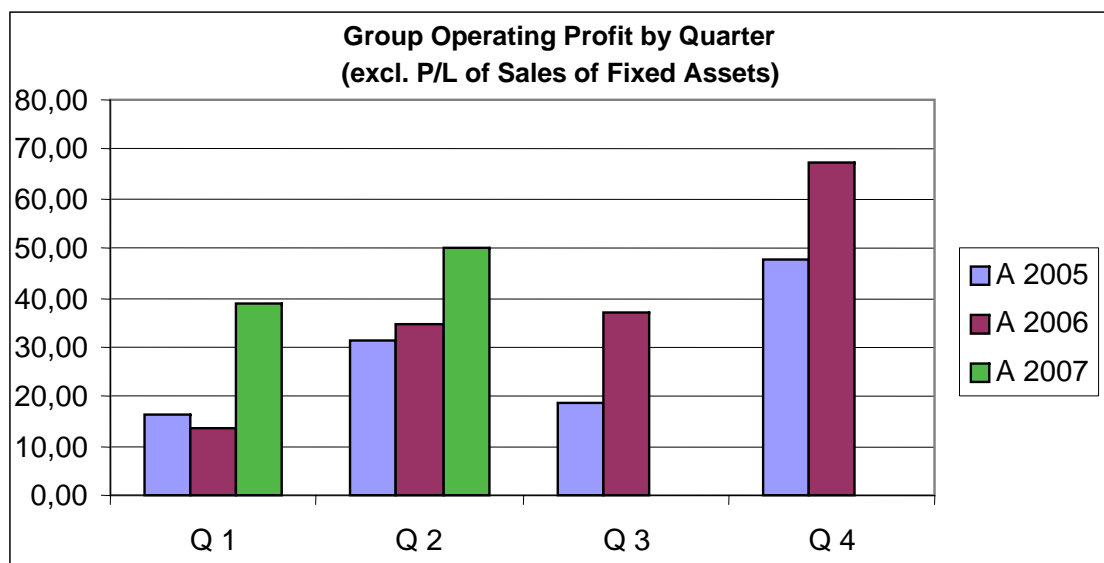
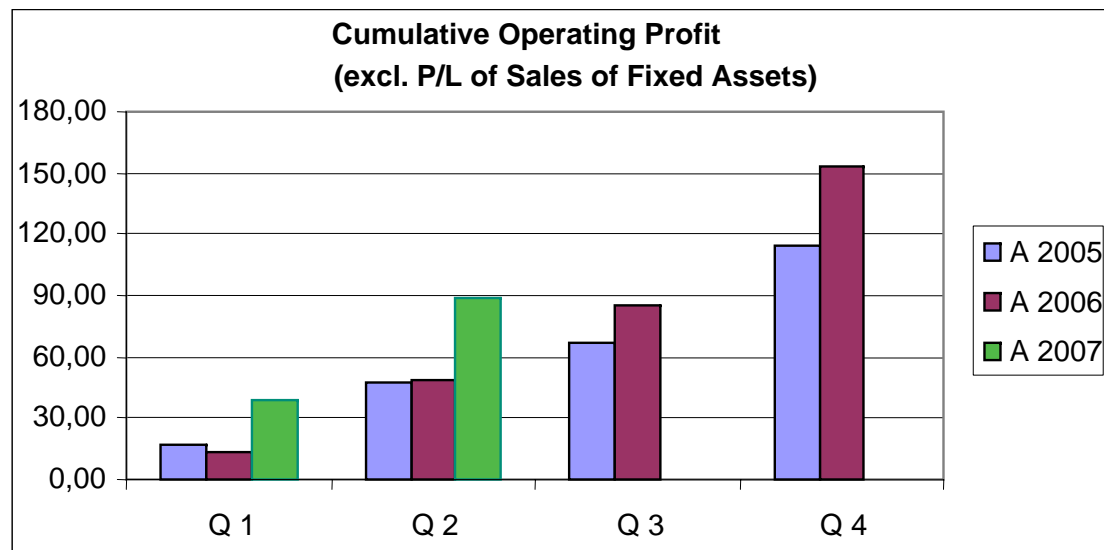
GROUP OPERATING PROFIT PER QUARTER 2007

Net sales Q2/07
232.6 m€, +16.3%
(Q2/06 200.0 m€)

EBIT 50.2 m€
(Q1/06 35.1 m€)

Net sales H1/07
432.5 m€, +23.8%
(H1/07 349.4 m€)

EBIT 89.2 m€
(H1/06 48.6 m€)



Car and van tyres – winter tyre and SUV tyre demand growing

- strong growth in car tyre replacement markets in Russia and CIS countries and in Eastern Europe
- Nordic tyre market declined from the previous year
- strong growth in the demand for winter tyres and SUV tyres

Heavy Tyres – strong demand continues

- forestry and other industrial machine business continued to increase
- global shortage of heavy special tyres

Raw material prices – higher than the previous year

- tyre manufacturers increased prices to compensate raw material price increases



Nokian Hakkapeliitta 5
295/30 R22



NOKIAN TYRES H1 2007 IN BRIEF

Sales and market position – improvement in core markets

- + sales growth in all product groups
- + good sales of car winter tyres in Nordic countries, Russia, CIS and in Eastern Europe
- + new Nokian Hakka summer tyre family with Hakka Guarantee boosted summer tyre sales
- + increased sales of heavy tyres and new truck tyres
- sales in the USA below previous year

Profitability – improvement in Passenger Car tyres in particular

- + good sales mix with high share of car winter tyres
- + improved average prices
- + benefits from the Russian operations
- + lowered tax rate due to Russian tax benefits
- IFRS and share option costs

Production volumes – grew as planned

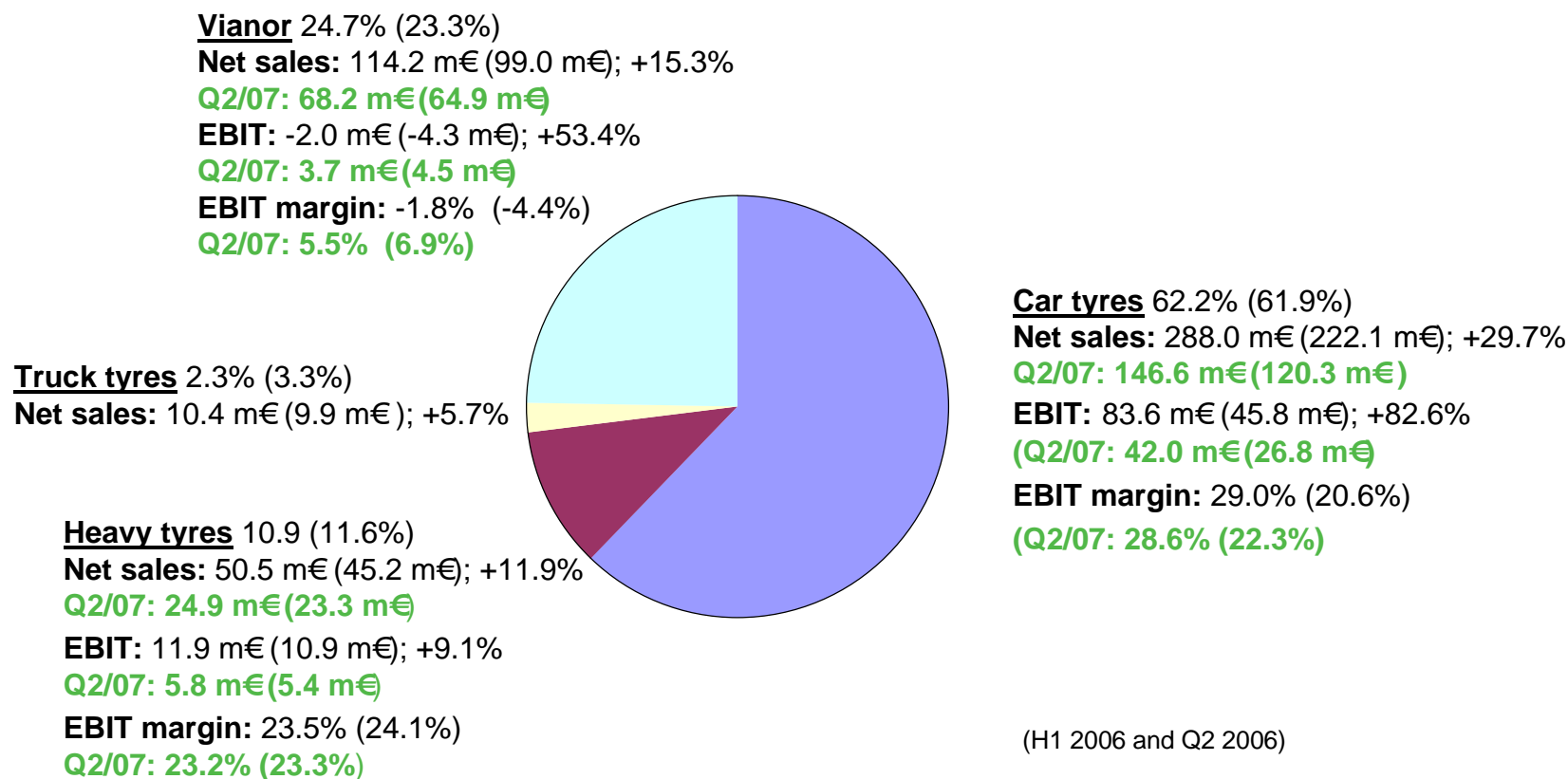
- + increased production volumes at the Russian factory
- + heavy tyre production volumes up from the previous year
- lack of capacity limited sales growth

Service capacity – expanded network and services

- + new Vianor outlets in Nordic countries, Russia and Switzerland
- + enhanced sales and logistics in Russia, Ukraine, Kazakhstan and Eastern Europe
- + Vianor's enhanced fast fit services

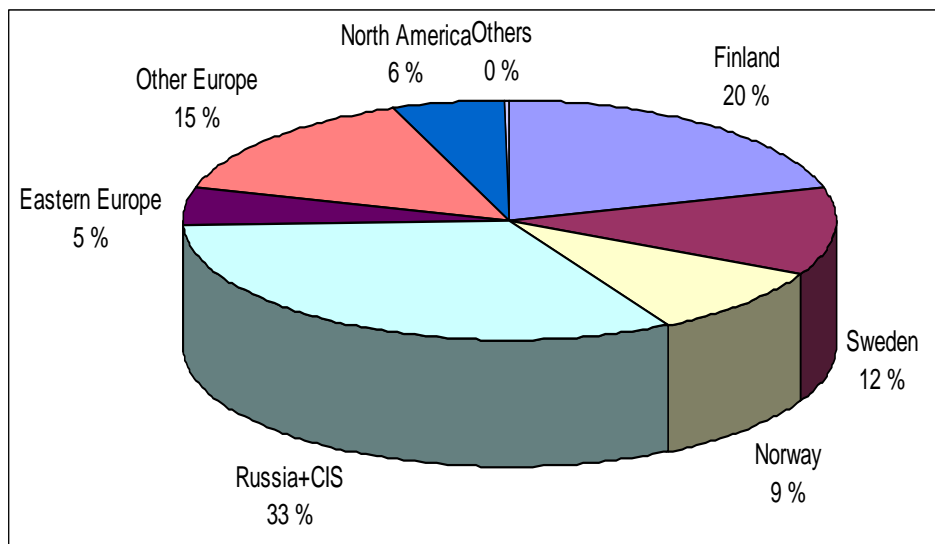


SHARE OF NET SALES BY PRODUCT AREA H1 2007



GROSS SALES BY MARKET AREA H1 2007

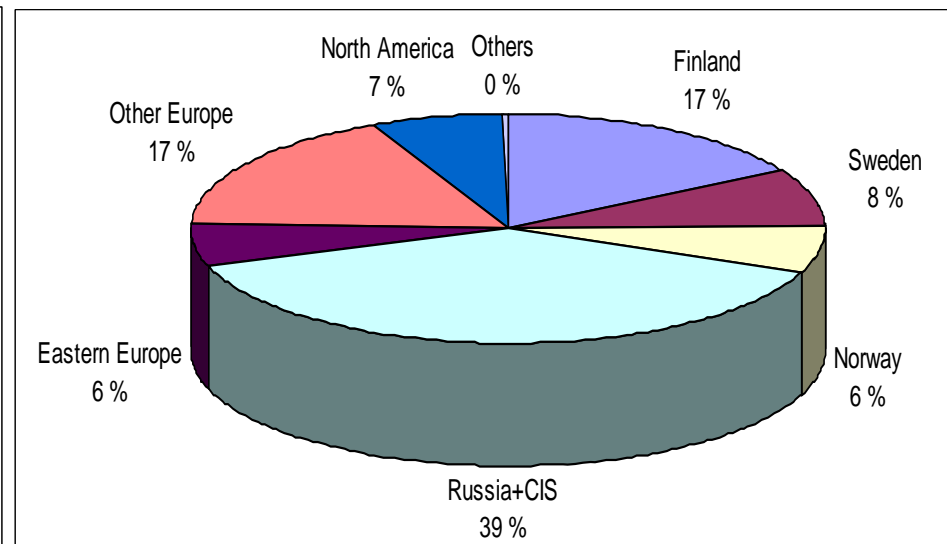
Sales of Nokian Tyres group (incl. Vianor)



Sales

- Nordic countries	+11.8%
-Russia and CIS	+52.1%
-Eastern Europe	+66.2%
-North America	-23.5%

Sales of manufacturing units

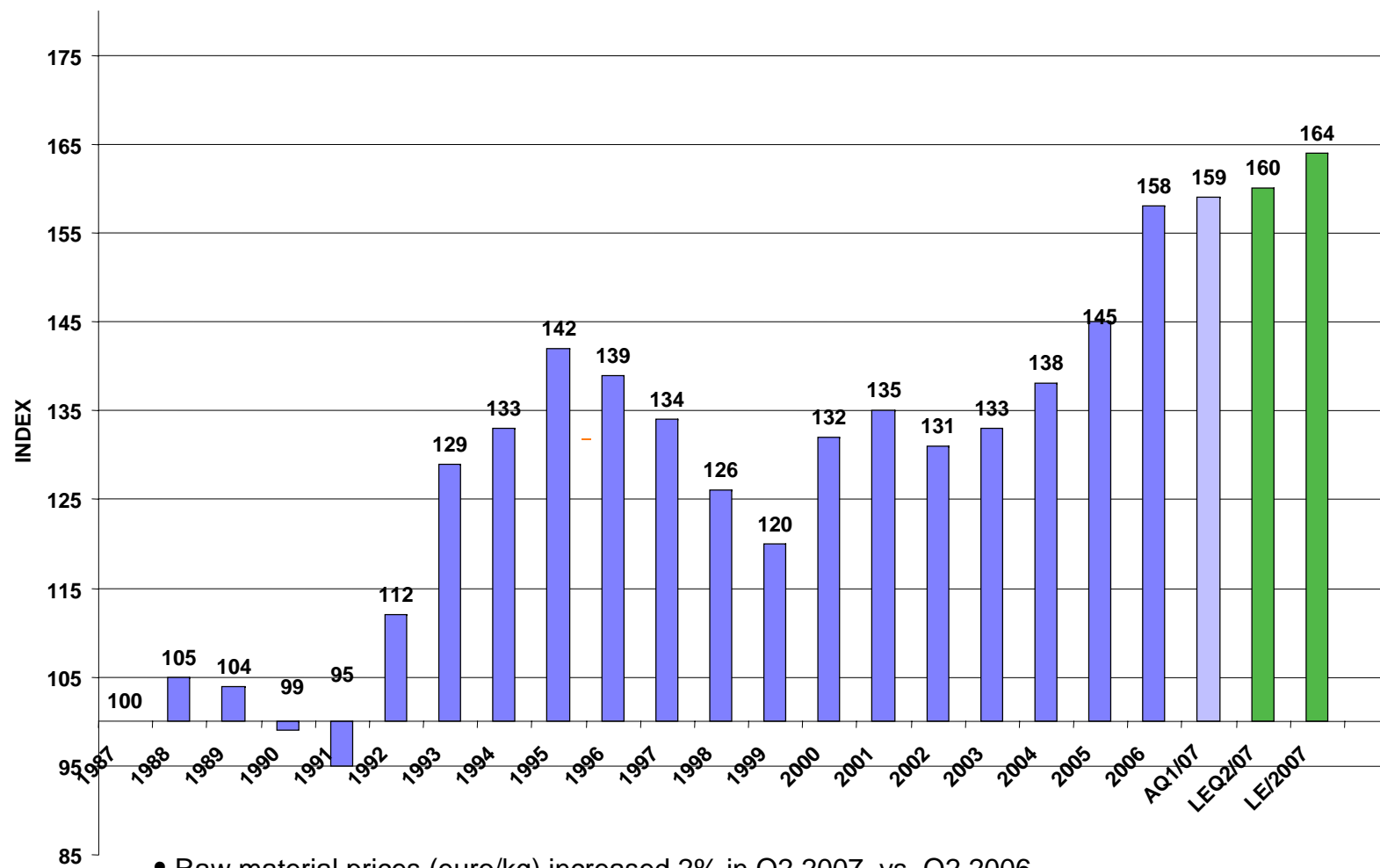


Sales

-Nordic countries	+7.6%
-Russia and CIS	+52.4%
-Eastern Europe	+77.4%
-North America	-23.5%

RAW MATERIAL PRICE INDEX 1987 - 2007

(1987=100)



- Raw material prices (euro/kg) increased 2% in Q2 2007 vs. Q2 2006
- Raw material costs (euro/kg) increased 5 % in H1 2007 vs. H1 2006
- Raw material purchase prices (euro/kg) to increase approx. 6% 2007 vs 2006

CAR TYRES H1 2007

NET SALES: 288.0 m€ (222.1 m€; +29.7%

2006: 533.2 m€

EBIT: 83.6 m€ (45.8 m€; +82.6%

133.4 m€

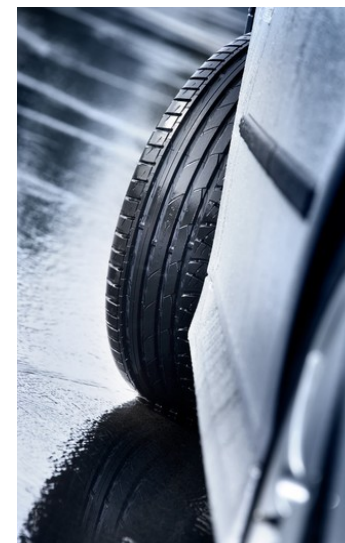
EBIT margin: 29.0% (20.6%)

25.0 %

- + strong sales growth in core markets
- + improved sales mix with high share of winter tyres and SUV tyres
- + summer tyre sales boosted by the new Nokian Hakka summer tyre family
- + higher average prices
- + improved distribution network in core markets
- + increased production volumes in Russia
- sales in the USA below previous year
- higher production costs due to raw material price increases

TARGETS 2007 – IMPROVE SALES AND CASH FLOW

- strong sales growth in core markets approx 20%
- capacity increase and full utilization of the Finnish and Russian factories
- active launch of new products
- enhanced distribution and logistics
- productivity improvements at Nokia and Vsevolozhsk factories
- improved NWC rotation
- improve EBIT and cash flow vs. 2006



HEAVY TYRES H1 2007

NET SALES: 50.5 m€ (45.2 m€); +11.9%

EBIT: 11.9 m€ (10.9 m€); +9.1%

EBIT margin: 23.5% (24.1%)

2006: 90.1 m€

19.9 m€

22.1%

- + sales growth continued in all product groups and core markets
- + demand for special OTR heavy tyres increased
- + price increases in line with raw material cost increases
- + production volumes increased
- lack of capacity limited further growth

TARGETS 2007 – MAXIMIZE OUTPUT, SALES AND CASH FLOW

- increase sales by approx 10%
- increase production capacity and full utilization of same
- increase prices
- increase EBIT and cash flow vs 2006



NET SALES: 114.2 m€ (99.0 m€); +15.3%

EBIT: -2.0 m€ (-4.3 m€); +53.4%

EBIT margin: -1.8% (-4.4%)

2006: 246.9 m€

2.3 m€

0.9%

- + number of total outlets 298; 168 owned, 130 franchise (31.07.2007)
- + Vianor network expanded in Russia; total 101 outlets (31.07.2007)
- + first Vianor shops acquired in Switzerland
- + improved summer tyre sales
- + increased winter tyre pre-sales in wholesale
- + sales of heavy tyres, new and retreaded truck tyres up from the previous year
- + increased share of fast fit services
- costs of acquired new shops and closing unprofitable shops weakened profits

TARGETS 2007 – IMPROVE RESULTS CHANGING STRUCTURE AND CONCEPT

- expand the network and the number of partners especially in Russia and CIS countries
- cut small and unprofitable workshops
- develop fast fit and other services
- improve seasonal wholesales and retail
- improve Vianor brand awareness in Sweden and Russia
- improve EBIT and cash flow



VIANOR OUTLETS 2007, July 31st

TOTAL: 298 OUTLETS
(168 own, 130 franchising/partner)

● over 10 outlets

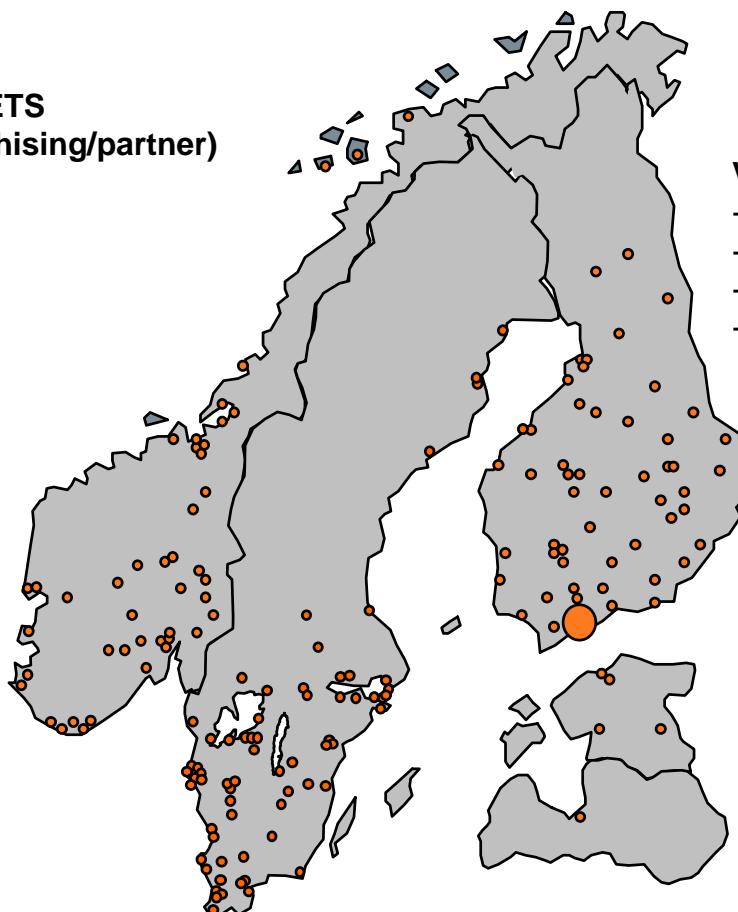
Vianor Norway

- 43 own outlets
- 6 partner outlets
- 2 retreading plants
- personnel ~260

Vianor Sweden

- 56 own outlets
- 17 partner outlets
- 1 retreading plant
- personnel ~380

- **Switzerland**, 2 own outlets
- **Ukraine**, 1 partner outlet



Vianor Finland

- 60 own outlets
- 7 franchising outlets
- 2 retreading plants
- personnel ~440

Vianor Russia

- 2 own outlets
- 99 partner outlets
- 1 retreading plant

Vianor Estonia

- 4 outlets
- personnel ~30

Vianor Latvia

- 1 outlet
- personnel 13

VIANOR IN RUSSIA

- July 31st 2007: 101 outlets in 69 cities
- planned outlets => approx 120 by the end of 2007
- => approx 300 by the end of 2009



NET SALES: 10.4 m€(9.9 m€); +5.7%

2006: 31.8 m€

- + sales of new truck tyres
- + renewed truck tyre range offers growth potential
- + sales of retreading materials

TARGETS 2007

- increase sales in Sweden and Russia
- increase sales in Central Europe and USA
- improve profits



CAPEX AND GROWTH PLAN FOR 2007 =>

Investments Q1-Q2/2007: 57.7 m€ (52.6 m€)

Total investments for 2007 110 m€ (97.0 m€)

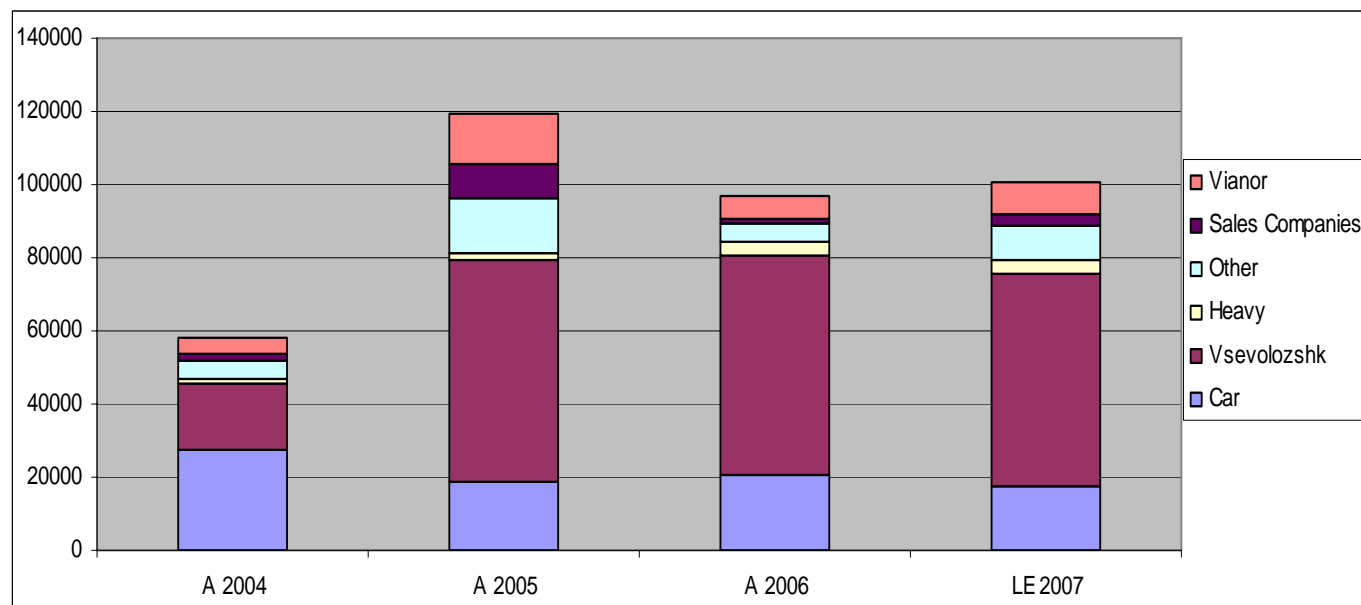
Estimated organic investments 2007-2009 245 m€

RUSSIA

- capacity ramp-up and investments
 - Phase I 4 million pcs 2004-2007 ~ 155 m€
 - Phase II 4 ->10 million pcs 2007-2011 ~ 195 m€

VIANOR EXPANSION

- Nordic countries, Russia, Eastern Europe
- own outlets, franchising and tyre hotels
- 2007 9 m€ (6.4 m€)



OUTLOOK FOR 2007

ASSUMPTIONS

- strong market growth continues in Russia, CIS countries and in Eastern Europe
- modest growth in European and Nordic replacement tyre markets
- growing product segments: winter tyres, SUV tyres, UHP tyres and heavy special tyres
- normal winter season in Nordic countries and Russia
- carry over stock of winter tyres at distribution in Germany and Central Europe
- raw material purchase prices increase by 6% yoy

NOKIAN TYRES

- focus on sales growth, logistics and control of NWC
- modest price increases during H2/2007
- expansion of distribution especially in Russia and Eastern Europe
- ramp-up and utilization of the Russian production
- Q3 started with sales slightly up vs Q3 2006 and orders at high level
 - target for 2007: sales growth of approx. 15% and slightly improved profitability in line with the previous years
 - H1 growth and profit improvement exceptional, will not continue linearly all 2007
 - change of seasonality due to strong presales of winter tyres
 - H1 share of profits higher than the previous year

NEW PRODUCTS



Nokian Hakkapeliitta 5



**Nokian Hakkapeliitta
Sport Utility 5**



Nokian WR, 2007



Nokian Hakka V



Nokian Hakka H



Nokian Forest Rider



Nokian Truck tyres



Nordman NTR 72S



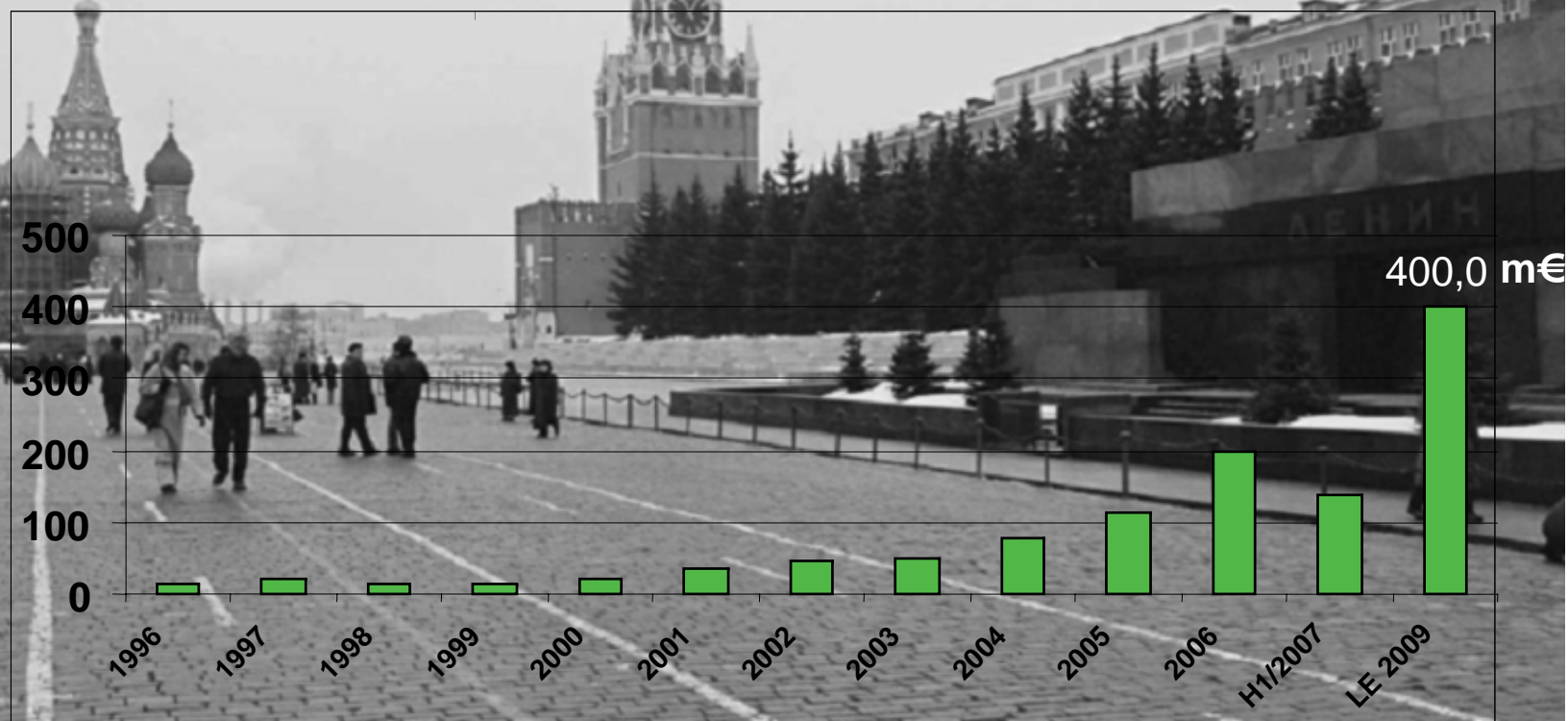
Nokian Hakka C Cargo & Van

RUSSIA

SALES DEVELOPMENT IN RUSSIA AND CIS
Growth H1 2007 +52.1%

Nokian Tyres clear # 1 in premium tyres

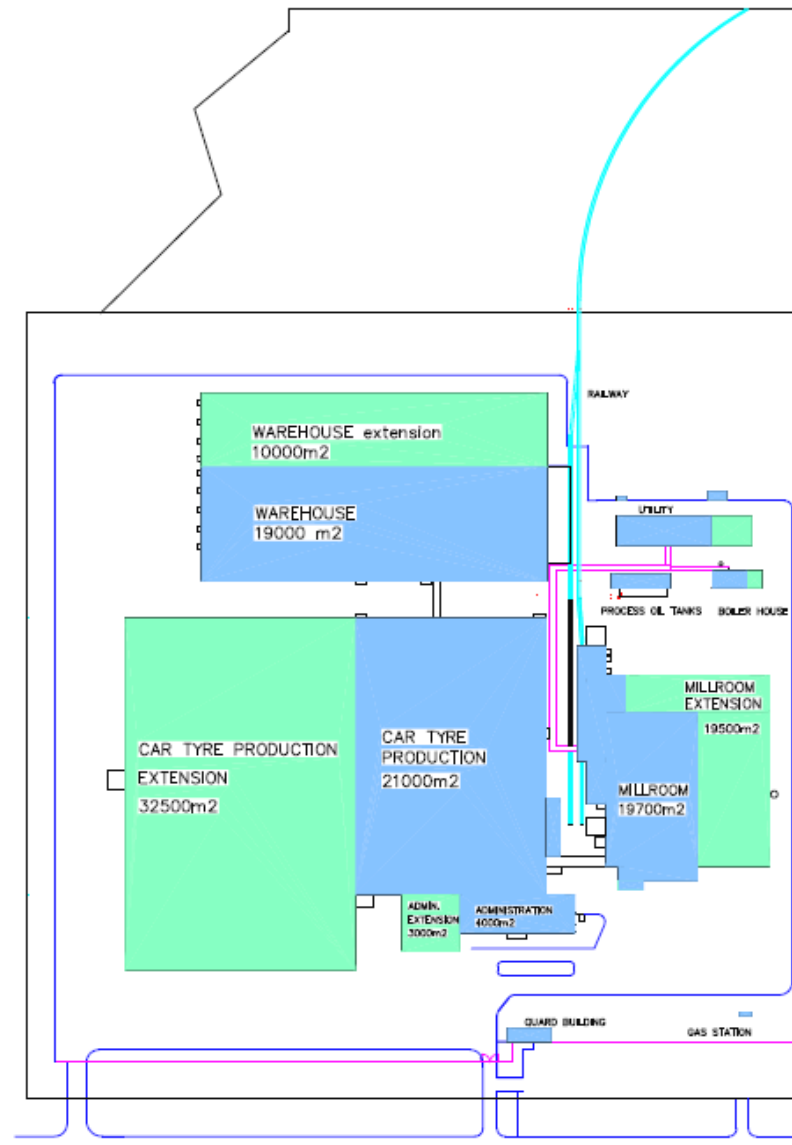
In 2006, Nokian car tyre sales in Russia exceeded sales
in Nordic countries



- clear market leader with more than 30% market share in premium car winter tyres
- distribution expanded through partner agreements and Vianor shops
- three first production lines operate in 3 shifts, 344 days/year
- fourth production line to be commissioned during H2
- mixing locally completed – full process raw material to finished product
- full utilization of production capacity of phase I by end of 2007
- decision to accelerate factory expansion with the target to increase capacity to 10 million tyres by the year 2011
 - construction work of the factory expansion started and to be completed in 2008
 - additional production capacity available spring 2008
- Total number of personnel working in Russia 30.6.2007: 390 (308)



VSEVOLOZHSK PLANT PHASE II

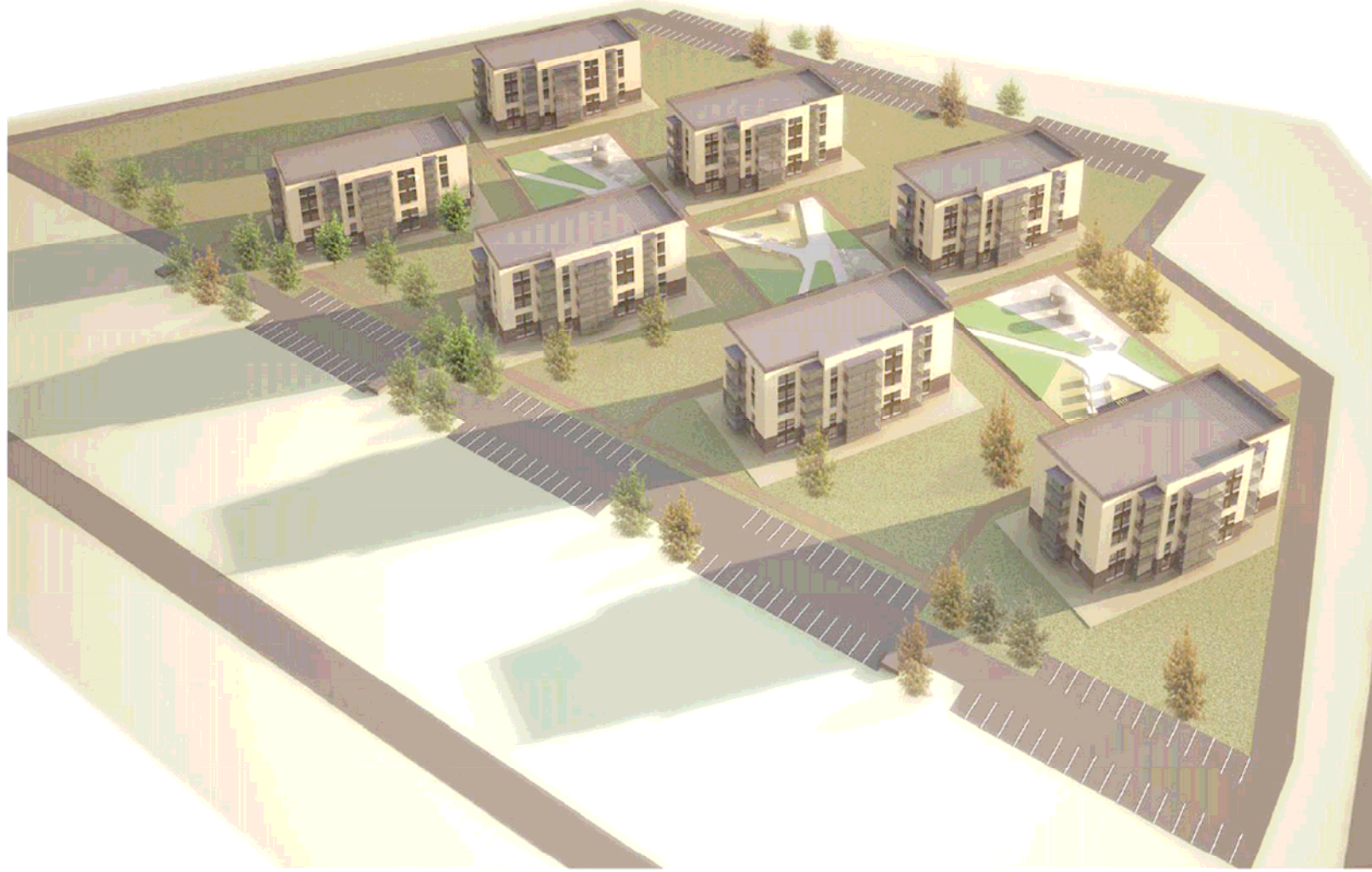


Capacity ramp-up and investments

- Phase I 4 million pcs 2004-2007 ~ 155 m€
- Phase II 4 -> 10 million pcs 2007-2011 ~ 195 m€

HOUSING PROJECT FOR EMPLOYEES

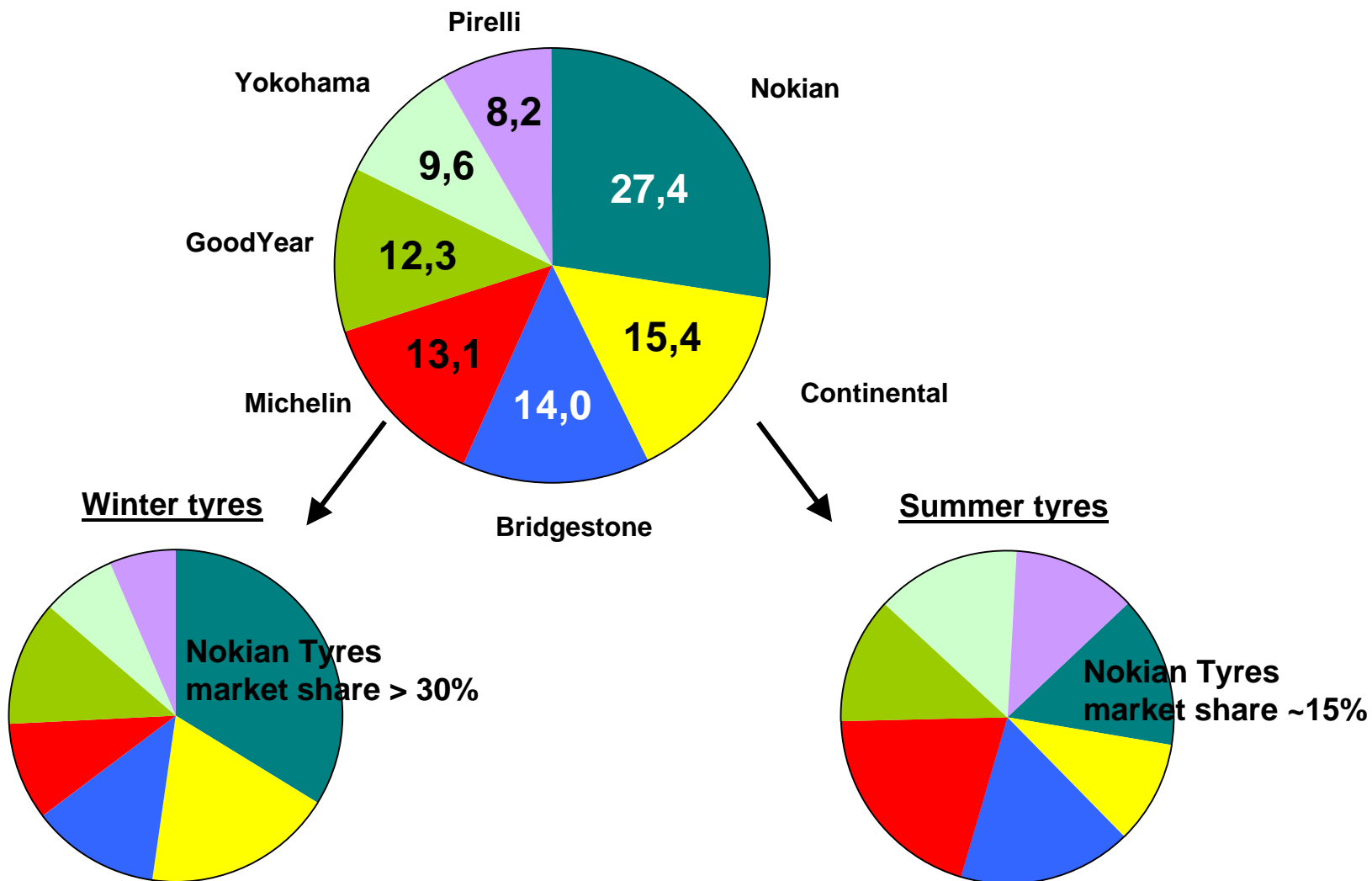
PRIVATLY OWNED (EMPLOYEES) APARTMENTS
JOINT VENTURE BY LENOBLAST AND NOKIAN TYRES



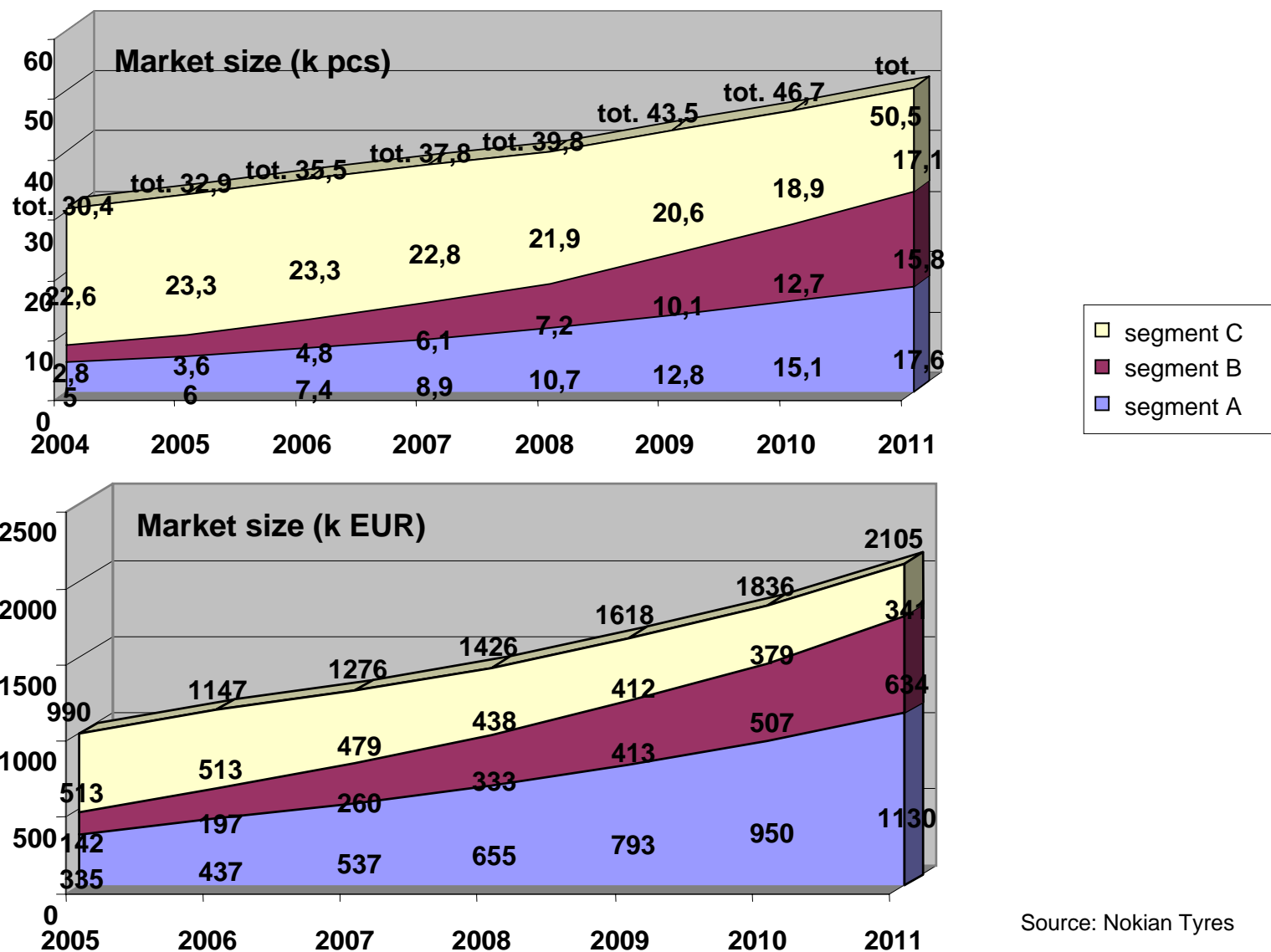
Hakkapeliitta Village
25.04.2007 г.

RUSSIAN PREMIUM TYRE MARKET IN 2006: market shares

Estimated replacement A-segment market shares 2006 by sell-in volume

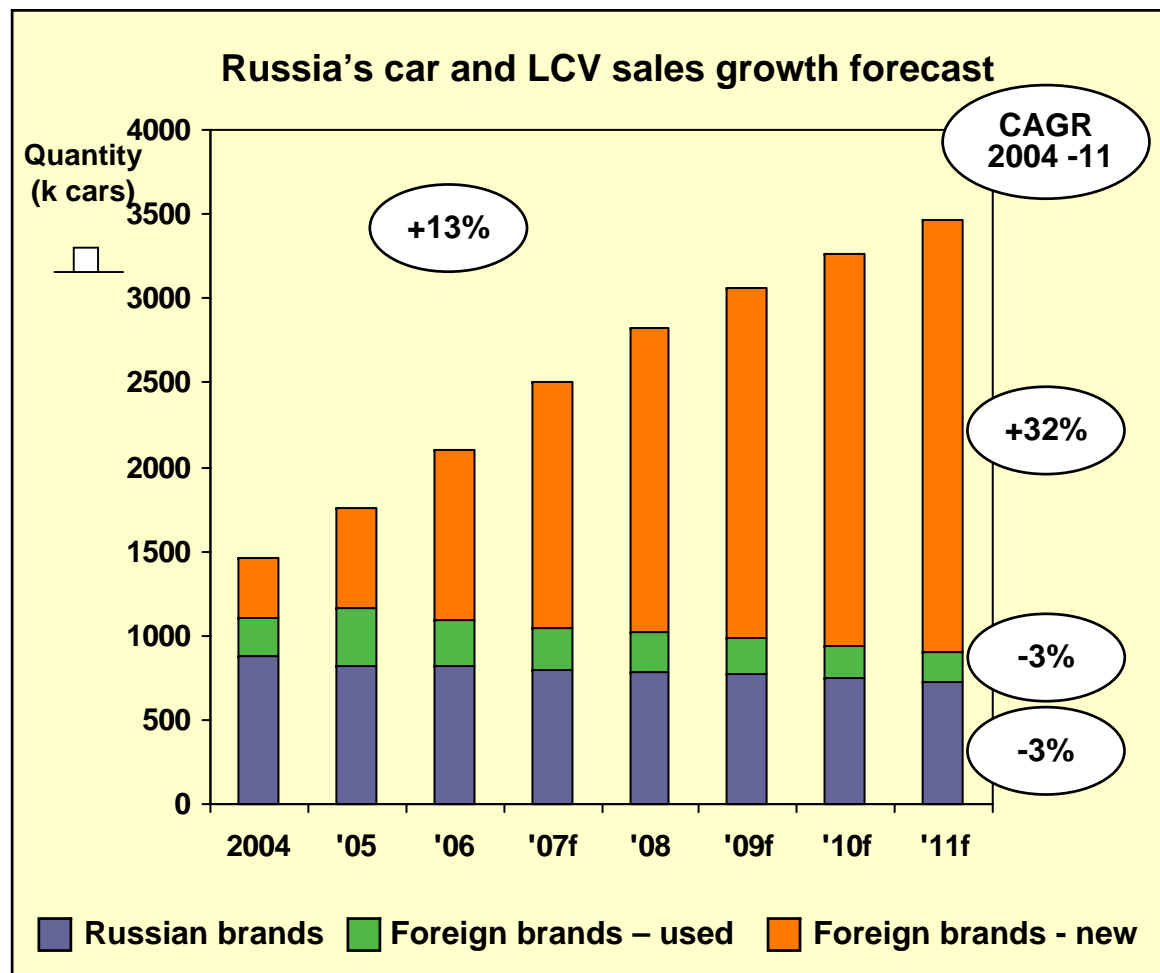


SALES AND MARKET FORECAST IN RUSSIA



Source: Nokian Tyres

CAR SALES DEVELOPMENT DRIVING PREMIUM TYRE DEMAND



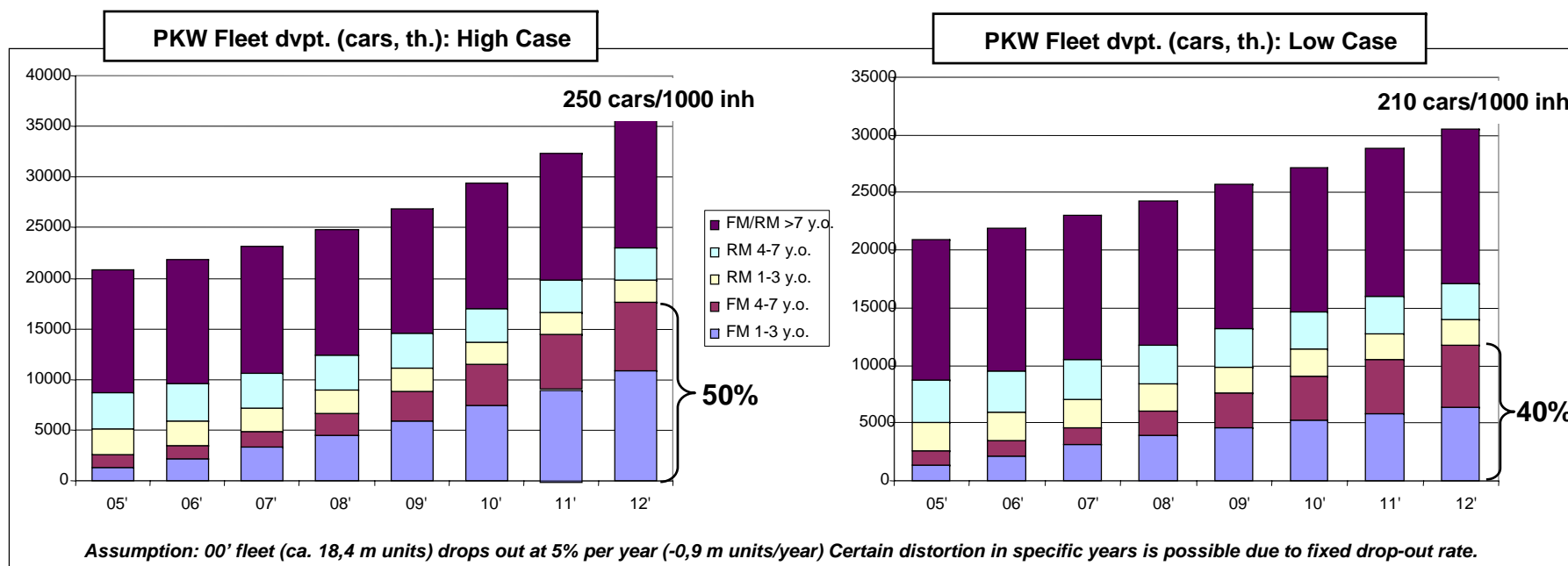
Car sales growth drivers:

- Robust economic growth
- Increasing real disposable incomes
- Real appreciation of the ruble
- Rapid development of consumer credit
- Development of car dealerships across the country
- Slowing growth of used car imports due to customs policy
- Growth in local production of foreign-branded cars

Source: Nokian Tyres Estimates

CAR SALES IN RUSSIA / RUSSIAN NEWS 2007

Sales of new cars 2 million pcs in 2006, > 50% of car sales western brands



H1 2007

- Sales of new foreign branded cars up 70% y/y (AEB)
- Car tyre output up 7.2% y/y (The Federal State Statistics Service)
- Russian GDP up 7.8 % y/y (Deputy Prime Minister)
- Industrial production up 7.7% y/y (Russian Economic Development and Trade Minister)
- Producer price index up 14.5% and consumer price index up 5.7% in (Russian Economic Development and Trade Minister)

Source: Nokian Tyres estimate

FOREIGN AUTOMAKERS' ASSEMBLY PLANTS IN RUSSIA

<u>Company</u>	<u>Assembly plant in Russia</u>	<u>Location</u>	
GM-AvtoVAZ	Yes	Togliatti	
Ford	Yes	Vsevolozhk	
Avtoframos (Renault 94%)	Yes	Moscow	
Kia-SOK JV	Yes	Izhvesk (Izh-Avto)	
Toyota	Started construction in June 2005	St. Petersburg	Production to start in December 2007
GM	Started construction in June 2006	St. Petersburg	Full-scale production to start in 2008
Volkswagen	Started construction in October 2006	Kaluga region	Production to start in Q3 2007
Bogdan	Started construction in December 2006	Nizhny Novgorod region	Production to start in 2009
Nissan	Started construction in July 2007	St. Petersburg	Production to start in 2009
Suzuki	Construction to begin in the first half of 2008	St. Petersburg	Production to start in 2009
Volvo Trucks	Investment agreement signed	Kaluga region	Production to start in 2009
Peugeot-Citroën Isuzu, Mistubishi, Hyundai, Scania, Etalon, Chery, Great Wall, Chanfeng, Mahindra, Lifan	Considering		

- In march 2005, the government announced a cut in import duties on most autos components – from 13% to zero.
- The move is designed to encourage foreign investment in Russia's automotive sector.
- The duty reductions will only be available to foreign autos firms that source 50% of their production from local sources within five years.
- Vehicle output in Russia is expected to increase to 2.6m-3m units by 2010, Russia's Economic Development and Trade Minister said in April. Of this total, foreign-branded models are expected to account for 1.08 m.
- In 2007, Russian companies plan to produce 860,000 Russian-branded vehicles, down from 899,000 units in 2006, the economic development and trade ministry has said. Joint ventures are expected to produce 360,000 foreign-branded vehicles, up from 276,000 units last year.

EASTERN EUROPE AND CENTRAL ASIA – NOKIAN SALES GROWTH 66.2 % IN H1 2007

Growth opportunity in Eastern Europe and Central Asia

- average winter tyre growth 15.7% 2006, 4%/year 2005, 15%/years 2001-2004
- core growth areas: Poland, Czech Republic, Slovak Republic, Hungary, Ukraine, Kazakhstan
- winter tyre market bigger than in Russia
- winter tyre market 2 x Scandinavia

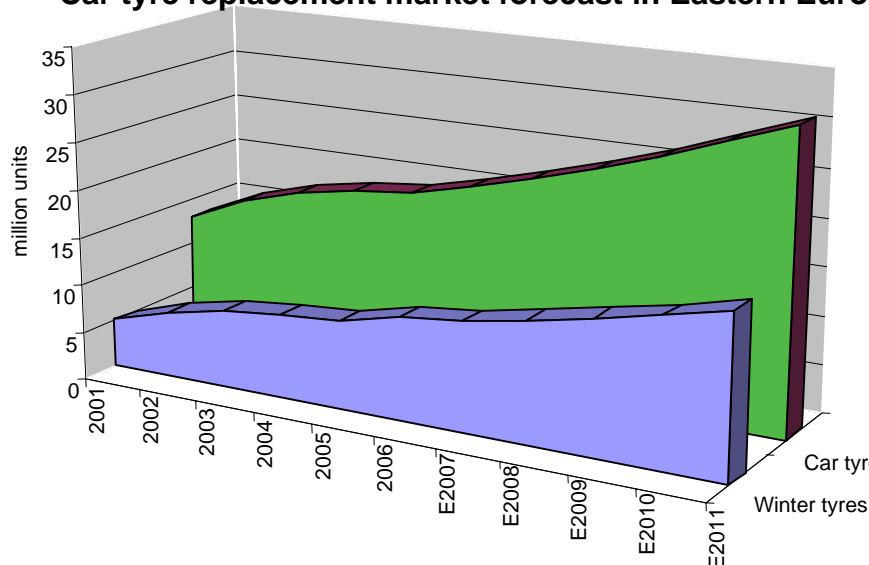
2007-2008

- strengthen sales and distribution
 - Kazakhstan and CIS countries
 - Hungary, Czech Republic, Slovak Republic, Ukraine
- launch of new products
- sales companies in Ukraine and Kazakhstan
- logistic center opened in Ejpvovice in Czech Republic

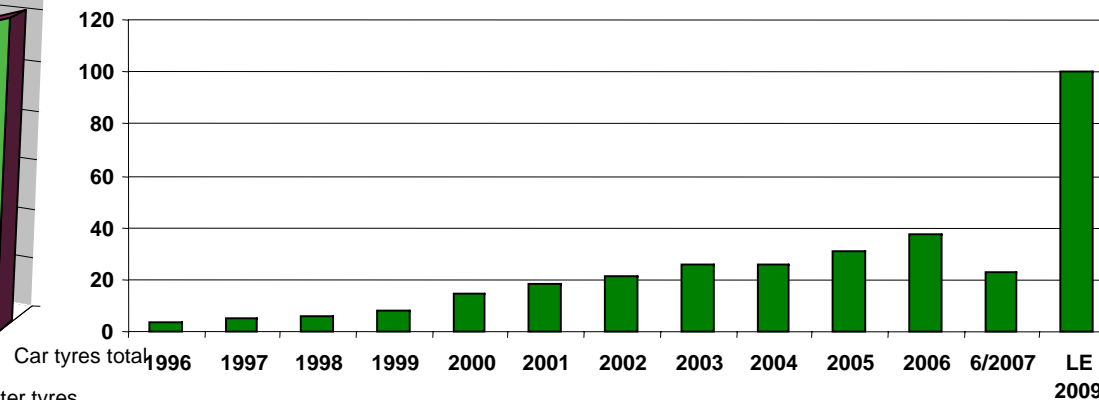
Production capacity in CEE & Central Asia

- projects in development -> additional capacity 2009

Car tyre replacement market forecast in Eastern Europe



Nokian Tyres' sales (meur) in Eastern Europe growth H1 2007 +66.2%



SHAREHOLDERS

SHARE PRICE DEVELOPMENT

KEY FIGURES H1 2007

MAJOR SHAREHOLDERS June 30th, 2007

MAJOR SHAREHOLDERS June 30, 2007				
		Number of shares	% of share capital	Change from previous month
1	Ilmarinen Mutual Pension Insurance Company	3 875 469	3,15	-13 000
2	Varma Mutual Pension Insurance Company	3 653 250	2,97	-308 000
3	OP Investment Funds	2 688 375	2,19	-80 000
4	Odin Funds Odin Investment funds	1 471 200	1,20	0
5	The State Pension Fund	1 100 000	0,89	0
6	Tapiola Mutual Pension Insurance Company	1 100 000	0,89	0
7	Etera Mutual Pension Insurance Company	900 000	0,73	5 000
8	Nordea	764 794	0,62	-119 954
9	Gyllenberg Investment Funds	532 050	0,43	-197 950
10	Sampo Finnish Equity Fund	503 475	0,41	-190 000
	Major shareholders total	16 588 613	13,48	
	Total amount of shares	122 989 620		
	Bridgestone Europe NV/SA (in the name of a nominee)	20 000 000	ab. 16	

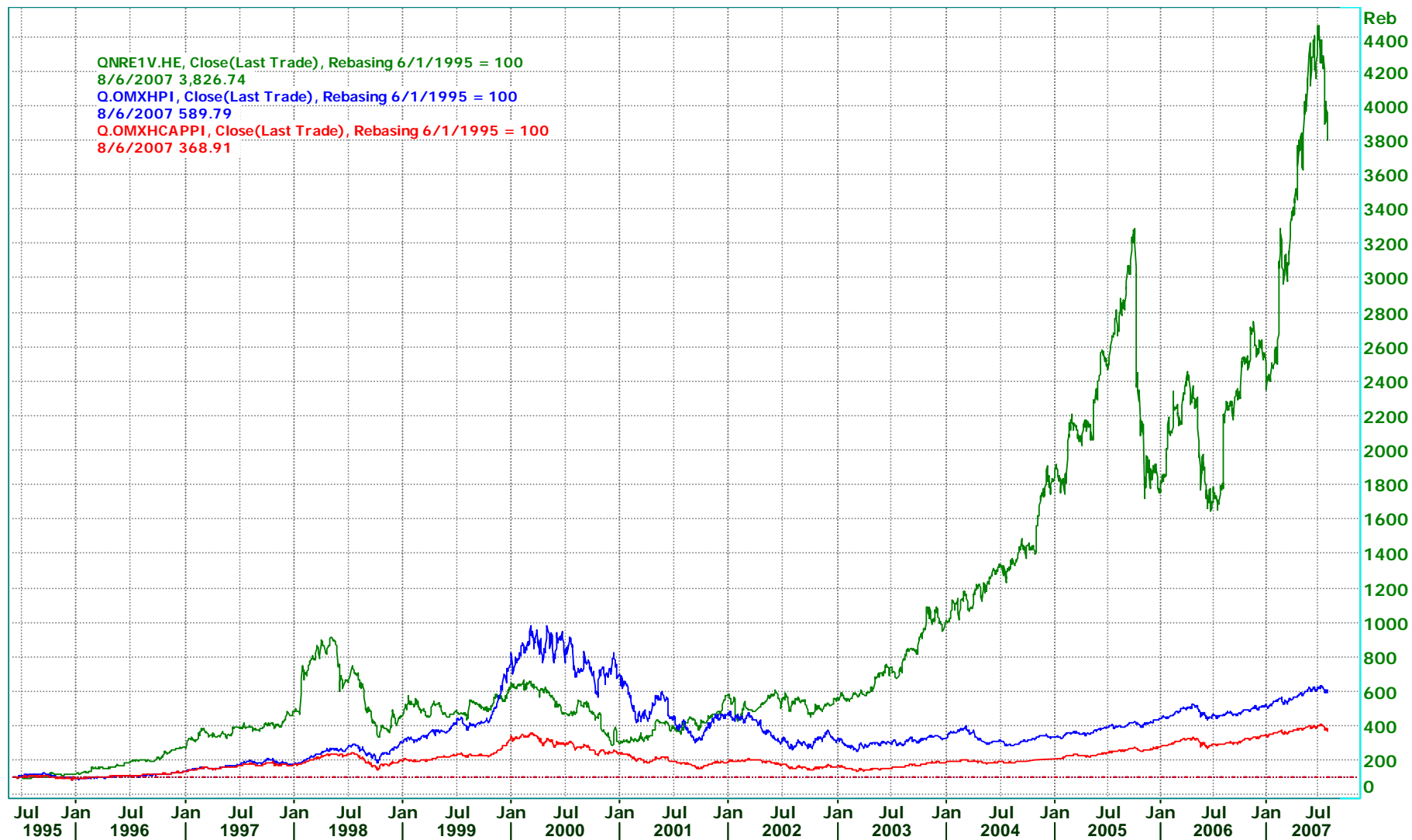
OWNERSHIP BY CATEGORY, %	30.6.2007	31.3.2007	30.12.2006	29.9.2006	30.6.2006
Shareholders outside Finland (*)	68,6	65,8	65,0	59,2	57,89
Public organisations	9,9	11,9	10,3	10,4	10,75
Private individuals	9,5	10,2	12,6	15,0	17,15
Financial institutions	6,7	6,4	5,9	7,5	6,68
Non-profit organisations	3,5	3,7	3,8	4,0	4,13
Corporations	1,7	2,0	2,5	3,9	4,1
(* includes also shares registered in the name of a nominee)					

Options, free:

2004A 180.051; 2004B 240.128; 2004C 245.000

2007A 225.000; 2007B 225.000; 2007C 225.000

SHARE PRICE DEVELOPMENT 1.6.1995 – 6.8.2007



CONSOLIDATED INCOME STATEMENT

CONSOLIDATED INCOME STATEMENT	4-6/07	4-6/06	1-6/07	1-6/06	Last 12 months	1-12/06
Million euros						
Net sales	232.6	200.0	432.5	349.4	919.0	835.9
Cost of sales	-130.0	-116.9	-239.4	-208.2	-522.5	-491.3
Gross profit	102.6	83.2	193.1	141.2	396.5	344.5
Other operating income	0.5	0.5	0.9	0.9	2.0	2.0
Selling and marketing expenses	-43.3	-38.6	-83.9	-74.5	-166.9	-157.6
Administration expenses	-5.8	-4.7	-10.9	-8.8	-21.0	-18.9
Other operating expenses	-3.8	-5.1	-10.0	-10.1	-16.9	-17.0
Operating profit	50.2	35.1	89.2	48.6	193.7	153.1
Financial income	8.0	14.9	13.6	15.3	20.7	22.3
Financial expenses	-11.3	-18.2	-20.4	-21.9	-34.7	-36.2
Profit before tax	46.9	31.9	82.4	42.0	179.7	139.3
Tax expense (1)	-4.9	-7.1	-12.4	-10.1	-34.2	-32.0
Profit for the period	41.9	24.9	70.1	31.8	145.5	107.3
Attributable to:						
Equity holders of the parent	41.9	24.8	70.1	31.8	145.5	107.3
Minority interest	0.0	-0.1	0.0	0.0	0.0	0.0
Earnings per share from the profit attributable to equity holders of the parent						
basic, euros	0.34	0.20	0.57	0.26	1.20	0.88
diluted, euros	0.33	0.20	0.55	0.26	1.16	0.86
1) Tax expense in the consolidated income statement is based on the taxable profit for the period.						

SEGMENT INFORMATION

SEGMENT INFORMATION	4-6/07	4-6/06	1-6/07	1-6/06		1-12/06
Million euros						
Net sales						
Passenger car tyres	146.6	120.3	288.0	222.1		533.2
Heavy tyres	24.9	23.3	50.5	45.2		90.1
Vianor	68.2	64.9	114.2	99.0		246.9
Others and eliminations	-7.1	-8.5	-20.2	-17.0		-34.3
Total	232.6	200.0	432.5	349.4		835.9
Operating result						
Passenger car tyres	42.0	26.8	83.6	45.8		133.4
Heavy tyres	5.8	5.4	11.9	10.9		19.9
Vianor	3.7	4.5	-2.0	-4.3		2.3
Others and eliminations	-1.3	-1.6	-4.2	-3.7		-2.5
Total	50.2	35.1	89.2	48.6		153.1
Operating result, % of net sales						
Passenger car tyres	28.6	22.3	29.0	20.6		25.0
Heavy tyres	23.2	23.3	23.5	24.1		22.1
Vianor	5.5	6.9	-1.8	-4.4		0.9
Total	21.6	17.6	20.6	13.9		18.3
Cash Flow II						
Passenger car tyres	-25.8	-30.7	-109.0	-81.0		68.9
Heavy tyres	8.5	1.2	2.7	5.0		19.4
Vianor	-3.0	0.9	-10.7	-2.0		7.5
Total	-20.4	-27.1	-124.2	-91.9		77.7

CONSOLIDATED BALANCE SHEET

CONSOLIDATED BALANCE SHEET			30.6.07	30.6.06		31.12.06
Non-current assets						
Property, plant and equipment			386.3	328.0		353.2
Goodwill			52.9	51.5		51.8
Other intangible assets			7.7	7.8		8.2
Investments in associates			0.1	0.1		0.1
Available-for-sale financial assets			0.2	0.3		0.2
Other receivables			0.8	1.8		0.8
Deferred tax assets			22.0	19.0		14.3
Total non-current assets			470.1	408.4		428.6
Current assets						
Inventories			211.9	173.7		159.8
Trade receivables			318.4	249.1		209.7
Other receivables			43.3	50.9		47.6
Cash and cash equivalents			123.5	17.0		39.0
Total current assets			697.1	490.7		456.1
Equity						
Share capital			24.6	24.4		24.5
Share premium			144.2	141.2		142.7
Translation reserve			-4.8	2.7		-2.2
Fair value and hedging reserves			0.1	-0.2		-0.1
Retained earnings			443.3	310.7		391.6
Minority interest			0.0	0.0		0.0
Total equity			607.4	478.6		556.6
Non-current liabilities						
Deferred tax liabilities			27.6	23.2		20.5
Interest-bearing liabilities			300.3	165.8		110.6
Other liabilities			1.8	2.0		1.9
Total non-current liabilities			329.7	191.0		133.0
Current liabilities						
Trade and other payables			122.9	108.3		138.9
Provisions			1.0	0.9		1.0
Interest-bearing liabilities			106.2	120.3		55.3
Total current liabilities			230.1	229.5		195.2
Total assets			1167.2	899.1		884.7

KEY RATIOS

KEY RATIOS			30.6.07	30.6.06		31.12.06
Equity ratio, %			52.1	53.2		63.0
Gearing, %			46.6	56.2		22.8
Equity per share, euro			4.94	3.93		4.56
Interest-bearing net debt, mill. euros			283.1	269.1		126.9
Capital expenditure, mill. euros			57.7	52.6		97.0
Depreciation and amortisations, mill. euros			22.7	20.0		40.8
Personnel, average			3,372	3,160		3,234
Acquisitions and disposals of items of property, plant and equipment			48.8	40.7		89.0
Number of shares (million units) at the end of period			122.99	121.88		122.03
in average			122.64	121.25		121.63
in average, diluted			126.95	124.80		125.15

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