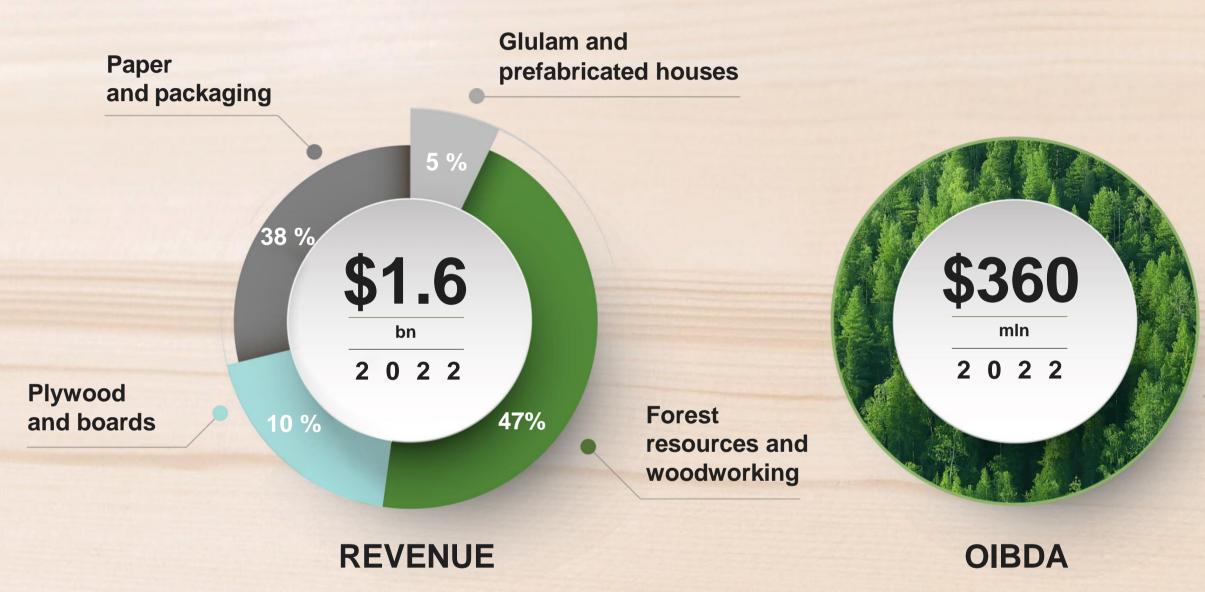




SAVN TIMBER

WE WILL SURROUND YOU WITH NATURE

A leading international wood and paper holding company



RAW MATERIAL SAFETY

23,3_{mln m³} Annual allowable cut at the end of 2021 8,3mln m³
Own logging



> 94%

of the needs are covered by our own logging facilities countries Sales geography

in Russia in the world

in the production of paper bags

No.1

in Russia

in the production of paper sacks

No.2

in the world

in the production of paper for multilayer bags

No.3

in Europe

in sawn softwood production capacity

No.3

in the world

in the production capacity of birch plywood

No.1

in Russia

in the production capacity of glulam and prefabricated houses

Segezha Group's sawn timber business in 2022

OPPORTUNITIES

- Global lack of raw materials
- Stable growth in demand
- Environmental regulations
- CO2 neutral building program, transition to a "low-carbon future"
- Growth in the supply rate from Russia







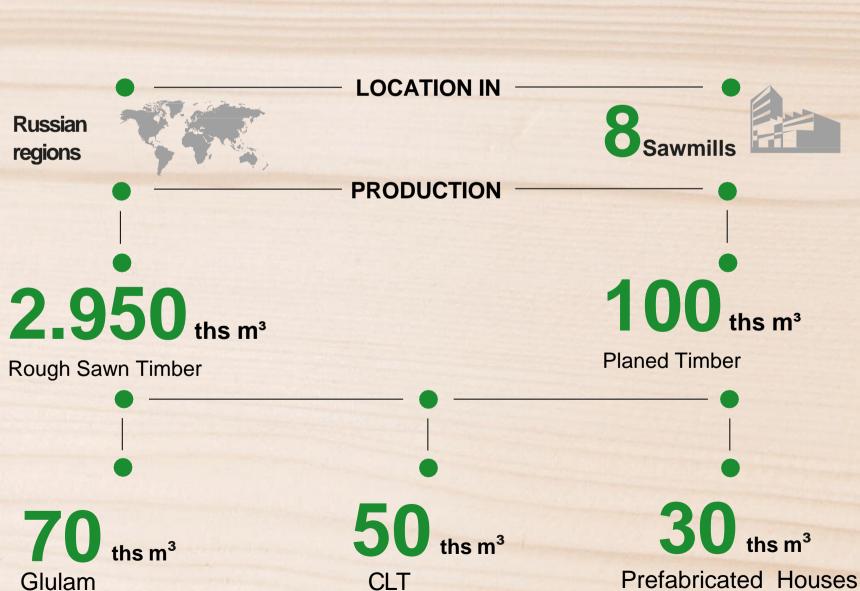






SEGEZHA'S POSITION IN SAWN TIMBER INDUSTRY

No1 IN RUSSIA





Global Reach

REGIONAL REP AND SALES OFFICES

Segezha Group is a unique Russian timber holding company with a full cycle of its own logging and specialization in the production of a wide range of high-margin products. The group is one of the largest forestry companies in the world. The annual allowable cut is 22.7 million cubic meters. Business stability is guaranteed by the high degree of self-sufficiency in raw materials, as 84% of the company's raw material needs are covered by its resources.



Wood processing plant



Pellet plant



CLT
Glulam
Prefabricated houses



Plywood production



Pulp and paper mills



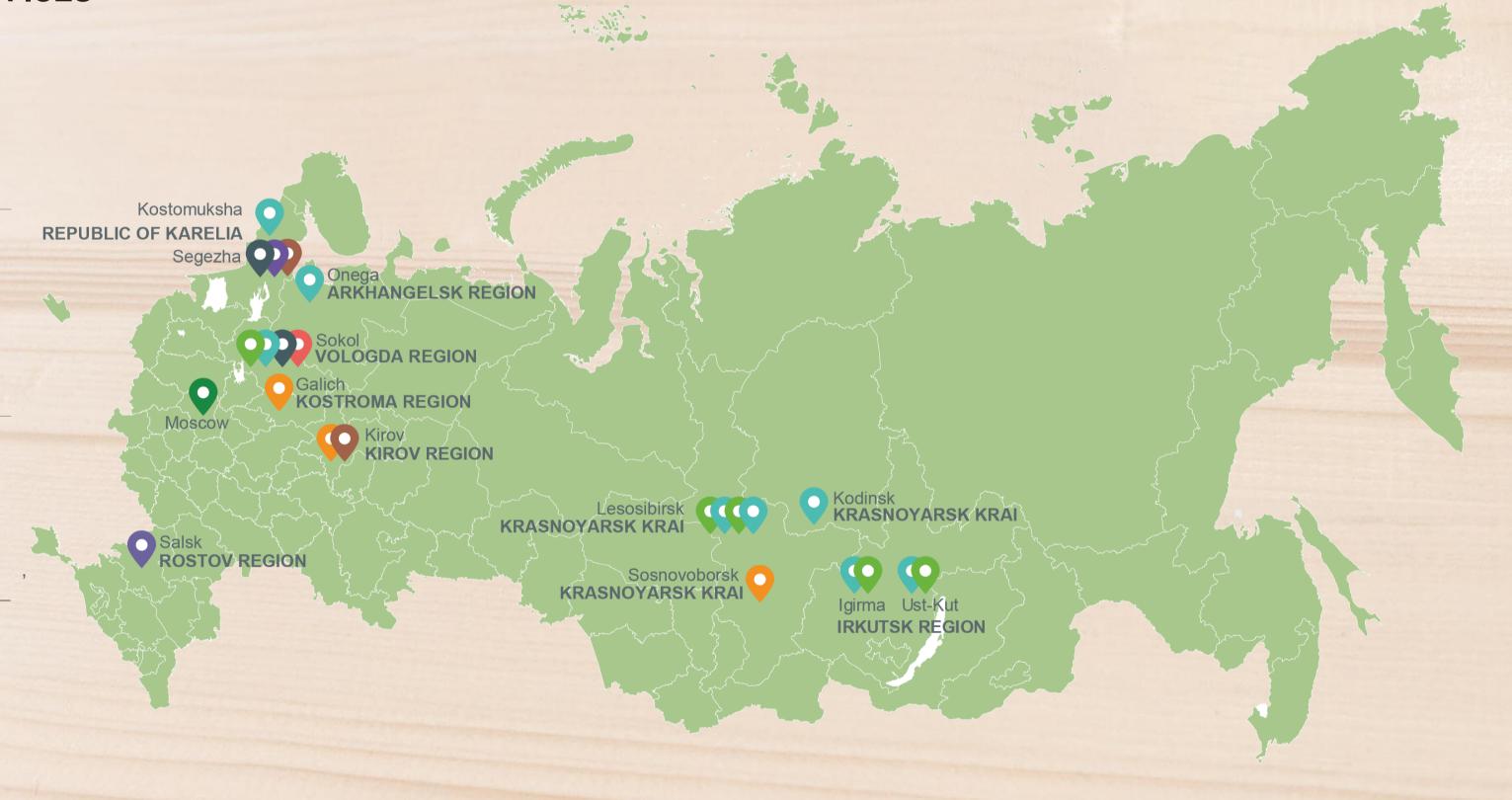
Production of paper bags



Innovation centres



Sales offices



Environmental sustainability of production

Segezha Group's products are characterized by consistently high quality achieved by the use of natural wood, a state-of-the-art production process, and control of all stages of the production process

SEGEZHA'S SAWN TIMBER ADVANTAGES

- Wide range of species, length & cross-sections
- High quality product
- Compliance with international certification systems
- Flexible logistics
- Own supply of raw materials
- Only lawfully harvested high quality and eco-friendly timber

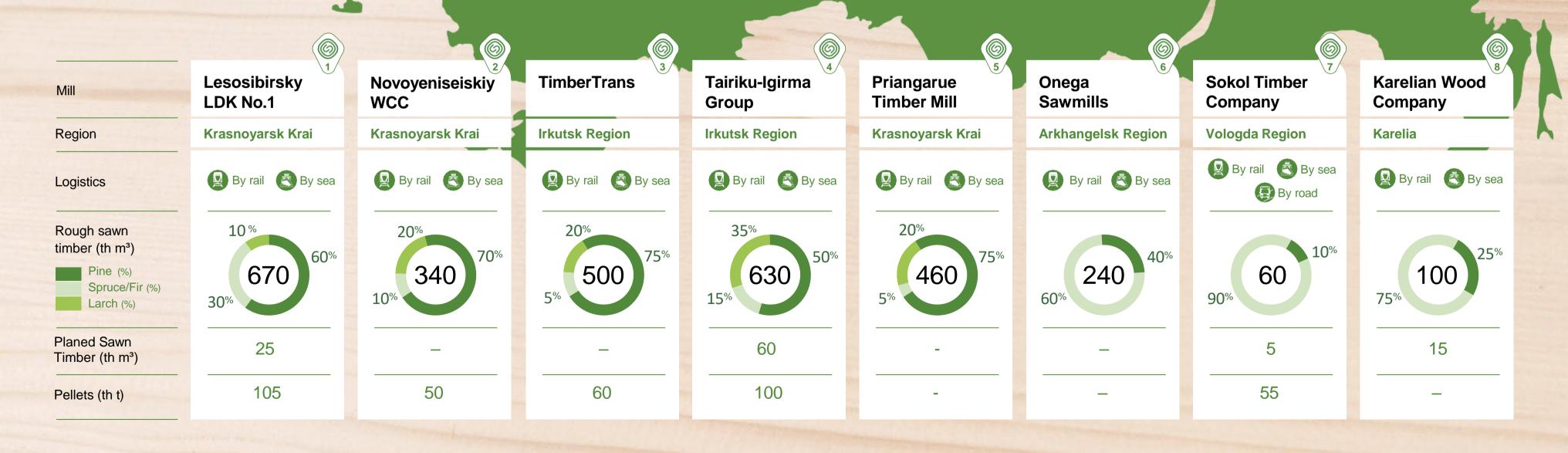
Russian timber holding with a full cycle of waster-free and complex use of timber. A responsible tenant increasing forest restoration operations year by year



Sawmill facilities







06

Species portfolio

European spruce



EUROPEAN SPRUCE

- light wood
- dries well
- easy to process
- has a smooth and clean surface when processed correctly
- easy to paint and laminate
- widely used in the production of joinery and structural elements



European pine



EUROPEAN PINE

- the quality and properties of the timber are affected by climatic conditions and the region of origin
- the smooth surface of pine is easy to process and laminate
- widely used in construction, furniture production and joinery



Angara pine



ANGARA PINE

A valuable species growing in the Angara River basin.
Angarsk pine timber is widely used in construction and finishing. Its properties are affected by the natural conditions of the region:

- high strength and density
- resistance to rot
- beautiful appearance: few knots and a light golden color.
 Over time, it acquires a reddish hue due to its resin content

Siberian larch



SIBERIAN LARCH

Siberian larch is a unique, valuable species growing in of Siberia. Its distinctive properties:

- a long service life
- resilience against harmful external factors and physical damage
- the cut has a perfect surface with virtually no knots or blemishes

Larch timber is considered one of the most durable and reliable types of timber. It is used to produce building and finishing materials.

Siberian spruce



SIBERIAN SPRUCE

Siberian spruce is a valuable species growing in the regions of Siberia. Its wood:

- almost white in color
- soft and easy to process
- with clearly defined annual rings and relatively low resin content
- dries quickly, without cracking or warping
- used for construction and the production of furniture and decorative materials



Rough Sawn Timber



Segezha Group's sawmills specialize in their own unique timber base and have their own approach to products grading, logistic scheme and sales geography

GRADING RULES: TECHNICAL REQUIREMENTS BASED ON

- Scandinavian grading rules
 "Nordic Timber"
- GOST 26002-83
- GOST 8486-86

MOISTURE CONTENT:

- Kiln Dried 10-16%
- Kiln Dried 18-22%

PRODUCT SIZES:

Thickness (mm) 16-75 Width (mm) 75-225

Length (m) 2,7 – 6,0 (step 0,3), 4,0 m

LOGISTIC OPPORTUNITIES:

By railway

Bulk shipment from the sawmill

- By trucks
- 40' containers (multimodal shipment to the port of destination)

08

Profile timber and construction elements (S4S)

| SMOTH PLANING (S4S) | CLADDING | CLADDING | CLADDING | PLANKEN | DECKING | FLOORING |
|--|--|--|---|--|---|--|
| | | | | | | |
| GOST26002-83, 8486 Grades SF, C; 1 - 3, 4, N Moisture content 14-20% | GOST 26002-83, 8486 Grades SF, C; 2, 3, 4, N Moisture content 12-20% | GOST26002-83, 8486 Grades SF, C; 2, 3, 4, N Moisture content12-20% | GOST26002-83, 8486 Grades SF, C; 2, 3, 4, N Moisture content 14-20% | GOST26002-83, 8486 GradesSF, C; 1-3, 4, N Moisture content 14-20% | GOST26002-83, 8486 GradesSF, C; 1-3, 4, N Moisture content 14-20% | GOST26002-83, 8486 GradesSF, C; 1-3, 4, N Moisture content 12% ± 2 |
| DIMENSIONS | | | | | | |
| Thickness 12 - 48 mm Width 70 - 148 mm Length 3.0 - 6.0 m | Sizes 12.5 * 9612-16 * 64-90 mm Length 3.0 - 6.0 m | Sizes 14 - 16 * 120 - 144 16 * 80 - 90 mm Length 3.0 - 6.0 m | Thickness 16 - 20 mm Width 120 - 144 mm Length 3.0 - 6.0 m | Thickness 16 - 22 mm Width 90 - 195 mm Length 3.0 - 6.0 m | Thickness | Thickness 20 - 45 mm Width 90 - 144 mm Length 3.0 - 6.0 m |
| PROFILE | | | | | | |
| | | 5 | | | | |
| SPECIES | | | | | | |
| Larch, spruce | Larch, spruce | Larch, spruce | Larch, spruce, pine | Larch, spruce, pine | Larch, spruce | Larch, spruce, pine |

Sawn timber for Japan

Taruki



| Processing Species Grading | planed pine A/B, S/P, N | | |
|---------------------------------------|-------------------------------|--|--|
| Thickness (mm) Width (mm) Length (mm) | 30-38 35-40 3 985 | | |
| Moisture content | 16-18 (KD) % | | |

Doubuchi



| Processing Species Grading | planed pine A | |
|----------------------------|---------------------|--|
| Thickness (mm) | 16 | |
| Width (mm) | 40 | |
| Length (mm) | 3 985 | |
| Moisture content | 16-18 (KD) % | |

Genban



| Processing Species Grading | rough pine A/B |
|----------------------------|----------------------------------|
| Thickness (mm) | 30, 35, 40, 57, 60 |
| Width (mm) | 126, 129, 132, 165, 172, 198, |
| Length (mm) | 215, 231, 258 2 985 - 4 000 |
| Moisture content | 16-18 (KD) % |

Lamina



| Processing Species Grading | rough pine SF (ABC) 30, 34 110, 112 3 000 – 6 000 (step 300) | |
|---------------------------------------|--|--|
| Thickness (mm) Width (mm) Length (mm) | | |
| Moisture content | 12 (KD) % | |

LESOSIBIRSKIY LDK NO.1, Krasnoyarsk region

Product, capacity

Rough sawn timber

670 th m³

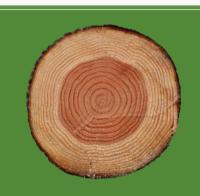
Planed sawn timber

25 th m³

Wood pellets

105 th t

Species



Angara pine 60%



Siberian larch

10%



| Р | Production sizes | | | | | | |
|-----|------------------|----|----|----|----|----|----|
| mm | 25 | 27 | 32 | 33 | 38 | 47 | 50 |
| 75 | | | | | | | |
| 100 | | | | | | | |
| 125 | | | | | | | |
| 150 | | | | | | | |
| 200 | | | | | | | |

| Marking | Grading* | | | |
|-----------------------------|--------------------|--|--|--|
| ★★ LE | U/S | | | |
| ★ LE | IV | | | |
| -LE | V | | | |
| ▼ LE | SF (I-IV)/SF (I-V) | | | |
| | Domestic | | | |
| | | | | |
| Moisture content, % max 22% | | | | |

PACKAGING

Sawn timber is packed into:

- polypropylene film;
- same length board packages;
- maximum packages dimentions: 1150*1150 mm;
- half-packages (550*1100 mm)

SHIPMENT

Length, m:

2,7-6,0 (step 0,3)

Main volume of the sawn timber is shipped from the mill by rail in railway wagons or 40' sea containers:

- to the customer directly;
- to a port followed by loading by vessels in bulk or in containers to the port of destination.

1'

^{*} The sawn timber is produced in accordance with technical requirements based on Russian grading rules (GOST 26002-83 and 8486-86)

NOVOYENISEISKY WCC, Krasnoyarsk region

Product, capacity

Rough sawn timber

340 th m³

Wood pellets

50 th t

Species



Angara pine

70%





RUSSIA Northern Europe Naushki railway station main ports

Production sizes



Marking **Grading***

| ★★ NE | U/S |
|-------|--------------------|
| ★ NE | IV |
| -NE | V |
| SFNE | SF (I-IV)/SF (I-V) |
| | Domestic |

Moisture content, % max 22%

Length, m: **2,7-6,0** (step 0,3)

PACKAGING

Sawn timber is packed into:

- polypropylene film;
- same length board packages;
- maximum packages dimentions: 1150*1150 mm;
- half-packages (550*1100 mm)

SHIPMENT

Main volume of the sawn timber is shipped from the mill by rail in railway wagons or 40' sea containers:

- to the customer directly;
- to a port followed by loading by vessels in bulk or in containers to the port of destination.

Traditional sales geography • China

Kind of transport

Automobile transport

Railway transport

Sea route

- MENA (Egypt)
- Germany
- Denmark
- Belgium
- France

^{*} The sawn timber is produced in accordance with technical requirements based on Russian grading rules (GOST 26002-83 and 8486-86)

TIMBERTRANS, Irkutsk region

Product, capacity

Rought sawn timber

500 th m³

Moisture content, % KD 18-22%

Length, m: 2,7-6,0 (step 0,3)

| Marking | Grading* |
|---------|----------|
| *** | U/S |
| ** | IV |
| * | V |
| | Domestic |

Species



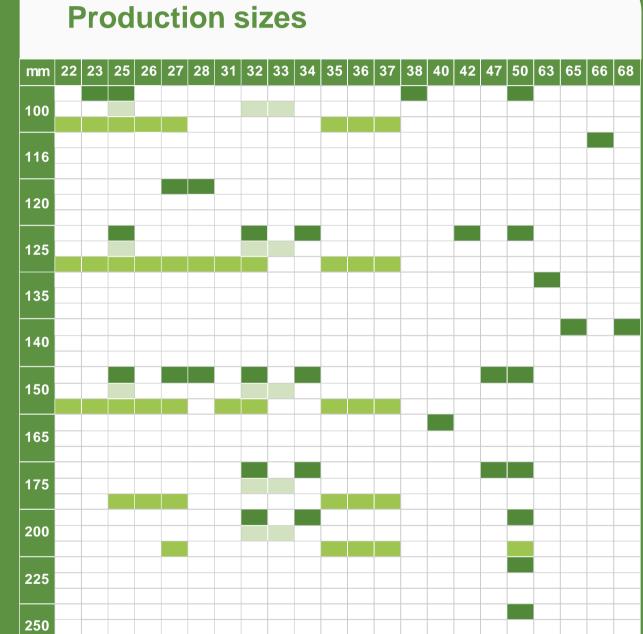
Angara pine

70%









PACKAGING

Sawn timber is packed into:

- polypropylene film;same length board packages;
- maximum packages dimentions: 1200*1350 mm;

SHIPMENT

100% of the sawn timber is shipped ex works by rail in railway wagons or 40' sea containers:
- to the customer directly;

- -to a port followed by loading on ships in bulk
- or in containers port of loading;
 -to destination stations, with further transportation
 by the Buyer's vehicle to the country of destination.

TAIRIKU-IGIRMA GROUP, Novaya Igirma

Product, capacity

Rough sawn timber

630 th m³

Moisture content, % KD max 22%

Length, m: 2,99-4,0

PACKAGING

Sawn timber is packed into:

- polypropylene film;
- same length board packages;
- maximum packages dimentions: 1350*1350 mm;

SHIPMENT

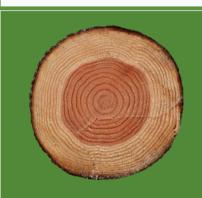
100% of the sawn timber is shipped ex works by rail in railway wagons or 40' sea containers:
- to the customer directly;

to the customer directly;
to a port followed by loading on ships in bulk or in containers port of loading

Grading in accordance with:

- GOST 26002-83
- GOST 8486-86
- Technical requirements

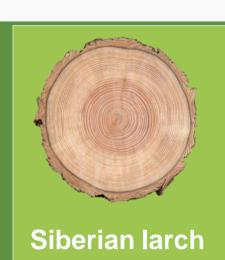
Species



Angara pine 50%

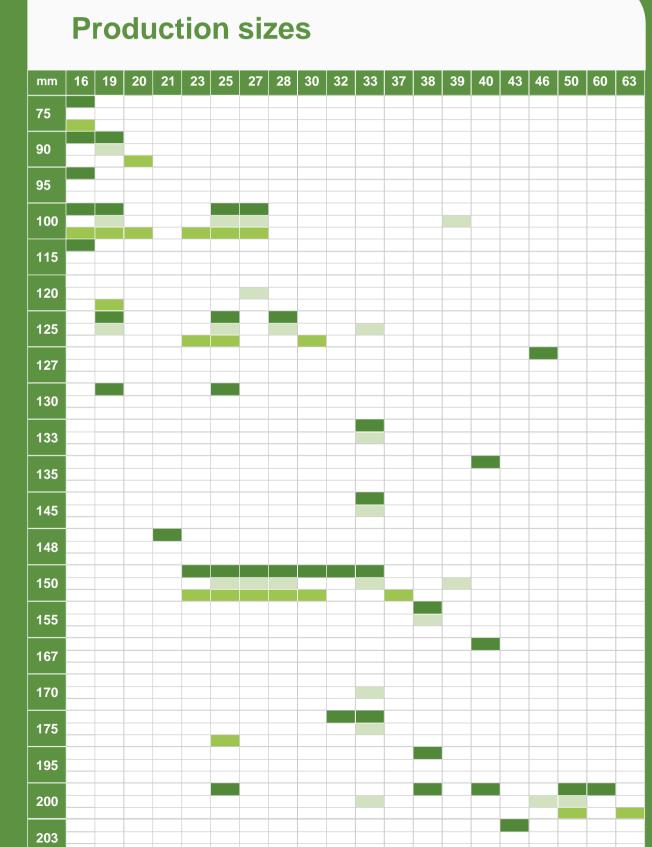


15%



35%





PRIANGARUE TIMBER MILL, Krasnoyarsk Krai

Product, capacity

Rough sawn timber

---- Sea route

geography

China

• MENA

Europe

Russia

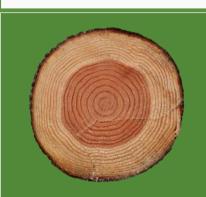
• CIS

Railway transport

Traditional sales

460 th m³

Species



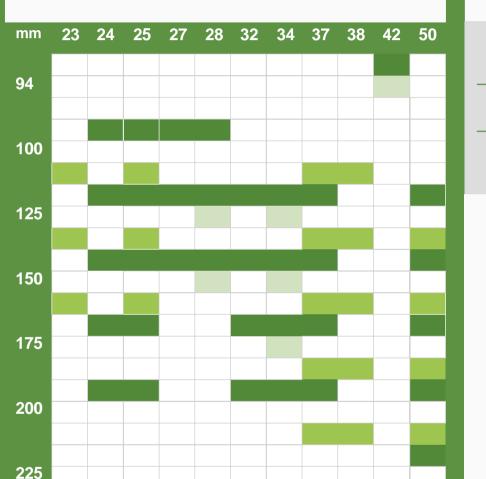
Angara pine 75%





Kind of transport Zabaikalsk Manzhouli Kazakhstan Lokotl Grodekovo**/** main ports **Egypt**

Production sizes



Marking **Grading***

| ★★ PLPK | U/S |
|---------|-----|
| ★ PLPK | IV |
| -PLPK | V |

Moisture content, % KD 16-18%

Length, m: **2,7-6,0** (step 0,3)

PACKAGING

Sawn timber is packed into:

- polypropylene film;
- same length board packages;
- maximum packages dimentions: 1200*1250 mm;
- * Grading in accordance with:
- GOST 26002-83
- GOST 8486-86
- Technical requirements

SHIPMENT

100% of sawn timber is shipped from railway sidings located at a distance of 180 km from the plant, by rail:

- to the customer directly;

-to a port followed by loading on ships in bulk or in containers port of loading; -to destination stations, with further transportation by the Buyer's vehicle to the country of destination.

ONEGA SAWMILLS, Arkhangelsk Region

Species





Product, capacity

Rought sawn timber

240 th m³

Kind of transport Traditional sales geography Sea route China Belgium Automobile transport Korea • France Railway transport • UK • MENA Netherlands

Production sizes nm 19 22 25 32 38 44 47



Marking | Redwood | Whitewood*

| ₩ONEGA+ | SF (ABC) |
|---------|----------|
| -ONEGA- | D |
| 1 | Domestic |

Moisture content, % max 22%

Length, m: 2,7-6,0 (step 0,3)

PACKAGING

Lumber is packed:

- Five-sided plastic packages of one length (LP).

SHIPMENT

Shipment from the plant

1. By bulk vessels:

-directly from the plant in the period from the beginning of May to the end of December; -from Arkhangelsk in the period from January to March.

2. In containers.

* Sawn Timber is produced in accordance with technical requirements based on Scandinavian rules "Nordic Timber"

SOKOL TIMBER COMPANY, Vologda Region

Species





Product, capacity

Rought sawn timber

60 th m³

Pellets

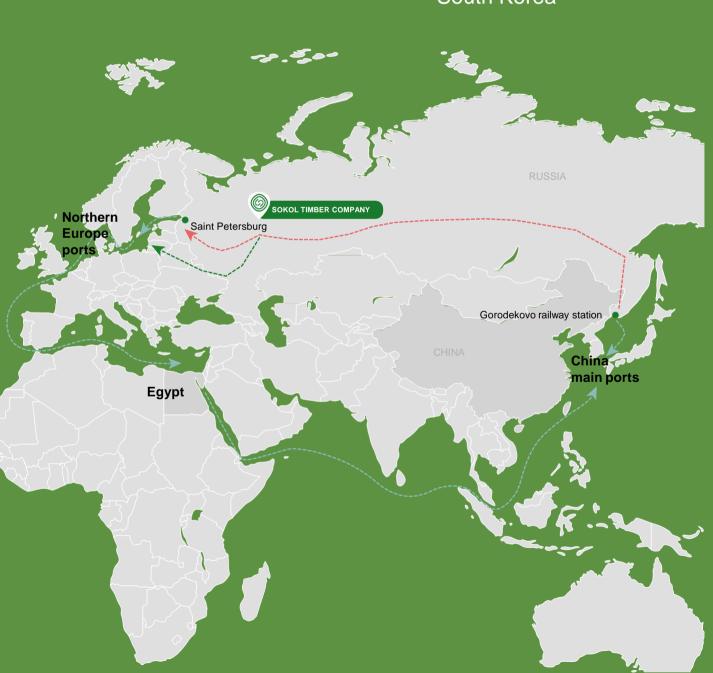
50 th t

Kind of transport

Sea route Automobile transport Railway transport

Traditional sales geography

- China
- Egypt
- South Korea



Production sizes



Moisture content, %

Length, m:

18% (+/-2)

2,7-6,0 (step 0,3)

PACKAGING

Lumber is packed:

- in polyethylene film;
- in packs with boards of a one length (1LP);
- maximum bag size is 1100*1100 mm;
 in half-packs(550*1,100 mm);
- in quarter-packs(275-1,100 mm).

SHIPMENT

- 1.By truck directly from the plant (FCA/CPT delivery terms).
- 2. In containers from St. Petersburg.
- 3. In containers from the plant (Sukhona station)

* Sawn Timber is produced in accordance with technical requirements based on Scandinavian rules "Nordic Timber"

KARELIAN WOOD COMPANY, Karelia

Species





Product, capacity

Rought sawn timber

100 th m³

Planed Timber

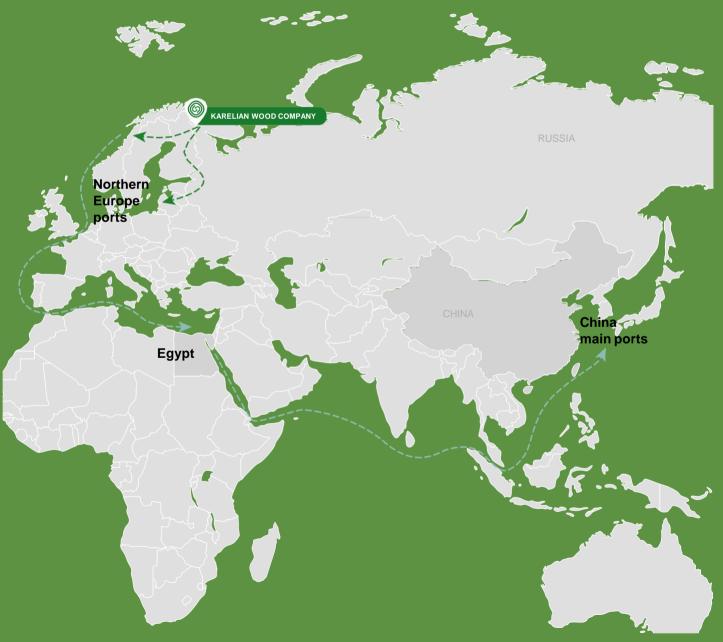
15 th m³

Kind of transport

Sea route
Automobile transport
Railway transport

Traditional sales geography

- Finland China ports
- Estonia Alexandria. Egypt
- Latvia
 Northern Europe ports



Production sizes



Moisture content, % **10-18%** (+/-2)

Length, m:

2,7-6,0 (step 0,3)

PACKAGING

Lumber is packed:

- in polyethylene film;
- in packs with boards of a one length (1LP);
- maximum bag size is 1100*1100 mm;
- in half-packs(550*1,100 mm);
- in quarter-packs(275-1,100 mm).

SHIPMENT

Shipment from the plant
1. By truck from the plant's warehouse.
2.By truck to the port of St.
Petersburg with further shipment
by sea in containers / as bulk
and by railway.

* Sawn Timber is produced in accordance with technical requirements based on Scandinavian rules "Nordic Timber"

Wood pellets



Segezha's Wood Pellets specification

370 thousand tonns

100%

ANNUAL CAPACITY

NATURAL FUEL MADE FROM SAWDUST

| Wood pellet plants | Lesosibirsky LDK No.1TimberTransTairiku-Igirma GroupSokol Timber Company | Novoyeniseiskiy WCC | | |
|-----------------------------|---|---------------------|--|--|
| Parameters | Value | | | |
| Diameter | 6 - 8 mm | 8 mm | | |
| Length | 3,15 < L < 40 mm | 5 < L < 50 mm | | |
| Bulk density | 600 - 750 kg/m3 | | | |
| The minimum calorific value | >17 GJ/tonne | >16 GJ/tonne | | |
| Moisture content | <10% | | | |
| Ash content | <0,7% | | | |
| Shipping methods | 20-foot containers, trucks | 20-foot containers | | |
| Packing methods | Big bags, in bulk | | | |

The general contractor for the group's projects and the supplier of all the equipment is Hekotek.

Pellets are produced from sawdust – a side product of softwood sawn timber manufacturing. It enables Segezha Group to arrange waste-free production within its industrial facilities while launching the supplies of the biofuel for the customers.

Areas of application

Individual approach to each customer

Softwood sawn timber holds a leading position in the contemporary sawn timber market as coniferous wood is notable for its high strength and resistance to external damage owing to the high gum content, and has a beautiful natural wood grain. The areas of sawn timber application depend on which wood species it is, moisture content and dimensions

Wood processing



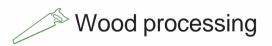
Furniture and packaging



Construction



Three main areas of sawn softwood application





Construction



- Wood processing includes production of planed profiles such as floor boards, decking, lining, furniture dimension blanks, semi-finished parts for production of laminated wood structures.
- Sawn timber is used as construction material, inter alia for its guaranteed strength characteristics, in the production of bearing structure parts, moulding.
- One of the aapplication area for timber is furniture production. Tables and chairs, beds and sofas, kitchen and bedroom sets, wardrobes are made of wood.

20

