

SAPPI LIMITED
UNAUDITED CONDENSED CONSOLIDATING GROUP FINANCIAL INFORMATION FOR THE ISSUER, THE PARENT GUARANTOR, THE SUBSIDIARY GUARANTORS AND THE NON-GUARANTOR SUBSIDIARIES AT SEPTEMBER 2020

The notes were issued by Sappi Papier Holding GmbH, an Austrian limited liability company. The obligations under the Notes are guaranteed by Sappi Limited (the "Parent Guarantor"), Sappi Gratkorn GmbH, Sappi MagnoStar GmbH, Sappi Austria Produktions-GmbH & Co. KG, Sappi International S.A., Sappi North America Inc., SDW Holdings Corporation, Sappi Cloquet LLC, Sappi Lanaken NV, Sappi Deutschland GmbH, Sappi Deutschland Holding GmbH, Sappi Alfeld GmbH, Sappi Ehingen GmbH, Sappi Stockstadt GmbH, Sappi Colombia Holding GmbH, Sappi Lanaken Press Paper NV, Sappi Pulp Asia Limited, Sappi Netherlands BV, Sappi Maastricht Real Estate BV, Sappi Maastricht BV, Sappi Europe SA, Sappi Finland I Oy and Sappi Italy Operations S.p.A. (the "Subsidiary Guarantors" and, together with the Parent Guarantor, the "Guarantors") on a full and unconditional basis, subject to any limitations required by applicable law.

For the benefit of investors in the Notes, the condensed consolidating financial information for the Issuer, the Parent Guarantor, the Subsidiary Guarantors, and all other non-guarantor subsidiaries with eliminations is presented below. All financial information has been prepared under the historical cost convention, and complies in all material respects with International Financial Reporting Standards. Financial information for the Parent Guarantor and the Issuer is presented on a standalone basis adjusted for impairment consolidation entries, while financial information for the Subsidiary Guarantors and the non-guarantor subsidiaries, is presented on a combined basis.

The condensed consolidating financial information should be read in conjunction with the financial information as of and for the year ended September 2020. This condensed consolidating financial information has not been audited and has not been prepared in accordance with Rule 3-10 of Regulation S-X of the United States Securities and Exchange Commission promulgated under the U.S. Securities Act of 1933, as amended.

UNAUDITED CONDENSED CONSOLIDATING GROUP INCOME STATEMENT FOR THE ISSUER, THE PARENT GUARANTOR, THE SUBSIDIARY GUARANTORS AND THE NON-GUARANTOR SUBSIDIARIES FOR THE YEAR ENDED SEPTEMBER 2020

US\$ million	Parent guarantor (Sappi Limited)	Subsidiary issuer (Sappi Papier Holding GmbH)	Subsidiary guarantors (excluding issuer)	Non-guarantor subsidiaries	Eliminations	Consolidated totals
Sales	-	1,034	3,409	1,363	(1,197)	4,609
Cost of sales	-	(1,027)	(3,276)	(1,138)	1,231	(4,210)
Gross profit	-	7	133	225	34	399
Selling, general and administration (expenses) income	(3)	28	(182)	(169)	(11)	(337)
Share of profit from joint ventures	-	-	(1)	1	-	-
Other operating (expenses) income	-	(143)	(199)	261	(19)	(100)
Operating profit (loss)	(3)	(108)	(249)	318	4	(38)
Income from subsidiaries	-	61	7	(62)	(6)	-
Net finance income (costs)	-	(73)	(6)	(10)	1	(88)
Profit (loss) before taxation	(3)	(120)	(248)	246	(1)	(126)
Taxation relief (charge)	-	28	(32)	(4)	(1)	(9)
Profit (loss) for the period	(3)	(92)	(280)	242	(2)	(135)

SAPPI LIMITED
UNAUDITED CONDENSED CONSOLIDATING GROUP BALANCE SHEET FOR THE ISSUER, THE PARENT GUARANTOR, THE SUBSIDIARY GUARANTORS AND THE NON-GUARANTOR SUBSIDIARIES AT SEPTEMBER 2020

US\$ million	Parent guarantor (Sappi Limited)	Subsidiary issuer (Sappi Papier Holding GmbH)	Subsidiary guarantors (excluding issuer)	Non-guarantor subsidiaries	Eliminations	Consolidated totals
ASSETS						
Non-current assets	2,877	3,321	2,994	2,036	(7,337)	3,891
Property, plant and equipment	-	8	1,954	1,141	-	3,103
Right-of-use assets	-	-	62	39	-	101
Plantations	-	-	-	419	-	419
Deferred tax assets	-	54	34	(29)	-	59
Goodwill and intangible assets	-	10	-	107	(4)	113
Equity investments	-	-	13	(2)	-	11
Other non-current assets	-	6	5	74	-	85
Amounts due from group companies	-	221	53	737	(1,011)	-
Investments in subsidiaries	2,877	3,022	873	(450)	(6,322)	-
Current assets	1	1,360	3,337	(1,273)	(1,861)	1,564
Inventories	-	-	481	192	-	673
Amounts due from (to) group companies	-	985	2,479	(1,617)	(1,847)	-
Trade and other receivables	1	359	163	69	(8)	584
Derivative financial instruments	-	-	1	2	-	3
Taxation receivable	-	16	9	-	(6)	19
Cash and cash equivalents	-	-	198	81	-	279
Assets held for sale	-	-	6	-	-	6
Total assets	2,878	4,681	6,331	763	(9,198)	5,455
EQUITY AND LIABILITIES						
Shareholders' equity	2,547	1,958	2,934	508	(6,315)	1,632
Non-current liabilities	320	1,672	390	1,365	(1,047)	2,700
Interest-bearing borrowings	1	1,452	(1)	407	2	1,861
Lease liabilities	-	-	47	34	-	81
Amounts due to (from) group companies	319	189	193	347	(1,048)	-
Deferred tax liabilities	-	-	1	304	(1)	304
Derivative financial instruments	-	-	-	9	-	9
Other non-current liabilities	-	31	150	264	-	445
Current liabilities	11	1,051	3,007	(1,110)	(1,836)	1,123
Interest-bearing borrowings	-	112	116	41	1	270
Lease liabilities	-	-	17	7	-	24
Amounts due to (from) group companies	8	844	2,420	(1,460)	(1,812)	-
Derivative financial instruments	-	-	2	-	-	2
Trade and other payables	3	94	429	296	(25)	797
Taxation payable	-	1	5	5	-	11
Provisions	-	-	18	1	-	19
Total equity and liabilities	2,878	4,681	6,331	763	(9,198)	5,455

SAPPI LIMITED

UNAUDITED CONDENSED CONSOLIDATING GROUP STATEMENT OF CASH FLOWS FOR THE ISSUER, THE PARENT GUARANTOR, THE SUBSIDIARY GUARANTORS AND THE NON-GUARANTOR SUBSIDIARIES FOR THE YEAR ENDED SEPTEMBER 2020

US\$ million	Parent guarantor (Sappi Limited)	Subsidiary issuer (Sappi Papier Holding GmbH)	Subsidiary guarantors (excluding issuer)	Non-guarantor subsidiaries	Eliminations	Consolidated totals
	(3)	(92)	(280)	242	(2)	(135)
Profit (loss) for the period						
Adjustments for:						
Depreciation, fellings and amortisation	-	3	221	160	-	384
Taxation	-	(28)	32	4	1	9
Net finance costs	-	72	6	9	1	88
Defined post-employment benefits paid	-	(2)	(30)	(7)	(1)	(40)
Plantation price fair value adjustments	-	-	-	(92)	-	(92)
Other non-cash items	2	82	207	(184)	2	109
Cash generated from (utilised in) operations	(1)	35	156	132	1	323
Movement in working capital	2	(199)	35	241	(14)	65
Net finance income received (costs paid)	-	(77)	(24)	4	(5)	(102)
Taxation (paid) received	(4)	2	(8)	(16)	-	(26)
Net inter-company dividends received (paid)	1	60	(53)	(8)	-	-
Cash generated from (utilised in) operating activities	(2)	(179)	106	353	(18)	260
Capital expenditure	-	(2)	(162)	(186)	(1)	(351)
Proceeds on disposal of assets	-	-	-	-	1	1
Other movements	-	1	4	(12)	-	(7)
(Investment in) divestment from subsidiaries	-	198	-	(478)	120	(160)
Cash utilised in investing activities	-	197	(158)	(676)	120	(517)
Proceeds from interest-bearing borrowings	-	181	659	225	-	1,065
Repayment of interest-bearing borrowings	-	(43)	(547)	(314)	(1)	(905)
Lease payments	-	-	(16)	(6)	-	(22)
(Decrease) increase in other non-current liabilities	-	-	8	(7)	(1)	-
Equity and capital contributions (paid) received	-	38	-	80	(118)	-
Movement in long-term inter-company loans	3	(156)	(228)	360	21	-
Share plan charges	(1)	-	(2)	4	(1)	-
Cash effect of financing activities	2	20	(126)	342	(100)	138
Net movement in cash and cash equivalents	-	38	(178)	19	2	(119)
Cash and cash equivalents at beginning of year	-	-	245	148	-	393
Translation effects	-	(38)	131	(86)	(2)	5
Cash and cash equivalents at end of year	-	-	198	81	-	279