

NOKIA CORP  
Form 6-K  
October 27, 2016

# SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

## FORM 6-K

**Report of Foreign Private Issuer**

**Pursuant to Rule 13a -16 or 15d -16 of**

**the Securities Exchange Act of 1934**

**Report on Form 6-K dated October 27, 2016**

(Commission File No. 1-13202)

## Nokia Corporation

**Karaportti 3**

**FI-02610 Espoo**

**Finland**

(Name and address of registrant's principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

**Form 20-F:**  **Form 40-F:**

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

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Yes:  No:

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes:  No:

Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes:  No:

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Enclosures:

Nokia stock exchange release dated October 27, 2016: Nokia Corporation Interim Report for Q3 2016 and January-September 2016

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*INTERIM REPORT*

October 27, 2016

**Nokia Corporation Interim Report for Q3 2016 and January-September 2016**

**Solid financial and operational performance across the company**

Nokia Corporation

Interim Report

October 27, 2016 at 08:00 (CET +1)

This is a summary of the Nokia Corporation interim report for third quarter 2016 and January-September 2016 published today. The complete interim report for third quarter 2016 and January-September 2016 with tables is available at [www.nokia.com/financials](http://www.nokia.com/financials). Investors should not rely on summaries of our interim reports only, but should review the complete interim reports with tables.

**FINANCIAL HIGHLIGHTS**

- Non-IFRS net sales in Q3 2016 of EUR 6.0 billion (reported: EUR 5.9 billion). In the year-ago quarter, non-IFRS net sales would have been EUR 6.4 billion on a comparable combined company basis (reported: EUR 3.0 billion on a Nokia stand-alone basis).
- Non-IFRS diluted EPS in Q3 2016 of EUR 0.04 (reported: EUR negative 0.02).

**Nokia's Networks business**

- 12% year-on-year net sales decrease in Q3 2016. Consistent with our outlook for the wireless infrastructure market, net sales were weak in Mobile Networks within Ultra Broadband Networks, and accounted for approximately 80% of the overall decrease in Nokia's Networks business. IP Networks and Applications also contributed to the decrease. This was partially offset by growth in Fixed Networks within Ultra Broadband Networks.

- In Q3 2016, solid gross margin of 37.2% and operating margin of 8.1%, supported by continued strong operational performance and cost controls.

**Nokia Technologies**

- 109% year-on-year net sales increase and 168% operating profit increase in Q3 2016. Excluding the impact of non-recurring licensing income, Nokia Technologies net sales and operating profit both would have grown by approximately 50% year-on-year, primarily due to higher intellectual property licensing income and, to a lesser extent, increased net sales resulting from the acquisition of Withings.

**Group Common and Other**

- 41% year-on-year net sales increase in Q3 2016, with particularly strong growth in Alcatel Submarine Networks.

Q3 and January-September 2016 non-IFRS results. Refer to note 1 to the interim financial statements for further details (1),(2)

EUR million	Q3 16	Combined company historicals(2) Q3 15	YoY change	Q2 16	QoQ change	Q1- Q3 16	Combined company historicals(2) Q1- Q3 15	YoY change
<i>Net sales – constant currency (non-IFRS)</i>			(6)%		4%			(8)%
<b>Net sales (non-IFRS)</b>	<b>5 950</b>	6 395	(7)%	5 676	5%	<b>17 230</b>	18 887	(9)%
Nokia's Networks business	<b>5 322</b>	6 020	(12)%	5 228	2%	<b>15 730</b>	17 578	(11)%
Ultra Broadband Networks	<b>3 903</b>	4 469	(13)%	3 807	3%	<b>11 438</b>	12 999	(12)%
IP Networks and Applications	<b>1 419</b>	1 552	(9)%	1 421	0%	<b>4 292</b>	4 579	(6)%
Nokia Technologies	<b>353</b>	169	109%	194	82%	<b>745</b>	661	13%
Group Common and Other	<b>298</b>	211	41%	271	10%	<b>805</b>	668	21%
Gross profit (non-IFRS)	<b>2 365</b>	2 410	(2)%	2 202	7%	<b>6 771</b>	7 170	(6)%
<i>Gross margin % (non-IFRS)</i>	<b>39.7%</b>	37.7%	200bps	38.8%	90bps	<b>39.3%</b>	38.0%	130bps
<b>Operating profit (non-IFRS)</b>	<b>556</b>	682	(18)%	332	67%	<b>1 233</b>	1 607	(23)%
Nokia's Networks business	<b>432</b>	678	(36)%	312	38%	<b>1 081</b>	1 399	(23)%
Ultra Broadband Networks	<b>326</b>	478	(32)%	228	43%	<b>788</b>	954	(17)%
IP Networks and Applications	<b>106</b>	200	(47)%	84	26%	<b>293</b>	445	(34)%
Nokia Technologies	<b>225</b>	84	168%	89	153%	<b>420</b>	381	10%
Group Common and Other	<b>(101)</b>	(80)		(68)		<b>(268)</b>	(173)	
<i>Operating margin % (non-IFRS)</i>	<b>9.3%</b>	10.7%	(140)bps	5.8%	350bps	<b>7.2%</b>	8.5%	(130)bps

Q3 and January-September 2016 reported results, unless otherwise specified. Refer to note 1 to the interim financial statements for further details(1),(3)

EUR million (except for EPS in EUR)	Q3 16	Nokia standalone historicals(3) Q3 15	YoY change	Q2 16	QoQ change	Q1- Q3 16	Nokia standalone historicals(3) Q1- Q3 15	YoY change
<i>Net Sales - constant currency</i>			95%		5%			91%
Net sales	<b>5 890</b>	3 036	94%	5 583	5%	<b>16 972</b>	8 890	91%
Nokia's Networks business	<b>5 322</b>	2 877	85%	5 228	2%	<b>15 730</b>	8 277	90%
Ultra Broadband Networks	<b>3 903</b>	2 548	53%	3 807	3%	<b>11 438</b>	7 343	56%
IP Networks and Applications								