

Press release
24/07/2025

Grigeo Group invests more than €106 million in expansion of hygiene paper business

Grigeo Group, one of the largest paper and wood industry groups in the Baltics, is investing over €106 million to expand its hygiene paper business. Over the next few years, this investment will double paper production capacity to 140,000 tonnes per year to meet increasing market demand.

Grigeo plans to invest more than €97 million to modernise the hygiene paper production in Grigiskes. Additional €9 million will be invested to upgrade production and infrastructure at its Grigeo Tissue plant in Poland.

Once the expansion is finished, UAB Grigeo Tissue's annual hygiene paper production capacity will reach 140,000 tonnes — double its current level.

Increased capacity will create new job opportunities. Over the next few years, the company plans to recruit up to 35 new employees in Lithuania and Poland and later expand the team by adding up to 80 more positions.

It is Group's the most significant expansion project to date and will bolster the Grigeo Group's status as a regional leader, says CEO Tomas Jozonis.

According to him, the investment in hygiene paper production was driven by the increasing market opportunities in the Baltics, Scandinavia, and Western Europe.

“There is increasing demand for high-quality hygiene paper products that our current capacity cannot satisfy. Investing in new production facilities will create more opportunities in our target markets — Baltics, Scandinavia, and Western Europe. Additionally, higher capacity will enable us to expand our market share,” says Tomas Jozonis.

SEB Bank has provided a €55.2 million investment loan for expansion in Lithuania. In Poland, Santander Bank Polska S.A. has granted €6.5 million in investment funding. The remaining €44.3 million will be covered by the company's own funds.

“Investment in high-efficiency production fuels long-term economic growth. The hygiene paper sector, centred on export products, bolsters the national industry, generates jobs, and promotes innovation. We are glad to support initiatives that enable Lithuanian manufacturers to stay competitive worldwide,” states Tadas Jonušauskas, SEB Bank board member and head of Corporate Banking.

Grigeo Group has entered into equipment procurement contracts with Toscotec S.p.A., part of Germany's industrial giant Voith Group.

Grigeo Group comprises the following companies involved in the production of wood pulp boards, cardboard, and hygiene paper: Grigeo Hygiene, Grigeo Paper Packaging, Grigeo Tissue, Grigeo Klaipėda, Grigeo Packaging, Grigeo Baltwood, Grigeo Recycling, Grigeo Recycling (Latvia), Mena Pak (Ukraine), and Grigeo Tissue (Poland).

The group employs over 1,000 people. In 2024, Grigeo Group's annual turnover reached €213 million, an increase of 9% from 2023. The Group's EBITDA stood at €34.8 million. In 2024, Grigeo Group's net profit was €20.9 million — €4.4 million less than 2023. According to the Group, the decline in profitability was due to rising prices in certain raw material categories.

Shares of Grigeo Group are traded on the Nasdaq Vilnius Official List.