

AMG Advanced Metallurgical Group N.V.
Condensed interim consolidated income statement

For the quarter ended March 31

In thousands of US Dollars

	2015 Unaudited	2014 Unaudited
Revenue	256,991	274,852
Cost of sales	213,689	228,500
Gross profit	43,302	46,352
Selling, general and administrative expenses	30,143	35,036
Restructuring expense	1,694	758
Other income, net	(88)	(253)
Operating profit	11,553	10,811
Finance income	(338)	(203)
Finance expense	3,672	4,675
Foreign exchange loss (gain)	172	(185)
Net finance costs	3,506	4,287
Share of profit of associates and joint ventures	75	105
Profit before income tax	8,122	6,629
Income tax expense	5,465	3,274
Profit for the period	2,657	3,355
Attributable to:		
Shareholders of the Company	2,676	3,919
Non-controlling interests	(19)	(564)
Profit for the period	2,657	3,355
Earnings per share		
Basic earnings per share	0.10	0.14
Diluted earnings per share	0.10	0.14

AMG Advanced Metallurgical Group N.V.

Condensed interim consolidated statement of financial position

<i>In thousands of US Dollars</i>	March 31, 2015 Unaudited	December 31, 2014
Assets		
Property, plant and equipment	220,925	237,418
Goodwill	18,638	20,618
Intangible assets	10,145	11,116
Investments in associates and joint ventures	1,367	1,450
Deferred tax assets	36,357	37,903
Restricted cash	8,644	7,582
Other assets	21,714	21,987
Total non-current assets	317,790	338,074
Inventories	135,651	145,418
Trade and other receivables	139,444	135,293
Derivative financial instruments	4,297	1,997
Other assets	75,960	47,055
Assets held for sale	561	2,553
Cash and cash equivalents	99,315	108,029
Total current assets	455,228	440,345
Total assets	773,018	778,419

AMG Advanced Metallurgical Group N.V.
Condensed interim consolidated statement of financial position
(continued)

<i>In thousands of US Dollars</i>	March 31, 2015 Unaudited	December 31, 2014
Equity		
Issued capital	745	745
Share premium	382,978	382,978
Other reserves	(69,078)	(59,728)
Retained earnings (deficit)	(207,973)	(225,843)
Equity attributable to shareholders of the Company	106,672	98,152
Non-controlling interests	24,278	2,825
Total equity	130,950	100,977
Liabilities		
Loans and borrowings	160,300	167,990
Employee benefits	147,833	159,672
Provisions	36,265	37,056
Deferred revenue	8,958	8,950
Government grants	572	666
Other liabilities	7,776	8,885
Derivative financial instruments	4,950	5,056
Deferred tax liabilities	7,777	8,261
Total non-current liabilities	374,431	396,536
Loans and borrowings	5,869	6,562
Short term bank debt	19,934	21,326
Government grants	99	88
Liabilities associated with assets held for sale	-	248
Other liabilities	56,451	53,257
Trade and other payables	119,841	134,373
Derivative financial instruments	15,449	9,104
Advance payments	28,410	31,689
Deferred revenue	6,516	8,414
Current taxes payable	1,362	671
Provisions	13,706	15,174
Total current liabilities	267,637	280,906
Total liabilities	642,068	677,442
Total equity and liabilities	773,018	778,419

AMG Advanced Metallurgical Group N.V.
Condensed interim consolidated statement of cash flows
For the quarter ended March 31

In thousands of US Dollars

	2015 Unaudited	2014 Unaudited
Cash flows from operating activities		
Profit for the period	2,657	3,355
Adjustments to reconcile net profit to net cash flows:		
Non-cash:		
Income tax expense	5,465	3,274
Depreciation and amortization	7,181	8,149
Net finance costs	3,506	4,287
Share of gain of associates and joint ventures	(75)	(105)
Gain on sale or disposal of property, plant and equipment	(45)	(36)
Equity-settled share-based payment transactions	132	165
Movement in provisions, pensions and government grants	312	(4,003)
Working capital and deferred revenue adjustments	(14,422)	(7,198)
Cash flows from operating activities	4,711	7,888
Finance costs paid, net	(353)	(888)
Income tax paid, net	(561)	(1,341)
Net cash flows from operating activities	3,797	5,659
 Cash flows used in investing activities		
Proceeds from sale of property, plant and equipment	151	118
Proceeds from sale of subsidiaries (net of cash divested of \$1,347)	(550)	-
Acquisition of property, plant and equipment and Intangibles	(3,788)	(5,851)
Change in restricted cash	(1,304)	(15)
Other	11	15
Net cash flows used in investing activities	(5,480)	(5,733)

AMG Advanced Metallurgical Group N.V.
 Condensed interim consolidated statement of cash flows
 (continued)

For the quarter ended March 31

In thousands of US Dollars

	2015	2014
	Unaudited	Unaudited
Cash flows used in financing activities		
Repayment of borrowings	(1,724)	(5,166)
Contributions by non-controlling interests	1,167	28
Net cash flows used in financing activities	(557)	(5,138)
Net decrease in cash and cash equivalents	(2,240)	(5,212)
Cash and cash equivalents at January 1	108,029	103,067
Effect of exchange rate fluctuations on cash held	(6,474)	11
Cash and cash equivalents at March 31	99,315	97,866