

AMG Advanced Metallurgical Group N.V.
Condensed Interim Consolidated Income Statement

For the quarter ended March 31

In thousands of US Dollars

	2018 Unaudited	2017 Unaudited
Continuing operations		
Revenue	308,448	257,969
Cost of sales	238,330	205,466
Gross profit	70,118	52,503
Selling, general and administrative expenses	35,626	31,580
Net other operating income	(87)	(105)
Operating profit	34,579	21,028
Finance income	(518)	(176)
Finance cost	7,059	2,161
Net finance cost	6,541	1,985
Profit before income tax	28,038	19,043
Income tax expense	9,705	3,477
Profit for the period	18,333	15,566
Attributable to:		
Shareholders of the Company	18,389	15,566
Non-controlling interests	(56)	-
Profit for the period	18,333	15,566
Earnings per share		
Basic earnings per share	0.62	0.55
Diluted earnings per share	0.58	0.50

AMG Advanced Metallurgical Group N.V.
Condensed Interim Consolidated Statement of Financial
Position

In thousands of US Dollars

	March 31, 2018 Unaudited	December 31, 2017
Assets		
Property, plant and equipment	310,102	298,540
Goodwill and other intangible assets	38,720	38,110
Derivative financial instruments	722	636
Other investments	30,650	30,562
Deferred tax assets	41,339	40,108
Restricted cash	18,293	829
Non-current tax asset	2,488	2,488
Other assets	18,731	17,729
Total non-current assets	461,045	429,002
Inventories	199,076	162,505
Derivative financial instruments	5,385	6,372
Trade and other receivables	159,539	137,174
Other assets	33,336	37,547
Current tax assets	6,509	3,147
Cash and cash equivalents	350,238	178,800
Assets held for sale	936	2,056
Total current assets	755,019	527,601
Total assets	1,216,064	956,603

AMG Advanced Metallurgical Group N.V.
Condensed Interim Consolidated Statement of Financial
Position
(continued)

<i>In thousands of US Dollars</i>	March 31, 2018 Unaudited	December 31, 2017
Equity		
Issued capital	796	796
Share premium	432,844	432,844
Treasury shares	(3,275)	(3,461)
Other reserves	(69,959)	(72,880)
Retained earnings (deficit)	(81,024)	(99,343)
Equity attributable to shareholders of the Company	279,382	257,956
Non-controlling interests	25,233	24,633
Total equity	304,615	282,589
Liabilities		
Loans and borrowings	358,597	164,788
Employee benefits	160,702	156,193
Provisions	35,961	35,887
Other liabilities	4,367	4,011
Derivative financial instruments	637	-
Deferred tax liabilities	7,386	7,888
Total non-current liabilities	567,650	368,767
Loans and borrowings	2,654	8,820
Short term bank debt	15,500	15,500
Other liabilities	59,783	60,212
Trade and other payables	159,979	155,115
Derivative financial instruments	2,620	1,415
Advance payments	58,487	33,025
Deferred revenue	2,055	1,624
Current taxes payable	18,043	9,155
Provisions	24,678	20,381
Total current liabilities	343,799	305,247
Total liabilities	911,449	674,014
Total equity and liabilities	1,216,064	956,603

AMG Advanced Metallurgical Group N.V.
Condensed Interim Consolidated Statement of Cash Flows

For the quarter ended March 31

In thousands of US Dollars

	2018	2017
	Unaudited	Unaudited
Cash from operating activities		
Profit for the year	18,333	15,566
Adjustments to reconcile net profit to net cash flows:		
Non-cash:		
Income tax expense	9,705	3,477
Depreciation and amortization	8,224	7,245
Asset impairment expense	-	2,217
Net finance costs	6,541	1,985
Gain on sale or disposal of property, plant and equipment	(37)	(61)
Equity-settled share-based payment transactions	1,634	2,176
Movement in provisions, pensions and government grants	3,537	293
Working capital and deferred revenue adjustments	(17,654)	(11,124)
Cash generated from operating activities	30,283	21,774
Finance costs paid, net	(3,240)	(2,400)
Income tax paid, net	(2,235)	(1,544)
Net cash from operating activities	24,808	17,830
 Cash used in investing activities		
Proceeds from sale of property, plant and equipment	39	66
Acquisition of property, plant and equipment and intangibles	(22,575)	(10,859)
Change in restricted cash	(17,405)	217
Other	(23)	16
Net cash used in investing activities	(39,964)	(10,560)

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

	2018	2017
	Unaudited	Unaudited
Cash from (used in) financing activities		
Proceeds from issuance of debt	346,335	-
Transaction costs related to the issuance of debt	(9,339)	-
Repayment of borrowings	(155,094)	(3,050)
Net repurchase of common stock	(230)	-
Issuance of treasury shares	-	151
Net cash from (used in) financing activities	181,672	(2,899)
Net increase in cash and cash equivalents	166,516	4,371
Cash and cash equivalents at January 1	178,800	160,744
Effect of exchange rate fluctuations on cash held	4,922	1,341
Cash and cash equivalents at March 31	350,238	166,456