

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

For the quarter ended June 30

In thousands of US dollars

	2022	2021
	Unaudited	Unaudited
Continuing operations		
Revenue	424,094	298,374
Cost of sales	(321,854)	(249,875)
Gross profit	102,240	48,499
Selling, general and administrative expenses	(37,034)	(33,232)
Environmental expense	-	(11,651)
Other income, net	40	75
Net other operating income (expense)	40	(11,576)
Operating profit	65,246	3,691
Finance income	2,081	264
Finance cost	(14,292)	(5,025)
Net finance cost	(12,211)	(4,761)
Share of loss of associates and joint ventures	-	(238)
Profit (loss) before income tax	53,035	(1,308)
Income tax (expense) benefit	(23,156)	5,580
Profit for the period	29,879	4,272
Profit attributable to:		
Shareholders of the Company	29,631	3,566
Non-controlling interests	248	706
Profit for the period	29,879	4,272
Earnings per share		
Basic earnings per share	0.93	0.11
Diluted earnings per share	0.91	0.11

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

For the six months ended June 30

In thousands of US dollars

	2022	2021
	Unaudited	Unaudited
Continuing operations		
Revenue	827,957	562,360
Cost of sales	(650,523)	(466,997)
Gross profit	177,434	95,363
Selling, general and administrative expenses	(74,496)	(66,325)
Environmental expense	-	(11,711)
Other income, net	122	173
Net other operating income (expense)	122	(11,538)
Operating profit	103,060	17,500
Finance income	2,380	474
Finance cost	(23,510)	(13,889)
Net finance cost	(21,130)	(13,415)
Share of loss of associates and joint ventures	(500)	(625)
Profit before income tax	81,430	3,460
Income tax (expense) benefit	(21,667)	6,490
Profit for the period	59,763	9,950
Profit attributable to:		
Shareholders of the Company	58,746	8,665
Non-controlling interests	1,017	1,285
Profit for the period	59,763	9,950
Earnings per share		
Basic earnings per share	1.84	0.29
Diluted earnings per share	1.81	0.28

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

<i>In thousands of US dollars</i>	June 30, 2022 Unaudited	December 31, 2021
Assets		
Property, plant and equipment	739,610	693,624
Goodwill and other intangible assets	41,761	44,684
Derivative financial instruments	22,508	95
Other investments	26,707	29,830
Deferred tax assets	39,953	52,937
Restricted cash	33,682	85,023
Other assets	8,394	8,471
Total non-current assets	912,615	914,664
Inventories	263,273	218,320
Derivative financial instruments	5,854	4,056
Trade and other receivables	194,563	145,435
Other assets	80,641	65,066
Current tax assets	9,093	5,888
Restricted cash	8,500	8,411
Cash and cash equivalents	300,758	337,877
Total current assets	862,682	785,053
Total assets	1,775,297	1,699,717

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

<i>In thousands of US dollars</i>	June 30, 2022 Unaudited	December 31, 2021
Equity		
Issued capital	853	853
Share premium	553,715	553,715
Treasury shares	(14,906)	(16,596)
Other reserves	(56,868)	(96,421)
Retained earnings (deficit)	(126,088)	(173,117)
Equity attributable to shareholders of the Company	356,706	268,434
Non-controlling interests	25,052	25,718
Total equity	381,758	294,152
Liabilities		
Loans and borrowings	663,781	675,384
Lease liabilities	41,277	45,692
Employee benefits	107,827	162,628
Provisions	14,467	14,298
Deferred revenue	21,105	22,341
Other liabilities	7,116	11,098
Derivative financial instruments	818	2,064
Deferred tax liabilities	5,076	5,617
Total non-current liabilities	861,467	939,122
Loans and borrowings	31,528	27,341
Lease liabilities	4,237	4,857
Short-term bank debt	12,449	13,046
Deferred revenue	20,957	18,478
Other liabilities	83,078	80,672
Trade and other payables	283,443	252,765
Derivative financial instruments	12,518	6,010
Advance payments from customers	49,601	35,091
Current tax liability	18,318	10,586
Provisions	15,943	17,597
Total current liabilities	532,072	466,443
Total liabilities	1,393,539	1,405,565
Total equity and liabilities	1,775,297	1,699,717

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

For the six months ended June 30

In thousands of US dollars

	2022 Unaudited	2021 Unaudited
Cash from operating activities		
Profit for the period	59,763	9,950
Adjustments to reconcile net profit to net cash flows:		
Non-cash:		
Income tax expense (benefit)	21,667	(6,490)
Depreciation and amortization	21,890	21,902
Asset impairment reversal	-	(776)
Net finance cost	21,130	13,415
Share of loss of associates and joint ventures	500	625
Loss (gain) on sale or disposal of property, plant and equipment	33	(91)
Equity-settled share-based payment transactions	2,752	2,127
Movement in provisions, pensions, and government grants	(2,917)	2,647
Working capital and deferred revenue adjustments	(63,774)	14,171
Cash generated from operating activities	61,044	57,480
Finance costs paid, net	(12,153)	(10,053)
Income tax paid	(13,040)	(4,499)
Net cash from operating activities	35,851	42,928
Cash used in investing activities		
Proceeds from sale of property, plant and equipment	93	1,055
Acquisition of property, plant and equipment and intangibles	(82,608)	(78,606)
Investments in associates and joint ventures	(500)	(1,000)
Change in restricted cash	51,252	65,562
Interest received on restricted cash	76	25
Capitalized borrowing cost	(8,321)	(7,795)
Other	8	19
Net cash used in investing activities	(40,000)	(20,740)

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

For the six months ended June 30

In thousands of US dollars

	2022 Unaudited	2021 Unaudited
Cash (used in) from financing activities		
Proceeds from issuance of debt	152	2,411
Payment of transaction costs related to debt	-	(390)
Repayment of borrowings	(8,437)	(3,127)
Net (repurchase of) proceeds from issuance common shares	(1,523)	121,569
Dividends paid	(10,098)	(3,858)
Payment of lease liabilities	(2,588)	(2,608)
Contributions by non-controlling interests	-	648
Net cash (used in) from financing activities	(22,494)	114,645
Net (decrease) increase in cash and cash equivalents	(26,643)	136,833
Cash and cash equivalents at January 1	337,877	207,366
Effect of exchange rate fluctuations on cash held	(10,476)	(3,097)
Cash and cash equivalents at June 30	300,758	341,102