

Unaudited
AMG Advanced Metallurgical Group N.V.
Consolidated Income Statement

For the year ended December 31
In thousands of US Dollars

	2009	2008
Continuing operations		*Restated
Revenue	867,447	1,280,120
Cost of sales	701,860	1,017,751
Gross profit	165,587	262,369
Selling, general and administrative expenses	137,537	138,227
Restructuring expense	7,782	2,879
Asset impairment expense	1,718	47,119
Environmental expense	3,998	1,433
Other expenses	173	2,430
Other income	(6,182)	(8,588)
Operating profit	20,561	78,869
Interest expense	18,419	20,077
Interest income	(3,587)	(6,414)
Foreign exchange loss	2,418	5,071
Net finance costs	17,250	18,734
Share of (loss) gain of associates	(31,958)	547
(Loss) profit before income tax	(28,647)	60,682
Income tax expense	15,205	36,962
(Loss) profit for the year from continuing operations	(43,852)	23,720
Loss after tax for the year from discontinued operations	(54,378)	(21,162)
(Loss) profit for the year	(98,230)	2,558
Attributable to:		
Shareholders of the Company	(75,642)	14,453
Minority interests	(22,588)	(11,895)
	(98,230)	2,558
(Loss) earnings per share		
Basic (loss) / earnings per share	(2.82)	0.54
Diluted (loss) / earnings per share	(2.82)	0.53
(Loss) earnings per share from continuing operations		
Basic (loss) / earnings per share from continuing operations	(1.77)	0.94
Diluted (loss) / earnings per share from continuing operations	(1.77)	0.92

Unaudited
AMG Advanced Metallurgical Group N.V.
Consolidated Income Statement

For the three months ended December 31
In thousands of US Dollars

	2009	2008
Continuing operations		*Restated
Revenue	231,388	280,076
Cost of sales	185,034	244,405
Gross profit	46,354	35,671
Selling, general and administrative expenses	42,605	36,754
Restructuring expense	2,087	2,750
Asset impairment expense	1,718	47,119
Environmental expense	(164)	1,402
Other expenses	65	2,384
Other income	(1,797)	(3,644)
Operating profit (loss)	1,840	(51,094)
Interest expense	2,538	3,700
Interest income	(970)	(1,387)
Foreign exchange loss	2,594	2,977
Net finance costs	4,162	5,290
Share of loss of associates	(29,273)	(34)
(Loss) before income tax	(31,595)	(56,418)
Income tax (benefit) expense	(2,436)	3,870
Loss for the year from continuing operations	(29,159)	(60,288)
Profit after tax for the year from discontinued operations	202	1,195
Loss for the year	(28,957)	(59,093)
Attributable to:		
Shareholders of the Company	(30,227)	(54,096)
Minority interests	1,270	(4,997)
	(28,957)	(59,093)
(Loss) earnings per share		
Basic (loss) / earnings per share	(1.13)	(2.02)
Diluted (loss) / earnings per share	(1.13)	(1.96)
(Loss) earnings per share from continuing operations		
Basic (loss) / earnings per share from continuing operations	(1.13)	(2.04)
Diluted (loss) / earnings per share from continuing operations	(1.13)	(1.98)

Unaudited

AMG Advanced Metallurgical Group N.V.
Consolidated Statement of Financial Position
As at December 31

<i>In thousands of US Dollars</i>	2009	2008
Assets		
Property, plant and equipment	211,022	313,470
Intangible assets	28,253	47,060
Investments in associates	34,794	15,700
Derivative financial instruments	1,718	-
Deferred tax assets	10,912	29,181
Restricted cash	13,263	15,889
Notes receivable	5,542	2,132
Other assets	11,980	11,612
Total non-current assets	317,484	435,044
Inventories	193,378	318,793
Trade and other receivables	147,787	173,422
Derivative financial instruments	4,954	6,393
Other assets	30,359	52,804
Short term investments	-	95
Cash and cash equivalents	117,016	143,473
Total current assets	493,494	694,980
Total assets	810,978	1,130,024
Equity		
Issued capital	725	724
Share premium	379,518	379,297
Other reserves	31,284	(2,215)
Retained earnings (deficit)	(198,897)	(123,110)
Equity attributable to shareholders of the Company	212,630	254,696
Minority interests	15,793	57,115
Total equity	228,423	311,811
Liabilities		
Loans and borrowings	168,319	138,990
Employee benefits	91,358	103,176
Provisions	14,862	12,841
Government grants	669	291
Other liabilities	7,984	9,245
Derivative financial instruments	1,339	3,530
Deferred tax liabilities	26,395	56,013
Total non-current liabilities	310,926	324,086
Loans and borrowings	3,464	3,021
Short term bank debt	32,013	83,566
Related party debt	-	6,456

Government grants	234	8,360
Other liabilities	46,179	53,882
Trade and other payables	69,791	156,697
Derivative financial instruments	6,048	15,419
Advance payments	54,764	94,049
Unearned revenue	-	35,624
Current taxes payable	36,050	14,708
Provisions	23,086	22,345
Total current liabilities	271,629	494,127
Total liabilities	582,555	818,213
Total equity and liabilities	810,978	1,130,024

Unaudited

AMG Advanced Metallurgical Group N.V.

Consolidated Statement of Cash Flows

For the year ended December 31

In thousands of US Dollars

	2009	2008
Cash flows (used in) from operating activities		*Restated
(Loss) profit for the period from continuing operations	(43,852)	23,720
(Loss) for the period from discontinued operations	(54,378)	(21,162)
(Loss) profit for the period	(98,230)	2,558
Adjustments to reconcile profit to net cash flows:		
Non-cash:		
Depreciation and amortization	23,758	24,877
Amortization of purchase accounting adjustment to inventory	-	8,178
Restructuring expense	7,782	2,879
Asset impairment loss	1,718	47,119
Environmental expense	3,998	1,433
Net finance costs	17,250	18,734
Share of loss (gain) of associates	31,958	(547)
Loss (gain) on sale or disposal of property, plant and equipment	6,253	(547)
Equity-settled share-based payment transactions	13,729	16,909
Cash-settled share-based payment transactions	3,605	-
Income tax expense	15,205	36,962
Working capital adjustments		
Change in inventories	45,338	(77,804)
Change in trade and other receivables	(564)	53,166
Change in prepayments	12,490	(10,015)
Change in trade payables, provisions, and other liabilities	(97,919)	20,812
Change in government grants	(7,783)	(8,184)
Other	5,934	(7,986)
Interest paid	(15,289)	(14,949)
Interest received	2,468	5,922
Income tax paid, net	(9,711)	(23,104)
Cash flows from discontinued operations	35,919	26,940
Net cash flows (used in) from operating activities	(2,091)	123,353
Cash flows used in investing activities		
Proceeds from sale of property, plant and equipment	129	858
Acquisition of associates	-	(10,432)
Acquisition of subsidiaries (net of cash acquired of \$1,671)	-	(69,993)
Acquisition of property, plant and equipment and intangibles	(25,532)	(68,429)
Related party loans	(5,262)	-
Investments in associates	(28,943)	-
Change in restricted cash	1,410	(286)
Other	56	(6,923)
Cash flows used in discontinued operations	(32,039)	(65,485)

Net cash flows used in investing activities	(90,181)	(220,690)
Cash flows from financing activities		
Proceeds from issuance of debt	30,175	37,690
Repayment of borrowings	(15,785)	(7,754)
Other	670	838
Cash flows from discontinued operations	47,578	48,800
Net cash flows from financing activities	62,638	79,574
Net decrease in cash and cash equivalents	(29,634)	(17,763)
Cash and cash equivalents at January 1	143,473	172,558
Effect of exchange rate fluctuations and consolidation changes on cash held	3,177	(11,322)
Cash and cash equivalents at December 31	117,016	143,473