

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

**For the quarter ended September 30**

*In thousands of US Dollars*

	2015 Unaudited	2014 Unaudited
Revenue	241,867	279,718
Cost of sales	202,207	231,659
<b>Gross profit</b>	<b>39,660</b>	<b>48,059</b>
Selling, general and administrative expenses	28,925	33,125
Restructuring expense	2,455	19
Other income, net	(17)	(84)
<b>Operating profit</b>	<b>8,297</b>	<b>14,999</b>
Finance income	(70)	(197)
Finance expense	52	3,671
Foreign exchange gain	(1,460)	(22)
<b>Net finance costs</b>	<b>(1,478)</b>	<b>3,452</b>
Share of profit (loss) of associates and joint ventures	53	(1,252)
<b>Profit before income tax</b>	<b>9,828</b>	<b>10,295</b>
Income tax expense	4,679	7,101
<b>Profit for the period</b>	<b>5,149</b>	<b>3,194</b>
Attributable to:		
Shareholders of the Company	4,933	3,236
Non-controlling interests	216	(42)
<b>Profit for the period</b>	<b>5,149</b>	<b>3,194</b>
<b>Earnings per share</b>		
Basic earnings per share	0.18	0.12
Diluted earnings per share	0.18	0.12

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

**For the nine months ended September 30**

*In thousands of US Dollars*

	2015	2014
	Unaudited	Unaudited
Revenue	756,301	833,511
Cost of sales	628,726	694,137
<b>Gross profit</b>	<b>127,575</b>	<b>139,374</b>
Selling, general and administrative expenses	91,931	102,259
Restructuring expense	6,114	1,811
Environmental	(2,286)	-
Other income, net	(156)	(1,630)
<b>Operating profit</b>	<b>31,972</b>	<b>36,934</b>
Finance income	(542)	(538)
Finance expense	9,048	14,098
Foreign exchange gain	(2,577)	(8)
<b>Net finance costs</b>	<b>5,929</b>	<b>13,552</b>
Share of profit (loss) of associates and joint ventures	250	(469)
<b>Profit before income tax</b>	<b>26,293</b>	<b>22,913</b>
Income tax expense	14,235	8,912
<b>Profit for the period</b>	<b>12,058</b>	<b>14,001</b>
Attributable to:		
Shareholders of the Company	11,417	14,600
Non-controlling interests	641	(599)
<b>Profit for the period</b>	<b>12,058</b>	<b>14,001</b>
<b>Earnings per share</b>		
Basic earnings per share	0.41	0.53
Diluted earnings per share	0.41	0.53

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

<i>In thousands of US Dollars</i>	September 30, 2015 Unaudited	December 31, 2014
<b>Assets</b>		
Property, plant and equipment	216,128	237,418
Goodwill	19,193	20,618
Intangible assets	10,136	11,116
Investments in associates and joint ventures	1,873	1,450
Derivative financial instruments	13	-
Deferred tax assets	34,624	37,903
Restricted cash	2,554	7,582
Other assets	31,477	21,987
<b>Total non-current assets</b>	<b>315,998</b>	<b>338,074</b>
Inventories	134,667	145,418
Trade and other receivables	137,572	135,293
Derivative financial instruments	1,159	1,997
Other assets	32,433	47,055
Assets held for sale	-	2,553
Cash and cash equivalents	114,070	108,029
<b>Total current assets</b>	<b>419,901</b>	<b>440,345</b>
<b>Total assets</b>	<b>735,899</b>	<b>778,419</b>

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

<i>In thousands of US Dollars</i>	September 30 2015 Unaudited	December 31, 2014
<b>Equity</b>		
Issued capital	745	745
Share premium	382,978	382,978
Other reserves	(53,408)	(59,728)
Retained earnings (deficit)	(203,196)	(225,843)
<b>Equity attributable to shareholders of the Company</b>	<b>127,119</b>	<b>98,152</b>
Non-controlling interests	25,553	2,825
<b>Total equity</b>	<b>152,672</b>	<b>100,977</b>
<b>Liabilities</b>		
Loans and borrowings	112,390	167,990
Employee benefits	144,059	159,672
Provisions	29,025	37,056
Deferred revenue	18,999	8,950
Government grants	536	666
Other liabilities	7,230	8,885
Derivative financial instruments	6,158	5,056
Deferred tax liabilities	10,319	8,261
<b>Total non-current liabilities</b>	<b>328,716</b>	<b>396,536</b>
Loans and borrowings	3,301	6,562
Short term bank debt	18,715	21,326
Government grants	101	88
Liabilities associated with assets held for sale	-	248
Other liabilities	46,697	53,257
Trade and other payables	105,628	134,373
Derivative financial instruments	10,682	9,104
Advance payments	38,430	31,689
Deferred revenue	14,909	8,414
Current taxes payable	2,897	671
Provisions	13,151	15,174
<b>Total current liabilities</b>	<b>254,511</b>	<b>280,906</b>
<b>Total liabilities</b>	<b>583,227</b>	<b>677,442</b>
<b>Total equity and liabilities</b>	<b>735,899</b>	<b>778,419</b>

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

**For the nine months ended September 30**

*In thousands of US Dollars*

	2015	2014
	Unaudited	Unaudited
<b>Cash flows from operating activities</b>		
Profit for the period	12,058	14,001
Adjustments to reconcile net profit to net cash flows:		
<b>Non-cash:</b>		
Income tax expense	14,235	8,912
Depreciation and amortization	21,957	24,447
Net finance costs	5,929	13,552
Share of (profit) loss of associates and joint ventures	(250)	469
(Gain) loss on sale or disposal of property, plant and equipment	(179)	325
Equity-settled share-based payment transactions	3,326	673
Movement in provisions, pensions and government grants	1,340	(4,174)
Working capital and deferred revenue adjustments	(2,049)	27,639
<b>Cash flows from operating activities</b>	<b>56,367</b>	<b>85,844</b>
Finance costs paid, net	(9,935)	(8,922)
Income tax paid, net	(3,674)	(4,472)
<b>Net cash flows from operating activities</b>	<b>42,758</b>	<b>72,450</b>
<b>Cash flows used in investing activities</b>		
Proceeds from sale of property, plant and equipment	951	260
Proceeds from sale of subsidiaries (net of cash divested of \$1,384)	(1,567)	-
Acquisition of property, plant and equipment and intangibles	(12,260)	(17,232)
Change in restricted cash	4,861	(169)
Other	(10)	157
<b>Net cash flows used in investing activities</b>	<b>(8,025)</b>	<b>(16,984)</b>

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

**For the nine months ended September 30**

*In thousands of US Dollars*

	2015	2014
	Unaudited	Unaudited
<b>Cash flows used in financing activities</b>		
Proceeds from issuance of debt	177,205	-
Payment of transaction costs related to debt issuance	(5,199)	-
Repayment of borrowings	(230,780)	(30,822)
Change in non-controlling interests	37,530	28
Dividends paid	(2,669)	-
Other	(167)	3
<b>Net cash flows used in financing activities</b>	<b>(24,080)</b>	<b>(30,791)</b>
<b>Net increase in cash and cash equivalents</b>	<b>10,653</b>	<b>24,675</b>
Cash and cash equivalents at January 1	108,029	103,067
Effect of exchange rate fluctuations on cash held	(4,612)	(5,512)
<b>Cash and cash equivalents at September 30</b>	<b>114,070</b>	<b>122,230</b>