

AMG Advanced Metallurgical Group N.V.  
Condensed interim consolidated income statement  
**For the quarter ended March 31**  
*In thousands of US Dollars*

	2014 Unaudited	2013 Unaudited
<b>Continuing operations</b>		
Revenue	274,852	296,478
Cost of sales	228,500	248,220
<b>Gross profit</b>	<b>46,352</b>	<b>48,258</b>
Selling, general and administrative expenses	35,036	36,017
Restructuring expense	758	1,336
Environmental	-	33
Other income, net	(253)	(168)
<b>Operating profit</b>	<b>10,811</b>	<b>11,040</b>
Finance income	(203)	(143)
Finance expense	4,675	5,717
Foreign exchange gain	(185)	(919)
<b>Net finance costs</b>	<b>4,287</b>	<b>4,655</b>
Share of profit (loss) of associates and joint ventures	105	(712)
<b>Profit before income tax</b>	<b>6,629</b>	<b>5,673</b>
Income tax expense	3,274	3,712
<b>Profit for the period</b>	<b>3,355</b>	<b>1,961</b>
Attributable to:		
Shareholders of the Company	3,919	2,460
Non-controlling interests	(564)	(499)
<b>Profit for the period</b>	<b>3,355</b>	<b>1,961</b>
<b>Earnings per share</b>		
Basic earnings per share	0.14	0.09
Diluted earnings per share	0.14	0.09

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

*In thousands of US Dollars*

	March 31, 2014 Unaudited	December 31, 2013
<b>Assets</b>		
Property, plant and equipment	254,683	259,683
Goodwill	25,054	25,078
Intangible assets	11,465	12,116
Investments in associates and joint ventures	4,856	4,755
Derivative financial instruments	100	271
Deferred tax assets	27,681	27,003
Restricted cash	7,770	7,967
Other assets	26,548	25,519
<b>Total non-current assets</b>	<b>358,157</b>	<b>362,392</b>
Inventories	178,111	179,343
Trade and other receivables	171,728	150,807
Derivative financial instruments	1,988	2,177
Other assets	31,271	34,430
Cash and cash equivalents	97,866	103,067
<b>Total current assets</b>	<b>480,964</b>	<b>469,824</b>
<b>Total assets</b>	<b>839,121</b>	<b>832,216</b>

AMG Advanced Metallurgical Group N.V.  
Condensed interim consolidated statement of financial position  
(continued)  
*In thousands of US Dollars*

	March 31, 2014 Unaudited	December 31, 2013
<b>Equity</b>		
Issued capital	744	744
Share premium	382,518	382,518
Other reserves	(3,017)	(4,605)
Retained earnings (deficit)	(242,385)	(246,304)
<b>Equity attributable to shareholders of the Company</b>	<b>137,860</b>	<b>132,353</b>
Non-controlling interests	1,562	2,237
<b>Total equity</b>	<b>139,422</b>	<b>134,590</b>
<b>Liabilities</b>		
Loans and borrowings	223,528	223,788
Employee benefits	138,124	138,009
Provisions	30,498	30,443
Deferred revenue	11,292	11,776
Government grants	869	883
Other liabilities	8,348	8,425
Derivative financial instruments	7,944	7,702
Deferred tax liabilities	3,597	3,121
<b>Total non-current liabilities</b>	<b>424,200</b>	<b>424,147</b>
Loans and borrowings	9,976	20,873
Short term bank debt	25,265	18,919
Government grants	74	74
Other liabilities	60,225	54,383
Trade and other payables	130,547	127,381
Derivative financial instruments	2,806	5,298
Advance payments	19,526	16,341
Deferred revenue	5,012	5,009
Current taxes payable	3,354	2,329
Employee benefits	801	1,350
Provisions	17,913	21,522
<b>Total current liabilities</b>	<b>275,499</b>	<b>273,479</b>
<b>Total liabilities</b>	<b>699,699</b>	<b>697,626</b>
<b>Total equity and liabilities</b>	<b>839,121</b>	<b>832,216</b>

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

*In thousands of US Dollars*

	2014	2013
	Unaudited	Unaudited
<b>Cash flows from operating activities</b>		
Profit for the period	3,355	1,961
Adjustments to reconcile net profit to net cash flows:		
<b>Non-cash:</b>		
Income tax expense	3,274	3,712
Depreciation and amortization	8,149	8,700
Net finance costs	4,287	4,655
Share of (profit) loss of associates and joint ventures	(105)	712
(Gain) loss on sale or disposal of property, plant and equipment	(36)	107
Equity-settled share-based payment transactions	165	205
Movement in provisions, pensions and government grants	(4,003)	(1,597)
Change in working capital and deferred revenue	(7,198)	(9,242)
<b>Cash flows from operating activities</b>	<b>7,888</b>	<b>9,213</b>
Finance costs paid, net	(888)	(2,192)
Income tax paid, net	(1,341)	(6,356)
<b>Net cash flows from operating activities</b>	<b>5,659</b>	<b>665</b>
<b>Cash flows used in investing activities</b>		
Proceeds from sale of property, plant and equipment	118	12
Acquisition of property, plant and equipment and intangibles	(5,851)	(9,124)
Change in restricted cash	(15)	(20)
Other	15	37
<b>Net cash flows used in investing activities</b>	<b>(5,733)</b>	<b>(9,095)</b>
<b>Cash flows used in financing activities</b>		
Repayment of borrowings	(5,166)	(4,159)
Contributions by non-controlling interests	28	-
Other	-	(4)
<b>Net cash flows used in financing activities</b>	<b>(5,138)</b>	<b>(4,163)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(5,212)</b>	<b>(12,593)</b>
Cash and cash equivalents at January 1	103,067	121,639
Effect of exchange rate fluctuations on cash held	11	(2,349)
<b>Cash and cash equivalents at March 31</b>	<b>97,866</b>	<b>106,697</b>