

AMG Advanced Metallurgical Group N.V.  
Consolidated Income Statement

**For the period ended March 31**

*In thousands of US Dollars*

**Continuing operations**

	<b>2013</b>	<b>2012</b> (restated)
Revenue	296,478	323,984
Cost of sales	248,220	270,547
<b>Gross profit</b>	<b>48,258</b>	<b>53,437</b>
Selling, general and administrative expenses	36,017	38,971
Restructuring expense	1,336	2,843
Environmental expense	33	728
Other income, net	(168)	(468)
<b>Operating profit</b>	<b>11,040</b>	<b>11,363</b>
Finance expense	5,717	6,691
Finance income	(143)	(155)
Foreign exchange (gain) loss	(919)	409
<b>Net finance costs</b>	<b>4,655</b>	<b>6,945</b>
Share of (loss) profit of associates and joint ventures	(712)	166
<b>Profit before income tax</b>	<b>5,673</b>	<b>4,584</b>
Income tax expense	3,712	1,228
<b>Profit for the period</b>	<b>1,961</b>	<b>3,356</b>
<b>Attributable to:</b>		
Shareholders of the Company	2,460	3,648
Non-controlling interests	(499)	(292)
	1,961	3,356
<b>Earnings per share</b>		
Basic earnings per share	0.09	0.13
Diluted earnings per share	0.09	0.13

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

*In thousands of US Dollars*

	<b>March 31, 2013</b>	<b>December 31, 2012 (restated)</b>
<b>Assets</b>		
Property, plant and equipment	281,786	288,269
Goodwill	24,278	24,751
Intangible assets	14,962	13,971
Investments in associates and joint ventures	6,449	7,351
Derivative financial instruments	133	527
Deferred tax assets	35,296	37,437
Restricted cash	11,829	11,888
Notes receivable	255	227
Other assets	21,894	22,262
<b>Total non-current assets</b>	<b>396,882</b>	<b>406,683</b>
Inventories	205,384	211,531
Trade and other receivables	187,193	177,232
Derivative financial instruments	3,380	3,229
Other assets	32,101	30,438
Cash and cash equivalents	106,697	121,639
<b>Total current assets</b>	<b>534,755</b>	<b>544,069</b>
<b>Total assets</b>	<b>931,637</b>	<b>950,752</b>

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

**Equity**

Issued capital	743	743
Share premium	382,176	382,176
Other reserves	(14,396)	(10,190)
Retained earnings (deficit)	(201,745)	(204,284)
<b>Equity attributable to shareholders of the Company</b>	<b>166,778</b>	<b>168,445</b>
Non-controlling interests	6,412	6,818
<b>Total equity</b>	<b>173,190</b>	<b>175,263</b>

**Liabilities**

Loans and borrowings	258,923	265,553
Employee benefits	132,821	137,957
Provisions	31,109	31,852
Deferred revenue	-	2,724
Government grants	447	472
Other liabilities	9,370	6,690
Derivative financial instruments	10,770	11,082
Deferred tax liabilities	29,381	28,102
<b>Total non-current liabilities</b>	<b>472,821</b>	<b>484,432</b>

Loans and borrowings	14,764	20,333
Short term bank debt	33,662	29,958
Government grants	54	55
Other liabilities	52,922	58,934
Trade and other payables	135,593	125,342
Derivative financial instruments	4,325	3,900
Advance payments	21,810	26,989
Deferred revenue	5,258	2,533
Current taxes payable	2,809	8,623
Provisions	14,429	14,390
<b>Total current liabilities</b>	<b>285,626</b>	<b>291,057</b>
<b>Total liabilities</b>	<b>758,447</b>	<b>775,489</b>
<b>Total equity and liabilities</b>	<b>931,637</b>	<b>950,752</b>

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

**For the period ended March 31**

*In thousands of US Dollars*

	<b>2013</b>	<b>2012</b>
<b>Cash flows from (used in) operating activities</b>		(restated)
Profit for the period	1,961	3,356
Adjustments to reconcile net profit to net cash flows:		
<b>Non-cash:</b>		
Income tax expense	3,712	1,228
Depreciation and amortization	8,700	7,116
Net finance costs	4,655	6,945
Share of loss (profit) of associates and joint ventures	712	(166)
Loss on sale or disposal of property, plant and equipment	107	28
Equity-settled share-based payment transactions	205	362
Movement in provisions, pensions and government grants	(1,597)	3,155
Change in working capital	(9,242)	(18,745)
<b>Cash flows from operating activities</b>	<b>9,213</b>	<b>3,279</b>
Finance costs paid, net	(2,192)	(3,114)
Income tax paid, net	(6,356)	(3,231)
<b>Net cash flows from (used in) operating activities</b>	<b>665</b>	<b>(3,066)</b>
<b>Cash flows used in investing activities</b>		
Proceeds from sale of property, plant and equipment	12	32
Acquisition of property, plant and equipment and intangibles	(9,124)	(11,526)
Change in restricted cash	(20)	78
Other	37	(6)
<b>Net cash flows used in investing activities</b>	<b>(9,095)</b>	<b>(11,422)</b>
<b>Cash flows (used in) from financing activities</b>		
Proceeds from issuance of debt	-	16,298
Repayment of borrowings	(4,159)	(1,628)
Acquisition of non-controlling interests	-	(76)
Other	(4)	48
<b>Net cash flows (used in) from financing activities</b>	<b>(4,163)</b>	<b>14,642</b>
<b>Net (decrease) increase in cash and cash equivalents</b>	<b>(12,593)</b>	<b>154</b>
Cash and cash equivalents at January 1	121,639	79,571
Effect of exchange rate fluctuations on cash held	(2,349)	1,515
<b>Cash and cash equivalents at March 31</b>	<b>106,697</b>	<b>81,240</b>