

AMG Advanced Metallurgical Group N.V.
Interim consolidated income statements

For the three months ended March 31

In thousands of US Dollars

	2009 Unaudited	2008 Unaudited
Continuing operations		
Revenue	246,095	326,148
Cost of sales	221,961	258,938
Gross profit	24,134	67,210
Selling, general and administrative expenses	35,894	32,969
Restructuring and asset impairment expenses	3,779	128
Environmental expense	111	84
Other income, net	(1,691)	(1,379)
Operating (loss) / profit	(13,959)	35,408
Interest expense	5,135	3,968
Interest income	(613)	(2,006)
Foreign exchange loss	426	1,336
Net finance costs	4,948	3,298
Share of (loss) / profit of associates	(787)	101
(Loss) / Profit before income tax	(19,694)	32,211
Income tax expense	4,039	8,680
(Loss) / Profit for the period	(23,733)	23,531
Attributable to:		
Shareholders of the Company	(15,394)	22,509
Minority interests	(8,339)	1,022
	(23,733)	23,531
(Loss) / Earnings per share	(0.57)	0.84
Basic (loss) / earnings per share	(0.57)	0.82
Diluted (loss) / earnings per share	(0.57)	0.82

AMG Advanced Metallurgical Group N.V.

Interim consolidated balance sheet at March 31, 2009 and December 31, 2008

In thousands of US Dollars

	March 31, 2009	December 31, 2008
	Unaudited	Audited
Assets		
Property, plant and equipment	320,947	313,470
Intangible assets	47,421	47,060
Investments in associates	14,212	15,700
Deferred tax assets	33,846	29,181
Restricted cash	12,998	15,889
Notes receivable	2,037	2,132
Other assets	11,760	11,612
Total non-current assets	443,221	435,044
Inventories	274,706	318,793
Trade and other receivables	153,219	173,422
Derivative financial instruments	9,911	6,393
Other assets	45,888	52,804
Short term investments	94	95
Cash and cash equivalents	122,773	143,473
Total current assets	606,591	694,980
Total assets	1,049,812	1,130,024
Equity		
Issued capital	724	724
Share premium	379,297	379,297
Other reserves	4,277	(2,215)
Retained earnings (deficit)	(138,429)	(123,110)
Equity attributable to shareholders of the Company	245,869	254,696
Minority interests	57,485	57,115
Total equity	303,354	311,811
Liabilities		
Loans and borrowings	145,021	138,990
Employee benefits	100,302	103,176
Provisions	12,604	12,841
Government grants	234	291
Other liabilities	9,129	9,245
Derivative financial instruments	4,946	3,530
Deferred tax liabilities	51,006	56,013
Total non-current liabilities	323,242	324,086
Loans and borrowings	2,821	3,021

Short term bank debt	75,192	83,566
Related party debt	6,487	6,456
Government grants	5,991	8,360
Other liabilities	40,558	53,882
Trade and other payables	121,613	156,697
Derivative financial instruments	8,476	15,419
Advance payments	74,637	94,049
Unearned revenue	36,117	35,624
Current taxes payable	24,713	14,708
Provisions	26,611	22,345
Total current liabilities	423,216	494,127
Total liabilities	746,458	818,213
Total equity and liabilities	1,049,812	1,130,024

AMG Advanced Metallurgical Group N.V.
Interim consolidated cash flow statements

For the three months ended March 31

In thousands of US Dollars

	2009 Unaudited	2008 Unaudited
Cash flows from operating activities		
(Loss) / Profit for the period	(23,733)	23,531
Adjustments to reconcile profit to net cash flows:		
Non-cash:		
Depreciation and amortization	7,932	5,722
Restructuring expense	3,779	128
Environmental expense	111	84
Net finance costs	4,948	3,298
Share of loss / (profit) of associates	787	(101)
Equity-settled share-based payment transactions	5,826	2,627
Income tax expense	4,039	8,680
Change in working capital and provisions	(320)	(4,771)
Other	(813)	(4,721)
Interest (paid) / received	(1,664)	566
Income tax paid	(1,954)	(4,691)
Net cash flows (used in) / from operating activities	(1,062)	30,352
Cash flows used in investing activities		
Acquisition of associates, net of cash	-	(8,575)
Acquisition of property, plant and equipment and intangibles	(21,430)	(29,223)
Change in short-term investments	(1)	9,274
Related party loans	21	(3,315)
Other	(5,021)	(1,215)
Net cash flows used in investing activities	(26,431)	(33,054)
Cash flows from financing activities		
Proceeds from issuance of debt	5,782	26,131
Repayment of borrowings	(826)	(261)
Capital infusion	7,908	11
Other	54	70
Net cash flows from financing activities	12,918	25,951
Net (decrease) / increase in cash and cash equivalents	(14,575)	23,249
Cash and cash equivalents at January 1	143,473	172,558
Effect of exchange rate fluctuations on cash held	(6,125)	6,895
Cash and cash equivalents at March 31	122,773	202,702

About AMG

AMG, incorporated in the Netherlands, is a global leader in the production of highly engineered specialty metal products and advanced vacuum furnace systems. AMG serves growing industries worldwide with its unique combination of metallurgical engineering expertise and production know-how. AMG is a market leader in many of its products and systems, which are critical to the production of key components for the aerospace, energy (including solar and nuclear), electronics, optics, chemicals, construction and transportation industries. AMG has two operating divisions of businesses, Advanced Materials and Engineering Systems, and owns majority interests in publicly-listed companies Timminco Limited (TSX: "TIM") and Graphit Kropfmühl AG (Deutsche Börse: GKR.DE).

The Advanced Materials Division develops and produces niche specialty metals and complex metals products, many of which are used in demanding, safety-critical, high-stress environments. AMG is one of a limited number of significant producers globally of niche specialty metals, such as ferrovanadium, ferronickel-molybdenum, aluminum master alloys and additives, chromium metal and ferrotitanium, used by steel, aluminum, chemical and superalloy producers for aerospace, automotive, energy, electronics, optics, chemicals, construction and other applications. Other key products produced by AMG include specialty alloys for titanium and superalloys, coating materials, tantalum and niobium oxides, vanadium chemicals and antimony trioxide.

The Engineering Systems Division designs, engineers and produces advanced vacuum furnace systems and operates vacuum heat treatment facilities. AMG is a global leader in supplying technologically-advanced vacuum furnace systems to customers in the aerospace, energy (including solar and nuclear), transportation, electronics, superalloys and specialty steel industries. Examples of furnace systems produced by AMG include vacuum remelting, solar silicon melting and crystallization, vacuum induction melting, vacuum heat treatment and high pressure gas quenching, vacuum precision casting, turbine blade coating and sintering. AMG also provides vacuum case-hardening heat treatment services on a tolling basis to customers through facilities equipped with vacuum heat treatment furnaces.

Timminco Limited is a majority controlled, publicly listed subsidiary of AMG. Timminco is a leader in the production of upgraded metallurgical silicon for the rapidly growing solar photovoltaic energy industry. Timminco also produces silicon metal and magnesium products for use in a broad range of industrial applications.

Graphit Kropfmühl AG is a majority controlled, publicly listed subsidiary of AMG. Based on its secure raw material sources in Africa, China and Europe, Graphit Kropfmühl is a specialist in the production of silicon metal and the extraction, processing and refining of natural crystalline graphite for a wide range of energy saving industrial applications.

AMG operates globally with production facilities in Germany, the United Kingdom, France, Czech Republic, the United States, Canada, Mexico, Brazil, Sri Lanka and Australia and also has sales and customer service offices in Belgium, Russia, China and Japan (website: www.amg-nv.com).

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