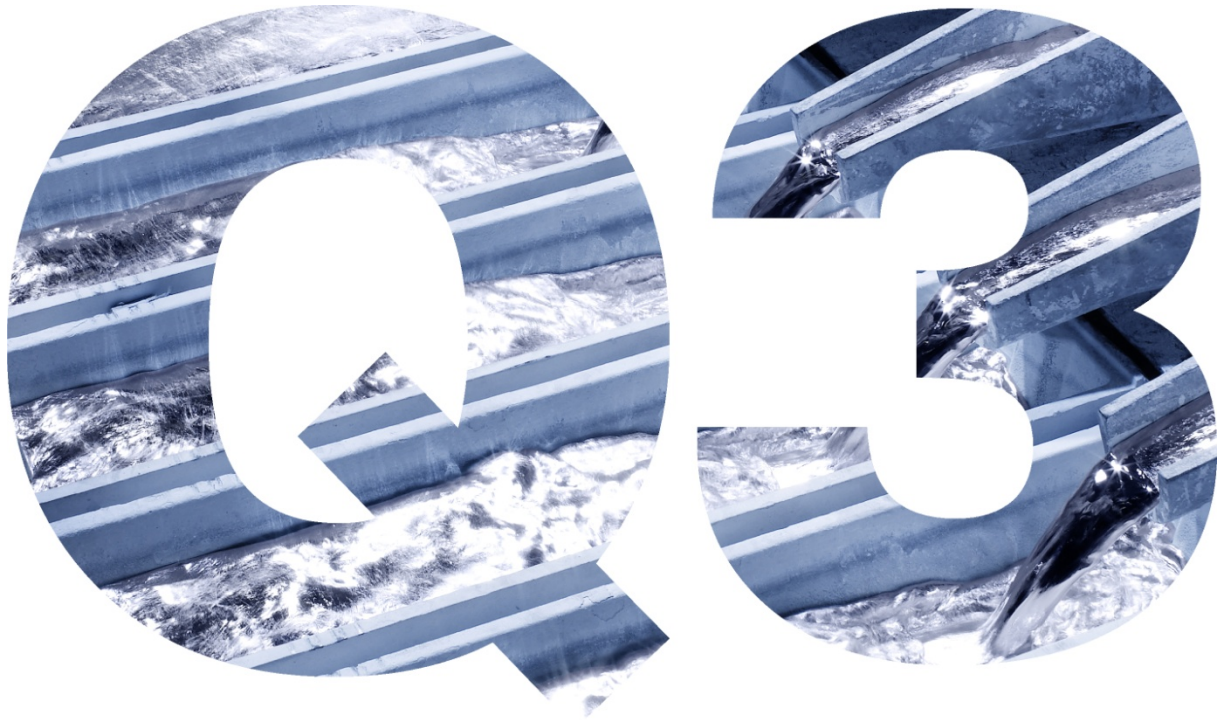


AMAG Austria Metall AG

# FINANCIAL REPORT

## 3rd Quarter 2011



Competence in Aluminium

[www.amag.at](http://www.amag.at)

## Key figures for the AMAG Group

in mEUR	Q3/2011	Q3/2010 <sup>1)</sup>	Change in %	Q1-Q3/2011	Q1-Q3/2010 <sup>1)</sup>	Change in %	2010 <sup>1)</sup>
Sales	198.4	192.9	3 %	627.6	547.7	15 %	728.0
EBITDA	42.7	35.3	21 %	124.6	108.2	15 %	139.0
Depreciation, amortization and impairment losses	(11.5)	(11.2)	3 %	(33.9)	(33.8)	0 %	(45.1)
EBIT	31.2	24.1	29 %	90.7	74.5	22 %	93.8
Net income after taxes	27.9	21.5	30 %	75.9	58.7	29 %	75.7
Earnings per share (in EUR)	0.79			2.15			
Cash flow from operating activities	21.5	25.1	(15 %)	77.3	66.3	17 %	75.4
Cash flow from investing activities	(12.9)	(9.8)	31 %	(29.6)	(26.9)	10 %	(43.5)
Working capital employed <sup>1)</sup>				249.9	202.9	23 %	228.4
Capital employed <sup>2)</sup>				512.4	453.0	13 %	466.6
Equity				523.2	495.4	6 %	514.2
Net financial debt <sup>3)</sup>				23.8	(14.1)	-	(4.7)
Employees <sup>4)</sup>	1,244	1,193	4 %	1,230	1,170	5 %	1,175

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

<sup>1)</sup> Inventories, trade receivables, trade payables (without trade payables for investments)

<sup>2)</sup> Annual average of equity, interest-bearing financial liabilities, cash and cash equivalents

<sup>3)</sup> Interest-bearing financial liabilities, plus non-interest bearing loan (Canada), minus cash and cash equivalents

<sup>4)</sup> Average full time equivalent including leasing personnel, without apprentices

The employees of the 20 % participation in smelter Alouette (approx. 200 employees) are not included

### 1st to 3rd quarters 2011 – highlights

- Operative business development continues its positive trend in all three divisions in the third quarter of 2011. Order backlog remains satisfactory.
- Increase in sales by 15 % as compared with the comparable period of the prior year.
- Increase in EBIT by +22 % as compared with the comparable period of 2010, to 90.7 mEUR.
- Increase of cash flow from operating activities by 17 % to 77.3 mEUR from 66.3 mEUR generated in the first three quarters of 2010.
- Sound balance-sheet structure with an equity ratio of 57 % and low net financial debt of 23.8 mEUR as of the end of September 2011.
- Positive outlook for the fiscal year of 2011 confirmed.

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## Dear Stockholders:

AMAG's operative development in the third quarter of 2011 was encouraging yet again. Traditionally, however, the quarter under review tends to be slightly weaker compared to the previous quarter due to seasonal effects such as maintenance work and the resulting reduced number of working days. These factors and negative valuation effects have been at the root of a decline in earnings before interest, taxes, depreciation and amortization (EBITDA) in the third quarter of 2011 in the rolling division. The metal and casting divisions achieved good results, and we therefore maintain our positive outlook for the full year of 2011.

Some uncertainty as to further economic development is generated by the state of national finances, which in some cases is highly problematic, and potential problems in the banking sector that could arise in this context. With an equity ratio of approximately 57 % and a very low level of indebtedness, AMAG moreover has a very sound balance-sheet structure and is thus well prepared for any challenges to come as well as for pursuing the growth course we have charted for our future.

In September 2011, the start-up of the most modern and most flexible passivation line for automotive sheets worldwide was commenced. The investment strengthens AMAG's position and expands its delivery capacity in the transport division, which is seeing strong growth on the international level.

Within the framework of the current program aimed at increasing production capacity, improving product quality and securing sustainable production with a high portion of recycling materials, AMAG's Supervisory Board on 14 September 2011 approved further investments in the amount of 12 mEUR. These investments involve i.a. the expansion of a recycling center, allowing an even higher input of scrap materials as basis for our products. 55 mEUR out of the 75 mEUR that have been provided in order to increase capacity in the casting and rolling mills at the Ranshofen plant have already been, or are currently being, invested.

The assessment suggesting that the demand for aluminium will roughly double over the next 10 to 12 years is still intact. With growth forecasts having been slashed and with the lack of certainty concerning economic development prevailing in the wake of the European sovereign debt crisis, the outlook for 2012 is fraught with uncertainty. However, our broad product portfolio with its high proportion of special products and the ability to supply global markets, currently let us maintain our optimistic outlook for AMAG. It remains to be seen whether and how the debt crisis will affect the real economy.

Ranshofen, 4 November 2011

The Management Board



Gerhard Falch  
CEO



Dr. Helmut Kaufmann  
COO



Gerald Mayer  
CFO

# Interim Management Report

## Course of business for the AMAG Group and economic environment

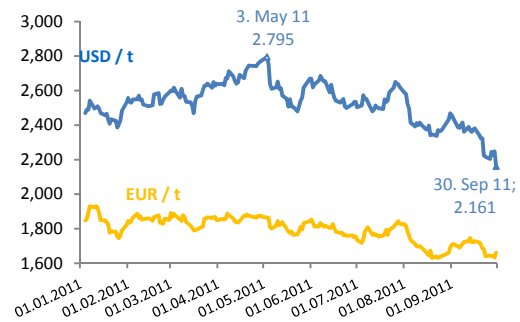
According to reports published by the German ifo<sup>1</sup>, the outlook for macroeconomic developments has significantly changed for the worse in the summer months of 2011. Thus, the GDP is expected to increase in Germany by 2.9 % this year and only by 0.8 % next year. This development is driven by the aggravation of the European sovereign debt and confidence crisis. Against this backdrop, the operative business in the third quarter was characterized by continued satisfactory sales levels of primary aluminium, rolled products and recycling foundry alloys.

In a breakdown by country, the traditional European primary markets of Austria, Germany, Italy, France and the US dominated.

The aluminium price (3-month LME) went down in the third quarter of 2011 from a starting level of 2,504 USD/t in July to a level of 2,161 USD/t as of 30 September 2011. The highest price for the quarter was 2,650 USD/t, the lowest was 2,161 USD/t. The average price decreased from 2,619 USD/t in the second quarter to 2,430 USD/t in the third quarter.

In the first three quarters of 2011, the average price was at 2,525 USD/t, with a low of 2,161 USD/t at the end of the third quarter. Aluminium prices expressed in euros moved within a band of between 1,630 EUR/t and 1,930 EUR/t in the first three quarters, averaging 1,795 EUR/t.

Development of aluminium price in Q1-Q3 2011



Stocks kept in LME-registered warehouses continue to be at a high level, averaging 4.5 million tons (or about 10 % of the expected annual production). In the third quarter, stocks fluctuated between 4.4 and 4.7 million tons.

In the first three quarters of 2011, the sales of the AMAG Group were 627.6 mEUR, or 15 % higher than in the corresponding period of the prior year (547.7 mEUR). Sales in the third quarter of 2011 amounted to 198.4 mEUR and were thus roughly on the same level as in the prior year due to virtually unchanged shipment volumes.

The earnings before interest, taxes, depreciation and amortization (EBITDA) for the Group in the first three quarters were 124.6 mEUR; i.e. they were 16.4 mEUR (or 15 %) above the EBITDA for the comparable period in the prior year (108.2 mEUR). In the third quarter of 2011, the EBITDA was 42.7 mEUR, i.e., up 7.4 mEUR or approximately 21 % from the amount reported for the comparable period in the prior year.

EBIT increased by 22 % to 90.7 mEUR due to the trend of depreciation and amortization levels continuing virtually unchanged. Overproportional growth was achieved in the surplus for the period. Net income after taxes for the first three quarters of 2011 amounts to 75.9 mEUR, thus being up 29 % from the result generated in the comparable period of the prior year.

<sup>1</sup> Institute for Economic Research at the University of Munich (Institut für Wirtschaftsforschung an der Universität München)

## Information by division

### Metal Division

Key figures for the Metal Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Change in %	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	Change in %	2010 <sup>*)</sup>
Sales	145.2	134.4	8 %	446.4	381.6	17 %	513.4
of which internal	91.9	89.4	3 %	296.5	250.4	18 %	335.6
Shipments in tons <sup>1)</sup>	32,409	28,801	13 %	89,251	86,460	3 %	114,027
of which internal shipments in tons	1,817	1,993	(9 %)	7,363	6,150	20 %	7,563
EBITDA	26.4	11.4	131 %	60.9	57.1	7 %	75.8
EBIT	20.7	5.7	267 %	44.3	39.9	11 %	52.7
Employees <sup>2)</sup>	6	6	0 %	6	6	0 %	7

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

1) Shipments from Alouette only

2) Average full time equivalent including leasing personnel, without apprentices

The employees of the 20 % participation in smelter Alouette (approx. 200 employees) are not included

The worldwide production of primary aluminium in the first three quarters 2011 according to CRU<sup>1</sup> was about 34 million tons, as compared with 32 million tons in the comparable period of the prior year (+ 6.8 %). According to information from CRU, the consumption of primary aluminium rose from 31 million tons in the first three quarters of the prior year to 33 million tons (+ 9 %) as compared to the same period of the current year.

In the first three quarters of 2011, sales in the Metal Division were 446.4 mEUR after 381.6 mEUR in the comparable period of 2010, which translates to a 17 % increase.

The main reasons for this boost was the increase in average aluminium prices as well as the higher shipment volumes.

EBITDA rose from 24.8 mEUR to 26.4 mEUR as compared with the second quarter of 2011. Compared to the third quarter of 2010 a 131 % increase was reported.

Comparing the first three quarters with the same period of the prior year, EBITDA increased from 57.1 mEUR to 60.9 mEUR this year. In particular, the higher average aluminium price as well as effects from the valuation of hedging instruments as compared to the comparable period had a positive effect.

<sup>1</sup> CRU: Commodity Research Unit, October 2011

### Casting Division

Key figures for the Casting Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Change in %	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	Change in %	2010 <sup>*)</sup>
Sales	32.0	30.4	5 %	100.4	84.1	19 %	114.5
of which internal	1.2	1.0	21 %	3.7	3.7	(1 %)	4.9
Shipments in tons	19,651	18,485	6 %	58,542	58,011	1 %	75,929
of which internal shipments in tons	3,080	2,408	28 %	8,214	10,250	(20 %)	12,461
EBITDA	1.9	2.0	(8 %)	6.6	4.7	39 %	5.6
EBIT	1.3	1.6	(15 %)	5.0	3.2	54 %	3.6
Employees <sup>1)</sup>	116	115	1 %	115	113	2 %	112

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

1) Average full time equivalent including leasing personnel, without apprentices

The business trend in the Casting Division is generally driven by the development of the automotive industry and its suppliers. Here, above all, the development of passenger car production in Germany is relevant, and this, according to the interim report of the VDA (*Verband der Automobilindustrie* or Automotive Industry Association) covering the first three quarters of the year grew by 7 % from a production level of approx. 4.1 million units in the first three quarters of 2010 to 4.4 million units produced in the same period of 2011. This includes an increase in exports from 3.1 to 3.4 million units (+ 8 %). A comparison of the third quarter of the prior year with the same period of the year under review shows an increase in production from 1.3 to 1.4 million units (+ 12 %) and of exports from 0.97 to 1.1 million units (+ 12 %).

The Casting Division's sales rose in comparison with the first three quarters of the prior year, from 84.1 mEUR in 2010 to 100.4 mEUR in 2011.

EBITDA increased from 4.7 mEUR to 6.6 mEUR, i.e. + 39 %, as compared with the same three quarters of the prior year. The decisive factors for this positive development as compared to the same nine-month-period of the prior year was the shift in the product mix to specialties and higher price levels.

On a quarter-to-quarter comparison, EBITDA at 1.9 mEUR was approx. on the prior year's level of 2.0 mEUR.

## Rolling Division

Key figures for the Rolling Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Change in %	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	Change in %	2010 <sup>*)</sup>
Sales	129.0	132.0	(2 %)	426.4	372.5	14 %	493.6
of which internal	14.6	13.4	9 %	45.3	36.3	25 %	53.1
Shipments in tons	34,622	39,073	(11 %)	114,409	115,268	(1 %)	148,435
EBITDA	13.5	19.9	(32 %)	54.5	42.9	27 %	55.0
EBIT	9.9	16.6	(40 %)	43.9	32.9	33 %	41.7
Employees <sup>1)</sup>	1,009	962	5 %	996	942	6 %	947

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

<sup>1)</sup> Average full time equivalent including leasing personnel, without apprentices

The European market for aluminium rolled products<sup>1</sup> was mainly characterized by a strong increase in the demand for heat-treated plates - a specialty of AMAG - primarily from the aircraft industry as well as by stable demand from the German mechanical engineering industry. The demand from the automotive industry, especially in Germany, likewise stabilized at a high level. In contrast, demand from the construction industry remained weak, flattening particularly in Southern Europe, whereas the market in Eastern Europe, one of AMAG's growth regions, was marked by consistent growth.

In the North American market, the transport sector was the main driver of demand, and particularly the commercial vehicle and aircraft industries.

In Asia, the stable and strong demand for aluminium rolled products resulted from growing urbanization and the related growth of the automotive and construction industries.

The Rolling Division's sales rose by 14 % from 372.5 mEUR to 426.4 mEUR in the reporting period. In addition to higher aluminium prices and higher price levels this is also due to a shift in the product mix.

In the first three quarters, EBITDA increased from 42.9 mEUR to 54.5 mEUR, i.e. by + 27 %. In comparison with the same quarter of the prior year, EBITDA at 13.5 mEUR was below the prior year's level of 19.9 mEUR.

<sup>1</sup> CRU: Commodity Research Unit, August 2011



Reasons for this were unscheduled repair work on the craneways, damage caused by stormy weather and necessary maintenance work. The resulting prolonged down time in the third quarter 2011 led to a lower sales volume compared to the prior year.

Provisioning and foreign currency valuations also had a negative impact.

### Service Division

Key figures for the Service Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Change in %	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	Change in %	2010 <sup>*)</sup>
EBITDA	1.0	2.0	(51 %)	2.6	3.5	(24 %)	2.5
EBIT	-0.8	0.3	-	-2.4	-1.6	57 %	-4.2
Employees <sup>1)</sup>	112	110	2 %	113	109	4 %	109

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

<sup>1)</sup> Average full time equivalent including leasing personnel, without apprentices

The Service Division includes the holding of developed properties at the Ranshofen location and provides centrally-organized services, such as facility management, energy supply and various "shared services".

EBITDA was 2.6 mEUR in the first three quarters of 2011 after 3.5 mEUR in the comparable period of the prior year.

### Outlook for 2011

The German ifo in its current assessment of the general economic situation expects that, after a dynamic start to the current year, growth will show a clear slackening in the second half of 2011. Thus, expectations for GDP growth in Germany have been revised downwards, to a decreased rate of 2.9 % for this year. An increase by only 0.8 % is expected for next year. In its current forecast, the German ifo in light of the above anticipates that in 2011 the gross domestic product (GDP) for the Eurozone will grow by 1.8 %.

The weakened business outlook, the controversial debates on sovereign debt limits in the United States and on the debt crisis in the Eurozone moreover led to tensions on the international financial markets.

However, the forecasts concerning the consumption of primary aluminium or aluminium rolled products have not changed fundamentally since the previous quarter. For primary aluminium, expectations within the sector are that consumption will rise by between 9 % and not more than 12 % in 2011.

The assessment suggesting that the demand for aluminium will roughly double over the next 10 to 12 years is still intact.

For the global consumption of rolled products, CRU continues to expect about 20 million tons (+8 %) for 2011 after 18.5 million tons in 2010.

Against this backdrop, and based on the satisfactory order backlog, AMAG expects that the positive business development will continue in the last quarter of 2011. Particularly on account of maintenance work scheduled at the Ranshofen location in August and December, a reduction in quantities shipped is to be expected for the second half-year.



The Management Board expects raw material costs in the Metal Division to continue on a high level in the 4th quarter of 2011. On the assumption that the price of aluminium will remain stable, the positive effects from valuation will no longer arise in the 4th quarter. AMAG's management nevertheless confirms the outlook for 2011 announced in the half-year results and from today's perspective still expects profitability for 2011 to increase beyond the record levels achieved in the prior year.

### **Risk management and significant risks in the fiscal year**

The risk management of the AMAG Group is oriented toward securing sustained, positive growth in the asset, financial and earnings positions, as well as a long-term increase in the value of the Group as a whole.

The system is primarily based on

- the regulation of operating processes by means of group guidelines, in order to assure the recognition, analysis, valuation and communication of risks, and thus active control of the handling of risks and opportunities,
- active hedging of the specific risks (volatility of the price of aluminium and USD/CAD as well as USD/EUR),
- the covering of certain risks by means of insurance policies as part of a comprehensive insurance concept.

The significant risks in AMAG's business in the remaining part of the fiscal year are, in particular, in the general economic trend, and in the macroeconomic setting.

The resulting uncertainty in the market may lead to declining demand for cast and rolled aluminium products. Additionally, higher pressure on sales prices may have a negative effect on AMAG's sales and earnings positions. Similarly, any volatility in aluminium prices and in the USD/EUR and USD/CAD exchange rates as well as rising prices of the raw materials required for the smelter would have a delayed effect on AMAG's sales and earnings development. A comprehensive description of the risks may be found in the 2010 Consolidated Financial Statements of AMAG Holding GmbH.

## Interim Consolidated Financial Statements according to IAS 34

### Consolidated Balance Sheet (Statement of Financial Position)

Values in kEUR	30.09.2011	31.12.2010 <sup>*)</sup>
Intangible assets	143	90
Property, plant and equipment	381,897	388,258
Other non-current assets and financial assets	35,554	27,342
Deferred tax assets	20,713	20,572
<b>Non-current assets</b>	<b>438,307</b>	<b>436,262</b>
Inventories	212,086	198,478
Trade receivables	91,137	71,438
Current tax receivables	4,338	4,613
Other receivables	62,229	108,853
Cash and cash equivalents	112,702	9,139
<b>Current assets</b>	<b>482,492</b>	<b>392,521</b>
<b>TOTAL ASSETS</b>	<b>920,799</b>	<b>828,783</b>
Values in kEUR	30.09.2011	31.12.2010 <sup>*)</sup>
Capital stock	35,264	35
Additional paid-in capital	379,355	97,141
Hedging reserve	15,554	3,700
Actuarial gains / losses	(7,144)	(3,790)
Currency translation differences	8,805	6,466
Retained earnings	91,331	217,341
<b>Equity attributable to equity holders</b>	<b>523,165</b>	<b>320,893</b>
Non-controlling interests	0	193,281
<b>Equity</b>	<b>523,165</b>	<b>514,174</b>
Provisions	69,858	68,922
Interest-bearing financial liabilities	58,201	21,842
Other non-current liabilities	28,760	34,495
Deferred tax liabilities	41,807	33,912
<b>Non-current provisions and liabilities</b>	<b>198,627</b>	<b>159,171</b>
Current provisions	23,212	20,227
Interest-bearing financial liabilities	62,591	23,526
Trade payables	58,637	46,033
Current tax liabilities	2,844	1,609
Other liabilities	51,723	64,043
<b>Current provisions and liabilities</b>	<b>199,007</b>	<b>155,438</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>920,799</b>	<b>828,783</b>

\*) The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

## Consolidated Statement of Income

Values in KEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
<b>Sales</b>	<b>198,440</b>	<b>192,910</b>	<b>627,592</b>	<b>547,704</b>	<b>727,970</b>
Changes in inventories of finished goods and work in progress	938	(2)	6,016	(3,741)	7,744
Own work capitalized	127	178	486	260	604
	<b>199,505</b>	<b>193,086</b>	<b>634,094</b>	<b>544,223</b>	<b>736,318</b>
Other operating income	4,921	6,123	12,029	15,795	18,207
Cost of materials	(121,438)	(127,597)	(404,873)	(342,003)	(468,211)
Personnel expenses	(23,163)	(21,477)	(73,155)	(65,880)	(91,540)
Other operating expenses	(17,126)	(14,817)	(43,486)	(43,899)	(55,823)
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>42,699</b>	<b>35,318</b>	<b>124,609</b>	<b>108,236</b>	<b>138,951</b>
Depreciation, amortization and impairment losses	(11,464)	(11,177)	(33,890)	(33,768)	(45,126)
<b>Earnings before interest and taxes (EBIT)</b>	<b>31,235</b>	<b>24,141</b>	<b>90,719</b>	<b>74,468</b>	<b>93,825</b>
Interest income (expenses)	(1,308)	(824)	(4,104)	(3,388)	(4,232)
Other financial income (expenses)	1,848	(77)	1,745	(175)	(280)
<b>Net financial income (expenses)</b>	<b>540</b>	<b>(901)</b>	<b>(2,359)</b>	<b>(3,563)</b>	<b>(4,512)</b>
<b>Earnings before taxes (EBT)</b>	<b>31,775</b>	<b>23,240</b>	<b>88,360</b>	<b>70,905</b>	<b>89,313</b>
Current taxes	(888)	61	(5,913)	(1,468)	(2,897)
Deferred taxes	(3,006)	(1,831)	(6,516)	(10,717)	(10,761)
<b>Taxes on income and earnings</b>	<b>(3,894)</b>	<b>(1,770)</b>	<b>(12,429)</b>	<b>(12,185)</b>	<b>(13,658)</b>
<b>Net income after taxes</b>	<b>27,881</b>	<b>21,470</b>	<b>75,931</b>	<b>58,720</b>	<b>75,655</b>
Of which:					
Attributable to non-controlling interests	0	8,169	2,116 <sup>**) </sup>	22,062	28,474
Attributable to the equity holders of the parent	27,881	13,301	73,815	36,658	47,181
Earnings per Share in EUR	0.79		2.15		

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

<sup>\*\*)</sup>  Simultaneously with the IPO, the AMAG Employees Private Foundation ceased to be a shareholder in Austria Metall GmbH and became a shareholder in AMAG Austria Metall AG.

## Consolidated Statement of Comprehensive Income according to IFRS

Values in KEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
<b>Net income after taxes</b>	<b>27,881</b>	<b>21,470</b>	<b>75,931</b>	<b>58,720</b>	<b>75,655</b>
Changes in the hedging reserve	9,723	(8,469)	9,628	(2,054)	560
Gains/(losses) due to changes in fair value	16,810	(5,956)	19,282	9,130	7,716
Deferred taxes relating thereto	(4,471)	1,478	(4,948)	(1,885)	(3,219)
Recognized in the statement of income	(3,623)	(5,336)	(6,328)	(11,861)	(6,773)
Deferred taxes relating thereto	1,007	1,345	1,622	2,562	2,836
Currency translation differences	10,204	(14,650)	(643)	7,161	8,801
Changes in actuarial gains/losses	(959)	0	(959)	(113)	(2,522)
Changes in actuarial gains/losses	(1,278)	0	(1,278)	(113)	(4,665)
Deferred taxes relating thereto	319	0	319	0	2,143
<b>Other comprehensive income for the year net of taxes</b>	<b>18,968</b>	<b>(23,119)</b>	<b>8,026</b>	<b>4,994</b>	<b>6,839</b>
Of which:					
Attributable to non-controlling interests	0	(8,687)	(1,637)	1,877	2,566
Attributable to equity holders of the parent	18,968	(14,432)	9,663	3,117	4,273
<b>Total comprehensive income (expenses) for the year</b>	<b>46,849</b>	<b>(1,649)</b>	<b>83,957</b>	<b>63,714</b>	<b>82,494</b>

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

## Consolidated Statement of Cash Flows

Values in kEUR	Q3/2011	Q3/2010 *)	Q1-Q3/2011	Q1-Q3/2010 *)	2010 *)
<b>Earnings before taxes (EBT)</b>	<b>31,775</b>	<b>23,240</b>	<b>88,360</b>	<b>70,905</b>	<b>89,313</b>
Interest income (expenses)	1,308	824	4,104	3,388	4,230
Depreciation, amortization and impairment losses/reversals of impairment losses on investment assets	11,464	11,177	33,890	33,768	45,668
(Gains)/losses from the disposal of investment assets	43	197	(67)	561	773
Other non-cash (income)/expenses	1,252	(702)	1,777	(983)	177
Changes in inventories	(3,137)	(10,872)	(13,906)	(3,557)	(33,098)
Changes in trade receivables	5,971	(2,467)	(19,889)	(31,633)	(19,752)
Changes in other receivables	(435)	3,771	245	7,121	6,867
Changes in derivatives	(13,642)	959	(23,824)	(26,136)	(19,820)
Changes in provisions (current and non-current)	2,174	(2,218)	1,664	(4,635)	(5,807)
Changes in trade payables	(4,744)	2,472	12,008	15,875	8,855
Changes in other liabilities	(7,650)	(3,222)	242	3,095	1,770
	<b>24,379</b>	<b>23,159</b>	<b>84,604</b>	<b>67,769</b>	<b>79,176</b>
Tax payments	(2,111)	2,368	(4,447)	505	(1,164)
Interest received	443	345	1,207	585	747
Interest paid	(1,248)	(727)	(4,054)	(2,588)	(3,346)
<b>Cash flow from operating activities</b>	<b>21,463</b>	<b>25,145</b>	<b>77,310</b>	<b>66,271</b>	<b>75,413</b>
Proceeds from disposals of investment assets	68	5	792	89	130
Payments for property, plant and equipment and intangible assets	(12,952)	(9,835)	(30,381)	(27,010)	(43,609)
<b>Cash flow from investing activities</b>	<b>(12,884)</b>	<b>(9,830)</b>	<b>(29,589)</b>	<b>(26,921)</b>	<b>(43,479)</b>
Changes in interest-bearing financial liabilities	(113,158)	(3,368)	75,809	(9,093)	(18,339)
Cash proceeds from capital contributions	571	0	123,266	0	0
Dividends paid	0	0	(200,000)	(68,000)	(68,000)
<b>Cash flow from financing activities</b>	<b>(112,587)</b>	<b>(3,368)</b>	<b>(925)</b>	<b>(77,093)</b>	<b>(86,339)</b>
<b>Change in cash and cash equivalents</b>	<b>(104,008)</b>	<b>11,947</b>	<b>46,796</b>	<b>(37,743)</b>	<b>(54,405)</b>
Effect of exchange rate changes on cash and cash equivalents	355	(316)	(58)	149	209
Cash and cash equivalents at the beginning of the period	216,355	70,935	65,964	120,160	120,160
Cash and cash equivalents at the end of the period	112,702	82,566	112,702	82,566	65,964
<b>Change in cash and cash equivalents</b>	<b>(104,008)</b>	<b>11,947</b>	<b>46,796</b>	<b>(37,743)</b>	<b>(54,405)</b>

## Consolidated Statement of Changes in Equity

Values in kEUR	Equity attributable to the equity holders						Total	Non-controlling interests	Consolidated equity
	Capital stock	Addt. paid-in capital	Hedging-reserve	Currency translation differences	Actuarial gains/losses	Retained earnings			
<b>Balance as of 1 January 2010 *)</b>	<b>35</b>	<b>290,141</b>	<b>3,350</b>	<b>420</b>	<b>(2,216)</b>	<b>20,156</b>	<b>311,886</b>	<b>187,794</b>	<b>499,680</b>
Total comprehensive income and expenses for the first three quarters	0	0	(1,282)	1,870	(71)	39,258	<b>39,775</b>	23,939	<b>63,714</b>
Dividend distributions	0	0	0	0	0	(42,447)	<b>(42,447)</b>	(25,553)	<b>(68,000)</b>
<b>Balance as of 30 September 2010 *)</b>	<b>35</b>	<b>290,141</b>	<b>2,068</b>	<b>2,290</b>	<b>(2,287)</b>	<b>16,967</b>	<b>309,214</b>	<b>186,180</b>	<b>495,394</b>
<b>Balance as of 1 January 2011</b>	<b>35</b>	<b>97,141</b>	<b>3,700</b>	<b>6,466</b>	<b>(3,790)</b>	<b>217,341</b>	<b>320,893</b>	<b>193,281</b>	<b>514,174</b>
Total comprehensive income and expenses for the first three quarters	0	0	10,410	211	(959)	73,816	<b>83,478</b>	479	<b>83,957</b>
Extension of scope of consolidation	35	2	0	0	0	61	<b>98</b>	0	<b>98</b>
Capital injections	35,194	89,742	0	0	0	0	<b>124,936</b>	0	<b>124,936</b>
Acquisition of remaining non-controlling interests	0	192,470	1,444	2,128	(2,395)	113	<b>193,760</b>	(193,760)	<b>0</b>
Dividend distributions	0	0	0	0	0	(200,000)	<b>(200,000)</b>	0	<b>(200,000)</b>
<b>Balance as of 30 September 2011</b>	<b>35,264</b>	<b>379,355</b>	<b>15,554</b>	<b>8,805</b>	<b>(7,144)</b>	<b>91,331</b>	<b>523,165</b>	<b>0</b>	<b>523,165</b>

\*) The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

## Notes to the Interim Consolidated Financial Statements

### General comments

AMAG Austria Metall AG (5282 Ranshofen, Lamprechtshausnerstraße 61, registry number FN 310593f at the Regional Court of Ried) is an Austrian holding company that, with its group affiliates, is engaged in the production and distribution of primary aluminium, rolled products (sheets and plates) and recycling foundry alloys.

### Legal foundations and methods

The Interim Consolidated Financial Statements for the reporting period from 1 January to 30 September 2011 were prepared in accordance with IAS 34 Interim Financial Reporting. The Interim Consolidated Financial Statements do not include all information and data included in the Consolidated Financial Statements as of 31 December 2010 of AMAG Holding GmbH and should be read together with those.

Accounting methods used in the preparation of the Interim Consolidated Financial Statements correspond to those for the Consolidated Financial Statements as of 31 December 2010, and the valuation methods as of 31 December 2010 used in the AMAG Holding GmbH remain unchanged. The Interim Consolidated Financial Statements are reported in thousands of Euros. In adding rounded amounts and percentages, the use of automated calculations may result in rounding differences. Unless otherwise indicated, the comparable data refers to the third quarter of the 2010 fiscal year (closing date 30 September 2010) for AMAG Holding GmbH.

The Management Board of AMAG Austria Metall AG is persuaded that the Interim Consolidated Financial Statements represent a true and fair picture of the actual asset, financial, and earnings positions. The Interim Consolidated Financial Statements were subjected to neither a complete audit nor a review by an auditor.

### Changes in the scope of consolidation

The Interim Consolidated Financial Statements for the comparable period in 2010 concern AMAG Holding GmbH and its subsidiaries. In the Interim Consolidated Financial Statements as of 30 September 2011, AMAG Austria Metall AG, AMAG Erste Beteiligungsverwaltungs GmbH and Sulipo Dritte Beteiligungsverwaltungs GmbH were included in the scope of consolidation, with AMAG Austria Metall AG serving as the controlling company of the AMAG Group now.

### Accounting standards

With respect to the restructuring measures carried out in the first half-year of 2011, these are mergers of companies under common control ("Transactions under common control") according to IFRS 3. Such restructuring measures do not fall under the scope of application of IFRS 3, nor are they governed by other IFRSs. To the extent that processes are not governed by IFRS, IAS 8.10-12 offers references to further handling, according to which, in the absence of a standard, management must decide which accounting and valuation method represents a true and fair picture of the economic content of the factual relationships.

On this basis, the AMAG management has determined an accounting method according to which, for restructuring measures of companies under common control, the book values of the existing AMAG IFRS Consolidated Financial Statements form the basis for accounting for the restructuring measures. In this manner, no revaluation to the current market values is performed and consequently no differential amounts (goodwill) result from the restructuring measures.

With respect to the IFRS accounting standards used, no changes occurred as compared with the Consolidated Financial Statements of AMAG Holding GmbH as of 31 December 2010.

### Seasonal and cyclical fluctuations

The course of business for AMAG Austria Metall AG is not generally characterized by substantial seasonal fluctuations. Also in 2011, the scheduled annual maintenance measures at the Ranshofen location will be performed in the second half-year.

### Notes to the Consolidated Balance Sheet

As of 30 September 2011, the balance sheet total for the AMAG Group rose to 920.8 mEUR (31 December 2010: 828.8 mEUR).

Property, plant and equipment decreased from 388.3 mEUR to 381.9 mEUR. In addition to negative currency differences due to USD/EUR conversion, depreciations exceeding the asset additions of the period also contributed to this decrease.

Other receivables decreased from 108.9 mEUR as of 31 December 2010 to 62.2 mEUR as of 30 September 2011 primarily due to the dissolution in March 2011 of the cash pooling relationship with the Constantia Packaging Group. Because of this return flow and on account of the capital injections made in the first half-year, cash and cash equivalents of the AMAG Group increased from 9.1 mEUR to 112.7 mEUR.

Non-current interest-bearing financial liabilities rose from 21.8 mEUR to 58.2 mEUR. The main reason for this increase was the conclusion of a loan agreement under which an amount of 40.0 mEUR becomes due and payable after more than one year.

Equity (including non-controlling shares) was increased from 514.2 mEUR by 9.0 mEUR to 523.2 mEUR. The change resulted in particular from a profit distribution of 200.0 mEUR, from a capital increase in February 2011 in the amount of 29.9 mEUR, a capital injection of 95.0 mEUR made in connection with the IPO as well as income and expenses in the amount of 84.0 mEUR in the first three quarters.

In connection with the IPO, on 8 April 2011, 19.3 million shares of AMAG Austria Metall AG were placed with institutional investors and Austrian private investors. This included an increase of the capital stock of AMAG Austria Metall AG by 5,264,000 shares. Simultaneously with the IPO, the AMAG Employees Private Foundation ceased to be a shareholder in Austria Metall GmbH and became a shareholder in AMAG Austria Metall AG. This transaction was reported at book values according to IAS 27.31.

### Notes to the Consolidated Statement of Income

From January to September 2011, the sales of the AMAG Group were 627.6 mEUR, or 15 % higher than in the corresponding period of the prior year (547.7 mEUR). Sales in the third quarter of 2011 amounted to 198.4 mEUR, thus exceeding the sales of the third quarter of 2010 by 3 % due to the shipment volume continuing virtually on the same level.

The earnings before interest, taxes, depreciation and amortization (EBITDA) for the Group in the first three quarters were 124.6 mEUR; i.e. they were 16.4 mEUR or 15 % above the EBITDA for the comparable period in the prior year (108.2 mEUR). In the third quarter of 2011, the EBITDA was 42.7 mEUR, i.e., up 7.4 mEUR or approximately 21 % from the amount reported for the comparable period in the prior year.

EBIT increased by 22 % to 90.7 mEUR due to the trend of depreciation and amortization levels continuing virtually unchanged. Overproportional growth was achieved in the surplus for the period. Net income after taxes for the first three quarters of 2011 amounts to 75.9 mEUR, thus being up 29 % from the result generated in the comparable period of the prior year.



## Notes to the Consolidated Cash Flow Statement

In the first three quarters of 2011, the cash flow from operating activities was 77.3 mEUR, or 11.0 mEUR up from the comparable value for 2010 of 66.3 mEUR. This increase is primarily due to the higher earnings achieved in the current fiscal year. The cash flow from operating activities generated in the third quarter of 2011 was 21.5 mEUR, or approximately 3.6 mEUR below the comparable value of the prior year. A significant contributor to this trend was in particular the negative development concerning the working capital.

At -29.6 mEUR (Q3 2011: -12.9 mEUR), the cash flow from investing activities generated in the first nine months of the current year was higher than in the comparable period of the prior year at -26.9 mEUR (Q3 2010: -9.8 mEUR) due to increased investment activities. Most of the funds were invested in replacement and extension projects at the Ranshofen location, and approximately one third of the investments is attributable to the Canadian smelter.

## Business divisions

### Metal Division

Key figures for the Metal Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
Sales	145.2	134.4	446.4	381.6	513.4
of which internal	91.9	89.4	296.5	250.4	335.6
EBIT	20.7	5.7	44.3	39.9	52.7

### Casting Division

Key figures for the Casting Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
Sales	32.0	30.4	100.4	84.1	114.5
of which internal	1.2	1.0	3.7	3.7	4.9
EBIT	1.3	1.6	5.0	3.2	3.6

### Rolling Division

Key figures for the Rolling Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
Sales	129.0	132.0	426.4	372.5	493.6
of which internal	14.6	13.4	45.3	36.3	53.1
EBIT	9.9	16.6	43.9	32.9	41.7

### Service Division

Key figures for the Service Division in mEUR	Q3/2011	Q3/2010 <sup>*)</sup>	Q1-Q3/2011	Q1-Q3/2010 <sup>*)</sup>	2010 <sup>*)</sup>
EBIT	-0.8	0.3	-2.4	-1.6	-4.2

<sup>\*)</sup> The comparable values shown for the year 2010 refer to AMAG Holding GmbH and its subsidiaries

### **Business relationships with affiliated companies**

Balances and transactions between AMAG Austria Metall AG and its subsidiaries were eliminated as part of the consolidation and are not further explained here.

Within the scope of the business operations, there are business relationships for the provision of goods and services with affiliated companies within the AMAG Group. These transactions take place exclusively at market conditions.

There were no fundamental changes in transactions with affiliated companies and persons as represented in the Consolidated Financial Statements of AMAG Holding GmbH as of 31 December 2010 and that significantly influenced the company's financial position or operating profit/loss during the first nine months of the current fiscal year.

No loans were granted to members of the Management Board or Supervisory Board, nor were liabilities entered into on their behalf. No other types of transactions, particularly purchase agreements for significant assets, were concluded.

### **Significant events after the balance sheet date**

On 18 October 2011, financial liabilities in the amount of 40.0 mEUR were repaid.

AMAG announced on 31 October 2011 that representatives of the Alouette smelter, in which AMAG holds a 20 % share, and of the Quebec Government signed a Memorandum of Understanding (MoU) in Sept Îles concerning the supply of electric power to the smelter. The agreement fixes the key terms for purchasing electricity until 2041. The next step will be the signing of an electricity supply contract on the basis of the MoU.

## Statement by the Management Board

We confirm that, to the best of our knowledge, the Interim Consolidated Financial Statements prepared in accordance with the regulations for interim financial statements of the International Financial Reporting Standards (IFRS) represent a true and fair picture of the asset, financial and earnings positions of AMAG Austria Metall AG.

We furthermore confirm that the interim consolidated management report represents a true and fair picture of the asset, financial and earnings position of AMAG Austria Metall AG in respect of the major events during the first nine months of the fiscal year and their effect on the Interim Consolidated Financial Statements, of the significant risks and uncertainties in the remaining three months of the fiscal year, and of the transactions to be disclosed as significant transactions with affiliated companies and persons.

Ranshofen, 4 November 2011

The Management Board



Gerhard Falch  
CEO



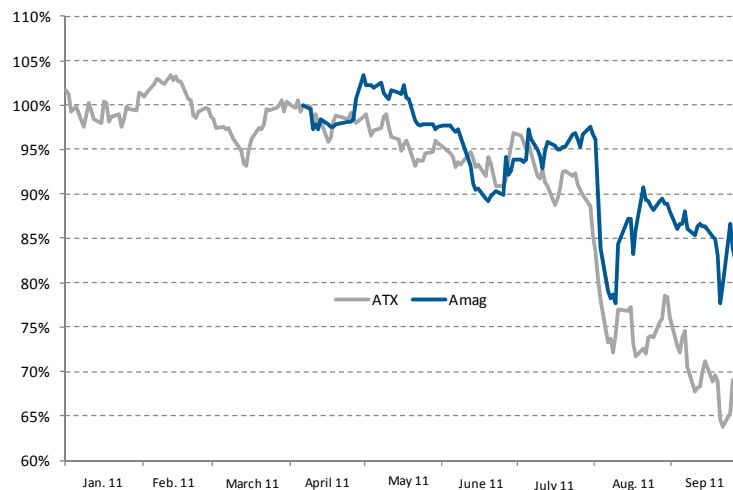
Dr. Helmut Kaufmann  
COO



Gerald Mayer  
CFO

## Information on the Stock

Price development of the AMAG share in relation to the ATX in the period from 8 April 2011 to 30 September 2011 (100 % = 8 April 2011, first day of trading).



Source: Vienna Stock Exchange

### Performance of AMAG stock

The shares of AMAG have been traded since Friday, 8 April 2011, under the trading symbol "AMAG" and the ISIN (International Securities Identification Number) AT00000AMAG3 on the official market (Prime Market) of the Vienna Stock Exchange.

On the first day of trading, 8 April 2011, the closing price was 17.89 EUR. The highest closing price in the period from 8 April 2011 to 30 September 2011 was 18.50 EUR (2 May 2011), and the lowest closing price amounted to 13.90 EUR (22 September 2011). The average quotation for the share in this period was 16.62 EUR. The annual high amounted to 18.94 EUR.

Market capitalization was 586.1 mEUR on average, with the highest value, 652.4 mEUR, being reported on 2 May 2011 and the lowest, 490.2 mEUR, on 22 September 2011.

### Trading volume

In the period from 8 April 2011 to 30 September 2011, the average daily volume of trade (double counting) in AMAG stock amounted to 111,760 shares. The highest trading volume, 4,747,134 shares, was seen on the first day of trading, and the lowest trading volume was generated on 26 August 2011, at 1,872 shares.

### Investor Relations

In the course of a roadshow made in the third quarter of 2011, numerous talks with investors were held in Geneva, Zurich, Frankfurt, Paris and London. Furthermore, AMAG presented itself at the following event:

- Stock exchange information days held by the Vienna Stock Exchange in Salzburg on 20 September 2011 (approx. 50 visitors)

### Data in respect of AMAG stock

Bloomberg Ticker	AMAG AV
International Securities Identification Number (ISIN)	AT00000AMAG3
Date of admission	8 April 2011
Class of shares	Ordinary share
Stock market	Vienna (Prime Market)
Total number of non-par value shares issued	35,264,000
Issue price IPO April 2011	19 EUR
Closing price on 30 September 2011	14.70 EUR
Earnings per share 3rd quarter 2011 *	0.79 EUR

\* based on 35,264,000 shares (including the capital increase carried out in the context of the IPO)

### Financial calendar

Report on the 1st-3rd quarters 2011	4 November 2011
Full year results 2011 and press conference	2 March 2012
Report on the 1st quarter 2012	4 May 2012
Shareholders' meeting (place: Design Center Linz)	16 May 2012
Ex-dividend and payment date	24 May 2012
Report on the 1st half-year 2012	3 August 2012
Report on the 1st-3rd quarters 2012	6 November 2012

### **Cautionary statements**

The forecasts, plans and forward-looking assessments and statements contained in this report are based on the information currently available to us. Should the assumptions on which the forecasts have been based fail to occur, the targets not be met or risks materialize, then the actual results may deviate from the results currently anticipated. We undertake no obligation to update publicly any such forecasts in light of new information or future events.

We have exercised the utmost diligence in preparing this report and have checked the data contained therein. However, rounding, transmission and printing errors cannot be ruled out. This report is also available in German. In case of doubt, the German version prevails.

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