Press release

**VIMETCO REPORTS FULL YEAR FINANCIAL RESULTS   
FOR THE 12 MONTHS ENDED 31 DECEMBER 2013**

Amsterdam, 28 April 2014 – Vimetco NV (LSE: VICO), the global producer of primary and processed aluminium products, today announces its financial results for the 12 months ended 31 December 2013.

**Financial highlights**

* Sales of USD 2.2 billion, down from USD 2.3 billion in 2012 mainly as a result of market conditions
* EBITDA of USD 140 million, compared to USD 281 million, in 2012
* Net loss of USD 150 million, from USD 146 million, in 2012
* Total assets of USD 5.5 billion, from USD 5.4 billion, in 2012

**Operational highlights**

* The total production of electrolytic aluminium decreased to 869,000 tonnes, from 925,000 tonnes in 2012, and the production of processed products increased at 189,000 tonnes, up from 171,000 tonnes in 2012
* Continued Research and Development programme focused on energy savings

**Vitaliy Machitski, Chairman of the Board, said:**

“The weak aluminium market and the increase in the price of raw materials, especially electricity, impacted significantly the financial results. More specifically, last year we faced a depressed aluminium market that, despite most forecasts, registered a low demand and, consequently, the price of aluminium remained at record lows for the past four years.

Working in a typically cyclical industry, with strong price increases, followed by equal decreases, we understand that our competitiveness comes from the added value. Therefore, our long-term strategy was and continues to be achieving the vertical integration, and delivering highly sophisticated aluminium products, for high-end customers. This is where our research and development specialists play a very important role, and this is where they have proven their capabilities.

As a result of a complex investment programme in technology and research, we have managed to increase the output and range of very high-added products, both for the primary aluminium and for the processed products sectors, and, thus, we have managed to take advantage of a market where the demand is still strong, and the margins are high. Therefore, although our sales registered a 6% decrease last year, the product range continued to improve. Vimetco sold 747,000 tonnes of primary aluminium, 50,000 tonnes less than in 2012, while the sales for processed aluminium products increased significantly to 145,000 tonnes, from 112,000 tonnes, the previous year.

During the year, our continued efforts to improve the product range and to deliver high quality aluminium products, were offset not only by the lower quotations for aluminium registered both on the London Metal Exchange, and on the Shanghai Metal Exchange, but also by the increased cost of electricity, both of which had an impact on our overall results.

2014 has seen a slight change in the aluminium market, with some producers announcing capacity reductions that led to a slow increase in the quotation of aluminium on the London Metal Exchange. Moreover, manufacturers in several sectors switched to aluminium, for several of its properties, being lighter than steel, or relatively cheap compared to copper, and more efficient and, therefore, more cost effective.

As demand for sophisticated products of high added value continues to be strong, we will continue to focus on our strategy of expanding our portfolio of these products even further and to reach an even wider range of potential customers in several market segments.

We will continue to closely analyse the developments in the raw material sectors and their effects on our business, in order to be able to take swift and efficient measures that will allow us to remain competitive in this highly challenging market.”

**Gheorghe Dobra, Chief Executive Officer, said:**

“Last year was a testing one, with low demand and prices that followed the same downward trend combined with continued increases in raw material costs.

However, we remained focused on our long-term development strategy to increase the output and sales of high added value products, while, in the short term, we developed and implemented new technologies to support our constant engagement to reduce costs.

In December 2013, the aluminium quotation reached the lowest level of the last four years, when it decreased below USD 1,700/tonne, as a result of a weak demand. This coupled with the higher than expected energy prices, impacted significantly our final results.

In order to mitigate the situation, Vimetco focused on achieving improved technological consumptions, both in Romania, and in China, but also diversified its production sources, by developing scrap-recycling technologies and, thus, partially cutting down electricity consumption.

As a result, our output of primary aluminium decreased by 5%, while the production of processed aluminium increased by 10% in 2013 as compared to 2012.

The solid results we registered in terms of the efficiency of our operations give us the confidence to pursue our long-term strategy of vertical integration and consolidation of our business.

This, together with the latest decisions taken by the European Commission to safeguard the future of the industrial footprint within the EU, gives us confidence that we will be able to further improve our efficiency and to benefit from market opportunities, once the aluminium demand begins to pick up.”

**For further information please contact:**

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**About Vimetco**

Vimetco N.V. is a global, vertically integrated producer of primary and processed aluminium products with production assets in China, Romania and Sierra Leone, a holding company in The Netherlands. Vimetco NV controls annual production capacities of up to 1.1 million tonnes of electrolytic aluminium, 340,000 tonnes of processed aluminium products, 600,000 tonnes of alumina, 1.7 million tonnes of bauxite, 2.25 million tonnes of coal, 7.9 million MWh of electricity and 318,000 tonnes of baked anodes per year. Vimetco’s global depositary receipts are listed on the London Stock Exchange (LSE:VICO). [www.vimetco.com](http://www.vimetco.com/)

**Business Review**

Despite the extremely challenging market conditions, Vimetco continued its long-term development strategy in 2013 and remained focused on high added value products, while taking more steps to increase the efficiency of its operations and to reduce its overall costs. Moreover, the Group consolidated its specific markets and put an even stronger emphasis on developing its sales network.

The weak aluminium market, with significantly lower quotations, led to a decrease in overall sales, which stood, in 2013, at USD 2.2 billion, down from USD 2.33 billion in 2012. The cost of sales slightly decreased in 2013 by 0.3% compared to 2012 leading to a gross profit of USD 76 million, down from USD 200 million in 2012.

Last year, the Group sold almost 747,000 tonnes of primary aluminium, or USD 1.6 billion, compared to 785,000 tonnes, in 2012 or USD 1.7 billion, while the sales of processed aluminium products registered a significant increase, to 145,000 tonnes or USD 429 million, up by 33,000 tonnes, compared to the previous year, when they stood at 112,000 tonnes or USD 357 million.

Two major factors impacted the Group’s results – the weak aluminium market and the increase in the input costs registered in 2013. The aluminium quotation on the London Metal Exchange (LME) continued its decreasing trend and the average reported price for 2013 was of 1,845 USD/tonne, compared to a level of 2,018 USD/tonne, in 2012.

The lowest LME level reached within the last four years was of 1,695 USD/tonne in December 2013. In order to address the increase in costs, Vimetco further focused on achieving best technological consumption, both through Research and Development, and through a change in production mix.

Specifically, the Group developed scrap-recycling technologies and managed to reduce part of its energy consumption.

**Financial results and significant non-financial events**

In 2013, Vimetco’s sales decreased by almost 6%, to USD 2.2 billion and, as a result, the Group’s gross profit decreased to USD 76 million, down from USD 200 million in 2012. Vimetco reported an EBITDA of USD 140 million in 2013 compared to USD 281 million in 2012. The net loss for the period reached USD 150 million compared to USD 146 million in 2012, while the net finance costs decreased (2013: USD 167 million, 2012 restated: USD 236 million).

During 2013, Vimetco continued its long-term strategy to focus on products with higher added value, both in primary and processed segments. Although these products have higher margins, they could not compensate the loss generated by the slowdown in demand, reflected in the lower LME price.

The production of electrolytic aluminium production decreased, as per market trend, reaching 869,000 tonnes, from 925,000 tonnes, in 2012, while the processed aluminium production increased to 189,000 tonnes, from 171,000 tonnes, in 2012. The alumina production decreased to 391,000 tonnes from 414,000 tonnes in 2012, while the bauxite production decreased to 616,000 tonnes, from 776,000 tonnes.

**Financial position**

The Group’s total assets increased by USD 144 million, from USD 5.4 billion in 2012 to USD 5.5 billion in 2013, while the total equity decreased to USD 954 million, from USD 1.1 billion in 2012.

The Group’s total liabilities increased in 2013 to USD 4.6 billion from USD 4.3 billion in 2012. Total non-current liabilities at Vimetco Group level were USD 1.5 billion at 31 December 2013, down from USD 1.6 billion in 2012 with long-term bank loans lower, of USD 1.3 billion compared to USD 1.46 billion in 2012. The short-term bank loans also increased to USD 1.1 billion in 2013 from USD 971 million in 2012.

**China segment**

Vimetco’s Chinese unit, Henan Zhongfu Industry Co. Ltd. was included in the Top 500 Chinese Enterprises in 2013, in China (i.e. the company was ranked the at 359th place (2012: 274th) on this list published by the Fortune Magazine, China edition). Henan Zhongfu Industry Co. Ltd. has a production capacity of 815,000 tonnes of electrolytic aluminium.

The Group has smelting plants in Gongyi and Linzhou and processing facilities in Zhengzhou, with a capacity of 150,000 tonnes of cold rolled products and casting facilities. Vimetco also controls mining facilities with a capacity of 2.25 million tonnes p.a. of coal, 3 x 300 MW coal-fired power stations in Gongyi and anodes plant producing 150,000 tpa of green anodes. Vimetco Group has also a significant shareholding in 2 х 300 MW coal-fired power stations in Linzhou (jointly held with Datang).

Last year, in January, the Group started the testing phase of its hot line for the 1+4 rolling mill, with a capacity of 750,000 tonnes, after having successfully made the first piece of hot rolling product on 21 December 2012 and the installation works of cold rolling line began. In this way, the Group is pursuing its strategy to turn Henan Zhongfu Industry into an integrated main supplier for high added value products, primarily for the Chinese market.

Moreover, in 2013, the Group continued to consolidate its sales network within the Chinese market, focusing on higher added value products, with higher margins.

During 2013, one of the Group’s companies was awarded patent certificates for three newly developed production devices by the Chinese State Intellectual Property Office. Therefore, this company reached a total number of 15 patents, out of which 14 patents represent Utility Model patents and one represents an Invention patent. Moreover, another company within Vimetco Group was awarded the ‘High and New Technology Enterprises Certificate’ by the Office of Science and Technology, Henan province, in 2013.

In March 2013, Henan Zhongfu Industry Co. Ltd started a pilot project with Shanghai

Jiaotong University to make high-purity aluminium, with the aim of decreasing production costs and generating new sources of income for the Group.

In April 2013, the PRC’s Ministry of Science and Technology inspected and approved the technology of 360 m HVDC HTS (High-voltage direct current high temperature superconductor) cable carrying capacity up to 10 kA, which was developed by Henan Zhongfu Power Co. Ltd. and the Institute of Electrical Engineering Chinese Academy of Sciences. The HTS cable not only has the highest transmission current in the world, but is also the world’s first grid-connected operation HTS DC cable. As a brand-new transmission technology, HVDC HTS cable has a significant and potential application in the power grid, with high transmission capacity, low loss, small size, no electromagnetic pollution, and many other remarkable advantages. This new project is one of key items in the China's National High-Tech Research and Development Program.

Moreover, in May 2013, the denitration project of one of the plants in China had successfully passed the assessment of the environment protection requirements issued by the Department of Environmental Protection of Henan Province. After the implementation of this project, the emission of nitric oxide could be reduced by approximately 7,000 tonnes per year.

Another major event during the year was the resolution passed in December 2013 by the Board of Henan Zhongfu Industry Co. Ltd. to appoint Mr. Zhang Feng Guang as the Vice General Manager of the Company.

During 2013, the Group intensified its attention on the control environment and therefore, Henan Zhongfu Industry Co. Ltd. contracted RSM China Consulting Co. Ltd. to provide consultancy and advisory services to its internal audit department regarding the review of accounting, internal control procedures and systems for improving the internal control environment and risk management procedures within the company.

In China, in 2013, Vimetco produced approximately 618,000 tonnes of primary aluminium, in 2013, down from 665,000 tonnes in 2012 and 95,000 tonnes of processed aluminium, up from 84,000 tonnes in 2012.

**Romania and Sierra Leone (Romanian segment)**

In Romania, the operations of Vimetco are vertically integrated, covering most of the Company’s aluminium production chain. The Group owns an alumina refinery, Alum, in Tulcea, the primary and processed production facilities at Alro, in Slatina, and the extruded products at Vimetco Extrusion, also in Slatina.

Vimetco continued its investment programme focused on increasing its operations efficiency in Romania, diversifying its portfolio of products and decreasing its internal costs. The Group’s investment budget for Romanian operations was approximately USD 20 million.

During 2013, Alro invested in new aluminium scrap processing facilities and finalized, in partnership with the Regional Operational Program (POR), an investment of approximately USD 14 million, which was started in 2011, with the main aim to increase the production capacity for the processed aluminium sector.

Moreover, during 2013 a partnership was signed with the Romania’s Ministry of Economy for Sectorial Operational Programme ‘Increase of Economic Competitiveness’. This project aims to ensure sustainable development and to increase the Company’s competitiveness. The total value of European Union funds received was more than USD 5 million.

During the past nine years, the Romanian segment has implemented an investment program of more than USD 100 million to increase its operational efficiency. This has been successful, with electricity consumption for its processed aluminium sector reduced by more than 75% and gas by more than 90%. Direct consumption of electricity for the entire aluminium production process was 10% lower in 2013 compared to 2003, and gas was approximately 30% lower. These investments in energy efficiency means that Alro now has one of the lowest specific consumption rates of aluminium producers in the European Union.

Vimetco invested significantly in upgrading equipment. Thus, Vimetco Extrusion is expected to complete its investment in a new press in the first half of 2014, which will increase productivity.

In 2013, Alro Group reported a total production of primary aluminium of 250,000 tonnes, a level similar to the one reported in 2012, of 249,000 tonnes. Alro Group increased its processed aluminium production by more than 7,000 tonnes and reached a level of 93,600 tonnes (2012: 86,500 tonnes). In 2013, the alumina production recorded a slight decrease to 391,000 tonnes, compared to 414,000 tonnes produced in 2012.

During 2013, Alro exported more than 74% of its total production to the European Union, United States of America and to Asia.

The support scheme for the renewable energy production was one of the major factors that impacted the operations of Vimetco in Romania both in 2013, and in 2012. In 2013, Romania had the highest costs for renewable energy support within the European Union, and this led to the Group being less competive than its EU and non-EU counterparts, as in other European countries the support scheme has been either stopped or significantly reduced.

Although the Company has permanently invested in increasing its operations efficiency, and thus managed to reduce the energy consumption to a minimum level, the positive impact of these investments was offset by the high costs of the green certificates and the cogeneration tax.

In February and March 2013, the Group announced top management changes within its Romanian sub-group parent, Alro, as Mrs. Genoveva Nastase became the company’s CFO, while Mr. Pavel Machitski was appointed as a member of Alro’s Board of Directors.

Sierra Mineral Holdings 1 Limited (SMHL) represents one component of the Group’s technological chain, at the base of this vertically integrated producer being the bauxite supplier. The bauxite produced by SMHL is sold to Alum for refining into alumina which is further supplied to Alro in order to be processed into aluminium. In 2013, SMHL extracted approximately 616,000 tonnes of bauxite, a decreased level compared to the one reported for the previous year (2012: 776,000 tonnes). The main factors that caused this decrease were the difficult climate and the social and cultural differences in Sierra Leone. The management of Vimetco is closely monitoring the evolution of the activity in Sierra Leone, in order to be able to take necessary measures in due course. Moreover, in 2013 Vimetco implemented a reorganisation programme in SMHL, which included a reduction in the number of staff, changes to the management team and the outsourcing of the mining and transport activity. All of these measures were to reduce costs for the company and thus, to increase its profitability. Moreover, a capital repair for the bauxite washing equipment worth about USD 0.6 million was finalized. Thereby, starting November 2013, the washing machine productivity doubled (i.e. from an average production of 50,000 tonnes, it has reached a production level of 100,000 tonnes/month), as these repairs aimed to increase the bauxite washing machine capacity from about 2,000 tonnes/ day to 4,000 tonnes/ day.

**Outlook**

Despite the difficult situation witnessed by the international aluminium market, Vimetco wants to further pursue its long-term strategy of vertical integration and consolidation of business on the markets where it operates. During 2014, the Group relies on increasing its competitiveness and to achieve this objective, it has to continue to focus on the improvement of the efficiency of its operations by upgrading its equipments and by investing in training programs for its employees.

Vimetco will continue to monitor the evolution of the aluminium prices on the international markets, to be able to assess promptly which are the appropriate measures to be taken.

Another vital aspect for the Group's operations is represented by the lack of predictability for the application of the support scheme for the renewable energy in Romania where, for example, only in 2013 the production capacities of photovoltaic energy have increased by 2,000%. However, following the recent publication by the European Commission of the guidelines on energy and environment protection, the Romanian authorities are in process of reviewing the legislation for the support of renewable energy production.

We are hopeful that the regulations focus on a more balanced scheme, as per the European Commission “Guidelines on State aid for environmental protection and energy 2014-2020”, addressing the sustainability of the European industry. Moreover, the Group is prepared to take the most appropriate measures, depending on the evolution of this scheme, as well as of the aluminium market, to maintain the overall continuation of its operations.

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| --- | --- | --- | --- | --- | --- |
| **Vimetco N.V.** | | |  |  | |
| **Consolidated Statement of Profit or Loss and Other Comprehensive Income**  for the year ended 31 December | | | | | |
|  | **Note** | **2013** | | | **2012** |
|  |  |  | | | **restated\*** |
| Sales | 3 | 2,201,119 | | | 2,332,658 |
| Cost of goods sold |  | -2,125,047 | | | -2,132,480 |
| **Gross profit** |  | **76,072** | | | **200,178** |
|  |  |  | | |  |
| General and administrative expenses | 4 | -129,032 | | | -132,530 |
| Impairment of property, plant and equipment | 9 | -38,751 | | | 448 |
| Gain on disposal of subsidiaries | 26 | 2,670 | | | - |
| Share of result of associates | 14 | 1,973 | | | -945 |
| Other income | 5 | 49,849 | | | 82,099 |
| Other expenses | 5 | -13,017 | | | -11,295 |
| **Operating result** |  | **-50,236** | | | **137,955** |
|  |  |  | | |  |
| Finance costs | 6 | -263,395 | | | -277,737 |
| Finance income | 6 | 96,218 | | | 41,271 |
| Fair value gains/(losses) from derivative financial instruments | 27 | 35,073 | | | -76,216 |
| Foreign exchange gain/(loss) |  | 18,070 | | | -15,775 |
| **Loss before income taxes** |  | **-164,270** | | | **-190,502** |
|  |  |  | | |  |
| Income tax | 7 | 13,898 | | | 44,660 |
| **Loss for the year** |  | **-150,372** | | | **-145,842** |
|  |  |  | | |  |
| **Other comprehensive income / (expense):** |  |  | | |  |
|  |  |  | | |  |
| ***Items that will not be reclassified subsequently to profit or loss*** |  |  | | |  |
| Remeasurements of post-employment benefit obligations |  | -1,464 | | | 157 |
| Income tax on items that will not be reclassified |  | 234 | | | -25 |
|  |  |  | | |  |
| ***Items that may be reclassified subsequently to profit or loss:*** |  |  | | |  |
| Translation adjustment |  | 24,997 | | | -2,678 |
| Gain / (loss) on cash flow hedges |  | -1,084 | | | 452 |
| Related income tax |  | 174 | | | -72 |
| Amounts of cash flow hedges recycled in income statement |  | 1,045 | | | -33,214 |
| Related income tax |  | -167 | | | 5,314 |
| **Other comprehensive income / (expense) for the year, net of tax** |  | **23,735** | | | **-30,066** |
|  |  |  | | |  |
| **Total comprehensive income / (expense) for the year** |  | **-126,637** | | | **-175,908** |
|  |  |  | | |  |
| Loss attributable to: |  |  | | |  |
| **Shareholders of Vimetco N.V.** |  | **-85,269** | | | **-131,750** |
| **Non-controlling interest** |  | **-65,103** | | | **-14,092** |
|  |  | **-150,372** | | | **-145,842** |
|  |  |  | | |  |
| Total comprehensive income / (expense) attributable to: |  |  | | |  |
| **Shareholders of Vimetco N.V.** |  | **-81,617** | | | **-159,034** |
| **Non-controlling interest** |  | **-45,020** | | | **-16,874** |
|  |  | **-126,637** | | | **-175,908** |
|  |  |  | | |  |
| **Earnings per share** |  |  | | |  |
| Basic and diluted (USD) | 8 | -0.388 | | | -0.600 |

The full version including notes is available as a separate file on the web site [www.vimetco.com](http://www.vimetco.com)

\* Comparative figures for the year ended 31 December 2012 have been restated. Refer to Notes 2, 3, 6, 7, 9, 15, 21, 22, 23, 24 and 27 for details.

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| --- | --- | --- | --- | --- |
| **Vimetco N.V.** | |  |  |  |
| **Consolidated Statement of Financial Position** as at 31 December | |  |  |  |
| in USD '000 | |  |  |  |
|  | |  |  |  |
|  |  | **31 December** | **31 December** | **1 January** |
|  | Note | **2013** | **2012** | **2012** |
| **Assets** |  |  | **restated\*** | **restated\*** |
|  |  |  |  |  |
| **Non-current assets** |  |  |  |  |
| Property, plant and equipment | 9 | 2,895,189 | 2,597,304 | 2,441,104 |
| Intangible assets | 10 | 6,597 | 7,337 | 8,484 |
| Goodwill | 11 | 195,688 | 195,611 | 191,509 |
| Mineral rights | 12 | 525,586 | 521,680 | 516,582 |
| Land use rights | 13 | 57,429 | 55,137 | 56,831 |
| Investments in associates | 14 | 43,001 | 37,598 | 37,591 |
| Derivative financial instruments asset, non-current | 27 | 33,824 | 8,253 | 62,796 |
| Deferred tax asset | 23 | 40,662 | 40,914 | 9,049 |
| Long-term loans to related parties | 25 | 23,627 | 37,848 | - |
| Other non-current assets |  | 14,169 | 13,741 | 1,885 |
| **Total non-current assets** |  | **3,835,772** | **3,515,423** | **3,325,831** |
|  |  |  |  |  |
| **Current assets** |  |  |  |  |
| Inventories | 15 | 415,008 | 436,754 | 409,116 |
| Trade receivables, net | 16 | 181,970 | 178,174 | 221,238 |
| Accounts receivable from related parties | 25 | 17,969 | 5,695 | 41,463 |
| Current income tax receivable |  | 7,437 | 7,796 | 2,297 |
| Other current assets | 17 | 281,627 | 302,118 | 308,338 |
| Derivative financial instruments asset, current | 27 | 13,353 | 11,654 | 80,231 |
| Restricted cash | 18 | 699,268 | 734,254 | 588,656 |
| Cash and cash equivalents | 18 | 61,319 | 177,774 | 157,438 |
| **Total current assets** |  | **1,677,951** | **1,854,219** | **1,808,777** |
| **Total assets** |  | **5,513,723** | **5,369,642** | **5,134,608** |
|  |  |  |  |  |
| **Shareholders' Equity and Liabilities** |  |  |  |  |
|  |  |  |  |  |
| **Shareholders' equity** |  |  |  |  |
| Share capital | 19 | 27,917 | 27,917 | 27,917 |
| Share premium |  | 348,568 | 348,568 | 348,568 |
| Other reserves |  | 42,508 | 37,742 | 65,141 |
| Retained earnings |  | 8,593 | 152,442 | 174,853 |
| Loss for the year |  | -85,269 | -131,750 | -26,127 |
| **Equity attributable to shareholders of Vimetco N.V.** |  | **342,317** | **434,919** | **590,352** |
| Non-controlling interest |  | 611,801 | 665,009 | 693,402 |
| **Total equity** |  | **954,118** | **1,099,928** | **1,283,754** |
|  |  |  |  |  |
| **Non-current liabilities** |  |  |  |  |
| Loans and borrowings, non-current | 20 | 1,323,530 | 1,460,840 | 1,364,821 |
| Loans from related parties, non-current | 20, 25 | - | - | 172,981 |
| Finance leases, non-current | 20 | 248 | 183 | 760 |
| Provisions, non-current | 21 | 9,757 | 13,240 | 16,484 |
| Post-employment benefit obligations | 22 | 10,731 | 7,965 | 7,318 |
| Other non-current liabilities |  | 11,387 | 1,856 | 459 |
| Deferred tax liabilities | 23 | 128,662 | 137,187 | 162,757 |
| **Total non-current liabilities** |  | **1,484,315** | **1,621,271** | **1,725,580** |
|  |  |  |  |  |
| **Current liabilities** |  |  |  |  |
| Loans and borrowings, current | 20 | 1,121,604 | 970,822 | 896,244 |
| Loans from related parties, current | 20, 25 | 209,584 | 185,120 | 14,349 |
| Finance leases, current | 20 | 200 | 622 | 918 |
| Trade and other payables | 24 | 1,721,961 | 1,469,746 | 1,181,888 |
| Accounts payable to related parties | 25 | 5,953 | 1,020 | 465 |
| Provisions, current | 21 | 6,778 | 7,464 | 2,564 |
| Current income taxes payable |  | 9,166 | 13,645 | 17,682 |
| Derivative financial instruments liability, current | 27 | 44 | 4 | 11,164 |
| **Total current liabilities** |  | **3,075,290** | **2,648,443** | **2,125,274** |
| **Total liabilities** |  | **4,559,605** | **4,269,714** | **3,850,854** |
| **Total shareholders' equity and liabilities** |  | **5,513,723** | **5,369,642** | **5,134,608** |

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\* Comparative figures for the year ended 31 December 2012 have been restated. Refer to Notes 2, 3, 6, 7, 9, 15, 21, 22, 23, 24 and 27 for details.

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| --- | --- | --- | --- |
| **Vimetco N.V.** |  |  |  |
| **Consolidated Statement of Cash Flows** for the year ended 31 December |  |  |  |
| in USD '000 |  |  |  |
|  |  |  |  |
|  | Note | **2013** | **2012** |
|  |  |  | **restated\*** |
| **Cash flow from operating activities** |  |  |  |
| Profit / (loss) before income taxes |  | -164,270 | -190,502 |
| Adjustments for: |  |  |  |
| Depreciation and amortisation |  | 151,008 | 143,859 |
| Interest and guarantee income | 6 | -95,956 | -40,195 |
| Net foreign exchange losses |  | -17,305 | 1,802 |
| (Gain) / loss on disposal of property, plant and equipment | 5 | 6,999 | -2,434 |
| (Gain) on disposal of land use rights | 5 | -3,759 | -18,568 |
| Loss on disposal of intangible assets | 11 | - | 79 |
| (Gain) on disposal of subsidiaries | 26 | -2,670 | - |
| Impairment of property, plant and equipment | 9 | 38,751 | -448 |
| Charge / (Release) of provisions | 21 | -7,241 | 1,261 |
| Interest and guarantee expense | 6 | 257,166 | 272,484 |
| Share of result of associates | 14 | -1,973 | 945 |
| Effect of derivative financial instruments |  | -26,059 | 74,866 |
|  |  |  |  |
| Changes in working capital: |  |  |  |
| (Increase) / decrease in inventories |  | 41,549 | -18,269 |
| (Increase) / decrease in trade receivables and other assets |  | -35,017 | 39,605 |
| Increase / (decrease) in trade and other payables |  | 311,484 | 258,381 |
|  |  |  |  |
| Income taxes paid |  | -4,532 | -20,095 |
| Interest paid |  | -240,362 | -248,576 |
| **Net cash generated / (used) by operating activities** |  | **207,813** | **254,195** |
|  |  |  |  |
| **Cash flow from investing activities** |  |  |  |
| Purchase of property, plant and equipment and intangible assets |  | -350,595 | -257,063 |
| Proceeds from sale of property, plant and equipment |  | 8,859 | 987 |
| Proceeds from sale of land use rights |  | 4,844 | 20,977 |
| Acquisition of associates | 14 | -547 | -860 |
| Acquisition of subsidiary, net of cash acquired | 26 | - | -15,898 |
| Proceeds from sale of subsidiaries, net of cash disposed | 26 | -2,066 | - |
| Sale / (acquisition) of available-for-sale financial assets | 17 | 4,844 | -1,521 |
| (Increase) / decrease in restricted cash |  | 16,385 | -143,924 |
| Interest received |  | 32,823 | 26,906 |
| **Net cash used in investing activities** |  | **-285,453** | **-370,396** |
|  |  |  |  |
| **Cash flow from financing activities** |  |  |  |
| Proceeds from loans |  | 1,232,145 | 1,243,177 |
| Repayment of loans |  | -1,257,226 | -1,098,267 |
| Dividends paid |  | -16,990 | -8,193 |
| **Net cash generated/ (used) by financing activities** |  | **-42,071** | **136,717** |
|  |  |  |  |
| **Net increase / (decrease) in cash and cash equivalents** |  | **-119,711** | **20,516** |
| **Cash and cash equivalents at beginning of year** |  | **177,774** | **157,438** |
| Effect of exchange rate differences on cash and cash equivalents |  | 3,256 | -180 |
| **Cash and cash equivalents at end of year** |  | **61,319** | **177,774** |

The full version including notes is available as a separate file on the web site [www,vimetco,com](http://www.vimetco.com)

\* Comparative figures for the year ended 31 December 2012 have been restated, Refer to Notes 2, 3, 6, 7, 9, 15, 21, 22, 23, 24 and 27 for details,