



# **MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES.**

**CONSOLIDATED  
FINANCIAL STATEMENTS  
AS OF  
MARCH 31<sup>ST</sup>, 2020**

**In thousands of United States Dollars (THUSD)**



**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**INTERMEDIATE CONSOLIDATED CLASSIFIED FINANCIAL STATEMENTS AS OF MARCH 31, 2020 (NOT**  
**AUDITED) AND DECEMBER 31, 2019.**  
**(In thousands of United States Dollars)**

ASSETS	03-31-2020 THUSD	12-31-2019 THUSD
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	136,727	199,824
Other financial assets, current	34	145
Other non-financial assets, current	6,839	4,445
Trade and other receivables, current	173,258	139,757
Intercompany receivables, current	27	316
Inventories	362,814	389,579
Biological assets, current	778	526
Tax assets, current	20,759	21,045
<b>Total current assets</b>	<b>701,236</b>	<b>755,637</b>
<b>NON-CURRENT ASSETS</b>		
Other non-financial assets, non-current	267	301
Trade and other receivables, non-current	24	24
Intercompany receivables, non-current	48	54
Inventories, non-current	85,792	85,329
Intangible assets	4,196	2,988
Properties, Plant and Equipment	462,179	459,764
Deferred tax assets	17,635	15,086
<b>Total non-current assets</b>	<b>570,141</b>	<b>563,546</b>
<b>Total assets</b>	<b>1,271,377</b>	<b>1,319,183</b>



**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**INTERMEDIATE CONSOLIDATED CLASSIFIED FINANCIAL STATEMENTS AS OF MARCH 31, 2020 (NOT**  
**AUDITED) AND DECEMBER 31, 2019.**  
**(In thousands of United States Dollars)**

<b>EQUITY AND LIABILITIES</b>	<b>03-31-2020</b>	<b>12-31-2019</b>
	<b>THUSD</b>	<b>THUSD</b>
<b>CURRENT LIABILITIES</b>		
Other financial liabilities, current	4,328	43,878
Trade and other payables, current	123,258	135,368
Current tax liabilities	15,347	11,445
Employee benefit obligations, current	13,603	19,265
Other non-financial liabilities	29,511	25,944
<b>Total current liabilities</b>	<b>186,047</b>	<b>235,900</b>
<b>NON-CURRENT LIABILITIES</b>		
Other financial liabilities, non-current	245,619	235,178
Trade and other payables, non-current	2,453	1,648
Other provisions, non-current	404	439
Deferred tax liabilities	88,135	92,093
Employee benefit obligations, non-current	17,382	19,487
<b>Total non-current liabilities</b>	<b>353,993</b>	<b>348,845</b>
<b>Total liabilities</b>	<b>540,040</b>	<b>584,745</b>
<b>EQUITY</b>		
Share capital	501,952	501,952
Retained earnings	254,601	249,363
Other reserves	(26,442)	(18,269)
<b>Total Equity attributable to owners of the parent</b>	<b>730,111</b>	<b>733,046</b>
Total Equity attributable to non-controlling interests	1,226	1,392
<b>Total equity</b>	<b>731,337</b>	<b>734,438</b>
<b>Total equity and liabilities</b>	<b>1,271,377</b>	<b>1,319,183</b>



**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**INTERMEDIATE CONSOLIDATED STATEMENT OF NET INCOME AS OF MARCH 31, 2020 AND 2019 (NOT**  
**AUDITED).**  
**(In thousands of United States Dollars)**

STATEMENT OF PROFIT OR LOSS	ACCUMULATED	
	01-01-2020	01-01-2019
	03-31-2020	03-31-2019
	THUSD	THUSD
Revenue	269,900	286,727
Cost of sales	(236,231)	(242,726)
<b>Gross profit</b>	<b>33,669</b>	<b>44,001</b>
Other incomes, by function	240	238
Distribution costs	(4,218)	(3,346)
Administrative expenses	(10,931)	(12,913)
Other expenses, by function	(1,584)	(1,745)
Other gains (losses)	(12)	4
<b>Income from operating activities</b>	<b>17,164</b>	<b>26,239</b>
Finance incomes	938	1,742
Finance expenses	(3,786)	(4,883)
Share of income (losses) from equity method associates and joint ventures	(438)	(878)
Foreign exchange loss	<b>13,878</b>	<b>22,220</b>
<b>Profit before income taxes</b>	<b>(4,871)</b>	<b>(5,664)</b>
Income tax expense	<b>9,007</b>	<b>16,556</b>
<b>Profit for the period from continuing operations</b>	<b>9,007</b>	<b>16,556</b>
<b>Profit for the period</b>	<b>8,729</b>	<b>16,239</b>
Profit attributable to owners of the parent	278	317
Profit attributable to non-controlling interests	<b>9,007</b>	<b>16,556</b>
<b>Profit for the period</b>	<b>0.07</b>	<b>0.12</b>
Earnings (loss) per basic share from continuing operations (USD-share)	<b>0.07</b>	<b>0.12</b>
<b>Earnings (loss) per basic share</b>	<b>0.07</b>	<b>0.12</b>
Earnings (loss) per diluted share from continuing operations (USD-share)	<b>0.07</b>	<b>0.12</b>



**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**INTERMEDIATE CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME AS OF MARCH 31, 2020 AND**  
**2019 (NOT AUDITED).**  
**(In thousands of United States Dollars)**

STATEMENT OF COMPREHENSIVE INCOME	ACCUMULATED	
	01-01-2020	01-01-2019
	03-31-2020	03-31-2019
	THUSD	THUSD
<b>Profit for the period</b>	9,007	16,556
<b>Items not to be reclassified to the statement of income in subsequent periods:</b>		
Retirement plan actuarial gains (losses)		
<b>Net items not to be reclassified to the statement of income in subsequent periods</b>	(14)	3
<b>Items that have or may be reclassified to the statement of income</b>	(14)	3
<b>in subsequent periods</b>		
Exchange gain on foreign currency adjustments		
<b>Other comprehensive income, before tax, foreign currency adjustments</b>	(341)	72
<b>Cash flow hedges</b>	(341)	72
(Losses)/gains on cash flow hedges, before tax		
<b>Other comprehensive income, before tax, cash flow hedges</b>	(10,706)	597
<b>Other comprehensive income that will be reclassified to profit or loss, before tax</b>	(10,706)	597
<b>Other components of other comprehensive income, before tax</b>	(11,047)	669
<b>Profit for the period</b>	(11,061)	672
<b>Income taxes related to components of other comprehensive income that will not be reclassified to the period income</b>		
Income tax related to new measurements of benefit plans of other comprehensive income	(2)	-
<b>Income taxes related to components of other comprehensive income that will not be reclassified to the period income</b>	(2)	-
<b>Impuestos a las ganancias relativos a componentes de otro resultado integral que se reclasificará al resultado del periodo</b>		
Income taxes related to sale available financial assets of other comprehensive result	2,890	(262)
<b>Income tax relating to components of other comprehensive income that will be reclassified to profit or loss</b>	2,890	(262)
<b>Total other comprehensive income</b>	(8,173)	410
<b>Total comprehensive income</b>	834	16,966
<b>Comprehensive income attributable to</b>		
Comprehensive income, attributable to owners of the parent	556	16,649
Comprehensive income, attributable to non-controlling interest	278	317
<b>Total comprehensive income</b>	834	16,966

**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**INTERMEDIATE CONSOLIDATED STATEMENT CASH FLOWS AS OF MARCH 31, 2020 AND 2019 (NOT**  
**AUDITED).**  
**(In thousands of United States Dollars)**

	01-01-2020 03-31-2020 THUSD	01-01-2019 03-31-2019 THUSD
<b>STATEMENT OF CASH FLOW – DIRECT METHOD</b>		
<b>Cash flow statement</b>		
<b>Cash flow from (used in) operating activities</b>		
Charges classes by operational activity:		
Charges from sales of goods and services	272,181	282,171
Other charges for operational activities	25,716	34,754
Payment classes:		
Payment to suppliers for goods and services	(284,309)	(260,000)
Payment to and for employees	(18,436)	(23,864)
Payment for premiums and benefits, annuity and other obligations from subscribed policies	(97)	(2,731)
Repayments (paid) income taxes	(9,853)	(1,761)
Other cash incomes (expenses)	42	13
<b>Cash flow from (used in) operating activities</b>	<b>(14,756)</b>	<b>28,582</b>
<b>Cash flow from (used in) investing activities</b>		
Other charges for sales of equity or debt instruments from other entities	-	20,000
Other payments to acquire equity or debt instruments from other entities	-	(44,724)
Cash receipts from sales of properties, plant and equipment	-	159
Cash paid for purchase of properties, plant and equipment	(7,915)	(11,847)
Payments from future contracts, puts, options and financial swaps	-	(1,452)
Charges from future contracts, puts, options and financial swaps, classified as investment activities	32	-
Charges to related entities	-	3
Interests received, classified as investment activities	720	1,556
Income taxes paid (repayments), classified as investment activities	(14)	0
<b>Net cash flow from (used in) investing activities</b>	<b>(7,177)</b>	<b>(36,305)</b>
<b>Flujos de efectivo procedentes de (utilizados en) actividades de financiación</b>		
Borrowings of short-term debt	70,000	27,723
Loans repayments	(110,000)	(27,723)
Intereses recibidos, clasificados como actividades de financiación	2	-
Paid interests	(2,208)	(2,421)
Income taxes paid (repayments), classified as financial activities	-	(44)
Other cash entries (exits)	(44)	(122)
<b>Net cash flows from (used in) financial activities</b>	<b>(42,250)</b>	<b>(2,587)</b>
<b>Increase (decrease) cash and cash equivalent, before foreign exchanges rate effect</b>	<b>(64,183)</b>	<b>(10,310)</b>
<b>Effects of foreign exchanges rate on cash and cash equivalents</b>		
Effects of foreign exchanges rate on cash and cash equivalents	1,086	915
<b>Increase (decrease) cash and cash equivalent</b>	<b>(63,097)</b>	<b>(9,395)</b>
Cash and cash equivalent at the beginning of the period	199,824	192,584
<b>Cash and cash equivalent at the end of the period</b>	<b>136,727</b>	<b>183,189</b>

**MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY BETWEEN JANUARY 1 AND MARCH 31, 2020 AND 2019 (NOT AUDITED).**  
(In thousands of United States Dollars)

a) Between January 1<sup>st</sup> and March 31<sup>st</sup>, 2020.

Statement of changes in net equity	Issued capital	Reserves for exchange rate differences	Reserves for cash flow hedge	Reserves for defined benefit plans actuarial gains or loss	Other reserves	Total Other reserves	Accumulated gains (losses)	Equity attributable to interests controllers	Non-controlling interests	Total equity
	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD
<b>Balance to January 01, 2020</b>	<b>501,952</b>	<b>(5,503)</b>	<b>(5,910)</b>	<b>(5,802)</b>	<b>(1,054)</b>	<b>(18,269)</b>	<b>249,363</b>	<b>733,046</b>	<b>1,392</b>	<b>734,438</b>
Changes in equity										
Comprehensive income										
Profit for the period							8,729	8,729	278	9,007
Other comprehensive income		(341)	(7,816)	(16)	-	(8,173)	-	(8,173)	-	(8,173)
Comprehensive income		(341)	(7,816)	(16)	-	(8,173)	8,729	556	278	834
Dividends							(3,491)	(3,491)		(3,491)
Increase (decrease) for transfers and other changes					-	-		-	(444)	(444)
<b>Total of changes in equity</b>		<b>(341)</b>	<b>(7,816)</b>	<b>(16)</b>	<b>-</b>	<b>(8,173)</b>	<b>5,238</b>	<b>(2,935)</b>	<b>(166)</b>	<b>(3,101)</b>
<b>Balance to March 31, 2020</b>	<b>501,952</b>	<b>(5,844)</b>	<b>(13,726)</b>	<b>(5,818)</b>	<b>(1,054)</b>	<b>(26,442)</b>	<b>254,601</b>	<b>730,111</b>	<b>1,226</b>	<b>731,337</b>

b) Between January 1<sup>st</sup> and March 31<sup>st</sup>, 2019.

Statement of changes in net equity	Issued capital	Reserves for exchange rate differences	Reserves for cash flow hedge	Reserves for defined benefit plans actuarial gains or loss	Other reserves	Total Other reserves	Accumulated gains (losses)	Equity attributable to interests controllers	Non-controlling interests	Total equity
	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD
<b>Balance to January 01, 2019</b>	<b>501,952</b>	<b>(4,048)</b>	<b>(9,474)</b>	<b>(3,277)</b>	<b>-</b>	<b>(16,799)</b>	<b>211,820</b>	<b>696,973</b>	<b>4,039</b>	<b>701,012</b>
Changes in equity										
Comprehensive income										
Profit for the period							16,239	16,239	317	16,556
Other comprehensive income		72	335	3	-	410	-	410	-	410
Comprehensive income		72	335	3		410	16,239	16,649	317	16,966
Dividendos							(6,496)	(6,496)		(6,496)
Increase (decrease) for transfers and other changes									(149)	(149)
<b>Total of changes in equity</b>		<b>72</b>	<b>335</b>	<b>3</b>	<b>-</b>	<b>410</b>	<b>9,743</b>	<b>10,153</b>	<b>168</b>	<b>10,321</b>
<b>Balance to March 31, 2019</b>	<b>501,952</b>	<b>(3,976)</b>	<b>(9,139)</b>	<b>(3,274)</b>	<b>-</b>	<b>(16,389)</b>	<b>221,563</b>	<b>707,126</b>	<b>4,207</b>	<b>711,333</b>
Changes in equity										
Comprehensive income										
Profit for the period							46,334	46,334	319	46,653
Other comprehensive income		(1,527)	3,229	(2,528)	(1,054)	(1,880)	-	(1,880)	-	(1,880)
Comprehensive income		(1,527)	3,229	(2,528)	(1,054)	(1,880)	46,334	44,454	319	44,773
Dividendos							(18,534)	(18,534)		(18,534)
Increase (decrease) for transfers and other changes									(3,134)	(3,134)
<b>Total of changes in equity</b>		<b>(1,527)</b>	<b>3,229</b>	<b>(2,528)</b>	<b>(1,054)</b>	<b>(1,880)</b>	<b>27,800</b>	<b>25,920</b>	<b>(2,815)</b>	<b>23,105</b>
<b>Balance to December 31, 2019</b>	<b>501,952</b>	<b>(5,503)</b>	<b>(5,910)</b>	<b>(5,802)</b>	<b>(1,054)</b>	<b>(18,269)</b>	<b>249,363</b>	<b>733,046</b>	<b>1,392</b>	<b>734,438</b>