



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

**CONSOLIDATED
FINANCIAL STATEMENTS
AS OF
June 30TH, 2020**

In thousands of United States Dollars (THUSD)



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
INTERMEDIATE CONSOLIDATED CLASSIFIED FINANCIAL STATEMENTS AS OF JUNE 30, 2020 (NOT
AUDITED) AND DECEMBER 31, 2019.
(In thousands of United States Dollars)

ASSETS	06-30-2020 THUSD	12-31-2019 THUSD
CURRENT ASSETS		
Cash and cash equivalents	177,723	199,824
Other financial assets, current	101	145
Other non-financial assets, current	6,513	4,445
Trade and other receivables, current	125,193	139,757
Intercompany receivables, current	157	316
Inventories	345,562	389,579
Biological assets, current	34	526
Tax assets, current	19,162	21,045
Total current assets	674,445	755,637
NON-CURRENT ASSETS		
Other non-financial assets, non-current	162	301
Trade and other receivables, non-current	24	24
Intercompany receivables, non-current	50	54
Inventories, non-current	87,187	85,329
Intangible assets	4,986	2,988
Properties, Plant and Equipment	455,346	456,828
Right-of-use assets	4,007	2,936
Deferred tax assets	15,225	15,086
Total non-current assets	566,987	563,546
Total assets	1,241,432	1,319,183



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
INTERMEDIATE CONSOLIDATED CLASSIFIED FINANCIAL STATEMENTS AS OF JUNE 30, 2020 (NOT
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(In thousands of United States Dollars)

EQUITY AND LIABILITIES	06-30-2020 THUSD	12-31-2019 THUSD
CURRENT LIABILITIES		
Other financial liabilities, current	2,869	43,878
Current lease liabilities	1,490	1,346
Current accounts and other payables	127,585	134,022
Current tax liabilities	7,200	11,445
Employee benefit obligations, current	13,824	19,265
Other non-financial liabilities	7,001	25,944
Total current liabilities	159,969	235,900
NON-CURRENT LIABILITIES		
Other financial liabilities, non-current	238,811	235,178
Trade and other payables, non-current	2,373	1,648
Other provisions, non-current	340	439
Deferred tax liabilities	88,465	92,093
Employee benefit obligations, non-current	18,268	19,487
Total non-current liabilities	348,257	348,845
Total liabilities	508,226	584,745
EQUITY		
Share capital	501,952	501,952
Retained earnings	250,772	249,363
Other reserves	(20,790)	(18,269)
Total Equity attributable to owners of the parent	731,934	733,046
Total Equity attributable to non-controlling interests	1,272	1,392
Total equity	733,206	734,438
Total equity and liabilities	1,241,432	1,319,183



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
INTERMEDIATE CONSOLIDATED STATEMENT OF NET INCOME AS OF JUNE 30, 2020 AND 2019 (NOT
AUDITED).
(In thousands of United States Dollars)

STATEMENT OF PROFIT OR LOSS	ACCUMULATED	
	01-01-2020 06-30-2020 THUSD	01-01-2019 06-30-2019 THUSD
Revenue	510,435	585,383
Cost of sales	(444,403)	(500,989)
Gross profit	66,032	84,394
Other incomes, by function	788	543
Distribution costs	(8,100)	(6,652)
Administrative expenses	(22,301)	(27,031)
Other expenses, by function	(3,572)	(3,611)
Other gains (losses)	39	11,662
Income from operating activities	32,886	59,305
Finance incomes	1,100	3,595
Finance expenses	(7,172)	(10,154)
Foreign exchange gains (losses)	338	(1,228)
Profit before income taxes	27,152	51,518
Income tax expense	(10,760)	(10,858)
Profit for the period from continuing operations	16,392	40,660
Profit for the period	16,392	40,660
Profit attributable to owners of the parent	16,049	40,318
Profit attributable to non-controlling interests	343	342
Profit for the period	16,392	40,660
Earnings (loss) per basic share from continuing operations (USD-share)	0.12	0.30
Earnings (loss) per basic share	0.12	0.30
Earnings (loss) per diluted share from continuing operations (USD-share)	0.12	0.30
Earnings (loss) per diluted share	0.12	0.30



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
INTERMEDIATE CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME AS OF JUNE 30, 2020 AND
2019 (NOT AUDITED).
(In thousands of United States Dollars)

STATEMENT OF COMPREHENSIVE INCOME	ACCUMULATED	
	01-01-2020	01-01-2019
	06-30-2020	06-30-2019
	THUSD	THUSD
Profit for the period	13,392	40,660
Items not to be reclassified to the statement of income in subsequent Periods, before tax:		
Retirement plan actuarial gains (losses), before tax	(14)	5
items not to be reclassified to the statement of income in subsequent periods	(14)	5
Items that have or may be reclassified to the statement of income in subsequent periods, before tax:		
Exchange gain on foreign currency adjustments, before tax	(241)	(1,109)
Other comprehensive income, before tax, foreign currency adjustments	(241)	(1,109)
Cash flow hedges		
(Losses)/gains on cash flow hedges, before tax	(3,101)	4,542
Other comprehensive income, before tax, cash flow hedges	(3,101)	4,542
Other comprehensive income that will be reclassified to profit or loss, before tax	(3,342)	3,433
Other components of other comprehensive income, before tax	(3,356)	3,438
Income taxes related to components of other comprehensive income that will not be reclassified to the period income		
Income tax related to new measurements of benefit plans of other comprehensive income	(2)	-
Income taxes related to components of other comprehensive income that will not be reclassified to the period income	(2)	-
Income taxes related to components of another comprehensive income that will reclassified to the period income		
Income taxes related to sale available financial assets of other comprehensive result	837	(1,226)
Income tax relating to components of other comprehensive income that will be reclassified to profit or loss	837	(1,226)
Total other comprehensive income	(2,521)	2,212
Total comprehensive income	13,871	42,872
Comprehensive income attributable to		
Comprehensive income, attributable to owners of the parent	13,528	42,530
Comprehensive income, attributable to non-controlling interest	343	342
Total comprehensive income	13,871	42,872



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
INTERMEDIATE CONSOLIDATED STATEMENT CASH FLOWS AS OF JUNE 30, 2020 AND 2019 (NOT
AUDITED).
(In thousands of United States Dollars)

STATEMENT OF CASH FLOW – DIRECT METHOD	01-01-2020	01-01-2019
	06-30-2020	06-30-2019
	THUSD	THUSD
Cash flow statement		
Cash flow from (used in) operating activities		
Charges classes by operational activity:		
Charges from sales of goods and services	566,343	625,015
Other charges for operational activities	53,127	72,477
Payment classes:		
Payment to suppliers for goods and services	(499,472)	(593,544)
Payment to and for employees	(37,832)	(47,286)
Payment for premiums and benefits, annuity and other obligations from subscribed policies	(351)	(2,947)
Other payments for operating activities	(1)	-
Interest received, classified as operating activities	107	60
Repayments (paid) income taxes	(9,773)	(11,330)
Other cash incomes (expenses)	207	(30)
Cash flow from (used in) operating activities	72,355	42,415
Cash flow from (used in) investing activities		
Cash flows used to obtain control of subsidiaries or other businesses, classified as investing activities	-	(3,681)
Other charges for sales of equity or debt instruments from other entities	-	65,127
Other payments to acquire equity or debt instruments from other entities	-	(43,819)
Other receipts from the sale of interests in joint ventures, classified as investing activities	-	17,356
Cash receipts from sales of properties, plant and equipment	1	207
Cash paid for purchase of properties, plant and equipment	(15,298)	(28,309)
Payments from future contracts, puts, options and financial swaps	(482)	(994)
Charges to related entities	-	2
Interests received, classified as investment activities	823	3,607
Other cash inflows (outflows), classified as investing activities	117	(22)
Net cash flow from (used in) investing activities	(14,839)	9,474
Flujos de efectivo procedentes de (utilizados en) actividades de financiación		
Amounts from long-term loans	-	3,672
Amounts from short-term loans	30,000	121,012
Loans repayments	(70,363)	(161,013)
Amounts from government grants, classified as financing activities	104	-
Dividends paid	(33,742)	(39,603)
Paid interests	(5,082)	(8,411)
Income taxes paid (repayments), classified as financial activities	-	(85)
Other cash entries (exits)	(295)	1,121
Net cash flows from (used in) financial activities	(79,378)	(83,307)
Increase (decrease) cash and cash equivalent, before foreign exchanges rate effect	(21,862)	(31,418)
Effects of foreign exchanges rate on cash and cash equivalents		
Effects of foreign exchanges rate on cash and cash equivalents	(239)	2,287
Increase (decrease) cash and cash equivalent	(22,101)	(29,131)
Cash and cash equivalent at the beginning of the period	199,824	192,584
Cash and cash equivalent at the end of the period	177,723	163,453



MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
STATEMENT OF CHANGES IN EQUITY BETWEEN JANUARY 1 AND JUNE 30, 2020 AND 2019 (NOT AUDITED).
(In thousands of United States Dollars)

a) Between January 1st and June 30th, 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
Balance to January 01, 2020	501,952	(5,503)	(5,910)	(5,802)	(1,054)	(18,269)	249,363	733,046	1,392	734,438
Changes in equity										
Comprehensive income										
Profit for the period							16,049	16,049	343	16,392
Other comprehensive income		(241)	(2,264)	(16)	-	(2,521)	-	(2,521)	-	(2,521)
Comprehensive income		(241)	(2,264)	(16)	-	(2,521)	16,049	13,528	343	13,871
Dividends							(14,640)	(14,640)		(14,640)
Increase (decrease) for transfers and other changes					-	-			(463)	(463)
Total of changes in equity		(241)	(2,264)	(16)	-	(2,521)	1,409	(1,112)	(120)	(1,232)
Balance to June 30, 2020	501,952	(5,744)	(8,174)	(5,818)	(1,054)	(20,790)	250,772	731,934	1,272	733,206

b) Between January 1st and June 30th, 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
Balance to January 01, 2019	501,952	(4,048)	(9,474)	(3,277)	-	(16,799)	211,820	696,973	4,039	701,012
Changes in equity										
Comprehensive income										
Profit for the period							40,318	40,318	342	40,660
Other comprehensive income		(1,109)	3,316	5	-	2,212	-	2,212	-	2,212
Comprehensive income		(1,109)	3,316	5	-	2,212	40,318	42,530	342	42,872
Dividendos							(16,128)	(16,128)	-	(16,128)
Increase (decrease) for transfers and other changes					(1,073)	(1,073)	-	(1,073)	(2,758)	(3,831)
Total of changes in equity	-	(1,109)	3,316	5	(1,073)	1,139	24,190	25,329	(2,416)	22,913
Balance to June 30, 2019	501,952	(5,157)	(6,158)	(3,272)	(1,073)	(15,660)	236,010	722,302	1,623	723,925
Changes in equity										
Comprehensive income										
Profit for the period							22,255	22,255	294	22,549
Other comprehensive income		(346)	248	(2,530)	19	(2,609)	-	(2,609)	-	(2,609)
Comprehensive income		(346)	248	(2,530)	19	(2,609)	22,255	19,646	294	19,940
Dividendos							(8,902)	(8,902)		(8,902)
Increase (decrease) for transfers and other changes									(525)	(525)
Total of changes in equity	-	(346)	248	(2,530)	19	(2,609)	13,353	10,744	(231)	10,513
Balance to December 31, 2019	501,952	(5,503)	(5,910)	(5,802)	(1,054)	(18,269)	249,363	733,046	1,392	734,438