

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES.

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2020

In thousands of United States Dollars (THUSD)

This document has 2 sections:

- Consolidated financial statements.
- Notes to the consolidated financial statements.



REPORT OF INDEPENDENT AUDITOR
(Free translation from the original in Spanish)

Santiago, January 26, 2021

To the Shareholders and Directors
Molibdenos y Metales S.A.

We have audited the accompanying consolidated financial statements of Molibdenos y Metales S.A. and subsidiaries, which comprise the consolidated statements of financial position as of December 31, 2020 and 2019 and the consolidated statements of profit or loss, of comprehensive income, changes in equity and cash flows for the years then ended and the related notes to the consolidated financial statements.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance to International Financial Reporting Standards. This responsibility includes the design, implementation and maintenance of a relevant internal control for the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with Chilean generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for purpose of expressing an opinion on the effectiveness of the entity's internal control. Consequently, we do not express such an opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Santiago, January 26, 2021
Molibdenos y Metales S.A.
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Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Molibdenos y Metales S.A. and subsidiaries as of December 31, 2020 and 2019, the results of their operations and cash flows for the years then ended in accordance with International Financial Reporting Standards.

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31st, 2020 AND 2019.
(In thousands of US dollars)

ASSETS	Note	12-31-2020 THUSD	12-31-2019 THUSD
CURRENT ASSETS			
Cash and cash equivalents	5	210,800	199,824
Other financial assets, current	6	2,151	145
Other non-financial assets, current	7	7,640	4,445
Trade and other receivables, current	8	125,783	139,757
Intercompany receivables, current	9	40	316
Inventories	10	351,206	389,579
Biological assets, current	11	658	526
Tax assets, current	12	18,262	21,045
Total current assets		716,540	755,637
NON-CURRENT ASSETS			
Other financial assets, non-current	6	190	301
Other non-financial assets, non-current	7	21	24
Trade and other receivables, non-current	8	58	54
Inventories, non-current	10	109,041	85,329
Intangible assets	14	6,693	2,988
Properties, Plant and Equipment	15	454,821	456,828
Right of use assets	25	3,579	2,936
Deferred tax assets	16	18,934	15,086
Total non-current assets		593,337	563,546
Total Assets		1,309,877	1,319,183

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31st, 2020 AND 2019.
(In thousands of US dollars)

EQUITY AND LIABILITIES	Note	12-31-2020 THUSD	12-31-2019 THUSD
CURRENT LIABILITIES			
Other financial liabilities, current	17	5,943	43,878
Lease liabilities, current	25	1,858	1,346
Trade and other payables, current	18	147,126	134,022
Current tax liabilities	20	7,620	11,445
Employee benefit obligations, current	21	18,861	19,265
Other non-financial liabilities, current	22	20,298	25,944
Total current liabilities		201,706	235,900
NON-CURRENT LIABILITIES			
Other financial liabilities, non-current	17	233,318	235,178
Lease liabilities, non-current	25	2,110	1,648
Other provisions, non-current	19	689	439
Deferred tax liabilities	16	93,626	92,093
Employee Benefit obligations, non-current	21	22,628	19,487
Total non-current liabilities		352,371	348,845
Total liabilities		554,077	584,745
EQUITY			
Share capital	23	501,952	501,952
Retained earnings	23	269,537	249,363
Other reserves	23	(17,136)	(18,269)
Total Equity attributable to owners of the parent		754,353	733,046
Equity attributable to non-controlling interests	23	1,447	1,392
Total Equity		755,800	734,438
Total equity and liabilities		1,309,877	1,319,183

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED DECEMBER 31st, 2020 AND 2019.
(In thousands of US dollars)

STATEMENT OF PROFIT OR LOSS BY FUNCTION	Note	ACCUMULATED	
		01-01-2020 12-31-2020 THUSD	01-01-2019 12-31-2019 THUSD
Income from ordinary activities	24	1,051,912	1,170,148
Cost of sales	10	(909,997)	(1,012,274)
Gross profit		141,915	157,874
Other incomes, by function	27	2,267	1,198
Distribution costs	27	(15,963)	(14,229)
Administrative expenses	27	(46,347)	(50,523)
Other expenses, by function	27	(6,600)	(7,867)
Other gains (losses)	27	27	10,745
Profit (loss) from operational activities		75,299	97,198
Finance Income	17	1,468	6,640
Finance costs	17	(13,596)	(19,094)
Exchange rates differences		415	(1,090)
Profit (loss), before tax		63,586	83,654
Income tax expense	16	(15,767)	(20,445)
Profit (loss) from continuous operations		47,819	63,209
Profit (loss)			
Profit (loss), attributable to the owners of controlling interest	23	47,323	62,573
Profit (loss), attributable to non-controlling interest	23	496	636
Profit (loss)		47,819	63,209
Profit (loss) per basic share in continuous operations (USD-share)	23	0,36	0,47
Profit (loss) per basic share		0,36	0,47
Profit (loss) diluted earnings (loss) per share from continuous operations (USD-share)	23	0,36	0,47
Profit (loss) per diluted share		0,36	0,47

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31st, 2020
AND 2019.
(In thousands of US dollars)

STATEMENT OF COMPREHENSIVE INCOME	Note	ACCUMULATED	
		01-01-2020	01-01-2019
		12-31-2020	12-31-2019
		THUSD	THUSD
Profit (loss)		47,819	63,209
Items of other comprehensive income not to be reclassified to the statement of profit or loss, before taxation			
Other comprehensive income before tax, gain (loss) of new defined benefit plans	23.5	(1,218)	(3,449)
Other Comprehensive results not to be reclassified to the statement of income, before tax		(1,218)	(3,449)
Components of other comprehensive income to be reclassified to the statement of profit or loss, before tax			
Gain (loss) on foreign currency adjustments, before tax	23.5	51	(1,455)
Other comprehensive income, before tax, foreign currency adjustments		51	(1,455)
Cash Flow hedges			
Gains (losses) on cash flow hedges, before tax	23.5	2,766	4,882
Other comprehensive income before tax, cash flow hedges		2,766	4,882
Other comprehensive income that will be reclassified to profit or loss, before taxes		2,817	3,427
Other components of other comprehensive income, before tax		1,599	(22)
Income taxes relating to components of other comprehensive income that will not be reclassified to profit or loss			
Income tax related to defined benefit plans from other comprehensive result	16	281	924
Income taxes related to components of other comprehensive income that will not be reclassified to profit or loss		281	924
Income taxes related to components of other comprehensive income that will be reclassified to profit or loss			
Income tax related to cash flow hedges in other comprehensive income	16	(747)	(1,318)
Income taxes relating to components of other comprehensive income to be reclassified to profit or loss		(747)	(1,318)
Other comprehensive income		1,133	(416)
Comprehensive income		48,952	62,793
Comprehensive income attributable to			
Comprehensive income attributable to owners of the parent		48,456	62,157
Comprehensive income attributable to non-controlling interests	23.7	496	636
Total Comprehensive Income		48,952	62,793

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31st, 2020 AND 2019.
(In thousands of US dollars)

STATEMENT OF CASH FLOWS – DIRECT METHOD	Note	01-01-2020	01-01-2019
		12-31-2020	12-31-2019
		THUSD	THUSD
Cash Flow statement			
Cash flows from operation activities (used in)			
Cash flows from operation activities			
From the sale of goods and provision of services		1,102,893	1,241,164
Other charges from operating activities	5	102,271	140,721
Types of payments:			
Payment to suppliers for goods and services supply		(1,004,221)	(1,163,348)
Payments to and for employees		(69,886)	(81,980)
Payment for premiums and benefits, annuities and other obligations arising from subscribed policies		(4,048)	(3,256)
Other payments for operation activities		(1)	(241)
Interests received, classified as operating activities		133	706
Income tax (paid) repayments		1,861	(18,826)
Other cash incomes (expenses)	5	461	(7)
Total cash flows from operating activities (used in)		129,463	114,933
Cash flows from investment activities (used in)			
Cash flows used for gaining control of subsidiaries or other companies, classified as investment activities		-	(3,339)
Other charges for the sale of equity or debts instruments from other entities		1,758	65,495
Other payments to acquire equity or debts instruments from other entities		-	(43,837)
Other charges for sales of joint ventures participation, classified as investing activities		-	17,356
Cash receipts from sales of property, plant, and equipment		31	207
Cash paid for property, plant, and equipment		(32,467)	(58,191)
Payments from future contracts, puts, options and swaps		(917)	-
Charges from future contracts, puts, options and financial swaps, classified as investing activities		-	609
Charges to related entities		246	140
Dividends received, classified as investing activities		-	-
Interests received, classified as investing activities	5	1,092	5,741
Other cash incomes (expenses), classified as investing activities		-	(60)
Net cash flows from investing activities (used in)		(30,257)	(15,879)
Cash flows from financing activities (used in)			
Borrowings of long-term debts	5	-	3,312
Borrowings of short-term debts	5	30,000	371,012
Loans repayments	5	(70,703)	(411,417)
Payments of dividends	5	(1,708)	(916)
Charges from government subsidy, classified as financial activities		104	-
Dividends paid	23.4	(33,742)	(39,603)
Interests received, classified as financing activities		6	6
Interests paid	5	(11,322)	(15,070)
Other cash entries (exit)	5	(416)	(246)
Net cash flows from financing activities (used in)		(87,781)	(92,922)
Increase (decrease) cash and cash equivalent, before foreign exchanges rate effect		11,425	6,132
Effects of foreign exchange rate on cash and cash equivalents			
Effects of foreign exchange rate on cash and cash equivalents		(449)	1,108
Net increase (decrease) in cash and cash equivalents		10,976	7,240
Cash and cash equivalent at the beginning of the period	5	199,824	192,584
Cash and cash equivalent at the end of the period	5	210,800	199,824

MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31st, 2020 AND 2019.
(In thousands of US dollars)

a) Between January 1st to December 31st, 2020,

Statement of changes in equity	Share Capital	Reserves for Exchange rate differences	Reserves for cash flow hedges,	Reserve for defined benefit Plans actuarial gains or loss	Other various reserves	Total Other reserves	Retained gains	Equity attributable to owners of the parent	Equity attributable to non-controlling interests	Total Equity
	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD
Balance as of 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 (loss)							47,323	47,323	496	47,819
Other comprehensive income		51	2,019	(937)	-	1,133	-	1,133	-	1,133
Comprehensive income		51	2,019	(937)	-	1,133	47,323	48,456	496	48,952
Dividends							(27,149)	(27,149)	-	(27,149)
Increase (decrease) for transferances and other changes							-	-	(441)	(441)
Total of changes in Equity		51	2,019	(937)	-	1,133	20,174	21,307	55	21,362
Balance to December 31, 2020	501,952	(5,452)	(3,891)	(6,739)	(1,054)	(17,136)	269,537	754,353	1,447	755,800

b) Between January 1st to December 31st, 2019.

Statement of changes in equity	Capital	Reserves for Exchange rate Differences	Reserves for cash flow Hedges	Reserve for defined benefit Plans actuarial gains or loss	Other various reserves	Total Other reserves	Retained gains	Equity attributable to owners of the parent	Equity attributable to non-controlling interests	Total Equity
	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD
Balance as of January 1st, 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 (loss)							62,573	62,573	636	63,209
Other comprehensive income		(1,455)	3,564	(2,525)		(416)	-	(416)	-	(416)
Comprehensive income		(1,455)	3,564	(2,525)		(416)	62,573	62,157	636	62,793
Dividends							(25,030)	(25,030)		(25,030)
Increase (decrease) for transferences and other changes					(1,054)	(1,054)		(1,054)	(3,283)	(4,337)
Total of changes in Equity		(1,455)	3,564	(2,525)	(1,054)	(1,470)	37,543	36,073	(2,647)	33,426
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

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MOLIBDENOS Y METALES S.A. AND SUBSIDIARIES**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31st, 2020 AND 2019.****(In thousands of US dollars)**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**1. Activities and general information on the Company.**

Molibdenos y Metales S.A. (hereinafter, the “Parent Company” or the “Company”) and subsidiaries comprise the Molymet Group (hereinafter, “Molymet” or the “Group”).

Molibdenos y Metales S.A. is a publicly held company with its head office and main offices located in Camino Nos to los Morros N° 66, commune of San Bernardo, Maipo Province, Chile. The Company is registered in the interests’ registry of the Chilean Securities and Insurance Supervisor, with N° 0191.

Molymet's corporate purpose is the processing of molybdenum concentrate from copper mining in Chile or abroad, obtaining final products as, according to customers’ requirements, molybdenum oxide in its technical and pure grades, ferromolybdenum, molybdenum salts, metallic molybdenum, molybdenum dioxide, metallic rhenium, ammonium perrhenate and perrhenic acid. As result of its environmental control processes, sulfuric acid, copper cements and copper cathodes are produced. The commercial activity is carried out partly by providing roasting and leaching services, charging a fee, and as well by buying raw materials and selling the obtained products overseas.

Molymet's products are mainly traded in the European, Asian, and North American markets, and used by companies of sophisticated technology in areas such as aerospace, chemical, electronics and steel industries.

As of December 31st, 2020, and 2019, the Group has a staffing of 1,413 and 1,411 distributed as shown in the table below:

Staffing	Workers	Workers
	12-31-2020	12-31-2019
Executives	72	74
Professionals and technicians	659	669
Other	682	668

The average number of staff during the financial year January to December 2020 was 1,412.

2. Significant accounting policies.

Following there is a description of the significant accounting policies adopted to prepare these consolidated financial statements. These policies have been applied consistently throughout periods presented in these consolidated financial statements.

2.1 Basis of presentation.

The consolidated financial statements of Molibdenos y Metales S.A. as of December 31st, 2020 have been prepared according to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

These consolidated financial statements are presented in thousands of US dollars as this is the functional currency of the primary economic environment in which Moly met operates.

The consolidated statement of financial position as of December 31st, 2020 is presented compared to the corresponding one of December 31st, 2019.

The consolidated statement of profit or loss and the consolidated statement of comprehensive income reflect the movements between January 1st, and December 31st, during years 2020 and 2019, respectively.

The consolidated statement of cash flows reflects the cash flows between January 1st, and December 31st, during years 2020 and 2019, respectively.

The consolidated statement of equity Changes includes changes in equity between January 1st, and December 31st, during years 2020 and 2019, respectively.

The preparation of consolidated financial statements, as described above, requires the use of certain estimates and accounting policies. Also requires that Management exercises judgement in the process of applying the Company's accounting policies. Areas involving a higher degree of judgement or complexity or areas where assumptions and estimates are significant are disclosed in note 4.

Regarding the COVID-19 pandemic, as of the date of this report, we continue selling, producing, and distributing our products throughout our business operations. Since the pandemic was declared by the World Health Organization in March 2020, we have implemented a comprehensive contingency plan that has prioritized the health and safety of all our employees and our stakeholders, as well as the continuity of our operations. To achieve these objectives, we have implemented protocols such as working remotely, actively promoted self-care measures and implemented new internal regulations related to the safest way to operate our plants. The Company has a robust liquidity position and no debt responsibilities for the next two years.

Up to date of these consolidated financial statements there are no uncertainties about events or conditions that may cause doubt on the ability of the Company and its subsidiaries to continue going.

The consolidated financial statements have been prepared under historical cost criteria, except for certain financial instruments, which are reflected at fair value.

For an adequate comparability of the financial information, certain figures of the prior year have been reclassified according to the presentation of December 31st, 2020.

2.2. New pronouncements.

(a) Accounting pronouncements effective as of January 1st, 2020:

At the issue date of these consolidated financial statements, amendments, improvements, and interpretations upon the existing standards have been published and became effective during the financial year 2020, which are adopted by the company. These became mandatory as of the dates indicated below:

Norms	Description	Mandatory application for annual periods started on or after:
NIIF 3	Definition of a business	January 1st, 2020
NIIF 7	Reference interest rate reform	January 1st, 2020
NIIF 9	Reference interest rate reform	January 1st, 2020
NIIF 16	Leasing concessions	January 1st, 2020
NIC 1	Presentation of financial statements	January 1st, 2020
NIC 8	Accounting policies, changes in estimates and accounting errors	January 1st, 2020
NIC 39	Reference interest rate reform	January 1st, 2020

The adoption of these, depending on the mandatory date of application of each standard, did not have a significant impact on the Company's consolidated financial statements.

(b) Accounting pronouncements with effective application after December 31st, 2020:

In addition, to the date of issuance of these consolidated financial statements, the following accounting pronouncements were released by the International Accounting Standards Board (IASB), but these were not mandatory:

Norms	Description	Mandatory application for annual periods beginning on or after:
NIIF 1	First time of adoption of the International Financial Reporting Standards	January 1st, 2022
NIIF 3	Business combination	January 1st, 2022
NIIF 9	Financial instruments	January 1st, 2022
NIIF 16	Leasing's	January 1st, 2022
NIIF 17	Insurance Contracts (Replaces NIIF 4)	January 1st, 2022
NIC 1	Presentation of Financial Statements	January 1st, 2022
NIC 16	Properties, plant, and equipment	January 1st, 2022
NIC 37	Provisions, liabilities, and contingent assets	January 1st, 2022
NIC 41	Agriculture	January 1st, 2022

The Company's management believes that the adoption of the new standards, amendments and interpretations described above will not have a significant impact on the Group's consolidated financial statements during the year of application.

2.3. Basis of Consolidation

(a) Subsidiaries

Subsidiaries are all entities (including special purpose entities) over which the Company has control.

Control is when:

- There is power over the entity.
- It is exposed, or has rights, to variable returns arising from its involvement with the entity.
- It could affect returns through the power over the entity.

It is considered that the Company has power over an entity when it has rights that allow it to direct relevant activities, that is, the activities that affect in a significant manner the returns of the entity, For the Company, in general, power comes from holding most of the voting rights given by capital instruments from the subsidiaries.

When assessing if the Company controls another entity, the existence and effect of potential voting rights currently viable or convertible are considered. Subsidiaries are consolidated from the date on which the control is transferred and are excluded from consolidation on the date when control ceases.

The attached table shows the companies forming the Moly met group, specifying a) functional currency, b) country of investment and c) percentage of share that the parent company has in each company:

Company	Rut	Country	Consolidation	local currency	Functional currency	Percentage of Share					
						December 31, 2020		Total	December 31, 2019		Total
						Direct	Indirect		Direct	Indirect	
Molibdenos y Metales S.A.	93.628.000-5	Chile	Parent Co,	CLP	USD						
Moly metNos S.A. (v)	76.107.905-0	Chile	Direct	CLP	USD	99.000000	1.000000	100.000000	99.000000	1.000000	100.000000
Inmobiliaria San Bernardo S.A.	96.953.640-4	Chile	Direct	CLP	USD	93.467896	6.487348	99.955244	93.467896	6.487348	99.955244
Molymex S.A. de C.V.	Foreign	México	Direct	MXN	USD	99.999000	0.001000	100.000000	99.999000	0.001000	100.000000
Moly met Company	Foreign	USA	Direct	USD	USD	99.950000	0.050000	100.000000	99.950000	0.050000	100.000000
Strategic Metals B.V.B.A.	Foreign	Belgium	Direct	EUR	USD	99.999900	0.000100	100.000000	99.999900	0.000100	100.000000
Carbomet Industrial S.A.	96.103.000-5	Chile	Direct	CLP	USD	99.989482	-	99.989482	99.989482	-	99.989482
Carbomet Energía S.A.(i)	91.066.000-4	Chile	Direct	CLP	CLP	52.763385	-	52.763385	52.763385	-	52.763385
Moly met Do Brazil Representações e Serviços Ltda,	Foreign	Brazil	Direct	Real	USD	90.000000	1.000000	100.000000	90.000000	10.000000	100.000000
Moly met Services Limited	Foreign	England	Indirect	GBP	USD	-	100.000000	100.000000	-	100.000000	100.000000
Moly met Perú Trading Company S.A.C. (ii)	Foreign	Perú	Direct	SOL	USD	-	-	-	90.000000	10.000000	100.000000
Moly met Belgium (iv)	Foreign	Belgium	Indirect	EUR	USD	-	100.000000	100.000000	-	100.000000	100.000000
Moly met Germany GmbH (Ex-Reintech) (iii)	Foreign	Germany	Indirect	EUR	USD	-	100.000000	100.000000	-	100.000000	100.000000
Eastern Special Metals Hong Kong Limited	Foreign	China	Indirect	HKD	USD	-	100.000000	100.000000	-	100.000000	100.000000
Moly met Beijing Trading Co, Ltd,	Foreign	China	Direct	CNY	USD	100.000000	-	100.000000	100.000000	-	100.000000
Moly met Germany GmbH (iii)	Foreign	Germany	Indirect	EUR	USD	-	-	-	-	100.000000	100.000000
Complejo Industrial Moly nor S.A.	76,016,222-1	Chile	Direct	CLP	USD	93.780354	6.219646	100.000000	93.780354	6.219646	100.000000

- i) On June 24, 2019, Carbomet Energía S.A. acquired 100.00% of Compañía Auxiliar de Electricidad del Maipo S.A. recognizing all its rights and obligations.

- ii) On October 31, 2020, the General Shareholders' Meeting of Molymet Perú Trading approved the liquidation financial statements of the company. The extinction of the subsidiary was registered on December 22nd, 2020.
- iii) During August 2020, the Company acquired to Strategic Metals 32.44% of its share in Reintech GmbH, On November 27, 2020, the company Reintech GmbH was merged with Molymet Germany GmbH (in which Carbomet Industrial held 32.44% stake), absorbing, all its rights and obligations and becoming the legal successor, the name was changed to Molymet Germany.
- iv) During December 2020, the company Sadaci N.V. changed its name to Molymet Belgium.
- v) On December 23rd, 2020, the company Molymet Trading S.A. changed its name to MolymetNos S.A.

The acquisition method is used to account for the Company's procuring of subsidiaries. The cost of acquisition is fair value of the delivered assets, issued equity instruments and liabilities incurred or assumed at the date of exchange. Identifiable assets acquired and identifiable liabilities and contingencies assumed in business combinations are initially measured at fair value at the date of acquirement, regardless of minority interests. The excess of the acquisition cost over the fair value of the Company's interest in the identifiable net assets acquired is recognized as goodwill or capital gain. If the purchase cost is less than the fair value of the net assets of the subsidiary acquired, the difference is directly recognized in the Statement of profit or loss.

At consolidation, intercompany transactions, balances, and unfulfilled gains regarding transactions between the Group entities, are eliminated. Unrealized losses are also eliminated unless the transaction provides evidence of loss due to impairment of the transferred asset.

(b) Intercompany transactions and minority interests

The Group applies the policy of considering transactions with minorities as transactions with third parties, disclosing transactions with minorities when they do not correspond to loss of control, as equity transactions with no effect on the results.

Unfulfilled gains on transactions between the Company and subsidiaries or affiliates are eliminated according to the Company's percentage of share. Unrealized losses are also eliminated unless the transaction provides evidence of loss due to the transferred asset impairment.

2.4. Financial information per operational segment.

Business segment is a group of assets and operations responsible for providing products or services subjected to risks and revenues different from those of other business segments. Geographical segment is responsible for providing products and services in a particular economic environment subjected to risks and profits different from those segments operating in other economic environments.

2.5. Transactions in foreign currency.

(a) Functional currency

The items included in the financial statements of each of the Group entities are valued using the currency of the main economic environment in which the entity operates or "functional currency".

(b) Transactions and balance

Foreign currency transactions are converted into the functional currency using exchange rates prevailing on the transactions dates. Foreign currency gains and losses resulting from the settlement of these transactions and from the conversion, at closing exchange rates, of monetary assets and liabilities nominated in foreign currencies, are recognized in the statement of profit or loss, excepting those transactions qualifying as cash flow hedges and net investment hedges, which are deferred in the equity.

(c) Presentation currency

The consolidated financial statements are presented in US dollars, as this is the Parent Company's functional and presentation currency.

The results and financial statements of all Group entities (none of which maintain the currency of a hyperinflationary economy as functional currency) having a functional currency different from the presentation currency, are exchanged to the presentation currency as follows:

- (i) Assets and liabilities of every financial statement presented are converted to the exchange rate corresponding to the closing date of the financial statements.
- (ii) Income and expenses for each item of the Profit or loss are converted on the transaction date exchange rate (when this cannot be determined, the average monthly exchange rate is used as a reasonable approximation); and
- (iii) All resulting exchange differences are recognized as component of equity, classified as other reserves.

In the consolidation process, exchange differences arising from the conversion of net investment of foreign entities, and loans and other foreign currency instruments designated as hedges of those investments, are recorded as separate components of equity.

Goodwill or added value and fair value adjustments arising from the purchase of a foreign entity are treated as assets and liabilities of the foreign entity and exchanged using the exchange rate corresponding to the closing date of the financial statements.

2.6. Properties, plant, and equipment.

Land and buildings constitute the industrial facilities used in the business of the Group companies.

(a) Valuation and updating

Fix assets items included in properties, plant, and equipment section, are recognized at cost minus the accumulated depreciation and corresponding impairment losses, except in the case of lands, which are stated at its net cost from impairment.

Land and buildings comprise factories and offices. All properties, plant and equipment are stated at its historical cost less depreciation. Historical cost includes expenses that are directly attributable to the acquisition of the asset.

Subsequent costs are included in the value of the initial asset or recognized as separate asset only when it is probable that future economic benefits associated to properties, plant and equipment could flow to the Group and the cost of the item is consistently assessed. The value of the replaced component is accountably written-off. All other repairs and maintenance are charged to the revenue period in which they were incurred.

(b) Depreciation method

Land property and art pieces are not depreciated.

Depreciation of other fixed assets is calculated using the straight-line method based on the assets estimated lifetime, considering the assets residual value, the average per item is as follows:

Types of Fixed Assets	Lifetime
Constructions	30 years
Machinery	10 years
Vehicles	4 years
Furniture, fittings, and equipment	8 years
Walnut plantations	65 years

The residual values and assets lifetime are reviewed and adjusted, if necessary, at each financial period, When the value of an asset exceeds its estimated recoverable amount, the value is immediately reduced to the recoverable amount.

Gains and losses due to the sale of a fix assets, are calculated by comparing income earned with the book value and are included in statement of profit or loss.

2.7. Biological Assets.

The Company's biological assets correspond to agricultural products grown in the production plant.

The Company considers as fair value the expenditures between each agricultural period, time elapsed between one harvest and the next. Due to the short period in which they are accumulated, the Company considered that this represents a reasonable approximation of their value.

At harvest time, this value is transferred to Inventories as initial cost.

2.8. Intangible Assets.

(a) Software (computer programs)

Expenditures related to software maintenance are identified as expenses. Costs related to unique and identifiable software production, controlled by the Group, and which are likely to generate economic benefits above costs for more than one year, are accepted as intangible assets. Direct costs include costs of software's developer personnel.

The costs of developed Software, identified as intangible assets, are amortized over their lifetime (not exceeding 4 years).

(b) Research and development expenses

Research costs are identified as expenses. Costs regarding development projects (related to design and testing of new or improved products) are identified as intangible asset when the following conditions are met:

- It is technically feasible to complete the production of the intangible allowing availability for use or sale;
- The management intention is to complete the intangible asset for use or sale;
- The capability to use or sell the intangible asset exists;
- It is possible to prove how the intangible asset could generate future economic benefits;
- Availability of adequate technical, financial, or other resources to complete the development and to use or sell the intangible asset; and
- It is possible to measure consistently expenditures attributable to the intangible asset during its development.

Development costs earlier identified as expense are not recognized as asset in the subsequent period.

Developments recognized as intangible assets are tested annually for impairment.

(c) Emission Rights

Emission rights given by the National Environmental Commission (CONAMA), which are necessary for the normal operation of factories, are recorded as purchase value, in the event payments are made, when the Company is in position to control and measure them. These rights are not amortizable; however, must be annually tested for impairment.

2.9. Interests Costs.

Interest costs incurred in the construction of any asset are capitalized over the period needed to complete and prepare it for use. Other interest costs are regarded as expenditure.

2.10. Losses for Impairment of non-financial assets.

Assets that have an unspecified useful life, such as land or goodwill, are not subject to depreciation and are tested at least annually for impairment. Assets subjected to amortization are tested for impairment whenever events or changes in circumstances indicate that its book value may not be recoverable. An impairment loss is recognized for the excess of the asset's book value over its retrievable value. The recoverable amount is the fair value of an asset minus the sale costs or value of use, whichever is the higher. To assess impairment losses, assets are grouped at the lowest level applying to separately identifiable cash flows (cash-generating units). Non-financial assets, other than goodwill, suffering an impairment loss are reviewed on each balance period analyzing if there is any reversal of the loss.

2.11 Financial Assets.

2.11.1 Classification

The Group classifies their financial assets as follow:

- (a) Amortized cost.
- (b) At fair value through other comprehensive income.
- (c) At Fair value with changes in profit or loss.

The classification depends on the characteristics of the contractual cash flows and business model managed. Management determines the classification of its financial instruments at first recognition.

(a) Amortized Cost

Financial instruments measured at amortized cost are those held to collect contractual cash flows that are payments of the principal only and interests upon the principal outstanding amount. Financial instruments that meet this condition under IFRS 9 include trade debtors and other receivables, trade and other payables and loans included in other financial liabilities.

(b) At fair value with changes in other comprehensive income

Financial instruments measured at fair value with changes in other comprehensive income are those that are held within the business model and meet the objective to collect contractual cash flows that are payments of the principal only and interest upon the principal outstanding amount or sell them.

(c) At fair value with changes in profit or loss

Average financial instruments at fair value with changes in the results are those not measured at amortized cost or at fair value with changes in other comprehensive results and the effect is accepted as profit or loss for the period.

2.11.2 Financial instrument write-off

In general, financial assets are written-off when they are overdue or the contractual rights to receive cash flows have been transferred, or when the entity has substantially transferred all risks and rewards of ownership. Financial liabilities are written-off when extinguished, i.e., when obligations specified in the contract have been paid, cancelled, or expired or when the creditor is legally released from liability.

2.11.3 Recognition and measurement

Financial instruments are classified as described in 2.11.1 as amortized cost, at fair value with changes in other comprehensive income or at fair value with changes in profit or loss.

(a) Amortized cost

Financial instruments at amortized cost are calculated by its amortized cost according to the effective interest rate method. Amortized cost is reduced by impairment losses. Financial revenues and expenditure, foreign exchange gains and losses and impairment are identified in the statement of profit or loss. Any gain or loss in accounts write-off is recognized as profit or loss for the period.

Loans and receivables are non-derivative financial instruments with fixed or determinable payments and are not quoted in active markets. Its recognition is made through amortized cost and the accrual of agreed terms is directly recognized in the profit or loss.

(b) At fair value with changes in other comprehensive income

Financial instruments at fair value with changes in other comprehensive income are subsequently measured at fair value. Interests' incomes are calculated using the effective interest method and recognized in profit or loss. Other net gains and losses are recognized in equity.

(c) At fair value with changes in profit or loss

Financial instruments at fair value with changes in profit or loss are subsequently measured at fair value. Net profit or losses, including any interest or dividend revenue, are recognized in profit or loss of the period.

2.11.4 Financial assets impairment

The Group assesses on the date of each balance if there is objective evidence that a financial asset or a group of financial assets might be impaired. IFRS 9 requires that the Company reveal expected credit losses of all its debt securities, loans, and trade receivables, therefore a provisioning matrix has been established based on the Group's historical experience of credit losses during the last 5 years. The impairment testing over the receivables account is described in Note 2.14.

2.12. Derivative financial instruments and hedge activities.

Derivative financial instruments are measured at the beginning or after at its fair value. The changes calculation depends on the following classification:

Derivatives not qualifying for hedge accounting.

Derivatives that do not qualify for hedge accounting are recognized at fair value with changes in profit or loss.

Derivatives qualifying for hedge accounting.

At the reporting date these include Cross Currency Swaps and forward contracts specified in cash flow hedges. These are recognised at fair value in the Consolidated Statement of Financial Position, recognizing the changes of fair value in the Consolidated Statement of Changes in Equity in the "Hedge reserves". To the date of each report, it is reclassified from the Consolidated Statement of Changes in Equity to the Statement of profit or loss under the lines "Exchange rate differences" and "Finance Costs", the hedge amount that counterparts the difference between exchange rate and interest rate, respectively, originated by the hedge object related to the instrument, except for noneffective hedge, which in case of existing are directly recognized in the profit or loss.

2.13. Inventories.

(a) Inventories Policy

Inventories are estimated at the cost or net feasible value, using the minor value.

(b) Inventory measurement policy

The Group evaluates inventories as follows:

The production cost of manufactured inventories comprises directly and indirectly costs related to the units produced, such as raw materials, labor, fixed and variable costs incurred when raw materials are transformed into finished goods.

Regarding the cost of purchased inventory, the acquisition cost includes the purchase price, custom duties, transport, storage, and other costs attributable to the procurement of goods and materials.

(c) Inventory Costing Formula

Inventories of raw materials, products in progress, finished goods, packaging and materials are estimated at weighted average cost.

2.14. Trade and other receivables.

Trade receivables are initially recognized at fair value and then at amortized cost in accordance with the effective interest rate method, minus provisions for impairment losses determined by the expected credit loss model as required by IFRS 9. Furthermore, a provision for impairment losses on trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due, according to the original terms of receivables. The existence of significant financial difficulties from the debtor, the likelihood that the debtor will enter bankruptcy or financial reorganization and the failure or default of payments are considered indicators that the receivable is impaired. The amount of the provision is the difference between the book amount and the present value of the estimated future cash flows, discounted at the effective interest rate. The book amount is reduced as the provision account is used and the loss is established in the Statement of profit or loss in "Cost of sales". Subsequent recoveries of previously written-off amounts are recognized as credit items under "Cost of sales".

2.15. Cash and cash equivalents.

Cash and cash equivalents include cash on hand, balances in banks, term deposits in credit institutions, other short-term investments of great liquidity and low risk with an original due period of three months or less, In the Statement of financial position, bank overdrafts are classified as "Other current financial liabilities".

2.16. Share Capital.

Ordinary shares are classified as equity.

Incremental costs attributable to the issue of new shares or options are presented in equity as "Other reserves" until they are capitalized.

2.17. Trading creditors.

Suppliers or trading creditors are initially identified at fair value and subsequently valued at amortized cost using the effective interest rate method.

2.18. Loans that accrue interests.

Financial liabilities are recognized initially by its fair value, net from costs incurred for the transaction. Subsequently, financial liabilities are calculated at amortized cost; any difference between earnings (net of transaction costs) and the repayment value is recognized in the Statement of profit or loss over the debt life according to the effective interest rate method.

Financial liabilities are classified as current liabilities unless the Group has an unconditional right to defer settlement for at least 12 months after the date of the balance.

2.19. Income taxes and deferred taxes.

The annual income tax expenditure includes current tax and deferred taxes.

(a) Income taxes

Income tax expenditure from the parent company and subsidiaries domiciled in Chile is calculated on profit before tax, increased or decreased, as appropriate, by permanent and temporary differences, provided by the tax legislation regarding the determination of the taxable base for the indicated tax.

The income tax expense of subsidiaries domiciled abroad is determined according to the legislation in force of each country.

(b) Deferred taxes

Deferred taxes are calculated according to the liability method, over the temporary differences arising from the fiscal bases of assets and liabilities and their book amounts in the annual consolidated accounts. However, if deferred tax arises from recognition of liability or asset in a transaction other than a business combination that at the time of the transaction affects neither the accounting profit nor the taxable profit or loss, it is not accounted. Deferred tax is determined using tax rates (and laws) enacted or substantively enacted at the period balance date and are expected to be applied when the related deferred tax asset is done, or the deferred tax liability is settled.

Assets for deferred taxes are recognized as the probability that future fiscal benefits may be available, which could compensate the temporary differences or existence of tax temporary differences enough to absorb them.

Deferred tax is recognized on temporary differences arising from investments in subsidiaries and associates, except where the Parent Company can control the date on which the temporary differences will reverse, and with the probability that these will not reverse in the foreseeable future.

At the closing of these financial statements, no deferred taxes have been recognized due to investments in subsidiaries.

2.20. Employees Benefits.

Staff severances pay.

The defined benefit obligations are calculated annually using the projected credit unit method. The present value of the obligation is determined by discounting the estimated future cash outflows to state bonds interest rates in the currency in which those benefits will be paid and with due periods similar the corresponding obligations.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in the comprehensive income statement, recognized in the period in which they arise.

2.21. Provisions.

Provisions for environmental restoration, restructuring costs and litigations are recognized when:

The Group has present legal obligations as result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Restructuring provisions include lease termination penalties and employees' lay off. No provisions are recognized for future operating losses.

When several similar obligations are in place, the probability that an outflow will be required for settlement is determined according to the type of obligations. A provision is recognized even if the probability of an exit flow, included in the same class of obligations might be small.

Provisions are measured at the current value of the expected disbursement required to settle obligations using a rate before tax reflecting the current market appraisals respect to the money temporal value and the specific risks of the obligation. The increase in the provision due to the passing time is recognized as interest expense.

2.22. *Income recognition.*

Ordinary incomes include the fair value of received considerations or receivables, regarding the sale of goods and services in the ordinary course of the Group's business. Ordinary incomes are presented net of VAT, returns, refunds and discounts, after the Group sales are eliminated.

Income is recognized as follows:

The Group recognizes income when the performance obligations have been met, according to IFRS 15 methodology.

Ordinary incomes are as follows:

(a) Sales of goods

The Group manufactures and sells molybdenum, rhenium, and copper. Contracts with customers include a performance obligation for the delivery of physical goods in locations agreed with the customers. The Group recognizes incomes from the sale of goods when the control of the asset is transferred to the customer according to the agreed terms.

(b) Services supply

The Group provides tolling processing. These services are provided based on concrete time and material or as a fixed-price contract for periods ranging from one to ten years.

Contracts with customers for tolling manufacturing services include performance obligations for the processing service. The Group recognizes revenues from the sale of services when the control of the transformed asset is transferred to the customer.

(c) Income for Interests

Interest incomes are recognized using the effective interest method. When a receivable is impaired, the Group reduces the book amount to its recoverable amount by discounting the estimated future cash flows at the instrument's original effective interest rate. Interest incomes on impaired loans are recognized using the effective interest method.

(d) Incomes for Dividend

Dividend income is recognized when the right to receive payment is established.

2.23. *Leases*

International Financial Reporting Standard No. 16 (IFRS 16), establishing new accounting recognition model for leases, came in force in 2019.

IFRS 16 establishes a single accounting model for all lease contracts transferring the right to control the use of an asset, expressly specified, provided that the lease is for more than 12 months.

At the beginning of the contract, an asset (Right of Use) and a corresponding financial liability must be recognized at present value. The right of use is amortized during the contract term.

Interests of the financial liability are recognized in the corresponding Statement of profit or loss. Lease contracts that do not meet the above conditions are referred to as service contracts and the expenditure is recognized in a linear manner.

The rights of use are presented under "Right of use Assets" and lease liabilities under "Lease Liabilities " in the consolidated Statement of financial position.

For the purposes of first-time application and according to IFRS16. the prospective approach was chosen.

Assets leased to third parties under lease contracts are classified under Property, plant, and equipment in the balance sheet.

Lease incomes are recognized on a straight-line basis during the renting period.

2.24. Assets classified as held for sale, non-current (or alienation groups).

Non-current assets (or alienation groups) are classified as assets held for sale and are recognized at the lower value between the book amount and the fair value minus selling costs.

2.25. Goodwill.

Goodwill represents the excess between the purchase cost and the fair value of the company interest's net identifiable assets of an acquired subsidiary, associate and/or joint venture. Goodwill related to the acquisition of subsidiaries, associates and/or joint ventures is not amortized, but is periodically tested for impairment.

2.26. Dividends distribution.

The distribution of dividends to the Company's shareholders is recognized as a liability in the Group's annual consolidated financial statement, as function of the legal minimum dividend, corresponding to 30% of the current year's profit or as established in the extraordinary shareholders' meeting, whichever is higher,

2.27. Environment.

Expenditures related to environmental care are recognized in profit or loss as incurred.

3. Financial risk management.

Financial Risk Factors.

The Molymet Group, through its Parent Company and subsidiaries, is exposed to the following financial risks: credit risk, liquidity risk and market risk. The mentioned risks refer to situations in which there are propositions showing components of uncertainty at different times.

The purpose of the Company's corporate policy "Financial Risk Management" is to always safeguard the financial stability and sustainability of Molymet and its subsidiaries, under normal and exceptional conditions. This policy has been defined by the Board of Directors and has a simple, transparent, and flexible management structure. In general, the policy specifies the defined management guidelines in relation to all components of financial uncertainty relevant for the Molymet and subsidiaries operations, as well as determining how the Group is organized for such purposes.

3.1. Credit risk.

The Management uses the concept of "credit risk" regarding financial uncertainty, during different times, related to the fulfilment of obligations entered by counterparts, exercising contractual rights to receive cash or other financial assets.

In relation to credit risk from financial activities, including deposits in banks and financial institutions, derivative instruments and others, the Company has a "Counterpart Risk Policy", aiming to mitigate risks. This policy considers: 1) counterparts with investment grade ratings granted by the Risk Rating Agencies, 2) minimum liquidity and solvency ratios, and 3) maximum limits per institution.

The credit risk arising from the Company's commercial activities is related to the customers' ability to meet their contractual commitments. The Group has a "General Customer Evaluation Policy", where terms and maximum monetary limits for carrying out commercial activities are determined. In addition, Molymet has taken insurance policies to reduce risks of credit sales.

The following table shows the detail of counterparts and exposition:

Classification	Group	Tip	Xounterparty	Book value THUSD	Not guaranteed exposition THUSD	% exposition over classification %	% exposure over total %
Total assets				339,022	339,022		100.00
At fair value with change in other results				2,145	2,145	100.00	0.63
	Other financial assets			2,145	2,145	100.00	0.63
		Opciones		2	2	0.09	-
		Forwards (Result)		2,143	2,143	99.91	0.63
At fair value with changes in other comprehensive results				4	4	100.00	-
	Other financial assets			4	4	100.00	-
		Forwards (Hedges)		4	4	100.00	-
Amortized Cost				336,873	336,873	100.00	99.37
	Cash and Cash equivalent			210,800	210,800	62.58	62.19
	Bank Deposits						
		Estado		3	3	-	-
		Bank of America		1,910	1,910	0.57	0.56
		China Construction Bank		13	13	-	-
		Deutsche Bank		4,152	4,152	1.23	1.22
		HSBC		2,543	2,543	0.76	0.75
		Santander		12	12	-	-
		Security		677	677	0.20	0.20
		Dexia		1,597	1,597	0.47	0.47
		Citibank		492	492	0.15	0.15
		Itaú-Corpbanca		11,825	11,825	3.51	3.49
		JP Morgan		20,048	20,048	5.95	5.91
		Banco Banamex		217	217	0.06	0.06
		BCI		61	61	0.02	0.02
		Banco de Chile		1,458	1,458	0.43	0.43
		KBC Bank		1,069	1,069	0.32	0.32
		ING		6,192	6,192	1.84	1.83
		Fortis		1	1	-	-
		BNP Paribas		15,640	15,640	4.64	4.62
		BCI Miami		50	50	0.01	0.01
		Banco Mufg Bank		19,769	19,769	5.88	5.84
	Term deposits						
		Bci		33,451	33,451	9.93	9.87
		BTG Pactual		7,005	7,005	2.08	2.07
		Scotiabank		30,000	30,000	8.92	8.86
		Itaú-Corpbanca		14,005	14,005	4.16	4.13
		HSBC		18,329	18,329	5.44	5.41
		Security		250	250	0.07	0.07
		Santander		5,000	5,000	1.48	1.47
		Credit Suisse International		5,000	5,000	1.48	1.47
		BCI Miami		10,000	10,000	2.97	2.95
	Cash			31	31	0.01	0.01
	Other financial assets			192	192	0.06	0.06
	Receivables		Mutuo iacsa	192	192	0.06	0.06
	Trade and other receivables			125,841	125,841	37.35	37.11
	Customers						
		Mo Products and derivatives		88,635	88,635	26.31	26.14
		Maquila service		3,795	3,795	1.13	1.12
		Electric Power Service		487	487	0.14	0.14
		Agricultural products		12	12	-	-
	Other receivable accounts						
		Remaining VAT		30,706	30,706	9.12	9.06
		Accounts receivable from staff		1,695	1,695	0.50	0.50
		Other taxes receivable		7	7	-	-
		Other		504	504	0.15	0.15
	Intercompany receivables			40	40	0.01	0.01
	Intercompany		Indirect	40	40	0.01	0.01

3.2. Liquidity risk.

The Management uses the concept "liquidity risk" regarding financial uncertainty, in different horizons, related to the ability to meet net cash requirements to support operations under normal and exceptional operating conditions.

Due to the nature of business, Moly met requires liquid funds to meet working capital needs arising from operations, investments in projects and debts and financial interest in due term.

Liquid funds balance as of December 31st, 2020 amounts THUSD 212,951, which are invested according to the "Counterpart Risk Policy". Net debt at the same date amounts to THUSD 26,310.

To meet financing needs, the company maintains committed and uncommitted credit lines with various banking institutions.

Following there is a table with committed financial liabilities:

Classification	Group	Tipe	Counterparty	Book Value	Term profile							2 years & + THUSD
				0 to 15 days THUSD	16 to 30 days THUSD	31 to 60 days THUSD	61 to 90 days THUSD	91 to 180 days THUSD	181 to 360 days THUSD	1 a 2 years THUSD		
Total financial liabilities				390,355	7,763	143,022	2,971	158	3,829	22,035	71,147	198,417
Amortized Cost				343,494	4,303	142,981	2,971	158	3,829	22,035	71,147	155,057
		Trade and other accounts payable		147,126	4,303	142,823	-	-	-	-	-	-
		Suppliers		142,823	-	142,823	-	-	-	-	-	-
		Other liabilities	Customer advance	974	974	-	-	-	-	-	-	-
			V,A,T,	147	147	-	-	-	-	-	-	-
			Other payable taxes	2,587	2,587	-	-	-	-	-	-	-
			Other payable accounts	595	595	-	-	-	-	-	-	-
		Other financial liabilities		192,400	-	-	2,813	-	3,137	21,343	69,312	154,782
		Public Obligation	BMOLY-C	79,595	-	-	-	-	1,720	17,120	3,439	100,696
			SERIE D	58,540	-	-	1,014	-	1,014	2,029	61,505	-
			MOLYMET 13	51,799	-	-	1,799	-	-	1,799	3,599	52,987
		Banks Obligation	Banco Estado	-	-	-	-	-	-	-	-	-
			Bci	2,466	-	-	-	-	403	395	769	1,099
		Other financial liabilities		3,968	-	158	158	158	692	692	1,835	275
		Other liabilities	Right of use obligation	3,968	-	158	158	158	692	692	1,835	275
At fair value with changes in other comprehensive results				45,099	1,739	-	-	-	-	-	-	43,360
		Other financial liabilities		45,099	1,739	-	-	-	-	-	-	43,360
		Derivatives										
			Santander (CCS UF)	3,226	-	-	-	-	-	-	-	3,226
			Scotiabank (CCS MXN)	29,585	-	-	-	-	-	-	-	29,585
			BCP	7,518	-	-	-	-	-	-	-	7,518
			JP Morgan	3,031	-	-	-	-	-	-	-	3,031
			Forwards (Hedges)	1,739	1,739	-	-	-	-	-	-	-
At fair value with changes in revenue				1,762	1,721	41	-	-	-	-	-	-
		Other financial liabilities		1,762	1,721	41	-	-	-	-	-	-
			Forwards Contracts	1,762	1,721	41	-	-	-	-	-	-

3.3. Market Risk

The management uses the concept of "market risk" referring to the financial uncertainty, at different times, related to the future trajectory of market variables relevant to financial performance of any financial instrument or group. The Molymet Group, through its Parent Company and subsidiaries, is exposed to various market risks, such as: 1) interest rate risk and 2) exchange rate risk.

To mitigate the effects of market risks, the Company has a corporate policy of "Financial Risk Management", with the purpose of always safeguarding the financial stability and sustainability of Molymet and its subsidiaries, under normal and exceptional conditions. In line with the previous policy, the Management monitors and evaluates market variables to define the hedges strategy.

(1) Interest rate risk:

As part of the policy to mitigate liquidity risk, the company borrows through bond issuing and bank loans. These liabilities can be contracted at fixed or variable rates and/or in currencies other than the functional currency. As part of the "Financial Risk Management Policy", all long-term liabilities in currencies other than the functional currency are hedged by cross currency swaps. The objective of this is to ensure that liabilities do not generate currency or rate risk not related to the functional currency.

The interest rate structure of the Group's debt is managed to reduce the financial cost, being permanently evaluated in the face of probable rate scenarios. Currently 65.50% of the debt is in fixed rate.

An increment in rates would negatively impact the variable rate portion of the Group's exposure. On the other hand, if rates drop, the impact would be positive. To sensitize this effect, we can exemplify that, if the floating rate has an increase or decrease of 10% over the current variable portion, it will imply that the annual financial expenditures would increase or decrease by approximately THUSD 27.

The rate structure of liabilities is as follows:

i. Debt security obligations (bonds)

Serie	Currency	Redeemable	Placement rate	Hedge Rate USD
BMOLY-C	U.F.	Half yearly	4.20%	6.97%
SERIE D	COP	Quarterly	6.94%	3.91%
MOLYMET 13	MXN	Half yearly	7.03%	2.74%

ii. Loans that accrue interests

Creditor name	Currency	Redeemable	Nominal rate	Hedge Rate USD
BCI	CLP	Half yearly	4.15%	-

(2) Currency Exchange Rate Risk

US dollar is the functional and presentation currency of the Parent Company's financial statements, as it is the relevant currency for most of the Group's operations. The risk arises from fluctuations in the exchange rates of currencies other than functional currency in which the Group transacts and/or maintains balances. Potential exposures to foreign exchange risk are of various types, including,

- Exposure for conversion to the closure exchange type of financing assets and liabilities nominated in currencies different to the functional.
- Exposure from income and expense transactions in currencies other than the functional currency of each subsidiary's operations.

The main currencies in which the exchange rate risk is managed are Chilean peso (CLP), Unidad de Fomento (UF), Euro (EUR) and Mexican peso (MXN).

Molymet and its subsidiaries mitigate the risk based on the "Financial Risk Management Policy" implementing them through natural hedges or by contracting derivative instruments.

The main hedged items correspond to liabilities contracted in currencies other than the functional currency to mitigate liquidity risk. A detail of the main derivatives contracted to hedge the exchange rate risk is presented in points c and d of note 17 "Financing Instruments Details".

To sensitize the effects of currency exchange rate fluctuation different to the functional, following balance exposures, a perturbation according to the recent market records, and its effect on the results are presented.

Table of sensitivity analysis of assets and liabilities to market variables (Million USD)

Variable	Lending Position	Borrowing Position	Net exposition (functional currency)	Reference Value	Net exposition (non-functional currency)	Variable disturbance		Variable Value		Effect over results	
						Δ- (%)	Δ+ (%)	Δ-	Δ+	Δ-	Δ+
USD-CLP	46.32	(93.01)	(46.69)	710.9500	(33,194)	(9%)	10%	645.5426	778.4903	(4.731)	4.051
USD-CLF	0.25	(80.61)	(80.36)	0.0245	(2)	-	1%	0.0245	0.0248	0.008	0.961
USD-EUR	2.57	(10.71)	(8.14)	0.8141	(7)	(7%)	9%	0.7596	0.8833	(0.585)	0.638
USD-MXN	15.06	(54.87)	(39.81)	19.9265	(793)	(12%)	14%	17.6150	22.7162	(5.224)	4.889
USD-RMB	-	-	-	6.5085	-	(7%)	6%	6.0724	6.9185	-	-
USD-COP	0.07	(58.54)	(58.47)	3.421.00	(200,026)	(10)	10%	3.068.6370	3.759.6790	(6.714)	5.267

Table of sensitivity analysis of equity to market variables (Million USD)

Variable	Net exposition (functional currency)	Reference Value	Net exposition (non-functional currency)	Variable disturbance		Variable value		Effect over results	
				Δ- (%)	Δ+ (%)	Δ-	Δ+	Δ-	Δ+
USD-CLP	(23.86)	710.9500	(16,963)	(9%)	10%	645.5426	778.4903	(2.42)	2.07
USD-CLF	(4.41)	0.0245	-	-	1%	0.0245	0.0248	-	0.05
USD-EUR	9.24	0.8141	8	(7%)	9%	0.7596	0.8833	0.66	(0.72)
USD-MXN	(0.86)	19.9265	(17)	(12%)	14%	17.6150	22.7162	(0.11)	0.11
USD-RMB	0.03	6.5085	-	(7%)	6%	6.0724	6.9185	-	-
USD-COP	(0.17)	3,421.0000	(582)	(10%)	10%	3,068.6370	3,759.6790	(0.02)	0.02

3.4. Fair value estimation

Fair values of quoted investments are based on current purchase prices. If the market for a financial asset is not active (and for titles not listed), the Group establishes fair value employing valuation techniques including the use of recent dully signed free transactions between interested parties, referenced to other instruments substantially the same, the discounted cash flow analysis, and options fixation price models with maximum use of market inputs and relying as little as possible on the entity-specific inputs.

As of December 31st, 2020, the Company holds financial instruments that should be registered to its fair value. These include:

- a. Forward contracts
- b. Currency and interest rate derivative contracts.
- c. Options derivative contracts.

The Company has categorized the fair value measurement using a hierarchy that reflects the level of inputs used in the valuation. This hierarchy consists of 3 levels (I) fair value based on quoted prices in active markets for similar class of asset or liability, (II) fair value based on valuation techniques that use market price information or derivatives of the market price of similar financial instruments (III) fair value based on valuation models not using market inputs.

Fair value of financial instruments listed in active markets, such as acquired investments for negotiation or kept for sale, is based on market list at the period closure using the current buyer price. The fair value of financial assets that are not traded in active markets (derivative contracts) is determined using valuation techniques that maximize the use of the available market information. The valuation techniques generally used by the Company include market price of similar instruments and/or estimation of the present value of the future cash flows using the curves of market future prices to the period's closure.

Details of items measured at fair value are shown below:

Description	Fair Value 12-31-2020 THUSD	Fair value measurement using values considered as		
		Level I THUSD	Level II THUSD	Level III THUSD
Asset				
Derivative options contracts	2	-	2	-
Forward contracts	2,147	-	2,147	-
Liability				
Derivative currency and interest rates contracts	43,360	-	43,360	-
Forward contracts	3,501	-	3,501	-

In addition, as of December 31st, 2020 and 2019, the Company has financial instruments not registered at fair value. To comply with fair value disclosure requirements, the Company has valued these instruments as shown in the table below:

Financial Instruments	12-31-2020 THUSD		12-31-2019 THUSD	
	Book Value	Fair Value	Book Value	Fair Value
Assets				
Cash	31	31	25	25
Banks balance	87,729	87,729	67,730	67,730
Term deposits	123,040	123,040	132,069	132,069
Trade and other receivables	125,841	125,841	139,811	139,811
Related companies collectable accounts	40	40	316	316
Collectable Loans	192	192	303	303
Liabilities				
Other financial liabilities	192,400	271,099	232,286	274,725
Trade and other payables	147,126	147,126	134,022	134,022
Leasing liabilities	3,968	3,968	2,994	2,994

The book amounts of collectables and payables accounts are assumed to be proximate to their fair values due to the short-term nature of them. In the case of cash, bank balances and term deposits, the fair value approaches their book amount.

Fair value of financial liabilities is estimated discounting the future contractual cash flows at the market current interest rate available for similar financial instruments.

4. Critical accounting estimates and criteria

Accounting estimates and the used criteria are continually evaluated and based on historical experience and other factors, including the expectative of future events occurring that are considered reasonable under the circumstances.

The Group makes estimates and assumptions about the future. The resulting accounting estimates could differ from actual results. The estimates and criteria that have a significant risk of causing a material adjustment in the amounts of assets and liabilities in the book accounts of the next financial period are explained below.

(a) Assets useful life

The valuation of investments in property, plant and equipment considers estimates to determine residual values and useful lives to calculate the depreciation of each asset. These estimates consider operations, technological factors and alternative uses of the assets, which might change in future.

(b) Assets impairment test

The Group assesses at the end of each reporting period, or earlier if there is any indication of impairment, the recoverable amount of property, plant, and equipment, grouped into cash-generating units (CGUs), to check impairment losses. Subsequent changes in the groupings of cash-generating units, or the timing of cash flows and interest rates could impact the book amount of the respective assets.

(c) Deferred taxes

The Parent Company and subsidiaries account assets due to deferred tax considering the probable recoverability of such assets, based on the existence of deferred tax liabilities with similar reversal periods and the possibility to generating sufficient future tributary profits. Deferred taxes are determined using tax rates (and laws) approved or close to be approved at the balance date that are expected to be applied when the related deferred tax asset or the deferred tax liability are settled. All the above, based on internal projections made by the administration from the most recent or updated information available.

Whether or not such deferred tax assets will be achieved depends, among other things, on the fulfilment of the estimated projections, including aspects related to the legal tax framework.

(d) Dismantling, restoration, and rehabilitation provisions

Due to uncertainties inherent to the accounting estimates recorded at each period, actual payments or disbursements may differ from the amounts previously recognized as liabilities, specifically regarding costs due to dismantling, restoration, and rehabilitation of land at Moly met Belgium.

Information regarding the origin of the uncertainty is disclosed in "Provisions".

(e) Post-employment benefits

The Company and subsidiaries have established post-employment benefits related to pension plans and severance.

The number of obligations related to the main benefits (obligations' fair value and effects on results) is determined and recognized based on actuarial methods and calculations. These assessments involve assumptions and judgements regarding parameters such as discount and mortality rates, salary variations, among others. To determine the discount rate, in accordance with IAS 19, high-quality corporate bonds have been used.

5. Cash and Cash equivalents.

The composition of cash and cash equivalents as of December 31st, 2020 and 2019 is as follows:

Types of cash and cash equivalents	12-31-2020	12-31-2019
	THUSD	THUSD
Cash	31	25
Banks balance	87,729	67,730
Short-term investments	123,040	132,069
Total	210,800	199,824

Up to the date of these financial statements, there are no differences between the cash and cash equivalent amounts recorded in the financial or cash flows statements.

5.1 Term investments composition is as follows:

Term Deposits detail	12-31-2020	12-31-2019
	THUSD	THUSD
Banco Santander	5,000	34,313
Banco BCI	33,451	33,632
Banco Scotiabank	30,000	33,143
Banco HSBC Chile	18,329	-
Credit Suisse International	5,000	-
Banco BCI Miami	10,000	-
Banco Corpbanca NY	-	12,500
Banco Security	250	1,101
Banco Itaú-Corpbanca	14,005	-
BTG Pactual	7,005	-
Credicorp Capital S.A.	-	17,380
Total	123,040	132,069

Short-term deposits due within three months from the date of acquisition are classified under this item and accrue market interest for this type of short-term investments.

There are no restrictions for significant amounts in cash availability.

5.2. Detail on some items of the cash flow statement.

a) Conciliation of liabilities arising from financial activities.

i) Current Period

Concept	Initial Balance	Cash Flows			Other movements that are non-cash flow		Final Balance
	01-01-2020	Loans	Loan payments	Paid interests	Accrued interests	Other	12-31-2020
Obligations for debt titles (Bonds)	189,033	-	-	(10,561)	11,782	(320)	189,934
Accrued interest loans	43,208	30,000	(70,703)	(607)	392	176	2,466
Derivative hedging instruments	45,987	-	-	-	-	(2,627)	43,360
Forward Contracts (Hedge)	773	-	-	-	-	966	1,739
Forward Contracts (Result)	10	-	-	-	-	1,752	1,762
Others	45	-	-	-	-	(45)	-
Other current and non-current financial liabilities	279,056	30,000	(70,703)	(11,168)	12,174	(98)	239,261

ii) Past Period

Concept	Initial Balance	Cash Flow			Other movements that are non-cash flow		Final Balance
	01-01-2019	Loans	Loan payments	Paid interests	Accrued interests	Other	12-31-2019
Obligations for debt titles (Bonds)	190,689	-	-	(11,174)	12,643	(3,125)	189,033
Accrued interest loans	79,358	374,324	(411,417)	(3,756)	4,094	605	43,208
Derivative hedging instruments	49,822	-	-	-	-	(3,835)	45,987
Forward Contracts (Hedge)	69	-	-	-	-	704	773
CCS hedge term deposits	-	-	-	-	-	10	10
Others	118	-	-	-	-	(73)	45
Other current and non-current financial liabilities	320,056	374,324	(411,417)	(14,930)	16,737	(5,714)	279,056

b) Conciliation of finance lease liabilities

i) Current Period

Concept	Initial balance	Additions of IFRS contracts	Cash flows		Other movements that are non-cash flow		Final balance
	01-01-2020	16	Lease payments	Paid Interests	Accrued interests	Others	12-31-2020
Current lease liabilities	1,346	472	(1,708)	(154)	168	1,734	1,858
Non-current lease liabilities	1,648	1,816	-	-	-	(1,354)	2,110
Current and non-current lease liabilities	2,994	2,288	(1,708)	(154)	168	380	3,968

ii) Past Period

Concept	Initial balance	Additions of IFRS contracts	Cash flows		Other movements that are non-cash flow		Final balance
	01-01-2019	16	Lease payments	Paid Interests	Accrued interests	Others	12-31-2019
Current lease liabilities	-	1,460	(916)	(140)	140	802	1,346
Non-current lease liabilities	-	2,715	-	-	-	(1,067)	1,648
Current and non-current lease liabilities	-	4,175	(916)	(140)	140	(265)	2,994

c) Payable and receivable interests

	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Cash flows from (used in) investing activities		
Interests received for Investments in Term Deposits	1,092	5,741
Total	1,092	5,741

d) Other Operational flows,

	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Other cash incomes (expenditures), classified as operating activities		
Correspondent bank commission/fees	(66)	(83)
Other incomes	1	52
Insurance devolution	526	24
Total	461	(7)

	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Other cash incomes from operating activities		
Tax refunds	102,271	140,721
Total	102,271	140,721

e) Other financing flows

	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Other cash incomes (expenditures), classified as operating activities		
Overdraft	(47)	(281)
Other financial income	216	446
Bond maintenance expenditure	(585)	(411)
Total	(416)	(246)

6. Other current and non-current financial assets.

a) Other current financial assets

The composition of other current financial assets is as follows:

Other current financial assets	12-31-2020 THUSD	12-31-2019 THUSD
Options	2	58
Mutual Interest	2	2
Forwards contracts (see note 17)	2,143	85
Forwards hedging contracts (see note 17)	4	-
Total	2,151	145

b) Other non-current financial assets

The composition of other non-current financial assets is as follows:

Other current financial assets	12-31-2020 THUSD	12-31-2019 THUSD
Mutuo IACSA	190	301
Total	190	301

7. Other current and non-current non-financial assets

a) Other current non-financial assets,

The composition of other current non-financial assets is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Advanced Payments	1,729	1,413
Custom duties	1,202	593
Deferred duties (insurance)	2,993	1,392
Insurances, fleets, and other deferred expenditure (consignment stock)	1,716	1,047
Total	7,640	4,445

b) Other non-current non-financial assets,

The composition of other non-current non-financial assets is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Guarantee deposits	21	24
Total	21	24

8. Trade and other receivables current and non-current .

- a) The composition of trade accounts receivable and other current receivables as of December 31st, 2020 and 2019 is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Debtors for sales of molybdenum, rhenium, copper, and sulfuric acid	89,608	112,780
Debtors for tolling services	3,795	6,272
Debtors for sales of electrical power service	487	583
Debtors for agricultural products sales	12	73
Personnel collectable accounts	1,637	2,051
VAT remaining (credit)	30,706	18,329
Other collectable taxes	7	8
Others	504	667
Allowance for uncollectible debts	(973)	(1,006)
Total	125,783	139,757

- b) The composition of trade accounts and other non-current receivables as of December 31st, 2020 and December 31st, 2019 is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Personnel collectable accounts	58	54
Total	58	54

The distribution of trade accounts and other receivables, in functional and foreign currencies, is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Functional	91,142	111,237
Foreign	34,699	28,574
Total	125,841	139,811

IFRS 9 requires that the Company registers the expected credit losses of all debt securities, loans, and trade debtors, therefore a provisioning matrix has been established based on the historical experience of the Group's credit losses over the last five years. This, in addition to the default criteria, where customers are periodically assessed according to an individual analysis of them and the transactions period, assigning impairment percentages starting from the operation's expiration date.

If the debt is more than 75 days overdue, 20% impairment is calculated; more than 90 days 40% impairment, more than 180 days 70% impairment and more than 270 days 100% of the debt impairment.

The movement of the trade accounts' impairment is as follows:

Trading accounts impairment	12-31-2020	12-31-2019
	THSD	THSD
Initial Balance	(1,006)	(945)
Impairment provision for current portfolio	24	8
Impairment provision	5	(70)
Write-off	6	-
Exchange difference	(2)	1
Total	(973)	(1,006)

9. Balances and transactions with related parties.

9.1. Parent Company

Molibdenos y Metales S.A. does not have controller.

9.2. Shareholders.

The number of Molibdenos y Metales S.A. shareholders as of December 31st, 2020 is 183.

The detail of the 12 largest shareholders and participation percentage is as follows:

Shareholders	% Share
Plansee Limitada	21.19
Nueva Carenpa S.A.	9.75
Fundación Gabriel y Mary Mustakis	9.60
Inversiones Lombardia S.A.	9.11
Phil White International Corp.	4.48
Ed Harvey Trust Corp.	4.48
Osvald Wagner Trust Co. Inc.	4.48
Marea Sur S.A.	3.97
Inversiones Octay Limitada	3.88
Whar Plot Corporation	3.58
Minera Valparaíso S.A.	3.49
Coindustria Limitada	2.76

9.3 Most significant disclosures among related parties.

a) Remuneration of key management personnel.

The following are the categories and received remuneration by management key personnel:

Type of compensation	ACCUMULATED	
	01-01-2020 12-31-2020	01-01-2019 12-31-2019
	THUSD	THUSD
Salaries	9,776	11,094
Management fees	-	3
Employees short-term benefits	395	453
Post-employment benefits	27	26
Termination benefits	166	1,575
Other benefits	77	78
Total	10,441	13,229

b) Transactions with related entities.

Transactions detail between related parties is the following:

RUT	Company	Origin Country	Nature of the relationship	Nature of the transaction	12-31-2020 THUSD	(charge) credit to profit or loss THUSD	12-31-2019 THUSD	(charge) credit to profit or loss THUSD
93.305.000-9	Proveedora Industrial Minera Andina S.A.	Chile	Director in Common	Product sales	1,109	97	1,506	142
				Current account collection	(1,386)	-	(1,335)	-
90.269.000-K	Inversiones Agrícolas y Comerciales S.A.	Chile	Subsidiary shareholder	Payments (collection)	-	-	3,337	-
				Purchase of CAEMSA shares	-	-	(3,339)	-
				Exchange Difference Mutual	-	-	11	11
				Cesa Absorption (Mutual)	-	-	(327)	-
95.177.000-0	Compañía Eléctrica los Morros S.A.	Chile	Other related parties	Goods sales	4	1	4	2
				Current account collection	(3)	-	(4)	-

c) Intercompany receivables.

The detail of current intercompany receivables is as follows:

RUT	Company	operation Nature	Term (Months)	Currency	Relation	Country of Origin	Balance to	
							12-31-2020 THUSD	12-31-2019 THUSD
93.305.000-9	Provedora Industrial Minera Andina S.A.	Commercial	1	CLP	Director in common	Chile	39	316
95.177.000-0	Compañía Eléctrica Los Morros S.A.	Commercial	1	CLP	Other parties related	Chile	1	-
Total							40	316

As of the date of these financial statements, there are no guarantees granted associated with balances between related entities, nor provisions for doubtful debts.

d) Main transactions between the parent company and its subsidiaries.

Company	Transaction Nature	Transaction Description	12-31-2020	(charge) payment	12-31-2019	(charge)
			THUSD	to profit or loss THUSD	THUSD	payment to profit or loss THUSD
Molymet Germany GmbH	Sales	Pure Molybdenum Oxide Grade Sandy	20,984	2,853	36,357	2,989
	Sales	Ferromolybdenum	21,634	1,264	38,697	2,524
Molymex S.A. de C.V.		Molybdenite	22,579	-	18,220	-
	Purchases	Technical molybdenum oxide	3,059	-	-	-
		Rhenium	5,754	-	5,584	-
Molymet Belgium		Ammonium dimolybdate	-	-	716	110
		Ferromolybdenum	225	1	1,107	533
	Sales	Pure Molybdenum Oxide Grade Sandy	-	-	106	29
		Molybdenite	71,511	3,858	66,834	(1,512)
		Technical molybdenum oxide	7,655	121	-	-
	Purchases	Rhenium	6,899	-	4,646	-
	Sales	Molybdenite	16,682	(660)	45,857	(3,403)
Complejo Industrial Molynor S.A.		Technical molybdenum oxide	-	-	12,938	1,304
		Rhenium	6,097	-	4,454	-
	Purchases	Molybdenite	14,175	-	-	-
		Technical molybdenum oxide	7,277	-	45,099	-

10. Inventories.

a) Inventories classes.

The composition of current and non-current inventories as of December 31st, 2020 and 2019, is as follows:

Current Inventories	12-31-2020	12-31-2019
	THUSD	THUSD
Raw Material	140,560	97,610
Production Supplies	37,826	37,209
Ongoing work	45,607	38,122
Finished goods	127,213	216,638
Total current inventories	351,206	389,579

Non-current Inventories	12-31-2020	12-31-2019
	THUSD	THUSD
Finished goods	109,041	85,329
Total, non-current inventories	109,041	85,329

Finished goods mainly correspond to molybdenum oxide in technical and pure grades, ferromolybdenum, molybdenum salts, metallic molybdenum, molybdenum dioxide, metallic rhenium, ammonium perrhenate, perrhenic acid, sulfuric acid, copper cements and copper cathodes, As of December 31st, 2020, and 2019, no provisions for obsolescence have been recorded because most of the final products are manufactured according to customers and market requirements, and there is no indication of obsolescence.

Non-current inventory corresponds to trade products estimated to be sold after one year.

The Company has estimated the circumstances of obsolescence as a market function, rotation, and inventory status.

b) Additional information on provisions and penalties.

As of December 31st, 2020, and 2019, the Group has not made any provisions or penalties for obsolescence of finished products, Inventories are valued at cost or net realizable value, whichever the lower.

In addition, the Group does not maintain inventories pledged as security to fulfill debts incurred to the end of each year.

The items recognized in cost of sales at the end of each period are presented in the following table:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Products cost of sale	(886,504)	(993,783)
Services cost	(23,493)	(18,491)
Total	(909,997)	(1,012,274)

11. Biological Assets.

The composition of current biological assets as of December 31st, 2020 and 2019 is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Harvest costs	658	526
Total	658	526

As of December 31st, 2020, and 2019, costs included under this item correspond to harvest costs of 2021 and 2020, respectively.

Once this process is completed, these assets are transferred to inventories and taken to profit or loss when the sale of such existences is completed.

12. Current tax assets.

Current tax assets are detailed in the following table:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Revenue tax to recover from last year	2	12
Income tax net effect for the year (Monthly Provisory Payments-Payable Taxes)	18,260	21,033
Total	18,262	21,045

13. Consolidate Financial Statement.

The consolidated financial statements of Molibdenos y Metales S.A. includes all companies qualified as subsidiaries.

The table shows the summarized financial statements of each consolidated Company as of December 31st, 2020 and 2019.

Company	Financial Information as of December 31st, 2020							Financial Information as of December 31st, 2019						
	Current Assets	Non-current Assets	Current Liabilities	Non-current Liabilities	Equity	Ordinary Incomes	Profit (Loss)	Current Assets	Non-current Assets	Current Liabilities	Non-current Liabilities	Equity	Ordinary Incomes	Profit (Loss)
MolymetNos S.A. (v)	14,540	1,865	4	(1)	16,402	19,292	(294)	22,055	1,839	7,212	4	16,678	117,185	(4,670)
Inmobiliaria San Bernardo S.A.	1,384	46,708	731	2,820	44,541	1,271	(759)	1,598	46,854	390	2,761	45,301	2,172	(1,230)
Molymex S.A. de C.V.	99,703	18,025	42,868	1,086	73,774	250,066	9,119	92,351	19,502	46,069	938	64,846	374,286	13,321
Molymet Company	1,579	87	115	-	1,551	678	(14)	1,593	143	124	47	1,565	2,578	291
Strategic Metals B.V.	25,796	153,255	129	-	178,922	-	5,706	13,229	159,443	19	1	172,652	-	16,768
Carbomet Industrial S.A.	299	22,637	38	-	22,898	444	1,159	568	26,317	20	-	26,865	467	2,011
Carbomet Energía S.A. (i)	2,370	6,258	2,636	2,976	3,016	3,981	1,050	2,244	6,304	2,192	3,457	2,899	5,048	1,347
Molymet Brazil	176	1	23	-	154	145	(1)	176	3	24	-	155	134	(33)
Molymet Services Limited	1,490	28	1,282	108	128	1,659	457	1,094	72	901	94	171	3,211	634
Molymet Belgium (iv)	67,118	101,459	44,098	8,917	115,562	177,434	4,930	75,632	92,863	24,879	33,030	110,586	204,734	3,528
Molymet Germany GmbH (Ex - Reintech) (iii)	13,285	16,080	2,037	136	27,192	29,338	(37)	24	2	26	-	-	43	(1)
Eastern Special Metals Hong Kong Limited	354	-	74	-	280	-	(121)	423	-	73	-	350	-	11,472
Molymet Beijing Trading Co, Ltd,	1,418	62	144	20	1,316	1,442	903	1,387	106	468	-	1,025	914	369
Molymet Germany GmbH (iii)	-	-	-	-	-	-	-	18,906	14,265	3,371	2,570	27,230	49,519	1,474
Complejo Industrial Molynor S.A.	112,437	162,743	33,406	36,639	205,135	266,801	15,911	185,268	171,074	55,220	37,605	263,517	230,279	22,923
Molymet Perú Trading Company S.A.C. (ii)	-	-	-	-	-	125	59	28	-	66	-	(38)	-	(253)

(i) Merger between Carbomet Energía S.A. and Compañía Auxiliar Eléctrica del Maipo S.A.

On June 24, 2019, the merger between Carbomet Energía S.A. and Compañía Auxiliar Eléctrica del Maipo S.A. (absorbed company) was formalized, where Carbomet Energía S.A. acquires all the assets of Compañía Auxiliar Eléctrica del Maipo S.A.

(ii) Molymet Perú Trading Company S.A.C. Liquidation

On October 31st, 2020, the General Shareholders' Meeting of Molymet Perú Trading approved the Company liquidation financial statements. The extinction of the subsidiary was registered on December 22nd, 2020.

(iii) Merger between Reintech GmbH and Molymet Germany GmbH

During August 2020, the Company acquired 32.44% interest in Reintech GmbH from Strategic Metals. On November 27th, 2020. Reintech GmbH merged with Molymet Germany GmbH (where Carbomet Industrial held a 32.44% interest), absorbing all rights and obligations of the and becoming the legal successor; changing its name to Molymet Germany.

(iv) Molytmet Belgium

In December 2020, Sadaci N.V. changed its name to Molytmet Belgium.

(v) MolytmetNos S.A.

On December 23rd, 2020, the company Molytmet Trading S.A. changed its name to MolytmetNos S.A.

14. Intangible assets other than added value.

The balance of intangible assets as of December 31st, 2020 and 2019 is presented below:

Classification of Intangible Assets, net (Presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Intangible assets, net	6,693	2,988
Intangible assets of defined useful life, net	5,634	1,929
Intangible assets of undefined useful-life, net	1,059	1,059
Net Identifiable intangible assets	6,693	2,988
Patents, Trademarks and Other Rights, Net	1,059	1,059
Software, Net	5,634	1,929

Classification of Intangible Assets, gross (Presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Intangible assets, gross	12,256	6,868
Intangible assets of defined useful life, gross	12,256	6,868
Patents, Trademarks and Other Rights, gross	1,059	1,059
Software, gross	11,197	5,809

Accumulated amortization and impairment class, intangible assets (Presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Accumulated amortization and impairment, identifiable intangible assets	(5,563)	(3,880)
Accumulated amortization and impairment, software	(5,563)	(3,880)

The movement in Intangible Assets as of December 31st, 2020 and 2019 is as follows:

Movements of Identifiable Intangible Assets	12-31-2020		12-31-2019	
	Patents, Trademarks and Other Rights THUSD	Software THUSD	Patents, Trademarks and Other Rights THUSD	Software THUSD
Initial Balance	1,059	1,929	1,059	2,445
Additions	-	5,388	-	296
Amortization	-	(1,683)	-	(812)
Final Balance	1,059	5,634	1,059	1,929

The Company's intangible assets of undefined useful life correspond to Emission Rights and Water Rights, which are reviewed each year to continue supporting the assessment of undefined useful life of such assets.

Intangible assets with a specific useful life correspond to computer software, where the Company has defined a useful life of 4 years. The Company values its intangible assets at acquisition cost and the amortization is based on the linear method over their estimated useful lives.

Each period amortization is recognized in the statement of profit or loss. The accumulated amortization of computer software as of December 31st, 2020 amounts to THUSD 5,563 (THUSD 3,880 as of December 31st, 2019).

15. Properties, plant, and equipment

a) Classification of properties, plants, and equipment.

The composition is as follows:

Classification of property, plant and equipment, net (presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Properties, plant and equipment, net	454,821	456,828
Land	54,048	54,045
Building	141,983	133,150
Machinery	216,737	174,491
Transportation equipment	293	387
Fixtures and fittings	1,266	1,342
Office equipment	3,527	3,172
Ongoing buildings	18,603	72,837
Plantations	18,260	17,300
Other properties, plant and equipment, net	104	104

Classification of property, plant, and equipment, gross (presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Properties, plant, and equipment, gross	1,031,447	1,005,925
Land	54,048	54,045
Building	244,198	228,846
Machinery	668,452	606,459
Transport equipment	1,987	2,031
Fixtures and fittings	5,589	5,455
Office equipment	15,675	14,656
Ongoing buildings	18,603	72,837
Plantations	22,791	21,492
Other properties, plant, and equipment, gross	104	104

Accumulated depreciation and impairment classification, property, plant, and equipment (presentation)	12-31-2020 THUSD	12-31-2019 THUSD
Accumulated depreciation and impairment, property, plant, and equipment	576,626	549,097
Building	102,215	95,696
Machinery	451,715	431,968
Transport equipment	1,694	1,644
Fixtures and fittings	4,323	4,113
Office equipment	12,148	11,484
Plantations	4,531	4,192

As of December 31st, 2020, and 2019, in accordance with current regulations, the following is reported:

- i. The gross value of property, plant, and equipment temporarily out of service amounts to THUSD 5,867 and THUSD 4,138, respectively.
- ii. The gross value of property, plant and equipment in use and fully depreciated amounts to THUSD 280,937 and THUSD 258,279, respectively.
- iii. Moly met has no property, plant and equipment that have been withdrawn from use and therefore there are no assets held for sale.
- iv. The Group has defined a cost model to value its properties, plant, and equipment. Determining the economic value of these assets in this type of company is extremely complex because they are generally specific and sophisticated machinery and equipment, and their commercial transactions are not common, therefore a reference of their reasonable value is not known.

Buildings and infrastructure works are specially conditioned for these elements, which also makes difficult to determine their economic value.

The economic value of property, plant and equipment should be evaluated respect to the Company's operations and its capacity to generate incomes to absorb the involved costs, which, in this company, in the opinion of the company's management, is widely complied with.

b) Movements in “property, plant and equipment”.

b.1.) From January 1st to December 31st, 2020.

	Detail	Land	Building	Machinery	Transport equipment	Fixtures and fittings	Office equipment	Ongoing buildings	Plantations	Other properties, plant and equipment, net	Properties, plant and equipment, net
	Balance as of January 1st, de 2020	54,045	133,150	174,491	387	1,342	3,172	72,837	17,300	104	456,828
Changes	Additions	-	377	7,423	12	44	517	30,777	-	-	39,150
	Disposals	-	(244)	(560)	(1)	(14)	(16)	-	-	-	(835)
	Depreciation expense	-	(6,458)	(27,124)	(105)	(353)	(1,152)	-	(339)	-	(35,531)
	Increase (Decrease) in Foreign Exchange Rate	3	110	150	-	-	(1)	(85)	-	-	177
	Other increases (Decreases)	-	15,048	62,357	-	247	1,007	(84,926)	1,299	-	(4,968)
	Total Changes	3	8,833	42,246	(94)	(76)	355	(54,234)	960	-	(2,007)
	December 31st, 2020 Balance	54,048	141,983	216,737	293	1,266	3,527	18,603	18,260	104	454,821

b.2.) Between January 1st and December 31st, 2019.

	Detail	Land	Building	Machinery	Transport equipment	Fixtures and fittings	Office equipment	Ongoing buildings	Plantations	Other properties, plant and equipment, net	Properties, plant and equipment, net
	January 1st, 2019 balance	53,299	137,245	174,300	476	1,035	3,015	43,532	17,909	104	430,915
Changes	Additions	750	473	7,106	57	471	971	52,729	-	-	62,557
	Disposals	-	-	(803)	(41)	(5)	(13)	(36)	-	-	(898)
	Depreciation expense	-	(6,505)	(26,389)	(135)	(417)	(1,209)	-	(609)	-	(35,264)
	Increment (Decrement) in Foreign Exchange Rate	(4)	(37)	(353)	(4)	-	-	(4)	-	-	(402)
	Other increments (Decrements)	-	1,974	20,630	34	258	408	(23,384)	-	-	(80)
	Total changes	746	(4,095)	191	(89)	307	157	29,305	(609)	-	25,913
	December 31st, 2019 Balance	54,045	133,150	174,491	387	1,342	3,172	72,837	17,300	104	456,828

c) Insurance over fixed assets.

The Group has taken insurance policies to cover risks to which property, plant and equipment are exposed, The Group considers that the coverage of these policies is adequate for risks inherent to its activity.

d) Impairment loss on fixed assets.

No significant item of property, plant and equipment has shown any impairment.

f) Assets subject to guarantees or restrictions.

The Group has no ownership restrictions and property, plant and equipment are not subject to guarantees for the fulfillment of obligations.

f) Disposals

The amounts included in the "disposals" row in the fixed asset movement table correspond to the book value net from depreciation at time of disposal.

g) Other increments and decrements.

The amounts included in the line "Other increases and decreases" in the fixed assets table, correspond mainly to transfers of assets, which have been incorporated through works in progress (projects) to the fixed asset accounts related to the type of asset, which is incorporated once the work in progress has been completed.

h) Plantations.

Biological assets are part of property, plant, and equipment item, under plantations category according to IAS 16 and IAS 41.

The useful life assigned to these assets is 65 years.

16. Deferred Taxes.

Details of deferred taxes included in the statement of financial position as of December 31st, 2020 and 2019 are as follows:

Concepts	Asset		Liability	
	12-31-2020	12-31-2019	12-31-2020	12-31-2019
	THUSD	THUSD	THUSD	THUSD
Properties, plant, equipment, and others	1,072	696	60,353	60,382
Trade and other payables	4,123	5,482	87	-
Inventories	4,868	1,304	25,863	23,610
Loans that accrue Interests	-	-	869	1,054
Tax Losses	2,433	2,033	-	-
Post-Employment Benefit Obligations	120	112	3,893	2,872
Debtors and other accounts receivable	2,276	939	2,042	181
Derivatives with effect to the Comprehensive Revenue	1,439	2,186	-	-
Profit (Actuarial losses)	2,461	2,180	-	-
Derivatives with effect on revenue	-	-	519	3,436
Relative to Others	142	154	-	558
Totals	18,934	15,086	93,626	92,093

Deferred tax movements as of December 31st, 2020 and 2019 are as follows:

Deferred tax movement Analysis (net)		Deferred taxes (net)
		THUSD
January 1st, 2019		(79,679)
Payment to revenue for deferred taxes		3,183
Exchange differences effect		(117)
Charge to comprehensive revenue (loss) for deferred taxes		(394)
Period Movement		2,672
December 31st, 2019		(77,007)
Payment to revenue for deferred taxes		2,739
Exchange differences effect		42
Charge to comprehensive revenue (loss) for deferred taxes		(466)
Period Movement		2,315
December 31st, 2020		(74,692)

Net variations in deferred taxes, for each period, have components affecting the profit or loss statement, one due to exchange effects and the other due to effects on equity associated to comprehensive results.

a) Tax expenditure

The detail of deferred taxes and revenue taxes at the end of each period is as follows:

(Expenditure) Income for Revenue Tax	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Expense for Current Taxes	(15,960)	(22,968)
Adjustment to prior year current tax	(566)	(443)
Reversal of current taxes to deferred taxes	(1,958)	-
Other expenditure for current tax	(22)	(217)
Expenditure for Current taxes, net, total	(18,506)	(23,628)
(Expense) Deferred income from taxes related to the creation and reversal of temporary differences	2,739	3,183
(Expense) Income for Deferred, net, total	2,739	3,183
(Expense) Income for revenue tax	(15,767)	(20,445)

Deferred taxes related to items directly charged or deposited to other equity comprehensive result are:

Deferred tax other comprehensive results	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Deferred actuarial revenue tax (loss)	(281)	(924)
Deferred tax cash flow hedges	747	1,318
Charge (payment) to equity	466	394

The effect on revenue of taxes attributable to national and foreign portions is detailed below:

(Expense) Income for revenue tax foreign and national portions	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Expense for current taxes, net, foreign	(3,174)	(9,042)
Expense for current taxes, net, national	(15,332)	(14,586)
Expense for current taxes, net, total	(18,506)	(23,628)
Expense for Deferred taxes, net, foreign	1,921	2,417
Expense for Deferred taxes, net, domestic	818	766
Expense for Deferred taxes, net, total	2,739	3,183
(Expense) income for revenue taxes	(15,767)	(20,445)

Subsidiaries effects on revenue taxes are as follows:

Tax Attributable to Investments Accounted by the Equity Method	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Participation in current tax expenditures attributable to subsidiaries	(10,322)	(19,089)
Participation in deferred tax expenditures attributable to subsidiaries	2,872	5,586
Taxation participation attributable to investments accounted by the participation method, total	(7,450)	(13,503)

b) Effective Rate

Revenue tax expenditure of the Company to December 31st, 2020 and 2019 represents 24.79% and 24.45%, respectively, before tax, A reconciliation between such effective tax rate and the Chilean statutory tax rate in force, is presented below:

	01-01-2020	Effective	01-01-2019	Effective
	12-31-2020	Rate	12-31-2019	Rate
	THUSD	%	THUSD	%
Profit before income tax	63,586		83,654	
Tax Expenditure using legal Rate	(17,168)	27.00	(22,587)	27.00
Adjustments to reach the effective rate:				
Effect of the Tax Rate of other Rate Jurisdictions	(599)	0.94	(1,151)	1.38
Other Increment (Decrement) in Charges for Legal Tax	2,070	(3.26)	3,759	(4.49)
Deficit (excess) from past period taxes	(70)	0.11	(466)	0.56
Revenue tax	(15,767)	24.79	(20,445)	24.45

In the other increment (decrement) item in charges for legal taxes, it is included the effect for non-taxable revenues and expenditures, as well as the effect of exchange rate,

Temporary differences that cause the deferred taxes, assets as well as liabilities, are mainly due to:

- Differences in useful lives of “property, plant and equipment”.
- Valuation of financial instruments.
- Differences in employee benefits calculation (vacation provision, provision for severance indemnities),
- Tax losses.
- Inventories Valuation.

17. Information to disclose on financial assets.

Valuation of financial instruments.

- a. Valuation of derivative financial instruments: Molymet owns documented internal methodologies to evaluate all types of derivative financial instruments susceptible to regular financial operations. The development and periodic updating of these methodologies is responsibility of the Company Vice-Presidency of Administration and Finance. In addition, the valuations of this type of instruments are centralized as they are valued at the Parent Company and the values are reported monthly to corresponding Subsidiaries. The methodologies adopted are in line with the best international practices, following guidelines favoring the use of market information, both historical and recent.
- b. Valuation of corporate bonds: The valuations of corporate bonds classified as available-for-sale come from independent brokers who specialize in valuation of fixed income instruments. In general terms, as in the context of derivative financial instruments, the models used in the valuation of different corporate bonds privilege the use of market information and inputs. Observations from active markets are used and complemented with valuation models that periodically provide appropriate price estimates for different types of instruments assessed. To estimate these prices, all available market information is used, through daily trades.
- c. Valuation of corporate bonds kept to due date: The initial valuation of these bonds will be carried at fair value, i.e., at the asset's price of acquisition. Subsequent valuations are carried at amortized cost, where accrued interests are registered into the revenues account.
- d. Own issuing Valuation (for information purposes): To obtain a reliable estimate of the fair value of bonds issued, the company turns to certain price suppliers specialized in the different national fixed rent markets, The methodologies used to obtain these estimates are like those used for the corporate bonds' valuation, using all available information through daily and historical trades, allowing to estimate historical spreads and reference structures to obtain valuations adjusted to the reality of relevant markets.
- e. Credits and loans that accrue interests (for information purposes): The estimation of the fair value of 6-month Libor floating rate loans in USD accepted by Molymet is internally performed. During this process, intertemporal forward rate structures in USD are used as inputs to value derivative financial instruments.

The contractual cash flows of each loan are brought to the present value discounting at risk-free rates since the spread component required by the financial counterparty is captured at the time of cash flows calculations.

- f. Collectable and payable accounts (for information purposes): Given that in the case of collectable accounts, the due terms do not exceed 60 days, the Management adopts as methodological assumption that the amortized cost of these instruments is a good approximation to their fair value. This assumption is also used to value payable accounts.

Financial instruments by category.

a. As of December 31st, 2020

Total Assets	Amortized Cost THUSD	Fair value through profit or loss THUSD	Hedge Assets THUSD	Total THUSD
Cash and cash equivalents	210,800	-	-	210,800
Other financial assets*	192	2,145	4	2,341
Trade and another receivable*	125,841	-	-	125,841
Intercompany receivables	40	-	-	40
Total	336,873	2,145	4	339,022

Total Liability	Amortized Cost THUSD	Hedges liabilities THUSD	Fair value through profit or loss THUSD	Total THUSD
Other financial liabilities*	192,400	45,099	1,762	239,261
Lease liabilities*	3,968	-	-	3,968
Trade and other accounts payable	147,126	-	-	147,126
Total	343,494	45,099	1,762	390,355

a. As of December 31st, 2019

Total Assets	Amortized Cost THUSD	Fair value through profit or los THUSD	Hedge Assets THUSD	Total THUSD
Cash and cash equivalent	199,824	-	-	199,824
Other financial assets*	303	143	-	446
Trade and another receivable*	139,811	-	-	139,811
Intercompany receivables	316	-	-	316
Total	340,254	143	-	340,397

Total Liability	Amortized Cost THUSD	Hedges liabilities THUSD	Fair value through profit or los THUSD	Total THUSD
Other financial liabilities*	232,286	46,760	10	279,056
Lease liabilities*	2,994	-	-	2,994
Trade and other accounts payable*	134,022	-	-	134,022
Total	369,302	46,760	10	416,072

* The items presented include their Current and Non-Current classification.

Summary of Financial Liabilities.

The summary of other current and non-current financial liabilities as of December 31st, 2020 and 2019 is as follows:

Other current financial liabilities	Balance	
	12-31-2020 THUSD	12-31-2019 THUSD
Obligations for debt titles (bonds)	1,734	2,180
Loans that accrue interests	708	40,870
Forward contracts (hedge)	1,739	773
Forward contracts (result)	1,762	10
Other	-	45
Total	5,943	43,878

Other noncurrent financial liabilities	Balance	
	12-31-2020 THUSD	12-31-2019 THUSD
Obligations for debt titles (bonds)	188,200	186,853
Loans that accrue interests	1,758	2,338
Hedge derivative instruments	43,360	45,987
Total	233,318	235,178

Detail of Financial Instruments

a. Obligations for debt titles (bonds)

Bond issuance in Chile

On July 14th, 2008, Chile Superintendence of Securities and Insurance authorized the registration, under No. 540, of one line of adjustable, bearer and dematerialized bonds of Molibdenos y Metales S.A.

Current issuing is as follows:

Serie	Nominal issuing date	Amount UF	Issuance rate	Term	Amortization
BMOLY-C	01-06-2008	2,000,000	4.20%	20 years	Half-yearly

Bond issuance in Mexico

Molibdenos y Metales S.A. has concreted the collocation of corporate bonds in the Mexican market under a revolving credit facility approved by the Mexican National Banking and Securities Commission,

The current issuing is as follows:

Serie	Nominal issuing date	Amount MXN	Issuance rate	Term	Amortization
MOLYMET 13	26-02-2013	1,020,000,000	7.03%	10 years	Half-yearly

Bond issuing in Colombia.

Molibdenos y Metales S.A. has concreted the collocation of corporate bonds in the Colombian market, single series approved by the Colombian Financial Superintendency.

The current issuance is as follows:

Serie	Nominal issuing date	Amount COP	Issuance Rate	Term	Amortization
SERIE D	02-08-2018	200,000,000,000	6.94%	4 years	Quarterly

i. To December 31st, 2020, obligations for current and non-current debt (Bonds) are shown in the following table.

RUT debtor	Debtor name	Debtor Country	Series	Currency	Amortization	Issuance rate	Hedging rate	2020		Total current	2020				Total non-current	Total debt 12-31-2020
								Up to 90 days	91 days to 1 year		From 1 to 3 years	From 3 to 5 years	More than 5 years			
93.628.000-5	Molibdenos y Metales S.A.	Chile	BMOLY-C	U.F.	Semestral	4.20%	6.97%	-	469	469	-	-	79,126	79,126	79,595	
93.628.000-5	Molibdenos y Metales S.A.	Chile	MOLYMET 13	MXN	Semestral	7.03%	2.74%	823	-	823	50,976	-	-	50,976	51,799	
93.628.000-5	Molibdenos y Metales S.A.	Chile	SERIE D	COP	Quarterly	6.94%	3.91%	442	-	442	58,098	-	-	58,098	58,540	
Total Amount THUSD								1,265	469	1,734	109,074	-	79,126	188,200	189,934	
Capital THUSD								-	-	-	109,650	-	81,766	191,416	191,416	

ii. To December 31st, 2019, obligations for current and non-current debt (Bonds) are shown in the following table,

RUT debtor	Debtor name	Debtor Country	Series	Currency	Amortization	Issuance rate	Hedging rate	2019		Total current	2019				Total non-current	Total debt 12-31-2019
								Up to 90 days	91 days to 1 year		From 1 to 3 years	From 3 to 5 years	More than 5 years			
93.628.000-5	Molibdenos y Metales S.A.	Chile	BMOLY-C	U.F.	Semestral	4.20%	6.97%	-	469	469	-	-	72,623	72,623	73,092	
93.628.000-5	Molibdenos y Metales S.A.	Chile	MOLYMET 13	MXN	Semestral	7.03%	4.43%	1,299	-	1,299	-	53,691	-	53,691	54,990	
93.628.000-5	Molibdenos y Metales S.A.	Chile	SERIE D	COP	Quarterly	6.94%	3.91%	412	-	412	60,539	-	-	60,539	60,951	
Total Amount THUSD								1,711	469	2,180	60,539	53,691	72,623	186,853	189,033	
Capital THUSD								-	-	-	61,133	54,005	75,620	190,758	190,758	

b. Loans that accrue interests

To December 31st, 2019, the parent company registers a short-term loan for work capital needs.

Additionally, as of December 31st, 2020 and December 31st, 2019 one of its subsidiaries, Carbomet Energía S.A. registers a loan to finance control over its subsidiaries.

Details of loans that accrue interests are shown:

i. Banking obligations and debt titles as of December 31, 2020, current and non-current, are shown below:

RUT debtor	Debtor name	Debtor country	RUT creditor	Creditor name	Creditor country	currency	Amortization	Nominal rate	Hedge rate	2020		Total current	2020		Total non-current	Total Debt
										Up to 90 days	91 days to 1 year		From 1 to 3 years	From 3 to 5 years		
91.066.000-4	Carbomet Energía S.A.	Chile	97.006.000-6	Banco de Crédito e Inversiones	Chile	CLP	Semestral	4.15%	-	-	708	708	1,406	352	1,758	2,466
Total Amount THUSD										-	708	708	1,406	352	1,758	2,466
Capital THUSD										-	703	703	1,406	352	1,758	2,461

ii. Banking obligations and debt titles as of December 31st, 2019, current and non-current for syndicated credit, net from deferred expenditure incurred in obtaining them, are shown below:

RUT debtor	Debtor name	Debtor country	RUT creditor	Creditor name	Creditor country	Currency	Amortization	Nominal rate	Hedge rate	2019		Total current	2019		Total non-current	Total Debt
										Up to 90 days	91 days to 1 year		From 1 to 3 years	From 3 to 5 years		
93.628.000-5	Molibdenos y Metales S.A.	Chile	97.030.000-7	Banco del Estado de Chile	Chile	USD	Annual	2.01%	-	-	40,197	40,197	-	-	-	40,197
91.066.000-4	Carbomet Energía S.A.	Chile	97.006.000-6	Banco de Crédito e Inversiones	Chile	CLP	Semestral	4.15%	-	-	673	673	1,335	1,003	2,338	3,011
Total Amount THUSD										-	40,870	40,870	1,335	1,003	2,338	43,208
Capital THUSD										-	40,667	40,667	1,335	1,003	2,338	43,005

c. Forward Contracts (hedge)

These contracts cover the exchange rate risk on term deposits, payments to suppliers, customer collections and operating expenditure to be paid or collected in currencies other than the functional currency.

Detail on forward hedge contracts to December 31st, 2020 is as follows:

i. Detail of hedge forward creditor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
HSBC	12-29-2020	01-01-2021	3,499	3,499	-
HSBC	12-29-2020	01-02-2021	1,999	1,999	-
HSBC	12-29-2020	01-25-2021	10,000	9,996	4
TOTAL			15,498	15,494	4

ii. Detail of hedge forward debtor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
BCI	12-02-2020	01-04-2021	12,009	12,744	735
HSBC	12-03-2020	01-04-2021	3,002	3,170	168
BCI	12-09-2020	01-08-2021	10,005	10,380	375
HSBC	12-11-2020	01-13-2021	5,002	5,157	155
BCI	12-11-2020	01-13-2021	10,003	10,309	306
TOTAL			40,021	41,760	1,739

Detail on forward hedge contracts to December 31st, 2019, is as follows:

iii. Detail of hedge forward creditor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
HSBC	12-24-2019	01-31-2020	9,987	10,028	41
JP MORGAN	10-16-2019	01-24-2020	5,607	5,611	4
BANCO SANTANDER	12-02-2019	01-02-2020	6,018	6,448	430
BCI	12-09-2019	01-02-2020	7,012	7,215	203
BANCO SANTANDER	12-16-2019	01-02-2020	3,004	3,052	48
BCI	12-18-2019	01-08-2020	4,006	4,025	19
BCI	12-19-2019	01-21-2020	1,003	1,006	3
BANCO SANTANDER	12-24-2019	01-15-2020	4,006	4,011	5
BANCO SANTANDER	12-24-2019	01-15-2020	4,005	4,011	6
BCI	12-18-2019	01.09-2020	501	503	2
BCI	12-19-2019	01.09--2020	701	704	3
BCI	12-23-2019	01.09--2020	1,101	1,110	9
TOTAL			46,951	47,724	773

d. Forward Contracts

Forwards as of December 31st, 2020 are as follows:

i. Forward detail debtor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
BANK OF AMERICA	11-30-2020	01-04-2021	4,792	4,671	121
BANK OF AMERICA	12-31-2020	02-02-2021	6,129	6,114	15
SCOTIABANK	12-30-2020	01-29-2021	359	359	-
SCOTIABANK	12-01-2020	01-04-2021	27,573	25,566	2,007
SCOTIABANK	12-30-2020	01-29-2021	3,259	3,259	-
SCOTIABANK	12-30-2020	01-29-2021	1,263	1,263	-
TOTAL			43,375	41,232	2,143

ii. Forward detail creditor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
BCI	11-26-2020	01-04-2021	4,000	4,314	314
SCOTIABANK	12-01-2020	01-04-2021	1,000	1,079	79
SCOTIABANK	12-02-2020	01-04-2021	5,000	5,317	317
SCOTIABANK	12-09-2020	01-04-2021	800	830	30
SCOTIABANK	12-14-2020	01-04-2021	2,928	3,007	79
BCI	12-17-2020	01-04-2021	682	691	9
BCI	12-23-2020	01-04-2021	1,100	1,106	6
SCOTIABANK	12-28-2020	01-04-2021	5,844	5,848	4
BCI	11-26-2020	01-04-2021	2,000	2,157	157
SCOTIABANK	12-01-2020	01-04-2021	7,429	8,013	584
SCOTIABANK	12-01-2020	01-04-2021	500	539	39
SCOTIABANK	12-09-2020	01-04-2021	376	390	14
SCOTIABANK	12-15-2020	01-04-2021	1,577	1,625	48
BCI	12-17-2020	01-04-2021	663	672	9
BANK OF AMERICA	12-31-2020	01-04-2021	4,882	4,914	32
BANK OF AMERICA	12-29-2020	01-29-2021	7,254	7,295	41
TOTAL			46,035	47,797	1,762

Details of forwards as of December 31st, 2019 is as follows:

i. Forward detail debtor position:

Institution	Initial date	Expiration date	Right	Obligation	Equity
JP MORGAN	12-31-2019	01-03-2020	5,616	5,608	8
JP MORGAN	11-29-2019	01-03-2020	5,597	5,520	77
TOTAL			11,213	11,128	85

ii. Forward detail creditor position:

Institution	Start date	Due date	Right	Obligation	Equity
JP MORGAN	12-31-2019	02-04-2020	4,487	4,497	10
TOTAL			4,487	4,497	10

e. Hedge derivative instruments.

Details of derivative instruments to cover bond issuing and borrowings as of December 31st, 2020 and 2019 are shown below:

RUT Debtor	97.036.000-K	97.032.000-8	97.036.000-K	97.036.000-K	
Debtor name	Santander	Scotiabank	BCP	JP Morgan	
Debtor country	Chile	Chile	Perú	Chile	
Currency	USD-UF	USD-MXN	USD-COP	USD	
Amortization	Half yearly	Half yearly	Quarterly	Quarterly	
Nominal rate USD (Hedge)	6.97%	Libor 180 days +2.41%	Libor 90 days +1.23%	3.91%	
Liability					
Period 2020	THUSD	THUSD	THUSD	THUSD	Total THUSD
From 1 to 3 years	-	(29,585)	(7,518)	(3,031)	(40,134)
More than 5 years	(3,226)	-	-	-	(3,226)
Total to 12-31-2020	(3,226)	(29,585)	(7,518)	(3,031)	(43,360)
Period 2019	THUSD	THUSD	THUSD	THUSD	Total THUSD
From 1 to 3 years	-	-	(6,459)	(1,884)	(8,343)
From 3 to 5 years	-	(30,801)	-	-	(30,801)
More than 5 years	(6,843)	-	-	-	(6,843)
Total to 12-31-2019	(6,843)	(30,801)	(6,459)	(1,884)	(45,987)

Fair values, by derivative type, of the registered contracts under hedge methodology are presented following:

	Related to:	12-31-2020 THUSD	12-31-2019 THUSD
Swap Rights for Bonds	Santander (CCS U.F.)	115,561	107,337
	Scotiabank (CCS MXN)	55,390	56,485
	BCP (CCS COP)	62,850	64,916
	JP Morgan (IRS USD)	70,369	71,370
	TOTAL	304,170	300,108
Swap Obligations for Bond	Santander (CCS U.F.)	118,787	114,180
	Scotiabank (CCS MXN)	84,975	87,286
	BCP (CCS COP)	70,368	71,375
	JP Morgan (IRS USD)	73,400	73,254
	TOTAL	347,530	346,095
Hedge Operations Reserve	Santander (CCS U.F.)	(3,226)	(6,843)
	Scotiabank (CCS MXN)	(29,585)	(30,801)
	BCP (CCS COP)	(7,518)	(6,459)
	JP Morgan (IRS USD)	(3,031)	(1,884)
	Total asset (liability)	(43,360)	(45,987)

Hedges

At the disclosures date, Molymet hedges cash flows associated to bonds Series C, issued in Chile, in Mexican market and the Colombian market, investments in currencies other than the functional, and future operational expenditures in Chilean, Mexican pesos, and Euros, in subsidiaries like Molynor, Molymex and Molymer Belgium, respectively. The notional amounts corresponding to each bond are 100% hedged for the liability life. The hedges are as follows:

C Series Bond hedge

The issuing made in July 2008 with due date in June 2028 was UF 2,000,000 with an effective rate of UF+4.85% per annum based on 360-day/year and compounded at semesters intervals, 180-day semesters, which is equivalent to a semiannual interest rate of UF+2.425%. Two days after the issuance, a Cross Currency Swap (CCS) contract was entered with Credit Suisse International, where the asset component corresponds to a notional amount of UF 2,000,000 at a coupon rate of UF+4.205779% per annum, equivalent to UF+2.10289% halfyearly. The liability component corresponds to a notional amount of USD 80,818,806 at a coupon rate of 6.97%. The effective payment and due dates of the CCS coincide with those of the bond, as well as the redeeming characteristics (bullet).

The objective defined for this hedge relationship is to eliminate the uncertainty associated with the USD-CLP and CLP-UF ratios at the time of coupon payments and final redeeming. This is achieved with the instrument subscribed because with it the USD-UF ratio is fixed for the liability life, resulting in the re-denomination of the debt to the functional currency and the elimination of the mentioned uncertainty.

On December 27th, 2017, the Cross Currency Swap was novated, changing the creditor counterpart, but maintaining in force the same contractual conditions. As result of the novation, the new swap creditor became Banco Santander (Chile).

Mexican market issuing to 10 years

The issuing in February 2013 with due date in February 2023 was for MXN 1,020,000,000 with a coupon rate of 7.03% per annum based on 360-day per year and compounded semiannually based on 182 days per semester. On the same day of the issuance, a 10-year Cross Currency Swap (CCS) contract was entered with Banco BBVA, where the asset component corresponds to a notional amount of MXN 1,020,000,000 at a coupon rate of 7.03% per year. The liability component corresponds to a notional of USD 80,000,000 at a coupon rate of Libor (180 days) + 2.41% and an Interest Rate Swap (IRS) was subscribed for the first 5 years with BBVA, where the floating component of the rate in dollars plus the spread (Libor (180 days) + 2.41%) was fixed. During the term of the IRS mentioned above, the rate in dollars was fixed at 3.495%.

The effective payment and due dates of the CCS coincide with those of the bond, as well as the redeeming characteristics (bullet).

The objective defined for this hedging relationship is to eliminate the uncertainty associated with the USD-MXN. This is achieved with the subscribed instrument since it fixes the USD-MXN relationship for the liability life, resulting in the re-denomination of the debt to the functional currency, the fixing of the rate during the first 5 years and the elimination of the mentioned uncertainty.

Colombian market issuing to 4 years.

The emission made in August 2018, with due date in August 2022 was for COP 200,000,000,000 with a coupon rate of 6.94% per annum based on 365-day per year and compounded quarterly. On the same day of the issuance, a 4-year Cross Currency Swap contract was entered into with Banco Crédito del Perú (BCP), where the asset component corresponds to a notional amount of COP 200,000,000,000 at a yearly coupon rate of 6.94%. The liability component corresponds to a notional of USD 68,846,815,83 at a coupon rate of Libor 90 + 1.23%. On December 27th, 2018, an interest rate swap (Interest Rate Swap, IRS) was entered until due term of the issuance with J.P. Morgan, where the floating component of the rate in dollars plus spread (Libor (90 days) + 1.23%) was fixed at a rate in dollars of 3.914%.

The effective payment and due dates of the CCS and IRS coincide with those of the bond, as well as the redeeming characteristics (bullet).

The objective defined for this hedge relation is to eliminate the uncertainty associated to the USD-COP at the time of coupon payments and final redeeming. This is achieved with the subscribed instrument since it fixes the USD-COP ratio for the liability life, which results in the redenomination of the debt to the functional currency and the elimination of the mentioned uncertainty.

Hedge of financial investments in currencies other than the functional currency.

Molymet makes investments in currencies other than the functional currency, which are hedged with currency and interest rate forwards. The objective defined for this hedge is to eliminate the uncertainty associated to the USD-CLP and USD-UF ratios at the time of expiration of the investments.

Operational expenditure in Chilean pesos

Molymet and its subsidiary Molynor hedge their expected operational expenditure in Chilean pesos, to minimize the uncertainty in the results produced by movements associated to USD-CLP relation.

Operational expenditure in Mexican pesos.

The subsidiary Molymex hedges its expected operating expenditure in Mexican pesos, to minimize the uncertainty in the results produced by movements associated to USD-MXN relation.

Operational expenditure in Euros.

The subsidiary Molymet Belgium hedges its expected operation expenditure in Euros, to minimize the uncertainty in the results produced by movements associated to EUR-USD relation.

Hedge effectiveness evaluation

Molymet and its subsidiaries have developed both prospective and retrospective internal methodologies for the effective evaluation of the presented hedge relationship. Evaluations are performed periodically, at least quarterly, or more frequently if necessary, in exceptional circumstances. Broadly speaking, the methodologies consist of comparing the flows from a hedged item and the hedging instrument in each period. Due to the nature of the relation, they have proven to be approximately 100% effective in all evaluations performed to date, which allows the application of the special hedge accounting stipulated in IFRS 9 as appropriate for cash flow hedges.

Financial Instruments Effects in Results.

The effects of Financial Instruments in the results are shown in the following table:

Financial Incomes and Expenditures	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Interests income	1,455	6,575
Derivative instruments charged to revenues	4	6
Other financial income	9	59
Financial Income	1,468	6,640
Interest expenditures	(12,174)	(16,737)
Right of use Interests expenditure	(168)	(140)
Other financial expenditures	(1,254)	(2,217)
Financial Costs	(13,596)	(19,094)

18. Trade and other payables.

The composition of trade and other payables as of December 31st, 2020 and 2019 is as follows:

Classification of trade and other payables	12-31-2020	12-31-2019
	THUSD	THUSD
Debts for purchases or services	142,823	117,606
Customers advances	974	11,445
Other payable taxes	2,587	3,211
V.A.T. fiscal debit	147	483
Other payable accounts	595	1,277
Total trade and other payables	147,126	134,022

The distribution of trade and other payables in functional and foreign currencies is as follows:

Currency	12-31-2020	12-31-2019
	THUSD	THUSD
Functional	126,439	110,578
Foreign	20,687	23,444
Total trade and other payables	147,126	134,022

19. Provisions.

a) Balance of non-current provisions are detailed in the following table:

Provisions Classes (presentation)	ACCUMULATED	
	12-31-2020	12-31-2019
	THUSD	THUSD
Dismantling, restoration and rehabilitation costs, non-current	689	439
Total provision	689	439

Details of provisions movements between January 1st and December 31st, 2020 is as follows:

Provisions movement	For dismantling, restoration, and rehabilitation costs
Total Provision, initial balance 01-01-2020	439
Additional provisions	771
Utilized provisions	(553)
Increment (decrement) in foreign currency exchange	32
Total Provision, final balance 12-31-2020	689

Information regarding contracted obligations is below:

Provision Type	Affected Company	Description	Description of the expected date for economic benefit exit	Amount THUSD
Dismantling, restoration and rehabilitation costs, non-current	Molymet Belgium	Femo Waste restoration costs	There is uncertainty as to the date and final amount on which the economic benefits exit is expected,	430
Dismantling, restoration and rehabilitation costs, non-current	Molymet Belgium	Asbestos in buildings restoration costs	There is uncertainty as to the date and final amount on which the economic benefits exit is expected,	259
Total provisions as of December 31st, 2020				689

Molymet Belgium, on the other hand, owns properties listed in the registers of land with historical contamination since 1996. The Belgian authorities requested the company to carry out a detailed soil investigation, the result of which will determine whether the company will carry out a soil remediation program. On July 31st, 2019, the Public Agency of Flanders received the result of the descriptive soil investigation of each property involved. On August 26th, 2019, the Public Agency of Flanders ("OVAM") informed the company that, according to the information provided, no additional soil work is required.

Molymet Belgium also received a complaint from the neighboring company Kronos Europa N.V. for alleged soil contamination problems on land sold by Molymet Belgium to Kronos Europa N.V. in 1992, eleven years before the acquisition of this subsidiary by Strategic Metals B.V.B.A. The management believes that Molymet Belgium has no responsibility in this matter.

As of December 31st, 2020, no assets have been recognized for reimbursements associated with provisions,

b) Lawsuits or other legal actions

- i. Lawsuit for eviction with all its uses, accessions, and customs of approximately 32 hectares, allegedly of Ejido Villa de Cumpas, plus payment for occupation and damages, filed by Ejido against the Mexican subsidiary Molymex S.A. de C.V., before the Unitary Agrarian Court, District No. 28, Villa de Cumpas, Municipality of Cumpas, State of Sonora, Mexico, File 42/2012.

In each of the instances and appeals filed, the Mexican Courts have resolved in full and favorable to the interests of Molymex S.A. de C.V.

As of December 31st, 2020, the final sentence is in the compliance stage.

As result, it has not been considered necessary to make any provision.

- ii. During the month of February 2019, the Mexican Tax Administration Service ("SAT"), notified MOLYMEX S.A. of C.V. ("MOLYMEX") of a tax assessment for tax year 2014. The items contained in such assessment correspond mainly to income taxes and credit of certain expenditures. In the opinion of the management and its legal advisors, there is no legal justification whatsoever to support the collection of such amounts. In view of the above and considering (i) that the tax assessment is not final from the administrative point of view; (ii) that it has been disputed in due time and form by the company, providing written background; and (iii) the evident lack of legal support for the collection of taxes contained in such assessment, it has not been considered appropriate to make any provision for the mentioned tax assessment.

- iii During the month of October 2020, Molibdenos y Metales S.A. filed a claim action before the Tax and Customs Court of Valparaíso, against the National Customs Service, San Antonio Administration, due to 8 charges filed for collection of duties, VAT, and fines, for an approximate amount of US\$1,7 million, corresponding to imports of molybdenum concentrates from Peru, under the preference tariff contemplated in the Chile-Peru Free Trade Agreement. In these charges, the Chilean Customs Service is questioning the sufficiency of documentation to prove the simple transshipment in Ecuador of molybdenum concentrates from Peru. In the opinion of the administration and its legal advisors, these charges are legally inadmissible and therefore no provision should be made. The basis for the preceding is that (i) Molytmet's legal defense has important textual and express support from customs regulations; (ii) the documentary information provided to the National Customs Service complies with all requirements of information requested by such service; and (iii) the National Customs Service has never discussed the merits of direct transport, but only a merely formal documentary issue, on which abundant information has been provided to them. The same legal principles apply to new charges filed by such service, for the same reasons and in respect of which the deadlines for filing the respective appeals before the Tax and Customs Court of Valparaíso are still pending.

20. Current liabilities.

The Composition of payable accounts for current taxes is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
This period revenue tax net effect (Partial monthly payments – payable tax)	7,620	11,445
Total	7,620	11,445

21. Employee benefit obligations.

Composition of employee benefits and expenditure is as follows:

Employee benefit obligations	12-31-2020 THUSD	12-31-2019 THUSD
Current employee benefit obligations	18,861	18,408
Current liabilities for post-employment benefits	-	857
Non-current liabilities for post-employment benefit	22,628	19,487
Total employee benefit obligations	41,489	38,752

a) Current employee benefit obligations

The Group classifies under this concept liabilities and benefits to personnel, other than post-employment (vacations, participations, and social security withholdings), which detail as of December 31st, 2020 and 2019 is as follows:

Benefit obligations and current personnel expenditure	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Liabilities for participation	4,456	5,058
Liabilities for employee bonuses and gratuities	5,999	6,926
Vacation and vacation bonus liabilities	6,470	4,737
Pension withholdings	1,553	1,330
Remuneration payable	137	72
Staff insurance	-	14
Other personnel liabilities	175	268
Welfare - Union - Sports Club	68	3
Judicial retention	3	-
Total liabilities for current employee benefits and expenditure	18,861	18,408

b) Obligations for post-employment benefits

The Group has established certain severance benefits for its employees,

The liability recognized in the period respect to such benefits is calculated annually using the projected unit credit method, The present value of the obligation is determined by discounting the estimated future cash exit flows at interest rates of State bonds nominated in the currency in which the benefits will be paid and with due terms like the related obligations,

Defined benefit plan	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Obligation Present Value, Opening Balance	20,344	18,475
Current service cost of defined benefit plan obligation	940	808
Interest cost for defined benefit plan obligation	827	968
Defined benefit plan obligation actuarial profit (loss)	1,218	3,449
Defined benefit plan obligation foreign currency exchange increment (decrement)	319	83
Defined benefit plan obligation paid contributions	(1,020)	(3,439)
Defined benefit plan obligation present value, final balance	22,628	20,344
Employee benefit obligations, current	-	857
Employee benefit obligations, non-current	22,628	19,487
Total employee benefit obligations	22,628	20,344

The amounts registered in the comprehensive results are as follows:

Total expenditure recognized in the Statement of profit or loss	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Defined benefit plan current service cost	940	808
Interest cost defined benefit plan	827	968
Defined benefit plan obligation foreign currency exchange Increment (decrement)	319	83
Total loss (gain) recognized in the Statement of profit or loss	2,086	1,859

Actuarial assumptions:

Following are presented the main hypothesis and actuarial parameters used in determining the compensation benefit for years of service in the Parent Company and its subsidiaries as of December 31st, 2020.
:

Parameter	Molymet	Molynor	Molymet Belgium	Molymex	Carbomet Energía
Yearly discount nominal rate	3.19%	3.19%	0.25%	6.60%	3.19%
Inflation rate	3.00%	3.00%	1.75%	3.50%	3.00%
Yearly real wage increase rate by career	3.00%	3.00%	2.50% - 3.00%	5.85%	3.00%
Mortality table	CB/RV-2014	CB/RV-2014	MR-FR-5 (Belgian)	EMSSA-2009/2020	CB/RV-2014
Disability table	PDT 1985 (III)	PDT 1985 (III)	-	RT IMSS	PDT 1985 (III)

Sensitivity:

When sensitizing this valorization, in the case that the considered nominal annual discount Rate by the Company was 100 base points higher, it would had been necessary to recognize in Other Reserves an actuarial profit for of THUSD 1,491, On the other hand, if the annual nominal discount rate considered in the valuation were 100 basis points lower, it would have been necessary to recognize in Other Reserves an actuarial loss of THUSD 1,726.

Expenditures per employee

The Group incurred expenditures for employees during periods between January 1st to December 31st, 2020 and 2019, as follows:

Employee benefits and expenditures classes	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Personnel expenditure	66,952	68,050
Wages and salaries	45,672	45,381
Employee short-term benefits	14,597	16,416
Expenditure for post-employment benefit obligation	3,516	2,969
Termination benefits	160	201
Other long-term benefits	307	328
Other personnel expenditure	2,700	2,755

22. Other current non-financial liabilities.

The composition of other non-current non-financial liabilities is as follows:

Concept	12-31-2020	12-31-2019
	THUSD	THUSD
Payable dividends	19,532	25,605
Deferred income	475	-
Others	291	339
Other current non-financial liabilities	20,298	25,944

The payable dividend considers the provision for dividend payment equivalent to 40% of Molymet Net Profit Susceptible for Distribution and 100% of Carbomet Energía S.A. result, corresponding to minor interest.

23. Information to disclose on issued capital and gains per share.

23.1 Issued Capital.

To December 31st, 2020, and 2019, the Parent Company has a subscribed and paid-in capital of THUSD 501,952, with 132,999,304 shares, respectively,

The capital class in ordinary shares for ended periods to December 31st, 2020 and 2019 is presented below,

Capital class in ordinary shares	12-31-2020	12-31-2019
Description of class of capital in common shares	Single issuing, no Nominative Value	Single issuing, no Nominative Value
Number of subscribed and paid shares	132,999,304	132,999,304
Amount of capital in shares for class of ordinary shares that constitute the capital in dollars	501,952,244	501,952,244

23.2 Gains per Share

Disclosure of gains per share	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Gains (loss) attributable to the Holders of participation instruments of net equity of the controller	47,323	62,573
Results available for common shareholders, basic	47,323	62,573
Weighted average number of shares, basic	132,999,304	132,999,304
Basic gains (loss) per share (USD-share)	0,36	0,47
Result available for common shareholders, diluted	47,323	62,573
Weighted average of number of shares, diluted	132,999,304	132,999,304
Diluted gains (loss) per share (USD-share)	0.36	0.47

The calculation of gains per share as of December 31st, 2020 and 2019 was based on profit attributable to shareholders, based on the weighted average number of shares.

23.3 Net Profit Susceptible to Distribution

Description	12-31-2020	12-31-2019
	THUSD	THUSD
Period result	47,323	62,573
Distributable net profit	47,323	62,573
Dividends provision and payments	(18,929)	(25,029)
Distributable net profit Balance	28,394	37,544

23.4 Paid Dividends

Definitive dividends paid, ordinary shares	12-31-2020	12-31-2019
	USD	USD
Description of paid dividend, ordinary share	Definitive Dividend No, 88, cancelled on April 29th, 2020	Definitive Dividend No, 87, cancelled on May 02nd, 2019
Description of shares class with paid dividend, ordinary shares	Single-issue shares	Single-issue shares
Date of paid dividend, ordinary shares	04-29-2020	05-02-2019
Dividend amount for ordinary shares	33,249,826	38,714,767
Number of issued shares over which dividend is paid, ordinary shares	132,999,304	132,999,304
Dividend per share, ordinary shares in U.S. dollars	0,25	0,29

The subsidiary Carbomet Energía S.A. paid dividends to minority shareholders as follows:

Year 2020

- THUSD 492, corresponding to dividend No, 89 dated April 16, 2020,

Year 2019

- THUSD 818, corresponding to dividend No, 88 dated April 12, 2019,

The subsidiary Compañía Auxiliar de Electricidad del Maipo S.A. paid dividends to minority shareholders as follows:

Year 2019

- THUSD 70, corresponding to dividend No, 7 dated April 11, 2019,

23.5 Other Reserves

a) Reserves for exchange differences.

The detail by companies of exchange differences from converting the financial statements from their functional currency to the Group presentation currency is as follows:

Accumulated Exchange differences	12-31-2020	12-31-2019
	THUSD	THUSD
Inmobiliaria San Bernardo S.A.	(14,726)	(14,726)
Strategic Metals B.V.	9,408	9,503
Carbomet Energía S.A.	(704)	(841)
Carbomet Industrial S.A.	514	514
Molymex S.A. de C.V.	25	25
Molymet Company	(1)	(1)
Molymet Beijing	32	23
Total	(5,452)	(5,503)

b) Reserves for hedge operations.

Corresponds to cash flow hedge transactions.

Cumulative hedge transactions	12-31-2020	12-31-2019
	THUSD	THUSD
Chile bond conversion adjustment	(1,189)	4,956
Chile bond SWAP valuation	(3,226)	(6,843)
Conversion Adjustment Mexico bond	28,812	25,995
Mexico swap bond valuation	(29,585)	(30,801)
Adjustment Conversion Colombia bond	10,384	7,713
Colombia SWAP bond valuation	(7,518)	(6,459)
Valuation IRS Colombia bond	(3,032)	(1,884)
Forward Conversion Adjustment hedging	1,758	-
I.D. Hedging Operations	1,439	2,186
Forward hedge	(1,734)	(773)
Total	(3,891)	(5,910)

c) Actuarial gains or losses reserve.

Actuarial gains or losses reserve	12-31-2020	12-31-2019
	THUSD	THUSD
Actuarial gains in defined benefit plans	(9,200)	(7,982)
I.D. Actuarial result in defined benefit plans	2,461	2,180
Total	(6,739)	(5,802)

d) Other various reserves.

Other various reserves	12-31-2020	12-31-2019
	THUSD	THUSD
Equity reserve CESA merger	(1,054)	(1,054)
Total	(1,054)	(1,054)

23.6 Cumulative hedge transactions

Cumulative gains (loss)	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Initial Balance	249,363	211,820
Dividends provisions	(18,929)	(25,029)
Dividends paid (excess) or deficit	(8,220)	(1)
Fiscal year exercise results	47,323	62,573
Total	269,537	249,363

23.7 Non-controlling participations

Corresponds to the recognition of the portion of equity and income of subsidiaries belonging to persons that are not part of the Group.

Company	Percentage	Equity		Result	
		12-31-2020	12-31-2019	12-31-2020	12-31-2019
		THUSD	THUSD	THUSD	THUSD
Carbomet Energía S.A.	47.237%	1,425	1,369	496	636
Carbomet Industrial S.A.	0.011%	2	3	-	-
Inmobiliaria San Bernardo S.A.	0.045%	20	20	-	-
Total non-controlling participation		1,447	1,392	496	636

23.8 Capital management

The entity considers as capital the equity of the company.

- a) Information on the objectives, policies, and processes that the entity applies to manage capital.

Molymet's purpose is to maintain a solid capital base, to guarantee capital returns for investors, returns for instrument holders, an optimal capital structure to reduce capital costs, keeping the confidence of investors, creditors, and market, sustaining the future development of the Company.

- b) Qualitative information on the objectives, policies, and processes applied by the entity to manage capital,

To comply with the objectives of capital Management, Molymet may maintain or adjust its capital structure through and increase or decrease of the amount of dividends payment to shareholders, capital reimbursement to shareholders, issuing of new shares and/or sale of assets.

- c) Quantitative information on how capital is managed.

Molymet monitors capital according to the leverage index and credit rating.

The leverage index is calculated as the consolidated total liabilities, minus supplies, minus payable accounts for molybdenum products purchases, dividing all the above by equity plus minority participations.

Molymet's strategy has been to maintain a leverage ratio below 1.75.

The leverage index as of December 31st, 2020 and 2019 were 0.23 and 0.23, respectively.

Thousands USD	12-31-2020	12-31-2019
Consolidated liabilities	554,077	584,745
Inventories	460,247	474,908
Molybdenum accounts payable	80,906	56,939
Equity attributable to controllers	754,353	733,046
Non-controlling participation	1,447	1,392
Leverage index	0.23	0.23

Molymet's objective in terms of credit rating is to maintain its Investment Grade status in the international market, i.e. equal, or higher than BBB-, and a rating equal or higher than A in the domestic market.

Molymet currently has a rating of BBB (Fitch Ratings) and BBB- (S&P) in the international market, AAA (Fitch Ratings) and AA (S&P) in the Mexican market, AAA (Fitch Ratings) in Colombia and AA- (Fitch Ratings and Feller Rate) in the domestic market.

d) Changes from previous periods.

There are no changes in the objectives, policies or processes applied by Molymet to manage capital.

e) External capital requirements subject to the current fiscal year

The Parent Company Molibdenos y Metales S.A. has issued bonds and long-term bank financing contracts in the local and foreign markets. Both bond issues and bank financing covenants have been agreed according to the customary market practices, which are described below:

(i) **Minimum Consolidated equity.**

(ii) **EBITDA / Net financial expenses:** Relation of operational result plus depreciation over net financial expenditures.

(iii) **Debt level:** Relation of comprehensive total liabilities minus existences, plus payable accounts for molybdenum product purchase, all of the above over minimum equity.

As of December 31st, 2020, and 2019, Molibdenos y Metales S.A. has satisfactorily complied with the financial indicators (covenants) and restrictions imposed by its creditors, Compliance with these indicators and restrictions, their value, and their respective calculation formulas are summarized below:

	Covenants	Condition	12-31-2020	12-31-2019	Validity
(i)	Minimum Consolidated Equity (THUSD)	≥ 300,000	755,800	734,438	01-06-2028
(ii)	EBITDA / Net Financial Expenses	≥ 5.00	9.41	10.80	01-06-2028
(iii)	Level of Debt	≤ 1.75	0.23	0.23	01-06-2028

Below are details of the calculation for each of these covenants (the detail in quotation marks corresponds to the name of the accounts used in the calculation):

(i) Minimum Consolidated Shareholders' Equity

Consolidated minimum equity (thousands USD)	12-31-2020	12-31-2019
"Total equity" for the referenced period:	755,800	734,438
"Total equity" minimum allowed:	300,000	300,000

(ii) EBITDA / Net financial expenses

EBITDA Consolidate (thousands USD)	12-31-2020	12-31-2019
(+) "Gross profit"	141,915	157,874
(+) "Other income, per function"	2,267	1,198
(+) "Distribution costs"	(15,963)	(14,229)
(+) "Management expenditure"	(46,347)	(50,523)
(+) "Other expenditure per function"	(6,600)	(7,867)
(+) "Other gains (loss)"	27	10,745
(-) "Depreciation Expenditure"	(37,171)	(36,503)
(-) "Intangibles amortization"	(1,683)	(812)
Consolidated EBITDA:	114,153	134,513
Consolidated net financial expenditures (thousands USD)	12-31-2020	12-31-2019
(-) "Financial expenses"	(13,596)	(19,094)
(-) "Financial incomes"	1,468	6,640
Consolidated net financial expenditures:	12,128	12,454
EBITDA / Net financial expenditures Ratio	12-31-2020	12-31-2019
EBITDA/ Consolidated net financial expenses ratio for the referenced period:	9.41:1,00	10.8:1,00
Minimum allowed Consolidated interests Hedge Ratio:	5.00:1,00	5.00:1,00

(iii) Debt Level

Total Consolidated Liabilities (thousands of USD)	12-31-2020	12-31-2019
(+) "Total Current Liabilities"	201,706	235,900
(+) "Total Non-Current Liabilities"	352,371	348,845
(-) Positive difference between:	379,341	417,969
(i) "Inventories"	460,247	474,908
(ii) "Molybdenum Payable Accounts"	80,906	56,939
Total Net Consolidated Liabilities:	174,736	166,776
Consolidated Equity (thousands of USD)	12-31-2020	12-31-2019
"Total equity"	755,800	734,438
Total Consolidated Equity:	755,800	734,438
Total Liabilities to Consolidated Equity Ratio	12-31-2020	12-31-2019
Total Liabilities to Consolidated Equity ratio for the reference period:	0.23:1,00	0.23:1,00
Total Liabilities Maximum Allowable to Consolidated Equity ratio:	1.75:1,00	1.75:1,00

In both years, compliance with the restrictions and covenants has been verified and reported to the company's respective creditors. This has been carried out in conjunction with the delivery of financial statements to the Financial Market Commission, along with other public information that the company has provided to the Commission.

Any provision arising from adverse contingencies that, in the opinion of the Company, should be reflected in the Company's and/or its subsidiaries' financial statements is recorded in the Company's accounting records.

Insurance in place to reasonably protect its operating assets, including headquarters, buildings, plants, inventories, furniture, office equipment and vehicles, in accordance with the usual practices of industries of the company's nature.

The company ensures that the operations carried out with its subsidiaries or with other related natural or legal person are performed under fair conditions like those prevailing in the market.

f) Consequences of non-compliance when the entity has not complied with external requirements.

The persistency in the failure to comply external requirements by Molibdenos y Metales S.A., in cases of financing contracts as in the bonds issuing, gives the right to the creditor or Meeting of Creditors, to accelerate the credit and its interests, making redeemable the total of the debt as if the due period was finished.

To date, Molymet has fulfilled all external requirements.

24. Revenue from ordinary activities.

a) Revenues from ordinary activities for years ended December 31st, 2020 and 2019 are detailed below:

Ordinary Revenue Classes	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Nos Plant Chile	412,856	437,153
Mejillones Plant Chile	243,082	161,950
Belgium Plant	159,971	88,135
México Plant	182,689	313,268
Germany Plant	28,875	49,513
Others	24,439	120,129
Total	1,051,912	1,170,148

b) The opening of revenues from ordinary activities by type of product for the year ended December 31st, 2020 and 2019 are detailed below:

Revenues by trade line	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Sales revenues from molybdenum, rhenium, copper, and sulfuric acid products	965,461	1,099,578
Revenues from sales of manufacturing services	81,226	64,740
Revenues from sales of electric energy services	3,980	3,222
Revenues from sales of agricultural products	799	1,527
Other revenues	446	1,081
Total	1,051,912	1,170,148

25. Leases.

a) Disclosures about right-of-use, as lessee:

a.1) Right-of-use information as of December 31st, 2020.

Detail	Building	Machinery	Transport equipment	Office equipment	Right-of-Use Assets, Net
Balance as of January 1st, 2020	452	19	2,405	60	2,936
Ch Additions for adoption of IFRS 16	-	-	2,288	-	2,288
an Disclaimed	-	-	(5)	-	(5)
ge Depreciation expenditure	(190)	(19)	(1,398)	(33)	(1,640)
s Changes, Total	(190)	(19)	885	(33)	643
Balance as of December 31st, 2020	262	-	3,290	27	3,579

a.2) Asset information by right of use as of December 31, 2019,

Detail	Building	Machinery	Transport equipment	Office Equipment	Right-of-Use Assets, Net
Balance as of January 1st, 2019	-	-	-	-	-
Ch Additions for application of IFRS 16	638	37	3,405	95	4,175
an Depreciation	(186)	(18)	(1,000)	(35)	(1,239)
ge Changes, Total	452	19	2,405	60	2,936
Balance as of December 31st, 2019	452	19	2,405	60	2,936

b) The composition of current and non-current lease liabilities as of December 31st, 2020 and 2019 is as follows:

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Lease obligation	1,844	1,346
Lease interest	14	-
Total current lease liabilities	1,858	1,346

Concept	12-31-2020 THUSD	12-31-2019 THUSD
Lease obligations	2,110	1,648
Total non-current lease liabilities	2,110	1,648

c) Information on short-term leases and low value leases, as lessee:

Future Payments	12-31-2020 THUSD	12-31-2020 THUSD
Future minimum lease payments up to one year	63	70
Minimum future payments for lease for more than one year and less than five years	59	42
Minimum future payments of lease non-cancelable, total	122	112

These contracts correspond to leases of computer equipment, which do not have contingent installments or special restrictions imposed on the entity. These contracts will not be renewed once they reach their expiration date,

The effects of these contracts in the Statement of profit or loss are shown below:

	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Short term and low value leasing installments		
Payments for leasing	51	125
Short term and low value leasing paid installments, total	51	125

d) Information on operational leases, lessor.

	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Future payments, lessor		
Future leasing minimum payments of leases, up to one year	61	65
Future leasing minimum payments of leases, more than one year and less than five	104	104
Future leasing minimum payments of leases, more than five years	109	109
Future leasing payments, total	274	278

The Group leases real estate through contracts signed for one year, automatically renewable for the same period, and leases land for a period of 10 years, automatically renewable.

The effects of these contracts in the Statement of profit or loss are shown below:

	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Installments of leases and subleases recognized on the Statement of profit or loss, lessor		
Leases recognized in the Statement of profit or loss	50	53
Leases recognized in the Statement of profit or loss, total	50	53

26. Information to disclose on operating segments.

The Group's business is the treatment and processing of molybdenum concentrate (molybdenite) which is the main source of molybdenum ore, to produce a variety of molybdenum products and derivatives. The segments are defined and managed by the location of its production plants; Chile - Molibdenos y Metales S.A., Complejo Industrial Molynor S.A., Belgium-Molymet Belgium, Mexico-Molymex S.A. of C.V. and Germany-Molymet Germany GmbH. The main activities of each of the production plants are summarized below:

Molybdenum and Metals S.A. (Nos Plant - Chile), Nos plant processes molybdenum concentrate to produce molybdenum oxide, molybdenum oxide briquettes and powder, ferromolybdenum, high purity molybdenum chemicals, rhenium products, sulfuric acid, copper cathodes and copper cement.

Molynor S.A. Industrial Complex, (Mejillones Plant - Chile), in this plant molybdenum concentrate is processed to produce molybdenum oxide, rhenium concentrate, sulfuric acid and copper cement.

Molymet Belgium (Ghent Plant - Belgium), the Ghent plant facilities provide roasting of molybdenum concentrate to produce technical molybdenum oxide, molybdenum oxide briquettes, ferromolybdenum, rhenium concentrate and sodium molybdate.

Molymex S.A. de C.V. (Cumpas Plant - Mexico), the Cumpas plant processes molybdenum concentrates mainly of Mexican or U.S. origin, to produce molybdenum oxide, rhenium concentrates and molybdenum oxide briquettes.

Molymet Germany GmbH (Bitterfeld Plant - Germany), in the Bitterfeld plant, the main product processed is metal powder through direct reduction of oxides with hydrogen and molybdenum dioxide.

The item shown as Other represents those activities that do not qualify as molybdenum concentrate processing plants, which include the following activities:

- Production, commercialization, and distribution of electric power.
- Commercial exploitation and administration of real estate.
- Molybdenum products and derivatives trading company.

Operating segment information.

a) Current fiscal year exercise from January 1st to December 31st, 2020.

General Information on Incomes, Assets and Liabilities for the current period	Segment Description							Total THUSD
	Chile Nos Plant THUSD	Chile Mejillones Plant THUSD	Belgium Plant THUSD	Mexico Plant THUSD	Germany Plant THUSD	Others THUSD	Eliminations THUSD	
Incomes from ordinary activities from external customers, Total	412,856	243,082	159,971	182,689	28,875	24,439	-	1,051,912
Incomes from ordinary activities between segments, Total	135,877	23,719	17,463	67,378	463	4,596	(249,496)	-
Incomes for Interest, Total Segments	911	212	27	88	10	804	(597)	1,455
Other financial incomes, Total Segments	4	8	1	-	-	-	-	13
Total financial incomes, Total Segments	915	220	28	88	10	804	(597)	1,468
Interest Expenditure, Total Segments	(12,029)	-	(521)	(14)	(74)	(133)	597	(12,174)
Right of Use Interest Expenditure, Total Segments	(512)	(56)	(2)	(23)	(3)	(29)	457	(168)
Other financial Expenditures, Total Segments	(1,157)	(43)	(17)	(14)	-	(23)	-	(1,254)
Total financial expenditures, Total Segments	(13,698)	(99)	(540)	(51)	(77)	(185)	1,054	(13,596)
Financial Incomes, Net, Total Segments	(12,783)	121	(512)	37	(67)	619	457	(12,128)
Depreciation and amortization, Total Segments	(16,138)	(11,886)	(4,953)	(2,841)	(1,975)	(1,352)	291	(38,854)
Reported Segment Income (Loss) before Revenue Taxes, Total	28,607	21,938	6,031	13,626	(1,119)	34,647	(40,144)	63,586
Participation in gain (Losses) of Associates Accounted through Equity Method	-	-	-	-	-	33,206	(33,206)	-
(Expenditure) income over revenue tax, total	(8,318)	(6,026)	(1,101)	(4,507)	1,082	3,103	-	(15,767)
Cash flows from (used in) operation activities	91,515	2,025	17,383	5,969	1,323	9,471	1,777	129,463
Cash flows from (used in) investment activities	64,496	(2,083)	(10,981)	(1,649)	(3,141)	4,465	(81,364)	(30,257)
Cash flows from (used in) financing activities	(84,613)	(74,992)	(10,573)	-	(989)	3,799	79,587	(87,781)
Segment Assets, Total	679,795	275,180	168,578	117,728	29,365	799,892	(760,661)	1,309,877
Investments in associates accounted through participation method	-	-	-	-	-	678,576	(678,576)	-
Segment Liabilities	445,027	70,045	53,015	43,954	2,173	11,098	(71,235)	554,077

The attached explanation notes, 1 to 30, are part of these consolidated financial statements,

b) Previous period information from January 1st to December 31st, 2019.

General Information about Results, Assets and Liabilities for the period	Segment Description							Total THUSD
	Chile Nos Plant THUSD	Chile Mejillones Plant THUSD	Belgium Plant THUSD	Mexico Plant THUSD	Germany Plant THUSD	Others THUSD	Eliminations THUSD	
Income from Ordinary Activities from External Customers, Total	437,153	161,950	88,135	313,268	49,513	120,129		1,170,148
Incomes from Ordinary Activities Between Segments, Total	195,300	68,329	116,600	61,018	49	11,579	(452,875)	-
Interest incomes, Total Segments	4,051	2,282	133	581	17	1,204	(1,693)	6,575
Other Interest incomes, Total Segments	13	50	1	1	-	-	-	65
Total Financial incomes, Total Segments	4,064	2,332	134	582	17	1,204	(1,693)	6,640
Interest Expenditures, Total Segments	(16,230)	(216)	(642)	(1,202)	(43)	(97)	1,693	(16,737)
Right of Use Interest Expenditure, Total Segment	(237)	(100)	(1)	(32)	(1)	(31)	262	(140)
Other Financial Expenditures, Total Segments	(2,055)	(44)	(15)	(28)	-	(75)	-	(2,217)
Total Financial Expenditures, Total Segments	(18,522)	(360)	(658)	(1,262)	(44)	(203)	1,955	(19,094)
Financial Incomes, Net, Total Segments	(14,458)	1,972	(524)	(680)	(27)	1,001	262	(12,454)
Depreciation and amortization, Total Segments	(14,269)	(12,810)	(4,759)	(2,511)	(1,617)	(1,697)	348	(37,315)
Gains (loss) of the segment informed before revenue taxes, total	20,869	31,492	4,271	17,898	2,369	74,558	(67,803)	83,654
Participation in gains (loss) of associates accounted by the participation method	-	-	-	-	-	67,025	(67,025)	-
Income Tax (Expense) revenue, Total	(6,942)	(8,569)	(743)	(4,577)	(895)	1,281	-	(20,445)
Cash flows from (used in) operation activities	30,198	25,619	14,962	29,452	6,918	7,846	(62)	114,933
Cash flows from (used in) investment activities	3,470	(3,840)	(25,954)	(3,325)	(5,009)	14,257	4,522	(15,879)
Cash flows from (used in) financing activities	(93,679)	29,784	9,262	(30,999)	1,978	(4,808)	(4,460)	(92,922)
Segment Assets, Total	625,073	356,342	168,496	111,853	33,171	854,613	(830,365)	1,319,183
Investments in associates accounted under the equity method	-	-	-	-	-	726,460	(726,460)	-
Segment Liabilities	460,641	92,826	57,909	47,007	5,942	17,877	(97,457)	584,745

The attached explanation notes, 1 to 30, are part of these consolidated financial statements,

Assets Conciliation	12-31-2020	12-31-2019
	THUSD	THUSD
Conciliation of Segment Total Assets	2,070,538	2,149,548
Conciliation of Other Assets	(707,323)	(747,166)
Elimination of Accounts Receivable from the segments Corporate Headquarters	(53,338)	(83,199)
Total Assets	1,309,877	1,319,183

Liabilities Conciliation	12-31-2020	12-31-2019
	THUSD	THUSD
Conciliation of Segments Total Liabilities	625,312	682,202
Conciliation of Other Liabilities	(6,617)	(33,560)
Elimination of Accounts Payable from the segments Corporate Headquarters	(64,618)	(63,897)
Total Liabilities	554,077	584,745

Conciliations of Incomes from ordinary activities	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Conciliation of Revenues from Ordinary Activities Between Segments	1,301,408	1,623,023
Conciliation of Intersegment Elimination of Revenues from Ordinary Activities	(249,496)	(452,875)
Total Ordinary Revenues	1,051,912	1,170,148

Gains (loss) Conciliations	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Conciliation of Total Segments Profit (Loss)	103,730	151,457
Conciliation of Elimination of Intersegments Profit (Loss)	(40,144)	(67,803)
Conciliation of Profit (Loss) Before Taxes	63,586	83,654

27. Information about non-financial incomes and expenditures.

CONCEPT	ACCUMULATED	
	01-01-2020	01-01-2019
	12-31-2020	12-31-2019
	THUSD	THUSD
Sales of materials and other	1,564	1,053
Other miscellaneous operating income	703	145
Other income, by function	2,267	1,198
International freight per sale	(6,479)	(6,241)
Domestic freight per sale	(1,257)	(1,683)
Sales insurance	(1,196)	(727)
Shipping costs per sale	(599)	(469)
Other selling expenditure	(5,431)	(3,952)
Other distribution costs	(1,001)	(1,157)
Distribution Costs	(15,963)	(14,229)
Territorial taxes and commercial patents	(2,656)	(2,700)
Travel expenditure	(84)	(607)
General expenditure	(8,370)	(8,277)
Maintenance expenditure	(774)	(743)
Fixed salaries	(16,964)	(17,986)
Variable salaries	(5,200)	(8,572)
Insurance	(2,832)	(2,551)
Outsourcing	(9,001)	(8,432)
Subscriptions	(463)	(566)
Other management expenditure	(3)	(89)
Management expenses	(46,347)	(50,523)
Marketing	(1,907)	(2,223)
Sales commissions	(625)	(771)
Research and development	(1,307)	(1,404)
Costs of materials sold	(797)	(1,230)
Other miscellaneous operation expenses	(1,964)	(2,239)
Other expenses, per function	(6,600)	(7,867)
Loss on disposal of fixed assets	(361)	(811)
Income from sale of investments in associated companies	-	11,637
Other gains (losses)	388	(81)
Other gains (losses)	27	10,745

28. Foreign currency.

a) The following table shows the composition of current assets by type of currency:

Asset	12-31-2020 THUSD	12-31-2019 THUSD
Current assets		
Cash and cash equivalent	210,800	199,824
Dollars	205,534	188,188
Euros	1,498	5,624
Chilean pesos	1,853	4,257
Mexican pesos	450	640
Other currency	1,465	1,115
Other current financial assets	2,151	145
Dollars	2,149	143
Unidad de fomento (Chile)	2	2
Other current non-financial assets	7,640	4,445
Dollars	5,928	3,392
Euros	451	278
Chilean pesos	555	180
Mexican pesos	684	498
Other currency	22	97
Current Trade and other receivable	125,783	139,757
Dollars	91,142	111,237
Euros	614	757
Chilean pesos	21,033	18,434
Mexican pesos	12,900	9,270
Other currency	21	20
Unidad de fomento (Chile)	5	4
Colombian pesos	68	35
Current intercompany receivables	40	316
Dollars	39	316
Chilean pesos	1	-
Inventories	351,206	389,579
Dollars	351,032	389,424
Chilean pesos	174	155
Current biological assets	658	526
Dollars	658	526
Current tax assets	18,262	21,045
Dollars	43	1,303
Euros	3	8
Chilean pesos	17,185	18,297
Mexican pesos	1,025	1,419
Other currency	6	18
Total current assets	716,540	755,637

b) The attached table shows the composition of non-current assets by type of currency:

Classification of assets	12-31-2020 THUSD	12-31-2019 THUSD
Non-current assets		
Other non-current financial assets	190	301
Unidad de fomento (Chile)	190	301
Other assets non-financial non-current	21	24
Dollars	20	24
Euros	1	-
Trade and other current receivables	58	54
Chilean pesos	6	6
Unidad de fomento (Chile)	52	48
Non-current inventories	109,041	85,329
Dollars	109,041	85,329
Intangible assets other than added value	6,693	2,988
Dollars	6,693	2,988
Properties plants and equipment	454,821	456,828
Dollars	449,853	451,750
Chilean pesos	4,968	5,078
Right of use	3,579	2,936
Dollars	3,579	2,936
Deferred tax	18,934	15,086
Dollars	16,803	11,961
Chilean pesos	542	416
Other currency	1,589	2,709
Total non-current assets	593,337	563,546
Total assets	1,309,877	1,319,183

c) The table below shows the composition of current liabilities by type of currency:

Liability	12-31-2020			12-31-2019		
	Up to 90 days THUSD	91 days up to 1 year THUSD	Total THUSD	Up to 90 days THUSD	91 days up to 1 year THUSD	Total THUSD
Current liabilities						
Other current financial liabilities	4,766	1,177	5,943	2,539	41,339	43,878
Dollars	3,501	-	3,501	783	40,197	40,980
Chilean pesos	-	708	708	45	673	718
Mexican pesos	823	-	823	1,299	-	1,299
Unidad de fomento (Chile)	-	469	469	-	469	469
Colombian pesos	442	-	442	412	-	412
Current lease liabilities	475	1,383	1,858	1,346	-	1,346
Dollars	13	34	47	62	-	62
Euros	69	208	277	130	-	130
Chilean pesos	352	1,026	1,378	903	-	903
Mexican pesos	20	63	83	87	-	87
Other currency	21	52	73	146	-	146
Unidad de fomento (Chile)	-	-	-	18	-	18
Trade and other accounts payable	147,126	-	147,126	134,022	-	134,022
Dollars	126,439	-	126,439	110,578	-	110,578
Euros	5,646	-	5,646	5,177	-	5,177
Chilean pesos	12,707	-	12,707	16,262	-	16,262
Mexican pesos	1,189	-	1,189	1,734	-	1,734
Other currency	135	-	135	147	-	147
Unidad de fomento (Chile)	1,010	-	1,010	124	-	124
Current tax liabilities	7,279	341	7,620	10,905	540	11,445
Dollars	6,456	25	6,481	-	-	-
Euros	713	-	713	1,214	515	1,729
Chilean pesos	-	288	288	9,544	-	9,544
Other currency	110	28	138	147	25	172
Employee benefits current liabilities	17,568	1,293	18,861	16,369	2,896	19,265
Dollars	299	20	319	31	22	53
Euros	2,035	115	2,150	1,882	191	2,073
Chilean pesos	14,496	-	14,496	13,803	-	13,803
Mexican pesos	549	1,158	1,707	437	2,683	3,120
Other currency	189	-	189	216	-	216
Other current non-financial liabilities	19,695	603	20,298	25,368	576	25,944
Dollars	19,031	-	19,031	25,021	-	25,021
Euros	189	-	189	347	-	347
Chilean pesos	475	603	1,078	-	576	576
Total Current liabilities	196,909	4,797	201,706	190,549	45,351	235,900

c) The table below shows the composition of non-current liabilities by type of currency:

Liability	12-31-2020				12-31-2019			
	More than 1 year	More than 3 years	More than 5 years	Total	More than 1 year	More than 3 years	More than 5 years	Total
	Up to 3 years	Up to 5 years			Up to 3 years	Up to 5 years		
	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD	THUSD
Non-current liabilities								
Other non-current financial liabilities	150,614	352	82,352	233,318	70,217	85,495	79,466	235,178
Dollars	40,134	-	3,226	43,360	8,343	30,801	6,843	45,987
Chilean pesos	1,406	352	-	1,758	1,335	1,003	-	2,338
Mexican pesos	50,976	-	-	50,976	-	53,691	-	53,691
Unidad de fomento (Chile)	-	-	79,126	79,126	-	-	72,623	72,623
Colombian pesos	58,098	-	-	58,098	60,539	-	-	60,539
Non-current lease liabilities	1,835	275	-	2,110	1,648	-	-	1,648
Dollars	-	-	-	-	47	-	-	47
Euros	379	-	-	379	43	-	-	43
Chilean pesos	1,338	275	-	1,613	1,316	-	-	1,316
Mexican pesos	96	-	-	96	189	-	-	189
Other currency	22	-	-	22	27	-	-	27
Unidad de fomento (Chile)	-	-	-	-	26	-	-	26
Other long-term provisions	689	-	-	689	439	-	-	439
Euros	689	-	-	689	439	-	-	439
Deferred tax liabilities	72,950	192	20,484	93,626	69,118	1,498	21,477	92,093
Dollars	34,837	192	20,484	55,513	69,118	1,496	21,477	92,091
Chilean pesos	38,112	-	-	38,112	-	2	-	2
Other currency	1	-	-	1	-	-	-	-
Non-current liabilities for employee benefits	770	1,677	20,181	22,628	1,533	1,366	16,588	19,487
Dollars	-	991	-	991	-	749	-	749
Euros	665	-	-	665	1,466	-	-	1,466
Chilean pesos	-	686	20,181	20,867	-	617	16,588	17,205
Other currency	105	-	-	105	67	-	-	67
Total non-current liabilities	226,858	2,496	123,017	352,371	142,955	88,359	117,531	348,845

29. Environment.

The Group has made expenditures related to the environment as follows:

a) As of December 31st, 2020.

Disbursing company	Project	Concept for which the disbursement for the period was (or will be) made)	Classification of disbursement	Description of the disbursement item for the period	Disbursement to 12-31-2020 USD
Molymet	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	186
Molymet	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	176
Molymet	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions Control	23,955
Molymet	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	3,643
Molymet	Social Responsibility	Expenses	Concept reflected as expense by the company	Social Responsibility	153
Molymet	Investment projects	Fuel change in roasting kiln 5	Environmental protection	Investment projects	21
Molymet	Investment projects	Improved pure ammonia uptake and abatement	Environmental protection	Investment projects	34
Molymet	Investment projects	Co2 addition system for liquor abatement	Environmental protection	Investment projects	66
Molymet	Investment projects	Mitigation of nuisance odors w/ecosorb technology	Environmental protection	Investment projects	8
Molymet	Investment projects	New Packaged tower for emission reduction	Environmental protection	Investment projects	994
Molymet	Investment projects	Gas cleaning system modernization plan	Environmental protection	Investment projects	2,956
Molymet	Investment projects	Asbestos removal and replacement program	Environmental protection	Investment projects	79
Molymet	Investment projects	Implementation of ammonia monitoring network	Environmental protection	Investment projects	11
Molymet	Investment projects	Control of ammonia emissions in the thickener tto liquefier	Environmental protection	Investment projects	118
Molymet	Investment projects	Improvements and modification of the Gas Plant	Environmental protection	Investment projects	15
Molymet	Investment projects	Upgrading and modification Silver ACC	Environmental protection	Investment projects	165
Molymet	Investment projects	Major Maintenance Thickener II Liquors Treatment,	Environmental protection	Investment projects	95
Molymet	Investment projects	Gas scrubbing plant improvements	Environmental protection	Investment projects	58
Molymet	Investment projects	Internal sulfuric acid use	Environmental protection	Investment projects	152
Molymet	Investment projects	Renovation of Gas Washing Plant No. 3	Environmental protection	Investment projects	380
Molymex S.A, de C.V.	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	19
Molymex S.A, de C.V.	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions Control	1,439
Molymex S.A, de C.V.	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	278
Molymex S.A, de C.V.	Social Responsibility	Expenses	Concept reflected as expense by the company	Social Responsibility	43
Molymex S.A, de C.V.	Investment projects	Adaptation of the sulfuric acid circuit	Environmental protection	Investment projects	74
Molymex S.A, de C.V.	Investment projects	Replacement fan k-112	Environmental protection	Investment projects	144
Molymex S.A, de C.V.	Investment projects	Acquisition of 2,500 kva generator	Environmental protection	Investment projects	672
Molymex S.A, de C.V.	Investment projects	Installation of new steam generator	Environmental protection	Investment projects	117
Molymex S.A, de C.V.	Investment projects	Sulfuric acid plant fan installation	Environmental protection	Investment projects	131
Molymex S.A, de C.V.	Investment projects	New sulfuric acid shipping line	Environmental protection	Investment projects	123
Molymex S.A, de C.V.	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	12
Molymex S.A, de C.V.	Investment projects	Pressurized tank replacement	Environment protection	Investment projects	15
Molymet Belgium	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	79
Molymet Belgium	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	143
Molymet Belgium	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions control	4,299
Molymet Belgium	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	315
Molymet Belgium	Investment projects	Evergem rainwater pump	Environmental protection	Investment projects	22
Molymet Belgium	Investment project	Restart Plan	Environmental protection	Investment projects	48
Molynor	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	351
Molynor	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions control	7,040
Molynor	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	202
Total					48,831

b) As of December 31st, 2019

Disbursing company	Project	Concept for which the disbursement for the period was (or will be) made)	Classification of Disbursement	Description of the disbursement item for the period	Disbursement to 12-31-2019 USD
Molymet	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	168
Molymet	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	620
Molymet	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions Control	25,973
Molymet	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	4,944
Molymet	Social Responsibility	Expenses	Concept reflected as expense by the company	Social Responsibility	119
Molymet	Investment projects	Intake improvement of gas treatment and pressurization lab, Chem,	Environmental protection	Investment projects	3
Molymet	Investment projects	Fuel change in roasting kiln 5	Environmental protection	Investment projects	48
Molymet	Investment projects	Revamping molybdenite drying kilns	Environmental protection	Investment projects	42
Molymet	Investment projects	Modernization of the ammonia dissolution process stage 1	Environmental protection	Investment projects	35
Molymet	Investment projects	Ammonium bicarbonate preparation system	Environmental protection	Investment projects	168
Molymet	Investment projects	Noise attenuator at generation room n° 2	Environmental protection	Investment projects	345
Molymet	Investment projects	Implementation of ammonia collection system improvements	Environmental protection	Investment projects	180
Molymet	Investment projects	Improved pure ammonia uptake and abatement	Environmental protection	Investment projects	929
Molymet	Investment projects	Co2 addition system for liquor abatement	Environmental protection	Investment projects	100
Molymet	Investment projects	Mitigation of nuisance odors w/ecosorb technology	Environmental protection	Investment projects	75
Molymet	Investment projects	New, Packaged tower for emission reduction	Environmental protection	Investment projects	56
Molymet	Investment projects	Gas cleaning system modernization plan	Environmental protection	Investment projects	675
Molymet	Investment projects	Asbestos removal and replacement program	Environmental protection	Investment projects	2
Molymet	Investment projects	Implementation of ammonia monitoring network	Environmental protection	Investment projects	40
Molymet	Investment projects	Control of ammonia emissions in the thickener liquefier	Environmental protection	Investment projects	11
Molymex S.A, de C.V.	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	6
Molymex S.A, de C.V.	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	26
Molymex S.A, de C.V.	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions control	1,538
Molymex S.A, de C.V.	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	256
Molymex S.A, de C.V.	Social Responsibility	Expenses	Concept reflected as expense by the company	Social Responsibility	6
Molymex S.A, de C.V.	Others	Expenses	Concept reflected as expense by the company	Others	1
Molymex S.A, de C.V.	Investment projects	Underground process piping replacement	Environment protection	Investment projects	14
Molymex S.A, de C.V.	Investment projects	Dust collection system (pmx1807)	Environmental protection	Investment projects	30
Molymex S.A, de C.V.	Investment projects	Replacement of e-110 gas exchanger	Environmental protection	Investment projects	368
Molymex S.A, de C.V.	Investment projects	Replacement of e109b condensing tower modules	Environmental protection	Investment projects	389
Molymex S.A, de C.V.	Investment projects	Water supply system replacement	Environmental protection	Investment projects	18
Molymex S.A, de C.V.	Investment projects	Replacement of fine dust collection system	Environmental protection	Investment projects	116
Molymex S.A, de C.V.	Investment projects	Replacement of compabloc stand-by exchanger	Environmental protection	Investment projects	121
Molymex S.A, de C.V.	Investment projects	Replacement of control unit mist to in pas	Environmental protection	Investment projects	112
Molymex S.A, de C.V.	Investment projects	Adjustment of the sulfuric acid circuit	Environmental protection	Investment projects	23
Molymex S.A, de C.V.	Investment projects	fan k-112 replacement	Environmental protection	Investment projects	123
Sub-Total					37,680

b) As of December 31st, 2019 (Continuation),

Disbursing company	Project	Concept for which the disbursement for the period was (or will be) made)	Classification of Disbursement	Description of the disbursement item for the period	Disbursement to 12-31-2019 USD
Molymex S.A. de C.V.	Investment projects	Replacement of the flock drying system	Environmental protection	Investment projects	8
Molymet Belgium	Environmental management	Expenses	Concept reflected as expense by the company	Environmental management	100
Molymet Belgium	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	134
Molymet Belgium	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions Control	4,129
Molymet Belgium	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	268
Molynor	Monitoring	Expenses	Concept reflected as expense by the company	Monitoring	432
Molynor	Equipment operations	Expenses	Concept reflected as expense by the company	Emissions Control	7,649
Molynor	Waste	Expenses	Concept reflected as expense by the company	Expenses for waste treatment	356
Total					50,756

c) The Company and its subsidiaries have the future environmental commitments:

Disbursing company	Project	Concept for which the disbursement for the period was (or will be) made)	Classification of Disbursement	Description of the disbursement item for the period	Definite or estimated date on which future disbursements will be made, disbursements for the year	Disbursement MUSD
Molymex S.A. de C.V.	Investment projects	Upgrade of filter presses and pumping system	Environment protection	Investment projects	06-30-2021	162
Total						162

30. Events after the reporting period.

The Board of Directors, on January 26th, 2021, has approved these financial statements and authorized their disclosure.

There are no subsequent events to be reported by the Company's management that may affect the information presented.