

RESULTS

**SECOND
QUARTER
2023**

PRESS RELEASE



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PRESS RELEASE

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EXECUTIVE SUMMARY

01

CHAPTER



As of June 30, 2023, EBITDA reached **US\$ 67.71 million**, **13.41%** lower than EBITDA by the end of June 2022, which was **US\$ 78.20 million**. The company maintains a robust business model, a sustained operating result, an adequate liquidity position, and has consolidated its position as a global market leader. In addition, Molymet continues to make progress on its sustainability agenda.

During the first half of 2023 there were significant variations in the price of molybdenum. The price of molybdenum went from **US\$ 18.73 per pound** on average in June 2022 to **US\$ 27.09 per pound** on average in June 2023, equivalent to an increase of **44.63%**. After closing 2022 at **US\$ 26.13 per pound**, the price peaked at **US\$ 36.93** in February 2023, and then fell to **US\$ 20.18 per pound** in April. It then remained at these levels to close Q2 at **US\$ 22.26 per pound**.

In the second quarter of 2023, marketing margins and gross profit decreased compared to those obtained in the first quarter of this year. This was largely due to the abrupt drop in the price of molybdenum, mainly observed in April of this year, which negatively impacted the valuation of inventories. Despite the above, gross profit as of June 30, 2023 was **US\$ 89.71 million**, slightly higher than the **US\$ 88.15 million** as of June 2022.

The profit attributable to Molymet's shareholders as of June 30, 2023 was **US\$ 23.97 million**, lower than the **US\$ 32.09 million** of the same period of 2022. This is mainly explained by a net financial expense of **US\$ 21.84 million**, representing an increase of **US\$ 11.01 million** compared to the end of June 2022. This was due to the significant increase in the price of molybdenum in the first quarter of 2023, and the consequent working capital requirement. This was offset by a lower tax expense of **US\$13.72 million** compared to the same period of 2022. On the other hand, as of June 2023 there was a decrease in other income by function at the end of the period of **US\$ 6.84 million** and an increase in other operating costs and expenses of **US\$ 4.89 million** compared to June 2022.

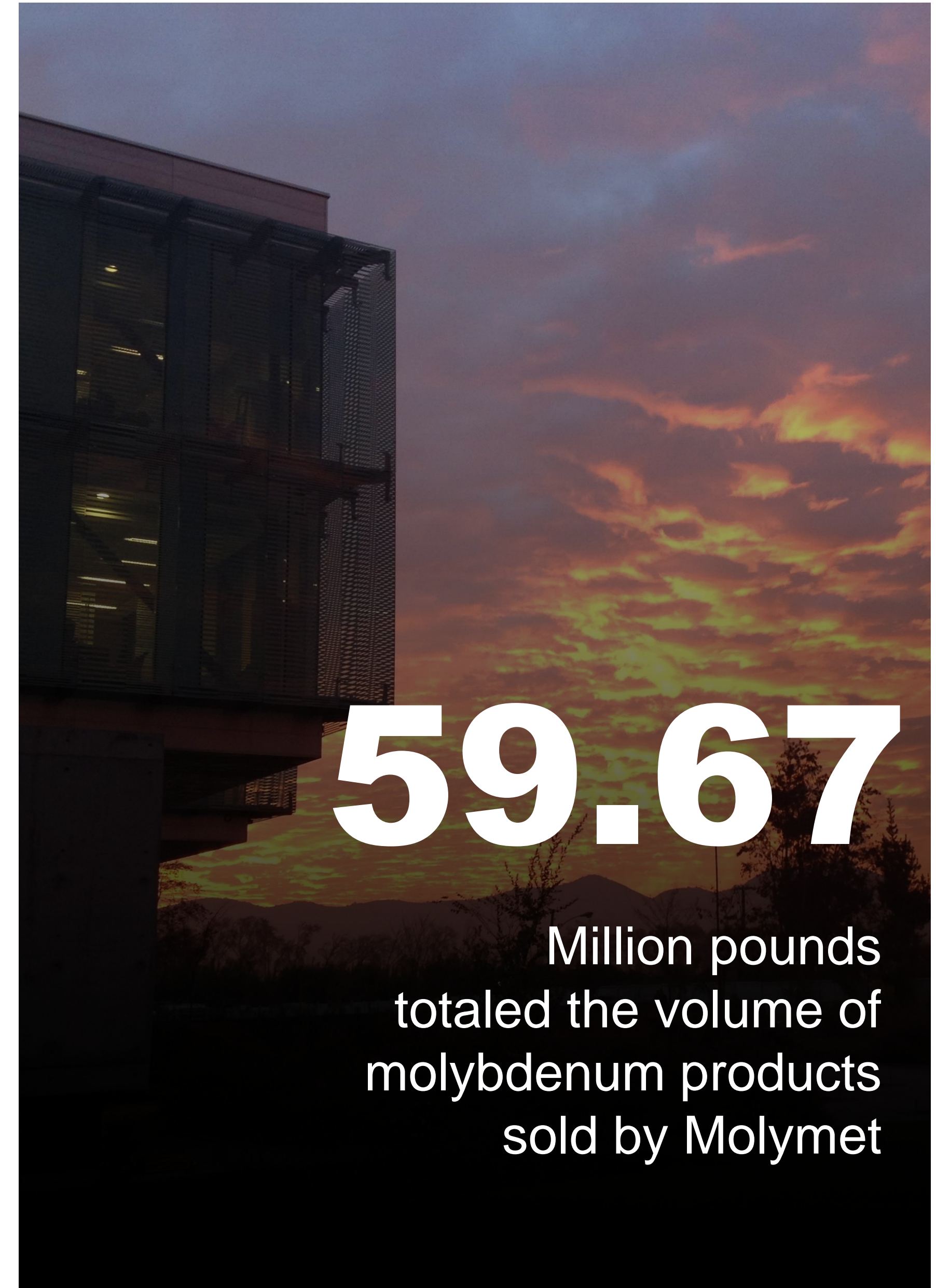
The volume of molybdenum products sold by Molymet in all its forms as of June 2023 totaled **59.67 million pounds**, compared to **60.19 million pounds** as of June 2022, representing a decrease of **0.86%**.

At June 2023, net debt was **US\$480.85 million**, an increase from **US\$301.96 million** at year-end 2022 and a decrease of **US\$260.80 million** from that recorded at March of this year. The higher net debt compared to the previous year is the result of higher cash requirements, generated by the historic increase in the price of molybdenum, recorded in January and February 2023. The reduction in net debt in the second quarter was mainly due to the stabilization and reduction in the molybdenum price observed during that period. It is expected that in the medium term net debt will continue to approach historical levels.

As of June 30, 2023, the company's liquidity level reached **US\$ 452.07 million**, which represents an increase of **US\$ 252.98 million** with respect to year-end 2022. This variation was mainly due to the issuance of bonds in Mexico for **US\$ 309.24 million** and the net increase in short-term PAE loans for **US\$ 140.00 million**, which was partially offset by the higher payment of raw materials, and the payment of the Molymet 13 Bond (Mexico) for **US\$ 80.00 million**.

At the end of June 2023, Molymet maintains its **Investment Grade status** in the international market obtained in 2007. During 2023, Fitch Ratings ratified Molymet's Investment Grade rating in the international market. Thanks to our solid business model and financial position, Fitch Ratings ratified Molymet's international (BBB) and national AA ratings for Chile. S&P Global Ratings ratified Molymet's international scale rating of **BBB-**.

Molymet has a solid financial structure with adequate liquidity levels, an appropriate debt maturity profile and ample access to financing markets. The current debt covenants are met by the end of June 2023.



59.67

Million pounds
totaled the volume of
molybdenum products
sold by Molymet



At the Ordinary Shareholders' Meeting of Molymet, held on April 18, 2023, it was agreed to distribute the final dividend No. 93 charged to the profits of fiscal 2022, for a total of **US\$ 0.30** per share, of which **US\$ 0.10** per share were paid in December 2022 as an interim dividend. The final dividend of **US\$ 26.60 million** was paid on April 27, 2023.

On April 27, 2023, Molymet placed two bonds in the Mexican market, at terms of 2 and 6 years, for a total of **5,590 million Mexican pesos**, equivalent to **US\$ 309 million**. Both issues were rated **AAA** locally by Fitch Ratings and HR Ratings. The respective hedging instruments (cross currency swap) were subscribed in U.S. dollars, with the bonds issued for **US\$ 189.47 million** for a 2-year term at an annual rate in dollars of 5.040% and the remaining **US\$ 119.77 million** for a 6-year term at an annual rate in dollars of 5.925%.

During the year 2020, Molymet defined its purpose, which is "to create value for the evolution of humanity, through products developed by people, who care about the well-being of the planet". This is the essence and the basis that defines our identity, mission, values, and is also the inspiration to think strategically and sustainably about the future.

In 2023, the company's Board of Directors presented Molymet's new Vision to define and consolidate the company's direction for the coming years: "To be leaders in the Molybdenum, Rhenium and other strategic metals markets, through the permanent creation of sustainable value for all its stakeholders, driving a continuous process of innovation and advancing in a diversification in line with its business and purpose". This new Vision emerges from Molymet's purpose, thus maintaining coherence and consistency with the work done in recent years.

Molymet is dedicated to the development and implementation of its **Sustainability Strategy** that, in addition to complying with legal regulations, will ensure operational continuity and deepen its relationship with the community, the environment and the authorities. Additionally, in April 2023 our fifth **Sustainability Report** was launched, corresponding to the period 2022, which is published on our website: www.molymet.com.

Year after year, Molymet actively participates in independent measurements to enhance its strategy by responding to the highest global standards and indexes in the industry. In this context, the **Dow Jones Sustainability Index (DJSI)**, which evaluates the sustainability of thousands of companies listed on the main world stock exchanges, ratified Molymet as one of the most sustainable companies in the metals and mining industry at a global level, positioning it within the **top 10% of the evaluated companies**. This rating reflects the company's high level of commitment to environmental, social and corporate governance issues. An example of this is the recent inauguration of a wind turbine at Molymet Belgium, with which **80% of the subsidiary's electricity consumption** will come from renewable sources.

On January 3, 2023, the Extraordinary Shareholders' Meeting of MolymetNos S.A. agreed, among other bylaw amendments, to increase the capital of said subsidiary in the amount of **US\$ 180 million**, to be subscribed and paid by its shareholders within 3 years from that date. Molibdenos y Metales S.A. fully subscribed the capital increase for the amount indicated above, which will be paid and paid through the contribution of assets, furniture and real estate, plus other contributions in cash, within the maximum term established. This contribution will have no effect on the consolidated financial statements.

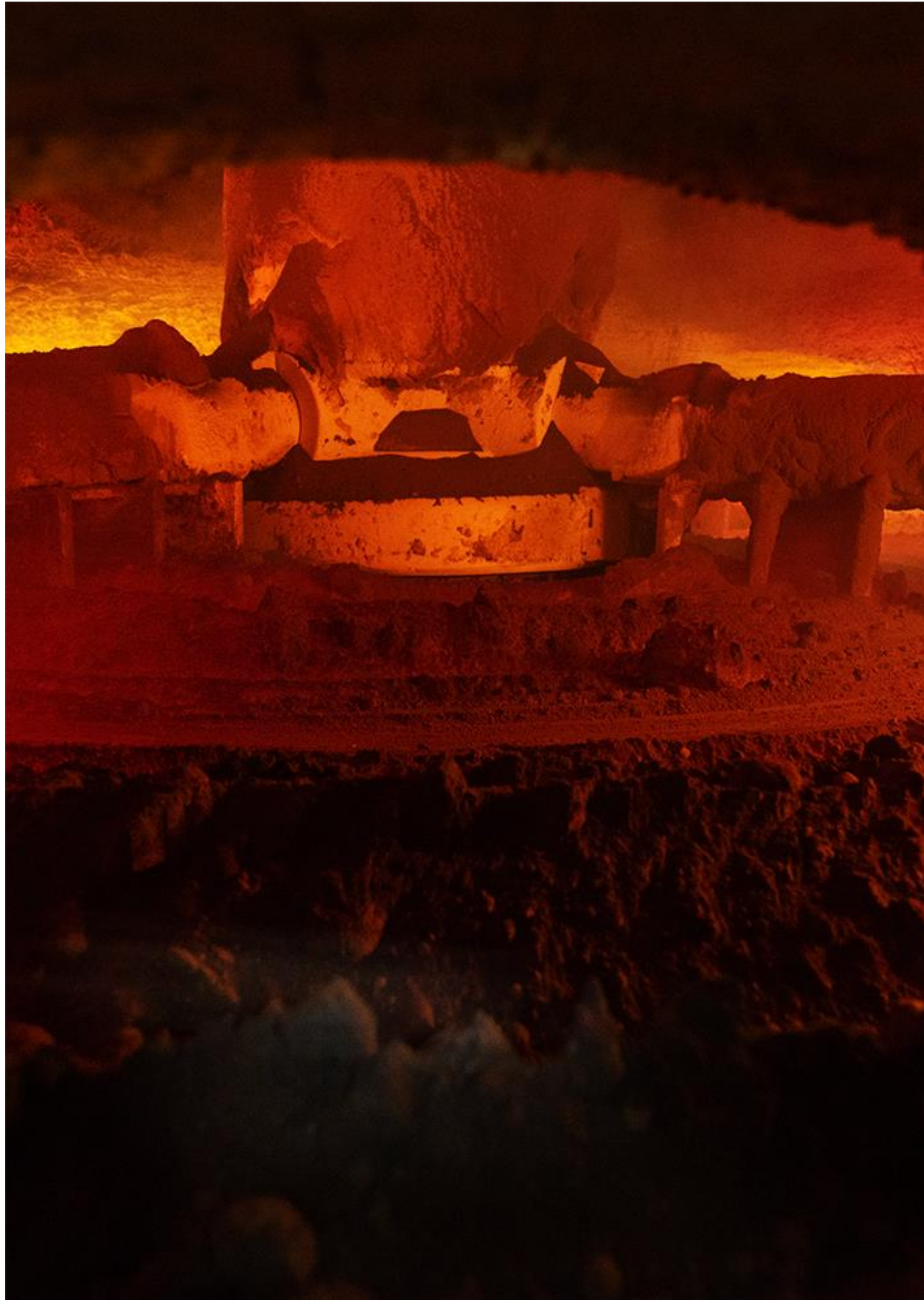


OUR
COMPANY



02

CHAPTER



Molymet is the global leading processor of Molybdenum and Rhenium concentrates, with a share of the world processing capacity of approximately 35% and 70%, respectively.

Molymet currently has industrial plants in 4 countries: Chile, Mexico, Belgium and Germany, and sales offices in the United Kingdom, China, the United States, Brazil and Chile.

Molybdenum is mainly used in special steel alloys, for which it significantly improves hardness, resistance to high temperatures and corrosion, and increases the durability of materials, helping to improve the efficiency of machinery. There are also uses of molybdenum in fertilizers, catalysts, lubricants, among others. The most relevant molybdenum products are: technical oxide, ferromolybdenum, ammonium dimolybdate, pure oxide and metallic molybdenum. Within its processes, Molymet recovers molybdenum by-products, the most important being rhenium.

Molymet's undisputed leadership in the international market is based on the permanent development of competitive advantages, through technological advances, efficiency and a coherent portfolio of high quality products and services, which satisfy the needs of its customers in the mining, industrial and technological areas. Likewise, its extensive international presence has allowed it to achieve greater integration with the markets, its suppliers and its customers.

Since 2007, Molymet has held an Investment Grade rating.

As of the end of June 2023, Molymet's total processing capacity is 207 million pounds per year, which compares to a worldwide consumption of approximately 614 million pounds per year.

Molybdenum and rhenium are considered metals of high strategic value globally, due to their critical technological applications and the important role they play in the global development of mega-constructions, urban development, environmental care, and the production of more efficient, safer and more durable alloys.

Molymet maintains a base of long-term contracts that give stability to its business. Among its tolling contracts are the one with Sierra Gorda for 10 years starting in 2015, the one with Codelco for 3 years starting in 2021, and the one with Rio Tinto Commercial Americas, which is renewed annually.

¹ Correspond to pounds of molybdenum content



New Investment Projects

On May 29, 2019, the Board of Directors of Molymet approved the necessary investment for the modernization of certain facilities of the plant of the subsidiary MolymetNos, San Bernardo, which has been named "Modernization of Roasting Gas Cleaning Systems", in order to modernize the gas cleaning processes making them more efficient and robust.

This project contemplates an investment of **US\$ 50.60 million** over a period of **4 years**, which will be financed entirely with the company's own resources.

On June 23, 2020, Molymet's Board of Directors decided to make an additional economic effort to maximize the contribution to environmental care, and with this to the sustainability of the operations at Nos, by increasing the planned investment level by **US\$ 8.50 million**, by deciding to install a new acid plant with greater capacity and maximum SO₂ conversion efficiency, resulting in an estimated total investment of **US\$ 59.10 million**. As of June 2023, this project is **78% complete**.





Molymet has a unique geographic diversification in the industry. The strategic location of its processing plants and commercial offices has allowed it to achieve commercial and supply advantages through a more complete and efficient service to its customers.

In order to preserve the knowledge and expertise developed by the company, Molymet has reformulated its corporate **Intellectual Property Policy**, which incorporates the highest standards in terms of protection, management and enforcement of Intellectual Property rights, thus adopting the appropriate measures to prevent the loss of this knowledge.

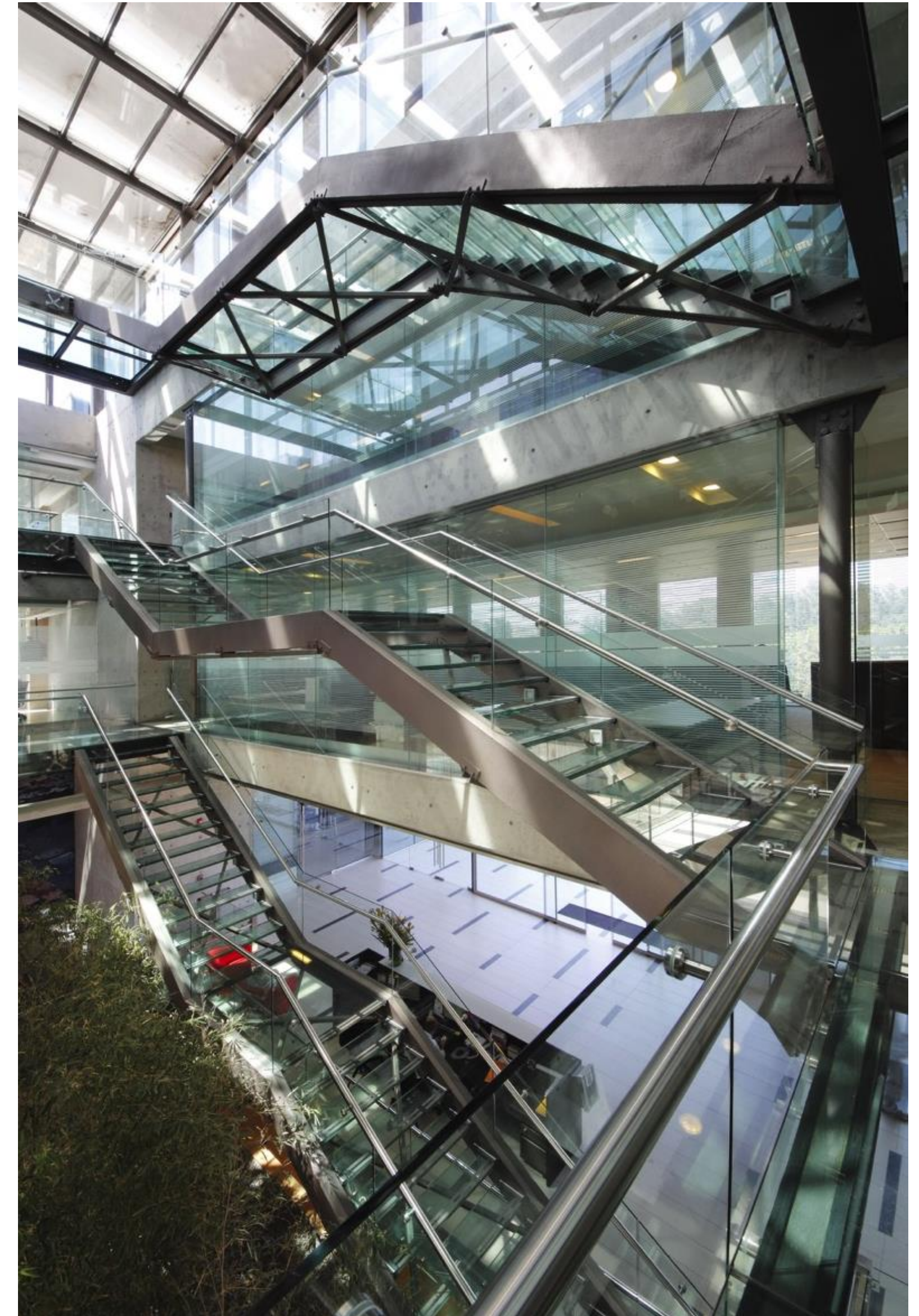
Molymet is a company whose development and growth is based on the use of innovation as a fundamental way to introduce processes and technologies that support its leadership role in the molybdenum industry. This same capacity has led Molymet to innovate in other strategic metals industries, **seeking business opportunities to increase its product portfolio.**

In this way, it managed to develop a process whose invention patent application was published on March 09, 2017, by the World Intellectual Property Organization under the international publication number WO2017/035675 A1, for the process of arsenic removal from arsenic-containing materials. The patent has already been granted in Chile, USA, Canada, China, Namibia and Australia. The application is progressing normally in other countries.

On October 30, 2018, patent application number 201803101 was filed in Chile. Said patent seeks to protect the process of selective removal of copper compounds and other impurities with respect to molybdenum and rhenium from molybdenite concentrates, which was granted in Chile and the U.S. Additionally, the patent application was filed in Canada, Australia and Peru.

The subsidiary Molymet Belgium filed PCT application WO2017/202909 A1 in 2016. This patent relates to modifications developed by Molymet on multideck roasting furnaces to improve efficiency in the roasting process. The application was granted in Belgium in August 2018, in the European Union, China and Spain in 2020, in the USA, in Chile in 2021, and in Korea in 2022; and is in normal prosecution in other countries. This subsidiary also filed PCT application WO2021122912 A1, which describes a method for reducing copper impurities in technical grade molybdenum oxide. The application is pending in the European Union, USA, Canada, China and Korea. Under Belgian law, the subsidiary Molymet Belgium obtains tax benefits when the patents are granted.

Molymet, through its subsidiary Inmobiliaria San Bernardo, has 133.7 hectares of land, of which 123.0 hectares are planted with walnut trees. These plantations are located around Molymet and its subsidiary MolymetNos, which are located on additional 45.3 hectares of land. Together, all properties total approximately 179.0 hectares. In order to maintain and preserve the green areas in this sector of Nos, Molymet constituted the first Environmental Conservation Right in the commune of San Bernardo, in the Metropolitan Region, in order to maintain and preserve these 123.0 hectares where there are currently organic walnut plantations.



SUMMARY
SECOND QUARTER 2023

03

CHAPTER

Accumulated results

Highlights

SALES

US\$ 1,332.63
million

EBITDA

US\$ 67.71
million

NET DEBT

US\$ 480.85
million

At the end of June 2023, accumulated ordinary income was US\$ 1,332.63 million, which represents an increase of 42.92% with respect to the US\$ 932.43 million obtained at the end of June 2022.

As of June 30, 2023, EBITDA reached US\$ 67.71 million, a decrease of 13.41% compared to the same period of 2022, when it was US\$ 78.20 million. This is mainly due to the decrease in other income by function at the end of the period of US\$ 6.84 million and the increase in other operating costs and expenses of US\$ 4.89 million, with respect to June 2022.

The profit attributable to Molymet's shareholders at June 30, 2023 was US\$ 23.97 million, a decrease compared to the results obtained at the end of June 2022 of US\$ 32.09 million. This difference is due to a lower financial result of US\$ 11.01 million and a lower EBITDA at the end of June 2023, compared to the same period of the previous year, of US\$ 10.49 million. This was partially offset by the positive tax effect of US\$ 13.72 million at the end of June 2023 compared to the same period of 2022.

At June 2023, net debt was US\$ 480.85 million, an increase from US\$ 301.96 million at year-end 2022 and a decrease of US\$ 260.80 million from that of March 2023. The higher net debt compared to the previous year is the result of higher cash requirements, generated by the historic increase in the price of molybdenum, recorded in November 2022 and February 2023. The reduction in net debt in the second quarter was mainly due to the stabilization and reduction in the molybdenum price observed during that period. It is expected that in the medium term net debt will continue to approach historical levels.





Featured figures

Accumulated results

Molymet increased its cash from **US\$ 199.09 million** at December 2022 to **US\$ 452.07 million** at June 2023.

At the end of June 2023, **US\$ 15.52 million** were invested in projects, compared to **US\$ 22.02 million** for the same period in 2022.

As of the end of June 2023, Molymet's total processing capacity is **207 million pounds per year**, which compares to an approximate worldwide consumption of **614 million pounds per year**¹.

¹ Correspond to pounds of molybdenum content

Main accumulated figures	Q2 2023	Q2 2022	Var. Q2 2023 / Q2 2022 US\$ Million %	
Sales Revenue (MM USD)	1,332.63	932.43	400.20	42.92%
EBITDA (MM USD)	67.71	78.20	-10.49	-13.41%
EBITDA margin	5.08%	8.39%	-	-
Net Income (MM USD)	23.97	32.09	-8.12	-25.30%
CAPEX (USD million, excluding VAT)	15.52	22.02	-6.50	-29.52%
EBITDA/Financial Expenses**	4.27	7.50*	-	-
Net Debt (MM USD)	480.85	301.96*	178.89	59.24%
Average Mo Price (USD/Lb)	27.09	18.73	8.36	44.63%

* Value as of December 2022.

** Annualized

ANALYSIS OF RESULTS

04

CHAPTER



Q2 2023 vs Q2 2022

The volume of molybdenum products sold by Molymet in all its forms totaled **59.67 million pounds** as of June 2023, compared to **60.19 million pounds** as of June 2022.

At the end of June 2023, accumulated ordinary income was **US\$ 1,332.63 million**, which represents an increase of **42.92%** with respect to the **US\$ 932.43 million** obtained at the end of June 2022.

In terms of production mix, own sales represent **79.45%** of total molybdenum product sales volumes at the end of June 2023.

Variations in Molymet's business lines were as follows:

Summary of volumes and revenues

	Volumes			Total revenue (US\$ Million)		
	Q2 2023	Q2 2022	Var.	Q2 2023	Q2 2022	Var.
Own Sales* (MM Lb.)	47.41	44.23	7.19%	1,280.28	877.30	45.93%
Tolling (MM Lb.)	12.27	15.96	-23.12%	17.27	23.40	-26.20%
Rhenium (Lb.)	50,832	31,841	59.64%	28.10	20.63	36.21%
Metallic Mo (MM Lb.)	0.94	0.99	-5.05%	32.32	24.30	33.00%
By-products** (Tons)	42,319	42,991	-1.56%	6.98	11.10	-37.12%
Efficiencies (Lb.)	298,863	273,845	9.14%	7.35	5.13	43.27%

*Own sales include metallic Mo and efficiencies.
**By-products include copper, sulfuric acid and others.



Q2 2023 vs Q2 2022

Own sales volumes totaled 47.41 million pounds at the end of June 2023, increasing by 7.19% with respect to the end of June 2022. Revenues of this line of business increased by 45.93% compared to the same period of 2022. The variations in revenues are mainly explained by the increase in revenues from sales of technical oxide powder by 91.90%, ferromolybdenum by 38.44% and pure molybdenum oxide in Sandy grade by 54.66%.

Tolling volumes sold reached 12.27 million pounds at the end of June 2023, decreasing by 23.12% from the end of June 2022. Revenues of this line of business decreased by 26.18% with respect to the same period of 2022. This is due to the decrease in revenues in tolling of technical oxide powder by 25.39% and ferromolybdenum by 65.87%.

91.90%

Higher sales revenues
technical oxide powder

38.44%

Higher sales revenues
ferromolybdenum



Q2 2023 vs Q2 2022

The volume of rhenium sales reached **50,832 pounds** at the end of June 2023, increasing by **59.64%** with respect to the same period of 2022. Revenues recorded for this product were increased by **36.21%** in relation to Q2 2022.

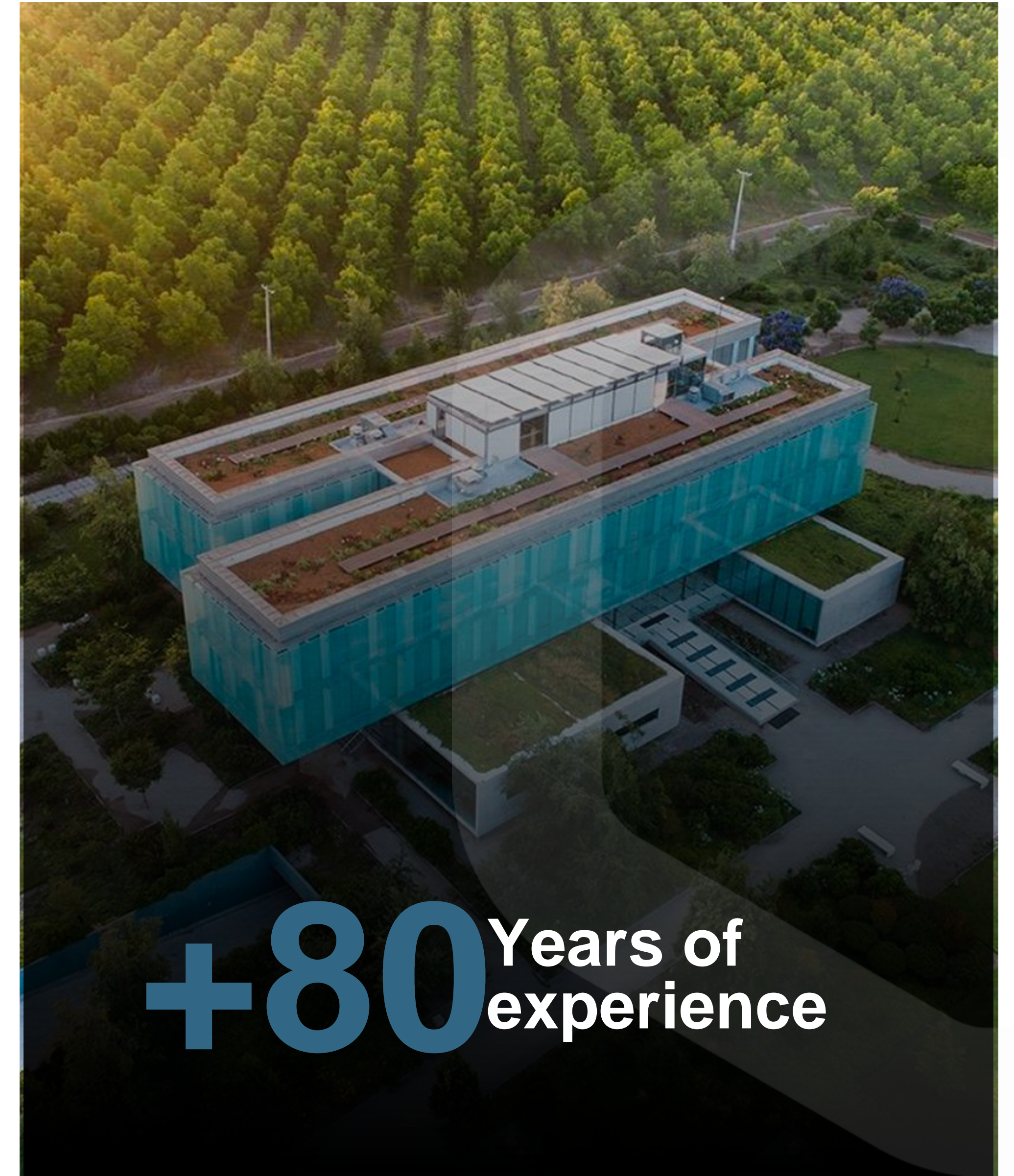
Molybdenum metal sales volume reached **0.94 million pounds** at the end of June 2023, decreasing by **5.05%** compared to the end of June 2022. Regarding the revenues recorded for this product, they increased by **33.00%** compared to the same period of 2022.

The sales volume of other by-products reached **42,319 tons** at the end of June 2023, decreasing by **1.56%** compared to the same period of 2022.

Revenues from this line of business decreased by **37.12%** with respect to the end of June 2022.

The sales volume of the efficiencies achieved by the company (metallurgical gains) reached **298,863 pounds** at the end of June 2023, **9.14%** higher than the amount recorded in the same period of 2022.

Revenues generated by efficiencies as of June 2023 increased by **43.27%** compared to June 2022. This is due to the higher international price of molybdenum oxide during the first half of 2023 compared to the same period of 2022.



+80 Years of
experience



Q2 2023 vs Q2 2022

The international price of molybdenum oxide varied from US\$ 18.73 per pound on average in June 2022 to US\$ 27.09 per pound on average in June 2023, equivalent to an increase of 44.63%. After closing 2022 at US\$ 26.13 per pound, the price peaked at US\$ 36.93 per pound in February 2023, and then fell to US\$ 20.18 per pound in April of this year. It then remained at those levels, to close the half-year at US\$ 22.26 per pound.

Consolidated cost of sales at June 30, 2023 amounted to US\$ 1,242.92 million, representing an increase of 47.22% with respect to the US\$ 844.28 million recorded at the end of June 2022.

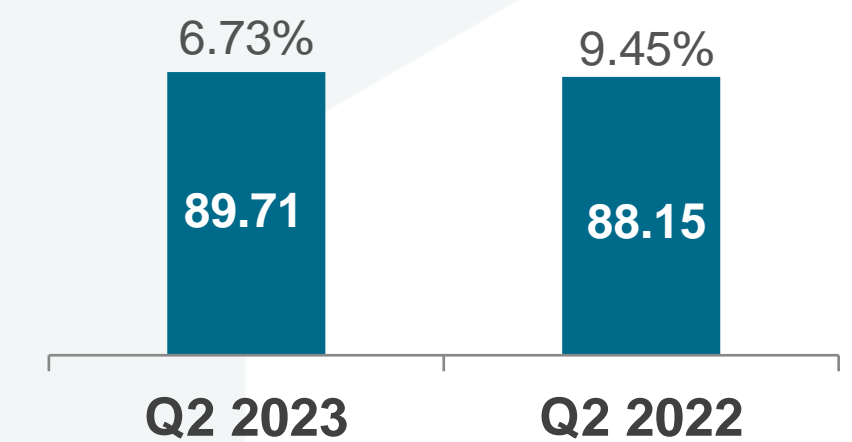
At June 30, 2023, gross profit reached US\$ 89.71 million, an increase of 1.77% compared to the US\$ 88.15 million recorded at the end of June 2022.

Selling and administrative expenses amounted to US\$ 26.88 million at the end of June 2023, an increase of 11.32% compared to the same period of 2022. Measured as a percentage of sales revenues, these amounted to 2.02% at the end of June 2023.

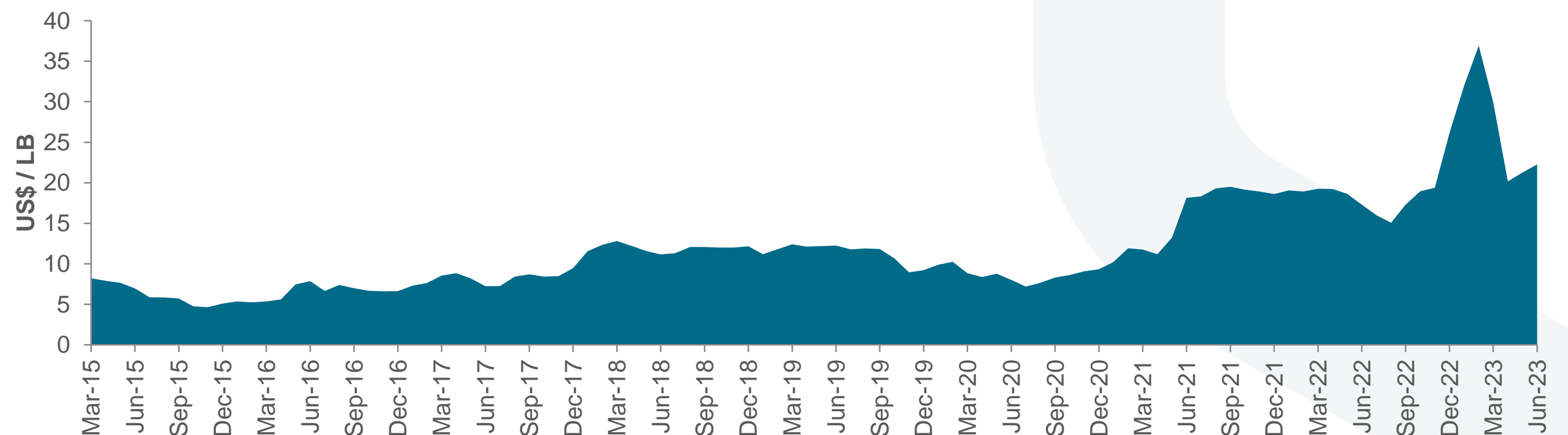
It is important to note that Molymet maintains a stable base of medium and long term customers for its Tolling, Own Sales and Rhenium sales business lines.

Due to the company's appropriate commercial management, Molymet operates under contractual conditions that minimize the risk of exposure to molybdenum price volatility.

EVOLUTION OF GROSS MARGIN (%) AND GROSS PROFIT (MM US\$)



AVERAGE MONTHLY PRICE Mo Metals week D.O. USA



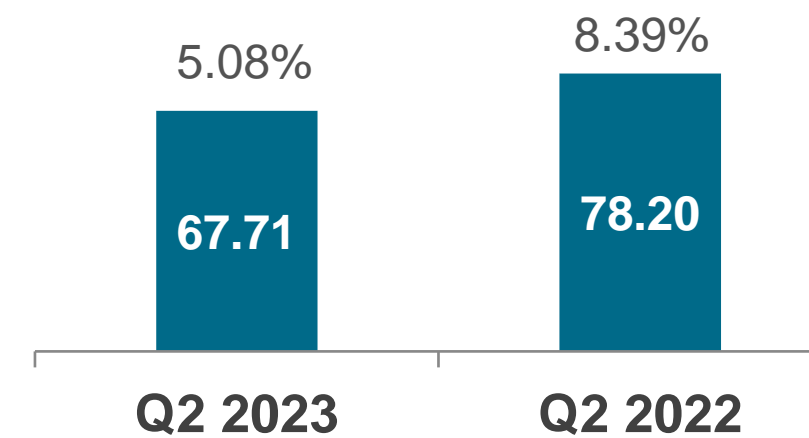


Q2 2023 vs Q2 2022

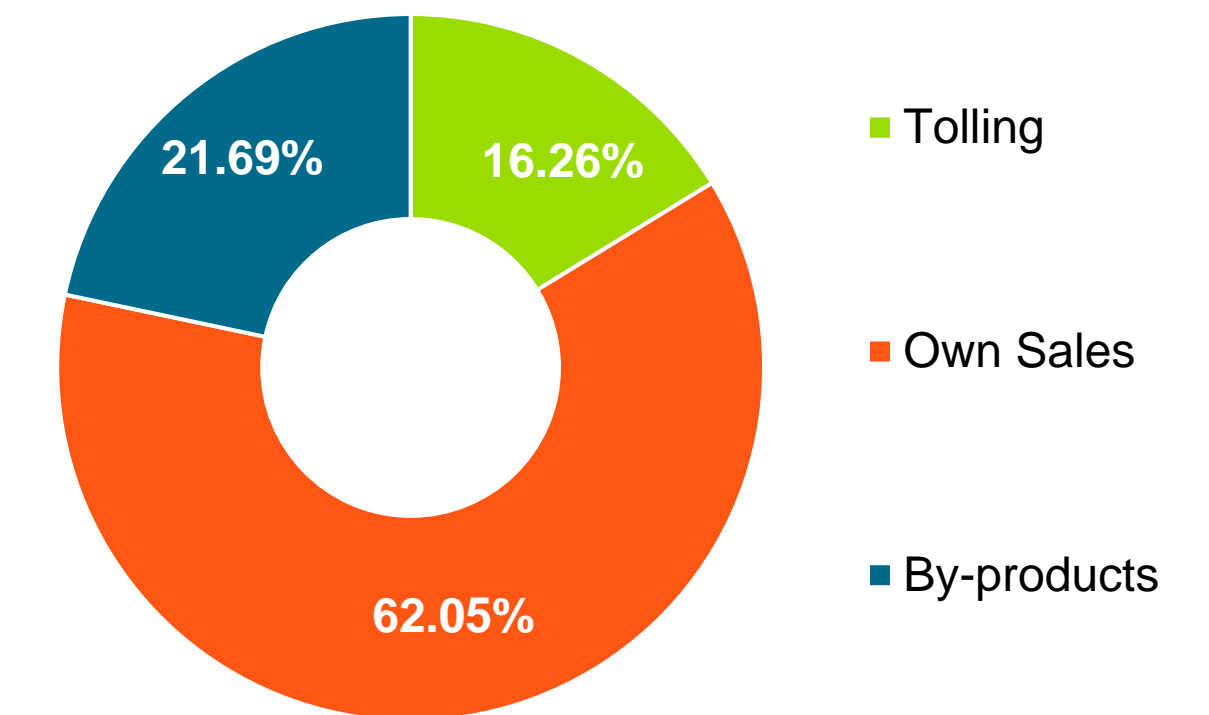
As of June 30, 2023, EBITDA reached US\$ 67.71 million, a decrease of 13.41% in relation to the same period of 2022, which was US\$ 78.20 million. This is mainly due to the decrease in other income by function at the end of the period of US\$ 6.84 million and the increase in other operating costs and expenses of US\$ 4.89 million, with respect to June 2022.

The profit attributable to Molymet's shareholders at June 30, 2023 was US\$ 23.97 million, a decrease compared to the results obtained at the end of June 2022 of US\$ 32.09 million. This difference is due to the lower financial result of US\$ 11.01 million and the lower EBITDA at the end of June 2023, compared to the same period of the previous year, of US\$ 10.49 million. This was partially offset by the positive tax effect of US\$ 13.72 million at the end of June 2023, compared to the same period of 2022.

EVOLUTION OF EBITDA MARGIN (%) AND EBITDA (MM US\$)



EBITDA COMPOSITION Q2 2023



CHANGE IN EBITDA COMPOSITION (MM US\$)



CONSOLIDATED BALANCE SHEET *ANALYSIS*

05

CHAPTER



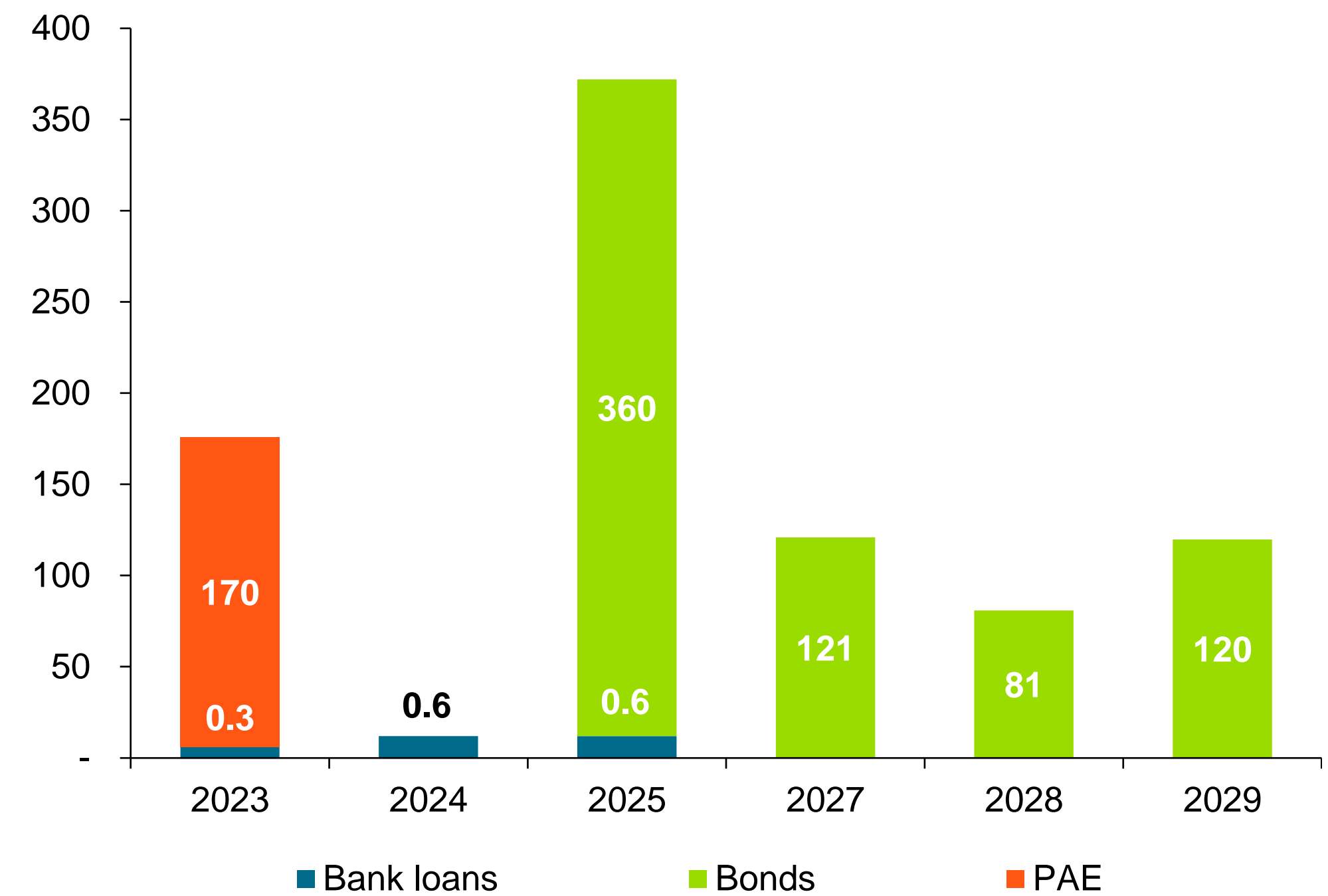
By June 30, 2023, the company's total assets are US\$ 264.08 million higher than by the end of December 2022.

This is mainly due to:

Current assets increased by US\$ 195.06 million at June 30, 2023 compared to the end of December 2022. This was mainly due to an increase in cash and cash equivalents of US\$ 183.05 million, in trade and other current accounts receivable of US\$ 91.33 million, and in current tax assets of US\$ 20.23 million, partially offset by a decrease in current inventories of US\$ 98.28 million.

Non-current assets increased by US\$ 69.02 million as of June 2023 compared to December 2022, mainly due to the increase in other non-current financial assets of US\$ 72.62 million and in deferred tax assets of US\$ 8.27 million, which was partially offset by the decrease in non-current inventories of US\$ 7.10 million and in property, plant and equipment of US\$ 2.59 million.

FINANCIAL DEBT MATURITY PROFILE
As of the end of June 2023 (US\$ million)





At the end of June 2023, the company's total current and non-current liabilities increased by **US\$ 250.88 million** compared to December 2022. This is mainly due to the following.

Current liabilities decreased, as of June 2023, by **US\$ 113.37 million** with respect to the end of 2022, mainly explained by the decrease in trade and other accounts payable of **US\$ 156.99 million** and the decrease in other non-financial current liabilities of **US\$ 12.87 million**, which was partially offset by the increase in other current financial liabilities of **US\$ 60.66 million**.

Non-current liabilities increased, as of June 2023, by **US\$ 364.25 million** with respect to the end of 2022, mainly explained by the increase in other non-current financial liabilities of **US\$ 371.21 million** and in non-current provisions for employee benefits of **US\$ 2.81 million**, which was partially offset by the decrease in deferred tax liabilities of **US\$ 9.71 million**.

At the end of June 2023, shareholders' equity increased by **US\$ 13.20 million** compared to the end of December 2022, mainly due to an increase in retained earnings of **US\$ 10.39 million** and in other reserves of **US\$ 2.73 million**.





Financial Ratios

Net Debt / EBITDA: increased between June 2023 and December 2022, reaching a value of 2.74x. This is due to the increase in net debt by 59.24% in relation to the end of 2022, while annualized EBITDA registered a lower variation, decreasing by 5.65%. This value is higher than that observed in previous periods, as a one-off effect of the increase in the price of molybdenum that occurred during the first quarter of 2023. During the second quarter of 2023, Net Debt / EBITDA decreased by 27.13%, as an effect of the cash recovery that occurred in that period, which is largely explained by the reduction and subsequent stabilization of the price of molybdenum. Therefore, it is expected that in the medium term this indicator will return to values close to historical levels.

Debt Ratio: increased with respect to December 2022, reaching a value of 1.60x as of June 2023. This is mainly due to the 22.25% increase in total liabilities, compared to a 1.56% increase in total equity.

Short-Term Liabilities: decreased from 54.67% as of December 2022 to 36.50% as of June 2023, due to the fact that current liabilities decreased by 18.39%, while non-current liabilities increased by 71.26%.

Long-term liabilities: increased from 45.33% as of December 2022 to 63.50% as of June 2023, due to the increase in long-term liabilities together with the decrease in current liabilities.

EBITDA / Financial Expenses: decreased by 43.07%, from 7.50 times at the end of December 2022 to 4.27 times at June 2023, due to the fact that, as of June 2023, annualized financial expenses increased while annualized EBITDA decreased.

Current Liquidity: at the end of June 2023 it reached a value of 3.13 times, increasing by 40.36% compared to 2.23 times at the end of 2022. This is explained by an increase in current assets, together with a decrease in current liabilities.

Acid Ratio: increased from 0.68 times at the end of December 2022 to 1.41 times at June 2023, mainly due to a proportional increase in current assets with respect to current liabilities, together with a decrease in current inventories of US\$ 98.28 million.

Risk rating	S&P	Fitch	HR Ratings	Feller-Rate
International	BBB-	BBB	-	-
Mexico	-	AAA	AAA	-
Chile	-	AA	-	AA

Index	December 2022	June 2023	Variation Dec. 2022/Jun. 2023
Net Debt / EBITDA	1.63	2.74	68.10%
Debt ratio ¹	1.33	1.60	20.30%
Short-Term Liabilities	54.67%	36.50%	-33.24%
Long-Term Liabilities	45.33%	63.50%	40.08%
EBITDA / Financial Expenses ²	7.50	4.27	-43.07%
Current Liquidity ³	2.23	3.13	40.36%
Acid ratio ⁴	0.68	1.41	↑

¹ Corresponds to total liabilities divided by total equity.

² Corresponds to annualized EBITDA divided by annualized financial expenses.

³ Corresponds to total current assets divided by total current liabilities.

⁴ Corresponds to total current assets, less current inventories, divided by total current liabilities.

ABOUT
MOLYMET



06

CHAPTER



Our Purpose

At Molymet, our purpose is the essence and the basis that defines our identity, mission, vision, values, and is also the inspiration to think strategically and sustainably about the future.

In this way, we have worked on a strategic agenda focused on a series of challenges that guide our daily work, with their respective guidelines and work focuses, always with the conviction of putting people at the center. Likewise, their execution is materialized from short and medium-term initiatives connected to our purpose through daily experience, inspiring our employees to make it part of their work and thus working with teams aligned around it.

This roadmap reminds us why we do what we do, along with our values and principles that drive our actions: sustainability, innovation, integrity, transcendence, confidentiality and excellence.

Along with the definition of our purpose, we opened the way to the renewal of the brand, from which it is possible to communicate and realize our purpose through actions and initiatives that advance towards continuous excellence in all our processes.

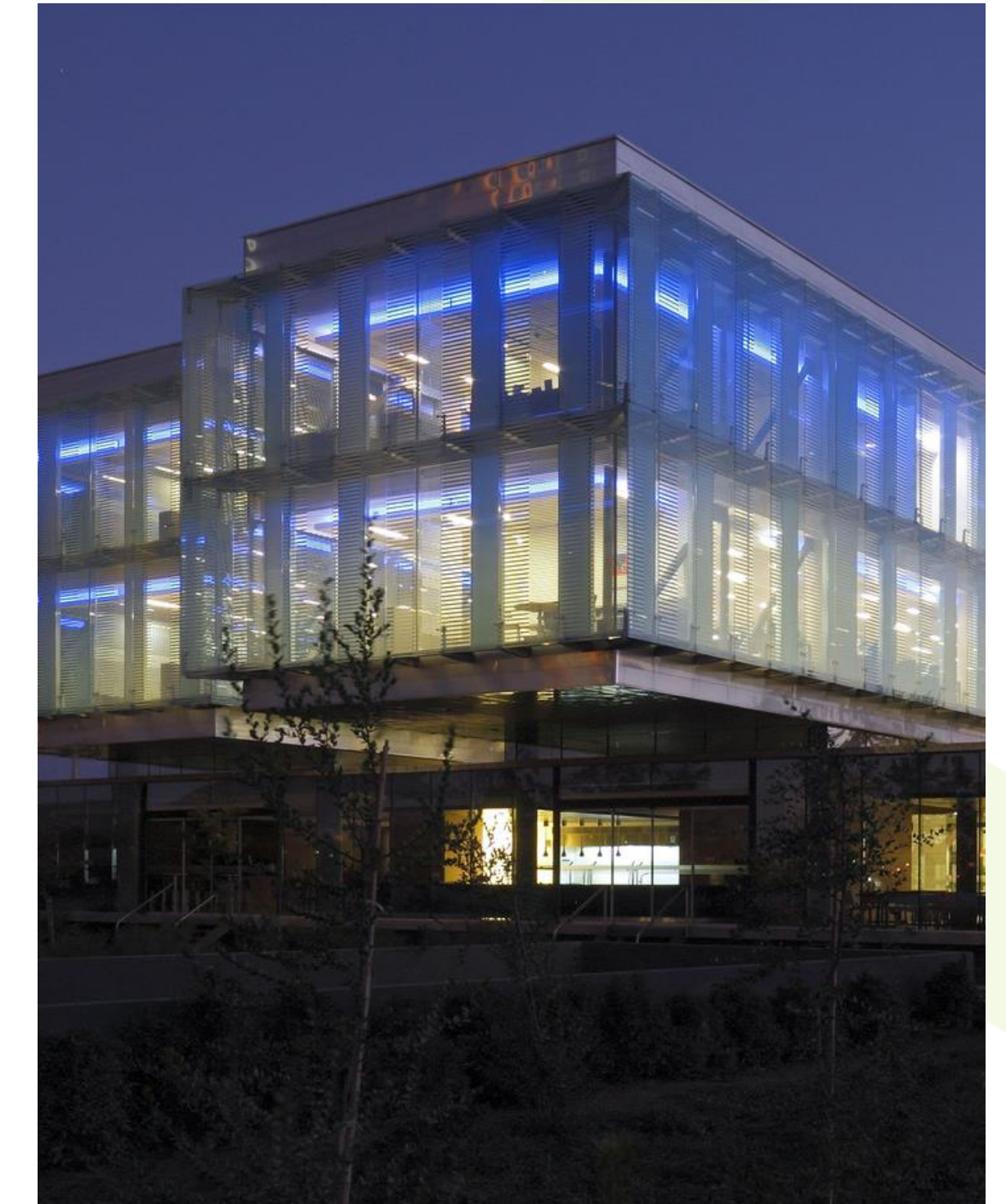
All of the above with a permanent innovative and flexible vision that allows us to understand the new contexts and positively impact our environment, consolidating us as transforming agents for the well-being of people.

"To create value for the evolution of humanity, through products developed by people, who care about the well-being of the planet."

The rebranding meant a renewal and consolidation of operations worldwide, a process in which the Belgian and German subsidiaries changed their names to Molymet Belgium and Molymet Germany, thus unifying Molymet's presence in all the markets in which it participates in a powerful brand.

The path we have decided to build will allow us to continue contributing with talented, committed and proud to work in Molymet teams that, together with all our subsidiaries, will continue to meet our stakeholders, further enhancing our brand globally and reflecting in our daily work the contribution to society always in order to contribute to a better future.

In 2023, the company's Board of Directors presented Molymet's new Vision to define and consolidate the company's direction for the coming years: **"To be leaders in the Molybdenum, Rhenium and other strategic metals markets, through the permanent creation of sustainable value for all its stakeholders, driving a continuous process of innovation and advancing in a diversification in line with its business and purpose"**. This new Vision emerges from Molymet's purpose, thus maintaining coherence and consistency with the work done in recent years.





Our Purpose



2018

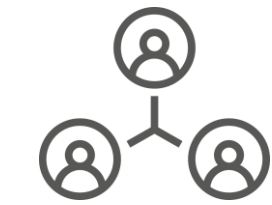


Phase 01 | *Discovery*

- Information gathering - surveys and interviews with all stakeholders.
- Analysis and findings.



2019



Phase 02 | *Articulation*

- Formation of the Purpose Committee.
- Workshops with more than 300 employees from our subsidiaries.
- Definition of Molymet's Purpose.
- Launch of the Brand Purpose and Evolution Campaign.

2020/21



Phase 03 | *Activation*

- Selection and training of Influencers.
- Training to Leaders of Purpose.
- Social Networks - Spokespersons.
- Bringing our Purpose to Communities.



2021/23



Phase 04 | *Internalization*

- Purpose Strength Model® Evaluation.
- Action Plans to increase sense of purpose.
- Continued training for leaders and collaborators.
- Indicators aligned with our purpose.



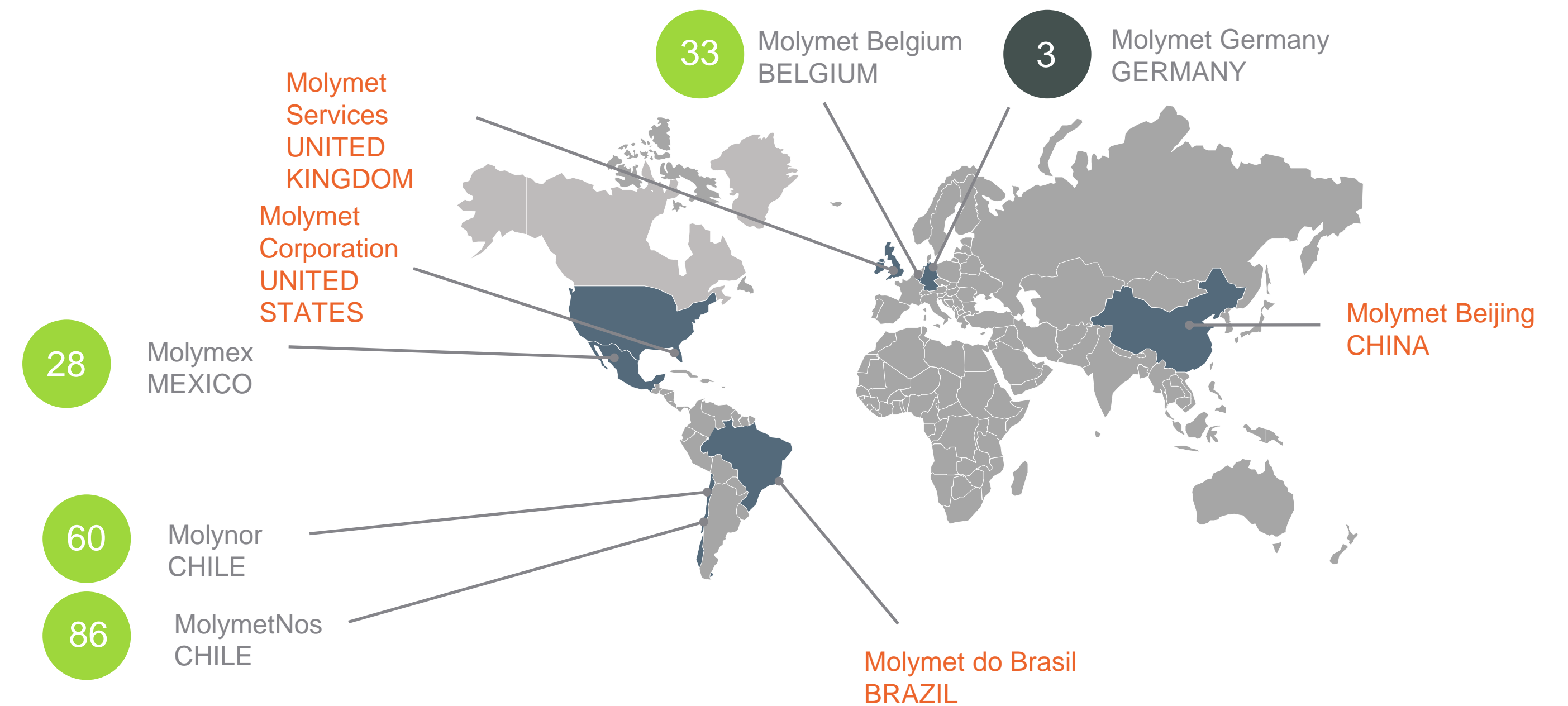
Largest molybdenum processor in the world (35% of world processing capacity).

World molybdenum demand is projected to increase steadily by an average of 2.8%* over the next few years.

* Source: IMO A

Leadership position and global integration

PRODUCTION PLANTS AND COMMERCIAL OFFICES
As of June 30, 2023



- Annual Metallic Molybdenum processing capacity in millions of pounds.
- Annual Molybdenum processing capacity in millions of pounds. Total capacity: 207 million pounds per year.
- Production plants
- Commercial offices



Pillars Strategic

Sustainability

As part of the company's strategic pillars, Molymet continues to progress with the implementation of the Corporate Sustainability Strategy where we have advanced with the development of a Corporate Climate Change Policy and with the measurement of the carbon footprint with scope 3 in the company's subsidiaries.

With respect to our decision to contribute to the UN Sustainable Development Goals (SDGs), we have made progress on the 12 commitments of the Molymet 2030 Sustainability Agenda through the development and implementation of action plans in each of our subsidiaries.

In relation to our participation in international sustainability indexes, we are currently participating in the S&P - Dow Jones Sustainability Index (DJSI) questionnaire in order to measure our progress and identify areas of opportunity to improve our performance in the social, environmental and governance dimensions.

While for the Stakeholders Sustainability Index (SSIndex) we have made progress in incorporating the results into our action plans in line with our Corporate Sustainability Strategy.

In April 2023, we launched our fifth Sustainability Report, corresponding to the 2022 period, which is published on our website: www.molymet.com.

Digital Transformation

Considered as one of the main pillars of Molymet's modernization scheme, the Digital Transformation Strategy seeks to add value from the use and exploitation of digital technologies at the service of Molymet's employees.

Included in the Digital Transformation roadmap are various projects that seek to integrate the different systems to achieve an efficient and effective flow of information between platforms.

In addition, it is important to highlight that the use and incorporation of new technologies must be associated with cybersecurity, contributing to the company's sustainability.

Operational Excellence and LEAN Transformation

Molymet continues to advance on its path to excellence through Lean philosophy and innovation.

The subsidiaries continue to train people and leaders to consolidate the management model based on Lean practices and a culture that favors innovation.

Tools such as TPM (Total Productive Maintenance), VSM (Value Chain Mapping) A3 (problem solving) and 5S's (visual work area management) have been pillars to contribute to operational continuity, improve productivity and optimize costs.

The maturity of the subsidiaries was reflected in two great achievements in this year of 2022: Molymex was recognized and certified by Great Culture to Innovate®. And in Chile, MolymetNos obtained from Kaizen Institute™, through Kaizen™ Awards Chile, the first place in Operational Excellence in Metals category.





2030 Sustainability Agenda

Sustainability has been part of our company and is one of the pillars of Molymet's strategy. As part of this strategy, we have a Corporate Sustainability Strategy focused on generating value for our different stakeholders.

The 2030 Agenda was built on the basis of the Corporate Sustainability Strategy in order to have a roadmap that allows us to focus our efforts in terms of sustainability.

This agenda is composed of 12 commitments with specific goals that seek to generate long-term value for our different stakeholders and contribute to 9 Sustainable Development Goals (SDGs) established by the UN.

Currently, each of the group's subsidiaries has its own 2030 Sustainability Agenda adapted to the local reality and context, and their own initiatives and action plans which in turn contribute to the Corporate 2030 Agenda.

Our 2030 Commitments

8 DECENT WORK AND ECONOMIC GROWTH	Increase the Labor Relations Index by a total of 10 points	6 CLEAN WATER AND SANITATION	Recycle 64% of our water
4 QUALITY EDUCATION	Increase training hours per employee by 15%	6 CLEAN WATER AND SANITATION	Reduce water intensity by 10%
5 GENDER EQUALITY	Improve by 10% the indicators of positive perception of Diversity, Equity and Inclusion	7 AFFORDABLE AND CLEAN ENERGY	Convert 60% of our energy consumption to renewable electric energy
5 GENDER EQUALITY	Ensure 30% of leadership positions are held by women	12 RESPONSIBLE CONSUMPTION AND PRODUCTION	Recover and valorize 40% of our waste
11 SUSTAINABLE CITIES AND COMMUNITIES	Invest at least 1% of net income in community development	9 INDUSTRY, AND INNOVATION INFRASTRUCTURE	Increase the EBITDA contribution from Diversification to 5%
13 CLIMATE ACTION	Reduce 20% of greenhouse gas emissions	9 INDUSTRY, AND INNOVATION INFRASTRUCTURE	Increase innovation investment to at least 1% of total revenue



Long-term relationships with customers and suppliers

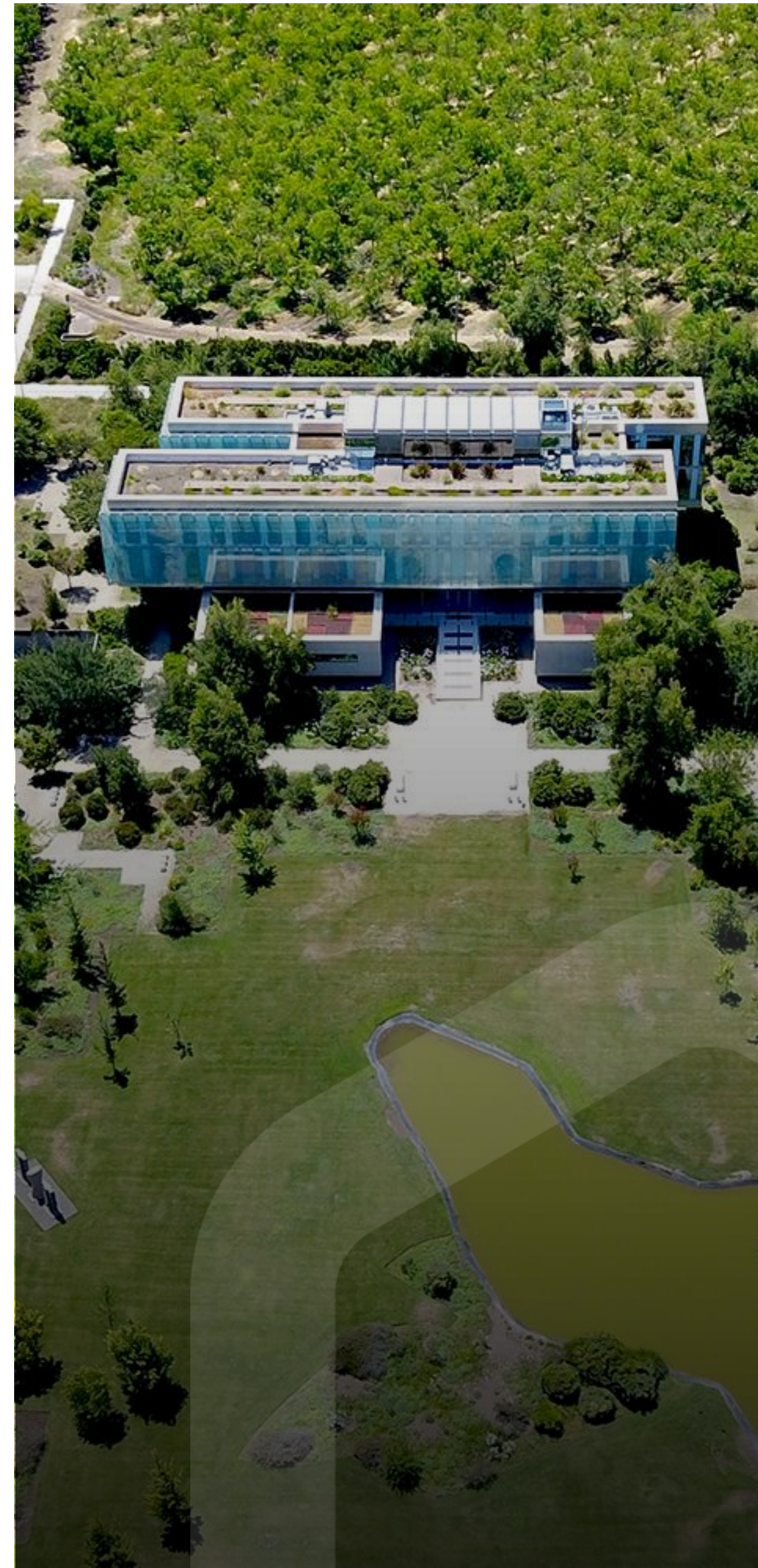
- Production is under medium and long-term contracts.
- Long-term relationships with more than 100 customers worldwide.

Efficiency and appropriate control in cost management

Healthy debt levels

Proprietary technology that allows us to achieve:

- Increased profitability and efficiency.
- Ability to process low-grade molybdenite (unique in the industry).
- Ability to extract by-products: rhenium, copper, sulfuric acid.



Molymet is permanently focused on expanding its processing capacity, increasing its efficiency through new technologies

During 2011, the company moved its corporate offices to a new building constructed at Molymet's main plant: the Nos plant in Chile. This new building was the first in South America to achieve **LEED Platinum certification** and is located in Parque Las Lilas, a park that is more than 120 years old and is surrounded by 123 hectares of walnut trees, which is an economically attractive site with significant future potential.

The houses and landscaping of this park were rescued and remodeled, and are now part of the company's culture and a source of pride for the city.

Molymet is permanently focused on expanding its processing capacity, increasing its efficiency through new technologies, offering customized products and developing long-term relationships with its suppliers and customers, thus strengthening and consolidating the situation of the company, its investors, its customers and its suppliers.

The company's geographic diversification is unique in the industry. The strategic location of its processing plants and commercial offices has allowed the company to achieve advantages in terms of supply and commercial advantages through a more complete and efficient service for its customers.

Out of the by-products that the company is able to recover, the most important for Molymet is rhenium. Rhenium is a transition metal that is rarely found in nature. Its main uses are when it is used as a catalyst and in super alloys in components that are highly resistant to high temperatures, in turbines and engines in the aeronautical industry, among others.



Own sales

Molymet purchases molybdenum concentrates (molybdenite) and uses its own technology for the treatment and processing of the concentrate to produce a wide range of molybdenum products (from molybdenum oxide to pure products) and then sell them to different customers in the world market.

By-products

As a result of the roasting and oxidation process to which molybdenum must be subjected for processing, Molymet recovers by-products that are then sold in the market. These by-products are rhenium, copper cements and sulfuric acid.

Tolling

Companies in the mining industry deliver molybdenite to Molymet to be processed and then returned to the companies as a marketable product. This service involves processing fees in favor of Molymet.

Efficiencies

Molymet has developed proprietary technology that allows it to perfect its oxidation and roasting processes, so that today it is able to reduce its metallurgical losses and achieve metallurgical gains in its processes.





Uses of Molybdenum

MAIN BENEFITS OF USING MOLYBDENUM IN THE DEVELOPMENT OF STEELS:

- Significantly improves hardness.
- Improves resistance to high temperatures.
- Improves corrosion resistance.
- Increases durability.
- Improves machinery efficiency.



MAIN USES OF OUR PRODUCTS

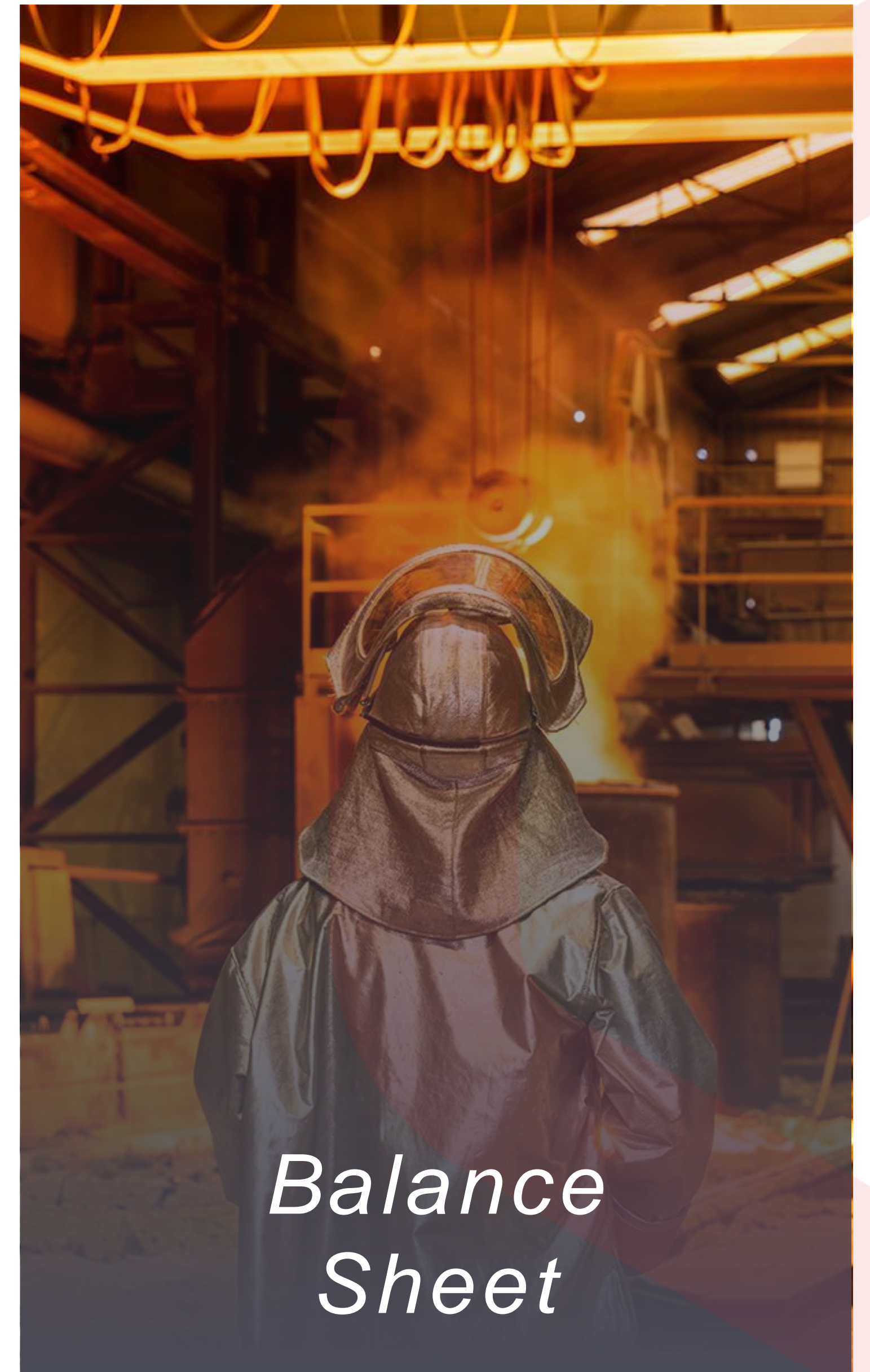
Main Uses	Technical Oxide	FeMo	Pure Mo	Metallic Mo	Rhenium
Stainless Steel	✓	✓			
Fertilizers	✓				
Catalysts			✓		✓
Cast Iron	✓				
High Speed Steels	✓	✓		✓	
Super Alloys			✓	✓	✓
Construction Steels	✓	✓			
Lubricants			✓		

CONSOLIDATED FINANCIAL STATEMENTS





Assets	30-06-2023 THUS\$	31-12-2022 THUS\$	Var. Q2 2023 / 2022
Current assets			
Cash and cash equivalents	353,281	170,235	↑
Other financing assets, current	1,219	3,901	-68.76%
Other non-financing assets, current	9,565	7,516	27.26%
Trade and other receivables, current	306,993	215,660	42.35%
Accounts receivable from related entities, current	48	103	-53.60%
Inventories, current	862,760	961,044	-10.23%
Biological assets, current	11	590	-98.06%
Tax assets, current	38,973	18,745	↑
Total current assets	1,572,850	1,377,794	14.16%
Non-current assets			
Other financing assets, non-current	97,566	24,951	↑
Other non-financing assets, non-current	1,046	1,372	-23.70%
Trade and other receivables, non-current	144	140	2.41%
Inventories, non-current	71,430	78,529	-9.04%
Intangible assets other than goodwill	4,110	4,962	-17.18%
Properties, plant and equipment	464,157	466,744	-0.55%
Right-of-use assets	10,466	11,468	-8.74%
Deferred tax assets	17,202	8,933	92.56%
Total non-current assets	666,122	597,099	11.56%
Total assets	2,238,972	1,974,893	13.37%



Balance Sheet



	30-06-2023 THUS\$	31-12-2022 THUS\$	Var. Q2 2023 / 2022
Equity and liabilities			
Current liabilities			
Other financing liabilities, current	178,333	117,677	51.54%
Current lease liabilities	2,174	2,491	-12.74%
Accounts and other payables, current	290,394	447,385	-35.09%
Tax liabilities, current	4,410	1,512	↑
Employee benefits provisions, current	16,192	22,945	-29.43%
Other non-financial liabilities, current	11,656	24,522	-52.47%
Total current liabilities	503,160	616,532	-18.39%
Non-current liabilities			
Other financing liabilities, non-current	754,584	383,374	96.83%
Non-current lease liabilities	8,388	8,306	0.98%
Other provisions, non-current	513	656	-21.75%
Deferred tax liabilities	79,343	89,055	-10.90%
Employee benefits provisions, non-current	32,562	29,753	9.44%
Total non-current liabilities	875,391	511,144	71.26%
Total liabilities	1,378,551	1,127,676	22.25%
Equity			
Share capital	501,952	501,952	-
Retained earnings	370,120	359,727	2.89%
Other reserves	-13,038	-15,764	-17.29%
Equity attributable to owners of the parent company	859,034	845,915	1.55%
Non-controlling interests	1,387	1,302	6.55%
Total equity	860,421	847,217	1.56%
Total equity and liabilities	2,238,972	1,974,893	13.37%



Income statement	30-06-2023 THUS\$	30-06-2022 THUS\$	Var. Q2 2023 / Q2 2022
Revenue	1,332,634	932,430	42.92%
Cost of sales	-1,242,917	-844,276	47.22%
Gross profit	89,716	88,154	1.77%
Other income, by function	1,597	8,439	-81.07%
Distribution costs	-12,416	-9,652	28.64%
Administrative expenses	-26,876	-24,143	11.32%
Other expenses, by function	-4,103	-3,455	18.76%
Other gains (losses)	545	-708	↑
Profit (loss) from operational activities	48,464	58,635	-17.35%
Financial income	5,920	682	↑
Financial expenses	-27,759	-11,509	↑
Exchange rate differences	-1,185	-654	81.15%
Income (loss) before income taxes	25,439	47,154	46.05%
Income tax expense	-884	-14,602	-93.94%
Profit (loss) from continuing operations	24,555	32,552	-24.57%
Profit (loss)	24,555	32,552	-24.57%
Income (loss), attributable to owners of the controlling company	23,970	32,093	-25.31%
Income (loss), attributable to non-controlling interests	585	459	27.47%
Profit (loss)	24,555	32,552	-24.57%

