

SCOPE METALS GROUP LTD.
AND ITS SUBSIDIARIES

SUMMARY OF INTERIM BALANCE SHEET AND STATEMENT OF
INCOME FOR THE NINE MONTHS ENDED SEPTEMBER 30th, 2013

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SCOPE METALS GROUP LTD.**BALANCE SHEET****Consolidated**

	<u>September 30th</u>		<u>December 31st</u>
	<u>2013</u>	<u>2012</u>	<u>2012</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Audited</u>
<u>In Thousands of US dollars</u>			
<u>CURRENT ASSETS</u>			
Cash and cash equivalents	49,854	34,583	47,217
Marketable securities	2,596	2,014	2,108
Trade receivables, net	103,830	90,453	90,269
Other receivables	5,543	4,189	4,013
Inventory	<u>147,891</u>	<u>159,499</u>	<u>148,753</u>
	<u>309,714</u>	<u>290,738</u>	<u>292,360</u>
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<u>NON CURRENT ASSETS</u>			
Prepaid leasing payments	72	152	132
Employees benefits assets, net	41	-	42
Property and equipment	79,283	81,211	80,043
Goodwill	1,234	1,271	1,254
Intangible assets	3,465	3,706	3,630
Deffered taxes	<u>1,517</u>	<u>3,134</u>	<u>1,699</u>
	<u>85,612</u>	<u>89,474</u>	<u>86,800</u>
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	<u>395,326</u>	<u>380,212</u>	<u>379,160</u>
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The amounts were translated into US \$ at a rate of 3.537 NIS =1 US\$

SCOPE METALS GROUP LTD.**BALANCE SHEET****Consolidated**

	<u>September 30th</u>		<u>December 31st</u>
	<u>2013</u>	<u>2012</u>	<u>2012</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>

In Thousands of US dollars**CURRENT LIABILITIES**

Short - term credit from banks and others	5,530	4,286	3,550
Current maturities of long term loans from banks, debentures and others	61,893	60,203	60,057
Trade payables	33,671	27,822	25,721
Other payables	<u>10,169</u>	<u>9,328</u>	<u>9,433</u>
	<u>111,263</u>	101,639	98,761
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NON CURRENT LIABILITIES

Long - term loans from banks and others	119,245	102,927	105,761
Debentures	9,707	19,164	19,042
Employee benefits liabilities	-	27	-
Deferred taxes	<u>9,815</u>	<u>9,167</u>	<u>9,320</u>
	<u>138,767</u>	131,285	134,123
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TOTAL LIABILITIES

	<u>250,030</u>	232,924	232,884
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EQUITY

Issued share capital	4,163	4,163	4,163
Premium and capital funds	103,061	103,061	103,061
Treasury stock	(61)	(61)	(61)
Retained earnings	45,587	41,284	42,995
Foreign currency translation fund	<u>(7,454)</u>	<u>(1,159)</u>	<u>(3,882)</u>
	<u>145,296</u>	147,288	146,276
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	<u>395,326</u>	380,212	379,160
	=====	=====	=====

November 20th, 2013

SCOPE METALS GROUP LTD.**STATEMENT OF INCOME****Consolidated**

	For the For the nine Months ended September 30th		For the three Months September 30th		For the year ended December 31st
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2012</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Audited</u>
<u>In Thousands of US dollars (except Earnings Per Share data)</u>					
Sales turnover	273,664	244,973	89,085	81,254	327,504
Cost of goods sold	211,186	<u>188,514</u>	68,727	<u>62,987</u>	<u>253,170</u>
Gross profit	62,478	56,459	20,358	18,267	74,334
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Selling and marketing expenses	31,903	31,835	10,856	10,566	42,383
General and administrative expenses	10,680	<u>11,438</u>	3,581	<u>3,814</u>	<u>14,841</u>
Operating income before other expenses	19,895	13,186	5,921	3,887	17,110
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Other expenses (income), net	55	14	(2)	20	99
Operating income	19,840	13,172	5,923	3,867	17,011
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Finance income	1,075	802	373	257	1,123
Finance expenses	6,774	<u>7,646</u>	2,628	<u>2,457</u>	<u>9,360</u>
	5,699	6,844	2,255	2,200	8,237
Income before taxes on income	14,141	6,328	3,668	1,667	8,774
Taxes on income	3,854	<u>2,180</u>	1,452	<u>634</u>	<u>2,921</u>
Net income	10,287	4,148	2,216	1,033	5,853
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<u>Net income per share attributed to the company's shareholders (NIS)</u>					
Basic and Deluted income	0.94	0.38	0.20	0.10	0.54
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