ALBA SE

Mid-year financial report of ALBA SE and its affiliated Subsidiaries (Group)

for the period January 1, 2013, through June 30, 2013

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The share

The ALBA SE shareholders voted, with a large majority at the General Shareholders' Meeting on May 28, 2013, in favour of changing ALBA SE from a dualistic to a monistic system and of the corresponding recommendation to amend the Company's statutes. Once the new statutes were recorded in the commercial register on July 16, 2013, the Board of Directors and the Supervisory Board were replaced with a Board of Administration with two executive directors and four non-executive members. The reason for changing from a dualistic to a monistic system is the integration of ALBA SE into the parent ALBA Group plc & Co. KG, Berlin, and the associated potential of a trimmer and more flexible management and control structure for ALBA SE.

ALBA Group plc & Co. KG, parent of ALBA SE, and its affiliated subsidiaries comprise the ALBA Group. The ALBA Group is one of the ten largest environmental services, recycling and secondary resource trading companies worldwide. The Group's business activities prevent the release of several million tons of environmentally harmful greenhouse gases every year.

ALBA Group plc & Co. KG is the major shareholder of ALBA SE. Voting rights of ALBA Group plc & Co. KG, Berlin, are to be attributed to Dr. Axel Schweitzer and Dr. Eric Schweitzer in accordance with Section 22, paragraph 1, clause 1 (1) of the German Securities Trading Act via ALBA Finance plc & Co. KGaA, ALBA Finance Holding plc, ALBA Group Europe plc, Alpsee Ltd. and Eibsee Ltd., each with statutory headquarters in London, UK, and administrative headquarters in Berlin. On June 30, 2013, these voting rights arose from 8,395,849 shares (85.324 percent). The remaining 14,676 are publicly held and no part of this free float exceeds the 3 percent threshold.

Movements in European share prices were dominated by the national debt crisis and economic developments in the first half of 2013. The ALBA SE share proved to be relatively unimpressed by the resulting volatile trends. The ALBA SE share opened up with a plus of EUR 3.08 on January 2, 2013, on the Frankfurt stock exchange, compared to the closing price in 2012 of EUR 67.78. The closing price in January was EUR 63.00. Subsequently, the share moved rather horizontally until the end of the reporting period and closed on June 30 at EUR 60.30.

Interim Group Management Report

for the period from January 1, 2013, to June 30, 2013

The business activities of ALBA SE and its affiliated subsidiaries (the ALBA SE Group) are divided into two segments – Steel and Metals Recycling and Services.

A control and profit transfer agreement was entered into between ALBA Group plc & Co. KG, Berlin, (ALBA KG) as controlling company, and ALBA SE as controlled company. Under the agreement ALBA KG is required, at the request of any external shareholder of ALBA SE, to acquire his bearer shares with a notional share in capital stock of EUR 2.60 per share for cash compensation of EUR 46.38 for each ALBA SE share (cash compensation offer).

Those external ALBA SE shareholders preferring not to accept the cash compensation offer are entitled to receive a recurring payment for the duration of the agreement (equalisation payment). The equalisation payment amounts to EUR 3.94 gross per ALBA SE share for each full fiscal year minus corporate taxes plus a solidarity surcharge according to the rate applicable to these taxes for the relevant fiscal year.

A legal challenge under the German Award Proceedings Act regarding the level of the cash compensation and equalisation payment is pending at the District Court in Cologne.

The District Court of Cologne in initial oral proceedings on April 20, 2012, elucidated the assertions of the petitioner and the respondent (ALBA KG) and decided on June 15, 2012, to commission a new expert opinion to undertake an independent calculation of the Company's value "taking into account the relevant explanations provided to an appropriate degree" by mid-2014.

A. Framework conditions

1. General Economic Development

The global economy expanded moderately in the first months of the current fiscal year. Albeit at a relatively low level, the economy stabilised. This stabilisation was largely due to the relatively robust development in the US and Japan, as well as in important emerging economies, and in contrast to the recession in the Eurozone.

The economy in the Eurozone continued to shrink on the whole in the first half of 2013. However, differences between individual member states continued to be sharp. Global excess capacity in the steel industry, the massive European steel crisis and continued pressures on prices also had a negative impact on the collection and treatment sector of steel scrap. It was significantly influenced by material scarcity on the purchasing side.

Economic developments in Germany were slowed by the recession and austerity measures in many EU countries. Additionally, demand stimuli from countries outside the EU were weaker than originally forecast. The most important support to the economy was private consumption.

2. Changes in Legal Framework Conditions

No changes have taken place since the publication of the 2012 annual report. The working draft on the Electrical and Electronic Equipment Act (ElektroG) initially announced for the end of 2012 is still pending and is expected only in the new legislative period.

B. Course of business

1. Sales Revenues and Earnings

Against the backdrop of the continuing massive European steel crisis, lower than anticipated demand for non-ferrous metals from China and lower prices for scrap than in the same period in the previous year, the ALBA SE Group recorded a decline in earnings and sales revenues in the mid-year figures. Earnings were, moreover, depressed by expenses for restructuring measures. Restructuring includes personnel and organisational measures, as well as optimisation of the investment portfolio.

Earnings before shares in earnings in associated companies, interest and taxes (EBIT) amounted to EUR 11.53 million in the period under review (same time period in the previous year: EUR 20.52 million). Earnings before taxes (EBT) totalled EUR 5.64 million (previous year: EUR 13.40 million). When adjusted for restructuring expenses in the amount of EUR 4.25 million, EBIT amounts to EUR 15.78 million and EBT to EUR 9.89 million.

Consolidated group sales revenues amount to EUR 876.67 million (previous year: EUR 1,055.00 million).

The Steel and Metals Recycling segment generated turnover of EUR 719.26 million (previous year: EUR 889.34 million).

Sales in the Services segment amounted to EUR 161.98 million (same period in the previous year: EUR 170.61 million).

Sales between the two segments of EUR 4.57 million (previous year: EUR 4.95 million) were consolidated. Inter-segment consolidations in EBIT amounted to EUR 0.01 million (previous year: EUR 0.01 million) and the EBT to EUR 0.01 million (previous year: EUR 0.00 million).

2. Steel and Metals Recycling

The Steel and Metals Recycling segment operated in a persistently difficult market environment in the first half of 2013, with high levels of uncertainty, reduced demand and lower prices than anticipated at the beginning of the year. This was aggravated by rising material shortages. The market situation has significantly impacted sales, as well as revenues and earnings, in the segment. Margins - squeezed by the competitive situation - also had an adverse effect on earnings.

During the first half of the year crude steel production increased globally by 2.0 percent compared to the first six months of the previous year, while in Europe the previous year's levels could not be sustained. Crude steel production dropped by 5.1 percent in the first six months of 2013 in the EU-

27, compared to the first half of 2012, in Germany by 0.9 percent. The global rise in crude steel production is primarily the result of developments in Asia. The German steel scrap business was barely able to participate: In the first quarter of 2013, 30 percent less steel scrap was exported than in the same period in the previous year; in the second quarter export prices dropped significantly below domestic prices, therefore exports were not lucrative. A further negative factor in terms of steel scrap demand was lower prices for iron ore and pig iron.

Except for the month of January, steel scrap prices dropped continuously in the first six months of 2013; in June in particular there were considerable price discounts. According to the steel business association the price for type 1 fell by EUR 24.20 per ton to EUR 234.30 per ton in June alone. The price of the leading scrap type 2 was at EUR 291.40 per ton in June of this year compared to EUR 326.20 per ton in June of 2012.

The prices for non-ferrous metals continued to fall since mid-February with an interim brief recovery and were at the lowest level of the current year at the end of June. The price of copper plummeted to its lowest level in three years. The reasons for this include an excess in supply, for example, due to new mining projects or weak demand from China. China's market share in the global copper market is 40 percent.

INTERSEROH Scrap and Metals Holding GmbH, Dortmund acquired 65 percent of ZG Balkan Holding GmbH (currently under the name of ALBA Balkan Holding GmbH, Berlin) at the end of 2012. It operates twelve scrap yards in Croatia, Bosnia-Herzegovina, Serbia, Montenegro and Romania. As part of the acquisition of the companies named above, companies established for this purpose also acquired four ships suitable for transporting scrap. The Turkish anti-trust authorities approved the transaction on February 7, 2013. The transfer of control took place on March 6, 2013. The ALBA Group bolstered its role as leading provider for Steel and Metals Recycling with this purchase transaction. In addition, the Company improved its position as scrap supplier to Turkey. Interseroh thus climbed into the top ten of active scrap suppliers in Turkey, one of the booming European markets.

3. Services

The Services segment evidenced a slight drop in sales revenues and higher earnings in the first half of 2013 compared to the same period in the previous year. This result was influenced by the expansion of, and further operational improvement in, the business segments, a cost structure efficiency and optimisation programme, business-related effects from other periods and other special effects.

Sales revenues and operating earnings were at approximately the previous year's levels in the area of sales packaging recycling. The market share in light packaging (LVP) averaged 8.0 percent in the first half of 2013 (same period previous year: 8.2%), the share in glass was 6.8 percent (same period in the previous year: 7.4%), and in cardboard/paper/carton (PPK) 9.1 percent (first half of 2012: 9.3 percent).

In 2011 INTERSEROH Dienstleistungs GmbH, Cologne, signed the certificate of the National Association of German Waste Disposal, Water Management and Raw Materials Sectors (BDE). The annual inspections of certificate provisions, especially regarding correct compliance with the regulatory statutes of the packaging ordinance as established by the enforcement authorities, were once again undergone successfully. As a result, customers now also receive external confirmation of the legal certainty of compliance with the statutory rules.

Partly significantly lower quantities were reported in transport packaging recycling due to economic conditions. Furthermore, paper prices were considerably below those of the same time last year and, therefore, marketing proceeds as well.

REPASACK Gesellschaft zur Verwertung gebrauchter Papiersäcke mbH, Wiesbaden, recorded sales revenues and earnings at the level of the same period in the previous year.

The business segment of 'multiway transport packaging/pooling' continued to be expanded. As a result, sales could be increased moderately over the same period in the previous year, despite the decline in transported quantities brought about by weather conditions. Efficiency enhancement measures resulted in cost reductions that had a slightly positive effect on earnings.

Despite the termination of a short-term major project, which had a positive impact on sales and earnings in the first six months of 2012, the sales quantities of the plastic new goods substitute procyclen® remained constant in the first half of 2013 and sales revenues and earnings from the business unit of recycled resource were correspondingly stable. New plastic compounds based on High Density Polyethylene (HDPE) and Polysterene (PS) are ready to be marketed. In April procyclen® received the German Industry Prize for 2013 in the 'Service and Service Provision' category.

Sales and earnings from the INTERSEROH Pfand-System GmbH, Cologne, dropped in the first half of 2013 compared to the same period in the previous year. This is primarily due to the fact that some major customers have performed tallying of disposable packaging in-house, which has resulted in falling tallying and recycling quantities in the deposit system. The Company was able to achieve an early extension in tallying, recycling and transport contracts with a major customer, as well as a contract extension with a large tallying and marketing customer.

The business unit of Recycling Solutions Interseroh was able to again expand its business volume and thus increase sales and earnings, due to quantity increases in plastics marketing and the expansion of services in the facility management segment. Furthermore, the business unit concluded additional contracts with key customers in the areas of food retail, automotive and trading.

Direct marketing (opting) of the electrical and electronic equipment delivered to the municipalities by the population again resulted in slightly falling collection orders in the WEEE business unit in the first half of 2013. This was associated with declining sales in the return and recycling of electrical and electronic waste equipment. The business unit was, however, successful in maintaining earnings at the previous year's level by means of structural adjustment measures.

Sales and earnings of INTERSEROH Product Cycle GmbH, Cologne, dealing with ink and toner cartridges, were significantly lower in the first half of 2013 compared to the same period of the previous year. The main reason for this was the high level of supply of knock-offs of original cartridges and the resulting lower prices for empties.

Compared to the first half of 2012 INTERSEROH Austria GmbH, Vienna, Austria, was forced to accept declines in sales and earnings during the first six months of 2013. The primary reason for this was the extension of the operation of the collection and recycling system for commercial packaging suspended in March of 2013 on formal grounds. The Company legally processed commercial packaging via the subsidiary, profitara austria GmbH, Vienna, Austria, in the second quarter of the current fiscal year. The new application was approved by the relevant environmental ministry for 10 years on July 16, 2013, so that systems operation was resumed for Interseroh customers in the second half of the year based on the new approval notification. Moreover, rate fees for collection systems were under strong competitive pressure in the first half of the year.

Sales and earnings of the Eastern European subsidiaries were above the level of the same period in the previous year.

C. Presentation of Net Assets, Financial Position and Results of Operations

1. Results of Operations

The Group's earnings are down by EUR 7.22 million to EUR 4.88 million as at June 30, 2013, compared to the same period in the previous year. While the Steel and Metals Recycling segment incurred a loss of EUR 10.80 million (previous year: a profit of EUR 1.23 million), earnings in the Services segment rose from EUR 10.85 million to EUR 15.66 million.

Earnings in the Steel and Metals Recycling segment have been influenced by restructuring measures totalling EUR 4.25 million, in addition to declines in margins and sales. Restructuring expenses include measures to reduce staffing levels in the amount of EUR 3.20 million, as well as impairment expenses related to assets that are part of a group held for sale in the amount of EUR 1.05 million.

Sales revenues have fallen by 16.90 percent to EUR 876.67 million. Gross profits (sales revenues plus change in inventory minus cost of materials) dropped from EUR 135.48 million to EUR 119.68 million (-11.66%). The gross profit margin has risen from 12.84 percent to 13.65 percent as a result. This increase is, in particular, the result of positive special effects in the Services segment.

The rise in other operating income is due chiefly to higher income from the reversals of liabilities, as well as greater IT services rendered to companies in the ALBA Group.

Personnel expenses remain virtually unchanged when adjusted by the aforementioned restructuring expenses.

Other operating expenses are 5.94 percent lower than the same period of the previous year at EUR 84.03 million. This reduction reflects lower business volumes.

2. Net Assets

Total assets at EUR 592.04 million have risen by 3.52 percent compared to December 31, 2012.

INTERSEROH NRW GmbH, Dortmund, has been sold under a purchase agreement dated August 8, 2013, as part of the restructuring measures. Accordingly, all assets and liabilities attributable to the company are classified as a group held for sale and separately recorded in the balance sheet.

The increase in trade receivables by 14.18 percent to EUR 177.47 million is due simply to the cut-off date. The cash pooling receivables from ALBA KG reported as at December 31, 2012, in the amount of EUR 26.36 million has become a liability in the amount of EUR 23.20 million as at June 30, 2013. The decline of EUR 49.56 million is mainly the result of financing the increase in trade receivables (EUR 22.04 million), as well as the payment of the liability under the profit transfer agreement of ALBA SE to ALBA KG in the amount of EUR 35.28 million.

The change in the cash pooling balance resulted in a corresponding reduction of current financial assets and an increase in current financial liabilities. Moreover, other current liabilities were reduced primarily by the amount of the liability related to the profit transfer.

EUR 3.04 million of the restructuring expenses for reducing staffing levels explained in the section on the results of operations are included in current provisions.

3. Financial Position

The ALBA SE Group continues to be integrated in the financing of the ALBA Group. This guarantees that the ALBA SE Group has adequate liquid resources available.

The level of cash and cash equivalents reported in the cash flow statement includes the balance from cash pooling in addition to the liquid resources reported in the balance sheet.

Cash and cash equivalents amount to EUR -17.04 million as at June 30, 2013.

D. Additional Disclosures

1. Events After the Balance Sheet Date

The change of ALBA SE from a dualistic to a monistic system resolved at the Annual General Meeting became effective once the new statutes were recorded in the commercial register as at July 16, 2013.

Scrap and Metals Holding GmbH has entered into an agreement to sell its shares in INTERSEROH NRW GmbH dated August 8, 2013. The effectiveness of this contract is contingent upon the agreement of the Federal Cartel Authority and the committees of the contractual partner.

The ALBA SE Group has started operations of a new export terminal in the port of Amsterdam in the Netherlands effective August 12, 2013. The lease agreement for the terminal in Dordrecht (also in the Netherlands) in turn was terminated. The new area, at 27,000 square metres, is almost five times larger than the terrain in Dordrecht.

2. Board of Directors and Supervisory Board

Effective January 1, 2013, the ALBA SE Supervisory Board appointed Rob Nansink as ordinary member of the Board of Directors. There were no personnel changes either within the Company's Board of Directors or its Supervisory Board in the first half of 2013 until the change to the monistic system.

Since July 16, 2013, ALBA SE is being managed and controlled by a Board of Administration. Members of the Board of Administration include Dr. Axel Schweitzer as Chairman, CEO and member of the Board of Directors of ALBA Group plc & Co. KG, as well as – simultaneously as Executive Directors – Joachim Wagner, member of the Board of Directors of ALBA Group plc & Co. KG, and Robert Nansink, member of the Board of Directors of ALBA SE since January 1, 2013. The committee is completed by Martin Becker-Rethmann, member of the Board of Directors of ALBA Group plc & Co. KG, Eric Oliver Mendel, member of the Board of Directors of ALBA Group plc & Co. KG, and Dr. Werner Holzmayer, auditor, attorney and tax consultant at Ebner Stolz Mönning Bachem Audit, Tax Consultants and Attorneys Partnership, Cologne.

3. Employees

In the first half of 2013 the ALBA SE Group employed an average of 1,968 individuals, not including trainees (previous year: 1,910). The increase of employees resulted inter alia from the first-time consolidation of the ALBA Balkan companies as at March 1, 2013 (30 employees).

4. Risk Management and Internal Control System

In principle ALBA SE’s Executive Directors are responsible for the scope and design of the monitoring systems instituted, such as the risk management system (RMS) and internal control system (ICS). The systems are adapted to the relevant company-specific conditions, centrally coordinated and reviewed on a regular basis.

Please refer to the 2012 annual report for details on the design of the RMS in the ALBA SE Group.

The ICS, as it relates to the Group's accounting system, is presented in detail in the 2012 annual report to which reference is made at this point as well. There were no significant changes in the first half of 2013.

5. Environment and Sustainability

Interseroh published its first sustainability report on June 5, 2013. It highlights the commitment of the environmental and recycling service provider to sustainable development as a systems provider. In the sustainability report of 2012, Interseroh has for the first time documented in detail and systematically how its own processes, as well as projects with customers, are designed with a view to ecological and social compatibility. The report presents key developments and indicators for 2010 to 2012 and includes the ALBA Group's areas of sorting for light packaging and facility management in addition to Interseroh's service business. It complies with the internationally applicable guidelines of the Global Reporting Initiative (GRI) and was prepared with the application level B+.

The integrated management system (ISO 9001:2008, ISO 14001, BS OHSAS 18001) of INTERSEROH Dienstleistungs GmbH and its subsidiaries, as well as its affiliate INTERSEROH Management GmbH, Cologne, was confirmed by the certifier in the context of a monitoring audit without any deviations in the first half of 2013.

Environmental management measures resulted in considerable energy savings, for instance, at INTERSEROH Pool System GmbH, Cologne, by changing the disinfection process, and at REPASACK Gesellschaft zur Verwertung gebrauchter Papiersäcke mbH by installing a new energyoptimised disintegrator. Both conversions resulted in savings of at least 20 percent after initial consumption values.

E. Anticipated Developments

1. Risks and Opportunities Report

The ALBA SE Group risk management system is geared towards identifying and assessing risks and opportunities early on, in order to introduce appropriate measures in timely fashion. Relevant risks and opportunities are continuously monitored and followed up for early identification, assessment and management.

Below we will go into detail only about the changes in risk in the current fiscal year and new measures of risk protection. All further risks have not changed significantly in the first half of 2013 compared to risks explained in detail in the ALBA SE 2012 annual report.

Environmental protection

The ALBA SE Group actively continued to follow the implementation of the European Industrial Emissions Directive (IED) in the first half of 2013. The directive became part of German law effective May 2, 2013. Core legal standards in the field of facilities approval, such as the Federal Emissions Protection Act and the Federal Water Act, were adjusted as expected. The so-called 'IED facility' is newly created under facilities law; it imposes higher requirements for the operator and the responsible authorities with regard to monitoring.

Various facilities in the metal recycling segment, such as large shredders and individual scrap yards, are affected by this. Currently, the effects of these changes in the law are being analysed at the level of individual facilities in cooperation with the technical division of the ALBA Group. Several purposes are pursued with this step. The transition deadlines for existing facilities provided for under the law should be efficiently utilised, for instance. A review is also taking place as to whether the IED status of individual facilities in the Group can lapse again due to adjustments in existing approvals, without creating significant operational restrictions. The decisions on this are to be worked out over the upcoming months together with the relevant management and sales force. In a second step they will be agreed upon with the responsible approval authorities and implemented. Work in this respect will last at least the entire second half of 2013.

The effects of the IED on the ALBA SE Group as a whole will only be of minor significance during 2013 due to the transition periods.

Segments

The default risk for receivables in the Steel and Metals Recycling segment has become more acute given the market environment described above.

Companies secure their receivables by means of trade credit insurance and letters of credit or comparable instruments. Furthermore, the market is being more intensively monitored. The segment has implemented weekly reporting for this purpose in 2013 showing the receivables default risks. The risk of further reductions in the trade credit insurance limits and restricted sales possibilities as a result exists due to the current steel crisis in Europe.

The Services segment is greatly dependent on regulatory requirements. This was clearly shown by the suspended extension in the operation of collection and recycling systems for commercial packaging in Austria in the first half of 2013. The segment continues to accelerate its expansion into further systems services not regulated by legislators in order to reduce this dependency.

Opportunities are perceived especially in the organisational consolidation of the Steel and Metals Recycling segment of ALBA SE with the Waste Operations & Trading segment of the ALBA Group. The consolidation of know-how and the common utilisation of sites allow customers and suppliers to be offered waste disposal services from a single source. This enhances synergy potential and trims processes. Furthermore, the restructuring measures already introduced should have the effect of improving earnings in future.

The risks identified do not at present indicate that they are likely to jeopardise the existence of the ALBA SE Group.

2. Outlook

a) General Economic Development

Economic experts anticipate that the global economy will pick up its pace slightly. However, powerful acceleration is unlikely to materialise. The recovery is still vulnerable to disruptions in the financial markets or due to a rise in raw materials prices. Growth forecasts are being adjusted downwards. China, too, will grow significantly more slowly than the previous year at an anticipated 7 percent.

A quick recovery in the economic situation cannot be anticipated for the Eurozone. The risk of new setbacks is great. The recession will continue in the crisis countries for the time being; positive growth rates will be marginal. On the whole, gross domestic product should diminish by 0.6 percent in 2013. The differences between the individual member states continue to be significant.

Economists are expecting an increase in gross domestic product of 0.6 percent on average during the year. This will be driven by the domestic economy, specifically by construction and equipment expenditures and private consumption.

Estimates of the short to medium-term development of the ALBA SE Group are based on current expectations and assumptions regarding the effects of future events and economic conditions on the operational companies.

b) Developments in the Segments

After a weak first half of the year, forecasts for the steel industry for the second half of 2013 are cautiously positive. Management is anticipating moderate price increases for steel scrap from the third quarter of 2013. A slight recovery in quantity compared to the first half of the year is also expected. One reason for this is the increase in disassemblies in the summer months.

In the case of non-ferrous metals, continuing price drops, especially for copper and aluminium, are forecast. Demand for non-ferrous metals should stabilise in the second half of 2013.

Management is assuming a slight decline in sales for fiscal 2013 compared to the previous year, as well as a significantly greater decline in earnings before taxes.

Management is anticipating fairly constant sales revenues for the Services segment for fiscal 2013 compared to the previous year. Management continues to believe that earnings will be considerably lower than in 2012. Reasons for this include significant competitive pressure, as well as the assessment that raw materials prices will remain at low levels until the end of 2013, and that the special effects of the second half of 2012 will not be repeated to the same extent in the second half of 2013.

c) Developments of the Group

Management assumed a rise in sales, as well as a moderate increase in earnings before taxes in fiscal 2013, as at December 31, 2012. Currently a sales decline and a considerable reduction in earnings before taxes compared to the previous year are expected for fiscal 2013.

The liquidity required for the ALBA SE Group is assured to a great extent by participation in the cash pooling process. Any requirements beyond the short-term liquidity available can be covered completely at all times by rolling cash credit lines granted by commercial banks.

Consolidated Interim Financial Statements

for the period from January 1 to June 30, 2013

ALBA SE, Cologne

Consolidated Balance Sheet

as at June 30, 2013

ASSETS	30.06.2013 EUR	31.12.2012 EUR
Non-current assets		
Intangible assets	116,255,570.88	117,858,985.91
Property, plant and equipment	74,195,721.18	83,686,168.64
Financial assets accounted for under the at-equity method	8,672,358.43	8,980,614.87
Financial assets	1,497,230.62	981,024.58
Other receivables	1,290,626.94	1,438,332.02
Deferred tax assets	6,415,940.06	5,806,039.10
	208,327,448.11	**218,751,165.12**
Current assets		
Inventories	102,981,641.81	108,769,216.71
Trade receivables	177,471,359.21	155,431,649.86
Financial assets	8,046,017.99	34,478,000.54
Other receivables	44,993,230.94	39,238,774.17
Income tax refund claims	736,213.68	2,576,705.22
Cash and cash equivalents	12,809,552.06	12,673,546.00
Assets that belong to a group classified as held for sale	36,678,131.05	0.00
	383,716,146.74	**353,167,892.50**
	592,043,594.85	**571,919,057.62**

INTERIM GROUP MANAGEMENT REPORT

	30.06.2013 EUR	30.06.2013 EUR	31.12.2012 EUR	31.12.2012 EUR
Shareholders' equity				
Subscribed capital and reserves attributable to the parent company				
Subscribed capital	25,584,000.00		25,584,000.00	
Reserves	153,372,181.85	178,956,181.85	149,992,784.40[1]	175,576,784.40[1]
Minority interests in equity		8,867,819.48		6,814,795.91
		187,824,001.33		182,391,580.31[1]
LIABILITIES				
Non-current liabilities				
Payments to employees under pension commitments	19,196,147.52		27,082,692.64[1]	
Other non-current provisions	6,454,601.94		7,091,574.07	
Deferred tax liabilities	5,506,215.51		5,376,157.80	
Financial liabilities	8,071,222.37		9,194,973.11	
Trade liabilities	122,292.11	39,350,479.45	109,138.99	48,854,536.61[1]
Current liabilities				
Provisions	13,252,043.64		10,912,198.41	
Income tax liabilities	8,757,045.02		8,340,996.92	
Financial liabilities	66,053,913.59		39,547,541.35	
Trade liabilities	197,729,860.26		199,216,745.46	
Other current payments to employees				
Other liabilities	45,979,603.57		82,655,458.56	
Liabilities allocated to the group held for sale	33,096,647.99	364,869,114.07	0.00	340,672,940.70
		404,219,593.52		389,527,477.31[1]
		592,043,594.85		571,919,057.62[1]

[1]) Adjustment based on the first-time application of the amended IAS 19

ALBA SE, Cologne

Consolidated Income Statement

for the period from January 1 to June 30, 2013

	1st half year 2013 EUR	1st half year 2012 EUR
1. Sales revenues	876,667,865.39	1,054,999,386.13
2. Reduction/increase in inventory of finished work and work in progress	1,521,174.88	-6,255,165.42
3. Other operating income	39,571,464.68	34,449,872.36
4. Cost of materials	758,507,771.64	913,260,602.92
5. Personnel costs	53,940,441.02	51,256,060.48[1]
6. Depreciation on intangible assets and on property, plant and equipment	9,746,054.49	8,814,723.68
7. Other operating expenses	84,027,879.27	89,337,413.49
8. Profit shares in associated companies, accounted for under the at-equity method	-114,063.43	515,179.29
9. Financial income	1,956,250.63	1,709,685.02
10. Financial expenses	7,736,717.87	9,349,332.06
11. Earnings before taxes	5,643,827.86	13,400,824.75[1]
12. Income tax expense	762,746.20	1,296,545.22
13. Earnings after taxes	4,881,081.66	12,104,279.53[1]
14. of which shares in income to be attributed to minority interests	128,177.22	618,607.08
15. of which shares in income to be allocated to shareholders of the parent company	4,752,904.44	11,485,672.45[1]
16. Earnings per share	0.48	1.17

[1]) Adjustment based on the first-time application of the amended IAS 19

INTERIM GROUP MANAGEMENT REPORT

ALBA SE, Cologne

Exhibit of Income and Expense Recorded in Group Equity

(Overall Group Result)

for the period from January 1 to June 30, 2013

	1st half year 2013 EUR million	1st half year 2012 EUR million
Group result	**4.88**	**12.10**[1]
of which attributable to minority interests	0.13	0.62
Amounts that are not reclassified in the income statement in future periods		
Actuarial gains and losses from defined benefit plans	0.00	-3.12[1]
Amounts that may be reclassified in the income statement in future periods		
Changes in the fair value of derivatives used for hedging purposes (including deferred taxes)	-0.16	2.97
Changes in adjustment items due to currency conversion	-1.40	0.46
Changes in adjustment items due to currency conversion of companies accounted for at equity	-0.19	0.20
Results not recognised in income	**-1.75**	**0.51**[1]
of which attributable to minority interests	-0.38	-0.23
Overall Group result	**3.13**	**12.61**[1]
of which attributable to minority interests	-0.25	0.39
of which attributable to ALBA SE shareholders	3.38	12.22[1]

[1]) Adjustment based on the first-time application of the amended IAS 19

INTERIM GROUP MANAGEMENT REPORT

ALBA SE, Cologne

Consolidated Statement of Changes in Equity

in the period from January 1, until June 30, 2013

	Note no.	Parent company				
					Cumulative other consolidated earnings	
		Subscribed capital	Capital reserve	Earned consoli-dated equity	Adjustment item from foreign currency conversion	Actuarial gains and losses
		EUR million	EUR million	EUR million	EUR million	EUR million
As at January 1, 2012		25.58	38.61	134.75	-2.26	0.00
IAS 19 amendments						-2.01
As at January 1, 2012		25.58	38.61	134.75[1]	-2.26	-2.01[1]
Dividends paid	27					
Changes in the scope of consolidation						
Capital transaction with changes in the share of holdings	28					
Other changes						
Consolidated earnings				11.48[1]		
Amounts directly recorded in equity					0.89	-3.12[1]
Total consolidated earnings						
Profit transfer to ALBA Group plc & Co. KG						
As at June 30, 2012		**25.58**	**38.61**	**146.23[1]**	**-1.37**	**-5.13[1]**
As at December 31, 2012		25.58	38.61	132.13	-0.64	0.00
IAS 19 amendments				0.09		-8.17
As at December 31, 2012		25.58	38.61	132.22[1]	-0.64	-8.17[1]
Dividends paid	27					
Changes in the scope of consolidation						
Capital transaction with changes in the share of holdings	28					
Other changes						
Consolidated earnings				4.75		
Amounts directly recorded in equity					-1.21	
Total consolidated earnings						
Profit transfer to ALBA Group plc & Co. KG						
As at June 30, 2013		**25.58**	**38.61**	**136.97**	**-1.85**	**-8.17**

		Parent company		Minority shareholders	Consolidated equity
	Note no.	Other non-cash transactions	Equity	Minority capital	
		EUR million	EUR million	EUR million	EUR million
As at January 1, 2012		-17.74	178.94	6.10	185.04
IAS 19 amendments			-2.01		-2.01
As at January 1, 2012		-17.74	176.93[1]	6.10	183.03[1]
Dividends paid	27				
Changes in the scope of consolidation					
Capital transaction with changes in the share of holdings	28				
Other changes					
Consolidated earnings			11.48	0.62	12.10
Amounts directly recorded in equity		2.97	0.74	-0.23	0.51
Total consolidated earnings			12.22	0.39	12.61
Profit transfer to ALBA Group plc & Co. KG					
As at June 30, 2012		**-14.77**	**189.15[1]**	**6.49**	**195.64[1]**
As at December 31, 2012		-12.02	183.66[1]	6.81	190.47[1]
IAS 19 amendments			-8.08		-8.08
As at December 31, 2012		-12.02	175.58[1]	6.81	182.39[1]
Dividends paid	27			-0.25	-0.25
Changes in the scope of consolidation				2.55	2.55
Capital transaction with changes in the share of holdings	28				
Other changes					
Consolidated earnings			4.75	0.13	4.88
Amounts directly recorded in equity		-0.16	-1.37	-0.38	-1.75
Total consolidated earnings			3.38	-0.25	3.13
Profit transfer to ALBA Group plc & Co. KG					
As at June 30, 2013		-12.18	**178.96**	**8.86**	**187.82**

[1]) Adjustment based on the first-time application of the amended IAS 19

ALBA SE, Cologne

Consolidated Cash Flow Statement

from January 1 to December 31, 2012

	1st half year 2013 EUR million	1st half year 2012 EUR million	2012 EUR million
Consolidated income	4.88	12.10[1]	33.43[1]
Income tax expense	0.76	1.30	4.33
Income from investments	0.15	-0.36	-0.89
Finance income	5.74	7.48	13.44
Consolidated EBIT	11.53	20.52[1]	50.31[1]
Amortisation/depreciation on intangible assets and property, plant and equipment	9.75	8.81	17.88
Gains from asset disposals	-0.52	-0.97	-1.62
Changes in pension and other provisions	2.76	4.72	0.21
Changes in net operating assets	-38.10	-12.86	20.94
Interest payments	-5.86	-6.59	-13.03
Income tax payments	-0.92	-3.91	-3.31
Cash flow from operating activity	-21.36	9.72	71.38
Payments for shares in companies	-2.72	-0.01	-0.02
Cash acquired from the purchase of shares in companies	0.03	0.02	0.02
Payments received from the sale of shares in companies	0.90	2.06	2.89
Investments in property, plant and equipment (not including finance leases)	-2.81	-5.55	-11.23
Other investment	-0.92	0.00	-0.53
Cash flow from investment activity	-5.52	-3.48	-8.87
Assumption of financial debt	10.53	4.71	1.07
Repayment of financial debt	-3.53	-80.02	-83.90
Repayment of financial lease liabilities	-0.67	-2.87	-2.29
Transactions with owners	0.00	15.21	0.00
Dividends to minority shareholders	-0.25	-0.34	-0.34
Profit transfer to ALBA Group plc & Co. KG	-35.28	0.00	-30.11
Cash flow from financing activity	-29.20	-63.31	-115.57
Changes in cash and cash equivalents	-56.08	-57.07	-53.06
Cash and cash equivalents at the beginning of the period	39.03	76.88	92.09
Cash and cash equivalents at the end of the period	-17.05	19.81	39.03

Comments on cash and cash equivalents at the end of the period

	1st half year 2013 EUR million	1st half year 2012 EUR million	2012 EUR million
Cash and cash equivalents acc. to the balance sheet	12.81	24.39	12.67
Cash and cash equivalents allocated to a group held for sale	0.05	0.00	0.00
Cash pooling	-23.20	-4.58	26.36
Cash pooling allocated to a group held for sale	-6.71	0.00	0.00
Cash and cash equivalents at the end of the period	-17.05	19.81	39.03

[1]) Adjustment based on the first-time application of the amended IAS 19

Condensed Notes to the Consolidated Interim Financial Statements

for the period January 1 to June 30, 2013

ALBA SE, Cologne

1. Information on the Company

ALBA SE has its head office in Cologne. Its business address is: Stollwerckstrasse 9a, 51149 Cologne. The condensed consolidated interim financial statements for the first half of 2013 include, in addition to the Company, its subsidiaries and holdings in associated companies (collectively termed the ALBA SE Group).

The ALBA SE Group is one of the leading environmental services and raw materials providers in Europe. As service provider, the ALBA SE Group organises recycling processes and, as supplier to steel works, smelters and foundries, supplies processing industries. The ALBA SE Group's business operations are divided into two segments – Steel and Metals Recycling and Services.

According to the control and profit transfer agreement with ALBA Group plc & Co. KG, Berlin, (hereinafter ALBA KG) the latter guarantees external shareholders of ALBA SE a recurrent payment, a so-called equalisation payment, for the duration of the agreement, for each full fiscal year in the gross amount of EUR 3.94 per ALBA SE share, minus corporate taxes plus a solidarity surcharge according to the rate applicable to these taxes for the relevant fiscal year.

The condensed consolidated interim financial statements covering the first six months of fiscal 2013 were released for publication upon resolution of the Executive Directors of the Board of Administration on August 13, 2013.

2. Accounting Policies

The condensed consolidated interim financial statements for the period January 1 through June 30, 2013, are prepared in accordance with the International Financial Reporting Standard (IFRS) IAS 34 "Interim Financial Reporting".

The condensed consolidated interim financial statements do not contain all information and notes required under IFRS for the consolidated interim financial statements at the end of the fiscal year and should be read in conjunction with the consolidated interim financial statements of December 31, 2012.

Accounting policies applied in preparing the condensed consolidated interim financial statements reflect the methods used in the consolidated interim financial statements for the fiscal year ending December 31, 2012, except in the case of new or revised standards. This also applies to the principles and methods relating to the required assumptions and estimates in the interim financial statements.

A detailed description of the accounting policies is contained in the notes to the consolidated interim financial statements of December 31, 2012, and published in the annual report of 2012.

The new or revised accounting standards are detailed below:

IFRS 13 – Fair value measurement
The new standard IFRS 13 establishes uniform requirements for determining fair values. The relevant subject-related IFRS, however, continue to govern the cases in which fair value measurement must be used or whether the fair value is to be indicated in the notes.

The first-time application of IFRS 13 as at January 1, 2013, did not result in any significant variations in the determination of fair values for the ALBA SE Group.

IAS 1 – Presentation of other comprehensive income
The amendment of IAS 1 was implemented for the first time in the present interim consolidated interim financial statements. The items of other comprehensive income that are later reclassified in the income statement (‘recycling’) are in future to be presented separately from items in other comprehensive income that will never be reclassified. In addition the relevant tax effects must be presented separately for both of these categories of 'other comprehensive income'.

IAS 19 - Employee Benefits (revised 2011)
The revised IAS 19 has been mandatory since January 1, 2013. This does away with the previously existing option for actuarial gains and losses from defined benefit pension plans, according to which they could be either recorded directly in the income statement, recorded without impacting income in equity or recorded according to the so-called corridor method. The revision of IAS 19 stipulates that actuarial gains and losses may only be recorded immediately in equity (other comprehensive income). The amounts collected in equity remain there and are not transferred to the income statement in subsequent periods either. As a result the income statement remains permanently free of the effects of actuarial gains and losses.

A further modification consists of using the same interest rate to determine anticipated income from plan assets as for discounting pension obligations. In addition, past service costs will in future be recorded against income in full in the period of the related plan changes.

Since the ALBA SE Group has hitherto used the corridor method, the new regulation resulted in a change in accounting method. In accordance with the transition rules, the first-time application of the revised IAS 19 took place retrospectively in the ALBA SE Group. Depending on the amount of the actuarial gains and losses existing on the relevant cut-off date, which have been included off-balance sheet to date under the corridor method, retained earnings were adjusted in the balance sheets as at December 31, 2012, by EUR -8.08 million, as at June 30, 2012, by EUR -5.05 million and as at

January 1, 2012 by EUR -2.01 million without impacting the income statement (excluding the offsetting effects from deferred taxes). Provisions or asset values from pensions, as well as net income, were adjusted correspondingly.

Furthermore, adjustments to the income statement as at June 30, 2012, in the amount of EUR 0.04 million as the result of the reversal of the amortisation of actuarial gains and losses were required.

A detailed description of the accounting policies is contained in the notes to the consolidated interim financial statements of December 31, 2012, and published in the annual report of 2012.

3. Scope of Consolidation

Below is a summary of the change in the scope of consolidation in the interim period under review.

Number of companies	fully consoli-dated	valued at equity	not included due to immateriality			Total
			Holding > 50%	Holding >= 20% <= 50%	Holding < 20%	
Balance 1.1.	35	3	15	11	3	67
Additions	7	0	11	0	0	18
Disposals	0	0	0	0	0	0
Balance 30.06.	42	3	26	11	3	85

The companies acquired or included in consolidation for the first time in fiscal 2013 were, taken individually and together, of minor significance with regard to the Group’s net assets, financial position and results of operations and its payment flows.

INTERSEROH Scrap and Metals Holding GmbH, Dortmund, signed an agreement on December 21, 2012, to acquire 65 percent of the shares of ALBA Balkan Holding GmbH, Berlin (previously ZG Balkan Holding GmbH, Berlin), hereinafter referred to as ALBA Balkan companies. The latter had in turn previously signed an agreement to acquire all shares in ALBA Balkan Recycling SRL Bucharest, Romania (previously "Reukema Balkan SRL"). ALBA Balkan Recycling SRL for its part holds all shares in ALBA Metali d.o.o., Pancevo, Serbia (previously: "Reukema Metali BH d.o.o., Pancevo, Serbia"), as well as ALBA Metali BH d.o.o., Doboj/Bosnia-Herzegovina (previously: "Reukema Metali BH d.o.o., Doboj, Bosnia-Herzegovina").

The companies together operate twelve scrap yards in Croatia, Bosnia-Herzegovina, Serbia, Montenegro and Romania.

In the course of the acquisition of the companies mentioned, five transport companies – Black Sea Shipping BBS GmbH, Berlin, MV Croatia Shipping GmbH & Co. KG, Berlin, MV Italia Shipping GmbH & Co. KG, Berlin, MV Spania Shipping GmbH & Co. KG, Berlin, and MV Helvetia Shipping GmbH & Co. KG., Berlin – were newly established as fully-owned subsidiaries of ALBA Balkan Holding GmbH. These companies acquired appropriate ships for transporting scrap as part of the transaction.

The goal of the acquisition is to expand activities in the Balkans and to strengthen the position as supplier for steel works in Turkey.

Transfer of control under the transaction took place on March 6, 2013.

The fair value applicable at the time of acquisition of the transferred consideration in the amount of EUR 3.55 million is composed of cash in the amount of EUR 2.36 million, as well as of the contribution in the capital reserves of EUR 1.19 million attributable on a pro-rated basis to the minority shareholder.

Ancillary acquisition costs incurred during the acquisition in the amount of EUR 0.23 million are recorded under other operating expense.

The amounts reflecting the assets and liabilities of the acquired companies and business units recorded at the time of acquisition or first-time consolidation can be found in the table below:

	ALBA Balkan companies EUR million
Intangible assets	0.01
Property, plant and equipment	3.37
Inventories	3.63
Trade receivables	1.78
Financial assets	0.02
Other receivables	1.67
Income tax claims	0.13
Cash and cash equivalents	0.03
Total assets	**10.64**
Financial liabilities	5.51
Trade payables	0.96
Other liabilities	0.09
Total liabilities	**6.56**
Fair value of net assets	4.08
Minority interests in net assets	1.43
Net assets of shareholders	2.65
Acquisition costs	3.55
Goodwill	**0.90**

The fair values have to date only been calculated on a provisional basis, since the precise analysis of the distribution of the purchase price over the acquired assets and assumed liabilities has not yet been finalised.

The minority shares reflect the pro-rated identifiable net assets of the ALBA Balkan companies.

Goodwill reported includes both forecast cash inflows as Steel and Metals Recycling provider in the Balkans, as well as the synergy effects based on the improved position as scrap supplier to Turkey.

Financial assets and other receivables do not include any impairments, so that at the time of acquisition, gross and carrying values reflect the provisionally determined fair values. Trade receivables include gross amounts due in the amount of EUR 2.00 million, of which at the time of acquisition EUR 0.22 million are deemed uncollectible and are therefore recorded as impairment losses.

The ALBA Balkan companies earned the following sales revenues and earnings during the period from March 1 to June 30, 2013:

	Sales EUR million	Earnings EUR million
ALBA Balkan companies	20.66	-0.28

If the acquisition had taken place as at January 1, 2013, the consolidated sales proceeds would have been EUR 883.07 million and consolidated income for the first half of 2013 EUR 4.36 million according to management estimates.

The following cash outflows resulted from the acquisition of the ALBA Balkan companies.

	Cash EUR million
Cash inflows of ALBA Balkan companies	0.03
Purchase price payment	-2.36
Cash outflows	-2.33

4. Sales Group

As part of the restructuring measures within the Steel and Metals Recycling segment the sale of INTERSEROH NRW GmbH, Dortmund, was initiated in the first half of 2013. The company is active in the Steel and Metals Recycling segment for steel plants domestically and abroad. The assets and liabilities of the sales group as at June 30, 2013 are depicted in the table below.

	INTERSEROH NRW GmbH EUR million
Goodwill	0.05
Property, plant and equipment	8.17
Inventories	7.78
Trade receivables	16.30
Financial assets	0.48
Other receivables	3.84
Cash and cash equivalents	0.05
Total assets	**36.68**
Provisions for pensions and similar obligations	7.92
Other provisions	1.02
Financial liabilities	10.65
Trade payables	11.71
Other liabilities	1.79
Total liabilities	**33.10**

Due to the change in the intention for use, goodwill attributable to INTERSEROH NRW GmbH in the amount of EUR 1.10 million was subjected to an impairment test. The recoverable amount was determined based on the contractually agreed purchase price minus selling costs still to be incurred. The result was a write-down of goodwill in the amount of EUR 1.05 million. The write-down is recorded under the item 'Write-downs of intangible assets and property, plant and equipment'.

The value in use of the remaining cash generating unit Steel and Metals Recycling was not significantly affected by the sale of INTERSEROH NRW GmbH.

5. Provision

A provision for the reduction of staffing levels in the amount of EUR 3.04 million was created as part of the restructuring measures in the Steel and Metals Recycling segment. This is reported under current provisions.

6. Explanations Regarding the Cash Flow Statement

During the period under review cash flow from operating activities shows cash outflows in the amount of EUR 21.36 million (previous year: cash inflows of EUR 9.72 million). This reflects, in addition to lower EBIT, the expansion of working capital in the change in net operating assets.

Cash flow from investment activities decreased due to the cash inflows and outflows from the acquisition of the ALBA Balkan companies from EUR -2.04 million to EUR -5.52 million.

Cash outflows from financing activities dropped significantly compared to the same period in the previous year. In the comparator period the refinancing of the ALBA SE Group especially impacted repayment of financial liabilities.

The liability under the profit transfer agreement of ALBA SE to ALBA KG has come due for payment already in the first half of the year as compared to the same period in the previous year.

Cash and cash equivalents as total of the liquid resources reported in the balance sheet and the cash pooling receivables, as well as the corresponding components allocated to the sales group, amount to EUR -17.05 million as at the balance sheet date (previous year: EUR 19.81 million). The balances included in the level of cash and cash equivalents are subject to minimal value fluctuation risks only.

7. Segments

The companies of ALBA SE are divided into two segments, whereby all companies that undertake Steel and Metals Recycling are assigned to the eponymous segment.

The remaining companies, including ALBA SE, are allocated to the services segment.

Segment revenues and earnings in the interim reported period are shown as follows:

	Steel and Metals Recycling		Services		Cross-segment consolidations		Group	
	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012
	EUR million		EUR million		EUR million		EUR million	
Sales revenues	719.17	889.26	157.50	165,74	0.00	0.00	876.67	1,055.00
External sales	0.09	0.08	4.48	4.87	-4.57	-4.95	0.00	0.00
Sales between the segments	719.26	889.34	161.98	170.61	-4.57	-4.95	876.67	1,055.00

	Steel and metals recycling		Services		Cross-segment consolidations		Group	
	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012	1st half year 2013	1st half year 2012
	EUR million		EUR million		EUR million		EUR million	
Segment earnings	-4.33	12.50 [1]	15.74	8.53 [1]	0.01	0.01	11.42	21.04 [1]
Therein contained shares in profit of associated companies accounted for under the at-equity method	-0.11	0.52	0.00	0.00	0.00	0.00	-0.11	0.52
Segment EBIT	-4.22	11.98 [1]	15.74	8.53 [1]	0.01	0.01	11.53	20.52 [1]
Included non-cash contributions:								
-Depreciation on tangible assets and property, plant and equipment								
scheduled	6.91	6.99	1.79	1.83	0.00	0.00	8.70	8.82
extraordinary	1.05	0.00	0.00	0.00	0.00	0.00	1.05	0.00
-Transfers to provisions	3.12	0.17	5.27	6.01	-0.23	0.00	8.16	6.18
-Liquidation of liabilities and provisions	0.00	0.31	19.08	12.54	0.00	0.00	19.08	12.85
-Transfers to bad debt allowances	1.36	0.63	1.01	1.25	0.00	0.00	2.37	1.88
-Reversal of impairment losses	0.49	0.14	1.06	3.67	0.00	0.00	1.55	3.81
<u>Reconciliation:</u>								
Segment earnings							11.42	21.04 [1]
+ Financial income							1.96	1.71
of which interest income	0.53	0.97	1.48	3.26	-0.05	-2.52	1.96	1.71
-Financial expenses							-7.74	-9.35
of which interest expense	-7.03	-10.70	-0.71	-1.18	0.05	2.69	-7.69	-9.19
-Tax expenses							-0.76	-1.30
<u>Consolidated profit acc. to income statement</u>							4.88	12.10 [1]

Segment assets and segment liabilities have developed as follows compared to December 31, 2012:

	Steel and Metals Recycling		Services		Cross-segment consolidations		Group	
	1st half year 2013	31.12. 2012	1st half year 2013	31.12. 2012	1st half year 2013	31.12. 2012	1st half year 2013	31.12. 2012
	EUR million		EUR million		EUR million		EUR million	
Segment assets	467.98	419.81	111.66	111.51	-4.31	-3.25	575.33	528.07
including:								
- Interests in associated companies	8.67	8.98	0.00	0.00	0.00	0.00	8.67	8.98
Reconciliation: Segment assets							575.33	528.07
+ Long-term financial assets							1.50	0.98
+ Deferred tax assets in accordance with IAS 12							6.42	5.81
+ Current financial assets							8.05	34.48
+ Tax refund claims In accordance with IAS 12, income taxes							0.74	2.58
Consolidated assets according to the balance sheet							592.04	571.92
Segment liabilities	184.86	156.15[1]	156.22	185.12[1]	-25.25	-14.20	315.83	327.07[1]
Reconciliation:								
+ Deferred tax liabilities in accordance with IAS 12							5.51	5.38
+ Non-current financial liabilities							8.07	9.19
+ Tax liabilities in accordance with IAS 12, income taxes							8.76	8.34
+ Current financial liabilities							66.05	39.55
Consolidated liabilities according to the balance sheet							404.22	389.53[1]
Investments in long term assets	5.84	11.36	1.05	1.34	0.00	0.00	6.89	12.70

[1]) Adjustment based on the first-time application of the amended IAS 19

8. Financial Instruments

The following financial instruments are reported in the consolidated interim financial statements:

30.06.2013	Total		Amortised acquisition cost		Fair value	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
	EUR million	EUR million	EUR million	EUR million	EUR million	EUR million
<u>Assets</u>						
Loans and receivables						
Cash and cash equivalents	12.81	12.81	12.81	12.81		
Trade receivables	177.47	177.47	177.47	177.47		
Other original financial assets	9.60	9.60	9.60	9.60		
	199.88	199.88	199.88	199.88		
Available for sale						
Holdings	1.35	n/s	1.35	n/s		
	1.35	0.00	1.35	0.00		
Derivates associated with hedging	2.16	2.16			2.16	2.16
	203.39	**202.04**	**201.23**	**199.88**	**2.16**	**2.16**
<u>Liabilities</u>						
Payables						
Trade payables	197.85	197.85	197.85	197.85		
Liabilities to banks	13.72	13.72	13.72	13.72		
Obligations under finance leases	6.86	6.86	6.86	6.86		
Other original financial liabilities	60.77	60.77	59.74	59.74	1.03	1.03
	279.20	279.20	278.17	278.17	1.03	1.03
Held for trading						
Forward exchange transactions	0.48	0.48			0.48	0.48
	0.48	0.48			0.48	0.48
Derivates associated with hedging	1.40	1.40			1.40	1.40
	281.08	281.08	278.17	278.17	2.91	2.91

The fair values of trade receivables, other original financial assets, cash and cash equivalents, trade payables, other short-term liabilities and liabilities with variable interest rates are equivalent to their carrying amounts.

Investments in the amount of EUR 1.35 million are measured at acquisition cost, since it is not possible to determine the fair values reliably. This involves financial instruments not quoted on an exchange for which no active market exists. A sale of the investments measured at acquisition costs is currently not anticipated.

All financial assets and liabilities measured at fair value are to be assigned to category 2 in the fair value hierarchy in accordance with IFRS 7. This means that fair values are derived from information directly or indirectly observable other than listed market prices (according to an assessment of market conditions). Moreover, there are further immaterial liabilities in category 3. In this category, fair values of non-observable input factors are used.

9. Related Party Disclosures

There have been no significant changes with respect to related parties compared to December 31, 2012. Please refer to the details provided in the annual report of 2012.

10. Events After the End of the Interim Reporting Period

The change of ALBA SE from a dualistic to a monistic system resolved at the Annual General Meeting became effective once the new statutes were recorded in the commercial register as at July 16, 2013.

Scrap and Metals Holding GmbH has entered into an agreement to sell its shares in INTERSEROH NRW GmbH dated August 8, 2013. The effectiveness of this contract is contingent upon the agreement of the Federal Cartel Authority and the committees of the contractual partner.

The ALBA SE Group has started operations of a new export terminal in the port of Amsterdam in the Netherlands effective August 12, 2013. The lease agreement for the terminal in Dordrecht (also in the Netherlands) in turn was terminated. The new area, at 27,000 square metres, is almost five times larger than the terrain in Dordrecht.

11. Audit Review

The consolidated interim financial statements for the period January 1 to June 30, 2013, and the interim management report as at June 30, 2013, have neither been subject to audit review nor audited according to § 317 of the German Commercial Code (HGB).

12. Assurances of Legal Representatives

We affirm that, to the best of our knowledge, and in line with the applicable accounting principles the consolidated interim financial statements present a true and fair view of the Group's net assets, financial position and results of operations and that the interim Group management report reflects the course of business, including the business results and situation of the Group, such that an accurate picture is conveyed and the key risks and opportunities of the Group's anticipated developments in the remaining months of this year are described.

Cologne, August 13, 2013

ALBA SE

Executive Directors

Joachim Wagner (Spokesperson)
Rob Nansink

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