

SCOPE METALS GROUP LTD.
AND ITS SUBSIDIARIES

SUMMARY OF INTERIM BALANCE SHEET AND STATEMENT OF
INCOME FOR THE SIX MONTHS ENDED JUNE 30th, 2021

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

	<u>June 30th</u>		<u>December 31st</u>
	<u>2021</u>	<u>2020</u>	<u>2020</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	107,831	88,195	107,265
Short-term investments	4,534	-	-
Cash in escrow	674	683	682
Marketable securities	5,161	3,683	4,609
Trade receivables, net	89,710	73,217	79,549
Other receivables	9,967	9,817	9,304
Inventory	<u>144,232</u>	<u>158,903</u>	<u>142,709</u>
	362,109	334,498	344,118
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<u>NON CURRENT ASSETS</u>			
Long-term investments	500	5,255	4,986
Prepaid leasing payments	230	239	212
Property and equipment	132,550	131,803	130,743
Assets under lease	7,489	7,028	6,485
Goodwill	1,697	1,682	1,693
Intangible assets	3,579	3,624	3,619
Deffered taxes	<u>182</u>	<u>221</u>	<u>168</u>
	146,227	149,852	147,906
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	<u>508,336</u>	<u>484,350</u>	<u>492,024</u>
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The amounts were translated into US \$ at a rate of 3.26 NIS =1 US\$

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

	<u>2021</u>	<u>2020</u>	<u>2020</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
	<u>June 30th</u>		<u>December 31st</u>
<u>In Thousands of US dollars</u>			
<u>CURRENT LIABILITIES</u>			
Short-term credit from banks	9,200	10,115	10,573
Current maturities of long-term loans from banks, and others	81,678	86,475	87,022
Current maturities of leasing	1,548	1,075	1,138
Trade payables	27,000	27,551	23,161
Other payables	<u>16,463</u>	<u>8,020</u>	<u>11,221</u>
	135,889	133,236	133,115
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<u>NON CURRENT LIABILITIES</u>			
Long-term loans from banks and others	210,845	196,342	220,518
Employees benefits liabilities, net	1,411	1,378	1,470
Long-term liabilities of leasing	5,564	6,235	5,645
Other long - term payables	2,297	3,532	1,804
Deferred taxes	<u>10,491</u>	<u>9,481</u>	<u>10,439</u>
	230,608	216,968	239,876
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<u>TOTAL LIABILITIES</u>			
	366,497	350,204	372,991
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<u>EQUITY</u>			
Share capital	4,714	4,517	4,517
Premium and capital funds	125,369	111,851	111,851
Treasury Stock	(2,228)	-	-
Retained earnings	42,688	40,912	32,457
Foreign currency translation fund	<u>(28,704)</u>	<u>(23,134)</u>	<u>(29,792)</u>
	141,839	134,146	119,033
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	508,336	484,350	492,024
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August 1st, 2021

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

	<u>Consolidated</u>				
	For the six months ended June 30th		For the three months ended June 30th		For the year ended December 31st
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2020</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Audited</u>
	<u>In Thousands of US dollars (Except Earnings (Loss) Per Share Data)</u>				
Sales turnover	201,411	164,798	108,732	75,912	338,306
Cost of goods sold	<u>124,867</u>	<u>115,008</u>	<u>65,255</u>	<u>53,013</u>	<u>233,651</u>
Gross profit	76,544	49,790	43,477	22,899	104,655
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Selling and marketing expenses	29,026	25,328	14,897	12,587	51,439
General and administrative expenses	<u>12,164</u>	<u>8,911</u>	<u>6,763</u>	<u>3,786</u>	<u>18,760</u>
Operating income before other expenses	35,354	15,551	21,817	6,526	34,456
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Other expenses, net	13	306	40	314	415
Operating income	35,341	15,245	21,777	6,212	34,041
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Finance income	900	151	426	42	1,045
Finance expenses	<u>4,233</u>	<u>4,498</u>	<u>2,132</u>	<u>1,775</u>	<u>8,560</u>
	3,333	4,347	1,706	1,733	7,515
Income before taxes on income	32,008	10,898	20,071	4,479	26,526
Taxes on income	<u>7,680</u>	<u>2,751</u>	<u>4,845</u>	<u>1,176</u>	<u>6,737</u>
Net income	24,328	8,147	15,226	3,303	19,789
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<u>Net income per share attributed to the company's shareholders (NIS)</u>					
Basic and diluted income per share	2.13	0.75	1.34	0.30	1.82
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