



Results as of 30 September 2014

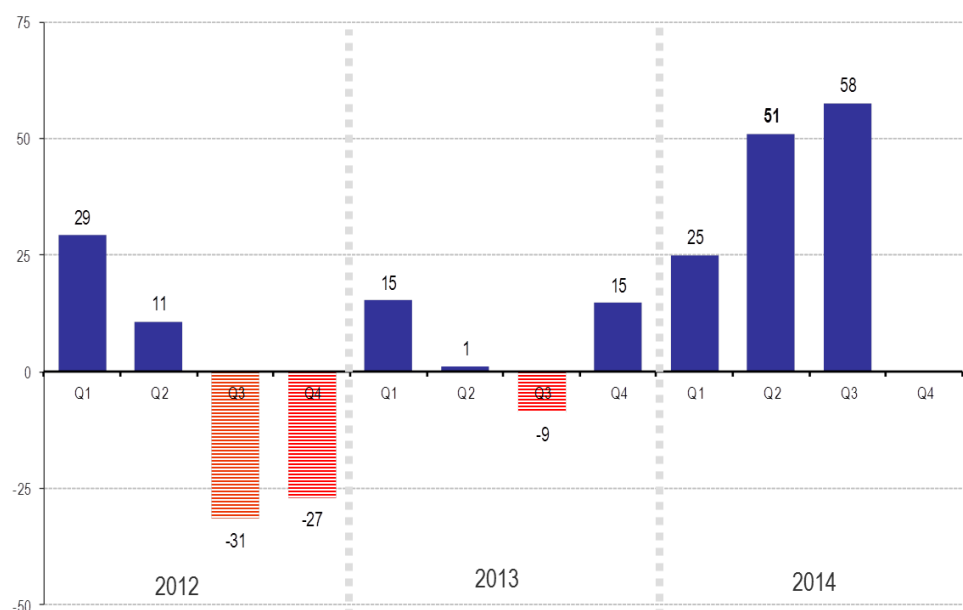


Results as of 30 September 2014

- In the first nine months of the year, Acerinox has achieved a profit after taxes and minorities of 133.8 million euros
- Improvement in factory activity, advances in efficiency programs, cost reduction and good performance from the American market have allowed us to achieve a result that is 18.3 times higher than that of the same period last year
- The EBITDA generated as of September, 352.9 million euros, is 125% higher than the same period in 2013
- The Group's net sales and production has increased 9% and 8% respectively with regard to the same period last year
- The third quarter profit after taxes and minorities amounted to 57.7 million euros (-8.8 million euros in the third quarter of 2013). The quarterly EBITDA is 139.9 million euros, an improvement of 272% on the third quarter of the previous year (37.6 million euros)
- In July, Acerinox distributed a dividend of 0.449 euros per share through a scrip dividend. The 51% of shareholders chose to take on new shares
- The European Commission is analysing the anti-dumping proceeding against imports from China and Taiwan of cold-rolled stainless steel flat products
- Acerinox, world leader in the reduction of CO2 emissions according to the association Carbon Disclosure Project

Results after taxes and minorities

Million euros



Stainless Steel Market

Stainless steel production has grown by 10.6% in the first half of 2014 to 20.9 million tonnes, according to data published by the ISSF (International Stainless Steel Forum). China stands out with an increase of 16.7%.

Production of Stainless Steel
Thousands of tonnes

		1H 2013	1H 2014	Variation
Europe/Africa	thousand Mt	4,259	4,416	3.7%
Americas		1,195	1,386	16.0%
Asia w/o China		4,319	4,450	3.0%
China		9,159	10,687	16.7%
Total		18,932	20,939	10.6%

Source: ISSF

The price of nickel in the third quarter remained stable until mid-September when there was a severe correction in the light of uncertain macroeconomic prospects.



Europe

In the first nine months, apparent consumption has evolved satisfactorily (+18%). This is due to the restocking of products manufacture with stainless steel. However, in recent months also increased stockholders inventories. This and the stagnation of the European economy will determine a correction in demand in the fourth quarter.

Last 26 June, the European Commission accepted anti-dumping procedures against imports of cold-rolled flat stainless steel products from China and Taiwan. Proceedings are taking their course and at the moment they are analysing the information from the various European producers.

Following the announcement of the anti-dumping case, and before any corrective measures are imposed in 2015, there has been a significant increase in imports from Taiwan and China. We hope that provisional measures will be dictated to curb this effect, as it puts at risk the benefits capacity reductions made by European producers.



Source: Metal Bulletin

North America

The industrial production index in the United States grew 4.1% in August compared to the same month last year, which supports a positive evolution of demand that has risen, according to our estimates, by 6%.

The confidence of our clients in the American economy has allowed North American Stainless to keep a stable portfolio of orders. Transport, energy and automobiles are still leading in the sectors of consumption.

In these market circumstances, North American Stainless continues to work to full capacity.

The positive situation of the American market has allowed us to consolidate the price increases made in the first half. The new rises will depend on the difference in price with other markets.

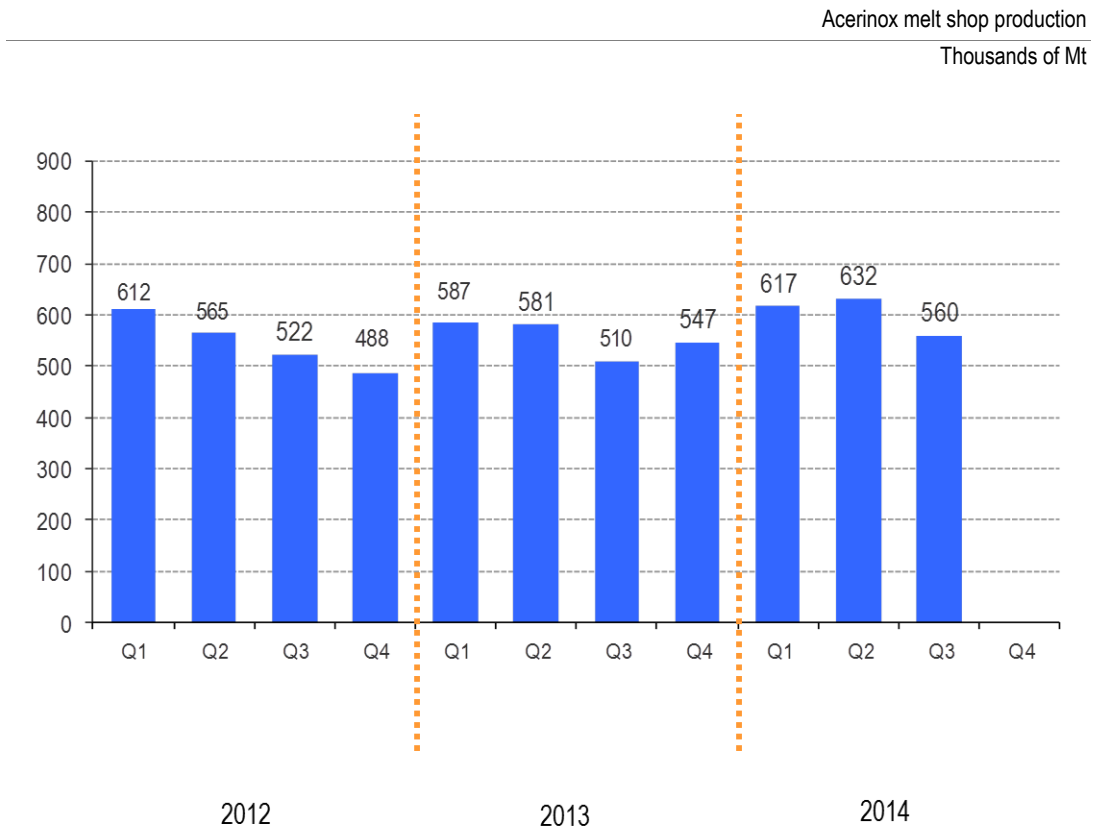
Asia

Apparent consumption of stainless steel is estimated to be 7%, despite the lower growth rate of China's economy,. For its part the rest of Asia, without China, has grown 4%. Countries in the ASEAN area continue to enjoy sustained growth of 5%.

Overcapacity in the region, and the aggressiveness of Chinese producers, keep prices at very low levels.

Production

Acerinox's melt shop production, 1,809,253 tonnes, is 7.8% higher than in the first nine months of the previous year.



Hot-rolling production, at 1,585,728 tonnes, is 8.3% higher than for the same period in the previous year.

For its part, cold-rolling production, at 1,180,402 tonnes, has increased by 6.5% with regard to the first nine months of 2013.

Acerinox Production							
Thousands of Mt							
		2014				2013	
		1Q	2Q	3Q	4Q	Accumulated	Jan - Sep
Melting shop	Thousand Mt	617.5	631.6	560.2		1,809.3	1,677.7
Hot rolling shop		542.0	552.0	491.8		1,585.7	1,463.9
Cold rolling shop		384.5	411.7	384.2		1,180.4	1,108.8
Long product (Hot rolling)		62.4	64.0	61.1		187.5	169.4

Results

The Group's turnover from January to September, 3,295 million euros, has increased by 8.5% compared to the same period the previous year. This increase is largely due to the 10% increase in the sales of physical units, despite working with lower average prices.

EBITDA, 352 million euros, is 125.3% higher than that of the previous financial year. EBITDA for the third quarter was 140 million euros, improving by 272.2% on the third quarter of the previous year (38 million euros).

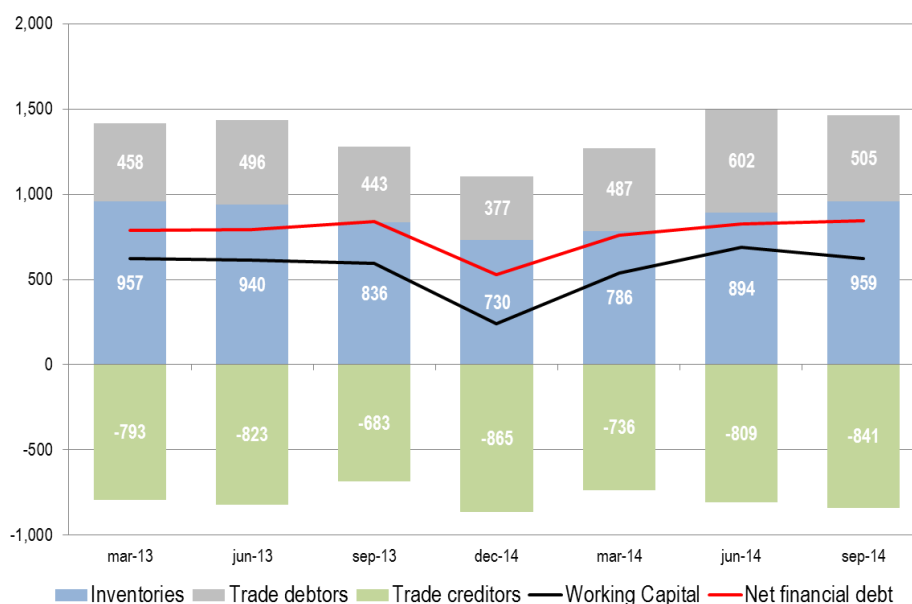
Improvements to the Excellence Plan and the reduction of costs have made it possible to improve the Group's margins over sales. EBITDA margin has increased from 5% in the first nine months of 2013 to 11% in 2014. Throughout this year there has also been a positive development, rising from 9% in the first quarter to 12% in the third.

Condensed income statement						
Million euros						
Million €	1 ^o Q. 14	2 ^o Q. 14	3 ^o Q.14	January- September		
				2014	2013	Variation
Net sales	1,023.78	1,146.21	1,125.36	3,295.35	3,038.35	8.5%
Gross operating result / EBITDA	88.74	124.25	139.89	352.88	156.65	125.3%
% over sales	8.7%	10.8%	12.4%	10.7%	5.2%	
EBIT	50.78	87.01	101.68	239.47	54.19	341.9%
% over sales	5.0%	7.6%	9.0%	7.3%	1.8%	
Result before taxes	38.23	73.30	87.39	198.92	10.79	1743.9%
Result after taxes and minorities	25.07	51.03	57.72	133.82	7.30	1733.2%
Depreciation	37.01	37.10	36.90	111.01	101.07	9.8%
Net cash flow	62.08	88.13	94.62	244.83	108.37	125.9%

Results before taxes rose to 199 million euros and results after taxes and minorities amounted to 134 million euros.

The operating working capital, 623 million euros, decreased by 64 million euros with respect to the levels in June.

Evolution of Working Capital
Million euros (Years 2012-2014)



The Group's net financial debt, 845 million euros, is very similar to the previous quarter, 828 million euros. Remunerations have been made to shareholders for an amount of 56 million euros. Payments for investments in fixed assets in the whole year amounted to 58 million euros.

Condensed balance sheet
Million euros

ASSETS				LIABILITIES			
Million €	Sep 14	2013	Variation	Million €	Sep 14	2013	Variation
Non-current assets	2,207.56	2,200.07	0.3%	Equity	1,730.59	1,553.22	11.4%
Current assets	2,048.98	1,790.90	14.4%	Non-current liabilities	1,108.85	990.61	11.9%
- Inventories	958.80	729.59	31.4%	- Interest-bearing loans and borrowings	787.28	750.66	4.9%
- Debtors	543.56	410.55	32.4%	- Other non-current liabilities	321.57	239.95	34.0%
Trade debtors	504.85	376.62	34.0%	Current liabilities	1,417.10	1,447.14	-2.1%
Other debtors	38.70	33.94	14.1%	- Interest-bearing loans and borrowings	462.19	408.27	13.2%
- Cash and other current asset	546.63	650.76	-16.0%	- Trade creditors	841.03	865.18	-2.8%
				- Other current liabilities	113.87	173.68	-34.4%
TOTAL ASSETS	4,256.54	3,990.97	6.7%	TOTAL EQUITY AND LIABILITIES	4,256.54	3,990.97	6.7%

Abbreviated cash flows statements

	Millions euros		
	Jan-Sep 2014	Jan - Dec 2013	Jan-Sep 2013
Result before taxes	198.9	33.2	10.8
Adjustments for:	177.4	185.7	153.6
<i>Depreciation and amortisation</i>	111.0	135.0	101.1
<i>Changes in provisions and impairments</i>	-3.7	1.7	19.8
<i>Other adjustments in the result</i>	70.1	49.0	32.7
Changes in working capital	-435.1	149.1	-139.9
<i>Changes in operating working capital</i>	-381.6	187.9	-166.6
· <i>Inventories</i>	-229.2	140.9	34.8
· <i>Trade debtors</i>	-128.2	9.6	-56.9
· <i>Trade creditors</i>	-24.1	37.4	-144.5
<i>Others</i>	-53.6	-38.8	26.7
Other cash-flow from operating activities	-125.7	-108.7	-93.5
<i>Income tax</i>	-84.5	-54.7	-55.0
<i>Financial expenses</i>	-41.2	-54.0	-38.5
NET CASH-FLOW FROM OPERATING ACTIVITIES	-184.5	259.3	-69.0
Payments for investments on fixed assets	-58.1	-160.8	-150.0
Others	-2.1	-1.3	-0.5
NET CASH-FLOW FROM INVESTING ACTIVITIES	-60.2	-162.1	-150.5
NET CASH-FLOW GENERATED	-244.8	97.2	-219.4
Acquisition of treasury shares	0.0	0.0	0.0
Dividends paid to shareholders and minorities	-56.2	-46.8	-46.8
Changes in net debt	134.1	18.5	23.0
<i>Changes in bank debt/private placement</i>	164.6	-5.3	9.8
<i>Conversion differences</i>	-30.5	23.8	13.1
Attributable to minority interests	0.0	0.0	0.0
Others	0.3	0.1	0.0
NET CASH-FLOW FROM FINANCING ACTIVITIES	78.2	-28.3	-23.9
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	-166.6	68.9	-243.3
Opening cash and cash equivalents	629.6	582.7	582.7
Effect of the exchange rate fluctuations on cash held	15.2	-22.0	-5.8
CLOSING CASH AND CASH EQUIVALENTS	478.2	629.6	333.6

Shareholder remuneration

The Ordinary General Shareholders Meeting held on 10 June 2014 adopted the formula of scrip dividend, in which the shareholders of Acerinox were able to decide between receiving cash (0.449 euros per share) or new shares. This decision supports the Company's traditional policy of maintaining shareholder remuneration.

On 23 July, 4,555,963 new Acerinox shares will begin trading, created as a result of shareholders representing 51.4% of the Company's share capital opting to receive their dividend in the form of shares. As a result, Acerinox, S.A.'s share capital will amount to 65,425,535 euros, represented by 261,702,140 shares.

Carbon Disclosure Project

Acerinox has been recognized by the world organization Carbon Disclosure Project (CDP) and included in the list of leading companies in the fight against climate change (The A List:: The CDP Climate Performance Leadership Index 2014), for implementing emissions reduction programmes and minimising the risks of the organization in relation to climate change.

The information that CDP receives from approximately 2,000 companies worldwide is assessed independently following a methodology of public scoring. Acerinox is one of 187 to be included within scored band A (highest score) for our performance in the fight against climate change.

Acerinox leads the category "Materials". CDP values the investments that improve processes and efficiency, which in 2013 have resulted in a 15% reduction in the intensity of greenhouse gases emissions. Acerinox is the only company in the steel sector in the world to place within the "Materials" category of the "CDP Climate Performance Leadership Index 2014".

Investors and Capital Markets Day

This 12 November, Acerinox will hold the *Investors and Capital Markets Day* in the Lázaro Galdiano Museum of Madrid. The management team will offer various presentations.

Outlook

The uncertainties about the recovery of the European economy, the increase of imports in Europe, less activity in Asia and the decline in the price of nickel will affect sales and reduce the profit contribution in the fourth quarter to the annual result.

However, we expect activity to pick up in the first quarter of 2015, following the process of the European economic recovery.

Key financial indicators

CONSOLIDATED GROUP	Year 2014				2013	
	Q1	Q2	Q3	Q4	Accumulated	Jan-Sep
Production (Mt.)						
Melting shop	617,496	631,576	560,180		1,809,253	1,678,231
Hot rolling shop	541,976	551,975	491,776		1,585,728	1,464,179
Cold rolling shop	384,496	411,663	384,243		1,180,402	1,108,817
Long product (hot rolling)	62,356	64,043	61,090		187,489	169,710
Net sales (million €)	1,023.78	1,146.21	1,125		3,295.35	3,038.35
Gross operating result / EBITDA (million €)	88.74	124.25	139.89		352.88	156.65
% over sales	8.7%	10.8%	12.4%		10.7%	5.2%
EBIT (million €)	50.78	87.01	101.68		239.47	54.19
% over sales	5.0%	7.6%	9.0%		7.3%	1.8%
Result before taxes and minorities (million €)	38.23	73.30	87.39		198.92	10.79
Result after taxes and minorities (million €)	25.07	51.03	57.72		133.82	7.30
Depreciation (million €)	37.01	37.10	36.90		111.01	101.07
Net cash flow (million €)	62.08	88.13	94.62		244.83	108.37
Number of employees	6,789	6,713	6,693		6,693	7,086
Net financial debt (million €)	760.49	828.05	845.28		845.28	840.46
Debt to equity (%)	48.4%	54.3%	48.8%		48.8%	51.9%
Number of shares (million)	257.15	257.15	261.70		261.70	257.15
Return to shareholders (per share)	--	--	0.449		0.449	0.43
Daily average shares traded (n° of shares, million)	1.25	1.17	1.13		1.18	0.97
Result after taxes and minorities per share	0.10	0.20	0.22		0.51	0.03
Net cash flow per share	0.24	0.34	0.36		0.94	0.42