07:00 London, 09:00 Helsinki, 14 August 2015 - Afarak Group Plc ("Afarak" or "the Company") (LSE: AFRK, NASDAQ: AFAGR) Interim Report

AFARAK GROUP PLC'S INTERIM REPORT FOR 1 APRIL – 30 JUNE 2015

Q2 HIGHLIGHTS (April - June 2015):

- The Group updates its outlook for 2015
- Revenue increased by 12.2% to EUR 53.1 (Q2/2014: 47.3) million
- Processed material sold increased by 33.4% to 30,556 (Q2/2014: 22,901) tonnes
- EBITDA was EUR 7.6 (Q2/2014: 3.3) million and the EBITDA margin was 14.4% (Q2/2014: 7.1%)
- EBIT was EUR 5.8 (Q2/2014: 1.4) million
- Profit for the period totalled EUR 5.7 (Q2/2014: 1.2) million
- Ferrochrome production increased by 27.5% to 27,856 (Q2/2014: 21,854) tonnes
- Tonnage mined increased by 54.4% to 122,081 (Q2/2014: 79,058) tonnes
- Cash flow from operations was EUR 5.0 (Q2/2014: -0.3) million and liquid funds at 30 June were EUR 10.5 (30 June 2014: 17.0) (31 March 2015:11.5) million

KEY FIGURES (EUR million)	Q2/15	Q2/14	Change	H1/15	H1/14	Change	FY2014
Revenue	**53.1**	47.3	12.2%	93.8	90.5	3.6%	172.7
EBITDA	**7.6**	3.3	127.6%	12.3	6.4	93.2%	8.4
EBITDA margin	**14.4%**	7.1%		13.1%	7.0%		4.9%
EBIT	**5.8**	1.4		8.8	2.4		1.7
EBIT margin	**11.0%**	3.0%		9.3%	2.6%		1.0%
Earnings before taxes	**5.4**	1.7		8.1	3.1		0.5
Earnings margin	**10.2%**	3.7%		8.6%	3.4%		0.3%
Profit from continuing operations	**5.7**	1.2		8.0	1.5		0.5
Profit from discontinued operations	**0**	0		0	0		1.8
Profit	**5.7**	1.2		8.0	1.5		2.2
Earnings per share, basic, EUR	**0.02**	0.01		0.03	0.01		0.01

Commenting on the second quarter results, Alistair Ruiters, CEO, said:

"Both the Speciality Alloys and FerroAlloys segment performed well during the second quarter with sales volumes for standard grade material being higher than last year. In the Speciality Alloys segment there was a slight reduction in sales volume as a result of not compromising our prices for more volume. Despite the lower volumes it still contributed well to the Group's results and achieved better margins.

The higher sales volumes in the FerroAlloys segment led production levels of processed material to be 27.5% higher than the same quarter last year. The tonnage mined volumes also increased by 54.4% as a result of having all mines operating at normal levels during this quarter. At the end of the second quarter we commenced the bulk sampling at Vlakpoort mine, which is expected to be a good contributor to the Group's results in the medium term when the open pit mine is ramped up.

Following the slow start seen in the beginning of this year the Group's revenue during the second quarter recovered the lost ground of the first quarter with an increase of 12.2% higher than same period last year. We also achieved better margins as a result of a stronger US dollar on conversion of revenue. However our cost base was not significantly affected as it is primarily denominated in Euro and South African Rand.

We aim to continue focusing on our core business and the production of special grade material. At Mogale Alloys we have addressed the challenges in the supply of medium carbon ferrochrome and we are seeing interest by new customers for the material. We have also continued evaluating initiatives to strengthen our position in the industry with our main focus remaining on generating cash and increasing profits.

Finally, I would like to conclude by highlighting that we continued the positive trend started this year with a significantly higher profit from prior years. This result is a clear indication that our business, even when the market is weak, performs well and manages to achieve sustainable profits."

2015 OUTLOOK

The global growth in stainless steel production is expected to lead an increase in demand for chrome products in 2015. However, as occurred in 2014 where the chrome industry has not been able to increase chrome product prices it is unclear whether this upswing in prices will occur in 2015.

At Mogale Alloys, part of the FerroAlloys division, the Company started production of medium carbon ferrochrome during the fourth quarter of 2014, this is expected to make a positive contribution towards the Company's profit margins in 2015. In the Speciality Alloys division Afarak expects to continue to see an increase in raw materials costs. In addition, the strengthening of the US dollar is also expected to improve the financial performance of the Company as compared to 2014. In 2015, Afarak's revenue is expected to remain at the same levels of 2014 and EBIT is expected to significantly improve as compared to 2014.

Fluctuations of exchange rates between the Euro, the South African Rand, the Turkish Lira and the US Dollar can significantly impact the Company's financial performance.

The previous outlook, published in the full year results of 2014 on 16 February 2015, was:

The global growth in stainless steel production is expected to lead an increase in demand for chrome products in 2015. However, as occurred in 2014 where the chrome industry has not been able to increase chrome product prices it is unclear whether this upswing in prices will occur in 2015.

At Mogale Alloys, part of the FerroAlloys division, the Company started production of medium carbon ferrochrome during the fourth quarter of 2014, this is expected to make a positive contribution towards the Company's profit margins in 2015. In the Speciality Alloys division Afarak expects to continue to see an increase in raw materials costs. In addition, the strengthening of the US dollar is also expected to improve the financial performance of the Company as compared to 2014. In 2015, Afarak's revenue is expected to remain at the same levels of 2014 and EBIT is expected to improve as compared to 2014.

Fluctuations of exchange rates between the Euro, the South African Rand, the Turkish Lira and the US Dollar can significantly impact the Company's financial performance.

Disclosure procedure

Afarak follows the disclosure procedure enabled by Disclosure obligation of the issuer (7/2013) published by the Finnish Financial Supervision Authority, and hereby publishes its Q2/2015 interim report enclosed to this stock exchange release. The Interim Report is attached to this release and is also available on the Company's website at www.afarak.com.

Investor Conference Call

Management will host an investor conference call in English on 14 August 2015 at 14.00 Finnish time, 12.00 UK time. Please dial-in at least 10 minutes beforehand, quoting the reference: 38313.

Finnish number +358 (0)800 919 339
UK number +44 (0) 844 762 0 762

AFARAK GROUP PLC
Alistair Ruiters
CEO

For additional information, please contact:

Afarak Group Plc
Alistair Ruiters, CEO, +358 50 372 1130, alistair.ruiters@afarak.com
Melvin Grima, Finance Director, +356 2122 1566, melvin.grima@afarak.com

Financial reports and other investor information are available on the Company's website: www.afarak.com.

Afarak Group is a chrome mining and minerals producer focused on delivering sustainable growth with a Speciality Alloys business in southern Europe and a FerroAlloys business in South Africa. The Company is listed on NASDAQ Helsinki (AFAGR) and the Main Market of the London Stock Exchange (AFRK).
www.afarak.com

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AFARAK GROUP PLC: Q2 INTERIM REPORT FOR 1 APRIL – 30 JUNE 2015

This Interim Report is prepared in accordance with the IAS 34 standard and is unaudited. All the corresponding comparable figures of 2014 are presented in brackets, unless otherwise explicitly stated.

SALES

Sales from processed material:

Tonnes	Q2/15	Q2/14	H1/15	H1/14	FY/14
Processing, Speciality Alloys	7,970	8,913	15,344	15,782	28,448
Processing, FerroAlloys	22,586	13,988	37,610	31,804	68,903
Processing, Total	30,556	22,901	52,954	47,586	97,351

The Group's processed material sold, which includes all the products produced at the Mogale Alloys and Elektrowerk Weisweiler processing plants, was 30,556 (22,901) tonnes, an increase of 33.4% compared to the equivalent period in 2014. This increase was mainly attributable to the FerroAlloys segment material were demand was strong following a slow start in Q1/2015. This cannot be said for the Speciality Alloys material where there was a decrease in sales volumes as a result of not compromising sales prices for more volume. Average sales prices remained lower in US dollar terms during this quarter when compared to the same period last year.

AFARAK GROUP'S FINANCIAL PERFORMANCE

REVENUE AND PROFITABILITY

EUR million	Q2/15	Q2/14	Change	H1/15	H1/14	Change	FY/14
Revenue	**53.1**	47.3	12.2%	93.8	90.5	3.6%	172.7
EBITDA	**7.6**	3.3	127.6%	12.3	6.4	93.2%	8.4
EBITDA margin	**14.4%**	7.1%		13.1%	7.0%		4.9%
EBIT	**5.8**	1.4		8.8	2.4		1.7
EBIT margin	**11.0%**	3.0%		9.3%	2.6%		1.0%
Profit	**5.7**	1.2		8.0	1.5		2.2

Revenue for the second quarter of 2015 increased by 12.2% to EUR 53.1 (47.3) million compared to the equivalent period in 2014. This increase in revenue was mainly attributable to the FerroAlloys segment were there was an increase in demand for processed material following the slow start in 2015, as well as the increase in sales volumes of the Mecklenburg mine material which was not in operation during 2014 due to the unrest in the local community. In the Speciality Alloys segment revenue was low compared with the same period last year as a result of not compromising our prices with higher trading volume.

Despite an increase in processing costs and energy cost, profitability has significantly improved as a result of the increase in sales volumes and stronger US dollar, with EBITDA for the second quarter of 2015 increasing by 127.6% to EUR 7.6 (3.3) million compared the equivalent period in 2014. The positive result in EBITDA flowed through to EBIT which in the second quarter of 2015 improved to EUR 5.8 (1.4) million. Profit during this quarter increased significantly to EUR 5.7 (1.2) million when compared to same period last year.

Earnings per share was EUR 0.02 (0.01).

BALANCE SHEET, CASH FLOW AND FINANCING

The Group's liquidity, as at 30 June 2015, was EUR 10.5 (17.0) (31 March 2015: 11.5) million. Operating cash flow in the second quarter was EUR 5.0 (-0.3) million. Afarak's gearing at the end of the second quarter was 1.5% (-3.7%) (31 March 2015: 0.7%). Net interest-bearing debt was EUR 2.9 (-6.7) (31 March 2015: 1.2) million.

Total assets on 30 June were EUR 289.7 (279.2) (31 March 2015: 299.4) million. The equity ratio was 64.5% (64.1%) (31 March 2015: 63.2%).

INVESTMENTS, ACQUISITIONS AND DIVESTMENTS

Capital expenditure for the second quarter 2015 totalled EUR 1.7 (4.6) million which relates primarily to the FerroAlloys segment with the dryer at Mogale Alloys, and the ramping up of capital expenditure to commence the bulk sample at Vlakpoort mine. In the Speciality Alloys segment TMS is investing in a new plant at Tavas and a fines tailing processing plant at Kavak. TMS expects that annual mining volume will increase by 15,600 tonnes following the commissioning of these plants. At EWW capital expenditure was in line with the prior year to sustain operations.

PERSONNEL

At the end of the second quarter 2015, Afarak had 749 (712) employees. The average number of employees during the second quarter of 2015 was 743 (721).

Number of employees by segment *:

	30.6.2015	30.6.2014	Change	31.12.2014
Speciality Alloys	378	375	0.8%	355
FerroAlloys	367	334	9.9%	339
Other operations	4	3	33.3%	4
Group total	**749**	**712**	**5.2%**	**698**

*Including personnel of joint ventures.

SAFETY, HEALTH AND SUSTAINABLE DEVELOPMENT

Afarak has set up a Health Safety and Environment committee (HSEC) with the aim of integrating the Group operations to address the social, environment, health and safety position of all stakeholders. While continuing the programme focused on pro-active safety and environmental measurements as part of aiming to achieve "Zero Harm", the members of HSEC are defining Group standard protocols to ensure that all the Group activities are constantly managed, monitored and reported according to Group policies.

In the second quarter of 2015 we had 6 injuries that caused loss of time, which is at the same level of injuries experienced in the same period last year. Afarak continues all efforts, including training, to further improve the safety performance.

Afarak aims to conduct its business in a sustainable way and to preserve the environment by minimising the environmental impact of its operations. The Group has programmes on all sites to monitor and address its impact on the environment,

Our aim is to guarantee our employees a safe working place and minimum impact towards the environment, and ensure that the sustainable development meets the present needs of Afarak without compromising the ability of present and future generations.

SEGMENT PERFORMANCE

SPECIALITY ALLOYS BUSINESS

The Speciality Alloys business consists of Türk Maadin Şirketi A.S ("TMS"), the mining and beneficiation operation in Turkey, and Elektrowerk Weisweiler GmbH ("EWW"), the chromite concentrate processing plant in Germany. TMS supplies EWW with high quality chromite concentrate which produces speciality products including specialised low carbon and ultra low carbon ferrochrome. Chrome ore from TMS that is not utilised for the production of specialised low carbon ferrochrome is sold to the market as lumpy chrome ore.

Production:

Tonnes	**Q2/15**	**Q2/14**	**Change**	**H1/15**	**H1/14**	**Change**	**FY/14**
Mining*	13,685	14,448	-5.3%	19,682	34,142	-42.4%	35,848
Processing	7,365	7,902	-6.8%	15,228	16,090	-5.4%	28,784

* Including both chromite concentrate and lumpy ore production

Production decreased to 21,050 (22,350) tonnes for the second quarter of 2015, compared to the equivalent period in 2014. Decrease in processing at EWW was a result of managing the level of stockpiles. Mining activity at TMS also reduced during this quarter, this was mainly attributable to disruptions incurred at Tavas mine due to the development of the new plant.

EUR million	**Q2/15**	**Q2/14**	**Change**	**H1/15**	**H1/14**	**Change**	**FY/14**
Revenue	**26.1**	28.9	-9.8%	49.8	50.9	-2.3%	97.8
EBITDA	**4.5**	2.7	65.4%	7.9	3.7	113.3%	7.9
EBITDA margin	**17.2%**	9.4%		15.9%	7.3%		8.0%
EBIT	**3.9**	2.1		6.8	2.4		5.7
EBIT margin	**15.0%**	7.3%		13.6%	4.8%		5.8%

Revenue for the second quarter decreased by 9.8% to EUR 26.1 (28.9) million and EBITDA increased by 65.4% to EUR 4.5 (2.7) million compared to the equivalent period in 2014. The decrease in revenue was mainly due to lower sales volumes traded when compared with the same period last year as a result of not compromising our prices. Sales of Turkish lumpy chrome ore also impacted revenue negatively due to the lower demand from China. The reduction in production led to a higher cost per tonne in Euro during this quarter. Despite the lower sales volumes and higher production cost, as a substantial part of revenue is denominated in US dollar, the strengthening of the US dollar had a significant effect on revenue were it was positively affected on conversion to Euro. This positive affect flowed through to EBITDA and EBIT resulting in a substantial improvement in margins.

As at 30 June 2015, the Speciality Alloys business had 378 (375) employees.

FERROALLOYS BUSINESS

The FerroAlloys business consists of the processing plant Mogale Alloys, Vlakpoort mine and the joint ventures, the Stellite mine and the Mecklenburg mine in South Africa. The business produces chrome ore, charge chrome, medium carbon ferrochrome and silico manganese for sale to global markets.

Production:

Tonnes	**Q2/15**	**Q2/14**	**Change**	**H1/15**	**H1/14**	**Change**	**FY/14**
Mining*	108,396	64,610	67.8%	211,172	155,177	36.1%	268,351
Processing	20,491	13,952	46.9%	40,077	34,586	15.9%	72,677

* Including both chromite concentrate and lumpy ore production by the joint ventures

Production in this segment increased substantially to 128,887 (78,562) tonnes in the second quarter of 2015, compared to the same period in 2014. Operations at both the Mecklenburg and Stellite mine operated at normal levels during the second quarter of this year as opposed to same period in 2014 where mining operations at Mecklenburg mine were suspended due to unrest in the local community. At the end of the second quarter Afarak commenced the bulk sampling at Vlakpoort mine. Processing at Mogale Alloys was higher in the second quarter this year than last year as the shutdown of the plant for periodic maintenance which occurred in the second quarter of last year is scheduled for the third quarter of 2015.

EUR million	Q2/15	Q2/14	Change	H1/15	H1/14	Change	FY/14
Revenue	**27.0**	18.4	46.6%	43.8	39.5	10.8%	74.8
EBITDA	**3.9**	1.3	201.6%	5.7	3.7	56.1%	3.1
EBITDA margin	**14.6%**	7.1%		13.0%	9.2%		4.1%
EBIT	**2.7**	0.0		3.3	1.0		-1.4
EBIT margin	**10.1%**	0.2%		7.6%	2.4%		-1.8%

* Revenue of the joint ventures is not included in the Group's revenue

Revenue for the second quarter increased to EUR 27.0 (18.4) million compared to the equivalent period in 2014, representing an increase of 46.6%. This improvement is a reflection of the increase in demand for processed material following the slow start in 2015, as well as the increase in sales volumes of material from the Mecklenburg mine where mining operations were suspended in 2014 due to unrest in the local community.

EBITDA for the second quarter increased to EUR 3.9 (1.3) million as a result of a stronger US Dollar rate on conversion of revenue; decrease in mining cost of production; and increase in sales of mining material. During the second quarter of 2015 the weakening of the South African Rand reduced the impact on EBITDA of the higher energy costs on conversion to Euro. EBITDA also includes joint venture share of profits amounting to EUR 0.8 (0.0) million which was positively affected with unrealised difference on exchanged amounting to EUR 0.5 (0.3) million.

The share of profit from joint ventures is made up as follows:

EUR million	Q2/15	Q2/14	Change	H1/15	H1/14	Change	FY/14
Revenue	**3.2**	1.0	220.7%	**5.4**	3.9	37.6%	5.7
EBITDA	**0.6**	-0.2		**0.9**	0.1		-2.2
EBITDA margin	**18.8%**	-23.3%		**16.9%**	2.8%		-38.0%
EBIT	**0.3**	-0.4		**0.3**	-0.3		-3.1
EBIT margin	**9.8%**	-39.4%		**5.7%**	-8.8%		-54.1%
Financial income and expense	**0.5**	0.3		**0.5**	0.1		-1.0
Profit for the period	**0.8**	0.0		**0.9**	-0.2		-3.3

Afarak's share of joint venture revenue for the second quarter increased to EUR 3.2 (1.0) million compared to the equivalent period in 2014, representing an increase of 220.7%. The substantial increase in revenue was mainly due to the increase in sales volumes from the Mecklenburg mine where mining operations were suspended in 2014 due to unrest in the local community.

Joint venture EBITDA for the second quarter increased to EUR 0.6 (-0.2) million. Increase in EBITDA compared to the equivalent period in 2014 was driven by lower overhead cost per ton produced as production volumes increased during this quarter.

As at 30 June 2015, the FerroAlloys business had 367 (334) employees.

GLOBAL MARKET

STAINLESS STEEL MARKET

The weak euro has helped stainless steel mills in Europe to increase exports. However, a scarcity of stainless steel scrap has though, pushed up input costs, which has again reduced producers' profit margins. Demand has been showing signs of improving, as has rolling capacity which is being booked further in advance. Basis prices are steady with end-users being reasonable with less imported material being supplied in the European market.

There has not been any sign of an upturn in consumption as the summer holiday period approaches. Selling values have been low and profit margins have been lower than expected. There is tight competition between the different suppliers. Sales activity slowed down by end of the quarter which was not expected when looking at the year on year trends. Stockholders and service centres were purchasing only small amounts of material as they are still concerned about market conditions. The alloy surcharges which are set to decrease further have led sellers to offset some of this loss during this period.

The European antidumping action on Chinese and Taiwanese supply has reduced the volume of imported material in Europe, but did not have a material impact on prices. Stainless steel mills are offering very low prices which are resulting in very low profit margin for distributors.

Depressed oil prices continued over the period despite a short-lived recovery. This has resulted in lower demand for plates for the pipe production and speciality drilling equipment, especially from the offshore sector and the US shale oil. This has also caused a reduction in demand for tool and machinery steels.

FERRO CHROME MARKET

The spot market prices for most of the standard South African charge chrome were stable to slightly lower over the quarter, even though the second quarter normally is the strongest quarter of the year. The activity in the spot market showed some signs of recovery with smaller foundries covering their requirements through the second quarter. The conspicuous gap between benchmark and spot ferrochrome prices led the larger stainless steel mills to put pressure on ferrochrome producers to lower their prices. Due to this the South African benchmark was reduced from US$1.15/lb Cr in the first quarter of 2015 to US$1.08/lb Cr in the second quarter. Despite the reduction in South African benchmark price, major mills still negotiate discounts with their suppliers for volumes and long term loyalty. This led discounts to increase from about 20% up to 30%, leaving the South African benchmark number meaningless to most ferrochrome producers. Today, spot prices in Europe, China and Japan are roughly at the same level when all terms are considered.

Afarak’s supply of ultra-low phosphors and low silica charge chrome continued to the speciality stainless steel producers, with good demand but slightly lower prices due to the pressure from the standard charge chrome weakening prices and increasing discounts. The demand for Afarak speciality charge chrome is expected to be fairly stable until the end of the year, with the potential for a small improvement if the oil and gas sector recovers; and demand for the 400 series stainless steel improves.

Afarak’s medium carbon charge chrome, which is produced at Mogale Alloys in South Africa, has become more stable and trial lots have been forwarded to several major customers worldwide. Sales have been improving but the Company expects to provide a stable supply in the third and fourth quarter of 2015 which will then be followed by long term agreements for 2016.

Afarak’s speciality low carbon ferrochrome, which is produced at EWW in Germany, has been increasing in market share. As speciality low carbon ferrochrome is a substitute for chrome metal, and the chrome metal prices are decreasing, the increase in market share of our material did not have an effect on prices.

Strong demand continued for speciality materials and production is expected to continue increasing by the end of this year, with new long term agreements being negotiated for the aerospace, automotive, nuclear power, turbine and tool industry.

SILICO MANGANESE MARKET

During the second quarter there were no significant changes in the silico manganese market. Earlier in the second quarter the demand for silico manganese seemed to be improving when the market appeared to be slightly stronger following the lower inquiries for the lower grade silico manganese being exported from India. The main concern of market participants was due to the decision on the introduction of an antidumping duty against Indian silico manganese in Europe.

The South African market continued to be stable with producers pricing being competitive. Offtake from consumers has been also stable during this quarter.

The US market continues to be a premium market, but producers worldwide are careful in exporting large tonnages to USA at low prices following the initiation of a US International Trade Commission (ITC) investigation into silico manganese imports from Australia after all 6 commissioners determined that there is a reasonable indication that the local producer is being harmed. The US Department of Commerce will continue to investigate a preliminary anti-dumping duty determination. As long as volumes are carefully controlled, duty free imports into the USA can continue.

UNALLOCATED ITEMS

For the second quarter of 2015, EBITDA from unallocated items was EUR -0.8 (-0.7) million.

LITIGATION

Further to the announcement of 27 March 2014, whereby Afarak announced that the Company had been served a notice of arbitration by Chinese Suzhou Kaiyuan Chemical Co. Ltd ("Suzhou"), on 14 July 2015, Afarak announced that the claim by Suzhou was withdrawn. Suzhou's claim of EUR 2.66 million had related to a chrome ore sales agreement entered into by Chromex Mining Plc ("Chromex") prior to the acquisition of Chromex by Afarak together in a joint venture with Kermas Limited and was served on Afarak's marketing arm RCS Limited and various companies which form part of the Chromex joint venture. As a result of the withdrawal the arbitration tribunal dismissed the claim and ordered Suzhou to pay the full arbitration cost.

ANNUAL GENERAL MEETING

The Company's Annual General Meeting ("AGM") was held on 8 May 2015. The AGM adopted the financial statements. The AGM resolved in accordance with the proposal of the Board of Directors a capital redemption of EUR 0.02 per share for the year ended on 31 December 2014. The capital redemption was paid on 20 May 2015.

The AGM resolved that the Chairman of the Board and the Chairman of the Audit and Risk Management Committee would be paid € 4,500 per month and the ordinary Board Members would be paid EUR 3,500 per month. Furthermore, the non-executive Board Members who serve on the Board's Committees shall be paid an additional EUR 1,500 per month for the committee work. Those members of the Board of Directors that are executives of the Company are not entitled to receive any remuneration for Board membership.

The AGM resolved that the Board of Directors comprises of seven members. Mr Michael Lillja, Mr Markku Kankaala, Dr Jelena Manojlovic and Dr Alfredo Parodi were re-elected to the Board. Mr Barry Rourke, Dr Alistair Ruiters and Mr Ivan Jakovcic were elected.

The AGM resolved that authorised public accountant firm Ernst & Young Oy is re-elected as the Auditor of the Company for the year 2015.

The AGM resolved to authorize the Board of Directors to issue shares and stock options and other special rights that entitle to shares in one or more tranches up to a maximum of 25,000,000 new shares or shares owned by the Company. This equates to approximately 9.6% of the Company's currently registered shares. The authorization may be used among other things in financing, enabling corporate and business acquisitions or other arrangements and investments of business activities and in the employee incentive and commitment programs. By virtue of the authorization, the Board of Directors can decide both on share issues against payment and on share issues without payment. The payment of the subscription price can also be made with consideration other than money. The authorization contains the right to decide on derogating from shareholders' pre-emptive right to share subscriptions provided that the conditions set in the Companies' Act are fulfilled. The authorisation replaces all previous authorisations and is valid 2 years from the decision of the Annual General Meeting.

The AGM authorised the Board of Directors to resolve upon acquiring a maximum of 15,000,000 of the Company's own shares. The authorisation replaces all previous authorisations and it is valid for 18 months from the decision of the Annual General Meeting.

The AGM resolved to approve the proposed transfer of the Company's equity share listing on the Official List of the United Kingdom Listing Authority (''UKLA'') and on the Main Market of the London Stock Exchange plc from the Premium listing (commercial company) segment to the Standard listing (shares) segment as described in detail in the circular to shareholders dated 16 April 2015.

EVENTS DURING THE REVIEW PERIOD

On 16 April 2015, Afarak announced that the Company intended to transfer the listing segment of its share on the Main Market of the London Stock Exchange to a Standard listing from the current Premium listing. The proposed change to a Standard listing was subject to shareholder approval and the Board sought authority from the shareholders to transfer its listing on the London Stock Exchange. The purpose of the transfer is to allow the Company to reduce the costs of its listing which arise from the regulatory burden applicable to companies with a Premium listing, which would no longer be applicable following transfer to a Standard listing. Afarak will maintain the listing of its shares on the NASDAQ Helsinki Stock Exchange. The trading arrangements for the Company's shares on the NASDAQ Helsinki Stock Exchange and on the London Stock Exchange remain unchanged.

On 16 April 2015, Afarak announced that the company had published a circular to shareholders in connection with the proposed transfer of the listing segment of its shares on the Main Market of the London Stock Exchange to a Standard listing from the current Premium listing.

On 21 May 2015, Afarak announced changes in the Company's management structure so that its current executive management team and board member Dr Alistair Ruiters is appointed new Chief Executive Officer ("CEO") of the Company. The current CEO, Dr. Danko Koncar, will then focus on the operational matters of the Company as Business Development Director, reporting to the CEO. Dr Ruiters will continue to serve as a board member of the Company. Further, Mr Michael Lillja, currently head of marketing and a board member, will take on the responsibilities of Marketing Director while continuing as a board member. The changes have been agreed to take immediate effect.

The current executive management team is as follows
Dr. Alistair Ruiters, CEO
Dr. Danko Koncar, Business Development Director
Michael Lillja, Marketing Director

Furthermore, the board has also reviewed the composition of the board committees. The new committees are as follows:

Audit Committee
Barry Rourke, Chairman
Markku Kankaala
Ivan Jakovcic

The Nomination and Remuneration committee
Jelena Manojlovic, Chairman
Markku Kankaala
Ivan Jakovcic

The Committee for Health Safety and Sustainable Development
Alfredo Parodi, Chairman
Michael Lillja
Markku Kankaala

On 9 June 2015 Afarak announced that the United Kingdom Listing Authority had given its approval to effect the shares transfer on the Main Market of the London Stock Exchange to a Standard listing from a Premium listing, and that the transfer had now become effective.

On 29 June 2015 Afarak announced that the Company had commenced bulk sampling at its Vlakpoort open pit mine in South Africa. The total open pit measured, indicated, and inferred resources are estimated at 1.9 million tonnes of chromite, as stated in the Company's resource statement, with a life of mine for the open pit of five years. The Company expects to ramp up to full production in 2016, once the submitted mining right has been approved.

FLAGGING NOTIFICATIONS

On 30 April 2015, Afarak announced that as a result of a transaction that occurred between two controlled corporations of Dr Danko Koncar, Kermas Limited and Kermas Resources Limited, Kermas Limited has decreased below the threshold of 5% and Kermas Resources Limited has increased above the threshold of 25%. However, the total combined beneficial ownership of Dr Danko Koncar remains unchanged.

EVENTS SINCE THE END OF THE REVIEW PERIOD

On 14 July 2015, Afarak announced that the claim that had been served on Afarak's marketing arm RCS Limited and various companies which form part of the Chromex joint venture by Chinese Suzhou Kaiyuan Chemical Co. Ltd (Suzhou) was withdrawn. As a result of the withdrawal the arbitration tribunal dismissed the claim and ordered Suzhou to pay the full arbitration cost.

On 11 August 2015, Afarak announced that as a result of the strong performance during the first half of 2015, Afarak Group Plc had revised its guidance and now estimates the Group's revenue for 2015 to remain at the same levels of 2014 but for EBIT to significantly improve when compared to 2014. The increase is primarily due to the positive effect of exchange rates, in particular the strong US dollar and weak South African Rand, but also improved sales from the FerroAlloys division and the re-opening of the Mecklenburg mine in December 2014.

COMPANY'S SHARE

Afarak Group Plc's shares are listed on NASDAQ Helsinki (AFAGR) and on the Main Market of the London Stock Exchange (AFRK).

On 30 June 2015, the registered number of Afarak Group Plc shares was 259,562,434 (248,432,000) and the share capital was EUR 23,642,049.56 (23,642,049.56).

On 30 June 2015, the Company had 4,244,717 (4,244,717) own shares in treasury, which was equivalent to 1.64% (1.71%) of the issued share capital. The total amount of shares outstanding, excluding the treasury shares held by the Company on 30 June 2015, was 255,317,717 (244,187,283).

At the beginning of the period under review, the Company's share price was EUR 0.44 on NASDAQ Helsinki and GBP 0.33 on the London Stock Exchange. At the end of the review period, the share price was EUR 0.37 and GBP 0.33 respectively. During the second quarter of 2015 the Company's share price on NASDAQ Helsinki ranged from EUR 0.36 to 0.46 per share and the market capitalisation, as at 30 June 2015, was EUR 96.0 (1 January 2015: 83.1) million. For the same period on the London Stock Exchange the share price remained GBP 0.33 per share and the market capitalisation was GBP 84.4 (1 January 2015: 65.5) million, as at 30 June 2015.

Based on the resolution at the AGM on 8 May 2015, the Board is authorised to buy-back up to a maximum of 15,000,000 of its own shares. This authorisation is valid until 8 November 2016. The Company did not carry out any share buy-backs during the second quarter of 2015.

MOST SIGNIFICANT SHORT TERM RISKS AND UNCERTAINTIES, CHANGES DURING AND AFTER THE PERIOD UNDER REVIEW

The changes in the key risks and uncertainties are set out below. Further details of the risks and uncertainties have been published in the Group's 2014 Financial Statements.

Afarak´s financial performance is dependent on the general market conditions of the mining, smelting and minerals processing business. Global financial markets have been very volatile, exacerbated by the Eurozone crisis, and there is uncertainty as to how commodity prices will respond for the rest of 2015, which could considerably impact the Company's revenue and financial performance in 2015.

Changes in foreign exchange rates, if adverse, could have a substantial negative impact on the Group's profitability, in particular changes in US Dollar/South African Rand. In order to better manage its foreign exchange US Dollar/South African Rand exposure, the Group has entered into forward contract arrangements.

Afarak's processing operations in Germany and South Africa are intensive users of energy, primarily electricity. Fuel and energy prices globally have been characterised by volatility and cost inflation. In South Africa the majority of the electricity supply, price and availability are controlled by one entity, Eskom. Increased electricity prices and/or reduced or uncertain electricity supply or allocation may negatively impact Afarak's current operations, which could have an impact on the Group's financial performance.

2015 OUTLOOK

The global growth in stainless steel production is expected to lead an increase in demand for chrome products in 2015. However, as occurred in 2014 where the chrome industry has not been able to increase chrome product prices it is unclear whether this upswing in prices will occur in 2015.

At Mogale Alloys, part of the FerroAlloys division, the Company started production of medium carbon ferrochrome during the fourth quarter of 2014, this is expected to make a positive contribution towards the Company's profit margins in 2015. In the Speciality Alloys division Afarak expects to continue to see an increase in raw materials costs. In addition, the strengthening of the US dollar is also expected to improve the financial performance of the Company as compared to 2014. In 2015, Afarak's revenue is expected to remain at the same levels of 2014 and EBIT is expected to significantly improve as compared to 2014.

Fluctuations of exchange rates between the Euro, the South African Rand, the Turkish Lira and the US Dollar can significantly impact the Company's financial performance.

The previous outlook, published in the full year results of 2014 on 16 February 2015, was:

The global growth in stainless steel production is expected to lead an increase in demand for chrome products in 2015. However, as occurred in 2014 where the chrome industry has not been able to increase chrome product prices it is unclear whether this upswing in prices will occur in 2015.

At Mogale Alloys, part of the FerroAlloys division, the Company started production of medium carbon ferrochrome during the fourth quarter of 2014, this is expected to make a positive contribution towards the Company's profit margins in 2015. In the Speciality Alloys division Afarak expects to continue to see an increase in raw materials costs. In addition, the strengthening of the US dollar is also expected to improve the financial performance of the Company as compared to 2014. In 2015, Afarak's revenue is expected to remain at the same levels of 2014 and EBIT is expected to improve as compared to 2014.

Fluctuations of exchange rates between the Euro, the South African Rand, the Turkish Lira and the US Dollar can significantly impact the Company's financial performance.

Helsinki, 14 August 2015

AFARAK GROUP PLC

BOARD OF DIRECTORS

FINANCIAL REPORTING IN 2015

	Closed period	Reporting date
Q3 Interim Report 2015	10.10.-10.11.2015	10 November 2015

FINANCIAL TABLES

FINANCIAL DEVELOPMENT AND ASSETS AND LIABILITIES BY SEGMENT

H1/2015 6 months EUR '000	Speciality Alloys	Ferro Alloys	Unallocated items	Eliminations	Group total
Revenue	49,753	43,796	606	-389	93,766
EBITDA	7,902	5,703	-1,338	0	12,267
EBIT	6,762	3,343	-1,349	0	8,755
Segment's assets	163,256	119,152	4,683	2,587	289,679
Segment's liabilities	55,943	57,674	4,445	-15,368	102,695

H1/2014 6 months EUR '000	Speciality Alloys	Ferro Alloys	Unallocated items	Eliminations	Group total
Revenue	50,927	39,539	73	-65	90,474
EBITDA	3,705	3,654	-1,009	0	6,350
EBIT	2,438	969	-1,049	0	2,358
Segment's assets	148,867	106,867	50,458	-26,987	279,205
Segment's liabilities	63,675	46,947	13,519	-23,817	100,325

FY 2014 12 months EUR '000	Speciality Alloys	Ferro Alloys	Unallocated items	Eliminations	Group total
Revenue	97,836	74,818	147	-132	172,669
EBITDA	7,865	3,084	-2,502	0	8,447
EBIT	5,659	-1,381	-2,552	0	1,726
Segment's assets	181,664	113,125	9,645	-14,146	290,288
Segment's liabilities	68,419	52,451	3,720	-16,547	108,044

RESULTS DEVELOPMENT

	Q2/13	**Q3/13**	**Q4/13**	**Q1/14**	**Q2/14**	**Q3/14**	**Q4/14**	**Q1/15**	**Q2/15**
Sales (tonnes)									
Mining	76,830	103,739	98,507	97,281	45,341	34,846	15,728	51,401	86,884
Processing	10,689	11,359	23,593	24,638	22,902	26,347	23,465	22,826	30,556
Trading	809	1,387	2,133	3,909	6,451	8,268	9,954	3,828	6,466
Total	**88,328**	**116,485**	**124,233**	**125,828**	**74,694**	**69,461**	**49,147**	**78,055**	**123,906**
Average rates									
EUR/USD	1.313	1.317	1.328	1.370	1.370	1.355	1.329	1.126	1.116
EUR/ZAR	12.115	12.502	12.833	14.887	14.676	14.536	14.404	13.228	13.305
Euro (million)	**Q2/13**	**Q3/13**	**Q4/13**	**Q1/14**	**Q2/14**	**Q3/14**	**Q4/14**	**Q1/15**	**Q2/15**
Revenue*	31.4	30.7	41.8	43.2	47.3	40.6	41.6	40.7	53.1
Extraordinary items*	4.8	0.0	0.1	0.0	0.0	1.2	-1.6	0.0	0.0
EBITDA	6.2	2.9	0.8	3.0	3.3	2.1	0.0	4.6	7.6
EBITDA margin	19.7%	9.4%	1.9%	7.0%	7.1%	5.1%	0.0%	11.4%	14.4%
EBIT	-2.5	-3.1	-2.9	0.9	1.4	0.5	-1.1	2.9	5.8
EBIT margin	-8.0%	-10.1%	-6.9%	2.1%	3.0%	1.3%	-2.8%	7.2%	11.0%

*Revenue in Q2/13 is low due Mogale Alloys participation in Eskom's electricity buyback program. Income received in connection with Eskom's electricity buyback program is included in extraordinary items. Extraordinary items in Q3/14 relate to profit on sale of land in Turkey. Extraordinary items in Q4/14 relates to net write-down of assets that are included in the joint venture share of profits.

CONSOLIDATED INCOME STATEMENT, SUMMARY

EUR '000	**Q2/15**	**Q2/14**	**H1/15**	**H1/14**	**FY/14**
Revenue	**53,053**	**47,294**	**93,766**	**90,474**	**172,669**
Other operating income	505	480	1,193	844	3,370
Operating expenses	-46,781	-44,379	-83,567	-84,784	-164,287
Depreciation and amortisation	-1,788	-1,918	-3,512	-3,992	-6,717
Impairment	0	0	0	0	-5
Items related to associates (core)	1	1	2	2	6
Share of profit from joint ventures	842	-48	873	-187	-3,311
Operating profit	**5,831**	**1,431**	**8,755**	**2,358**	**1,725**
Financial income and expense	-410	316	-668	720	-1,265
Profit before tax	**5,421**	**1,747**	**8,088**	**3,078**	**460**
Income tax	289	-591	-105	-1,599	12
Profit for the period from continuing operations	**5,711**	**1,156**	**7,982**	**1,479**	**472**
Discontinued operations					
Profit for the period from discontinued operations	0	0	0	0	1,773
Profit for the period	**5,711**	**1,156**	**7,982**	**1,479**	**2,245**
Profit attributable to:					
Owners of the parent	5,750	1,359	8,119	1,707	2,858
Non-controlling interests	-40	-203	-137	-228	-613
Total	5,711	1,156	7,982	1,479	2,245
Earnings per share for profit attributable to the shareholders of the parent company, EUR					
Basic earnings per share, EUR	0.02	0.01	0.03	0.01	0.01
Diluted earnings per share, EUR	0.02	0.01	0.03	0.01	0.01

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

EUR '000	**Q2/15**	**Q2/14**	**H1/15**	**H1/14**	**FY/14**
Profit for the period	**5,711**	**1,156**	**7,982**	**1,479**	**2,245**
Other comprehensive income					
Remeasurements of defined benefit pension plans	0	0	0	0	-4,036
Exchange differences on translating foreign operations - Group	-3,879	-7,121	4,200	-7,327	-5,198
Exchange differences on	-132	-624	-1,596	-654	-997

translating foreign operations – Associate and JV					
Income tax relating to other comprehensive income	1,056	-225	-763	-187	-964
Other comprehensive income, net of tax	**-2,956**	**-7,970**	**1,841**	**-8,169**	**-11,196**
Total comprehensive income for the period	**2,755**	**-6,814**	**9,823**	**-6,690**	**-8,951**
Total comprehensive income attributable to:					
Owners of the parent	2,987	-6,627	9,812	-6,470	-8,533
Non-controlling interests	-232	-187	11	-220	-418

CONSOLIDATED STATEMENT OF FINANCIAL POSITION, SUMMARY

EUR '000	**30.6.2015**	**30.6.2014**	**31.12.2014**
ASSETS			
Non-current assets			
Goodwill	64,383	62,334	63,052
Other intangible assets	21,784	20,533	20,358
Property, plant and equipment	49,867	41,197	47,970
Investments in associates	89	79	92
Other non-current assets	44,231	48,144	44,664
Non-current assets total	**180,354**	**172,286**	**176,136**
Current assets			
Inventories	60,742	50,116	60,051
Trade receivables	20,780	25,146	19,987
Other receivables	17,308	14,658	20,782
Cash and cash equivalents	10,494	16,999	13,332
Current assets total	**109,324**	**106,919**	**114,153**
Total assets	**289,679**	**279,205**	**290,289**
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital	23,642	23,642	23,642
Share premium reserve	25,740	25,740	25,740
Paid-up unrestricted equity reserve	238,318	237,841	243,424
Legal Reserve	198	205	210
Translation reserves	-10,368	-12,890	-12,061
Retained earnings	-95,505	-100,836	-103,657
Equity attributable to owners of the parent	**182,025**	**173,702**	**177,298**
Non-controlling interests	**4,959**	**5,178**	**4,947**
Total equity	**186,984**	**178,880**	**182,245**
Liabilities			
Non-current liabilities			
Deferred tax liabilities	8,412	7,795	8,200
Provisions	10,481	9,922	10,137
Share of joint ventures' losses	20,277	16,127	19,622
Pension liabilities	19,830	16,027	19,954
Financial liabilities	9,854	6,328	10,337
Non-current liabilities total	**68,854**	**56,201**	**68,250**

Current liabilities			
Trade payables	15,713	18,013	19,291
Other current liabilities	18,128	26,111	20,503
Current liabilities total	**33,841**	**44,124**	**39,794**
Total liabilities	**102,695**	**100,325**	**108,044**
Total equity and liabilities	**289,679**	**279,205**	**290,289**

SUMMARY OF CASH, INTEREST-BEARING RECEIVABLES AND INTEREST-BEARING LIABILITIES

EUR '000	**30.6.2015**	**30.6.2014**	**31.12.2014**
Cash and cash equivalents	**10,494**	**16,999**	**13,332**
Interest-bearing receivables			
Current	5,193	5,188	9,213
Non-current	35,414	39,448	34,993
Interest-bearing receivables	**40,607**	**44,636**	**44,206**
Interest-bearing liabilities			
Current	4,612	4,020	1,792
Non-current	8,736	6,288	10,337
Interest-bearing liabilities	**13,348**	**10,308**	**12,129**
NET TOTAL	**37,753**	**51,327**	**45,409**

SUMMARY OF GROUP'S PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

EUR '000	**Property, plant and equipment**	**Intangible assets**
Acquisition cost 1.1.2015	78,052	225,275
Additions	3,314	466
Disposals	-109	0
Reclass between items	128	0
Effect of movements in exchange rates	387	3,594
Acquisition cost 30.6.2015	81,773	229,335
Acquisition cost 1.1.2014	61,744	220,967
Additions	14,369	441
Disposals	-298	0
Reclass between items	22	24
Effect of movements in exchange rates	2,215	3,843
Acquisition cost 31.12.2014	78,052	225,275

CONSOLIDATED STATEMENT OF CASH FLOWS, SUMMARY

EUR '000	**H1/15**	**H1/14**	**FY/14**
Profit for the period	7,982	1,479	2,245
Adjustments to profit for the period	-3,103	5,929	7,397
Changes in working capital	-2,583	-4,347	-3,425
Discontinued operations	0	-404	-1,087
Net cash from operating activities	**2,296**	**2,657**	**5,129**
Disposal of subsidiaries and associates, net of cash sold	0	0	-2
Capital expenditure and other investing activities	-3,939	-6,799	-12,562
Proceeds from repayments of loans and loans given	3,510	3,534	2,351
Net cash used in investing activities	**-429**	**-3,265**	**-10,213**
Capital Redemption	-5,106	-4,884	-4,884
Proceeds from borrowings	3,363	9,341	11,364
Repayment of borrowings, and other financing activities	-3,004	-674	-1,891
Net cash used in financing activities	**-4,747**	**3,783**	**4,590**
Net increase in cash and cash equivalents	**-2,880**	**3,174**	**-494**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

A = Share capital
B = Share premium reserve
C = Paid-up unrestricted equity reserve
D = Translation reserve
E = Retained earnings
F = Legal reserve
G = Equity attributable to owners of the parent, total
H = Non-controlling interests
I = Total equity

EUR '000	A	B	C	D	E	F	G	H	I
Equity at 31.12.2013	**23,642**	**25,740**	**242,726**	**-4,773**	**-102,575**	**201**	**184,961**	**5,368**	**190,328**
Profit for the period 1-6/2014 + comprehensive income				-7,463	1,707		-5,756	-228	-5,984
Share of OCI in associates and JV				-654			-654		-654
Translation differences					-60		-60	9	-51
Share-based payments					91		91	29	121
Capital redemption			-4,884				-4,884		-4,884
Other changes in equity						4	4		4
Equity at 30.6.2014	**23,642**	**25,740**	**237,842**	**-12,890**	**-100,837**	**205**	**173,702**	**5,178**	**178,880**
Profit for the period 7-12/2014 + comprehensive income				1,172	1,151		2,323	-385	1,938
Share of OCI in associates and JV				-343			-343		-343
Translation differences								181	181
Rights Issue			5,583				5,583		5,583
Share-based payments					63		63	-26	37
Acquisitions and disposals of subsidiaries					2		2		2
Remeasurements of defined benefit pension plans					-4,036		-4,036		-4,036
Other changes in equity						5	5		5
Equity at 31.12.2014	**23,642**	**25,740**	**243,425**	**-12,062**	**-103,658**	**210**	**177,297**	**4,948**	**182,244**
Profit for the period 1-6/2015 + comprehensive income				3,289	8,119		11,409	-137	11,272
Share of OCI in associates and JV				-1,596			-1,596		-1,596
Translation differences								148	148
Share-based payments					60		60	1	61
Capital redemption			-5,106				-5,106		-5,106
Acquisitions and disposals of subsidiaries					-27		-27		-27
Other changes in equity						-11	-11		-11
Equity at 30.6.2015	**23,642**	**25,740**	**238,318**	**-10,368**	**-95,505**	**198**	**182,025**	**4,960**	**186,984**

RELATED PARTY TRANSACTIONS DURING THE REVIEW PERIOD

EUR '000	**H1/15**	**H1/14**	**FY/14**
Sales to joint ventures	175	54	145
Sales to other related parties	16	15	30
Purchases from joint ventures	-4,488	-4,004	-4,376
Financing income from joint ventures	494	511	1,020
Financing expense to other related parties	308	-170	-120
Loan receivables from joint ventures	34,804	34,060	34,406
Loan receivables from other related parties	3,592	7,242	7,102
Trade and other receivables from joint ventures	7,323	5,763	6,389
Trade and other receivables from other related parties	78	8	8
Trade and other payables to joint ventures	291	1,495	166

FINANCIAL INDICATORS

	H1/15	H1/14	FY/14
Return on equity, % p.a.	8.5%	1.6%	1.2%
Return on capital employed, % p.a.	14.5%	4.5%	4.0%
Equity ratio, %	64.5%	64.1%	62.8%
Gearing, %	1.5%	-3.7%	-0.7%
Personnel at the end of the period	749	712	698

EXCHANGE RATES

The balance sheet date rate is based on exchange rate published by the European Central Bank for the closing date. The average exchange rate is calculated as an average of daily rates from the European Central Bank during the year.

The key exchange rates applied in the accounts:

Average rates

	H1/15	H1/14	FY/14
TRY	2.8626	2.9678	2.9065
USD	1.1158	1.3703	1.3285
ZAR	13.3048	14.6758	14.4037

Balance sheet rates

	30.6.2015	30.6.2014	31.12.2014
TRY	2.9953	2.8969	2.8320
USD	1.1189	1,3658	1.2141
ZAR	13.6416	14.4597	14.0353

FORMULAS FOR FINANCIAL INDICATORS

Financial ratios and indicators have been calculated with the same principles as applied in the 2014 financial statements. These principles are presented below.

Return on equity, % = Profit for the period / Total equity (average for the period) * 100

Return on capital employed, % = (Profit before taxes + financing expenses) / (Total assets - interest-free liabilities) average * 100

Equity ratio, % = Total equity / (Total assets - prepayments received) * 100

Gearing, % = (Interest-bearing debt - liquid funds) / Total equity * 100

Net interest-bearing debt = Interest-bearing debt - liquid funds

Earnings per share, basic, EUR = Profit attributable to owners of the parent company / Average number of shares during the period

Earnings per share, diluted, EUR = Profit attributable to owners of the parent company / Average number of shares during the period, diluted

Operating profit (EBIT) = Operating profit is the net of revenue plus other operating income, plus gain/loss on finished goods inventory change, minus employee benefits expense, minus depreciation, amortisation and impairment and minus other operating expense. Foreign exchange gains or losses are included in operating profit when generated from ordinary activities. Exchange gains or losses related to financing activities are recognised as financial income or expense.

Earnings before interest, taxes, depreciation and amortisation (EBITDA) = Operating profit + depreciation + amortisation + impairment losses

ACCOUNTING POLICIES
This Interim Report is prepared in accordance with IAS 34 'Interim Financial Reporting' and should be read in conjunction with Afarak's financial statements for 2014. Afarak has applied the same accounting principles in the preparation of this Interim Report as in its financial statements for 2014, except for the adoption of new standards and interpretations that become effective in 2015. The changes did not have material impact on the Interim Report.

The preparation of the Interim Report in accordance with IFRS requires management to make estimates and assumptions that affect the valuation of the reported assets and liabilities and other information, such as contingent liabilities and the recognition of income and expenses in the income statement. Although the estimates are based on the management's best knowledge of current events and actions, actual results may differ from the estimates.

The figures in the tables have been rounded off, which must be considered when calculating totals. Average exchange rates for the period have been used for income statement conversions, and period-end exchange rates for balance sheet.

The Interim Report data are unaudited.

Share-related key figures

		Q2/15	**Q2/14**	**H1/15**	**H1/14**	**FY/14**
Share price development in London Stock Exchange						
Average share price*	EUR	0.44	0.37	0.44	0.37	0.37
	GBP	0.33	0.30	0.33	0.30	0.30
Lowest share price*	EUR	0.44	0.37	0.34	0.37	0.30
	GBP	0.33	0.30	0.25	0.30	0.24
Highest share price*	EUR	0.44	0.38	0.44	0.38	0.39
	GBP	0.33	0.31	0.33	0.31	0.32
Share price at the end of the period**	EUR	0.46	0.37	0.46	0.37	0.32
	GBP	0.33	0.30	0.33	0.30	0.25
Market capitalisation at the end of the period**	EUR million	118.6	93.0	118.6	93.0	84.1
	GBP million	84.4	74.5	84.4	74.5	65.5
Share trading development						
Share turnover	thousand shares	7	13	7	20	23
Share turnover	EUR thousand	3	5	3	7	9
Share turnover	GBP thousand	2	4	2	6	7
Share turnover	%	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Share price development in NASDAQ Helsinki						
Average share price	EUR	0.40	0.38	0.39	0.37	0.32
Lowest share price	EUR	0.36	0.36	0.33	0.31	0.21
Highest share price	EUR	0.46	0.42	0.65	0.42	0.42
Share price at the end of the period	EUR	0.37	0.37	0.37	0.37	0.32
Market capitalisation at the end of the period	EUR million	96.0	91.9	96.0	91.9	83.1
Share trading						

development						
Share turnover	thousand shares	4,636	6,005	20,579	8,249	20,927
Share turnover	EUR thousand	1,868	2,286	7,968	3,055	6,638
Share turnover	%	1.8%	2.4%	7.9%	3.3%	8.1%

* Share prices have been calculated on the average EUR/GBP exchange rate published by Bank of Finland.

** Share price and market capitalisation at the end of the period have been calculated on the EUR/GBP exchange rate published by Bank of Finland at the end of the period.

Formulas for share-related key indicators

Average share price = Total value of shares traded in currency / Number of shares traded during the period

Market capitalisation, million = Number of shares * Share price at the end of the period

FORWARD LOOKING STATEMENTS

This report contains forward-looking statements. Often, but not always, forward-looking statements can be identified by the use of forward-looking terminology, including the terms “believes”, “expects”, “intends”, “may”, “will” or “should” or, in each case, their negative or other variations or comparable terminology. By their nature, forward-looking statements involve uncertainty because they depend on future circumstances, and relate to events, not all of which are within the Company's control or can be predicted by the Company.

Although the Company believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Actual results could differ materially from those set out in the forward-looking statements. Save as required by law (including the Finnish Securities Markets Acts (746/2012), as amended, or by the Listing Rules or the Disclosure and Transparency Rules of the UK Financial Services Authority), the Company undertakes no obligation to update any forward-looking statements in this report that may occur due to any changes in the Directors' expectations or to reflect events or circumstances after the date of this report.