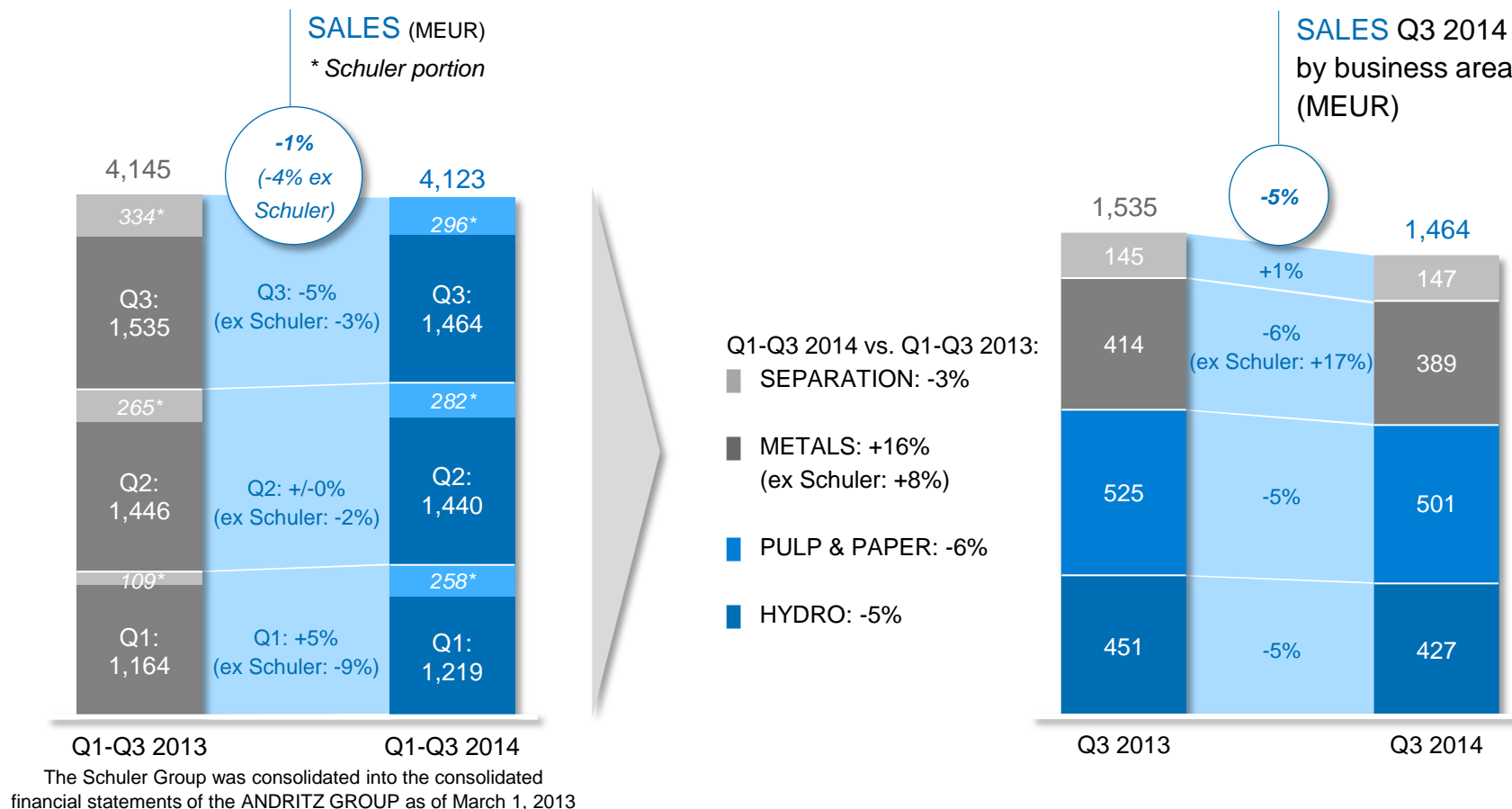




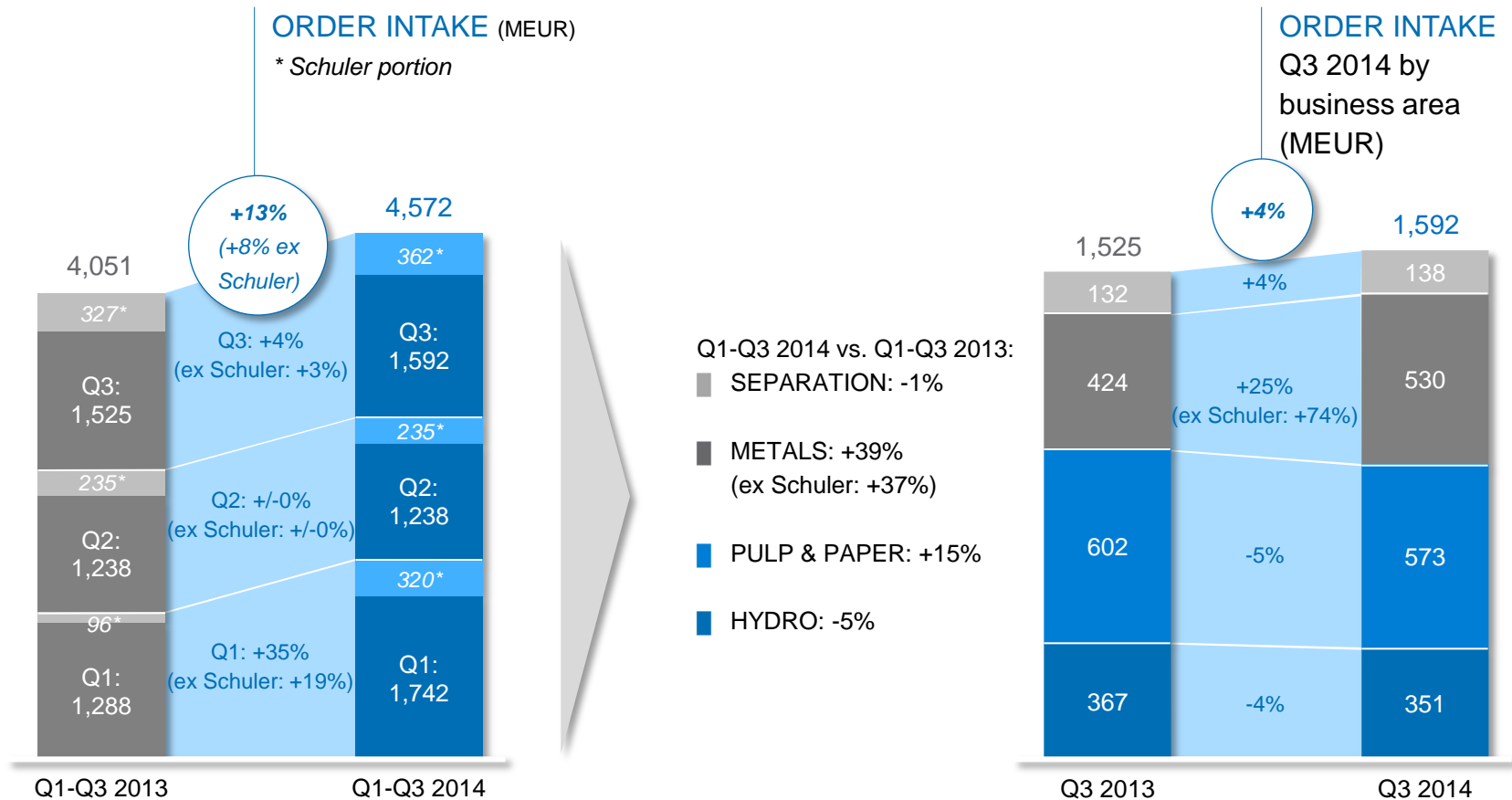
Results for the first three quarters of 2014

November 6, 2014

Group sales: Q1-Q3 2014 slightly below level of last year; project related sales decline in most business areas in Q3 2014



Group order intake: Q1-Q3 2014 strongly up due to P&P and METALS; Q3 2014 slightly above good level of last year

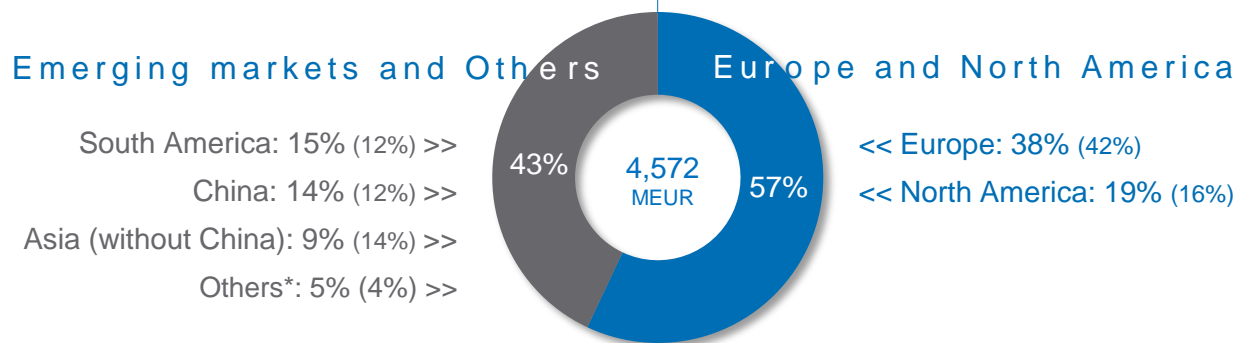


The Schuler Group was consolidated into the consolidated financial statements of the ANDRITZ GROUP as of March 1, 2013

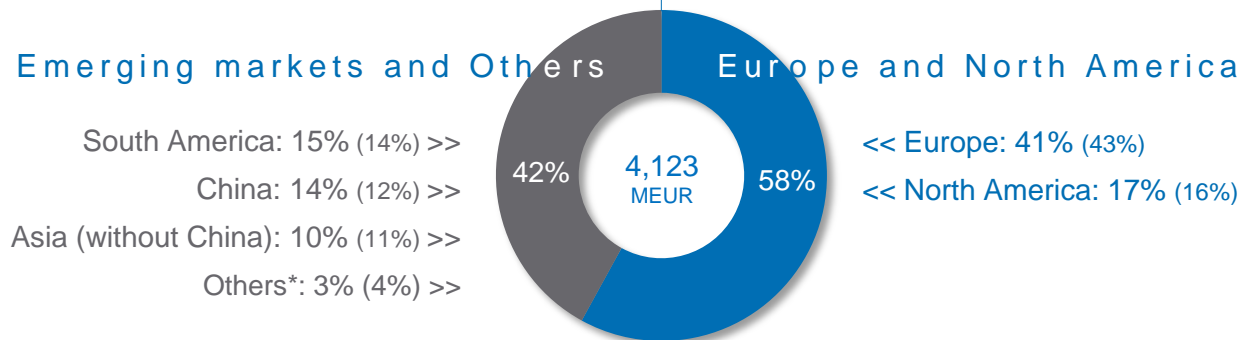
Order intake and sales by region

Well-balanced geographical exposure

ORDER INTAKE Q1-Q3 2014 by region (Q1-Q3 2013)



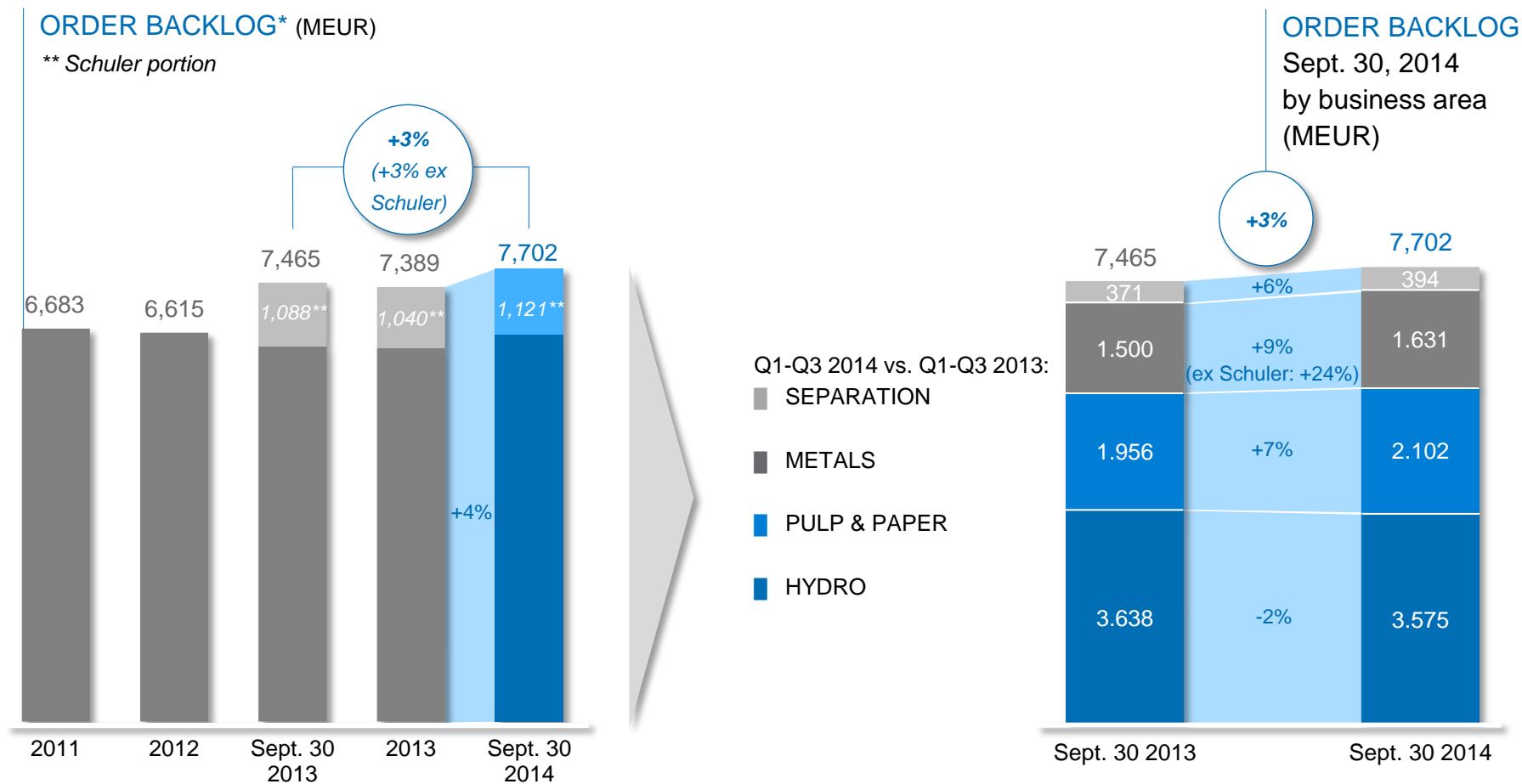
SALES Q1-Q3 2014 by region (Q1-Q3 2013)



* Africa and Australia

Order backlog

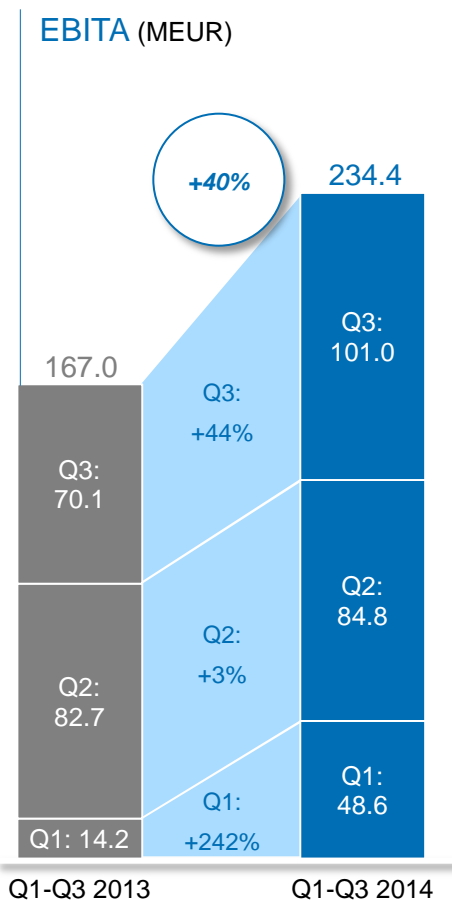
Solid workload in all business areas



* As of end of period. The Schuler Group was consolidated into the consolidated financial statements of the ANDRITZ GROUP as of March 1, 2013

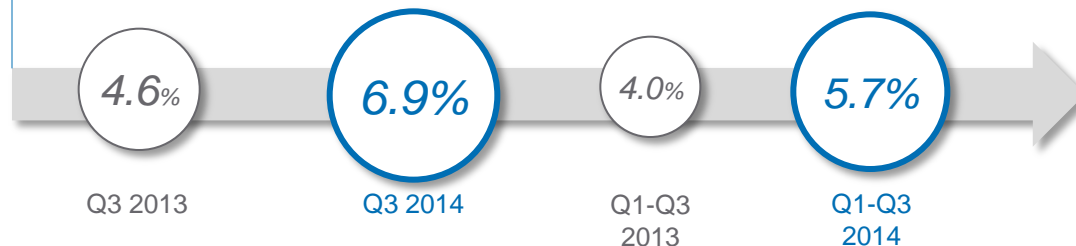
Satisfactory development of EBITA margin

SEPARATION slightly improved



The Schuler Group was consolidated into the consolidated financial statements of the ANDRITZ GROUP as of March 1, 2013

GROUP EBITA MARGIN



Q3 2014

- >> EBITA, at 101.0 MEUR, increased by 44% compared to Q3 2013 (70.1 MEUR) due to PULP & PAPER and SEPARATION recovering strongly from last year's very low levels
- >> EBITA margin, at 6.9%, (Q3 2013: 4.6%): satisfactory levels at METALS and HYDRO; PULP & PAPER still impacted by some lower margin orders; SEPARATION improvement underway

Q1-Q3 2014

EBITA and margin considerably higher compared to low level of last year's reference period, which was negatively impacted by cost overruns in PULP & PAPER and unsatisfactory earnings in SEPARATION

Key figures Q3/Q1-Q3 2014 at a glance

Strong cash flow generation and low net working capital

	Unit	Q1-Q3 2014	Q1-Q3 2013	+/-	Q3 2014	Q3 2013	+/-	2013
Order intake	MEUR	4,571.6	4,051.3	+12.8%	1,591.5	1,525.3	+4.3%	5,611.0
Order backlog (as of end of period)	MEUR	7,702.2	7,464.5	+3.2%	7,702.2	7,464.5	+3.2%	7,388.5
Sales	MEUR	4,122.9	4,144.6	-0.5%	1,463.5	1,534.5	-4.6%	5,710.8
EBITDA	MEUR	298.9	229.3	+30.4%	123.2	93.3	+32.0%	255.2
EBITA	MEUR	234.4	167.0	+40.4%	101.0	70.1	+44.1%	164.1
EBIT	MEUR	176.0	116.2	+51.5%	81.6	50.3	+62.2%	89.8
EBT	MEUR	174.3	110.8	+57.3%	81.6	48.0	+70.0%	80.3
Financial result	MEUR	-1.7	-5.4	+68.5%	0.0	-2.3	+100.0%	-9.5
Net income (including non-controlling interests)	MEUR	122.0	77.6	+57.2%	57.1	32.8	+74.1%	53.2
Cash flow from operating activities	MEUR	225.6	-81.1	+378.2%	176.6	5.4	+3,170.4%	93.7
Capital expenditure	MEUR	61.9	65.5	-5.5%	27.4	21.1	+29.9%	111.4
Equity ratio	%	16.9	18.0	-	16.9	18.0	-	16.7
Liquidity	MEUR	1,666.6	1,410.9	+18.1%	1,666.6	1,410.9	+18.1%	1,517.0
Net liquidity (after deduction of all financial liabilities)	MEUR	1,013.8	782.3	+29.6%	1,013.8	782.3	+29.6%	893.1
Net working capital	MEUR	-607.0	-435.6	-39.3%	-607.0	-435.6	-39.3%	-539.4
EBITDA margin	%	7.2	5.5	-	8.4	6.1	-	4.5
EBITA margin	%	5.7	4.0	-	6.9	4.6	-	2.9
EBIT margin	%	4.3	2.8	-	5.6	3.3	-	1.6
Employees (as of end of period; without apprentices)	-	24,468	23,939	+2.2%	24,468	23,939	+2.2%	23,713

The Schuler Group was consolidated into the consolidated financial statements of the ANDRITZ GROUP as of March 1, 2013

HYDRO

Reasonable project activity...



ANDRITZ HYDRO Hammerfest has received an order from MeyGen Ltd. to supply three 1.5-megawatt tidal current turbines. This is the first order worldwide for the commercial use of such turbines.

MODERNIZATIONS/REHABILITATIONS

Reasonable – although clearly below peak years – project activity in Europe and North America

NEW HYDROPOWER PLANTS

Some projects in emerging markets in implementation or planning phase (particularly in South America and Africa)

PUMPS

Solid project and investment activity

COMPETITION

No major changes experienced during reporting period

... and stable business development

HYDRO	Unit	Q1-Q3 2014	Q1-Q3 2013	+/-	Q3 2014	Q3 2013	+/-	2013
Order intake ¹	MEUR	1,166.0	1,221.6	-4.6%	351.4	367.3	-4.3%	1,865.4
Order backlog (as of end of period)	MEUR	3,575.5	3,637.4	-1.7%	3,575.5	3,637.4	-1.7%	3,722.4
Sales ²	MEUR	1,232.2	1,301.5	-5.3%	426.8	450.9	-5.3%	1,804.8
EBITDA	MEUR	114.5	121.2	-5.5%	42.8	44.9	-4.7%	176.8
EBITDA margin	%	9.3	9.3	-	10.0	10.0	-	9.8
EBITA ³	MEUR	91.7	99.3	-7.7%	34.9	38.0	-8.2%	146.9
EBITA margin	%	7.4	7.6	-	8.2	8.4	-	8.1
Employees (as of end of period; without apprentices)	-	8,080	7,712	+4.8%	8,080	7,712	+4.8%	7,445

1

ORDER INTAKE in Q3 2014 slightly below the level of Q3 2013

2

POC-related decline in **SALES**

3

EARNINGS and **MARGINS** at unchanged solid levels

PULP & PAPER

Good project and investment activity ...

MODERNIZATIONS/GREENFIELD

Good project and investment activity for modernizations and refurbishments; next green-/brownfield pulp mills in South America and Europe expected during H1 2015

TISSUE

Solid demand, especially in China



Photo: Montes del Plata



Pulp mill Montes del Plata, Uruguay

BIOMASS/RECOVERY BOILERS

Good investment activity

COMPETITION

Unchanged challenging price competition

... and earnings recovery from low levels

PULP & PAPER	Unit	Q1-Q3 2014	Q1-Q3 2013	+/-	Q3 2014	Q3 2013	+/-	2013
Order intake ¹	MEUR	1,629.6	1,417.3	+15.0%	572.4	602.3	-5.0%	1,907.7
Order backlog (as of end of period)	MEUR	2,101.7	1,956.0	+7.4%	2,101.7	1,956.0	+7.4%	1,885.6
Sales ²	MEUR	1,369.9	1,456.7	-6.0%	500.6	524.5	-4.6%	2,005.3
EBITDA	MEUR	85.5	8.2	+942.7%	35.7	-1.8	+2,083.3%	-11.5
EBITDA margin	%	6.2	0.6	-	7.1	-0.3	-	-0.6
EBITA ³	MEUR	66.9	-9.2	+827.2%	29.1	-7.7	+477.9%	-35.7
EBITA margin	%	4.9	-0.6	-	5.8	-1.5	-	-1.8
Employees (as of end of period; without apprentices)	-	7,340	7,075	+3.7%	7,340	7,075	+3.7%	7,136

1

ORDER INTAKE in Q3 2014 almost reached very high level of Q3 2013

2

Decline in SALES due to strong sales contribution of a pulp mill project in Q3 2013

3

Recovery of EARNINGS and MARGIN in Q3 2014 compared to very low level of last year; good development of profitability in service, capital still impacted by execution of some lower margin orders

METALS

Overall good project activity ...

METALFORMING

Good project activity, especially in China; satisfactory level in Europe

STAINLESS STEEL

Unchanged low project activity, however some selective investments in emerging markets



Major order from FAW Volkswagen in China for three servo press lines and three tryout presses

ALUMINUM

Very good project activity

COMPETITION

No major changes experienced during reporting period

... and solid business development

METALS	Unit	Q1-Q3 2014	Q1-Q3 2013	+/-	Q3 2014	Q3 2013	+/-	2013
Order intake ¹	MEUR	1,328.1	958.3	+38.6%	530.2	423.8	+25.1%	1,233.8
Order backlog (as of end of period)	MEUR	1,631.4	1,500.3	+8.7%	1,631.4	1,500.3	+8.7%	1,427.6
Sales ²	MEUR	1,111.8	962.9	+15.5%	389.5	413.7	-5.8%	1,311.0
EBITDA	MEUR	87.0	90.2	-3.5%	36.8	45.1	-18.4%	76.6
EBITDA margin	%	7.8	9.4	-	9.4	10.9	-	5.8
EBITA ³	MEUR	69.8	74.7	-6.6%	31.1	37.4	-16.8%	53.5
EBITA margin	%	6.3	7.8	-	8.0	9.0	-	4.1
Employees (as of end of period; without apprentices)	-	6,202	6,309	-1.7%	6,202	6,309	-1.7%	6,300

The Schuler Group was consolidated into the consolidated financial statements of the ANDRITZ GROUP as of March 1, 2013 and is allocated to the METALS business area

1

ORDER INTAKE in Q3 2014 favorably up (+25% vs. Q3 2013); ex Schuler, substantial increase by 74% mainly due to the receipt of some selective larger orders for aluminum strip processing equipment

2

Decline in **SALES** in Q3 2014


3

Good **MARGIN**, although below very high reference level of last year which was impacted by positive one-offs

SEPARATION

Mixed development of project and investment activity ...



 New low-profile belt press: significant reduction in investment costs combined with further decrease in operating costs

ENVIRONMENT

Solid investment activity by municipalities

FOOD

Satisfactory project activity

MINING AND MINERALS

Unchanged low project activity

CHEMICALS

Slight decrease in project activity compared to the previous quarter

FEED AND BIOMASS PELLETTING

Good project activity

... and earnings and margin recovery

SEPARATION	Unit	Q1-Q3 2014	Q1-Q3 2013	+/-	Q3 2014	Q3 2013	+/-	2013
Order intake 1	MEUR	447.9	454.1	-1.4%	137.5	131.9	+4.2%	604.1
Order backlog (as of end of period)	MEUR	393.6	370.8	+6.1%	393.6	370.8	+6.1%	352.9
Sales 2	MEUR	409.0	423.5	-3.4%	146.6	145.4	+0.8%	589.7
EBITDA	MEUR	11.9	9.7	+22.7%	7.9	5.0	+58.0%	13.3
EBITDA margin	%	2.9	2.3	-	5.4	3.4	-	2.3
EBITA 3	MEUR	6.0	2.2	+172.7%	5.9	2.4	+145.8%	-0.6
EBITA margin	%	1.5	0.5	-	4.0	1.7	-	-0.1
Employees (as of end of period; without apprentices)	-	2,846	2,843	+0.1%	2,846	2,843	+0.1%	2,832

1

ORDER INTAKE in Q3 2014 slightly up compared to Q3 2013

2

SALES in Q3 2014 at level of last year's reference period

3

Jump in **EARNINGS** and **MARGIN** in Q3 2014 compared to the very low level of Q3 2013

Outlook for remainder of 2014

Investment activity to remain at current levels

stable +

HYDRO

Good project activity for modernizations and new hydropower stations to continue; good market activity for pumps to continue

stable +

PULP & PAPER

Solid project activity for modernizations/ capacity increases and power/biomass boilers; good pipeline for green-/brownfield pulp mill projects
→ order awards expected during H1 2015

stable +

METALS

Global metalforming market to stay at good level; steel at unchanged subdued level; good market activity in aluminum to continue

stable +/-

SEPARATION

Low project activity in mining to remain; solid project activity in chemicals; good investment activity in environment, food, and feed/biomass pelleting

ANDRITZ GROUP

- >> Slight increase in sales due to Schuler consolidation effect (contribution of additional two months in 2014)
- >> Significant improvement of net income targeted