



**ASX & MEDIA RELEASE**

**(ASX: SGM)**

**17 July 2018**

### **Additional Disclosure of North America Metals Financial Reporting Segment**

Sims Metal Management Limited (the "Company") today announced that it is enhancing its financial disclosure by providing greater financial transparency of the equity accounted results for SA Recycling LLC ("SAR"). SAR operates 73 facilities across North America, specifically California, Texas, Arizona, Nevada, Georgia, Alabama and Tennessee. The core business of SAR is ferrous and non-ferrous metal recycling, servicing US domestic and international customers (refer to [www.sarecycling.com](http://www.sarecycling.com) for further details).

The 50% investment in SAR, held through one of the Company's subsidiaries, has been disaggregated from the historical North America Metals operating segment for market disclosure. The two new segments will be referred to as North America Metals and Investment in SA Recycling.

The operating segments disclosure changes will be applied in respect to the fiscal year ending 30 June 2018 and thereafter.

Comparison of statutory and underlying EBITDA, statutory and underlying EBIT and assets under the new and historical segments for the past five half year periods and the prior two full year periods are attached.

The Company will release its results for the fiscal year ending 30 June 2018 on 24 August 2018.

#### **About Sims Metal Management**

Sims Metal Management is one of the world's largest listed metal recyclers with over 240 facilities, operations in 18 countries and approximately 4,700 employees globally. Sims' core businesses are metal recycling and electronics recycling. With circa 50% of its revenue from operations in North America. The Company's ordinary shares are listed on the Australian Securities Exchange (ASX: SGM) and its American Depositary Shares are quoted on the Over-the-Counter market in the United States (USOTC: SMSMY).

Please visit our website ([www.simsmm.com](http://www.simsmm.com)) for more information on the Company and recent developments.

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### New Operating Segments

#### North America Metals

A\$m	1H FY16	2H FY16	YE FY16	1H FY17	2H FY17	YE FY17	1H FY18
Sales Revenue	1,235.6	1,117.0	2,352.6	1,111.0	1,306.5	2,417.5	1,515.7
Statutory EBITDA	5.1	49.9	55.0	70.5	54.6	125.1	70.6
Underlying EBITDA	23.3	53.9	77.2	50.8	58.2	109.0	70.9
Depreciation	32.2	29.5	61.7	26.6	27.4	54.0	27.1
Amortisation	6.8	4.9	11.7	4.4	4.5	8.9	3.9
Statutory EBIT	-40.7	15.5	-25.2	39.5	22.7	62.2	39.6
Underlying EBIT	-15.7	19.5	3.8	19.8	26.3	46.1	39.9
Assets	963.7	1,018.2	1,018.2	1,066.2	1,009.8	1,009.8	1,032.1
Intake Volumes (000's)	2,900	2,860	5,760	2,614	2,726	5,340	3,184
Sales Volumes (000's)	2,990	2,782	5,772	2,735	2,719	5,454	3,059
Employees	1,898	1,884	1,884	1,683	1,680	1,680	1,826

#### Investment in SA Recycling

A\$m	1H FY16	2H FY16	YE FY16	1H FY17	2H FY17	YE FY17	1H FY18
Statutory EBITDA	-7.4	5.9	-1.5	10.9	15.4	26.3	25.1
Underlying EBITDA	-7.4	5.9	-1.5	10.9	15.4	26.3	25.1
Statutory EBIT	-126.5	5.9	-120.6	10.9	15.4	26.3	25.1
Underlying EBIT	-7.4	5.9	-1.5	10.9	15.4	26.3	25.1
Assets	123.1	126.8	126.8	136.6	131.9	131.9	145.4

### Historical Operating Segment

#### North America Metals

A\$m	1H FY16	2H FY16	YE FY16	1H FY17	2H FY17	YE FY17	1H FY18
Sales Revenue	1,235.6	1,117.0	2,352.6	1,111.0	1,306.5	2,417.5	1,515.7
Statutory EBITDA	-2.3	55.8	53.5	81.4	70.0	151.4	95.7
Underlying EBITDA	15.9	59.8	75.7	61.7	73.6	135.3	96.0
Depreciation	32.2	29.5	61.7	26.6	27.4	54.0	27.1
Amortisation	6.8	4.9	11.7	4.4	4.5	8.9	3.9
Statutory EBIT	-167.2	21.4	-145.8	50.4	38.1	88.5	64.7
Underlying EBIT	-23.1	25.4	2.3	30.7	41.7	72.4	65.0
Assets	1,086.8	1,145.0	1,145.0	1,202.8	1,141.7	1,141.7	1,177.5
Intake Volumes (000's)	2,900	2,860	5,760	2,614	2,726	5,340	3,184
Sales Volumes (000's)	2,990	2,782	5,772	2,735	2,719	5,454	3,059
Employees	1,898	1,884	1,884	1,683	1,680	1,680	1,826