

## **Item 6. SELECTED FINANCIAL DATA**

The following selected consolidated financial data is derived from the Corporation's audited consolidated financial statements. The consolidated financial statements presented herein have been prepared in accordance with accounting principles generally accepted in the United States ("US GAAP"). The consolidated financial statements for fiscal years ended December 31, 2008, 2007 and 2006 presented herein were recast from generally accepted accounting principles in Canada ("Canadian GAAP") to US GAAP. These historical results are not necessarily indicative of results for any future period. The following table includes the adjusted non-GAAP financial measures "adjusted net income", "adjusted net income per share—basic", and "adjusted net income per share—diluted". For a definition of these adjusted non-GAAP measures and reconciliation to the most directly comparable financial measure calculated and presented in accordance with GAAP, please read "Non-GAAP Financial Measures" in Item 7 of this Annual Report on Form 10-K.

	Years Ended December 31,			
	2009	2008	2007	2006(a)
(US dollars in millions, except per share amounts)				
<b>Statement of Operations Data:</b>				
Revenue				
Molybdenum sales . . . . .	\$ 361.9	\$ 992.2	\$ 891.1	\$147.7
Tolling, calcining and other . . . . .	11.5	19.2	23.3	3.1
	<u>373.4</u>	<u>1,011.4</u>	<u>914.4</u>	<u>150.8</u>
Cost of sales				
Operating expenses . . . . .	241.3	557.4	588.8	147.3
Selling and marketing . . . . .	6.2	10.1	9.0	1.2
Depreciation, depletion and amortization . . . . .	43.4	40.0	48.2	4.7
Accretion expense . . . . .	1.4	1.7	1.7	0.1
	<u>292.3</u>	<u>609.2</u>	<u>647.7</u>	<u>153.3</u>
Revenue less cost of sales . . . . .	81.1	402.2	266.7	(2.5)
Other (income) expenses . . . . .	135.1(b)	104.8	65.4	26.2
Income and mining taxes (benefit) . . . . .	2.0	124.3	61.7	(7.6)
Net (loss) income . . . . .	<u>\$ (56.0)(b)</u>	<u>\$ 173.1</u>	<u>\$ 139.6</u>	<u>\$ (21.1)</u>
Net (loss) income per share				
—basic . . . . .	\$ (0.44)(b)	\$ 1.45	\$ 1.27	\$ (0.37)
—diluted . . . . .	\$ (0.44)(b)	\$ 1.31	\$ 1.10	\$ (0.37)
Basic weighted-average shares outstanding . . . . .	127.5	119.5	110.2	57.7
Diluted weighted-average shares outstanding . . . . .	127.5	131.7	126.6	57.7
<b>Adjusted non-GAAP Measures:(c)</b>				
Adjusted net income(c) . . . . .	\$ 37.4(c)	\$ 241.3	\$ n/a	\$ n/a
Adjusted net income per share—basic(c) . . . . .	\$ 0.29(c)	\$ 2.02	\$ n/a	\$ n/a
Adjusted net income per share—diluted(c) . . . . .	\$ 0.29(c)	\$ 1.83	\$ n/a	\$ n/a
<b>Other Financial Data:</b>				
Cash generated by operating activities . . . . .	\$ 105.9	\$ 389.0	\$ 148.4	\$ 75.4
Capital expenditures . . . . .	\$ 66.1	\$ 101.3	\$ 14.7	\$ 4.5
<b>Balance Sheet Data as of December 31:</b>				
Cash and cash equivalents . . . . .	\$ 158.5	\$ 258.0	\$ 113.7	\$ 98.1
Short-term investments . . . . .	\$ 353.0	\$ —	\$ —	\$ —
Total assets . . . . .	\$1,344.6	\$1,046.4	\$1,083.0	\$899.9
Total debt . . . . .	\$ 12.9	\$ 17.3	\$ 237.4	\$397.8
Total liabilities . . . . .	\$ 359.2(b)	\$ 255.8	\$ 612.0	\$675.7
Shareholders' equity . . . . .	\$ 985.4(b)	\$ 790.6	\$ 471.0	\$224.2

(a) The 2006 period is from inception (October 26, 2006) through December 31, 2006.

(b) On January 1, 2009 the Corporation adopted the guidance issued by the Emerging Issues Task Force (“EITF”), which requires our outstanding common stock purchase warrants to be accounted for as a derivative with changes in the fair market value recorded in net income (loss). Net loss for 2009 includes a non-cash unrealized loss of \$93.4 million, or \$(0.73) per basic and diluted share.

(c) See “Non-GAAP Financial Measures” in Item 7 of this Annual Report on Form 10-K for the definition and calculation of these non-GAAP measures.