

Southern Steel Berhad
 Unaudited Condensed Consolidated Income Statements
 RM'000

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/03/08	Preceding Year Corresponding Quarter 31/03/07	Current Year To Date 31/03/08	Preceding Year Corresponding Period To Date 31/03/07
Revenue	838,035	559,546	838,035	559,546
Cost of sales	<u>(685,678)</u>	<u>(517,721)</u>	<u>(685,678)</u>	<u>(517,721)</u>
Gross profit	152,357	41,825	152,357	41,825
Other operating expenses	(42,811)	(28,104)	(42,811)	(28,104)
Other operating income	9,975	9,243	9,975	9,243
Loss from impairment of property, plant and equipment	(4,955)	-	(4,955)	-
Finance cost	(8,179)	(11,016)	(8,179)	(11,016)
Share of results of associated companies	<u>1,260</u>	<u>631</u>	<u>1,260</u>	<u>631</u>
Profit/(Loss) before taxation	107,647	12,579	107,647	12,579
Taxation	(10,960)	922	(10,960)	922
Profit/(Loss) for the period	<u>96,687</u>	<u>13,501</u>	<u>96,687</u>	<u>13,501</u>
Attributable to:				
Equity holders of the parent	96,373	13,445	96,373	13,445
Minority interests	314	56	314	56
Profit/(Loss) for the period	<u>96,687</u>	<u>13,501</u>	<u>96,687</u>	<u>13,501</u>
Earnings/(Loss) per share (SEN)				
- Basic and fully diluted	<u>23.0</u>	<u>3.2</u>	<u>23.0</u>	<u>3.2</u>

Southern Steel Berhad
Unaudited Condensed Consolidated Balance Sheets

	As At End of Current Quarter 31/03/08 RM'000	As At Preceding Financial Year Ended 31/12/07 RM'000
NET ASSETS		
Non-Current Assets		
Property, plant & equipment	679,920	696,969
Prepaid lease payment	65,052	65,443
Goodwill on consolidation	48,991	48,991
Investments in associates	17,511	16,251
Other investments	860	860
	812,334	828,514
Current Assets		
Inventories	545,787	675,830
Receivables	362,300	260,310
Bank and cash balances	103,855	57,219
	1,011,942	993,359
Current Liabilities		
Payables	252,898	207,185
Short term borrowings	574,952	701,189
Current income tax liabilities	13,967	3,836
Dividend payable	-	20,214
	841,817	932,424
Net Current Assets / (Liabilities)	170,125	60,935
Non-Current Liabilities		
Borrowings	84,535	90,915
Deferred tax liabilities	67,932	66,433
Other deferred liabilities	24,883	23,697
	177,350	181,045
Total Net Assets	805,109	708,404
EQUITY		
Share Capital	399,470	398,959
Reserves	391,224	294,851
ICULS (Equity Component)	11,989	12,482
Equity attributable to equity holders of the company	802,683	706,292
Minority Interest	2,426	2,112
Total Equity	805,109	708,404

Southern Steel Berhad
Unaudited Condensed Consolidated Cash Flow Statement

	Current Period To Date 31/03/08 RM'000	Preceding Year Corresponding Period To Date 31/03/07 RM'000
OPERATING ACTIVITIES		
Profit / (Loss) before taxation	107,647	12,579
Adjustments for:		
Depreciation (and amortisation)	19,861	21,033
Interest expense	8,179	11,016
Share of results of associated companies	(1,260)	(631)
Gain on disposal of associated companies	-	(2,607)
Provisions for inventories, doubtful debts & others	21,998	3,181
Operating profit before working capital changes	<u>156,425</u>	<u>44,571</u>
Changes in working capital	54,217	(196,068)
Cash generated from operations	<u>210,642</u>	<u>(151,497)</u>
Retirement benefits/other provision paid	(514)	(240)
Interest paid	(8,390)	(13,750)
Income tax refund/(paid)	143	(68)
Net cash flows from operating activities	<u>201,881</u>	<u>(165,555)</u>
INVESTING ACTIVITIES		
Dividend income	21	-
Purchase of property, plant & equipment	(9,876)	-
Proceeds from disposal of associated companies	-	66,544
Others	300	54
Net cash used in investing activities	(9,555)	66,598
FINANCING ACTIVITIES		
Term loan repayment	(6,380)	(3,498)
Short term borrowings	(117,030)	80,566
Dividends paid	(20,214)	-
Net cash used in financing activities	<u>(143,624)</u>	<u>77,068</u>
Net change in cash and cash equivalents	48,702	(21,889)
Cash & cash equivalents at beginning of period	49,124	34,571
Cash & cash equivalents at end of period	<u>97,826</u>	<u>12,682</u>
Cash & cash equivalents :		
Cash in hand and at bank	54,097	19,843
Short term deposits	49,758	3,985
Bank overdraft	(6,029)	(11,146)
	<u>97,826</u>	<u>12,682</u>

Southern Steel Berhad
 Unaudited Condensed Consolidated Statements of Changes in Equity
 RM'000

	< ----- Attributable to Equity Holders of SSB ----- >						
	Share Capital RM'000	Reserves RM'000	Retained Profit / (Accumulated Losses) RM'000	ICULS- Equity RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
Balance at 01.01.07	362,029	149,202	65,959	46,953	624,143	2,563	626,706
Movements during the period	12	(10,801)	24,246	(12)	13,445	56	13,501
Balance at 31.03.07	<u>362,041</u>	<u>138,401</u>	<u>90,205</u>	<u>46,941</u>	<u>637,588</u>	<u>2,619</u>	<u>640,207</u>
Balance at 01.01.08	398,959	65,902	228,949	12,482	706,292	2,112	708,404
Movements during the period	511	-	96,373	(493)	96,391	314	96,705
Balance at 31.03.08	<u>399,470</u>	<u>65,902</u>	<u>325,322</u>	<u>11,989</u>	<u>802,683</u>	<u>2,426</u>	<u>805,109</u>