

Southern Steel Berhad
Unaudited Condensed Consolidated Income Statements
RM'000

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/09	Preceding Year Corresponding Quarter 30/09/08	Current Year To Date 30/09/09	Preceding Year Corresponding Period To Date 30/09/08
Revenue	561,880	918,439	1,443,881	2,733,979
Cost of sales	<u>(489,283)</u>	<u>(666,011)</u>	<u>(1,404,307)</u>	<u>(2,018,286)</u>
Gross profit	72,597	252,428	39,574	715,693
Other operating expenses	(38,666)	(71,715)	(107,085)	(184,897)
Other operating income	10,765	7,286	28,462	32,027
Loss from impairment of property, plant and equipment	-	-	-	(29,718)
Provision for diminution in value of inventories	-	(104,329)	-	(104,329)
Finance cost	(4,558)	(10,804)	(17,130)	(27,145)
Share of results of associated companies	<u>722</u>	<u>367</u>	<u>1,695</u>	<u>4,881</u>
Profit/(Loss) before taxation	40,860	73,233	(54,484)	406,512
Taxation	(6,241)	(7,867)	10,953	(40,680)
Profit/(Loss) for the period	<u>34,619</u>	<u>65,366</u>	<u>(43,531)</u>	<u>365,832</u>
Attributable to:				
Equity holders of the parent	34,619	65,697	(43,531)	364,536
Minority interests	-	(331)	-	1,296
Profit/(Loss) for the period	<u>34,619</u>	<u>65,366</u>	<u>(43,531)</u>	<u>365,832</u>
Earnings/(Loss) per share (SEN)				
- Basic and fully diluted	<u>8.3</u>	<u>15.7</u>	<u>(10.4)</u>	<u>86.9</u>

Southern Steel Berhad
Unaudited Condensed Consolidated Balance Sheets

	As At End of Current Quarter 30/09/09 RM'000	As At Preceding Financial Year Ended 31/12/08 RM'000
NET ASSETS		
Non-Current Assets		
Property, plant & equipment	629,283	669,728
Prepaid lease payment	74,586	64,739
Goodwill on consolidation	48,991	48,991
Investments in associates	16,944	15,799
Other investments	788	788
	770,592	800,045
Current Assets		
Inventories	532,245	862,883
Receivables	235,180	195,979
Bank and cash balances	112,702	67,407
	880,127	1,126,269
Current Liabilities		
Payables	184,364	187,961
Short term borrowings	680,483	904,270
Current income tax liabilities	14,732	326
	879,579	1,092,557
Net Current Assets / (Liabilities)	548	33,712
Non-Current Liabilities		
Deferred tax liabilities	40,080	49,975
Other deferred liabilities	26,496	25,202
	66,576	75,177
Total Net Assets	704,564	758,580
EQUITY		
Share Capital	411,467	411,467
Reserves	293,097	347,113
Equity attributable to equity holders of the company	704,564	758,580
Minority Interest	-	-
Total Equity	704,564	758,580

Southern Steel Berhad
Unaudited Condensed Consolidated Cash Flow Statement

	Current Period To Date 30/09/09 RM'000	Preceding Year Corresponding Period To Date 30/09/08 RM'000
OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(54,484)	406,512
Adjustments for:		
Depreciation (and amortisation)	64,382	61,216
Interest expense	17,130	27,145
Share of results of associated companies	(1,695)	(4,881)
Loss from impairment of property, plant and equipment	-	29,718
Provision for diminution in value of inventories	-	104,329
Net unrealised foreign exchange loss/ (gain)	7,560	23,404
Provisions for inventories, doubtful debts & others	(24,282)	44,609
Operating profit before working capital changes	8,611	692,052
Changes in working capital	355,018	(749,430)
Cash generated from operations	363,629	(57,378)
Retirement benefits/other provision paid	(1,405)	(1,605)
Interest paid	(18,129)	(24,525)
Income tax refund/(paid)	(422)	(14,849)
Net cash flows from operating activities	343,673	(98,357)
INVESTING ACTIVITIES		
Dividend income	573	39
Purchase of property, plant & equipment & prepaid lease	(57,389)	(46,469)
Others	496	2,300
Net cash used in investing activities	(56,320)	(44,130)
FINANCING ACTIVITIES		
Term loan repayment	-	(40,812)
Short term borrowings	(226,384)	207,630
Dividends paid	(10,485)	(20,214)
Net cash used in financing activities	(236,869)	146,604
Net change in cash and cash equivalents	50,484	4,117
Cash & cash equivalents at beginning of period	39,529	49,124
Cash & cash equivalents at end of period	90,013	53,241
Cash in hand and at bank	41,369	25,161
Short term deposits	71,333	48,350
Bank overdraft	(22,689)	(20,270)
	90,013	53,241

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 01.01.08	398,959	65,902	228,949	12,482	706,292	2,112	708,404
Movements during the period	12,508	-	364,536	(12,482)	364,562	1,296	365,858
Balance at 30.09.08	<u>411,467</u>	<u>65,902</u>	<u>593,485</u>	<u>-</u>	<u>1,070,854</u>	<u>3,408</u>	<u>1,074,262</u>
Balance at 01.01.09	411,467	65,902	281,211	-	758,580	-	758,580
Movements during the period	-	-	(43,531)	-	(43,531)	-	(43,531)
Dividends paid	-	-	(10,485)	-	(10,485)	-	(10,485)
Balance at 30.09.09	<u>411,467</u>	<u>65,902</u>	<u>227,195</u>	<u>-</u>	<u>704,564</u>	<u>-</u>	<u>704,564</u>