

Southern Steel Berhad
Unaudited Condensed Consolidated Income Statements
RM'000

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/12/09	Preceding Year Corresponding Quarter 31/12/08	Current Year To Date 31/12/09	Preceding Year Corresponding Period To Date 31/12/08
Revenue	588,636	488,420	2,032,517	3,222,399
Cost of sales	<u>(498,793)</u>	<u>(485,741)</u>	<u>(1,903,100)</u>	<u>(2,504,027)</u>
Gross profit	89,843	2,679	129,417	718,372
Other operating expenses	(31,654)	(32,627)	(138,739)	(201,203)
Other operating income	10,206	-	38,668	15,706
Loss from impairment of property, plant and equipment	-	(1,251)	-	(30,969)
Provision for diminution in value of inventories	-	(254,957)	-	(359,286)
Finance cost	(5,381)	(11,218)	(22,511)	(38,363)
Share of results of associated companies	<u>273</u>	<u>(2,600)</u>	<u>1,968</u>	<u>2,281</u>
Profit/(Loss) before taxation	63,287	(299,974)	8,803	106,538
Taxation	(3,548)	36,719	7,405	(3,961)
Profit/(Loss) for the period	<u>59,739</u>	<u>(263,255)</u>	<u>16,208</u>	<u>102,577</u>
Attributable to:				
Equity holders of the parent	59,739	(259,847)	16,208	104,689
Minority interests	-	(3,408)	-	(2,112)
Profit/(Loss) for the period	<u>59,739</u>	<u>(263,255)</u>	<u>16,208</u>	<u>102,577</u>
Earnings/(Loss) per share (SEN)				
- Basic and fully diluted	<u>14.2</u>	<u>(62.0)</u>	<u>3.9</u>	<u>25.0</u>

Southern Steel Berhad
Unaudited Condensed Consolidated Balance Sheets

	As At End of Current Quarter 31/12/09 RM'000	As At Preceding Financial Year Ended 31/12/08 RM'000
NET ASSETS		
Non-Current Assets		
Property, plant & equipment	645,685	669,728
Prepaid lease payment	74,067	64,739
Goodwill on consolidation	48,991	48,991
Investments in associates	16,966	15,799
Other investments	788	788
	786,497	800,045
Current Assets		
Inventories	695,218	862,883
Receivables	248,647	195,979
Bank and cash balances	32,410	67,407
	976,275	1,126,269
Current Liabilities		
Payables	161,502	187,961
Short term borrowings	761,974	904,270
Current income tax liabilities	17,463	326
	940,939	1,092,557
Net Current Assets	<u>35,336</u>	<u>33,712</u>
Non-Current Liabilities		
Deferred tax liabilities	41,385	49,975
Other deferred liabilities	26,630	25,202
	68,015	75,177
Total Net Assets	<u><u>753,818</u></u>	<u><u>758,580</u></u>
EQUITY		
Share Capital	411,467	411,467
Reserves	342,351	347,113
Equity attributable to equity holders of the company	753,818	758,580
Minority Interest	-	-
Total Equity	<u><u>753,818</u></u>	<u><u>758,580</u></u>

Southern Steel Berhad
Unaudited Condensed Consolidated Cash Flow Statement

	Current Period To Date 31/12/09 RM'000	Preceding Year Corresponding Period To Date 31/12/08 RM'000
OPERATING ACTIVITIES		
Profit before taxation	8,803	106,538
Adjustments for:		
Depreciation (and amortisation)	85,424	81,636
Interest expense	22,511	38,363
Share of results of associated companies	(1,968)	(2,281)
Loss from impairment of property, plant and equipment	-	30,969
Provision for diminution in value of inventories	-	359,286
Net unrealised foreign exchange loss	6,709	23,837
Provisions for inventories, doubtful debts & others	33,298	65,464
Operating profit before working capital changes	<u>154,777</u>	<u>703,812</u>
Changes in working capital	103,683	(558,786)
Cash generated from operations	<u>258,460</u>	<u>145,026</u>
Retirement benefits/other provision paid	(2,117)	(1,764)
Interest paid	(23,593)	(37,991)
Income tax paid	(5,000)	(44,829)
Net cash flows from operating activities	<u>227,750</u>	<u>60,442</u>
INVESTING ACTIVITIES		
Dividend income	1,123	1,810
Purchase of property, plant & equipment & prepaid lease	(94,315)	(70,063)
Others	695	1,889
Net cash used in investing activities	(92,497)	(66,364)
FINANCING ACTIVITIES		
Term loan repayment	-	(88,344)
Short term borrowings	(129,074)	157,312
Dividends paid	(20,970)	(72,641)
Net cash used in financing activities	<u>(150,044)</u>	<u>(3,673)</u>
Net change in cash and cash equivalents	(14,791)	(9,595)
Cash & cash equivalents at beginning of period	39,529	49,124
Cash & cash equivalents at end of period	<u>24,738</u>	<u>39,529</u>
Cash in hand and at bank	14,313	56,861
Short term deposits	18,097	10,546
Bank overdraft	(7,672)	(27,878)
	<u>24,738</u>	<u>39,529</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 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	-	104,689	(12,482)	104,715	(2,112)	102,603
Dividends paid	-	-	(52,427)	-	(52,427)	-	(52,427)
Balance at 31.12.08	411,467	65,902	281,211	-	758,580	-	758,580
Balance at 01.01.09	411,467	65,902	281,211	-	758,580	-	758,580
Movements during the period	-	-	16,208	-	16,208	-	16,208
Dividends paid	-	-	(20,970)	-	(20,970)	-	(20,970)
Balance at 31.12.09	411,467	65,902	276,449	-	753,818	-	753,818