

Southern Steel Berhad
 Unaudited Condensed Consolidated Statements of Comprehensive Income
 RM'000

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30/06/11	Preceding Year Corresponding Quarter	Current 18 months Period To Date 30/06/11	Preceding Year 12 months Period To Date 31/12/09
Revenue	902,633	N/A	4,331,842	2,022,337
Cost of sales	<u>(808,034)</u>	<u>N/A</u>	<u>(3,905,921)</u>	<u>(1,899,086)</u>
Gross profit	94,599	-	425,921	123,251
Other operating expenses	(48,619)	N/A	(219,011)	(122,641)
Other operating income	6,590	N/A	32,650	28,549
Fair value gain on forward contract	170	N/A	199	-
Finance cost	(8,446)	N/A	(38,818)	(22,303)
Share of results of associated companies	<u>(528)</u>	<u>N/A</u>	<u>1,125</u>	<u>1,968</u>
Profit before taxation	43,766	-	202,066	8,824
Taxation	6,622	N/A	8,070	8,359
Profit for the period	<u>50,388</u>	<u>-</u>	<u>210,136</u>	<u>17,183</u>
Other Comprehensive Income	154	N/A	989	-
Total Comprehensive Income	<u>50,542</u>	<u>-</u>	<u>211,125</u>	<u>17,183</u>
Profit and Total Comprehensive Income Attributable to:				
Equity holders of the parent	50,542	N/A	211,125	17,183
Minority interests	-	N/A	-	-
Profit for the period	<u>50,542</u>	<u>-</u>	<u>211,125</u>	<u>17,183</u>
Earnings per share (SEN) - Basic and fully diluted	<u>12.1</u>	<u>N/A</u>	<u>50.3</u>	<u>4.1</u>

The financial year end of the Company has been changed from 31 December to 30 June to cover the 18-month period from 1 January 2010 to 30 June 2011 and thereafter, to end on 30 June each year. Accordingly, there are no comparative figures to be presented in this Condensed Consolidated Statements of Comprehensive Income.

Southern Steel Berhad
Unaudited Condensed Consolidated Statement of Financial Position

	As At End of Current Quarter 30/06/11 RM'000	As At Preceding Financial Year Ended 31/12/09 RM'000
NET ASSETS		
Non-Current Assets		
Property, plant & equipment	683,150	719,953
Deferred tax assets	10,331	-
Goodwill on consolidation	48,991	48,991
Investments in associates	17,768	16,967
Other investments	2,771	788
	763,011	786,699
Current Assets		
Inventories	1,053,568	694,177
Receivables	266,517	236,348
Derivative financial instruments	199	-
Bank and cash balances	199,401	34,375
	1,519,685	964,900
Current Liabilities		
Payables	308,199	163,617
Short term borrowings	1,032,870	764,652
Current income tax liabilities	5	1,873
	1,341,074	930,142
Net Current Assets	178,611	34,758
Non-Current Liabilities		
Deferred tax liabilities	29,026	40,503
Other deferred liabilities	28,321	26,161
	57,347	66,664
Total Net Assets	884,275	754,793
EQUITY		
Share Capital	411,467	411,467
Reserves	472,808	343,326
Equity attributable to equity holders of the company	884,275	754,793
Minority Interest	-	-
Total Equity	884,275	754,793

Southern Steel Berhad
Unaudited Condensed Consolidated Statement of Cash Flow

	Current 18 months Period To Date 30/06/11 RM'000	Preceding Year 12 months Period To Date 31/12/09 RM'000
OPERATING ACTIVITIES		
Profit before taxation	202,066	8,824
Adjustments for:		
Depreciation (and amortisation)	131,240	85,527
Interest expense	38,818	22,303
Share of results of associated companies	(1,125)	(1,968)
Provision for diminution in value of inventories	(91)	1,190
Net unrealised foreign exchange (gain)/ loss	(8,544)	6,769
Provisions for inventories, doubtful debts & others	(3,919)	(4,961)
Operating profit before working capital changes	358,445	117,684
Changes in working capital	(249,607)	132,826
Cash generated from operations	108,838	250,510
Retirement benefits/other provision paid	(2,054)	(1,944)
Interest paid	(38,818)	(22,375)
Income tax refund/ (paid)	4,117	(5,434)
Net cash flows from operating activities	72,083	220,757
INVESTING ACTIVITIES		
Dividend income	1,152	985
Purchase of property, plant & equipment	(101,156)	(87,992)
Others	8,613	715
Net cash used in investing activities	(91,391)	(86,292)
FINANCING ACTIVITIES		
Short term borrowings	268,902	(127,761)
Dividends paid	(83,884)	(20,970)
Net cash used in financing activities	185,018	(148,731)
Net change in cash and cash equivalents	165,710	(14,266)
Cash & cash equivalents at beginning of period	25,263	39,529
Cash & cash equivalents at end of period	190,973	25,263
Cash in hand and at bank	77,541	16,278
Short term deposits	121,860	18,097
Bank overdraft	(8,428)	(9,112)
	190,973	25,263

Southern Steel Berhad
Unaudited Condensed Consolidated Statements of Changes in Equity

	< ----- Attributable to Equity Holders of SSB ----- >				Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Reserves RM'000	Retained Profit RM'000	Total RM'000		
Balance at 01.01.09	411,467	65,902	281,211	758,580	-	758,580
Movements during the period	-	-	17,183	17,183	-	17,183
Dividends paid	-	-	(20,970)	(20,970)	-	(20,970)
Balance at 31.12.09	<u>411,467</u>	<u>65,902</u>	<u>277,424</u>	<u>754,793</u>	-	<u>754,793</u>
Balance at 01.01.10	411,467	65,902	277,424	754,793	-	754,793
Effect of adopting FRS 139	-	-	2,241	2,241	-	2,241
Balance at 01.01.10 (As restated)	<u>411,467</u>	<u>65,902</u>	<u>279,665</u>	<u>757,034</u>	-	<u>757,034</u>
Movements during the period	-	-	211,125	211,125	-	211,125
Dividends paid	-	-	(83,884)	(83,884)	-	(83,884)
Balance at 30.06.11	<u>411,467</u>	<u>65,902</u>	<u>406,906</u>	<u>884,275</u>	-	<u>884,275</u>