



LEADER STEEL HOLDINGS BERHAD

(Company No. 267209 - K)

(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

26 Earnings per share

Basic earnings per share

The calculation of basic profit per share for the current quarter and current period to date based on the net profit attributable to ordinary shareholders of RM372,285 and RM372,285 and the number of ordinary shares outstanding of 125,922,000.

Diluted earnings per share

The calculation of diluted profit per share for the current quarter and current period to date based on the net profit attributable to ordinary shareholders of RM372,285 and RM372,285 and the weighted average number of ordinary shares outstanding are calculated as follows:

Weighted average number of ordinary shares (diluted)

	Current Quarter '000	Current year to date '000
Weighted average number of ordinary shares	125,922	125,922
Effect of share options	(649)	(649)
Weighted average number of ordinary shares (diluted)	<u>125,273</u>	<u>125,273</u>

27 Inventories

No write-down of inventories during the three months period ended 31 March 2006.

28 Capital commitments

There were no capital commitments during the period under review.

29 Related party transactions

There were no related party transactions during the period under review.

BY THE ORDER OF THE BOARD

LAM VOON KEAN (MIA 4793)

Company Secretary

Dated this 25th May 2006