



LEADER STEEL HOLDINGS BERHAD
(Company No. 267209 - K)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

25 Earnings per share

Basic earnings per share

The calculation of basic earnings per share for the current quarter and current period to date based on the net profit attributable to ordinary shareholders of RM815,773 and RM815,773 respectively and the weighted average number of ordinary shares outstanding of 126,320,000.

Diluted earnings per share

The calculation of diluted earnings per share for the current quarter and current period to date based on the net profit attributable to ordinary shareholders of RM815,773 and RM815,773 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 todate '000
Weighted average number of ordinary shares	126,320	126,320
Effect of share options	371	371
Weighted average number of ordinary shares (diluted)	<u>126,691</u>	<u>126,691</u>

26 Inventories

No write-down of inventories during the three months period ended 31 March 2007.

27 Capital commitments

There were no capital commitments during the period under review.

28 Related party transactions

		31 MARCH 2007 RM'000
Sales goods to:		
Eonmetall Group Berhad and its subsidiaries	Companies in which the Director is deemed to have substantial financial interests	<u>149</u>
Purchase goods from:		
Eonmetall Group Berhad and its subsidiaries	Companies in which the Director is deemed to have substantial financial interests	<u>153</u>

BY THE ORDER OF THE BOARD

LAM VOON KEAN (MIA 4793)
Company Secretary
Dated this 28th May 2007