



General Announcement

Form Version 7 (Enhanced)

Submitted

Initiated by SOUTHERN STEEL on 19/05/2010 11:28:34 AM

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Reference No SS-100519-41314

Company Information

Main Market Company

New Announcement

Submitting Investment

Bank/Advisor (if applicable)

Submitting Secretarial Firm (if applicable)

* Company name	SOUTHERN STEEL BERHAD
* Stock name	SSTEEL
* Stock code	5665
* Contact person	TING KOK KEONG
* Designation	COMPANY SECRETARY
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Type *

Announcement

Subject *:

Announcement pursuant to paragraph 10.09(2)(e) of Bursa Malaysia Securities Berhad Main Market Listing Requirements ("MMLR") on Recurrent Related Party Transactions ("RRPTs") in relation to the deviation between the Actual Value and the Estimated Value by 10% or more

Note: If the announcement is a long announcement, please summarize the announcement in the contents and enter the details of the announcement in the Announcement Details or attached the full details of the announcement as attachment.

Contents *:-

(This field is to be used for the summary of the announcement)

Southern Steel Berhad ("SSB") had at its 47th Annual General Meeting held on 4 May 2009 ("Approval Date") obtained a general mandate for SSB Group to enter into RRPTs.

Pursuant to paragraph 10.09(2)(e) of the MMLR, SSB hereby announce that the RRPTs set out in the Table hereunder, the Actual Value of which were transacted since Approval Date up to the date of this announcement had exceeded 10% of the Estimated Value as disclosed in SSB's Circular to shareholders dated 9 April 2009.

Announcement Details *:-

(This field is for the details of the announcement, if applicable)

Attachment(s):- (please attach the attachments here)

@Table - variance.pdf

Tables Section - This section is to be used to create and insert tables. Please make the appropriate reference to the table(s) in the Contents of the Announcement:

Announcement Details :

Nature RRPT	Vendor/ Provider	Purchaser/ Recipient	Estimated Aggregate Value as disclosed in RRPT Circular	Actual Value transacted from Approval Date to 31 March 2010 (Announcement dated 16 April 2010)			Actual Value transacted from Approval Date to 30 April 2010			Reason for the variation
				Variance			Variance			
				(RM'000)	RM'000	RM'000	%	RM'000	RM'000	
Sale of steel product	Southern Steel Berhad	Hong Leong Industries Group	45,000	55,720	10,720	24	62,661	17,661	39	Unexpected surge in market demand
Sale of steel product	Southern Steel Mesh Group	Hong Bee Hardware Company, Sdn Berhad	12,880	16,118	3,238	25	18,428	5,548	43	Unexpected surge in market demand