



1H 2006 Financial & Production Results Presentation

US GAAP
Consolidated Financial Statements

September 2006

Production Highlights

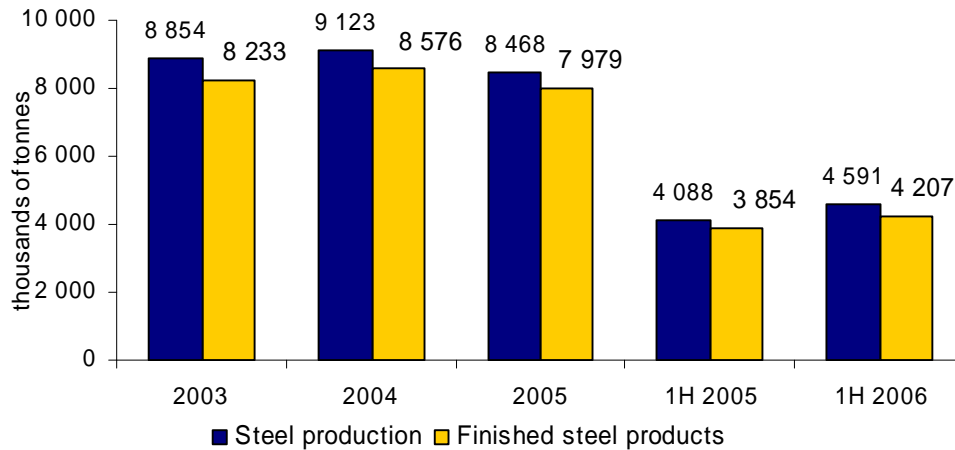


<i>(thousands of tonnes)</i>	1H 2006	1H 2005	<i>change</i> + / -	<i>%</i>
Pig iron	4 523	3 819	704	18%
Steel	4 591	4 088	503	12%
Finished steel products	4 207	3 854	354	9%
Flats	2 252	2 374	-122	-5%
<i>- share (%)</i>	<i>54%</i>	<i>62%</i>		
Slabs	1 955	1 479	476	32%
<i>- share (%)</i>	<i>46%</i>	<i>38%</i>		
Pre-painted steel	357	241	116	48%
Electrical steel	240	252	-12	-5%

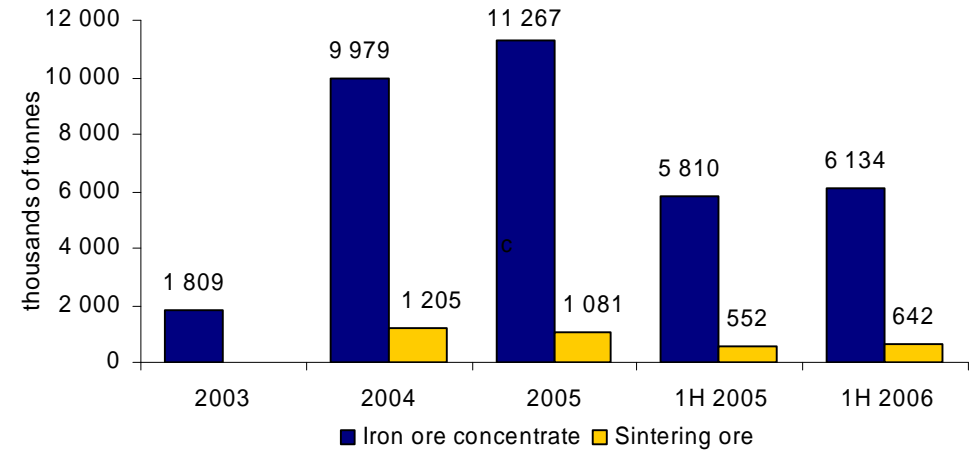
Group Production Highlights



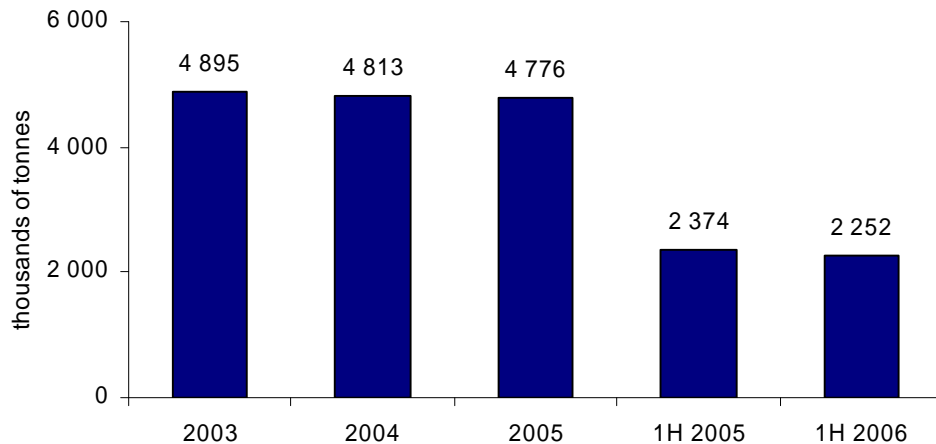
Crude steel and Finished steel



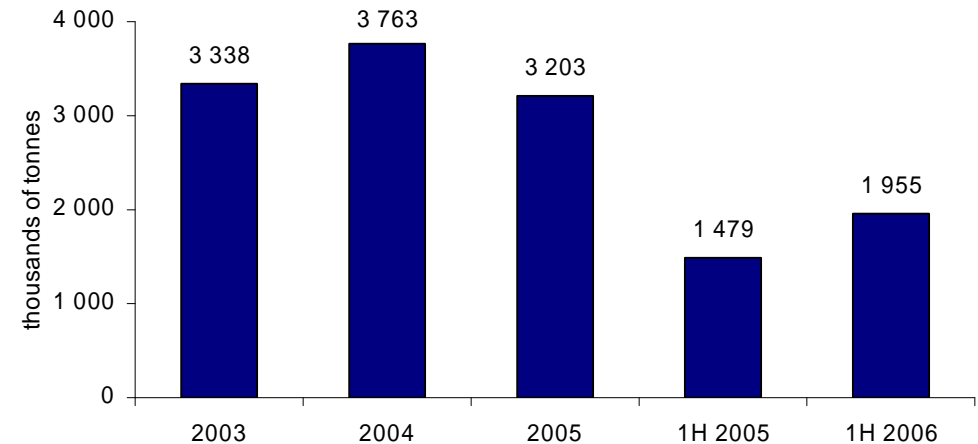
Mining segment



Flats



Slabs for sale



Key Financial Highlights

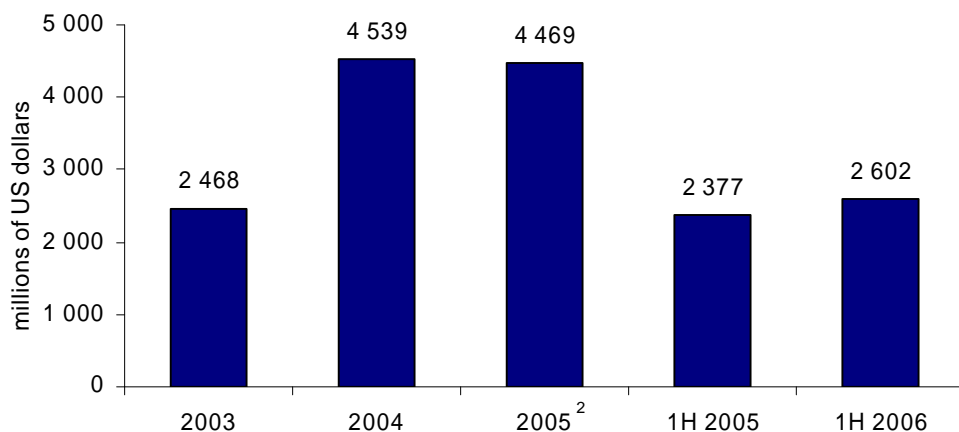


<i>(millions of US dollars)</i>	1H 2006	1H 2005	<i>change</i>	
			<i>+ / -</i>	<i>%</i>
Net sales	2 602	2 377	225	9%
Cost of sales	-1 449	-1 168	-281	24%
<i>Production cost</i>	<i>-1 290</i>	<i>-1 028</i>	<i>-263</i>	<i>26%</i>
<i>Depreciation</i>	<i>-158</i>	<i>-140</i>	<i>-18</i>	<i>13%</i>
Gross profit	1 153	1 209	-56	-5%
<i>- as % of net sales</i>	<i>44%</i>	<i>51%</i>		
<i>SG&A</i>	<i>-227</i>	<i>-102</i>	<i>-125</i>	<i>123%</i>
Operating profit	925	1 107	-182	-16%
<i>- as % of net sales</i>	<i>36%</i>	<i>47%</i>		
Pre-tax profit	1 282	1 129	153	14%
<i>- as % of net sales</i>	<i>49%</i>	<i>48%</i>		
Net income	944	838	105	13%
<i>- as % of net sales</i>	<i>36%</i>	<i>35%</i>		
EBITDA	993	1 231	-238	-19%
<i>- as % of net sales</i>	<i>38%</i>	<i>52%</i>		
Earnings per share <i>(US dollars)</i>	0,1575	0,1399	0,0176	13%

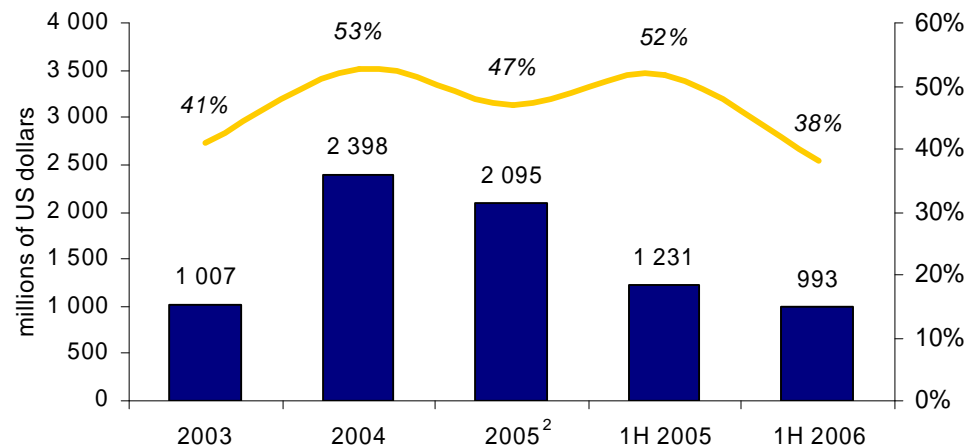
Key Performance Indicators



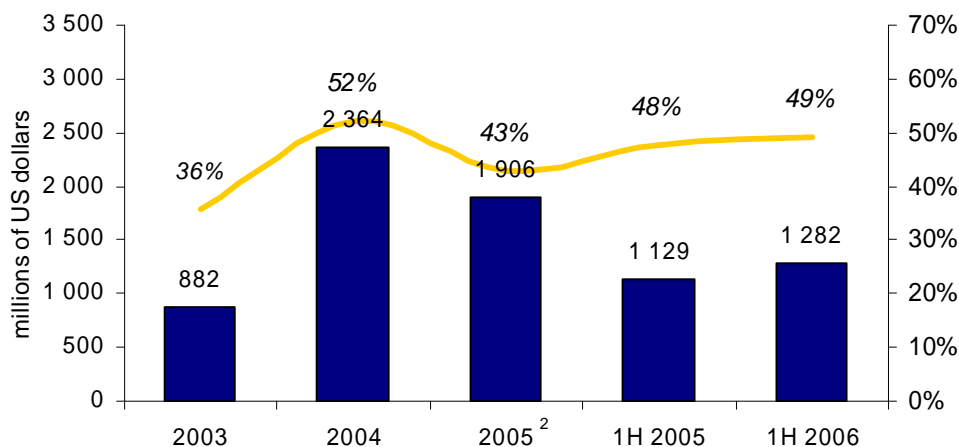
Net sales



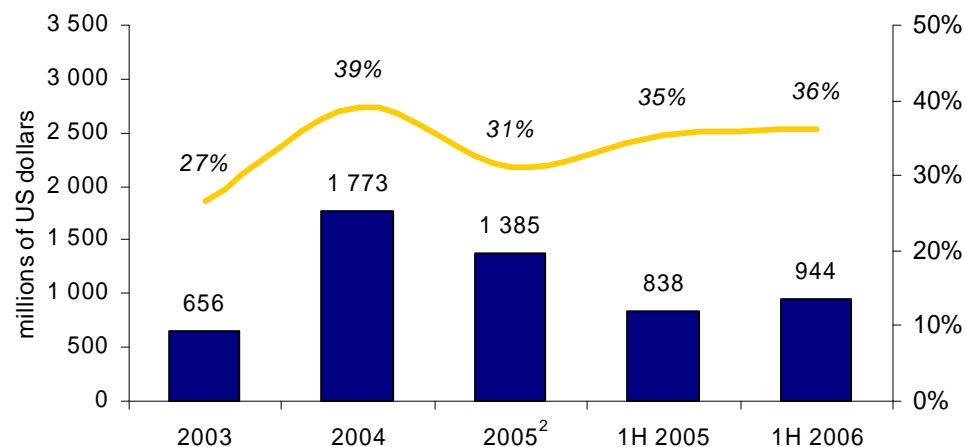
EBITDA¹, as % of net sales



Pre-tax profit, as % of net sales



Net income, as % of net sales



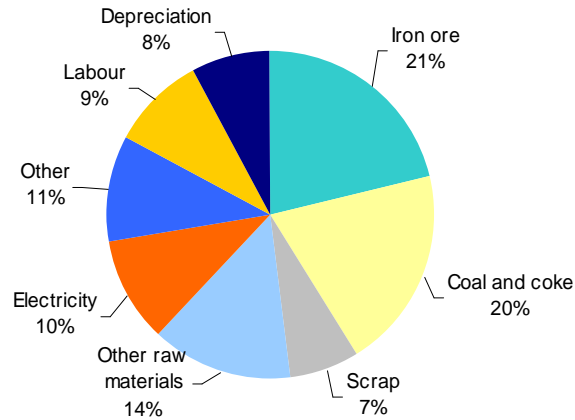
¹EBITDA is calculated as the sum total of net profit, net interest expense, income tax, loss on disposal of fixed assets, depreciation and amortization and stock-based compensation (without gain/ (loss) on investments).

²Without retrospective consolidation of DanSteel A/S from December 2005.

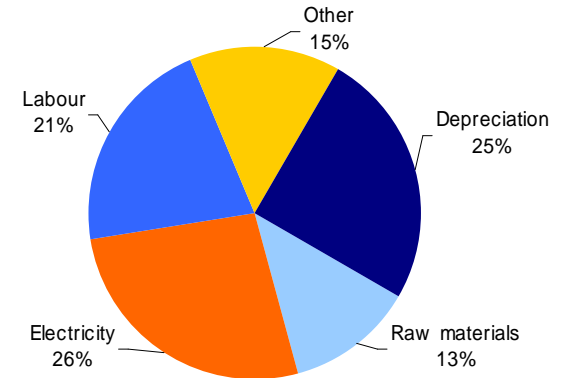
Production Cost Structure



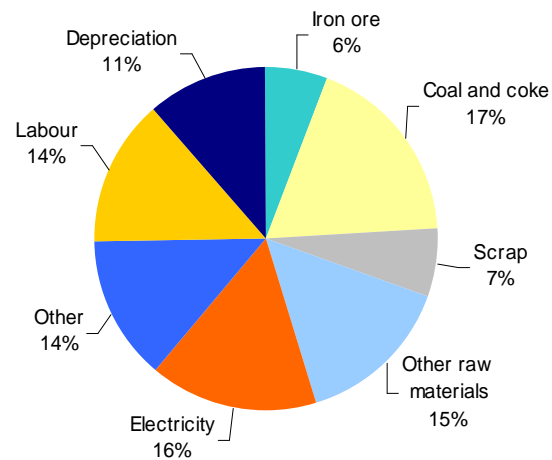
Steel segment



Mining segment



Group



Production cost structure based on management accounting information

Consolidated Balance Sheet



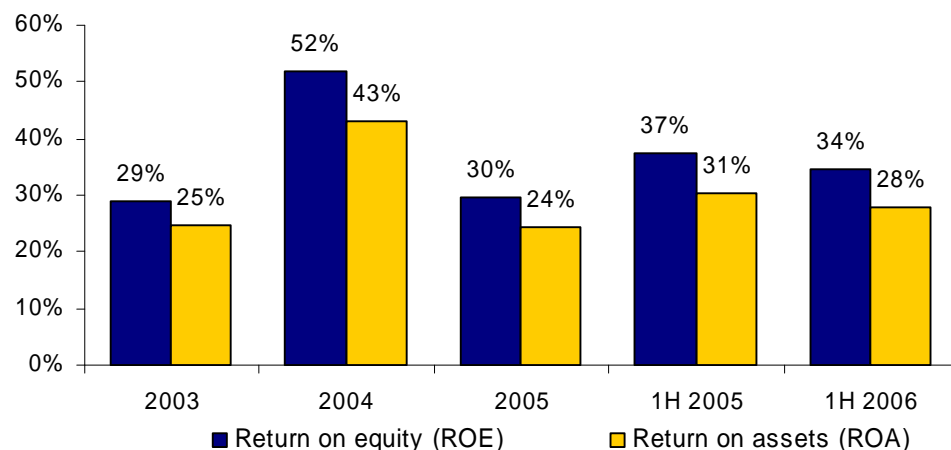
Assets <i>(millions of US dollars)</i>	As at June 30, 2006	As at Dec. 31, 2005	<i>change</i>	
			+ / -	%
Current assets	3 287	3 436	-148	-4%
<i>- share (%)</i>	45%	55%		
Non-current assets	4 087	2 775	1 312	47%
<i>- share (%)</i>	55%	45%		
Total assets	7 374	6 211	1 164	19%

Liabilities & Stockholders' equity <i>(millions of US dollars)</i>	As at June 30, 2006	As at Dec. 31, 2005	<i>change</i>	
			+ / -	%
Current liabilities	893	612	281	46%
<i>- share (%)</i>	12%	10%		
Non-current liabilities	508	392	117	30%
<i>- share (%)</i>	7%	6%		
Minority interest	126	93	33	36%
Stockholders' equity	5 848	5 114	733	14%
<i>- share (%)</i>	79%	82%		
Total Liabilities & Stockholders' equity	7 374	6 211	1 164	19%

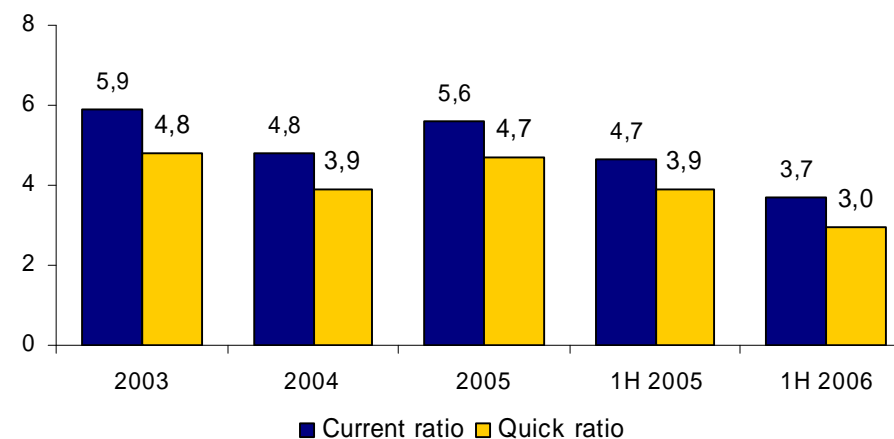
Financial Highlights



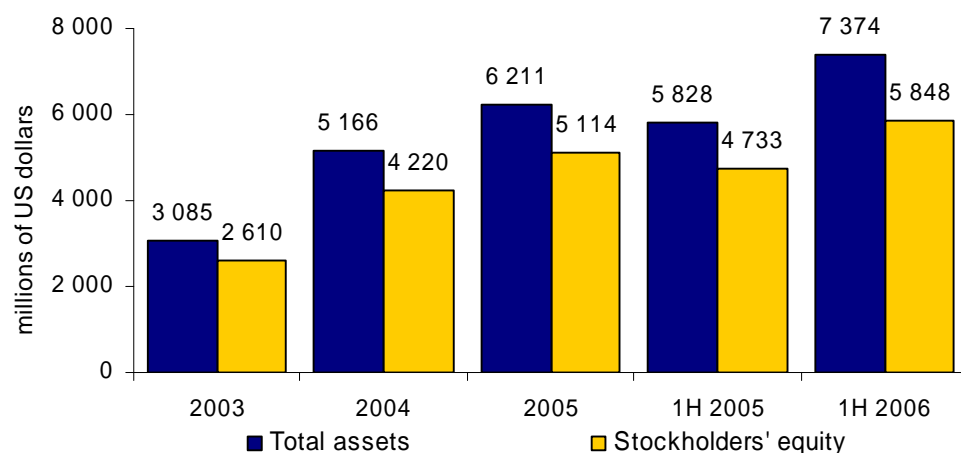
Return on equity & return on assets



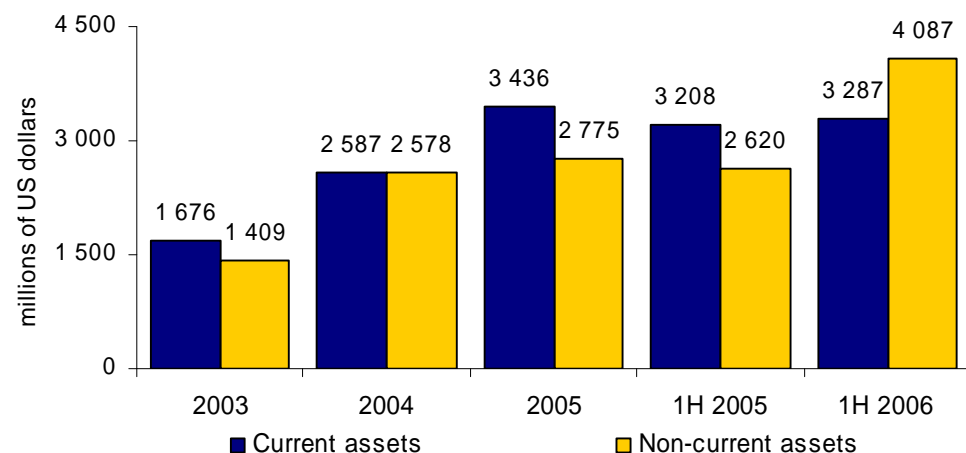
Liquidity measures¹



Assets & stockholders' equity



Current & non-current assets

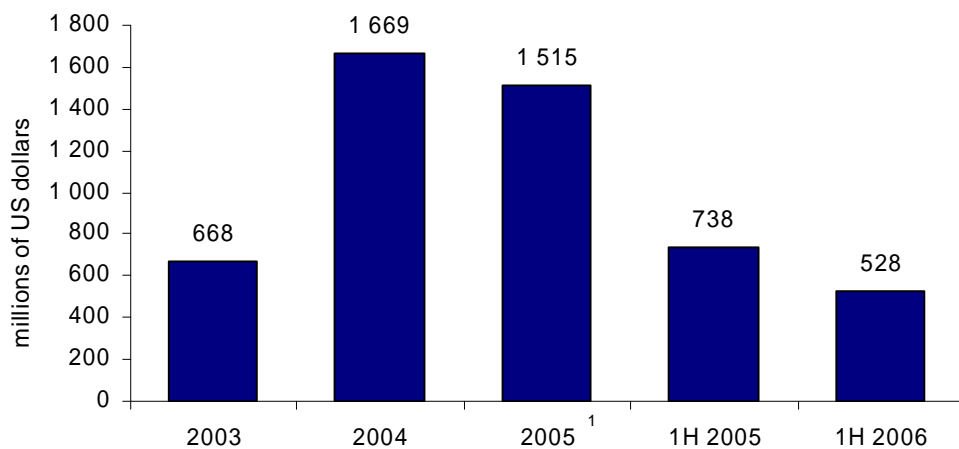


¹ Current liquidity ratio is calculated as current assets as at the year-end, excluding restricted cash, divided by current liabilities as at the year-end
Quick liquidity ratio is calculated as current assets as at the year-end, excluding restricted cash and inventory, divided by current liabilities as at the year-end

Financial Highlights

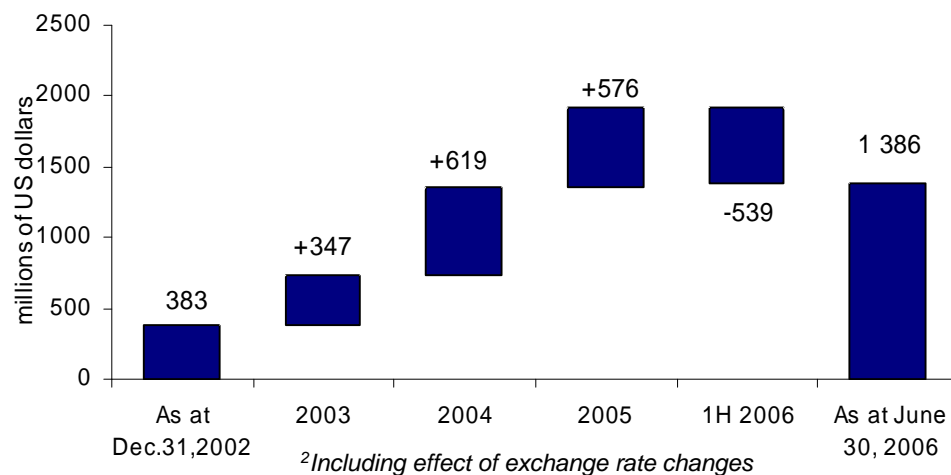


Net cash inflow from operating activities



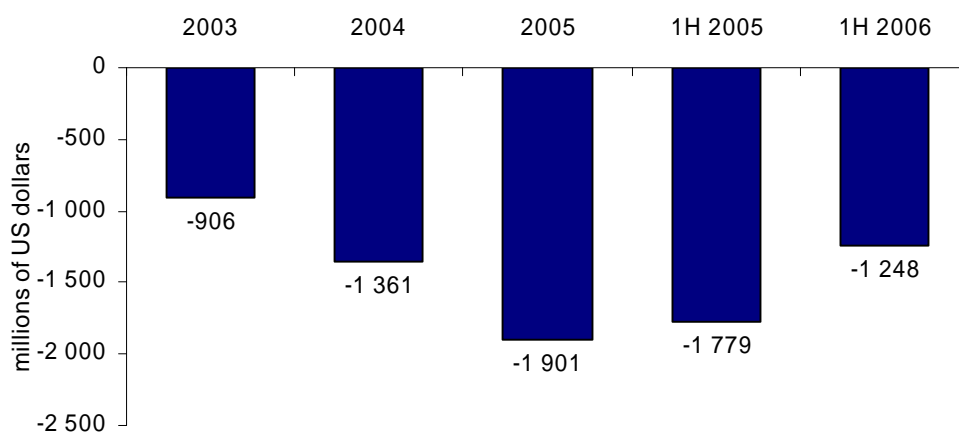
¹ Without retrospective consolidation of DanSteel A/S from December 2005

Net increase/(decrease) in cash & cash equivalents²



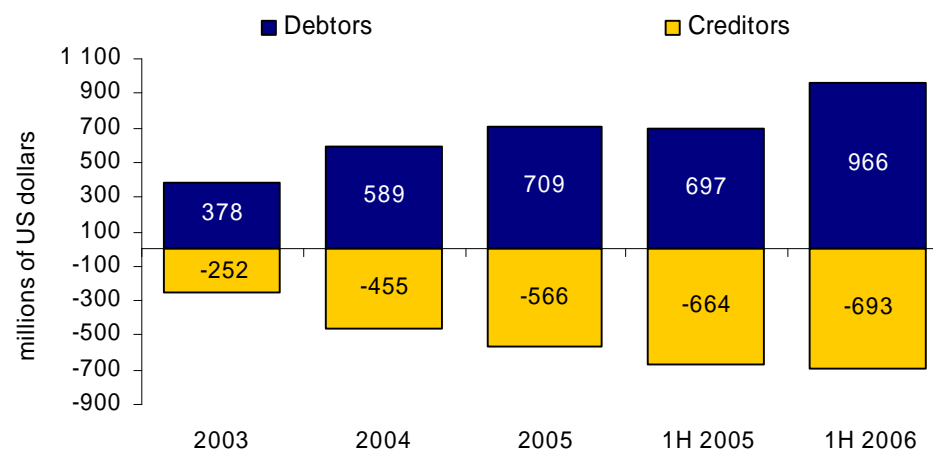
² Including effect of exchange rate changes

Net Debt³



³ Net debt is calculated as short- and long-term interest-bearing debt minus cash and cash equivalents, and short-term investments

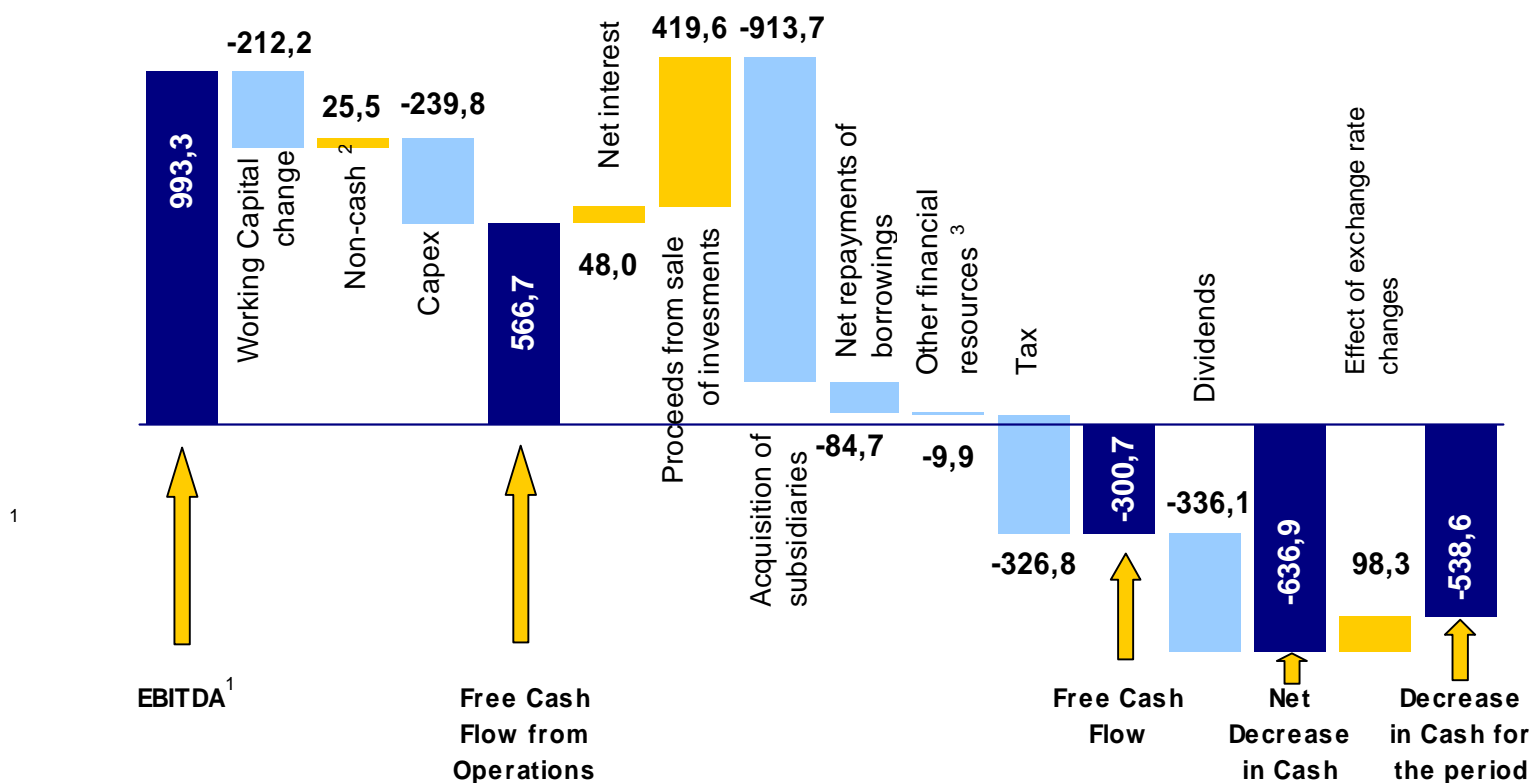
Debtors & Creditors



Change In Cash



Free Cash Flow Bridge



¹ EBITDA is calculated as the sum total of net profit, net interest expense, income tax, loss on disposal of fixed assets, depreciation and amortization and stock-based compensation (without gain/ (loss) on investments).

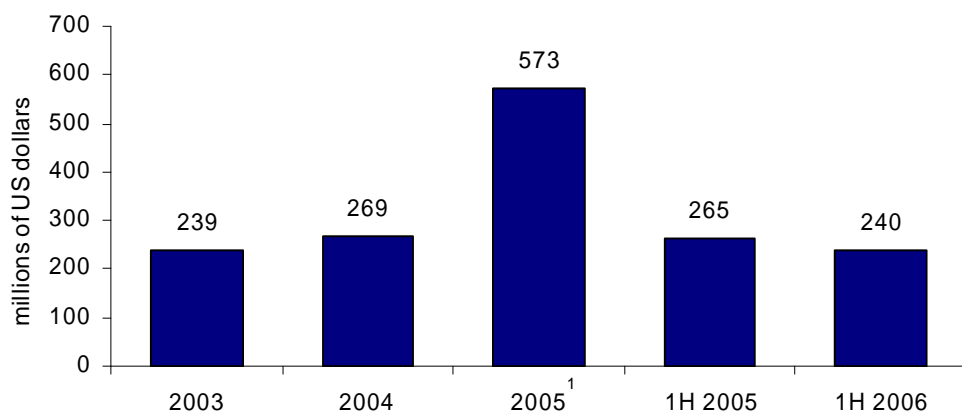
² Non-cash include adjustments to reconcile net profit and net cash from operations less amortization, loss on disposal of fixed assets and stock-based consideration.

³ Other financial resources include net cash used in investing activities less cash spent on acquisition and construction of fixed assets and net cash used in financing activities less distributions to shareholders.

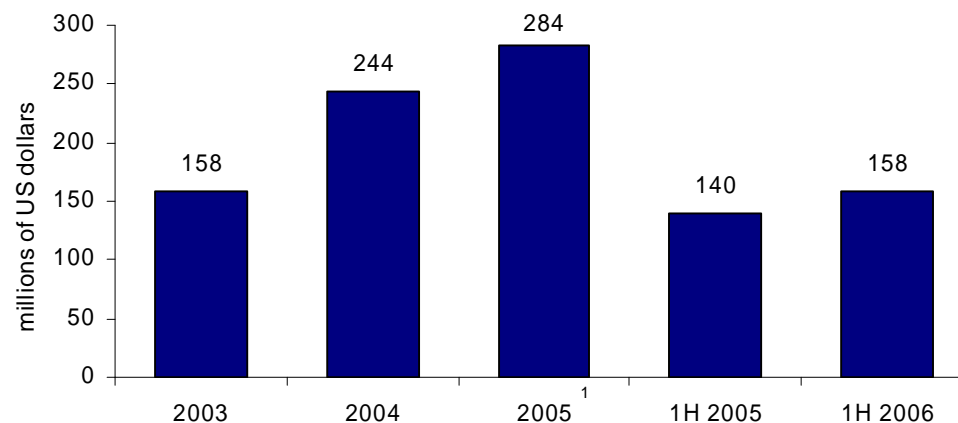
Financial Highlights



Capital expenditure

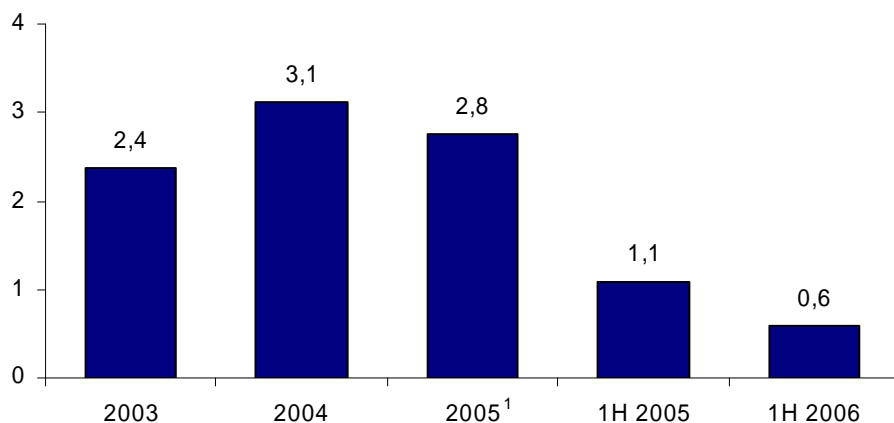


Depreciation



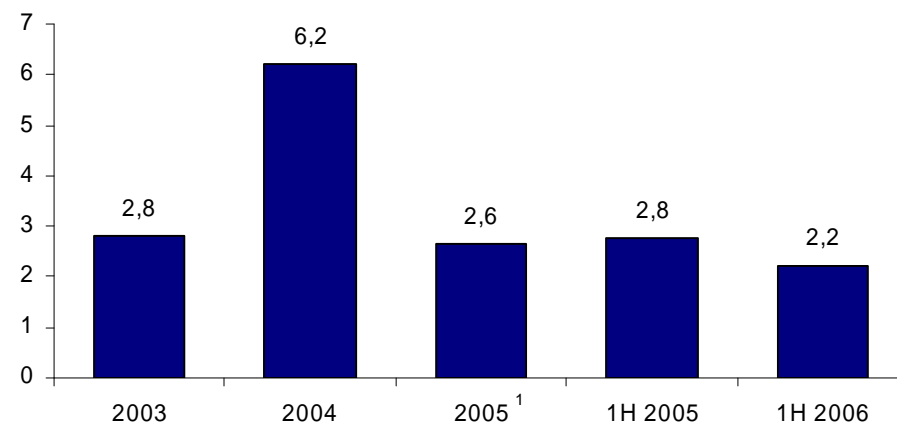
Operating cash flow ratio

(cash flow from operations / current liabilities)



Capital expenditure ratio

(cash flow from operations / capital expenditure)



¹Without retrospective consolidation of DanSteel A/S from December 2005