



AMSTEEL CORPORATION BERHAD (20667-M)

ANNUAL REPORT 2007

ERRATUM

Report of the Auditors to the Members of Amsteel Corporation Berhad

We wish to draw your attention to the abovementioned Report on page 105 and inform that the last paragraph should read as follows:

Without qualifying our opinion, we draw attention to Note 2 to the financial statements which indicates that as at 30 June 2007, the Group's current liabilities exceeded its current assets by RM793.68 million. As set forth in Note 2 and in Note 30, the Group is also negotiating to reschedule certain repayment obligations. The appropriateness of the going concern assumptions used in the preparation of the financial statements is dependent upon the generation of adequate cash flows from the disposals of assets and the successful outcome of the negotiations referred to in Note 2 to the financial statements.