

FY 2009 Financial Results Presentation

24 March 2010



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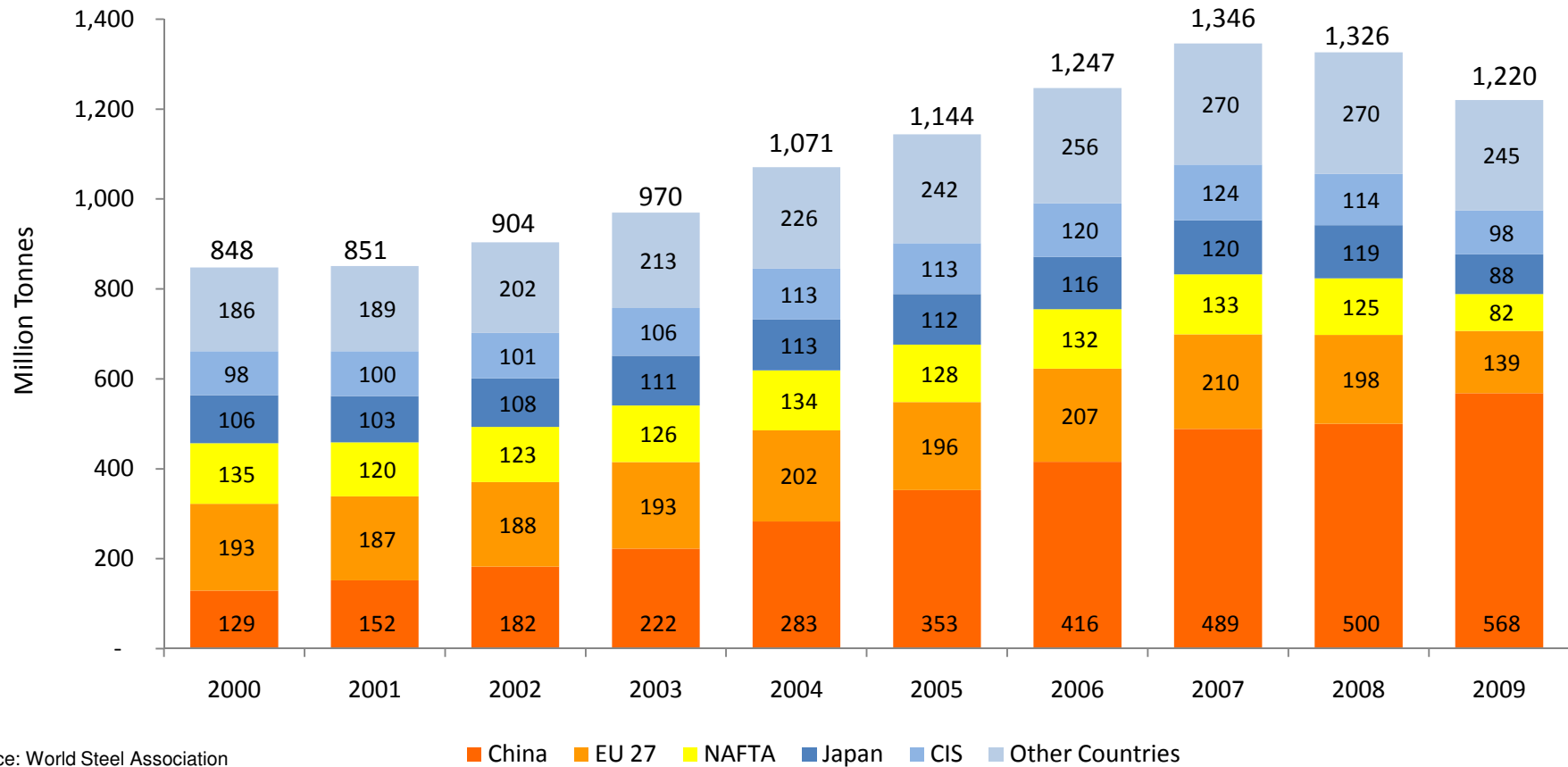
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Key Highlights

- 2009 has been challenging for the steel industry globally
- Lower steel prices impacted our profitability
- Unlike the majority of steelmakers around the globe, ezzsteel was able to operate profitably
- Egyptian steel demand remained strong and grew steadily
- Operational flexibility and modern technology enabled us to quickly adapt to changing market conditions
- Construction of additional DRI capacities to further increase our level of backward integration has already started
- During the EFS stoppage we have installed additional production flexibility
- ezzsteel is now better positioned to benefit from market improvements
- After an outstanding 2008 and a challenging 2009, the outlook for 2010 is positive

Steel Market Overview

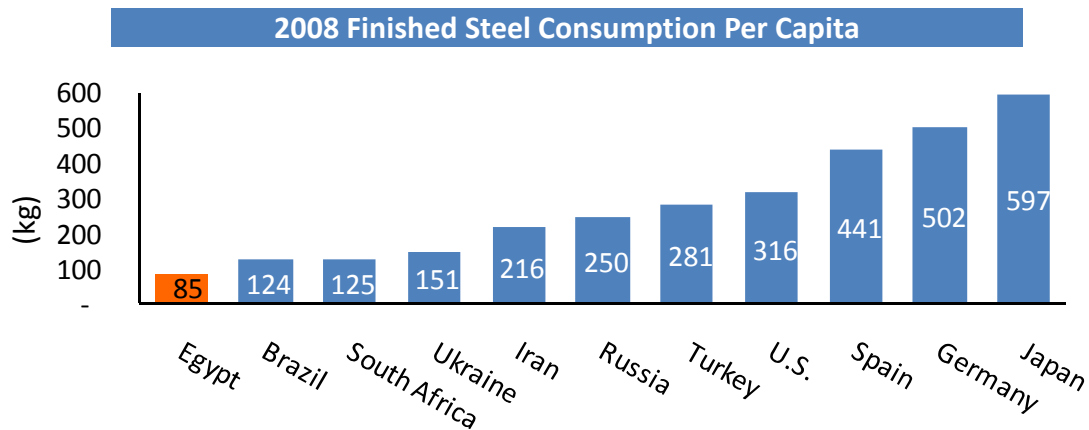
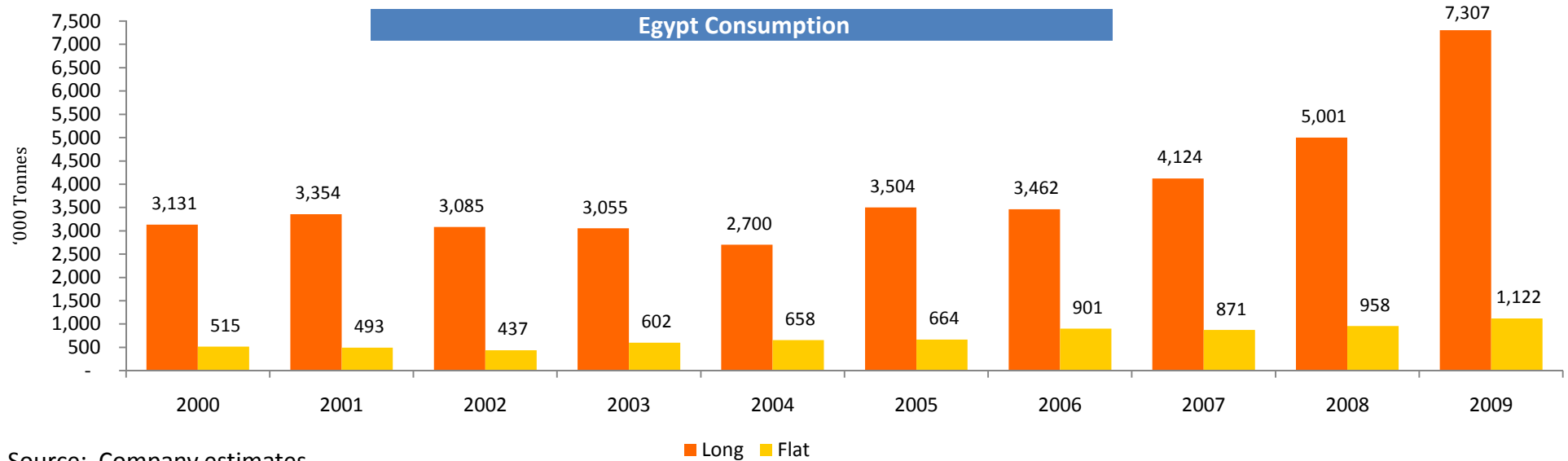
World Crude Steel Production



Source: World Steel Association

■ China
 ■ EU 27
 ■ NAFTA
 ■ Japan
 ■ CIS
 ■ Other Countries

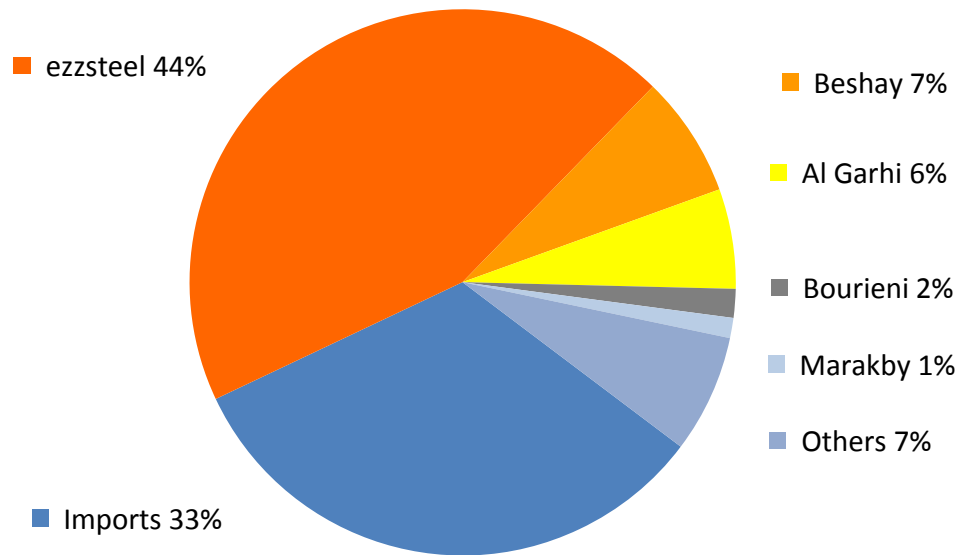
Overview of Domestic Steel Market



- Despite the global slowdown, domestic demand continued to grow steadily, particularly in respect of private homebuilding
- Government stimulus package includes large steel intensive infrastructure investments

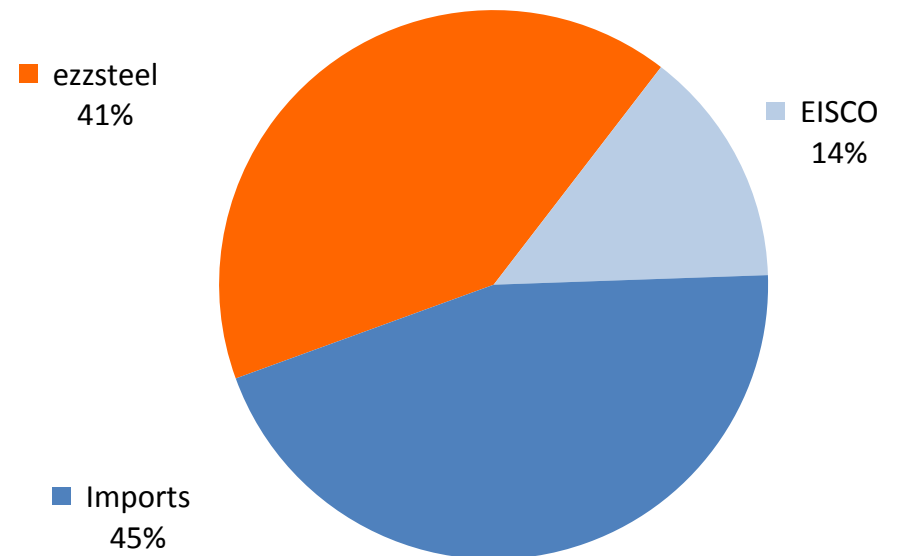
Domestic Market Leader...

FY 09 Long Product Market Share Breakdown



Estimated local market size of 7,307 thousand tonnes
Source: Company estimates

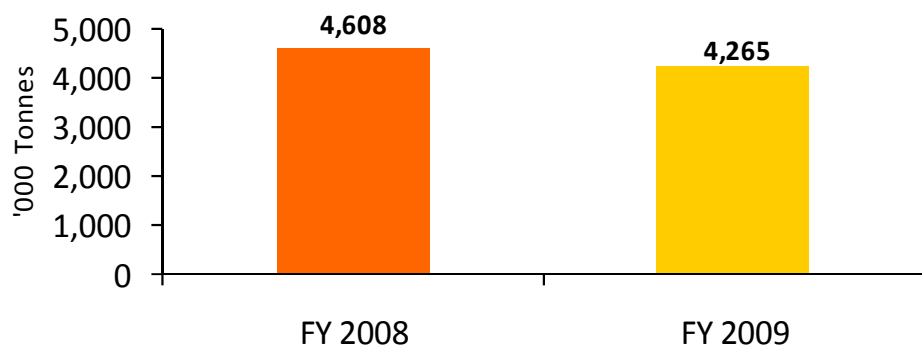
FY 09 Flat Product Market Share Breakdown



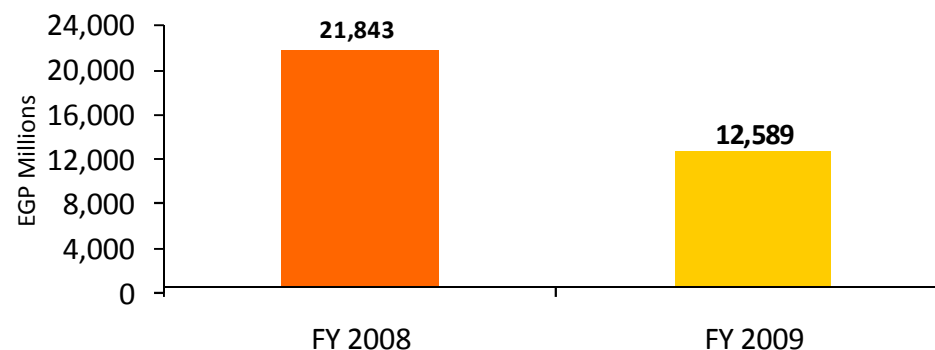
Estimated local market size of 1,122 thousand tonnes
Source: Company estimates

Full Year 2009 Key Highlights

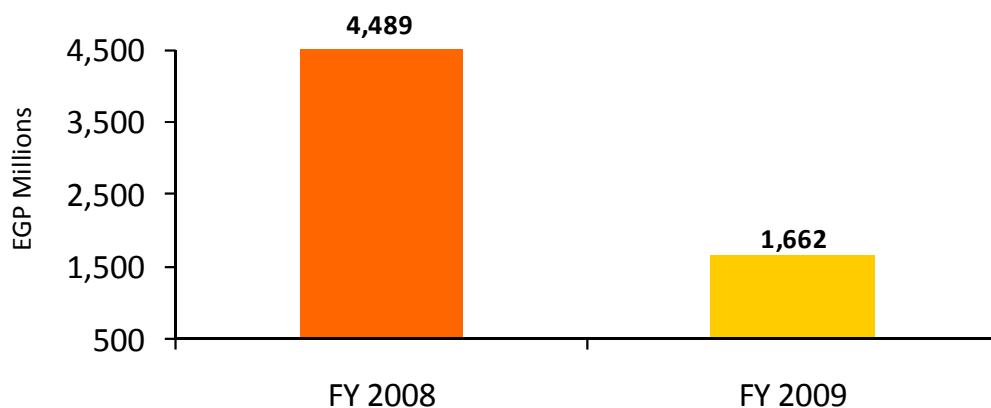
Production



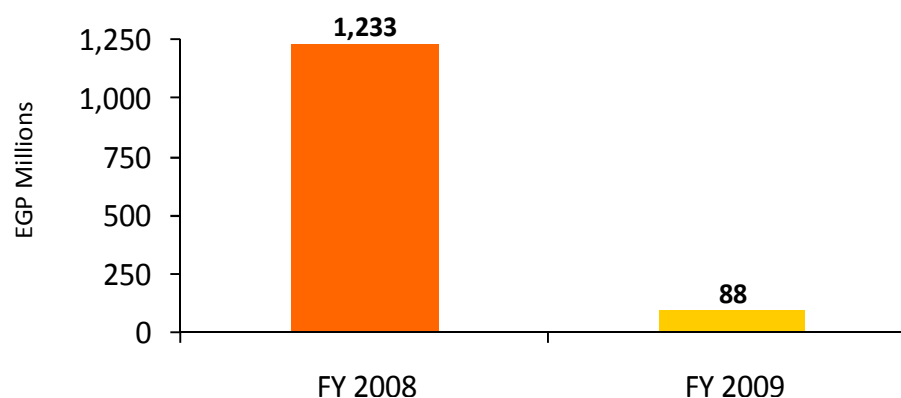
Revenue



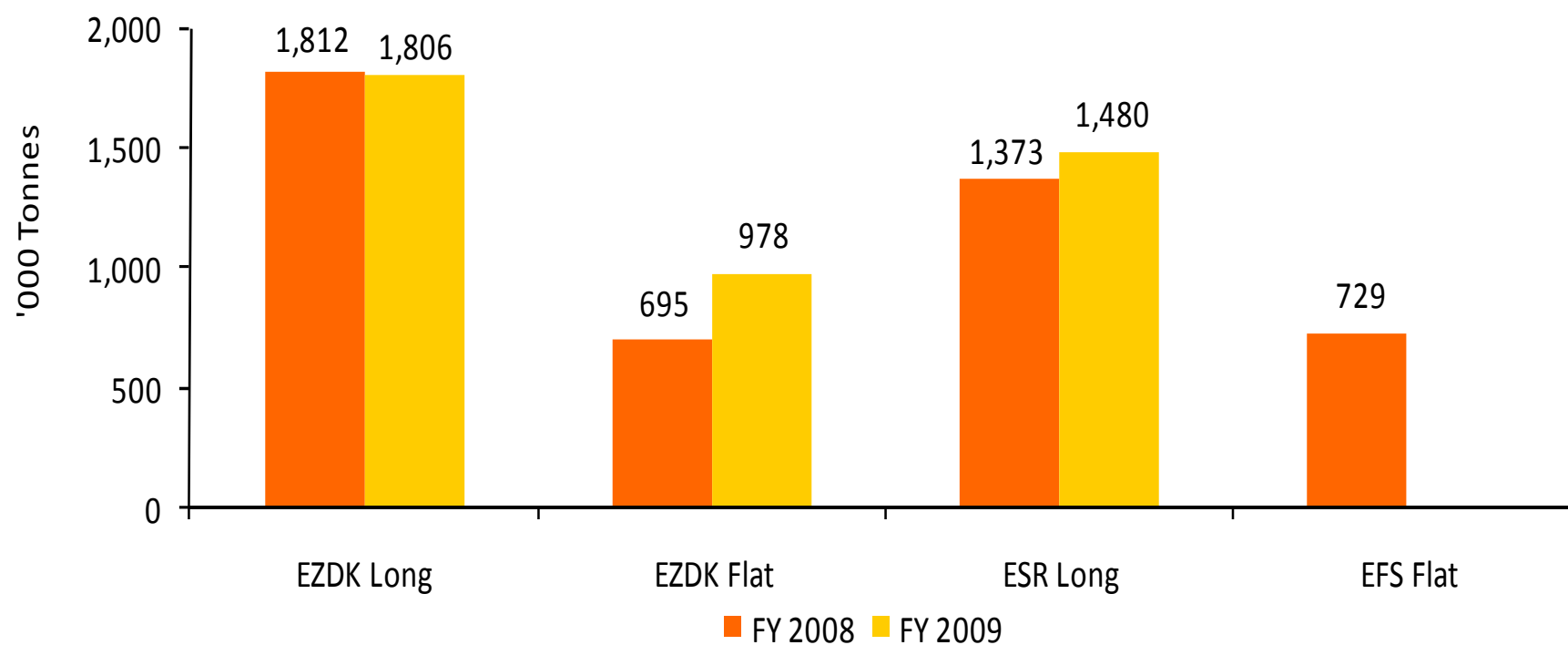
EBITDA



Net Income

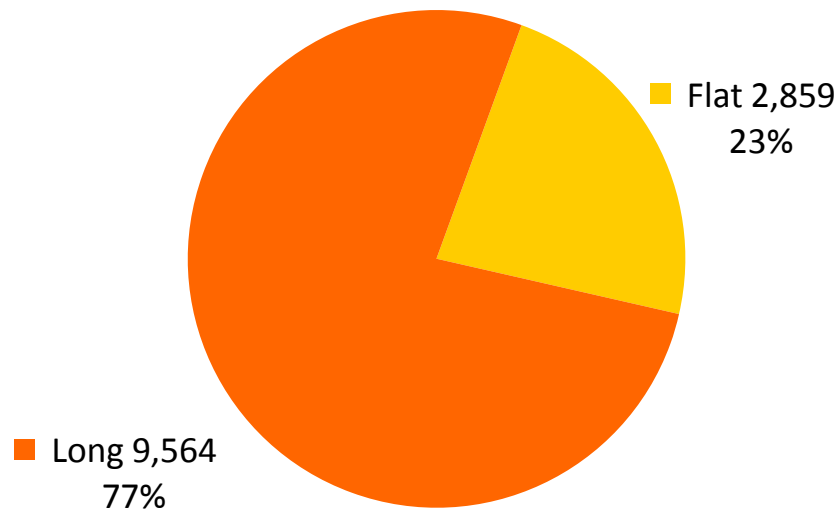


Full Year 2009 Production

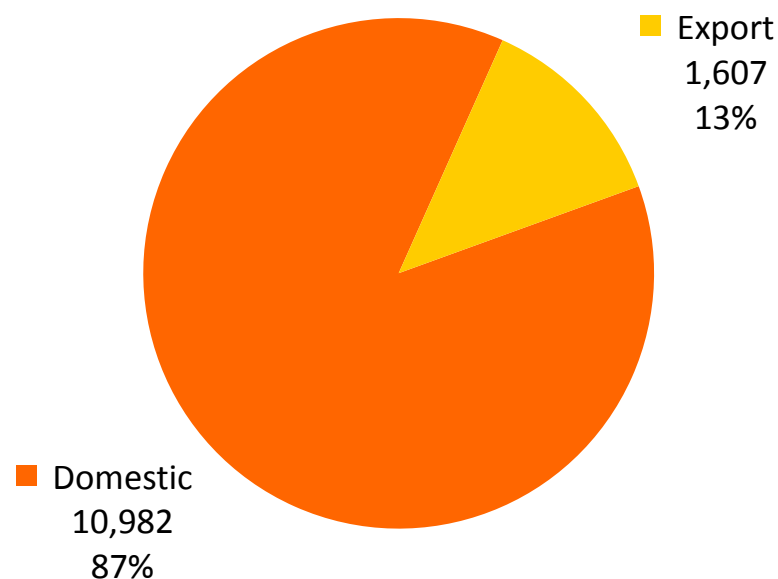


FY 2009 Sales Breakdown

By product in EGP million



By market in EGP million



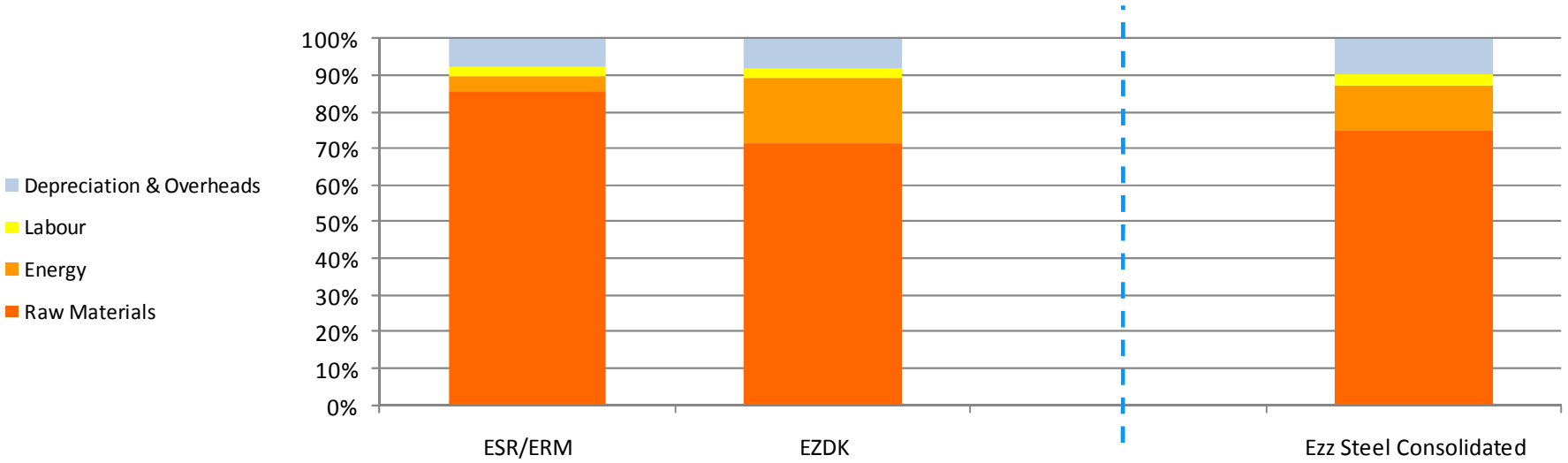
○ ezzsteel continues to generate the largest portion of its revenues in its growing domestic market, where we enjoy a leading position

Full Year 2009 Revenues

<i>EGP Mn</i>	Consolidated revenues			
	ESR/ERM	EZDK	EFS	ezzsteel
Long	4,283	5,281		9,564
Flat		2,763	96	2,859
Others	10	143	13	166
Total	4,293	8,187	109	12,589
Standalone Revenues	4,293	8,161	318	

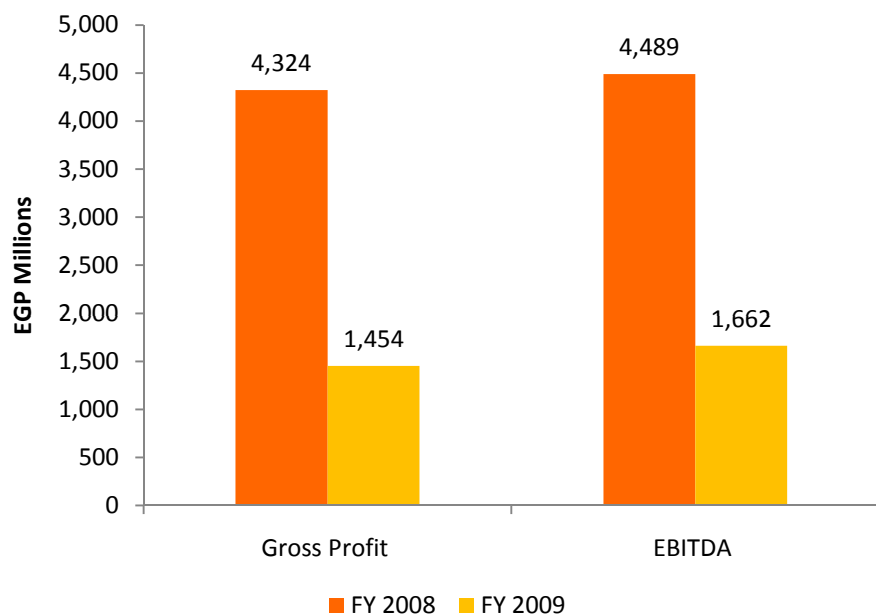
Full Year 2009 Cost Breakdown

FY 09	ESR/ERM	EZDK	EFS	ezzsteel Consolidated
<i>EGP Million</i>				
Sales	4,293	8,161	318	12,589
COGS	3,969	6,734	633	11,135
Gross Profit Margin	8%	18%		12%

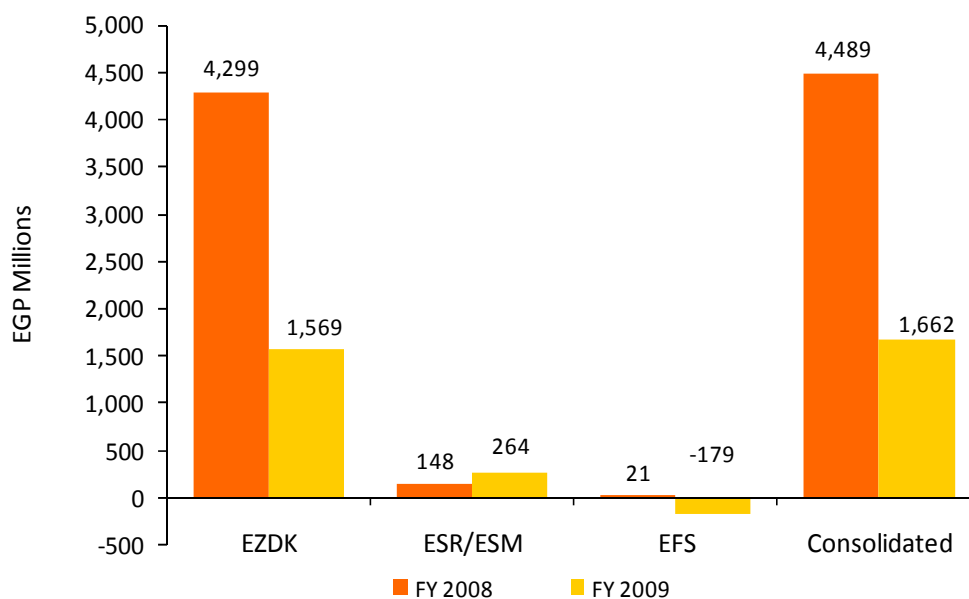


Full Year 2009 Profitability

Operational profits



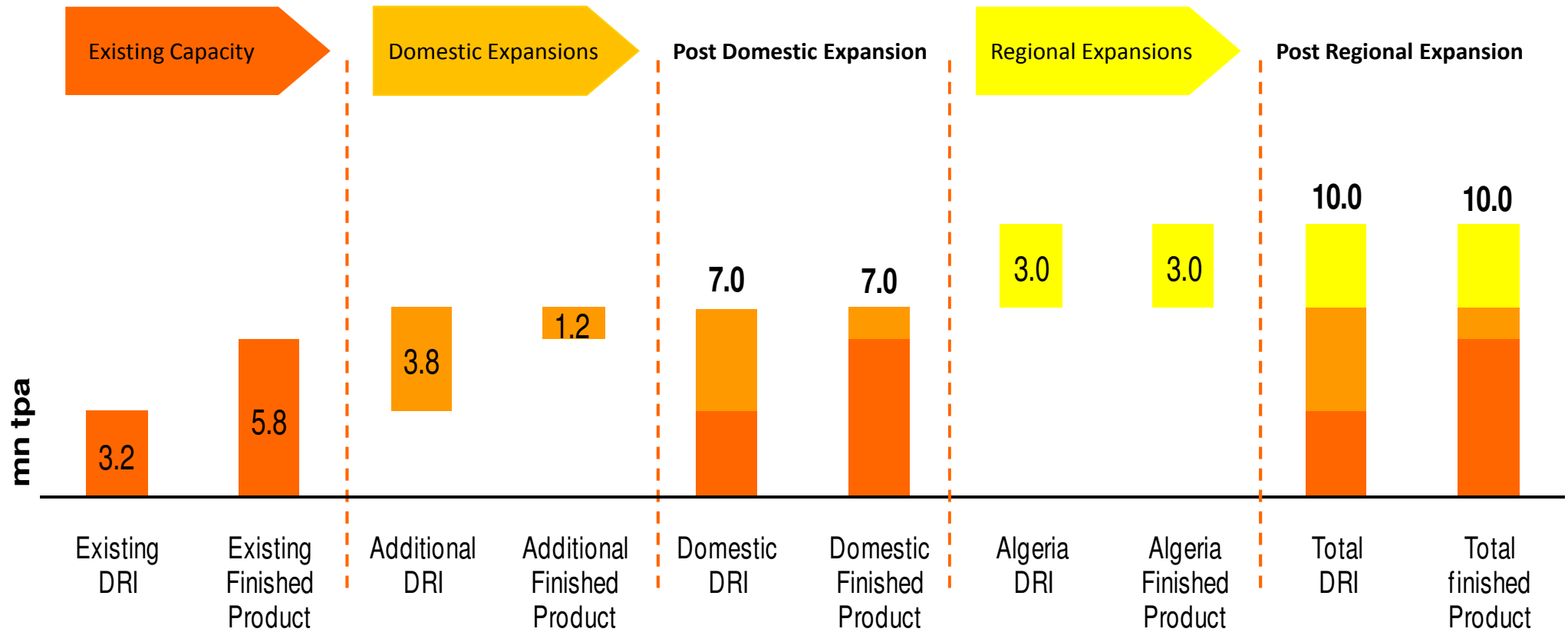
EBITDA breakdown by division



○ 2009 profitability was largely impacted by ;

- Slow demand from the global steel market
- Weakened steel prices
- The shutdown in production at EFS
- Proportionally higher costs at EZDK

Commitment to Growth Strategy



Outlook

- ezzsteel remains confident about the continued strength of the Egyptian market, which has remained largely unaffected by the global economic slowdown
- Local demand remains very strong, in particular house building and infrastructure projects
- Global steel markets have stabilised and are starting to show signs of improvement, a trend we expect will continue
- We are experiencing a pick up in steel prices and similarly in demand
- Our current expansion efforts are focused on vertical integration and flexibility, which includes expanding our DRI capacity and adding long product production capabilities at EFS

Summary

- Strong operational flexibility helped to offset weak price environment
- Buoyant local market demand for long product, signs of strengthening international market for flat steel
- Benefit of flexible model being seen, down cycle used to install additional flexibility at EFS
- Growth strategy to continue

Q&A



Divisional Review: EZDK

EZDK (Alexandria)

Sales:

	FY 2008	FY 2009
Value:	EGP 11.6bn	EGP 8.2bn
Volume:		
Long:	1,785 thousand ton	1,799 thousand ton
Flat:	687 thousand ton	973 thousand ton
Exports as % of Sales:		
Long:	1%	3%
Flat:	41%	52%
EBITDA:	EGP 4.3bn	EGP 1.6bn

Production:

Long Products:	1,812 thousand ton	1,806 thousand ton
Flat Products:	695 thousand ton	978 thousand ton
Billets:	1,911 thousand ton	2,020 thousand ton

- Egypt's largest steel complex
- Capacity to produce 2 million tonnes of long products and 1 million tonnes of Flat products per year
- Capable of long and flat production to international standards, including thin gauge flat steel
- Privately operated port that can dock ships of up to 150,000 dwt - few other producers have this benefit
- DRI for internal meltshop use is supplied by the plant's MIDREX direct reduction units

Divisional Review: ESR/ERM

ESR/ERM (Sadat City & 10th of Ramadan)

Sales:

	FY 2008	FY 2009
Value:	EGP 6.6bn	EGP 4.3bn
Volume:	1,382 thousand ton	1,466 thousand ton
Exports as % of Sales:	0%	0%
EBITDA:	EGP 148mn	EGP 264mn

Production:

Long Products:	1,373 thousand ton	1,481 thousand ton
Billets:	748 thousand ton	842 thousand ton

- Mini-mill in the strategic location of Sadat City, commissioned in 1995
- Also operate a plant at the 10th Ramadan, which comprises of rolling mill and wire mesh factory
- Capacity to produce 1.5 million tonnes of long products per year

Divisional Review: EFS

EFS (Suez) Sales:

FY 2008

FY 2009

Value: EGP 3.8bn EGP 0.318bn

Volume: 771 thousand ton 42.5 thousand ton

Exports as % of Sales: 80% 96%

EBITDA: EGP 21mn EGP -179mn

Production:

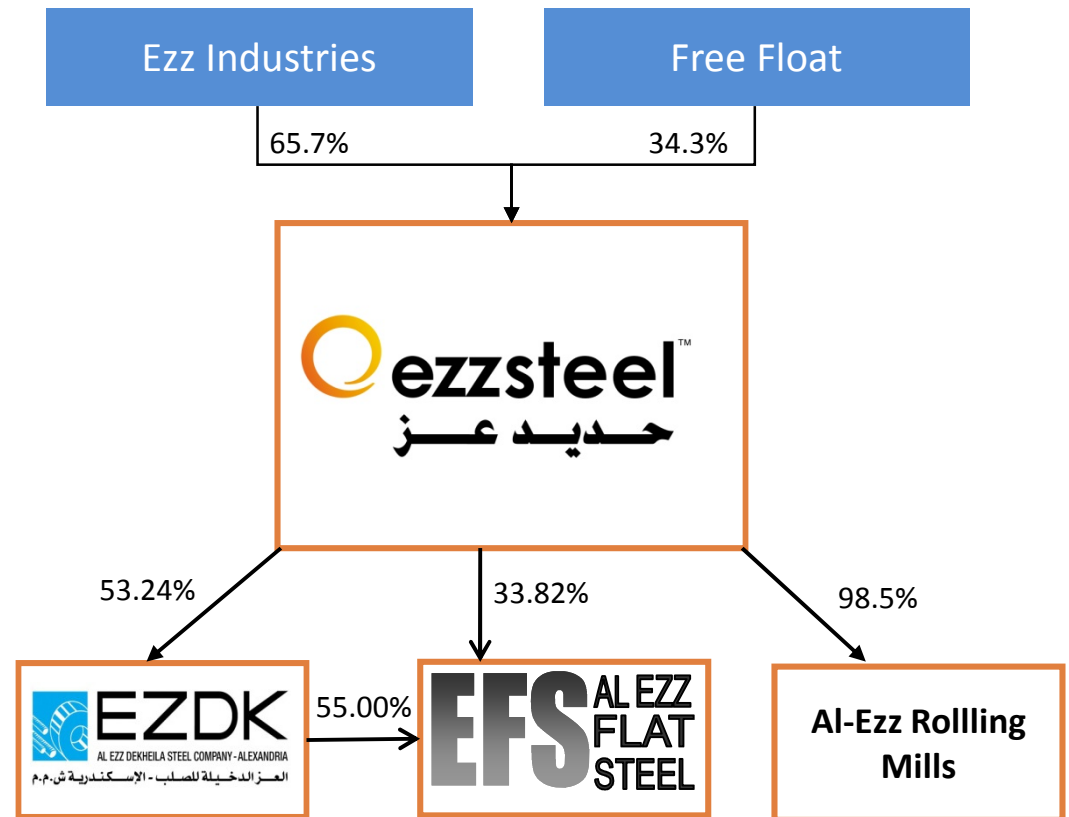
Flat Products: 729 thousand ton 1.2 thousand ton

- One of the few producers in the world to operate thin slab casting technology, to produce thin gauges of steel sheets with a minimum thickness of 1mm
- Capacity to produce 1.3 million tonnes of either flat or long products per year
- Installation of billet caster at EFS to enable flexibility in producing either flat steel or semi-finished long products at times when the flat steel market is in a low cycle

ezzsteel at a Glance

- The largest steel producer in the Middle East and Africa with a total actual capacity of 5.8mn tonnes per annum
 - 3.5mn tonnes of long products (Rebar)
 - 2.3mn tonnes of flat products (HRC)

- ezzsteel is listed on the EGX and the LSE (through a GDR program) and has a market capitalisation of EGP 10.2bn as at 21 March 2010



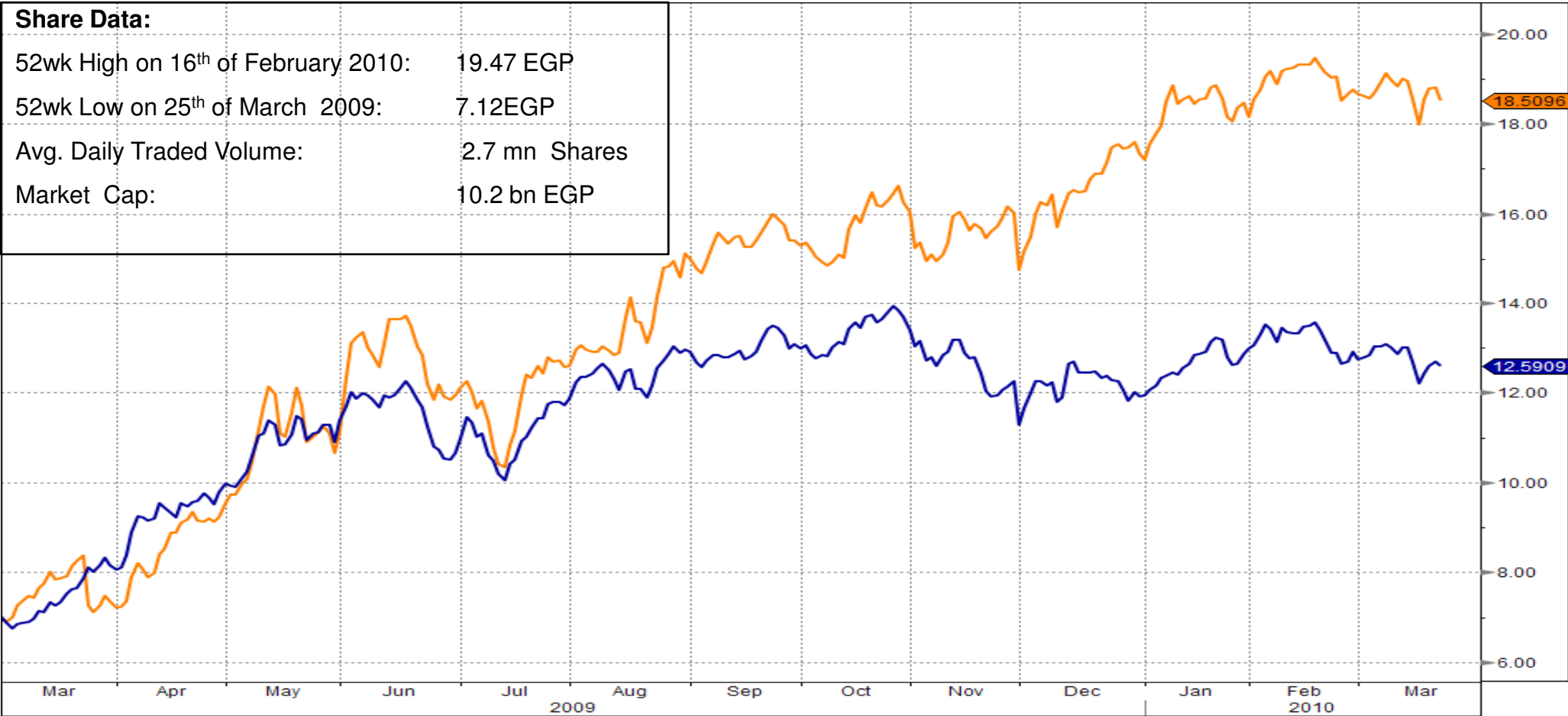
Note: Ezzsteel direct and indirect stake in EFS: 63.10%



Relative Share Performance Vs EGX30

Share Data:

52wk High on 16 th of February 2010:	19.47 EGP
52wk Low on 25 th of March 2009:	7.12EGP
Avg. Daily Traded Volume:	2.7 mn Shares
Market Cap:	10.2 bn EGP



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— ESRS — EGX30

