



“Australasia’s Largest Distributor of Specialty Metals”
FY 2005 RESULTS AUGUST 2005

Martin Foreman

Managing Director

Malcolm Mitchell

Deputy Managing Director

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM

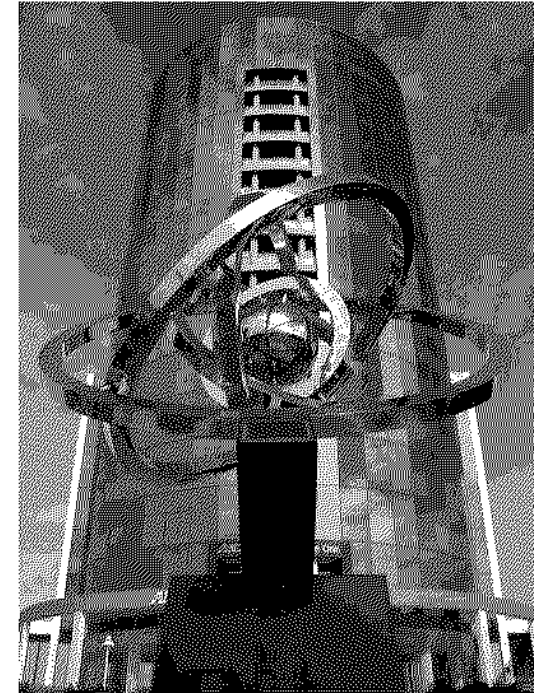


Full Year Results

30 June 2005



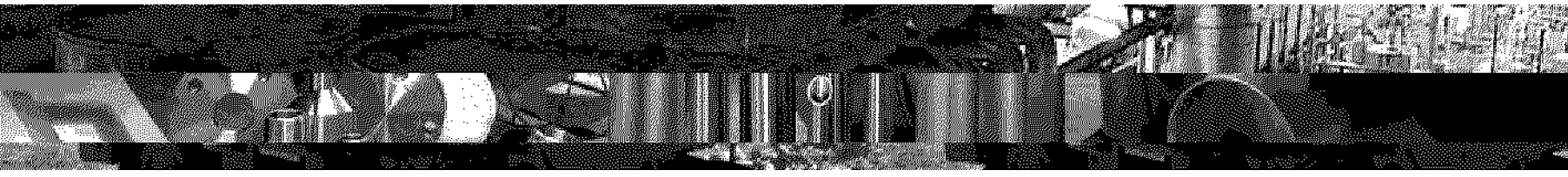
- Sales revenue increased by 31%, profit increased by 32%, and EPS increased by 19%.
- Strong resources sector demand underpinned performance.
- Successful implementation of new SAP information systems.
- Final dividend 5.1c fully franked, total dividends for the year 9.0c fully franked, compared to 7.8c in the previous year.



Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Outlook



- Outlook for Atlas remains positive, supported by continuing strong resources driven demand.
- Atlas expects to achieve double-digit revenue & earnings growth in FY06.
- Improved working capital management and reduction of balance sheet gearing.
- Vigilant for new growth opportunities.



Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Investment Key Points



- Historically stainless steel consumption grows faster than GDP. The outlook for stainless growth in Asia Pacific remains positive. Atlas established in growing and profitable Thai and Indonesian markets.
- Atlas maintains an Australia & New Zealand wide network of warehouses servicing a broad customer base over a wide range of industries. This network facilitates the opportunity to expand into additional metal products.
- Recent successful implementation of new SAP information systems will assist management to improve business processes and working capital management.
- Increased Bisalloy mill capacity opens opportunity to sustainably meet strong demand for hardened steel and deliver attractive returns.
- Continuing opportunity to grow sales to infrastructure projects.
- Focus on shareholder value metrics (ROFE, ROI) underpinned by low PE and high fully franked dividend yield.

Atlas Group

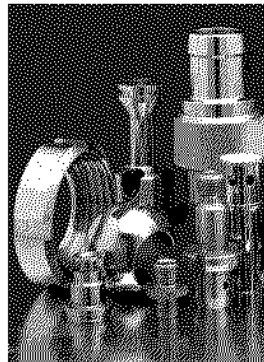
AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



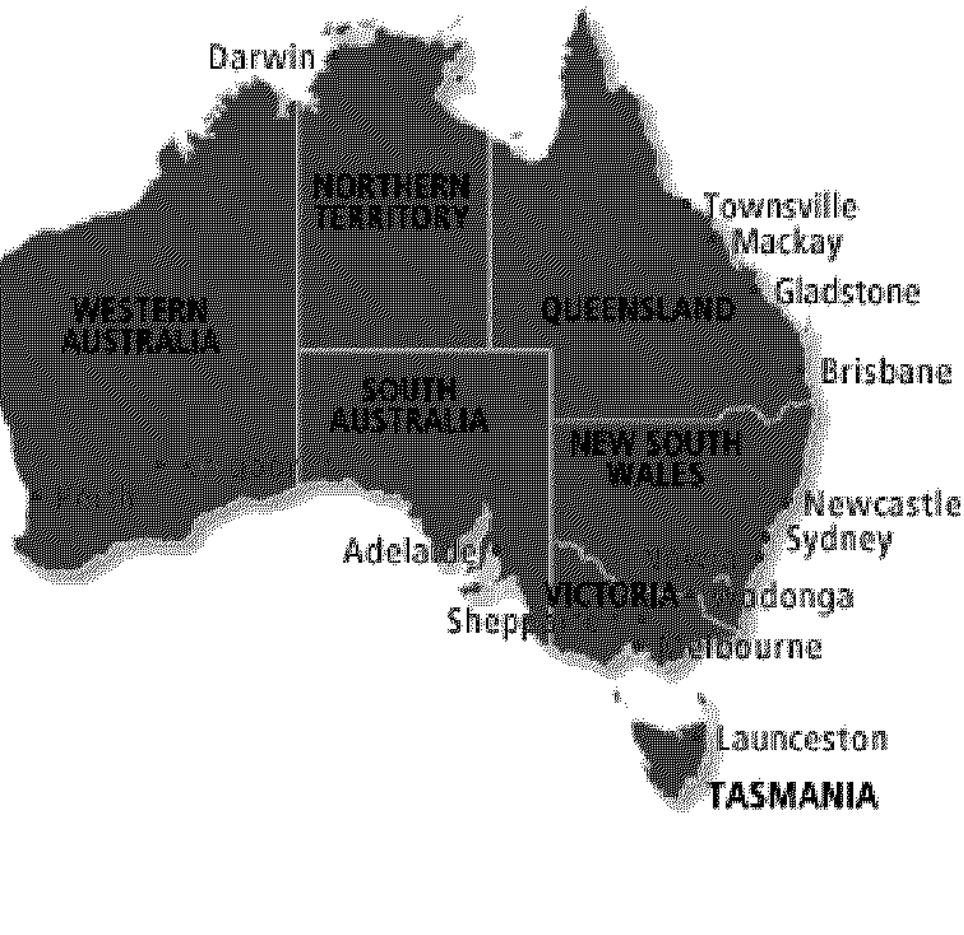
Market Diversity

Large and diverse customer base across numerous industries and regions.



Core Product Category	Major Segments	Applications
Stainless Steel Flat Products	Food & Wine Storage Architectural & Household Automotive & Transport	Industry Storage Tanks Kitchen Sinks / Dishwashers Auto Components / Rail Freight Wagon
Stainless Steel Sections	Marine Automotive & Transport General Industry	Component parts Screws, Nails, Springs, Wire Mesh
Stainless Steel Tubular	Petrochemical Processing Automotive Structural Applications	Petrochemical Pipes Muffler Systems Street and Domestic Furniture
Engineering Steels	Engineering General Machines	Component Parts, e.g. Automotive Forgings, Axles, Shafts, Drill Bits
Hardened Steel Plate	Defence Earthmoving & Mining Transport /Structural	Armoured Vehicles High strength Blades / Chutes Truck Bodies / Dump Truck Chassis
Aluminium Flat Rolled	Marine Architectural & Construction Household Products	Marine Vessels Roofing Cladding
Carbon Tubular	Oil & Gas Mining Petrochemical Processing	Pipelines Minerals Processing Petrochemical Pipes

Locations



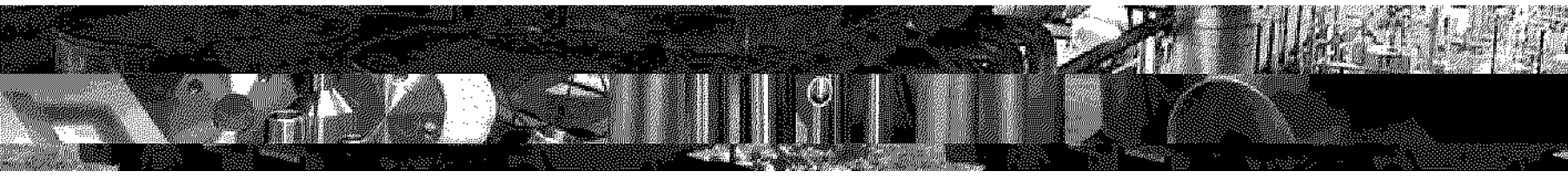
- ④ Regions: Australia, New Zealand & SE Asia
- ④ Distribution: 20 sales/warehousing locations across AUS & NZ.
- ④ Bisalloy: processing facility Wollongong, NSW
- ④ Bisalloy Asia: Indonesia & Thailand.
- ④ Southward: manufacturing Wellington & Auckland
- ④ Coil processing facility, Warragamba, NSW



Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Market Leadership (Australasia)



Core Product Category	Market Position
Stainless Steel Flat Products	1
Stainless Steel Sections	1
Stainless Steel Tubular Products	1
Engineering Steels	1
Hardened Steel Plate	1
Aluminium Flat Rolled Products	5
Carbon Tubular (growth product)	Low

Atlas is the market leader in specialty metal products

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

30 June 2005



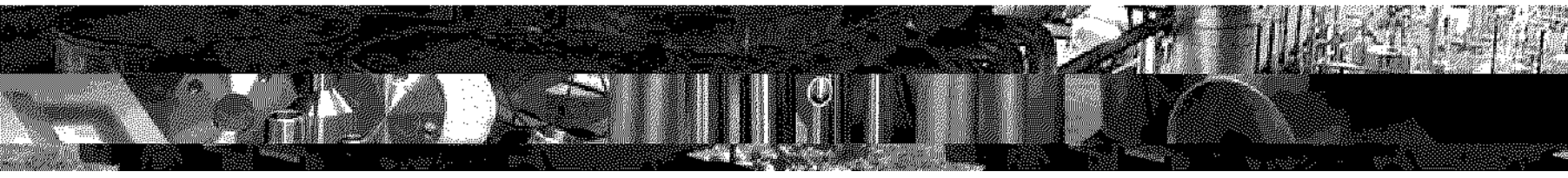
Sales Revenue (\$'m)	Jun 2005	Jun 2004	Chg%
	\$'m	\$'m	
Stainless steel flat products	108.6	98.6	+10%
Stainless steel sections	39.1	33.5	+17%
Hardened steel plate	68.3	52.8	+29%
Aluminium flat products	30.3	22.7	+33%
Tubular products	96.8	58.0	+67%
Engineering steels	41.3	38.6	+7%
Other products (inc Auto)	18.9	3.1	
Other sales	2.1	2.9	
	405.4	310.2	31%

Sales increase 31%, led by growth of tubular products and hardened steel.

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

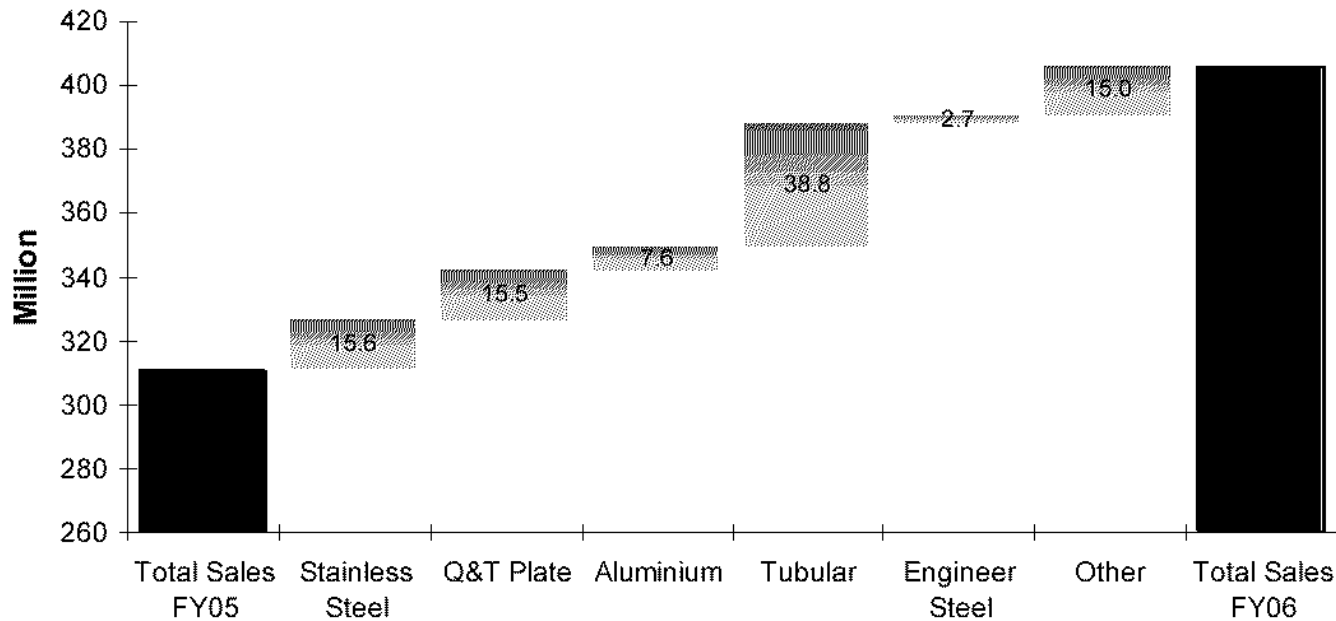
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

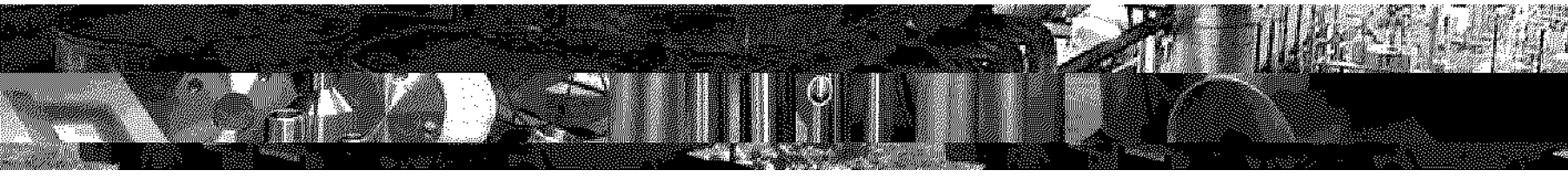
30 June 2005

Sales Waterfall



Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

30 June 2005

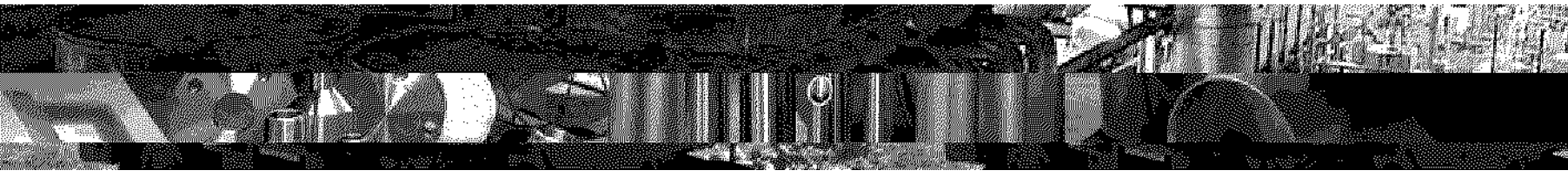


\$'m	Jun 2005	Jun 2004	Increase
Sales Revenue	405.4	310.2	+31%
EBIT	26.6	19.9	+34%
EBIT%	6.6%	6.4%	
Net Interest	10.3	6.4	
Net profit before Tax	16.3	13.5	+20%
Tax	2.6	3.4	
Net Profit after Tax	13.7	10.1	+36%
Minority	0.5	0.1	
Net Profit attributable to Members	13.2	10.0	+32%
EPS	14.5c	12.2c	+19%

Profit increased 32%

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

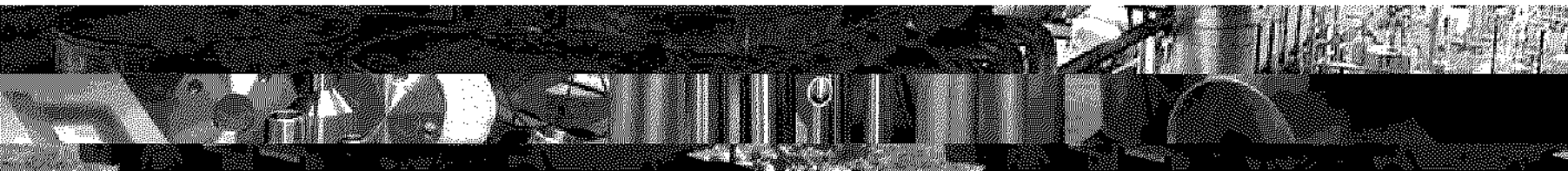
30 June 2005



	Jun-05	Jun-04	Chg%
Sales Revenues			
Distribution	336.3	276.3	+22%
Manufacturing	96.7	51.2	+89%
Eliminations	(27.6)	(17.3)	
	405.4	310.2	+31%
Profit Before Tax			
Distribution	6.9	6.8	+1%
Manufacturing	9.3	6.8	+37%
	16.2	13.5	+20%

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

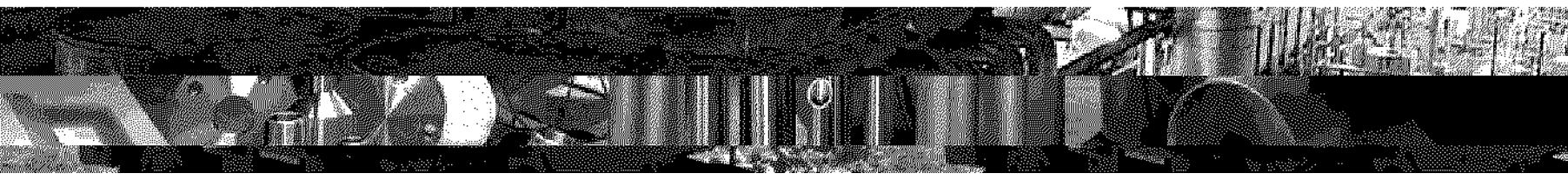
30 June 2005



\$'m	Jun 2005	Jun 2004
Net Profit after Tax	13.2m	\$10.0m
Weighted No. Shares on Issue	91.1mil	82.2mil
Earnings per Share	14.5c	12.2c
Return on Avg Investment (PBT/Equity)	27.5%	30.8%
Return on Avg Funds Employed (EBIT/OCE)	16.3%	16.0%
Interest Cover	2.6x	3.1x
Dividend per Share (annual)	9.0c	7.8c

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
 STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

30 June 2005



Balance Sheet \$'m	Jun 2005	Dec 2004	Jun 2004
Receivables	91.3	70.7	74.6
Inventory	109.4	122.3	103.6
Property, Plant & Equipment	36.9	36.8	26.6
Other Assets	8.3	8.7	8.2
Payables & Provisions	(66.7)	(62.6)	(65.5)
Funds Employed	175.2	175.9	147.5
Net Borrowings	109.0	109.8	99.6
Shareholder's Equity	70.2	66.1	47.9
Net Debt/ Equity Gearing	155%	166%	208%

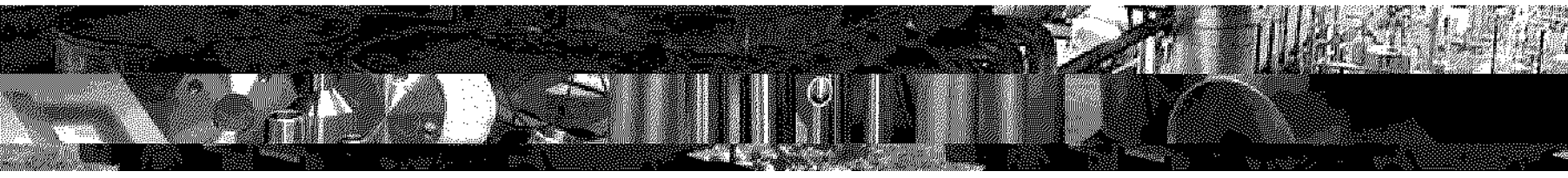
Funds employed to grow more slowly than sales

Gearing to continue significant lowering.

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Full Year Results

30 June 2005

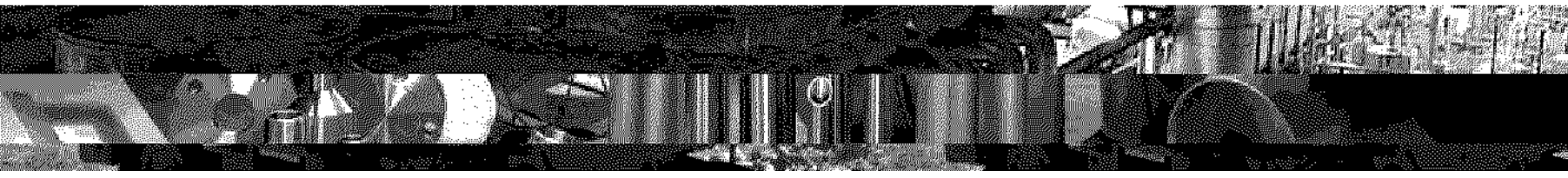


Capital Expenditure & Depreciation \$'m	Actual Year ended Jun 2005
Normal replacement expenditure	3.1
Disposals	(0.8)
SAP implementation	2.3
Bisalloy mill upgrade	1.8
Southward upgrade	0.8
Total Capital Expenditure	7.2
Depreciation	4.8

New capital projects have short payback periods.

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Board



Executive Directors:

Martin Foreman – Managing Director

Malcolm Mitchell - Deputy Managing Director

Non-Executive Directors:

Phillip Cave - Chairman

Richard Grellman

Bill Wavish

Kym Godson

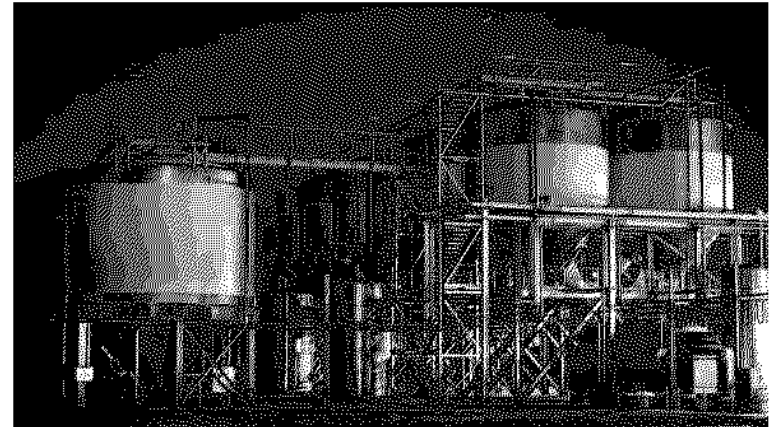
Ownership:

Atlas Directors, Management & Staff have approximately 17% of the shares of the company.

Incentives:

Executive Directors and Management participate in a performance rights incentive scheme, over unissued shares representing 6% of the equity of the company.

Management and Staff participate in performance based annual bonus arrangements.



Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND

STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM



Contact Details



- ④ Website www.atlasgroup.com.au
- ④ Head Office
Lynch Road
Altona North, VIC 3025
Tel: (03) 9272 9999
Fax: (03) 9272 9965
- ④ Managing Director
Martin Foreman
foremanm@atlasmetals.com.au
- ④ Deputy Managing Director
Malcolm Mitchell (Mobile: 0412 766 996)
mitchelm@atlasmetals.com.au
- ④ Company Secretary
David Cleland
clelandd@atlasmetals.com.au

Atlas Group

AUSTRALIA, NEW ZEALAND, INDONESIA, THAILAND
STAINLESS STEEL, HARDENED STEEL, ALLOY STEEL, ALUMINIUM





Competent, consistent, and growing

