SIMS GROUP

FULL YEAR RESULTS

1 September, 2006
ASX Code: SGM

Jeremy Sutcliffe, CEO
Ross Cunningham, CFO

Disclaimer

SIMS GROUP

This presentation for Sims Group Limited is designed to provide a high level overview of aspects of the operations of Sims Group Limited. The material set out in the presentation is current as at 30 June, 2006.

The presentation may contain forward looking statements about assumptions, estimates and outcomes, which are based on internal business data and external sources. Given the nature of the industry, business risks, and other factors, the assumptions, estimates and outcomes are uncertain. They may be affected by internal and external factors which may have a material effect on future business performance and results. No assurance or guarantee is, or should be taken to be, given in relation to the future business performance or results of Sims Group Limited or the likelihood that the assumptions, estimates or outcomes will be achieved.

While management has taken every effort to ensure the accuracy of the material in the presentation, the presentation is provided for information only. Sims Group Limited, its officers and management exclude and disclaim any liability in respect of anything done in reliance on the presentation.

You should make your own enquiries and take your own advice (including financial and legal advice) before making an investment in the company's shares or in making a decision to hold or sell your shares.

Today's Agenda

SIMS GROUP

Group Highlights **Group Highlights**

Financials **Financials**

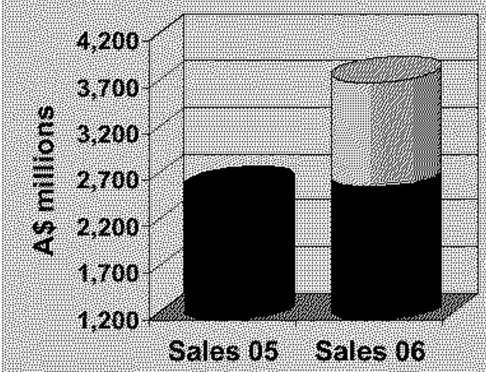
Market **Market Review**

Outlook **Outlook**

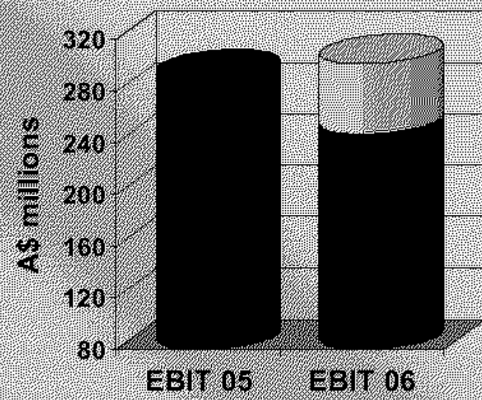
Group Highlights

SIMS GROUP

Sales Revenue



EBIT



SALES REVENUE $3.75b

+46%

EBITDA $343m

+ 7%

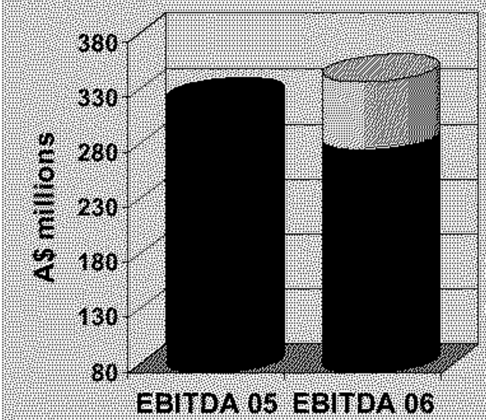
EBIT $302m

+ 4%

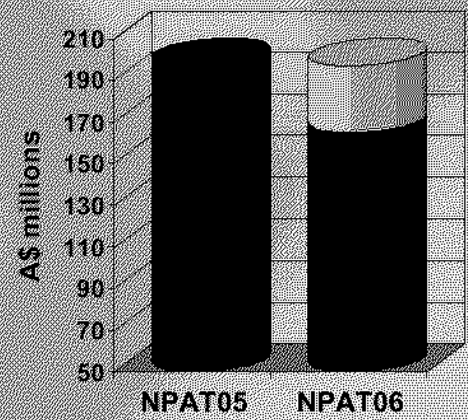
NPAT $197m

Nil%

EBITDA



NPAT

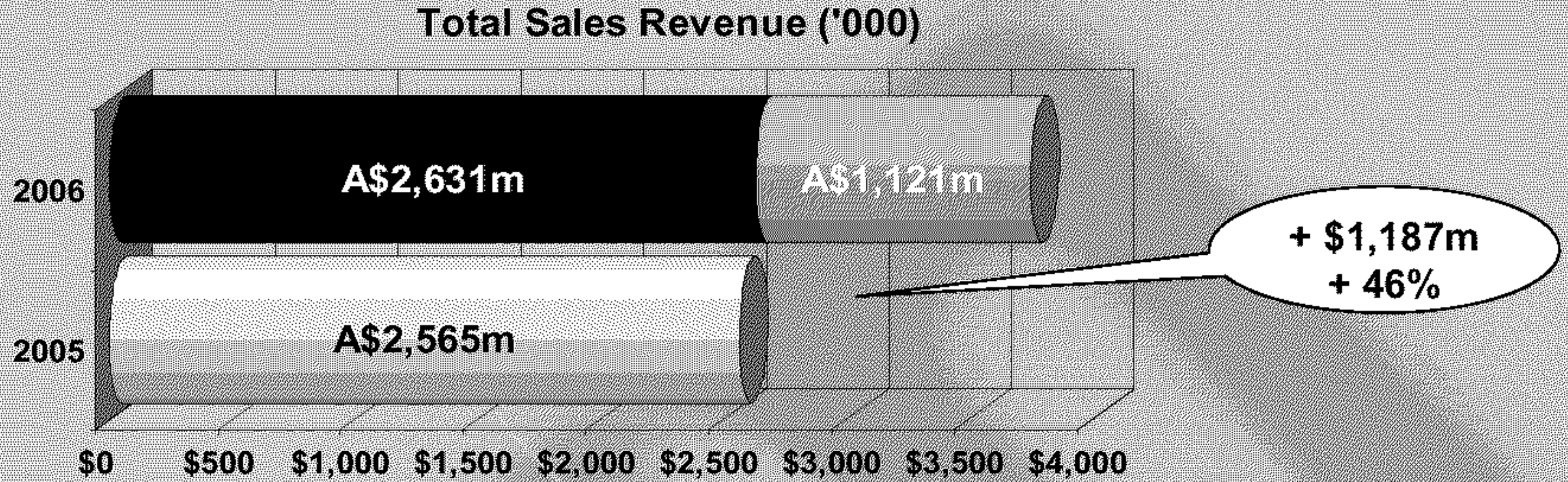


F ier HNC entities

F ier Sims Group

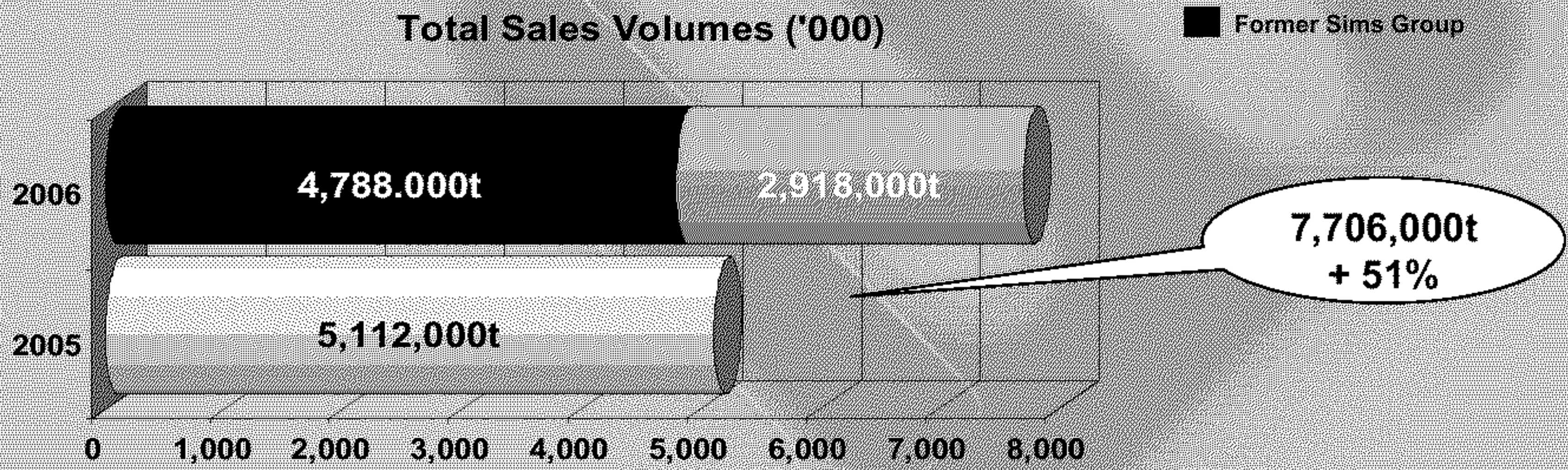
Revenue & Volumes

SIMS GROUP

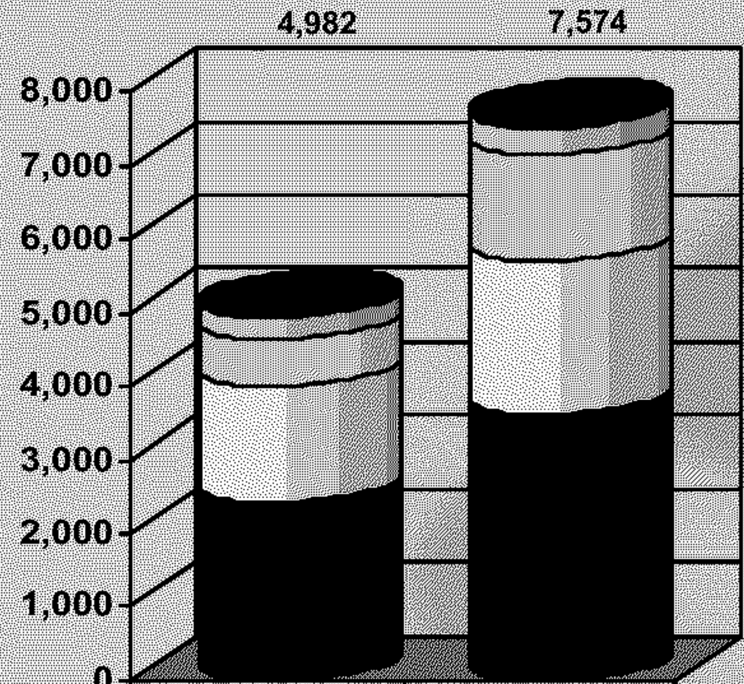


Former HNC entities

Former Sims Group



Intake Volumes ('000)



	Total Tonnes 05	Total Tonnes 06
Other	41	54
Non Ferrous trading/brokerage	284	345
Ferrous Brokerage	642	1,471
Other Processed Ferrous	1,605	2,070
Shredded Ferrous	2,410	3,634

Total Intake Tonnes

7,574 + 52%

Shredded Ferrous

3,634 + 51%

Other Processed Ferrous

2,070 + 29%

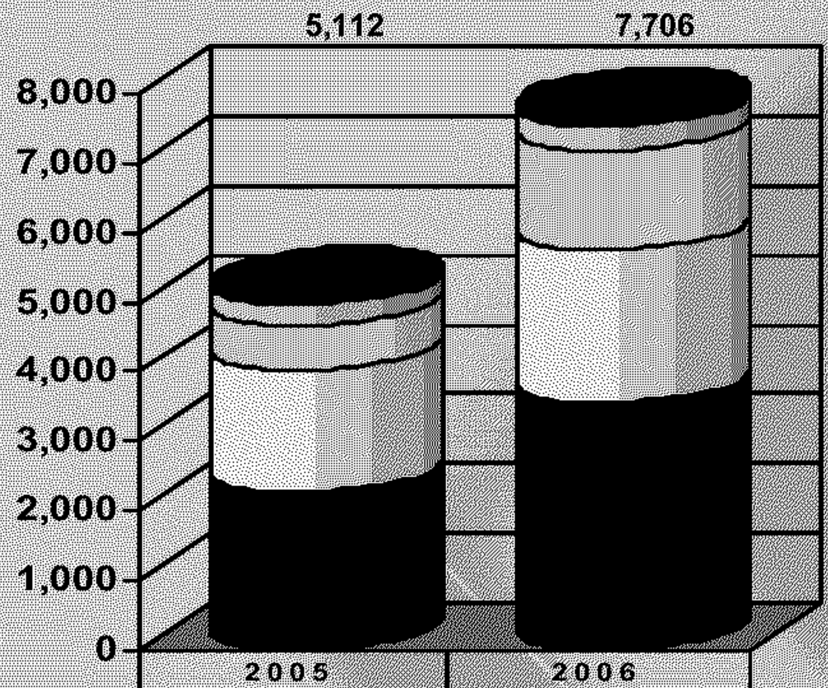
Ferrous Brokerage

1,471 + 129%

Non Ferrous trading/brokerage

345 + 21%

Sales Volumes ('000)



	2005	2006
Other	153	160
Non Ferrous trading/brokerage	288	344
Ferrous Brokerage	641	1,440
Other Processed Ferrous	1,756	2,202
Shredded Ferrous	2,274	3,560

Total Sales Tonnes

7,706 + 51%

Shredded Ferrous

3,560 + 57%

Other Processed Ferrous

2,202 + 25%

Ferrous Brokerage

1,440 + 125%

Non Ferrous trading/brokerage

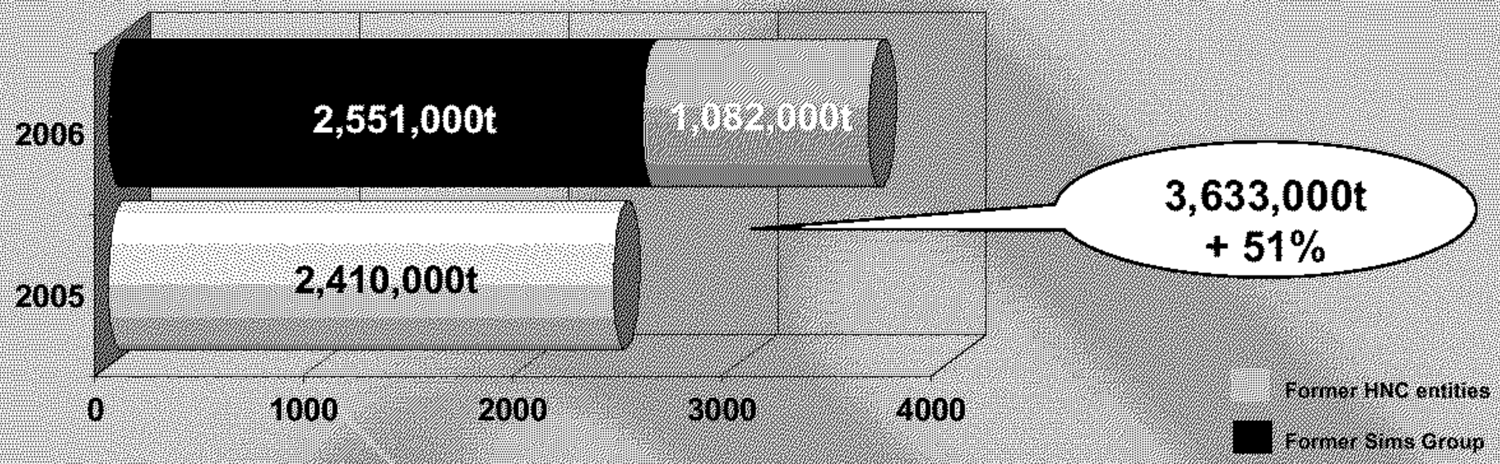
344 + 19%

Group Highlights

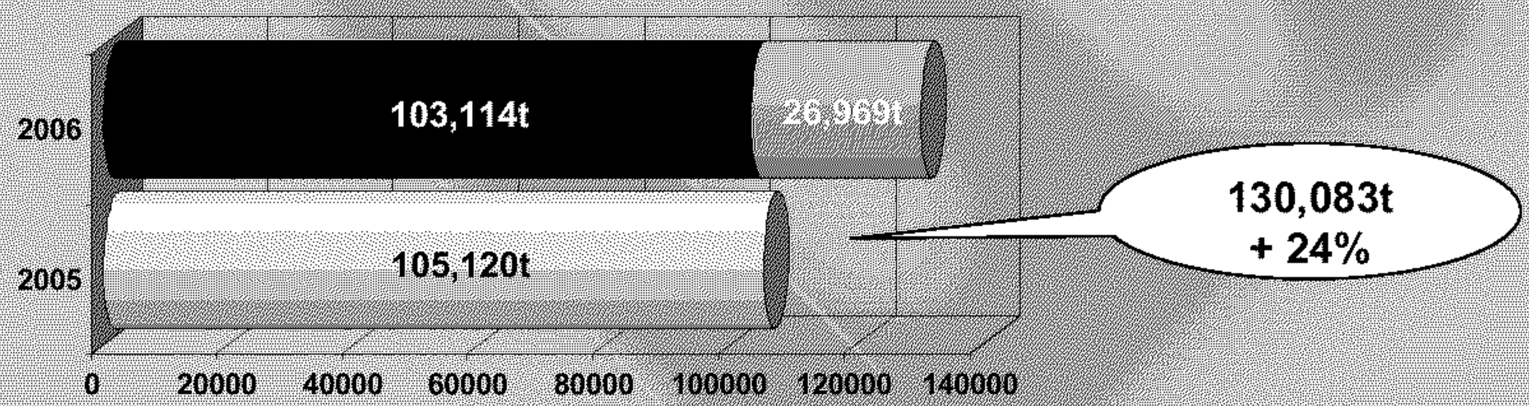
Shredded Volumes

SIMS GROUP

Total Shredded (Production) tonnes



Total NFSR (Sales) tonnes

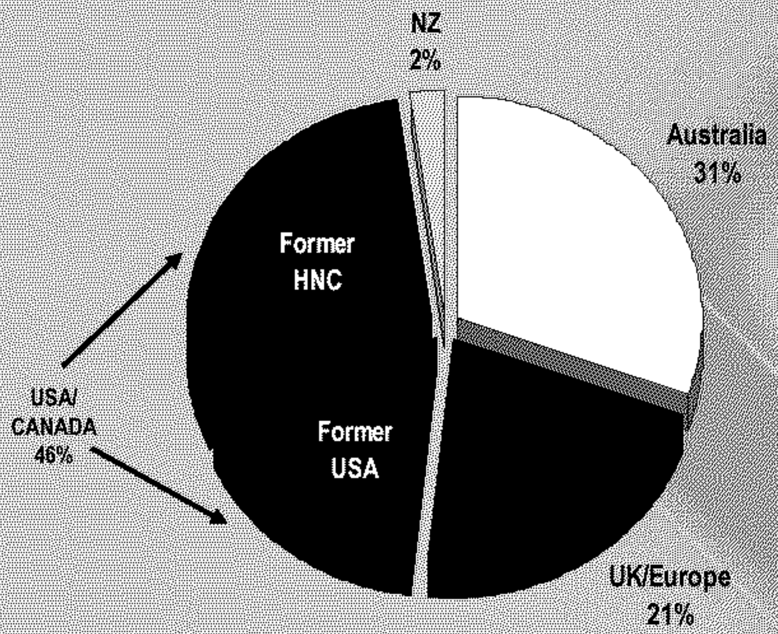


Regional Summary

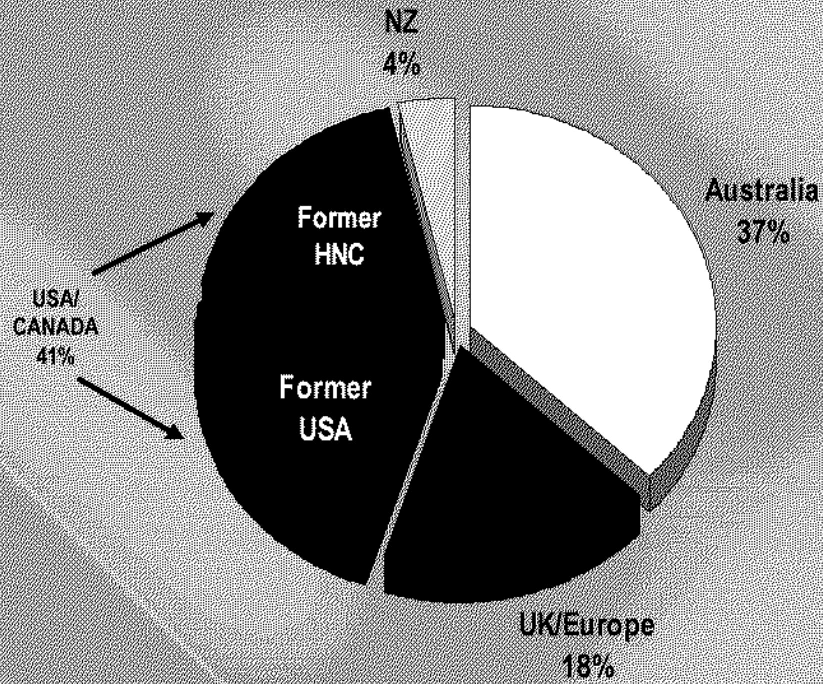
SIMS GROUP

2006

Regional Sales Contribution

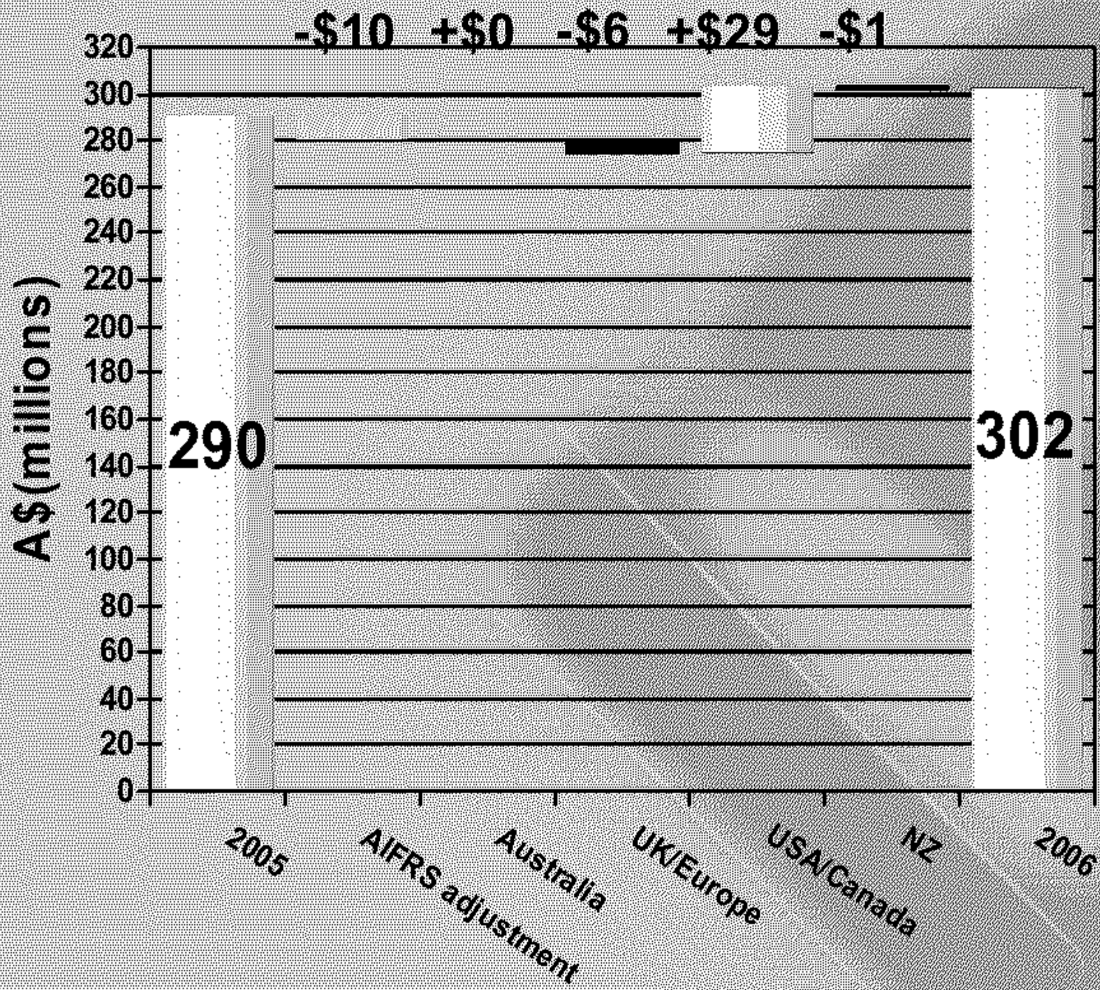


Regional EBIT Contribution



EBIT Growth by Region

SIMS GROUP



Australia
+ $0m No change

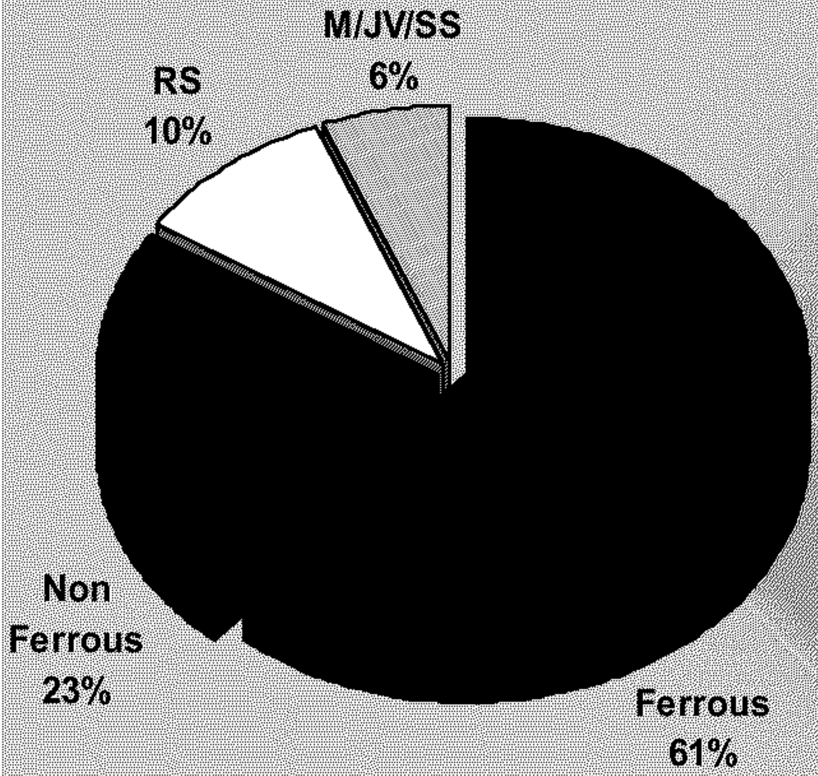
UK/Europe
- $6m - 10%

North America
+ $29m + 31%

NZ
- $1m - 11%

EBIT by Product

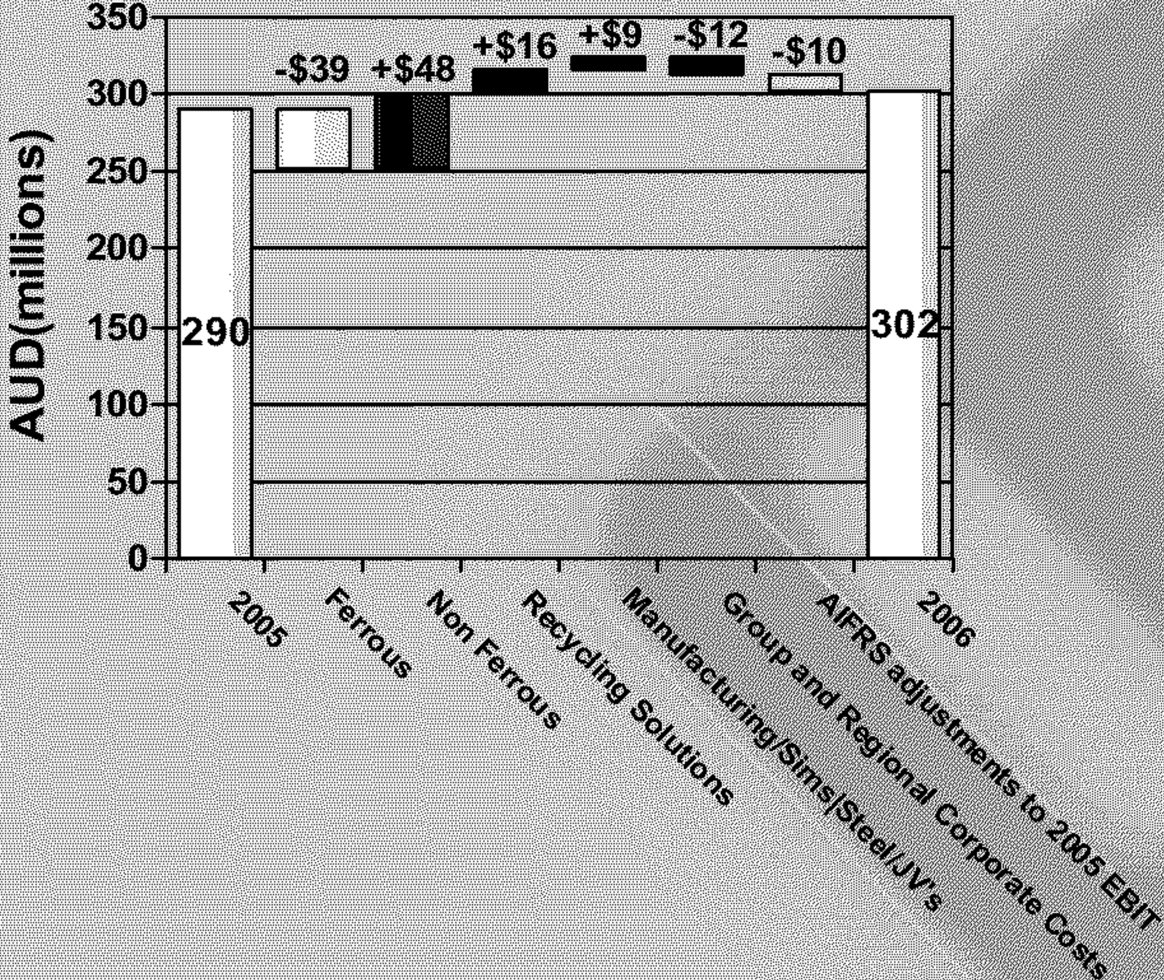
SIMS GROUP



	2006 Actual (million)	2005 Actual (million)	Change %
Ferrous incl NFSR and brokerage	$214	$ 254	-16
Non Ferrous including brokerage	$79	$30	+ 163
Recycling Solutions	$34	$18	+ 89
Manufacturing, Sims|Steel & JV's	$21	$ 12	+ 75
Group and Regional Corporate Costs	-$46	-$34	+ 35
AIFRS adjustments	-	+ $10	-
Total	$302	$ 290	+ 4

EBIT Growth by Product

SIMS GROUP



Ferrous (incl NFSR)
- $39m - 15%

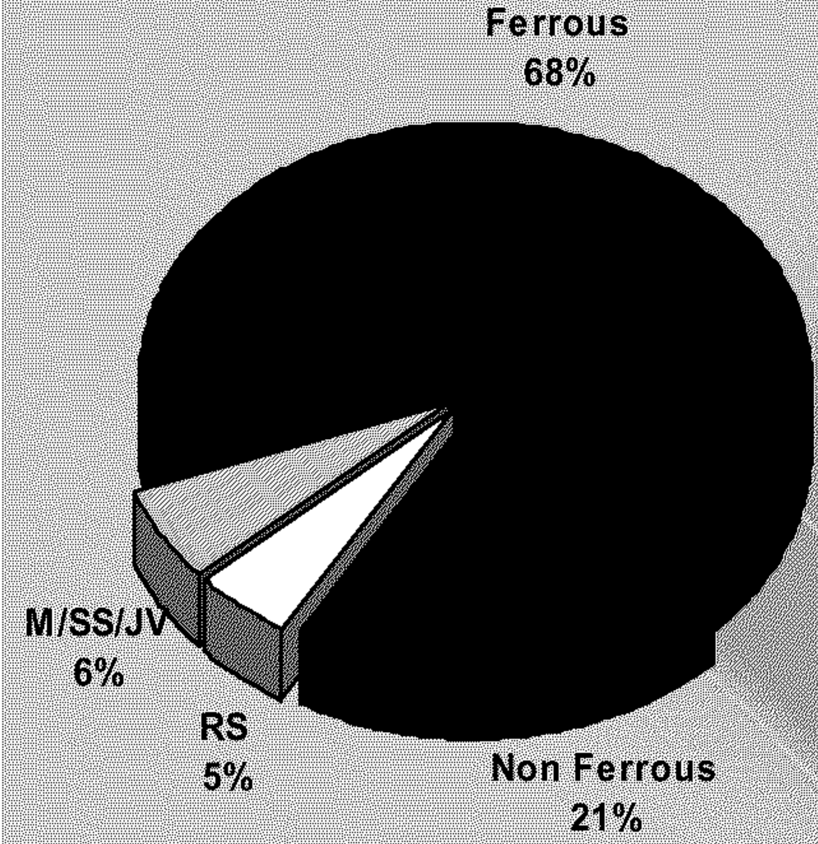
Non Ferrous
+ $48m + 160%

Recycling Solutions
+ $16m + 90%

Manufacturing/Sims|Steel/ JV's
+ $9m + 71%

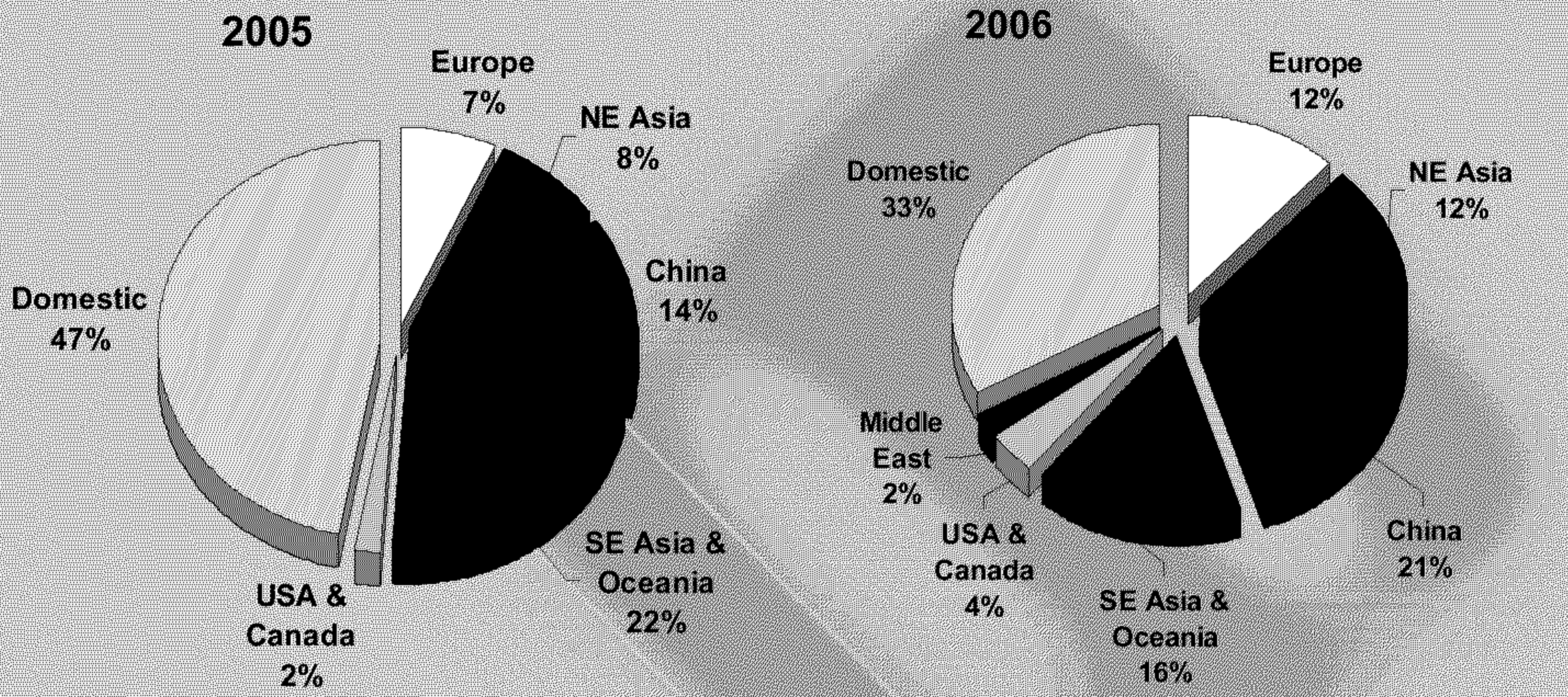
Group and Regional Corporate Costs
-$12m + 36%

Gross Revenue by Product



	2006 Actual (million)	2005 Actual (million)	Change %
Ferrous inc NFSR	$2,548	$ 1,763	+ 45
Non Ferrous	$799	$ 461	+ 73
Recycling Solutions	$171	$ 102	+ 68
Manufacturing, Sims|Steel & Joint Ventures	$234	$ 239	-2
Total	$3,752	$ 2,565	+ 46

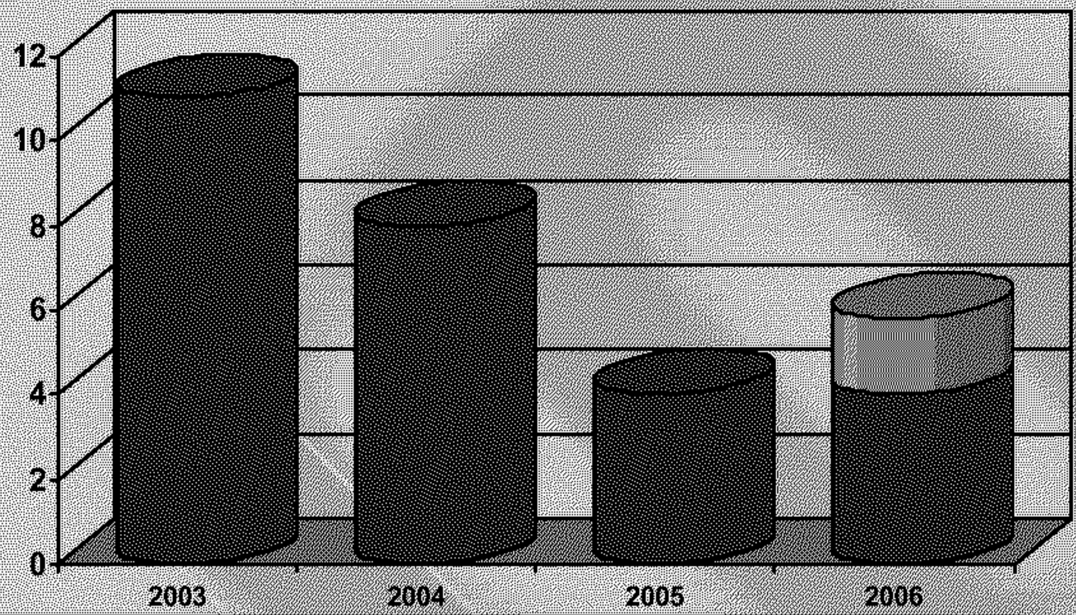
Sales by Destination



Note: domestic is defined as sales in country of sourcing

Group Safety

Lost Time Injury Frequency Rate



	2003	2004	2005	2006
HNC				14
GROUP excl HNC	11	8	4	4
GROUP incl HNC	11	8	4	6

Profit & Loss Summary

SIMS GROUP

$A million	30 Jun 06	30 Jun 05	Change	% Change
Operating Revenue	3,754.5	2,565.6	1,188.9	46
EBITDA	343.4	322.4	21.0	7
EBIT	301.9	289.6	12.3	4
Net Interest Expense	-16.3	-5.4	-10.9	202
Tax Expense	-89.0	-87.2	-1.8	2
Profit After Tax	196.6	197.0	-0.4	Nil

Balance Sheet

SIMS GROUP

$A million	30 Jun 06	30 Jun 05	Change	% Change
Current Assets	711.6	411.2	300.4	73
Non-current Assets	1,226.2	487.2	739.0	152
Total Assets	**1,937.8**	**898.4**	**1,039.4**	**116**
Current Liabilities	386.2	229.6	156.6	68
Non-current Borrowings	301.5	98.9	202.6	205
Other Non-current Liabilities	53.3	52.4	0.9	2
Total Liabilities	**741.0**	**380.9**	**360.1**	**95**
Net Assets/Equity	**1,196.8**	**517.5**	**697.3**	**131**
Net Debt/(Net Debt +Equity)	19%	9%		

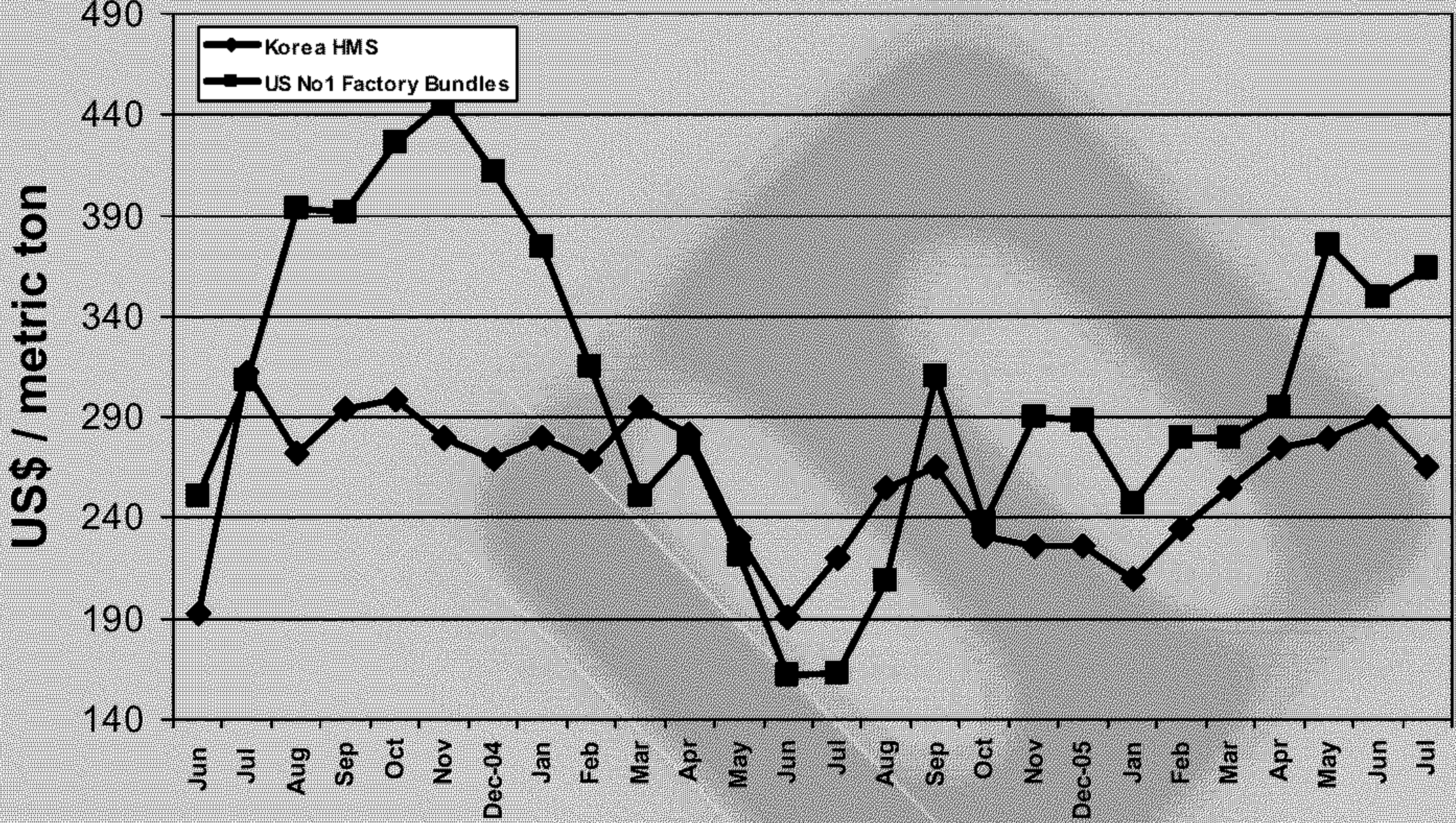
Cash Flow

SIMS GROUP

$A million	F06	F05	Change
Earnings Before Interest & Tax	**301.9**	**289.6**	**12.3**
Non Cash Items			
Depreciation & amortisation	41.5	32.8	8.7
Provisions	-10.6	1.5	-12.1
Write Down of Conex	0.0	2.0	-2.0
Net profit on disposal of assets	0.7	-2.8	3.5
Net capital expenditure	-74.5	-58.4	-16.1
Net working capital change	-14.0	-39.7	25.7
Income tax paid	-95.1	-83.7	-11.4
Net business (purchases) / sales	-28.5	-54.7	26.2
Net interest expense	-16.3	-5.4	-10.9
Other	0.5	-3.5	4.0
Cash inflows (outflows) from operations & investing activities	**105.6**	**77.7**	**27.9**

Market

Pricing



Source : Data from Tex Report & AMM Price Archives

Market Review

SIMS GROUP

- H2 '06 started with strong ferrous prices on the back of robust finished steel demand.
- "Northern Hemisphere Spring lull" late - near the end of H2 '06.
- Recent rebound in ferrous prices – now in the mid US$280's.
- Escalating ocean freight rates.
- Non ferrous prices at or near record highs.

Outlook

SIMS GROUP

- Q1 '07 assisted by prudent forward ferrous sales.
- Non ferrous prices to remain firm, but potentially volatile.
- Q1 '07 expected to be a very strong quarter, ahead of budget, albeit softer than Q4 '06.
- Growth via acquisition expected in both metal recycling and recycling solutions divisions during remainder of calendar 2006.