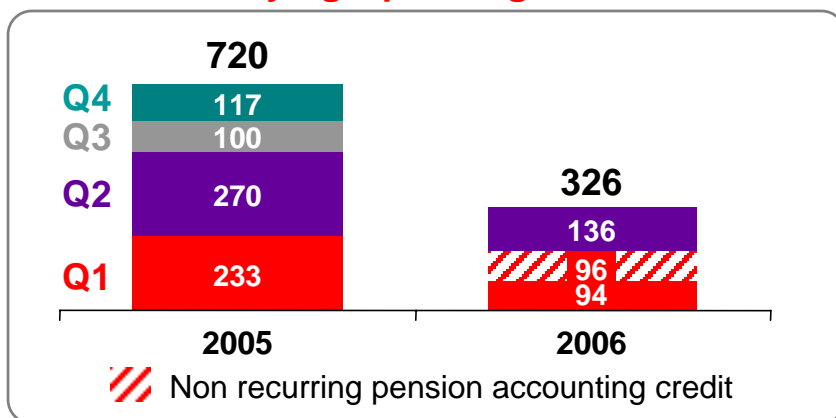

Corus Group plc

Second quarter 2006 Results

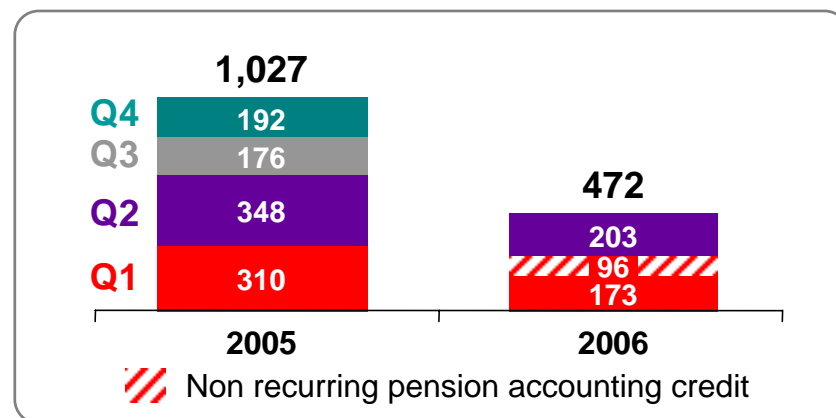
30 August 2006

Key highlights

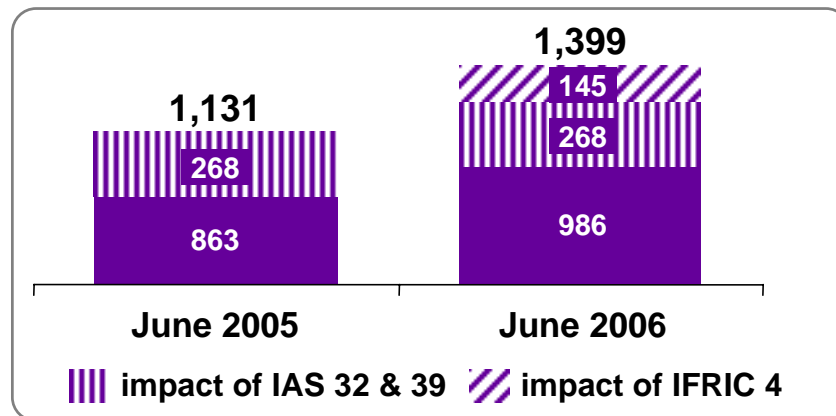
Underlying Operating Profit* £m



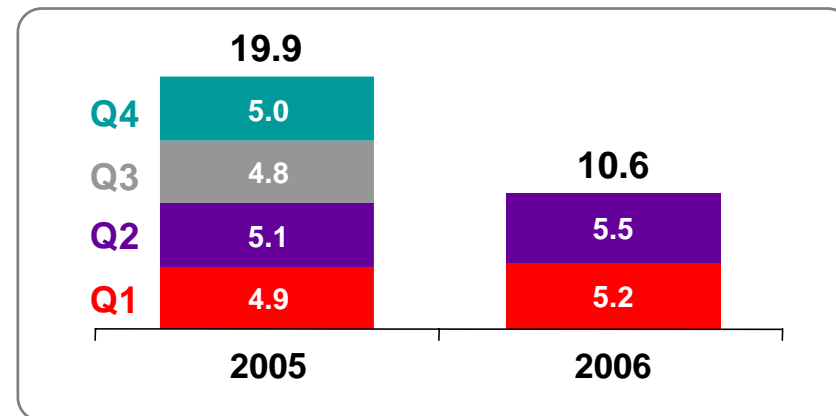
EBITDA* £m



Net debt £m



Deliveries (kt)**



Interim dividend increased to 2.75p (2005: interim 2.5p)

* All operations. Before restructuring, impairment and disposals.

**Includes Teesside slab deliveries to the consortium under the long-term off take agreement. 0.8mt in H1 2006.

The Corus Way

Portfolio focus



€826m (£570m) sale of Aluminium

- Sale of downstream rolled products and extrusion businesses
- Completed: 1 August 2006
- €695m (£480m) net cash proceeds received

**Proceeds used to further strengthen the Balance Sheet
and invest in carbon steel**

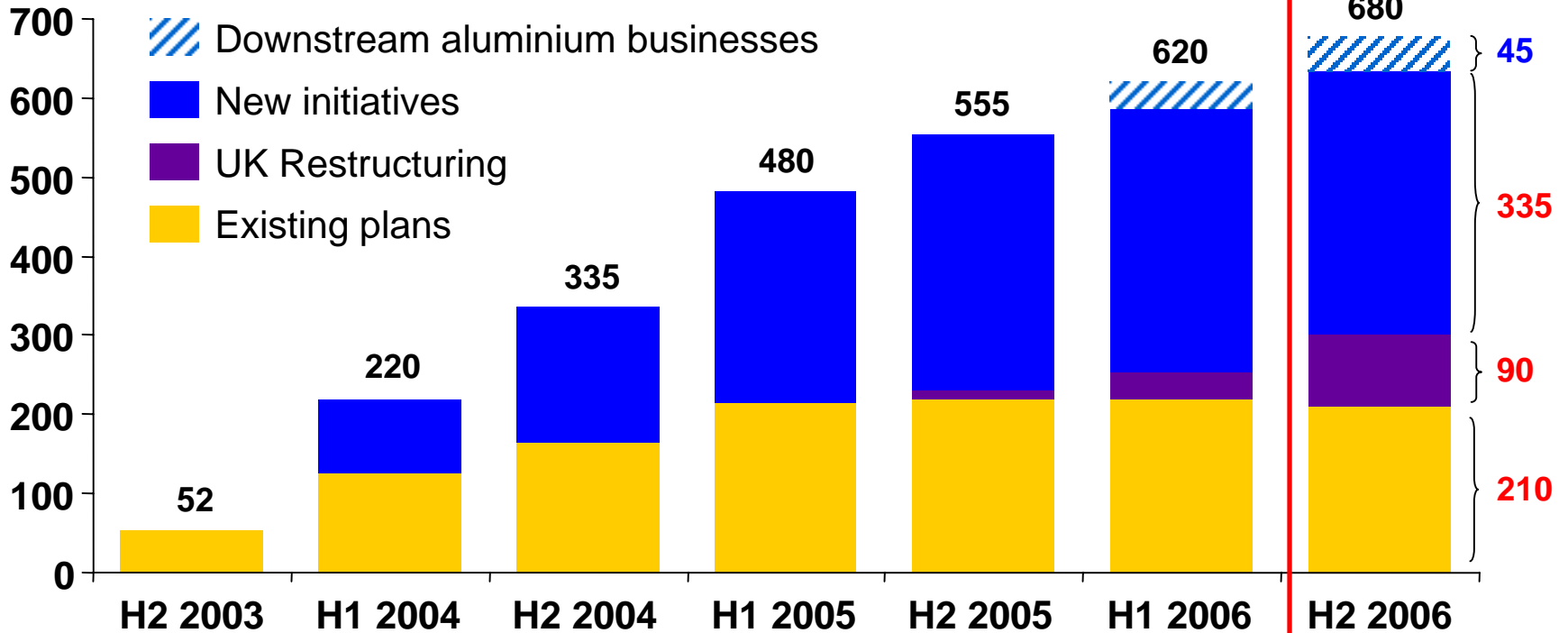
Restoring Success

Progress to date



Annualised exit rate benefits - all operations

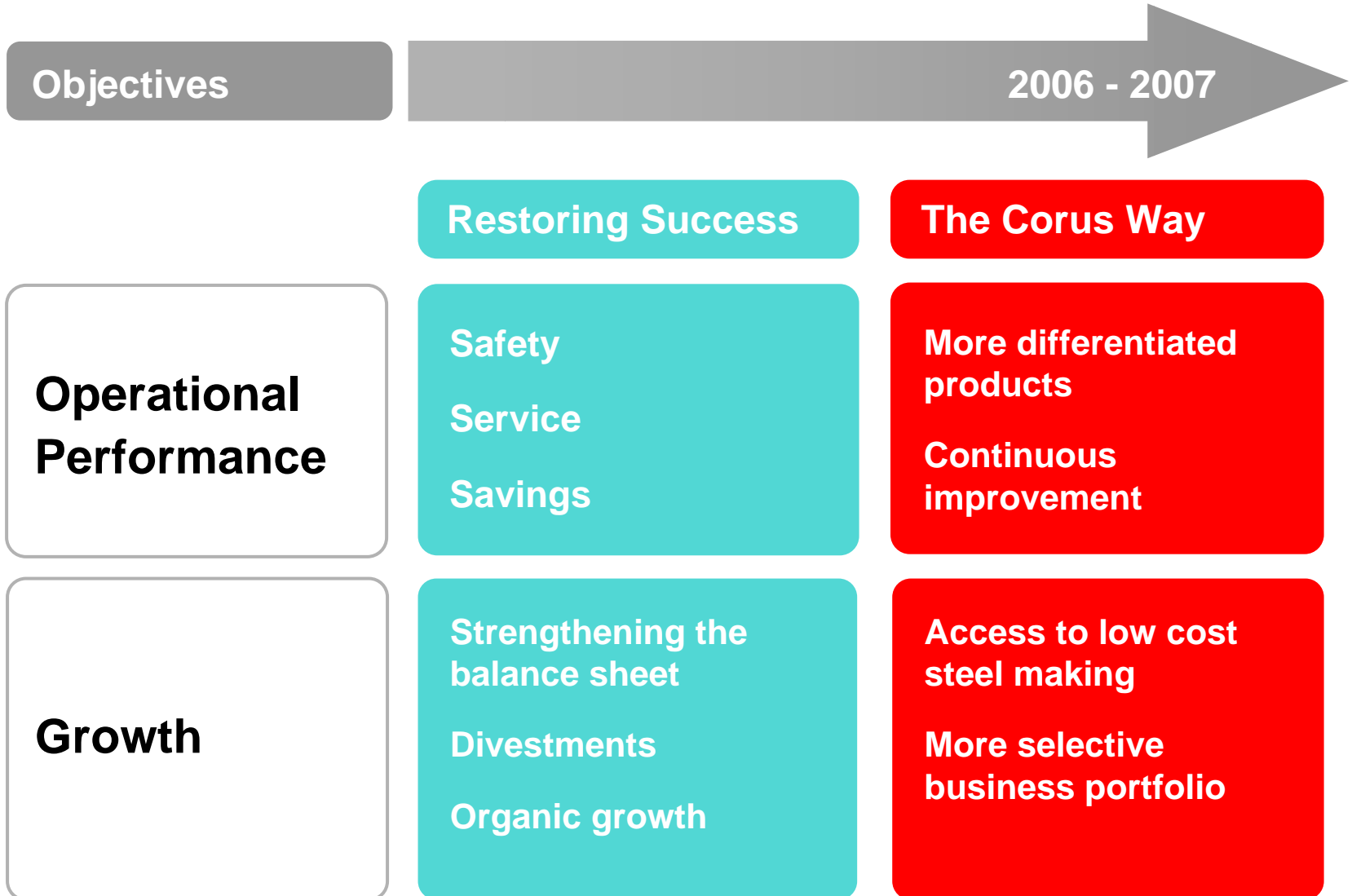
£ million



On track to deliver £635m benefits by end 2006

The Corus Way

The Future for Corus



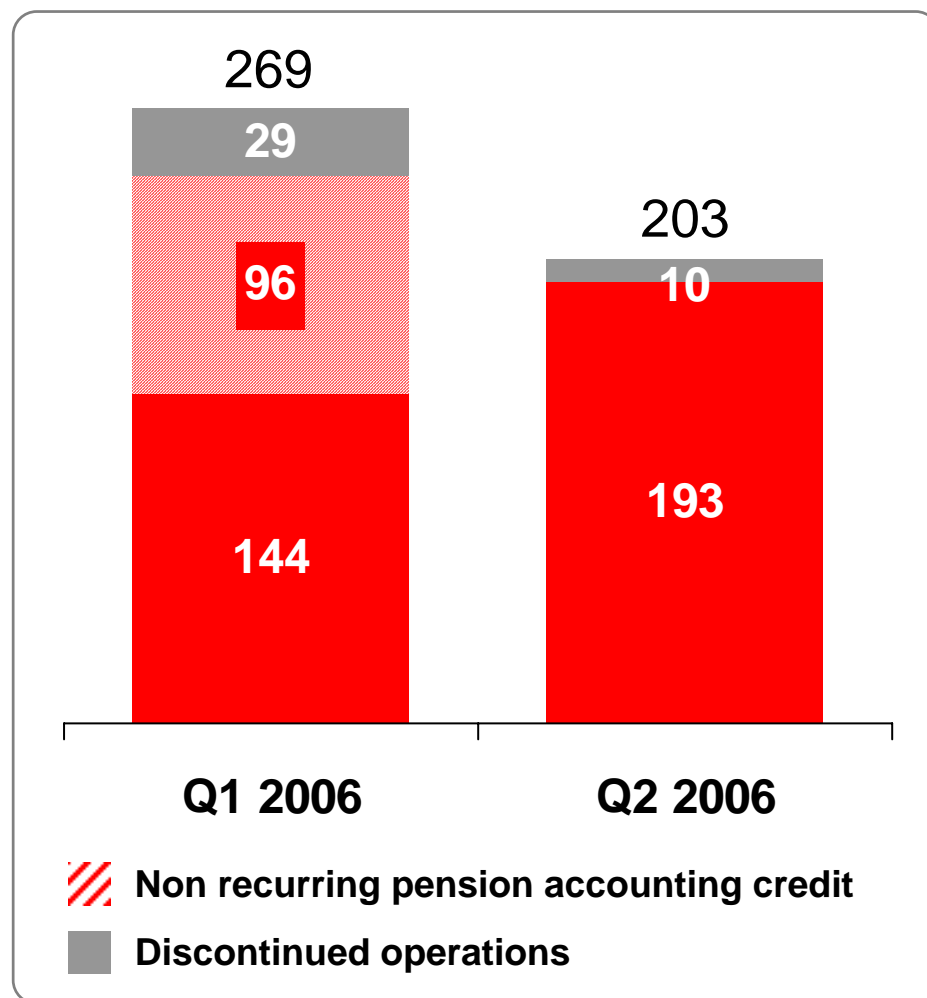
Q2 financial results

IFRS 5: Discontinued operations

H1 2006 - Aluminium rolled and extruded products

- Classed as Discontinued operations
- Reported as single line: Profit after tax
- Income statement restated to show continuing operations only
- Balance sheet not restated. Assets and liabilities held for sale
- Cash flow on total Group basis

EBITDA* £m



* Before restructuring, impairment and disposals

Group income statement

£ million	Q1 2006	Q2 2006	H1 2006	H1 2005
<i>Continuing operations</i>				
Turnover	2,289	2,405	4,694	4,832
EBITDA* <i>including:</i>	240	193	433	638
<i>Non-recurring pension credit</i>	(96)	-	(96)	-
EBITDA* excluding non-recurring pension credit	144	193	337	638
EBITDA* margin (%)	6.2%	8.0%	7.2%	13.2%
Operating profit before restructuring, impairments & disposals	171	126	297	500
<i>Restructuring & impairment costs</i>	(6)	(1)	(7)	(24)
<i>Disposal profits (net)</i>	11	4	15	9
Group operating profit	176	129	305	485

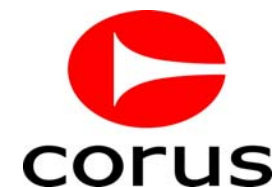
* Before restructuring, impairment and disposals

Group income statement

£ million	Q1 2006	Q2 2006	H1 2006	H1 2005
Group operating profit	176	129	305	485
Net finance costs <i>including:-</i>	(116)	(28)	(144)	(47)
<i>Premium to redeem 2016 debenture</i>	(87)	-	(87)	-
<i>IAS 32 & 39 - fair value of equity option on Group's convertible bonds</i>	(11)	(3)	(14)	3
Joint ventures & associates	1	5	6	1
Profit before taxation	61	106	167	439
Taxation	(28)	(33)	(61)	(99)
Profit after tax - continued operations	33	73	106	340
Profit after tax - discontinued operations	12	9	21	(3)
Profit after tax	45	82	127	337
Earnings per share (p)	4.6p	9.1p	13.7p	37.8p

Segmentation

Strip products



£ million	Q1 2006	Q2 2006	% <i>change</i>	H1 2006	H1 2005	% <i>change</i>
Gross turnover	1,340	1,333	(1)	2,673	2,724	(2)
<i>Deliveries (kt)</i>	2,969	2,927	(1)	5,896	5,726	3
<i>Average revenue (£/t)</i>	451	455	1	453	476	(5)
EBITDA*	149	135		284	500	
<i>EBITDA* margin (%)</i>	11.1	10.1		10.6	18.4	
Operating result*	106	87		193	410	

* Before restructuring, impairment and disposals

Segmentation

Long products



£ million	Q1 2006	Q2 2006	% <i>change</i>	H1 2006	H1 2005	% <i>change</i>
Gross turnover	648	702	8	1,350	1,444	(7)
<i>Deliveries (kt)</i>	1,852	1,933	4	3,785	3,728	2
<i>Average revenue (£/t)</i>	350	363	4	357	387	(8)
EBITDA*	(10)	42		32	138	
<i>EBITDA* margin (%)</i>	(1.5)	6.0		2.4	9.6	
Operating result*	(26)	26		-	105	

* Before restructuring, impairment and disposals

Segmentation

Distribution and Building Systems

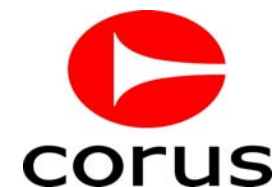


£ million	Q1 2006	Q2 2006	% <i>change</i>	H1 2006	H1 2005	% <i>change</i>
Gross turnover	680	760	12	1,440	1,585	(9)
<i>Deliveries (kt)</i>	1,462	1,719	18	3,181	3,337	(5)
<i>Average revenue (£/t)</i>	465	442	(5)	453	475	(5)
EBITDA*	8	23		31	40	
<i>EBITDA* margin (%)</i>	1.2	3.0		2.2	2.5	
Operating result*	3	18		21	30	

* Before restructuring, impairment and disposals

Segmentation

Aluminium



Continuing operations

£ million	Q1 2006	Q2 2006	% change	H1 2006	H1 2005	% change
Gross turnover	30	28	(7)	58	48	21
<i>Deliveries (kt)</i>	22	21	(5)	43	50	(14)
EBITDA*	(1)	(11)		(12)	16	
Operating result*	(1)	(11)		(12)	14	

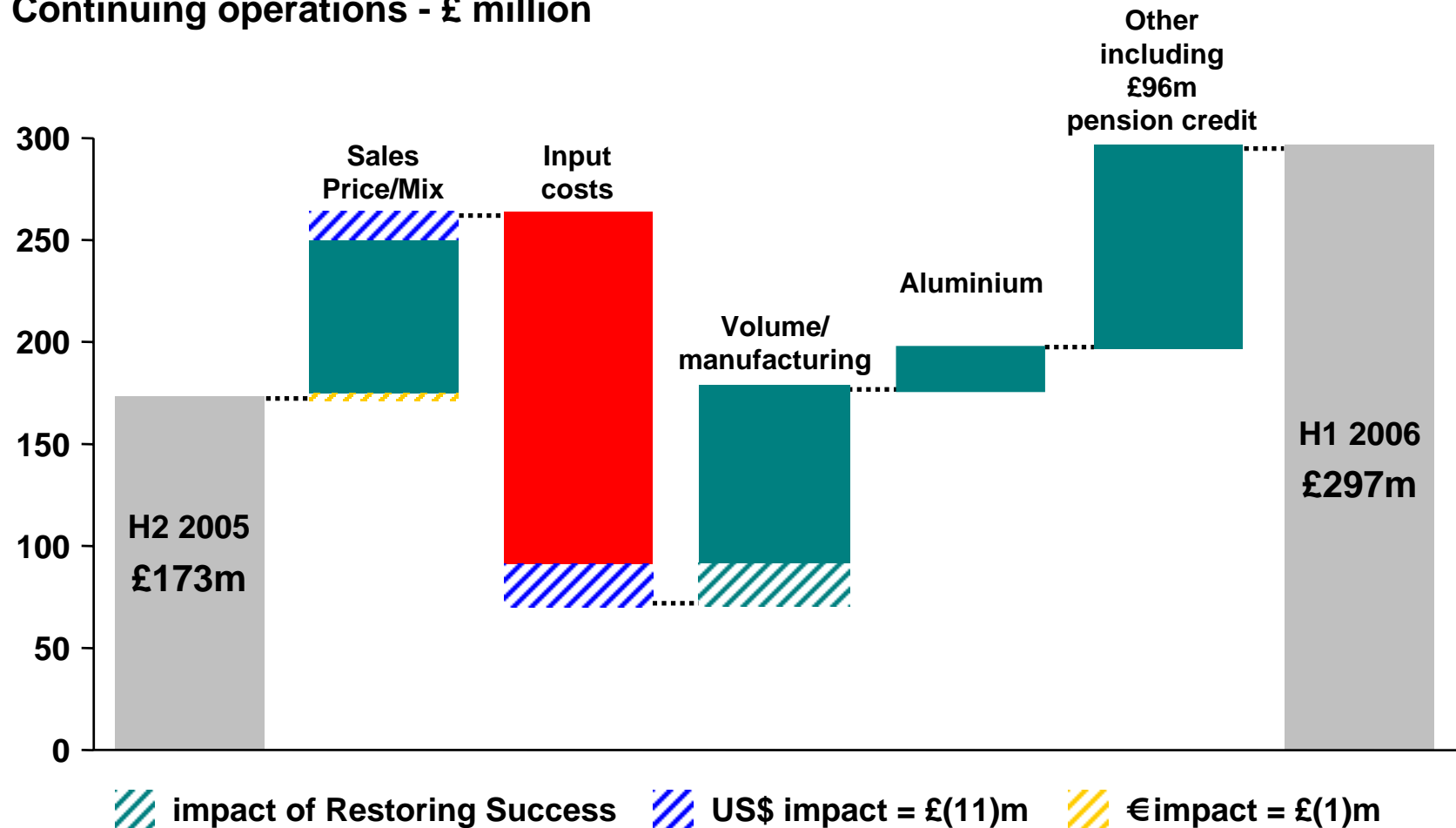
* Before restructuring, impairment and disposals

Cumulative group operating result*

Operating bridge H1 2006 vs H2 2005



Continuing operations - £ million



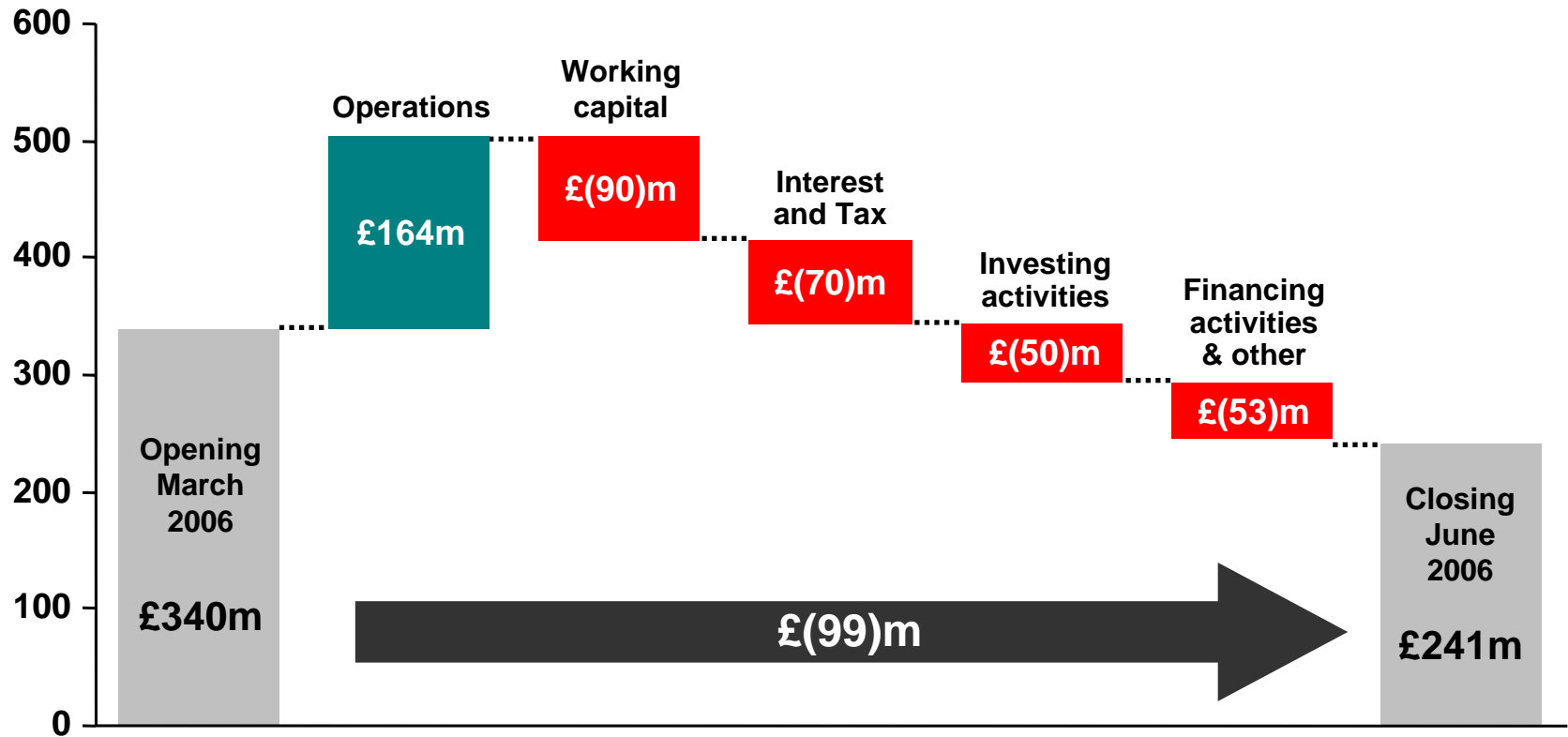
* Before restructuring, impairment and disposals

Group cash flow

Movement in cash & cash equivalents

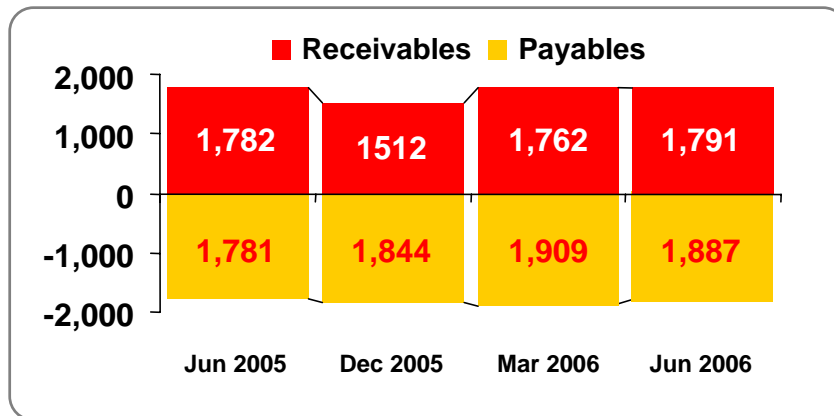


£ million

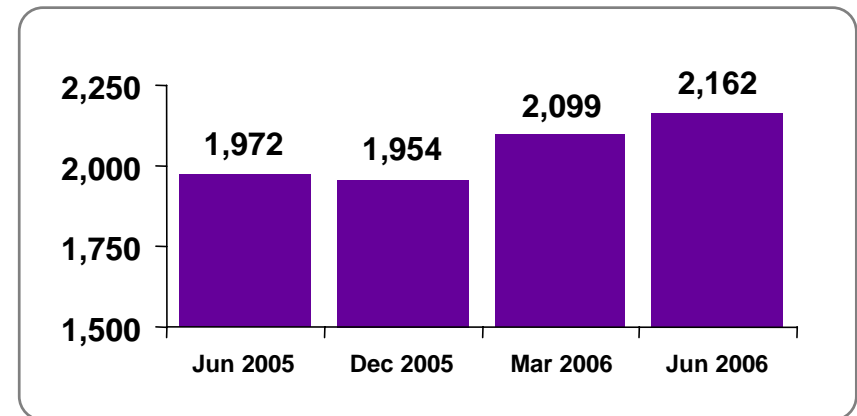


Working capital

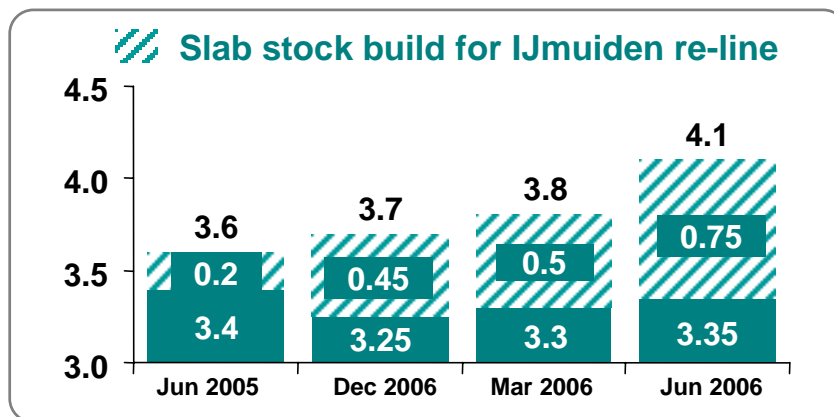
Trade Receivables / Payables £m



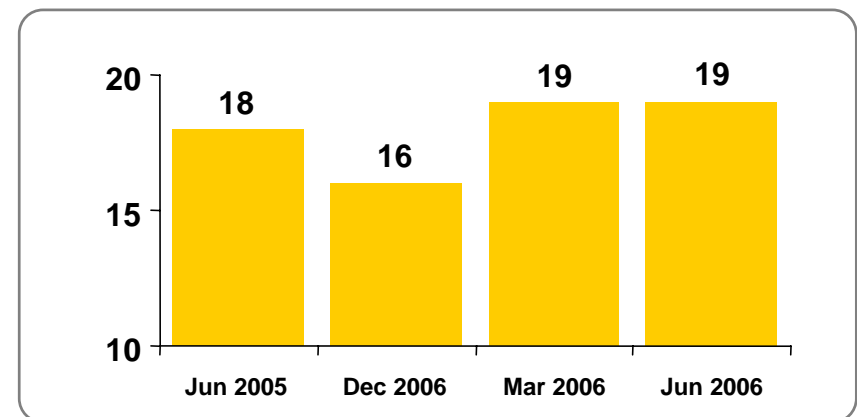
Inventories £m



Carbon steel inventories kt



Total working capital % Turnover*



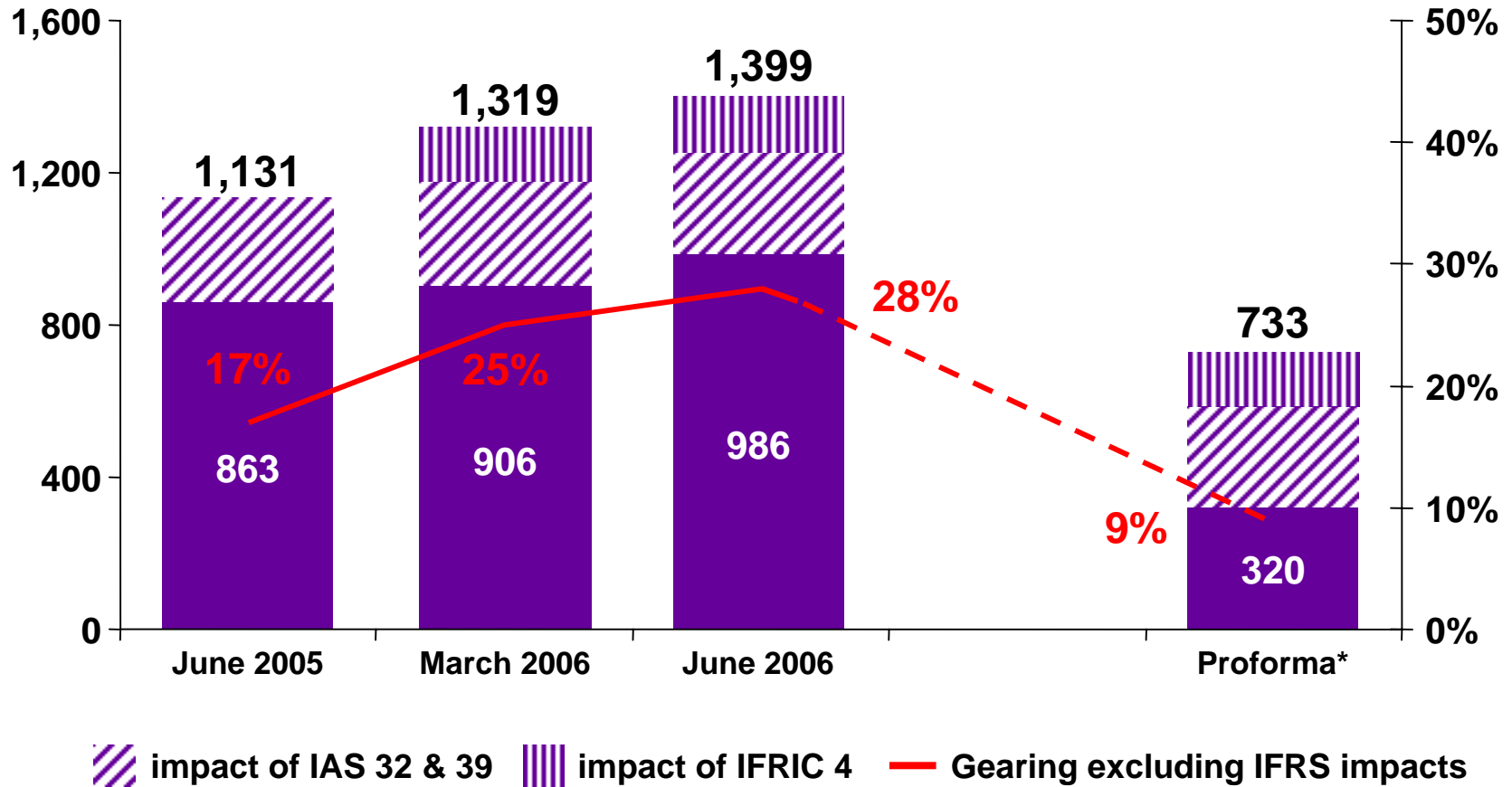
* Last 3 months turnover annualised

Net borrowings

IFRS £ million	Q3 2005	Q4 2005	Q1 2006	Q2 2006
Opening net debt	(1,131)	(961)	(821)	(1,319)
<i>Movement in cash and cash equivalents</i>	181	145	(485)	(99)
Net movement in short-term investments and debt	-	9	153	12
Effect of foreign exchange rate movements	(10)	(6)	(15)	7
Other movements	(1)	(8)	(4)	-
<i>Movement in net debt</i>	170	140	(353)	(80)
Sub total	(961)	(821)	(1,174)	(1,399)
Initial adoption of IFRIC 4			(145)	-
Closing net debt	(961)	(821)	(1,319)	(1,399)

Financial position

£ million



* Proforma for receipt of Aluminium disposal proceeds and IJmuiden reline slab stock

Balance Sheet

£ million	December 2005	March 2006	June 2006
Non-current assets	3,496	3,646	3,566
Current assets	4,443	3,940	3,931
Assets held for sale	3	741	760
Total assets	7,942	8,327	8,257
Current liabilities	(2,467)	(2,402)	(2,381)
Liabilities held for sale	-	(312)	(323)
Non-current liabilities	(2,097)	(1,900)	(1,878)
Total liabilities	(4,564)	(4,614)	(4,582)
Net assets	3,378	3,713	3,675

Pensions



£ million	December 2005	March 2006	June 2006
BSPS Surplus	67	431	375
SPH Scheme Surplus	87	62	82
CESPS Scheme Deficit	(193)	(141)	(145)
Group's main funded schemes	(39)	352	312
Total unfunded German schemes	(156)	(82)	(48)
Other schemes	(68)	(57)	(41)
Sub-total pension (liabilities)/assets	(263)	213	223
Post retirement benefits	(21)	(16)	(15)
Total net retirement (liabilities)/assets	(284)	197	208

H1 2006: £492m improvement in Group pension position

Key messages

- Q2 operating profit from continued operations increased to £129m (Q1 2006*: £80m)
- EPS almost doubled to 9.1p (Q1 2006: 4.6p)
- Net debt at £1,399m includes H1 £374m working capital build
- Proforma net debt at £733m reflecting disposal of aluminium downstream businesses and unwinding of £150m working capital build for IJmuiden blast furnace reline
- £492m H1 improvement in Group's pension position

* Excluding £96m non-recurring pension credit

Market outlook

Global steel demand

Growth rates

	2004 mt	% of total	Actual 2005	Estimate 2006
China	320	32	17%	13%
NAFTA	136	14	(9)%	5%
Europe (EU25)	163	17	(5)%	4%
Rest of World	413	42	2%	5%
World	1,032	100	4%	7%

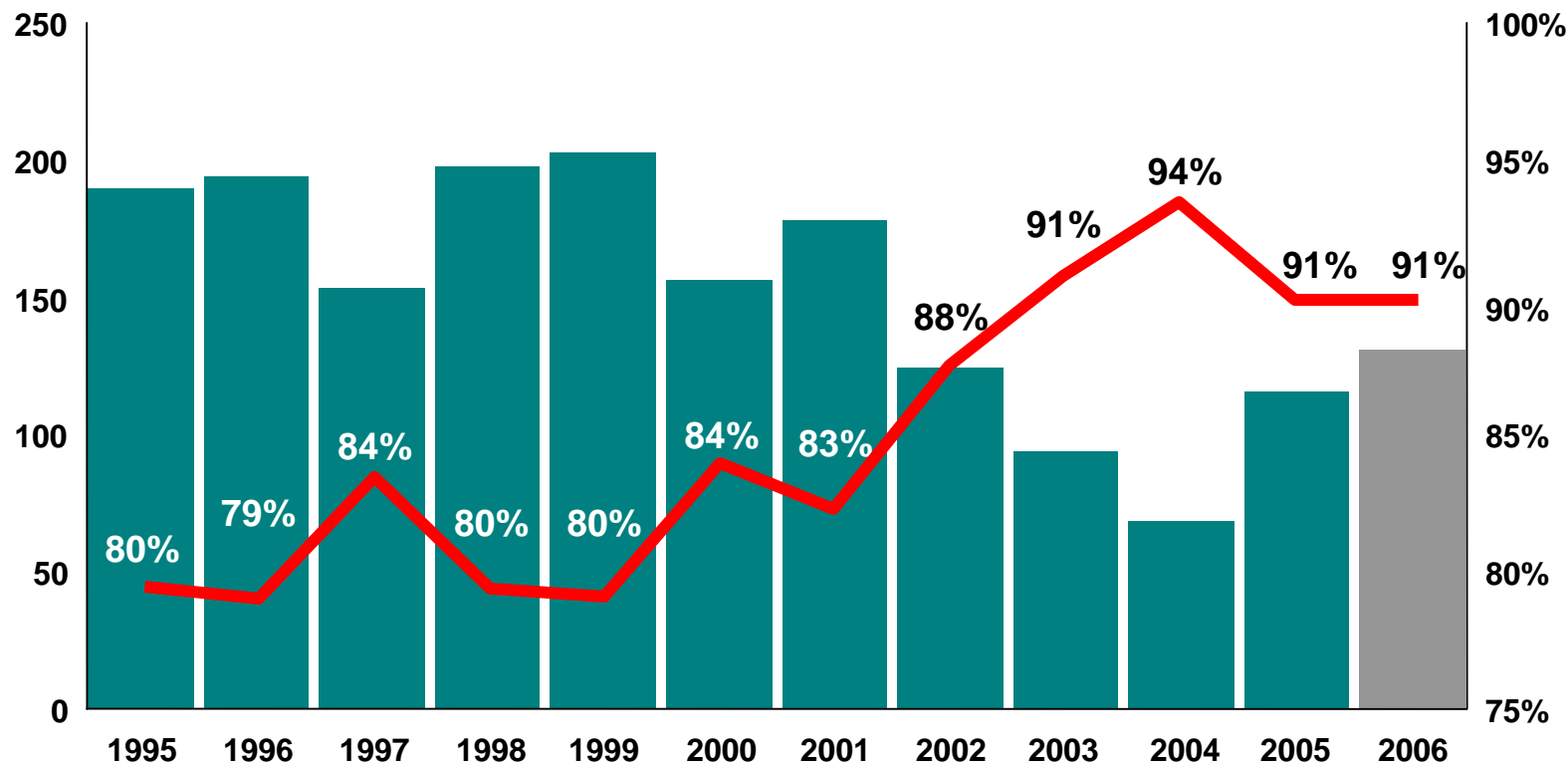
Robust worldwide growth

Global steel supply and demand balance



Global excess effective capacity and utilisation

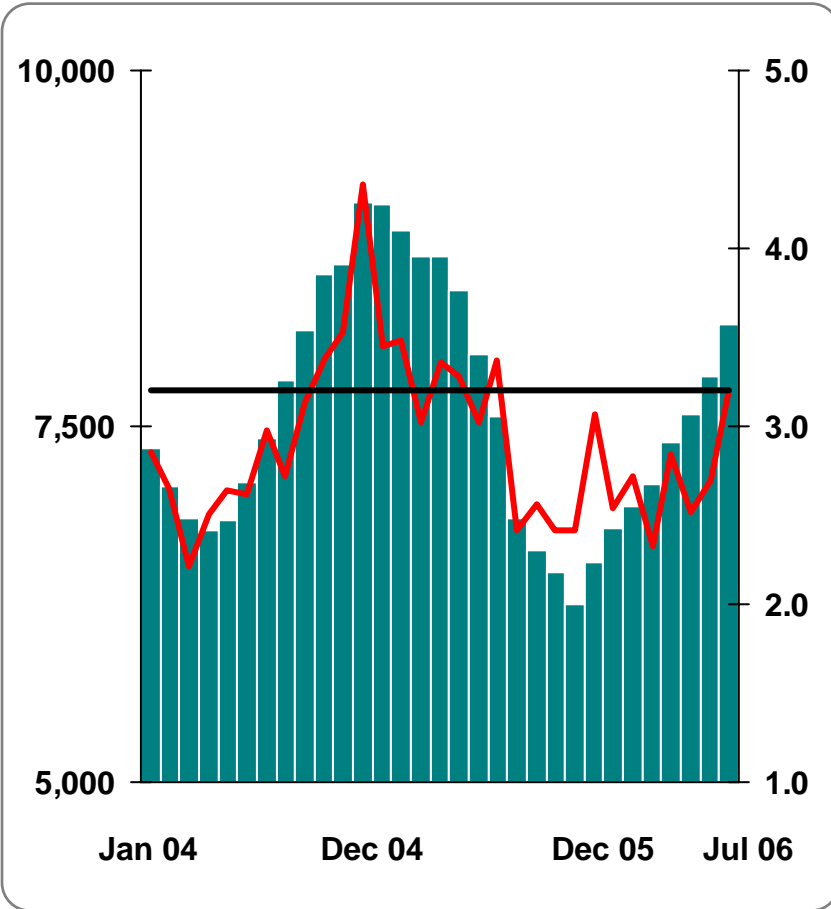
million tonnes



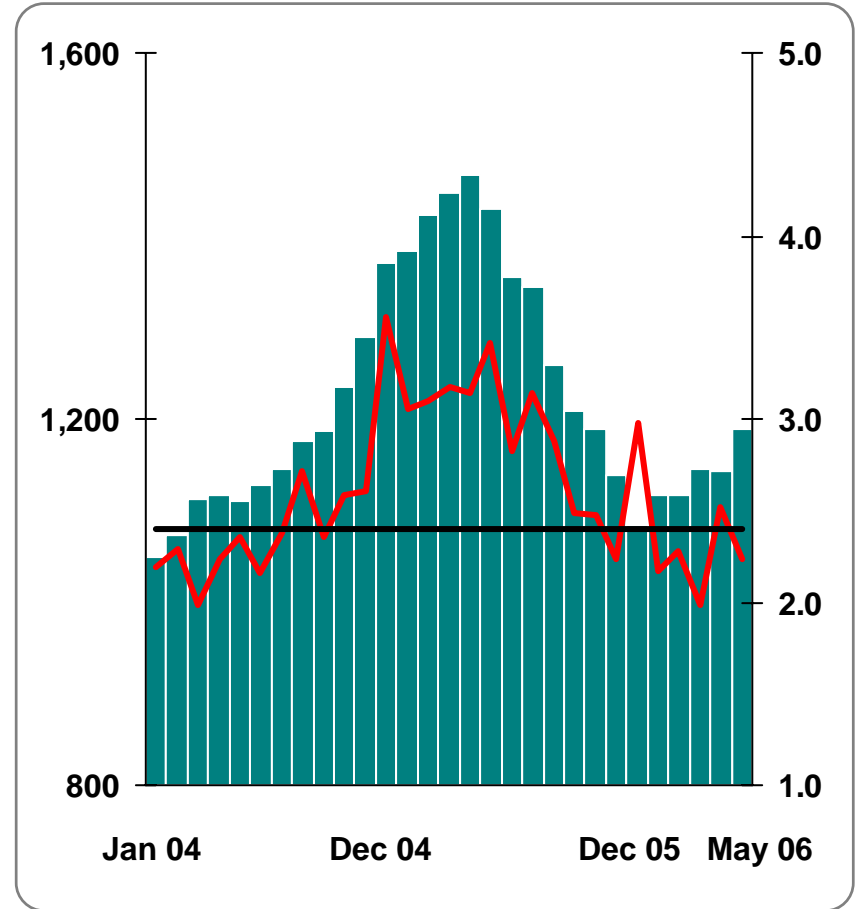
Global steel supply / demand balance forecast to remain tight

Stock position

USA steel sheet (mt/months)*



German steel sheet (mt/months)*



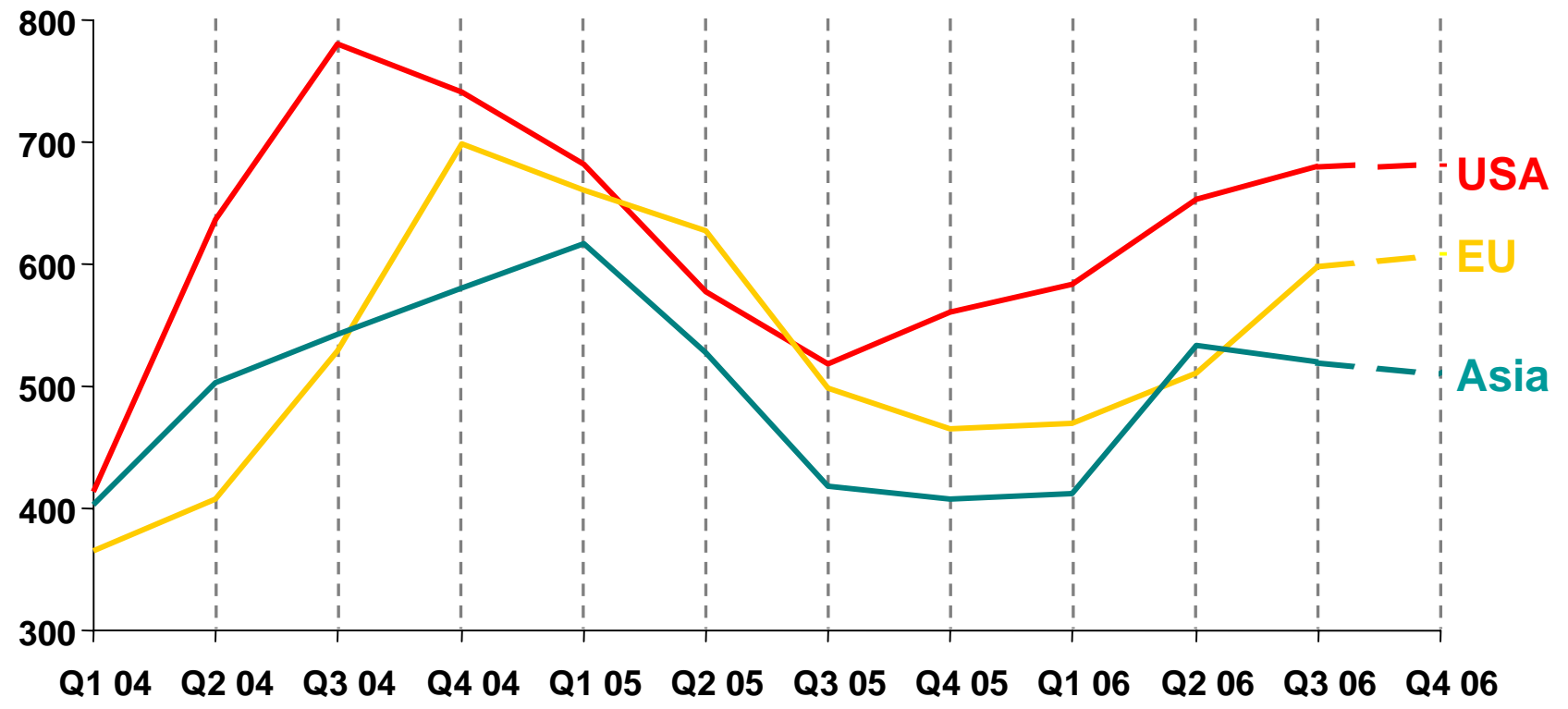
— Long-term 5 year trend

Source: * CRU

Selling prices

\$ per tonne

forecast

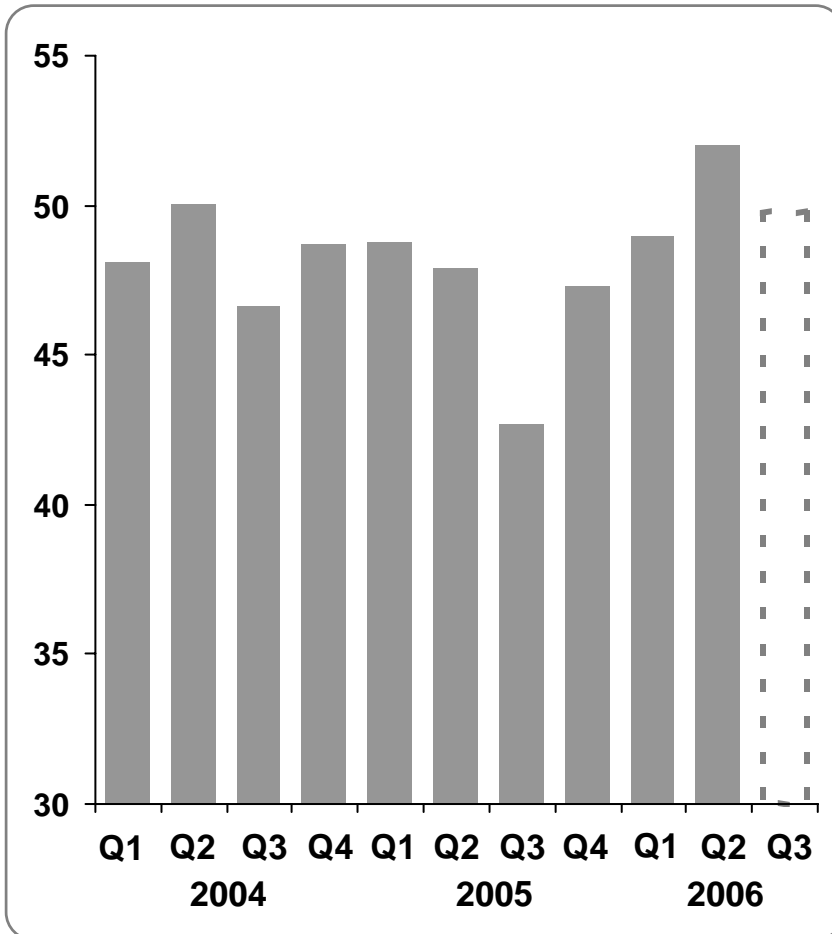


Note: Hot rolled coil market prices

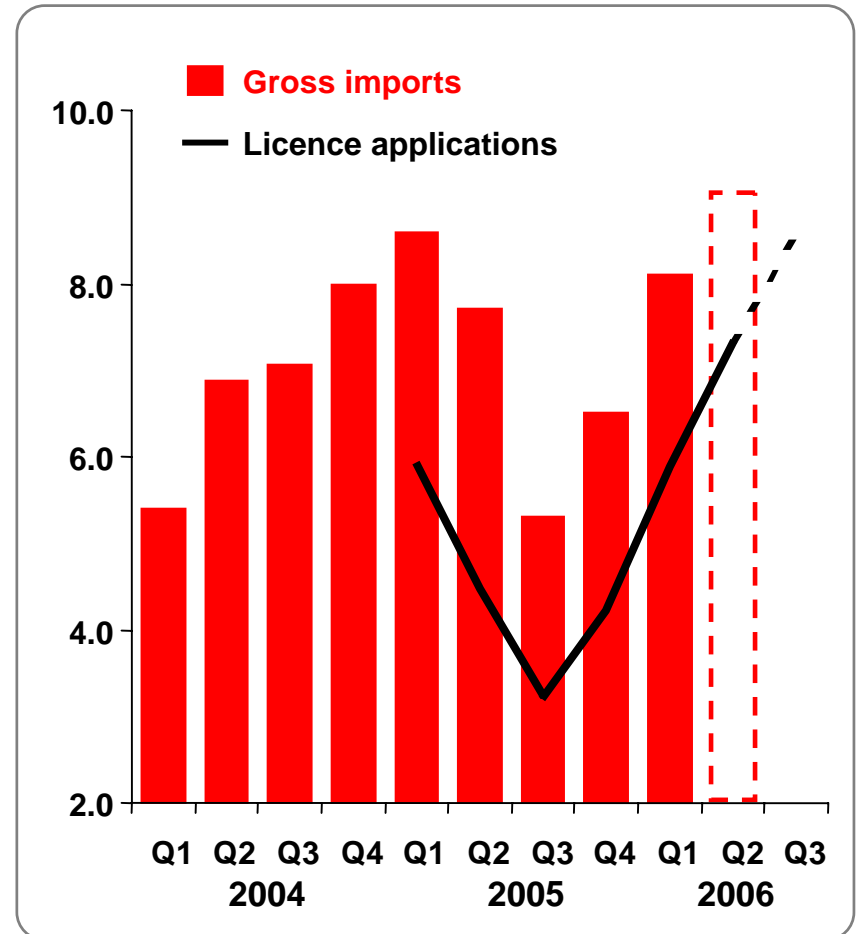
Source: Corus

Steel production & imports

EU 25 crude steel production (mt)*



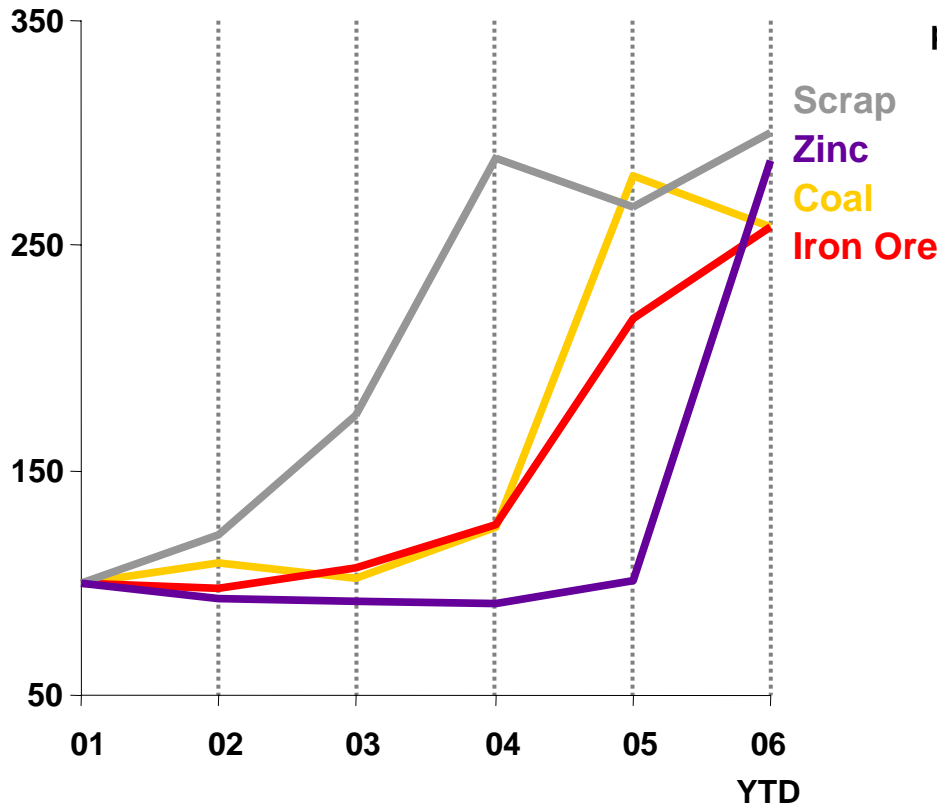
EU 25 imports & import licences (mt)**



Source: * IISI **IISB Q2 & Q3 data estimated based on April/July actuals

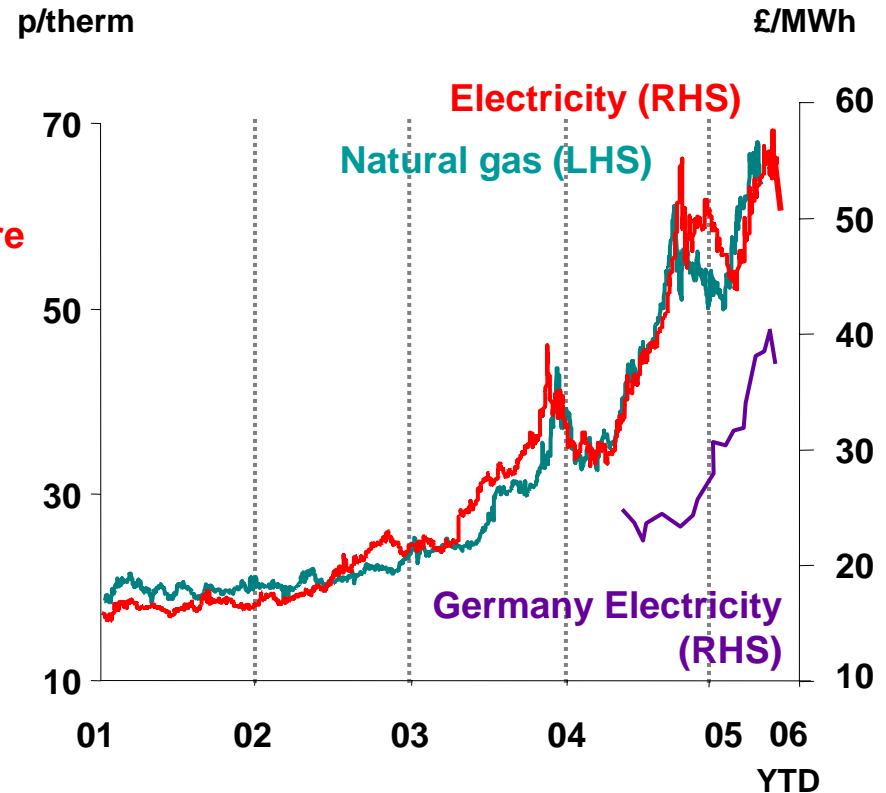
Raw materials and energy

Raw materials



Note: Market prices FOB
Source: Corus

Energy Prices



Note: Wholesale electricity and natural gas forward prices
Source: Heren Energy report
Exchange rate: £/€1.45

Trading update

- Global demand growth remains strong
- European and North American inventories have returned to normal levels
- Q3: 7-12% selling price increases secured
- Q4: Further 5-10% price increases announced
- IJmuiden blast furnace reline will reduce H2 steel production by 800kt in H2, in addition to normal stop periods
- H2 trading environment expected to be better than Q2. The benefit of higher selling prices will be largely offset by higher raw material costs and reduced steel production

Cautionary statement

Certain forward looking statements

This presentation and associated discussion contains certain forward looking statements. These statements are subject to risks and uncertainties because they relate to events that may or will occur in the future and could cause actual results to differ materially from those expressed. Many of these risks and uncertainties relate to factors that are beyond Corus' ability to control or estimate precisely, such as future market and economic conditions, the actions of competitors, operational problems and the actions of government regulators. Although Corus believes that the expectations reflected in such forward looking statements are reasonable, no assurance can be given that such expectations will prove to be correct. Corus undertakes no obligation to update or publicly revise forward-looking statements. All written, oral and electronic forward looking statements attributable to Corus or persons acting on behalf of Corus are expressly qualified in their entirety by this cautionary statement.

This presentation also contains certain financial information that is not presented in accordance with generally accepted accounting principles (GAAP).