

ATIS CORPORATION BERHAD (446118-T)
(Incorporated in Malaysia)

Interim Report for the
First Quarter Ended
31 March 2010

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The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To-date	Corresponding
Note	31/03/2010	Quarter #	31/03/2010	Period #
	RM'000	31/03/2009	RM'000	31/03/2009
		RM'000	RM'000	RM'000
Revenue	131,638	96,699	131,638	96,699
Operating expenses	(124,236)	(98,338)	(124,236)	(98,338)
Other operating Income	1,148	2,371	1,148	2,371
Profit from operations	8,550	732	8,550	732
Finance costs	(1,256)	(1,124)	(1,256)	(1,124)
Net gain/(loss) on financial assets and financial liabilities at fair value	(165)	-	(165)	-
Share of profit in associates	1,649	533	1,649	533
Profit before taxation	8,778	141	8,778	141
Income tax expense	17 (2,190)	1,605	(2,190)	1,605
Profit for the period	<u>6,588</u>	<u>1,746</u>	<u>6,588</u>	<u>1,746</u>
Profit attributable to:				
Owners of the parent	5,741	1,496	5,741	1,496
Non-controlling interest	847	250	847	250
Profit for the period	<u>6,588</u>	<u>1,746</u>	<u>6,588</u>	<u>1,746</u>
Earnings per share (sen) :-	25			
(a) Basic	<u>3.93</u>	<u>1.01</u>	<u>3.93</u>	<u>1.01</u>
(b) Fully diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To-date	Corresponding
Note	31/03/2010	Quarter #	31/03/2010	Period #
	RM'000	(restated)	RM'000	(restated)
		31/03/2009	RM'000	31/03/2009
		RM'000	RM'000	RM'000
Profit for the period	6,588	1,746	6,588	1,746
Other Comprehensive Income:				
Foreign exchange translation differences	(565)	57	(565)	57
Fair value of available-for-sale financial assets	(6)	-	(6)	-
Fair value adjustment on cash flow hedge	338	-	338	-
Other Comprehensive Income for the period	<u>(233)</u>	<u>57</u>	<u>(233)</u>	<u>57</u>
Total Comprehensive Income for the period	<u>6,355</u>	<u>1,803</u>	<u>6,355</u>	<u>1,803</u>
Total comprehensive income attributable to:				
Owners of the parent	5,763	1,534	5,763	1,534
Non-controlling interest	592	269	592	269
Total comprehensive income for the period	<u>6,355</u>	<u>1,803</u>	<u>6,355</u>	<u>1,803</u>

ATIS has changed its financial year end from 31 March 2009 to 31 December 2009. Therefore, comparative figures in the preceding year corresponding quarter and period is only for reference purpose. Preceding year corresponding period is in respect of the period from 1 January 2009 to 31 March 2009.

The Condensed Consolidated Income Statement and Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2009

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(Unaudited) As at end of current quarter	(Audited) As at preceding financial period end (restated)
Note	31/03/2010 RM'000	31/12/2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	53,334	54,047
Investments properties	10,378	10,441
Investment in associates	109,929	110,204
Other investments	8,096	7,514
Intangible assets	13,206	13,227
Deferred tax assets	461	461
Total non-current assets	195,404	195,894
Current assets		
Inventories	78,269	79,612
Trade receivables	173,165	169,355
Other receivables, deposits and prepayments	18,246	10,826
Amount due from associates	174	549
Current tax assets	2,586	3,346
Assets classified as held for sale	-	739
Cash and cash equivalents	23,577	36,650
Total current assets	296,017	301,077
TOTAL ASSETS	491,421	496,971
EQUITY AND LIABILITIES		
Share capital	79,934	79,934
Reserves	188,571	182,848
Total equity attributable to shareholders of the company	268,505	262,782
Minority interests	34,575	33,983
Total equity	303,080	296,765
Non-current liabilities		
Loans and borrowings	21 64,490	68,033
Deferred tax liabilities	1,281	1,282
Total non-current liabilities	65,771	69,315
Current liabilities		
Trade payables	59,182	57,409
Other payables and accruals	6,608	11,645
Amount due to associates	20	20
Loans and borrowings	21 47,462	53,732
Derivative financial instrument	5,560	3,594
Current tax liabilities	3,738	4,491
Total current liabilities	122,570	130,891
Total equity and liabilities	491,421	496,971
Net assets per share (RM)*	1.84	1.80

* Net assets per share attributable to shareholders of the Company : Equity attributable to equity holders of the parent/Number of issued and paid-up ordinary shares, net of treasury shares

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2009

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The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Non-Distributable						Distributable	Total Shareholders' Equity RM'000	Minority Interest RM'000	Total Equity RM'000	
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Share Option Reserve RM'000	Treasury Shares RM'000	Hedge Reserve RM'000	Fair Value Reserve RM'000				Retained Profits RM'000
3 months ended 31 March 2009 (restated) #											
Balance at 1 January 2009	79,934	9,143	(244)	874	(11,313)	-	-	137,875	216,269	20,747	237,016
Transfer to share premium for share options exercised	-	77	-	(77)	-	-	-	-	-	-	-
Transfer to retained profits for share options lapsed	-	-	-	(797)	-	-	-	797	-	-	-
Repurchased of treasury shares	-	-	-	-	(2,984)	-	-	-	(2,984)	-	(2,984)
Total comprehensive income for the period	-	-	38	-	-	-	-	1,496	1,534	269	1,803
Balance at 31 March 2009	79,934	9,220	(206)	-	(14,297)	-	-	140,168	214,819	21,016	235,835
3 months ended 31 March 2010											
Balance at 1 January 2010	79,934	9,220	272	-	(16,832)	(1,883)	-	192,071	262,782	33,983	296,765
Effects of applying FRS 139	-	-	-	-	-	-	-	(40)	(40)	-	(40)
Balance at 1 January 2010, as restated	79,934	9,220	272	-	(16,832)	(1,883)	-	192,031	262,742	33,983	296,725
Total comprehensive income for the period	-	-	(310)	-	-	338	(6)	5,741	5,763	592	6,355
Balance at 31 March 2010	79,934	9,220	(38)	-	(16,832)	(1,545)	(6)	197,772	268,505	34,575	303,080

ATIS has changed its financial year end from 31 March 2009 to 31 December 2009. Therefore, comparative figures in the preceding year corresponding period is only for reference purpose and is in respect of the period from 1 January 2009 to 31 March 2009.

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The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	NOTE	3 months ended 31/03/2010 RM'000	3 months ended 31/03/2009 # RM'000
Profit before tax		8,778	141
Adjustment for :-			
Depreciation and amortisation		1,102	3,847
Other non-cash items		869	1,736
Non-operating items		(393)	1,460
Operating profit before changes in working capital		10,356	7,184
Changes in working capital			
Net change in current assets		(9,458)	41,483
Net change in current liabilities		(6,673)	(13,533)
Net cash generated from/(used in) operating activities		(5,775)	35,134
Investing Activities			
Net cashflow for acquisition in subsidiary companies	1	(3)	-
Investment in quoted investment		1,824	(15,000)
Dividends received from an associate		-	965
Other Investments		(148)	(4,650)
Net cash generated from/(used in) investing activities		1,673	(18,685)
Financing Activities			
Net drawdown/(repayment) of bank borrowings and bonds		(8,263)	(63,134)
Net repayment of hire purchase liabilities		(2,290)	(237)
Net drawdown/(repayment) of term loan		2,838	47,587
Repurchase of treasury shares		-	(2,985)
Interest paid		(1,256)	(1,124)
Net cash generated/ (used) from financing activities		(8,971)	(19,893)
Net Change in Cash and Cash Equivalents		(13,073)	(3,444)
Cash and Cash Equivalents at beginning of year		36,650	60,428
Cash and Cash Equivalents at end of year		23,577	56,984

ATIS has changed its financial year end from 31 March 2009 to 31 December 2009. Therefore, comparative figures in the preceeding year corresponding period is only for reference purpose and is in respect of the period from 1 January 2009 to 31 March 2009.

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2009

Note 1

In January 2010, ATIS subscribed 6,000 ordinary shares of HK\$1 each in ATIS Porcelain (HK) Limited ("APHL"), representing 60% of the total issued and paid-up share capital of APHL, a newly incorporated company in Hong Kong at subscription sum HK\$6,000, equivalent to RM2,700.

INTERIM REPORT FOR THE QUARTER ENDED 31 MARCH 2010

The figures have not been audited.

1 Notes to the Condensed Financial Statements

The interim financial report has been prepared in accordance with the requirements of the Financial Reporting Standard (FRS) 134: Interim Financial Reporting issued by Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the audited financial statements of ATIS Corporation Berhad ("ATIS" or "the Company") for the period ended 31 December 2009.

These explanatory notes attached to the interim financial report provides an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 31 December 2009.

The same accounting policies and methods of computation adopted by ATIS and its subsidiary companies ("ATIS Group" or "the Group") in this interim financial report are consistent with those adopted in the financial statements for the period ended 31 December 2009, except for the following:

Adoption of New and Revised FRSs, IC Interpretations and Amendments

In the current period ended 31 March 2010, the Group adopted the following new and revised FRSs and IC Interpretations (including their consequential amendments) which are applicable to its financial statements and are relevant to its operations:

- FRS 7, Financial Instruments: Disclosures.
- FRS 8, Operating Segments.
- FRS 101(revised), Presentation of Financial Statements.
- FRS 123(revised), Borrowing Costs.
- FRS 132(revised), Financial Instruments: Presentation.
- FRS 139, Financial Instruments: Recognition and Measurement.
- IC Interpretation 9, Reassessment of Embedded Derivatives.
- IC Interpretation 10, Impairment and Interim Financial Reporting.
- IC Interpretation 11, FRS 2, Group and Treasury Share Transactions.

The principal effects of the changes in presentation, changes in methods of computation and in accounting policies resulting from the adoption of the new and revised FRSs, IC Interpretations and Amendments are set out below:

FRS 101(revised), Presentation of Financial Statements

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of financial position, a statement of comprehensive income (presented in either one statement of comprehensive income or two statements of a separate income statement and a statement of comprehensive income), a statement of changes in equity, a statement of cash flows and notes to the financial statements.

The effects of the change in presentation are as follows:

The gains and losses that were recognised directly in equity in the preceding year corresponding period are presented as components in other comprehensive income in the statement of comprehensive income. The total comprehensive income for preceding year corresponding period is presented separately and allocation is made to show the amount attributable to owners of the parent and to non-controlling interests. The effects on the comparatives to the Group on adoption of FRS 101 are as follows:

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For the period ended 31 March 2009	Income Statement As previously reported RM'000	Effects of adopting FRS 101 RM'000	Statement of comprehensive income As restated RM'000
Profit for the period	1,746	-	1,746
Other comprehensive income	-	57	57
Total comprehensive income	-		<u>1,803</u>
Total comprehensive income attributable to:			
Owners of the Parent	-		1,534
Non-controlling interest	-		<u>269</u>
			<u>1,803</u>

The total comprehensive income for the period is presented as a one-line item in the statement of changes in equity.

FRS 139, Financial Instruments: Recognition and Measurement

Prior to the adoption of FRS 139, financial derivatives were recognised on their settlement dates. Outstanding derivatives at the balance sheet date were not recognised. With the adoption of FRS 139, all financial assets and financial liabilities, including derivatives, are recognised at contract dates when, and only when, the Company or any subsidiary becomes a party to the contractual provisions of the instruments.

With the adoption of FRS 139, financial assets and financial liabilities recognised and unrecognised in the prior financial year are classed into the following categories:

	Pre-FRS 139	Post-FRS 139
1	Long-term equity investments	Available-for-sale (AFS) investments
2	Long-term quoted debt instruments	Held-to-maturity investments
3	Private-debt instruments	Loans and receivables
4	Current investments	Financial assets at fair value through profit or loss
5	Unrecognised derivative assets	Financial assets at fair value through profit or loss
6	Long-term borrowings and bonds	Financial liabilities at amortised cost
7	Unrecognised derivative liabilities	Financial liabilities at fair value through profit or loss

The measurement bases applied to the financial assets and financial liabilities in the prior financial year are changed to conform to the measurement standards of FRS 139 in the current quarter. At initial recognition, all financial assets and financial liabilities are measured at their fair value plus in the case of financial instruments not at fair value through profit or loss, transaction costs directly attributable to the acquisition or issuance of the instruments. Subsequent to their initial recognition, the financial assets and financial liabilities are measured as follows:

	Category	Measurement basis
1	Financial instruments at fair value through profit loss	At fair value through profit or loss
2	Held-to-maturity investments	At amortised cost effective interest method
3	Loans and receivables	At amortised cost effective interest method
4	Available-for-sale (AFS) investments	At fair value through other comprehensive income, unless fair value cannot be reliably measured, in which case, they are measured at cost
5	Loans and other financial liabilities	At amortised cost effective interest method

Financial assets and financial liabilities designated as hedged items and hedging financial derivatives are accounted for using the specified hedge accounting requirements of FRS 139.

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All financial assets other than those classified as at fair value through profit or loss are subject to impairment test of FRS 139.

In accordance with FRS 139, the recognition, derecognition, measurement and hedge accounting requirements are applied prospectively from 1 January 2010. The effects of the remeasurement on 1 January 2010 of the financial assets and financial liabilities brought forward from the previous financial year are adjusted to the opening retained profits and other opening reserves. The effects on the statement of financial position as at 1 January 2010 are as follows:

As at 1 January 2010	As previously reported RM'000	Effects of adopting FRS 139 RM'000	As restated RM'000
Current liabilities			
Derivative financial instrument	3,594	40	3,634
Equity			
Retained profits	192,071	(40)	192,031

Amendment to FRS 117, Leases

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases. The considerations paid were classified and presented as prepaid lease payments in the statement of financial position. With the adoption of the Amendment to FRS 117, the classification of a leasehold land as a finance lease or an operating lease is based on the extent to which risks and rewards incident to ownership lie.

The Group has reassessed and determined that all leasehold land of the Group are in substance finance leases and has reclassified the leasehold land to property, plant and equipment. The change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendment. The reclassification has no effect to the profit or loss of the current period ended 31 March 2010 or the comparative prior period. The effect of the reclassification to the comparative of the prior year's statement of financial position is as follows:

As at 1 January 2010	As previously stated RM'000	Effects of Amendment of FRS 117 RM'000	As restated RM'000
Non-current assets			
Property, plant and equipment	51,364	2,683	54,047
Prepaid lease payments	2,683	(2,683)	-

2 Qualification of audit report of the preceding annual financial statements

There were no qualifications of audit report of the preceding annual financial statements.

3 Seasonality or cyclicity of interim operations

The operations of the Group are not significantly affected by any seasonality or cyclically factors.

4 Nature and amount of items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

5 Changes in estimates of amounts reported in prior interim years of the current financial year-to-date or in prior financial year-to-date

There was no material changes in estimates in respect of amounts reported in prior interim years of the current financial year-to-date or prior financial year-to-date.

6 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuance, cancellations, resale and repayment of debt and equity securities for the current financial year-to-date except for the following:

(a) Share buybacks

On 18 August 2009, the shareholders of the Company renewed their approval for the Company's plan to repurchase its own ordinary shares. As at 31 March 2010, the Company repurchased 13,967,380 of its issued ordinary shares from the open market at an average price of RM1.21 per share. The total consideration paid for the repurchase including transaction costs was RM16,832,356 and this was financed by internally generated funds. The shares repurchased were retained as treasury shares.

7 Dividends paid

There was no dividend paid in the financial year under review.

8 Segmental reporting

The Group is primarily engaged in one operating segment which is industrial supply. Accordingly, the management do not consider analysis by industry segments necessary while making operating decisions.

9 Valuation of property, plant and equipment

There were no valuations of property, plant and equipment in the current financial year-to-date or in previous financial year.

10 Material events not reflected in the financial statements

The Board is not aware of any material events subsequent to the end of the financial year that have not been reflected in the financial statements for the year.

11 Changes in the composition of the Group

ATIS has subscribed 6,000 ordinary shares of HK\$1/- each for cash, representing 60% of the total issued and paid-up share capital of ATIS Porcelain (HK) Limited, a newly incorporated company in Hong Kong.

12 Changes in contingent liabilities or contingent assets

There were no material changes in contingent liabilities or contingent assets since the date of the last audited financial statements to 18.05.2010, being the date not earlier than 7 days from the date of issuance of this interim report.

13 Review of performance

For the current period to date, the Group recorded revenue of RM131.6 million. This represents an increase of RM34.9 million or 36.1% as compared to the preceding year corresponding period. The Group pre-tax profit recorded at RM8.8 million against RM0.1 million in the preceding year corresponding period.

14 Comparison with preceding quarter's results

The Group's revenue decreased by RM1.3 million or 1% to 131.6 million as compared to RM132.9 million in the preceding quarter. Net profit after minority interest of the Group decreased to RM5.7 million from RM27.9 million. Excluding the negative goodwill arising from the acquisition of an associate amounting to RM23.5 million in the preceding quarter, profit would have increased by 29.5% from RM4.4 million.

15 Prospects

Whilst the global economy continues to show signs of recovery, the Board of Directors is optimistic of the Group's prospects. Barring any unexpected changes to the business environment, the management anticipates its performance for the remaining period of the year to be satisfactory.

16 Profit forecast/profit guarantee

This note is not applicable.

17 Tax expense

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year Quarter</u>	<u>Preceding Year Corresponding Quarter</u>	<u>Current Year To-date</u>	<u>Preceding Year Corresponding Period</u>
	<u>31.03.2010</u>	<u>31.03.2009</u>	<u>31.03.2010</u>	<u>31.03.2009</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
In respect of current year:				
- income tax	2,078	(791)	2,078	(791)
- (Over)/under provision in prior years	-	(174)	-	(174)
- deferred tax	12	(660)	12	(660)
- associate company	100	20	100	20
	<u>2,190</u>	<u>(1,605)</u>	<u>2,190</u>	<u>(1,605)</u>

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18 Sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties for the current quarter and financial year-to-date.

19 Purchase /Disposal of quoted securities

(a) There were no purchases or disposals of quoted securities during the current quarter and financial year to date under review.

(b) The Group's investment in quoted securities as at the end of the reporting year are as follows:

	RM'000
At Cost	<u>29</u>
At Book Value/Carrying amount	<u>24</u>
At Fair Value	<u>24</u>

20 Status of corporate proposals

Date of Announcement	Subject	Status
27 January 2010	ATIS has subscribed 6,000 ordinary shares of HK\$1/- each for cash, representing 60% of the total issued and paid-up share capital of ATIS Porcelain (HK) Limited, a newly incorporated company in Hong Kong.	Completed
8 April 2010	TSA Industries Sdn Bhd, a wholly-owned subsidiary of ATIS has incorporated and subscribed 2 ordinary shares of SGD1/- each for cash, representing 100% of the total issued and paid-up share capital of TSA Industries (SEA) Pte Ltd ("TSA SEA"), a newly incorporated private company limited by shares in Singapore. The current issued and paid up share capital of TSA SEA is 2 ordinary shares of SGD1/- each. Upon opening of bank account, TSA SEA would further increase its paid-up share capital to 100,000 ordinary shares of SGD1/- each by the issuance of additional 99,998 ordinary shares of SGD1/- each, all of which to be subscribed by TSA.	Completed On-going
21 April 2010	ATIS has acquired 4,900 ordinary shares of RM1.00 each, representing 49% of the total issued and paid-up share capital of ATIS IDR Ventures Sdn Bhd (fka: Elkom Transformer Components Marketing Sdn Bhd) ("AIV") at a total cash consideration of RM4,900 from Elkom Transformer Components Sdn Bhd. Upon completion, AIV will become a wholly-owned subsidiary of ATIS.	Completed

Status of corporate proposals (Cont'd)

23 April 2010	<ul style="list-style-type: none"> (i) Proposed acquisition of 69,915,600 ordinary shares of RM1/- each ("Mutiara Shares") in Mutiara Goodyear Development Berhad ("Mutiara") representing 30.28% equity interest in Mutiara by AIV from ATIS for a total consideration of RM67,818,132 to be satisfied by the issuance of 27,500,000 new ordinary shares of RM1/- each in AIV ("AIV Shares") and the remaining through the issuance of 40,318,132 5-year 6% redeemable convertible preference shares ("AIV RCPS") at an issue price per RM1/- for AIV RCPS; (ii) Proposed subscription of 22,500,000 AIV Shares by Ideal Region Sdn Bhd ("IRSB") for a total consideration of RM22,500,000 to be satisfied by cash or Mutiara Shares or combination of cash and Mutiara Shares equivalent to the total value of RM22,500,000; (iii) Proposed acquisition of 27,712,100 Mutiara Shares representing 12% equity interest in Mutiara by AIV from Kee Cheng Teik and Rejoice Matrix Sdn Bhd for a total cash consideration of RM26,880,737; (iv) Proposed general mandate from the shareholders of ATIS to allow AIV to acquire up to 20,000,000 Mutiara Shares representing 8.66% equity interest in Mutiara; and (v) Proposed mandatory general offer for all the Mutiara Shares not already owned by AIV and its parties acting in concert pursuant to the Malaysian Code on Take-Overs and Mergers, 1998 	On-going
4 May 2010	KVC Industrial Supplies Sdn Bhd, a 64%-owned subsidiary of ATIS has entered into a share sale agreement with Lim Chek Moi and Lim Choon Seng for the purpose of acquiring 765,000 ordinary shares of RM1/- each, representing 51% equity interest in the share capital of Skyline Technology (M) Sdn Bhd for cash consideration of RM3,060,000.	Completed

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21 Group's borrowings and debt securities

Particulars of the Group's loans and borrowings as at 31 March 2010 are as follows:-

	RM'000
<u>Current portion</u>	
Banker's acceptances and trust receipts	42,308
Hire purchase liabilities	148
Overdraft bank	156
Term loan	4,850
	<u>47,462</u>
<u>Non-current portion</u>	
Term loan	64,490
	<u>64,490</u>
	<u>111,952</u>

The above Group's borrowings are denominated in the following currencies:

	Currency '000	RM'000
Malaysian Ringgit		67,606
US Dollar		44,190
Singapore Dollars		156
		<u>111,952</u>

22 Off balance sheet risk financial instruments

There were no financial instruments with off balance sheet risk as at 18.05.2010 (being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim report).

23 Changes in material litigations

There were no impending material litigations as at 18.05.2010 (being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim report).

24 Dividend

No dividend has been recommended by the Board for the current quarter and financial year-to-date.

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25 Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.10 RM'000	Preceding Year Corresponding Quarter 31.03.09 RM'000	Current Year To-date 31.03,10 RM'000	Preceding Year Corresponding Period 31.12.09 RM'000
Basic earnings per share EPS				
Net profit attributable to shareholders	5,741	1,496	5,741	1,496
Adjusted Weighted average number of ordinary shares in issue	145,900	148,739	145,900	148,739
Basic EPS (sen)	3.93	1.01	3.93	1.01
Diluted earnings per share EPS				
Net profit attributable to shareholders	5,741	1,496	5,741	1,496
Adjusted Weighted average number of ordinary shares in issue	NA	NA	NA	NA
Diluted EPS (sen)	NA	NA	NA	NA

The diluted earnings per share are not applicable during the current year quarter and current year to-year as the ESOS scheme has expired on 19 February 2009.

By Order of the Board
ATIS Corporation Berhad

Teoh Phaik Ai
Senior Finance Manager

Selangor Darul Ehsan
25 May 2010