

ATLAN HOLDINGS BHD (173250-W)
Incorporated in Malaysia

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 NOV 2004
The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 30 NOV 2004

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3rd Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Year to date
	30 Nov 2004 RM'000	30 Nov 2003 RM'000	30 Nov 2004 RM'000	30 Nov 2003 RM'000
1 Revenue	32,182	30,968	89,684	79,369
Cost of goods sold	<u>(22,461)</u>	<u>(23,213)</u>	<u>(65,353)</u>	<u>(58,501)</u>
Gross profit	9,721	7,755	24,331	20,868
Other Operating Income	264	183	674	589
Administrative expenses	(7,089)	(3,281)	(14,912)	(9,133)
Selling and distribution expenses	(440)	(409)	(1,118)	(1,193)
Profit from operations	<u>2,456</u>	<u>4,248</u>	<u>8,975</u>	<u>11,131</u>
Other Income	773	282	1,331	1,212
Finance expenses	(2,173)	(978)	(4,255)	(3,012)
Amortisation of goodwill	(75)	(75)	(224)	(199)
Profit before taxation	<u>981</u>	<u>3,477</u>	<u>5,827</u>	<u>9,132</u>
Taxation	<u>(832)</u>	<u>(404)</u>	<u>(2,041)</u>	<u>(1,565)</u>
Profit after taxation	149	3,073	3,786	7,567
Minority interest	(406)	(263)	(804)	(647)
Net profit / (loss) attributable to shareholders	<u>(257)</u>	<u>2,810</u>	<u>2,982</u>	<u>6,920</u>
2 Earnings / (loss) per share (sen) :-				
(i) Basic	<u>0.04</u>	<u>1.98</u>	<u>2.17</u>	<u>5.25</u>
(ii) Diluted	<u>(0.19)</u>	<u>1.82</u>	<u>1.91</u>	<u>4.65</u>

The Condensed Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 29 February 2004.

ATLAN HOLDINGS BHD (173250-W)
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 NOV 2004

	Unaudited	Audited
	As at end of current quarter 30 Nov 2004 RM'000	As at preceding financial year end 29 Feb 2004 RM'000
ASSETS		
INTANGIBLE ASSETS	59,923	59,973
INVESTMENT PROPERTY	-	98,985
PROPERTY, PLANT & EQUIPMENT	147,900	49,341
CURRENT ASSETS		
<i>Inventories</i>	14,171	12,795
<i>Trade receivables</i>	16,235	13,889
<i>Other receivable, deposits & prepayments</i>	110,718	62,013
<i>Share issue expenses</i>	199	1
<i>Tax Recoverable</i>	244	335
<i>Fixed deposits with licensed bank</i>	22,243	21,676
<i>Cash & bank balances</i>	134,000	14,349
	<u>297,810</u>	<u>125,058</u>
TOTAL ASSETS	<u>505,633</u>	<u>333,357</u>
EQUITY AND LIABILITIES		
<i>Share Capital - Ordinary Shares</i>	153,771	129,585
<i>Irredeemable Convertible preference shares (Equity component)</i>	2,261	24,394
<i>Reserves -</i>		
<i>Share Premium</i>	75,647	57,123
<i>Reserve on Consolidation</i>	13,807	14,372
<i>Exchange Translation Reserve</i>	13,758	11,888
<i>Accumulated losses c/f</i>	(2,133)	(3,120)
SHAREHOLDERS' EQUITY	<u>257,111</u>	<u>234,242</u>
DEFERRED LIABILITIES	186,098	4,342
DEFERRED TAX LIABILITIES	6,360	6,123
IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES (Liability component)	249	2,302
MINORITY INTEREST	4,565	3,760
CURRENT LIABILITIES		
<i>Trade payables</i>	18,794	15,782
<i>Other payables & accruals</i>	22,580	4,591
<i>Amount owing to a Director</i>	-	26
<i>Hire Purchase payable</i>	394	254
<i>Tax payable</i>	545	546
<i>ICPS dividend payable</i>	56	577
<i>Bank borrowings</i>	8,881	60,812
	<u>51,250</u>	<u>82,588</u>
TOTAL EQUITY AND LIABILITIES	<u>505,633</u>	<u>333,357</u>
NET TANGIBLE ASSETS PER ORDINARY SHARE (SEN)	<u>127</u>	<u>116</u>

The Condensed Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 29 February 2004.

ATLAN HOLDINGS BHD (173250-W)
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 30 NOV 2004

	Unaudited	
	Current year to date 30 NOV 2004 RM'000	Preceding year to date 30 NOV 2003 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,827	9,132
Adjustments for :-		
Allowance for doubtful debts	37	(11)
Amortisation of goodwill on consolidation	789	701
Amortisation of reserve on consolidation	(565)	(502)
Depreciation	3,108	3,118
Loss / (gain) on disposal of property, plant and equipment	1	(2)
Interest income	(1,331)	(1,212)
ICPS dividends - liability component	6	68
Interest on bank overdrafts	239	211
Interest on bills payable	115	109
Interest on hire purchase	84	58
Interest on revolving credit	-	23
Interest on Islamic private debt securities	1,040	-
Interest on term loan	2,771	2,543
Property, plant and equipment written off	199	20
Operating profit before working capital changes	<u>12,320</u>	<u>14,256</u>
Increase in inventories	(1,459)	(3,105)
Increase in receivables	(16,237)	(6,232)
Increase / (Decrease) in payables	<u>21,042</u>	<u>(1,862)</u>
Cash from / (used in) operations	15,666	3,057
Discontinued expenses paid	-	(38)
Interest paid	(4,377)	(2,944)
Tax paid	(1,855)	(2,072)
Net cash from / (used in) operating activities	<u>9,434</u>	<u>(1,997)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(840)	(1,615)
Acquisition of subsidiary companies	-	6,751
Deposit re : proposed acquisition of associated company	(34,471)	(43,751)
Proceeds from disposal of property, plant & equipment	10	3
Withdrawal of fixed deposit	-	231
Interest received	1,369	1,078
Net cash used in investing activities	<u>(33,932)</u>	<u>(37,303)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of Rights shares	-	64,544
Proceeds from conversion of ICPS	18,623	1,485
Proceeds from issuance of ESOS	-	400
Proceeds from issuance of Islamic private debt securities	130,000	-
Drawdown on hire purchase	617	-
Repayment of revolving credit	-	(2,500)
Repayment of hire purchase payable	(275)	(235)
Repayment of term loans	(2,192)	(1,849)
Dividend paid	(2,520)	(1,286)
Share issue expenses	(297)	-
Net cash from financing activities	<u>143,956</u>	<u>60,559</u>
Net increase in cash and cash equivalents	119,458	21,259
Effect on foreign exchange translation	7	203
Cash and cash equivalents brought forward	10,745	(5,459)
Cash and cash equivalents carried forward	<u>130,210</u>	<u>16,003</u>
REPRESENTED BY :		
Cash and bank balances	134,000	20,010
Bank overdrafts	(3,790)	(4,007)
	<u>130,210</u>	<u>16,003</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 29 February 2004.

ATLAN HOLDINGS BHD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 NOV 2004

			← Non Distributable →			Distributable	Total RM'000
	Share Capital RM'000	ICPS - Equity Component RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Currency Translation Reserve RM'000	Retained Profit / (Loss) RM'000	
9 months ended 30 Nov 2004							
Balance as at 1 Mar 2004	129,585	24,394	57,123	14,372	11,888	(3,120)	234,242
Net profit for the period	-	-	-	-	-	2,982	2,982
Amortisation	-	-	-	(565)	-	-	(565)
Translation differences	-	-	-	-	1,870	-	1,870
Share issue expenses	-	-	(100)	-	-	-	(100)
Conversion of ICPS	24,186	(24,186)	18,624	-	-	-	18,624
Dividend on ordinary shares	-	-	-	-	-	(1,944)	(1,944)
Dividend on ICPS	-	-	-	-	-	(51)	(51)
ICPS - reclassified from liability component	-	2,053	-	-	-	-	2,053
Balance as at 30 Nov 2004	153,771	2,261	75,647	13,807	13,758	(2,133)	257,111

			← Non Distributable →			Distributable	Total RM'000
	Share Capital RM'000	ICPS - Equity Component RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Currency Translation Reserve RM'000	Retained Profit / (Loss) RM'000	
9 months ended 30 Nov 2003							
Balance as at 1 Mar 2003	17,929	-	11,067	-	-	(8,181)	20,815
Net profit for the period	-	-	-	-	-	6,920	6,920
Acquisition of subsidiary company	-	-	-	15,062	-	-	15,062
Amortisation	-	-	-	(502)	-	-	(502)
Translation differences	-	-	-	-	5,774	-	5,774
Issue of ordinary shares	105,187	-	41,023	-	-	-	146,210
Issue of ESOS	174	-	162	-	-	-	336
Issue of ICPS	-	36,290	-	-	-	-	36,290
Conversion of ICPS	6,139	(9,481)	4,727	-	-	-	1,385
Dividend on ordinary shares	-	-	-	-	-	(1,286)	(1,286)
Dividend on ICPS	-	-	-	-	-	(501)	(501)
ICPS - classified as liability component	-	(3,211)	-	-	-	-	(3,211)
Balance as at 30 Nov 2003	129,429	23,598	56,979	14,560	5,774	(3,048)	227,292

The Condensed Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 29 February 2004.