

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 NOV 2005**  
**The figures have not been audited**

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 30 NOV 2005**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3rd Quarter 30 Nov 2005 RM'000	Preceding Year Corresponding Quarter 30 Nov 2004 RM'000	Current Year To date 30 Nov 2005 RM'000	Preceding Year Corresponding Year to date 30 Nov 2004 RM'000
1 Revenue	35,823	32,182	110,262	89,684
Cost of goods sold	<u>(27,160)</u>	<u>(22,461)</u>	<u>(81,149)</u>	<u>(65,353)</u>
Gross profit	8,663	9,721	29,113	24,331
Other Operating Income	118	264	680	674
Administrative expenses	(6,526)	(7,089)	(17,734)	(14,912)
Selling and distribution expenses	(759)	(440)	(2,163)	(1,118)
Profit from operations	<u>1,496</u>	<u>2,456</u>	<u>9,896</u>	<u>8,975</u>
Other Income	257	773	677	1,331
Finance expenses	(2,529)	(2,173)	(7,789)	(4,255)
Share of results of associated company	6,678	-	23,365	-
Amortisation of goodwill / reserve	(1,220)	(75)	(1,902)	(224)
Profit before taxation	<u>4,682</u>	<u>981</u>	<u>24,247</u>	<u>5,827</u>
Taxation:				
Company and subsidiaries	<u>(298)</u>	<u>(832)</u>	<u>(1,238)</u>	<u>(2,041)</u>
Associated company	<u>(1,068)</u>	<u>-</u>	<u>(2,384)</u>	<u>-</u>
	<u>(1,366)</u>	<u>(832)</u>	<u>(3,622)</u>	<u>(2,041)</u>
Profit after taxation	3,316	149	20,625	3,786
Minority interest	2,655	(406)	(2,976)	(804)
Net profit / (loss) attributable to shareholders	<u><u>5,971</u></u>	<u><u>(257)</u></u>	<u><u>17,649</u></u>	<u><u>2,982</u></u>
2 Earnings per share (sen) :-				
(i) Basic	<u>3.10</u>	<u>0.03</u>	<u>9.15</u>	<u>2.05</u>
(ii) Diluted	<u>3.07</u>	<u>(0.18)</u>	<u>9.06</u>	<u>1.81</u>

**The Condensed Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2005.**

**ATLAN HOLDINGS BHD (173250-W)**  
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 NOV 2005**

	<b>Unaudited</b>	<b>Audited</b>
	As at end of current quarter 30 Nov 2005 RM'000	As at preceding financial year end 28 Feb 2005 RM'000
<b>ASSETS</b>		
PROPERTY, PLANT & EQUIPMENT	138,875	149,141
INTANGIBLE ASSETS	80,182	59,921
INVESTMENT IN ASSOCIATED COMPANY **	275,971	262,009
AMOUNT OWING BY ASSOCIATED COMPANY	3,315	317
<b>CURRENT ASSETS</b>		
<i>Inventories</i>	18,219	13,743
<i>Trade receivables</i>	19,488	20,936
<i>Other receivable, deposits &amp; prepayments</i>	5,460	32,430
<i>Fixed deposits with licensed bank</i>	20,133	22,444
<i>Tax Recoverable</i>	423	425
<i>Cash &amp; bank balances</i>	3,606	9,128
	<u>67,329</u>	<u>99,106</u>
<b>TOTAL ASSETS</b>	<u><b>565,672</b></u>	<u><b>570,494</b></u>
<b>EQUITY AND LIABILITIES</b>		
<i>Share Capital - Ordinary Shares</i>	192,390	192,390
<i>Irredeemable Convertible preference shares (ICPS)</i> <i>(Equity component)</i>	2,134	2,134
<i>Reserves -</i>		
<i>Share Premium</i>	98,724	98,796
<i>Reserve on Consolidation</i>	13,054	13,619
<i>Exchange Translation Reserve</i>	6,161	14,461
<i>Accumulated profit c/f</i>	15,464	1,711
<b>SHAREHOLDERS' EQUITY</b>	<u>327,927</u>	<u>323,111</u>
<b>IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES (ICPS)</b> <i>(Liability component)</i>	235	235
<b>REDEEMABLE PREFERENCE SHARES - A</b>	11,610	11,610
<b>REDEEMABLE CONVERTIBLE PREFERENCE SHARES</b>	0	15
<b>DEFERRED TAX LIABILITIES</b>	5,817	6,314
<b>OTHER LONG TERM LIABILITIES</b>	178,732	186,690
<b>MINORITY INTEREST</b>	0	4,995
<b>CURRENT LIABILITIES</b>		
<i>Trade payables</i>	23,792	19,231
<i>Other payables &amp; accruals</i>	8,645	9,912
<i>Hire Purchase payable</i>	677	596
<i>Tax payable</i>	116	873
<i>Bank borrowings</i>	8,068	6,841
<i>ICPS dividend payable</i>	53	71
	<u>41,351</u>	<u>37,524</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>565,672</b></u>	<u><b>570,494</b></u>
<b>NET TANGIBLE ASSETS(NTA) PER ORDINARY SHARE (SEN)</b>	<u>117</u>	<u>129</u>

\*\* Including goodwill in associated company of RM20,075,000 (28 Feb 2005 : RM12,176,000)

The Condensed Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2005.

**ATLAN HOLDINGS BHD (173250-W)**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 30 NOV 2005**

	← Unaudited →	
	Current year to date 30 Nov 2005 RM'000	Preceding year to date 30 Nov 2004 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	24,247	5,827
Adjustments for :-		
Share of profit from associated company	(23,365)	-
Allowance for doubtful debts	15	37
Amortisation of goodwill on consolidation	2,467	789
Amortisation of reserve on consolidation	(565)	(565)
Depreciation	2,788	3,108
(Gain) / loss on disposal of property, plant and equipment	(13)	1
Interest income	(677)	(1,331)
ICPS dividends - liability component	5	6
Interest on bank overdrafts	270	239
Interest on bills payable	163	115
Interest on hire purchase	137	84
Interest on Islamic private debt securities	4,954	1,040
Interest on term loan	2,260	2,771
Provision for inventories written off	101	-
Property, plant and equipment written off	-	199
Provision for R & D expenses	114	-
Operating profit before working capital changes	<u>12,901</u>	<u>12,320</u>
Increase in inventories	(4,608)	(1,459)
Decrease / (Increase) in receivables	27,479	(16,237)
Increase in payables	<u>3,718</u>	<u>21,042</u>
Cash from operations	39,490	15,666
Interest paid	(7,668)	(4,377)
Tax paid	(2,012)	(1,855)
Tax refund	2	-
Net cash from operating activities	<u>29,812</u>	<u>9,434</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(907)	(840)
Acquisition of subsidiaries companies (Note 11) **	(30,000)	-
Deposit re : proposed acquisition of associated company	-	(34,471)
Proceeds from disposal of property, plant & equipment	15	10
Interest received	572	1,369
Net cash used in investing activities	<u>(30,320)</u>	<u>(33,932)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from conversion of ICPS	-	18,623
Proceeds from issuance of Islamic private debt securities	-	130,000
Drawdown on hire purchase	334	617
Repayment of hire purchase payable	(472)	(275)
Repayment of term loans	(1,963)	(2,192)
Dividend paid	(3,848)	(1,944)
Dividend paid to ICPS holders	(71)	(576)
Share issue expenses	(215)	(297)
Net cash (used in) / from financing activities	<u>(6,235)</u>	<u>143,956</u>
Net (decrease) / increase in cash and cash equivalents	(6,743)	119,458
Effect on foreign exchange translation	(315)	7
Cash and cash equivalents brought forward	5,214	10,745
Cash and cash equivalents carried forward	<u>(1,844)</u>	<u>130,210</u>
<b>REPRESENTED BY :</b>		
Cash and bank balances	3,606	134,000
Bank overdrafts	(5,450)	(3,790)
	<u>(1,844)</u>	<u>130,210</u>

\*\* Including the purchase consideration of RM5,000,000 for the remaining 24% equity interest in a subsidiary, Emas Kerajang Sdn Bhd which was completed in the preceding quarter.

**The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2005.**

**ATLAN HOLDINGS BHD**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 NOV 2005**

	← Non Distributable →		Distributable		Total RM'000		
	Share Capital RM'000	ICPS - Equity Component RM'000	Share Premium RM'000	Reserve on Consolidation RM'000		Exchange Translation Reserve RM'000	Retained Profit / (Loss) RM'000
<b>9 months ended 30 Nov 2005</b>							
Balance as at 1 Mar 2005	192,390	2,134	98,796	13,619	14,461	1,711	323,111
Net profit for the year	-	-	-	-	-	17,649	17,649
Amortisation	-	-	-	(565)	-	-	(565)
Translation differences	-	-	-	-	(8,300)	-	(8,300)
Share issue expenses	-	-	(72)	-	-	-	(72)
Dividend on ordinary shares	-	-	-	-	-	(3,848)	(3,848)
Dividend on ICPS	-	-	-	-	-	(48)	(48)
Balance as at 30 Nov 2005	<b>192,390</b>	<b>2,134</b>	<b>98,724</b>	<b>13,054</b>	<b>6,161</b>	<b>15,464</b>	<b>327,927</b>

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

**The Condensed Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2005.**