

**ATLAN HOLDINGS BHD (173250-W)**  
**Incorporated in Malaysia**

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 28 FEB 2006**

The figures have not been audited

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 28 FEB 2006**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 4th Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Year to date
	28 Feb 2006 RM'000	28 Feb 2005 RM'000	28 Feb 2006 RM'000	28 Feb 2005 RM'000
1 Revenue	38,393	39,710	148,655	129,395
Cost of goods sold	<u>(29,027)</u>	<u>(25,366)</u>	<u>(110,176)</u>	<u>(90,719)</u>
Gross profit	9,366	14,344	38,479	38,676
Other Operating Income	500	185	1,180	860
Administrative expenses	(8,827)	(7,104)	(26,561)	(22,017)
Selling and distribution expenses	<u>(706)</u>	<u>(641)</u>	<u>(2,869)</u>	<u>(1,759)</u>
Profit from operations	333	6,784	10,229	15,760
Other Income	265	473	942	1,803
Finance expenses	(2,597)	(3,581)	(10,386)	(7,837)
Share of results of associated company	(328)	864	23,038	864
Amortisation of goodwill / reserve	(615)	(259)	(2,517)	(482)
(Loss) / Profit before taxation	<u>(2,942)</u>	<u>4,281</u>	<u>21,306</u>	<u>10,108</u>
Taxation:				
Company and subsidiaries	(5)	249	(1,243)	(1,792)
Associated company	130	(805)	(2,255)	(805)
	125	(556)	(3,498)	(2,597)
(Loss) / Profit after taxation	(2,817)	3,725	17,808	7,511
Minority interest	(693)	132	(3,669)	(672)
Net (loss) / profit attributable to shareholders	<u>(3,510)</u>	<u>3,857</u>	<u>14,139</u>	<u>6,839</u>
2 (Loss) / Earnings per share (sen) :-				
(i) Basic	<u>(1.83)</u>	<u>2.11</u>	<u>7.32</u>	<u>4.44</u>
(ii) Diluted	<u>N/A</u>	<u>2.09</u>	<u>7.26</u>	<u>4.04</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 28 FEB 2006**

	<b>Unaudited</b>	<b>Audited</b>
	As at end of current quarter 28 Feb 2006 RM'000	As at preceding financial year end 28 Feb 2005 RM'000
<b>ASSETS</b>		
PROPERTY, PLANT & EQUIPMENT	137,835	149,141
INTANGIBLE ASSETS	76,535	59,921
INVESTMENT IN ASSOCIATED COMPANY	275,216	262,009
AMOUNT OWING BY ASSOCIATED COMPANY	-	317
<b>CURRENT ASSETS</b>		
<i>Inventories</i>	18,278	13,743
<i>Trade receivables</i>	20,281	20,936
<i>Other receivable, deposits &amp; prepayments</i>	3,641	32,430
<i>Fixed deposits with licensed bank</i>	20,039	22,444
<i>Tax Recoverable</i>	1,540	425
<i>Cash &amp; bank balances</i>	5,821	9,128
	<b>69,600</b>	<b>99,106</b>
<b>TOTAL ASSETS</b>	<b>559,186</b>	<b>570,494</b>
<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>	98,730	98,796
<i>Reserve on Consolidation</i>	12,866	13,619
<i>Exchange Translation Reserve</i>	5,835	14,461
<i>Other Reserve</i>	363	-
<i>Accumulated profit c/f</i>	11,938	1,711
<i>Treasury Shares</i>	(2)	-
<b>SHAREHOLDERS' EQUITY</b>	<b>324,254</b>	<b>323,111</b>
<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>	-	15
<b>DEFERRED TAX LIABILITIES</b>	5,585	6,314
<b>OTHER LONG TERM LIABILITIES</b>	177,650	186,690
<b>MINORITY INTEREST</b>	-	4,995
<b>CURRENT LIABILITIES</b>		
<i>Trade payables</i>	23,114	19,231
<i>Other payables &amp; accruals</i>	7,430	9,912
<i>Hire Purchase payable</i>	717	596
<i>Tax payable</i>	4	873
<i>Bank borrowings</i>	8,516	6,841
<i>ICPS dividend payable</i>	71	71
	<b>39,852</b>	<b>37,524</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>559,186</b>	<b>570,494</b>
<b>NET ASSETS PER ORDINARY SHARE (RM)</b>	<b>167</b>	<b>167</b>

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 YEAR ENDED 28 FEB 2006**

	<b>Unaudited</b>	<b>Audited</b>
	Current year to date 28 Feb 2006 RM'000	Preceding year to date 28 Feb 2005 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	21,306	10,108
Adjustments for :-		
Share of profit from associated company	(23,038)	(864)
Bad debts written off	-	8
Allowance/ (Reversal) for doubtful debts	49	(47)
Amortisation of goodwill on consolidation	3,270	1,235
Amortisation of reserve on consolidation	(753)	(753)
Depreciation	3,706	4,188
(Gain) / loss on disposal of property, plant and equipment	(13)	1
Impairment loss	2,949	-
Interest income	(942)	(1,803)
ICPS dividends - liability component	7	7
Interest on bank overdrafts	375	324
Interest on bills payable	228	173
Interest on hire purchase	187	131
Interest on Islamic private debt securities	6,604	2,682
Interest on term loan	2,985	4,520
Inventories written off	62	70
Property, plant and equipment written off	3	219
Operating profit before working capital changes	<u>16,985</u>	<u>20,199</u>
Increase in inventories	(4,629)	(1,017)
Decrease / (Increase) in receivables	27,300	(19,846)
Increase in payables	2,143	8,949
Cash from operations	<u>41,799</u>	<u>8,285</u>
Interest paid	(790)	(627)
Tax paid	(2,619)	(2,476)
Tax refund	2	122
Net cash from / (used in) operating activities	<u><u>38,392</u></u>	<u><u>5,304</u></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(1,126)	(1,009)
Acquisition of subsidiary companies	(30,000)	-
Proceeds from disposal of property, plant & equipment	21	2
Interest received	897	1,783
Dividend received	3,314	-
Investment in associated company	-	(218,402)
Net cash used in investing activities	<u><u>(26,894)</u></u>	<u><u>(217,626)</u></u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	-	82,220
Proceeds from issuance of Islamic private debt securities	-	130,000
Drawdown on hire purchase	334	342
Fund from subscription of shares by minority interest	-	13,125
Interest paid	(9,589)	(7,362)
Repayment of hire purchase payable	(636)	(415)
Repayment of term loans	(2,605)	(5,156)
Repayment to director	-	(26)
Repayment from / (payment on behalf of) associated company	317	(317)
Dividend paid	(3,848)	(1,944)
Dividend paid to ICPS holders	(71)	(577)
Share buyback	(2)	-
Share issue expenses	(401)	(2,068)
Net cash (used in) / from financing activities	<u><u>(16,501)</u></u>	<u><u>207,822</u></u>
Net decrease in cash and cash equivalents	(5,003)	(4,500)
Effect on foreign exchange translation	(301)	(1,047)
Cash and cash equivalents brought forward	5,214	10,761
Cash and cash equivalents carried forward	<u><u>(90)</u></u>	<u><u>5,214</u></u>
<b>REPRESENTED BY :</b>		
Cash and bank balances	5,821	9,128
Bank overdrafts	(5,911)	(3,914)
	<u><u>(90)</u></u>	<u><u>5,214</u></u>

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