

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MAY 2006  
The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 MAY 2006

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 1st Quarter 31 May 2006 RM'000	Preceding Year Corresponding Quarter 31 May 2005 RM'000 (restated)	Current Year To date 31 May 2006 RM'000	Preceding Year Corresponding Year to date 31 May 2005 RM'000 (restated)
<b>Continuing Operations</b>				
1 Revenue	36,170	27,882	36,170	27,882
Cost of sales	<u>(30,971)</u>	<u>(22,212)</u>	<u>(30,971)</u>	<u>(22,212)</u>
Gross profit	5,199	5,670	5,199	5,670
Other Income	404	353	404	353
Administrative expenses	(3,311)	(3,496)	(3,311)	(3,496)
Selling and distribution expenses	(362)	(398)	(362)	(398)
Finance costs	(1,998)	(1,836)	(1,998)	(1,836)
Share of profit of associated company	1,580	2,876	1,580	2,876
Profit before taxation	<u>1,512</u>	<u>3,169</u>	<u>1,512</u>	<u>3,169</u>
Income tax expense	(398)	(559)	(398)	(559)
Profit for the period from continuing operations	<u>1,114</u>	<u>2,610</u>	<u>1,114</u>	<u>2,610</u>
<b>Discontinued Operations</b>				
Profit for the period from a discontinued operations	2,323	1,895	2,323	1,895
Profit for the period	<u>3,437</u>	<u>4,505</u>	<u>3,437</u>	<u>4,505</u>
Attributable to :				
Equity holders of the parent	3,437	3,404	3,437	3,404
Minority interest	-	1,101	-	1,101
	<u>3,437</u>	<u>4,505</u>	<u>3,437</u>	<u>4,505</u>
2 Earnings per share attributable to equity holders of the parent :				
(i) Basic, for profit :				
from continuing operations	0.57	0.78	0.57	0.78
from discontinued operations	1.21	0.98	1.21	0.98
for the period	<u>1.78</u>	<u>1.76</u>	<u>1.78</u>	<u>1.76</u>
(ii) Diluted, for profit :				
from continuing operations	0.57	0.78	0.57	0.78
from discontinued operations	1.19	0.97	1.19	0.97
for the period	<u>1.76</u>	<u>1.75</u>	<u>1.76</u>	<u>1.75</u>

The Condensed Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2006 and the accompanying explanatory notes attached to the interim financial statements.

**ATLAN HOLDINGS BHD (173250-W)**  
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MAY 2006**

	<b>Unaudited</b> As at end of current quarter 31 May 2006 RM'000	<b>Audited</b> As at preceding financial year end 28 Feb 2006 RM'000 (restated)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	22,989	130,683
Prepaid lease payments	7,152	7,152
Intangible assets	41,697	76,535
Investments in associated company	276,794	275,216
<b>Current assets</b>		
Inventories	17,662	18,278
Trade receivables	18,108	20,281
Other receivable, deposits and prepayments	5,297	3,641
Fixed deposits with licensed bank	500	20,039
Tax Recoverable	1,540	1,540
Cash and bank balances	4,517	5,821
	47,624	69,600
Assets of disposal group classified as held for sale (Note 15)	150,505	-
	198,129	69,600
<b>TOTAL ASSETS</b>	<b>546,761</b>	<b>559,186</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share Capital - Ordinary Shares	192,390	192,390
Irredeemable Convertible preference shares (ICPS) (Equity component)	2,134	2,134
Share Premium	98,730	98,730
Currency Translation Reserve	(4,806)	5,835
Other Reserves	363	363
Accumulated profit c/f	13,785	24,804
Treasury Shares	(2)	(2)
Equity attributable to the disposal group classified as held for sale	28,600	-
<b>Total equity</b>	331,194	324,254
<b>Non-current liabilities</b>		
Irredeemable Convertible Preference Shares (Liability component)	235	235
Redeemable Preference Shares (RPS-A)	11,610	11,610
Deferred tax liabilities	1,998	5,585
Other long term liabilities	131,216	177,650
	145,059	195,080
<b>Current Liabilities</b>		
Trade payables	24,572	23,114
Other payables & accruals	38,035	7,430
Hire Purchase payable	729	717
Tax payable	-	4
Bank borrowings	4,816	8,516
ICPS dividend payable	18	71
	68,170	39,852
Liabilities attributable to the disposal group classified as held for sale (Note 15)	2,338	-
	70,508	39,852
<b>Total liabilities</b>	215,567	234,932
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>546,761</b>	<b>559,186</b>
<b>NET ASSETS PER ORDINARY SHARE (RM)</b>	<b>171</b>	<b>167</b>

The Condensed Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2006 and the accompanying explanatory notes attached to the interim financial statements.

**ATLAN HOLDINGS BHD (173250-W)**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 MAY 2006**

	<b>Unaudited</b>	<b>Unaudited</b>
	Current year	Preceding year
	to date	to date
	31 May 2006	31 May 2005
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net cash from operating activities	32,862	30
Net cash from investing activities	20,577	55
Net cash used in financing activities	(53,622)	(3,525)
Net decrease in cash and cash equivalents	<u>(183)</u>	<u>(3,440)</u>
Effect on foreign exchange translation	495	(66)
Cash and cash equivalents brought forward	<u>(90)</u>	<u>5,214</u>
Cash and cash equivalents carried forward	<u><u>222</u></u>	<u><u>1,708</u></u>
<b>REPRESENTED BY :</b>		
Cash and bank balances	5,038	5,959
Bank overdrafts	<u>(4,816)</u>	<u>(4,251)</u>
	<u><u>222</u></u>	<u><u>1,708</u></u>

**The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2006 and the accompanying explanatory notes attached to the interim financial statements.**