

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 AUG 2006

The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 AUG 2006

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 2nd Quarter 31 Aug 2006 RM'000	Preceding Year Corresponding Quarter 31 Aug 2005 RM'000 (restated)	Current Year To date 31 Aug 2006 RM'000	Preceding Year Corresponding Year to date 31 Aug 2005 RM'000 (restated)
Continuing Operations				
1 Revenue	33,355	29,138	69,525	57,021
Cost of sales	<u>(27,468)</u>	<u>(24,342)</u>	<u>(58,440)</u>	<u>(46,555)</u>
Gross profit	5,887	4,796	11,085	10,466
Other Income	7,985	301	8,383	654
Administrative expenses	(3,546)	(3,509)	(6,850)	(7,005)
Selling and distribution expenses	(385)	(366)	(747)	(764)
Finance costs	(2,125)	(1,839)	(4,123)	(3,675)
Share of profit of associated company	1,072	10,821	2,652	13,696
Profit before taxation	<u>8,888</u>	<u>10,204</u>	<u>10,400</u>	<u>13,372</u>
Income tax expense	(543)	(380)	(940)	(939)
Profit for the period from continuing operations	<u>8,345</u>	<u>9,824</u>	<u>9,460</u>	<u>12,433</u>
Discontinued Operations				
Profit for the period from discontinued operations	1,200	1,306	3,523	3,202
Profit for the period	<u>9,545</u>	<u>11,130</u>	<u>12,983</u>	<u>15,635</u>
Attributable to :				
Equity holders of the parent	9,545	8,273	12,983	11,677
Minority interest	-	2,857	-	3,958
	<u>9,545</u>	<u>11,130</u>	<u>12,983</u>	<u>15,635</u>
2 Earnings per share attributable to equity holders of the parent :				
(i) Basic, for profit :				
from continuing operations	4.33	3.61	4.90	4.39
from discontinued operations	0.62	0.68	1.83	1.66
for the period	<u>4.95</u>	<u>4.29</u>	<u>6.73</u>	<u>6.05</u>
(ii) Diluted, for profit :				
from continuing operations	4.28	3.57	4.86	4.35
from discontinued operations	0.62	0.67	1.81	1.64
for the period	<u>4.90</u>	<u>4.24</u>	<u>6.67</u>	<u>5.99</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 AUG 2006

	Unaudited As at end of current quarter 31 Aug 2006 RM'000	Audited As at preceding financial year end 28 Feb 2006 RM'000 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	22,681	130,683
Prepaid lease payments	7,152	7,152
Intangible assets	41,697	76,535
Investments in associated company	277,866	275,216
Current assets		
Inventories	18,463	18,278
Trade receivables	20,451	20,281
Other receivable, deposits and prepayments	20,954	3,641
Fixed deposits with licensed bank	500	20,039
Tax recoverable	1,540	1,540
Cash and bank balances	64,881	5,821
	<u>126,789</u>	<u>69,600</u>
TOTAL ASSETS	<u>476,185</u>	<u>559,186</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
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	165	5,835
Other reserves	363	363
Accumulated profit c/f	37,755	24,804
Treasury shares	(2)	(2)
Total equity	331,535	324,254
Non-current liabilities		
Irredeemable Convertible Preference Shares (Liability component)	235	235
Redeemable Preference Shares (RPS-A)	-	11,610
Deferred tax liabilities	1,984	5,585
Other long term liabilities	91,342	177,650
	<u>93,561</u>	<u>195,080</u>
Current Liabilities		
Trade payables	24,183	23,114
Other payables & accruals	20,662	7,430
Hire Purchase payable	562	717
Tax payable	115	4
Bank borrowings	5,531	8,516
ICPS dividend payable	36	71
	<u>51,089</u>	<u>39,852</u>
Total liabilities	144,650	234,932
TOTAL EQUITY AND LIABILITIES	<u>476,185</u>	<u>559,186</u>
NET ASSETS PER ORDINARY SHARE (RM)	<u>171</u>	<u>167</u>

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 AUG 2006**

	Unaudited	Unaudited
	Current year	Preceding year
	to date	to date
	31 Aug 2006	31 Aug 2005
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash used in operating activities	(2,991)	(1,626)
Net cash from / (used in) investing activities	162,049	(1,520)
Net cash used in financing activities	(95,151)	(1,752)
Net increase / (decrease) in cash and cash equivalents	<u>63,907</u>	<u>(4,898)</u>
Effect on foreign exchange translation	(4,467)	(117)
Cash and cash equivalents brought forward	(90)	5,214
Cash and cash equivalents carried forward	<u><u>59,350</u></u>	<u><u>199</u></u>
REPRESENTED BY :		
Cash and bank balances	64,881	4,409
Bank overdrafts	<u>(5,531)</u>	<u>(4,210)</u>
	<u><u>59,350</u></u>	<u><u>199</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.