

# ATLAN HOLDINGS BHD

(Company Number: 173250-W)

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED) FOR THE QUARTER ENDED 31 MAY 2008

|   | NOTE | INDIVIDUAL QUARTER           |                              | CUMULATIVE QUARTER           |                              |
|---|------|------------------------------|------------------------------|------------------------------|------------------------------|
|   |      | Ended<br>31-May-08<br>RM'000 | Ended<br>31-May-07<br>RM'000 | Ended<br>31-May-08<br>RM'000 | Ended<br>31-May-07<br>RM'000 |
| Revenue   | 9    | 158,290                      | 32,523                       | 158,290                      | 32,523                       |
| Operating expenses  |      | (151,058)                    | (30,310)                     | (151,058)                    | (30,310)                     |
| Other operating income  |      | 15,935                       | 586                          | 15,935                       | 586                          |
| Operating profit  |      | 23,167                       | 2,799                        | 23,167                       | 2,799                        |
| Depreciation / impairment loss  |      | (7,808)                      | (3,091)                      | (7,808)                      | (3,091)                      |
| Finance costs   |      | (4,896)                      | (890)                        | (4,896)                      | (890)                        |
| Share of profits of associates  |      | (26)                         | 2,490                        | (26)                         | 2,490                        |
| Profit before taxation  | 9    | 10,437                       | 1,308                        | 10,437                       | 1,308                        |
| Taxation  | 20   | (6,526)                      | (405)                        | (6,526)                      | (405)                        |
| Profit for the period   |      | 3,911                        | 903                          | 3,911                        | 903                          |
| Attributable to:  |      |                              |                              |                              |                              |
| Equity holders of the parent  |      | 7,190                        | 903                          | 7,190                        | 903                          |
| Minority interest   |      | (3,279)                      | -                            | (3,279)                      | -                            |
|   |      | 3,911                        | 903                          | 3,911                        | 903                          |
| Earnings per share attributable to equity holders of the parent (sen) |      |                              |                              |                              |                              |
| - Basic   | 28   | 3.15                         | 0.46                         | 3.15                         | 0.46                         |
| - Diluted   |      | 3.15                         | 0.46                         | 3.15                         | 0.46                         |

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 29 February 2008 and the accompanying explanatory notes attached to the interim financial statements.

# ATLAN HOLDINGS BHD

(Company Number: 173250-W)

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED) AS AT 31 MAY 2008

|   | Note | As at<br>31-May-08<br>RM'000 | As at<br>29-Feb-08<br>RM'000 |
|---|------|------------------------------|------------------------------|
| <b>ASSETS</b>   |      |                              |                              |
| <b>NON-CURRENT ASSETS</b>   |      |                              |                              |
| Property, plant and equipment   |      | 336,183                      | 22,130                       |
| Land held for property development  |      | 76,249                       | -                            |
| Investment properties   |      | 59,725                       | -                            |
| Biological assets   |      | 1,450                        | -                            |
| Prepaid land lease payments   |      | 36,625                       | 6,608                        |
| Investment in associates  |      | 528                          | 165,724                      |
| Other investments   |      | 133                          | -                            |
| Other non-current assets  |      | 868                          | -                            |
| Goodwill on consolidation   |      | 32,554                       | -                            |
|   |      | <u>544,315</u>               | <u>194,462</u>               |
| <b>CURRENT ASSETS</b>   |      |                              |                              |
| Property development costs  |      | 1,323                        | -                            |
| Inventories   |      | 95,516                       | 5,591                        |
| Trade receivables   |      | 35,958                       | 7,525                        |
| Other receivables   |      | 69,202                       | 11,953                       |
| Marketable securities   | 22   | 25,292                       | -                            |
| Fixed deposits with financial institutions                                  |      | 49,295                       | -                            |
| Cash and bank balances  |      | 26,594                       | 77,450                       |
|   |      | <u>303,180</u>               | <u>102,519</u>               |
| <b>TOTAL ASSETS</b>   |      | <u>847,495</u>               | <u>296,981</u>               |
| <b>EQUITY AND LIABILITIES</b>   |      |                              |                              |
| Equity attributable to equity holders of the parent                         |      |                              |                              |
| Share capital   |      |                              |                              |
| - Ordinary Shares   |      | 235,328                      | 210,008                      |
| - Irredeemable Convertible Preference Shares<br>("ICPS") (equity component) |      | -                            | 2,052                        |
| Treasury shares   |      | (14,075)                     | (4,540)                      |
| Share premium   |      | 147,631                      | 119,056                      |
| Currency translation reserve  |      | 90                           | 121                          |
| Accumulated losses  |      | (89,099)                     | (96,289)                     |
|   |      | <u>279,875</u>               | <u>230,408</u>               |
| Minority interest   |      | 72,198                       | -                            |
| Total equity  |      | <u>352,073</u>               | <u>230,408</u>               |

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(Company Number: 173250-W)

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## CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED) (cont'd) AS AT 31 MAY 2008

|   | Note | As at<br>31-May-08<br>RM'000 | As at<br>29-Feb-08<br>RM'000 |
|---|------|------------------------------|------------------------------|
| NON-CURRENT LIABILITIES   |      |                              |                              |
| ICPS - liability component  |      | -                            | 43                           |
| Borrowings  | 24   | 213,793                      | 51,389                       |
| Retirement benefit obligations  |      | 2,385                        | -                            |
| Deferred tax liabilities  |      | 15,873                       | 692                          |
| Amount due to associates  |      | -                            | 1                            |
|   |      | <u>232,051</u>               | <u>52,125</u>                |
| CURRENT LIABILITIES   |      |                              |                              |
| Trade payables  |      | 44,729                       | 7,017                        |
| Other payables  |      | 163,965                      | 4,556                        |
| Provision for liabilities   |      | 547                          | -                            |
| Borrowings  | 24   | 48,872                       | 2,762                        |
| Taxation  |      | 5,258                        | 113                          |
|   |      | <u>263,371</u>               | <u>14,448</u>                |
| TOTAL LIABILITIES   |      | <u>495,422</u>               | <u>66,573</u>                |
| TOTAL EQUITY AND LIABILITIES  |      | <u>847,495</u>               | <u>296,981</u>               |
| Net assets per share attributable to equity holders<br>of the parent (RM) |      | <u>1.21</u>                  | <u>1.10</u>                  |

*The Condensed Consolidated Balance sheet should be read in conjunction with the audited financial statements for the year ended 29 February 2008 and the accompanying explanatory notes attached to the interim financial statements.*

ATLAN HOLDINGS BHD

(Company Number: 173250-W)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE PERIOD ENDED 31 MAY 2008

|  | ← Attributable to Equity Holders of the Parent → |                         |                 |               |                              |                    |          | Minority interest | Total Equity |               |
|--|--|-------------------------|-----------------|---------------|------------------------------|--------------------|----------|-------------------|--------------|---------------|
|  | ← Non-distributable →                            |                         |                 |               |                              | Accumulated losses | Total    |                   |              |               |
|  | Share capital                                    | ICPS - Equity Component | Treasury shares | Share premium | Currency Translation reserve |                    |          |                   |              | Other reserve |
| RM'000   | RM'000   | RM'000                  | RM'000          | RM'000        | RM'000                       | RM'000             | RM'000   | RM'000            |              |               |
| At 1 March 2007                                  | 192,434  | 2,146                   | (6)             | 98,759        | 78                           | 363                | (99,828) | 193,946           | -            | 193,946       |
| Issue of shares                                  |  |                         |                 |               |                              |                    |          |                   |              |               |
| - Conversion from ICPS                           | 66   | (66)                    | -               | 45            | -                            | -                  | -        | 45                | -            | 45            |
| - ESOS exercised                                 | 66   | -                       | -               | 78            | -                            | -                  | -        | 144               | -            | 144           |
| ICPS - reclassification from liability component | -  | 91                      | -               | -             | -                            | -                  | -        | 91                | -            | 91            |
| Timing differences                               | -  | -                       | -               | -             | 12                           | -                  | -        | 12                | -            | 12            |
| Net profit for the period                        | -  | -                       | -               | -             | -                            | -                  | 903      | 903               | -            | 903           |
| Dividend on ICPS                                 | -  | -                       | -               | -             | -                            | -                  | (12)     | (12)              | -            | (12)          |
| At 31 May 2007                                   | 192,566  | 2,171                   | (6)             | 98,882        | 90                           | 363                | (98,937) | 195,129           | -            | 195,129       |
| At 1 March 2008                                  | 210,008  | 2,052                   | (4,540)         | 119,056       | 121                          | -                  | (96,289) | 230,408           | -            | 230,408       |
| Foreign currency translation                     | -  | -                       | -               | -             | (31)                         | -                  | -        | (31)              | -            | (31)          |
| Issue of shares                                  |  |                         |                 |               |                              |                    |          |                   |              |               |
| - Conversion from ICPS                           | 1,660  | (2,095)                 | -               | 1,112         | -                            | -                  | -        | 677               | -            | 677           |
| - ESOS exercised                                 | 1,684  | -                       | -               | 1,970         | -                            | -                  | -        | 3,654             | -            | 3,654         |
| - Right warrants exercised                       | 21,976   | -                       | -               | 25,493        | -                            | -                  | -        | 47,469            | -            | 47,469        |
| ICPS - reclassification from liability component | -  | 43                      | -               | -             | -                            | -                  | -        | 43                | -            | 43            |
| Purchase of a subsidiary                         | -  | -                       | -               | -             | -                            | -                  | -        | -                 | 75,477       | 75,477        |
| Purchase of treasury shares                      | -  | -                       | (9,535)         | -             | -                            | -                  | -        | (9,535)           | -            | (9,535)       |
| Net profit for the period                        | -  | -                       | -               | -             | -                            | -                  | 7,190    | 7,190             | (3,279)      | 3,911         |
| At 31 May 2008                                   | 235,328  | -                       | (14,075)        | 147,631       | 90                           | -                  | (89,099) | 279,875           | 72,198       | 352,073       |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 29 February 2008 and the accompanying explanatory notes attached to the interim financial statements.

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## CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (UNAUDITED) FOR THE PERIOD ENDED 31 MAY 2008

|  | NOTE | 3 MONTHS ENDED      |                     |
|--|------|---------------------|---------------------|
|  |      | 31-May-08<br>RM'000 | 31-May-07<br>RM'000 |
| Net cash used in operating activities  |      | (4,945)             | (10,798)            |
| Net cash used in investing activities  |      | (173,006)           | (153)               |
| Net cash generated from financing activities   |      | 172,380             | 602                 |
| <b>NET DECREASE IN CASH AND<br/>CASH EQUIVALENTS</b>                                     |      | <b>(5,571)</b>      | <b>(10,349)</b>     |
| <b>EFFECTS ON FOREIGN EXCHANGE TRANSLATION</b>   |      | <b>3,862</b>        | <b>82</b>           |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING<br/>OF FINANCIAL PERIOD</b>                    |      | <b>76,197</b>       | <b>14,686</b>       |
| <b>CASH AND CASH EQUIVALENTS AT END OF<br/>FINANCIAL PERIOD*</b>                         |      | <b>74,488</b>       | <b>4,419</b>        |
| <b>*Cash and cash equivalents at end of financial period<br/>comprise the following:</b> |      |                     |                     |
| Cash on hand and at bank   |      | 26,594              | 7,897               |
| Fixed deposits with financial institutions   |      | 49,295              | -                   |
| Bank overdraft   | 24   | (1,401)             | (3,478)             |
|  |      | <b>74,488</b>       | <b>4,419</b>        |

*The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 29 February 2008 and the accompanying notes attached to the interim financial statements.*