

**KHIND HOLDINGS BERHAD (380310-D)****(Incorporated in Malaysia)****The directors are pleased to announce the unaudited condensed consolidated quarterly report for the three month period ended 31 March 2006****Condensed Consolidated Income Statements****For the three month period ended 31 March 2006**

	Individual Period		Cumulative Period	
	31 March		31 March	
	2006	2005	2006	2005
	RM'000	RM'000	RM'000	RM'000
Revenue	31,670	31,339	31,670	31,339
Less : Operating expenses	32,031	31,992	32,031	31,992
Add : Other income	440	414	440	414
Operating profit/(loss)	79	(239)	79	(239)
Less : Finance cost	519	273	519	273
Add : Interest income	2	0	2	0
Loss before tax	(438)	(512)	(438)	(512)
Less : Tax expense	114	229	114	229
Net loss for the period	(552)	(741)	(552)	(741)
Attributable to:				
Equity holders of the parent	(693)	(745)	(693)	(745)
Minority interest	141	4	141	4
Net loss for the period	(552)	(741)	(552)	(741)
Basic earning per share attributable to equity holders of the parent (sen)	(1.73)	(1.86)	(1.73)	(1.86)

**(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005)**

**KHIND HOLDINGS BERHAD (380310-D)**  
(Incorporated in Malaysia)

**Condensed Consolidated Balance Sheet**  
As at 31 March 2006

	Unaudited as at 31 March 2006 RM'000	Audited as at 31 December 2005 RM'000 (restated)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	25,625	26,128
Investment property	1,326	1,326
Trademark	514	541
Goodwill	1,433	1,433
Quoted Investments	96	96
Deferred Tax Assets	295	295
	29,289	29,819
<b>Current assets</b>		
Inventories	27,573	28,234
Trade receivables	30,873	36,218
Other receivables	6,957	6,999
Tax recoverable	2,608	2,386
Cash and cash equivalents	5,289	7,588
	73,300	81,425
<b>TOTAL ASSETS</b>	<b>102,589</b>	<b>111,244</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	40,059	40,059
Other reserves	(20)	(10)
Retained profits	14,193	10,203
	54,232	50,252
Minority interest	497	356
<b>Total equity</b>	<b>54,729</b>	<b>50,608</b>
<b>Negative goodwill</b>	0	4,683
<b>Non Current liabilities</b>		
Borrowings	2,300	2,402
Deferred tax liabilities	1,779	1,779
	4,079	4,181
<b>Current liabilities</b>		
Trade payables	8,181	10,102
Other payables	4,282	7,465
Borrowings	30,815	33,880
Taxation	503	325
	43,781	51,772
<b>Total liabilities</b>	<b>47,860</b>	<b>55,953</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>102,589</b>	<b>111,244</b>
<b>Net assets per share attributable to equity holders of the parent (RM)</b>	<b>1.3662</b>	<b>1.2633</b>

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005)

**KHIND HOLDINGS BERHAD (380310-D)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Statement of Changes in Equity**  
**For the three month ended 31 March 2006**

	← Attributable to Equity Holders of the Parent →			Total	Minority Interest	Total Equity
	Share Capital	Non Distributable Translation Reserve	Distributable Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2006	40,059	(10)	10,203	50,252	356	50,608
Effect of adopting FRS 3			4,683	4,683		
			4,683	4,683		4,683
Net loss for the period			(693)	(693)	141	(552)
Exchange differences on translation of the financial statements of foreign entities		(10)		(10)		
Net gains and losses not recognised in the income statement		(10)		(10)		(10)
At 31 March 2006	40,059	(20)	14,193	54,232	497	54,729

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005)

**KHIND HOLDINGS BERHAD (380310-D)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Cash Flow Statement**  
**For the three month period ended 31 March 2006**

	31 March 2006 RM'000	31 March 2005 RM'000
Net cash generated from/(used in) operating activities	923	(1,515)
Net cash used in investing activities	(45)	(158)
Net cash (used in)/generated from financing activities	(1,141)	1,732
Net (decrease)/increase in cash and cash equivalents	<u>(263)</u>	<u>59</u>
Cash and cash equivalents at beginning of financial period	3,679	7,452
Effect of exchange rate changes	(10)	0
Cash and cash equivalents at end of financial period	<u><u>3,406</u></u>	<u><u>7,511</u></u>

Cash and cash equivalents at the end of the financial period comprise the following:

	As at 31 March 2006 RM'000	As at 31 March 2005 RM'000
Cash and bank balances	5,289	9,075
Bank overdrafts	(1,883)	(1,564)
	<u><u>3,406</u></u>	<u><u>7,511</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005)