

SATANG HOLDINGS BERHAD (Company No : 633265 K)
 (Formerly known as Satang Jaya Holdings Berhad)

ADDITIONAL INFORMATION

6/30/2007

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-07 RM ' 000	30-Jun-06 RM ' 000	30-Jun-07 RM ' 000	30-Jun-06 RM ' 000
1. Profit/(Loss) from operations	1,209	-	7,082	-
2. Gross interest income	10	-	102	-
3. Gross interest expense	228	-	646	-

Note 1 : There are no comparative figures disclosed for the current quarter and the cumulative quarter of the preceding year following the change in the financial year end, from June 30th to September 30th.

SATANG HOLDINGS BERHAD (*Company No : 633265 K*)
(Formerly known as Satang Jaya Holdings Berhad)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30TH JUNE 2007

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

	As at end of current quarter 30-Jun-07 RM'000	As at end of preceding year Audited 30-Sep-06 RM'000
Property, plant & equipment	19,020	5,410
Investment in Associated Company	190	160
Other Investments	23	23
Amount Due From Associated Company	11	11
Goodwill on Consolidation	187	210
Pre - Operating Expenditures	-	1
Pre - Contract Expenditures	1	12
	19,432	5,827
Current Assets		
Inventories	1,832	159
Trade receivables	51,792	62,735
Other receivables and deposits	19,217	10,727
Tax recoverable	819	464
Deposit with licensed bank	7,871	9,588
Cash and bank balances	1,536	2,003
	83,067	85,676
Less: Current Liabilities		
Trade payables	5,486	2,733
Other payables and accruals	586	1,737
Short term borrowings	20,807	21,549
Provision for taxation	4,578	2,200
	31,457	28,219
Net current assets	51,610	57,457
	71,042	63,284
REPRESENTED BY :		
SHARE CAPITAL	40,000	40,000
SHARE PREMIUM	3,076	3,076
ASSET REVENUE RESERVE	819	-
RESERVE ON CONSOLIDATION	2,904	2,948
RETAINED EARNINGS	18,563	16,044
<i>Shareholders' funds</i>	65,363	62,068
MINORITY INTEREST	-	149
LONG TERM LIABILITIES		
Long term borrowings	5,623	1,010
Deferred tax liabilities	57	57
	5,679	1,067
	71,042	63,284
Net assets per share (sen)	81.70	77.59

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of the Company for the year ended 30th September 2006 and the accompanying explanatory notes to the quarterly report.

SATANG HOLDINGS BERHAD (Company No : 633265 K)

(Formerly known as Satang Jaya Holdings Berhad)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30TH JUNE 2007

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER	INDIVIDUAL QUARTER	CUMULATIVE QUARTER	CUMULATIVE QUARTER
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-07 RM'000	30-Jun-06 RM'000	30-Jun-07 RM'000	30-Jun-06 RM'000
Revenue	11,229	-	43,158	-
Profit from operations	1,209	-	7,082	-
Finance cost	(331)	-	(803)	-
Amortisation of Goodwill	(8)	-	(24)	-
Profit before tax	870	-	6,255	-
Zakat	-	-	-	-
Tax	(504)	-	(1,958)	-
Profit after tax	366	-	4,297	-
Minority interests	(126)	-	(49)	-
Net profit for the period	240	-	4,248	-
Earnings per share (sen)				
- basic	0.30	-	5.31	-
- diluted	N/A	-	N/A	-
Weighted average number of ordinary shares ('000 units)	-	-	-	-
Enlarged number of ordinary shares in issue ('000 units)	80,000	-	80,000	-

There are no comparative figures disclosed for the current quarter and the cumulative quarter of the preceding year following the change in the financial year end, from June 30th to September 30th.

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements of the Company for the year ended 30th September 2006 and the accompanying explanatory notes to the quarterly report.

SATANG HOLDINGS BERHAD (*Company No : 633265 K*)
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30TH JUNE 2007**

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	AS AT END OF CURRENT PERIOD	AS AT END OF PRECEDING YEAR
	30/06/2007	30/09/2006
	RM' 000	RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	6,255	-
Adjustment for:- (Less) / Add adjustments	2,267	-
Operating profit before working capital changes	8,522	-
Decrease / (Increase) in working capital	(8,523)	-
Cash generated from operations	(1)	-
Interest paid	(803)	-
Tax paid	(155)	-
Pre - Contract Expenditure	12	-
Net cash generated from operating activities	(947)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash used by investing activities	(15,617)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash used by financing activities	18,008	-
NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE YEAR	1,444	-
CASH AND CASH EQUIVALENTS AT 1ST OCTOBER	460	-
CASH AND CASH EQUIVALENTS AT 30TH JUNE	1,904	-
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER COMPRISE OF:		
Cash and bank balances	1,536	-
Deposit with licensed bank (excluding pledged deposits)	368	-
	<u>1,904</u>	<u>-</u>

There are no comparative figures disclosed for the preceding year following the change in the financial year end, from June 30th to September 30th.

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements of the Company for the year ended 30th September 2006 and the accompanying explanatory notes to the quarterly report.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30TH JUNE 2007

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM '000	Share Premium RM '000	Asset Revenue Reserve RM '000	Reserve on Consolidation RM '000	Retained Earnings RM '000	Total Before MI RM '000	Minority Interest RM '000	Total After MI RM '000
3 months ended								
31st December 2006								
As at 30th September 2006 (Audited)	40,000	3,076	-	2,948	16,044	62,068	-	62,068
Revaluation of assets	-	-	819	-	-	819	-	819
Disposal of a subsidiary company	-	-	-	(44)	-	(44)	-	(44)
Net profit for the period	-	-	-	-	2,212	2,212	-	2,212
As at 31st December 2006 (Unaudited)	40,000	3,076	819	2,904	18,256	65,055	-	65,055
Losses taken to equity	-	-	-	-	-	-	(120)	(120)
Net profit for the period	-	-	-	-	1,820	1,820	-	1,820
As at 31st March 2007 (Unaudited)	40,000	3,076	819	2,904	20,076	66,875	(120)	66,755
Adjustment : Revesal on losses taken to equity	-	-	-	-	-	-	120	120
Dividend Paid	-	-	-	-	(1,752)	(1,752)	-	(1,752)
Net profit for the period	-	-	-	-	240	240	-	240
As at 30th June 2007 (Unaudited)	40,000	3,076	819	2,904	18,564	65,363	-	65,363

There are no comparative figures disclosed for the preceding year following the change in the financial year end, from June 30th to September 30th.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the year ended 30th September 2006 and the accompanying explanatory notes to the quarterly report.



Part A : Explanatory Notes In Compliance With The Financial Reporting Standard (“FRS”) 134 : Interim Financial Reporting (formerly known as the Malaysian Accounting Standard Board (“MASB”) Standard 26).

A1. Significant Accounting Policies

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard (“FRS”) 134 (previously known as MASB 26) issued by the Malaysian Accounting Standards Board (“MASB”) and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The following notes explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of SJHB and its subsidiary companies (hereinafter referred to as the “Group”) during the financial quarter under review.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those adopted and used in the preparation of the most recent interim audited financial statements of the Company and its subsidiary companies for the period ended 30th September 2006.

A2. Audit qualification

There was no audit qualification in the audited report of the Company and its subsidiaries preceding interim financial statements for the period ended 30th September 2006.

A3. Seasonal or cyclical factors

The principal business operations of the Group are not materially affected by seasonal or cyclical factors during the financial quarter under review.

A4. Items of unusual nature and amount

Except as disclosed below, there is no item affecting the assets, liabilities, equity, net income or cash flows of the Group that is unusual because of its nature, size or incidence,



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	Current Quarter	Current Year To Date
	30-Jun-07 RM '000	30-Jun-07 RM '000
Impairment loss on purchase of a freehold Industrial land	-	(1,139)
Revaluation surplus on leasehold land and buildings	-	819

A5. Material changes in estimates

There is no material change in estimates of amounts reported that will have a material effect in the financial quarter under review.

A6. Issuance or Repayment of Debt or Equity Securities

There is no issuance or repayment of debt or equity securities, share buybacks, share cancellations, shares held as treasury shares or resale of treasury shares in the financial quarter under review.

A7. Dividend Paid

A first and final dividend in respect of the Financial Year Ended 30th September 2006 of 6% on 80,000,000 ordinary shares less 28% taxation amounting to a total dividend of RM1,728,000.00 was declared on the 29rd March 2007 and paid to the shareholders on the 20th April 2007.

Other than the above, no dividend was paid for the current quarter and for the financial year.

A8. Segmental Analysis

No segmental analysis is presented as the Group is primarily engaged in a single industry segment relating to the maintenance, repair and overhaul services carried out in Malaysia.



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A9. Valuation of property, plant and equipment

Following the adoption of *FRS 136 : Impairment of Assets* to revalue the Group's landed properties, the Group has revalued its leasehold land and buildings. The revaluation reserve of RM 819,077.00 arising from the revaluation has been reflected in the current quarter financial statements (please refer to **Note A4** for similar disclosure).

The above revaluation surplus has increased the Group's net tangible assets per share by RM0.0102 as at 31st December 2006. The revaluation was carried out in December 2006 by Messrs. JAZ International (Malaysia) Sdn. Bhd., a firm of independent professional valuers.

To the best knowledge of the Board, the above revaluation is not subject to the approval of the Securities Commission.

A10. Significant Events During The Financial Quarter

Except as disclosed below, there were no significant events during the financial quarter under review.

- (a) On 24th April 2007, the Company has announced that the Company had entered into a Joint Venture Agreement ("JVA") with GPA, a company listed on the Second Board of Bursa Malaysia Securities Berhad, to form a joint venture company, Hasrat Mestika Sdn Bhd ("HMSB") for the purpose of carrying out the business of marketing and distribution of a new and revolutionary technology in industrial pipe cleaning developed by Satang-ICS Global Sdn Bhd ("SICS"), a subsidiary of SJSB.

- (b) On 29th June 2007, the Company has announced the award by the Government to Satang Jaya Sdn Bhd ("SJSB"), a wholly-owned subsidiary of SHB, a contract of RM3,900,000/- for services of life raft (RFD, Beaufort and Viking) and life jacket (UDT, Schumar F34 and Challenger GS) for Royal Malaysian Navy for a contact period from 23 January 2007 to 22 January 2010.

A11. Significant Events Subsequent To The Financial Quarter

There were no significant events subsequent to the financial quarter under review.



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A12. Changes in the Composition of the Group

There have been no significant changes in the composition of the Group in the financial quarter under review.

A13. Contingent Liabilities or Assets

Except as disclosed below, there were no material contingent liabilities or assets during the financial quarter under review,

	Current Quarter	Current Year To Date
	30-Jun-07 RM '000	30-Jun-07 RM '000
Corporate guarantees given to licensed financial institution for credit facilities granted to a wholly owned subsidiary, Satang Jaya Sdn Bhd ("SJSB")	-	87,100
Corporate guarantees given to licensed financial institution for credit facilities granted to a wholly owned subsidiary, Satang Holding Bhd ("SHB")	-	28,000

A14. Commitments

There were no material commitments during the financial quarter under review.

A15. Significant related party transactions

The transactions with related parties are of expenditure in nature, which are required for the Group's day-to-day operations. The Directors and the major Shareholders of the Group have provided undertakings that all the business transactions between the Group, the Directors and major Shareholders and persons connected to them and the key management of the SJHB, shall be based on the arms length basis and on commercial terms and shall not be disadvantageous to the Group.



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The value of transaction incurred by the Group and its related parties is as follows:-

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Jun-07 RM '000	30-Jun-06 RM '000	30-Jun-06 RM '000	30-Jun-06 RM '000
Income	-	-	-	-
Expenditure	84	-	290	-

**There are no comparative figures disclosed for the current quarter and the cumulative quarter of the preceding year following the change in the financial year.*



SATANG HOLDINGS BERHAD
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Quarterly Unaudited Results Of The Group For The Financial Period Ended 30th June 2007

Part B : Explanatory Notes Pursuant to Appendix 9B Of The Listing Requirements Of The Bursa Malaysia Securities Berhad.

B1. Review of Performance

The Group has recorded a Profit After Tax of RM 0.635 million on a turnover of RM 11.229 million for the financial quarter ended 30th June 2007.

B2. Review of Current Quarter Profitability Against Preceding Quarter

There is no comparative figures available for presentation as the Group has changed its financial year end from June 30th to September 30th.

B3. Commentary on Prospects for the Current Financial Year

With the increase of RM190.0 million to RM364.5 million in one (1) of the current contracts ceiling with the Ministry of Defence ("MINDEF"), a newly awarded contract by MINDEF of RM1.5 million and the establishment of a new subsidiary in supplying and servicing pipe cleaning products for local and international market, the Board of Directors is confident and optimistic that the Group will achieve a better results in the current financial year.

Further to the above, the Board is also actively pursuing and negotiating for new contracts with the Government of Malaysia, which would further enhance the performance of the Group.

B4. Variance of Actual and Profit Forecast

The Group has not provided any quarterly profit forecast for the current financial year and therefore no variance information is available for presentation.



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B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Jun-07 RM '000	Preceding Year Corresponding Quarter 30-Jun-06 RM '000	Current Year To Date 30-Jun-07 RM '000	Preceding Year Corresponding Period 30-Jun-06 RM '000
Current taxation	504	-	1,689	-
Under / (Over) Provision of taxation in prior years	-	-	269	-
Total	504	-	1,958	-

The tax charges for the group reflect a higher rate of 31% than the statutory rate. This is mainly due to the under provision of tax in prior year.

**There are no comparative figures disclosed for the current quarter and the cumulative quarter of the preceding year following the change in the financial year.*

B6. Purchase / Disposal of Unquoted Investments and / or Properties

Except as disclosed below, there were no purchase or disposal of unquoted investments or properties held as fixed assets for the financial quarter under review,

On 29th December 2006, the Company has completed the purchase of a freehold industrial land in Bukit Jelutong, Shah Alam, for a total consideration of RM12,196,800.00 and the impairment loss arising from the said purchase amounts to RM1,138,800.00 (please refer to **Note A4** for similar disclosure).

B7. Purchase / Disposal of Quoted Securities

The Group does not hold any quoted security nor was there any purchase or disposal of quoted security in the financial quarter under review.



SATANG HOLDINGS BERHAD
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Quarterly Unaudited Results Of The Group For The Financial Period Ended 30th June 2007

B8. Corporate Proposals

B8.1 Status of Corporate Proposal

There were no corporate proposals announced not completed as at 28th August 2007 (the latest practicable date which is no earlier than 7 days from the date of issue of this quarterly report).

B8.2 Status of Utilization of Proceeds

SJHB has raised gross proceeds of RM24,423,000 from its listing exercise via the Public Issue of 10,000,000 ordinary shares of RM0.50 each at a price of RM1.00 per share. As at the date of this announcement, the details of the utilization of the proceeds are as the followings:-

	TOTAL RM'000	UTILIZED RM'000	UNUTILIZED RM'000
Repayment of borrowings	2,000	(2,000)	-
Purchase of land and construction of factory or purchase of land and factory building	8,000	(8,000)	-
Working capital	12,562	(12,562)	-
Listing expenses	1,861	(1,861)	-
Total proceeds	24,423	(24,423)	-



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Quarterly Unaudited Results Of The Group For The Financial Period Ended 30th June 2007

B9. Group Borrowings and Debt Securities

Group borrowings, all of which are Ringgit Malaysia (RM) denominated, as at 30th June 2007 were as follows,

B.9.1 Short Term Borrowings

Secured

	30-Jun-07 RM '000	30-Sept-06 RM '000
Hire Purchase Payable	269	199
Bills Payable	538	11,721
Murabahah Revolving Fund (MRF)	20,000	-
Overdraft	-	9,628
Total	20,807	21,548

B.9.2 Long Term Borrowings

Secured

	30-Jun-07 RM '000	30-Sept-06 RM '000
Hire Purchase Payable	1,623	1,010
Term Loan	4,000	-
Total	5,623	1,010

B10. Off Balance Sheet Financial Instruments

There is no financial instrument with off balance sheet risk as at the date of this quarterly financial report.



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Quarterly Unaudited Results Of The Group For The Financial Period Ended 30th June 2007

B11. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this quarterly financial report.

B12. Dividends

The Board has not recommended any dividend for the quarter under review.

B13. Earnings Per Share

The basic and diluted earnings per share for the quarter and year to - date are computed as follows,

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Jun-07 RM'000	30-Jun-06 RM'000	30-Jun-07 RM'000	30-Jun-06 RM'000
Net profit for the quarter (RM'000)	240	-	4,248	-
Weighted average number of ordinary shares ('000) in issue	80,000	-	80,000	-
Basic earnings per share (sen)	0.30	-	5.31	-

**The Group has no potential ordinary shares in issue, therefore diluted earnings per share has not been presented.*

**There are no comparative figures disclosed for the current quarter and the cumulative quarter of the preceding year following the change in the financial year.*

BY ORDER OF THE BOARD

Chin Kim Fung
Secretary
Date : 30th August 2007