POHMAY HOLDINGS BERHAD

(Company No. 385360-U) (Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2005

	Individual Quarter		Cumulative Period	
	Current Year Fourth Quarter 31/12/2005 RM'000	Preceding Year Corresponding Quarter 31/12/2004 RM'000	Current Year Ended 31/12/2005 RM'000	Preceding Year Corresponding Period 31/12/2004 RM'000
Revenue	3,786	8,199	31,124	43,304
Operating Expenses	(16,109)	(31,427)	(50,738)	(63,015)
Other Operating Income	444	706	623	1,155
Loss from Operations	(11,879)	(22,522)	(18,991)	(18,556)
Finance Costs	(2,003)	(2,702)	(9,375)	(11,008)
Exceptional Items	-	-	-	-
Investing Results		-	-	
Loss before Taxation	(13,882)	(25,224)	(28,366)	(29,564)
Taxation	570	143	-	(175)
Loss after Taxation	(13,312)	(25,081)	(28,366)	(29,739)
Minority Interests		54	-	241
Net Loss for the period	(13,312)	(25,027)	(28,366)	(29,498)
(Loss) Per Share Basic (sen)	(22.00)	(41.37)	(46.89)	(48.76)
Diluted (sen)	-	(41.37)	(40.89)	(46.70)

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2004)

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2005

Property, Plant and Equipment Intangible Assets 62,808 (3,64) (4,160)		As at Current Financial Period Ended 31/12/2005 RM'000 (Unaudited)	As at Preceding Financial Year Ended 31/12/2004 RM'000 (Audited)
Rights For Rattan Extraction 59,500 59,500 Goodwill on Consolidation 1,644 1,644 Current Assets 13,008 21,803 Inventories 25,574 36,264 Cash and cash equivalents 576 905 Current Liabilities 12,942 23,285 Trade and other payables 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - 83 Deferred Liabilities - - 83 Borrowings - - 8,907 37,356	Property, Plant and Equipment	62,808	70,545
Goodwill on Consolidation 1,644 1,644 Current Assets 13,008 21,803 Trade and other receivables 25,574 36,264 Cash and cash equivalents 576 905 Current Liabilities 39,158 58,972 Current Liabilities 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - - Borrowings - 8,807 Deferred taxation 2,596 2,596			
Current Assets 13,008 21,803 Trade and other receivables 25,574 36,264 Cash and cash equivalents 576 905 Current Liabilities 39,158 58,972 Current Liabilities 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596			
Inventories 13,008 21,803 Trade and other receivables 25,574 36,264 Cash and cash equivalents 576 905 Current Liabilities Trade and other payables 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities 83 Borrowings - 83 Deferred taxation 2,596 2,596	Goodwill on Consolidation	1,644	1,644
Trade and other receivables 25,574 36,264 Cash and cash equivalents 576 905 Current Liabilities 39,158 58,972 Current Liabilities 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596			
Cash and cash equivalents 576 905 Current Liabilities Trade and other payables 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities 118,685 (98,493) Net Current Liabilities 8,907 37,356 Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) 35,126 Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596		· · · · · · · · · · · · · · · · · · ·	
Current Liabilities Trade and other payables 12,942 23,285 Borrowings 144,523 133,802 1378 378 378 378 378 157,465 Net Current Liabilities (118,685) (98,493) (98,493) (98,493) \$8,907 37,356 Share Capital Reserves 9,303 9,303 9,303 9,303 \$3,035 \$3,000<			
Current Liabilities 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 Net Current Liabilities (118,685) (98,493) Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Cash and cash equivalents		
Trade and other payables 12,942 23,285 Borrowings 144,523 133,802 Taxation 378 378 157,843 157,465 Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356		39,158	58,972
Borrowings Taxation 144,523 33,802 378			
Taxation 378 378 157,465 Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 60,500 Reserves 9,303 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 34,677 34,677 Minority Interests - - Long Term and Deferred Liabilities Borrowings 5 2,596 2,596 83 Deferred taxation 8,907 37,356			
Net Current Liabilities 157,843 157,465 Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities Sorrowings - 83 Deferred taxation 2,596 2,596 Borrowings 37,356 8,907 37,356			
Net Current Liabilities (118,685) (98,493) Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Taxation		
Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356		157,843	157,465
Share Capital 60,500 60,500 Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Net Current Liabilities	(118,685)	(98,493)
Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356		8,907	37,356
Reserves 9,303 9,303 Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356			
Accumulated Losses (63,492) (35,126) Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Share Capital	60,500	60,500
Shareholders' Funds 6,311 34,677 Minority Interests - - Long Term and Deferred Liabilities - 83 Deferred taxation 2,596 2,596 8,907 37,356	Reserves	9,303	9,303
Minority Interests - - Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Accumulated Losses	(63,492)	(35,126)
Long Term and Deferred Liabilities - 83 Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Shareholders' Funds	6,311	34,677
Borrowings - 83 Deferred taxation 2,596 2,596 8,907 37,356	Minority Interests	-	-
Deferred taxation 2,596 2,596 8,907 37,356			
8,907 37,356		-	
	Deferred taxation	2,596	2,596
Net Assets Per Share (RM) 0.10 0.57		8,907	37,356
	Net Assets Per Share (RM)	0.10	0.57

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2004)

POHMAY HOLDINGS BERHAD

(Company No. 385360-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

	Share Capital RM'000	Share Premium RM'000	Retained Profits RM'000	Total RM'000
At 1 January 2005	60,500	9,303	(35,126)	34,677
Net loss for the year	-	-	(28,366)	(28,366)
At 31 December 2005	60,500	9,303	(63,492)	6,311
At 1 January 2004	60,500	9,303	(5,628)	64,175
Net loss for the year	-	-	(29,498)	(29,498)
At 31 December 2004	60,500	9,303	(35,126)	34,677

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 31 December 2004)

POHMAY HOLDINGS BERHAD

(Company No. 385360-U)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

Cash Flow from Operating Activities	As at Current Financial Year Ended 31/12/2005 RM'000 (Unaudited)	As at Preceding Year Corresponding Period Ended 31/12/2004 RM'000 (Audited)
Loss before Taxation	(20.366)	(29,564)
Loss before Taxation	(28,366)	(29,304)
Adjustment for: Depreciation of property, plant and equipment Amortisation of intangible asset - royalty Property, plant and equipment	3,763 520	4,077 520
- Gain on disposal	(300)	
- Impairment loss Deferred expenditure written off Goodwill written off	- -	1,815 270 1,128
Operating Loss before Working Capital changes	(24,383)	(22,178)
Changes in Working Capital Net change in current assets	19,484	16,315
Tax paid Net change in current liabilities	(10,672)	6,664
Net Cash (used in)/generated from Operating Activities	(15,571)	801
Cash Flow from Investing Activities Purchase of property, plant & equipment	(261)	(471)
Proceeds from disposal of property, plant & equipment Withdrawal of fixed deposit	4,535	529 10
Net Cash generated from Investing Activities	4,274	68
Cash Flow from Financing Activities		
Proceeds from issue of share Borrowings (net)	- 8,149	(239)
Net Cash generated from/(used in) Financing Activities	8,149	(239)
Net Change in Cash & Cash Equivalents	(3,148)	630
Cash and Cash Equivalents at beginning of year	(35,929)	(36,559)
Cash and Cash Equivalents at end of year	(39,077)	(35,929)
Cash and Cash Equivalents Cash and cash equivalents included in the cash flow statement comprise the following balance she	et amounts:	
Cash and bank balances	576	905
Bank overdrafts	(39,653)	(36,834) (35,929)
	(37,011)	(33,727)