

ANTAH HOLDINGS BERHAD

UNAUDITED QUARTERLY RESULTS FOR THE THIRD QUARTER ENDED 31 MARCH 2006

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

B 1. Review of Performance

For the third quarter ended 31 March 2006, the Group recorded consolidated revenue of RM13.7 million and consolidated profit before taxation of RM5.5 million mainly due to the write back of short term investments and reversal of provision for doubtful debts of an associated company.

B 2. Comparison with preceding quarter's results

The Group registered consolidated profit before taxation of RM5.5 million for the third quarter compared to RM14.6 million losses before taxation compare with the same preceding quarter.

The reduction in revenue is mainly due to the completion of the disposal of healthcare division in September 2005 whereby the result of this division is no longer be consolidated in Antah's group accounts.

Despite a decrease in revenue, the increase in profit before taxation is mainly due to the write back of short-term investments and reversal of provision for doubtful debts of an associated company.

B 3. Current Year Prospects

On 6 February 2006 and 8 May 2006, the Company entered into several agreements with Liu Guo Dong ("LGD"), Rise Business Inc. ("RBI"), Rock Point Alliance Pte Ltd ("RPA ") Zhu Qing Hua ("ZQH") and CIMVI to undertake a Proposed Restructuring Scheme with the intention of restoring Antah onto a stronger financial footing via an injection of new viable businesses, ie PIPO Group, a capital restructuring exercise, a debt restructuring exercise and an acquisition of core assets of Antah. Please refer to item B 8 in this section for further details.

B 4. Variance on Forecast Profit/Profit Guarantee

Profit Forecast : Not Applicable
Profit Guarantee : Not Applicable

B 5. Taxation

	Current Quarter RM'000	Financial Year RM'000
Taxation based on profit for the current quarter and financial year:		
Malaysia taxation	-	891
Over provision of taxation in prior years	-	(79)
Under provision of taxation in prior years	<u>2,740</u>	<u>61</u>
	2,740	873
Share of taxation of associated companies	<u>(362)</u>	<u>290</u>
	<u><u>2,378</u></u>	<u><u>1,163</u></u>

Provision for tax charge is disproportionate to the corporate tax rate for the current quarter mainly due to under provision of taxation in prior years in respect of finalisation of certain tax recoverable amounts with Inland Revenue Boards.

Provision for tax charge is disproportionate to the corporate tax rate for the financial year to date mainly due to certain expenses which are not deductible for tax purposes and the non-availability of group relief where tax losses of certain subsidiary companies cannot be set-off against the tax payable of other subsidiary companies.

B 6. Profit/ (Loss) on Sale of Unquoted Investments and Properties

The sale of the unquoted investments has contributed RM0.7 million of profit to the Group during the quarter under reviewed.

B 7. Purchases and Sales of Quoted Securities

a. There were no purchases and sales of quoted securities for the current quarter and financial year-to-date.

b. Investments in quoted securities as at 31 March 2006 are as follows: -

	Other Investment RM'000
At cost	118,488
At carrying value	34,500
At market value	34,500

B 8. Status of Corporate Proposals

Proposed restructuring scheme

In 2003, the Company announced that it was undertaking a Proposed Debt Restructuring Exercise involving the Company's financial institution lenders and other creditors of Antah Group. The Debt Restructuring Exercise was subsequently approved by the Company's scheme creditors. However, due to the adverse financial position of the Company and changes to certain key components in the Proposed Debt Restructuring Exercise, the Company was unable to proceed with the implementation of the aforesaid Debt Restructuring Exercise

On 6 February and 8 May 2006, the Company entered into several agreements with certain parties to undertake a proposed restructuring scheme with the intention of restoring the Company onto stronger financial footing via an injection of new viable businesses. The proposed restructuring scheme entails the following:

- (a) the proposed acquisition by Sino Hua-An International Sdn Bhd ("Hua-An") of the entire equity interest in PIPO Overseas Limited ("PIPO") from Liu Guo Dong, Rise Business Inc, Rock Point Alliance Pte Ltd, CIM VI Ltd and Zhu Qing Hua (collectively known as "PIPO Vendors") for a purchase price of RM800,000,000 to be satisfied by

- the allotment and issuance of 800,000,000 new ordinary shares of RM0.50 each in Hua-An (“Hua-An Shares”) at an issue price of RM1 per share;
- (b) the proposed capital reduction of the existing issued and paid up share capital of the Company of RM169,815,233 comprising 339,630,465 ordinary shares of RM0.50 each in the Company (“Antah Shares”) to RM84,907,617 comprising 339,630,465 ordinary shares of RM0.25 each in the Company;
 - (c) the proposed consolidation of 339,630,465 ordinary shares of RM0.25 each in the Company into 169,815,233 Antah Shares;
 - (d) the proposed share exchange of the entire issued and paid up share capital in the Company of 169,815,233 Antah Shares after the proposed consolidation for 84,907,617 new Hua-An shares at an issue price of RM1 each on the basis of one (1) Hua-An share for every two (2) existing Antah Shares held after the proposed consolidation;
 - e) the proposed acquisition by Fancy Celebrations Sdn Bhd, a wholly owned subsidiary of Hua-An, from Kaseh of its entire 50% equity interest in LEKAS upon completion of the Kaseh Corporate Exercise to be satisfied by the issuance of 50,000,000 new Hua-An Shares at an issue price of RM1 each. The issuance of 50,000,000 Hua-An Shares is subject to Kaseh and its creditors implementing a full and final settlement agreement (which will include the distribution of the 50,000,000 Hua-An Shares as part of the settlement terms) and subject to such approvals as may be required by law and such variations as the relevant authorities may impose;
 - (f) the proposed acquisition by Extra Charm Sdn Bhd, a wholly owned subsidiary of Hua-An, of a property building of the Company for a purchase consideration of RM18,500,000 to be satisfied by the issuance of 18,500,000 new Hua-An Shares at an issue price of RM1 each;
 - (g) the proposed settlement and compromise of the liabilities, including contingent liabilities, due by the Company to its creditors of liabilities owing based on an orderly realisation of collateral assets and other surplus assets of the Group and the proposed issuance by Hua-An of not more than 20,000,000 new Hua-An Shares at an issue price of RM1 each;
 - (h) the proposed issuance of up to 200,000,000 new Hua-An Shares at an issue price of RM1 each to eligible investors to be identified and/or the public;
 - (i) the proposed offer for sale of up to 135,000,000 Hua-An Shares at an issue price of RM1 each by the PIPO Vendors upon completion of the proposed acquisition of PIPO to eligible investors to be identified and/or the public;
 - (j) the proposed transfer of the Company’s Bursa Malaysia Securities Berhad Main Board listing status to Hua-An; and
 - (k) the proposed disposal by Hua-An of the entire issued and paid up share capital of the Company comprising 169,815,233 Antah Shares upon the completion of the proposed Restructuring Scheme as stated in (a) to (j) above to Vital Meridian Sdn Bhd for a cash consideration of RM1.

The Proposed Restructuring Scheme of the Company is subject to the approvals being obtained from the relevant authorities and certain relevant third parties. The Company had on 9 May 2006 submitted the application for the Proposed Restructuring Scheme to Securities Commission (“SC”) and Foreign Investment Committee (through the SC).

B 9. Group Borrowings

(a) The Group borrowings as at 31 March 2006 are as follows: -

	Short Term RM'000	Long Term RM'000
- Secured	168,781	9,500
- Unsecured	90,954	189,976
	<u>259,735</u>	<u>199,476</u>

(b) Foreign borrowings in Ringgit equivalent as at 31 March 2006 are as follows: -

	RM'000
Sterling Pounds	27,968
US Dollar	98,029

B 10. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at the date of issue of this quarterly report.

B 11. Material Litigation

The Group has made announcements in the third quarter ended 31 March 2006 in relation to material litigation on 6 January 2006, 10 February 2006, 17 February 2006, 27 February 2006 and 10 March 2006.

B 12. Dividends

The Board does not recommend the payment of dividends for the quarter ended 31 March 2006.

B 13. Earnings Per Share (Sen)

Loss per share for the period ended 31 March 2006 is 5.52 sen per share.

- The basic loss per ordinary share has been calculated based on the Group’s loss after taxation and minority interests of RM18.74 million.
- The weighted average number of ordinary shares used as the denominator in calculating basic earning per share is 339,630,465 ordinary shares.

By Order of the Board
Chua Siew Chuan
Secretary
30 May 2006