ATECH HOLDINGS LIMITED
(ABN 88 004 080 460)
AND CONTROLLED ENTITIES

FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

Directors
Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim
Suzanne Borelli
Bruce McDonald
William Lye

Secretary
Stephen Leslie Adrian

Registered Office
14^{th} Floor
607 Bourke Street
Melbourne, Victoria, 3000

Auditors
Horwath Melbourne
Chartered Accountants
Level 30 525 Collins Street
Melbourne, Victoria, 3000

Principal Share Register
Computershare Investor Services Pty Ltd
Yarra Falls
452 Johnston Street
Abbotsford VIC 3067

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

Your directors submit the financial report of the economic entity consisting of Atech Holdings Limited and the entities that it controlled at the end of, or during the half-year ended 31 December 2005.

DIRECTORS

The names of directors who held office during or since the end of the half-year:

- Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim
- Stephen Leslie Adrian (Resigned 25 November 2005)
- Suzanne Borelli
- Bruce McDonald (Appointed 25 November 2005)
- William Lye (Appointed 25 November 2005)

The directors have been in office since the start of the half-year to the date of the report unless otherwise stated.

REVIEW OF OPERATIONS

The company continues to assess potential business opportunities. However for commercial and contractual confidentiality reasons no further details can be provided.

During the six months, the company continued to invest in cash. Income from investment activities was insufficient to meet operating expenses.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the auditors' independence declaration as required by section 307C of the Corporations Act 2001 is set out on page 13.

This report is signed in accordance with a resolution of the Board of Directors:

…………………………………… Suzanne Borelli
Director

Dated this 13th day of April 2006

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

CONSOLIDATED INCOME STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

	31 December 2005 $	31 December 2004 $
Revenues (note 2)	**62,845**	60,050
Other expenses	**(68,152)**	(60,401)
Loss before tax	**(5,307)**	(351)
Income tax expense (benefit)	**-**	-
Loss for the half-year	**(5,307)**	(351)
Loss attributable to members of Atech Holdings Limited	**(5,307)**	(351)
	Cents	Cents
Basic loss per share	**(0.0273)**	(0.0018)

The above consolidated income statement should be read in conjunction with the accompanying notes.

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2005

	31 December 2005 $	30 June 2005 $
Current Assets		
Cash and cash equivalents	**2,349,115**	2,361,389
Receivables	**5,147**	3,937
Total Current Assets	**2,354,262**	2,365,326
Total Assets	**2,354,262**	2,365,326
Current Liabilities		
Payables	**7,091**	12,848
Total Current Liabilities	**7,091**	12,848
Total Liabilities	**7,091**	12,848
Net Assets	**2,347,171**	2,352,478
Equity		
Contributed Equity	**3,916,480**	3,916,480
Reserves	**52,199**	52,199
Accumulated Losses	**(1,621,508)**	(1,616,201)
Total Equity	**2,347,171**	2,352,478

The above Consolidated Balance Sheet should be read in conjunction with the accompanying notes.

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

	$	$	$	$	$
	Share Capital				
	Ordinary	**Accumulated Losses**	**Asset Revaluation**	**Minority Interests**	**Total**
Balance at *1.7.2004*	3,916,480	(1,609,441)	52,199	-	2,359,238
Loss attributable to members of parent entity	-	(351)	-	-	(351)
Profit attributable to minority shareholders	-	-	-	-	-
Sub-total	3,916,480	(1,609,792)	52,199	-	2,358,887
Dividends paid or provided for		-			-
Balance at *31.12.2004*	3,916,480	(1,609,792)	52,199	-	2,358,887
Balance at *1.7.2005*	3,916,480	(1,616,201)	52,199	-	2,352,478
Loss attributable to members of parent entity	-	(5,307)	-	-	(5,307)
Profit attributable to minority shareholders	-	-	-	-	-
Sub-total	3,916,480	(1,621,508)	52,199	-	2,347,171
Dividends paid or provided for		-			-
Balance at *31.12.2005*	3,916,480	(1,621,508)	52,199	-	2,347,171

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

CONSOLIDATED CASH FLOW STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

	31 December 2005 $	31 December 2004 $
Cash Flows from operating activities		
Payments to suppliers	**(75,532)**	(57,460)
Interest received	**63,258**	54,047
Net cash used in operating activities	**(12,274)**	(3,413)
Net decrease in cash and cash equivalents	**(12,274)**	(3,413)
Cash and cash equivalents at the beginning of the half-year	**2,361,389**	2,361,404
Cash and cash equivalents at the end of the half-year	**2,349,115**	2,357,991

The above Consolidated Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose financial report for the interim half-year reporting period ended 31 December 2005 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2005 and any public announcements made by Atech Holdings Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

(a) Basis of preparation of half-year financial report

The financial report relates to Atech Holdings Limited and controlled entities as an economic entity. Atech Holdings Limited is a company limited by shares, incorporated and domiciled in Australia.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets.

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

This interim financial report is the first Atech Holdings Limited interim financial report to be prepared in accordance with AIFRSs. AASB 1 *First-time Adoption of Australian Equivalents to International Financial Reporting Standards* has been applied in preparing these financial statements.

Financial statements of Atech Holdings Limited until 30 June 2005 had been prepared in accordance with previous Australian Generally Accepted Accounting Principles (AGAAP). AGAAP differs in certain respects from AIFRS, however these differences have not resulted in a need for restatement of comparative figures. Accordingly, a reconciliation from previous AGAAP to AIFRS is not required to be presented.

(b) Principles of Consolidation

A controlled entity is any entity controlled by Atech Holdings Limited. Control exists where Atech Holdings Limited has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with Atech Holdings Limited to achieve the objectives of Atech Holdings Limited.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation.

Where controlled entities have entered or left the economic entity during the year, their operating results have been included from the date control was obtained or until the date control ceased.

Outside interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(c) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax assets and liabilities are recognised using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and on unused tax losses. No deferred tax assets or liabilities will be recognised from the initial recognition of an asset or liability excluding a business combination, which at the time of the transaction did not affect either accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is recognised in the income statement except where it relates to items which are recognised directly in equity, in which case the deferred tax is recognised directly in equity.

Deferred tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences and tax losses can be utilised.

(d) Cash and cash equivalents

For the purpose of the Cash Flow Statement, cash and cash equivalents includes cash on hand and deposits at call with banks or financial institutions, which are readily convertible to cash, net of bank overdrafts.

(e) Receivables

Trade receivables and other receivables are recorded at amounts due less any provision for doubtful debts.

(f) Payables

Trade payables and other accounts payable are recognised when the economic entity becomes obliged to make future payments resulting from the purchase of goods and services.

(g) Borrowings

Debentures, bank loans and other loans are recorded at an amount equal to the net proceeds received. Interest expense is recognised on an accruals basis.

(h) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(i) Earnings Per Share

Basic earnings per share

Basic earnings per share is determined by dividing the net profit after income tax attributable to members of the company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

(j) Non Current Investments

Investments are brought to account at cost. The carrying amount of investments is reviewed annually by Directors to ensure they are not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the quoted current market value for listed investments or the underlying net assets for other non listed investments.

(j) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established.

All revenue is stated net of the amount of goods and services tax (GST).

(k) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

(l) Impairment

At each reporting date, the company reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease to the extent that the revaluation reserve relates to that asset.

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

	31 December 2005 $	31 December 2004 $
NOTE 2: LOSS FOR THE HALF-YEAR		
The following revenue and expense items are relevant in explaining the financial performance for the interim period:		
(a) Expenses	-	-
(b) Revenue		
Interest Income:		
- Other persons and/or bodies corporate	**62,845**	60,050

NOTE 3: SEGMENT INFORMATION

During the half-year ended 31 December 2005, the economic entity derived income from the investment of cash within Australia. As it invests in cash only, it does not operate in any segments and therefore there are no further disclosures deemed necessary.

NOTE 4: CONTINGENT LIABILITIES

Estimates of the maximum amount of contingent liabilities that may become payable is nil.

NOTE 5: EVENTS OCCURING AFTER BALANCE DATE

There have been no material items, transactions or events identified subsequent to balance date that requires further adjustment or reporting.

ATECH HOLDINGS LIMITED (ABN 88 004 080 460)
AND CONTROLLED ENTITIES

DIRECTORS' DECLARATION

FOR THE HALF-YEAR ENDED 31 DECEMBER 2005

The directors of Atech Holdings Limited declare that:

(a) in the directors' opinion, the financial statements and notes for the half-year ended 31 December 2005 are in accordance with the Corporations Act 2001, including:

  (i) section 304 (compliance with accounting standards); and
  (ii) section 305 (true and fair view); and

(b) in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:

…………………………………… Suzanne Borelli
Director

Date: 13th Day of April 2006