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

FINANCIAL REPORT FOR THE YEAR ENDED 30 June 2007

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

Secretary
Stephen Leslie Adrian

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

Auditors
BDO Kendalls Audit & Assurance (VIC) Pty Ltd
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

Principal Bankers
Westpac
Bank of Western Australia

Website
www.atech.biz

DIRECTORS' REPORT

Your directors present their financial report on the company and its controlled entities for the financial year ended 30 June 2007.

DIRECTORS

The names of the directors in office at the date of this report and who held office during the year are:

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

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

INFORMATION ON DIRECTORS

Director	**Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim (Chairman/Non-Executive Director)**
Qualifications	Dip. C. Engrg (Brighton), MM (AIM), P. Eng, C. Eng, FIEM, FICE, FIHT.
Experience	Board Member since 1996 Joined the Public Works Department Malaysia as a Civil Engineer in 1959 and appointed as its Director General in December 1985 and retired in September 1990. After retirement from Public Service he joined several Malaysian public and private companies either as Chairman or Director. Tan Sri Dato Ir Talha has been involved in property development for the last 15 years through his directorships in several Malaysian property development companies.
Interests in Shares	675,000 Ordinary Shares
Interests in Options	Nil options.

Special Responsibilities Nil.

Directorships in other listed companies Nil.

Director	**William Lye (Non Executive Director)**
Qualifications	M.Law LL.B. Sc
Experience	Appointed as a Board Member on 25 November 2005 William Lye graduated from Monash University with a Master of Laws degree, specialising in intellectual property, and a Bachelor of Science degree, majoring in computer science. He has been practising as a Barrister at Law since 1988 and has been a member of the Australian Institute of Company Directors since 2003. As a lawyer, he practices in the fields of commercial and corporate law, computer and internet related law, venture capital raisings and start up developments. He has extensive experience in building strategic alliances internationally.
Interests in Shares	Nil Shares.
Interests in Options	Nil options.

Special Responsibilities Mr Lye is a member of the due diligence committee.

Directorships in other listed companies Nil.

INFORMATION ON DIRECTORS

Director	**Suzanne Borelli (Non Executive Director)**
Qualifications	B.Bus., CPA, F.T.I.A.
Experience	Appointed as a Board Member on 1 February 2002. Ms Borelli is a Certified Practising Accountant and is the principal of her accounting practice. She brings over 20 years of experience as an accountant and advisor to the company.
Interest in Contracts	Ms Borelli is the principal of Suzanne Borelli CPA and supplies administration and accounting services and has a contract to supply these services to the company on normal commercial terms and conditions.
Interests in Shares	30,000 Ordinary Shares.
Interests in Options	Nil options.

Special Responsibilities Ms Borelli is a member of the due diligence committee.

Directorships in other listed companies Nil.

Director	**Bruce McDonald (Non Executive Director)**
Qualifications	B.Com., Dip. Ed., FCPA
Experience	Appointed as a Board Member on 25 November 2005 Bruce McDonald is an Associate Professor at Swinburne University of Technology, and is currently the Director of Alumni and Development. He was formerly the Head of the Accounting Department and the Acting Dean of the Faculty of Business. He has also served on the Boards of Pyrenees Vineyard Management Ltd and Renaissance Television. He is currently Chair of several Committees and Boards at Swinburne University of Technology.
Interests in Shares	Nil Shares.
Interests in Options	Nil options.

Special Responsibilities Chairman of the due diligence committee.

Directorships in other listed companies Nil.

INTERESTS IN CONTRACTS

None of the above directors have any personal interests in the contracts entered into by Atech Holdings Limited or its controlled entities other than those mentioned above.

COMPANY SECRETARY

The following person held the position of company secretary at the end of the financial year:

Mr Stephen Adrian is a chartered accountant and partner of Moore Stephens Melbourne. He brings over 20 years of experience as a chartered accountant and business adviser to the company. He is also a director of a number of private companies.

MEETINGS OF DIRECTORS

During the financial year, twenty-nine meetings of directors (including committees of directors and circular resolutions passed) were held. Attendances were:

	Directors Meetings		Due Diligence Meetings	
Name of Director	**Number eligible to attend**	**Number attended**	**Number eligible to attend**	**Number attended**
Mr Tan Sri Dato Ir Talha	6	4	-	-
Ms Suzanne Borelli	6	6	23	23
Mr William Lye	6	6	23	23
Mr Bruce McDonald	6	6	23	23

CORPORATE GOVERNANCE

This statement outlines the main corporate governance practices in place throughout the financial year, which comply with the ASX Corporate Governance Council recommendations, unless otherwise stated.

Board of Directors

The skills, experience and expertise relevant to the position of each director who is in office at the date of the annual report and their term of office are detailed above in the director's report.

As this company is a small company it is not considered necessary to have the same procedures as large companies would have. As the Company has a relatively small Board, the full Board is the Nomination Committee and regularly reviews Board membership. Furthermore, due to the size of the company's operations, executive positions are not full time, nor are they treated differently or remunerated differently from non-executive positions.

There is no Chief Executive Officer or other senior executives and for this reason there is no policy for the review of Board members. Non-executive and executive directors retire by rotation as is prescribed in the company's Constitution.

As the Directors are persons of considerable business experience, it has not been felt necessary to formally nominate an appropriate policy of ethics nor is it believed necessary to formally establish furtherance of their duties. The company would expect that if such a matter arose the Board would determine the basis under which advice were sought.

Trading Policy
The company's policy regarding directors and employees trading in its securities is set by the finance committee. The policy restricts directors and employees from acting on material information until it has been released to the market and adequate time has been given for this to be reflected in the security's prices.

Audit Committee
As Mr Stephen Adrian is a Chartered Accountant in practice he is responsible for the review of the adequacy of the external audit arrangements and it has not been felt necessary to establish an audit committee. The board has not formed an audit committee as matters that would be considered by this committee are being addressed at board meetings.

Performance Evaluation
Given the size of the company and its limited operations during the year there is no formal performance evaluation procedure in place.

Risk Management
The Board reviews all of the operations of the company at each meeting so as to identify the areas of potential risk and makes arrangements at that time to manage that risk. In accordance with ASX requirements, the company is required to comply with the ASX Corporate Governance Council Best Practice. However, as the company is currently suspended and is undertaking no trading activities, compliance with the Best Practice requirement is not considered necessary by the Board of Directors.

Remuneration Committee
As the Company has a relatively small Board, the full Board is the Remuneration Committee and regularly reviews directors' remuneration to ensure it is in accordance with the company's remuneration policy.

Remuneration Policies
The remuneration policy was determined as follows:

Directors' fees paid were in accordance with a Resolution ratified at the AGM on 21 January 1999 and in accordance with guidelines as published by the Australian Institute of Company Directors.

There are no schemes for retirement benefits other than statutory superannuation for non-executive directors. The non executive directors receive the superannuation guarantee contribution required by the government, which is currently 9%.

Directors' special remuneration in respect of due diligence matters was determined with reference to the company's constitution and at market rates for time, commitment and responsibilities.

The directors are reimbursed for expenses incurred by them in the course of their duties as directors of the company.

Key management personnel remuneration policy
The key management personnel of the company are represented by the directors. The key management personnel remuneration policy is therefore the same as the directors' remuneration policy.

Share options
There are no options that have been granted over unissued shares or interests by the company or a controlled entity to directors or other persons.

REMUNERATION REPORT (Audited)

This report details the nature and amount of remuneration for each director and other key management personnel of Atech Holdings Limited.

Key management personnel of Atech Holdings Limited

	Short-term Benefits	Post-employment benefits	Other	Total
2007	(Salary, fees and Commission)	(Superannuation Contribution)	(Due Diligence Fees)	
	$	$	$	$
Tan Sri Dato Ir Talha	12,500	-	-	12,500
William Lye	12,500	1,125	113,400	127,025
Suzanne Borelli *	12,500	1,125	46,650	60,275
Bruce McDonald	12,500	1,125	42,825	56,450
	50,000	3,375	202,875	256,250

* Also paid for services rendered for accounting $17,036

REMUNERATION REPORT (Audited)

Key management personnel of Atech Holdings Limited

	Short-term Benefits	Post-employment benefits	Other	Total
2006	(Salary, fees and Commission)	(Superannuation Contribution)	(Due Diligence Fees)	
	$	$	$	$
Tan Sri Dato Ir Talha	12,500	-	-	12,500
William Lye	12,500	1,125	20,400	34,025
Suzanne Borelli *	12,500	1,125	12,960	26,585
Bruce McDonald	12,500	1,125	16,200	29,825
Stephen Adrian **	-	-	-	-
	50,000	3,375	49,560	102,935

* Also paid for services rendered for accounting $9,977

** Also paid (to a firm in which he has an interest) for services rendered for administrative, secretarial and accounting $64,830.

PRINCIPAL ACTIVITY

The principal activity of the economic entity during the financial year was the investment of cash.

There were no significant changes in the nature of the economic entity's principal activity during the financial year.

OPERATING RESULTS

The consolidated loss of the economic entity after providing for income tax amounted to $439,536 (2006: Loss $127,468).

DIVIDENDS PAID OR RECOMMENDED

It is not recommended that a dividend be declared and no dividends were paid or declared since the end of the previous financial year.

REVIEW OF OPERATIONS

During the year the economic entity invested in cash and this was the only source of the economic entity's revenue.

In the year ended 30 June 2006 the economic entity entered into an agreement to acquire the assets and business of a retirement village owner, operator and developer. The economic entity engaged in a vigorous due diligence process in order to ensure that the acquisition was the right acquisition for the economic entity and the shareholders.

At 30 June 2007 this transaction had not reached completion. Considerable economic and management resources were devoted to this activity which has resulted in losses to the economic entity.

FINANCIAL POSITION

The net assets of the economic entity have decreased by $439,536 during the financial year. Significant time and expenses were incurred in the conduct of the due diligence process.

Despite this decrease in net assets during the year the economic entity has a strong net asset surplus as at the year end.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

Other than as disclosed elsewhere in this report there was no significant change in the state of affairs of the economic entity.

AFTER BALANCE DATE EVENTS

Negotiations are still continuing with the retirement village operator, however due to a number of factors, a satisfactory arrangement has not yet been reached.

No other matters or circumstances have arisen since the end of the financial year, which significantly affected or may significantly effect the operations of the economic entity, the results of those operations, or the state of affairs of the economic entity in subsequent financial years.

FUTURE DEVELOPMENTS, PROSPECTS AND BUSINESS STRATEGIES

The company will continue negotiations with the retirement village operator and continue the current due diligence process.

ENVIRONMENTAL ISSUES

The economic entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

AUDIT / NON AUDIT SERVICES

Auditors' remuneration is disclosed in Note 5. No other services have been provided.

DIRECTORS' AND AUDITOR'S INDEMNIFICATION

An indemnity has been given by the company in favour of the directors to the extent that the Corporations Law allows. No payment or agreement has been given in relation to a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

No other insurance premium or indemnity have been paid or provided in respect of any directors or auditors.

SHARE OPTIONS

No options were granted over unissued shares or interests during or since the financial year by the company or a controlled entity to directors or other persons.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not party to any such proceedings during the year.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required by section 307C of the Corporations Act 2001 is attached on page 9.

Signed in accordance with a resolution of the Board of Directors

.... Suzanne Borelli
Director

Dated this 8th day of October 2007

BDO Kendalls

BDO Kendalls Audit & Assurance (VIC) Pty Ltd
The Rialto, 525 Collins St
Melbourne VIC 3000
GPO Box 4736 Melbourne VIC 3001
Phone 61 3 8320 2222
Fax 61 3 8320 2200
aa.melbourne@bdo.com.au
www.bdo.com.au

ABN 17 114 673 540

8 October 2007

The Board of Directors
Atech Holdings Limited
Level 14
607 Bourke Street
Melbourne, VIC, 3000

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of Atech Holdings Limited for the year ended 30 June 2007, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- any applicable code of professional conduct in relation to this audit.

BDO KENDALLS ADIT + ASSURANCE (VIC) PTY LTD
BDO Kendalls Audit & Assurance (VIC) Pty. Ltd.

PAUL CARR
Director

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

INCOME STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

	Note	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Revenue	2	**122,224**	124,755	**122,224**	124,755
Accounting Fees		**(111,664)**	(74,807)	**(111,664)**	(74,807)
Audit Fees	5	**(23,680)**	(13,789)	**(23,680)**	(13,789)
Directors Fees		**(53,375)**	(50,000)	**(53,375)**	(50,000)
Due Diligence		**(252,875)**	(49,560)	**(252,875)**	(49,560)
Legal Fees		**(29,043)**	(25,578)	**(29,043)**	(25,578)
Listing Fees		**(15,645)**	(14,091)	**(15,645)**	(14,091)
Share Registry Fees		**(8,942)**	(8,909)	**(8,942)**	(8,909)
Travel & Accommodation Expenses		**(35,531)**	(20,439)	**(35,531)**	(20,439)
Other expenses		**(11,930)**	(14,125)	**(11,930)**	(14,125)
Loss before income tax benefit		**(420,461)**	(146,543)	**(420,461)**	(146,543)
Income tax benefit	3	**(19,075)**	19,075	**(19,075)**	19,075
Net loss attributable to members of the parent entity		**(439,536)**	(127,468)	**(439,536)**	(127,468)
Basic loss (cents) per share	6	**(2.264)**	(0.655)	**(2.264)**	(0.655)

The accompanying notes form part of these financial statements.

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

BALANCE SHEETS
AS AT 30 JUNE 2007

	Note	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Current Assets					
Cash & Cash Equivalents	8	**1,835,883**	2,293,737	**1,835,883**	2,293,737
Trade and Other Receivables	9	**15,637**	10,261	**15,637**	10,261
Total Current Assets		**1,851,520**	2,303,998	**1,851,520**	2,303,998
Non-Current Assets					
Other Financial Assets	10	**-**	-	**12**	12
Deferred Tax Assets	18	**-**	19,075	**-**	19,075
Total Non-Current Assets		**-**	19,075	**12**	19,087
Total Assets		**1,851,520**	2,323,073	**1,851,532**	2,323,085
Current Liabilities					
Trade and Other Payables	12	**66,046**	98,063	**1,197,952**	1,229,969
Total Current Liabilities		**66,046**	98,063	**1,197,952**	1,229,969
Total Liabilities		**66,046**	98,063	**1,197,952**	1,229,969
Net Assets		**1,785,474**	2,225,010	**653,580**	1,093,116
Equity					
Issued Capital	13	**3,916,480**	3,916,480	**3,916,480**	3,916,480
Reserves	14	**52,199**	52,199	**52,199**	52,199
Accumulated Losses		**(2,183,205)**	(1,743,669)	**(3,315,099)**	(2,875,563)
Total Equity		**1,785,474**	2,225,010	**653,580**	1,093,116

The accompanying notes form part of these financial statements.

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

STATEMENTS OF CHANGES IN EQUITY
FOR YEAR ENDED 30 JUNE 2007

	Issued Capital Ordinary	Accumulated Losses	Capital Profits Reserve	Total
	$	$	$	$
Economic Entity				
Balance at 1 July 2005	3,916,480	(1,616,201)	52,199	2,352,478
Loss attributable to members of the economic entity	-	(127,468)	-	(127,468)
Total recognised gains and losses for the year	-	(127,468)	-	(127,468)
Balance at 30 June 2006	3,916,480	(1,743,669)	52,199	2,225,010
Balance at 1 July 2006	3,916,480	(1,743,669)	52,199	2,225,010
Loss attributable to members of parent entity	-	(439,536)	-	(439,536)
Total recognised gains and losses for the year	-	(439,536)	-	(439,536)
Balance at 30 June 2007	3,916,480	(2,183,205)	52,199	1,785,474
Parent Entity				
Balance at 1 July 2005	3,916,480	(2,748,095)	52,199	1,220,584
Loss attributable to members of parent entity	-	(127,468)	-	(127,468)
Total recognised gains and losses for the year	-	(127,468)	-	(127,468)
Balance at 30 June 2006	3,916,480	(2,875,563)	52,199	1,093,116
Balance at 1 July 2006	3,916,480	(2,875,563)	52,199	1,093,116
Loss attributable to members of parent entity	-	(439,536)	-	(439,536)
Total recognised gains and losses for the year	-	(439,536)	-	(439,536)
Balance at 30 June 2007	3,916,480	(3,315,099)	52,199	653,580

The accompanying notes form part of these financial statements.

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

CASH FLOW STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

	Note	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Cash flows from operating activities					
Payments to suppliers and employees		**(572,528)**	(192,407)	**(572,528)**	(192,407)
Interest received		**114,674**	124,755	**114,674**	124,755
Net cash used in operating activities	7a	**(457,854)**	(67,652)	**(457,854)**	(67,652)
Net decrease in cash and cash equivalents		**(457,854)**	(67,652)	**(457,854)**	(67,652)
Cash and cash equivalents at the beginning of the year		**2,293,737**	2,361,389	**2,293,737**	2,361,389
Cash and cash equivalents at the end of the year	8	**1,835,883**	2,293,737	**1,835,883**	2,293,737

The accompanying notes form part of these financial statements.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers the economic entity of Atech Holdings Limited and controlled entities ("the economic entity" or "the group"), and Atech Holdings Limited as an individual parent entity. Atech Holdings Limited is a listed public company, incorporated and domiciled in Australia.

The functional and presentation currency of the financial report is Australian Dollars

The financial report of Atech Holdings Limited and controlled entities, and Atech Holdings Limited as an individual parent entity, comply with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

Compliance with AIFRS ensures that the financial statements and notes of Atech Holdings Limited and controlled entities complies with International Financial Reporting Standards (IFRS).

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

(a) Principles of Consolidation

A controlled entity is any entity Atech Holdings Limited has the power to control the financial and operating policies of so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 11 to the financial statements. All controlled entities have a June financial year-end.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of controlled entities have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

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

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) 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 is accounted for 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. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on 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 accounted for in the income statement except where it relates to items that may be accounted for directly to equity, in which case the deferred tax is adjusted directly against equity.

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

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and will continue to comply with the conditions of deductibility imposed by the law.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of 3 months or less.

(d) Trade and Other Receivables

Trade and other receivables are recorded initially at fair value and subsequently at amortised cost.

(e) Trade and other Payables

Trade and other payables are recognised when the economic entity becomes obliged to make future payments resulting from the purchase of goods and services. They are recognised initially at fair value and subsequently at amortised cost.

(f) Other Financial Assets

Other financial assets represent investments in controlled entities. 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 underlying net assets.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) 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.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive ordinary shares.

(h) Revenue

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

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

(i) 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. Trade and other receivables and trade and other payables in the balance sheet are shown inclusive of GST.

(j) 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.

	Note	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
NOTE 2: REVENUE					
Interest received – other persons		**122,224**	124,755	**122,224**	124,755
NOTE 3: INCOME TAX					
a. Income tax (expense)/benefit					
The components of income tax comprise:					
Deferred tax	18	**(19,075)**	19,075	**(19,075)**	19,075
b. Numerical reconciliation of income tax benefit to prima facie tax benefit					
Loss before income tax benefit		**420,461**	146,543	**420,461**	146,543
Prima facie tax at tax rate of 30%		**126,138**	43,963	**126,138**	43,963
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:					
Entertainment expenses		**(534)**	(371)	**(534)**	(371)
Current year tax losses not brought to account		**(63,996)**	(24,517)	**(63,996)**	(24,517)
Brought forward temporary differences no longer brought to account		**(19,075)**	-	**(19,075)**	-
Current year temporary differences not brought to account		**(61,608)**	-	**(61,608)**	-
Income tax benefit		**(19,075)**	19,075	**(19,075)**	19,075
c. Deferred tax assets not brought to account					
Unused tax losses for which no deferred tax asset has been recognised		**301,966**	237,970	**301,966**	237,970
Deductible temporary differences for which no deferred tax asset has been recognised		**80,683**	-	**80,683**	-
Potential tax benefit @ 30%		**382,649**	237,970	**382,649**	237,970
Gross tax benefits not recognised		**1,275,497**	793,233	**1,275,497**	793,233

NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION

a. Names and positions held of economic and parent entity key management personnel in office at any time during the financial year are:

Key Management Person	Position
Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim	Director
Suzanne Borelli	Director
William Lye	Director
Bruce McDonald	Director

The company has taken advantage of the relief provided by Corporations Amendment Regulations 2006 (No. 4) and has transferred the detailed remuneration disclosure to the Remuneration Report in the Directors report.

b. Equity instrument disclosures relating to key management personnel

Share holdings

The number of shares in the company held during the financial year by each director of Atech Holdings Limited and other key management personnel of the Group, including their personally related parties, are set out below.

There were no shares granted during the reporting period as compensation.

2007	Balance at the start of the year	Movements during the year	Balance at the end of the year
Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim	675,000	-	675,000
Suzanne Borelli	30,000	-	30,000
William Lye	-	-	-
Bruce McDonald	-	-	-

	Economic Entity		Parent Entity	
	2007	**2006**	**2007**	**2006**
	$	**$**	**$**	**$**
c. Other transactions with key management personnel				
Accounting Services were provided by Suzanne Borelli on normal commercial terms and conditions.	**17,036**	9,977	**17,036**	9,977

	Economic Entity		Parent Entity	
	2007 $	2006 $	2007 $	2006 $

NOTE 5: AUDITOR'S REMUNERATION

Remuneration of the auditor for:

- Audit and review of the financial report	**23,680**	13,789	**23,680**	13,789

NOTE 6: LOSS PER SHARE

(a) Reconciliation of Net Loss		
Net Loss	**(439,536)**	(127,468)
Loss used in the calculation of basic EPS	**(439,536)**	(127,468)
(b) Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS	**19,415,406**	19,415,406

(c) As there are no potential dilutive instruments, diluted earnings per share is the same as basic earnings per share.

NOTE 7: CASH FLOW INFORMATION

(a) Reconciliation of Cash Flows from Operating Activities with Loss after Income Tax

Loss after income tax benefit	**(439,536)**	(127,468)	**(439,536)**	(127,468)
Changes in assets and liabilities				
Increase in trade and other receivables	**(5,376)**	(6,324)	**(5,376)**	(6,324)
Decrease/(Increase) in deferred tax assets	**19,075**	(19,075)	**19,075**	(19,075)
Increase / (Decrease) in trade and other payables	**(32,017)**	85,215	**(32,017)**	85,215
Cash flows used in operations	**(457,854)**	(67,652)	**(457,854)**	(67,652)

(b) Loan Facilities

There are no bank overdrafts or loan facilities as at reporting date

	Economic Entity		Parent Entity	
	2007	2006	2007	2006
	$	$	$	$

NOTE 8: CASH & CASH EQUIVALENTS

Cash at bank and in hand	**38,723**	40,267	**38,723**	40,267
Deposits at call	**1,797,160**	2,253,470	**1,797,160**	2,253,470
	1,835,883	2,293,737	**1,835,883**	2,293,737

NOTE 9: TRADE AND OTHER RECEIVABLES

CURRENT				
Other receivables	**15,637**	10,261	**15,637**	10,261

NOTE 10: OTHER FINANCIAL ASSETS

Shares in Controlled Entities – At Cost	-	-	**12**	12
a. Shares in subsidiaries				
- SEAA (Boronia) Pty Limited	-	-	**2**	2
-SEAA (151 Sturt St, South Melbourne) Pty Limited	-	-	**10**	10
	-	-	**12**	12

NOTE 11: CONTROLLED ENTITIES

Controlled entities consolidated

	Country of incorporation	Percentage Owned	
		2007 %	2006 %
Parent Entity: ATECH Holdings Limited	Australia		
Controlled entities of ATECH Holdings Limited:			
SEAA (151 Sturt St, South Melbourne) Pty Limited (*)	Australia	**100**	100
SEAA (Boronia) Pty Limited (*)	Australia	**100**	100

(*) These entities are classified as small entities and as such are not required under the Corporations Act 2001 to prepare financial reports. Voting power in these entities is in proportion to ownership interest. All interests are in the ordinary shares of the subsidiaries.

	Economic Entity		Parent Entity	
	2007	2006	2007	2006
	$	$	$	$

NOTE 12: TRADE AND OTHER PAYABLES

CURRENT				
Unsecured Liabilities:				
- Trade and other Payables	**66,046**	98,063	**66,046**	98,063
- Amounts payable to controlled entities	**-**	-	**1,131,906**	1,131,906
	66,046	98,063	**1,197,952**	1,229,969

NOTE 13: ISSUED CAPITAL

Issued Capital				
19,415,406 Fully paid ordinary shares (2006: 19,415,406)	**3,916,480**	3,916,480	**3,916,480**	3,916,480

(a) At 30 June 2007, the company had nil options on issue (2006: nil).

(b) Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

NOTE 14: RESERVES

The Capital Profits Reserve records capital profits on disposal of non-current assets.

NOTE 15: FINANCIAL INSTRUMENTS

a) Financial Risk Management

The group's financial instruments consist mainly of deposits with banks and accounts receivable and payable. The main purpose of non-derivative financial instruments is to raise finance for group operations.

i. Financial Risks

The main risks the group is exposed to through its financial instruments are interest rate risk and credit risk.

Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts of those assets, as disclosed in the balance sheet and notes to the financial statements.

The economic entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the economic entity.

ii. Fair Values

For all Financial assets and other liabilities the fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form.

Aggregate fair values and carrying amounts of financial assets and financial liabilities at balance date:

iii. Interest Rate Risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates, is limited to the risk associated with its cash holdings. The effective weighted average interest rate for this financial asset was 5.88% (2006: 5.36%).

iv Terms and conditions of cash holdings

Cash holdings are held as term deposits. Term deposits are entered into for one and/or three monthly periods depending on the cash flow requirements of the economic entity and at the discretion of the directors.

NOTE 16: STATEMENT OF OPERATIONS BY SEGMENTS

During the years ended 30 June 2007 and 30 June 2006 the economic entity derived income from the investment of cash within Australia. As it invests in cash in Australia only, it does not operate in any segments and therefore there are no further disclosures provided.

NOTE 17: RELATED PARTY TRANSACTIONS

All transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Details of all transactions with Key Management Personnel are provided at Note 4.

During the year $94,627 (2006: $64,830) was paid to Moore Stephens Melbourne Pty Limited for Administrative, Secretarial and Accounting Services. Stephen Adrian is a director and shareholder of Moore Stephens Melbourne Pty Limited and is the company secretary of Atech Holdings Limited.

Amounts payable to controlled entities disclosed in Note 11 are within the wholly owned group, are interest free and have not moved during the reporting period.

	Economic Entity		Parent Entity	
	2007	2006	2007	2006
	$	$	$	$
NOTE 18: DEFERRED TAX ASSETS				
The balance comprises temporary differences attributable to:				
Accrued expenses	**678**	2,616	**678**	2,616
Due Diligence expenses	**69,611**	11,894	**69,611**	11,894
Legal Fees	**10,394**	4,565	**10,394**	4,565
Deferred tax assets not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 1(b) occur	**(80,683)**	-	**(80,683)**	-
Net deferred tax assets	**-**	19,075	**-**	19,075
Movements:				
Opening balance 1 July	**19,075**	-	**19,075**	-
Credited to the income statement	**-**	19,075	**-**	19,075
Brought forward temporary differences no longer brought to account	**(19,075)**	-	**(19,075)**	-
Closing balance at 30 June	**-**	19,075	**-**	19,075

NOTE 19: NEW ACCOUNTING STANDARDS ISSUED NOT YET EFFECTIVE

The following new accounting standards, amendments to standards and interpretations have been issued, but are not mandatory for financial reporting years ended on 30 June 2007. They are expected to impact the company in the period of initial application. All of the following are available for early adoption, but have not been applied in preparing this financial report:

AASB 7: Financial Instruments: Disclosures (released August 2005)

AASB 7 replaces the disclosure requirements for financial instruments in AASB 132 Financial Instruments: Disclosure and Presentation and is applicable to annual reporting periods commencing on or after 1 January 2007. The company expects to adopt the new standard on this date. Application will not affect any of the amounts recognised in the financial report, but will require significant additional disclosures in relation to financial instruments.

AASB 2005-10: Amendments to Australian Accounting Standards (released September 2005)

AASB 2005-10 makes consequential amendments to AASB 132 and nine other standards arising from the release of AASB 7 and is applicable to annual reporting periods commencing on or after 1 January 2007. The company expects to adopt the amendments arising from the adoption of AASB 7 for the financial year ended 30 June 2008. Application will not affect any of the amounts recognised in the financial report, but will affect some disclosures.

AASB 101: Presentation of Financial Statements (released October 2006)

The revised version of AASB 101 results from an Australian Accounting Standards Board's (AASB) decision that, in principle, all options that currently exist under International Financial Reporting Standards (IFRS) should be included in Australian Equivalents to International Financial Reporting Standards (AIFRS), and additional Australian disclosures initially required should be eliminated, other than those now considered particularly relevant in the Australian reporting environment or where there would be a conflict with the Corporations Act. The revised standard is applicable for annual reporting periods commencing on or after 1 January 2007, and the company will adopt the revised standard from that date. Application is not expected to affect any of the amounts recognised in the financial report, but will affect some disclosures.

AASB 2007-4: Amendments to Australian Accounting Standards arising from ED 151 and Other Amendments (released April 2007)

AASB 2007-4 makes amendments to 34 standards as a result of an AASB decision that, in principle, all options that currently exist under IFRS should be included in AIFRS, and additional Australian disclosures initially included should be eliminated, other than those now considered particularly relevant in the Australian reporting environment or where there would be a conflict with the Corporations Act. The amendment is applicable to annual reporting periods commencing on or after 1 July 2007, and the company will adopt these changes from that date. Application is not expected to affect any of the amounts recognised in the financial report, but will affect some disclosures.

NOTE 20: COMPANY DETAILS

The registered office and principal place of business:

Atech Holdings Ltd
Level 14
607 Bourke Street
Melbourne VIC 3000

The company is incorporated in Australia

NOTE 21: CONTINGENT LIABILITIES

Estimates of the maximum amount of contingent liabilities that may become payable is nil (2006: Nil).

NOTE 22: EVENTS AFTER BALANCE SHEET DATE

No events have occurred after balance date requiring disclosure in this report.

The Financial Report was authorised for issue on 8th October 2007 by the board of directors.

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

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out in 10 to 25, are in accordance with the Corporations Act 2001 and:

   a. comply with Accounting Standards and the Corporations Regulations 2001; and

   b. give a true and fair view of the financial position as at 30 June 2007 and of the performance for the year ended on that date of the company and economic entity.

2. 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.

3. The audited remuneration disclosures set out on page 5 and 6 of the directors' report comply with Accounting Standard AASB 124 Related Party Disclosures and the Corporations Regulations 2001.

4. Given the small size of the company, there is no requirement for a Chief Executive Officer and a Chief Financial Officer. An officer of the company would be sufficient to sign the declaration on behalf of the Board of Directors.

This declaration is made in accordance with a resolution of the Board of Directors.

Director ______________________

Suzanne Borelli

Dated this 8th day of October 2007

BDO

BDO Kendalls

BDO Kendalls Audit & Assurance (VIC) Pty Ltd
The Rialto, 525 Collins St
Melbourne VIC 3000
GPO Box 4736 Melbourne VIC 3001
Phone 61 3 8320 2222
Fax 61 3 8320 2200
aa.melbourne@bdo.com.au
www.bdo.com.au

INDEPENDENT AUDITOR'S REPORT

ABN 17 114 673 540

To the members of Atech Holdings Limited

Report on the Financial Report and AASB 124 Remuneration Disclosures Contained in the Directors' Report

We have audited the accompanying financial report of Atech Holdings Limited, which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

We have also audited the remuneration disclosures contained in the directors' report. As permitted by the *Corporations Regulations 2001,* the consolidated entity has disclosed information about the remuneration of directors and executives ("remuneration disclosures"), required by Accounting Standard AASB 124 *Related Party Disclosures,* under the heading "Remuneration Report" in pages 5 to 6 of the directors' report and not in the financial report.

Directors' Responsibility for the Financial Report and the AASB 124 Remuneration Disclosures Contained in the Directors' Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001.* This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements,* that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the consolidated and parent financial statements and notes, complies with International Financial Reporting Standards.

The directors of the company are also responsible for the remuneration disclosures contained in the directors' report.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement. Our responsibility is to also express an opinion on the remuneration disclosures contained in the directors' report based on our audit.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report and the remuneration disclosures contained in the directors' report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report and the remuneration disclosures contained in the directors' report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report and the remuneration disclosures contained in the directors' report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report and the remuneration disclosures contained in the directors' report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion on the Financial Report

In our opinion:

a) The financial report of Atech Holdings Limited is in accordance with the *Corporations Act 2001*, including:

   (i) Giving a true and fair view of the company's financial position as at 30 June 2007 and of its performance for the year ended on that date; and

   (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and

b) The financial report also complies with International Financial Reporting Standards as disclosed in Note 2.

Auditor's Opinion on the AASB 124 Remuneration Disclosures Contained in the Directors' Report

In our opinion the remuneration disclosures that are contained in pages 5 to 6 of the directors' report comply with Accounting Standard AASB 124.

BDO KENDALLS AUDIT & ASSURANCE (VIC) PTY LTD

BDO Kendalls Audit & Assurance (VIC) Pty Ltd

Paul Carr
Director

Melbourne, 8th day of October 2007

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

1. Shareholding

(a) Distribution of Shareholder numbers
Analysis of numbers of equity security holders by size of holding:

Category (size of holding)	Class of equity security
1-1,000	364
1,001-5,000	167
5.001-10,000	329
10,001-100,000	42
100,001 - over	16

The number of shareholdings held with less than marketable parcels is 496

(b) Equity security holders
The names of the substantial shareholders listed in the parent entity's register as at 30 June 2007 are as below. Due to the suspension of the company from the Australian Stock Exchange, details have not been provided as at a date not earlier than six weeks from the date of issue of the financial report.

The twenty largest quoted equity security holders
The names of the twenty largest holders of quoted equity securities are listed below:

		Ordinary Shares	
	Name	**Number held**	**% of issued shares**
1	SEAA Investments Pty Limited	4,830,000	24.88
2	Bourke Street Property Consultants Pty Ltd	3,012,019	15.52
3	Tuan Tong Tan	950,000	4.89
4	PFR Holdings Pty Ltd	812,285	4.18
5	Wai Yong Lee Cheng	675,000	3.48
6	Tan Sri Dato Talha Bin Hashim	675,000	3.48
7	Wan Hoi Lee	640,000	3.30
8	Cheng Tong Wilfred Choo	527,981	2.72
9	Choi Man Kay	500,000	2.58
10	Wai Har Tang	500,000	2.58
11	Alan Chui	420,000	2.16
12	Richard Ng Keok Seng	202,000	1.04
13	Kwee Beng Lim	151,483	0.78
14	Kian Meng Chua	150,000	0.77
15	Reynold Fang	150,000	0.77
16	Jade Tower Limited	120,000	0.62
17	Puan Sridatin Miti Aishah	100,000	0.52
18	Wee Loke Tang	100,000	0.52
19	Nellie Chui	89,758	0.46
20	Yeak Khiam Seah	88,000	0.45
		14,693,526	75.70

1. Shareholding

(c) Substantial holders

Substantial holders in the company are set out below:

Shareholder	Number	%
SEAA Investments Pty Limited	4,830,000	24.88
Bourke Street Property Consultants Pty Ltd	3,012,019	15.52

2. The name of the company secretary is Mr Stephen Leslie Adrian.

3. The address of the principal registered office in Australia:

    14th Floor
    607 Bourke Street
    Melbourne VICTORIA 3000
    Tel: 61 3 9614 4444

4. Register of securities is held at the following address:

    Computershare Investor Services Pty Ltd
    Yarra Falls
    452 Johnston Street
    Abbotsford VICTORIA 3067