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

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

ATECH HOLDINGS LIMITED

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AND CONTROLLED ENTITIES

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ATECH HOLDINGS LIMITED

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AND CONTROLLED ENTITIES

DIRECTORS' REPORT

Your directors present their report on the consolidated entity consisting of Atech Holdings Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2007.

Directors

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

Tan Sri Dato Ir Talha Bin Haji Mohamad Hashim
Suzanne Borelli (resigned on 23/11/2007)
Bruce McDonald
William Lye

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 consolidated entity continued to assess the opportunity to acquire the business and assets of a third party operator during the period and accordingly expenditure was incurred as the due diligence process proceeded. Consistent with releases on 7th December 2007 this specific opportunity is no longer being pursued. The board is currently considering alternative proposals and will keep shareholders appraised of any developments in relation to these proposals.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 3.

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

Bruce McDonald
Director

Melbourne
Dated this 20th day of March 2008

BDO Kendalls

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DECLARATION OF INDEPENDENCE BY JUSTIN OWEN TO THE DIRECTORS OF ATECH HOLDINGS LTD

As lead auditor for the review of Atech Holdings Ltd for the half-year ended 31 December 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 review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

BDO Kendalls Audit & Assurance (NSW-VIC) Pty Ltd.

BDO Kendalls Audit & Assurance (NSW-VIC) Pty Ltd

Justin Owen

JUSTIN OWEN
Director

Melbourne
20 March 2008

ATECH HOLDINGS LIMITED

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CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Half-year	
	Dec 2007	Dec 2006
	$	$
Revenue	**60,188**	62,688
Employee benefits expense	**(26,648)**	(28,375)
Accounting, secretarial and administration services	**(31,518)**	(78,701)
Due diligence and consulting fees	**(24,000)**	(141,859)
Listing fees	**(15,645)**	(15,645)
Travelling expenses	**(4,488)**	(11,656)
Audit fees	**(7,308)**	(9,140)
Postage, printing and stationery expenses	**(6,435)**	(6,735)
Share registry expenses	**(4,789)**	(4,615)
Other expenses	**(5,796)**	(4,944)
Loss before income tax expense	**(66,439)**	(238,352)
Income tax expense	**-**	(19,075)
Loss attributable to members of the company	**(66,439)**	(257,427)
Basic loss per share (cents)	**(0.34)**	(1.33)
Diluted loss per share (cents)	**(0.34)**	(1.33)

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

ATECH HOLDINGS LIMITED

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CONDENSED CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2007

	31 December 2007 $	30 June 2007 $
ASSETS		
Current Assets		
Cash & Cash Equivalents	**1,763,287**	1,835,883
Trade and Other Receivables	**7,345**	15,637
Total Current Assets	**1,770,632**	1,851,520
Total Assets	**1,770,632**	1,851,520
LIABILITIES		
Current Liabilities		
Trade and Other Payables	**51,597**	66,046
Total Current Liabilities	**51,597**	66,046
Total Liabilities	**51,597**	66,046
Net Assets	**1,719,035**	1,785,474
EQUITY		
Issued Capital	**3,916,480**	3,916,480
Reserves	**52,199**	52,199
Accumulated Losses	**(2,249,644)**	(2,183,205)
Total Equity	**1,719,035**	1,785,474

The accompanying notes form part of these financial statements.

ATECH HOLDINGS LIMITED

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AND CONTROLLED ENTITIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Issued Capital Ordinary Shares $	Retained Earnings $	Capital Profits Reserve $	Total $
Balance at 1 July 2006	**3,916,480**	**(1,743,669)**	52,199	2,225,010
Loss attributable to members of the company	-	**(257,427)**	-	(257,427)
Balance at 31 December 2006	**3,916,480**	**(2,001,096)**	52,199	(1,967,583)
Balance at 1 July 2007	**3,916,480**	**(2,183,205)**	52,199	1,785,474
Loss attributable to members of the company	-	**(66,439)**	-	(66,439)
Balance at 31 December 2007	**3,916,480**	**(2,249,644)**	52,199	1,719,035

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Half-year	
	Dec 2007	Dec 2006
	$	$
Cash flows from operating activities		
Payments to suppliers and employees	**(140,334)**	(335,678)
Interest received	**67,738**	49,409
Net cash used in operating activities	**(72,596)**	(286,269)
Net (decrease) in cash and cash equivalents	**(72,596)**	(286,269)
Cash and cash equivalents at the beginning of the half-year	**1,835,883**	2,293,737
Cash and cash equivalents at the end of the half-year	**1,763,287**	2,007,468

The accompanying notes form part of these financial statements.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

1. Basis of preparation of half-year report

This general purpose financial report for the interim half-year reporting period ended 31 December 2007 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 2007 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.*

Reporting basis and conventions

The accounting policies and methods of computation applied in the half-year financial report is consistent with those applied for the annual financial report for the year ended 30 June 2007.

2. Segment information

During the half-year ended 31 December 2007, the consolidated 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.

3. Contingent liabilities

Estimates of the maximum amount of contingent liabilities that may become payable is nil and there have been no changes from 30 June 2007.

4. Event occurring after balance sheet date

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

The financial report was authorised for issue on 20 March 2008 by the board of directors.

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DIRECTORS' DECLARATION

The directors of the company declare that:

(a) The financial statements and notes set out on pages 4 to 8 are in accordance with the *Corporations Act 2001*, including:

i) complying with Accounting Standards AASB 134 *Interim Financial Reporting*, the *Corporations Regulations* 2001 and other mandatory professional reporting requirements; and

ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance, as represented by the results of its operations, changes in equity and its cash flows, for the half-year ended on that date.

(b) In the directors' opinion there are reasonable grounds to believe that Atech Holdings Limited 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:

Director ______________________

Bruce McDonald

Melbourne
Dated this 20th day of March 2008

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Atech Holdings Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Atech Holdings Limited, which comprises the condensed balance sheet as at 31 December 2007, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the disclosing entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year 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.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the disclosing entity's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Atech Holdings Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures.

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A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Atech Holdings Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the disclosing entity's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

BDO Kendalls Audit & Assurance (NSW-VIC) Pty Ltd

BDO Kendalls Audit & Assurance (NSW-VIC) Pty Ltd

Justin Owen

JUSTIN OWEN
Director

Melbourne
20 March 2008