



NTPM HOLDINGS BERHAD

(Company No. 384662 U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

CONDENSED CONSOLIDATED INCOME STATEMENTS

(The figures have not been audited)

	Individual Quarter (1st Q)		Cumulative Quarter (3 months)	
	Current Period Quarter	Preceding Period Corresponding Quarter	Current Period To Date	Preceding Period Corresponding Period
	31 July 2006	31 July 2005	31 July 2006	31 July 2005
	RM'000	RM'000	RM'000	RM'000
Revenue	65,371	54,945	65,371	54,945
Operating profit	10,137	2,987	10,137	2,987
Interest expense	(599)	(600)	(599)	(600)
Interest income	5	1	5	1
Profit before taxation	9,543	2,388	9,543	2,388
Taxation	(1,733)	(1,456)	(1,733)	(1,456)
Profit after taxation	7,810	932	7,810	932
Profit attributable to:				
Equity holders of the parent	7,785	924	7,785	924
Minority interests	25	8	25	8
	7,810	932	7,810	932
Basic earnings per ordinary share (sen)	1.2	0.1	1.2	0.1

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 April 2006.

The accompanying notes are an integral part of this statement.

**NTPM HOLDINGS BERHAD**

(Company No. 384662 U)
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006**

CONDENSED CONSOLIDATED BALANCE SHEETS

	(Unaudited) As at 31 July 2006	(Audited) As at 30 April 2006 (Restated)
	<u>RM'000</u>	<u>RM'000</u>
ASSETS		
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	162,904	165,195
PREPAID LEASE PAYMENTS	876	881
OTHER INVESTMENTS	63	63
DEFERRED TAX ASSETS	178	362
	<u>164,021</u>	<u>166,501</u>
CURRENT ASSETS		
Inventories	32,321	30,042
Trade receivables	43,638	41,391
Other receivables	3,795	7,639
Cash and bank balances	6,920	11,701
	86,674	90,773
TOTAL ASSETS	<u>250,695</u>	<u>257,274</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
SHARE CAPITAL	62,400	62,400
RESERVES	87,450	79,560
	149,850	141,960
MINORITY INTEREST	529	504
TOTAL EQUITY	<u>150,379</u>	<u>142,464</u>
NON-CURRENT LIABILITIES		
BORROWINGS	1,065	1,644
DEFERRED TAX LIABILITIES	16,033	16,197
RETIREMENT BENEFIT OBLIGATIONS	624	606
NEGATIVE GOODWILL	-	94
	<u>17,722</u>	<u>18,541</u>
CURRENT LIABILITIES		
Retirement benefit obligations	22	22
Borrowings	54,254	59,310
Dividend payable	-	7,188
Trade payables	12,043	13,167
Other payables	14,245	16,539
Tax payable	2,030	43
	<u>82,594</u>	<u>96,269</u>
TOTAL LIABILITIES	<u>100,316</u>	<u>114,810</u>
TOTAL EQUITY AND LIABILITIES	<u>250,695</u>	<u>257,274</u>
Net Assets per share based on ordinary shares of RM0.10 per each (RM)	<u>0.24</u>	<u>0.23</u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 April 2006.

The accompanying notes are an integral part of this statement.



NTPM HOLDINGS BERHAD

(Company No. 384662 U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(The figures have not been audited)

Three Months Ended 31 July 2006

	← Attributable to equity holders of the parent →			Minority Interest	Total Equity	
	Share Capital	Non-distributable Revaluation Reserve	Distributable Retained profits			
	RM'000	RM'000	RM'000			
At 1 May 2006	62,400	7,864	71,696	141,960	504	142,464
Net profit for the period	-	-	7,785	7,785	25	7,810
Effects of adopting FRS 3	-	-	105	105	-	105
At 31 July 2006	62,400	7,864	79,586	149,850	529	150,379

Three Months Ended 31 July 2005

	← Attributable to equity holders of the parent →			Minority Interest	Total Equity	
	Share Capital	Non-distributable Revaluation Reserve	Distributable Retained profit			
	RM'000	RM'000	RM'000			
At 1 May 2005	62,400	7,863	69,966	140,229	738	140,967
Net profit for the period	-	-	924	924	8	932
At 31 July 2005	62,400	7,863	70,890	141,153	746	141,899

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2006.

The accompanying notes are an integral part of this statement.



NTPM HOLDINGS BERHAD

(Company No. 384662 U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(The figures have not been audited)

	3 months Ended 31 July 2006 RM'000	3 months Ended 31 July 2005 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	6,387	7,558
Tax refund/ (paid)	4,620	(872)
Interest paid	(599)	(600)
Net cash generated from operating activities	<u>10,408</u>	<u>6,086</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,204)	(5,389)
Interest received	5	1
Proceeds from disposal of plant and equipment	-	78
Net cash used in investing activities	<u>(2,199)</u>	<u>(5,310)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in bank borrowings	(4,584)	1,499
Drawdown of term loans	420	-
Repayment of term loans	(1,470)	(1,349)
Dividend paid to parent shareholders	(7,188)	-
Dividend paid to minority interest	(168)	-
Net cash (used in) /generated from financing activities	<u>(12,990)</u>	<u>150</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(4,781)	926
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL QUARTER	11,701	7,955
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	<u>6,920</u>	<u>8,881</u>
Cash and cash equivalents in the consolidated cash flow statements comprise:		
Cash and bank balances	6,920	8,881
	<u>6,920</u>	<u>8,881</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 April 2006.

The accompanying notes are an integral part of this statement.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

PART A: REQUIREMENTS OF FRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of preparation

The interim financial report is un-audited and has been prepared in compliance with FRS 134 Interim Financial Reporting and Paragraph 9.22 of Bursa Malaysia Securities Berhad (BMSB) Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 30 April 2006. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 April 2006.

The accounting policies and presentation adopted for the interim financial report are consistent with those adopted for the annual financial statements for the year ended 30 April 2006, except for the adoption of the new/revised Financial Reporting Standards (FRS) effective from financial period beginning 1 May 2006:

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant & Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investment in Associates
FRS 131	Interests in Joint Ventures
FRS 132	Financial Instruments : Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 134	Interim Financial Reporting
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

In addition to the above, the Group has also taken the option of early adoption of FRS 117 Leases for the financial period beginning 1 May 2006. The adoption of the new FRSs does not have significant financial impact on the Group except as disclosed in Note 2 below.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

2. Changes in Accounting Policies

a) Business Combination (FRS 3)

FRS 3 requires that, after reassessment, any excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the cost of the business combination should be recognised immediately in profit and loss. Prior to 1 May 2006, negative goodwill was amortised over 10 years. In accordance with the transitional provision of FRS 3, the negative goodwill as at 1 May 2006 of RM105,000 was derecognised with a corresponding increase in retained earnings.

b) Presentation of Financial Statements (FRS 101)

The adoption of the revised FRS 101 has affected the presentation of minority interest and other disclosures. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statement, minority interests are presented as an allocation of the total profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The current period's presentation of the Group's financial interim statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

c) Leases (FRS 117)

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represents prepaid lease payments and are amortised on a straight-line basis over the lease term. A lease of land and building is apportioned into a lease of land and a lease of building in proportion to the relative fair values of the leasehold interests in the land element and the building element of the lease at the inception of the lease. Prior to 1 May 2006, leasehold land was classified as property, plant and equipment and was stated at valuation less accumulated depreciation and impairment losses. The leasehold land was last revalued in 2001.

Upon the adoption of the revised FRS 117 at 1 January 2006, the unamortised revalued amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments as allowed by the transitional provisions of FRS 117. The reclassification of leasehold land as prepaid lease payments has been accounted for retrospectively and as disclosed below, certain comparative amounts as at 30 April 2006 have been restated.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

	As previously reported (RM'000)	Effect of adopting FRS 117 (RM'000)	As restated (RM'000)
As at 1 May 2006			
- Property, plant and equipment	166,076	(881)	165,195
- Prepaid lease payments	-	881	881

d) The Effects of Changes in Foreign Exchange Rates (FRS 121)

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in Ringgit Malaysia, which is the Company's functional and presentation currency.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 April 2006 was not subject to any audit qualification.

4. Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors during the financial period under review.

5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current financial period.

6. Changes in estimates

There were no material changes in estimates of amount reported in prior interim period or financial period that have a material effect in the current year.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

7. Debt and equity securities

There was no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period.

8. Dividend paid

A first interim dividend in respect of the financial year ended 30 April 2006, of 16.0% less tax on 624,000,000 ordinary shares of RM0.10 each, amounting to RM7,188,480 (1.15 sen net per share) was paid on 25 May 2006.

9. Segment information

Segment information is presented in respect of the Group's business segment.

3 months ended 31 July 2006

	Revenue RM'000	Segment results RM'000
Manufacturing	51,003	5,767
Trading	66,930	4,520
Others	1,312	(150)
Amalgamated	119,245	10,137
Inter-segment elimination	(53,874)	-
Consolidated revenue/profit from operations	65,371	10,137
Finance costs, net	-	(594)
Consolidated revenue/profit before taxation and minority interest	65,371	9,543

The directors are of the opinion that all inter-segment transfers have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. Those transfers are eliminated on consolidation.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

10. Valuation of property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the annual financial statements for the year ended 30 April 2006. The carrying value is based on a valuation carried out in September 2001 by independent qualified valuers less depreciation.

During the three months period, the acquisition and disposal of property, plant and equipment amounted to RM2.20 million and RM Nil respectively.

11. Material events subsequent to the balance sheet date

There were no material events subsequent to the end of the financial period ended 31 July 2006 that have not been reflected in the interim financial statements as at the date of this report.

12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial period to date.

13. Changes in contingent liabilities or contingent assets

The contingent liabilities of the Company are as follows:

	As at 31.7.2006 RM'000	As at 30.4.2006 RM'000
Corporate guarantees given to banks as securities for credit facilities granted to a subsidiary	55,319	60,953



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

PART B: ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BMSB LISTING REQUIREMENTS

14. Review of performance of the Company and its principal subsidiaries

For the quarter under review, the Group recorded revenue of RM65.37 million and profit before taxation of RM9.54 million as compared to revenue of RM54.95 million and profit before taxation of RM2.39 million for the corresponding quarter in the preceding year.

The increase in revenue of RM10.43 million as compared with the corresponding quarter in the preceding year is contributed by the continued growth in sales of tissue products, sanitary napkins and cotton products.

The increase in profit before taxation of RM7.16 million as compared with the corresponding quarter in the preceding year is mainly due to the increase in revenue in the current quarter and a one-off tax penalty of RM1.6 million incurred in the corresponding quarter in the preceding year.

15. Variation of results against preceding quarter

Revenue for the quarter under review has increased from RM60.59 million recorded in the preceding quarter to RM65.37 million in the current quarter mainly due to the increase in sales of tissue products, sanitary napkins and cotton products.

The Group's profit before taxation has increased from RM6.76 million in the previous financial quarter ended 30 April 2006 to RM9.55 million in the current financial quarter ended 31 July 2006 mainly due to the increase in revenue.

16. Prospects

The Board of Directors is optimistic that the Group will be able to achieve satisfactory performance in the financial year ending 30 April 2007.

17. Variance of actual profit from profit forecast

Not applicable.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

18. Taxation

	Current Quarter 3 months ended 31 July 2006 RM'000	Year-to-date 3 months ended 31 July 2006 RM'000
Income tax		
Current year	1,713	1,713
Prior year	-	-
	<u>1,713</u>	<u>1,713</u>
Deferred tax	20	20
	<u>1,733</u>	<u>1,733</u>

The Group's effective tax rate for the current quarter/ year to date is lower than the statutory tax rate principally due to the availability of tax incentives to one of the subsidiaries of the Group under the Income Tax Act, 1967.

19. Unquoted investments and/or properties

There were no purchases or disposals of unquoted investments or disposal of properties in the current financial period except for the following:

On 4 April 2006, a subsidiary has entered into a Sales and Purchase Agreement for the purchase of all those vacant pieces of land known as Lot Nos. 790 and 799 held under Mukim Nos. G.M. 274 and G.M. 279 situated in Mukim 8, Daerah Seberang Perai Selatan, Pulau Pinang for a total consideration of RM189,000 of which the final payment was fully settled on 11 May 2006.

20. Quoted security

There were no purchases or disposals of quoted securities for the current financial period.

21. Status on corporate proposals

Not applicable.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

22. Group borrowings, unsecured

	31 July 2006 RM'000
Non-current	
Long term loan	<u>1,065</u>
Current	
Bankers' acceptance	34,910
Export credit refinancing	14,863
Term loans	<u>4,481</u>
	<u>54,254</u>

The above borrowings are denominated in Ringgit Malaysia.

23. Off balance sheet financial instruments

Forward foreign exchange contracts are entered into by the Group in currencies other than their functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions. In general, the Group's policy is to hedge all excess amount of receivables against payables.

As at 15 September 2006, the Group's open forward contracts entered into as hedges of anticipated future transactions are as follows:

Foreign Currency	Contract Amount FC '000	Outstanding Contract Amount FC '000	Fair Value RM'000	Maturity Date
<i>Bank Buy</i> Singapore Dollar	2,900	2,900	6,711	6,699
<i>Bank Sell</i> US Dollar	185	185	682	688

Exchange gains and losses arising on contracts entered into as hedges of anticipated future transactions are deferred until the date of such transaction, at which time they are included in the measurement of such transactions. All other exchange gains and losses relating to hedge instruments are recognised in the income statement in the same period as the exchange differences on the underlying hedged items. Gains and losses on contracts that are no longer designated as hedges are included in the income statement.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

Forward foreign exchange contracts are used to cover confirmed foreign currency receipts and payments of the Group. The maturity period for each contract depends on the terms of receipts or payments agreed with our trade customers and suppliers. The purpose of hedging is to preserve the values of trade receivables and payables against market risk.

The Group does not foresee any significant credit and market risks associated with the above forward foreign exchange contracts as these contracts are entered into with credit worthy financial institutions.

Besides a small fee, there are no other cash requirements for the above forward foreign exchange contracts.

24. Material litigation

There was no pending material litigation as at the date of this quarterly report.

25. Dividend

The proposed final tax exempt dividend in respect of the financial year ended 30 April 2006, of 11.5% on 624,000,000 ordinary shares of RM0.10 each, amounting to RM7,176,000 (1.15 sen net per share) has been approved by the shareholders at the Annual General Meeting held on 22 September 2006.

The financial statements for the current financial period do not reflect this proposed dividend. The dividend will be accounted for in the shareholders' equity as an appropriation of retained profits in the financial period ending 31 October 2006 in accordance with FRS 110 : Events After The Balance Sheet Date.



NTPM HOLDINGS BERHAD

(Company No. 384662-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2006

NOTES TO THE INTERIM FINANCIAL REPORT

26. Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the quarter/period by the weighted average number of ordinary shares during the financial quarter/period.

	3 Months Period Ended		3 Months Period Ended	
	31 July		31 July	
	2006	2005	2006	2005
Net profit attributable to shareholders (RM'000)	7,785	924	7,785	924
Number of ordinary shares of RM0.10 each in issue ('000)	624,000	624,000	624,000	624,000
Basic earnings per share (sen)	1.2	0.1	1.2	0.1

By Order of the Board

Company Secretary

DATED THIS 22nd DAY OF SEPTEMBER, 2006