



NTPM HOLDINGS BERHAD

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

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2016

CONDENSED CONSOLIDATED INCOME STATEMENTS

(The figures have not been audited)

	Individual Quarter (1st Q)		Cumulative Quarter (3 months)	
	Current Period	Preceding Period	Current Period	Preceding Period
	Quarter	Corresponding	To Date	Corresponding
	Quarter	Quarter	Period	Period
	31 Jul 2016	31 Jul 2015	31 Jul 2016	31 Jul 2015
	RM'000	RM'000	RM'000	RM'000
Revenue	151,431	143,395	151,431	143,395
Operating profit	15,175	19,386	15,175	19,386
Interest income	95	113	95	113
Interest expense	(1,255)	(1,698)	(1,255)	(1,698)
Profit before tax	14,015	17,801	14,015	17,801
Income tax expense	(4,634)	(4,880)	(4,634)	(4,880)
Profit net of tax	9,381	12,921	9,381	12,921
Profit attributable to:				
Owners of the parent	9,381	12,921	9,381	12,921
Non-controlling interests	-	-	-	-
	9,381	12,921	9,381	12,921
Basic/Diluted earnings per ordinary share (sen)	0.8	1.2	0.8	1.2

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016.

The accompanying notes are an integral part of this statement.



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INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2016

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(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 Jul 2016	31 Jul 2015	31 Jul 2016	31 Jul 2015
	RM'000	RM'000	RM'000	RM'000
Profit net of tax	9,381	12,921	9,381	12,921
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>				
Foreign currency translation	636	1,220	636	1,220
Total comprehensive income for the period	10,017	14,141	10,017	14,141
Total comprehensive income attributable to:				
Owners of the parent	10,017	14,141	10,017	14,141
Non-controlling interests	-	-	-	-
	10,017	14,141	10,017	14,141

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016.

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NOTES TO CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(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 Jul 2016	31 Jul 2015	31 Jul 2016	31 Jul 2015
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging/(crediting) :				
(a) Interest income	(95)	(113)	(95)	(113)
(b) Other income including investment income	(273)	(361)	(273)	(361)
(c) Interest expense	1,255	1,698	1,255	1,698
(d) Depreciation and amortisation	7,949	7,381	7,949	7,381
(e) (Reversal)/Impairment loss on receivables	154	153	154	153
(f) Provision for and write off of inventories	(6)	-	(6)	-
(g) Gain or loss on disposal of quoted or unquoted investments or properties	-	-	-	-
(h) Reversal of impairment of assets	-	-	-	-
(i) Foreign exchange (gain)/ loss	934	1,634	934	1,634
(j) (Gain)/ loss on derivatives	-	617	-	617

The Notes to Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016.

The accompanying notes are an integral part of this statement.



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**INTERIM FINANCIAL REPORT
FOR THE FINANCIAL PERIOD ENDED 31 JULY 2016**

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	(Unaudited) As at 31 Jul 2016	(Audited) As at 30 April 2016
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	367,667	368,753
LAND USE RIGHTS	22,019	21,487
DEFERRED TAX ASSETS	567	465
	<u>390,253</u>	<u>390,705</u>
CURRENT ASSETS		
Inventories	129,558	131,392
Trade receivables	100,405	97,673
Other receivables	20,947	14,539
Cash and bank balances	35,214	50,999
	<u>286,124</u>	<u>294,603</u>
TOTAL ASSETS	<u>676,377</u>	<u>685,308</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		
SHARE CAPITAL	112,320	112,320
TREASURY SHARES	(47)	(47)
RESERVES	308,656	298,639
TOTAL EQUITY	<u>420,929</u>	<u>410,912</u>
NON-CURRENT LIABILITIES		
BORROWINGS	67,215	29,715
DEFERRED TAX LIABILITIES	18,338	18,137
RETIREMENT BENEFIT OBLIGATIONS	2,793	2,706
	<u>88,346</u>	<u>50,558</u>
CURRENT LIABILITIES		
Retirement benefit obligations	6	6
Borrowings	88,212	127,805
Trade payables	25,331	31,050
Other payables	52,803	63,092
Tax payable	641	1,776
Derivative liabilities	109	109
	<u>167,102</u>	<u>223,838</u>
TOTAL LIABILITIES	<u>255,448</u>	<u>274,396</u>
TOTAL EQUITY AND LIABILITIES	<u>676,377</u>	<u>685,308</u>
Net Assets per share based on ordinary shares of RM0.10 per each (RM)	<u>0.37</u>	<u>0.37</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016.

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(The figures have not been audited)

Three Months Ended 31 July 2016

	← Attributable to owners of the parent →				Non-controlling Interest	Total Equity	
	Non-distributable		Distributable				
	Share Capital	Treasury Shares	Other Reserves	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 May 2016	112,320	(47)	47,291	251,348	410,912	-	410,912
Total comprehensive income for the period	-	-	636	9,381	10,017	-	10,017
Transactions with owners :							
Purchase of treasury shares	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Total transactions with owners :	-	-	-	-	-	-	-
At 31 July 2016	112,320	(47)	47,927	260,729	420,929	-	420,929

Three Months Ended 31 July 2015

	← Attributable to owners of the parent →				Non-controlling Interest	Total Equity	
	Non-distributable		Distributable				
	Share Capital	Treasury Shares	Other Reserves	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 May 2015	112,320	(29)	45,369	202,666	360,326	-	360,326
Total comprehensive income for the period	-	-	1,220	12,921	14,141	-	14,141
Transactions with owners :							
Purchase of treasury shares	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Total transactions with owners :	-	-	-	-	-	-	-
At 30 April 2015	112,320	(29)	46,589	215,587	374,467	-	374,467

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016

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**INTERIM FINANCIAL REPORT
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW

(The figures have not been audited)

	3 months ended 31 Jul 2016 RM'000	3 months ended 31 Jul 2015 RM'000
OPERATING ACTIVITIES		
Profit before tax	14,015	17,801
Adjustments for:		
Amortisation of land use rights	136	132
Bad debts written off	-	72
Depreciation	7,813	7,249
Interest expense	1,255	1,698
Interest income	(95)	(113)
Loss on disposal of property, plant and equipment	5	49
Net fair value (gain)/ loss on derivatives	-	617
Plant and equipment written off	33	1
Increase in liability for defined benefit plan	103	103
Impairment loss on loan and receivables	154	81
Unrealised foreign exchange loss	753	576
Total adjustments	10,151	10,465
Operating cash flows before changes in working capital	24,166	28,266
Changes in working capital		
Increase in receivables	(328)	(4,697)
Decrease in inventories	2,174	9,985
Decrease in payables	(23,808)	(14,336)
Decrease in retirement benefit obligations	(16)	(25)
Total changes in working capital	(21,978)	(9,073)
Cash flows from operations	2,188	19,193
Interest paid	(1,255)	(1,698)
Tax paid	(7,130)	(2,838)
Tax refunded	-	537
Net cash flow (used in)/ generated from operating activities	(6,197)	15,194
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,834)	(9,210)
Interest received	95	113
Proceeds from disposal of plant and equipment	28	49
Net cash used in investing activities	(4,711)	(9,048)
FINANCING ACTIVITIES		
Net change in bank borrowings	4,300	(29,813)
Repayment of term loans	(10,067)	(3,257)
Drawdown of term loans	-	40,000
Purchase of treasury shares	-	-
Net cash (used in)/ generated from financing activities	(5,767)	6,930
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(16,675)	13,076
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL QUARTER	50,999	37,350
Effects of exchange rate changes	890	365
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	35,214	50,791
Cash and cash equivalents in the condensed consolidated statements of cash flow comprise:		
Cash on hand and at banks	18,069	24,375
Deposits with licensed banks:		
Fixed deposit	11,621	10,905
Short term placements	5,524	15,511
	35,214	50,791

The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 30 April 2016.

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NOTES TO THE INTERIM FINANCIAL REPORT

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). These interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 April 2016. 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 financial year ended 30 April 2016.

2. Significant accounting policies

The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 30 April 2016 except for the adoption of the following new MFRSs and Interpretations, and amendments to certain MFRSs and Interpretations with effect from 1 May 2016:

- Annual Improvements to MFRSs 2012 – 2014 Cycle
- Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants
- Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations
- Amendments to MFRS 127: Equity Method in Separate Financial Statements
- Amendments to MFRS 101: Disclosure Initiatives
- Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception
- MFRS 14: Regulatory Deferral Accounts

Adoption of the above standards and interpretations did not have any material effect on the financial performance or position of the Group.

The standards and interpretations that are issued but not yet effective up to the date of issuance of these condensed consolidated interim financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.



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Description	Effective for annual periods beginning on or after
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced
Amendments to MFRS 107: Disclosure Initiative	1 January 2017
Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
MFRS 15: Revenue from Contracts with Customers	1 January 2018
MFRS 9: Financial Instruments	1 January 2018
MFRS 15: Clarification to MFRS 15	1 January 2018
MFRS 16: Leases	1 January 2019

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application other than for MFRS 15 Revenue from Contracts with Customers and MFRS 9 Financial Instruments. The Group is still in the progress of assessing the financial impact of MFRS 15 and MFRS 9.

3. Significant Accounting Estimates And Judgements

(a) Critical Judgements Made in Applying Accounting Policies

There are no critical judgements made by management in the process of applying the Group's accounting policies that have significant effect on the amounts recognised in the financial statements.

(b) Key Sources of Estimation Uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Deferred tax assets

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances and unused reinvestment allowance to the extent that it is probable that taxable profit will be available against which the losses, capital allowances and reinvestment allowance can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax



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planning strategies. The total carrying value of unrecognised tax losses and capital allowances of the Group was RM54.3 million (30.4.2016: RM48.8 million).

(ii) Depreciation of plant and equipment

The cost of paper making machinery is depreciated on a straight-line basis over the assets' useful lives. Management estimates the useful lives of these plant and machinery to be within ten years. These are common life expectancies applied in the industry. Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

4. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 April 2016 was not subject to any audit qualification.

5. 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.

6. Unusual items

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

7. 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.

8. Debt and equity securities

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

9. Dividend paid

There were no dividends paid during the financial period ended 31 July 2016.



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NOTES TO THE INTERIM FINANCIAL REPORT

10. Segment information

Segment information is presented in respect of the Group's two core products based operating segments.

Segment information for the period ended 31 July 2016 are as follows:

	Paper products RM'000	Personal Care Products RM'000	Consolidated RM'000
Revenue			
Revenue from external customers	105,412	46,019	151,431
Segment profit	10,825	3,190	14,015
Included in the measure of segment profit are			
- depreciation and amortisation	5,923	2,026	7,949
- non-cash expenses other than depreciation and amortisation	658	367	1,025
Segment assets	525,679	150,698	676,377
Included in the measure of segment assets is			
- capital expenditure	2,639	2,195	4,834

Segment information for the period ended 31 July 2015 are as follows:

	Paper products RM'000	Personal Care Products RM'000	Consolidated RM'000
Revenue			
Revenue from external customers	96,763	46,632	143,395
Segment profit	13,635	4,166	17,801
Included in the measure of segment profit are			
- depreciation and amortisation	5,828	1,553	7,381
- non-cash expenses other than depreciation and amortisation	1,252	223	1,475
Segment assets	547,369	131,654	679,023
Included in the measure of segment assets is			
- capital expenditure	3,505	5,705	9,210



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11. Valuation of property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the annual financial statements for the year ended 30 April 2016. The carrying value is based on a valuation carried out on 30 April 2012 by independent qualified valuers less depreciation.

During the period, the acquisition and disposal of property, plant and equipment amounted to RM4.83 million and RM0.03 million respectively.

12. Significant and subsequent events to the balance sheet date

There were no significant material and subsequent events at the end of the financial period ended 31 July 2016 that have not been reflected in the interim financial statements as at the date of this report.

13. Changes in the composition of the Group

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

14. Changes in corporate guarantees, contingent liabilities or contingent assets

The corporate guarantees of the Company are as follows:

	As at 31.07.2016 RM'000	As at 30.04.2016 RM'000
(a) Corporate guarantees given to banks as securities for credit facilities granted to certain subsidiaries	<u>155,427</u>	<u>157,520</u>



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PART B: EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A

15. Review of performance

	Individual quarter ended		Cumulative period ended	
	31.07.2016	31.07.2015	31.07.2016	31.07.2015
	RM'000	RM'000	RM'000	RM'000
Revenue				
Paper Products	105,412	96,763	105,412	96,763
Personal Care Products	46,019	46,632	46,019	46,632
Group	151,431	143,395	151,431	143,395
Profit before tax				
Paper Products	10,825	13,635	10,825	13,635
Personal Care Products	3,190	4,166	3,190	4,166
Group	14,015	17,801	14,015	17,801

Group

Group revenue for the period ended 31 July 2016 was RM151.4 million compared with RM143.4 million for the period ended 31 July 2015, an increase of 5.6%. The increase in revenue was mainly due to the increase in sales of tissue products. The Group's profit before taxation for the period ended 31 July 2016 was RM14.0 million, a decrease of 21.3% over RM17.8 million registered in the previous financial period ended 31 July 2015. The decrease in profit before taxation was mainly due to higher losses incurred in the post commencement of Vietnam's initial tissue operation and margin deterioration as a result of higher energy and labour costs recorded in the current financial period.

Paper Products segment

Revenue from the paper products segment for the period ended 31 July 2016 was RM105.4 million compared with RM96.8 million for the financial period ended 31 July 2015, an increase of 8.9%. Profit before taxation in the paper products segment for the period ended 31 July 2016 was RM10.8 million, a decrease of 20.6% over RM13.6 million registered in the previous financial period. The decrease in profit before taxation was mainly due to higher losses incurred in the post commencement of Vietnam's tissue operation and margin deterioration as a result of higher energy and labour costs recorded in the current financial period.



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Personal Care Products segment

Revenue from the personal care products segment for the period ended 31 July 2016 was RM46.0 million compared with RM46.6 million recorded in the previous year corresponding period, a decrease of 1.3%. Profit before taxation in the personal care products segment for the period ended 31 July 2016 was RM3.2 million, a decrease of 23.4% over RM4.2 million registered in the corresponding period of the previous financial year. The decrease in profit before taxation was mainly due to the increase in costs of labour, depreciation and advertisement and promotional activities due to the competitive nature for some of the personal care products.

16. Comparison with immediate preceding quarter's results

	Individual quarter ended		Variance	
	31.07.2016	30.04.2016	RM'000	%
	RM'000	RM'000		
Revenue	151,431	144,655	6,776	4.7
Profit before tax	14,015	12,820	1,195	9.3

Revenue for the quarter ended 31 July 2016 increased by RM6.8 million or 4.7% while profit before taxation increased by RM1.2 million or 9.3% for the current quarter as compared to the preceding quarter. The increase in profit before taxation was mainly attributable to higher sales revenue and lower administrative cost recorded in the current financial quarter.

17. Prospects

In general, the Malaysian economy expanded 4.0 percent year-on-year in the June quarter of 2016, moderating from a 4.2 percent growth in the previous period. It was the fifth straight quarter of decelerating growth as a surge in investment and a faster increase in private consumption and government spending were unable to offset a decline in net exports. On a quarter-on-quarter seasonally-adjusted basis, the economy grew by 0.7 percent, slowing from a 1.0 percent expansion in the previous three months and marking the weakest growth in three quarters.

Based on these prevailing trends as described above, there are also various key challenges facing the Group in the coming financial year ending 30 April 2017 ("FY2017"). For a start, we would have felt the full impact on the increased in electricity and natural gas tariffs effective 1 January 2016 by approximately 4.6% and 17.2% respectively in FY2017. Apart from increasing cost arising from the raise the minimum wage for employees in Peninsular Malaysia by RM100 to RM1,000 per month, and to RM920 from RM800 for employees in



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East Malaysia starting from 1 July 2016, the recent increased volatility in the foreign currency exchange rate, pose a challenge for the Group to contain and monitor its manufacturing cost. Malaysia's consumer sentiment is expected to remain low attributed to inflationary pressures, higher cost of living, cooling property market and prices of goods and services that have cut into buying power.

In light of these challenges, the Group has strategic plans and control measures put in place to mitigate the impact from these adverse conditions. Several cost-savings projects have been identified and approved to improve the Group's operational efficiency and keep a tight rein on costs to drive down waste and inefficiencies across the group's business units. We are looking into ways to strengthen our customer base and improve our distribution channel. The Group is also looking at developing new products and opportunity to venture into new business segments if the expansion synergizes with the Group's current business model. With this in place, the Board is cautiously optimistic about its prospect.

18. Variance of actual profit from profit forecast

Not applicable.

19. Taxation

	Current Quarter 3 months ended 31 July 2016 RM'000	Year-to-date 3 months ended 31 July 2016 RM'000
Income tax		
Current year	4,542	4,542
Prior year	-	-
	<u>4,542</u>	<u>4,542</u>
Deferred tax		
Current year	92	92
Prior year	-	-
	<u>4,634</u>	<u>4,634</u>

The Group's effective tax rate for the current quarter/period to to date is higher than the statutory tax rate principally due to the deferred tax assets not recognised on unutilized tax loss and capital allowance for some of the subsidiaries of the companies.

20. Status on corporate proposals

There were no significant corporate proposals for the current financial period to date.

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FOR THE FINANCIAL PERIOD ENDED 31 JULY 2016****NOTES TO THE INTERIM FINANCIAL REPORT****21. Group borrowings**

	31 July 2016
	RM'000
Non-current	
Unsecured	
Long Term Revolving Credit (RC)	16,160
Long term loans	51,055
	<u>67,215</u>
Current	
Unsecured	
Bankers' Acceptance (BA)	6,280
Revolving Credit (RC)	37,317
Term loans	44,615
	<u>88,212</u>

The above borrowings are denominated in Ringgit Malaysia except for the following which are denominated in US Dollar :

	31 July 2016
	RM'000
Revolving Credit ("RC")	37,317
Term Loans (Current & Non-Current)	31,743
	<u>69,060</u>

22. Derivatives 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 31 July 2016, the Group's open forward contracts entered into as hedges of anticipated future transactions are as follows:

Foreign Currency	Outstanding Contract Amount		Fair Value	Derivative Assets/ (Liabilities)	Maturity Date
	FC '000	RM'000			
<u>Non-Hedging Derivatives</u>					
<u>Bank Buy</u>					
Singapore Dollar	3,934	11,763	11,859	(96)	14 Nov 2016 – 20 Jan 2017
US Dollar	1,000	4,102	4,115	(13)	1 Jul 2016 – 21 Jul 2016



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Derivatives financial instruments that are not designated or do not qualify for hedge accounting are categorised as fair value through profit or loss and measured at their fair value with the gain or loss recognized in the profit or loss. During the current financial quarter ended 31 July 2016, no gain or loss arising from fair value changes of financial derivative has been recognised by the Group.

The Group will fund the requirements of these derivatives from its net cash flow from operating activities when payments fall due.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk.

There is no change in the significant policy for mitigating or controlling the interest rate risk, credit risk, liquidity risk and foreign currency risk for the Group nor the related accounting policies for the financial period ended 31 July 2016. Other related information associated with the financial instruments are consistent with the disclosures in the audited financial statements for the financial year ended 30 April 2016.

23. Material litigation

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

24. Dividend

The proposed single tier final dividend of 8% in respect of the financial year ended 30 April 2016 (0.80sen per share) has been approved by the shareholders at the Annual General Meeting held on 23 September 2016. The dividend shall be payable on 14 October 2016 to the shareholders registered in the Company's books at the close of business on 30 September 2016.

The financial statements for the current financial period do not reflect the proposed dividends. The dividend will be accounted for in shareholders' equity as an appropriation of retained profits in the financial period ending 31 October 2016 in accordance with MFRS 110 *Events After The Reporting Period*.



NTPM HOLDINGS BERHAD

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

INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 JULY 2016

NOTES TO THE INTERIM FINANCIAL REPORT

25. 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		12 Months Period Ended	
	31 July		31 July	
	2016	2015	2016	2015
Net profit attributable to shareholders (RM'000)	9,381	12,921	9,381	12,921
Weighted average number of ordinary shares in issue ('000)	1,123,140	1,123,160	1,123,140	1,123,160
Basic earnings per share (sen)	0.8	1.2	0.8	1.2

26. Realised and Unrealised Profits/Losses

The retained profits of the Group are analysed as follows: -

	As at 31/07/2016 RM'000	As at 30/04/2016 RM'000
Total retained profits of the Company and its subsidiaries : -		
-Realised	247,546	236,990
-Unrealised	(10,694)	(9,972)
	<u>236,852</u>	<u>227,018</u>
Add/(Less) : Consolidation adjustments	23,877	24,330
Total group retained profits as per consolidated accounts	<u>260,729</u>	<u>251,348</u>

By Order of the Board

Company Secretary

DATED THIS 23th DAY OF SEPTEMBER, 2016