

**Condensed Consolidated Income Statements for the second quarter ended 30 June 2006**

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current year 30 June 06 RM'000	Preceding year Corresponding Quarter 30 June 05 RM'000	Current Year To date 30 June 06 RM'000	Preceding year Corresponding Period 30 June 05 RM'000
Revenue	44,744	49,698	86,164	90,916
Operating expenses	(43,582)	(46,617)	(84,481)	(85,029)
Other operating income	11,982	156	12,196	320
Profit from operations	13,144	3,237	13,879	6,207
Finance costs	(491)	(459)	(1,037)	(956)
Investing results	0	0	0	0
Profit before tax	12,653	2,778	12,842	5,251
Taxation	(3,543)	(776)	(4,033)	(1,468)
Net profit/(loss) for the period	9,110	2,002	8,809	3,783
EPS - Basic (sen)	7.59	1.67	7.34	3.15
- Diluted (sen)	N/A	N/A	N/A	N/A

Revenue decreased by about RM5.0 million. The decrease was mainly due to lower sales from the disposable fibre-based segment due to the fire incident on September 2005. Revenue from disposable fibre-based segment nonetheless is on an increasing trend due to more stable supply from third party outsourcing manufacturers and increasing contribution from the Group's new products, namely disposable adult diaper and higher-end sanitary napkin.

Operating expenses decreased by RM3.0 million in line with decreased operating activities due to the fire incident and the cost savings from the Group operating from its own centralised office-cum-factory building. Finance cost increased mainly due to interest expense from term loan financing of the Group's office-cum-factory building in Shah Alam which commenced in December 2005.

Other operating income includes compensation received from insurance companies in respect to the fire incident. Total insurance income recognized in the quarter amounted to approximately RM11.9 million.

Tax expenses is comparable to the statutory rate.

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements of WZB and its subsidiaries for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements

**Condensed Consolidated Balance Sheets as at 30 June 2006**

(The figures presented here have not been audited unless stated otherwise)

	(Unaudited) As at end of Current Quarter 30 June 06 RM'000	Audited As at preceding Financial Year-End 31 Dec 05 RM'000
Property, plant & equipment	32,095	25,671
Investment property	4,010	4,024
Intangible assets	0	0
Deferred tax assets	0	0
Investment in Subsidiaries and Associates	0	0
Other Investments	17	17
Current assets		
Inventories	40,536	38,158
Trade receivables	43,706	34,874
Other receivables, deposits and prepayments	6,025	7,225
Tax recoverable	0	1,158
Cash & bank balances	18,835	23,197
	109,102	104,612
Current liabilities		
Trade payables	10,767	8,129
Other payables	4,172	2,506
Amount owing to directors	46	183
Short term borrowings	41,036	42,927
Taxation	1,873	197
	57,894	53,942
Net current assets	51,208	50,670
	87,330	80,382
Share capital	60,000	60,000
Share premium account	838	838
Reserve on consolidation	6,318	6,318
Retained profits	10,372	1,563
Shareholders' fund	77,528	68,719
Minorities interest	0	0
Long term liabilities		
Borrowings	9,452	11,304
Deferred taxation	350	359
	87,330	80,382
Net Asset per share (sen)	65	57

Higher book value of property, plant and equipment (PPE) is mainly due to addition of the Group's new office-cum-factory building in Shah Alam and new production lines for disposable adult diapers, sanitary napkin and processed paper. However, the increase was offset by plant and machinery written-off due to fire in September 2005 amounting to approximately RM7.7 million. Investment properties are stated at cost less depreciation and consist of several condominiums and a freehold land held for investment purposes.

Higher level of trade receivables mainly due to increased activities from disposable fibre-based products segment and its launching of new products into the market. Lower cash and bank balances due to repayment of banking facilities and acquisition of PPE.

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements of WZB and its subsidiaries for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Cash Flow Statement as at 30 June 2006

(The figures presented here have not been audited unless stated otherwise)

	<b>Cumulative Current Year 30 June 06 RM'000</b>	<b>Audited Cumulative Preceding Year 30 June 05 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	12,842	5,251
Adjustments for:		
Non-cash items	949	907
Non-operating items	898	765
Operating profit before working capital changes	<u>14,689</u>	<u>6,923</u>
(Increase)/Decrease in working capital:		
Inventories	(2,378)	(22,158)
Trade and other receivables	(7,631)	(10,841)
Trade and other payables	4,304	(798)
Amount owing to directors	(137)	0
Cash used in operations	<u>8,847</u>	<u>(26,874)</u>
Tax paid	(1,238)	(2,500)
<b>Net cash (used in)/generated from operating activities</b>	<u><u>7,609</u></u>	<u><u>(29,374)</u></u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	-	116
Purchase of property, plant and equipment (Note A)	(7,329)	(543)
Interest received	139	191
<b>Net cash used in investing activities</b>	<u><u>(7,190)</u></u>	<u><u>(236)</u></u>
<b>Cash flows from financing activities</b>		
Net (repayment)/drawdown of bank borrowings	(3,744)	24,878
Interest paid	(1,037)	(956)
<b>Net cash generated from financing activities</b>	<u><u>(4,781)</u></u>	<u><u>23,922</u></u>
Net decrease in cash and cash equivalents	(4,362)	(5,688)
Cash and cash equivalents at beginning of financial period	17,942	28,773
Cash and cash equivalents at end of financial period	<u><u><u>13,580</u></u></u>	<u><u><u>23,085</u></u></u>

**Cash and cash equivalents at end of financial year comprise:**

Cash & bank balances	15,469	22,934
Deposits in the licensed banks	3,366	3,751
Bank overdrafts	-	-
	<u>18,835</u>	<u>26,685</u>
Less: Deposits pledged to financial institutions	(5,255)	(3,600)
	<u><u>13,580</u></u>	<u><u>23,085</u></u>

**Note A:**

During the period, the Group acquired property, plant and equipment with an aggregate cost of RM 7,329K in cash.

Non-cash item consist mainly of depreciation. Increase in receivables is mainly due to increased activities from the disposable fibre-based products segment and the offering of new products. This is partially financed by the Group's creditors.

Property, plant and equipment purchased consist mainly of construction costs of the Group's new office-cum-factory building in Shah Alam, related renovation, furniture and fittings expenses and new production lines to replace those destroyed in the fire incident.

The relevant subsidiary companies are in the process of securing the release of fixed deposits as security for certain banking facilities granted to them. All such banking facilities will be on a 'clean' basis, secured by corporated guarantees.

The Condensed Consolidated Cashflow Statement should be read in conjunction with the Audited Financial Statements of WZB and its subsidiaries for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statements of Changes in Equity for the second quarter ended 30 June 2006**

(The figures presented here have not been audited)

	Share Capital RM'000	Non-distributable Share Premium RM'000	Reserves on Consolidation RM'000	Distributable Retained Profit RM'000	Total RM'000
Balance as at 1 January 2006	60,000	838	6,318	1,563	68,719
Profit for the period				8,809	8,809
Balance as at 30 June 2006	<u>60,000</u>	<u>838</u>	<u>6,318</u>	<u>10,372</u>	<u>77,528</u>

**Condensed Consolidated Statements of Changes in Equity for the second quarter ended 30 June 2005**

(The figures presented here have not been audited)

	Share Capital RM'000	Non-distributable Share Premium RM'000	Reserves on Consolidation RM'000	Distributable Retained Profit RM'000	Total RM'000
Balance as at 1 January 2005	60,000	838	6,318	6,395	73,551
Profit for the period				3,783	3,783
Dividend in respect of FY31.12.2004 at 3.5 sen gross less 28% taxation on 120,000,000 ordinary shares amounting to RM3,024,000				(3,024)	(3,024)
Balance as at 30 June 2005	<u>60,000</u>	<u>838</u>	<u>6,318</u>	<u>7,154</u>	<u>74,310</u>

Notes:

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements of WZB and its subsidiaries for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the financial statements.