

Condensed Consolidated Income Statements for the third quarter ended 30 September 2006

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current year Quarter 30 September 06 RM'000	Preceding year Corresponding Quarter 30 September 05 RM'000	Current Year To date 30 September 06 RM'000	Preceding year Corresponding Period 30 September 05 RM'000
Revenue	44,022	49,448	130,186	140,364
Operating expenses	(43,412)	(61,955)	(127,893)	(146,984)
Other operating income	246	(541)	12,442	(221)
Profit/(Loss) from operations	856	(13,048)	14,735	(6,841)
Finance costs	(689)	(325)	(1,726)	(1,281)
Investing results	0	0	0	0
Profit before tax	167	(13,373)	13,009	(8,122)
Taxation	(47)	(425)	(4,080)	(1,893)
Net profit/(loss) for the period	120	(13,798)	8,929	(10,015)
EPS - Basic (sen)	0.10	(11.50)	7.44	(8.35)
- Diluted (sen)	N/A	N/A	N/A	N/A

Revenue decreased by about RM5.4 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 RM18.5 million. This is mainly due to a write-off in the previous financial year of RM16.4 million worth of inventory, plant and machinery written-off due to the fire. Furthermore, it is due to decreased operating activities 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.

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 September 2006

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

	(Unaudited) As at end of Current Quarter 30 September 06 RM'000	Audited As at preceding Financial Year-End 31 Dec 05 RM'000
Property, plant & equipment	34,694	25,671
Investment property	3,998	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	33,119	38,158
Trade receivables	48,234	34,874
Other receivables, deposits and prepayments	6,179	7,225
Tax recoverable	0	1,158
Cash & bank balances	16,711	23,197
	104,243	104,612
Current liabilities		
Trade payables	5,337	8,129
Other payables	5,062	2,506
Amount owing to directors	0	183
Short term borrowings	45,588	42,927
Taxation	868	197
	56,855	53,942
Net current assets	47,388	50,670
	86,097	80,382
Share capital	60,000	60,000
Share premium account	838	838
Reserve on consolidation	6,318	6,318
Retained profits	7,468	1,563
Shareholders' fund	74,624	68,719
Minorities interest	0	0
Long term liabilities		
Borrowings	11,113	11,304
Deferred taxation	360	359
	86,097	80,382
Net Asset per share (sen)	62	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, acquisition of a piece of industrial land adjacent to the Shah Alam building and new production lines for cotton jumbo roll, 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 higher take up of new products from the disposable fibre-based products segment. 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 September 2006

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

	Cumulative Current Year 30 September 06 RM'000	Audited Cumulative Preceding Year 30 September 05 RM'000
Cash flows from operating activities		
Profit/(Loss) before tax	13,009	(8,122)
Adjustments for:		
Non-cash items	1,498	9,048
Non-operating items	1,525	1,022
Operating profit before working capital changes	<u>16,032</u>	<u>1,948</u>
(Increase)/Decrease in working capital:		
Inventories	5,039	(4,060)
Trade and other receivables	(12,313)	(23,282)
Trade and other payables	(236)	(3,343)
Amount owing to directors	(183)	0
Cash generated from/(used in) operations	<u>8,339</u>	<u>(28,737)</u>
Tax paid	(2,250)	(4,322)
Net cash generated from/(used in) operating activities	<u><u>6,089</u></u>	<u><u>(33,059)</u></u>
Cash flows from investing activities		
Dividend paid	(3,024)	(3,024)
Proceeds from disposal of property, plant and equipment	-	-
Purchase of property, plant and equipment (Note A)	(7,348)	(629)
Interest received	201	259
Net cash used in investing activities	<u><u>(10,171)</u></u>	<u><u>(3,394)</u></u>
Cash flows from financing activities		
Net (repayment)/drawdown of bank borrowings	(678)	25,591
Interest paid	(1,726)	(1,281)
Net cash (used in)/generated from financing activities	<u><u>(2,404)</u></u>	<u><u>24,310</u></u>
Net decrease in cash and cash equivalents	(6,486)	(12,143)
Cash and cash equivalents at beginning of financial period	17,942	28,773
Cash and cash equivalents at end of financial period	<u><u>11,456</u></u>	<u><u>16,630</u></u>

Cash and cash equivalents at end of financial period comprise:

Cash & bank balances	13,308	16,168
Deposits in the licensed banks	3,403	4,062
Bank overdrafts	-	-
	<u>16,711</u>	<u>20,230</u>
Less: Deposits pledged to financial institutions	(5,255)	(3,600)
	<u><u>11,456</u></u>	<u><u>16,630</u></u>

Note A:

During the period, the Group acquired property, plant and equipment with an aggregate cost of RM 10,495K, of which RM 3,147K was acquired by means of finance leases. Cash payments of RM 7,348K were made to purchase property, plant and equipment.

Non-cash item consist mainly of depreciation. Increase in receivables is mainly due to increased activities from the processed paper and higher take up of new products from the disposable fibre-based products segment.

Property, plant and equipment purchased consist mainly of construction costs of the Group's new office-cum-factory building in Shah Alam, acquisition of a piece of industrial land neighbouring the Shah Alam factory building, 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 corporate 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 third quarter ended 30 September 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				8,929	8,929
Dividend in respect of FY31.12.2005 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 September 2006	<u>60,000</u>	<u>838</u>	<u>6,318</u>	<u>7,468</u>	<u>74,624</u>

Condensed Consolidated Statements of Changes in Equity for the third quarter ended 30 September 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
Loss for the period				(10,015)	(10,015)
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 September 2005	<u>60,000</u>	<u>838</u>	<u>6,318</u>	<u>(6,644)</u>	<u>60,512</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.