

Condensed Consolidated Income Statements for the second quarter ended 30 June 2008

(The figures presented here have not been audited)

| | <u>Individual Quarter</u> | | <u>Cumulative Quarter</u> | |
|---------------------------|--|--|--|---|
| | <u>Current year</u> <u>Quarter</u> <u>30 June 08</u> RM'000 | <u>Preceding year</u> <u>Corresponding</u> <u>Quarter</u> <u>30 June 07</u> RM'000 | <u>Current</u> <u>Year</u> <u>To date</u> <u>30 June 08</u> RM'000 | <u>Preceding year</u> <u>Corresponding</u> <u>Period</u> <u>30 June 07</u> RM'000 |
| Revenue | 61,109 | 44,041 | 120,242 | 86,880 |
| Operating expenses | (57,219) | (42,110) | (112,452) | (83,654) |
| Other operating income | 286 | 266 | 475 | 464 |
| Profit from operations | 4,176 | 2,197 | 8,265 | 3,690 |
| Finance costs | (945) | (423) | (1,817) | (773) |
| Investing results | 0 | 0 | 0 | 0 |
| Profit before tax | 3,231 | 1,774 | 6,448 | 2,917 |
| Taxation | (840) | (479) | (1,676) | (788) |
| Net profit for the period | 2,391 | 1,295 | 4,772 | 2,129 |
| EPS - Basic (sen) | 1.99 | 1.08 | 3.98 | 1.77 |
| - Diluted (sen) | N/A | N/A | N/A | N/A |

The Group showed improved operating performance mainly due to significant growth in the export market of the disposable fibre-based segment.

Revenue increased by RM17.1 million from preceding year's quarter mainly due to improved revenue from disposable fibre-based segment's export market.

Operating expenses increased by RM15.1 million mainly due to increased purchases from disposable fibre-based segment in line with increased revenue. Finance cost increased mainly due to higher utilisation of trade line banking facilities to finance the purchases of raw materials.

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 2007 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Balance Sheets as at 30 June 2008

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

| | (Unaudited) As at end of Current Quarter 30 June 08 RM'000 | Audited As at preceding Financial Year-End 31 Dec 2007 RM'000 |
|---|--|---|
| Property, plant & equipment | 39,375 | 40,321 |
| Investment property | 3,962 | 3,973 |
| Intangible assets | 0 | 0 |
| Prepaid lease payments | 9,018 | 9,069 |
| Investment in Subsidiaries and Associates | 0 | 0 |
| Other Investments | 16 | 16 |
| Current assets | | |
| Inventories | 50,221 | 54,439 |
| Trade receivables | 46,880 | 50,906 |
| Other receivables, deposits and prepayments | 5,173 | 2,864 |
| Tax recoverable | 1,668 | 1,413 |
| Cash & bank balances | 27,613 | 15,707 |
| | 131,555 | 125,329 |
| Current liabilities | | |
| Trade payables | 13,022 | 8,084 |
| Other payables | 4,131 | 4,793 |
| Amount owing to directors | 120 | 120 |
| Short term borrowings | 63,285 | 65,160 |
| Taxation | 609 | 796 |
| | 81,167 | 78,953 |
| Net current assets | 50,388 | 46,376 |
| | 102,759 | 99,755 |
| Share capital | 60,000 | 60,000 |
| Share premium account | 838 | 838 |
| Retained profits | 29,520 | 24,748 |
| Shareholders' fund | 90,358 | 85,586 |
| Minorities interest | 0 | 0 |
| Long term liabilities | | |
| Borrowings | 10,201 | 13,077 |
| Deferred taxation | 2,200 | 1,092 |
| | 102,759 | 99,755 |
| Net Asset per share (sen) | 75 | 71 |

Decrease in inventories holding by the processed paper segment due to sell-down from stock holding in view of higher current paper prices. Other receivables increased mainly due to progress payments made for the construction of a new warehouse building, downpayment for new production lines, insurance and hire purchase prepayments.

Short term borrowings decreased mainly due to continued repayment of hire purchase facilities. Lower long term borrowings mainly due to continued settlement of term loan facilities.

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 2007 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Cash Flow Statement as at 30 June 2008

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

| | Cumulative Current Year 30 June 08 RM'000 | Unaudited Cumulative Preceding Year 30 June 07 RM'000 |
|---|--|--|
| Cash flows from operating activities | | |
| Profit before tax | 6,448 | 2,917 |
| Adjustments for: | | |
| Non-cash items | 5,343 | 1,574 |
| Non-operating items | 1,812 | 595 |
| Operating profit before working capital changes | <u>13,603</u> | <u>5,086</u> |
| (Increase)/Decrease in working capital: | | |
| Inventories | 618 | 7,881 |
| Trade and other receivables | 1,717 | 2,105 |
| Trade and other payables | 4,276 | (359) |
| Cash generated from operations | <u>20,214</u> | <u>14,713</u> |
| Tax paid | (1,062) | (728) |
| Net cash generated from operating activities | <u>19,152</u> | <u>13,985</u> |
| Cash flows from investing activities | | |
| Proceeds from disposal of property, plant and equipment | 272 | 256 |
| Purchase of property, plant and equipment (Note A) | (731) | (1,432) |
| Interest received | 5 | 178 |
| Net cash used in investing activities | <u>(454)</u> | <u>(998)</u> |
| Cash flows from financing activities | | |
| Upliftment of fixed deposit pledged to banking institutions | 2,036 | 5,102 |
| Net repayment of bank borrowings | (4,976) | (14,286) |
| Interest paid | (1,817) | (773) |
| Net cash used in financing activities | <u>(4,757)</u> | <u>(9,957)</u> |
| Net increase in cash and cash equivalents | 13,941 | 3,030 |
| Cash and cash equivalents at beginning of financial period | 13,672 | 13,570 |
| Cash and cash equivalents at end of financial period | <u><u>27,613</u></u> | <u><u>16,600</u></u> |

Cash and cash equivalents at end of financial year comprise:

| | | |
|--|-------------|-------------|
| Cash & bank balances | 27,613 | 15,525 |
| Deposits in the licensed banks | - | 1,075 |
| | <hr/> | <hr/> |
| | 27,613 | 16,600 |
| Less: Deposits pledged to financial institutions | - | - |
| | <hr/> | <hr/> |
| | 27,613 | 16,600 |
| | <hr/> <hr/> | <hr/> <hr/> |

Note A:

During the period, the Group acquired property, plant and equipment with an aggregate cost of RM 956K, of which RM 225K was acquired by means of finance leases. Cash payments of RM 731K were made to purchase property, plant and equipment.

Non-cash item consist mainly of depreciation whereas none operating items consists of interest paid and interest earned.

Property, plant and equipment purchased consist mainly of factory equipment purchased.

The relevant subsidiary companies have released all fixed deposits from being pledged as security for certain banking facilities granted to them.

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 2007 and the accompanying explanatory notes attached to the interim financial statements.