

General AnnouncementReference No **CS-090904-58A69**

Company Name : **NTPM HOLDINGS BERHAD**
 Stock Name : **NTPM**
 Date Announced : **04/09/2009**

Type : Reply to query
 Reply to Bursa : IJ-090904-38720
 Malaysia's Query Letter
 - Reference ID
 Subject : NTPM Holdings Berhad ("NTHB" or "Company")
 Disposal of 60% shareholdings in Jia In Sdn Bhd by Nibong Tebal Mill Sdn Bhd ("Disposal")

Contents : With reference to the letter dated 4 September 2009 (Ref: IJ-090904-38720) from Bursa Malaysia Securities Berhad, the Company would like to furnish the following additional information in relation to the above subject matter:-

1. The net assets and net profits of Jia In Sdn Bhd based on its latest audited financial statement for the financial year ended 30 April 2009 amounted to RM1,726,912 and RM212,641 respectively.
2. The said Disposal would result in a loss of RM172,828 at Nibong Tebal Paper Mill Sdn Bhd (company level) accounts. Prior to the Disposal, Nibong Tebal Paper Mill Sdn Bhd has received an interim tax exempt dividend of 70% for the financial year ended 30 April 2006 on 20 April 2006 amounted to RM252,000. A first interim single tier dividend of 183.33% for the financial year ending 30 April 2010 has been declared by Jia In Sdn Bhd and Nibong Tebal Paper Mill Sdn Bhd will be receiving its 60% portion amounting to RM660,000 on 11 September 2009. With the incorporation of these dividends, the return of investment is RM1,453,492 vis-à-vis its investment cost of RM714,320.

 At NTHB Group level, the Disposal would results in a gain of RM134,098 after taking into consideration the dividend income of RM660,000 to be paid on 11 September 2009.
3. The cash proceeds arising from the Disposal are intended to be immediately utilized for working capital purpose upon settlement by the Purchasers.
4. The rationale for the Disposal is mainly to streamline the NTHB Group's operations and reallocating its resources to focus on the NTHB Group's core products and competencies which comprise of tissue paper and personal care segments namely sanitary napkins and baby diapers.
5. The highest percentage ratio applicable to the transaction is only 0.64% based on the latest audited financial statement of NTHB as at 30 April 2009. Thus, the Disposal does not require the approval of the shareholders of NTHB.

6. There was no transaction transacted with the same related parties for the proceeding 12 months except for the remuneration paid to the same related parties in their capacity as employees of Jia In Sdn Bhd which are not regarded as related party transaction pursuant to para 10.08(11)(f) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

Query Letter
content

: We refer to your Company's announcement dated 3 September 2009, in respect of the aforesaid matter.

In this connection, kindly furnish Bursa Malaysia Securities Berhad ("Bursa Securities") with the following additional information for public release:-

The net assets and net profits of Jia In Sdn Bhd based on its latest audited financial statements;
The expected gains or losses arising from the disposal to the Group;
The intended application of the sale proceeds and the breakdown, including the timeframe for full utilisation of the sale proceeds;
The rationale for the disposal including any benefit which is expected to accrue to the Group;
The highest percentage ratio applicable to the transaction; and
The total amount transacted with the same related party for the preceding 12 months.

Please furnish Bursa Securities with your reply within one (1) market day from the date hereof.

Yours faithfully

CHONG FUI TZY
Head, Issuers
Listing Division
Regulation

HTH/IJ
copy to:- Head, Market Surveillance, Securities Commission (via fax)

© 2009, Bursa Malaysia Berhad. All Rights Reserved.