

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Condensed Consolidated Statement of Comprehensive Income**  
**for the second quarter ended 30th June 2011**

	Note	Unaudited 3 months ended		Unaudited 6 months ended	
		30.6.2011 RM'000	Restated 30.6.2010 RM'000	30.6.2011 RM'000	Restated 30.6.2010 RM'000
Revenue	3	178,627	161,023	330,786	307,670
Expenses excluding finance cost and tax		(175,454)	(158,174)	(322,600)	(300,712)
Other operating income					
- dividend income	3	2,807	2,807	5,614	5,614
- others		1,638	1,538	3,637	3,553
Operating profit		7,618	7,194	17,437	16,125
Finance cost		(249)	(26)	(249)	(254)
<b>Profit before tax</b>		<b>7,369</b>	<b>7,168</b>	<b>17,188</b>	<b>15,871</b>
Income tax expense	7	(853)	(1,279)	(2,828)	(3,214)
<b>Net profit for the financial period</b>		<b>6,516</b>	<b>5,889</b>	<b>14,360</b>	<b>12,657</b>
<b>Other comprehensive income, net of tax</b>					
Available-for-sale investment					
- fair value change arising during the financial period		(802)	(728)	(1,521)	(1,373)
<b>Total comprehensive income for the financial period</b>		<b>5,714</b>	<b>5,161</b>	<b>12,839</b>	<b>11,284</b>
<b>Net profit attributable to shareholders of the Company</b>		<b>6,516</b>	<b>5,889</b>	<b>14,360</b>	<b>12,657</b>
<b>Total comprehensive income attributable to shareholders of the Company</b>		<b>5,714</b>	<b>5,161</b>	<b>12,839</b>	<b>11,284</b>
		<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic earnings per share attributable to shareholders of the Company:					
- profit for the financial period	8	6.47	5.85	14.25	12.56

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31st December 2010 and the accompanying Notes to the Interim Financial Information on pages 7 to 12.*

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Condensed Consolidated Statement of Financial Position**  
**as at 30th June 2011**

	Note	Unaudited As at 30.6.2011 RM'000	Audited As at 31.12.2010 RM'000
<b>Non-current assets</b>			
Property, plant and equipment	9	75,424	68,446
Goodwill	15	5,670	-
Available-for-sale investment		71,614	73,135
Deferred tax assets		805	879
		<u>153,513</u>	<u>142,460</u>
<b>Current assets</b>			
Inventories		94,554	45,614
Tax recoverable		3,077	185
Trade and other receivables		44,386	42,251
Cash and cash equivalents		53,963	47,446
		<u>195,980</u>	<u>135,496</u>
<b>Total assets</b>		<u>349,493</u>	<u>277,956</u>
<b>Non-current liabilities</b>			
Other payables		<u>310</u>	<u>-</u>
<b>Current liabilities</b>			
Provision for liabilities and charges		909	991
Current tax liabilities		13	607
Trade and other payables		146,807	100,277
Borrowings	17	16,312	-
		<u>164,041</u>	<u>101,875</u>
<b>Total liabilities</b>		<u>164,351</u>	<u>101,875</u>
<b>Net assets</b>		<u>185,142</u>	<u>176,081</u>
<b>Equity</b>			
Share capital	12	100,745	100,745
Share premium		23,857	23,857
Fair value reserve		5,611	7,132
Retained profits		54,929	44,347
<b>Total equity</b>		<u>185,142</u>	<u>176,081</u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31st December 2010 and the accompanying Notes to the Interim Financial Information on pages 7 to 12.*

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Condensed Consolidated Statement of Changes in Equity**  
**for the second quarter ended 30th June 2011**

	Share Capital RM'000	Share Premium RM'000	Unaudited Revaluation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000
<b>At 1st January 2011</b>	<b>100,745</b>	<b>23,857</b>	-	7,132	44,347	176,081
Total comprehensive income for the financial period	-	-	-	(1,521)	14,360	12,839
Dividend paid for the year ended: - 31st December 2010 (final)	-	-	-	-	(3,778)	(3,778)
<b>At 30th June 2011</b>	<b>100,745</b>	<b>23,857</b>	-	<b>5,611</b>	<b>54,929</b>	<b>185,142</b>
At 1st January 2010	100,745	23,857	8,463	-	25,055	158,120
- effect of change in accounting policy	-	-	(8,463)	-	72	(8,391)
- effect of adoption of FRS139	-	-	-	10,220	-	10,220
At 1st January 2010, as restated	100,745	23,857	-	10,220	25,127	159,949
Total comprehensive income for the financial period, as restated	-	-	-	(1,373)	12,657	11,284
Dividend paid for the year ended: - 31st December 2009 (final)	-	-	-	-	(3,778)	(3,778)
At 30th June 2010, as restated	100,745	23,857	-	8,847	34,006	167,455

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31st December 2010 and the accompanying Notes to the Interim Financial Information on pages 7 to 12.*

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Condensed Consolidated Statement of Cash Flows**  
**for the second quarter ended 30th June 2011**

	<b>Unaudited</b>	
	<b>6 months ended</b>	
	<b>30.6.2011</b>	<b>30.6.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating activities</b>		
Net cash flow from operations	12,864	62,012
Interest paid	(249)	(254)
Interest received	311	308
Taxation paid	(5,774)	(4,057)
Net cash flow from operating activities	7,152	58,009
<b>Investing activities</b>		
Proceeds from disposal of plant and equipment	4	55
Purchase of plant and equipment	(465)	(579)
Dividends received	11,229	11,229
Net cash outflow on acquisition of subsidiary companies	(14,180)	-
Net cash flow (used in)/from investing activities	(3,412)	10,705
<b>Financing activities</b>		
Bankers acceptance and revolving credit	6,555	(30,000)
Dividends paid	(3,778)	(3,778)
Net cash flow from/(used in) financing activities	2,777	(33,778)
<b>Net change in cash and cash equivalents during the financial period</b>	6,517	34,936
<b>Cash and cash equivalents at</b>		
- Beginning of the financial period	47,446	28,427
- End of the financial period	53,963	63,363

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31st December 2010 and the accompanying Notes to the Interim Financial Information on pages 7 to 12.*

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
**for the second quarter ended 30th June 2011**

**1 Basis of Preparation**

This interim report is prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group’s financial statements for the year ended 31st December 2010.

The accounting policies and presentation adopted for the interim financial report are consistent with those adopted for the annual financial statements for the year ended 31st December 2010, except for the adoption of the following:

*i) Adoption of New and Revised FRSs, IC Interpretations and Amendments*

<b>FRSs / Interpretations</b>	<b>Effective date</b>
FRS 3 (revised) – Business Combination	1st July 2010
FRS 127 (revised) – Consolidated and Separate Financial Statements	1st July 2010
Amendments to FRS 7 – Improving Disclosure about Financial Instruments	1st January 2011
Improvements to FRSs (2010)	1st January 2011
IC Interpretation 4 – Determining Whether an Arrangement contains Lease	1st January 2011

The adoption of the above standards, amendments and interpretations do not have any material impact on the financial statements of the Group.

*ii) New and Revised FRSs, IC Interpretations and Amendments issued but are not yet effective for the Group’s Current Quarter Report*

<b>FRSs / Interpretations</b>	<b>Effective date</b>
FRS 124 (revised) – Related Party Disclosures	1st January 2012
IC Interpretation 19 – Extinguishing Financial Liabilities with Equity Instruments	1st July 2011

**2 Qualification of Audit Report**

The Group’s financial statements for the preceding year ended 31st December 2010 were not subject to any qualification by the auditors.

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
**for the second quarter ended 30th June 2011**

**3 Segment Reporting**

The activities of the Group are conducted within Malaysia as shown in the following segments:

	<b>Automobile industry RM'000</b>	<b>Investment* RM'000</b>	<b>Group RM'000</b>
<b>3 months ended 30th June 2011</b>			
Revenue	178,627	-	178,627
Profit before tax	4,562	2,807	7,369
Profit after tax	3,709	2,807	6,516
<b>3 months ended 30th June 2010, as restated</b>			
Revenue	161,023	-	161,023
Profit before tax	4,361	2,807	7,168
Profit after tax	3,082	2,807	5,889
<b>6 months ended 30th June 2011</b>			
Revenue	330,786	-	330,786
Profit before tax	11,574	5,614	17,188
Profit after tax	8,746	5,614	14,360
<b>6 months ended 30th June 2010, as restated</b>			
Revenue	307,670	-	307,670
Profit before tax	10,257	5,614	15,871
Profit after tax	7,043	5,614	12,657

\* Under the terms of the agreement with Daimler AG ("DAG"), the Company is entitled to receive an annual net dividend income of RM11.2 million in respect of its investment in Mercedes-Benz Malaysia Sdn Bhd ("MBM") until December 2012.

**4 Seasonal or Cyclical Factors**

There were no major seasonal or cyclical factors affecting the automobile industry.

**5 Individually Significant Item**

The Group recognised dividend income of RM5.6 million in respect of the investment in MBM as disclosed in Note 3 above for the six months ended 30th June 2011.

**6 Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect on the results for the six months ended 30th June 2011.

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
**for the second quarter ended 30th June 2011**

**7 Taxation**

	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2011</b>	30.6.2010	<b>30.6.2011</b>	30.6.2010
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Tax expense	<b>(853)</b>	(1,279)	<b>(2,828)</b>	(3,214)

The average effective tax rate differs from the statutory income tax rate of Malaysia as follows:

	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2011</b>	30.6.2010	<b>30.6.2011</b>	30.6.2010
	<b>%</b>	%	<b>%</b>	%
Statutory income tax rate in Malaysia	<b>25</b>	25	<b>25</b>	25
Expenses not deductible for tax purposes	<b>1</b>	3	<b>1</b>	4
Income not subject to tax	<b>(10)</b>	(10)	<b>(8)</b>	(9)
Others	<b>(4)</b>	-	<b>(2)</b>	-
Average effective tax rate	<b>12</b>	18	<b>16</b>	20

**8 Earnings per Share**

	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2011</b>	Restated 30.6.2010	<b>30.6.2011</b>	Restated 30.6.2010
Basic earnings per share				
Profit attributable to shareholders of the Company (RM'000)	<b>6,516</b>	5,889	<b>14,360</b>	12,657
Weighted average number of ordinary shares in issue ('000)	<b>100,745</b>	100,745	<b>100,745</b>	100,745
Basic earnings per share (sen)	<b>6.47</b>	5.85	<b>14.25</b>	12.56

**9 Sale of Unquoted Investments/Properties**

There were no completion of sales of any unquoted investments or properties for the six months ended 30th June 2011.

**10 Short Term Investments**

a) Purchases and disposals

There were no purchases or disposals of any short term investments for the six months ended 30th June 2011.

b) Investment as at 30th June 2011.

There were no short term investments as at 30th June 2011.

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
**for the second quarter ended 30th June 2011**

**11 Significant related party transactions**

The significant related party transactions described below were carried out on terms and conditions agreed by the related parties.

	<b>6 months ended</b>	
	<b>30.6.2011</b>	<b>30.6.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
With substantial shareholders and companies related to substantial shareholders:		
Sales of motor vehicles to Jardine Matheson (Malaysia) Sdn. Bhd.	-	603
Purchase of computer software and peripherals from Jardine OneSolution (2001) Sdn Bhd	<b>(365)</b>	(190)
Group service charge payable to Jardine Cycle & Carriage Limited	<b>(202)</b>	(190)
Group Internal audit fees payable to Jardine Matheson & Co., Limited	<b>(112)</b>	(121)

**12 Debts and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the six months ended 30th June 2011.

**13 Dividends**

	<b>6 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2011</b>		<b>30.6.2010</b>	
	<b>Gross dividend per share Sen</b>	<b>Amount of dividend net of 25% tax RM'000</b>	<b>Gross dividend per share Sen</b>	<b>Amount of dividend net of 25% tax RM'000</b>
Final dividend approved by shareholders in respect of the financial year ended 31st December 2010, paid on 27th May 2011 (2010: paid on 25th June 2010)	<u>5</u>	<u>3,778</u>	<u>5</u>	<u>3,778</u>
Interim dividend declared in respect of the financial year ended 31st December 2011 (2010: paid on 24th August 2010)	<u>5</u>	<u>3,778</u>	<u>5</u>	<u>3,778</u>

The 2011 interim dividend will be paid on 26th August 2011 to shareholders whose names appear in the Company's Registers of Members and Record of Depositors on 9th August 2011.



**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
**for the second quarter ended 30th June 2011**

**14 Disclosure of Realised and Unrealised Profits**

	<b>6 months ended</b> <b>30.6.2011</b> <b>RM'000</b>	12 months ended 31.12.2010 RM'000
Retained profits of the Company and its subsidiaries:		
- Realised	<b>55,033</b>	44,458
- Unrealised	<b>(104)</b>	(111)
	<b>54,929</b>	44,347

**15 Changes in the Composition of the Group**

There were no changes in the composition of the Group for the six months ended 30th June 2011 except for the following:-

On 13th May 2011, the Company completed the acquisition of 100% of Lowe Motors Sdn Bhd ("LMSB"), the authorised dealer of Mercedes-Benz in the state of Penang, Malaysia for RM16 million. The Company recognised a preliminary goodwill of RM5.7 million on acquisition of LMSB, subject to fair value adjustments to be determined based on fair values of LMSB's identifiable assets and liabilities at the time of acquisition. The goodwill will be adjusted following the completion of the purchase price allocation exercise within 12 months of acquisition as allowed by FRS 3.

**16 Status of Corporate Proposals**

On 1st July 2005, the Company announced that CCL Group Properties Sdn. Bhd. ("CCLGP"), its 40% owned associated company and CCLGP's subsidiaries had commenced members' voluntary liquidation.

There were no corporate proposals undertaken or announced but not completed at the date of issue of this quarterly report other than as mentioned above.

**17 Group Borrowings**

Group borrowings as at 30th June 2011:

	<b>RM'000</b>
Bankers Acceptance	
- Secured	316
- Unsecured	16,000
	<u>16,312</u>

All the borrowings were short-term and denominated in Ringgit Malaysia.

**18 Contingent Liabilities**

As at the date of issue of this quarterly report, there were no material changes to the contingent liabilities disclosed in the annual financial report for the year ended 31st December 2010.

**CYCLE & CARRIAGE BINTANG BERHAD**  
**Notes to the interim financial information**  
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**19 Material Litigation**

In 1997, the Company supplied units of bus chassis to Transit Link Sdn Bhd (“Transit Link”) and was paid by Transit Link’s appointed bus body builder, Hup Lee Coachbuilders Holdings Sdn Bhd (“Hup Lee”).

On 10th February 2004, Hup Lee served a Writ of Summons on the Company after an earlier Originating Summons on the same matter was dismissed. In the Writ, Hup Lee is seeking the return of the monies it paid to the Company alleging wrongful payment of RM8.0 million plus accrued interest. The matter went on trial and the court decided in favour of the Company in December 2009. Hup Lee filed an appeal to the Court of Appeal in January 2010. Based on legal advice, the directors believe that the Company has a reasonable chance of succeeding and accordingly, no provision has been made in the financial statements for this claim.

**20 Capital Commitments**

Capital Commitments of the Group as at 30th June 2011 in relation to acquisition of property, plant and equipment were as follows:

	<b>RM’000</b>
Approved and contracted	93
Approved but not contracted	8,800
Total	<u>8,893</u>

**21 Material Change in Current Quarter Results Compared to Preceding Quarter Results**

The Group recorded an unaudited profit before tax of RM7.4 million in the second quarter which was RM2.4 million lower than the preceding quarter mainly due to the recognition of higher incentives from MBM in the previous quarter.

**22 Variance of Actual Profit from Forecast Profit**

The Company did not publish any profit forecast.

**23 Events after the reporting period**

There were no material events between 1st July 2011 and the date of this report.