

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Comprehensive Income
for the third quarter ended 30th September 2012

| | Note | Unaudited 3 months ended | | Unaudited 9 months ended | |
|---|------|-----------------------------|---------------------|-----------------------------|---------------------|
| | | 30.9.2012 RM'000 | 30.9.2011 RM'000 | 30.9.2012 RM'000 | 30.9.2011 RM'000 |
| Revenue | 7 | 162,218 | 188,214 | 497,628 | 519,000 |
| Expenses excluding finance cost and tax | | (162,265) | (181,676) | (490,737) | (504,276) |
| Other operating income | | | | | |
| - dividend income | 7 | 2,808 | 2,808 | 8,422 | 8,422 |
| - rental income | | 7 | 763 | 1,508 | 2,273 |
| - interest income | | 106 | 126 | 311 | 437 |
| - others | | 1,328 | 1,135 | 3,619 | 2,951 |
| Operating profit | | 4,202 | 11,370 | 20,751 | 28,807 |
| Finance cost | | (361) | (189) | (865) | (438) |
| Share of results of an associated company | | 104 | - | 104 | - |
| Profit before tax | | 3,945 | 11,181 | 19,990 | 28,369 |
| Income tax expense | 14 | (35) | (5,250) | (3,115) | (8,078) |
| Net profit for the financial period | 20 | 3,910 | 5,931 | 16,875 | 20,291 |
| Other comprehensive income, net of tax | | | | | |
| Available-for-sale investment | | | | | |
| - fair value change arising during the financial period | | (979) | (895) | (2,670) | (2,416) |
| Total comprehensive income for the financial period | | 2,931 | 5,036 | 14,205 | 17,875 |
| Net profit attributable to shareholders of the Company | | 3,910 | 5,931 | 16,875 | 20,291 |
| Total comprehensive income attributable to shareholders of the Company | | 2,931 | 5,036 | 14,205 | 17,875 |
| | | Sen | Sen | Sen | Sen |
| Basic earnings per share attributable to shareholders of the Company: | | | | | |
| - profit for the financial period | 18 | 3.88 | 5.89 | 16.75 | 20.14 |

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 2011 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 11.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Financial Position
as at 30th September 2012

| | Unaudited As at | Audited As at | Audited As at |
|---------------------------------------|--------------------|------------------|------------------|
| Note | 30.9.2012 | 31.12.2011 | 1.1.2011 |
| | RM'000 | RM'000 | RM'000 |
| Non-current assets | | | |
| Property, plant and equipment | 80,962 | 73,901 | 68,446 |
| Intangible assets | 9,842 | 9,842 | - |
| Available-for-sale investment | 67,069 | 69,739 | 73,135 |
| Deferred tax assets | 1,025 | 1,029 | 879 |
| | <u>158,898</u> | <u>154,511</u> | <u>142,460</u> |
| Current assets | | | |
| Inventories | 107,514 | 76,362 | 45,614 |
| Tax recoverable | 1,940 | 680 | 185 |
| Trade and other receivables | 43,725 | 51,539 | 42,251 |
| Cash and cash equivalents | 9,530 | 37,818 | 47,446 |
| | <u>162,709</u> | <u>166,399</u> | <u>135,496</u> |
| Total assets | <u>321,607</u> | <u>320,910</u> | <u>277,956</u> |
| Non-current liabilities | | | |
| Borrowings | <u>36</u> | <u>56</u> | <u>-</u> |
| Current liabilities | | | |
| Provision for liabilities and charges | 1,043 | 2,051 | 991 |
| Current tax liabilities | 1,437 | 880 | 607 |
| Trade and other payables | 98,053 | 121,399 | 100,277 |
| Borrowings | 25,426 | 5,043 | - |
| | <u>125,959</u> | <u>129,373</u> | <u>101,875</u> |
| Total liabilities | <u>125,995</u> | <u>129,429</u> | <u>101,875</u> |
| Net assets | <u>195,612</u> | <u>191,481</u> | <u>176,081</u> |
| Equity | | | |
| Share capital | 5 100,745 | 100,745 | 100,745 |
| Share premium | 23,857 | 23,857 | 23,857 |
| Fair value reserve | 1,066 | 3,736 | 7,132 |
| Retained profits | 69,944 | 63,143 | 44,347 |
| Total equity | <u>195,612</u> | <u>191,481</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 2011 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 11.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Changes in Equity
for the third quarter ended 30th September 2012

| | Unaudited | | | | |
|---|-------------------------------------|-------------------------------------|--|--|-------------------------|
| | Share Capital RM'000 | Share Premium RM'000 | Fair Value Reserve RM'000 | Retained Profits RM'000 | Total RM'000 |
| At 1st January 2012 | 100,745 | 23,857 | 3,736 | 63,143 | 191,481 |
| Total comprehensive income for the financial period | - | - | (2,670) | 16,875 | 14,205 |
| Dividend paid for the financial year ended: | | | | | |
| -31st December 2011 (final) | - | - | - | (5,037) | (5,037) |
| -31st December 2012 (interim) | - | - | - | (5,037) | (5,037) |
| At 30th September 2012 | 100,745 | 23,857 | 1,066 | 69,944 | 195,612 |
| At 1st January 2011 | 100,745 | 23,857 | 7,132 | 44,347 | 176,081 |
| Total comprehensive income for the financial period | - | - | (2,416) | 20,291 | 17,875 |
| Dividend paid for the financial year ended: | | | | | |
| -31st December 2010 (final) | - | - | - | (3,778) | (3,778) |
| -31st December 2011 (interim) | - | - | - | (4,047) | (4,047) |
| At 30th September 2011 | 100,745 | 23,857 | 4,716 | 56,813 | 186,131 |

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 2011 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 11.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Cash Flows
for the third quarter ended 30th September 2012

| | Unaudited | |
|---|-----------------------|------------------|
| | 9 months ended | |
| | 30.9.2012 | 30.9.2011 |
| | RM'000 | RM'000 |
| Operating activities | | |
| Profit before tax | 19,990 | 28,369 |
| <i>Adjustments for:</i> | | |
| Property, plant and equipment: | | |
| - depreciation | 3,394 | 2,875 |
| - loss on disposal | 57 | 13 |
| Interest income | (311) | (437) |
| Finance cost | 865 | 438 |
| Share of results of an associated company | (104) | - |
| Operating profit before changes in working capital | 23,891 | 31,258 |
| Inventories | (31,152) | (7,102) |
| Receivables | (3,415) | (18,506) |
| Payables | (23,346) | (75) |
| Provision | (1,008) | (82) |
| Net cash flow (used in)/generated from operations | (35,030) | 5,493 |
| Interest paid | (865) | (438) |
| Interest received | 311 | 437 |
| Income tax paid | (3,814) | (7,009) |
| Net cash flow used in operating activities | (39,398) | (1,517) |
| Investing activities | | |
| Proceeds from disposal of plant and equipment | 180 | 14 |
| Purchase of plant and equipment | (10,692) | (1,070) |
| Dividends received | 11,229 | 11,229 |
| Final distribution received from an associated company | 104 | - |
| Net cash outflow on acquisition of subsidiary companies | - | (14,180) |
| Net cash flow generated from/(used in) investing activities | 821 | (4,007) |
| Financing activities | | |
| Drawdown of bankers acceptance | 306,700 | 40,000 |
| Repayment of borrowings | (286,337) | (27,758) |
| Dividend paid | (10,074) | (7,825) |
| Net cash flow generated from financing activities | 10,289 | 4,417 |
| Net change in cash and cash equivalents during the financial period | (28,288) | (1,107) |
| Cash and cash equivalents at | | |
| - Beginning of the financial period | 37,818 | 47,446 |
| - End of the financial period | 9,530 | 46,339 |

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 2011 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 11.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the third quarter ended 30th September 2012

1 Basis of Preparation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, *Interim Financial Reporting* in Malaysia, International Accounting Standard (“IAS”) 34, *Interim Financial Reporting* and all the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all the information required for full annual financial statements and should be read in conjunction with the Group's financial statements for the financial year ended 31st December 2011.

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31st December 2011, except for the following:

Adoption of a new MASB accounting framework, the MFRS Framework

The Group has adopted the MFRS framework and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* for the first time in these unaudited condensed consolidated interim financial statements. The transition to the MFRS framework does not have any impact on the financial position, financial performance and cash flows of the Group and the Company.

2 Seasonal or Cyclical Factors

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

3 Individually Significant Item

The Group recognised dividend income of RM8.4 million in respect of the investment in MBM as disclosed in Note 7 for the nine months ended 30th September 2012.

4 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 nine months ended 30th September 2012.

5 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 nine months ended 30th September 2012.

6 Dividends

| | 9 months ended 30.9.2012 | | 9 months ended 30.9.2011 | |
|--|------------------------------|--|------------------------------|--|
| | Dividend per share Sen | Amount of net dividend RM'000 | Dividend per share Sen | Amount of net dividend RM'000 |
| Final dividend approved by shareholders in respect of the previous financial year, paid on 25th May 2012 (2011: paid on 27th May 2011) | | | | |
| - Final dividend, less 25% tax | - | - | 5.00 | 3,778 |
| - Final single-tier dividend | 5.00 | 5,037 | - | - |
| | 5.00 | 5,037 | 5.00 | 3,778 |
| Interim dividend declared in respect of the current financial year, paid on 24th August 2012 (2011: paid on 26th August 2011) | | | | |
| - Interim dividend, less 25% tax | - | - | 3.93 | 2,969 |
| - Interim single-tier dividend | 5.00 | 5,037 | 1.07 | 1,078 |
| | 5.00 | 5,037 | 5.00 | 4,047 |

The Board of Directors does not recommend the payment of any dividend for the third quarter ended 30th September 2012.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the third quarter ended 30th September 2012

7 Segment Reporting

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

| | Automobile industry RM'000 | Investment* RM'000 | Group RM'000 |
|---|---|-------------------------------|-------------------------|
| 3 months ended 30th September 2012 | | | |
| Revenue | 162,218 | - | 162,218 |
| Profit before tax | 1,137 | 2,808 | 3,945 |
| Profit after tax | 1,102 | 2,808 | 3,910 |
| 3 months ended 30th September 2011 | | | |
| Revenue | 188,214 | - | 188,214 |
| Profit before tax | 8,373 | 2,808 | 11,181 |
| Profit after tax | 3,123 | 2,808 | 5,931 |
| 9 months ended 30th September 2012 | | | |
| Revenue | 497,628 | - | 497,628 |
| Profit before tax | 11,568 | 8,422 | 19,990 |
| Profit after tax | 8,453 | 8,422 | 16,875 |
| 9 months ended 30th September 2011 | | | |
| Revenue | 519,000 | - | 519,000 |
| Profit before tax | 19,947 | 8,422 | 28,369 |
| Profit after tax | 11,869 | 8,422 | 20,291 |

* Under the terms of the agreement with Daimler AG, 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").

8 Events after the reporting period

There were no material events between 1st October 2012 and the date of this report.

9 Changes in the Composition of the Group

There were no changes in the composition of the Group for the nine months ended 30th September 2012 except for the dissolution of its 40%-owned associated company mentioned in Note 15.

10 Capital Commitments

Capital Commitments of the Group as at 30th September 2012 in relation to property, plant and equipment were as follows:

| | RM'000 |
|-----------------------------|---------------|
| Approved and contracted | - |
| Approved but not contracted | 463 |
| Total | <u>463</u> |

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the third quarter ended 30th September 2012

11 Significant related party transactions

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

| | 9 months ended | |
|--|-----------------------|------------------|
| | 30.9.2012 | 30.9.2011 |
| | RM'000 | RM'000 |
| a) With substantial shareholders and companies related to substantial shareholders: | | |
| Purchase of computer software and peripherals from Jardine OneSolution (2001) Sdn Bhd | (700) | (488) |
| Group service charge payable to Jardine Cycle & Carriage Limited | (301) | (294) |
| Group internal audit cost and incidental expenses payable to Jardine Matheson & Co., Ltd | (116) | (171) |
| Payment of insurance premiums to insurance broker, Jardine Lloyd Thompson Sdn Bhd | (107) | (110) |
| Sale of motor vehicles to Jardine Lloyd Thompson Sdn Bhd | 590 | - |
| | <hr/> | <hr/> |
| b) With an associated company | | |
| Receipt of final distribution from CCL Group Properties Sdn Berhad | 104 | - |
| | <hr/> | <hr/> |
| c) With director | | |
| Sale of motor vehicle | 286 | 407 |
| | <hr/> <hr/> | <hr/> <hr/> |

12 Material Change in Current Quarter Results Compared to Preceding Quarter Results

The Group recorded an unaudited profit before tax of RM3.9 million in the third quarter which was RM1.5 million lower than the preceding quarter mainly due to slow down in unit sales and margin erosion.

13 Variance of Actual Profit from Forecast Profit

The Company did not publish any profit forecast.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the third quarter ended 30th September 2012

14 Taxation

| | 3 months ended | | 9 months ended | |
|-------------|-----------------------|-----------|-----------------------|-----------|
| | 30.9.2012 | 30.9.2011 | 30.9.2012 | 30.9.2011 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Tax expense | <u>(35)</u> | (5,250) | <u>(3,115)</u> | (8,078) |

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

| | 3 months ended | | 9 months ended | |
|--|-----------------------|-----------|-----------------------|-----------|
| | 30.9.2012 | 30.9.2011 | 30.9.2012 | 30.9.2011 |
| | % | % | % | % |
| Statutory income tax rate in Malaysia | 25 | 25 | 25 | 25 |
| Expenses not deductible for tax purposes | 6 | 7 | 3 | 2 |
| Income not subject to tax | (18) | (6) | (10) | (7) |
| Prior year (over)/under provision | (12) | 21 | (2) | 8 |
| Average effective tax rate | <u>1</u> | <u>47</u> | <u>16</u> | <u>28</u> |

15 Status of Corporate Proposals

On 1st July 2005, the Company announced that CCL Group Properties Sdn. Berhad ("CCLGP"), its 40%-owned associated company and CCLGP's subsidiaries had commenced members' voluntary liquidation. Pursuant to Section 272(5) of the Companies Act 1965, CCLGP and all its subsidiaries in Malaysia had been dissolved on 13th July 2012.

Save as disclosed above, there were no corporate proposals undertaken or announced but not completed at the date of issue of this quarterly report.

16 Group Borrowings

Group borrowings as at 30th September 2012:

| | RM'000 |
|-------------------------------------|---------------|
| Bankers acceptance (unsecured) | 25,400 |
| Finance lease liabilities (secured) | 62 |
| | <u>25,462</u> |

17 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 sought for 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.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the third quarter ended 30th September 2012

18 Earnings per Share

| | 3 months ended | | 9 months ended | |
|---|-----------------------|-----------|-----------------------|-----------|
| | 30.9.2012 | 30.9.2011 | 30.9.2012 | 30.9.2011 |
| Basic earnings per share | | | | |
| Net profit attributable to shareholders of the Company (RM'000) | 3,910 | 5,931 | 16,875 | 20,291 |
| Weighted average number of ordinary shares in issue ('000) | 100,745 | 100,745 | 100,745 | 100,745 |
| Basic earnings per share (sen) | 3.88 | 5.89 | 16.75 | 20.14 |

19 Qualification of Audit Report

The Group's financial statements for the preceding year ended 31st December 2011 were not subject to any qualification by the auditors.

20 Notes to the Statement of Comprehensive Income

| | 3 months ended | 9 months ended |
|--|-----------------------|-----------------------|
| | 30.9.2012 | 30.9.2012 |
| | RM'000 | RM'000 |
| Net profit for the financial period is arrived at after charging: | | |
| Depreciation | 1,250 | 3,394 |
| Write-down of inventories | 51 | 797 |
| and after crediting: | | |
| Foreign exchange gain | - | 24 |
| Reversal for impairment loss on trade receivables | 62 | 58 |

Other than the above and disclosed in the Statement of Comprehensive Income, there were no gain or loss on disposal of quoted or unquoted investments or properties, gain or loss on derivatives and exceptional items for the current quarter and cumulative quarter ended 30th September 2012.

21 Disclosure of Realised and Unrealised Profits

| | 9 months ended | 12 months ended |
|---|-----------------------|-----------------|
| | 30.9.2012 | 31.12.2011 |
| | RM'000 | RM'000 |
| Retained profits of the Company and its subsidiaries: | | |
| - Realised | 68,627 | 62,830 |
| - Unrealised | 1,317 | 313 |
| | 69,944 | 63,143 |

For further information, please contact: Ms. Wong Yee Ying, GM - Finance at Tel No: 03-78728008.

Full text of the Quarterly Announcement for the third quarter ended 30th September 2012 can be accessed through the internet at www.bursamalaysia.com.