

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Comprehensive Income
for the fourth quarter ended 31st December 2013

	Note	Unaudited		Audited	
		3 months ended		12 months ended	
		31.12.2013	31.12.2012	31.12.2013	31.12.2012
		RM'000	RM'000	RM'000	RM'000
Revenue	7	163,294	158,564	644,976	656,192
Expenses excluding finance cost and tax		(168,952)	(164,174)	(657,421)	(654,911)
Other operating income					
- dividend income	7	2,807	2,807	11,229	11,229
- rental income		1	2	4	1,510
- interest income		150	40	423	351
- others		1,271	1,162	4,217	4,885
Operating profit / (loss)		(1,429)	(1,599)	3,428	19,256
Finance cost		(639)	(279)	(2,081)	(1,144)
Profit / (loss) before tax		(2,068)	(1,878)	1,347	18,112
Income tax	13	1,754	1,166	2,891	(1,949)
Net profit / (loss) for the financial period / year	19	(314)	(712)	4,238	16,163
Other comprehensive income, net of tax					
Available-for-sale investment					
- fair value change arising during the financial period / year		-	(1,066)	-	(3,736)
Total comprehensive income / (loss) for the financial period / year		(314)	(1,778)	4,238	12,427
Net profit / (loss) attributable to shareholders of the Company		(314)	(712)	4,238	16,163
Total comprehensive income / (loss) attributable to shareholders of the Company		(314)	(1,778)	4,238	12,427
		Sen	Sen	Sen	Sen
Basic earnings / (loss) per share attributable to shareholders of the Company	17	(0.31)	(0.71)	4.21	16.04

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 2012 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 31st December 2013

	Note	Audited As at 31.12.2013 RM'000	Audited As at 31.12.2012 RM'000
Non-current assets			
Intangible assets		9,842	9,842
Property, plant and equipment		84,836	79,880
Available-for-sale investment		66,003	66,003
Deferred tax assets		4,763	3,184
		165,444	158,909
Current assets			
Inventories		116,745	150,375
Tax recoverable		1,349	279
Trade and other receivables		63,847	53,721
Cash and cash equivalents		22,680	20,559
		204,621	224,934
Total assets		370,065	383,843
Non-current liabilities			
Deferred tax liabilities		352	668
Current liabilities			
Provision for liabilities and charges		1,246	1,561
Current tax liabilities		656	1,281
Trade payables and other liabilities		82,185	153,443
Borrowings	15	87,554	33,056
		171,641	189,341
Total liabilities		171,993	190,009
Net assets		198,072	193,834
Equity			
Share capital		100,745	100,745
Share premium		23,857	23,857
Retained profits		73,470	69,232
Total equity		198,072	193,834

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 2012 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 fourth quarter ended 31st December 2013

	Audited				
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000
At 1st January 2013	100,745	23,857	-	69,232	193,834
Total comprehensive income for the financial year	-	-	-	4,238	4,238
At 31st December 2013	100,745	23,857	-	73,470	198,072
At 1st January 2012	100,745	23,857	3,736	63,143	191,481
Total comprehensive income for the financial year	-	-	(3,736)	16,163	12,427
Dividend paid for financial year ended:					
- 31st December 2011 (Final)	-	-	-	(5,037)	(5,037)
- 31st December 2012 (Interim)	-	-	-	(5,037)	(5,037)
At 31st December 2012	100,745	23,857	-	69,232	193,834

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 2012 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 fourth quarter ended 31st December 2013

	Audited	
	12 months ended	
	31.12.2013	31.12.2012
	RM'000	RM'000
Operating activities		
Profit before tax	1,347	18,112
<i>Adjustments for:</i>		
Property, plant and equipment:		
- depreciation	5,204	4,628
- reversal of impairment	-	(160)
- (gain) / loss on disposal	(3)	36
- write off	82	126
Interest income	(423)	(351)
Finance cost	2,081	1,144
Final capital distribution from an associate	-	(104)
Operating profit before changes in working capital	8,288	23,431
Inventories	33,631	(74,013)
Receivables	(21,354)	(13,411)
Payables	(71,260)	32,044
Provision	(215)	644
Net cash flow used in operations	(50,910)	(31,305)
Interest paid	(2,081)	(1,144)
Interest received	423	351
Income tax paid	(699)	(2,634)
Warranty and other provision utilised	(100)	(1,134)
Net cash flow used in operating activities	(53,367)	(35,866)
Investing activities		
Proceeds from disposal of plant and equipment	3	191
Purchase of property, plant and equipment	(10,242)	(10,800)
Dividend received	11,229	11,229
Final capital distribution received from an associate	-	104
Net cash flow from investing activities	990	724
Financing activities		
Drawdown of bankers acceptance	54,524	28,000
Repayment of finance lease	(26)	(43)
Dividends paid	-	(10,074)
Net cash flow from financing activities	54,498	17,883
Net change in cash and cash equivalents during the financial year	2,121	(17,259)
Cash and cash equivalents at		
- Beginning of the financial year	20,559	37,818
- End of the financial year	22,680	20,559

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 2012 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 fourth quarter ended 31st December 2013

1 Basis of Preparation

These audited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard 134, *Interim Financial Reporting* in Malaysia, International Accounting Standard 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 2012.

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 2012 except for the adoption of the following:

i) Adoption of New and Revised MFRSs and Amendments

	Effective date
MFRS 10 – Consolidated Financial Statements	1st January 2013
MFRS 13 – Fair Value Measurement	1st January 2013
MFRS 119 – Employee Benefits	1st January 2013
MFRS 127 – Separate Financial Statements	1st January 2013
Amendments to MFRS 101 – Presentation of Items of Other Comprehensive Income	1st July 2012
Amendments to MFRS 119 – Employee Benefits	1st January 2013
Amendments to MFRS 7 – Financial Instruments: Disclosure	1st January 2013
Amendments to MFRS 10 – Consolidated Financial Statements: Transition Guidance	1st January 2013

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

ii) New and Revised MFRSs and Amendments that are applicable to the Group but not yet effective for the Group's Current Quarter Report

	Effective date
MFRS 9 – Financial Instruments	1st January 2017
Amendments to MFRS 132 – Offsetting Financial Assets and Financial Liabilities	1st January 2014

The adoption of the above new standards and amendments when they become effective are not expected to have any material impact on the financial statements of the Group.

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 RM11.2 million in respect of the investment in Mercedes-Benz Malaysia Sdn Bhd ("MBM") as disclosed in Note 7 for the financial year ended 31st December 2013.

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 financial year ended 31st December 2013.

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 financial year ended 31st December 2013.

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6 Dividends

	12 months ended 31.12.2013		12 months ended 31.12.2012	
	Dividend per share Sen	Amount RM'000	Dividend per share Sen	Amount RM'000
Final single-tier dividend approved by shareholders in respect of the previous financial year (2012: paid on 25th May 2012)	-	-	5.00	5,037
	-	-	5.00	5,037
Interim single-tier dividend declared in respect of the current financial year (2012: paid on 24th August 2012)	-	-	5.00	5,037
	-	-	5.00	5,037

The directors do not recommend any final dividend for the financial year ended 31st December 2013.

7 Segment Reporting

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

	Automobile industry RM'000	Investment RM'000	Group RM'000
3 months ended 31st December 2013			
Revenue	163,294	-	163,294
Profit / (loss) before tax	(4,875)	2,807	(2,068)
Profit / (loss) after tax	(3,121)	2,807	(314)
3 months ended 31st December 2012			
Revenue	158,564	-	158,564
Profit / (loss) before tax	(4,685)	2,807	(1,878)
Profit / (loss) after tax	(3,519)	2,807	(712)
12 months ended 31st December 2013			
Revenue	644,976	-	644,976
Profit / (loss) before tax	(9,882)	11,229	1,347
Profit / (loss) after tax	(6,991)	11,229	4,238
12 months ended 31st December 2012			
Revenue	656,192	-	656,192
Profit before tax	6,883	11,229	18,112
Profit after tax	4,934	11,229	16,163

8 Changes in the Composition of the Group

There were no changes in the composition of the Group for the financial year ended 31st December 2013.

9 Capital Commitments

Capital expenditure of the Group not provided for as at 31st December 2013 in relation to property, plant and equipment were as follows:

	RM'000
Approved and contracted	106
Approved but not contracted	9,724
	<u>9,830</u>

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Notes to the condensed consolidated interim financial statements
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10 Significant related party transactions

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

	12 months ended	
	31.12.2013	31.12.2012
	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.	(934)	(827)
Group service charge paid/payable to Jardine Cycle & Carriage Limited	(412)	(405)
Group internal audit fees paid/payable to Jardine Matheson & Co., Ltd	(262)	(173)
Payment of insurance premiums to insurance broker, Jardine Lloyd Thompson Sdn Bhd	(126)	(84)
Payment of HR services, IT services and Continuing Professional Development Program to Cycle & Carriage Industries Pte Limited	(106)	(86)
Sale of motor vehicle to GCH Retail (M) Sdn Bhd	564	-
Sale of motor vehicles to Jardine Lloyd Thompson Sdn Bhd	-	590
	<hr/> <hr/>	<hr/> <hr/>
b) With an associate:		
Final capital distribution	-	104
	<hr/> <hr/>	<hr/> <hr/>
b) With a director:		
Sale of motor vehicle	-	286
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11 Material Change in Current Quarter Results Compared to Preceding Quarter Results

The Group recorded an unaudited loss before tax of RM2.1 million compared to a profit of RM3.2 million in the preceding quarter mainly due to higher stock provision.

12 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
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13 Taxation

	3 months ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Income tax	1,754	1,166	2,891	(1,949)

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

	3 months ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	%	%	%	%
Statutory income tax rate in Malaysia	25	25	25	25
Expenses not deductible for tax purposes	(15)	1	68	3
Income not subject to tax	34	36	(208)	(15)
Prior year over provision	41	-	(100)	(2)
Average effective tax rate	85	62	(215)	11

The income not subject to tax relates to RM11.2 million single-tier dividend from investment in MBM (Note 3).

14 Status of Corporate Proposals

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

15 Group Borrowings

Group borrowings as at 31st December 2013:

	RM'000
Bankers acceptance (unsecured)	87,524
Finance lease liabilities (secured)	30
	<u>87,554</u>

16 Changes in Material Litigation

There were no changes in material litigation since the date of the last annual report up to the date of issue of this quarterly report.

17 Earnings per Share

	3 months ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
Basic earnings per share				
Net profit / (loss) attributable to shareholders of the Company (RM'000)	(314)	(712)	4,238	16,163
Weighted average number of ordinary shares in issue ('000)	100,745	100,745	100,745	100,745
Basic earnings / (loss) per share (sen)	(0.31)	(0.71)	4.21	16.04

18 Qualification of Audit Report

The Group's financial statements for the preceding year ended 31st December 2012 were not subject to any qualification by the auditors.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
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19 Notes to the Statement of Comprehensive Income

	3 months ended 31.12.2013 RM'000	12 months ended 31.12.2013 RM'000
Net profit for the financial period / year is arrived at after charging:		
Depreciation	(1,411)	(5,204)
Impairment loss on trade receivables	-	(36)
Write-down of inventories	(6,754)	(4,324)
and after crediting:		
Foreign exchange gain	2	5
Reversal of impairment loss on trade receivables	319	-

Other than the above and disclosed in the Condensed Consolidated 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 financial year ended 31st December 2013.

20 Disclosure of Realised and Unrealised Profits

	12 months ended 31.12.2013 RM'000	12 months ended 31.12.2012 RM'000
Retained profits of the Company and its subsidiaries:		
- Realised	68,970	66,942
- Unrealised	4,500	2,290
	<u>73,470</u>	<u>69,232</u>

21 Events after the reporting period

There were no material events between 1st January 2014 and the date of issue of this quarterly report.

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For further information, please contact: Mr. Lai Saye Chuan, Chief Financial Officer at Tel No: 03-78728008.

Full text of the Quarterly Announcement for the fourth quarter ended 31st December 2013 can be accessed through the internet at www.bursamalaysia.com.