

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Comprehensive Income
for the first quarter ended 31st March 2014

	Note	Unaudited 3 months ended		Unaudited 3 months ended	
		31.3.2014 RM'000	31.3.2013 RM'000	31.3.2014 RM'000	31.3.2013 RM'000
Revenue	7	186,404	175,976	186,404	175,976
Expenses excluding finance cost and tax		(184,803)	(179,900)	(184,803)	(179,900)
Other operating income					
- dividend income	7	-	2,807	-	2,807
- rental income		1	1	1	1
- interest income		103	28	103	28
- others		1,338	889	1,338	889
Operating profit / (loss)		3,043	(199)	3,043	(199)
Finance cost		(460)	(328)	(460)	(328)
Profit / (loss) before tax		2,583	(527)	2,583	(527)
Income tax	13	(886)	608	(886)	608
Total comprehensive income for the financial period	19	1,697	81	1,697	81
Total comprehensive income attributable to shareholders of the Company		1,697	81	1,697	81
		Sen	Sen	Sen	Sen
Basic earnings per share attributable to shareholders of the Company	17	1.68	0.08	1.68	0.08

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 2013 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 10.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Financial Position
as at 31st March 2014

	Note	Unaudited As at 31.3.2014 RM'000	Audited As at 31.12.2013 RM'000
Non-current assets			
Intangible assets		9,842	9,842
Property, plant and equipment		83,604	84,836
Available-for-sale investment		66,003	66,003
Deferred tax assets		4,115	4,763
		<u>163,564</u>	<u>165,444</u>
Current assets			
Inventories		96,063	116,745
Tax recoverable		1,324	1,349
Trade and other receivables		70,716	63,847
Cash and cash equivalents		23,648	22,680
		<u>191,751</u>	<u>204,621</u>
Total assets		<u>355,315</u>	<u>370,065</u>
Non-current liabilities			
Deferred tax liabilities		<u>550</u>	<u>352</u>
Current liabilities			
Provision for liabilities and charges		1,246	1,246
Current tax liabilities		429	656
Trade payables and other liabilities		115,478	82,185
Borrowings	15	<u>37,843</u>	<u>87,554</u>
		<u>154,996</u>	<u>171,641</u>
Total liabilities		<u>155,546</u>	<u>171,993</u>
Net assets		<u>199,769</u>	<u>198,072</u>
Equity			
Share capital		100,745	100,745
Share premium		23,857	23,857
Retained profits		75,167	73,470
Total equity		<u>199,769</u>	<u>198,072</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 2013 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 10.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Changes in Equity
for the first quarter ended 31st March 2014

	Unaudited			
	Share Capital RM'000	Share Premium RM'000	Retained Profits RM'000	Total RM'000
At 1st January 2014	100,745	23,857	73,470	198,072
Total comprehensive income for the financial period	-	-	1,697	1,697
At 31st March 2014	100,745	23,857	75,167	199,769
At 1st January 2013	100,745	23,857	69,232	193,834
Total comprehensive income for the financial period	-	-	81	81
At 31st March 2013	100,745	23,857	69,313	193,915

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 2013 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 10.

CYCLE & CARRIAGE BINTANG BERHAD
Condensed Consolidated Statement of Cash Flows
for the first quarter ended 31st March 2014

	Unaudited	
	3 months ended	
	31.3.2014	31.3.2013
	RM'000	RM'000
Operating activities		
Profit / (loss) before tax	2,583	(527)
<i>Adjustments for:</i>		
Property, plant and equipment:		
- depreciation	1,402	1,224
- (gain) / loss on disposal	(7)	37
Interest income	(103)	(28)
Finance cost	460	328
Operating profit before changes in working capital	4,335	1,034
Inventories	20,682	14,241
Receivables	(6,869)	(6,710)
Payables	33,293	(41,419)
Net cash flow from / (used in) operations	51,441	(32,854)
Interest paid	(460)	(328)
Interest received	103	28
Income tax paid	(242)	(916)
Net cash flow from / (used in) operating activities	50,842	(34,070)
Investing activities		
Proceeds from disposal of plant and equipment	19	-
Purchase of plant and equipment	(182)	(393)
Net cash flow used in investing activities	(163)	(393)
Financing activities		
Drawdown / (repayment) of bankers acceptance	(49,704)	22,800
Repayment of finance lease	(7)	(7)
Net cash flow from / (used in) financing activities	(49,711)	22,793
Net change in cash and cash equivalents during the financial period	968	(11,670)
Cash and cash equivalents at		
- Beginning of the financial period	22,680	20,559
- End of the financial period	23,648	8,889

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 2013 and the accompanying notes to the condensed consolidated interim financial statements on pages 7 to 10.

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the first quarter ended 31st March 2014

1 Basis of Preparation

These unaudited 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 2013.

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 2013 except for the adoption of Amendments to MFRS 132 – Offsetting Financial Assets and Financial Liabilities which became effective on 1st January 2014. The adoption of these amendments does not have any material impact on the financial statements of the Group.

The adoption of the new MFRS 9 - Financial Instruments which is effective on or after 1st January 2017 is 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 Unusual Item Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income, or cash flows which are unusual because of their nature, size, or incidence for the three months ended 31st March 2014.

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 three months ended 31st March 2014.

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 three months ended 31st March 2014.

6 Dividends

The directors do not recommend any interim dividend for the quarter under review.

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 March 2014			
Revenue	186,404	-	186,404
Profit before tax	2,583	-	2,583
Profit after tax	1,697	-	1,697
3 months ended 31st March 2013			
Revenue	175,976	-	175,976
Profit / (loss) before tax	(3,334)	2,807	(527)
Profit / (loss) after tax	(2,726)	2,807	81

* Dividend income from the Group's investment in Mercedes-Benz Malaysia Sdn Bhd ("MBM") has not been accrued in advance from 2014 onwards, but will be recognised only after the declaration by MBM of a dividend payable to Daimler AG ("DAG") for any year. As MBM has not declared any dividend to DAG in this quarter, no dividend income has been recognised.

8 Changes in the Composition of the Group

There were no changes in the composition of the Group for the three months ended 31st March 2014.

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Notes to the condensed consolidated interim financial statements
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9 Capital Commitments

Capital expenditure of the Group not provided for as at 31st March 2014 in relation to property, plant and equipment were as follows:

	RM'000
Approved and contracted	68
Approved but not contracted	9,713
	<u>9,781</u>

10 Significant related party transactions

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

	3 months ended	
	31.3.2014 RM'000	31.3.2013 RM'000
With substantial shareholders and companies related to substantial shareholders:		
Purchase of computer software and peripherals from Jardine OneSolution (2001) Sdn. Bhd.	(185)	(171)
Group service charge payable to Jardine Cycle & Carriage Limited	(102)	(103)

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

The Group recorded a profit before tax of RM2.6 million in the first quarter compared to a loss before tax of RM2.1 million in the preceding quarter mainly due to the recognition of higher incentives from MBM.

12 Variance of Actual Profit from Forecast Profit

The Company did not publish any profit forecast.

13 Taxation

	3 months ended	
	31.3.2014 RM'000	31.3.2013 RM'000
Income tax	(886)	608

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

	3 months ended	
	31.3.2014 %	31.3.2013 %
Statutory income tax rate in Malaysia	25	25
Expenses not deductible for tax purposes	9	(43)
Income not subject to tax	-	133
Average effective tax rate	<u>34</u>	<u>115</u>

The income not subject to tax relates to RM2.8 million single-tier dividend from investment in MBM.

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Notes to the condensed consolidated interim financial statements
for the first quarter ended 31st March 2014

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 March 2014:

	RM'000
Bankers acceptance (unsecured)	37,820
Finance lease liabilities (secured)	23
	<u>37,843</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	
	31.3.2014	31.3.2013
Basic earnings per share		
Net profit attributable to shareholders of the Company (RM'000)	1,697	81
Weighted average number of ordinary shares in issue ('000)	100,745	100,745
Basic earnings per share (sen)	1.68	0.08

18 Qualification of Audit Report

The Group's financial statements for the preceding year ended 31st December 2013 were not subject to any qualification by the auditors.

19 Notes to the Statement of Comprehensive Income

	3 months ended
	31.3.2014
	RM'000
Net profit for the financial period is arrived at after charging:	
Depreciation	(1,402)
Impairment loss on trade receivables	(250)
Foreign exchange loss	(2)
and after crediting:	
Reversal of write-down of inventories made previously	556

Other than the above and disclosed in the Condensed Consolidated Statement of Comprehensive Income, there were no gains or losses on disposal of quoted or unquoted investments or properties, gains or losses on derivatives and exceptional items for the three months ended 31st March 2014.

20 Disclosure of Realised and Unrealised Profits

	3 months ended	12 months ended
	31.3.2014	31.12.2013
	RM'000	RM'000
Retained profits of the Company and its subsidiaries:		
- Realised	71,513	68,970
- Unrealised	3,654	4,500
	<u>75,167</u>	<u>73,470</u>

CYCLE & CARRIAGE BINTANG BERHAD
Notes to the condensed consolidated interim financial statements
for the first quarter ended 31st March 2014

21 Events after the reporting period

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

- end -

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 first quarter ended 31st March 2014 can be accessed through the internet at www.bursamalaysia.com.