



CYCLE & CARRIAGE BINTANG BERHAD

Quarterly Announcement for the third quarter ended 30th September 2014

Highlights

- Vehicle unit sales up 26%
- Margins on key volume models remain under pressure
- Net profit up 55% from a low base

“The improved demand is likely to be sustained for the rest of the year, but the financial performance will continue to be impacted by margin pressure on the key E-Class model and supply constraints on new models.”

Alex Newbigging

Chairman

29th October 2014

Results

	Nine months ended 30th September		
	2014 RMm	2013 RMm	Change %
Revenue	640.4	481.7	+33
Net profit:			
(a) Mercedes-Benz operations	7.1	(3.8)	nm
(b) Dividend income	-	8.4	-100
	7.1	4.6	+55
Net profit attributable to shareholders	7.1	4.6	+55
	Sen	Sen	
Earnings per share	7.02	4.52	+55
	As at 30.9.2014 RMm	As at 31.12.2013 RMm	
Shareholders' funds	205.1	198.1	+4
	RM	RM	
Net asset per share	2.04	1.97	+4

The results for the 9 months ended 30th September 2014 and 30th September 2013 were not audited.

CYCLE & CARRIAGE BINTANG BERHAD
Quarterly Announcement for the third quarter ended 30th September 2014

Overview

The Group's performance for the first nine months of 2014 showed some improvement due to good demand for new models including the S-Class and CLA-Class, although supply remained tight. The financial results also showed an improvement but was impacted by low margins on other models.

Performance

The Group's revenue for the nine months ended 30th September 2014 grew by 33% to RM640.4 million. A net profit of RM7.1 million was recorded by the Mercedes-Benz operation, compared to a net loss of RM3.8 million in the previous year. Overall net profit for the Group was RM7.1 million compared to RM4.6 million in the previous year which had included the benefit of accrued dividend income from Mercedes-Benz Malaysia ("MBM"). No dividend income will be accrued on the Group's investment in MBM this year, in accordance with the revised terms of the joint venture agreement with Daimler AG, and income will only be recognised in future years when dividends are declared by MBM.

The Group's Mercedes-Benz passenger car unit sales were 26% up compared with the same period last year, benefiting from good demand for the A-Class, CLA-Class and particularly the new S-Class, although supply remained constrained. Severe margin pressure on the key E-Class model, alongside reduced sales and margins on the outgoing C-Class, continued to impact performance. The Group's after-sales division performed satisfactorily.

The Directors have not declared any dividend for the nine months ended 30th September 2014 (30th September 2013: Nil).

Prospects

The improved demand is likely to be sustained for the rest of the year, but the financial performance will continue to be impacted by margin pressure on the key E-Class model and supply constraints on new models.

Alex Newbigging
Chairman
29th October 2014