



APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current Quarter ended 31-Mar-08 <u>RM'000</u>	Corresponding Quarter ended 31-Mar-07 <u>RM'000</u>	Cumulative Year To Date 31-Mar-08 <u>RM'000</u>	Corresponding Year To Date 31-Mar-07 <u>RM'000</u>
Revenue	231,360	160,618	231,360	160,618
Profit from Operations	19,605	9,327	19,605	9,327
Finance Costs	(123)	(195)	(123)	(195)
Interest Income	1,509	964	1,509	964
Profit before Tax	20,991	10,096	20,991	10,096
Taxation	(4,314)	(2,384)	(4,314)	(2,384)
Net Profit for the Period	16,677	7,712	16,677	7,712
Attributable to :				
Equity holders of the parent	15,150	7,447	15,150	7,447
Minority interest	1,527	265	1,527	265
	16,677	7,712	16,677	7,712
Depreciation	7,563	8,761	7,563	8,761
Earnings per share				
Basic (sen)	7.64	3.72	7.64	3.72
Diluted (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

APM AUTOMOTIVE HOLDINGS BERHAD

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CONDENSED CONSOLIDATED BALANCE SHEETS

	As at 31-Mar-08 <u>RM'000</u>	As at 31-Dec-07 <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant & equipment	156,823	160,153
Prepaid lease payments	35,797	35,962
Investment property	1,329	1,340
Development expenditure	164	180
Deferred tax asset	7,951	9,336
	202,064	206,971
Current assets		
Inventories	167,898	153,627
Trade and other receivables	259,102	230,186
Assets held for sale	18,854	-
Cash and bank balances	180,219	177,405
	626,073	561,218
TOTAL ASSETS	828,137	768,189
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	201,600	201,600
Reserves	386,691	371,162
Treasury shares	(7,960)	(7,149)
	580,331	565,613
Minority interest	14,007	11,497
Total equity	594,338	577,110
Non-current liabilities		
Long-term borrowings	2,201	2,717
Deferred tax liability	3,663	3,952
Others	24,332	11,696
	30,196	18,365
Current liabilities		
Trade and other payables	183,870	159,975
Liabilities held for sale	6,402	-
Short term borrowings	7,870	7,490
Taxation	5,461	5,249
Proposed dividend	-	-
	203,603	172,714
Total liabilities	233,799	191,079
TOTAL EQUITY AND LIABILITIES	828,137	768,189
Net asset per share attributable to ordinary equity holders of the parent (RM)	2.97	2.87

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

APM AUTOMOTIVE HOLDINGS BERHAD

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Current Year to Date 31-Mar-08 <u>RM'000</u>	Corresponding Year To Date 31-Mar-07 <u>RM'000</u>
Cash generated from operations	10,103	27,104
Net cash flow used in investing activities	(7,007)	(6,479)
Net cash flow used in financing activities	(1,311)	(860)
Net increase in cash and cash equivalents	<u>1,785</u>	<u>19,765</u>
Exchange differences	662	138
Cash and cash equivalents at beginning of year	<u>172,056</u>	<u>140,484</u>
Cash and cash equivalents at end of period	<u><u>174,503</u></u>	<u><u>160,387</u></u>
Cash and cash equivalents comprise :-		
Cash and bank balances	180,219	177,405
Bills/Bank overdrafts	(5,716)	(17,018)
	<u><u>174,503</u></u>	<u><u>160,387</u></u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<----- Non-Distributable ----->			Distributable		Minority interest	Total equity
	Share capital	Treasury shares	Reserves	Retained profits	Sub-total		
			attributable to Capital				
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
As at 1 Jan 2007	201,600	(3,044)	(24,845)	362,833	536,544	11,976	548,520
Purchase of treasury shares -		(4,105)			(4,105)		(4,105)
MI for newly formed subsidiary *					-	2,637	2,637
Exchange adjustment on translation -			(1,627)		(1,627)	152	(1,475)
Net profit for the period				53,738	53,738	5,598	59,336
Dividend paid				(18,937)	(18,937)	(8,866)	(27,803)
As at 31 Dec 2007	<u>201,600</u>	<u>(7,149)</u>	<u>(26,472)</u>	<u>397,634</u>	<u>565,613</u>	<u>11,497</u>	<u>577,110</u>
As at 1 Jan 2008	201,600	(7,149)	(26,472)	397,634	565,613	11,497	577,110
Purchase of treasury shares -		(811)			(811)		(811)
Capital Contribution from MI*						983	983
Exchange adjustment on translation			379		379		379
Net profit for the period				15,150	15,150	1,527	16,677
Dividend paid					-		-
As at 31 March 2008	<u>201,600</u>	<u>(7,960)</u>	<u>(26,093)</u>	<u>412,784</u>	<u>580,331</u>	<u>14,007</u>	<u>594,338</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007

*MI – Minority Interest

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
EXPLANATORY NOTES – 31 March 2008

1. Accounting Policies

This interim financial report has been prepared in accordance with Financial Reporting Standards (“FRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. This interim financial statement should be read in conjunction with the Group’s Annual Audited Financial Statements for the year ended 31 December 2007.

2. Adoption of revised Financial Reporting Standards (FRSs)

The accounting policies adopted are consistent with those of the audited financial statements for the year ended 2007, except for the adoption of the following applicable FRSs :-

- i. FRS 107, Cash Flow Statements
- ii. FRS 112, Income Taxes
- iii. FRS 118, Revenue
- iv. FRS 120, Accounting for Government Grants and Disclosure of Government Assistance
- v. Amendment to FRS 121, The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation
- vi. FRS 134, Interim Financial Reporting
- vii. FRS 137, Provisions, Contingent Liabilities and Contingent Assets

The adoptions of the above FRSs do not have any material impact on the disclosure in this Interim Report.

3. Annual Audit Report

The audit report of the preceding annual financial statements was not qualified.

4. Seasonality or Cyclicity of Interim Operations

The operations of the Group were not affected by any seasonal or cyclical factors, other than the general economic environment in which we operate.

5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

NIL.

6. Changes in Estimates Reported in Prior Interim Periods of the Current Financial Year or Prior Financial Year Having a Material Effect in the Current Interim Period

NIL.

7. Debts and Equity Securities

There were no issuances, repurchases, resale or repayment of debts and equity securities in the current interim period and financial year to date, other than the following repurchase of shares by the Company :

<u>Month</u>	<u>No. of shares repurchased</u>	<u>Total consideration</u>
Jan-08	113,900	RM268,003
Feb-08	50,000	RM105,429
Mar-08	207,200	RM437,147
	<u>371,100</u>	<u>RM810,579</u>

8. Dividends Paid

No dividends were paid to the shareholders during the current quarter and year to date.

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)

9. Segment Information

The Group's activities are predominantly in the manufacturing and trading of automotive parts in Malaysia and outside Malaysia. The results of the Groups are presented in respect of the two Geographical segments, i.e. operations in Malaysia and Outside Malaysia.

Inter-segment pricing is determined on an arm's length basis.

By Geographical segments

	Current Quarter		Cumulative Year to Date	
	Segment Revenue	Profit before tax	Segment Revenue	Profit before tax
<u>31-Mar-08</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Operations in Malaysia	204,095	20,382	204,095	20,382
Outside Malaysia	29,901	609	29,901	609
	<u>233,996</u>	<u>20,991</u>	<u>233,996</u>	<u>20,991</u>
Inter-segment elimination	<u>(2,636)</u>		<u>(2,636)</u>	
	<u><u>231,360</u></u>	<u><u>20,991</u></u>	<u><u>231,360</u></u>	<u><u>20,991</u></u>

	Current Quarter		Cumulative Year to Date	
	Segment Revenue	Profit before tax	Segment Revenue	Profit before tax
<u>31-Mar-07</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Operations in Malaysia	144,933	9,279	144,933	9,279
Outside Malaysia	17,137	817	17,137	817
	<u>162,070</u>	<u>10,096</u>	<u>162,070</u>	<u>10,096</u>
Inter-segment elimination	<u>(1,452)</u>		<u>(1,452)</u>	<u>-</u>
	<u><u>160,618</u></u>	<u><u>10,096</u></u>	<u><u>160,618</u></u>	<u><u>10,096</u></u>

10. Valuations of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

11. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statement for the interim period.

12. Changes in the Composition of the Group during the Interim Period

During the quarter, the Group via its wholly-owned subsidiary Auto Parts Holdings Sdn. Bhd. has entered into an Equity Interest Transfer Agreement("EITA") with Hefei Johnson Controls Yunhe Automotive Seating Co. Ltd. for the disposal of its entire 60% equity interest in its subsidiary in China, Anhui Winking Auto Parts Manufacturing Co. Ltd., for a cash consideration of USD2.46 million which is approximately RM7.7 million.

The completion of the disposal is pending fulfillment of certain conditions by the parties. The assets and liabilities of this subsidiary are classified in the Balance Sheets as 'assets held for sale' and 'liabilities held for sale' respectively following the commitment of the Group to dispose of its interest under the EITA.

13. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities and contingent assets since the last annual balance sheet date.

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)

Additional Information Required By Bursa Malaysia Listing Requirements

1. Review of Performance of the Company and its Principal Subsidiaries (Compared with Q1 2007)

The Group's revenue for first quarter grew by 44% from RM 160.6 million to RM 231.4 million compared to the same period in 2007. Profit before tax rose by more than 100% from RM 10.1million to RM 21.0 million despite the additional one time warranty provision of RM 4.0 million in the quarter. The improved results were contributed by our operations in Malaysia driven mainly by higher production output as a result of higher OE sales. Our OE sales which increased by 59% against the unusually low volume in the first quarter of 2007 was in tandem with the higher vehicle sales.

2. Comments on any Material Changes in the Current Quarter Profit before Tax Compared with the Immediate Preceding Quarter

Compared with the results of the immediate preceding quarter, the Group's revenue fell by 1.3% from RM 234.5 million to RM231.4 million. Pretax profit dropped by 20.5% from RM 26.4 million to RM 21.0 million. The weakening of Indonesia Rupiah and the disposal of our 60% owned subsidiary in China had resulted in a lower revenue and pretax profit from our operations outside Malaysia. Our operations in Malaysia recorded a 5.7% increase in revenue with better OE sales while RE sales was lower due to the shorter February month. Export sales remained relatively unchanged. The Group's profit margin was affected by rising operating costs, including higher wages and material costs.

3. Prospects

Domestic vehicle sales had continued its positive trend since the second half of 2007. Recent new model launches will sustain buying interest for some time. The Malaysia Automotive Association has forecasted vehicle sales to grow by 4.7% this year from 487,000 units to 510,000 units. However, consumer sentiment may turn cautious amidst rising energy costs and inflationary threats. Overall, the Directors expect the results for 2008 to be satisfactory.

4. Revenue or Profit Estimate, Forecast, Projection or Internal Targets

Not applicable.

5. Income tax

The Group's effective tax rate is lower than the statutory tax rate due mainly to the availability of tax incentives.

	Current Quarter <u>RM'000</u>	Cumulative Current year <u>RM'000</u>
<u>Current tax</u>		
- Current year	(4,695)	(4,695)
- Prior year	873	873
<u>Deferred tax</u>		
- Current year	700	700
- Prior year	(1,192)	(1,192)
	<u>(4,314)</u>	<u>(4,314)</u>

6. Profits/(losses) on Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments and/or properties in the current interim period and financial year to date.

7. Purchase or Disposal of Quoted Securities

There were no purchases or disposals of quoted securities in the interim period and financial year to date.

8. Status of Corporate Proposals

Not applicable.

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)

9. Group Borrowings and Debt Securities

		31-Mar-08
		<u>RM'000</u>
Unsecured	- Bills payable	3,706
	- Overdraft	2,010
	- Foreign currency trade loan	327
	- Term loan	4,028
		<u>10,071</u>
Amount due within the next 12 months		7,870
Amount due after the next 12 months		2,201
		<u>10,071</u>
Denominated in Ringgit Malaysia		7,653
Denominated in United States Dollars		2,418
		<u>10,071</u>

10. Financial Instruments with Off Balance Sheet Risk

The Group does not have any financial instruments with off balance sheet risk as at the date of this quarterly report, other than the following forward contracts on foreign currencies to hedge the Group's purchases and sales in foreign currencies.

The Group has the following outstanding fixed forward foreign currency contracts as at 21st May 2008

Currency	Notional amount in foreign currency ('000)	Equivalent amount in RM'000	Expiry dates
Purchase contracts :			
Japanese Yen	578,105	17,822	May-Nov'08
Euro	259	1,306	Jun'08
Sale contracts :			
US Dollars	5,891	18,973	May-Nov'08
Euro	2,827	13,961	May-Nov'08
Australian Dollars	2,111	6,225	May-Nov'08
Singapore Dollars	870	2,031	May-Nov'08

These forward contracts on foreign currencies are entered into with licensed banks to hedge the Group's purchases and sales from exchange rate movements. As the exchange rates are pre-determined under such contracts, the Group is not exposed to market risks. There are no cash requirements on these contracts. Gains or losses arising are not recognised in the income statement but will be realized through the eventual purchase or sales transactions.

11. Status of Material Litigation since the last Annual Balance Sheet Date

There was no material litigation since the last annual balance sheet date.

12. Dividend

No dividend was declared for the current financial quarter.

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13. Earnings per Share

The computation of earnings per share for the period is based on the net profit attributable to ordinary shareholders of the parent entity for the period and the weighted average number of ordinary shares. The weighted average number of ordinary shares during the quarter is 198,255,573 and for the year to date is 198,255,573 . The outstanding number of ordinary shares outstanding as at 31 March 2008 is 198,031,600 (31 March 2007 –200,134,000 shares).

BY ORDER OF THE BOARD

CHAN YOKE LIN
LEE KWEE CHENG
Company Secretaries

Kuala Lumpur
28 May 2008