



APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current Quarter ended 31-Dec-08 <u>RM'000</u>	Corresponding Quarter ended 31-Dec-07 <u>RM'000</u>	Cumulative Year To Date 31-Dec-08 <u>RM'000</u>	Corresponding Year To Date 31-Dec-07 <u>RM'000</u>
Revenue	223,327	234,468	943,526	839,243
Profit from Operations	12,846	25,099	75,450	74,031
Finance Costs	(226)	(294)	(598)	(909)
Interest Income	1,126	1,640	5,543	5,386
Profit before Tax	13,746	26,445	80,395	78,508
Taxation	(6,397)	(6,552)	(22,823)	(19,172)
Net Profit for the Period	7,349	19,893	57,572	59,336
Attributable to :				
Equity holders of the parent	5,054	18,134	51,169	53,738
Minority interests	2,295	1,759	6,403	5,598
	7,349	19,893	57,572	59,336
Depreciation	7,782	7,878	29,299	33,388
Earnings per share				
Basic (sen)	2.55	9.14	25.85	27.00
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

(Company No. 424838-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS

	As at 31-Dec-08 <u>RM'000</u>	As at 31-Dec-07 <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant & equipment	186,073	160,153
Prepaid lease payments	35,436	35,962
Investment property	1,298	1,340
Development expenditure	615	180
Deferred tax assets	6,121	9,336
	<u>229,543</u>	<u>206,971</u>
Current assets		
Inventories	190,301	153,627
Trade and other receivables	204,218	230,186
Cash and bank balances	192,217	177,405
	<u>586,736</u>	<u>561,218</u>
TOTAL ASSETS	<u>816,279</u>	<u>768,189</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	201,600	201,600
Reserves	397,471	371,162
Treasury shares	(8,433)	(7,149)
	<u>590,638</u>	<u>565,613</u>
Minority interests	13,325	11,497
Total equity	<u>603,963</u>	<u>577,110</u>
Non-current liabilities		
Long-term borrowings	686	2,717
Deferred tax liabilities	4,553	3,952
Others	13,258	11,696
	<u>18,497</u>	<u>18,365</u>
Current liabilities		
Trade and other payables	180,759	159,978
Short term borrowings	10,969	7,487
Taxation	2,091	5,249
	<u>193,819</u>	<u>172,714</u>
TOTAL LIABILITIES	<u>212,316</u>	<u>191,079</u>
TOTAL EQUITY AND LIABILITIES	<u>816,279</u>	<u>768,189</u>
Net asset per share attributable to ordinary equity holders of the parent (RM)	3.03	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

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Current Year to Date 31-Dec-08 <u>RM'000</u>	Corresponding Year To Date 31-Dec-07 <u>RM'000</u>
Cash generated from operations	93,445	86,941
Net cash flow used in investing activities	(51,874)	(14,619)
Net cash flow used in financing activities	(18,772)	(38,910)
Net increase in cash and cash equivalents	<u>22,799</u>	<u>33,412</u>
Exchange differences	(3,321)	(1,840)
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>191,534</u></u>	<u><u>172,056</u></u>
Cash and cash equivalents comprise :-		
Cash and bank balances	192,217	177,405
Bills/Bank overdrafts	(683)	(5,349)
	<u><u>191,534</u></u>	<u><u>172,056</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 interests	Total equity
	Share capital	Treasury shares	Reserves attributable to capital	Retained profits	Sub-total		
	<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)	-	(1,627)
Net profit for the period	-	-	-	53,738	53,738	5,750	59,488
Dividend paid	-	-	-	(18,937)	(18,937)	(8,866)	(27,803)
As at 31 December 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	-	(1,284)	-	-	(1,284)	-	(1,284)
Capital Contribution from MI	-	-	-	-	-	2,429	2,429
Disposal of subsidiary	-	-	-	-	-	(4,884)	(4,884)
Exchange adjustment on translation	-	-	(2,888)	-	(2,888)	(487)	(3,375)
Net profit for the period	-	-	-	51,169	51,169	6,403	57,572
Dividend paid	-	-	-	(21,972)	(21,972)	(1,633)	(23,605)
As at 31 December 2008	<u>201,600</u>	<u>(8,433)</u>	<u>(29,360)</u>	<u>426,831</u>	<u>590,638</u>	<u>13,325</u>	<u>603,963</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

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

1. Accounting Policies

The interim financial statements have been prepared in accordance with the requirements of FRS134 – Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB) and paragraph 9.22 of Bursa Malaysia Listing Requirements. The interim financial statements should be read in conjunction with the Group’s Annual Audited Financial Statements for the year ended 31 December 2007.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2007, except for the adoption of new/revised Financial Reporting Standards FRS 112 Income Tax, FRS 118 Revenue, FRS 120 Accounting for Government Grant and Disclosure of Government Assistance, FRS 121 The Effects of Changes of Foreign Exchange Rate – Net Investment in a Foreign Operation, FRS 134 Interim Financial Reporting, FRS 137 Provision, Contingent Liabilities and Contingent Assets.

The adoption of the above revised FRSs is not expected to have any material impact on the financial statements of the Group.

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 issuance, 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
May-08	83,000	RM181,490
Jun-08	112,700	RM241,661
Jul-08	15,100	RM30,421
Aug-08	9,700	RM19,357
	<u>591,600</u>	<u>RM1,283,508</u>

8. Dividends Paid

The following dividends were paid to shareholders during the current quarter and year to date.

	Current quarter RM'000	Year to date RM'000
Final dividend 2007	-	13,189
Interim dividend 2008	-	8,783
	<u>-</u>	<u>21,972</u>

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)

9. Segment Information

Segment information on business segments is not presented in respect of the Group's business because the Group's activities are predominantly in the manufacturing and trading of automotive parts in Malaysia and outside Malaysia.

Geographical segments

Segment information is presented in respect of geographical segment as the activities of the Group are principally within Malaysia and Outside Malaysia.

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

31-Dec-2008 (RM'000)	4th Quarter		Cumulative Year to Date	
	<u>Segment</u> <u>Revenue</u>	<u>Profit</u> <u>before tax</u>	<u>Segment</u> <u>Revenue</u>	<u>Profit</u> <u>before tax</u>
Operations in Malaysia	197,390	18,402	813,890	86,289
Outside Malaysia	32,762	(4,227)	145,518	(5,465)
	<u>230,152</u>	<u>14,175</u>	<u>959,408</u>	<u>80,824</u>
Inter-segment elimination	(6,825)	(429)	(15,882)	(429)
	<u>223,327</u>	<u>13,746</u>	<u>943,526</u>	<u>80,395</u>

31-Dec-2007 (RM '000)	4th Quarter		Cumulative Year to Date	
	<u>Segment</u> <u>Revenue</u>	<u>Profit</u> <u>before tax</u>	<u>Segment</u> <u>Revenue</u>	<u>Profit</u> <u>before tax</u>
Operations in Malaysia	193,170	24,276	732,087	72,256
Outside Malaysia	46,108	2,198	117,043	6,281
	<u>239,278</u>	<u>26,474</u>	<u>849,130</u>	<u>78,537</u>
Inter-segment elimination	(4,810)	(29)	(9,887)	(29)
	<u>234,468</u>	<u>26,445</u>	<u>839,243</u>	<u>78,508</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 statements for the interim period.

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

There were no material changes in the composition of the enterprise during the interim period.

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 4th Quarter 2007

For the quarter ended 31/12/2008, the Group recorded a revenue of RM 223.3 million and pre tax profit of RM 13.7 million, representing a decline of 4.8% and 48.0% respectively compared to the same quarter last year.

The Group's 4th quarter performance was greatly affected by the significant drop in both the revenue and pre tax profit of its operations outside Malaysia. The weakening of currencies as well as the write down of inventories caused by the sudden drop of steel prices resulted in a pre tax loss of RM4.2 million in this segment for the quarter.

For operations in Malaysia, revenue increased by 2.2% from RM 193.2 million to RM 197.4 million. Pre tax profit however, dropped by 24.2% from RM24.3 million to RM18.4 million due to the write down of inventories caused by the drop in steel prices.

For the financial year ended 31/12/2008, the Group recorded an all time high revenue of RM 943.5 million slightly surpassing its previous high of RM 943.0 million registered in year 2005. While revenue increased by 12.6% compared with RM839.2 million registered in 2007, pre tax profit improved by 2.4% from RM 78.5 million to RM 80.4 million.

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 quarter, the Group registered 10.6% and 41.6% drop in its revenue and pre tax profit respectively.

Operations in Malaysia registered a decline of 4.2 % and 29.1% in revenue and pre tax profit respectively. However, the operations outside Malaysia suffered a more significant drop of 29.1% in revenue and 73.9% in pre tax profit.

The drop in output, the weakening of currencies and the write down of inventories were the main reasons for the lower operating results of the Group in the quarter.

3. Prospects

In view of the deteriorating global economy and its adverse effects on the domestic economy, vehicle sales in the country is expected reduce further as reflected in Malaysian Automotive Association forecast of a reduction of 12.4% in TIV from 548,000 units to 480,000 units in 2009. In light of this, the Directors are of the opinion that the current global economic crisis will continue to impact consumer sentiments and the performance of the Group will be affected.

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

Not applicable.

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)

5. Income tax

The Group's effective tax rate for the quarter and year ended 31st December 2008 were higher than the statutory tax rate due primarily to the losses of overseas entities which was not available for Group tax deduction.

	Current Quarter <u>RM'000</u>	Cumulative Current year <u>RM'000</u>
<u>Current tax</u>		
- Current year	(3,530)	(20,380)
- Prior year	(766)	66
<u>Deferred tax</u>		
- Current year	(2,323)	(1,323)
- Prior year	222	(1,186)
	<u>(6,397)</u>	<u>(22,823)</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.

9. Group Borrowings and Debt Securities

	31-Dec-08 <u>RM'000</u>
Unsecured	
- Overdraft	683
- Foreign currency trade loan	8,252
- Term loan	2,720
	<u>11,655</u>
Amount due within the next 12 months	10,969
Amount due after the next 12 months	686
	<u>11,655</u>
Denominated in Ringgit Malaysia	2,097
Denominated in United States Dollars	9,558
	<u>11,655</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 18th February 2009

Currency	Notional amount in foreign currency ('000)	Equivalent amount in RM'000	Expiry dates
Purchase contracts :			
Japanese Yen	490,975	18,590	Feb'09-Aug-09
USD	2,582	9,062	Feb'09-Jul'09
EUR	63	292	Feb'09-Apr'09
THB	39,683	4,021	Feb'09-Jun'09
Sale contracts :			
USD	1,049	3,754	Mar'09-Jul'09
EUR	1,254	6,011	Feb'09-May'09
AUD	117	290	Mar'09-Apr'09
SGD	180	436	Mar'09-Apr'09

These forward contracts on foreign currencies are entered into with licensed banks to hedge certain portion of 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.

Forward foreign exchange contracts are accounted for on an equivalent basis as the underlying assets, liabilities or net positions. Any profit or loss arising is recognised on the same basis as that arising from the related assets, liabilities or net positions

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

Subject to the approval of the shareholders at the forthcoming Annual General Meeting, the Directors recommend the payment of a final dividend of 9% less 25% tax for the year ended 31 December 2008 (2007 – 9% less 26% tax). The amount payable is about RM 13.35 million. The entitlement and payment dates will be announced at a later date.

An interim dividend of 6% less 26% tax (2007 – 5% less 27%) amounting to RM8.78 million (2007 – RM7.26 million) was paid on 26 September 2008. Together with the proposed final dividend, the total dividend payment for the year ended 31 December 2008 would be RM 22.13 million (2007 – RM20.45 million)

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 197,811,100 and for the year to date is 197,963,017. The outstanding number of ordinary shares as at 31 December 2008 is 197,811,100 (31 December 2007: 198,402,700 shares).

BY ORDER OF THE BOARD

CHAN YOKE LIN
LEE KWEE CHENG
 Company Secretary

Kuala Lumpur
 25 February 2009