



APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS

(RM'000)	Current Quarter ended 31-Dec-09	Corresponding Quarter ended 31-Dec-08	Cumulative Year To Date 31-Dec-09	Corresponding Year To Date 31-Dec-08
Revenue	268,936	223,327	918,533	943,526
Profit from Operations	29,267	12,846	96,545	75,450
Finance Costs	(61)	(226)	(573)	(598)
Interest Income	975	1,126	4,660	5,543
Profit before Tax	30,181	13,746	100,632	80,395
Taxation	(1,850)	(6,397)	(18,354)	(22,823)
Net Profit for the Period	28,331	7,349	82,278	57,572
Attributable to :				
Equity holders of the parent	25,456	5,054	72,651	51,169
Minority interests	2,875	2,295	9,627	6,403
	28,331	7,349	82,278	57,572
Depreciation	8,644	7,782	30,444	29,299
Earnings per share				
Basic (sen)	12.99	2.55	36.89	25.85
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 2008.

APM AUTOMOTIVE HOLDINGS BERHAD

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

CONDENSED CONSOLIDATED BALANCE SHEETS

(RM'000)	As at	As at
Assets	<u>31-Dec-09</u>	<u>31-Dec-08</u>
Non-current assets		
Property, plant & equipment	186,858	186,073
Prepaid lease payments	37,985	35,436
Investment property	1,257	1,298
Development expenditure	1,549	615
Deferred tax assets	13,972	6,121
Total non-current assets	241,621	229,543
Current assets		
Inventories	162,959	190,301
Trade and other receivables	210,185	204,218
Cash and bank balances	260,344	192,217
Total current assets	633,488	586,736
Total assets	875,109	816,279
EQUITY AND LIABILITIES		
Equity		
Share capital	201,600	201,600
Reserves	453,663	397,471
Treasury shares	(12,733)	(8,433)
Total equity attributable to equity holders of the parent	642,530	590,638
Minority interests	20,806	13,325
Total equity	663,336	603,963
Liabilities		
Long-term borrowings	-	686
Deferred tax liabilities	4,746	4,553
Others	13,593	13,258
Total non-current liabilities	18,339	18,497
Current liabilities		
Trade and other payables	182,542	180,759
Short term borrowings	4,140	10,969
Taxation	6,752	2,091
Total current liabilities	193,434	193,819
Total liabilities	211,773	212,316
Total equity and liabilities	875,109	816,279
Net asset per share attributable to ordinary equity holders (RM)	3.28	2.99

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.

APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(RM'000)	Current Year to Date <u>31-Dec-09</u>	Corresponding Year To Date <u>31-Dec-08</u>
Cash generated from operations	135,199	93,358
Net cash flow used in investing activities	(33,360)	(51,787)
Net cash flow used in financing activities	(35,979)	(18,772)
Net increase in cash and cash equivalents	65,860	22,799
Exchange differences	2,485	(3,321)
Cash and cash equivalents at beginning of year	191,534	172,056
Cash and cash equivalents at end of period	259,879	191,534
Cash and cash equivalents comprise :-		
Cash and bank balances	260,344	192,217
Bills/Bank overdrafts	(465)	(683)
	259,879	191,534

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.

APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(RM'000)	<----- Non-Distributable ----->			Distributable		Minority interests	Total equity
	Share capital	Treasury shares	Reserves attributable to capital	Retained profits	Sub-total		
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	-	-	70	-	70	(4,884)	(4,814)
Exchange adjustment on translation	-	-	(2,958)	-	(2,958)	(487)	(3,445)
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	201,600	(8,433)	(29,360)	426,831	590,638	13,325	603,963
As at 1 Jan 2009	201,600	(8,433)	(29,360)	426,831	590,638	13,325	603,963
Purchase of treasury shares	-	(4,300)	-	-	(4,300)	-	(4,300)
Capital Contribution from MI	-	-	-	-	-	-	-
Disposal of subsidiary	-	-	-	-	-	-	-
Exchange adjustment on translation	-	-	5,707	-	5,707	70	5,777
Net profit for the period	-	-	-	72,651	72,651	9,627	82,278
Dividend paid	-	-	-	(22,166)	(22,166)	(2,216)	(24,382)
As at 31 December 2009	201,600	(12,733)	(23,653)	477,316	642,530	20,806	663,336

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
EXPLANATORY NOTES – 31 December 2009

1. Accounting Policies

This interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Bursa Securities Main Market Requirements. This interim financial report should be read in conjunction with the Group’s financial statements for the year ended 31 December 2008.

2. Changes in Accounting Policies

The accounting policies adopted in this interim financial report are consistent with those of the audited financial statements for the year ended 31 December 2008.

At the date of authorisation of these interim financial report, the following FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:

FRSs / Interpretations	Effective date
FRS 7, <i>Financial Instruments: Disclosures</i>	1 January 2010
FRS 8, <i>Operating Segments</i>	1 July 2009
FRS 139, <i>Financial Instruments: Recognition and Measurement</i>	1 January 2010
IC Interpretation 9, <i>Reassessment of Embedded Derivatives</i>	1 January 2010
IC Interpretation 10, <i>Interim Financial Reporting and Impairment</i>	1 January 2010

The adoption of the above FRSs and Interpretations upon their effective dates are not expected to have any significant impact on the financial statements of the Group except for changes in disclosures arising from the adoption of FRS 7 and FRS 139. By virtue of the exemption given in FRS 139, the Group is not required to disclose the possible impact, if any, to the financial statements upon its initial application.

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:

Month	No. of shares repurchased	Total consideration
Feb-09	100,000	156,269
Mar-09	101,000	155,100
Apr-09	346,000	574,223
May-09	146,600	262,841
Jun-09	1,400	2,452
Jul-09	86,900	157,955
Aug-09	116,100	225,863
Sep-09	203,100	409,615
Oct-09	853,300	1,997,352
Nov-09	122,800	290,834
Dec-09	25,600	67,458
	<u>2,102,800</u>	<u>4,299,962</u>

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8. Dividends Paid

The following dividend was paid to shareholders during the current quarter and year to date

(RM'000)	Current	Corresponding	Current	Corresponding
	Quarter ended	Quarter ended	Year To Date	Year To Date
	<u>31-Dec-09</u>	<u>31-Dec-09</u>	<u>31-Dec-09</u>	<u>31-Dec-09</u>
Final dividend 2008/2007	-	-	(13,306)	(13,189)
Interim dividend 2009/2008	-	-	(8,860)	(8,783)
	-	-	(22,166)	(21,972)

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.

<u>Quarterly</u>	<u>31-Dec-09</u>		<u>31-Dec-08</u>	
	Segment	Profit	Segment	Profit
(RM'000)	<u>Revenue</u>	<u>before tax</u>	<u>Revenue</u>	<u>before tax</u>
Operations in Malaysia	243,753	27,681	197,390	18,402
Outside Malaysia	33,666	3,334	32,762	(4,227)
	277,419	31,015	230,152	14,175
Inter-segment elimination	(8,483)	(834)	(6,825)	(429)
	268,936	30,181	223,327	13,746

<u>Year To Date</u>	<u>31-Dec-09</u>		<u>31-Dec-08</u>	
	Segment	Profit	Segment	Profit
(RM'000)	<u>Revenue</u>	<u>before tax</u>	<u>Revenue</u>	<u>before tax</u>
Operations in Malaysia	833,864	91,188	813,890	86,289
Outside Malaysia	109,389	10,083	145,518	(5,465)
	943,253	101,271	959,408	80,824
Inter-segment elimination	(24,720)	(639)	(15,882)	(429)
	918,533	100,632	943,526	80,395

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

A new company, APM Corporate Services Sdn Bhd., was incorporated under the Companies Act, 1965 on 23 November 2009. The wholly-owned subsidiary has an authorized share capital of RM100,000 made up of 100,000 shares of RM1.00 each and an issued and paid-up share capital of RM2.00. It will provide management services to the Company's group of subsidiaries.

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.

Additional Information Required By Bursa Malaysia Listing Requirements

1. Review of Performance of the Company and its Principal Subsidiaries Compared with 4th Quarter 2008

For the fourth quarter of 2009, the Group recorded the highest revenue achieved in a quarter compared to the previous high of RM 256.4 million registered in the third quarter of 2005. At RM268.9 million it was 20.4% higher than RM 223.3 million registered in the corresponding quarter last year. Operations in Malaysia registered a significant increase of 23.5% to RM243.8 million from RM 197.4 million, while operations outside Malaysia registered an increase of 2.7% to RM 33.7 million from RM 32.8 million.

The Group's pre tax profit for the fourth quarter improved more than two-folds to RM 30.2 million from RM 13.7 million achieved last year. Operations in Malaysia registered an increase of 50.5% to RM 27.7 million from RM 18.4 million whereas operations outside Malaysia recorded a pre tax profit of RM.3 million compared with a loss of RM 4.2 million. The significant improvement in the profit margin was due mainly to the higher production volume as a result of the increase output by our major Original Equipment Manufacturers (OEM) customers.

For the full year of 2009, Group revenue dropped 2.6% to RM 918.5 million from RM 943.5 million. The Group's performance in the first half of year was adversely affected by the global economic crisis but business conditions improved in the second half, particularly during the last quarter of the 2009.

Despite a challenging year and the lower revenue, the Group had achieved its highest ever pre tax profit of RM 100.6 million. Profit margin during the year improved with better selling prices and increased volume in the second half of the year.

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

Compared with the immediate preceding quarter, Group revenue rose by 9.4% to RM 268.9 million from RM 245.7 million. Revenue from operations in Malaysia increased by 9.1% to RM 243.8 million from RM 223.5 million while operations outside Malaysia registered an improvement of 8.0% to RM 33.7 million from RM 31.2 million.

Despite the highest revenue achieved in the current quarter, as a result of the RM 6.0 million one off expenditure provision for rationalization plans, the Group's pre tax profit maintained at RM 30.2 million

3. Prospects

The outlook for 2010 appears encouraging, with the Group's operations outside Malaysia and its major trading countries showing signs of recovery. In the domestic market, Malaysia Automotive Association has forecasted the total industry volume ("TIV") to expand by 2.4% to 550,000 units for 2010. With the improved global economy and a higher TIV, the Group is optimistic that it will perform better in the coming year.

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

Not applicable.

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5. Taxation

The Group's income tax provision for the 4th quarter and 12 months ended 31st December 2009 and 2008 are as follows:-

(RM'000)	Current Quarter ended <u>31-Dec-09</u>	Corresponding Quarter ended <u>31-Dec-08</u>	Cumulative Year To Date <u>31-Dec-09</u>	Corresponding Year To Date <u>31-Dec-08</u>
<u>Current tax expenses</u>				
- Current year	(7,328)	(3,530)	(22,854)	(20,380)
- Prior years	(426)	(766)	(1,858)	66
<u>Deferred tax expenses</u>				
- Current year	1,221	(2,323)	1,739	(1,323)
- Prior years	4,816	222	4,752	(1,186)
<u>Withholding tax</u>	(133)	-	(133)	-
Total	(1,850)	(6,397)	(18,354)	(22,823)

In arriving at the provision for income taxes, the Group uses an estimate of the annual effective tax rate based upon the facts and circumstances known at each interim period. On a quarterly basis, the actual annual effective tax rate is adjusted, as appropriate, based upon facts and circumstances, if any, as compared to those forecasted at the beginning of the financial year and each interim period thereafter.

The Group's estimated annual effective tax rate of 18% is lower than the statutory tax rate due mainly to the deferred tax adjustment for prior year and availability of tax incentives.

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

(RM'000)	<u>31-Dec-09</u>	<u>31-Dec-08</u>
Unsecured - Overdraft	465	683
- Trade loan	2,987	8,252
- Term loan	688	2,720
	<u>4,140</u>	<u>11,655</u>
Amount due within the next 12 months	4,140	10,969
Amount due after the next 12 months	-	686
	<u>4,140</u>	<u>11,655</u>

Group borrowings breakdown by currencies.

Functional Currency	Denominated In	<u>31-Dec-09</u>	<u>31-Dec-08</u>
RM	RM	248	2,097
RM	USD	688	1,306
AUD	USD	1,193	1,452
AUD	AUD	217	-
VDN	USD	1,794	6,800
		<u>4,140</u>	<u>11,655</u>

Functional currency of borrowing entities in Malaysia are denominated in RM while functional currency of borrowing entities outside Malaysia are denominated in currencies of the respective countries in which they are operating.

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 18 February 2010

Currency	Notional amount in foreign currency ('000)	Equivalent amount in RM'000	Expiry dates
Purchase contracts :			
Japanese Yen	475,104	17,445	Feb-Jul 2010
USD	3,485	11,759	Feb-Apr 2010
THB	67,761	6,882	Feb-Jul 2010
EUR	569	2,711	Mar-Apr 2010
Sale contracts :			
USD	4,031	13,999	Feb-Sept 2010
EUR	1,350	6,841	Feb-May 2010
AUD	60	187	Feb 2010
SGD	200	491	Feb-Jun 2010

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

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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 10% less 25% tax for the year ended 31 December 2009 (2008 – 9% less 25% tax). The amount payable is approximately RM 14.68 million. The entitlement and payment dates will be announced at a later date.

An interim dividend of 6% less 25% tax (2008 – 6% less 26%) amounting to RM8.86 million (2008 – RM8.78 million) was paid on 16 September 2009. Together with the proposed final dividend, the total dividend payment for the year ended 31 December 2009 would be RM 23.54 million (2008 – RM22.09 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 195,914,382 and for the year to date is 196,961,488. The outstanding number of ordinary shares as at 31 December 2009 is 195,708,300 (31 December 2008:197,811,100 shares).

BY ORDER OF THE BOARD

CHAN YOKE LIN
LEE KWEE CHENG
Company Secretary

Kuala Lumpur
25 February 2010