



APM AUTOMOTIVE HOLDINGS BERHAD
(Company No. 424838-D)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 SEPTEMBER 2013 – unaudited**

<i>In thousands of RM</i>	INDIVIDUAL/CUMULATIVE QUARTER			
	Current Quarter Ended 30-Sep-13	(Restated) Corresponding Quarter Ended 30-Sep-12	Cumulative Year To Date 30-Sep-13	(Restated) Corresponding Year To Date 30-Sep-12
Revenue	329,036	284,726	952,645	840,281
Results from operating activities	40,132	38,802	121,487	116,529
Finance costs	(78)	(179)	(265)	(345)
Finance income	1,778	2,747	7,491	8,319
Share of profit of equity-accounted investee, net of tax	10,045	892	11,670	3,574
Profit before tax	51,877	42,262	140,383	128,077
Income tax expense	(12,972)	(9,072)	(32,636)	(27,212)
Profit for the period	38,905	33,190	107,747	100,865
Other comprehensive (expenses)/income, net of tax				
Foreign currency translation differences for foreign operations	(4,698)	(3,073)	(4,328)	(3,154)
Share of foreign currency translation differences of equity-accounted investee	(2,091)	(1,456)	(1,915)	(2,179)
Other comprehensive (expenses)/income for the period, net of tax	(6,789)	(4,529)	(6,243)	(5,333)
Total comprehensive income for the period	32,116	28,661	101,504	95,532
Profit attributable to :				
Owners of the Company	36,329	29,665	98,795	91,753
Non-controlling interests	2,576	3,525	8,952	9,112
Profit for the period	38,905	33,190	107,747	100,865
Total comprehensive income attributable to :				
Owners of the Company	29,540	25,136	92,552	86,520
Non-controlling interests	2,576	3,525	8,952	9,012
Total comprehensive income for the period	32,116	28,661	101,504	95,532
Earnings per share				
Basic (sen)	18.56	15.16	50.49	46.89
Diluted (sen)	N/A	N/A	N/A	N/A

The above condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

APM AUTOMOTIVE HOLDINGS BERHAD
(Company No. 424838-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2013 – unaudited

<i>In thousands of RM</i>	As at	(Restated)	(Restated)
	<u>30-Sep-13</u>	<u>As at</u>	<u>As at</u>
		<u>31-Dec-12</u>	<u>1-Jan-12</u>
Assets			
Property, plant & equipment	222,222	212,472	232,968
Prepaid lease payments	14,977	15,286	6,052
Investment property	16,804	17,002	1,177
Intangible asset	712	-	-
Investment in associates	43,073	33,251	28,684
Development expenditure	183	474	799
Deferred tax assets	15,639	12,801	14,951
Total non-current assets	313,610	291,286	284,631
Inventories	201,155	167,457	156,110
Trade and other receivables, including derivatives	326,129	237,442	220,794
Assets held for sale	-	-	9,478
Cash and cash equivalents	294,227	421,740	385,531
Total current assets	821,511	826,639	771,913
Total assets	1,135,121	1,117,925	1,056,544
Equity			
Share capital	201,600	201,600	201,600
Reserves	700,397	698,840	640,949
Treasury shares	(12,807)	(12,796)	(12,786)
Total equity attributable to owners of the Company	889,190	887,644	829,763
Non-controlling interests	20,544	19,291	25,298
Total equity	909,734	906,935	855,061
Liabilities			
Deferred tax liabilities	1,463	1,344	2,765
Employee benefits	13,093	13,164	14,204
Total non-current liabilities	14,556	14,508	16,969
Trade and other payables, including derivatives	182,663	172,344	162,621
Short term borrowings	13,729	20,570	18,467
Taxation	14,439	3,568	3,426
Total current liabilities	210,831	196,482	184,514
Total liabilities	225,387	210,990	201,483
Total equity and liabilities	1,135,121	1,117,925	1,056,544
Net asset per share attributable to owners of the Company (RM)	4.54	4.54	4.24

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

APM AUTOMOTIVE HOLDINGS BERHAD
(Company No. 424838-D)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2013 - unaudited**

<i>In thousands of RM</i>	<----- Non-Distributable ----->				Distributable	Total	Non- controlling interests	Total equity
	Share capital	Treasury shares	Trans- lation reserve	Capital reserve	Retained profits			
At 1-Jan-12	201,600	(12,786)	(943)	(24,441)	666,333	829,763	25,298	855,061
Foreign currency translation difference for foreign operation	-	-	(5,233)	-	-	(5,233)	(100)	(5,333)
Profit for the period (Restated)	-	-	-	-	91,753	91,753	9,112	100,865
Total comprehensive income for the period	-	-	(5,233)	-	91,753	86,520	9,012	95,532
Own shares acquired	-	(10)	-	-	-	(10)	-	(10)
Subscription of shares in a subsidiary by non- controlling interest (Restated)	-	-	-	-	-	-	-	-
Total distribution to owners	-	(10)	-	-	-	(10)	-	(10)
Dividend paid	-	-	-	-	(46,966)	(46,966)	-	(46,966)
Acquisition of non-controlling interest in a subsidiary	-	-	-	-	(2,852)	(2,852)	(2,716)	(5,568)
At 30 Sep-2012	201,600	(12,796)	(6,176)	(24,441)	708,268	866,455	31,594	898,049
At 1-Jan-13	201,600	(12,796)	(6,834)	(24,441)	730,115	887,644	20,821	908,465
Effects of MFRS adoption and changes in accounting policies disclosed in Note 2.2	-	-	-	-	-	-	(1,530)	(1,530)
At 1-Jan-13 (Restated)	201,600	(12,796)	(6,834)	(24,441)	730,115	887,644	19,291	906,935
Foreign currency translation difference for foreign operation	-	-	(6,243)	-	-	(6,243)	-	(6,243)
Profit for the period	-	-	-	-	98,795	98,795	8,952	107,747
Total comprehensive income for the period	-	-	(6,243)	-	98,795	92,552	8,952	101,504
Own shares acquired	-	(11)	-	-	-	(11)	-	(11)
Total distribution to owners	-	(11)	-	-	-	(11)	-	(11)
Dividend paid	-	-	-	-	(90,995)	(90,995)	(7,699)	(98,694)
At 30-Sep-2013	201,600	(12,807)	(13,077)	(24,441)	737,915	889,190	20,544	909,734

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

APM AUTOMOTIVE HOLDINGS BERHAD

(Company No. 424838-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER ENDED 30 SEPTEMBER 2013 – unaudited**

	Current Year to Date <u>30-Sep-13</u>	(Restated) Corresponding Year To Date <u>30-Sep-12</u>
<i>In thousands of RM</i>		
Cash flows from operating activities		
Profit before tax and non-controlling interests	140,383	128,077
Adjustments for non-cash items	21,496	17,713
Changes in working capital	(125,166)	(34,141)
Cash generated from operations	36,713	111,649
Interest/Tax/Employee benefits/provision	(22,362)	(25,113)
Net cash from operating activities	14,351	86,536
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	449	2,987
Acquisition of property, plant and equipment	(29,853)	(23,714)
Lease payment for leasehold land	(309)	(427)
Additions of development expenditure	(421)	(84)
Net cash used in investing activities	(30,134)	(21,238)
Cash flows from financing activities		
Acquisition of non-controlling interest	(2,157)	(5,568)
Dividends paid to owners of the company	(90,996)	(46,966)
Dividends paid to non-controlling interests	(7,699)	-
(Repayment)/Drawdown of short-term borrowings	7,612	(1,080)
Repayment of trade loan	(14,453)	(739)
Purchase of treasury shares	(11)	(10)
Net cash used in financing activities	(107,705)	(54,363)
Net increase in cash and cash equivalents	(123,488)	10,935
Effect of exchange rate fluctuations on cash held	(4,025)	(616)
Cash and cash equivalents at 1 January	421,740	385,531
Cash and cash equivalents at the end of period	294,227	395,850

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

This condensed consolidated interim financial statement (Condensed Report) has been prepared in accordance with MFRS134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS34: *Interim Financial Reporting* issued by the International Accounting Standards Board (IASB).

This condensed report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012. The explanatory notes attached to the condensed report provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the financial year ended 31 December 2012.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013

Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint venture
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standard –Government Loans
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standard (Annual improvement 2009 -2011 Cycle)
Amendments to MFRS101	Presentation of Financial Statements (Annual improvement 2009 -2011 Cycle)
Amendments to MFRS 116	Property, Plant and equipment (Annual improvement 2009 -2011 Cycle)
Amendments to MFRS 132	Financial Instruments: Presentation (Annual improvement 2009 -2011 Cycle)
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance

Except as disclosed in Note 2.2, there are no material impacts of initial application of a standard, an amendment or an interpretation.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Financial effects arising from the adoption of MFRS 10 Consolidated Financial Statements, MFRS 11 Joint Arrangements and MFRS 12 Disclosure of Interest in Other Entities

The amendments to MFRS 10, Consolidated Financial Statements, MFRS 11, Joint Arrangements and MFRS 12, Disclosure of Interests in Other Entities are effective for annual periods beginning on or after 1 January 2013. In the adoption of these MFRSs, interests in some of the joint ventures are accounted for using the equity method.

When changing from proportionate consolidation to the equity method, the Group recognizes its investment in the joint ventures as at 1 January 2012. That initial investment is measured as the aggregate of the carrying amounts of the assets and liabilities that the Group had previously proportionately consolidated. The financial effects arising from the adoption of MFRS 11 is disclosed in note 2.2(a) to 2.2(c).

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Financial effects arising from the adoption of MFRS 10 Consolidated Financial Statements, MFRS 11 Joint Arrangements and MFRS 12 Disclosure of Interest in Other Entities

The amendments to MFRS 10, Consolidated Financial Statements, MFRS 11, Joint Arrangements and MFRS 12, Disclosure of Interests in Other Entities are effective for annual periods beginning on or after 1 January 2013. In the adoption of these MFRSs, interests in some of the joint ventures are accounted for using the equity method.

When changing from proportionate consolidation to the equity method, the Group recognizes its investment in the joint ventures as at 1 January 2012. That initial investment is measured as the aggregate of the carrying amounts of the assets and liabilities that the Group had previously proportionately consolidated. The financial effects arising from the adoption of MFRS 11 is disclosed in note 2.2(a) to 2.2(c).

(a) Condensed consolidated statements of financial position

<i>In thousands of RM</i>	As previously reported	Effect of adoption of MFRS 10,11&12	Restated
<u>Period Ended 1 January 2012</u>			
Property, plant & equipment	246,021	(13,053)	232,968
Prepaid lease payments	7,649	(1,597)	6,052
Investment in jointly controlled entities	-	28,684	28,684
Development expenditure	799	-	799
Deferred tax assets	15,586	(635)	14,951
Inventories	163,609	(7,499)	156,110
Trade and other receivables, including derivatives	236,024	(15,230)	220,794
Cash and cash equivalents	393,637	(8,106)	385,531
Non-controlling interests	25,298	-	25,298
Employee benefits	(14,761)	557	(14,204)
Trade and other payables, including derivatives	(175,728)	13,107	(162,621)
Short term borrowings	(21,677)	3,210	(18,467)
Taxation	(3,988)	562	(3,426)
<u>Period Ended 31 December 2012</u>			
Property, plant & equipment	228,698	(16,226)	212,472
Prepaid lease payments	18,212	(2,926)	15,286
Investment in jointly controlled entities	-	33,251	33,251
Development expenditure	1,726	(1,252)	474
Deferred tax assets	13,405	(604)	12,801
Inventories	176,804	(9,347)	167,457
Trade and other receivables, including derivatives	256,054	(18,612)	237,442
Cash and cash equivalents	427,012	(5,272)	421,740
Non-controlling interests	(20,822)	1,530	(19,292)
Long term borrowings	(795)	795	-
Employee benefits	(14,010)	846	(13,164)
Trade and other payables, including derivatives	(185,422)	13,079	(172,343)
Short term borrowings	(25,308)	4,738	(20,570)
Taxation	(3,568)	-	(3,568)

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) Condensed consolidated statements of profit or loss and other comprehensive income

	INDIVIDUAL/CUMULATIVE QUARTER		
<i>In thousands of RM</i>	As previously reported	Effect of adoption of MFRS 10,11&12	Restated
Quarterly Ended 30 September 2012			
Revenue	307,688	(22,962)	284,726
Results from operating activities	40,019	(1,217)	38,802
Finance costs	(272)	93	(179)
Finance income	2,753	(6)	2,747
Share of profit of equity-accounted investee, net of tax	-	892	892
Profit before tax	42,500	(238)	42,262
Income tax expense	(9,423)	351	(9,072)
Profit for the period	33,077	113	33,190
Period Ended 30 September 2012			
Revenue	897,499	(57,218)	840,281
Results from operating activities	121,029	(4,500)	116,529
Finance costs	(696)	351	(345)
Finance income	8,514	(195)	8,319
Share of profit of equity-accounted investee, net of tax	-	3,574	3,574
Profit before tax	128,847	(770)	128,077
Income tax expense	(28,248)	1,036	(27,212)
Profit for the period	100,599	266	100,865

<i>In thousands of RM</i>	As previously reported	Effect of adoption of MFRS 10,11&12	Restated
Quarterly Ended 30 September 2012			
Foreign currency translation differences for foreign operations	(4,529)	1,456	(3,073)
Share of foreign currency translation differences of equity-accounted investee	-	(1,456)	(1,456)
Total comprehensive income for the period	(4,529)	-	(4,529)
Period Ended 30 September 2012			
Foreign currency translation differences for foreign operations	(5,333)	2,179	(3,154)
Share of foreign currency translation differences of equity-accounted investee	-	(2,179)	(2,179)
Total comprehensive income for the period	(5,333)	-	(5,333)

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Condensed statement of changes in equity

<i>In thousands of RM</i>	Non-Controlling Interest		Restated
	As previously reported	Effect of adoption of MFRS 10,11&12	
At 1-Jan-12	25,298	-	25,298
Foreign currency translation difference for foreign operation	(100)	-	(100)
Profit for the period	8,847	265	9,112
Acquisition of non-controlling interest in a subsidiary	(2,716)	-	(2,716)
Subscription of shares in a subsidiary by non-controlling interest	600	(600)	-
At 30 September 2012	31,929	(335)	31,594
At 1-Jan-12	25,298	-	25,298
Foreign currency translation difference for foreign operation	(100)	-	(100)
Profit for the period	11,585	390	11,975
Acquisition of non-controlling interest in a subsidiary	(2,716)	-	(2,716)
Subscription of shares in a subsidiary by non-controlling interest	1,920	(1,920)	-
Dividends to non-controlling interest	(15,166)	-	(15,166)
At 31 December 2012	20,821	(1,530)	19,291

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

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

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

NIL.

5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

NIL.

6. DEBT 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>	<i>In thousands of RM</i>	
	<u>No. of shares repurchased</u>	<u>Total consideration</u>
Feb-13	1,000	5
Aug-13	1,000	6
Total	2,000	11

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

7. DIVIDENDS PAID

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

<i>In thousands of RM</i>	INDIVIDUAL/CUMULATIVE QUARTER			
	(Restated)		(Restated)	
	Current	Corresponding	Current	Corresponding
	Quarter Ended	Quarter Ended	Year To Date	Year To Date
	<u>30-Sep-13</u>	<u>30-Sep-12</u>	<u>30-Sep-13</u>	<u>30-Sep-12</u>
Final dividend 2012/2011	-	-	32,289	32,289
Interim dividend 2013/2012	58,707	14,677	58,707	14,677
	58,707	14,677	90,996	46,966

8. SEGMENTAL INFORMATION

The Group's operating structure comprises the following strategic business divisions, each offering different groups of products or activities as described below:

- *Suspension Division, Malaysia:* comprises business in products such as leaf springs, parabolic springs, coil springs, shock absorbers, Gas Springs, U-bolts and metal parts.
- *Interior & Plastics Division, Malaysia:* comprises business in products such as plastics parts, interiors, seatings for motor vehicles, buses, auditoriums and cinemas.
- *Electrical & Heat Exchange Division, Malaysia:* comprises business in products such as air-conditioning systems, radiators, starter motors, alternators, wiper system, distributors and other electrical parts.
- *Marketing Division, Malaysia:* main activity is that of trading and distribution of automotive components/parts manufactured by the Group for the replacement and export market.
- *Others, Malaysia:* comprises mainly operations related to the rental of investment properties in Malaysia, provision of management services for companies within the Group and provision of engineering and research services.
- *Operations Outside Malaysia:* comprises businesses in Indonesia, Vietnam and Australia

Performance of these operating segments is measured primarily on the gross sales and the profit before tax. The results by segments for the quarter are as follows:

In thousands of RM

	INDIVIDUAL/CUMULATIVE QUARTER			
	(Restated)		(Restated)	
	30-Sep-13		30-Sep-12	
	Segment	Profit/(loss)	Segment	Profit
	<u>Revenue</u>	<u>before tax</u>	<u>Revenue</u>	<u>before tax</u>
Operations within Malaysia				
Suspension	58,791	(617)	56,128	3,473
Interior & Plastics	253,951	33,802	198,546	33,210
Electricals & Heat Exchange	70,778	7,561	60,123	4,718
Marketing	47,554	2,645	50,594	2,246
Others	7,076	(934)	7,439	(1,263)
Operations outside Malaysia	9,798	9,491	10,125	(83)
	447,950	51,947	382,955	42,301
Eliminations	(118,914)	(70)	(98,229)	(39)
	329,036	51,877	284,726	42,262

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. SEGMENTAL INFORMATION (CONT'D)

In thousands of RM

<u>Cumulative year to date</u>	30-Sep-13		(Restated) 30-Sep-12	
	Segment	Profit/(loss)	Segment	Profit
	<u>Revenue</u>	<u>before tax</u>	<u>Revenue</u>	<u>before tax</u>
Operations within Malaysia				
Suspension	177,320	7,624	170,618	14,131
Interior & Plastics	708,770	99,435	573,448	83,535
Electricals & Heat Exchange	190,708	14,417	181,534	12,742
Marketing	152,623	9,845	152,857	9,020
Others	22,768	(2,101)	22,951	2,038
Operations outside Malaysia	28,482	11,247	31,062	6,046
	1,280,672	140,467	1,132,470	127,512
Eliminations	(328,027)	(84)	(292,189)	565
	952,645	140,383	840,281	128,077

9. RELATED PARTY DISCLOSURES

The following are significant related party transactions:-

In thousands of RM

INDIVIDUAL/CUMULATIVE QUARTER

<u>With TCMH Group</u>	Current	Corresponding	Cumulative	Corresponding
	Quarter Ended	Quarter Ended	Year To Date	Year To Date
	30-Sep-13	30-Sep-12	30-Sep-13	30-Sep-12
Sales of goods	22,151	37,984	89,164	95,373
Rental income	435	434	1,187	946
Insurance agency services	(150)	(220)	(1,924)	(1,617)
Rental expense	(3)	(2)	(8)	(7)
Purchase of goods and services	(2,161)	(1,698)	(6,124)	(5,384)

The above transactions had been entered into in the ordinary course of business on normal commercial terms with Tan Chong Motor Holdings Bhd and its subsidiaries ("TCMH Group").

In thousands of RM

<u>With TCIL Group</u>	Current	Corresponding	Cumulative	Corresponding
	Quarter Ended	Quarter Ended	Year To Date	Year To Date
	30-Sep-13	30-Sep-12	30-Sep-13	30-Sep-12
Sales of goods	24,073	58	67,012	100
Purchase of goods and services	(307)	(400)	(722)	(402)

The above transactions had been entered into in the ordinary course of business on normal commercial terms with Tan Chong International Limited and its subsidiaries ("TCIL Group").

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

10. CASH AND BANK BALANCES OF THE GROUP

<i>In thousands of RM</i>	<u>As at</u>	<u>(Restated)</u>	<u>(Restated)</u>
	<u>30-Sep-13</u>	<u>As at</u>	<u>As at</u>
		<u>31-Dec-2012</u>	<u>01-Jan-12</u>
Cash and bank balances	18,476	19,841	22,030
Deposits placed with licensed banks	275,751	401,899	363,501
	<u>294,227</u>	<u>421,740</u>	<u>385,531</u>

11. CAPITAL COMMITMENTS

In thousands of RM

	<u>30-Sep-13</u>	<u>(Restated)</u>
		<u>30-Sep-12</u>
Authorized but not contracted for	43,858	8,280
Contracted but not provided for	6,185	22,212
Total	<u>50,043</u>	<u>30,492</u>

12. CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets and no changes in the contingent liability since 31 December 2012.

13. CHANGES IN COMPOSITION OF THE GROUP

- a) On 23 August 2013, APM Automotive Myanmar Ltd. and APM Automotive Indochina Ltd. (“**Labuan Subsidiaries**”) received Permit from Myanmar Investment Commission (“**MIC**”) to establish a new subsidiary with the name of APM Auto Components Myanmar Co.Ltd.(“**APM Myanmar**”) in the Republic of the Union of Myanmar under its Companies Act 1913 and the Permanent Certificate Of Incorporation dated 10 October 13 was received on 16 October 2013.

APM Myanmar will have an authorized capital of USD10,000,000 divided into 10,000,000 of USD 1 each. The minimum required capital which is internally funded is USD 150,000 of which USD75,000 has been paid up. The shareholders of APM Myanmar are :-

Name of Shareholder	Shareholding
APM Automotive Myanmar Ltd.	100% less 1 share
APM Automotive Indochina Ltd.	1 share

- b) On 26 August 2013, a 50% owned jointly-controlled entity of the Group, PT APM Armada Autoparts (“**PT AAA**”) had entered into a Sale and Purchase Agreement with joint venture partner Johnson Controls, Inc (“**JCI**”). for divestment of 450,000 ordinary shares representing 25% of the issued and paid-up ordinary shares in PT Armada Johnson Control (“**PT AJC**”) for a total considerations of USD 10.0million. The net of Indonesia Tax considerations amounting to RM10.0million were recorded as part of the “Share of profit of equity-accounted investee, net of tax” in the Condensed Consolidated Statements of Profit or Loss.

The Indonesia Investment Coordinating Board had on 5 September 2013 approved the Sale Shares to JCI.

Upon completion of the Divestment, PT AAA will continue to own the remaining 25% of the issued and paid-up ordinary shares of PT AJC.

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14. OPERATING SEGMENTS REVIEW

Group Review

3Q13 vs. 3Q12

The Group's 3Q13 revenue of RM329.04million was higher by 15.6% compared to 3Q12 of RM284.73million mainly due to higher total industry production volume increasing by 2.2% from 143,132units in 3Q12 to 146,357units in 3Q13 [Source : Malaysian Automotive Association].

The Group's 3Q13 profit before tax (PBT) of RM51.88million was higher than 3Q12 of RM42.26million by 22.8%, mainly due to net of tax proceeds of RM10.0million from divestment of shares in one of the Indonesia JV, PT Armada Johnson Controls.

YTD 2013 vs. YTD 2012

Revenue for YTD 2013 of RM952.65million was higher by 13.4% compared to YTD 2012's revenue of RM840.28million mainly due to higher demand for new vehicle models launched by OEMs. In YTD 9 months of 2013 was 487,970units against 458,471units registered in the corresponding period of 2012. This was an increase of 29,499units or 6.1% over the YTD 9 months in 2012 [Source: Malaysian Automotive Association].

Profit before tax for YTD 2013 increased by 9.6% to RM140.38million from RM128.08million in YTD 2012. This increase was mainly contributed by the higher revenue and divestment of shares proceeds in one of the Indonesia JV

Segmentation Review

Suspension

3Q13 vs. 3Q12

The Suspension Division recorded revenue of RM58.79million in 3Q13, a slight increase of 4.7% compared to RM56.13million in 3Q12.

A loss was recorded in 3Q13 for RM0.62million compared to RM3.47million in 3Q12, mainly due to additional provision for products warranty.

The YTD 2013 revenue of RM177.32million was 3.9% higher than YTD 2012 of RM170.62million, mainly due to higher demand from OEM customers.

YTD 2013 PBT was RM7.62million, lower by 46.0% compared to RM14.13million in corresponding period of 2012 mainly due to additional provision for products warranty.

Interior & Plastics

Revenue for Interior and Plastics Division recorded RM253.95million in 3Q13, an increase by 27.9% compared to 3Q12 of RM198.55million, mainly due to higher demand for new vehicles models launched by OEMs.

PBT in 3Q13 recorded RM33.80million, higher by 1.8% compared to RM33.21million in 3Q12.

YTD 2013 revenue of RM708.77million was higher than YTD 2012 of RM573.45million by 23.6%, mainly due to higher demand for newly launched vehicles models by OEMs.

YTD 2013's PBT of RM99.44million increased by 19.0% from corresponding period in 2012 of RM83.54million, mainly due to higher production volume. Production of passenger vehicles in the YTD 2013 increased by 4.8% to reach a total of 396,586units compared with 378,322units in the same period last year [Source: Malaysian Automotive Association].

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Electrical & Heat Exchange

The Electrical & Heat Exchange Division recorded sales of RM70.78million in 3Q13, is slightly higher than 3Q12 of RM60.12million by 17.7%.

PBT for 3Q13 of RM7.56million was 60.3% higher than RM4.72million in 3Q12, mainly due to higher demand for newly launched vehicles models by OEMs.

Revenue for YTD 2013 recorded RM190.71million, an increase of 5.1% compared to RM181.53million for YTD 2012.

YTD 2013's PBT of RM14.42million was 13.1% higher than RM12.74million in YTD 2012, mainly due to higher total industry volume.

Marketing

This Division recorded revenue of RM47.55million in 3Q13, slightly lower compared to RM50.59million in 3Q12.

PBT for 3Q13 of RM2.65million was higher than 3Q12 of RM2.25million by 17.8%, mainly due to higher sales of higher margin products.

YTD 2013's revenue of RM152.62million was slightly lower than YTD 2012 of RM152.86million by 0.15%.

PBT for YTD 2013 of RM9.85million recorded an increase of 9.1% compared to YTD 2012 of RM9.02million.

Others, Malaysia

This segment comprises mainly operations relating to the rental of properties in Malaysia, provision of management services, engineering and research services for companies within the Group. The revenue streams were mainly rental and services fee charged within the Group and formed part of inter-segment elimination for the total Group's results (as depicted in Note 8).

Operations outside Malaysia

Operations outside Malaysia recorded revenue of RM9.80million in 3Q13, a decrease of 3.2% compared to RM10.12million in 3Q12, mainly due to change in policy by the Indonesia Government resulting in delay of new vehicle models launch.

The segment's lower PBT of RM9.49million in 3Q13 compared a loss of RM0.083million in 3Q12, the higher PBT in 3Q13 was mainly due to business development costs incurred in 3Q12.

YTD 2013's revenue of RM28.48million was lower than YTD 2012 of RM31.06million by 8.3% mainly due to delayed launch of new vehicle models by OEM.

For YTD 2013's PBT of RM11.25million was higher than YTD 2012 of RM6.05million, mainly due to net of tax proceeds of RM10.0million from divestment of shares in one of the Indonesia JV, PT Armada Johnson Controls.

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15. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

There was no material change to the Group's performance. Group revenue of RM329.04million recorded in 3Q13 was 2.7% lower than that of RM338.28million in 2Q13 mainly due to lower industry production volume in 3Q13 compared to 2Q13. The Group's PBT of RM51.88million in 3Q13 increased by 5.9% from RM48.99million in 2Q13 mainly due to net of tax proceeds of RM10.0million from divestment of shares in Indonesia JV, PT Armada Johnson Controls.

16. COMMENTARY ON PROSPECTS AND TARGETS

The Malaysian Automotive Association has forecasted total industry volume of 640,000 units in 2013 which is a growth of 2% above the 627,753 units achieved in 2012. Among the many challenges faced by the automotive industry in Malaysia, which may impact on domestic demand forecast would be, sluggish exports in the light of the slow USA economy, the continued downturn in the Euro Zone economies and the possibility of tightening of Hire Purchase Loans approval process in view of the Bank Negara's revised lending guidelines. Despite the above scenario, the group is cautiously optimistic that its performance in forthcoming quarters will remain satisfactory.

17. INCOME TAX EXPENSE

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

<i>In thousands of RM</i>	INDIVIDUAL/CUMULATIVE QUARTER			
	Current	(Restated)	Cumulative	(Restated)
	Quarter Ended	Corresponding	Year To Date	Corresponding
	<u>30-Sep-13</u>	<u>30-Sep-12</u>	<u>30-Sep-13</u>	<u>30-Sep-12</u>
<u>Current tax</u>				
- Current year	(14,894)	(8,982)	(35,566)	(26,755)
- Prior year	110	569	393	1,000
<u>Deferred tax</u>				
- Current year	1,654	(1,466)	2,136	(1,598)
- Prior year	232	1,017	583	368
Withholding Tax	(74)	(210)	(182)	(227)
	(12,972)	(9,072)	(32,636)	(27,212)

18. CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the reporting date.

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19. RETAINED EARNINGS

(RM'000)	As At 30-Sep-13	(Restated) As At 31-Dec-12
Total retained profits/(accumulated losses) of the company and its subsidiaries		
- Realised	695,643	710,850
- Unrealised Gain/(Loss)	27,163	786
	<u>722,806</u>	<u>711,636</u>
Total share of retained profits/(accumulated losses) of jointly-controlled entities		
- Realised	32,483	24,882
- Unrealised Gain/(Loss)	-	450
	<u>32,483</u>	<u>25,332</u>
Consolidation adjustments	(17,374)	(6,853)
Total group retained profits as per consolidated accounts	<u>737,915</u>	<u>730,115</u>

20. BORROWINGS AND DEBT SECURITIES

<i>In thousands of RM</i>	Current Quarter Ended 30-Sep-13	(Restated) As at 31-Dec-12
Unsecured - Trade loan	900	6,117
- Short term borrowings	12,829	14,453
	<u>13,729</u>	<u>20,570</u>
Amount due within the next 12 months	<u>13,729</u>	<u>20,570</u>
	<u>13,729</u>	<u>20,570</u>

Group borrowings breakdown by currencies.

<i>In thousands of RM</i>	Functional Currency	Denominated In	Current Quarter Ended 30-Sep-13	(Restated) As at 31-Dec-12
RM	RM		900	14,453
USD	USD		12,829	6,117
			<u>13,729</u>	<u>20,570</u>

21. CHANGES IN MATERIAL LITIGATION

There was no material litigation against the Group as at the reporting date.

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22. PROPOSED DIVIDEND

No dividend has been proposed for the 3rd quarter ended 30 September 2013.

23. EPS

The calculation of basic earnings per share for the periods is based on the net profit attributable to ordinary shareholders of the periods and the weighted average numbers of ordinary shares outstanding during the periods as follows:

Basic EPS	Quarterly ended	
	30-Sep-13	(Restated) 30-Sep-12
Profit attributable to the owners of the Company (RM'000)	36,329	29,665
Weighted average number of ordinary shares in issue ('000)	195,687	195,689
Basic EPS (sen)	18.56	15.16

24. Notes to the Condensed Consolidated Income Statement

Profit before tax is arrived at after (charging)/crediting the following items:

<i>In thousands of RM</i>	Current	(Restated)	Cumulative	(Restated)
	Quarter Ended 30-Sep-13	Corresponding Quarter Ended 30-Sep-12	Year To Date 30-Sep-13	Corresponding Year To Date 30-Sep-12
(a) Interest income	1,778	2,747	7,491	8,319
(b) Other income including investment income	1,782	3,893	5,044	8,286
(c) Interest expense	(78)	(179)	(265)	(345)
(d) Depreciation and Amortization	(6,038)	(7,925)	(20,567)	(24,976)
(e) Provision of and write off receivables	-	14	346	295
(f) Provision of and write off inventories	740	(339)	195	733
(g) Gain or (loss) on disposal of quoted property, plant and equipment	33	(210)	59	326
(h) Impairment of assets	-	(254)	-	-
(i) Foreign exchange gain or (loss)	2,443	278	3,470	1,266
(j) Gain or (loss) on derivative	(415)	422	209	(1,339)
(k) Exceptional items	-	-	-	-

25. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2012 was unqualified.

BY ORDER OF THE BOARD

Lee Yuen Lin
Company Secretary

Kuala Lumpur
21 November 2013