



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 31 DECEMBER 2013 – unaudited**

<i>In thousands of RM</i>	Current Quarter Ended 31-Dec-13	(Restated) Corresponding Quarter Ended 31-Dec-12	Cumulative Year To Date 31-Dec-13	(Restated) Corresponding Year To Date 31-Dec-12
Revenue	306,376	282,866	1,259,020	1,123,147
Results from operating activities	36,627	27,922	158,114	144,451
Finance costs	(74)	(252)	(339)	(597)
Finance income	2,820	3,069	10,311	11,388
Share of profit of equity-accounted investee, net of tax	(2,254)	707	9,416	4,282
Profit before tax	37,119	31,447	177,502	159,524
Income tax expense	(7,998)	(7,125)	(40,634)	(34,337)
Profit for the period	29,121	24,321	136,868	125,187
Other comprehensive (expenses)/income, net of tax				
Items that will not be reclassified subsequently to profit or loss				
Remeasurement of defined benefit liability	1,635	-	1,635	-
Items that are or may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	(150)	(513)	(4,478)	(3,667)
Share of foreign currency translation differences of equity-accounted investee	1,085	(145)	(830)	(2,324)
Other comprehensive (expenses)/income for the period, net of tax	2,570	(658)	(3,673)	(5,991)
Total comprehensive income for the period	31,691	23,663	133,195	119,196
Profit attributable to :				
Owners of the Company	24,994	21,848	123,789	113,601
Non-controlling interests	4,127	2,473	13,079	11,585
Profit for the period	29,121	24,321	136,868	125,187
Total comprehensive income attributable to :				
Owners of the Company	27,564	21,190	120,116	107,711
Non-controlling interests	4,127	2,473	13,079	11,485
Total comprehensive income for the period	31,691	23,663	133,195	119,196
Earnings per share				
Basic (sen)	12.77	11.16	63.26	58.05
Diluted (sen)	N/A	N/A	N/A	N/A

The above condensed consolidated statement of comprehensive income should be read 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 31 DECEMBER 2013 – unaudited

<i>In thousands of RM</i>	As at 31-Dec-13	(Restated) As at 31-Dec-12	(Restated) As at 1-Jan-12
Assets			
Property, plant & equipment	234,123	212,477	232,968
Prepaid lease payments	14,586	15,286	6,052
Investment property	16,617	17,002	1,177
Intangible asset	712	-	-
Investment in associates	41,106	30,956	28,684
Development expenditure	161	474	799
Deferred tax assets	15,683	12,801	14,951
Total non-current assets	322,988	288,996	284,631
Inventories	229,062	167,627	156,110
Trade and other receivables, including derivatives	324,963	238,575	220,794
Assets held for sale	-	-	9,478
Cash and cash equivalents	306,416	424,909	385,531
Total current assets	860,441	831,111	771,913
Total assets	1,183,429	1,120,107	1,056,544
Equity			
Share capital	201,600	201,600	201,600
Reserves	727,960	698,840	640,949
Treasury shares	(12,806)	(12,796)	(12,786)
Total equity attributable to owners of the Company	916,754	887,644	829,763
Non-controlling interests	26,200	20,821	25,298
Total equity	942,954	908,465	855,061
Liabilities			
Deferred tax liabilities	2,010	1,344	2,765
Employee benefits	10,301	13,187	14,204
Total non-current liabilities	12,311	14,531	16,969
Trade and other payables, including derivatives	208,700	172,973	162,621
Short term borrowings	12,847	20,570	18,467
Taxation	6,617	3,568	3,426
Total current liabilities	228,164	197,111	184,514
Total liabilities	240,475	211,642	201,483
Total equity and liabilities	1,183,429	1,120,107	1,056,544
Net asset per share attributable to owners of the Company (RM)	4.68	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 31 DECEMBER 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	-	-	(5,891)	-	-	(5,891)	(100)	(5,991)
Profit for the period	-	-	-	-	113,602	113,602	11,585	125,187
Total comprehensive income for the period	-	-	(5,891)	-	113,602	107,711	11,485	119,196
Own shares acquired	-	(10)	-	-	-	(10)	-	(10)
Subscription of shares in a subsidiary by non-controlling interest	-	-	-	-	-	-	1,920	1,920
Total distribution to owners	-	(10)	-	-	-	(10)	1,920	1,910
Dividend paid	-	-	-	-	(46,966)	(46,966)	(15,166)	(62,132)
Acquisition of non-controlling interest in a subsidiary	-	-	-	-	(2,854)	(2,854)	(2,716)	(5,570)
At 31 Dec-2012	201,600	(12,796)	(6,834)	(24,441)	730,115	887,644	20,821	908,465
At 1-Jan-13	201,600	(12,796)	(6,834)	(24,441)	730,115	887,644	20,821	908,465
Remeasurement of defined benefit asset	-	-	-	-	1,635	1,635	-	1,635
Foreign currency translation difference for foreign operation	-	-	(5,308)	-	-	(5,308)	-	(5,308)
Profit for the period	-	-	-	-	123,789	123,789	13,079	136,868
Total comprehensive income for the period	-	-	(5,308)	-	125,424	120,116	13,079	133,195
Own shares acquired	-	(10)	-	-	-	(10)	-	(10)
Total distribution to owners	-	(10)	-	-	-	(10)	-	(10)
Dividend paid	-	-	-	-	(90,996)	(90,996)	(7,700)	(98,696)
At 31-Dec-2013	201,600	(12,806)	(12,142)	(24,441)	764,543	916,754	26,200	942,954

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 31 DECEMBER 2013 – unaudited

	Current Year to Date <u>31-Dec-13</u>	(Restated) Corresponding Year To Date <u>31-Dec-12</u>
<i>In thousands of RM</i>		
Cash flows from operating activities		
Profit before tax and non-controlling interests	177,502	159,524
Adjustments for non-cash items	14,358	18,474
Changes in working capital	(113,682)	(13,113)
Cash generated from operations	78,178	164,885
Interest/Tax	(29,670)	(23,735)
Net cash from operating activities	48,508	141,150
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	611	3,157
Acquisition of property, plant and equipment	(48,909)	(38,199)
Increase in investment in jointly controlled entities	(4,177)	-
Lease payment for leasehold land	(700)	(474)
Additions of development expenditure	(399)	(118)
Capital contribution from non-controlling interest	-	1,920
Net cash used in investing activities	(53,573)	(33,714)
Cash flows from financing activities		
Acquisition of non-controlling interest	(2,157)	(5,569)
Dividends paid to owners of the company	(90,996)	(46,966)
Dividends paid to non-controlling interests	(7,700)	(15,166)
Drawdown/(Repayment)of trade loan	6,189	(2,858)
Repayment /Drawdown of short-term borrowings	(13,912)	4,961
Purchase of treasury shares	(11)	(10)
Net cash used in financing activities	(108,588)	(65,608)
Net (decrease)/increase in cash and cash equivalents	(113,653)	41,828
Effect of exchange rate fluctuations on cash held	(4,840)	(2,450)
Cash and cash equivalents at 1 January	424,909	385,531
Cash and cash equivalents at the end of period	306,416	424,909

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	(16,221)	212,477
Prepaid lease payments	18,212	(2,926)	15,286
Investment in jointly controlled entities	-	30,956	30,956
Development expenditure	1,726	(1,252)	474
Deferred tax assets	13,405	(604)	12,801
Inventories	176,804	(9,177)	167,627
Trade and other receivables, including derivatives	256,054	(17,479)	238,575
Cash and cash equivalents	427,012	(2,103)	424,909
Non-controlling interests	(20,822)	1	(20,821)
Long term borrowings	(795)	795	-
Employee benefits	(14,010)	823	(13,187)
Trade and other payables, including derivatives	(185,422)	12,449	(172,973)
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 31 December 2012			
Revenue	300,976	(18,110)	282,866
Results from operating activities	29,135	(1,214)	27,922
Finance costs	(250)	(2)	(252)
Finance income	2,979	90	3,069
Share of profit of equity-accounted investee, net of tax	-	708	707
Profit before tax	31,864	(417)	31,447
Income tax expense	(7,276)	151	(7,125)
Profit for the period	24,588	(266)	24,321
Period Ended 31 December 2012			
Revenue	1,198,475	(75,328)	1,123,147
Results from operating activities	150,165	(5,714)	144,451
Finance costs	(946)	349	(597)
Finance income	11,493	(105)	11,388
Share of profit of equity-accounted investee, net of tax	-	4,282	4,282
Profit before tax	160,711	(1,187)	159,524
Income tax expense	(35,524)	1,187	(34,337)
Profit for the period	125,187	-	125,187

<i>In thousands of RM</i>	As previously reported	Effect of adoption of MFRS 10,11&12	Restated
Quarterly Ended 31 December 2012			
Foreign currency translation differences for foreign operations	(658)	145	(513)
Share of foreign currency translation differences of equity-accounted investee	-	(145)	(145)
Total comprehensive income for the period	(658)	-	(658)
Period Ended 30 September 2012			
Foreign currency translation differences for foreign operations	(5,991)	2,324	(3,667)
Share of foreign currency translation differences of equity-accounted investee	-	(2,324)	(2,324)
Total comprehensive income for the period	(5,991)	-	(5,991)

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

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:

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

7. DIVIDENDS PAID

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

INDIVIDUAL/CUMULATIVE QUARTER

<i>In thousands of RM</i>	Current Quarter Ended <u>31-Dec-13</u>	Corresponding Quarter Ended <u>31-Dec-12</u>	Current Year To Date <u>31-Dec-13</u>	Corresponding Year To Date <u>31-Dec-12</u>
Final dividend 2012/2011	-	-	32,289	32,289
Interim dividend 2013/2012	-	-	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:

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

8. SEGMENTAL INFORMATION (CONT'D)

In thousands of RM

	INDIVIDUAL/CUMULATIVE QUARTER			
	31-Dec-13		(Restated) 31-Dec-12	
	Segment <u>Revenue</u>	Profit/(loss) <u>before tax</u>	Segment <u>Revenue</u>	Profit <u>before tax</u>
Operations within Malaysia				
Suspension	63,155	3,915	55,702	2,723
Interior & Plastics	279,339	29,464	193,285	22,664
Electricals & Heat Exchange	62,808	3,874	64,610	1,685
Marketing	48,715	2,277	52,375	3,700
Others	7,329	(446)	17,346	(394)
Operations outside Malaysia	11,042	(1,480)	9,083	900
	472,388	37,604	392,401	31,278
Eliminations	(166,012)	(485)	(109,535)	169
	306,376	37,119	282,866	31,447

In thousands of RM

<u>Cumulative year to date</u>	(Restated)			
	31-Dec-13		31-Dec-12	
	Segment <u>Revenue</u>	Profit/(loss) <u>before tax</u>	Segment <u>Revenue</u>	Profit <u>before tax</u>
Operations within Malaysia				
Suspension	240,475	11,539	226,320	16,854
Interior & Plastics	988,109	128,899	766,733	106,199
Electricals & Heat Exchange	253,517	18,290	246,144	14,427
Marketing	201,338	12,122	205,232	12,720
Others	30,097	(2,547)	40,297	1,644
Operations outside Malaysia	39,524	9,767	40,145	6,946
	1,753,060	178,070	1,524,871	158,790
Eliminations	(494,040)	(568)	(401,724)	734
	1,259,020	177,502	1,123,147	159,524

9. RELATED PARTY DISCLOSURES

The following are significant related party transactions:-

In thousands of RM

<u>With TCMH Group</u>	INDIVIDUAL/CUMULATIVE QUARTER			
	Current Quarter Ended	Corresponding Quarter Ended	Cumulative Year To Date	Corresponding Year To Date
	<u>31-Dec-13</u>	<u>31-Dec-12</u>	<u>31-Dec-13</u>	<u>31-Dec-12</u>
Sales of goods	22,116	32,657	111,280	128,030
Rental income	637	435	1,824	1,381
Insurance agency services	(979)	(800)	(2,903)	(2,417)
Rental expense	(3)	(4)	(11)	(11)
Purchase of goods and services	(2,654)	(2,723)	(8,778)	(8,107)

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").

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

9. RELATED PARTY DISCLOSURES (CON'T)

In thousands of RM

<u>With TCIL Group</u>	INDIVIDUAL/CUMULATIVE QUARTER		Cumulative Year To Date 31-Dec-13	Corresponding Year To Date 31-Dec-12
	Current Quarter Ended 31-Dec-13	Corresponding Quarter Ended 31-Dec-12		
Sales of goods	6,825	948	73,837	1,048
Purchase of goods and services	(374)	(178)	(1,095)	(583)

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").

10. CASH AND BANK BALANCES OF THE GROUP

<i>In thousands of RM</i>	As at 31-Dec-13	(Restated) As at 31-Dec-2012	(Restated) As at 01-Jan-12
	Cash and bank balances	24,210	19,841
Deposits placed with licensed banks	282,206	405,068	363,501
	306,416	424,909	385,531

11. CAPITAL COMMITMENTS

In thousands of RM

	31-Dec-13	(Restated) 31-Dec-12
Authorized but not contracted for	36,701	1,675
Contracted but not provided for	10,809	18,853
Total	47,510	20,528

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 16 October 2013, the Group received the permanent certificate of incorporation dated 10 October 2013 for establishment of wholly-owned subsidiary with the name of APM Auto Components Myanmar Co.Ltd. ("APM Myanmar") in the Republic of the Union of Myanmar.

The Group via its wholly-owned subsidiaries incorporated in Labuan, APM Automotive Myanmar Ltd. and APM Automotive Indochina Ltd. to subscribe for the shares in APM Myanmar.

APM Myanmar has an authorized capital of USD10,000,000 divided into 10,000,000 of USD1 each. The minimum required capital which is internally funded is USD150,000 of which USD75,000 has been paid up. The shareholders of APM Myanmar are :-

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

APM AUTOMOTIVE HOLDINGS BERHAD (424838-D)
PART B: EXPLANATORY NOTES PURSUANT TO MAIN
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

- (b) On 3 December 2013, the Group had via its wholly-owned subsidiaries incorporated in Labuan, APM Automotive International Ltd., APM Automotive IndoChina Ltd. and APM Automotive Thailand Ltd., subscribed for the shares in a newly incorporated limited company in Thailand, namely APM Auto Components (Thailand) Ltd. (“AACT”).

AACT has a registered capital of Baht 450,000,000 divided into 15,000,000 shares, at a par value of Baht 30 each and will have a paid-up of Baht 7.5per share, totaling Baht 112,500,000 which is to be internally funded. The shareholders of AACT are as follows:-

Name of Shareholders	Shareholding
APM Automotive Thailand Ltd.	14,999,995 shares
APM Automotive IndoChina Ltd.	1 share
APM Automotive International Ltd	1 share
3 Individual Thai Nominees	1 share each

14. OPERATING SEGMENTS REVIEW

Group Review

4Q13 vs. 4Q12

The Group’s 4Q13 revenue of RM306.38million was higher by 8.3% compared to 4Q12 of RM282.87million mainly due to higher total industry production volume increasing by 11.8% from 144,428units in 4Q12 to 161,539units in 4Q13 [Source : Malaysian Automotive Association].

The Group’s 4Q13 profit before tax (PBT) of RM37.12million was higher than 4Q12 of RM31.45million by 18.0%, mainly due to higher production volume for some newly launched vehicles models in 4Q13.

YTD 2013 vs. YTD 2012

Revenue for YTD 2013 of RM1,259.02million was higher by 12.1% compared to YTD 2012’s revenue of RM1,123.15million mainly due to higher demand for new vehicle models launched by OEMs. In 2013, total industry production volume was 601,407units against 569,620units in 2012, an increase of 31,787units or 5.6% over 2012 [Source: Malaysian Automotive Association].

Profit before tax for YTD 2013 increased by 11.3% to RM177.50million from RM159.52million in YTD 2012. This increase was mainly contributed by the higher revenue and net of tax proceeds of RM10.00million from divestment of shares in one of the Indonesia JV, PT Armada Johnson Controls.

Segmentation Review

Suspension

4Q13 vs. 4Q12

The Suspension Division recorded revenue of RM63.16million in 4Q13, an increase of 13.4% compared to RM55.70million in 4Q12.

Profit before tax in 4Q13 was RM3.92million, an increase of 44.1% compared to RM2.72million in 4Q12, mainly due to higher OEMs’ production volume for some vehicle models.

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The YTD 2013 revenue of RM240.48million was 6.3% higher than YTD 2012 of RM226.32million, mainly due to higher demand from OEM customers.

YTD 2013 PBT was RM11.54million, lower by 31.5% compared to RM16.85million in corresponding period of 2012 mainly due to additional provision for products warranty.

Interior & Plastics

Revenue for Interior and Plastics Division of RM279.34million in 4Q13, an increase by 44.5% compared to 4Q12 of RM193.29million, mainly due to higher demand for new vehicles models launched by OEMs.

PBT in 4Q13 recorded RM29.46million, higher by 30.0% compared to RM22.66million in 4Q12.

YTD 2013 revenue of RM988.11million was higher than YTD 2012 of RM766.73million by 28.9%, mainly due to higher demand for newly launched vehicles models by OEMs.

YTD 2013's PBT of RM128.90million increased by 21.4% from corresponding period in 2012 of RM106.20million, mainly due to higher production volume. Production of passenger vehicles in YTD 2013 increased by 6.7% to reach a total of 543,892units compared with 509,621units in the same period last year [Source: Malaysian Automotive Association].

Electrical & Heat Exchange

The Electrical & Heat Exchange Division recorded sales of RM62.81million in 4Q13, is slightly lower than 4Q12 of RM64.61million by 2.9%.

PBT for 4Q13 of RM3.87million was higher than RM1.69million in 4Q12, mainly due to devaluation of Japanese Yen denominated inventory in 2012, as the currency weakening against book value at the end of 2012.

Revenue for YTD 2013 of RM253.52million, an increase of 3.0% compared to RM246.14million for YTD 2012.

YTD 2013's PBT of RM18.29million was 26.7% higher than RM14.43million in YTD 2012, mainly due to higher total industry volume.

Marketing

This Division recorded revenue of RM48.72million in 4Q13, lower by 7.0% compared to RM52.38million in 4Q12, mainly due to lower export sales with more competitive pricing from China.

PBT for 4Q13 of RM2.28million was lower than 4Q12 of RM3.70million by 38.5%, mainly due to lower sales and competitive pricing in export markets.

YTD 2013's revenue of RM201.34million was slightly lower than YTD 2012 of RM205.23million by 1.9%.

PBT for YTD 2013 of RM12.12million was lower by 4.7% compared to YTD 2012 of RM12.72million, mainly due to lower demand from export markets with competitive pricing.

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).

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Operations outside Malaysia

Operations outside Malaysia recorded revenue of RM11.04million in 4Q13, an increase of 21.6% compared to RM9.08million in 4Q12, mainly due to newly launched vehicles models by OEMs in Indonesia.

The segment's operating loss of RM1.48million in 4Q13 compared to profit before tax of RM0.90million in 4Q12, the loss in 4Q13 was mainly due to business development costs incurred in newly developed businesses in Indochina.

YTD 2013's revenue of RM39.52million was lower than YTD 2012 of RM40.15million by 1.6% mainly due to delay launch of new vehicle models by OEM in first half of 2013.

For YTD 2013's PBT of RM9.77million was higher than YTD 2012 of RM6.95million, mainly due to net of tax proceeds of RM10.0million from divestment of shares in one of the Indonesia JV, PT Armada Johnson Controls.

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 RM306.38million recorded in 4Q13 was 6.9% lower than that of RM329.04million in 3Q13 mainly due to lower industry production volume in 4Q13 compared to 3Q13. The Group's PBT of RM37.12million in 4Q13 decreased by 28.5% from RM51.88million in 3Q13 mainly due to net of tax proceeds of RM10.0million in 3Q13 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 670,000 units in 2014 which is a growth of 2.2% above the 655,793units achieved in 2013. Among the many challenges faced by the automotive industry in Malaysia, which may impact on domestic demand forecast would be, anticipated consumers cut back on spending and more stringent rules on bank borrowing. Despite the above scenario, the group is cautiously optimistic that its performance in forthcoming year 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 Quarter Ended <u>31-Dec-13</u>	(Restated) Corresponding Quarter Ended <u>31-Dec-12</u>	Cumulative Year To Date <u>31-Dec-13</u>	(Restated) Corresponding Year To Date <u>31-Dec-12</u>
<u>Current tax</u>				
- Current year	(8,006)	(6,926)	(43,572)	(33,681)
- Prior year	(116)	(557)	277	443
<u>Deferred tax</u>				
- Current year	(1,136)	713	1,000	(885)
- Prior year	1,268	(260)	1,851	108
Withholding Tax	(8)	(95)	(190)	(322)
	(7,998)	(7,125)	(40,635)	(34,337)

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18. CORPORATE PROPOSALS

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

19. RETAINED EARNINGS

(RM'000)	As At 31-Dec-13	(Restated) As At 31-Dec-12
Total retained profits/(accumulated losses) of the company and its subsidiaries		
- Realised	728,096	710,851
- Unrealised Gain/(Loss)	37,327	786
	<u>765,423</u>	<u>711,637</u>
Total share of retained profits/(accumulated losses) of jointly-controlled entities		
- Realised	30,093	24,882
- Unrealised Gain/(Loss)	-	450
	<u>30,093</u>	<u>25,332</u>
Consolidation adjustments	(30,973)	(6,854)
Total group retained profits as per consolidated accounts	<u>764,543</u>	<u>730,115</u>

20. BORROWINGS AND DEBT SECURITIES

<i>In thousands of RM</i>	Current Quarter Ended 31-Dec-13	(Restated) As at 31-Dec-12
Unsecured - Trade loan	12,306	6,117
- Short term borrowings	541	14,453
	<u>12,847</u>	<u>20,570</u>
Amount due within the next 12 months	12,847	20,570
	<u>12,847</u>	<u>20,570</u>

Group borrowings breakdown by currencies.

<i>In thousands of RM</i>	Current Quarter Ended 31-Dec-13	(Restated) As at 31-Dec-12
Functional Denominated		
Currency In		
RM RM	541	14,453
USD USD	12,306	6,117
	<u>12,847</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

Subject to the approval of the shareholders at the forthcoming Annual General Meeting, the Directors recommend the payment of a final dividend of 12sen tax exempt under single tier system for the year ended 31 December 2013 (2012 – 12sen less 25% tax and special final dividend of 10sen less 25%). The amount payable is approximately RM 23.48 million. The entitlement and payment dates will be announced at a later date.

An interim dividend of 10sen less 25% tax (2012- 10sen less 25%) and interim special dividend of 30sen less 25% amounting to RM58.71 million (2012 – RM14.68) was paid on 30 September 2013. Together with the proposed final dividend, the total dividend payment for the year ended 31 December 2013 would be RM 82.19million (2012 –RM46.97million).

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	
	31-Dec-13	(Restated) 31-Dec-12
Profit attributable to the owners of the Company (RM'000)	24,994	21,848
Weighted average number of ordinary shares in issue ('000)	195,687	195,689
Basic EPS (sen)	12.77	11.16

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 31-Dec-13	Corresponding Quarter Ended 31-Dec-12	Year To Date 31-Dec-13	Corresponding Year To Date 31-Dec-12
(a) Interest income	2,820	3,069	10,311	11,388
(b) Other income including investment income	(1,685)	(2,625)	3,359	5,661
(c) Interest expense	(74)	(252)	(339)	(597)
(d) Depreciation and Amortization	(7,678)	(7,249)	(28,245)	(32,225)
(e) Provision of and write off receivables	(589)	358	(243)	653
(f) Provision of and write off inventories	710	257	905	990
(g) Gain or (loss) on disposal of quoted property, pl	(194)	573	(135)	899
(h) Impairment of assets	7	254	7	254
(i) Foreign exchange gain or (loss)	1,467	807	4,936	2,073
(j) Gain or (loss) on derivative	(15)	(2,872)	194	(4,211)
(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
27 February 2014