

CHINA AUTOMOBILE PARTS HOLDINGS LIMITED (Bermuda Company No. 46416)
(Malaysian Foreign Company Registration No. 995377-M)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2016 RMB'000 Unaudited	Preceding Year Quarter 31.12.2015 RMB'000 Unaudited	Current Year To Date 31.12.2016 RMB'000 Unaudited	Preceding Year To Date 31.12.2015 RMB'000 Audited
Revenue	59,227	140,355	318,018	592,684
Cost of Sales	(47,496)	(98,540)	(264,918)	(413,324)
Gross Profit	11,731	41,815	53,100	179,360
Other Operating Income	1,185	391	3,688	6,694
Administrative Expenses	(68,508)	(9,541)	(101,387)	(27,548)
Selling and Distribution Expenses	(4,275)	(6,335)	(30,978)	(34,797)
Finance Costs	(456)	(134)	(456)	(329)
(Loss)/Profit Before Tax	(60,323)	26,196	(76,033)	123,380
Tax Expense	(40,776)	(6,802)	(43,434)	(57,839)
(Loss)/Profit for the Financial Period	(101,099)	19,394	(119,467)	65,541
Other Comprehensive Income, Net of Tax				
Item that may be Reclassified Subsequently to Profit or Loss				
Currency Translation Differences	-	(148)	-	(148)
(Loss)/Profit and Other Comprehensive (Loss)/Income for the Financial Period	(101,099)	19,246	(119,467)	65,393
(Loss)/Profit for the Financial Period				
Attributable to:				
Owners of the Company	(101,099)	19,394	(119,467)	65,541
Non-Controlling Interest	-	-	-	-
	(101,099)	19,394	(119,467)	65,541
(Loss)/Profit and Other Comprehensive Income for the Financial Period				
Attributable to:				
Owners of the Company	(101,099)	19,246	(119,467)	65,393
Non-Controlling Interest	-	-	-	-
	(101,099)	19,246	(119,467)	65,393
(Loss)/Earnings Per Ordinary Share				
Attributable to Equity Holders of the Company				
Basic (RMB)	(0.07)	0.02	(0.09)	0.06
Diluted (RMB)	(0.07)	0.02	(0.09)	0.06

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2016 RMB'000 Unaudited	As at 31.12.2015 RMB'000 Audited
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	130,353	136,173
Land Use Rights	11,804	12,080
	142,157	148,253
Current Assets		
Inventories	9,099	10,488
Trade and Non-Trade Receivables	291,758	286,240
Cash and Bank Balances	355,106	431,475
	655,963	728,203
TOTAL ASSETS	798,120	876,456
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Company		
Share Capital	86,400	733,841
Reserves	649,144	101,375
TOTAL EQUITY	735,544	835,216
LIABILITIES		
Current Liabilities		
Trade and Non-Trade Payables	15,849	26,392
Provision for Taxation	46,727	14,848
	62,576	41,240
TOTAL LIABILITIES	62,576	41,240
TOTAL EQUITY AND LIABILITIES	798,120	876,456
Net Assets Per Share (RMB)	0.54	0.72

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Unaudited	[-----Non-distributable-----]						Distributable		Total Equity RMB'000
	Share Capital RMB'000	Share Premium RMB'000	Statutory Surplus Reserve RMB'000	Translation Reserve RMB'000	Merger Deficit RMB'000	Share-based Payment Reserve RMB'000	Capital Redemption Reserve RMB'000	Retained Earnings RMB'000	
As at 1 January 2016	733,841	-	32,334	1,690	(257,135)	22,847	-	301,639	835,216
Loss for the financial year	-	-	-	-	-	-	-	(119,467)	(119,467)
Total comprehensive loss	-	-	-	-	-	-	-	(119,467)	(119,467)
Transaction with owners:-									
Exercise of warrants	-*	3	-	-	-	-	-	-	3
Par Value Reduction	(660,457)	-	-	-	-	-	660,457	-	-
Exercise of Employees Share Option Scheme ("ESOS")	13,016	6,776	-	-	-	-	-	-	19,792
As at 31 December 2016	86,400	6,779	32,334	1,690	(257,135)	22,847	660,457	182,172	735,544
Audited									
As at 1 January 2015	376,526	63,068	32,334	1,838	(257,135)	22,847	-	523,301	762,779
Profit for the financial year	-	-	-	-	-	-	-	65,541	65,541
Other comprehensive income:- Currency translation differences	-	-	-	(148)	-	-	-	-	(148)
Total comprehensive income	-	-	-	(148)	-	-	-	65,541	65,393
Transaction with owners:-									
Exercise of warrants	7,044	-	-	-	-	-	-	-	7,044
Issuance of bonus shares	350,271	(63,068)	-	-	-	-	-	(287,203)	-
As at 31 December 2015	733,841	-	32,334	1,690	(257,135)	22,847	-	301,639	835,216

* Less than RMB1,000

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date 31.12.2016 RMB'000 Unaudited	Preceding Year To Date 31.12.2015 RMB'000 Audited
Operating activities		
(Loss)/Profit before tax	(76,033)	123,380
Adjustments for:-		
Allowance for impairment losses on trade receivables	86,544	2,175
Bad debts written off	979	-
Depreciation for property, plant and equipment	5,844	5,865
Amortisation of land use rights	276	275
Interest income	(1,623)	(4,631)
Interest expense	456	329
Property, plant and equipment written off	-	4
Operating profit before changes in working capital	16,443	127,397
Changes in working capital:-		
Inventories	1,389	5,204
Trade and non-trade receivables	(93,041)	(94,794)
Trade and non-trade payables	(10,544)	824
Cash (used in)/generated from operating activities	(85,753)	38,631
Income tax paid	(11,554)	(33,073)
Net cash (used in)/from operating activities	(97,307)	5,558
Investing activities		
Interest received	1,623	4,631
Purchase of property, plant and equipment	(24)	(377)
Net cash from investing activities	1,599	4,254
Financing activities		
Proceeds from exercise of ESOS	19,792	-
Interest paid	(456)	(329)
Proceeds from issuance of ordinary shares	3	7,044
Repayment of borrowings	-	(7,000)
Drawdown of borrowings	-	7,000
Withholding tax paid	-	(23,000)
Net cash from/(used in) financing activities	19,339	(16,285)
Net changes in cash and cash equivalents	(76,369)	(6,473)
Cash and cash equivalents at beginning of financial period	431,475	437,948
Cash and cash equivalents at end of financial period	355,106	431,475

Note:

1. Cash and cash equivalents at the end of the financial period comprise the following:-

	As at 31.12.2016 RMB'000	As at 31.12.2015 RMB'000
Cash and bank balances	355,106	431,475

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of IAS 34 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached herein.

The explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2015.

The accounting policies and methods of computation adopted in the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2015 except for the changes in accounting policies resulting from the adoption of the applicable new and revised IFRSs that were effective for the financial periods commencing on or after 1 January 2016.

The Group has not adopted the following new IFRSs and amendments to IFRSs that have been issued but not yet effective:

Title	Effective date
IFRS 9 Financial Instruments	1 January 2018
IFRS 15 Revenue from Contracts with Customers	1 January 2018
IFRS 16 Leases	1 January 2019
Amendments to IAS 7 Disclosure Initiative	1 January 2017
Amendments to IAS 12 Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Clarifications to IFRS 15	1 January 2018

The possible impact on adoption of the above pronouncements in the period of initial application cannot be determined at present.

A2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 31 December 2015 was not qualified.

A3. Seasonality or Cyclicity of Operations

Seasonal factors may partly affect the demand of the Group’s products in the People’s Republic of China (“PRC”), however, the geographical spread of the Group’s distribution network in the said territory minimises the cyclicity effect.

A4. Unusual Items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current financial year to-date.

A5. Changes in Estimates

There were no changes in estimates of amounts reported in a prior financial quarter of a prior financial year that have a material impact on the current financial year-to-date.

A. NOTES TO THE INTERIM FINANCIAL REPORT

A6. Changes in Debt and Equity Securities

On 11 April 2016, the Company reduced issued and paid up capital of the Company from USD116,158,760 to USD11,615,876 by cancelling the issued and paid up share capital of the Company to the extent of USD0.09 on each of the existing issued and paid up shares of USD0.10 par value so that each issued share of USD0.10 par value shall be treated as a fully paid up share of USD0.01 par value.

On 26 April 2016 and 9 May 2016, the Company issued 174,238,000 and 26,135,840 new ordinary shares of USD0.01 each respectively, at RM0.06 per share on the exercise of options granted to eligible employees pursuant to the ESOS on 19 April 2016 and 4 May 2016 respectively.

On 20 December 2016 and 23 December 2016, the Company issued 1,900 and 4,750 new ordinary shares of USD0.01 each on the exercise of warrants pursuant to the Deed Poll of 13 December 2013.

Save for the above, there were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the current financial year to-date.

A7. Dividends Paid

There were no payments of dividends during the current financial quarter and year to-date.

A8. Segmental Information

The Group manages its business by divisions, which are organised by business lines. The Group has identified the following two reportable segments in a manner which is consistent with the way in which information is reported to the chief decision maker for purposes of resource allocation and performance assessment:

- (a) Manufacturing division - manufacture and sales of u-bolts, wheel axles, wheel-hub bolts and steel pins; and;
- (b) Trading division - procurement and sales of torque-rod bushings.

The Group evaluates performance based on the basis of gross profit as reported in the statement of profit or loss and other comprehensive income not including non-recurring losses, if any, and also excluding the effects of retirement benefit obligations.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2016 RMB'000	Preceding Year Quarter 31.12.2015 RMB'000	Current Year To Date 31.12.2016 RMB'000	Preceding Year To Date 31.12.2015 RMB'000
Revenue				
Manufacturing	54,632	132,531	291,530	540,259
Trading	4,595	7,824	26,488	52,425
	59,227	140,355	318,018	592,684
Gross Profit				
Manufacturing	10,571	39,890	48,271	167,516
Trading	1,160	1,925	4,829	11,845
	11,731	41,815	53,100	179,361

The Group's assets and liabilities are managed on a group-wide basis and are not allocated to any of the operating segments.

The Group's business is entirely operated within PRC, and as such, there is no presentation of segment information based on the geographical location of customers.

A. NOTES TO THE INTERIM FINANCIAL REPORT

A9. Material Events subsequent to the End of the Current Financial Quarter

There were no other material events subsequent to the end of the current financial quarter which have not been reflected in the interim financial report.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter.

A11. Changes in Contingent Liabilities and Contingent Assets

The Group has no contingent liabilities or contingent assets since the end of the previous financial year.

A12. Capital Commitments

At the end of the current financial quarter, the Group has the following approved capital expenditure:

	RMB'000
Contracted but not provided for	<u>6,000</u>

A13. Significant Related Party Transactions

The Group has no significant related party transactions during the current financial year to-date.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

B1. Performance Review

The Group recorded revenue of RMB59.2 million for the current financial quarter, a decrease of 57.8% as compared to that of the corresponding financial quarter last year.

The decline in revenue was caused by the drop in overall sales volume of 36.2% year-on-year ("YoY") coupled with the drop in average unit selling price by 15.8% YoY. This resulted mainly from reduced customer orders during the current financial quarter amidst the challenging operating environment.

In view of the above, the gross profit margin has dropped from 29.8% in corresponding financial quarter last year to 19.8% in current financial quarter.

The operating expenses of RMB73.2 million in the current financial quarter was higher than that of RMB16.0 million incurred in the corresponding financial quarter last year, which marked an increase of 357.5%. The tremendous increase was mainly attributable to allowance for impairment losses on trade receivables for the current financial quarter, as disclosed in Note B11.

The combined effect from the 57.8% drop in revenue coupled with 357.5% increase in operating expenses resulting a loss before tax for the current financial quarter amounting RMB60.3 million.

B2. Comments on Material Changes in the Profit before Tax

The Group's revenue and overall sales volume for current financial quarter decreased by 57.8% and 40.7% respectively when compared to those of the preceding financial quarter. Hence, the Group is suffering loss before tax of RMB60.3 million as compared to profit before tax of RMB26.2 million in the proceeding financial quarter.

B3. Commentary on Prospects

The PRC economy expanded by 6.7 percent, the weakest since 1990. These rates point to the fact that PRC's economy still faces downward pressure.

Despite the current challenging operating environment, we will further enhance our product range to seize new business opportunities. We also remain focused on minimising production cost by improving productivity and exercising prudent management within the competitive industry.

B4. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax with profit forecast and shortfall in profit guarantee are not applicable.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

B5. Income Tax Expense

	Current Year Quarter 31.12.2016 RMB'000	Current Year To Date 31.12.2016 RMB'000
Current quarter/year expense:		
PRC income tax	<u>40,766</u>	<u>43,434</u>
Effective PRC income tax rate	<u>- %</u>	<u>- %</u>

The Group's effective PRC income tax rate for the year to date is not reflective given the the loss position of the Group.

B6. Status of Corporate Proposals Announced

On 7 October 2015, the Company entered into an agreement with Siburan Resources Limited for the proposed establishment of a 50:50 joint venture company ["JVC"] to promote, sell, market and distribute the Group's products in Australia and regions outside PRC. The JVC has yet to be incorporated as of 21 February 2017.

Save for the above, there were no corporate proposals announced but not completed as at 21 February 2017.

B7. Borrowings and Debt Securities

The Group has no borrowings and debt securities outstanding as at 31 December 2016.

B8. Changes in Material Litigation

The Group has no material litigations as at 21 February 2017.

B9. Dividends Payable

No dividend has been declared or recommended for the current financial quarter and year to-date.

B10. Earnings per Share

Basic	Current Year Quarter 31.12.2016	Preceding Year Quarter 31.12.2015	Current Year To Date 31.12.2016	Preceding Year To Date 31.12.2015
(Loss)/Profit attributable to ordinary shareholders of the Company (RMB'000)	<u>(101,099)</u>	<u>19,394</u>	<u>(119,467)</u>	<u>65,541</u>
Weighted average number of ordinary shares in issue ('000)	<u>1,361,968</u>	<u>1,161,588</u>	<u>1,302,740</u>	<u>1,152,378</u>
Basic (loss)/earnings per share (RMB)	<u>(0.07)</u>	<u>0.02</u>	<u>(0.09)</u>	<u>0.06</u>

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

B10. Earnings per Share (cont'd)

Diluted

The diluted earnings per ordinary share is same as the basic earnings per share as the average market price of the ordinary shares during the current financial quarter was lower than the exercise price of the warrants and accordingly, the effect of the assumed conversion of warrants outstanding will be anti-dilutive effect and the Company has no other dilutive potential ordinary shares in issue as at the end of the current financial quarter.

B11. (Loss)/Profit before Tax

(Loss)/Profit before tax is derived after taking into account the following expense/(income) items:

	Current Year Quarter 31.12.2016 RMB'000	Current Year To Date 31.12.2016 RMB'000
Allowance for impairment losses on trade receivables	72,049	86,544
Bad debts written off	-	979
Amortisation of land use rights	69	276
Depreciation of property, plant and equipment	1,439	5,844
Interest expense	456	456
Gain on disposal of scrap inventories	(664)	(1,876)
Interest income	(331)	(1,623)
Realised loss on foreign exchange	-	113

B12. Supplementary Information Disclosed Pursuant to Bursa Securities' Listing Requirements

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to Bursa Securities' Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010:

	As at 31.12.2016 RMB'000	As at 31.12.2015 RMB'000
Total retained earnings of the Group:		
Realised	182,172	301,639
Unrealised	-	-
	<u>182,172</u>	<u>301,639</u>
Consolidation adjustment	-	-
	<u>182,172</u>	<u>301,639</u>

The above disclosure is solely for complying with the disclosure requirement stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

By Order of the Board,

Wong Yuet Chyn (Ms)
Company Secretary
28 February 2017

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**APPENDICES – FINANCIAL STATEMENTS TRANSLATED INTO RINGGIT MALAYSIA
(FOR ILLUSTRATIVE PURPOSES ONLY)**

The Board of Directors wish to highlight that the presentation currency adopted by the Group in preparing the interim financial statements is Renminbi (“RMB”).

The following supplementary financial statements in Ringgit Malaysia (“RM”) (which include condensed consolidated statement of comprehensive income, condensed consolidated statement of financial position, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows) are shown for illustrative purposes only and have been translated at single exchange rate of RMB1 to RM0.6455 at 31 December 2016. The translation should not be construed as a representation that the RMB amounts actually have been or could be converted into RM at this or any other rate.

List of supplementary financial statements in RM:

Appendix A – Condensed Consolidated Statement of Comprehensive Income

Appendix B – Condensed Consolidated Statement of Financial Position

Appendix C – Condensed Consolidated Statement of Changes in Equity

Appendix D – Condensed Consolidated Statement of Cash Flows

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2016 RM'000 Unaudited	Preceding Year Quarter 31.12.2015 RM'000 Unaudited	Current Year To Date 31.12.2016 RM'000 Unaudited	Preceding Year To Date 31.12.2015 RM'000 Audited
Revenue	38,231	90,599	205,281	382,578
Cost of Sales	<u>(30,659)</u>	<u>(63,608)</u>	<u>(171,005)</u>	<u>(266,800)</u>
Gross Profit	7,572	26,991	34,276	115,778
Other Operating Income	765	252	2,381	4,321
Administrative Expenses	(44,222)	(6,159)	(65,445)	(17,768)
Selling and Distribution Expenses	(2,760)	(4,089)	(19,996)	(22,461)
Finance Costs	<u>(294)</u>	<u>(86)</u>	<u>(294)</u>	<u>(227)</u>
(Loss)/Profit Before Tax	(38,939)	16,909	(49,078)	79,643
Tax Expense	<u>(26,321)</u>	<u>(4,391)</u>	<u>(28,037)</u>	<u>(37,335)</u>
(Loss)/Profit for the Financial Period	(65,260)	12,518	(77,115)	42,308
Other Comprehensive Income, Net of Tax				
Item that may be Reclassified Subsequently to Profit or Loss				
Currency Translation Differences	<u>-</u>	<u>(96)</u>	<u>-</u>	<u>(96)</u>
(Loss)/Profit and Other Comprehensive (Loss)/Income for the Financial Period	<u>(65,260)</u>	<u>12,422</u>	<u>(77,115)</u>	<u>42,212</u>
(Loss)/Profit for the Financial Period Attributable to:				
Owners of the Company	(65,260)	12,518	(77,115)	42,308
Non-Controlling Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(65,260)</u>	<u>12,518</u>	<u>(77,115)</u>	<u>42,308</u>
(Loss)/Profit and Other Comprehensive Income for the Financial Period Attributable to:-				
Owners of the Company	(65,260)	12,422	(77,115)	42,212
Non-Controlling Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(65,260)</u>	<u>12,422</u>	<u>(77,115)</u>	<u>42,212</u>
(Loss)/Earnings Per Ordinary Share Attributable to Equity Holders of the Company				
Basic (RM)	(0.05)	0.01	(0.06)	0.04
Diluted (RM)	<u>(0.05)</u>	<u>0.01</u>	<u>(0.06)</u>	<u>0.04</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2016 RM'000 Unaudited	As at 31.12.2015 RM'000 Audited
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	84,143	87,900
Land Use Rights	7,619	7,798
	91,762	95,698
Current Assets		
Inventories	5,873	6,770
Trade and Non-Trade Receivables	188,329	184,767
Cash and Bank Balances	229,221	278,517
	423,423	470,054
TOTAL ASSETS	515,185	565,752
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Company		
Share Capital	55,771	473,694
Reserves	419,023	65,438
TOTAL EQUITY	474,794	539,132
LIABILITIES		
Current Liabilities		
Trade and Non-Trade Payables	10,229	17,036
Provision for Taxation	30,162	9,584
	40,391	26,620
TOTAL LIABILITIES	40,391	26,620
TOTAL EQUITY AND LIABILITIES	515,185	565,752
Net Assets Per Share (RM)	0.35	0.46

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Unaudited	Share Capital RM'000	[-----Non-distributable-----]						Distributable Retained Earnings RM'000	Total Equity RM'000
		Share Premium RM'000	Statutory Surplus Reserve RM'000	Translation Reserve RM'000	Merger Deficit RM'000	Share-based Payment Reserve RM'000	Capital Redemption Reserve RMB'000		
As at 1 January 2016	473,694	-	20,872	1,091	(165,981)	14,748	-	194,708	539,132
Loss for the financial period	-	-	-	-	-	-	-	(77,116)	(77,116)
Total comprehensive loss	-	-	-	-	-	-	-	(77,116)	(77,116)
Transaction with owners:-									
Exercise of warrants	-*	2	-	-	-	-	-	-	2
Par Value Reduction	(426,325)	-	-	-	-	-	426,325	-	-
Exercise of ESOS	8,402	4,374	-	-	-	-	-	-	12,776
As at 31 December 2016	55,771	4,376	20,872	1,091	(165,981)	14,748	426,325	117,592	474,794
Audited									
As at 1 January 2015	243,046	40,710	20,872	1,187	(165,981)	14,748	-	337,791	492,373
Profit for the financial year	-	-	-	-	-	-	-	42,307	42,307
Other comprehensive income:- Currency translation differences	-	-	-	(96)	-	-	-	-	(96)
Total comprehensive income	-	-	-	(96)	-	-	-	42,307	42,211
Transaction with owners:-									
Exercise of warrants	4,548	-	-	-	-	-	-	-	4,548
Issuance of bonus shares	226,100	(40,710)	-	-	-	-	-	(185,390)	-
As at 31 December 2015	473,694	-	20,872	1,091	(165,981)	14,748	-	194,708	539,132

* Less than RM1,000

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

CHINA AUTOMOBILE PARTS HOLDINGS LIMITED (Bermuda Company No. 46416)
(Malaysian Foreign Company Registration No. 995377-M)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date 31.12.2016 RM'000 Unaudited	Preceding Year To Date 31.12.2015 RM'000 Audited
Operating activities		
(Loss)/Profit before tax	(49,078)	79,643
Adjustments for:-		
Allowance for impairment losses on trade receivables	55,864	1,404
Bad debt written off	632	-
Depreciation for property, plant and equipment	3,772	3,786
Property, plant and equipment written off	-	3
Amortisation of land use rights	178	178
Interest income	(1,048)	(2,989)
Interest expense	294	212
Operating profit before changes in working capital	10,614	82,236
Changes in working capital:		
Inventories	897	3,357
Trade and non-trade receivables	(60,058)	(61,190)
Trade and non-trade payables	(6,808)	531
Cash (used in)/generated from operating activities	(55,355)	24,937
Income tax paid	(7,458)	(21,349)
Net cash (used in)/from operating activities	(62,813)	3,588
Investing activities		
Interest received	1,048	2,989
Purchase of property, plant and equipment	(15)	(243)
Net cash from investing activities	1,033	2,746
Financing activities		
Proceeds from exercise of ESOS	12,776	4,547
Withholding tax paid	-	(14,847)
Interest paid	(294)	(212)
Proceeds from issuance of warrant	2	-
Repayment of borrowings	-	(4,519)
Drawdown of borrowings	-	4,519
Net cash from/(used in) financing activities	12,484	(10,512)
Net changes in cash and cash equivalents	(49,296)	(4,178)
Cash and cash equivalents at beginning of financial period	278,517	282,695
Cash and cash equivalents at end of financial period	229,221	278,517

Note:

1. Cash and cash equivalents at the end of the financial period comprise the following:-

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Cash and bank balances	229,221	278,517

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.