

Unaudited Third Quarter And Nine Months Financial Statement For The Period Ended 30 September 2013

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

The Board of Directors announces the results of the Group for the third quarter ("3Q") and nine months ended 30 September ("YTD 3Q") 2013. These figures have not been audited.

1(a) An income statement and statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

1(a)(i) Income statement

	3Q 2013 \$'000	3Q 2012 \$'000	Group			+/- %
			+/- %	YTD 3Q 2013 \$'000	YTD 3Q 2012 \$'000	
Revenue	1,058,684	981,469	7.9%	3,356,097	3,167,800	5.9%
Cost of sales	(822,003)	(762,310)	7.8%	(2,616,846)	(2,467,449)	6.1%
Gross profit	236,681	219,159	8.0%	739,251	700,351	5.6%
Other income	9,766	14,673	-33.4%	32,492	40,359	-19.5%
Selling and distribution expenses	(119,515)	(120,579)	-0.9%	(356,903)	(362,022)	-1.4%
Research and development costs	(25,024)	(23,166)	8.0%	(75,366)	(65,532)	15.0%
General and administrative expenses	(46,397)	(43,750)	6.1%	(134,043)	(127,963)	4.8%
Finance costs	(21,646)	(13,597)	59.2%	(52,383)	(56,754)	-7.7%
Profit from operations	33,865	32,740	3.4%	153,048	128,439	19.2%
Share of profit of associates and jointly-controlled entity, net of tax	2,488	2,086	19.3%	6,418	5,963	7.6%
Profit before income tax	36,353	34,826	4.4%	159,466	134,402	18.6%
Income tax expense	(11,396)	(14,886)	-23.4%	(41,805)	(38,816)	7.7%
Profit for the period	24,957	19,940	25.2%	117,661	95,586	23.1%
Attributable to:						
Owners of the Company	3,216	(1,032)	NM	26,914	17,873	50.6%
Non-controlling interests	21,741	20,972	3.7%	90,747	77,713	16.8%
	24,957	19,940	25.2%	117,661	95,586	23.1%

1(a)(ii) Notes to the income statement

	3Q 2013	3Q 2012	Group		YTD 3Q 2012	+/-
			+/-	%		
Profit from operations include the following:	\$'000	\$'000	%	\$'000	\$'000	%
(Loss)/gain on disposal of property, plant and equipment ⁽¹⁾	(97)	(2,111)	-95.4%	2,515	(4,269)	NM
Impairment losses recognised on property, plant and equipment ⁽²⁾	-	(3)	NM	-	(602)	NM
Impairment losses (recognised)/written back for trade and other receivables, net ⁽³⁾	(1,668)	979	NM	583	95	513.7%
Allowance made for inventories write down, net ⁽⁴⁾	(312)	(1,320)	-76.4%	(2,090)	(3)	NM
Depreciation and amortisation	(29,831)	(29,846)	-0.1%	(87,051)	(87,168)	-0.1%
Foreign exchange (loss)/gain, net ⁽⁵⁾	(925)	4,271	NM	(2,767)	4,923	NM

NM: Not meaningful

- (1) Loss on disposal of property, plant and equipment in 3Q 2013 and 3Q 2012 was attributed mainly to the Group's diesel engines unit ("Yuchai") as a result of the write-off of property, plant and equipment no longer in use.

Gain on disposal of property, plant and equipment in YTD 3Q 2013 mainly related to the sale of equipment by the Group's discontinued green packaging unit ("GPac") vis-a-vis loss on disposal of property, plant and equipment in YTD 3Q 2012 attributed mainly by Yuchai as a result of the write-off of property, plant and equipment no longer in use.

- (2) Impairment loss in YTD 3Q 2012 was mainly related to the hospitality business in China of a subsidiary of the Group.
- (3) Provision for doubtful debts increased in 3Q 2013 mainly due to higher provision made by Yuchai. The write back in year 2012 was attributed to a reversal of provision upon successful collection by Yuchai.
- (4) Yuchai wrote back provision for inventories in respect of old stocks which were subsequently sold in YTD 3Q 2012 while the Group's consumer products unit ("Xinfei") made further allowance for inventories write down in all comparative periods.
- (5) Foreign exchange (loss)/gain, net, comprises unrealised exchange differences arising from period-end revaluation of monetary assets and liabilities and realized exchange differences. The weakening of the Malaysian ringgit ("MYR") vis-a-vis Singapore dollar ("SGD") resulted in unrealized exchange loss for 3Q 2013. The weakening of the MYR vis-a-vis SGD and weakening SGD vis-a-vis United States dollar ("USD") and Renminbi ("RMB") resulted in unrealised exchange loss in YTD 3Q 2013. Foreign exchange gain in 3Q 2012 and YTD 3Q 2012 mainly arose from the revaluation of monetary assets and liabilities resulting from the strengthening of the SGD vis-à-vis USD and RMB.

1(a)(iii) Amount of any adjustment for under or overprovision of tax in respect of prior years

The Group's tax charge for the period included an under provision of \$50,000 in 3Q 2013 and an under provision of \$14,000 in 3Q 2012 in respect of prior years. The Group's tax charge for YTD 3Q 2013 included over provision of \$579,000 (YTD 3Q 2012: under provision of \$845,000) in respect of prior years.

1(a)(iv) Statement of Comprehensive Income

	3Q 2013	3Q 2012	Group +/-	YTD 3Q 2013	YTD 3Q 2012	+/-
	\$'000	\$'000	%	\$'000	\$'000	%
Profit for the period	24,957	19,940	25.2%	117,661	95,586	23.1%
Other comprehensive income						
Items that may be subsequently classify to Income statement						
Exchange differences on translation of financial statements of foreign subsidiaries and associates	(12,453)	(51,603)	-75.9%	71,480	(80,487)	NM
Net fair value changes	(13)	104	NM	(236)	(1,120)	-78.9%
Total other comprehensive income for the period, net of tax	(12,466)	(51,499)	-75.8%	71,244	(81,607)	NM
Total comprehensive income for the period	12,491	(31,559)	NM	188,905	13,979	1251.3%
Attributable to:						
Owners of the Company	(2,363)	(16,372)	-85.6%	46,947	(5,449)	NM
Non-controlling interests	14,854	(15,187)	NM	141,958	19,428	630.7%
Total comprehensive income for the period	12,491	(31,559)	NM	188,905	13,979	1251.3%

1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

\$'000	Group		Company	
	30.09.2013	31.12.2012	30.09.2013	31.12.2012
Non-current assets				
Property, plant and equipment	1,294,678	1,233,263	308	502
Land use rights	134,248	127,195	-	-
Intangible assets	113,532	110,200	288	320
Investment in subsidiaries	-	-	213,344	213,344
Interests in associates	59,422	56,492	13,726	13,726
Other investments	739	716	-	-
Deferred tax assets	97,721	94,536	25	25
Non-current receivables	10,277	10,423	-	-
	1,710,617	1,632,825	227,691	227,917
Current assets				
Other investments	7,155	10,900	4	4
Inventories	656,977	602,242	-	-
Development properties	9,345	10,288	-	-
Trade and other receivables	1,858,119	1,617,736	282,900	247,117
Cash and short-term deposits	1,012,527	1,000,806	6,669	10,868
Derivatives	1,224	-	-	-
Assets classified as held-for-sale	-	21,087	-	-
	3,545,347	3,263,059	289,573	257,989
Current liabilities				
Trade and other payables	1,835,769	1,743,676	53,700	39,653
Provisions	78,212	69,297	-	-
Loans and borrowings	635,250	711,330	87,192	139,078
Current tax payable	17,591	26,591	331	331
Derivatives	2,053	-	-	-
Liabilities classified as held-for-sale	-	3,771	-	-
	2,568,875	2,554,665	141,223	179,062
Net current assets	976,472	708,394	148,350	78,927
Non-current liabilities				
Loans and borrowings	424,505	203,201	60,000	-
Deferred tax liabilities	49,264	45,534	1,421	1,421
Deferred grants	69,689	65,891	-	-
Other non-current payables	5,149	14,693	-	-
Retirement benefits	575	200	-	-
	549,182	329,519	61,421	1,421
Net assets	2,137,907	2,011,700	314,620	305,423
Capital and reserves				
Share capital	266,830	266,830	266,830	266,830
Reserves	545,624	507,401	47,790	38,593
	812,454	774,231	314,620	305,423
Non-controlling interests	1,325,453	1,237,469	-	-
Total Equity	2,137,907	2,011,700	314,620	305,423

Explanatory Notes to Statement of Financial Position

Group

- The increase in property, plant and equipment was due mainly to additional capital expenditure incurred by Yuchai.
- The increase in current assets as at 30 September 2013 was mainly due to increase in trade and other receivables and inventories from Yuchai.
- The current liabilities as at 30 September 2013 increased marginally.
- The increase in non-current liabilities was due to issuance of RMB denominated 3-year unsecured medium term notes in May 2013 by Yuchai. The Company paid off the short term loan of S\$60 million and obtained an equivalent amount of long term loan.

Company

- Current liabilities were reduced mainly by settlement of short term loan.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30.09.2013		As at 31.12.2012	
Secured	Unsecured	Secured	Unsecured
\$66,360,375	\$568,889,625	\$71,137,546	\$640,192,566

Amount repayable after one year

As at 30.09.2013		As at 31.12.2012	
Secured	Unsecured	Secured	Unsecured
\$202,279,971	\$222,225,176	\$174,081,921	\$29,118,687

Details of any collateral

The secured banking facilities of the Group, comprising term loans, are secured on the assets of certain subsidiaries with a total carrying value as at 30 September 2013 of \$279,277,000 (31 December 2012: \$290,217,000).

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	3Q 2013 \$'000	3Q 2012 \$'000	YTD 3Q 2013 \$'000	YTD 3Q 2012 \$'000
Operating activities				
Profit before tax	36,353	34,826	159,466	134,402
Adjustments for:				
Share of profit of associates, net of tax	(2,488)	(2,086)	(6,418)	(5,963)
Cost of share-based payments	15	83	28	249
Depreciation and amortisation	29,831	29,846	87,051	87,168
Allowance recognised for inventories write-down	312	1,320	2,090	3
Impairment losses recognised/(written back) for trade and other receivables	1,668	(979)	(583)	(95)
Impairment losses recognised on property, plant and equipment	-	3	-	602
Finance costs	21,646	13,597	52,383	56,754
Dividend income from other investments	(19)	(18)	(257)	(373)
Interest income	(6,310)	(5,073)	(17,078)	(16,538)
(Gain)/loss on disposal of:				
- subsidiaries	74	-	74	(296)
- property, plant and equipment	97	2,111	(2,515)	4,269
- other investment	-	-	103	-
Fair value (gain)/loss on investments	(17)	(930)	285	(1,691)
Fair value gain on derivatives	(200)	-	(1,034)	-
Provision for warranties and other costs, net	21,245	17,950	63,289	58,206
Operating profit before working capital changes	102,207	90,650	336,884	316,697
Changes in working capital:				
Inventories	(17,899)	3,958	(13,321)	118,989
Trade and other receivables	(77,575)	(324,505)	(178,312)	93,817
Trade and other payables	(85,446)	(30,804)	(47,047)	(56,760)
Provisions utilised	(23,598)	(21,466)	(59,838)	(65,620)
Cash flows (used in)/from operations	(102,311)	(282,167)	38,366	407,123
Income tax paid	(9,858)	(8,013)	(44,574)	(44,560)
Cash flows used in operating activities	(112,169)	(290,180)	(6,208)	362,563
Investing activities				
Acquisition of subsidiaries, net of cash acquired	-	-	-	(7,088)
Purchase of treasury shares in a subsidiary from non-controlling interests	-	-	-	(8,482)
Dividends received from:				
- associates	-	-	2,256	2,657
- other investments	19	18	257	373
Interest received	7,078	6,128	22,943	19,176
Purchase of:				
- property, plant and equipment	(33,558)	(52,920)	(98,404)	(117,294)
- land use rights	-	-	(1,704)	(3,520)
- intangible assets	(703)	(638)	(2,028)	(1,741)
- other investments	-	-	-	(5)
Proceeds from disposal of:				
- subsidiaries, net of cash disposed	1,928	-	1,928	3,510
- property, plant and equipment	534	511	6,347	2,978
- assets held-for-sale	7,611	-	16,789	7,650
- other investments	-	-	4,268	-
Net cash flows used in investing activities	(17,091)	(46,901)	(47,348)	(101,786)
Financing activities				
Dividend paid to:				
- non-controlling interests of subsidiaries	(5,943)	(2,804)	(53,118)	(53,277)
- shareholders of the Company	(3,739)	(3,739)	(11,217)	(22,434)
Interest paid	(22,090)	(15,002)	(54,783)	(62,676)
Proceeds from borrowings	310,103	47,054	618,018	371,026
Proceeds from issuance of bonds	-	198,900	200,500	198,900
Placement of restricted deposits with banks	-	(47,541)	-	(47,519)
Capital contribution by non-controlling interests of subsidiaries	-	813	-	813
Grant received from government	1,255	5,908	3,063	8,746
Repayment in respect of borrowings	(130,107)	(97,875)	(495,627)	(364,330)
Repayment of obligation under finance leases	(278)	(200)	(838)	(206)
Redemption of bonds	(202,900)	(139,230)	(202,900)	(338,697)
Net cash flows (used in)/from financing activities	(53,699)	(53,716)	3,098	(309,654)
Net decrease in cash and cash equivalents	(182,959)	(390,797)	(50,458)	(48,877)
Cash and cash equivalents at beginning of the period	1,142,946	1,535,151	953,270	1,208,271
Effect of exchange rate changes on balances held in foreign currencies	18,154	(38,600)	75,329	(53,640)
Cash and cash equivalents at end of the period	978,141	1,105,754	978,141	1,105,754
Comprising:				
Cash and short-term deposits			1,012,527	1,154,363
Less: Bank overdraft			-	(1,068)
Restricted deposits			(34,386)	(47,541)
			978,141	1,105,754

The attributable net assets of subsidiaries acquired/disposed during the year are as follows:

	3Q 2013 \$'000	3Q 2012 \$'000	YTD 3Q 2013 \$'000	YTD 3Q 2012 \$'000
Acquisitions				
Non-current assets	-	-	-	26,119
Net current liabilities	-	-	-	(11,995)
Non-controlling interests	-	-	-	(5,105)
Goodwill	-	-	-	2,476
Currency translation differences	-	-	-	(211)
Total consideration	-	-	-	11,284
Less: Cash and cash equivalents of subsidiaries acquired	-	-	-	(4,196)
Acquisition of subsidiaries, net of cash acquired	-	-	-	7,088
Disposals				
Non-current assets	-	-	-	22,077
Net current assets	3,218	-	3,218	(4,268)
Non-controlling interests	-	-	-	(13,075)
(Loss)/gain on disposal/liquidation of subsidiaries	(74)	-	(74)	296
Currency translation differences	-	-	-	(33)
Total cash consideration	3,144	-	3,144	4,997
Less: Cash and cash equivalents of subsidiaries disposed/liquidated	(1,216)	-	(1,216)	(1,487)
Disposal/liquidation of subsidiaries, net of cash disposed	1,928	-	1,928	3,510

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity	Share capital \$'000	Capital reserve \$'000	Statutory reserve \$'000	Fair value reserve \$'000	Equity compensation reserve \$'000	Translation reserve \$'000	Discount/(Premium paid) on acquisition of non-controlling interests \$'000	Reserve of disposal group classified as held-for-sale \$'000	Accumulated profits \$'000	Total attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
The Group												
At 1 January 2012	266,830	(2,437)	33,802	46,760	2,047	(27,714)	11,146	-	523,783	854,217	1,242,235	2,096,452
Total comprehensive income for the period	-	-	-	(1,154)	-	(6,877)	-	-	13,925	5,894	11,341	17,235
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	83	-	-	-	-	83	-	83
Transfer to statutory reserve	-	-	(3)	-	-	-	-	-	3	-	-	-
Effect of treasury shares in a subsidiary acquired from non-controlling interests	-	-	-	-	-	-	-	-	-	-	(8,482)	(8,482)
Realisation of reserves upon disposal of assets classified as held-for-sale	-	882	-	-	-	(4,695)	-	-	-	(3,813)	-	(3,813)
Premium paid on acquisition of non-controlling interests	-	-	-	-	-	-	(192)	-	-	(192)	192	-
At 31 March 2012	<u>266,830</u>	<u>(1,555)</u>	<u>33,799</u>	<u>45,606</u>	<u>2,130</u>	<u>(39,286)</u>	<u>10,954</u>	<u>-</u>	<u>537,711</u>	<u>856,189</u>	<u>1,245,286</u>	<u>2,101,475</u>
At 1 April 2012	266,830	(1,555)	33,799	45,606	2,130	(39,286)	10,954	-	537,711	856,189	1,245,286	2,101,475
Total comprehensive income for the period	-	-	-	(70)	-	119	-	-	4,980	5,029	23,274	28,303
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	83	-	-	-	-	83	-	83
Dividends paid to shareholders	-	-	-	-	-	-	-	-	(18,695)	(18,695)	-	(18,695)
Transfer to statutory reserve	-	-	29	-	-	-	-	-	(29)	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	(8,416)	(8,416)
Shares issued during the year	-	-	-	-	-	-	-	-	-	-	171	171
Relisation of reserves on liquidation of subsidiary	-	-	(17)	-	-	-	-	-	-	(17)	-	(17)
Discount on acquisition of non-controlling interests	-	-	-	-	-	-	7	-	-	7	-	7
Dividends paid/payable to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(50,473)	(50,473)
At 30 June 2012	<u>266,830</u>	<u>(1,555)</u>	<u>33,811</u>	<u>45,536</u>	<u>2,213</u>	<u>(39,167)</u>	<u>10,961</u>	<u>-</u>	<u>523,967</u>	<u>842,596</u>	<u>1,209,842</u>	<u>2,052,438</u>
At 1 July 2012	266,830	(1,555)	33,811	45,536	2,213	(39,167)	10,961	-	523,967	842,596	1,209,842	2,052,438
Total comprehensive income for the period	-	-	-	104	-	(15,444)	-	-	(1,032)	(16,372)	(15,187)	(31,559)
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	83	-	-	-	-	83	-	83
Dividends paid to shareholders	-	-	-	-	-	-	-	-	(3,739)	(3,739)	-	(3,739)
Shares issued during the year	-	-	-	-	-	-	-	-	-	-	813	813
Changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Dividends paid/payable to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(2,804)	(2,804)
At 30 September 2012	<u>266,830</u>	<u>(1,555)</u>	<u>33,811</u>	<u>45,640</u>	<u>2,296</u>	<u>(54,611)</u>	<u>10,961</u>	<u>-</u>	<u>519,196</u>	<u>822,568</u>	<u>1,192,664</u>	<u>2,015,232</u>

1(d)(i) Statement of changes in equity for the periods ended 30 September (cont'd)

Statement of Changes in Equity	Share capital \$'000	Capital reserve \$'000	Statutory reserve \$'000	Fair value reserve \$'000	Equity compensation reserve \$'000	Translation reserve \$'000	Discount/ (Premium paid) on acquisition of non-controlling interests \$'000	Reserve of disposal group as held-for-sale \$'000	Accumulated profits \$'000	Total attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
The Group												
At 1 January 2013	266,830	(1,604)	34,217	45,789	2,347	(49,712)	13,173	(2,813)	466,004	774,231	1,237,469	2,011,700
Total comprehensive income for the period	-	-	-	(86)	-	11,260	-	-	14,424	25,598	59,549	85,147
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	7	-	-	-	-	7	-	7
Reserve attributable to disposal group classified as held-for-sale	-	-	-	-	-	(343)	-	343	-	-	-	-
At 31 March 2013	266,830	(1,604)	34,217	45,703	2,354	(38,795)	13,173	(2,470)	480,428	799,836	1,297,018	2,096,854
At 1 April 2013	266,830	(1,604)	34,217	45,703	2,354	(38,795)	13,173	(2,470)	480,428	799,836	1,297,018	2,096,854
Total comprehensive income for the period	-	-	-	(137)	-	14,575	-	-	9,274	23,712	67,555	91,267
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	6	-	-	-	-	6	-	6
Reliasion of reserves on liquidation of subsidiary	-	-	(54)	-	-	-	-	-	-	(54)	-	(54)
Dividends paid to shareholders	-	-	-	-	-	-	-	-	(7,478)	(7,478)	-	(7,478)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(47,175)	(47,175)
Realisation of reserve upon disposal of assets classified as held-for-sale	-	-	-	-	-	-	-	2,470	-	2,470	-	2,470
At 30 June 2013	266,830	(1,604)	34,163	45,566	2,360	(24,220)	13,173	-	482,224	818,492	1,317,398	2,135,890
At 1 July 2013	266,830	(1,604)	34,163	45,566	2,360	(24,220)	13,173	-	482,224	818,492	1,317,398	2,135,890
Total comprehensive income for the period	-	-	-	(13)	-	(5,566)	-	-	3,216	(2,363)	14,854	12,491
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners</i>												
Cost of share-based payments	-	-	-	-	15	-	-	-	-	15	-	15
Acquisition of a subsidiary	-	49	-	-	-	-	-	-	-	49	(856)	(807)
Dividends paid to shareholders	-	-	-	-	-	-	-	-	(3,739)	(3,739)	-	(3,739)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(5,943)	(5,943)
At 30 September 2013	266,830	(1,555)	34,163	45,553	2,375	(29,786)	13,173	-	481,701	812,454	1,325,453	2,137,907

1(d)(i) Statement of changes in equity for the periods ended 30 September (cont'd)

Statement of Changes In Equity	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Equity compensation reserve \$'000	Accumulated profits \$'000	Total equity \$'000
The Company						
At 1 January 2012	266,830	9,199	-	1,994	33,673	311,696
Total comprehensive income for the period	-	-	-	-	719	719
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	83	-	83
At 31 March 2012	266,830	9,199	-	2,077	34,392	312,498
At 1 April 2012	266,830	9,199	-	2,077	34,392	312,498
Total comprehensive income for the period	-	-	-	-	14,973	14,973
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	83	-	83
Dividends paid to shareholders	-	-	-	-	(18,695)	(18,695)
At 30 June 2012	266,830	9,199	-	2,160	30,670	308,859
At 1 July 2012	266,830	9,199	-	2,160	30,670	308,859
Total comprehensive income for the period	-	-	-	-	(829)	(829)
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	83	-	83
Dividends paid to shareholders	-	-	-	-	(3,739)	(3,739)
At 30 September 2012	266,830	9,199	-	2,243	26,102	304,374
At 1 January 2013	266,830	9,199	-	2,294	27,100	305,423
Total comprehensive income for the period	-	-	-	-	1,349	1,349
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	7	-	7
At 31 March 2013	266,830	9,199	-	2,301	28,449	306,779
At 1 April 2013	266,830	9,199	-	2,301	28,449	306,779
Total comprehensive income for the period	-	-	-	-	18,263	18,263
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	6	-	6
Dividends paid to shareholders	-	-	-	-	(7,478)	(7,478)
At 30 June 2013	266,830	9,199	-	2,307	39,234	317,570
At 1 July 2013	266,830	9,199	-	2,307	39,234	317,570
Total comprehensive income for the period	-	-	-	-	774	774
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners</i>						
Cost of share-based payments	-	-	-	15	-	15
Dividends paid to shareholders	-	-	-	-	(3,739)	(3,739)
At 30 September 2013	266,830	9,199	-	2,322	36,269	314,620

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

1(d)(ii)(A) Movements in issued and paid-up capital

The Company did not hold any treasury shares as at 30 September 2013, 31 December 2012 and 30 September 2012.

There was no change in the Company's issued share capital during the three months ended 30 September 2013.

1(d)(ii)(B) Share Options

There was no option exercised pursuant to the terms of the Hong Leong Asia Share Option Scheme 2000 (the "Scheme") during the three months ended 30 September 2013.

As at 30 September 2013, there were a total of 930,000 (30 September 2012: 1,180,000) unissued shares under option granted pursuant to the Scheme. Details are as follows:

Year of Grant	Exercise Price	Number of Outstanding Options
2008	\$2.36	470,000
2011	\$3.17	460,000
Total		930,000

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of issued ordinary shares as at 30 September 2013 and 31 December 2012 was 373,908,559.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There was no sale, transfer, disposal, cancellation and/or use of treasury shares during the three months ended 30 September 2013.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation as in the Group's audited financial statements for the year ended 31 December 2012.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the following revised accounting standards that are effective for annual periods beginning on or after 1 January 2013. Insofar as the Group is concerned, these revised accounting standards are effective on 1 January 2013 as 2013 is the first annual period for the Group subsequent to 1 January 2013. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS.

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
Amendments to FRS 1 Presentation of Items of Other Comprehensive Income	1 July 2012
Revised FRS 19 Employee Benefits	1 January 2013
FRS 113 Fair Value Measurement	1 January 2013
Amendments to FRS 107 Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Improvements to FRSs 2012	1 January 2013
- Amendment to FRS 1 Presentation of Financial Statements	1 January 2013
- Amendment to FRS 16 Property, Plant and Equipment	1 January 2013
- Amendment to FRS 32 Financial Instruments: Presentation	1 January 2013

Except for the Amendments to FRS 1, the directors expect that the adoption of the other standards and interpretations above will have no material impact on the financial statements in the period of initial application. The nature of the impending changes in accounting policy on adoption of the Amendments to FRS 1 is described below

Amendments to FRS 1 Presentation of Items of Other Comprehensive Income

The Amendments to FRS 1 Presentation of Items of Other Comprehensive Income (OCI) is effective for financial periods beginning on or after 1 July 2012.

The Amendments to FRS 1 changes the grouping of items presented in OCI. Items that could be reclassified to profit or loss at a future point in time would be presented separately from items which will never be reclassified. As the Amendments only affect the presentations of items that are already recognised in OCI, the Group does not expect any impact on its financial position or performance upon adoption of this standard.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group			
	3Q 2013	3Q 2012	YTD 3Q 2013	YTD 3Q 2012
Earnings per ordinary share based on net profit attributable to shareholders				
(i) Based on the weighted average number of ordinary shares in issue (cts)	0.86	(0.28)	7.20	4.78
(ii) On a fully diluted basis (cts)	0.86	(0.28)	7.20	4.78

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	30.9.2013	31.12.2012	30.9.2013	31.12.2012
Net Asset Value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares, if any, of the issuer as at 30 September 2013 and as at 31 December 2012 (cts)	217.29	207.06	84.14	81.68

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

3Q 2013 versus 3Q 2012

Revenue for the Group increased from \$981.5 million in 3Q 2012 to \$1,058.7 million for the quarter under review, an increase of 7.9%. The increase was mainly due to higher revenue from the diesel engines unit ("Yuchai") but offset by lower revenue from the consumer products unit ("Xinfei"). Profit attributable to the owners of the Company of \$3.2 million continued to be dragged down by Xinfei's performance. However, this compares favorably with a loss of \$1.0 million in 3Q 2012.

- Yuchai's revenue increased by 23.6% in 3Q 2013 as compared to 3Q 2012. Unit sales of diesel engines in 3Q 2013 were higher than in 3Q 2012 mainly due to an increase in the sales of agricultural and truck engines.
- Xinfei's revenue declined by 35.0% in 3Q 2013 as compared to 3Q 2012. Its revenue continued to be affected by keen competition and lack of new refrigerator models for sales. Unit sales were 33.1% lower compared to the same period last year.
- Revenue of the building materials unit ("BMU") decreased by 1.8% in 3Q 2013 as compared to 3Q 2012. Its revenue was affected by lower precast sales as a result of delays in projects and manpower issues arising from the Government's new rules on foreign labor. However, it was partially mitigated by higher sales from trading and ready-mixed concrete.
- Revenue of the industrial packaging unit ("Rex") declined by 1.4% in 3Q 2013 as compared to 3Q 2012 mainly due to key customers engaging alternative sources of suppliers. Rex has established sales recovery plan to mitigate the drop in sales,
- Revenue of the climate control unit ("Airwell") declined by 20.2% in 3Q 2013 as compared to 3Q 2012 mainly due to suspension of shipments to its European customer arising from payment issue which has subsequently been resolved.

Gross profit for the Group in 3Q 2013 was 22.4%, increased by 0.1% as compared to 3Q 2012 of 22.3%. Overall raw material cost as a percentage of sales for the Group increased slightly compared to the same period last year. However, the overhead costs as a percentage of sales decreased as a result of higher sales. Yuchai's margin improved due mainly to economy of scale from higher sales volume in 3Q 2013. Xinfei's and Rex's margin deteriorated due to lower sales. The overall BMU's gross profit declined marginally due largely to delays in projects. Nevertheless, gross margin of Tasek Corporation Berhad ("Tasek") in 3Q 2013 improved from last quarter due to the stabilizing of cement price rebates.

Other income for the Group in 3Q 2013 decreased by \$4.9 million as compared to 3Q 2012 mainly due to an exchange gain of \$4.3 million in 3Q 2012 as compared to an exchange loss of \$0.9 million in 3Q 2013.

Selling and distribution ("S&D") expenses in 3Q 2013 decreased by \$1.1 million, or 0.9% as compared to 3Q 2012. This was mainly due to lower advertising expenses and sales incentive granted to customers by Xinfei, and offset by higher warranty and doubtful debt provision from Yuchai.

Research and development ("R&D") expenses in 3Q 2013 increased by \$1.9 million or 8.0% over 3Q 2012 due mainly to the increase in consultancy fees and testing expenses incurred by Yuchai despite a lower expense incurred by Xinfei.

General and administrative ("G&A") expenses in 3Q 2013 increased by \$2.6 million or 6.1% over 3Q 2012. This was due mainly to higher expenses incurred by Yuchai but offset by lower expenses incurred by Xinfei.

Finance costs in 3Q 2013 increased by \$8.0 million or 59.2% as compared to 3Q 2012 due mainly to increase discounting of bills at higher interest rates incurred by Yuchai as a result of credit tightening in China. Both Xinfai and Airwell incurred higher interest costs on bank loans.

The lower income tax expense in 3Q 2013 compared to the 3Q 2012 was due mainly to reversal of deferred tax assets recognized by Xinfai in 3Q 2012.

YTD 3Q 2013 versus YTD 3Q 2012

The Group's revenue increased from \$3,167.8 million for YTD 3Q 2012 to \$3,356.1 million for YTD 3Q 2013, an increase of 5.9%. The increase was mainly due to higher revenue from Yuchai but offset by lower revenue from Xinfai. Profit attributable to the owners of the Company was \$26.9 million for YTD 3Q 2013, an improvement of 50.6% as compared to \$17.9 million for YTD 3Q 2012.

- Yuchai achieved 16.7% higher sales compared to the same period last year. The pre-buy impact before implementation of China IV emission legislation attributed to the higher sales volume in YTD 3Q 2013. The commercial vehicles market continued to grow in the 3Q 2013. The growth in sales was attributable to an increase in sales of truck and agriculture engines.
- Xinfai's revenue declined by 25.8% as compared to YTD 3Q 2012 due to keen competition and the expiry of the rural subsidy incentive programs which ended in January 2013. Sales were also lower due to the lack of new refrigerator models.
- BMU's revenue decreased marginally by 0.9% as compared to YTD 3Q 2102. Tasek was affected by the intense price competition in the Malaysian market resulting in lower pricing for cement sales in first half of year 2013, however, the pricing for cement has stabilized in 3Q 2013. "Precast" division was affected by delays in projects. However, it was mitigated by higher sales from ready-mixed concrete division.
- Rex's revenue declined by 4.3% as compared to YTD 3Q 2012 as key customers engaged alternative sources of suppliers.
- Airwell's revenue increased by 22.4% as compared to YTD 3Q 2012 mainly due to higher export sales in the first two quarters.

The Group's gross profit margin for YTD 3Q 2013 was 22.0% as compared to 22.1% for YTD 3Q 2012. Overall raw material cost as a percentage of sales for the Group increased slightly compared to the same period last year. However, the overhead costs as a percentage of sales decreased as a result of higher sales. There was an improvement in Xinfai's margin resulting from better selling prices. Gross profit margin of Yuchai decreased marginally by 0.2%. Gross margin of Rex and BMU deteriorated marginally by less than 1.0%. Tasek's gross margin had stabilized in 3Q 2013.

Other income decreased by \$7.9 million as compared to YTD 3Q 2012 mainly due to exchange gain of \$4.9 million recorded in YTD 3Q 2012 as compared to an exchange loss of \$2.8 million in YTD 3Q 2013.

S&D expenses for YTD 3Q 2013 decreased by \$5.1 million, or 1.4% compared to YTD 3Q 2012. This was mainly due to lower sales incentives incurred by Xinfai despite higher expenses from Yuchai, BMU and Airwell.

R&D expenses for YTD 3Q 2013 increased by \$9.8 million or 15.0% over YTD 3Q 2012 due mainly to the increase in consultancy fees and testing expenses incurred by Yuchai.

G&A expenses for YTD 3Q 2013 increased by \$6.1 million or 4.8% over YTD 3Q 2012 due mainly to increase in salary costs incurred by Yuchai and Airwell. Yuchai's G&A expenses increased in line with the increase in sales.

Finance costs for YTD 3Q 2013 decreased by \$4.4 million or 7.7% as compared to YTD 3Q 2012. This was due mainly to interest savings from short term bonds issued and lower discounting of bills by Yuchai which were partially offset by higher finance cost in 3Q 2013 due to credit tightening in China.

The higher income tax expense for YTD 3Q 2013 compared to the same period last year was due mainly to higher tax provision accrual by Yuchai but offset in part by lower provision from BMU.

Working Capital and Cash Flow

The Group had cash and short-term deposits of \$1,012.5 million and a net borrowing position of \$47.2 million at the end of 3Q 2013.

In 3Q 2013, the Group had a deficit of \$112.2 million from operating activities. It was mainly due to higher inventories and trade & other receivables.

The Group invested \$33.6 million for the purchase of property, plant and equipment, mainly by Yuchai in 3Q 2013.

For financing activities, the Group's total borrowing was reduced by \$32.2 million as compared to 2Q 2013.

9. Where a forecast, or prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

None.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The global 2013 economic growth forecast issued in October 2013 by International Monetary Fund has dropped slightly to 2.9% compared to 3.1% in the previous forecast. Overall growth outlook in the United States of America, Euro zone and Emerging Markets declined slightly compared to the forecasts published previously. China's GDP rose 7.8% in 3Q 2013 after supporting measures implemented by its government to boost output, retail sales and investments. China is expected to achieve its growth target of 7.5% for year 2013. Singapore's economy accelerated in 3Q 2013 with year-on-year growth of 5.1%.

The National IV emission standard for diesel engines was implemented on 1 July, 2013 which Yuchai has been producing prior to the implementation.

The white goods industry relating to consumer appliances is expected to remain challenging and continues to be highly competitive with over capacity and lower consumers demand. These challenges had impacted Xifei's performance for YTD 3Q 2013.. With new marketing and advertising plans and the launch of new refrigerator models in November 2013, Xifei is expected to achieve higher sales in the coming year.

In Singapore, the construction industry is experiencing a slow down, despite the announcement by the Housing & Development Board (HDB) of record volumes in tenders to be awarded in year 2014. Only the sales of precast division have improved with the long delayed projects finally taking off. In Malaysia, the implementation of infrastructure programs under the 10th Malaysia Plan and the Economic Transformation Program may be deferred. However, the construction sector's outlook for the next quarter is expected to remain positive with the continuing progress in the construction of the MRT and LRT lines.

The industry relating to Airwell air-conditioning products in China is huge but competitive. Airwell will focus on the domestic market to increase its sales.

Barring any unforeseen circumstances including any change in policies of the Chinese government and any adverse change in the business climate, the Group expects to report a profit for the current financial year. The Group continues to be exposed to currency fluctuation risk as the bulk of its businesses are located outside of Singapore.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend is declared / recommended for the current financial period under review.

13. Interested persons transactions

No interested persons transactions ("IPT") were concluded under the Company's IPT Mandate for the quarter ended 30 September 2013.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Not applicable.

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable.

16. A breakdown of sales.

Not applicable.

ORDER OF THE BOARD

Yeo Swee Gim, Joanne
Ng Siew Ping, Jaslin
Company Secretaries

14 November 2013

Confirmation Pursuant to Rule 705(5) of the Listing Manual

The Board has confirmed that to the best of its knowledge, nothing has come to its attention which may render the unaudited interim financial results of the Group for the third quarter and nine months ended 30 September 2013 to be false or misleading in any material respect.

On behalf of the Board

Kwek Leng Beng
Chairman

Philip Ting Sii Tien @ Yao Sik Tien
Director & CEO

14 November 2013