



Jardine Cycle & Carriage

Jardine Cycle & Carriage Limited
239 Alexandra Road
Singapore 159930
Tel (65) 6473 3122 Fax (65) 6475 7088
corporate.affairs@jcclgroup.com

Press Release

29 November 2006

www.jcclgroup.com

JARDINE CYCLE & CARRIAGE LIMITED THIRD QUARTER 2006 FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

Highlights

- Underlying earnings per share 30% lower at US¢47.47
- The decline in Astra's motor vehicle and motorcycle sales eases
- Astra's palm oil operations continue to perform well
- Good result from Singapore motors

"The ongoing reductions in interest rates in Indonesia have led to a modest recovery in consumer demand and it is expected that this trend will continue for the remainder of the year."

Anthony Nightingale, Chairman
29 November 2006

Group Results

	Nine months ended 30 September			
	2006 US\$m	2005 US\$m	Change %	2006 S\$m
Revenue	5,410	1,388	290	8,630
Underlying profit attributable to shareholders	160	227	-29	256
Profit attributable to shareholders	163	230	-29	260
	US¢	US¢		S¢
Underlying earnings* per share	47.47	67.78	-30	75.73
Earnings per share	48.24	68.59	-30	76.98
Interim dividend per share (gross)	3.00	3.00	-	4.75
	At 30.9.06 US\$m	Restated 31.12.05 US\$m	Change %	At 30.9.06 S\$m
Shareholders' funds ⁺	1,784	1,544	16	2,831
	US\$	US\$		S\$
Net asset value per share ⁺	5.22	4.59	14	8.28

The exchange rate of US\$1=S\$1.5874 (31.12.2005: US\$1=S\$1.665) was used for translating assets and liabilities at the balance sheet date and US\$1=S\$1.5953 (30.9.2005: US\$1=S\$1.6607) was used for translating the results for the period.

The financial results for the nine months ended 30 September 2006 have been prepared in accordance with the International Financial Reporting Standards ("IFRS"). These results have not been audited or reviewed by the Auditors.

Astra became a subsidiary on 1 August 2005, and its results have been consolidated since then.

*The basis for calculating underlying earnings is set out in Note 6 of this report.

+The prior year adjustment is set out in Note 1 of this report.

- more -

CHAIRMAN'S STATEMENT

Overview

The Group continued to face difficult trading conditions in Indonesia in the third quarter, although recent reductions in interest rates have led to a modest improvement in demand.

Performance

The Group's revenue for the first nine months of 2006 was US\$5.4 billion, up 290% due to the consolidation of Astra which became a subsidiary on 1 August 2005. The Group's underlying profit after tax and minority interests for the period was down 29% at US\$160 million, while underlying earnings per share were 30% lower at US¢47.47. The decrease arose primarily in Indonesia where both Astra and Tunas Ridean were impacted by weak market conditions. After exceptional gains of US\$3 million from asset sales, net profit was 29% lower at US\$163 million.

The Group's consolidated net debt (excluding borrowings within Astra's financial services activities) rose US\$38 million over the nine months to reach US\$648 million as at 30 September 2006. The increase reflected Astra's additional investment in Bank Permata and capital expenditure by its heavy equipment operations. This was partly offset by the exclusion of the net debt within MCL Land Limited following the distribution in specie of the Group's shareholding in January, asset sales by Cycle & Carriage Bintang, and lower net debt of Singapore motors group and corporate office.

Dividends

The Board does not propose to declare a dividend for the three months ended 30 September 2006 (30 September 2005: Nil).

Group Review

Astra

Astra's contribution to the Group's underlying profit for the nine months declined by 24% to US\$160 million. This compares with a 32% decline in the first half and reflects some improvement in consumer confidence in Indonesia.

Weak demand in the first nine months saw the market for motor vehicles in Indonesia fall by 47% to 233,700 units. Astra's motor vehicle sales declined by a lower 38% to 127,400 units, resulting in an improved market share of 55%. During the period, Astra successfully launched one new and four revamped passenger car models.

The overall market for motorcycles declined 20% to 3.1 million units in the first nine months, although an improvement over the 26% decline recorded at the half year as demand began to return. Honda motorcycle sales were 20% lower at 1.6 million units, but Astra's market share recovered to 52% during the third quarter. Honda broadened its product range during the period with the launch of three new models.

Within Astra's non-automotive operations, net income from agribusiness rose during the period. PT Astra Agro Lestari Tbk achieved an 18% increase in crude palm oil sales and prices improved. The company is actively seeking land for new oil palm and rubber plantations and is continuing to monitor developments in the bio-diesel market.

Astra's net income from heavy equipment also increased. PT United Tractors Tbk's contract mining subsidiary, PT Pamapersada Nusantara continued to perform well with increases in overburden removal and coal extracted of 23% and 20%, respectively. Sales of Komatsu heavy equipment were down 16% at 1,650 units due to lower demand in the mining sector, but its market share increased from 46% to 48%.

Astra's infrastructure investments in a toll road and water treatment facility are performing satisfactorily, and further infrastructure investments are under consideration.

Motor

The underlying profit of US\$20 million from the Group's motor operations was 12% down as a strong performance in Singapore was more than offset by the declines in the earnings from PT Tunas Ridean and Cycle & Carriage Bintang and the cessation of contribution from Australia.

Earnings in Singapore rose by 33% to US\$18.6 million. Passenger car sales for Mitsubishi grew by 41% to 6,490 units, while Mercedes-Benz were up 8% at 2,210 units. Kia sales remained steady at some 4,070 units. The Group commenced the distribution of Citroen in Singapore from 1 October 2006.

In Malaysia, the new National Automotive Policy continued to affect the market. Cycle & Carriage Bintang managed to maintain sales of Mercedes-Benz products, but Mazda and Peugeot were adversely impacted. Overall, its underlying profit contribution declined by 69% to US\$0.8 million. On 27 October 2006 the company distributed the proceeds of property disposals by way of a special dividend, of which the Company's share was US\$24 million.

The weak consumer demand in Indonesia and increased doubtful debts saw the contribution from PT Tunas Ridean reduce to US\$1.2 million, compared with US\$5.6 million for the same period last year.

Property

There was no contribution from property for the period following the distribution in specie of the Group's 65.6% interest in MCL Land in January 2006. This compares with an underlying profit contribution of US\$10.4 million in the first nine months of 2005.

Prospects

The ongoing reductions in interest rates in Indonesia have led to a modest recovery in consumer demand and it is expected that this trend will continue for the remainder of the year.

Anthony Nightingale
Chairman
29 November 2006

Statement pursuant to Rule 705(4) of the Listing Manual

The directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the accompanying unaudited interim financial results for the nine months ended 30 September 2006 to be false or misleading in any material respect.

On behalf of the Directors

Anthony Nightingale
Director

Hassan Abas
Director

29 November 2006

Jardine Cycle & Carriage Limited
Consolidated Profit and Loss Account

	Note	Three months ended			Nine months ended		
		30.9.06 US\$m	30.9.05 US\$m	Change %	30.9.06 US\$m	30.9.05 US\$m	Change %
<u>Continuing operations</u>							
Revenue		1,871.4	844.4	122	5,409.9	1,386.6	290
Cost of sales		(1,479.6)	(686.0)	116	(4,289.3)	(1,180.6)	263
Group profit		391.8	158.4	147	1,120.6	206.0	444
Other operating income		31.2	9.1	243	120.1	23.8	405
Selling and distribution expenses		(150.9)	(36.2)	317	(383.3)	(65.8)	483
Administrative expenses		(89.3)	(57.5)	55	(315.6)	(68.6)	360
Other operating expenses		(28.3)	(17.0)	66	(86.4)	(18.5)	367
Operating profit		154.5	56.8	172	455.4	76.9	492
Financing charges		(26.0)	(6.4)	306	(67.0)	(12.0)	458
Share of associates' and joint ventures' results		56.9	64.0	-11	129.1	217.1	-41
Profit before tax	3	185.4	114.4	62	517.5	282.0	84
Tax	4	(34.6)	(22.8)	52	(120.0)	(29.0)	314
Profit after tax from continuing operations		150.8	91.6	65	397.5	253.0	57
<u>Discontinued operations</u>							
Revenue		-	0.4	-100	-	1.4	-100
Profit before tax		-	13.5	-100	-	14.7	-100
Tax		-	(0.1)	-100	-	(0.3)	-100
Profit after tax from discontinued operations	13	-	13.4	-100	-	14.4	-100
Profit attributable to:							
Shareholders		64.4	70.7	-9	163.0	229.5	-29
Minority interests		86.4	34.3	152	234.5	37.9	519
		150.8	105.0	44	397.5	267.4	49
		US¢	US¢		US¢	US¢	
Earnings per share:	5						
- basic		18.93	21.04	-10	48.24	68.59	-30
- fully diluted		18.92	21.01	-10	48.21	68.53	-30
Earnings per share from continuing operations:	5						
- basic		18.93	18.42	3	48.24	65.78	-27
- fully diluted		18.92	18.39	3	48.21	65.72	-27

Jardine Cycle & Carriage Limited
Consolidated Balance Sheet

	Note	At 30.9.06 US\$m	Restated 31.12.05 US\$m
Non-current assets			
Intangible assets		446.2	422.0
Leasehold land use rights		408.6	399.4
Property, plant and equipment		1,184.1	1,037.5
Investment properties		27.0	51.1
Plantations		421.5	383.1
Interests in associates and joint ventures		1,330.9	1,093.7
Non-current investments		50.6	43.4
Debtors		995.2	1,218.0
Deferred tax assets		65.9	51.7
Other non-current assets		75.0	71.1
		<u>5,005.0</u>	<u>4,771.0</u>
Current assets			
Development properties for sale		-	415.9
Stocks		595.7	678.2
Debtors		1,922.5	2,056.3
Current tax assets		93.4	45.1
Bank balances and other liquid funds			
- non-finance companies		349.1	317.2
- finance companies		202.3	186.6
		<u>551.4</u>	<u>503.8</u>
		<u>3,163.0</u>	<u>3,699.3</u>
Total assets		<u>8,168.0</u>	<u>8,470.3</u>
Non-current liabilities			
Provisions		13.1	10.6
Long-term borrowings	7		
- non-finance companies		389.9	394.6
- finance companies		792.8	1,005.3
		<u>1,182.7</u>	<u>1,399.9</u>
Deferred tax liabilities		271.7	270.6
Other non-current liabilities		182.8	166.4
		<u>1,650.3</u>	<u>1,847.5</u>
Current liabilities			
Provisions		25.7	38.9
Current borrowings	7		
- non-finance companies		610.9	542.0
- finance companies		972.1	1,168.9
		<u>1,583.0</u>	<u>1,710.9</u>
Current tax liabilities		34.9	74.0
Dividend payable		8.2	250.6
Creditors		1,041.3	1,017.1
		<u>2,693.1</u>	<u>3,091.5</u>
Total liabilities		<u>4,343.4</u>	<u>4,939.0</u>
Net assets		<u>3,824.6</u>	<u>3,531.3</u>
Equity			
Share capital	8	489.9	185.4
Share premium	8	-	274.0
Fair value and other reserves	9	313.1	307.3
Revenue reserve	10	980.7	777.4
		<u>1,783.7</u>	<u>1,544.1</u>
Shareholders' funds		1,783.7	1,544.1
Minority interests	11	2,040.9	1,987.2
		<u>3,824.6</u>	<u>3,531.3</u>
Net asset value per share		US\$5.22	US\$4.59

- more -

Jardine Cycle & Carriage Limited
Consolidated Statement of Recognised Income and Expense

	Three months ended		Nine months ended	
	30.9.06 US\$m	30.9.05 US\$m	30.9.06 US\$m	30.9.05 US\$m
Fair value changes of available-for-sale investments, net of tax	5.7	(0.4)	11.2	(0.2)
Actuarial loss on defined benefit pension plans, net of tax	(3.3)	(3.4)	(10.3)	(3.4)
Surplus on revaluation of land and buildings, net of tax	1.8	131.0	1.8	130.7
Share of associates' loss on dilution of interest in investments	-	(0.2)	-	(0.2)
Translation difference	25.1	(149.6)	205.6	(220.6)
Net gain/(loss) recognised directly in equity	<u>29.3</u>	<u>(22.6)</u>	<u>208.3</u>	<u>(93.7)</u>
Profit after tax	150.8	105.0	397.5	267.4
Total recognised income and expense for the period	<u>180.1</u>	<u>82.4</u>	<u>605.8</u>	<u>173.7</u>
Profit attributable to:				
Shareholders of the Company	78.3	120.4	257.5	212.6
Minority interests	101.8	(38.0)	348.3	(38.9)
	<u>180.1</u>	<u>82.4</u>	<u>605.8</u>	<u>173.7</u>

Jardine Cycle & Carriage Limited
Company Balance Sheet

	Note	At 30.9.06 US\$m	At 31.12.05 US\$m
Non-current assets			
Property, plant and equipment		0.7	0.9
Interests in subsidiaries		1,163.9	1,358.3
Interests in associates		46.8	44.6
		<u>1,211.4</u>	<u>1,403.8</u>
Current assets			
Debtors		44.8	19.8
Bank balances and other liquid funds		0.3	0.3
		<u>45.1</u>	<u>20.1</u>
Total assets		<u>1,256.5</u>	<u>1,423.9</u>
Non-current liabilities			
Deferred tax liabilities		0.4	0.4
		<u>0.4</u>	<u>0.4</u>
Current liabilities			
Current borrowings		223.1	254.0
Current tax liabilities		0.9	0.8
Dividend payable		8.2	250.6
Creditors		69.7	66.2
		<u>301.9</u>	<u>571.6</u>
Total liabilities		<u>302.3</u>	<u>572.0</u>
Net assets		<u>954.2</u>	<u>851.9</u>
Share capital and reserves			
Share capital	8	489.9	185.4
Share premium	8	-	274.0
Share option reserve	9	0.3	0.3
Revenue reserve	10	464.0	392.2
Shareholders' funds		<u>954.2</u>	<u>851.9</u>
Net asset value per share		US\$2.79	US\$2.53

Jardine Cycle & Carriage Limited
Company Statement of Recognised Income and Expense

	Three months ended		Nine months ended	
	30.9.06	30.9.05	30.9.06	30.9.05
	US\$m	US\$m	US\$m	US\$m
Translation difference	0.9	(3.1)	41.9	(36.1)
Net gain/(loss) recognised directly in equity	<u>0.9</u>	<u>(3.1)</u>	<u>41.9</u>	<u>(36.1)</u>
Profit after tax	19.8	48.3	78.3	136.0
Total recognised income and expense for the period	<u>20.7</u>	<u>45.2</u>	<u>120.2</u>	<u>99.9</u>
Profit attributable to:				
Shareholders of the Company	<u>20.7</u>	<u>45.2</u>	<u>120.2</u>	<u>99.9</u>

Jardine Cycle & Carriage Limited
Consolidated Statement of Cash Flows

	Note	Three months ended		Nine months ended	
		30.9.06 US\$m	30.9.05 US\$m	30.9.06 US\$m	30.9.05 US\$m
Cash flows from operating activities	12	402.7	150.6	1,217.2	70.6
Cash generated from operations					
Interest paid		(19.8)	(4.0)	(61.2)	(9.7)
Interest received		10.3	2.5	29.4	5.0
Other finance costs paid		(0.7)	(0.1)	(0.8)	(0.5)
Income tax paid		(65.9)	(29.0)	(221.9)	(37.4)
		(76.1)	(30.6)	(254.5)	(42.6)
Net cash flows from operating activities		326.6	120.0	962.7	28.0
Cash flows from investing activities					
Sale of leasehold land use rights		0.2	-	8.2	-
Sale of property, plant and equipment		11.7	1.7	35.7	3.4
Sale of investment properties		-	1.6	-	47.0
Sale of subsidiaries, net of cash disposed		(0.9)	-	(28.2)	-
Sale of shares in associates		-	(0.2)	-	3.0
Purchase of property, plant and equipment		(74.8)	(37.9)	(298.4)	(46.1)
Purchase of leasehold land use rights		(2.1)	(0.4)	(5.9)	(0.7)
Purchase of plantations		(4.9)	(0.7)	(13.1)	(0.7)
Acquisition of Astra, net of cash acquired*		-	412.7	-	288.4
Acquisition of other subsidiaries, net of cash acquired		(3.3)	-	(6.8)	(7.2)
Purchase of investment property		-	-	-	(8.2)
Purchase of shares in associates		(142.6)	(36.0)	(174.3)	(36.0)
Purchase of other investments		(8.7)	-	(8.7)	-
Capital repayment of other investments		1.6	-	2.1	-
Dividends received from associates (net)		1.4	58.1	116.9	68.2
Net cash flows from/(used in) investing activities		(222.4)	398.9	(372.5)	311.1
Cash flows from financing activities					
Proceeds from issue of shares		-	-	0.1	1.1
Drawdown of loans		610.4	115.3	1,843.7	595.6
Repayment of loans		(688.4)	(210.9)	(2,280.7)	(551.3)
Investment by minority interests		-	-	9.4	-
Dividends paid to minority interests		(102.6)	(0.2)	(138.2)	(45.1)
Dividends paid (net)		(9.9)	(9.7)	(9.9)	(9.7)
Net cash flows used in financing activities		(190.5)	(105.5)	(575.6)	(9.4)
Net change in cash and cash equivalents		(86.3)	413.4	14.6	329.7
Cash and cash equivalents at the beginning of the period		607.3	90.8	491.0	177.0
Effect of exchange rate changes		7.0	(22.4)	22.4	(24.9)
Cash and cash equivalents at the end of the period		528.0	481.8	528.0	481.8

* For the nine months ended 30 September 2005, the cash inflow of US\$288.4 million consisted of cash acquired of US\$422.8 million offset by the consideration paid of US\$134.4 million arising from the purchase of additional interest in Astra.

For the three months ended 30 September 2005, the cash inflow of US\$412.7 million consisted of cash acquired of US\$422.8 million offset by the consideration paid of US\$10.1m arising from the purchase of additional interest in Astra.

Jardine Cycle & Carriage Limited**Notes****1 Basis of preparation**

The financial statements are consistent with those set out in the 2005 audited accounts which have been prepared in accordance with International Financial Reporting Standards ("IFRS"). There have been no changes to the accounting policies described in the 2005 audited accounts except for the adoption of the amendments and interpretation shown below:

IAS 19 (amended 2005)	Employee Benefits
IAS 39 (amended 2005)	Cash Flow Hedge Accounting of Forecast Intragroup Transactions
IAS 39 (amended 2005)	The Fair Value Option
IAS 39 and IFRS 4 (amended 2005)	Financial Guarantee Contracts
IFRIC 4	Determining whether an Arrangement contains a Lease

The adoption of these amendments and interpretation did not have a material impact on the results of the Group.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. The Group makes estimates and assumptions concerning the future. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results.

With Astra becoming a subsidiary in August 2005, the initial accounting for the business combination under IFRS 3 Business Combinations involved identifying and determining the fair values to be assigned to Astra's identifiable assets, liabilities and contingent liabilities and the cost of the combination.

Prior year adjustment

The final adjustments to the initial accounting for the business combination have resulted in changes to the Group's balance sheet as at 1 January 2006 and 31 December 2005. The impact of the prior year adjustment is as follows:

	US\$m
Decrease in intangible assets	(60.3)
Decrease in interests in associates and joint ventures	(60.0)
Decrease in deferred tax liabilities	21.8
Decrease in minority interests	63.4
Decrease in shareholders' funds	<u>(35.1)</u>
	US¢
Decrease in net asset value per share	<u>(0.10)</u>

2 Reconciliation between IAS 17 and IAS 40 and FRS 25

A reconciliation of the differences between IAS 17 Leases ("IAS 17") and IAS 40 Investment Properties ("IAS 40") and Singapore's FRS 25 Accounting for Investments ("FRS 25") is to be disclosed as required by the Accounting and Corporate Regulatory Authority in approving the Company's application for the adoption of International Financial Reporting Standards.

The differences between IAS 17 and IAS 40 and FRS 25 arise from the accounting treatment of valuation changes in investment properties. Under IAS 40, investment properties are carried at fair value and changes in fair values are recognised directly in the consolidated profit and loss account. This contrasts with FRS 25 where the investment properties are carried at revalued amounts. The net surplus or deficit on revaluation is first taken to revaluation reserve unless the revaluation surplus is insufficient to cover the deficit, in which case, the amount by which the deficit exceeds the available surplus is charged to the consolidated profit and loss account. The surplus on revaluation not utilised at the date of the sale of investment properties is taken to the consolidated profit and loss account.

There were no financial effects in adopting these financial standards for the nine months ended 30 September 2006.

3 Profit before tax

	Group					
	Three months ended			Nine months ended		
	30.9.06	30.9.05	<i>Change</i>	30.9.06	30.9.05	<i>Change</i>
	US\$m	US\$m	%	US\$m	US\$m	%
Profit before tax is determined after including:						
Interest income	10.1	3.2	216	29.6	4.9	504
Interest expense	(25.3)	(6.4)	295	(66.6)	(11.6)	474
Depreciation and amortisation of property, plant and equipment and leasehold land use rights	(60.1)	(17.8)	238	(172.5)	(22.1)	681
Profit on sale of shares in a subsidiary	-	-	-	7.2	-	100
Profit on sale of property, plant and equipment	3.6	0.6	500	8.0	0.6	nm
Profit on sale of leasehold land use rights	0.2	-	100	3.9	-	100
Loss on sale of repossessed assets	(27.3)	(2.7)	911	(79.5)	(2.7)	nm
Fair value changes of forward exchange contracts	0.7	2.2	-68	(0.5)	1.7	nm
Impairment of intangible assets	-	-	-	-	(0.8)	-100
Net exchange gain/(loss)	0.2	(14.9)	nm	16.4	(12.5)	nm
Write-back of provision for development properties	-	12.8	-100	-	12.8	-100
Reversal of write-down/(write-down) of stocks	4.0	(1.3)	nm	1.1	(2.3)	nm
Write-back of impairment/(impairment) of debtors	(25.5)	0.3	nm	(89.2)	1.9	nm
Provision for warranty and goodwill claims	(2.5)	(2.7)	-7	(6.8)	(5.4)	26
Write-back of provision for closure costs	-	-	-	-	1.2	-100

nm: not meaningful

4 Tax

The provision for income tax is based on the statutory tax rates of the respective countries in which the companies operate after taking into account non-deductible expenses and group tax relief.

5 Earnings per share

	Group			
	Three months ended 30.9.06 US\$m	30.9.05 US\$m	Nine months ended 30.9.06 US\$m	30.9.05 US\$m
Basic earnings per share				
Profit attributable to shareholders	64.4	70.7	163.0	229.5
Weighted average number of ordinary shares in issue (millions)	340.2	336.1	337.9	334.6
Basic earnings per share	<u>US¢18.93</u>	<u>US¢21.04</u>	<u>US¢48.24</u>	<u>US¢68.59</u>
Profit attributable to shareholders from continuing operations	64.4	61.9	163.0	220.1
Basic earnings per share from continuing operations	<u>US¢18.93</u>	<u>US¢18.42</u>	<u>US¢48.24</u>	<u>US¢65.78</u>
Profit attributable to shareholders from discontinued operations	-	8.8	-	9.4
Basic earnings per share from discontinued operations	<u>US¢ -</u>	<u>US¢2.62</u>	<u>US¢ -</u>	<u>US¢2.81</u>
Diluted earnings per share				
Profit attributable to shareholders	64.4	70.7	163.0	229.5
Weighted average number of ordinary shares in issue (millions)	340.2	336.1	337.9	334.5
Adjustment for assumed conversion of share options (millions)	0.2	0.4	0.2	0.4
Weighted average number of ordinary shares for diluted earnings per share (millions)	<u>340.4</u>	<u>336.5</u>	<u>338.1</u>	<u>334.9</u>
Diluted earnings per share	<u>US¢18.92</u>	<u>US¢21.01</u>	<u>US¢48.21</u>	<u>US¢68.53</u>
Profit attributable to shareholders from continuing operations	64.4	61.9	163.0	220.1
Diluted earnings per share from continuing operations	<u>US¢18.92</u>	<u>US¢18.39</u>	<u>US¢48.21</u>	<u>US¢65.72</u>
Profit attributable to shareholders from discontinued operations	-	8.8	-	9.4
Diluted earnings per share from discontinued operations	<u>US¢ -</u>	<u>US¢2.62</u>	<u>US¢ -</u>	<u>US¢2.81</u>
Underlying earnings per share				
Underlying profit attributable to shareholders (Note 6)	64.4	70.8	160.4	226.8
Basic underlying earnings per share	<u>US¢18.93</u>	<u>US¢21.07</u>	<u>US¢47.47</u>	<u>US¢67.78</u>
Diluted underlying earnings per share	<u>US¢18.92</u>	<u>US¢21.04</u>	<u>US¢47.44</u>	<u>US¢67.72</u>

6 Underlying profit attributable to shareholders

A reconciliation of the profit attributable to shareholders and underlying profit attributable to shareholders is as follows:

	Group			
	Three months ended 30.9.06 US\$m	30.9.05 US\$m	Nine months ended 30.9.06 US\$m	30.9.05 US\$m
Profit attributable to shareholders	64.4	70.7	163.0	229.5
Less:				
Exceptional items				
Profit on sale of shares in a subsidiary	-	-	1.4	-
Profit on sale of surplus Malaysian properties	-	-	1.2	-
Profit on closure of Australian operations	-	(0.1)	-	3.5
Impairment of intangible assets	-	-	-	(0.8)
	-	(0.1)	2.6	2.7
Underlying profit attributable to shareholders	64.4	70.8	160.4	226.8

The underlying profit attributable to shareholders by business is shown below:

	Group					
	Three months ended 30.9.06 US\$m	30.9.05 US\$m	Change %	Nine months ended 30.9.06 US\$m	30.9.05 US\$m	Change %
Astra						
Motor vehicles	12.0	18.8	-36	32.0	63.2	-49
Motorcycles	22.9	25.6	-11	55.1	73.8	-25
Other automotive	4.3	4.5	-4	8.1	13.2	-39
Total automotive	39.2	48.9	-20	95.2	150.2	-37
Non-automotive	28.3	16.5	72	82.0	65.7	25
Corporate costs	(6.3)	1.0	nm	(18.5)	(2.0)	825
Trading profit	61.2	66.4	-8	158.7	213.9	-26
Forex and others	0.2	(1.5)	nm	1.6	(2.6)	nm
	61.4	64.9	-5	160.3	211.3	-24
Motors						
Singapore	6.8	4.5	51	18.6	14.0	33
Malaysia	0.2	1.1	-82	0.8	2.6	-69
Indonesia (Tunas Ridean)	0.4	1.6	-75	1.2	5.6	-79
Others	-	(0.9)	-100	(0.2)	1.0	nm
	7.4	6.3	17	20.4	23.2	-12
Property	-	9.0	-100	-	10.4	-100
Corporate costs and others	(4.4)	(3.6)	22	(12.9)	(12.3)	5
Withholding tax on dividends from Indonesia	-	(5.8)	-100	(7.4)	(5.8)	28
	(4.4)	(9.4)	-53	(20.3)	(18.1)	12
Underlying profit attributable to shareholders	64.4	70.8	-9	160.4	226.8	-29

7 Borrowings

	Group	
	At 30.9.06 US\$m	At 31.12.05 US\$m
Long-term borrowings:		
- secured	623.1	581.9
- unsecured	559.6	818.0
	<u>1,182.7</u>	<u>1,399.9</u>
Current borrowings:		
- secured	511.4	472.2
- unsecured	1,071.6	1,238.7
	<u>1,583.0</u>	<u>1,710.9</u>
Total borrowings	<u>2,765.7</u>	<u>3,110.8</u>

Certain subsidiaries of the Group have pledged their assets in order to obtain bank facilities from financial institutions. The value of assets pledged was US\$993.4 million (31.12.05: US\$1,145.6 million).

8 Share capital

	Company	
Three months ended 30 September	2006 US\$m	2005 US\$m
Share capital:		
Balance at 1 July	459.5	183.8
Issue of shares	30.4	1.6
Balance at 30 September	<u>489.9</u>	<u>185.4</u>
Share premium:		
Balance at 1 July	-	255.8
Issue of shares	-	18.1
Balance at 30 September	<u>-</u>	<u>273.9</u>
	2006 US\$m	2005 US\$m
Share capital:		
Balance at 1 January	185.4	183.6
Issue of shares	30.5	1.8
Transfer from share premium	274.0	-
Balance at 30 September	<u>489.9</u>	<u>185.4</u>
Share premium:		
Balance at 1 January	274.0	254.9
Issue of shares	-	19.0
Transfer to share capital	(274.0)	-
Balance at 30 September	<u>-</u>	<u>273.9</u>

Pursuant to the abolition of par or nominal value of share capital in the Companies (Amendment) Act 2005 which took effect on 30 January 2006, the amount in share premium has become part of the Company's share capital.

9 Fair value and other reserves

	Group		Company	
	At 30.9.06 US\$m	At 30.9.05 US\$m	At 30.9.06 US\$m	At 30.9.05 US\$m
<u>Composition:</u>				
Fair value reserve	6.4	3.2	-	-
Asset revaluation reserve	303.0	140.9	-	-
Share option reserve	0.3	0.4	0.3	0.4
Other reserve	3.4	3.8	-	-
	<u>313.1</u>	<u>148.3</u>	<u>0.3</u>	<u>0.4</u>

9 Fair value and other reserves (cont'd)

Three months ended 30 September	Group		Company	
	2006 US\$m	2005 US\$m	2006 US\$m	2005 US\$m
<u>Movements:</u>				
<i>Fair value reserve</i>				
Balance at 1 July	3.6	3.1	-	-
Fair value changes of available-for-sale investments, net of tax	2.8	0.1	-	-
Balance at 30 September	<u>6.4</u>	<u>3.2</u>	<u>-</u>	<u>-</u>
<i>Asset revaluation reserve</i>				
Balance at 1 July	302.0	10.0	-	-
Surplus on revaluation of land and buildings, net of tax	0.9	131.0	-	-
Reserve realised on disposal of land and buildings	0.1	(0.1)	-	-
Balance at 30 September	<u>303.0</u>	<u>140.9</u>	<u>-</u>	<u>-</u>
<i>Share option reserve</i>				
Balance at 1 July	0.3	0.4	0.3	0.4
Balance at 30 September	<u>0.3</u>	<u>0.4</u>	<u>0.3</u>	<u>0.4</u>
<i>Other reserve</i>				
Balance at 1 July	3.4	3.8	-	-
Balance at 30 September	<u>3.4</u>	<u>3.8</u>	<u>-</u>	<u>-</u>
Nine months ended 30 September	Group		Company	
	2006 US\$m	2005 US\$m	2006 US\$m	2005 US\$m
<u>Movements:</u>				
<i>Fair value reserve</i>				
Balance at 1 January	1.2	2.7	-	-
Fair value changes of available-for-sale investments, net of tax	5.2	0.5	-	-
Balance at 30 September	<u>6.4</u>	<u>3.2</u>	<u>-</u>	<u>-</u>
<i>Asset revaluation reserve</i>				
Balance at 1 January as previously reported	336.9	10.3	-	-
Prior year adjustment (Note 1)	(34.9)	-	-	-
Balance at 1 January as restated	302.0	10.3	-	-
Surplus on revaluation of land and buildings, net of tax	0.9	130.7	-	-
Reserve realised on disposal of land and buildings	0.1	(0.1)	-	-
Balance at 30 September	<u>303.0</u>	<u>140.9</u>	<u>-</u>	<u>-</u>
<i>Share option reserve</i>				
Balance at 1 January	0.3	0.4	0.3	0.4
Balance at 30 September	<u>0.3</u>	<u>0.4</u>	<u>0.3</u>	<u>0.4</u>
<i>Other reserve</i>				
Balance at 1 January	3.8	3.8	-	-
Reserve realised on disposal of a subsidiary	(0.4)	-	-	-
Balance at 30 September	<u>3.4</u>	<u>3.8</u>	<u>-</u>	<u>-</u>

10 Revenue reserve

	Group		Company	
	At	At	At	At
	30.9.06	30.9.05	30.9.06	30.9.05
	US\$m	US\$m	US\$m	US\$m
<u>Composition:</u>				
Translation reserve	28.0	(158.3)	119.2	61.0
Retained earnings	952.7	1,024.0	344.8	618.5
	980.7	865.7	464.0	679.5
Three months ended 30 September	Group		Company	
	2006	2005	2006	2005
	US\$m	US\$m	US\$m	US\$m
<u>Movements:</u>				
<i>Translation reserve</i>				
Balance at 1 July	16.5	(80.5)	118.3	64.1
Translation difference	11.5	(77.8)	0.9	(3.1)
Reserve realised on disposal of subsidiaries	-	-	-	-
Balance at 30 September	28.0	(158.3)	119.2	61.0
<i>Retained earnings</i>				
Balance at 1 July	898.0	964.7	333.3	578.1
Asset revaluation reserve realised on disposal of land and buildings	(0.1)	0.1	-	-
Actuarial loss on defined benefit pension plans, net of tax	(1.3)	(3.4)	-	-
Loss on dilution of interests in investments	-	(0.2)	-	-
Profit attributable to shareholders	64.4	70.7	19.8	48.3
Dividends (net)	(8.3)	(7.9)	(8.3)	(7.9)
Balance at 30 September	952.7	1,024.0	344.8	618.5
Nine months ended 30 September	Group		Company	
	2006	2005	2006	2005
	US\$m	US\$m	US\$m	US\$m
<u>Movements:</u>				
<i>Translation reserve</i>				
Balance at 1 January as previously reported	(63.1)	(13.8)	77.3	97.1
Prior year adjustment (Note 1)	(0.2)	-	-	-
Balance at 1 January as restated	(63.3)	(13.8)	77.3	97.1
Translation difference	88.2	(144.5)	41.9	(36.1)
Reserve realised on disposal of subsidiaries	3.1	-	-	-
Balance at 30 September	28.0	(158.3)	119.2	61.0
<i>Retained earnings</i>				
Balance at 1 January	840.7	827.4	314.9	511.9
Asset revaluation reserve realised on disposal of land and buildings	(0.1)	0.1	-	-
Other reserve realised on disposal of a subsidiary	0.4	-	-	-
Actuarial loss on defined benefit pension plans, net of tax	(4.0)	(3.4)	-	-
Gain/(loss) on dilution of interests in investments	1.1	(0.2)	-	-
Profit attributable to shareholders	163.0	229.5	78.3	136.0
Dividends (net)	(48.4)	(29.4)	(48.4)	(29.4)
Balance at 30 September	952.7	1,024.0	344.8	618.5

11 Minority interests

	2006	Group	2005
Three months ended 30 September	US\$m		US\$m
Balance at 1 July	1,970.6		177.5
Fair value changes of available-for-sale investments, net of tax	2.9		(0.5)
Surplus on revaluation of land and buildings, net of tax	0.9		-
Actuarial loss on defined benefit pension plans, net of tax	(2.0)		-
Translation difference	13.6		(71.8)
Net gain/(loss) recognised directly in equity	15.4		(72.3)
Profit for the period	86.4		34.3
Total recognised gain/(loss) for the period	101.8		(38.0)
Dividends (net)	(27.3)		(0.2)
Acquisition/disposal of subsidiaries	(4.2)		1,471.4
Balance at 30 September	2,040.9		1,610.7
Nine months ended 30 September	2006		2005
	US\$m		US\$m
Balance at 1 January as previously reported	2,050.6		222.4
Prior year adjustment (Note 1)	(63.4)		-
Balance at 1 January as restated	1,987.2		222.4
Fair value changes of available-for-sale investments, net of tax	6.0		(0.7)
Surplus on revaluation of land and buildings, net of tax	0.9		-
Actuarial loss on defined benefit pension plans, net of tax	(6.3)		-
Loss on dilution of interest in investments	(1.1)		-
Translation difference	114.3		(76.1)
Net gain/(loss) recognised directly in equity	113.8		(76.8)
Profit for the period	234.5		37.9
Total recognised gain/(loss) for the period	348.3		(38.9)
Dividends (net)	(138.2)		(45.1)
Issue of shares	9.4		-
Acquisition/disposal of subsidiaries	(165.8)		1,472.3
Balance at 30 September	2,040.9		1,610.7

12 Cash flows from operating activities

	Group			
	Three months ended		Nine months ended	
	30.9.06 US\$m	30.9.05 US\$m	30.9.06 US\$m	30.9.05 US\$m
Profit before tax	185.4	127.9	517.5	296.7
Adjustments for:				
Interest income	(10.1)	(3.2)	(29.6)	(4.9)
Financing charges	26.0	6.4	67.0	12.1
Share of associates' and joint ventures' results	(56.9)	(64.0)	(129.1)	(217.1)
Depreciation and amortisation of property, plant and equipment and leasehold land use rights	60.1	17.8	172.5	22.1
Impairment of other investments	-	0.1	0.1	0.1
Impairment of intangible assets	-	-	-	0.8
Negative goodwill on acquisition of a subsidiary	-	-	(0.2)	-
Foreign exchange translation difference	1.7	12.2	(19.9)	9.7
Profit on sale of property, plant and equipment	(3.6)	(0.6)	(8.0)	(0.6)
Profit on sale of leasehold land use rights	(0.2)	-	(3.9)	-
Profit on sale of investment properties	-	-	-	(0.8)
Loss on sale of repossessed assets	27.3	2.7	79.5	2.7
Write-down/(reversal of write-down) of stocks	(4.0)	1.3	(1.1)	2.3
Impairment/(write-back of impairment) of debtors	25.5	(0.3)	89.2	(1.9)
Changes in provisions	3.2	2.2	9.7	4.9
Profit on sale of shares in a subsidiary	-	-	(7.2)	-
Fair value changes of investment properties	-	-	1.3	-
Fair value changes of plantations	(1.0)	-	(2.2)	-
	<u>68.0</u>	<u>(25.4)</u>	<u>218.1</u>	<u>(170.6)</u>
Operating profit before working capital changes	<u>253.4</u>	<u>102.5</u>	<u>735.6</u>	<u>126.1</u>
Changes in working capital:				
Development properties for sale	-	(21.5)	-	(136.7)
Stocks	14.3	(14.2)	115.0	(20.9)
Financing debtors	81.5	0.2	512.6	0.8
Debtors	(58.0)	9.0	(235.1)	3.1
Creditors	111.5	74.6	89.1	98.2
	<u>149.3</u>	<u>48.1</u>	<u>481.6</u>	<u>(55.5)</u>
Cash flows from operating activities	<u>402.7</u>	<u>150.6</u>	<u>1,217.2</u>	<u>70.6</u>

13 Discontinued operations

On 23 December 2005, a proposed distribution of 242,824,655 ordinary shares of MCL Land Limited held by the Company to its shareholders by way of a dividend in specie, was approved by the shareholders at the Extraordinary General Meeting of the Company. The distribution, in the proportion of 0.721394388 MCL Land Stock Units for every one ordinary share in the capital of the Company, was completed on 25 January 2006. MCL Land Limited ceased to be a subsidiary of the Company accordingly.

The distribution completes the Group's strategy of withdrawing from property activities.

	Group	
	Three months ended	Nine months ended
	30.9.2005 US\$m	30.9.2005 US\$m
Profit of discontinued operations:		
Revenue	0.4	1.4
Operating income	<u>13.1</u>	<u>13.3</u>
Profit before tax	13.5	14.7
Tax	(0.1)	(0.3)
Profit after tax	<u>13.4</u>	<u>14.4</u>
Cash flow of discontinued operations:		
Operating cash flows	27.1	(29.6)
Investment cash flows	(18.8)	(20.8)
Financing cash flows	(24.3)	(62.9)
Total cash flows	<u>(16.0)</u>	<u>(113.3)</u>

14 Interested person transactions

<u>Name of interested person</u>	<u>Aggregate value of all interested person transactions (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)</u> US\$m	<u>Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)</u> US\$m
Three months ended 30 September 2006		
Jardine Matheson Limited	-	0.3
- management consultancy services	-	0.1
Jardine OneSolution (2001) Pte Ltd	-	0.1
- engagement of IT services	-	0.1
Jardine Shipping Agencies	-	0.1
- sale of a motor vehicle	-	0.1
- purchase of a used vehicle	-	-
Director of the Company, Alan Yeo	0.1	-
- sale of a motor vehicle	0.1	-
	<u>0.1</u>	<u>0.6</u>
Nine months ended 30 September 2006		
Jardine Matheson Limited	-	0.7
- management consultancy services	-	0.1
Jardine OneSolution (2001) Pte Ltd	-	0.1
- engagement of IT services	-	0.1
Jardine Shipping Agencies	-	0.1
- sale of a motor vehicle	-	0.1
- purchase of a used vehicle	-	0.1
MCL Land Limited	-	0.1
- sale of a used vehicle	-	0.1
Director of the Company, Chang See Hiang	0.2	-
- sale of a motor vehicle	0.1	-
- purchase of a used vehicle	0.1	-
Director of the Company, Alan Yeo	0.1	-
- sale of a motor vehicle	0.4	-
	<u>0.4</u>	<u>1.1</u>

15 Issue of shares

The number of shares that may be issued on conversion of all outstanding options granted pursuant to the CCL Executives' Share Option Schemes amounted to 309,000 as at 30 September 2006 (30.9.2005:487,500).

Between 1 July 2006 and 30 September 2006, 2,000 ordinary shares were issued for cash pursuant to the exercise of options granted under the CCL Executives' Share Option Schemes to subscribe for shares in the capital of the Company at the exercise price of S\$4.340 per share. On 10 August 2006, 5,126,496 ordinary shares were allotted and issued to the eligible members of the Company who have elected to participate in the Jardine Cycle & Carriage Limited Scrip Dividend Scheme in respect of the final dividend of US\$0.15 per ordinary share less 20% Singapore Income Tax for the financial year ended 31 December 2005 at the issue price of S\$9.45 for each new share.

Except for those mentioned above, there were no other rights, bonus or equity issues during the period between 1 July 2006 and 30 September 2006.

16 Others

The results do not include any pre-acquisition profits and have not been affected by any item, transaction or event of a material or unusual nature other than the exceptional items shown in note 6 of this report.

No significant transaction or event has occurred between 1 October 2006 and the date of this report.

- end -

For further information, please contact:

Jardine Cycle & Carriage Limited

Ho Yeng Tat Tel: 65 64708108

The full text of the Financial Statements and Dividend Announcement for the nine months ended 30 September 2006 can be accessed through the internet at 'www.jcclgroup.com'.