

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 January 2014**

**Unaudited Condensed Consolidated Statement of Financial Position**  
**As at 31 January 2014**

		<b>31-Jan-14</b>	31-Jan-13
		<b>RM'000</b>	RM'000
	<u>Note</u>		Restated
<b>ASSETS</b>			
Cash and short-term funds	9	<b>30,579</b>	76,421
Securities held-for-trading	10	<b>22,392</b>	24,921
Securities available-for-sale	11	<b>198,711</b>	694,748
Securities held-to-maturity	12	<b>47,750</b>	47,750
Derivative financial assets		<b>2,969</b>	1,203
Loans, advances and financing	13	<b>44,291</b>	4,102
Trade receivables	14	<b>2,659</b>	7,849
Other assets	15	<b>4,519</b>	3,853
Investment in associated companies	16	<b>7,200</b>	35,579
Property, plant and equipment		<b>25,321</b>	26,371
<b>TOTAL ASSETS</b>		<b><u>386,391</u></b>	<u>922,797</u>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Trade payables	17	<b>1,615</b>	7,207
Other liabilities	18	<b>4,129</b>	6,015
Provision for taxation		<b>245</b>	58
Deferred tax liabilities		<b>300</b>	582
<b>TOTAL LIABILITIES</b>		<b><u>6,289</u></b>	<u>13,862</u>
<b>EQUITY</b>			
Share capital		<b>268,222</b>	828,819
Reserves		<b>111,880</b>	80,116
<b>TOTAL EQUITY</b>		<b><u>380,102</u></b>	<u>908,935</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b><u>386,391</u></b>	<u>922,797</u>
Net assets per share (RM)		<b>1.42</b>	1.10

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2013 of the Group.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 January 2014**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**for the fourth quarter ended 31 January 2014**

	<b>Current quarter ended 31-Jan-14</b>	Corresponding quarter ended 31-Jan-13	<b>Current year to date 31-Jan-14</b>	Corresponding year to date 31-Jan-13
<b>Note</b>	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
		Restated		Restated
<b>Continuing operations</b>				
Revenue	<b>7,691</b>	5,939	<b>28,006</b>	16,774
Interest income	19 <b>1,465</b>	957	<b>4,404</b>	1,766
Non-interest income	20 <b>6,226</b>	4,982	<b>23,602</b>	15,008
Other non-operating income	21 <b>(154)</b>	349	<b>988</b>	1,628
Net income	<b>7,537</b>	6,288	<b>28,994</b>	18,402
Operating expenses	22 <b>(5,221)</b>	(4,805)	<b>(16,980)</b>	(15,646)
Operating profit/(loss)	<b>2,316</b>	1,483	<b>12,014</b>	2,756
Share of profit of an associate	-	8,556	<b>1,658</b>	8,403
Writeback of/(allowance for) impairment on loans, advances and financing	23 -	3	<b>140</b>	(140)
Net allowance for impairment on securities	24 <b>(3,204)</b>	-	<b>(3,019)</b>	-
Gain on disposal of shares in associate company and discontinuation of equity method	25 <b>3,487</b>	-	<b>3,994</b>	-
Profit before tax	<b>2,599</b>	10,042	<b>14,787</b>	11,019
Income tax expense	36 <b>(1,052)</b>	357	<b>(2,500)</b>	(657)
Profit from continuing operations	<b>1,547</b>	10,399	<b>12,287</b>	10,362
<b>Discontinued operations</b>				
Profit from discontinued operations, net of tax	-	2,384	-	16,298
Loss on disposal of subsidiary	25 -	(68,652)	-	(68,652)
Profit/(loss) for the period	<b>1,547</b>	(55,869)	<b>12,287</b>	(41,992)
Other comprehensive income:				
Net (loss)/gain on available-for-sale financial assets	<b>(11,953)</b>	(21,020)	<b>17,933</b>	(29,712)
Impairment on available-for-sale financial assets	<b>3,262</b>	-	<b>3,262</b>	-
Share of other comprehensive income of associate	-	-	<b>4,281</b>	-
Share of other comprehensive income of associate transferred to profit or loss upon discontinuation of equity accounting	<b>(2,152)</b>	-	<b>(4,281)</b>	-
Currency translation differences transferred to profit or loss upon discontinuation of equity accounting of an associate	<b>(4,044)</b>	-	<b>(2,727)</b>	-
Other currency translation differences	<b>5,016</b>	38	<b>972</b>	41
Income tax relating to components of other comprehensive income	<b>8,169</b>	4,196	<b>61</b>	6,369
Other comprehensive (loss)/income for the period, net of tax	<b>(1,702)</b>	(16,786)	<b>19,501</b>	(23,302)
Total comprehensive income/(loss) for the period	<b>(155)</b>	(72,655)	<b>31,788</b>	(65,294)
Basic/diluted earnings/(loss) per share ("EPS"):				
- from continuing operations	<b>Sen 0.58</b>	Sen 1.25	<b>Sen 3.97</b>	Sen 1.26
- from discontinued operations	-	(8.00)	-	(6.32)

\* Outstanding options under Employee Share Options Scheme ("ESOS") have been excluded from the computation of fully diluted earnings per RM1 ordinary shares as the average market price of the ordinary shares was below the exercise price of the options during the reporting period.

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2013 of the Group.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**

**Interim Financial Statements for the period ended 31 January 2014**

**Unaudited Condensed Consolidated Statement of Changes in Equity**

**for the financial period ended 31 January 2014**

	<-----Non-distributable----->					Distributable		
	Share capital RM'000	Capital redemption reserve RM'000	Foreign currency translation reserve RM'000	Available for sale revaluation reserve RM'000	Equity compensation reserve RM'000	General reserve RM'000	Retained profits RM'000	Total RM'000
As at 1 February 2013								
- As previously reported	828,819	2,083	(3,252)	(1,868)	2,761	159	81,238	909,940
- Change in accounting policies	-	-	-	(1,144)	-	-	139	(1,005)
- As restated	828,819	2,083	(3,252)	(3,012)	2,761	159	81,377	908,935
Total comprehensive income	-	-	972	17,994	-	-	12,287	31,253
- Discontinuation of equity accounting of an associated company	-	-	(2,727)	3,262	-	-	-	535
- Net of discontinuation of an associated company	-	-	(1,755)	21,256	-	-	12,287	31,788
Transaction with owners:								
Capital distribution	(560,597)	-	-	-	-	-	-	(560,597)
ESOS lapsed during the year	-	-	-	-	(24)	-	-	(24)
	(560,597)	-	-	-	(24)	-	-	(560,621)
As at 31 January 2014	268,222	2,083	(5,007)	18,244	2,737	159	93,664	380,102

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**

**Interim Financial Statements for the period ended 31 January 2014**

**Unaudited Condensed Consolidated Statement of Changes in Equity  
for the financial period ended 31 January 2014**

	<-----Non-distributable----->						Distributable					
	Share capital	Treasury shares	Merger reserve	Capital redemption reserve	Foreign currency translation reserve	Available for sale revaluation reserve	Equity compensation reserve	Statutory reserve	Regulatory reserve	General reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 February 2012	830,902	(1,579)	26,561	-	(3,293)	20,331	3,122	80,787	-	159	64,053	1,021,043
Total comprehensive income	-	-	-	-	41	(23,343)	-	-	-	-	(41,992)	(65,294)
Transactions with owners:												
ESOS lapsed during the year	-	-	-	-	-	-	(361)	-	-	-	-	(361)
Cash dividend paid	-	-	-	-	-	-	-	-	-	-	(19,892)	(19,892)
Cancellation of treasury shares	(2,083)	1,579	-	2,083	-	-	-	-	-	-	(1,579)	-
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	4,746	-	(4,746)	-
Write-off of merger reserve	-	-	(26,561)	-	-	-	-	-	-	-	-	(26,561)
Disposal of ECM Libra Investment Bank Berhad	-	-	-	-	-	-	-	(80,787)	(4,746)	-	85,533	-
	(2,083)	1,579	(26,561)	2,083	-	-	(361)	(80,787)	-	-	59,316	(46,814)
As at 31 January 2013 (Restated)	828,819	-	-	2,083	(3,252)	(3,012)	2,761	-	-	159	81,377	908,935

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2013 of the Group.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 January 2014**

**Unaudited Condensed Consolidated Statement of Cash Flow**  
**for the financial period ended 31 January 2014**

	<b>12 months ended</b>	
	<b>31-Jan-14</b>	<b>31-Jan-13</b>
	<b>RM'000</b>	<b>RM'000</b>
		Restated
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax from:		
- continuing operations	14,787	11,019
- discontinued operations	-	(44,881)
	<u>14,787</u>	<u>(33,862)</u>
Adjustment for non-cash items	(13,124)	10,566
Operating profit before working capital changes	<u>1,663</u>	<u>(23,296)</u>
Net (increase)/decrease in operating assets	(36,228)	199,915
Net decrease in operating liabilities	(7,478)	(415,654)
Cash used in operations	<u>(42,043)</u>	<u>(239,035)</u>
Net tax paid	(590)	(6,951)
Net cash used in operating activities	<u>(42,633)</u>	<u>(245,986)</u>
<b>Cash flows from investing activities</b>		
Dividend received	2,491	2,796
Net sales of securities	410,631	292,895
Capital repayment	(442,647)	-
Income distribution from fund	117	-
Recovery from impaired securities	243	-
Proceeds from disposal of shares in associate company	24,313	-
Advances to associated company	-	(7,200)
Disposal of subsidiary	-	(204,939)
Net purchase of property, plant and equipment	(366)	(8,601)
Interest income received	4,423	77,082
Net cash (used in)/generated from investing activities	<u>(795)</u>	<u>152,033</u>
<b>Cash flows from financing activities</b>		
Placement of monies held in trust	-	(17,782)
Dividend paid	-	(19,892)
Interest paid	-	(43,361)
Net cash used in financing activities	<u>-</u>	<u>(81,035)</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(43,428)</b>	<b>(174,988)</b>
<b>Effects of foreign exchange rate changes</b>	<b>(2,414)</b>	<b>2,692</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>76,421</b>	<b>248,717</b>
<b>Cash and cash equivalents at end of the period</b>	<b><u>30,579</u></b>	<b><u>76,421</u></b>
Cash and cash equivalents comprise:		
Cash and short-term funds	<u>30,579</u>	<u>76,421</u>

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2013 of the Group.

**Part A: Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134**

**1 Basis of preparation**

This unaudited interim financial statements of the Group has been prepared on a historical cost basis, unless otherwise disclosed in the notes to the financial statements and are in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements are in compliance with IAS 34 Interim Financial Reporting.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2013. The explanatory notes attached to the interim financial statements 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 year ended 31 January 2013.

The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the annual financial statements for the year ended 31 January 2013.

The following Malaysian Financial Reporting Standards ("MFRS"), IC Interpretation and Amendments to MFRSs have been adopted by the Group during the current period:

Effective for annual periods commencing on or after 1 February 2013

MFRS 3 Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)

MFRS 127 Consolidated and Separate Financial Statements (IAS 27 revised by IASB in December 2003)

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of Interest in Other Entities

MFRS 13 Fair Value Measurement

MFRS 119 Employee Benefits (IAS 19 as amended by IASB in June 2011)

MFRS 127 Separate Financial Statements (IAS 27 as amended by IASB in May 2011)

MFRS 128 Investments in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)

IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

Amendments to MFRS 7 Financial Instruments: Disclosures - Offsetting Financial Assets and Liabilities

Annual Improvements 2009-2011 Cycle

Amendments to MFRS 1 Government Loans

Amendments to MFRS 10, MFRS 11 and MFRS 12 Consolidated Financial Statements, Joint

Arrangements and Disclosure of Interests in Other Entities: Transition Guidance

The adoption of the above standards and interpretations generally did not have any material impact on the financial results of the Group, as they mainly help to clarify the requirements of or provide further explanations to existing MFRS except as follows:

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 January 2014**

**1 Basis of preparation (cont'd.)**

**a) MFRS 10 Consolidated Financial Statements**

MFRS 10 replaces part of MFRS 127 Consolidated and Separate Financial Statements that deals with consolidated financial statements and IC Interpretation 112 Consolidation – Special Purpose Entities.

Under MFRS 10, an investor controls an investee when (a) the investor has power over an investee, (b) the investor has exposure, or rights, to variable returns from its investment with the investee, and (c) the investor has ability to use its power over the investee to affect the amount of the investor's returns. Under MFRS 127 Consolidated and Separate Financial Statements, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

MFRS 10 includes detailed guidance to explain when an investor that owns less than 50 per cent of the voting shares in an investee has control over the investee. MFRS 10 requires the investor to take into account all relevant facts and circumstances, particularly the size of the investor's holding of voting rights relative to the size and dispersion of holdings of the other vote holders. The application of MFRS 10 affected the accounting for the Group's interest in a fund, managed by a wholly owned subsidiary, Libra Invest Berhad. The fund was not previously consolidated as a subsidiary of the Group.

The above change in accounting policy has affected the amounts reported in the Group's consolidated financial statements, as shown below:

**Consolidated Statement of Financial Position**  
**As at 31 January 2013**

	2013 RM'000	Effect of adopting MFRS 10 RM'000	2013 RM'000 <b>Restated</b>
<b>ASSETS</b>			
Cash and short-term funds	73,468	2,953	<b>76,421</b>
Securities held-for-trading	24,921	-	<b>24,921</b>
Securities available-for-sale	697,656	(2,908)	<b>694,748</b>
Securities held-to-maturity	47,750	-	<b>47,750</b>
Derivative financial assets	1,203	-	<b>1,203</b>
Loans, advances and financing	4,102	-	<b>4,102</b>
Trade receivables	7,849	-	<b>7,849</b>
Other assets	3,857	(4)	<b>3,853</b>
Investment in associated companies	35,579	-	<b>35,579</b>
Deferred tax assets	705	(705)	-
Property, plant and equipment	26,371	-	<b>26,371</b>
<b>TOTAL ASSETS</b>	<b>923,461</b>	<b>(664)</b>	<b>922,797</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Trade payables	7,207	-	<b>7,207</b>
Other liabilities	5,999	16	<b>6,015</b>
Provision for taxation	58	-	<b>58</b>
Deferred tax liabilities	257	325	<b>582</b>
<b>TOTAL LIABILITIES</b>	<b>13,521</b>	<b>341</b>	<b>13,862</b>
<b>EQUITY</b>			
Share capital	828,819	-	<b>828,819</b>
Reserves	81,121	(1,005)	<b>80,116</b>
<b>TOTAL EQUITY</b>	<b>909,940</b>	<b>(1,005)</b>	<b>908,935</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>923,461</b>	<b>(664)</b>	<b>922,797</b>
<b>Net assets per share (RM)</b>	<b>1.10</b>		<b>1.10</b>

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 January 2014**

**1 Basis of preparation (cont'd.)**

**a) MFRS 10 Consolidated Financial Statements (cont'd.)**

**Consolidated Statement of Comprehensive Income  
for the year ended 31 January 2013**

	2013 RM'000	Effect of adopting MFRS 10 RM'000	2013 RM'000 Restated
Revenue	16,579	195	<b>16,774</b>
Interest income	1,625	141	<b>1,766</b>
Non-interest income	14,954	54	<b>15,008</b>
Other non-operating income	1,628	-	<b>1,628</b>
Net income	18,207	195	<b>18,402</b>
Operating expenses	(15,590)	(56)	<b>(15,646)</b>
Operating profit	2,617	139	<b>2,756</b>
Share of profit of an associate	8,403	-	<b>8,403</b>
Writeback of allowance for losses on loans, advances and financing	(140)	-	<b>(140)</b>
Profit before tax	10,880	139	<b>11,019</b>
Income tax expense	(657)	-	<b>(657)</b>
Profit from continuing operations	10,223	139	<b>10,362</b>
Profit from discontinued operations, net of tax	16,298	-	<b>16,298</b>
Loss on disposal of subsidiary	(68,652)	-	<b>(68,652)</b>
Loss from discontinued operations	(52,354)	-	<b>(52,354)</b>
Loss for the year	(42,131)	139	<b>(41,992)</b>
Other comprehensive income:			
Net loss on available-for-sale financial assets	(29,598)	(114)	<b>(29,712)</b>
Currency translation differences	41		<b>41</b>
Income tax relating to components of other comprehensive income	7,399	(1,030)	<b>6,369</b>
Other comprehensive loss for period, net of tax	(22,158)	(1,144)	<b>(23,302)</b>
Total comprehensive loss for the period	(64,289)	(1,005)	<b>(65,294)</b>



**1 Basis of preparation (cont'd.)**

**b) MFRS 12 Disclosures of Interests in Other Entities**

MFRS 12 includes all disclosure requirements for interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are required. This standard affects disclosures only and has no impact on the Group's financial position or performance.

**c) MFRS 13 Fair Value**

MFRS 13 establishes a single source of guidance under MFRS for all fair value measurements. MFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under MFRS. MFRS 13 defines fair value as an exit price. As a result of the guidance in MFRS 13, the Group re-assessed its policies for measuring fair values, in particular, its valuation inputs such as non-performance risk for fair value measurement of liabilities. MFRS 13 also requires additional disclosures.

Application of MFRS 13 has not materially impacted the fair value measurement of the Group. Additional disclosures where required, are provided in the individual notes relating to the assets and liabilities whose fair values were determined.

**d) Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income**

The amendments to MFRS 101 introduce a grouping of items presented in other comprehensive income. Items that will be reclassified ("recycled") to profit or loss at a future point in time (e.g. net loss or gain on available-for-sale financial assets) have to be presented separately from items that will not be reclassified (eg. revaluation of land and buildings). The amendments affect presentation only and have no impact on the Group's financial position or performance.

**e) MFRS 128 Investments in Associates and Joint Ventures**

As a consequence of the new MFRS 11 and MFRS 12, MFRS 128 is renamed as MFRS 128 Investments in Associates and Joint Ventures. This new standard describes the application of the equity method to investments in joint ventures in addition to associates.

The following MFRS and IC Interpretations have been issued by the MASB and are not yet effective:

Effective for annual periods commencing on or after 1 February 2014

Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 10, MFRS 12 and MFRS 127 Investment Entities

Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-Financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

Annual Improvement to MFRSs 2010-2012 cycle

Annual Improvement to MFRSs 2011-2013 cycle

MFRS 9 Financial Instruments: Hedge Accounting and amendments to MFRS 9, MFRS 7 and MFRS 139

IC Interpretation 21 Levies

## **1 Basis of preparation (cont'd.)**

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application except as discussed below:

### **MFRS 9 Financial Instruments**

MFRS 9 reflects the work on the replacement of MFRS 139 and the first phase applies to classification and measurement of financial assets and financial liabilities as defined in MFRS 139. The first phase of the standard was initially effective for annual periods beginning on or after 1 January 2013 but Amendments to MFRS 9 Mandatory Effective Date of MFRS 9 and Transition Disclosures, issued in March 2012, moved the mandatory effective date to 1 January 2015 (see below for the latest amendment on the mandatory effective date). The adoption of the first phase of MFRS 9 will have an effect on the classification and measurement of the Group's financial assets, but will not have an impact on classification and measurement of the Group's financial liabilities.

The new hedge accounting model under phase three of the standard, together with corresponding disclosures about risk management activity under MFRS 7 were developed in response to concerns raised by preparers of financial statements about the difficulty of appropriately reflecting their risk management activities. The new model represents a substantial overhaul of hedge accounting that will enable entities to better reflect their risk management activities in their financial statements. The MFRS 9 hedge accounting model, if adopted, applies prospectively with limited

As part of the Amendments issued in February 2014, an entity is now allowed to change the accounting for liabilities that it has to measure at fair value, before applying any of the other requirements in MFRS 9. This change in accounting would mean that gains or losses caused by a change in the entity's own credit risk on such liabilities are no longer recognised in profit or loss. The Group currently does not have any financial liabilities measured at fair value.

The Amendments in February 2014 also removed the mandatory effective date from MFRS 9. The International Accounting Standards Board ("IASB") has decided that a mandatory date of 1 January 2015 would not allow sufficient time for entities to prepare and to apply the new standard because the second phase of the standard, i.e. the impairment methodology phase of IFRS 9 has not yet been completed. On 24 July 2013, the IASB tentatively decided to defer mandatory effective date of IFRS 9 and that the mandatory effective date should be left open pending finalisation of the impairment and classification and measurement requirements. Nevertheless, IFRS 9 would still be available for early adoption.

The Group will quantify the effects of the new standard when the final standard including all phases are issued.

## **2 Audit report of preceding annual financial statements**

The auditors' report on the Financial Statements for the year ended 31 January 2013 of the Company was not subjected to any qualification.

## **3 Seasonality and cyclicity factors**

The operations of the Group were not materially affected either by seasonal or cyclical factors.

#### **4 Exceptional items/unusual events**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the fourth quarter ended 31 January 2014.

#### **5 Variation from financial estimates reported in preceding financial period**

There were no changes in estimates of amounts reported in the preceding financial period that would have a material effect in the current quarter results.

#### **6 Debt and equity securities**

There was no issuance, cancellation, resale and repayment of either debt or equity securities during the period under review except for the following:

##### Ordinary shares

At the Extraordinary General Meeting held on 31 July 2012, shareholders approved a capital restructuring exercise comprising capital repayment to shareholders, share split and share consolidation. The issued and paid-up share capital was reduced from 828,819,091 ordinary shares of RM1.00 each to 268,222,091 ordinary shares of RM1.00 each on 28 February 2013 via a reduction of the par value of the existing ordinary shares of the Company, followed by a share split and share consolidation exercise.

#### **7 Dividend paid**

There was no dividend paid during the 12 months ended 31 January 2014.

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**8 Segmental reporting**

The Group's reportable operating segments are identified based on business units which are engaged in providing different services and products, as follows:

- (i) Investment holding and capital market operations - general investments and capital market related operations
- (ii) Fund management - unit trust funds and asset management
- (iii) Fund managed by Libra Invest Berhad ("LIB") - a unit trust fund.
- (iv) Corporate advisory and structured financing - corporate advisory, structured lending and financial services related activities

During the previous financial year, the Company disposed of the entire equity interest in ECM Libra Investment Bank Berhad and its subsidiaries to Kenanga Investment Bank Berhad. The segmental reporting for the comparative period included the investment banking business of the Group, reported under Discontinued Operations. The said disposal was completed on 14 December 2012 and the discontinued segments were eliminated in the current financial year.

<b>3 months ended 31 January 2014</b>	<b>Investment holding and capital market operations</b>	<b>Fund management</b>	<b>Fund managed by LIB</b>	<b>Corporate advisory and structured financing</b>	<b>Inter-segment elimination</b>	<b>Group total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	875	3,508	2,037	1,271	-	<b>7,691</b>
Inter-segment revenue	-	48	-	-	(48)	-
	<b>875</b>	<b>3,556</b>	<b>2,037</b>	<b>1,271</b>	<b>(48)</b>	<b>7,691</b>
Interest income	623	45	141	656	-	<b>1,465</b>
Non-interest income	252	3,463	1,896	615	-	<b>6,226</b>
Other non-operating income	(154)	-	-	-	-	<b>(154)</b>
Net income	721	3,508	2,037	1,271	-	<b>7,537</b>
Operating expenses	(2,034)	(3,109)	(26)	(52)	-	<b>(5,221)</b>
Operating (loss)/profit	(1,313)	399	2,011	1,219	-	<b>2,316</b>
Writeback of allowances on losses on loans, advances and financing	-	-	-	-	-	-
Net impairment loss on securities	(3,204)	-	-	-	-	<b>(3,204)</b>
Gain on disposal of shares in associated company	3,487	-	-	-	-	<b>3,487</b>
Profit by segments	<b>(1,030)</b>	<b>399</b>	<b>2,011</b>	<b>1,219</b>	-	<b>2,599</b>
Share of profit of an associated company						-
Profit before tax						<b>2,599</b>

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**8 Segmental reporting (cont'd.)**

<b>12 months ended 31 January 2014</b>	<b>Investment holding and capital market operations RM'000</b>	<b>Fund management RM'000</b>	<b>Fund managed by LIB RM'000</b>	<b>Corporate advisory and structured financing RM'000</b>	<b>Inter- segment elimination RM'000</b>	<b>Group total RM'000</b>
Revenue	6,677	11,559	5,648	4,122	-	<b>28,006</b>
Inter-segment revenue	-	186	-	-	(186)	-
	<b>6,677</b>	<b>11,745</b>	<b>5,648</b>	<b>4,122</b>	<b>(186)</b>	<b>28,006</b>
Interest income	2,777	170	633	824	-	<b>4,404</b>
Non-interest income	3,900	11,389	5,015	3,298	-	<b>23,602</b>
Other non-operating income	988	-	-	-	-	<b>988</b>
Net income	7,665	11,559	5,648	4,122	-	<b>28,994</b>
Operating expenses	(6,067)	(10,525)	(327)	(61)	-	<b>(16,980)</b>
Operating profit	1,598	1,034	5,321	4,061	-	<b>12,014</b>
Writeback of allowances on losses on loans, advances and financing	-	-	-	140	-	<b>140</b>
Net impairment loss on securities	(3,019)	-	-	-	-	<b>(3,019)</b>
Gain on disposal of shares in an associated company and discontinuation of equity accounting	3,994	-	-	-	-	<b>3,994</b>
Profit by segments	<b>2,573</b>	<b>1,034</b>	<b>5,321</b>	<b>4,201</b>	-	<b>13,129</b>
Share of profit of an associated company						<b>1,658</b>
Profit before tax						<b>14,787</b>
Segment assets	<b>128,372</b>	<b>16,159</b>	<b>189,936</b>	<b>44,724</b>	-	<b>379,191</b>
Investment in associated companies						<b>7,200</b>
Total assets						<b>386,391</b>

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**8 Segmental reporting (cont'd.)**

12 months ended 31 January 2013 Restated	<-----Continuing operations----->			<-----Discontinued operations----->				Total RM'000	Inter- segment elimination RM'000	Group total RM'000
	Investment holding and capital market operations RM'000	Fund management RM'000	Fund managed by LIB Stockbroking RM'000	Investment banking and structured financing RM'000	Treasury and capital market operations RM'000	Others RM'000	Others RM'000			
Revenue from external customers	4,221	12,337	216	48,045	43,097	52,437	3,290	163,643	-	163,643
Inter-segment revenue	-	21	-	20	-	43,236	12	43,289	(43,289)	-
	<b>4,221</b>	<b>12,358</b>	<b>216</b>	<b>48,065</b>	<b>43,097</b>	<b>95,673</b>	<b>3,302</b>	<b>206,932</b>	<b>(43,289)</b>	<b>163,643</b>
Net interest income	1,370	255	141	2,584	18,009	6,123	644	29,126	-	29,126
Non-interest income	2,851	12,082	75	37,115	11,668	27,893	2,058	93,742	-	93,742
Other non-operating income	1,628	-	-	514	45	(328)	53	1,912	-	1,912
Net income	5,849	12,337	216	40,213	29,722	33,688	2,755	124,780	-	124,780
Operating expenses	(5,766)	(9,824)	(56)	(43,650)	(4,459)	(30,151)	(2,130)	(96,036)	-	(96,036)
Operating profit	83	2,513	160	(3,437)	25,263	3,537	625	28,744	-	28,744
(Allowance for)/writeback of losses on loans, advances and financing	(140)	-	-	-	(4,080)	352	-	(3,868)	-	(3,868)
(Allowance for)/writeback of impairment allowance for bad and doubtful debts	-	-	-	(104)	-	87	-	(17)	-	(17)
Writeback of/(allowance for) impairment loss	-	-	-	-	-	1,528	-	1,528	-	1,528
Profit/(loss) by segments	<b>(57)</b>	<b>2,513</b>	<b>160</b>	<b>(3,541)</b>	<b>21,183</b>	<b>5,504</b>	<b>625</b>	<b>26,387</b>	-	<b>26,387</b>
Share of profit of associated companies										8,403
Loss on disposal of subsidiaries										(68,652)
Profit before tax										<b>(33,862)</b>
Segment assets	<b>701,754</b>	<b>21,338</b>	<b>164,126</b>	-	-	-	-	<b>887,218</b>	-	<b>887,218</b>
Investment in associated companies										35,579
Total assets										<b>922,797</b>

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**9 Cash and short term funds**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
Cash	<b>11,123</b>	73,468
Cash not available for use by the Group and belongs to a fund managed by LIB	<b>19,456</b>	2,953
	<b>30,579</b>	76,421

**10 Securities held-for-trading**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
<b>At fair value</b>		
Quoted shares	<b>22,392</b>	24,921
	<b>22,392</b>	24,921

**11 Securities available-for-sale**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
<b>At fair value</b>		
Quoted shares	<b>152,936</b>	193,877
Unquoted securities		
- Private debt securities	-	48,070
Trust fund units	<b>45,689</b>	452,801
	<b>198,625</b>	694,748
Less: Writeback of impairment loss on securities	<b>86</b>	-
	<b>198,711</b>	694,748

The balance of securities that were reclassified from held-for-trading to available-for-sale during a previous financial year:

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
Carrying value as at beginning of financial period/year	-	3,045
Disposal of securities	-	(3,045)
Carrying value as at end of financial period/year	-	-

**12 Securities held-to-maturity**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
<b>At cost</b>		
Redeemable Non-convertible Unsecured Loan Stock	<b>47,750</b>	47,750
	<b>47,750</b>	47,750

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**13 Loans, advances and financing**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
Term loans	<b>44,291</b>	4,242
Gross loans, advances and financing	<b>44,291</b>	4,242
Less: Collective assessment allowance	-	(140)
<b>Total net loans, advances and financing</b>	<b>44,291</b>	4,102

**Analysis of gross loans, advances and financing**

By residual contractual maturity

Maturity within one year	<b>44,291</b>	-
More than one year to 3 years	-	-
More than three years	-	4,242
Gross loans, advances and financing	<b>44,291</b>	4,242

By economic purpose

Working capital	<b>20,000</b>	-
Others	<b>24,291</b>	4,242
Gross loans, advances and financing	<b>44,291</b>	4,242

By interest rate sensitivity

Fixed rate		
- Share margin financing, term loans and revolving credit	<b>44,291</b>	4,242
Gross loans, advances and financing	<b>44,291</b>	4,242

By type of customer

Domestic business enterprises	<b>20,000</b>	4,242
Individuals	<b>24,291</b>	-
Gross loans, advances and financing	<b>44,291</b>	4,242

**Movements in allowance for losses on loans and financing**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
<b>Collective assessment allowance</b>		
Balance at beginning of financial year		
- as previously reported	<b>140</b>	8,704
- effect of change in accounting policy	-	(6,328)
	<b>140</b>	2,376
Allowance (written back)/made during the year		
- Continuing operations	<b>(140)</b>	140
- Discontinued operations	-	3,728
Disposal of subsidiary	-	(6,104)
Balance at end of financial year	<b>-</b>	140
As % of gross loans, advances and financing less individual assessment allowance	<b>-</b>	3.3%



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**13 Loans, advances and financing (cont'd.)**

**Individual assessment allowance**

There is no individual assessment allowance made as there are no impaired loans during and at the end of the period.

**14 Trade receivables**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
Amount owing by trustees	<b>2,659</b>	7,849
	<b><u>2,659</u></b>	<u>7,849</u>

**15 Other assets**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
Interest receivable	<b>312</b>	331
Deposits	<b>428</b>	416
Tax recoverable	<b>477</b>	1,654
Other receivables and prepayments	<b>3,302</b>	1,452
	<b><u>4,519</u></b>	<u>3,853</u>

**16 Investment in associated companies**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
Unquoted shares, outside Malaysia	-*	-*
Advances	<b>7,200</b>	7,200
	<b><u>7,200</u></b>	<u>7,200</u>
Quoted shares, outside Malaysia	<b>43,544</b>	43,544
Share in post-acquisition results	<b>14,941</b>	9,002
	<b><u>58,485</u></b>	<u>52,546</u>
Less: Impairment loss	<b>(24,167)</b>	(24,167)
	<b>34,318</b>	28,379
Less: Disposal during the financial period	<b>(17,068)</b>	-
Less: Reclassified as securities available-for-sale	<b>(6,991)</b>	-
Less: Loss on fair valuation of ISR shares upon discontinuation of equity accounting	<b>(10,259)</b>	-
	<b><u>-</u></b>	<u>28,379</u>
Total investment in associated companies	<b><u>7,200</u></b>	<u>35,579</u>

\* denotes RM9

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**16 Investment in associated companies (cont'd.)**

During the third quarter ended 31 October 2013, the Group disposed of 21,766,000 shares in ISR Capital Ltd ("ISR") for a total consideration of SGD9,510,352. Following the reduced interest in ISR arising from the disposal of shares and the Group's nominee's resignation from the board of ISR on 30 October 2013, the Group discontinued equity accounting of ISR effective from 30 October 2013. The balance of ISR shares were fair valued and reclassified as securities available-for-sale with losses on revaluation recognised in profit or loss in accordance with MFRS 128 Investments in Associates and Joint Ventures.

**17 Trade payables**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
Amount owing to trustees	<b>1,615</b>	7,207
	<b>1,615</b>	7,207

**18 Other liabilities**

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
Accruals and deposits received	<b>2,001</b>	1,684
Other payables	<b>2,128</b>	4,331
	<b>4,129</b>	6,015

**19 Interest income**

	<b>Current</b>	Corresponding	<b>Current</b>	Corresponding
	<b>quarter ended</b>	quarter ended	<b>year to date</b>	year to date
	<b>31-Jan-14</b>	31-Jan-13	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
		Restated		Restated
Loans and advances	<b>656</b>	103	<b>824</b>	175
Short-term funds and deposits with financial institutions	<b>207</b>	533	<b>1,192</b>	1,270
Securities: - held-to-maturity	<b>602</b>	321	<b>2,388</b>	321
	<b>1,465</b>	957	<b>4,404</b>	1,766

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**20 Non-interest income**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000 Restated	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000 Restated
Fee income				
- Fees on loans and advances	216	125	912	125
- Portfolio management fees	3,448	3,152	10,950	11,751
- Other fee income	769	645	3,744	1,903
	<b>4,433</b>	3,922	<b>15,606</b>	13,779
Investment and trading income				
Net loss arising from securities held-for-trading				
- Unrealised loss on revaluation	(396)	(400)	(2,597)	(400)
	<b>(396)</b>	(400)	<b>(2,597)</b>	(400)
Net gain arising from securities available-for-sale				
- Net gain on disposal	4	181	2,855	350
- Income distribution from fund	30	-	117	-
	<b>34</b>	181	<b>2,972</b>	350
Net gain arising from securities available-for-sale of fund managed by LIB				
- Net gain on disposal	1,758	-	1,758	-
- Gross dividend income	-	75	3,257	75
	<b>1,758</b>	75	<b>5,015</b>	75
Net gain arising from derivatives				
- Unrealised gain on revaluation	397	1,204	2,606	1,204
	<b>397</b>	1,204	<b>2,606</b>	1,204
<b>Total non-interest income</b>	<b>6,226</b>	4,982	<b>23,602</b>	15,008

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**21 Other non-operating income**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000
Rental income	353	345	1,390	1,591
Gain on disposal of motor vehicle	-	-	180	-
(Loss)/gain on foreign exchange translations	(593)	4	(659)	1
Others	86	-	77	36
	<b>(154)</b>	349	<b>988</b>	1,628

**22 Operating expenses**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000 Restated	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000 Restated
<u>Personnel expenses</u>				
Salaries, allowance and bonus	2,945	2,499	8,806	7,443
Contributions to defined contribution plan	227	231	982	808
Other personnel costs	173	53	540	649
	<b>3,345</b>	2,783	<b>10,328</b>	8,900
<u>Establishment costs</u>				
Depreciation of property, plant and equipment	484	316	1,584	1,033
Property, plant and equipment written off	-	-	1	3
Rental of premises	42	68	179	297
Rental of network and equipment	35	44	154	212
Other establishment costs	13	17	67	34
	<b>574</b>	445	<b>1,985</b>	1,579
<u>Marketing and communication expenses</u>				
Advertising expenses	7	-	7	3
Entertainment	76	34	167	107
Other marketing expenses	198	158	457	501
	<b>281</b>	192	<b>631</b>	611
<u>Administrative and general expenses</u>				
Audit fees	39	48	94	104
Legal and professional fees	229	148	512	1,163
Printing and stationery	17	17	156	42
Insurance, postages and courier	36	35	213	83
Electricity and water charges	141	78	346	323
Telecommunication expenses	32	28	148	114
Others	527	1,031	2,567	2,727
	<b>1,021</b>	1,385	<b>4,036</b>	4,556
<b>Total operating expenses</b>	<b>5,221</b>	4,805	<b>16,980</b>	15,646

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**23 Writeback of/(allowance for) impairment on loans, advances and financing**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000
Collective assessment allowance				
- Writeback/(allowance made) during the financial period	-	3	<b>140</b>	(140)

**24 Net allowance for impairment on securities**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000
Net allowance for impairment:				
- Available-for-sale securities	<b>(3,204)</b>	-	<b>(3,019)</b>	-

**25 Gain on disposal of shares in associate company**

The Group disposed of 21,766,000 shares in ISR Capital Ltd ("ISR") for a total consideration of SGD9,510,352. The gain arising from the disposal and upon discontinuation of equity method is as follows:

	<b>Current year to date 31-Jan-14 RM'000</b>
Proceeds from disposal of shares of associate company	<b>24,313</b>
Fair value of remaining shares in associate company as at 30 October 2013	<b>6,991</b>
Amount transferred from reserves to profit or loss upon discontinuation of equity accounting of the associated company	
- available-for-sale reserves	<b>4,281</b>
- foreign exchange reserves	<b>2,727</b>
	<b>38,312</b>
Carrying amount of associate company as at 30 October 2013	<b>34,318</b>
<b>Gain on disposal of shares in an associate company</b>	<b>3,994</b>

## **26 Valuation of property, plant and equipment**

There was no valuation of property, plant and equipment of the Group in the quarter under review.

## **27 Material subsequent event**

There were no material events subsequent to 31 January 2014.

## **28 Changes in the composition of the Group**

On 29 July 2013, the Liquidator of Avenue Services Sdn. Bhd. ("AVSB") and ACRB Capital Sdn. Bhd. ("ACRBCap"), two dormant wholly-owned subsidiaries, had convened the Final Meeting to conclude the member's voluntary winding-up of AVSB and ACRBCap.

The Return by Liquidator Relating to Final Meeting of AVSB and ACRBCap have been lodged on 29 July 2013 with the Companies Commission of Malaysia and the Official Receiver, and upon expiration of 3 months from 29 July 2013, AVSB and ACRBCap were dissolved on 29 October 2013.

On 30 October 2013, ISR Capital Limited ("ISR") ceased to be an associated company of the Group. Following disposal in the market, the Group has reduced its equity interest in ISR to 10.3% as at 30 October 2013 and the Group's nominee has on 30 October 2013 resigned from the ISR board of directors.

The Group owns units in Libra Strategic Opportunity Fund ("the Fund"), a fund managed by its wholly owned subsidiary, Libra Invest Berhad. Upon adoption of MFRS 10 Consolidated Financial Statements, it was assessed that the Fund is controlled by the Company and the Fund is accounted for as a subsidiary of the Company in the third quarter of the current financial year.

## **29 Commitments and contingencies**

### **Capital commitments**

As at 31 January 2014, the Group has commitments in respect of capital expenditure as follows: -

Authorised and contracted for	<b>RM'000</b> <b>821</b>
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## **30 Additional disclosure - Redeemable Non-convertible Unsecured Loan Stocks ("RULS") held on behalf of shareholders**

Upon completion of the disposal of its investment banking business, the Company had proceeded with a capital restructuring exercise to return excess capital to shareholders. The capital repayment to shareholders was completed on 4 April 2013 and involved the distribution of RM442.65 million cash and the distribution-in-specie of 120 million shares in K & N Kenanga Holdings Bhd ("KNKH") and RULS issued by KNKH with nominal value totalling RM47.75 million.

Some entitled shareholders have opted for the Company to hold the RULS on their behalf. Consequently, the Company held RM28,116,584 nominal value RULS on behalf of shareholders. The cost of administering the RULS was borne by the Company. Said RULS were redeemed on 13 December 2013 and the proceeds were paid to shareholders concerned.

**Part B – Additional information required by the listing requirements of Bursa Malaysia**

**31 Status of corporate proposals announced**

There are no corporate proposals announced but not completed as at 31 January 2014.

**32 Performance review on the results of the Group**

For the year ended 31 January 2014, the Group recorded a profit before tax of RM14.8 million and a profit after tax of RM12.3 million. This is mainly contributed by portfolio management fees income of RM10.9 million, investment income of RM3.0 million, fee income of RM4.6 million, interest income of RM4.4 million, rental income of RM1.4 million, share of profit of an associated company amounting to RM1.7 million, gain on disposal of investment in an associate company of RM4.0 million and investment income generated from a fund managed by LIB of RM5.0 million; partially offset by operating expenses of RM17.0 million and impairment allowance of securities of RM3.2 million.

**i) Investment holding and capital market operations**

Investment holding and capital market operations comprising capital market related operations and general investments, generates interest income, rental income, investment and other income.

Investment holding and capital market operations reported a profit before tax of RM2.6 million for the year ended 31 January 2014. Profit was mainly generated from investment and other income of RM3.3 million, interest income of RM2.8 million, rental income of RM1.4 million, gain on disposal of motor vehicle of RM0.2 million and gain on disposal of investment in an associate company of RM4.0 million; offset by operating and corporate expenses of RM6.1 million and net impairment of securities of RM3.0 million.

Investment holding and capital market operations reported a loss before tax in the current quarter ended 31 January 2014 of RM1.0 million compared to a profit before tax of RM0.8 million in the previous quarter ended 31 October 2013. Increase in current quarter's operating expenses to RM2.0 million from RM1.1 million in the previous quarter is due to fixed assets repair and maintenance, payment of internal audit fees and other year end expenses. Profit in the current quarter is mainly attributable to interest income of RM0.6 million and investment and other income of RM0.2 million.

**(ii) Fund management**

Fund management comprising unit trust funds and asset management, mainly generates management fees.

Fund management reported a profit before tax of RM1.0 million for the year ended 31 January 2014, largely contributed by portfolio management and portfolio performance fees income totalling RM11.4 million and interest income of RM0.1 million; partially offset by operating expenses of RM10.5 million.

Fund management reported a higher profit before tax of RM0.4 million in the current quarter ended 31 January 2014 compared to RM0.2 million in the previous quarter ended 31 October 2013. Portfolio management fees, including outperformance fee from private mandates for the calendar year ended 31 December 2013, amounted to RM3.4 million in the current quarter and RM2.4 million in the previous quarter. Operating expenses, including year end bonus provision was higher at RM3.1 million in the current quarter compared to RM2.3 million in the previous quarter.

**32 Performance review on the results of the Group (cont'd.)**

**(iii) Corporate advisory and structured finance**

Corporate advisory and structured financing which consist mainly of corporate advisory and structured lending activities, generates corporate advisory and related fees and interest income.

Corporate advisory and structured financing reported a profit before tax of RM4.2 million for the year ended 31 January 2014, largely contributed by fee income of RM3.3 million, interest income of RM0.8 million and writeback of allowance for losses on loans, advances and financing of RM0.1 million.

Corporate advisory and structured financing reported a higher profit before tax in the current quarter ended 31 January 2014 of RM1.2 million from RM0.9 million in the previous quarter ended 31 October 2013. The increase is contributed by interest income from loans of RM0.6 million in the current quarter; partially offset by lower fee income of RM0.6 million in the current quarter compared to RM0.9 million in the previous quarter.

**(iv) Fund managed by LIB**

This segment comprised the consolidated results of a Fund managed by LIB.

The fund managed by LIB reported a profit before tax of RM5.3 million for the year ended 31 January 2014, largely contributed by dividend income of RM3.2 million, gain on disposal of securities of RM1.7 million and interest income of RM0.6 million; partially offset by operating expenses of RM0.3 million.

Profit before tax for the current quarter was RM2.0 million compared to RM3.1 million in the previous quarter. Current quarter's profit was attributable to gain on disposal of securities held-for-trading of RM1.7 million, whereas previous quarter's profit was attributable to dividend income of RM3.0 million.

**33 Review of performance of current financial quarter against immediate preceding financial quarter**

For the financial quarter under review, the Group achieved a profit before tax of RM2.6 million as compared to RM5.1 million reported for the immediate preceding quarter.

In the current quarter, the Group reported portfolio management fees income of RM3.4 million, gain on disposal of securities of RM1.7 million, fee income of RM1.0 million, interest income of RM1.5 million and rental income of RM0.3 million; partially offset by operating expenses of RM5.2 million.

The decrease in profit before tax in the current quarter was mainly due to non-recurrence of the RM3.0 million dividend received in the preceding quarter.



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**34 Group's prospects**

The Company is considered a Bursa Practice Note 17 (PN17) company by virtue of its disposal of the investment banking business which contributed more than 70% of its group revenue. The Board would like to emphasize that the Company is not a financially distressed company as it has healthy cash reserves with no borrowings. After the said disposal, it is deemed that the Company has insignificant revenue from its remaining businesses since a major portion was under the investment bank. As part of the capital restructuring exercise, the Company has returned excess capital to shareholders and the capital in issue was reduced from RM828,819,091 to RM268,222,091 with effect from 28 February 2013.

The Company had, on 25 November 2013, submitted an application to Bursa Malaysia Securities Berhad ("Bursa Securities") for a waiver from having to submit a regularization plan in respect of the classification of the Company as an affected listed issuer under PN17 of the Main Market Listing Requirements taking into consideration the interim financial results of the ECMLFG group for the period ended 31 October 2013 ("Waiver Application").

Bursa Securities has vide its letter dated 13 December 2013, informed the Company that taking into consideration the Waiver Application, Bursa Securities has deferred the suspension on the trading of the Company's securities and de-listing of the Company in accordance with paragraph 8.04 of the Main Market Listing Requirements, pending Bursa Securities' decision on the Waiver Application.

The Waiver Application, if approved, will allow ECMLFG to be uplifted from the classification as a PN17 Company. As at the date of this report, the Waiver Application is pending decision from Bursa Securities.

**35 Profit forecast**

The Group has not entered into any scheme that requires it to present forecast results or guarantee any profits.

**36 Income tax expense**

	<b>Current quarter ended 31-Jan-14 RM'000</b>	Corresponding quarter ended 31-Jan-13 RM'000 Restated	<b>Current year to date 31-Jan-14 RM'000</b>	Corresponding year to date 31-Jan-13 RM'000 Restated
Income tax expense on continuing operations	1,052	(357)	2,500	657
Income tax expense on discontinued operations	-	2,148	-	7,473
<b>Total income tax expense</b>	<b>1,052</b>	<b>1,791</b>	<b>2,500</b>	<b>8,130</b>
Major component of income tax expense include:				
Income tax:				
Current period provision	623	2,513	2,176	5,558
Under provision of tax in prior years	649	2	544	504
	<b>1,272</b>	<b>2,515</b>	<b>2,720</b>	<b>6,062</b>
Deferred taxation:				
Transfer from deferred tax	(268)	(561)	(268)	2,231
Under/(over) provision of prior years	48	(163)	48	(163)
	<b>1,052</b>	<b>1,791</b>	<b>2,500</b>	<b>8,130</b>

The Group's effective tax rate for the year ended 31 January 2014 was lower than statutory tax rate due to certain income not subjected to taxation.

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**37 Group borrowings**

The Group has no borrowings and debt securities as at 31 January 2014.

**38 Realised and unrealised retained profits**

The breakdown of the retained profits of the Group as at 31 January 2014 and 31 January 2013 into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, as issued by the Malaysian Institute of Accountants.

	<b>31-Jan-14</b>	31-Jan-13
	<b>RM'000</b>	RM'000
		Restated
Total retained profits of the Group		
- Realised	<b>107,311</b>	87,149
- Unrealised	<b>55</b>	489
	<b>107,366</b>	87,638
Total share of retained profits from associate		
- Realised	<b>1,796</b>	9,002
	<b>109,162</b>	96,640
Add: Consolidation adjustments	<b>(15,498)</b>	(15,263)
Retained profits as per financial statements	<b>93,664</b>	81,377

The unrealised retained profits of the Group as disclosed above excludes translation gains and losses on monetary items denominated in a currency other than the functional currency, as these translation gains and losses are incurred in the ordinary course of business of the Group, and are hence deemed as realised.

**39 Material litigations**

There is no pending material litigation for the Group as at the date of this report.

**40 Dividend**

No dividend has been proposed for the quarter ended 31 January 2014.

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**41 Earnings per share**

	<b>Current quarter ended 31-Jan-14</b>	Corresponding quarter ended 31-Jan-13 Restated	<b>Current year to date 31-Jan-14</b>	Corresponding year to date 31-Jan-13 Restated
Profit from: (RM'000)				
Continuing operations	<b>1,547</b>	10,399	<b>12,287</b>	10,362
Discontinued operations	-	(66,268)	-	(52,354)
Weighted average number of ordinary shares in issue ('000)	<b>268,222</b>	828,819	<b>309,691</b>	828,819
Basic/diluted* earnings per share (sen)				
From continuing operations	<b>0.58</b>	1.25	<b>3.97</b>	1.26
From discontinued operations	-	(8.00)	-	(6.32)

The basic earnings per ordinary share is calculated by dividing the net profit for the reporting period by the weighted average number of ordinary shares in issue during the reporting period.

Pursuant to a capital restructuring exercise approved by shareholders at the Extraordinary General Meeting held on 31 July 2012, the number of ordinary shares was reduced from 828,819,091 ordinary shares to 268,222,091 ordinary shares on 28 February 2013.

\* Outstanding ESOS have been excluded from the computation of fully diluted earnings per RM1 ordinary share as the average market price of the ordinary shares was below the exercise price of the options during the reporting period.

Date : 20 March 2014