

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statement of Financial Position**  
**as at 31 December 2016**

	Note	31.12.2016 * RM'000	31.1.2016 RM'000
<b>ASSETS</b>			
Cash and cash equivalents	9	22,015	24,883
Securities available-for-sale	10	37,217	17,327
Loans, advances and financing	11	58,897	60,279
Trade receivables	12	2,142	6,222
Other assets	13	1,487	1,555
Investment in associated company	14	-	7,200
Deferred tax assets		92	295
Property, plant and equipment		23,403	24,304
Investment property		4,011	4,030
<b>TOTAL ASSETS</b>		<b>149,264</b>	<b>146,095</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Trade payables	15	2,134	334
Other liabilities	16	2,685	8,075
Provision for taxation		89	351
Deferred tax liabilities		47	-
<b>TOTAL LIABILITIES</b>		<b>4,955</b>	<b>8,760</b>
<b>EQUITY</b>			
Share capital		34,391	34,391
Reserves		109,918	102,944
<b>TOTAL EQUITY</b>		<b>144,309</b>	<b>137,335</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>149,264</b>	<b>146,095</b>
Par value per share (RM)		0.12	0.12
Net assets per share (RM)		0.50	0.48

The audited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 January 2016.

\* The financial year end has been changed from 31 January to 31 December.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statements of Profit or Loss and  
Other Comprehensive Income for the financial period ended 31 December 2016**

	Note	Interim Period		Cumulative Period	
		1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
Revenue		<b>3,102</b>	2,833	<b>22,223</b>	36,661
Interest income	17	<b>813</b>	1,683	<b>4,683</b>	8,992
Non-interest income	18	<b>2,289</b>	1,150	<b>17,540</b>	27,669
Other non-operating (loss)/income	19	<b>(532)</b>	718	<b>646</b>	(1,288)
Gross income		<b>2,570</b>	3,551	<b>22,869</b>	35,373
Operating expenses	20	<b>(2,502)</b>	(4,665)	<b>(14,998)</b>	(18,115)
Operating profit/(loss)		<b>68</b>	(1,114)	<b>7,871</b>	17,258
Impairment losses on securities		<b>(754)</b>	(4,165)	<b>(754)</b>	(4,165)
(Loss)/profit before tax		<b>(686)</b>	(5,279)	<b>7,117</b>	13,093
Income tax expense	33	<b>(359)</b>	(531)	<b>(1,091)</b>	(1,916)
(Loss)/profit for the period		<b>(1,045)</b>	(5,810)	<b>6,026</b>	11,177

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statements of Profit or Loss and  
Other Comprehensive Income for the financial period ended 31 December 2016 (cont'd.)**

	Note	Interim Period		Cumulative Period	
		1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
(Loss)/profit for the period		<b>(1,045)</b>	(5,810)	<b>6,026</b>	11,177
Other comprehensive income/(loss):					
Items that may be subsequently reclassified to profit or loss:					
Net gain/(loss) on available-for-sale financial assets		<b>141</b>	1,039	<b>(127)</b>	(62,437)
Available-for-sale revaluation reserve losses reclassified to profit or loss upon impairment on securities		-	3,810	-	3,810
Foreign currency translation differences		-	(87)	-	(87)
Foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries		<b>1,141</b>	-	<b>1,141</b>	3,762
Income tax relating to components of other comprehensive income/(loss)		<b>(66)</b>	124	<b>(66)</b>	114
Other comprehensive income/(loss) for the period, net of tax		<b>1,216</b>	4,886	<b>948</b>	(54,838)
Total comprehensive income/(loss) for the period		<b>171</b>	(924)	<b>6,974</b>	(43,661)
(Loss)/earnings per share:		<b>Sen</b>	Sen	<b>Sen</b>	Sen
- basic	38	<b>(0.36)</b>	(2.03)	<b>2.10</b>	4.06
- diluted	38	<b>(0.36)</b>	(2.03)	<b>2.10</b>	3.90

The audited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 January 2016.

Due to change of financial year end from 31 January to 31 December, the current interim period is for the 2-month period from 1 November 2016 to 31 December 2016 and current cumulative period is for the 11-month period from 1 February 2016 to 31 December 2016. Consequently, there are no comparative figures for the preceding corresponding interim 2-month period and cumulative 11-month period ended 31 December 2015 to be presented in this Interim Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statement of Changes in Equity**  
**for the financial period ended 31 December 2016**

	<-----Non-distributable----->					Distributable			Total RM'000
	Share capital RM'000	Treasury shares RM'000	Capital redemption reserve RM'000	Foreign currency translation reserve (deficit)/ surplus RM'000	Available- for-sale revaluation reserve deficit RM'000	Equity compensation reserve RM'000	General reserve RM'000	Retained profits RM'000	
As at 1 February 2016	34,391	-	3,555	(1,141)	(397)	-	2,788	98,139	137,335
Profit for the period	-	-	-	-	-	-	-	6,026	6,026
Other comprehensive loss	-	-	-	-	(193)	-	-	-	(193)
Reclassification to profit or loss upon liquidation/struck off of subsidiaries	-	-	-	1,141	-	-	-	-	1,141
Total comprehensive income/(loss)	-	-	-	1,141	(193)	-	-	6,026	6,974
As at 31 December 2016	34,391	-	3,555	-	(590)	-	2,788	104,165	144,309

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statement of Changes in Equity**  
**for the financial period ended 31 December 2016 (cont'd.)**

	<-----Non-distributable----->					Distributable			Total RM'000
	Share capital RM'000	Treasury shares RM'000	Capital redemption reserve RM'000	Foreign currency translation reserve (deficit)/ surplus RM'000	Available- for-sale revaluation reserve surplus/ (deficit) RM'000	Equity compensation reserve RM'000	General reserve RM'000	Retained profits RM'000	
As at 1 February 2015	268,222	-	2,083	(4,816)	58,116	2,789	159	121,894	448,447
Profit for the year	-	-	-	-	-	-	-	11,177	11,177
Other comprehensive loss	-	-	-	(87)	(62,323)	-	-	-	(62,410)
Reclassification to profit or loss upon impairment of securities	-	-	-	-	3,810	-	-	-	3,810
Reclassification to profit or loss upon liquidation of a subsidiary	-	-	-	3,762	-	-	-	-	3,762
Reclassification to retained profits upon liquidation of a subsidiary	-	-	-	-	-	-	(159)	159	-
Total comprehensive income/(loss)	-	-	-	3,675	(58,513)	-	(159)	11,336	(43,661)
Transaction with owners:									
Shares buy-back	-	(1,593)	-	-	-	-	-	-	(1,593)
Issuance of shares pursuant to Employees' Share Option Scheme ("ESOS")	19,842	-	-	-	-	(2,788)	2,788	-	19,842
ESOS expired during the year	-	-	-	-	-	(1)	-	1	-
Cancellation of treasury shares	(1,472)	1,593	1,472	-	-	-	-	(1,593)	-
Capital reduction	(252,201)	-	-	-	-	-	-	-	(252,201)
Dividend paid	-	-	-	-	-	-	-	(33,499)	(33,499)
	(233,831)	-	1,472	-	-	(2,789)	2,788	(35,091)	(267,451)
As at 31 January 2016	34,391	-	3,555	(1,141)	(397)	-	2,788	98,139	137,335

The audited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 January 2016 of the Group.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

**Audited Interim Condensed Consolidated Statement of Cash Flows**  
**for the financial period ended 31 December 2016**

	<b>Note</b>	<b>1.2.2016 to 31.12.2016 RM'000</b>	1.2.2015 to 31.1.2016 RM'000
<b>Cash flows from operating activities</b>			
Profit before tax		7,117	13,093
Adjustments to reconcile profit before tax to net cash flows		(7,719)	(15,975)
		<u>(602)</u>	<u>(2,882)</u>
Decrease in operating assets		5,602	8,544
(Decrease)/increase in operating liabilities		(3,590)	3,484
		<u>1,410</u>	<u>9,146</u>
Interest received from loans, advances and financing		4,080	5,099
Net tax paid		(1,175)	(1,679)
Net cash generated from operating activities		<u>4,315</u>	<u>12,566</u>
<b>Cash flows from investing activities</b>			
Net (purchase)/disposal of securities available-for-sale		(7,796)	128,629
Purchase of property, plant and equipment		(355)	(2,235)
Proceed from disposal of property, plant and equipment		4	355
Purchase of investment property		-	(4,032)
Proceed from liquidation of subsidiaries		153	182
Dividend received		35	63
Interest received from deposits with financial institutions		537	3,679
Net cash (used in)/generated from investing activities		<u>(7,422)</u>	<u>126,641</u>
<b>Cash flows from financing activities</b>			
Capital reduction		-	(252,201)
Dividend paid		-	(33,499)
Purchase of treasury shares		-	(1,593)
Proceeds from issuance of shares		-	19,842
Net cash used in financing activities		<u>-</u>	<u>(267,451)</u>
<b>Net decrease in cash and cash equivalents</b>		<b>(3,107)</b>	<b>(128,244)</b>
<b>Effects of foreign exchange rate changes</b>		<b>239</b>	<b>594</b>
<b>Cash and cash equivalents at beginning of the period/year</b>		<b>24,883</b>	<b>152,533</b>
<b>Cash and cash equivalents at end of the period/year</b>	<b>9</b>	<b>22,015</b>	<b>24,883</b>

The audited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 January 2016.

The financial year end of the Group has been changed from 31 January to 31 December covering the 11-month period from 1 February 2016 to 31 December 2016, and thereafter, to end on 31 December each year. Consequently, there are no comparative figures for the cumulative period ended 31 December 2015 to be presented in this Interim Condensed Consolidated Statement of Cash Flows.

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

**1 Basis of preparation**

This audited interim condensed 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 Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim condensed financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2016. The explanatory notes attached to the interim condensed 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 financial year ended 31 January 2016.

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 financial year ended 31 January 2016, except for the adoption of the following during the current financial period:

MFRS, Amendments to MFRSs and Annual Improvements to MFRSs effective for annual periods commencing on or after 1 January 2016

Amendments to MFRS 10, MFRS 12 and MFRS 128 *Investment Entities: Applying the Consolidation Exception*

Amendments to MFRS 11 *Accounting for Acquisitions of Interests in Joint Operations*

MFRS 14 *Regulatory Deferral Account*

Amendments to MFRS 101 *Disclosure Initiative*

Amendments to MFRS 116 and MFRS 138 *Clarification of Acceptable Methods of Depreciation and Amortisation*

Amendments to MFRS 116 and MFRS 141 *Agriculture: Bearer plants*

Amendments to MFRS 127 *Equity Method in Separate Financial Statements*

Annual Improvements to MFRSs 2012 - 2014 Cycle

The adoption of the above Standards and Amendments to MFRSs, where relevant, did not have any financial impact on the Group.

The following MFRSs, Amendments to MFRSs, IC Interpretation and Clarifications to MFRS have been issued by the MASB but are not yet effective:

Effective for annual periods commencing on or after 1 January 2017

Amendments to MFRS 12 *Disclosure of Interests in Other Entities*

Amendments to MFRS 107 *Disclosure Initiative*

Amendments to MFRS 112 *Recognition of Deferred Tax Assets for Unrealised Losses*

Effective for annual periods commencing on or after 1 January 2018

Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*

Amendments to MFRS 2 *Classification and Measurement of Share-based Payment Transactions*

Amendments to MFRS 4 *Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*

Amendments to MFRS 128 *Investments in Associates and Joint Ventures*

Amendments to MFRS 140 *Transfers of Investment Property*

IC Interpretation 22 *Foreign Currency Transactions and Advance Consideration*

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

Effective for annual periods commencing on or after 1 January 2018 (cont'd.)

MFRS 9 *Financial Instruments*

MFRS 15 *Revenue from Contracts with Customers*

Clarifications to MFRS 15 *Revenue from Contracts with Customers*

Effective for annual periods commencing on or after 1 January 2019

MFRS 16 *Leases*

Deferred to a date to be announced by MASB

Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

Adoption of the above pronouncements when they become effective in respective financial year are not expected to have any significant impact to the financial statements upon their initial application, except as discussed below:

**MFRS 9 *Financial Instruments* ("MFRS 9")**

The International Accounting Standards Board ("IASB") issued the final version of IFRS 9 *Financial Instruments* which reflects all phases of the financial instruments project and replaces IAS 39 *Financial Instruments: Recognition and Measurement* and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. IFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but restatement of comparative information is not compulsory. Early application of previous versions of IFRS 9 (2009, 2010 and 2013) is permitted if the date of initial application is before 1 February 2015.

MFRS 9 is issued by the MASB in respect of its application in Malaysia. It is equivalent to IFRS 9 as issued by IASB, including the effective and issuance dates. The areas with expected significant impact from application of MFRS 9 are summarised below:

(i) Classification and measurement

The classification and measurement of financial assets is determined on the basis of the contractual cash flow characteristics and the objective of the business model associated with holding the asset. Key changes include:

- The held-to-maturity ("HTM") and available-for-sale ("AFS") asset categories will be removed;
- A new asset category measured at fair value through other comprehensive income ("FVOCI") is introduced. This applies to debt instruments with contractual cash flow characteristics that are solely payments of principle and interest and held in a model whose objective is achieved by both collecting contractual cash flows and selling financial assets;
- A new asset category for non-traded equity investments measured at FVOCI is introduced; and
- Classification of financial liabilities will remain largely unchanged, other than the fair value gains and losses attributable to changes in 'own credit risk' for financial liabilities designated and measured at fair value through profit or loss to be presented in other comprehensive income.



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

### **MFRS 9 *Financial Instruments* ("MFRS 9") (cont'd.)**

#### (i) Classification and measurement (cont'd.)

The adoption of MFRS 9 will have an effect on the classification and measurement of the Group's financial assets, and may have no impact on the classification and measurement of the Group's financial liabilities.

#### (ii) Impairment

The MFRS 9 impairment requirements are based on an expected credit loss model ("ECL") that replaces the incurred loss model under the current accounting standard. The Group will generally be required to recognise either a 12-month or lifetime ECL, depending on whether there has been a significant increase in credit risk since initial recognition. The ECL model will apply to financial assets measured at amortised cost or at FVOCI, irrevocable loan commitments and financial guarantee contracts, which will include loans, advances and financing and debt instruments held by the Group. MFRS 9 will change the Group's current methodology for calculating allowances for impairment, in particular for individual and collective assessment and provisioning.

#### (iii) Hedge accounting

The requirements for general hedge accounting have been simplified for hedge effectiveness testing and may result in more designations of hedged items for accounting purposes.

The Group is in the process of assessing the financial implications of adopting the new standard.

### **MFRS 15 *Revenue from Contracts with Customers* ("MFRS 15")**

MFRS 15 replaces all existing revenue requirements (MFRS 111 *Construction Contracts*, MFRS 118 *Revenue*, IC 13 *Customer Loyalty Programmes*, IC 15 *Agreements for the Construction of Real Estate*, IC 18 *Transfers of Assets from Customers* and IC 131 *Revenue – Barter Transactions Involving Advertising Services*) in MFRS and applies to all revenue arising from contracts with customers. It also provides a model for the recognition and measurement of sales of some non-financial assets including disposals of property, equipment and intangible assets.

The standard outlines the principles an entity must apply to measure and recognise revenue. The core principle is that an entity will recognise revenue at an amount that reflects the consideration to which the entity expects to be entitled in exchange for transferring goods or services to a customer.

The Group is in the process of assessing the financial implications of adopting the new standard.

## **2 Auditors' report on preceding annual financial statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 January 2016 was not qualified.

**3 Seasonality and cyclical factors**

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

**4 Exceptional items/unusual events**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows in the current interim and financial period ended 31 December 2016.

**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 interim period results.

**6 Debt and equity securities**

There were no issuances, cancellations, resales and repayments of either debt or equity securities during the financial period ended 31 December 2016.

**7 Dividend paid**

There was no dividend paid during the financial period ended 31 December 2016.

**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 - general investments and corporate related activities
- (ii) Fund management - unit trust funds and asset management
- (iii) Structured financing - structured lending and financial services related activities
- (iv) Fund managed by a subsidiary - a unit trust fund

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

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

	<b>Investment holding</b> <b>RM'000</b>	<b>Fund management</b> <b>RM'000</b>	<b>Fund managed by a subsidiary</b> <b>RM'000</b>	<b>Structured financing</b> <b>RM'000</b>	<b>Inter-segment elimination</b> <b>RM'000</b>	<b>Group total</b> <b>RM'000</b>
<b>11-month ended 31 December 2016</b>						
Revenue	6,010	11,496	-	4,717	-	<b>22,223</b>
Interest income	199	286	-	4,198	-	<b>4,683</b>
Non-interest income	5,811	11,210	-	519	-	<b>17,540</b>
Other non-operating income/(loss)	642	25	(21)	-	-	<b>646</b>
Gross income/(loss)	6,652	11,521	(21)	4,717	-	<b>22,869</b>
Operating expenses	(5,057)	(9,866)	(7)	(68)	-	<b>(14,998)</b>
of which:						
- Depreciation of property, plant and equipment	(780)	(414)	-	-	-	<b>(1,194)</b>
- Depreciation of investment property	(19)	-	-	-	-	<b>(19)</b>
Impairment losses on securities	-	-	(754)	-	-	<b>(754)</b>
Profit/(loss) before tax	<b>1,595</b>	<b>1,655</b>	<b>(782)</b>	<b>4,649</b>	-	<b>7,117</b>
<b>As at 31 December 2016</b>						
Segment assets	71,421	18,306	21	59,161	-	<b>148,909</b>
Additions to property, plant and equipment	90	265	-	-	-	<b>355</b>
Total assets	<b>71,511</b>	<b>18,571</b>	<b>21</b>	<b>59,161</b>	-	<b>149,264</b>
Total liabilities	<b>1,200</b>	<b>3,630</b>	<b>23</b>	<b>102</b>	-	<b>4,955</b>

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Condensed Financial Statements for the financial period ended 31 December 2016**

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

	<b>Investment holding RM'000</b>	<b>Fund management RM'000</b>	<b>Fund managed by a subsidiary RM'000</b>	<b>Structured financing RM'000</b>	<b>Inter- segment elimination RM'000</b>	<b>Group total RM'000</b>
<b>12-month ended 31 January 2016</b>						
Revenue	2,594	12,120	16,104	5,843	-	<b>36,661</b>
Inter-segment revenue	-	177	-	-	(177)	-
	<b>2,594</b>	<b>12,297</b>	<b>16,104</b>	<b>5,843</b>	<b>(177)</b>	<b>36,661</b>
Interest income	1,277	296	2,041	5,378	-	<b>8,992</b>
Non-interest income	1,317	12,001	14,063	465	(177)	<b>27,669</b>
Other non-operating (loss)/income	(1,854)	30	536	-	-	<b>(1,288)</b>
Gross income	740	12,327	16,640	5,843	(177)	<b>35,373</b>
Operating expenses	(6,156)	(11,689)	(369)	(78)	177	<b>(18,115)</b>
of which:						
- Depreciation of property, plant and equipment	(843)	(658)	-	-	-	<b>(1,501)</b>
- Depreciation of investment property	(2)	-	-	-	-	<b>(2)</b>
Impairment losses on securites	(206)	-	(3,959)	-	-	<b>(4,165)</b>
(Loss)/profit before tax	<b>(5,622)</b>	<b>638</b>	<b>12,312</b>	<b>5,765</b>	<b>-</b>	<b>13,093</b>
<b>As at 31 January 2016</b>						
Segment assets	51,765	19,728	803	60,332	-	<b>132,628</b>
Investment in associated company	7,200	-	-	-	-	<b>7,200</b>
Additions to property, plant and equipment	1,191	1,044	-	-	-	<b>2,235</b>
Additions to investment property	4,032	-	-	-	-	<b>4,032</b>
Total assets	<b>64,188</b>	<b>20,772</b>	<b>803</b>	<b>60,332</b>	<b>-</b>	<b>146,095</b>
Total liabilities	<b>1,866</b>	<b>6,804</b>	<b>23</b>	<b>67</b>	<b>-</b>	<b>8,760</b>

**9 Cash and cash equivalents**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Cash and balances with banks and other financial institutions	<b>4,327</b>	3,665
Money at call and deposit placements maturing within two months	<b>17,688</b>	21,218
	<b>22,015</b>	24,883

**10 Securities available-for-sale**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
<b>At fair value</b>		
Quoted shares in Malaysia	<b>3,112</b>	2,938
Quoted shares outside Malaysia	<b>754</b>	5,183
Less: Impairment losses on securities	<b>(754)</b>	(4,165)
	<b>-</b>	1,018
Unit trust fund units	<b>14,117</b>	583
	<b>17,229</b>	4,539
<b>At cost</b>		
Unquoted shares in Malaysia	<b>12,788</b>	12,788
Unquoted investments outside Malaysia	<b>7,200</b>	-
	<b>19,988</b>	12,788
<b>Total securities available-for-sale</b>	<b>37,217</b>	17,327

**11 Loans, advances and financing**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Term loans, representing gross loans, advances and financing	<b>58,897</b>	60,279
<b>Analysis of gross loans, advances and financing</b>		
<b>By residual contractual maturity</b>		
Within one year	<b>58,897</b>	60,279
<b>By economic purpose</b>		
Investments	<b>18,881</b>	20,231
Others	<b>40,016</b>	40,048
Gross loans, advances and financing	<b>58,897</b>	60,279

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

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
<b>Analysis of gross loans, advances and financing (cont'd.)</b>		
<b>By interest rate sensitivity</b>		
Fixed rate	<b>58,897</b>	60,279
<b>By type of customer</b>		
Domestic business enterprises	<b>18,881</b>	20,231
Individuals	<b>40,016</b>	40,048
Gross loans, advances and financing	<b>58,897</b>	60,279

**12 Trade receivables**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Cancellation of units of funds	<b>883</b>	5,038
Management fee receivables	<b>1,259</b>	1,184
	<b>2,142</b>	6,222

Trade receivables have 30 days credit period and are neither past due nor impaired as at the end of the reporting period.

**13 Other assets**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Interest receivable	<b>7</b>	59
Deposits	<b>327</b>	340
Tax recoverable	<b>551</b>	545
Other receivables	<b>257</b>	258
Prepayments	<b>345</b>	353
	<b>1,487</b>	1,555

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**14 Investment in associated company**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Unquoted shares, outside Malaysia	-	- *
Advances	-	7,200
	<u>-</u>	<u>7,200</u>

\* Denotes RM9.00.

During the financial period, the Company assessed that it no longer has significant influence over its associated company. As such, the cost of investment in associated company and advances to an associated company have been reclassified to securities available-for-sale.

**15 Trade payables**

Trade payables comprise amounts payable to the funds managed by Libra Invest Berhad for the creation of units.

**16 Other liabilities**

	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000
Accruals and other payables	<b>2,002</b>	7,369
Deposits received	<b>683</b>	706
	<u><b>2,685</b></u>	<u>8,075</u>

**17 Interest income**

	<b>Interim Period</b>		<b>Cumulative Period</b>	
	<b>1.11.2016 to</b>	1.11.2015 to	<b>1.2.2016 to</b>	1.2.2015 to
	<b>31.12.2016</b>	31.1.2016	<b>31.12.2016</b>	31.1.2016
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Loans, advances and financing	<b>747</b>	1,159	<b>4,198</b>	5,378
Short-term funds and deposits with financial institutions	<b>66</b>	524	<b>485</b>	3,614
	<u><b>813</b></u>	<u>1,683</u>	<u><b>4,683</b></u>	<u>8,992</u>

**18 Non-interest income**

	Interim Period		Cumulative Period	
	1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
<b>Fee income</b>				
Portfolio management fees	2,146	3,254	11,210	11,824
Other fee income	-	141	520	464
	<b>2,146</b>	<b>3,395</b>	<b>11,730</b>	<b>12,288</b>
<b>Investment income</b>				
Net gain/(loss) arising from securities available-for-sale				
Net gain/(loss) on disposal of:				
- Quoted shares in Malaysia	-	(2,246)	-	(2,576)
- Quoted shares outside Malaysia	-	-	5,521	-
- Unit trust fund units	-	-	-	17,066
	-	(2,246)	5,521	14,490
Income distribution from unit trust fund	108	1	254	828
Dividend income from quoted shares in Malaysia	35	-	35	63
	<b>143</b>	<b>(2,245)</b>	<b>5,810</b>	<b>15,381</b>
<b>Total non-interest income</b>	<b>2,289</b>	<b>1,150</b>	<b>17,540</b>	<b>27,669</b>

**19 Other non-operating (loss)/income**

	Interim Period		Cumulative Period	
	1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
Rental income	223	315	1,178	1,389
(Loss)/gain on disposal of property, plant and equipment	-	-	(7)	169
Gain on foreign currency translation	162	190	239	681
Foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries	(1,141)	-	(1,141)	(3,762)
Gain on liquidation of subsidiaries	-	182	153	182
Others	224	31	224	53
	<b>(532)</b>	<b>718</b>	<b>646</b>	<b>(1,288)</b>



**20 Operating expenses**

	Interim Period		Cumulative Period	
	1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
<b>Personnel expenses</b>				
Short-term employee benefits	1,214	2,765	7,524	8,639
Defined contribution plan	169	251	933	1,039
Other personnel costs	167	289	923	1,178
	<b>1,550</b>	<b>3,305</b>	<b>9,380</b>	<b>10,856</b>
<b>Establishment costs</b>				
Depreciation of property, plant and equipment	224	362	1,194	1,501
Depreciation of investment property	3	2	19	2
Rental of premises	6	35	62	141
Property, plant and equipment written off	-	-	51	-
Other establishment costs	8	9	44	47
	<b>241</b>	<b>408</b>	<b>1,370</b>	<b>1,691</b>
<b>Administrative and general expenses</b>				
Audit fees	30	31	93	103
Building maintenance expenses	205	274	1,073	1,016
Legal and professional fees	57	271	492	1,155
Marketing and communication expenses	187	349	1,081	1,421
Printing and stationery	7	16	128	136
Rental of network and equipment and telecommunication expenses	61	38	240	156
Insurance, postages and courier	15	34	118	148
Others	149	(61)	1,023	1,433
	<b>711</b>	<b>952</b>	<b>4,248</b>	<b>5,568</b>
<b>Total operating expenses</b>	<b>2,502</b>	<b>4,665</b>	<b>14,998</b>	<b>18,115</b>

There were no provision for and write off of receivables, gain or loss on disposal of properties and other exceptional items during the current interim and financial period ended 31 December 2016.

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

There was no valuation of property, plant and equipment of the Group in the current interim and financial period ended 31 December 2016.

## **22 Material subsequent event**

There were no material events subsequent to 31 December 2016, except as follow:

The Companies Act, 2016 (“New Act”) was enacted to replace the Companies Act, 1965 in Malaysia with the objectives of creating a legal and regulatory structure that will facilitate business and promote accountability as well as protection of corporate directors and shareholders, taking into consideration the interest of other stakeholders. The New Act was passed on 4 April 2016 by the Dewan Rakyat (House of Representative) and gazetted on 15 September 2016. On 26 January 2017, the Minister of Domestic Trade, Co-operatives and Consumerism announced that the date on which the New Act comes into operation, except section 241 and Division 8 of Part III of the New Act, would be 31 January 2017.

Amongst the key changes introduced in the New Act which will affect the financial statements of the Group and of the Company upon the commencement of the New Act on 31 January 2017 are:

- (a) Removal of the authorised share capital;
- (b) Shares of the Group and of the Company will cease to have par or nominal value; and
- (c) The Group's and the Company's share premium and capital redemption reserves will become part of the share capital.

The adoption of the New Act is not expected to have any financial impact on the Group and on the Company for the current financial period ended 31 December 2016 as any accounting implications will only be applied prospectively, if applicable, and the effect of adoption mainly will be on the disclosures to the annual report and financial statements of the Group and of the Company for the financial year ending 31 December 2017.

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

On 18 February 2016, an application was submitted to the Labuan Financial Services Authority ("LFSA") for the name of Avenue Asset Management Services (Labuan) Ltd ("AAMS") to be struck-off the Register of Companies of LFSA. AAMS received a first notice dated 19 October 2016 and a final notice dated 26 November 2016 from LFSA which confirmed that the name of AAMS was struck-off the register on 26 November 2016.

In the current financial period and previous financial year, the Group commenced member's voluntary winding-up of the following dormant wholly-owned subsidiaries:

- a) ECM Libra Capital Markets Sdn Bhd
- b) ECM Libra Securities Sdn Bhd
- c) ECM Libra Capital Sdn Bhd
- d) ECM Libra Holdings Limited
- e) ECM Libra Investments Limited

### **23 Changes in the composition of the Group (cont'd.)**

On 19 September 2016, the Liquidator of ECM Libra Securities Sdn Bhd ("ECMLS") convened the final meeting to conclude the member's voluntary winding-up. A Return by Liquidator Relating to Final Meeting of ECMLS was lodged on 20 September 2016 with the Companies Commission of Malaysia and the Official Receiver, and ECMLS was dissolved effective from 20 December 2016.

On 7 November 2016, the liquidation of ECM Libra Investments Limited ("ELIL") was completed with filling of Final Notice with the Registrar of British Virgin Islands ("BVI"). On 28 November 2016, ELIL received the Certificate of Dissolution issued by the Registrar of Corporate Affairs of BVI certifying that ELIL has been dissolved on 7 November 2016.

On 22 December 2016, the liquidator of ECM Libra Holdings Limited ("ELHL") convened the final meeting to conclude the member's voluntary winding-up. A Return by Liquidator Relating to Final Meeting of ELHL was lodged on 23 December 2016 with LFSA and ELHL shall be dissolved effective from 23 March 2017 as per letter of LFSA dated 23 December 2016.

Apart from abovementioned, the member's voluntary winding-up of the other dormant wholly-owned subsidiaries were on-going as at 31 December 2016.

### **24 Commitments and contingencies**

#### **Capital commitments**

As at 31 December 2016, the Group has commitments in respect of capital expenditure as follows: -

Authorised and contracted for	<b>RM'000</b> <b>225</b>
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### **25 Significant related party transactions**

The Group has no significant related party transactions which would have a significant impact on the financial position and business of the Group for the current interim and financial period ended 31 December 2016.

### **26 Change of financial year end**

As announced to Bursa Malaysia Securities Berhad on 5 September 2016, the Board of Directors had resolved to change the financial year end of the Company from 31 January to 31 December. Thus the next set of audited financial statements will be made up from 1 February 2016 to 31 December 2016 covering a period of 11 months. Thereafter, the financial year end of the Company shall be on 31 December for each subsequent year.

**27 Financial instruments**

**(i) Categories of financial instruments**

The table below provides an analysis of financial instruments categorised as follows:

- (i) Loans and receivables ("L&R");
- (ii) Available-for-sale financial assets ("AFS"); and
- (iii) Financial liabilities measured at amortised cost ("FL").

	<b>Carrying amount RM'000</b>	<b>L&amp;R/ (FL) RM'000</b>	<b>AFS RM'000</b>
<b>31.12.2016</b>			
<b>Financial assets</b>			
Cash and cash equivalents	22,015	22,015	-
Securities available-for-sale	37,217	-	37,217
Loans, advances and financing	58,897	58,897	-
Trade receivables	2,142	2,142	-
Other assets less prepayments	1,142	1,142	-
	<b>121,413</b>	<b>84,196</b>	<b>37,217</b>
<b>Financial liabilities</b>			
Trade payables	(2,134)	(2,134)	-
Other liabilities	(2,685)	(2,685)	-
Provision for taxation	(89)	(89)	-
	<b>(4,908)</b>	<b>(4,908)</b>	<b>-</b>
<b>31.1.2016</b>			
<b>Financial assets</b>			
Cash and cash equivalents	24,883	24,883	-
Securities available-for-sale	17,327	-	17,327
Loans, advances and financing	60,279	60,279	-
Trade receivables	6,222	6,222	-
Other assets less prepayments	1,202	1,202	-
	<b>109,913</b>	<b>92,586</b>	<b>17,327</b>
<b>Financial liabilities</b>			
Trade payables	(334)	(334)	-
Other liabilities	(8,075)	(8,075)	-
Provision for taxation	(351)	(351)	-
	<b>(8,760)</b>	<b>(8,760)</b>	<b>-</b>

**27 Financial instruments (cont'd.)**

**(ii) Fair value measurement**

The Group classifies its financial instruments measured at fair value according to the following hierarchy, reflecting the significance of inputs used in making the fair value measurements:

Level 1: Quoted (unadjusted) market price in active markets for identical assets and liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**Transfers between Level 1 and Level 2 fair values**

There has been no transfer between Level 1 and Level 2 fair values during the financial period.

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**27 Financial instruments (cont'd.)**

**(ii) Fair value measurement (cont'd.)**

The carrying amounts of cash and cash equivalents, loans, advances and financing, short-term receivables and payables reasonably approximate their fair values due to the relatively short-term nature of these financial instruments. The table below analyses financial instruments carried at fair value, together with their carrying amounts shown in the statement of financial position.

	Fair value of financial instruments carried at fair value				Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	
<b>31.12.2016</b>					
<b>AFS financial assets</b>					
Quoted shares	3,112	-	-	3,112	3,112
Unit trust fund units	-	14,117	-	14,117	14,117
	<u>3,112</u>	<u>14,117</u>	<u>-</u>	<u>17,229</u>	<u>17,229</u>
<b>31.1.2016</b>					
<b>AFS financial assets</b>					
Quoted shares	3,713	-	243	3,956	3,956
Unit trust fund units	-	583	-	583	583
	<u>3,713</u>	<u>583</u>	<u>243</u>	<u>4,539</u>	<u>4,539</u>

No fair value information for the Group's investment in unquoted shares was disclosed as it was not practical to estimate the fair value of the investment in unquoted shares due to the lack of comparable quoted prices in an active market and the fair value cannot be reliably measured. Thus, the Group's investment in unquoted shares were stated at cost less any impairment loss.

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

**28 Status of corporate proposals announced**

There are no corporate proposals announced but not completed as at 16 February 2017.

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

For the financial period ended 31 December 2016, the Group recorded a profit before tax of RM7.12 million and a profit after tax of RM6.03 million. The income was contributed by portfolio management fees income of RM11.21 million, gain on disposal of securities of RM5.52 million, interest income of RM4.68 million, rental income of RM1.18 million and other income of RM1.42 million; with operating expenses of RM15.0 million, foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries of RM1.14 million and impairment losses on securities of RM0.75 million.

The performance of the respective operating business segments for the financial period ended 31 December 2016 is analysed as follows:

**(i) Investment holding**

Investment holding reported a profit before tax of RM1.60 million, largely contributed by gain on disposal of securities of RM5.52 million, rental income of RM1.18 million, interest income of RM0.20 million and other income of RM0.89 million; with operating expenses of RM5.06 million and foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries of RM1.14 million.

**(ii) Fund management**

Fund management reported a profit before tax of RM1.66 million contributed by portfolio management fee income of RM11.21 million, interest income of RM0.29 million and other income of RM0.03 million; with operating expenses of RM9.87 million.

**(iii) Structured financing**

Structured financing reported a profit before tax of RM4.65 million contributed by interest income of RM4.20 million and fee income of RM0.52 million; with operating expenses of RM0.07 million.

**(iv) Fund managed by a subsidiary**

The fund managed by a subsidiary reported a loss before tax of RM0.78 million, mainly contributed by impairment of its underlying investment in shares amounted to RM0.75 million.

### **30 Review of performance of current interim period against immediate preceding financial quarter**

For the interim period ended 31 December 2016, the Group reported a loss before tax of RM0.69 million and loss after tax of RM1.05 million. The loss before tax in the current interim period was mainly due to foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries of RM1.14 million and impairment losses on securities of RM0.75 million.

In the interim period, the Group reported a portfolio management fees income of RM2.15 million, interest income of RM0.81 million, rental income of RM0.22 million and other income of RM0.52 million; with operating expenses of RM2.50 million, foreign currency translation reserve losses reclassified to profit or loss upon liquidation/struck off of subsidiaries of RM1.14 million and impairment losses on securities of RM0.75 million.

Due to the change of financial year end from 31 January to 31 December, the Group's results for the current 2-month interim period ended 31 December 2016 cannot be compared with the results of the preceding quarter ended 31 October 2016.

### **31 Group's prospects**

The Group will continue to derive income contribution from its existing fund management business, whilst the contribution from investments in securities and structured lending activities are opportunistic in nature. Meanwhile, the Group will continue to explore several potential business opportunities.

### **32 Profit forecast**

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

### **33 Income tax expense**

	<b>Interim Period</b>		<b>Cumulative Period</b>	
	<b>1.11.2016 to 31.12.2016 RM'000</b>	1.11.2015 to 31.1.2016 RM'000	<b>1.2.2016 to 31.12.2016 RM'000</b>	1.2.2015 to 31.1.2016 RM'000
<b>Income tax</b>				
Current period's provision	<b>175</b>	468	<b>925</b>	1,814
(Over)/under provision of income tax in prior years	-	-	<b>(18)</b>	39
	<b>175</b>	468	<b>907</b>	1,853



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**33 Income tax expense (cont'd.)**

	Interim Period		Cumulative Period	
	1.11.2016 to 31.12.2016 RM'000	1.11.2015 to 31.1.2016 RM'000	1.2.2016 to 31.12.2016 RM'000	1.2.2015 to 31.1.2016 RM'000
<b>Income tax</b>	<b>175</b>	468	<b>907</b>	1,853
<b>Deferred tax</b>				
Relating to origination and reversal of temporary differences	<b>160</b>	24	<b>160</b>	24
Under provision of deferred tax in prior years	<b>24</b>	39	<b>24</b>	39
	<b>184</b>	63	<b>184</b>	63
Total income tax expense	<b>359</b>	531	<b>1,091</b>	1,916

The Group's effective tax rate for the period ended 31 December 2016 and the year ended 31 January 2016 was lower than statutory tax rate due to certain income not subjected to taxation.

**34 Group borrowings**

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

**35 Realised and unrealised retained profits**

The breakdown of the retained profits of the Group as at 31 December 2016 and 31 January 2016 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.

	31.12.2016 RM'000	31.1.2016 RM'000
Total retained profits of the Group		
- Realised	<b>104,120</b>	97,970
- Unrealised	<b>45</b>	169
Retained profits as per financial statements	<b>104,165</b>	98,139

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.

**36 Material litigations**

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

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**37 Dividend**

No dividend has been proposed for the current interim period ended 31 December 2016.

**38 (Loss)/earnings per share**

**(a) Basic**

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

The computation of the weighted average number of ordinary shares in issue is net of treasury shares.

	<b>Interim Period</b>		<b>Cumulative Period</b>	
	<b>1.11.2016 to 31.12.2016</b>	1.11.2015 to 31.1.2016	<b>1.2.2016 to 31.12.2016</b>	1.2.2015 to 31.1.2016
Net (loss)/profit (RM'000)	<b>(1,045)</b>	(5,810)	<b>6,026</b>	11,177
Weighted average number of ordinary shares in issue ('000)	<b>286,592</b>	286,592	<b>286,592</b>	275,462
Basic (loss)/earnings per share (sen)	<b>(0.36)</b>	(2.03)	<b>2.10</b>	4.06

**(b) Diluted**

The diluted (loss)/earnings per ordinary share is calculated by dividing the net (loss)/profit for the reporting period by the weighted average number of ordinary shares in issue during the reporting period, taking into account the outstanding options under the Employees' Share Option Scheme ("ESOS") as at the reporting period.

	<b>Interim Period</b>		<b>Cumulative Period</b>	
	<b>1.11.2016 to 31.12.2016</b>	1.11.2015 to 31.1.2016	<b>1.2.2016 to 31.12.2016</b>	1.2.2015 to 31.1.2016
Net (loss)/profit (RM'000)	<b>(1,045)</b>	(5,810)	<b>6,026</b>	11,177
Weighted average number of ordinary shares in issue ('000)	<b>286,592</b>	286,592	<b>286,592</b>	275,462
Effect of options if exercised under ESOS ('000)	-	2	-	11,178
	<b>286,592</b>	286,594	<b>286,592</b>	286,640
Diluted (loss)/earnings per share (sen)	<b>(0.36)</b>	(2.03)	<b>2.10</b>	3.90

Date: 16 February 2017