

**Unaudited Interim Condensed Consolidated Statement of Financial Position**  
**as at 30 September 2017**

	Note	30-Sep-17 RM'000	31-Dec-16 RM'000
<b>ASSETS</b>			
Cash and cash equivalents	9	24,711	22,015
Securities available-for-sale	10	33,527	37,217
Loans, advances and financing	11	59,101	58,897
Trade receivables	12	1,521	2,142
Other assets	13	4,285	1,487
Deferred tax assets		92	92
Property, plant and equipment	14	2,458	23,403
Investment property	14	-	4,011
Assets classified as held for sale	15	24,438	-
<b>TOTAL ASSETS</b>		<b>150,133</b>	<b>149,264</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Trade payables	17	1,341	2,134
Other liabilities	18	1,762	2,685
Provision for taxation		205	89
Deferred tax liabilities		47	47
Liabilities classified as held for sale	15	683	-
<b>TOTAL LIABILITIES</b>		<b>4,038</b>	<b>4,955</b>
<b>EQUITY</b>			
Share capital		37,946	34,391
Reserves		108,149	109,918
<b>TOTAL EQUITY</b>		<b>146,095</b>	<b>144,309</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>150,133</b>	<b>149,264</b>
Net assets per share (RM)		0.51	0.50

The unaudited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements for the 11-month financial period ended 31 December 2016.

**Unaudited Interim Condensed Consolidated Statements of Profit or Loss and  
Other Comprehensive Income for the financial period ended 30 September 2017**

	Note	Individual Period (3 <sup>rd</sup> quarter)		Cumulative Period (9 months)	
		Current Quarter 30-Sep-17 RM'000	Preceding Year Corresponding Quarter 30-Sep-16 RM'000	Current Year to Date 30-Sep-17 RM'000	Preceding Year Corresponding Period 30-Sep-16 RM'000
<b>Continuing operations</b>					
Revenue		<b>5,045</b>	N/A	<b>15,045</b>	N/A
Interest income	19	<b>1,258</b>	N/A	<b>3,707</b>	N/A
Non-interest income	20	<b>3,787</b>	N/A	<b>11,338</b>	N/A
Other non-operating (loss)/income	21	<b>(22)</b>	N/A	<b>16</b>	N/A
Gross income		<b>5,023</b>	N/A	<b>15,061</b>	N/A
Operating expenses	22	<b>(4,018)</b>	N/A	<b>(12,517)</b>	N/A
Profit before tax		<b>1,005</b>	N/A	<b>2,544</b>	N/A
Income tax expense	36	<b>(358)</b>	N/A	<b>(989)</b>	N/A
Profit from continuing operations		<b>647</b>	N/A	<b>1,555</b>	N/A
<b>Disposal Group held for sale</b>					
Profit/(loss) from Disposal Group held for sale, net of tax	23	<b>11</b>	N/A	<b>(134)</b>	N/A
Profit for the financial period attributable to owners of the Company		<b>658</b>	N/A	<b>1,421</b>	N/A
Other comprehensive income:					
Items that may be subsequently reclassified to profit or loss:					
Net (loss)/gain on available-for-sale financial assets		<b>(131)</b>	N/A	<b>365</b>	N/A
Total comprehensive income for the financial period attributable to owners of the Company		<b>527</b>	N/A	<b>1,786</b>	N/A
Basic earnings/(loss) per share:					
- from continuing operations	37	<b>0.23</b>	N/A	<b>0.54</b>	N/A
- from Disposal Group held for sale	37	<b>0.00</b>	N/A	<b>(0.05)</b>	N/A
		<b>0.23</b>	N/A	<b>0.49</b>	N/A

In the previous financial period, the Company changed its financial year end from 31 January to 31 December and the audited financial statements were made up from 1 February 2016 to 31 December 2016 covering a period of 11 months. Consequently, the quarterly financial reporting periods for the previous financial period ended 31 December 2016 do not correspond nor form a proper basis for comparison with the quarterly financial reporting periods for the current financial year ending 31 December 2017. The previous financial period quarterly results have therefore not been included in this interim report as comparative figures.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)****Unaudited Interim Condensed Financial Statements for the third quarter ended 30 September 2017****Unaudited Interim Condensed Consolidated Statements of Profit or Loss and  
Other Comprehensive Income for the financial period ended 30 September 2017 (cont'd.)**

	<b>Third Quarter 30-Sep-17 RM'000</b>	Immediate Preceding Quarter 30-Jun-17 RM'000	Changes RM'000
<b>Continuing operations</b>			
Revenue	<b>5,045</b>	5,018	27
Interest income	<b>1,258</b>	1,232	26
Non-interest income	<b>3,787</b>	3,786	1
Other non-operating loss	<b>(22)</b>	(95)	73
Gross income	<b>5,023</b>	4,923	100
Operating expenses	<b>(4,018)</b>	(4,727)	709
Profit before tax	<b>1,005</b>	196	809
Income tax expense	<b>(358)</b>	(347)	(11)
Profit/(loss) from continuing operations	<b>647</b>	(151)	798
<b>Disposal Group held for sale</b>			
Profit/(loss) from Disposal Group held for sale, net of tax	<b>11</b>	(51)	62
Profit/(loss) for the financial period attributable to owners of the Company	<b>658</b>	(202)	860

The unaudited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements for the 11-month financial period ended 31 December 2016.

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

**Unaudited Interim Condensed Financial Statements for the third quarter ended 30 September 2017**

**Unaudited Interim Condensed Consolidated Statement of Changes in Equity  
for the financial period ended 30 September 2017**

	<-----Non-distributable----->			Distributable		Total RM'000
	Share capital RM'000	Capital redemption reserve RM'000	Available-for-sale revaluation reserve (deficit)/surplus RM'000	General reserve RM'000	Retained profits RM'000	
At 1 January 2017	34,391	3,555	(590)	2,788	104,165	144,309
Profit for the financial period	-	-	-	-	1,421	1,421
Other comprehensive income for the financial period	-	-	365	-	-	365
Total comprehensive income for the financial period	-	-	365	-	1,421	1,786
Transaction with owners:						
Transfer pursuant to the Companies Act 2016	3,555	(3,555)	-	-	-	-
	3,555	(3,555)	-	-	-	-
At 30 September 2017	37,946	-	(225)	2,788	105,586	146,095

The unaudited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements for the 11-month financial period ended 31 December 2016.

In the previous financial period, the Company changed its financial year end from 31 January to 31 December and the audited financial statements were made up from 1 February 2016 to 31 December 2016 covering a period of 11 months. Consequently, the quarterly financial reporting periods for the previous financial period ended 31 December 2016 do not correspond nor form a proper basis for comparison with the quarterly financial reporting periods for the current financial year ending 31 December 2017. The previous financial period quarterly results have therefore not been included in this interim report as comparative figures.

**Unaudited Interim Condensed Consolidated Statement of Cash Flows  
for the financial period ended 30 September 2017**

	Note	Nine Months Ended	
		30-Sep-17 RM'000	30-Sep-16 RM'000
<b>Cash flows from operating activities</b>			
Profit/(loss) before tax			
- Continuing operations		2,544	N/A
- Disposal Group held for sale		(134)	N/A
		<u>2,410</u>	<u>N/A</u>
Adjustments to reconcile profit before tax to net cash flows		(3,252)	N/A
		<u>(842)</u>	<u>N/A</u>
Decrease in operating assets		579	N/A
Decrease in operating liabilities		(1,033)	N/A
		<u>(1,296)</u>	<u>N/A</u>
Interest received from loans, advances and financing		3,141	N/A
Net tax paid		(534)	N/A
		<u>1,311</u>	<u>N/A</u>
<b>Cash flows from investing activities</b>			
Deposit for proposed acquisitions	13	(3,093)	N/A
Proceeds from disposal of securities available-for-sale		4,238	N/A
Purchase of property, plant and equipment		(137)	N/A
Interest received from deposits with financial institutions		360	N/A
		<u>1,368</u>	<u>N/A</u>
<b>Net increase in cash and cash equivalents</b>		<b>2,679</b>	<b>N/A</b>
<b>Effects of foreign exchange rate changes</b>		<b>17</b>	<b>N/A</b>
<b>Cash and cash equivalents at beginning of the financial period</b>		<b>22,015</b>	<b>N/A</b>
<b>Cash and cash equivalents at end of the financial period</b>	<b>9</b>	<b><u>24,711</u></b>	<b><u>N/A</u></b>

The unaudited interim condensed financial statements should be read in conjunction with the audited consolidated financial statements for the 11-month financial period ended 31 December 2016.

In the previous financial period, the Company changed its financial year end from 31 January to 31 December and the audited financial statements were made up from 1 February 2016 to 31 December 2016 covering a period of 11 months. Consequently, the quarterly financial reporting periods for the previous financial period ended 31 December 2016 do not correspond nor form a proper basis for comparison with the quarterly financial reporting periods for the current financial year ending 31 December 2017. The previous financial period quarterly results have therefore not been included in this interim report as comparative figures.

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

**1 Basis of preparation**

This unaudited 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"), Chapter 9, part K of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the Companies Act 2016 that became effective on 31 January 2017. The unaudited interim condensed financial statements are in compliance with IAS 34 *Interim Financial Reporting*.

The unaudited interim condensed financial statements should be read in conjunction with the audited financial statements of the Group for the 11-month financial period ended 31 December 2016. The explanatory notes attached to the unaudited 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 period ended 31 December 2016.

As announced to Bursa Malaysia Securities Berhad on 5 September 2016, the Company changed its financial year end from 31 January to 31 December and the audited financial statements were made up from 1 February 2016 to 31 December 2016 covering a period of 11 months. Consequently, the quarterly financial reporting periods for the previous financial period ended 31 December 2016 do not correspond nor form a proper basis for comparison for the interim condensed consolidated statement of profit or loss and other comprehensive income, interim condensed consolidated statement of changes of equity, interim condensed consolidated statement of cash flows and the related notes.

The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the audited annual financial statements for the 11-month financial period ended 31 December 2016, except for the adoption of the following during the current financial period:

Amendments to MFRS 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*

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

The following MFRS, Amendments to MFRS, 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 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*

IC Interpretation 23 *Uncertainty over Income Tax Treatments*

Effective for annual periods commencing on or after 1 January 2021

MFRS 17 *Insurance Contracts*

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:

#### (a) 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.)**

(a) 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.

(b) 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.

(c) 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.



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

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

The amendments address three main areas:

- (a) The effects of vesting conditions on the measurement of a cash-settled share-based payment transaction;
- (b) The classification of a share-based payment transaction with net settlement features for withholding tax obligations; and
- (c) Accordingly where a modification to the terms and conditions of a share-based payment transactions changes its classification from cash settled to equity settled.

The amendments are effective for annual periods beginning on or after 1 January 2018, with early application permitted.

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

***Amendments to MFRS 140 Transfers of Investment Property***

The amendments clarify when an entity should transfer property, including property under construction or development into or out of investment property. The amendments state that a change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. A mere change in management's intentions for the use of property is insufficient to support the change in use.

The amendments apply for annual periods beginning on or after 1 January 2018, with earlier application permitted. Entities are given two options to apply this amendments:

- (a) the prospective approach - apply the amendments to transfers that occur after the date of initial application and also reassess the classification of property assets held at that date; or
- (b) the retrospective approach - apply the amendments retrospectively, but only if it does not involve the use of hindsight.

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

***Companies Act 2016***

The Companies Act 2016 ("New Act") was enacted to replace the Companies Act, 1965 in Malaysia with the objectives to create 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.

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

### *Companies Act 2016 (cont'd.)*

Amongst the key changes introduced in the New Act which affected the financial statements 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 Company will cease to have par or nominal value; and
- (c) The Company's share premium and capital redemption reserve would become part of the share capital.

We have accordingly transferred the RM3,554,762 from capital redemption reserve to the share capital.

The Companies Commission of Malaysia has clarified under Practice Note No 1/2017 that pursuant to the transition provision of the Companies Act 2016, a company may, within 24 months upon commencement of the Companies Act 2016, use the amount standing to the credit of its capital redemption reserve account for issuance of bonus shares to members of the Company.

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

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

## **3 Seasonality and cyclicity 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 quarter ended 30 September 2017.

## **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 were no issuances, cancellations, resales and repayments of either debt or equity securities during the current quarter ended 30 September 2017.

## **7 Dividend paid**

There was no dividend paid during the current quarter ended 30 September 2017.

## **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:

### **(a) Investment Holding**

This reporting segment represents the aggregation of two operating segments as follows:

- (i) Investment holding - general investments and corporate related activities
- (ii) Fund managed by a subsidiary - a unit trust fund

These operating segments share similar characteristics as they are engaged in investment holding. Management believes that it is appropriate to aggregate these two operating segments as one reporting segment due to the similarities in the nature of each operating segment.

On 20 June 2017, ECM Libra Financial Group Berhad has liquidated its entire interest in the Fund managed by a subsidiary - a unit trust fund. Consequently, this segment ceased with effect from 20 June 2017.

### **(b) Fund Management - unit trust funds and asset management**

### **(c) Structured Financing - structured lending and financial services related activities**

ECM Libra Financial Group Berhad had on 4 May 2017, entered into conditional sale and purchase agreements for the proposed disposal of the east wing and centre wing of Bangunan ECM Libra and the semi-detached residential property ("Disposal Group") for aggregate cash consideration of RM28,000,000 (as disclosed in Note 29). Consequently, part of Investment Holding segment has been classified as Disposal Group held for sale from May 2017 onwards. Therefore, the results of the Investment Holding segment has been split to be reported under continuing operations and Disposal Group held for sale.

## 8 Segmental reporting (cont'd.)

	Continuing Operations			Disposal Group held for sale	Inter- segment elimination	Group total
	Investment Holding RM'000	Fund Management RM'000	Structured Financing RM'000	Investment Holding RM'000		
<b>Three months ended 30 September 2017</b>						
Revenue	115	3,689	1,241	-	-	<b>5,045</b>
Interest income	34	97	1,127	-	-	<b>1,258</b>
Non-interest income	81	3,592	114	-	-	<b>3,787</b>
Other non-operating (loss)/ income	(22)	-	-	336	-	<b>314</b>
Gross income	93	3,689	1,241	336	-	<b>5,359</b>
Operating expenses	(1,258)	(2,743)	(17)	(325)	-	<b>(4,343)</b>
of which:						
- Depreciation of property, plant and equipment	(68)	(73)	-	-	-	<b>(141)</b>
- Depreciation of investment property	-	-	-	-	-	<b>-</b>
(Loss)/profit before tax	<b>(1,165)</b>	<b>946</b>	<b>1,224</b>	<b>11</b>	-	<b>1,016</b>
<b>Nine months ended 30 September 2017</b>						
Revenue	543	10,751	3,751	-	-	<b>15,045</b>
Interest income	96	266	3,345	-	-	<b>3,707</b>
Non-interest income	447	10,485	406	-	-	<b>11,338</b>
Other non-operating income	16	-	-	994	-	<b>1,010</b>
Gross income	559	10,751	3,751	994	-	<b>16,055</b>
Operating expenses	(4,176)	(8,288)	(53)	(1,128)	-	<b>(13,645)</b>
of which:						
- Depreciation of property, plant and equipment	(202)	(217)	-	(228)	-	<b>(647)</b>
- Depreciation of investment property	-	-	-	(7)	-	<b>(7)</b>
(Loss)/profit before tax	<b>(3,617)</b>	<b>2,463</b>	<b>3,698</b>	<b>(134)</b>	-	<b>2,410</b>
<b>As at 30 September 2017</b>						
Segment assets	47,696	18,301	59,561	24,438	-	<b>149,996</b>
Additions to property, plant and equipment	-	137	-	-	-	<b>137</b>
Total assets	<b>47,696</b>	<b>18,438</b>	<b>59,561</b>	<b>24,438</b>	-	<b>150,133</b>
Total liabilities	<b>460</b>	<b>2,703</b>	<b>192</b>	<b>683</b>	-	<b>4,038</b>

Due to change of financial year end from 31 January to 31 December, the quarterly financial reporting periods for the previous financial period ended 31 December 2016 do not correspond nor form a proper basis for comparison with the quarterly financial reporting periods for the current financial year ending 31 December 2017. The previous financial period quarterly results have therefore not been included in this interim report as comparative figures.

**9 Cash and cash equivalents**

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Cash and balances with banks and other financial institutions	<b>2,984</b>	4,327
Money at call and deposit placements maturing within two months	<b>21,727</b>	17,688
	<b>24,711</b>	22,015

**10 Securities available-for-sale**

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
<b>At fair value</b>		
Quoted shares in Malaysia	<b>1,837</b>	3,112
Quoted shares outside Malaysia	-	754
Less: Impairment losses on securities	-	(754)
	-	-
Unit trust fund units	<b>11,452</b>	14,117
	<b>13,289</b>	17,229
<b>At cost</b>		
Unquoted shares in Malaysia	<b>13,038</b>	12,788
Unquoted investments outside Malaysia	<b>7,200</b>	7,200
	<b>20,238</b>	19,988
<b>Total securities available-for-sale</b>	<b>33,527</b>	37,217

**11 Loans, advances and financing**

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Term loans, representing gross loans, advances and financing	<b>59,101</b>	58,897
<b>Analysis of gross loans, advances and financing</b>		
<b>By residual contractual maturity</b>		
Within one year	<b>59,101</b>	58,897
<b>By economic purpose</b>		
Investments	<b>19,101</b>	18,881
Others	<b>40,000</b>	40,016
Gross loans, advances and financing	<b>59,101</b>	58,897

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

	<b>30-Sep-17</b>	31-Dec-16
	<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>59,101</b>	58,897
<b>By type of customer</b>		
Domestic business enterprise	<b>19,101</b>	18,881
Individual	<b>40,000</b>	40,016
Gross loans, advances and financing	<b>59,101</b>	58,897

**12 Trade receivables**

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Cancellation of units of funds	<b>169</b>	883
Management fee receivables	<b>1,352</b>	1,259
	<b>1,521</b>	2,142

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>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Interest receivable	<b>9</b>	7
Deposits *	<b>3,437</b>	327
Tax recoverable	<b>212</b>	551
Other receivables	<b>251</b>	257
Prepayments	<b>376</b>	345
	<b>4,285</b>	1,487

\* Deposits as at 30 September 2017 included the RM3,092,600 cash deposit paid by the Company representing 10% of purchase price upon execution of the conditional sale and purchase agreements on 4 May 2017 for proposed acquisition of Tune Hotel Penang, Tune Hotel Kota Kinabalu and the right to operate and maintain Tune Hotel KLIA Aeropolis (as disclosed in Note 29).

**14 Property, plant and equipment and investment property**

The Group's property, plant and equipment and investment property are stated at cost less accumulated depreciation and accumulated impairment losses, if any. In May 2017, property, plant and equipment and the investment property with a carrying amount of RM20,434,804 and RM4,003,646 respectively were classified as Disposal Group held for sale (as disclosed in Note 15).

**15 Assets/liabilities classified as held for sale**

ECM Libra Financial Group Berhad had on 4 May 2017, entered into conditional sale and purchase agreements for the proposed disposal of the east wing and centre wing of Bangunan ECM Libra and the semi-detached residential property ("Disposal Group"), for an aggregated cash consideration of RM28,000,000 (as disclosed in Note 29). Consequently, the east wing and centre wing of Bangunan ECM Libra and the semi-detached residential property are presented as a Disposal Group held for sale. The remaining part of Bangunan ECM Libra comprising the west wing and the basement car parks is currently owned by ECM Libra Foundation, a charitable organisation.

As at 30 September 2017, the assets and liabilities of the Disposal Group are as follows:

	<b>Total RM'000</b>
<b>Assets classified as held for sale</b>	
Property, plant and equipment	<b>20,434</b>
Investment property	<b>4,004</b>
	<b><u>24,438</u></b>
<b>Liabilities classified as held for sale</b>	
Rental deposits received	<b><u>683</u></b>

The carrying amount of property, plant and equipment and investment property of the Disposal Group is the same as the carrying amount before reclassification to held for sale. The details are as follows:

	<b>Cost RM'000</b>	<b>Accumulated depreciation RM'000</b>	<b>Total RM'000</b>
Property, plant and equipment	<b>25,122</b>	<b>(4,688)</b>	<b>20,434</b>
Investment property	<b>4,032</b>	<b>(28)</b>	<b>4,004</b>
	<b><u>29,154</u></b>	<b><u>(4,716)</u></b>	<b><u>24,438</u></b>

**16 Valuation of property, plant and equipment and investment property**

There was no valuation of property, plant and equipment of the Group in the current quarter ended 30 September 2017.

**17 Trade payables**

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

**18 Other liabilities**

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Accruals and other payables	<b>1,762</b>	2,002
Deposits received *	-	683
	<b><u>1,762</u></b>	<u>2,685</u>

\* Deposits received consists of rental deposits received from tenants and is presented separately as liabilities classified as held for sale as at 30 September 2017 (as disclosed in Note 15).

**19 Interest income**

	<b>Individual Period</b>		<b>Cumulative Period</b>	
	<b>(3<sup>rd</sup> quarter)</b>		<b>(9 months)</b>	
	Preceding year		Preceding year	
	Corresponding		Corresponding	
	Quarter		Year to Date	Period
	30-Sep-17	30-Sep-16	30-Sep-17	30-Sep-16
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing	<b>1,127</b>	N/A	<b>3,345</b>	N/A
Short-term funds and deposits with financial institutions	<b>131</b>	N/A	<b>362</b>	N/A
	<b><u>1,258</u></b>	<u>N/A</u>	<b><u>3,707</u></b>	<u>N/A</u>

**20 Non-interest income**

	<b>Individual Period</b>		<b>Cumulative Period</b>	
	<b>(3<sup>rd</sup> quarter)</b>		<b>(9 months)</b>	
	Preceding year		Preceding year	
	Corresponding		Corresponding	
	Quarter		Year to Date	Period
	30-Sep-17	30-Sep-16	30-Sep-17	30-Sep-16
	RM'000	RM'000	RM'000	RM'000
<b>Fee income</b>				
Portfolio management fees	<b>3,592</b>	N/A	<b>10,485</b>	N/A
Other fee income	<b>113</b>	N/A	<b>406</b>	N/A
	<b><u>3,705</u></b>	<u>N/A</u>	<b><u>10,891</u></b>	<u>N/A</u>



**20 Non-interest income (cont'd.)**

	<b>Individual Period (3<sup>rd</sup> quarter)</b>		<b>Cumulative Period (9 months)</b>	
	Preceding year Corresponding Quarter 30-Sep-17 RM'000	Preceding year Corresponding Quarter 30-Sep-16 RM'000	Preceding year Corresponding Year to Date 30-Sep-17 RM'000	Preceding year Corresponding Period 30-Sep-16 RM'000
<b>Investment income</b>				
Net gain on disposal of quoted shares in Malaysia	-	N/A	183	N/A
Income distribution from unit trust fund	82	N/A	264	N/A
	<b>82</b>	<b>N/A</b>	<b>447</b>	<b>N/A</b>
<b>Total non-interest income</b>	<b>3,787</b>	<b>N/A</b>	<b>11,338</b>	<b>N/A</b>

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

	<b>Individual Period (3<sup>rd</sup> quarter)</b>		<b>Cumulative Period (9 months)</b>	
	Preceding year Corresponding Quarter 30-Sep-17 RM'000	Preceding year Corresponding Quarter 30-Sep-16 RM'000	Preceding year Corresponding Year to Date 30-Sep-17 RM'000	Preceding year Corresponding Period 30-Sep-16 RM'000
(Loss)/gain on foreign currency revaluation	(22)	N/A	16	N/A

**22 Operating expenses**

	<b>Individual Period (3<sup>rd</sup> quarter)</b>		<b>Cumulative Period (9 months)</b>	
	Preceding year Corresponding Quarter 30-Sep-17 RM'000	Preceding year Corresponding Quarter 30-Sep-16 RM'000	Preceding year Corresponding Year to Date 30-Sep-17 RM'000	Preceding year Corresponding Period 30-Sep-16 RM'000
<b>Personnel expenses</b>				
Short-term employee benefits	2,256	N/A	6,652	N/A
Defined contribution plan	283	N/A	851	N/A
Other personnel costs	297	N/A	822	N/A
	<b>2,836</b>	<b>N/A</b>	<b>8,325</b>	<b>N/A</b>

**22 Operating expenses (cont'd.)**

	<b>Individual Period</b> <b>(3<sup>rd</sup> quarter)</b>		<b>Cumulative Period</b> <b>(9 months)</b>	
	<b>Current</b> <b>Quarter</b> <b>30-Sep-17</b> <b>RM'000</b>	Preceding year <b>Corresponding</b> <b>Quarter</b> <b>30-Sep-16</b> <b>RM'000</b>	<b>Current</b> <b>Year to Date</b> <b>30-Sep-17</b> <b>RM'000</b>	Preceding year <b>Corresponding</b> <b>Period</b> <b>30-Sep-16</b> <b>RM'000</b>
<b>Establishment costs</b>				
Depreciation of property, plant and equipment	<b>141</b>	N/A	<b>419</b>	N/A
Rental of premises	<b>10</b>	N/A	<b>29</b>	N/A
Other establishment costs	<b>10</b>	N/A	<b>33</b>	N/A
	<b>161</b>	N/A	<b>481</b>	N/A
<b>Administrative and general expenses</b>				
Audit fees	<b>20</b>	N/A	<b>61</b>	N/A
Professional fees and expenses	<b>327</b>	N/A	<b>1,075</b>	N/A
Marketing and communication expenses	<b>347</b>	N/A	<b>1,172</b>	N/A
Printing and stationery	<b>13</b>	N/A	<b>89</b>	N/A
Rental of network and equipment and telecommunication expenses	<b>64</b>	N/A	<b>204</b>	N/A
Insurance, postages and courier	<b>18</b>	N/A	<b>69</b>	N/A
Others	<b>(87)</b>	N/A	<b>722</b>	N/A
	<b>1,021</b>	N/A	<b>3,711</b>	N/A
<b>Total operating expenses</b>	<b>4,018</b>	N/A	<b>12,517</b>	N/A

There were no provision for and write off of receivables, gain or loss on disposal of properties and other exceptional items during the current quarter ended 30 September 2017 except for professional fees and expenses of RM0.16 million incurred for Proposed Corporate Exercise (as disclosed in Note 29).

**23 Disposal Group held for sale**

The Disposal Group held for sale comprised east wing and centre wing of Bangunan ECM Libra and the semi-detached residential property (as disclosed in Note 15).

Loss attributable to the Disposal Group held for sale are as follow:

	<b>Individual Period</b> <b>(3<sup>rd</sup> quarter)</b>		<b>Cumulative Period</b> <b>(9 months)</b>	
	<b>Current</b> <b>Quarter</b> <b>30-Sep-17</b> <b>RM'000</b>	Preceding year <b>Corresponding</b> <b>Quarter</b> <b>30-Sep-16</b> <b>RM'000</b>	<b>Current</b> <b>Year to Date</b> <b>30-Sep-17</b> <b>RM'000</b>	Preceding year <b>Corresponding</b> <b>Period</b> <b>30-Sep-16</b> <b>RM'000</b>
<b>Results of Disposal Group held for sale</b>				
Rental income	<b>336</b>	N/A	<b>994</b>	N/A
Expenses	<b>(325)</b>	N/A	<b>(1,128)</b>	N/A
Profit/(loss) before tax	<b>11</b>	N/A	<b>(134)</b>	N/A
Income tax expense	-	N/A	-	N/A
Profit/(loss) for the financial period	<b>11</b>	N/A	<b>(134)</b>	N/A
Included in profit/(loss) before tax are depreciation of:				
- Property, plant and equipment	-	N/A	<b>228</b>	N/A
- Investment property	-	N/A	<b>7</b>	N/A

**24 Material subsequent event**

There was no material event subsequent to 30 September 2017 except as disclosed in Note 29.

**25 Changes in the composition of the Group**

The Group had previously commenced member's voluntary winding-up of the following dormant wholly-owned subsidiaries:

- a) ECM Libra Capital Markets Sdn Bhd
- b) ECM Libra Capital Sdn Bhd

On 3 August 2017, the Liquidator of ECM Libra Capital Markets Sdn Bhd ("ELCM") convened the final meeting to conclude the member's voluntary winding-up. A Return by Liquidator relating to Final Meeting of ELCM was lodged on 4 August 2017 with the Companies Commission of Malaysia and the Official Receiver, and on the expiration of 3 months from 4 August 2017, ELCM will be dissolved.

The winding-up process of ECM Libra Capital Sdn Bhd is on-going.

**26 Commitments and contingencies****Capital commitments**

As at 30 September 2017, the Group has commitments in respect of capital expenditure as follows:

	<b>RM'000</b>
Authorised and contracted for computer software	<b>123</b>

**27 Significant related party transactions**

Save as disclosed in Note 29, the Group has no other significant related party transactions which have significant impact on the financial position and business of the Group for the current quarter ended 30 September 2017.

**28 Financial instruments****(a) 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>30-Sep-17</b>			
<b>Financial assets</b>			
Cash and cash equivalents	24,711	24,711	-
Securities available-for-sale	33,527	-	33,527
Loans, advances and financing	59,101	59,101	-
Trade receivables	1,521	1,521	-
Other assets less prepayments	3,909	3,909	-
	<b>122,769</b>	<b>89,242</b>	<b>33,527</b>
<b>Financial liabilities</b>			
Trade payables	(1,341)	(1,341)	-
Other liabilities	(1,762)	(1,762)	-
Provision for taxation	(205)	(205)	-
	<b>(3,308)</b>	<b>(3,308)</b>	<b>-</b>

**28 Financial instruments (cont'd.)****(a) Categories of financial instruments (cont'd.)**

	Carrying amount RM'000	L&R/ (FL) RM'000	AFS RM'000
<b>31-Dec-16</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	-
	<u>121,413</u>	<u>84,196</u>	<u>37,217</u>
<b>Financial liabilities</b>			
Trade payables	(2,134)	(2,134)	-
Other liabilities	(2,685)	(2,685)	-
Provision for taxation	(89)	(89)	-
	<u>(4,908)</u>	<u>(4,908)</u>	<u>-</u>

**(b) 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 current quarter ended 30 September 2017.

28 Financial instruments (cont'd.)

(b) 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 interim condensed consolidated statement of financial position.

	Fair value of financial instruments carried at fair value				Carrying amount RM'000
	Level 1	Level 2	Level 3	Total	
	RM'000	RM'000	RM'000	RM'000	
<b>30-Sep-17</b>					
<b>AFS financial assets</b>					
Quoted shares in Malaysia	1,837	-	-	1,837	1,837
Unit trust fund units	-	11,452	-	11,452	11,452
	<u>1,837</u>	<u>11,452</u>	<u>-</u>	<u>13,289</u>	<u>13,289</u>
<b>31-Dec-16</b>					
<b>AFS financial assets</b>					
Quoted shares in Malaysia	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>

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**

**29 Status of corporate proposal announced**

The Company had on 4 May 2017 announced a corporate proposal and further announcements were made on 21 June 2017, 3 July 2017, 8 August 2017, 30 August 2017, 26 October 2017 and 21 November 2017 to provide further updates. The corporate proposal comprise the following:

(a) Proposed acquisitions of:

- 50% equity interest in TP Sepang Sdn Bhd, TP International Pty Ltd, Yummy Kitchen Sdn Bhd and 40.005% equity interest in TP Hotel (Flinders) Trust (together with 40.005% of the rights and benefits to the total advances owing by TP Hotel (Flinders) Trust); and
- Tune Hotel Penang, Tune Hotel Kota Kinabalu and the rights to operate and maintain Tune Hotel KLIA Aeropolis;

for an aggregated purchase consideration of RM88,600,000 to be satisfied by a combination of RM19 million cash and 193,333,332 new ordinary shares in the Company to be issued ("Consideration Shares") ("Proposed Acquisitions");

- (b) Proposed collaboration with Tune Hotels.com (BVI) Limited in respect of the "Tune Hotels.com" brand;
- (c) Proposed special dividend, subject to the Proposed Disposals becoming unconditional ("Proposed Special Dividend");
- (d) Proposed disposal of our company's non-core assets, comprising the east wing and centre wing of Bangunan ECM Libra, and the semi-detached residential property, for an aggregated cash consideration of RM28,000,000 ("Proposed Disposals"); and
- (e) Proposed diversification of the existing principal activities of the Company to include the business of hotel management and ownership.

(collectively referred to as "Proposed Corporate Exercise").

Under the provisions of the relevant agreements entered into by the Company for the Proposed Acquisitions, the Consideration Shares are to be issued directly to the shareholders of Tune Hotels.Com Limited ("THCL") via a single plan of arrangement pursuant to Section 118 of the Labuan Companies Act, 1990 ("Plan of Arrangement"), the details of which were set out in the initial announcement dated 4 May 2017. On 30 August 2017, the Company was notified by THCL that it had completed an exercise to reduce its share capital to cancel the unpaid portion of their share capital held by certain shareholders ("Unpaid Shares Cancellation Exercise"). The Unpaid Shares Cancellation Exercise resulted in a change of THCL's shareholders' shareholdings percentage.

As a result, it was announced on 30 August 2017 that the Company had entered into two supplemental letters to reflect the changes in THCL's shareholders' shareholdings percentage and its consequential effect to the proposed Plan of Arrangement. The Unpaid Shares Cancellation Exercise does not have an impact on the number of Consideration Shares to be issued under the Proposed Acquisitions.

**29 Status of corporate proposals announced (cont'd.)**

On 26 October 2017, the Company announced that it had on the same date entered into another six supplemental letters, to among others, extend the date to fulfil the conditions precedent of the Proposed Acquisitions and the Proposed Disposals by 6 months from 5 November 2017, or such longer period as the parties may mutually agree in writing ("Extension of Time"). In addition to the Extension of Time, the Supplemental Letters were also entered into:

- (In respect of the agreements relating to the proposed acquisition of Tune Hotel Penang and Tune Hotel Kota Kinabalu) to provide for additional procedural provisions to facilitate the funding via borrowings to be obtained by the Company for the cash portion to acquire the hotel properties; and
- (In respect of the agreements relating to the Proposed Disposals) to amend the agreements' respective payment terms in the interest to complete the Proposed Special Dividend in a more timely manner.

On 21 November 2017, the Company announced that Bursa Malaysia Securities Berhad ("Bursa Securities") had vide its letter dated 20 November 2017 resolved to approve the listing and quotation of the Consideration Shares to be issued pursuant to the Proposed Acquisitions on the Main Market of Bursa Securities, subject to the following conditions:

- (a) The Company and its principal adviser, CIMB Investment Bank Berhad ("CIMB"), must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Acquisitions;
- (b) The Company and CIMB to inform Bursa Securities upon the completion of the Proposed Acquisitions;
- (c) The Company and CIMB to furnish Bursa Securities with a certified true copy of the resolution passed by shareholders at the forthcoming general meeting for the Proposed Acquisitions;
- (d) The Company and CIMB to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Acquisitions is completed;
- (e) If applicable, payment of additional listing fee based on the final issue price together with a copy of the details of the computation of the amount of listing fees payable; and
- (f) To incorporate Bursa Securities' comments in respect of the draft circular to shareholders for the corporate proposal.

The Proposed Corporate Exercise is on-going as at the date of this report and involve related party transactions.

Other than the above, there were no corporate proposals announced but not completed as at 22 November 2017.



### **30 Performance review on the results of the Group**

Performance review of continuing operations and Disposal Group held for sale are presented separately following the proposed disposal of the east wing and centre wing of Bangunan ECM Libra and the semi-detached residential property ("Disposal Group") as disclosed in Note 23.

#### **(a) Continuing operations**

For the nine months ended 30 September 2017, the Group recorded a profit before tax of RM2.54 million and a profit after tax of RM1.56 million. The income was contributed by portfolio management fees income of RM10.48 million, interest income of RM3.71 million, gain on disposal of quoted shares in Malaysia of RM0.18 million and other income of RM0.69 million; offset by operating expenses of RM12.52 million.

The performance of the respective operating business segments for the nine months ended 30 September 2017 is analysed as follows:

##### **(i) Investment Holding**

Investment holding reported a loss before tax of RM3.62 million. The gross income of RM0.56 million comprised interest income of RM0.10 million, gain on disposal of quoted shares in Malaysia of RM0.18 million and other income of RM0.28 million; offset by operating expenses of RM4.18 million which included RM0.91 million incurred for professional fees and expenses relating to the Proposed Corporate Exercise as disclosed in Note 29, as well as the RM0.08 million incurred for the annual general meeting related expenses.

##### **(ii) Fund Management**

Fund management reported a profit before tax of RM2.46 million, contributed by portfolio management fee income of RM10.48 million, interest income of RM0.27 million; offset by operating expenses of RM8.29 million.

##### **(iii) Structured Financing**

Structured financing reported a profit before tax of RM3.70 million, contributed by interest income of RM3.34 million and fee income of RM0.41 million; offset by operating expenses of RM0.05 million.

#### **(b) Disposal Group held for sale**

For the nine months ended 30 September 2017, the Disposal Group recorded a loss before tax of RM0.13 million. The rental income of RM0.99 million was offset by total expenses of RM1.13 million which included depreciation charges of RM0.23 million.

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

**(a) Continuing operations**

For the third quarter ended 30 September 2017, the Group reported a portfolio management fees income of RM3.59 million, interest income of RM1.26 million and other income of RM0.17 million; partially offset by operating expenses of RM4.02 million.

For the quarter ended 30 September 2017, the Group's profit before tax amounted to RM1.00 million and profit after tax was RM0.65 million. The profit before tax was higher by RM0.81 million compared to the immediate preceding quarter ended 30 June 2017 which reported profit before tax of RM0.19 million. For the quarter ended 30 September 2017, the interest income has improved by RM0.02 million to RM1.26 million. Other non-operating loss has also dropped by RM0.08 million due to lower unrealised foreign currency revaluation loss of RM0.02 million for the quarter ended 30 September 2017 compared to RM0.10 million in the immediate preceding quarter. The increase in profit before tax further contributed by lower operating expenses at RM4.02 million for the quarter ended 30 September 2017 compared to RM4.73 million in the immediate preceding quarter. Operating expenses was lower mainly due to lower corporate exercise expenses of RM0.16 million incurred during the quarter ended 30 September 2017 as compared to RM0.75 million incurred in the immediate preceding quarter.

Performance of the respective operating business segments for the third quarter ended 30 September 2017 compared to the immediate preceding quarter is analysed as follows:

**(i) Investment Holding**

Investment holding reported a loss before tax of RM1.17 million in the current quarter ended 30 September 2017 compared to loss before tax of RM1.94 million in the immediate preceding quarter ended 30 June 2017. The lower loss was due to combination of higher income and lower expenses. Other non-operating loss dropped by RM0.08 million due to lower unrealised foreign currency revaluation loss of RM0.02 million for the quarter ended 30 September 2017 compared to RM0.10 million in the immediate preceding quarter. Operating expenses was lower mainly due to lower corporate exercise expenses of RM0.16 million incurred during the quarter ended 30 September 2017 as compared to RM0.75 million incurred in the immediate preceding quarter.

**(ii) Fund Management**

Fund management reported a increase of RM0.06 million in profit before tax to RM0.95 million for the quarter ended 30 September 2017 compared to RM0.89 million in the immediate preceding quarter ended 30 June 2017. The increase was contributed by higher portfolio management fees of RM3.59 million in the current quarter compared to RM3.55 million in the immediate preceding quarter and higher interest income of RM0.10 million in the current quarter compared to RM0.08 in the immediate preceding quarter. The operating expenses in the current quarter of RM2.74 million remained the same as the immediate preceding quarter.

**31 Review of performance of current financial quarter against immediate preceding financial period (cont'd.)**

**(a) Continuing operations (cont'd.)**

**(iii) Structured Financing**

Structured financing reported a lower profit before tax of RM1.22 million in the current quarter ended 30 September 2017 compared to RM1.24 million in the immediate preceding quarter ended 30 June 2017. Non-interest income dropped by RM0.03 million to RM0.12 million in the current quarter compared to RM0.15 million in the immediate preceding quarter whilst interest income increased by RM0.01 million to RM1.13 million in the current quarter compared to RM1.12 million in the immediate preceding quarter.

**(b) Disposal Group held for sale**

For the third quarter ended 30 September 2017, the Disposal Group reported a profit before tax of RM0.01 million compared to loss before tax of RM0.05 million in the immediate preceding quarter; mainly due to depreciation charges ceased upon the Disposal Group being classified as held for sale since May 2017.

**32 Group's prospects**

As disclosed in Note 29 on the Proposed Corporate Exercise, the Group has proposed to diversify the existing business activities of the Group to include the business of hotel management and ownership, subject to inter alia the approval of shareholders. This would enable the Group to diversify the revenue and income stream. The Group intends to continue to engage in the existing principal business activities relating to financial services in addition to being involved in the hotel business after completion of the Proposed Corporate Exercise. The Proposed Corporate Exercise is still on-going and is not expected to have significant impact to the Group's revenue and income stream for the year ending 31 December 2017.

**33 Profit forecast**

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

**34 Group borrowings**

The Group has no borrowings and debt securities as at 30 September 2017.

**35 Dividend**

No dividend has been proposed for the current quarter ended 30 September 2017.

**36 Income tax expense**

	Individual Period (3 <sup>rd</sup> quarter)		Cumulative Period (9 months)	
	Current Quarter 30-Sep-17 RM'000	Preceding year Corresponding Quarter 30-Sep-16 RM'000	Current Year to Date 30-Sep-17 RM'000	Preceding year Corresponding Period 30-Sep-16 RM'000
<b>Income tax</b>				
Current period's provision	358	N/A	989	N/A
	<b>358</b>	<b>N/A</b>	<b>989</b>	<b>N/A</b>

The Group's effective tax rate for the current quarter ended 30 September 2017 was higher than the statutory tax rate due to certain expenses were not tax deductible.

**37 Earnings/(loss) per share**

**(a) Basic earnings/(loss) per share**

The basic earnings/(loss) 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.

	Individual Period (3 <sup>rd</sup> quarter)		Cumulative Period (9 months)	
	Current Quarter 30-Sep-17	Preceding year Corresponding Quarter 30-Sep-16	Current Year to Date 30-Sep-17	Preceding year Corresponding Period 30-Sep-16
Profit for the financial period attributable to owners of the Company				
- from continuing operations	647	N/A	1,555	N/A
- from Disposal Group held for sale	11	N/A	(134)	N/A
Weighted average number of ordinary shares in issue ('000)	286,592	N/A	286,592	N/A
Basic earnings/(loss) per share (sen):				
- from continuing operations	0.23	N/A	0.54	N/A
- from Disposal Group held for sale	0.00	N/A	(0.05)	N/A

**37 Earnings per share (cont'd.)**

**(b) Diluted earnings/(loss) per share**

The diluted earnings/(loss) per share for the current quarter and current year to date was not presented as there is no potential dilutive ordinary share.

**38 Material litigations**

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

**39 Realised and unrealised retained profits**

The breakdown of the retained profits of the Group as at 30 September 2017 and 31 December 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.

	<b>30-Sep-17</b>	31-Dec-16
	<b>RM'000</b>	RM'000
Total retained profits of the Group		
- Realised	<b>105,541</b>	104,120
- Unrealised	<b>45</b>	45
Retained profits as per financial statements	<b><u>105,586</u></b>	<u>104,165</u>

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.

Date: 22 November 2017