

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

Unaudited Condensed Consolidated Statement of Financial Position
As at 30 April 2014

		30-Apr-14	31-Jan-14
		RM'000	RM'000
ASSETS	Note		
Cash and short-term funds	9	42,150	30,579
Securities held-for-trading	10	26,908	22,392
Securities available-for-sale	11	228,078	198,711
Securities held-to-maturity	12	47,750	47,750
Derivative financial assets		-	2,969
Loans, advances and financing	13	44,291	44,291
Trade receivables	14	1,953	2,659
Other assets	15	4,196	4,519
Investment in associated companies	16	7,200	7,200
Property, plant and equipment		24,745	25,126
TOTAL ASSETS		427,271	386,196
LIABILITIES AND EQUITY			
LIABILITIES			
Trade payables	17	1,056	1,615
Other liabilities	18	4,453	3,934
Provision for taxation		332	245
Derivative financial liabilities		6,030	-
Deferred tax liabilities		646	300
TOTAL LIABILITIES		12,517	6,094
EQUITY			
Share capital		268,222	268,222
Reserves		146,532	111,880
TOTAL EQUITY		414,754	380,102
TOTAL LIABILITIES AND EQUITY		427,271	386,196
Net assets per share (RM)		1.55	1.42

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2014 of the Group.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

Unaudited Condensed Consolidated Statement of Comprehensive Income
for the first quarter ended 30 April 2014

		Current quarter ended 30-Apr-14	Corresponding quarter ended 30-Apr-13	Current year to date 30-Apr-14	Corresponding year to date 30-Apr-13
	<u>Note</u>	RM'000	RM'000 Restated	RM'000	RM'000 Restated
Revenue		6,028	9,311	6,028	9,311
Interest income	19	1,593	1,015	1,593	1,015
Non-interest income	20	4,435	8,296	4,435	8,296
Other non-operating income	21	340	572	340	572
Net income		6,368	9,883	6,368	9,883
Operating expenses	22	(3,452)	(4,186)	(3,452)	(4,186)
Operating profit		2,916	5,697	2,916	5,697
Share of profit of an associated company					
Writeback of impairment on securities	23	-	43	-	43
Gain on disposal of shares in associate company and discontinuation of equity method	24	-	-	-	-
Profit before tax		2,916	5,740	2,916	5,740
Income tax expense	33	(358)	(978)	(358)	(978)
Profit for the period		2,558	4,762	2,558	4,762
Other comprehensive income:					
Net gain on available-for-sale financial assets		32,467	5,928	32,467	5,928
Other currency translation differences		(28)	(34)	(28)	(34)
Income tax relating to components of other comprehensive income		(345)	200	(345)	200
Other comprehensive income for the period, net of tax		32,094	6,094	32,094	6,094
Total comprehensive income for the period		34,652	10,856	34,652	10,856
Earnings per share ("EPS"):		Sen	Sen	Sen	Sen
- basic	39	0.95	1.09	0.95	1.09
- diluted	39	0.89	1.09	0.89	1.09

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2014 of the Group.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

Unaudited Condensed Consolidated Statement of Changes in Equity
for the financial period ended 30 April 2014

	<-----Non-distributable----->					Distributable		
	Share capital	Capital redemption reserve	Foreign currency translation reserve	Available for sale revaluation reserve	Equity compensation reserve	General reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 February 2014	268,222	2,083	(5,007)	18,244	2,737	159	93,664	380,102
Total comprehensive income	-	-	(28)	32,122	-	-	2,558	34,652
As at 30 April 2014	268,222	2,083	(5,035)	50,366	2,737	159	96,222	414,754
As at 1 February 2013	828,819	2,083	(3,252)	(3,012)	2,761	159	81,377	908,935
Total comprehensive income	-	-	(34)	6,128	-	-	4,762	10,856
Transaction with owners:								
Capital distribution	(560,597)	-	-	-	-	-	-	(560,597)
	(560,597)	-	-	-	-	-	-	(560,597)
As at 30 April 2013	268,222	2,083	(3,286)	3,116	2,761	159	86,139	359,194

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2014 of the Group.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

Unaudited Condensed Consolidated Statement of Cash Flow
for the financial period ended 30 April 2014

	3 months ended	
	30-Apr-14	30-Apr-13
	RM'000	RM'000
		Restated
Cash flows from operating activities		
Profit before tax	2,916	5,740
Adjustment for non-cash items	(2,181)	(3,788)
Operating profit before working capital changes	<u>735</u>	<u>1,952</u>
Net decrease in operating assets	6,086	4,181
Net decrease in operating liabilities	(40)	(7,931)
Cash generated from/(used in) operations	<u>6,781</u>	<u>(1,798)</u>
Net tax paid	(254)	(124)
Net cash generated from/(used in) operating activities	<u>6,527</u>	<u>(1,922)</u>
Cash flows from investing activities		
Net sales of securities	4,052	431,617
Capital repayment	-	(442,647)
Income distribution from fund	59	29
Net (purchase)/sales of property, plant and equipment	(38)	50
Interest income received	1,002	421
Net cash generated from/(used in) investing activities	<u>5,075</u>	<u>(10,530)</u>
Net increase/(decrease) in cash and cash equivalents	11,602	(12,452)
Effects of foreign exchange rate changes	(31)	5
Cash and cash equivalents at beginning of the period	30,579	76,421
Cash and cash equivalents at end of the period	<u>42,150</u>	<u>63,974</u>
Cash and cash equivalents comprise:		
Cash and short-term funds	<u>42,150</u>	<u>63,974</u>

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2014 of the Group.

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

1 Basis of preparation

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

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2014. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2014.

The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the annual financial statements for the year ended 31 January 2014.

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

Effective for annual periods commencing on or after 1 January 2014

Amendments to MFRS 10 Consolidated Financial Statements - Investment Entities

Amendments to MFRS 12 Disclosure of Interest in Other Entities - Investment Entities

Amendments to MFRS 127 Separate Financial Statements - Investment Entities

Amendments to MFRS 132 Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 136 Impairment of Assets - Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139 Financial Instruments: Recognition and Measurement - Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation 21 Levies

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

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

Effective for annual periods commencing on or after 1 July 2014

Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions

Annual Improvement to MFRS 2010-2012 cycle

Annual Improvement to MFRS 2011-2013 cycle

Effective for annual period to be announced by MASB

MFRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)

MFRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)

MFRS 9 Mandatory Effective Date of MFRS 9 and Transition Disclosures (Amendments to MFRS 9 and MFRS 7)

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

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

1 Basis of preparation (cont'd.)

MFRS 9 Financial Instruments ("MFRS 9")

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

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

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

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

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

2 Audit report of preceding annual financial statements

The auditors' report on the Financial Statements for the year ended 31 January 2014 of the Company was not subjected to any qualification.

3 Seasonality and cyclicity factors

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

4 Exceptional items/unusual events

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the first quarter ended 30 April 2014.

5 Variation from financial estimates reported in preceding financial period

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

6 Debt and equity securities

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

7 Dividend paid

There was no dividend paid during the 3 months ended 30 April 2014.

8 Segmental reporting

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

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

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

8 Segmental reporting (cont'd.)

3 months ended 30 April 2014	Investment holding and capital market operations RM'000	Fund management RM'000	Fund managed by a subsidiary RM'000	Corporate advisory and structured financing RM'000	Inter- segment elimination RM'000	Group total RM'000
Revenue	838	2,535	1,112	1,543	-	6,028
Inter-segment revenue	-	48	-	-	(48)	-
	838	2,583	1,112	1,543	(48)	6,028
Interest income	604	50	161	778	-	1,593
Non-interest income	234	2,485	951	765	-	4,435
Other non-operating income	340	-	-	-	-	340
Net income	1,178	2,535	1,112	1,543	-	6,368
Operating expenses	(1,158)	(2,248)	(34)	(12)	-	(3,452)
Operating profit	20	287	1,078	1,531	-	2,916
Writeback of impairment loss on securities	-	-	-	-	-	-
Gain on disposal of shares in associated company	-	-	-	-	-	-
Profit by segments	20	287	1,078	1,531	-	2,916
Share of profit of an associated company						-
Profit before tax						2,916
Segment assets	136,915	15,542	223,213	44,401	-	420,071
Investment in an associated company						7,200
Total assets						427,271

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

8 Segmental reporting (cont'd.)

3 months ended 30 April 2013	Investment holding and capital market operations	Fund management	Fund managed by a subsidiary	Corporate advisory and structured financing	Inter-segment elimination	Group total
Restated	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	3,786	2,742	1,958	825	-	9,311
Inter-segment revenue	-	42	-	-	(42)	-
	3,786	2,784	1,958	825	(42)	9,311
Interest income	678	45	193	99	-	1,015
Non-interest income	3,108	2,697	1,765	726	-	8,296
Other non-operating income	572	-	-	-	-	572
Net income	4,358	2,742	1,958	825	-	9,883
Operating expenses	(1,479)	(2,603)	(95)	(9)	-	(4,186)
Operating profit	2,879	139	1,863	816	-	5,697
Writeback of impairment loss on securities	43	-	-	-	-	43
Profit by segments	2,922	139	1,863	816	-	5,740
Share of profit of an associated company						-
Profit before tax						5,740
Segment assets	137,705	13,838	172,688	5,130	-	329,361
Investment in associated companies						35,579
Total assets						364,940

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

9 Cash and short term funds

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Cash	18,618	11,123
Cash belonging to a fund managed by a subsidiary	23,532	19,456
	42,150	30,579

10 Securities held-for-trading

	30-Apr-14	31-Jan-14
	RM'000	RM'000
At fair value		
Quoted shares	26,908	22,392

11 Securities available-for-sale

	30-Apr-14	31-Jan-14
	RM'000	RM'000
At fair value		
Quoted shares	178,295	152,936
Unit trust funds	49,783	45,689
	228,078	198,625
Less: Writeback of impairment loss on securities	-	86
	228,078	198,711

12 Securities held-to-maturity

	30-Apr-14	31-Jan-14
	RM'000	RM'000
At cost		
Redeemable Non-convertible Unsecured Loan Stock	47,750	47,750

13 Loans, advances and financing

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Term loans, representing gross loans, advances and financing	44,291	44,291
Less: Collective assessment allowance	-	-
Total net loans, advances and financing	44,291	44,291

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

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

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Analysis of gross loans, advances and financing		
<u>By residual contractual maturity</u>		
Maturity within one year	44,291	44,291
More than one year to 3 years	-	-
More than three years	-	-
Gross loans, advances and financing	44,291	44,291
<u>By economic purpose</u>		
Working capital	20,000	20,000
Others	24,291	24,291
Gross loans, advances and financing	44,291	44,291
<u>By interest rate sensitivity</u>		
Fixed rate		
- Term loans and revolving credit	44,291	44,291
Gross loans, advances and financing	44,291	44,291
<u>By type of customer</u>		
Domestic business enterprises	20,000	20,000
Individuals	24,291	24,291
Gross loans, advances and financing	44,291	44,291

Movements in allowance for losses on loans and financing

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Collective assessment allowance		
Balance at beginning of financial year	-	140
Allowance written back during the year	-	(140)
Balance at end of financial year	-	-
As % of gross loans, advances and financing less individual assessment allowance	-	-

Individual assessment allowance

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

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

14 Trade receivables

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Amount owing by trustees	1,953	2,659

15 Other assets

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Interest receivable	903	312
Deposits	428	428
Tax recoverable	459	477
Other receivables and prepayments	2,406	3,302
	4,196	4,519

16 Investment in associated companies

	30-Apr-14	31-Jan-14
	RM'000	RM'000
Unquoted shares, outside Malaysia	-*	-*
Advances	7,200	7,200
	7,200	7,200
Quoted shares, outside Malaysia	-	43,544
Share in other reserves and post-acquisition results	-	14,941
	-	58,485
Less: Impairment loss	-	(24,167)
	-	34,318
Less: Disposal during the financial year	-	(16,284)
Less: Transferred to AFS during the year	-	(18,034)
	-	-
Total investment in associated companies	7,200	7,200

* denotes RM9

During the previous financial year, the Group disposed of 21,766,000 shares in ISR Capital Ltd ("ISR") for a total consideration of SGD9,510,352. Following the reduced interest in ISR arising from the disposal of shares and the Group's nominee's resignation from the board of ISR on 30 October 2013, ISR ceased to be an associate of the Group effective from 30 October 2013. The balance of ISR shares were fair valued and reclassified as securities available-for-sale. The net gain arising from the disposal and upon discontinuation of equity method was recognised in profit or loss in accordance with MFRS 128 Investments in Associates and Joint Ventures.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

17 Trade payables

	30-Apr-14 RM'000	31-Jan-14 RM'000
Amount owing to trustees	1,056	1,615

18 Other liabilities

	30-Apr-14 RM'000	31-Jan-14 RM'000
Accruals and redemption of units of funds	1,567	2,001
Other payables	2,886	1,933
	4,453	3,934

19 Interest income

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000 Restated	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000 Restated
Loans and advances	778	99	778	99
Short-term funds and deposits with financial institutions	233	334	233	334
Securities: - held-to-maturity	582	582	582	582
	1,593	1,015	1,593	1,015

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

20 Non-interest income

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000 Restated	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000 Restated
Fee income				
- Fees on loans and advances	176	227	176	227
- Portfolio management fees	2,360	2,617	2,360	2,617
- Other fee income	889	812	889	812
	3,425	3,656	3,425	3,656
Investment and trading income				
Net gain/(loss) arising from securities held-for-trading				
- Unrealised gain/(loss) on revaluation	9,846	(6,390)	9,846	(6,390)
	9,846	(6,390)	9,846	(6,390)
Net gain arising from securities available-for-sale				
- Net gain on disposal	-	2,851	-	2,851
- Income distribution from fund	59	29	59	29
	59	2,880	59	2,880
Net gain arising from securities available-for-sale of fund managed by LIB				
- Net gain on disposal	951	1,584	951	1,584
- Gross dividend income	-	180	-	180
	951	1,764	951	1,764
Net (loss)/gain arising from derivatives				
- Unrealised (loss)/gain on revaluation	(9,846)	6,386	(9,846)	6,386
	(9,846)	6,386	(9,846)	6,386
Total non-interest income	4,435	8,296	4,435	8,296

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

21 Other non-operating income

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000
Rental income	343	346	343	346
Gain on disposal of motor vehicle	-	180	-	180
(Loss)/gain on foreign exchange translations	(3)	39	(3)	39
Others	-	7	-	7
	340	572	340	572

22 Operating expenses

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000 Restated	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000 Restated
<u>Personnel expenses</u>				
Salaries, allowance and bonus	1,696	2,037	1,696	2,037
Contributions to defined contribution plan	232	242	232	242
Other personnel costs	64	136	64	136
	1,992	2,415	1,992	2,415
<u>Establishment costs</u>				
Depreciation of property, plant and equipment	419	364	419	364
Property, plant and equipment written off	-	1	-	1
Rental of premises	44	45	44	45
Rental of network and equipment	25	44	25	44
Other establishment costs	17	20	17	20
	505	474	505	474
<u>Marketing and communication expenses</u>				
Advertising expenses	6	-	6	-
Entertainment	17	33	17	33
Other marketing expenses	124	129	124	129
	147	162	147	162
<u>Administrative and general expenses</u>				
Audit fees	22	24	22	24
Legal and professional fees	127	196	127	196
Printing and stationery	19	32	19	32
Insurance, postages and courier	28	105	28	105
Electricity and water charges	95	72	95	72
Telecommunication expenses	38	48	38	48
Others	479	658	479	658
	808	1,135	808	1,135
Total operating expenses	3,452	4,186	3,452	4,186

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

23 Writeback of impairment on securities

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000
Net allowance for impairment:				
- Available-for-sale securities	-	43	-	43

24 Valuation of property, plant and equipment

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

25 Material subsequent event

There were no material events subsequent to 30 April 2014.

26 Changes in the composition of the Group

There are no changes in the composition of the Group during the quarter under review.

27 Commitments and contingencies

Capital commitments

As at 30 April 2014, the Group has commitments in respect of capital expenditure as follows: -

Authorised and contracted for	RM'000
	809

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

28 Status of corporate proposals announced

There are no corporate proposals announced but not completed as at 30 April 2014.

29 Performance review on the results of the Group

For the three month period ended 30 April 2014, the Group recorded a profit before tax of RM2.92 million and a profit after tax of RM2.56 million. This is mainly contributed by portfolio management fees income of RM2.36 million, loan and other fee income of RM1.07 million, interest income of RM1.59 million, investment income of RM1.01 million and rental income of RM0.34 million; partially offset by operating expenses of RM3.45 million.

i) Investment holding and capital market operations

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

Investment holding and capital market operations reported a profit before tax of RM0.02 million for the period ended 30 April 2014. Profit was mainly generated from investment and other income of RM0.23 million, interest income of RM0.61 million, rental income of RM0.34 million; offset by operating and corporate expenses of RM1.16 million.

Investment holding and capital market operations reported a profit before tax in the current quarter ended 30 April 2014 of RM0.02 million compared to a loss before tax of RM1.03 million in the previous quarter ended 31 January 2014. The current quarter's operating expenses were lower at RM1.16 million compared to RM2.03 million in the previous quarter mainly due to non-recurrence of certain repair and maintenance costs and other year end expenses.

(ii) Fund management

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

Fund management reported a profit before tax of RM0.29 million for the period ended 30 April 2014, largely contributed by portfolio management and unit trust fee income totalling RM2.49 million and interest income of RM0.05 million; partially offset by operating expenses of RM2.25 million.

Fund management reported a lower profit before tax of RM0.29 million in the current quarter ended 30 April 2014 compared to RM0.40 million in the previous quarter ended 31 January 2014. Portfolio management fees was lower at RM2.36 million in the current quarter compared to RM3.45 million in the previous quarter. Portfolio management fees for the previous quarter included year end outperformance fee from private mandates. Current quarter's operating expenses was lower at RM2.25 million compared to last quarter's operating expenses of RM3.11 million which included year end incentive bonus expense.

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

(iii) Corporate advisory and structured finance

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

Corporate advisory and structured financing reported a profit before tax of RM1.53 million for the period ended 30 April 2014, largely contributed by fee income of RM0.76 million, interest income of RM0.78 million; partially offset by operating expenses of RM0.01 million.

Corporate advisory and structured financing reported a higher profit before tax in the current quarter ended 30 April 2014 of RM1.53 million from RM1.22 million in the previous quarter ended 31 January 2014. The increase is contributed by higher interest income from loans of RM0.78 million in the current quarter compared to RM0.66 million in the previous quarter and higher fee income of RM0.76 million in the current quarter compared to RM0.61 million in the previous quarter.

(iv) Fund managed by a subsidiary

This segment comprised the consolidated results of a fund managed by a subsidiary.

The fund managed by a subsidiary reported a profit before tax of RM1.08 million for the period ended 30 April 2014, largely contributed by gain on disposal of securities of RM0.95 million and interest income of RM0.16 million; partially offset by operating expenses of RM0.03 million.

Profit before tax for the current quarter was RM1.08 million compared to RM2.01 million in the previous quarter. Gain on disposal of securities was lower at RM0.95 million in the current quarter compared to RM1.76 million in the previous quarter.

30 Review of performance of current financial quarter against immediate preceding financial quarter

For the financial quarter under review, the Group achieved a profit before tax of RM2.92 million compared to RM2.60 million reported for the immediate preceding quarter.

The decrease in income in the current quarter compared to the immediate preceding quarter is offset by a decrease in operating expenses, resulting in a fairly stable profit before tax for the Group.

31 Group's prospects

The Company was considered a Bursa Practice Note 17 ("PN17") company in December 2012 by virtue of its disposal of the investment banking business which contributed more than 70% of its group revenue. The Company was not a financially distressed company as it had healthy cash reserves with no long term liabilities. After the said disposal, it was deemed that the Company had insignificant revenue from its remaining businesses since a major portion was under the investment bank.

The Company had, on 25 November 2013, submitted an application to Bursa Malaysia Securities Berhad ("Bursa Securities") for a waiver from having to submit a regularisation plan ("Waiver") in respect of the classification of the Company as an affected listed issuer under PN17 of the Main Market Listing Requirements.

Bursa Securities has vide its letter dated 28 May 2014, granted the Company the Waiver after due consideration of amongst others, the Group has recorded four consecutive quarters of net profit up to the quarter ended 31 January 2014 and the Company's plans to grow the core business moving forward. In conjunction with the Waiver, Bursa Securities has also uplifted the Company from its PN17 status effective 29 May 2014.

The Group will continue to be involved in the core business of financial services, where following the disposal of the investment banking business in December 2012, the Group's operations continue in the areas of fund management, structured lending and advisory and investment in private equity and quoted securities, all being integral components of our financial services business. The Group has adequate operating resources and has conserved its cash and liquid assets to provide internal funding to grow its financial services business, summarised as below:

i) Fund management business

The Group continues to focus on strengthening the platform to further increase the assets under management and profitability, as the Group expands the marketing programme and diversify distribution channels. The Group plans to grow assets under management by expanding the current funds and, as and when appropriate, through the launch of new funds.

ii) Structured lending business

The Group's structured lending and advisory business serves a unique clientele comprising corporate and high net worth individuals, where the Group provides an alternative channel for funding that is highly responsive to clients' needs. Based on the total loan facilities granted to-date, we expect to achieve a higher loan base with the objective of providing meaningful recurrent earnings to the Group.

iii) Investments in private equity and quoted securities

The Group sees private equity as a growth area, and continue to explore potential opportunities to expand the private equity portfolio.

32 Profit forecast

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

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

33 Income tax expense

	Current quarter ended 30-Apr-14 RM'000	Corresponding quarter ended 30-Apr-13 RM'000 Restated	Current year to date 30-Apr-14 RM'000	Corresponding year to date 30-Apr-13 RM'000 Restated
Income tax:				
Current period provision	358	978	358	978
	358	978	358	978

The Group's effective tax rate for the period ended 30 April 2014 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 30 April 2014.

35 Realised and unrealised retained profits

The breakdown of the retained profits of the Group as at 30 April 2014 and 31 January 2014 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.

	30-Apr-14 RM'000	31-Jan-14 RM'000
Total retained profits of the Group		
- Realised	115,981	107,311
- Unrealised	(340)	55
	115,641	107,366
Total share of retained profits from associate		
- Realised	-	1,796
	115,641	109,162
Add: Consolidation adjustments	(19,419)	(15,498)
Retained profits as per financial statements	96,222	93,664

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.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
Interim Financial Statements for the period ended 30 April 2014

37 Dividend

No dividend has been proposed for the quarter ended 30 April 2014.

38 Earnings per share

(a) Basic

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

	Current quarter ended 30-Apr-14	Corresponding quarter ended 30-Apr-13 Restated	Current year to date 30-Apr-14	Corresponding year to date 30-Apr-13 Restated
Net profit (RM'000)	2,558	4,762	2,558	4,762
Weighted average number of ordinary shares in issue ('000)	268,222	438,291	268,222	438,291
Basic earnings per share (sen)	0.95	1.09	0.95	1.09

(a) Diluted

The diluted earnings per ordinary share is calculated by dividing the net profit for the reporting period by the weighted average number of ordinary shares in issue during the reporting period, taking into account the outstanding options under the Employee Share Option Scheme ("ESOS") as at 30 April 2014.

	Current quarter ended 30-Apr-14	Corresponding quarter ended 30-Apr-13 Restated	Current year to date 30-Apr-14	Corresponding year to date 30-Apr-13 Restated
Net profit (RM'000)	2,558	4,762	2,558	4,762
Weighted average number of ordinary shares in issue ('000)	268,222	438,291	268,222	438,291
Effect of options if exercised under ESOS	19,242	-	19,242	-
	287,464	438,291	287,464	438,291
Diluted earnings per share (sen)	0.89	1.09	0.89	1.09

Date: 10 June 2014