

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

Quarterly Financial Statements for the period ended 31 July 2009

Unaudited Condensed Consolidated Balance Sheet**As at 31 July 2009**

		31-Jul-09	31-Jan-09
ASSETS	Note	RM'000	RM'000
Cash and short-term funds		445,437	752,806
Deposits with licensed financial institutions	9	120,661	115,847
Securities held-for-trading	10	146,010	8,813
Securities available-for-sale	11	272,844	265,279
Securities held-to-maturity	12	72,200	92,200
Loans, advances and financing	13	255,420	247,830
Trade receivables	14	392,662	123,914
Other assets	15	16,500	17,071
Statutory deposit with Bank Negara Malaysia		1,460	1,413
Investment in associated company		19,953	21,173
Deferred tax assets		36,216	36,216
Property, plant and equipment		30,730	32,904
Intangible assets		284,500	284,500
TOTAL ASSETS		2,094,593	1,999,966
LIABILITIES AND EQUITY			
LIABILITIES			
Deposits from customers	16	563,254	557,489
Deposits and placements of banks and other financial institutions	17	17,000	296,004
Trade payables	18	498,470	195,037
Other liabilities	19	79,787	57,114
Provision for taxation		132	29
Hire purchase payable		278	444
Deferred tax liabilities		51	51
TOTAL LIABILITIES		1,158,972	1,106,168
Share capital		830,902	830,902
Reserves		111,168	69,084
Less: Treasury shares, at cost	6	(6,449)	(6,188)
		935,621	893,798
TOTAL EQUITY AND LIABILITIES		2,094,593	1,999,966
Net Assets per Share (RM)		1.14	1.09

The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2009 of the Group.

**Unaudited Condensed Consolidated Income Statements
 for the Second Quarter ended 31 July 2009**

		Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
	<u>Note</u>				
Revenue		34,171	12,100	57,407	37,646
Interest income	20	10,094	7,452	21,447	13,732
Interest expense	21	(3,596)	(512)	(7,547)	(578)
Net interest income		6,498	6,940	13,900	13,154
Non-interest income	22	24,077	4,648	35,960	23,914
Other non-operating income	23	591	68	871	1,219
Net income		31,166	11,656	50,731	38,287
Operating expenses	24	(15,302)	(15,844)	(29,970)	(33,676)
Operating profit		15,864	(4,188)	20,761	4,611
Share of loss of an associated company (Allowance for)/writeback of losses on loans, advances & financing	25	-	1,455	(701)	1,345
(Allowance for)/writeback of bad & doubtful debts	26	(15)	(137)	62	(40)
Writeback of impairment loss	27	-	-	560	4,400
Profit before tax		15,610	(3,856)	20,729	8,607
Income tax expense	39	(203)	(301)	(381)	(1,543)
Profit after tax		15,407	(4,157)	20,348	7,064
Earnings per share ("EPS"): - basic / diluted *		Sen 1.88	Sen (0.50)	Sen 2.49	Sen 0.85

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

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2009 of the Group.

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

Quarterly Financial Statements for the period ended 31 July 2009

**Unaudited Condensed Consolidated Statement of Changes in Equity
for the Financial Period ended 31 July 2009**

	<-----Non-distributable----->					<----Distributable---->				
	Share capital RM'000	Treasury shares RM'000	Merger reserve RM'000	Foreign currency translation reserve RM'000	Available for sale revaluation reserve RM'000	Equity compensation reserve RM'000	Statutory reserve RM'000	General reserve RM'000	Retained profits RM'000	Total RM'000
Balance as at 1 February 2009	830,902	(6,188)	26,561	(1,933)	(26,894)	3,973	14,759	159	52,459	893,798
Net change in securities available-for-sale	-	-	-	-	38,652	-	-	-	-	38,652
Share buyback by the Company	-	(261)	-	-	-	-	-	-	-	(261)
Net profit for the financial period	-	-	-	-	-	-	-	-	20,348	20,348
Dividends paid	-	-	-	-	-	-	-	-	(16,367)	(16,367)
Currency translation differences	-	-	-	(549)	-	-	-	-	-	(549)
Balance as at 31 July 2009	830,902	(6,449)	26,561	(2,482)	11,758	3,973	14,759	159	56,440	935,621
Balance as at 1 February 2008	830,902	-	26,561	(6,718)	10,044	2,075	-	159	84,207	947,230
Net change in securities available-for-sale	-	-	-	-	(14,881)	-	-	-	-	(14,881)
Share buyback by the Company	-	(5,455)	-	-	-	-	-	-	-	(5,455)
Net profit for the financial period	-	-	-	-	-	-	-	-	7,064	7,064
Dividends paid	-	-	-	-	-	-	-	-	(19,992)	(19,992)
Currency translation differences	-	-	-	413	-	-	-	-	-	413
Balance as at 31 July 2008	830,902	(5,455)	26,561	(6,305)	(4,837)	2,075	-	159	71,279	914,379

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 January 2009 of the Group.

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)
 Quarterly Financial Statements for the period ended 31 July 2009

**Unaudited Condensed Consolidated Cash Flow Statement
 for the Financial Period ended 31 July 2009**

	6 months ended	
	31-Jul-09	31-Jul-08
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	20,729	8,607
Adjustment for non-cash items	2,117	6,214
Operating profit before working capital changes	<u>22,846</u>	<u>14,821</u>
Net (increase)/decrease in operating assets	(460,312)	220,615
Net increase/(decrease) in operating liabilities	52,967	(96,798)
Cash (used in)/generated from operations	<u>(384,499)</u>	<u>138,638</u>
Net tax paid	(148)	1,699
Net cash (used in)/generated from operating activities	<u>(384,647)</u>	<u>140,337</u>
Cash flows from investing activities		
Dividend received	183	2,302
Net disposal/(addition) from securities	58,452	(81,742)
Purchase of treasury shares	(261)	(5,455)
Net purchase of property, plant and equipment	(407)	(928)
Net cash generated from/(used in) investing activities	<u>57,967</u>	<u>(85,823)</u>
Cash flows from financing activities		
Dividend paid	(16,367)	(19,992)
Repayment of short term borrowings	(166)	(167)
Interest paid	(7,547)	(578)
Net cash used in financing activities	<u>(24,080)</u>	<u>(20,737)</u>
Net (decrease)/increase in cash and cash equivalents	(350,760)	33,777
Effects of exchange rate changes	(30)	413
Cash and cash equivalents at beginning of period	647,904	149,114
Cash and cash equivalents at end of period	<u>297,114</u>	<u>183,304</u>
Cash and cash equivalents comprise:		
Cash and short-term funds	445,437	339,965
Less: Monies held in trust	(148,323)	(156,661)
	<u>297,114</u>	<u>183,304</u>

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited consolidated financial statements for the year ended 31 January 2009 of the Group.

Part A: Explanatory Notes pursuant to Financial Reporting Standards ("FRS") 134

1 Basis of Preparation

This unaudited quarterly financial report 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 FRS 134 "Interim Financial Reporting" in Malaysia as modified by Bank Negara Malaysia's ("BNM") Guidelines and the Companies Act, 1965.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2009.

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 2009.

2 Audit Report of Preceding Annual Financial Statements

The auditors' report on the Financial Statements for the year ended 31 January 2009 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 second quarter ended 31 July 2009.

5 Variation from Financial Estimates Reported in Preceding Financial Period/Year

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

As at 31 July 2009, the total shares bought back, all of which are held as treasury shares, amounted to 12,556,100 shares. There was no issuance, cancellation, resale and repayment of either debt or equity securities during the quarter under review.

7 Dividend Paid

A final single tier dividend of 2 sen per ordinary share of RM1.00 each, in respect of the financial year ended 31 January 2009, amounting to RM16,366,917 was paid on 3 June 2009.

8 Segmental Reporting

Segmental revenue and results for the current financial period ended 31 July 2009 are as follows:-

	Financial services RM'000	Investment holding RM'000	Group Eliminations RM'000	Total RM'000
Revenue				
External sales	65,020	530	-	65,550
Inter-segment sales	8,182	303	(16,628)	(8,143)
Total revenue	<u>73,202</u>	<u>833</u>	<u>(16,628)</u>	<u>57,407</u>
Results				
Profit from operations	<u>22,648</u>	<u>(1,972)</u>	<u>85</u>	20,761
Share of results of an associated company				(701)
Writeback of losses on loans, advances & financing				47
Writeback of bad & doubtful debts				62
Writeback of impairment loss				560
Profit before tax				<u>20,729</u>
Income tax expense				(381)
Profit after tax				<u>20,348</u>
Other information				
Depreciation and amortisation	<u>2,131</u>	<u>342</u>	<u>61</u>	<u>2,534</u>

The primary basis of segment reporting of the Group is according to business segments as the Group operates principally in Malaysia.

9 Deposits with licensed financial institutions

	31-Jul-09 RM'000	31-Jan-09 RM'000
Licensed banks	20,661	75,847
Licensed investment banks	20,000	-
Bank Negara Malaysia	80,000	40,000
	<u>120,661</u>	<u>115,847</u>

10 Securities held-for-trading

	31-Jul-09	31-Jan-09
	RM'000	RM'000
At fair value		
Bankers' acceptance	144,794	8,813
Quoted securities		
- Shares	1,216	-
	146,010	8,813

11 Securities available-for-sale

	31-Jul-09	31-Jan-09
	RM'000	RM'000
At fair value		
Cagamas bonds	10,291	10,353
Quoted securities		
- Shares	129,576	97,932
Unquoted securities		
- Private debt securities	132,977	157,554
	272,844	265,839
Less: Impairment loss on securities	-	(560)
	272,844	265,279

Securities that were reclassified out from held-for-trading to available-for-sale:

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Carrying value as at beginning of financial period/year	32,382	-
Purchase of securities	-	52,991
Gain/(loss) on revaluation		
- recognised in income statement	-	(12,531)
- recognised in available-for-sale revaluation reserves	13,049	(8,078)
Carrying value as at end of financial period/year	45,431	32,382

12 Securities held-to-maturity

	31-Jul-09	31-Jan-09
	RM'000	RM'000
At amortised cost		
Negotiable instruments of deposit	70,000	90,000
At cost		
Unquoted securities		
- Shares	2,200	2,200
	72,200	92,200

13 Loans, advances and financing

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Share margin financing	105,184	118,456
Term loans/financing	153,277	133,422
Revolving credit	960	-
Gross loans, advances and financing	259,421	251,878
Less: General allowance	(4,001)	(4,048)
Total net loans, advances and financing	255,420	247,830

By Economic Purpose

Purchase of securities	237,073	226,251
Working capital	22,348	25,082
Personal uses	-	545
Gross loans, advances and financing	259,421	251,878

By Interest Rate Sensitivity

Fixed rate loans/financing	259,421	251,878
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By Type of Customer

Domestic business enterprises	96,673	90,706
Individuals	162,748	161,172
Gross loans, advances and financing	259,421	251,878

13 Loans, advances and financing (cont'd)

	31-Jul-09	31-Jan-09
	RM'000	RM'000
(i) Movements in Non Performing Loans ("NPLs")		
Balance at beginning of financial period/year	-	-
Classified as non-performing during the period/year	53,394	29,204
Recovered during the period/year	(53,394)	(29,204)
Balance at end of financial period/year	<u>-</u>	<u>-</u>
Specific allowance		
- Allowance made during the year	(5,425)	67
- Amount written back during the year	5,425	(67)
Net non-performing loans, advances and financing	<u>-</u>	<u>-</u>

(ii) Movements in allowance for losses on loans and financing

	31-Jul-09	31-Jan-09
	RM'000	RM'000
General allowance		
Balance at beginning of financial period/year	4,048	2,542
Allowance (written back)/made during the period/year	(47)	1,506
Balance at end of financial period/year	<u>4,001</u>	<u>4,048</u>
As % of gross loans, advances and financing less specific allowance	<u>1.5%</u>	<u>1.6%</u>
Specific allowance		
Balance at beginning of financial period/year	-	-
Allowance made during the period/year	5,425	3,837
Amount written back during the period/year	(5,425)	(3,837)
Balance at end of financial period/year	<u>-</u>	<u>-</u>

14 Trade receivables

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Amount owing by clients	188,962	62,702
Amount owing by brokers	203,812	60,684
	<u>392,774</u>	<u>123,386</u>
Less: Allowance for bad and doubtful receivables		
General allowance	(207)	(115)
Specific allowance	(178)	(251)
Interest-in-suspense	(985)	(933)
	<u>391,404</u>	<u>122,087</u>
Amount owing by trustees	1,258	1,827
	<u>392,662</u>	<u>123,914</u>

15 Other assets

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Interest receivable	2,715	2,907
Deposits	4,833	4,619
Tax recoverable	6,129	6,260
Other receivables and prepayments	2,823	3,285
	16,500	17,071

16 Deposits from customers

	31-Jul-09	31-Jan-09
	RM'000	RM'000
<u>By Type of Deposits:</u>		
Short-term deposits	557,454	541,539
Negotiable instruments of deposit	5,800	15,950
	563,254	557,489

By Type of Customers:

Government and statutory bodies	35,000	64,670
Business enterprises	500,139	432,985
Individuals	28,115	59,834
	563,254	557,489

17 Deposits and placements of banks and other financial institutions

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Licensed banks	17,000	248,004
Licensed investment banks	-	48,000
	17,000	296,004

18 Trade payables

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Amount owing to clients	129,098	47,804
Amount owing to brokers	234,478	57,754
Client's trust monies	133,751	87,208
Amount owing to trustees	1,143	2,271
	498,470	195,037

19 Other liabilities

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Interest payables	2,264	1,588
Accruals and deposits received	19,384	16,272
Remisiers' and dealers' trust accounts	14,119	12,592
Other payables	44,020	26,662
	79,787	57,114

20 Interest income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Loans and advances:				
- Interest income from performing loans	5,049	4,507	10,074	8,239
Stockbroking clients	220	215	319	434
Short-term funds and deposits with financial institutions	2,486	1,426	5,713	2,701
Securities:				
- available-for-sale	1,877	1,277	3,909	2,356
- held-to-maturity	418	-	824	-
Others	2	-	534	-
	10,052	7,425	21,373	13,730
Accretion of discounts less amortisation of premiums	42	27	74	2
	10,094	7,452	21,447	13,732

21 Interest expense

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Deposits from customers	3,588	57	7,522	121
Deposits from banks and other financial institutions	1	446	13	446
Others	7	9	12	11
	3,596	512	7,547	578

22 Non-interest income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Fee income				
- Fees on loans and advances	1,121	1,664	2,046	2,815
- Corporate advisory fees	89	193	177	2,670
- Net brokerage fee	13,897	7,081	21,013	15,789
- Portfolio management fees	2,273	2,653	4,213	5,690
- Other fee income	166	3,005	598	3,628
	17,546	14,596	28,047	30,592
Investment and trading income				
- Gain/(loss) from sale of securities				
• held-for-trading	472	2	621	2
• available-for-sale	5,500	196	5,993	(2,889)
- Gain/(loss) on revaluation of				
• securities held-for-trading	426	(18,337)	304	(12,636)
• derivatives	-	6,543	-	6,543
	6,398	(11,596)	6,918	(8,980)
Gross dividend income				
- Securities:				
• available-for-sale	133	1,648	995	2,302
	133	1,648	995	2,302
Total non-interest income	24,077	4,648	35,960	23,914

23 Other non-operating income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Rental income	82	57	122	287
Gain on disposal of property, plant and equipment	1	54	55	38
Gain/(loss) on revaluation of foreign exchange translation	256	(113)	283	64
Others	252	70	411	830
	591	68	871	1,219

24 Operating expenses

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
<u>Personnel expenses</u>				
Salaries, allowance and bonus	6,728	7,761	13,916	16,965
Contributions to defined contribution plan	772	903	1,605	1,827
Other personnel costs	535	(20)	1,268	614
	8,035	8,644	16,789	19,406
<u>Establishment costs</u>				
Depreciation of property, plant and equipment	1,158	1,282	2,331	2,582
Amortisation of computer software	84	233	203	456
Rental of premises	878	690	1,773	1,601
Rental of network and equipment	872	872	1,605	1,686
Other establishment costs	622	791	1,254	1,254
	3,614	3,868	7,166	7,579
<u>Marketing and communication expenses</u>				
Advertising expenses	12	55	90	167
Entertainment	213	257	343	630
Other marketing expenses	173	316	291	352
	398	628	724	1,149
<u>Administrative and general expenses</u>				
Audit fees	37	61	93	111
Legal and professional fees	134	321	100	523
Printing and stationery	148	185	234	593
Insurance, postages and courier	201	308	468	484
Electricity and water charges	236	195	452	422
Telecommunication expenses	180	386	330	705
Travelling and accomodation	105	237	194	480
Others	2,214	1,011	3,420	2,224
	3,255	2,704	5,291	5,542
Total operating expenses	15,302	15,844	29,970	33,676

**25 Allowance for/(writeback of) losses
 on loans, advances and financing**

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
General allowance on loans and financing				
- Provided/(writeback) during the financial period	239	986	(47)	1,709

**26 Allowance for/(writeback of) bad
 and doubtful debts**

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
General allowance				
- Provided/(writeback) during the financial period	20	(30)	92	(44)
	20	(30)	92	(44)
Specific allowance				
- Provided during the financial period	-	241	-	368
- Written back	10	(57)	(73)	(265)
	10	184	(73)	103
Bad debts:				
- Recovered	(15)	(18)	(81)	(19)
- Written off	-	1	-	-
	(15)	(17)	(81)	(19)
	15	137	(62)	40

27 Writeback of impairment loss

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Writeback of impairment loss:				
- Securities:				
• available-for-sale	-	-	(560)	(4,400)

28 Capital adequacy

The following is the computation of the capital adequacy ratio of ECM Libra Investment Bank Berhad ("ECMLIB"), the investment banking subsidiary of the Group.

	31-Jul-09	31-Jan-09
	RM'000	RM'000
<u>Tier 1 Capital</u>		
Paid-up share capital	513,000	513,000
Retained profit	69,055	69,055
Statutory reserve	14,759	14,759
Other reserves	1,053	1,053
	597,867	597,867
Less: Deferred tax assets	(36,156)	(36,156)
Total Tier 1 capital (a)	561,711	561,711
<u>Tier 2 Capital</u>		
General allowance for bad and doubtful debts and financing	4,001	4,040
Total Tier 2 capital (b)	4,001	4,040
Capital base (a) + (b)	565,712	565,751
Total risk-weighted assets	869,381	766,582
Core capital ratio	64.61%	73.27%
Risk weighted capital ratio	65.07%	73.80%

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

Quarterly Financial Statements for the period ended 31 July 2009

29 Interest rate risk

As at 31 July 2009	-----Non-trading book----->						Trading book RM '000	Total RM '000	Effective interest rate %
	Up to 1 month RM '000	> 1 - 3 months RM '000	> 3 - 12 months RM '000	1 - 5 years RM '000	Over 5 years RM '000	Non-interest sensitive RM '000			
ASSETS									
Cash and short-term funds	392,402	-	-	-	-	53,035	-	445,437	2.04
Deposits with licensed financial institutions	-	120,315	346	-	-	-	-	120,661	2.09
Securities held-for-trading	-	-	-	-	-	-	146,010	146,010	-
Securities available-for-sale	-	-	10,016	101,011	32,241	-	129,576	272,844	4.99
Securities held-to-maturity	30,000	40,000	-	-	-	2,200	-	72,200	2.12
Loan, advances and financing									
- Performing	113,579	115,965	7,876	22,001	-	(4,001)*	-	255,420	7.98
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	1,460	-	1,460	-
Other assets ^	-	-	-	-	-	780,561	-	780,561	-
TOTAL ASSETS	535,981	276,280	18,238	123,012	32,241	833,255	275,586	2,094,593	
LIABILITIES AND EQUITY									
LIABILITIES									
Deposits from customers	446,573	53,297	63,384	-	-	-	-	563,254	2.22
Deposits and placements of banks and other financial institutions	-	-	17,000	-	-	-	-	17,000	3.53
Other liabilities #	-	-	-	-	-	578,718	-	578,718	-
TOTAL LIABILITIES	446,573	53,297	80,384	-	-	578,718	-	1,158,972	
Shareholders' funds	-	-	-	-	-	935,621	-	935,621	-
TOTAL EQUITY AND LIABILITIES	446,573	53,297	80,384	-	-	1,514,339	-	2,094,593	
On-balance sheet interest sensitivity gap	89,408	222,983	(62,146)	123,012	32,241	(681,084)	275,586	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	
Total interest sensitivity gap	89,408	222,983	(62,146)	123,012	32,241	(681,084)	275,586	-	

^ Other assets include trade receivables, other assets, investment in associated company, property, plant and equipment, intangible assets, deferred tax assets as disclosed in the Consolidated Balance Sheet.

Other liabilities include trade payables, other liabilities, provision for taxation, hire purchase payables and deferred tax liabilities as disclosed in the Consolidated Balance Sheet.

* The negative balance represents general allowance for loans, advances and financing.

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

Quarterly Financial Statements for the period ended 31 July 2009

29 Interest rate risk (cont'd)

As at 31 January 2009	<-----Non-trading book----->						Trading book RM '000	Total RM '000	Effective interest rate %
	Up to 1 month RM '000	> 1 - 3 months RM '000	> 3 - 12 months RM '000	1 - 5 years RM '000	Over 5 years RM '000	Non-interest sensitive RM '000			
ASSETS									
Cash and short-term funds	739,907	-	-	-	-	12,899	-	752,806	2.82
Deposits with licensed financial institutions	-	115,354	493	-	-	-	-	115,847	2.55
Securities held-for-trading	-	-	-	-	-	-	8,813	8,813	-
Securities available-for-sale	-	-	24,266	105,220	37,861	-	97,932	265,279	5.33
Securities held-to-maturity	-	90,000	-	-	-	2,200	-	92,200	2.58
Loan, advances and financing									
- Performing	128,559	117,028	6,291	-	-	(4,048)*	-	247,830	8.75
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	1,413	-	1,413	-
Other assets ^	-	-	-	-	-	515,778	-	515,778	-
TOTAL ASSETS	868,466	322,382	31,050	105,220	37,861	528,242	106,745	1,999,966	
LIABILITIES AND EQUITY									
LIABILITIES									
Deposits from customers	385,356	99,918	72,215	-	-	-	-	557,489	2.85
Deposits and placements of banks and other financial institutions	251,004	28,000	17,000	-	-	-	-	296,004	2.99
Other liabilities #	-	-	-	-	-	252,675	-	252,675	-
TOTAL LIABILITIES	636,360	127,918	89,215	-	-	252,675	-	1,106,168	
Shareholders' funds	-	-	-	-	-	893,798	-	893,798	
TOTAL EQUITY AND LIABILITIES	636,360	127,918	89,215	-	-	1,146,473	-	1,999,966	
On-balance sheet interest sensitivity gap	232,106	194,464	(58,165)	105,220	37,861	(618,231)	106,745	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	
Total interest sensitivity gap	232,106	194,464	(58,165)	105,220	37,861	(618,231)	106,745	-	

^ Other assets include trade receivables, other assets, investment in associated company, property, plant and equipment, intangible assets, deferred tax assets as disclosed in the Consolidated Balance Sheet.

Other liabilities include trade payables, other liabilities, provision for taxation, hire purchase payables and deferred tax liabilities as disclosed in the Consolidated Balance Sheet.

* The negative balance represents general allowance for loans, advances and financing.

30 Valuation of Property, Plant and Equipment

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

31 Material Subsequent Event

There were no material events subsequent to 31 July 2009.

32 Changes in the Composition of the Group

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

33 Commitments and Contingencies

(a) Capital Commitments

As at 31 July 2009, the Group has commitments in respect of capital expenditure as follows: -

Authorised but not contracted for	RM'000 1,591
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(b) Other Commitments and Contingencies

In the normal course of business, the Group makes various commitments and incurs certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

The risk-weighted exposures of the Group are as follows:

	Nominal Amount RM'000	Credit Equivalent Amount * RM'000	Risk Weighted Amount RM'000
<u>As at 31 July 2009</u>			
Commitments to extend credits with maturity of less than 1 year:			
- margin facilities	233,457	46,691	46,691
- term loans facilities	64,239	12,848	12,848
Equity-related contracts	21,168	6,143	6,143
	<hr/>	<hr/>	<hr/>
<u>As at 31 January 2009</u>			
Commitments to extend credits with maturity of less than 1 year:			
- margin facilities	189,830	37,966	37,966
- term loans facilities	4,549	909	882
Equity-related contracts	21,168	7,134	7,134
	<hr/>	<hr/>	<hr/>

* The credit equivalent amount is arrived at using the credit conversion factors as specified by Bank Negara Malaysia.

Part B – Additional Information Required by the Listing Requirements of Bursa Malaysia

34 Status of Corporate Proposals Announced

There are no corporate proposals announced but not completed as at 31 July 2009.

35 Performance Review on the Results of the Group

For the current quarter under review, the Group recorded a profit before tax of RM15.6 million. This is largely contributed by increased level of broking activities resulting in net brokerage income of RM13.9 million. In addition, the Group recorded RM6.4 million in investment and trading income.

For the half-year to date ended 31 July 2009, the Group achieved profit before tax of RM20.7 million.

36 Review of Performance of Current Financial Quarter against Immediate Preceding Financial Quarter

For the financial quarter under review, the Group recorded a profit before tax of RM15.6 million compared to RM5.1 million for the preceding quarter.

For the current quarter, the Group registered an increase in brokerage income of RM6.8 million from RM7.1 million in the first quarter to RM13.9 million in the second quarter, in line with higher Bursa turnover. In addition, higher gain from sale of securities of RM6.0 million was registered in current quarter as compared to RM0.6 million in the preceding quarter.

37 Group's Prospects

The Group's fundamentals and balance sheet remain strong and is expected to show satisfactory performance in the current financial year.

38 Profit Forecast

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

39 Income Tax Expense

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year to date 31-Jul-09 RM'000	Corresponding year to date 31-Jul-08 RM'000
Current year provision	198	218	376	694
Underprovision in respect of prior years	5	83	5	849
	203	301	381	1,543

40 Sale of Unquoted Investments and Properties

There was no sale of unquoted investments and property during the quarter under review, other than those held by the investment bank subsidiary in the ordinary course of business.

41 Quoted Securities

There are no investments in quoted securities as at 31 July 2009, other than those held by the investment bank and offshore investment bank subsidiaries in their ordinary course of business.

42 Group Borrowings

The Group has no borrowings and debt securities as at 31 July 2009.

43 Off Balance Sheet Financial Instruments

There are no financial instruments with material off balance sheet risk as at the date of this report.

44 Material Litigations

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

45 Dividend

No dividend has been proposed for the quarter ended 31 July 2009.

46 Earnings Per Share

	Current quarter ended 31-Jul-09	Corresponding quarter ended 31-Jul-08	Current year to date 31-Jul-09	Corresponding year to date 31-Jul-08
Net profit/(loss) (RM'000)	15,407	(4,157)	20,348	7,064
Weighted average number of ordinary shares in issue ('000)	818,346	827,738	818,411	829,283
Basic/diluted* earnings per share (sen)	1.88	(0.50)	2.49	0.85

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

* Outstanding ESOS have been excluded from the computation of fully diluted earnings per RM1 ordinary shares as the average market price of the ordinary shares is currently below the exercise price of the options.

Date : 28 September 2009