

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

**Unaudited Condensed Consolidated Statement of Financial Position**  
**As at 31 July 2013**

|                                     | <u>Note</u> | <b>31-Jul-13</b>      | 31-Jan-13      |
|-------------------------------------|-------------|-----------------------|----------------|
|                                     |             | <b>RM'000</b>         | RM'000         |
| <b>ASSETS</b>                       |             |                       |                |
| Cash and short-term funds           |             | <b>32,396</b>         | 73,468         |
| Securities held-for-trading         | 9           | <b>15,891</b>         | 24,921         |
| Securities available-for-sale       | 10          | <b>213,155</b>        | 697,656        |
| Securities held-to-maturity         | 11          | <b>47,750</b>         | 47,750         |
| Derivative financial assets         |             | <b>9,470</b>          | 1,203          |
| Loans, advances and financing       | 12          | -                     | 4,102          |
| Trade receivables                   | 13          | <b>1,388</b>          | 7,849          |
| Other assets                        | 14          | <b>3,624</b>          | 3,857          |
| Investment in associated companies  |             | <b>41,519</b>         | 35,579         |
| Deferred tax assets                 |             | -                     | 705            |
| Property, plant and equipment       |             | <b>25,838</b>         | 26,371         |
| <b>TOTAL ASSETS</b>                 |             | <b><u>391,031</u></b> | <u>923,461</u> |
| <b>LIABILITIES AND EQUITY</b>       |             |                       |                |
| <b>LIABILITIES</b>                  |             |                       |                |
| Trade payables                      | 15          | <b>3,409</b>          | 7,207          |
| Other liabilities                   | 16          | <b>4,369</b>          | 5,999          |
| Provision for taxation              |             | <b>89</b>             | 58             |
| Deferred tax liabilities            |             | <b>5,617</b>          | 257            |
| <b>TOTAL LIABILITIES</b>            |             | <b><u>13,484</u></b>  | <u>13,521</u>  |
| <b>EQUITY</b>                       |             |                       |                |
| Share capital                       |             | <b>268,222</b>        | 828,819        |
| Reserves                            |             | <b>109,325</b>        | 81,121         |
| <b>TOTAL EQUITY</b>                 |             | <b><u>377,547</u></b> | <u>909,940</u> |
| <b>TOTAL LIABILITIES AND EQUITY</b> |             | <b><u>391,031</u></b> | <u>923,461</u> |
| Net assets per share (RM)           |             | <b>1.41</b>           | 1.10           |

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**for the second quarter ended 31 July 2013**

|   | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13</b> | Corresponding<br>quarter ended<br>31-Jul-12 | <b>Current<br/>year to<br/>date<br/>31-Jul-13</b> | Corresponding<br>year to date<br>31-Jul-12 |
|---|--|---|---|--|
| <u>Note</u>   | <b>RM'000</b>                                      | RM'000                                      | <b>RM'000</b>                                     | RM'000                                     |
| <b>Continuing operations</b>  |  |   |   |  |
| Revenue   | <b>4,795</b>                                       | 3,451                                       | <b>12,190</b>                                     | 7,003                                      |
| Interest income   | 17 <b>816</b>                                      | 351   | <b>1,638</b>                                      | 591  |
| Non-interest income   | 18 <b>3,979</b>                                    | 3,100                                       | <b>10,552</b>                                     | 6,412                                      |
| Other non-operating income  | 19 <b>153</b>                                      | 450   | <b>725</b>  | 887  |
| Net income  | <b>4,948</b>                                       | 3,901                                       | <b>12,915</b>                                     | 7,890                                      |
| Operating expenses  | 20 <b>(3,931)</b>                                  | (3,734)                                     | <b>(8,022)</b>                                    | (7,207)                                    |
| Operating profit  | <b>1,017</b>                                       | 167   | <b>4,893</b>                                      | 683  |
| Share of profit of an associate                                       | <b>1,658</b>                                       | -   | <b>1,658</b>                                      | (71)                                       |
| Writeback of allowance for losses on loans,<br>advances and financing | 21 <b>140</b>                                      | -   | <b>140</b>  | -  |
| Writeback of allowance for impairment on<br>investments               | 22 <b>142</b>                                      | -   | <b>185</b>  | -  |
| Profit before tax   | <b>2,957</b>                                       | 167   | <b>6,876</b>                                      | 612  |
| Income tax expense  | 33 <b>(298)</b>                                    | (295)                                       | <b>(1,276)</b>                                    | (737)                                      |
| Profit/(loss) from continuing operations                              | <b>2,659</b>                                       | (128)                                       | <b>5,600</b>                                      | (125)                                      |
| <b>Discontinued operations</b>  |  |   |   |  |
| Profit from discontinued operations,<br>net of tax                    | -  | 2,819                                       | -   | 8,850                                      |
| Profit for the period   | <b>2,659</b>                                       | 2,691                                       | <b>5,600</b>                                      | 8,725                                      |
| Other comprehensive income:   |  |   |   |  |
| Net gain/(loss) on available-for-sale<br>financial assets             | <b>16,501</b>                                      | 12,788                                      | <b>24,261</b>                                     | (8,343)                                    |
| Currency translation differences                                      | <b>161</b>   | 16  | <b>127</b>  | 14   |
| Share of other comprehensive income of associate                      | <b>4,281</b>                                       | -   | <b>4,281</b>                                      | -  |
| Income tax relating to components<br>of other comprehensive income    | <b>(4,125)</b>                                     | (3,197)                                     | <b>(6,065)</b>                                    | 2,086                                      |
| Other comprehensive income/(loss) for<br>the period, net of tax       | <b>16,818</b>                                      | 9,607                                       | <b>22,604</b>                                     | (6,243)                                    |
| Total comprehensive income for the period                             | <b>19,477</b>                                      | 12,298                                      | <b>28,204</b>                                     | 2,482                                      |
| Basic/diluted earnings/(loss) per share ("EPS"):                      |  |   |   |  |
| - from continuing operations  | <b>0.99</b>  | (0.02)                                      | <b>1.59</b>                                       | (0.02)                                     |
| - from discontinued operations  | -  | 0.34  | -   | 1.07                                       |

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

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

ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)  
Interim Financial Statements for the period ended 31 July 2013

Unaudited Condensed Consolidated Statement of Changes in Equity  
for the financial period ended 31 July 2013

|   | -----Non-distributable-----> |                           |                          |                                      |  |  |                                       |                         |                             |                              |                           | Distributable              |                 |
|---|------------------------------|---------------------------|--------------------------|--------------------------------------|--|--|---------------------------------------|-------------------------|-----------------------------|------------------------------|---------------------------|----------------------------|-----------------|
|   | Share capital<br>RM'000      | Treasury shares<br>RM'000 | Merger reserve<br>RM'000 | Capital redemption reserve<br>RM'000 | Foreign currency translation reserve<br>RM'000 | Available for sale revaluation reserve<br>RM'000 | Equity compensation reserve<br>RM'000 | Other reserve<br>RM'000 | Statutory reserve<br>RM'000 | Regulatory reserve<br>RM'000 | General reserve<br>RM'000 | Retained profits<br>RM'000 | Total<br>RM'000 |
| As at 1 February 2013                   | 828,819                      | -                         | -                        | 2,083                                | (3,252)  | (1,868)  | 2,761                                 | -                       | -                           | -                            | 159                       | 81,238                     | 909,940         |
| Total comprehensive income              | -                            | -                         | -                        | -                                    | 127  | 18,196   | -                                     | 4,281                   | -                           | -                            | -                         | 5,600                      | 28,204          |
| Transaction with owners:                |                              |                           |                          |                                      |  |  |                                       |                         |                             |                              |                           |                            |                 |
| Capital distribution                    | (560,597)                    | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | -                            | -                         | -                          | (560,597)       |
|   | (560,597)                    | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | -                            | -                         | -                          | (560,597)       |
| As at 31 July 2013                      | 268,222                      | -                         | -                        | 2,083                                | (3,125)  | 16,328   | 2,761                                 | 4,281                   | -                           | -                            | 159                       | 86,838                     | 377,547         |
| As at 1 February 2012                   |                              |                           |                          |                                      |  |  |                                       |                         |                             |                              |                           |                            |                 |
| - as previously reported                | 830,902                      | (1,579)                   | 26,561                   | -                                    | (3,293)  | 20,331   | 3,122                                 | -                       | 80,787                      | -                            | 159                       | 59,307                     | 1,016,297       |
| - effect of change in accounting policy | -                            | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | -                            | -                         | 4,746                      | 4,746           |
|   | 830,902                      | (1,579)                   | 26,561                   | -                                    | (3,293)  | 20,331   | 3,122                                 | -                       | 80,787                      | -                            | 159                       | 64,053                     | 1,021,043       |
| Total comprehensive income              | -                            | -                         | -                        | -                                    | 14   | (6,257)  | -                                     | -                       | -                           | -                            | -                         | 8,725                      | 2,482           |
| Transactions with owners:               |                              |                           |                          |                                      |  |  |                                       |                         |                             |                              |                           |                            |                 |
| Cash dividend paid                      | -                            | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | -                            | -                         | (19,892)                   | (19,892)        |
| Transfer to regulatory reserve          | -                            | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | 4,746                        | -                         | (4,746)                    | -               |
|   | -                            | -                         | -                        | -                                    | -  | -  | -                                     | -                       | -                           | 4,746                        | -                         | (24,638)                   | (19,892)        |
| As at 31 July 2012                      | 830,902                      | (1,579)                   | 26,561                   | -                                    | (3,279)  | 14,074   | 3,122                                 | -                       | 80,787                      | 4,746                        | 159                       | 48,140                     | 1,003,633       |

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

**Unaudited Condensed Consolidated Statement of Cash Flow**  
**for the financial period ended 31 July 2013**

|   | <b>6 months ended</b> |                       |
|---|-----------------------|-----------------------|
|   | <b>31-Jul-13</b>      | <b>31-Jul-12</b>      |
|   | <b>RM'000</b>         | <b>RM'000</b>         |
| <b>Cash flows from operating activities</b>                 |                       |                       |
| Profit before tax from:                                     |                       |                       |
| - continuing operations                                     | 6,876                 | 612                   |
| - discontinued operations                                   | -                     | 12,272                |
|   | <u>6,876</u>          | <u>12,884</u>         |
| Adjustment for non-cash items                               | (3,519)               | 20,853                |
| Operating profit before working capital changes             | <u>3,357</u>          | <u>33,737</u>         |
| Net decrease in operating assets                            | 9,875                 | 101,667               |
| Net decrease in operating liabilities                       | (5,428)               | (221,831)             |
| Cash generated from/(used in) operations                    | <u>7,804</u>          | <u>(86,427)</u>       |
| Net tax paid  | (388)                 | (7,710)               |
| Net cash generated from/(used in) operating activities      | <u>7,416</u>          | <u>(94,137)</u>       |
| <b>Cash flows from investing activities</b>                 |                       |                       |
| Dividend received   | -                     | 1,175                 |
| Net sales of securities                                     | 394,185               | 39,608                |
| Capital distribution  | (442,647)             | -                     |
| Net purchase of property, plant and equipment               | (19)                  | (3,605)               |
| Net cash (used in)/generated from investing activities      | <u>(48,481)</u>       | <u>37,178</u>         |
| <b>Cash flows from financing activities</b>                 |                       |                       |
| Dividend paid   | -                     | (19,892)              |
| Interest paid   | -                     | (23,300)              |
| Net cash used in financing activities                       | <u>-</u>              | <u>(43,192)</u>       |
| <b>Net decrease in cash and cash equivalents</b>            | <b>(41,065)</b>       | <b>(100,151)</b>      |
| <b>Effects of foreign exchange rate changes</b>             | <b>(7)</b>            | <b>1,957</b>          |
| <b>Cash and cash equivalents at beginning of the period</b> | <b>73,468</b>         | <b>228,743</b>        |
| <b>Cash and cash equivalents at end of the period</b>       | <b><u>32,396</u></b>  | <b><u>130,549</u></b> |
| Cash and cash equivalents comprise:                         |                       |                       |
| Cash and short-term funds                                   | 32,396                | 344,224               |
| Monies held in trust for dealers' representatives           | -                     | (213,675)             |
|   | <u>32,396</u>         | <u>130,549</u>        |

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

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

**1 Basis of preparation**

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

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2013. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2013.

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

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

Effective for annual periods commencing on or after 1 January 2013

MFRS 3 Business Combination

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of Interests in Other Entities

MFRS 13 Fair Value Measurement

MFRS 119 Employee Benefits (revised)

MFRS 127 Separate Financial Statements (revised)

MFRS 128 Investments in Associates and Joint Ventures (revised)

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

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

Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting  
Standards (Annual Improvements 2009-2011 Cycle)

Amendments to MFRS 101 Presentation of Financial Statements (Annual  
Improvements 2009-2011 Cycle)

Amendments to MFRS 116 Property, Plant and Equipment (Annual Improvements  
2009-2011 Cycle)

Amendments to MFRS 132 Financial Instruments: Presentation (Annual  
Improvements 2009-2011 Cycle)

Amendments to MFRS 134 Interim Financial Reporting (Annual Improvements  
2009-2011 Cycle)

Amendments to MFRS 10 Consolidated Financial Statements: Transition Guidance

Amendments to MFRS 11 Joint Arrangements: Transition Guidance

Amendments to MFRS 12 Disclosure of Interests in Other Entities: Transition Guidance

IC Interpretation 2 Members' Shares in Co-operative Entities and Similar Instruments  
(Annual Improvements 2009-2011 Cycle)

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

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

The adoption of the IC Interpretation and Amendments to MFRSs above 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 MFRSs.

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

Effective for annual periods commencing on or after 1 January 2014

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

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

Effective for annual periods commencing on or after 1 January 2015

MFRS 9 Financial Instruments

Amendments to MFRS 7 Financial Instruments: Disclosures - Mandatory Date of MFRS 9 and Transition Disclosures

The Group plans to adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are expected to have no significant impact to the financial statements of the Group upon their initial application except as described below:

**(i) MFRS 9 Financial Instruments**

MFRS 9, as issued, reflects the first phase of the International Accounting Standards Board's ("IASB") work on the replacement of MFRS 139 Financial Instruments: Recognition and Measurement and applies to classification and measurement of financial liabilities and financial liabilities as defined in MFRS 139 and replaces the guidance in MFRS 139.

In subsequent phases, the IASB will address hedge accounting and impairment of financial assets. The adoption of the first phase of MFRS 9 may have an effect on the classification and measurement of the Group's financial assets and financial liabilities. The Group will quantify the effect in conjunction with the other phases when the final standard including all phases is issued.

**(ii) MFRS 10 Consolidated Financial Statements**

MFRS 10 establishes a single control model that applies to all entities including special purpose entities. The changes introduced by MFRS 10 will require management to exercise significant judgment to determine which entities are controlled and therefore are required to be consolidated by a parent, compared with the requirements that were in MFRS 127 Consolidated and Separate Financial Statements and IC Interpretation 112 Special Purpose Entities. Based on the preliminary analyses performed, MFRS 10 is not expected to have any impact on the currently held investments of the Group.

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

**(iii) MFRS 12 Disclosure of Interests in Other Entities**

MFRS 12 includes all disclosures that were previously in MFRS 127 related to consolidated financial statements as well as all of the disclosures that were previously included in MFRS 11 Joint Arrangements and MFRS 128 Investments in Associates. These disclosures related to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are also required but have no impact on the Group's financial position or performance.

**(iv) MFRS 13 Fair Value Measurement**

MFRS 13 establishes a single source of guidance under MFRS for all fair value measurements. MFRS 13 does not change when an entity is required to use fair value but rather provides guidance on how to measure fair value under MFRS when fair value is required or permitted. The Group is currently assessing the impact that this Standard will have on the financial position and performance of the Group but based on preliminary analyses, no material impact is expected.

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

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

**3 Seasonality and cyclicity factors**

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

**4 Exceptional items/unusual events**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the second quarter ended 31 July 2013.

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

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

## **6 Debt and equity securities**

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

### Ordinary shares

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

## **7 Dividend paid**

There was no dividend paid during the 6 months ended 31 July 2013.

## **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) Corporate advisory and structured financing - corporate advisory, structured lending and financial services related activities

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

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

| <b>3 months ended 31 July 2013</b>                                    | <b>Investment<br/>holding and<br/>Capital market<br/>operations<br/>RM'000</b> | <b>Fund<br/>management<br/>RM'000</b> | <b>Corporate<br/>advisory and<br/>Structured<br/>financing<br/>RM'000</b> | <b>Group<br/>total<br/>RM'000</b> |
|---|--|---------------------------------------|---|-----------------------------------|
| Revenue   | 974  | 2,710                                 | 1,111   | <b>4,795</b>                      |
| Interest income   | 711  | 40                                    | 65  | <b>816</b>                        |
| Non-interest income   | 263  | 2,670                                 | 1,046   | <b>3,979</b>                      |
| Other non-operating income  | 153  | -                                     | -   | <b>153</b>                        |
| Net income  | 1,127  | 2,710                                 | 1,111   | <b>4,948</b>                      |
| Operating expenses  | (1,422)  | (2,509)                               | -   | <b>(3,931)</b>                    |
| Operating profit  | (295)  | 201                                   | 1,111   | <b>1,017</b>                      |
| Writeback of allowances on losses on loans,<br>advances and financing | -  | -                                     | 140   | <b>140</b>                        |
| Writeback of impairment loss  | 142  | -                                     | -   | <b>142</b>                        |
| Profit by segments  | <b>(153)</b>   | <b>201</b>                            | <b>1,251</b>  | <b>1,299</b>                      |
| Share of profit of an associated company                              |  |                                       |   | <b>1,658</b>                      |
| Profit before tax   |  |                                       |   | <b>2,957</b>                      |

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

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

| <b>6 months ended 31 July 2013</b>                                    | <b>Investment<br/>holding and<br/>Capital market<br/>operations<br/>RM'000</b> | <b>Fund<br/>management<br/>RM'000</b> | <b>Corporate<br/>advisory and<br/>Structured<br/>financing<br/>RM'000</b> | <b>Group<br/>total<br/>RM'000</b> |
|---|--|---------------------------------------|---|-----------------------------------|
| Revenue   | 4,760  | 5,494                                 | 1,936   | <b>12,190</b>                     |
| Interest income   | 1,389  | 85                                    | 164   | <b>1,638</b>                      |
| Non-interest income   | 3,371  | 5,409                                 | 1,772   | <b>10,552</b>                     |
| Other non-operating income  | 725  | -                                     | -   | <b>725</b>                        |
| Net income  | 5,485  | 5,494                                 | 1,936   | <b>12,915</b>                     |
| Operating expenses  | (2,901)  | (5,112)                               | (9)   | <b>(8,022)</b>                    |
| Operating profit  | 2,584  | 382                                   | 1,927   | <b>4,893</b>                      |
| Writeback of allowances on losses on loans,<br>advances and financing | -  | -                                     | 140   | <b>140</b>                        |
| Writeback of impairment loss  | 185  | -                                     | -   | <b>185</b>                        |
| Profit by segments  | <b>2,769</b>   | <b>382</b>                            | <b>2,067</b>  | <b>5,218</b>                      |
| Share of profit of associated companies                               |  |                                       |   | <b>1,658</b>                      |
| Profit before tax   |  |                                       |   | <b>6,876</b>                      |
| Segment assets  | <b>327,281</b>   | <b>16,891</b>                         | <b>5,340</b>  | <b>349,512</b>                    |
| Investment in associated companies                                    |  |                                       |   | <b>41,519</b>                     |
| Total assets  |  |                                       |   | <b>391,031</b>                    |

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

Interim Financial Statements for the period ended 31 July 2013

8 Segmental reporting (cont'd.)

| 6 months ended 31 July 2012  | <--Continuing operations-->                                |                           |                        | <-----Discontinued operations----->                   |  |                  |                  | Inter-segment elimination<br>RM'000 | Group total<br>RM'000 |
|--|--|---------------------------|------------------------|---|--|------------------|------------------|-------------------------------------|-----------------------|
|  | Investment holding and Capital market operations<br>RM'000 | Fund management<br>RM'000 | Stockbroking<br>RM'000 | Investment banking and Structured financing<br>RM'000 | Treasury and Capital market operations<br>RM'000 | Others<br>RM'000 | Total<br>RM'000  |                                     |                       |
| Revenue from external customers  | 914  | 6,089                     | 29,860                 | 23,077  | 21,233   | 568              | 81,741           | -                                   | 81,741                |
| Inter-segment revenue  | -  | -                         | 6                      | -   | 26,963   | 994              | 27,963           | (27,963)                            | -                     |
|  | <b>914</b>   | <b>6,089</b>              | <b>29,866</b>          | <b>23,077</b>   | <b>48,196</b>                                    | <b>1,562</b>     | <b>109,704</b>   | <b>(27,963)</b>                     | <b>81,741</b>         |
| Net interest income  | 448  | 143                       | 1,023                  | 9,185   | 3,071  | 277              | 14,147           | -                                   | 14,147                |
| Non-interest income  | 466  | 5,946                     | 24,101                 | 6,909   | 5,280  | 994              | 43,696           | -                                   | 43,696                |
| Other non-operating income   | 887  | -                         | 175                    | 17  | (639)  | 26               | 466              | -                                   | 466                   |
| Net income   | 1,801  | 6,089                     | 25,299                 | 16,111  | 7,712  | 1,297            | 58,309           | -                                   | 58,309                |
| Operating expenses   | (2,880)  | (4,327)                   | (25,061)               | (2,261)   | (10,830)   | (1,321)          | (46,680)         | -                                   | (46,680)              |
| Operating profit   | (1,079)  | 1,762                     | 238                    | 13,850  | (3,118)  | (24)             | 11,629           | -                                   | 11,629                |
| (Allowance for)/writeback of losses on loans, advances and financing         | -  | -                         | -                      | (312)   | -  | -                | (312)            | -                                   | (312)                 |
| (Allowance for)/writeback of impairment allowance for bad and doubtful debts | -  | -                         | 26                     | (3)   | 87   | -                | 110              | -                                   | 110                   |
| Writeback of/(allowance for) impairment loss                                 | -  | -                         | -                      | -   | 1,528  | -                | 1,528            | -                                   | 1,528                 |
| Profit/(loss) by segments  | <b>(1,079)</b>   | <b>1,762</b>              | <b>264</b>             | <b>13,535</b>   | <b>(1,503)</b>                                   | <b>(24)</b>      | <b>12,955</b>    | -                                   | <b>12,955</b>         |
| Share of profit of associated companies                                      |  |                           |                        |   |  |                  |                  |                                     | (71)                  |
| Profit before tax  |  |                           |                        |   |  |                  |                  |                                     | <b>12,884</b>         |
| Segment assets   | <b>67,990</b>  | <b>18,047</b>             | <b>425,463</b>         | <b>423,345</b>  | <b>1,438,768</b>                                 | <b>128,841</b>   | <b>2,502,454</b> | <b>(4,399)</b>                      | <b>2,498,055</b>      |
| Investment in associated companies   |  |                           |                        |   |  |                  |                  |                                     | 19,906                |
| Intangible assets  |  |                           |                        |   |  |                  |                  |                                     | 284,500               |
| Total assets   |  |                           |                        |   |  |                  |                  |                                     | <b>2,802,461</b>      |

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**9 Securities held-for-trading**

|                      | <b>31-Jul-13</b> | 31-Jan-13 |
|----------------------|------------------|-----------|
|                      | <b>RM'000</b>    | RM'000    |
| <b>At fair value</b> |                  |           |
| Quoted shares        | <b>15,891</b>    | 24,921    |
|                      | <b>15,891</b>    | 24,921    |

**10 Securities available-for-sale**

|                           | <b>31-Jul-13</b> | 31-Jan-13 |
|---------------------------|------------------|-----------|
|                           | <b>RM'000</b>    | RM'000    |
| <b>At fair value</b>      |                  |           |
| Quoted shares             | -                | 69,600    |
| Unquoted securities       |                  |           |
| - Private debt securities | -                | 48,070    |
| Trust fund units          | <b>213,155</b>   | 579,986   |
|                           | <b>213,155</b>   | 697,656   |

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

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

**11 Securities held-to-maturity**

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

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**12 Loans, advances and financing**

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

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

By residual contractual maturity

|                                     |   |       |
|-------------------------------------|---|-------|
| More than three years               | - | 4,242 |
| Gross loans, advances and financing | - | 4,242 |

By economic purpose

|                                     |   |       |
|-------------------------------------|---|-------|
| Others                              | - | 4,242 |
| Gross loans, advances and financing | - | 4,242 |

By interest rate sensitivity

|   |   |       |
|---|---|-------|
| Fixed rate  |   |       |
| - Share margin financing, term loans and revolving credit | - | 4,242 |
| Gross loans, advances and financing                       | - | 4,242 |

By type of customer

|                                     |   |       |
|-------------------------------------|---|-------|
| Domestic business enterprises       | - | 4,242 |
| Gross loans, advances and financing | - | 4,242 |

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

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

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

**Individual assessment allowance**

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

**13 Trade receivables**

|                          | <b>31-Jul-13</b> | 31-Jan-13 |
|--------------------------|------------------|-----------|
|                          | <b>RM'000</b>    | RM'000    |
| Amount owing by trustees | <b>1,388</b>     | 7,849     |
|                          | <b>1,388</b>     | 7,849     |

**14 Other assets**

|                                   | <b>31-Jul-13</b> | 31-Jan-13 |
|-----------------------------------|------------------|-----------|
|                                   | <b>RM'000</b>    | RM'000    |
| Interest receivable               | <b>354</b>       | 331       |
| Deposits                          | <b>426</b>       | 416       |
| Tax recoverable                   | <b>799</b>       | 1,654     |
| Other receivables and prepayments | <b>2,045</b>     | 1,456     |
|                                   | <b>3,624</b>     | 3,857     |

**15 Trade payables**

|                          | <b>31-Jul-13</b> | 31-Jan-13 |
|--------------------------|------------------|-----------|
|                          | <b>RM'000</b>    | RM'000    |
| Amount owing to trustees | <b>3,409</b>     | 7,207     |
|                          | <b>3,409</b>     | 7,207     |

**16 Other liabilities**

|                                | <b>31-Jul-13</b> | 31-Jan-13 |
|--------------------------------|------------------|-----------|
|                                | <b>RM'000</b>    | RM'000    |
| Accruals and deposits received | <b>934</b>       | 1,684     |
| Other payables                 | <b>3,435</b>     | 4,315     |
|                                | <b>4,369</b>     | 5,999     |

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**17 Interest income**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| Loans and advances   | 65  | -   | 164  | -  |
| Short-term funds and deposits<br>with financial institutions | 149   | 351   | 290  | 591  |
| Securities:  |   |   |  |  |
| - held-to-maturity   | 602   | -   | 1,184  | -  |
|  | <b>816</b>  | 351   | <b>1,638</b>   | 591  |

**18 Non-interest income**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| Fee income   |   |   |  |  |
| - Fees on loans and advances                           | 234   | -   | 461  | -  |
| - Portfolio management fees                            | 2,526   | 2,770   | 5,184  | 5,755  |
| - Other fee income                                     | 1,191   | 330   | 2,003  | 657  |
|  | <b>3,951</b>  | 3,100   | <b>7,648</b>   | 6,412  |
| Investment and trading income                          |   |   |  |  |
| Net loss arising from securities<br>held-for-trading   |   |   |  |  |
| - Unrealised loss on revaluation                       | (2,486)   | -   | (8,876)  | -  |
|  | <b>(2,486)</b>  | -   | <b>(8,876)</b>   | -  |
| Net gain arising from securities<br>available-for-sale |   |   |  |  |
| - Net gain on disposal                                 | -   | -   | 2,851  | -  |
| - Income distribution from fund                        | 29  | -   | 58   | -  |
|  | <b>29</b>   | -   | <b>2,909</b>   | -  |
| Net gain arising from derivatives                      |   |   |  |  |
| - Unrealised gain on revaluation                       | 2,485   | -   | 8,871  | -  |
|  | <b>2,485</b>  | -   | <b>8,871</b>   | -  |
| <b>Total non-interest income</b>                       | <b>3,979</b>  | 3,100   | <b>10,552</b>  | 6,412  |

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
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**19 Other non-operating income**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| Rental income                            | 346   | 432   | 692  | 866  |
| Gain on disposal of motor vehicle        | -   | -   | 180  | -  |
| Loss on foreign exchange<br>translations | (173)   | (17)  | (134)  | (15)   |
| Others                                   | (20)  | 35  | (13)   | 36   |
|  | <b>153</b>  | <b>450</b>  | <b>725</b>   | <b>887</b>   |

**20 Operating expenses**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| <u>Personnel expenses</u>                        |   |   |  |  |
| Salaries, allowance and bonus                    | 1,715   | 1,604   | 3,695  | 3,208  |
| Contributions to defined contribution plan       | 261   | 176   | 503  | 352  |
| Other personnel costs                            | 370   | 209   | 563  | 358  |
|  | <b>2,346</b>  | <b>1,989</b>  | <b>4,761</b>   | <b>3,918</b>   |
| <u>Establishment costs</u>                       |   |   |  |  |
| Depreciation of property,<br>plant and equipment | 367   | 215   | 731  | 470  |
| Property, plant and equipment written off        | -   | 3   | 1  | 3  |
| Rental of premises                               | 43  | 78  | 88   | 157  |
| Rental of network and equipment                  | 36  | 73  | 80   | 134  |
| Other establishment costs                        | 15  | 5   | 35   | 11   |
|  | <b>461</b>  | <b>374</b>  | <b>935</b>   | <b>775</b>   |
| <u>Marketing and communication expenses</u>      |   |   |  |  |
| Advertising expenses                             | -   | -   | -  | 3  |
| Entertainment                                    | 41  | 24  | 74   | 53   |
| Other marketing expenses                         | 103   | 91  | 232  | 197  |
|  | <b>144</b>  | <b>115</b>  | <b>306</b>   | <b>253</b>   |
| <u>Administrative and general expenses</u>       |   |   |  |  |
| Audit fees                                       | 14  | 18  | 38   | 38   |
| Legal and professional fees                      | 59  | 294   | 255  | 750  |
| Printing and stationery                          | 89  | 6   | 121  | 16   |
| Insurance, postages and courier                  | 32  | 40  | 137  | 45   |
| Electricity and water charges                    | 57  | 105   | 129  | 140  |
| Telecommunication expenses                       | 38  | 30  | 86   | 62   |
| Others   | 691   | 763   | 1,254  | 1,210  |
|  | <b>980</b>  | <b>1,256</b>  | <b>2,020</b>   | <b>2,261</b>   |
| <b>Total operating expenses</b>                  | <b>3,931</b>  | <b>3,734</b>  | <b>8,022</b>   | <b>7,207</b>   |

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**21 Writeback of allowance for losses on loans, advances and financing**

|   | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|---|---|---|--|--|
| Collective assessment allowance         |   |   |  |  |
| - Writeback during the financial period | <b>140</b>  | -   | <b>140</b>   | -  |

**22 Writeback of allowance for impairment on investment**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| Writeback of allowance for impairment: |   |   |  |  |
| - Private debt securities:             |   |   |  |  |
| • Available-for-sale                   | <b>142</b>  | -   | <b>185</b>   | -  |

**23 Valuation of property, plant and equipment**

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

**24 Material subsequent event**

There were no material events subsequent to 31 July 2013.

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

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

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

## **26 Commitments and contingencies**

### **Capital commitments**

As at 31 July 2013, the Group has commitments in respect of capital expenditure as follows: -

|                               |                               |
|-------------------------------|-------------------------------|
| Authorised and contracted for | <b>RM'000</b><br><b>1,389</b> |
|-------------------------------|-------------------------------|

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## **27 Additional disclosure - Redeemable Non-convertible Unsecured Loan Stocks ("RULS") held on behalf of shareholders**

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

Some entitled shareholders have opted for the Company to hold the RULS on their behalf. As at 31 July 2013, the Company holds RM28,116,584 nominal value RULS on behalf of shareholders. The cost of administering the RULS are borne by the Company.

**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 31 July 2013.

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

For the half year ended 31 July 2013, the Group recorded a profit before tax of RM6.9 million and a profit after tax of RM5.6 million. This is mainly contributed by portfolio management fees income of RM5.1 million, investment income of RM2.9 million, fee income of RM2.5 million, interest income of RM1.6 million, rental income of RM0.7 million and share of profit of an associated company amounting to RM1.7 million; partially offset by operating expenses of RM8.0 million.

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

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

Investment holding and capital market operations reported a profit before tax of RM2.8 million for the half year ended 31 July 2013. Profit was mainly generated from investment and other income of RM3.4 million, interest income of RM1.4 million, rental income of RM0.7 million and gain on disposal of motor vehicle of RM0.2 million; offset by operating and corporate expenses of RM2.9 million.

Investment holding and capital market operations reported a loss before tax in the current quarter ended 31 July 2013 of RM0.1 million compared to a profit before tax of RM2.9 million in the previous quarter ended 30 April 2013. Investment and other income was lower at RM0.3 million for the current quarter compared to RM3.1 million in the previous quarter. Previous quarter's investment income included RM2.8 million gain from disposal of investments from the securities available-for-sale ("AFS financial assets") to fund the Company's capital repayment exercise. During the current quarter, there was no disposal of AFS financial assets.

**(ii) Fund management**

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

Fund management reported a profit before tax of RM0.4 million for the half year ended 31 July 2013, largely contributed by portfolio management and portfolio performance fees income of RM5.2 million; partially offset by operating expenses of RM5.1 million.

Profit before tax for the current and previous quarter remained stable at RM0.2 million. Portfolio management fees amounted to RM2.5 million in the current quarter and RM2.6 million in the previous quarter, whereas operating expenses amounted to RM2.5 million in the current quarter and RM2.6 million in the previous quarter.

## **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 RM2.1 million for the half year ended 31 July 2013, largely contributed by fee income of RM1.8 million, interest income of RM0.2 million and writeback of allowance for losses on loans, advances and financing of RM0.1 million.

Corporate advisory and structured financing reported a higher profit before tax in the current quarter ended 31 July 2013 of RM1.2 million from RM0.8 million in the previous quarter ended 30 April 2013. The increase is contributed by higher fee income of RM1.0 million in the current quarter compared to RM0.7 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 RM2.9 million as compared to RM3.9 million reported for the immediate preceding quarter.

In the current quarter, the Group reported portfolio management fees income of RM2.5 million, fee income of RM1.4 million, interest income of RM0.8 million, rental income of RM0.3 million and share of profit of an associate amounting to RM1.7 million; partially offset by operating expenses of RM3.9 million.

The decrease in profit before tax in the current quarter was due to the absence of gain from sale of investments which amounted to RM2.8 million in the previous quarter. This decrease is partially offset by the reported share of profit in an associate of RM1.7 million in the current quarter.

## **31 Group's prospects**

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

The Company is evaluating various options to regularize its financial condition to uplift the PN17 status and has up to 13 December 2013 to submit its regularisation plan to the authorities for approval.

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**32 Profit forecast**

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

**33 Income tax expense**

|  | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>quarter ended<br>31-Jul-12<br>RM'000 | <b>Current<br/>year to date<br/>31-Jul-13<br/>RM'000</b> | Corresponding<br>year to date<br>31-Jul-12<br>RM'000 |
|--|---|---|--|--|
| Income tax expense on continuing operations    | 298   | 295   | 1,276  | 737  |
| Income tax expense on discontinued operations  | -   | 1,040   | -  | 3,422  |
| Total income tax expense                       | <b>298</b>  | 1,335   | <b>1,276</b>   | 4,159  |
| Major component of income tax expense include: |   |   |  |  |
| Income tax:                                    |   |   |  |  |
| Current period provision                       | 298   | 1,441   | 1,276  | 2,268  |
| Under provision of tax in prior years          | -   | -   | -  | 112  |
|  | <b>298</b>  | 1,441   | <b>1,276</b>   | 2,380  |
| Deferred taxation:                             |   |   |  |  |
| Transfer from deferred tax                     | -   | (106)   | -  | 1,779  |
|  | <b>298</b>  | 1,335   | <b>1,276</b>   | 4,159  |

The Group's effective tax rate for the second quarter ended 31 July 2013 was lower than statutory tax rate due to certain income not taxable for tax purposes.

**34 Group borrowings**

The Group has no borrowings and debt securities as at 31 July 2013.

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**35 Realised and unrealised retained profits**

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

|  | <b>31-Jul-13</b> | <b>31-Jan-13</b> |
|--|------------------|------------------|
|  | <b>RM'000</b>    | <b>RM'000</b>    |
| Total retained profits of the Group            |                  |                  |
| - Realised                                     | <b>91,579</b>    | 87,010           |
| - Unrealised                                   | <b>(179)</b>     | 489              |
|  | <b>91,400</b>    | 87,499           |
| Total share of retained profits from associate |                  |                  |
| - Realised                                     | <b>10,661</b>    | 9,002            |
|  | <b>102,061</b>   | 96,501           |
| Add: Consolidation adjustments                 | <b>(15,223)</b>  | (15,263)         |
| Retained profits as per financial statements   | <b>86,838</b>    | 81,238           |

The unrealised retained (loss)/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.

**37 Dividend**

No dividend has been proposed for the quarter ended 31 July 2013.

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2013**

**38 Earnings per share**

|   | <b>Current<br/>quarter<br/>ended<br/>31-Jul-13</b> | Corresponding<br>quarter ended<br>31-Jul-12 | <b>Current<br/>year to date<br/>31-Jul-13</b> | Corresponding<br>year to date<br>31-Jul-12 |
|---|--|---|---|--|
| Profit from: (RM'000)   |  |   |   |  |
| Continuing operations   | <b>2,659</b>                                       | (128)                                       | <b>5,600</b>                                  | (125)                                      |
| Discontinued operations                                       | -  | 2,819                                       | -   | 8,850                                      |
| Weighted average number of ordinary<br>shares in issue ('000) | <b>268,222</b>                                     | 828,819                                     | <b>351,847</b>                                | 828,819                                    |
| Basic/diluted* earnings per share (sen)                       |  |   |   |  |
| From continuing operations                                    | <b>0.99</b>  | (0.02)                                      | <b>1.59</b>                                   | (0.02)                                     |
| From discontinued operations                                  | -  | 0.34  | -   | 1.07                                       |

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

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

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

Date : 19 September 2013