

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2014**

**Unaudited Condensed Consolidated Statement of Financial Position**  
**As at 31 July 2014**

		<b>31-Jul-14</b>	31-Jan-14
		<b>RM'000</b>	RM'000
<b>ASSETS</b>	<b>Note</b>		
Cash and short-term funds	9	<b>60,797</b>	30,579
Securities held-for-trading	10	-	22,392
Securities available-for-sale	11	<b>256,524</b>	198,711
Securities held-to-maturity	12	<b>47,750</b>	47,750
Derivative financial assets		-	2,969
Loans, advances and financing	13	<b>64,418</b>	44,291
Trade receivables	14	<b>1,681</b>	2,659
Other assets	15	<b>3,982</b>	4,519
Investment in associated companies	16	<b>7,200</b>	7,200
Property, plant and equipment		<b>24,403</b>	25,126
<b>TOTAL ASSETS</b>		<b>466,755</b>	386,196
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Trade payables	17	<b>943</b>	1,615
Other liabilities	18	<b>2,084</b>	3,934
Provision for taxation		<b>509</b>	245
Deferred tax liabilities		<b>1,235</b>	300
<b>TOTAL LIABILITIES</b>		<b>4,771</b>	6,094
<b>EQUITY</b>			
Share capital		<b>268,222</b>	268,222
Reserves		<b>193,762</b>	111,880
<b>TOTAL EQUITY</b>		<b>461,984</b>	380,102
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>466,755</b>	386,196
Net assets per share (RM)		<b>1.72</b>	1.42

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2014**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**for the second quarter ended 31 July 2014**

		<b>Current quarter ended 31-Jul-14</b>	Corresponding quarter ended 31-Jul-13	<b>Current year to date 31-Jul-14</b>	Corresponding year to date 31-Jul-13
	<u>Note</u>	RM'000	RM'000 Restated	RM'000	RM'000 Restated
Revenue		<b>5,639</b>	5,259	<b>11,667</b>	14,570
Interest income	19	<b>1,983</b>	1,007	<b>3,576</b>	2,022
Non-interest income	20	<b>3,656</b>	4,252	<b>8,091</b>	12,548
Other non-operating income	21	<b>615</b>	153	<b>955</b>	725
Net income		<b>6,254</b>	5,412	<b>12,622</b>	15,295
Operating expenses	22	<b>(3,674)</b>	(4,108)	<b>(7,126)</b>	(8,294)
Operating profit		<b>2,580</b>	1,304	<b>5,496</b>	7,001
Share of profit of an associated company					
Share of profit of an associate		-	1,658	-	1,658
Writeback of impairment allowance on loans, advances and financing	23	-	140	-	140
Writeback of impairment allowance on securities	24	-	142	-	185
Profit before tax		<b>2,580</b>	3,244	<b>5,496</b>	8,984
Income tax expense	34	<b>(495)</b>	(298)	<b>(853)</b>	(1,276)
Profit for the period		<b>2,085</b>	2,946	<b>4,643</b>	7,708
Other comprehensive income:					
Net gain on available-for-sale financial assets		<b>45,732</b>	16,198	<b>78,199</b>	22,126
Share of other comprehensive income of associate		-	4,281	-	4,281
Other currency translation differences		<b>(51)</b>	161	<b>(79)</b>	127
Income tax relating to components of other comprehensive income		<b>(589)</b>	(175)	<b>(934)</b>	25
Other comprehensive income for the period, net of tax		<b>45,092</b>	20,465	<b>77,186</b>	26,559
Total comprehensive income for the period		<b>47,177</b>	23,411	<b>81,829</b>	34,267
Earnings per share ("EPS"):		<b>Sen</b>	Sen	<b>Sen</b>	Sen
- basic	39	<b>0.78</b>	1.10	<b>1.73</b>	2.20
- diluted	39	<b>0.72</b>	1.10	<b>1.61</b>	2.20

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2014**

**Unaudited Condensed Consolidated Statement of Changes in Equity**  
**for the financial period ended 31 July 2014**

	<-----Non-distributable----->					Distributable		Total RM'000
	Share capital RM'000	Capital redemption reserve RM'000	Foreign currency translation reserve RM'000	Available for sale revaluation reserve RM'000	Equity compensation reserve RM'000	General reserve RM'000	Retained profits RM'000	
As at 1 February 2014	268,222	2,083	(5,007)	18,244	2,737	159	93,664	380,102
Total comprehensive income	-	-	(79)	77,265	-	-	4,643	81,829
Transaction with owners:								
ESOS granted during the year	-	-	-	-	53	-	-	53
	-	-	-	-	53	-	-	53
As at 31 July 2014	<b>268,222</b>	<b>2,083</b>	<b>(5,086)</b>	<b>95,509</b>	<b>2,790</b>	<b>159</b>	<b>98,307</b>	<b>461,984</b>
As at 1 February 2013	828,819	2,083	(3,252)	(3,012)	2,761	159	81,377	908,935
Total comprehensive income	-	-	127	26,432	-	-	7,708	34,267
Transaction with owners:								
Capital distribution	(560,597)	-	-	-	-	-	-	(560,597)
	(560,597)	-	-	-	-	-	-	(560,597)
As at 31 July 2013	<b>268,222</b>	<b>2,083</b>	<b>(3,125)</b>	<b>23,420</b>	<b>2,761</b>	<b>159</b>	<b>89,085</b>	<b>382,605</b>

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

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2014**

**Unaudited Condensed Consolidated Statement of Cash Flow**  
**for the financial period ended 31 July 2014**

	<b>6 months ended</b>	
	<b>31-Jul-14</b>	31-Jul-13
	<b>RM'000</b>	RM'000
		Restated
<b>Cash flows from operating activities</b>		
Profit before tax	5,496	8,984
Adjustment for non-cash items	(4,252)	(7,668)
Operating profit before working capital changes	<u>1,244</u>	<u>1,316</u>
Net decrease in operating assets	6,694	10,431
Net decrease in operating liabilities	(2,522)	(5,418)
Cash generated from operations	<u>5,416</u>	<u>6,329</u>
Net tax paid	(528)	(388)
Net cash generated from operating activities	<u>4,888</u>	<u>5,941</u>
<b>Cash flows from investing activities</b>		
Net sales of securities	21,840	404,447
Capital repayment	-	(442,647)
Income distribution from fund	118	58
Net purchase of property, plant and equipment	(113)	(19)
Interest income received	3,571	1,999
Net cash generated from/(used in) investing activities	<u>25,416</u>	<u>(36,162)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>30,304</b>	<b>(30,221)</b>
<b>Effects of foreign exchange rate changes</b>	<b>(86)</b>	<b>(7)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>30,579</b>	<b>76,421</b>
<b>Cash and cash equivalents at end of the period</b>	<b><u>60,797</u></b>	<b><u>46,193</u></b>
Cash and cash equivalents comprise:		
Cash and short-term funds	<u>60,797</u>	<u>46,193</u>

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

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

**1 Basis of preparation**

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

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

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

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

Effective for annual periods commencing on or after 1 January 2014

Amendments to MFRS 10 Consolidated Financial Statements - Investment Entities

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

Amendments to MFRS 127 Separate Financial Statements - Investment Entities

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

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

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

IC Interpretation 21 Levies

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

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

Effective for annual periods commencing on or after 1 July 2014

Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions

Annual Improvement to MFRS 2010-2012 cycle

Annual Improvement to MFRS 2011-2013 cycle

Effective for annual period to be announced by MASB

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

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

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

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

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

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

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

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

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

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

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

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

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

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

## **3 Seasonality and cyclicity factors**

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

## **4 Exceptional items/unusual events**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the second quarter ended 31 July 2014.

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

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

**6 Debt and equity securities**

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

**7 Dividend paid**

There was no dividend paid during the 6 months ended 31 July 2014.

**8 Segmental reporting**

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

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

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

<b>3 months ended 31 July 2014</b>	<b>Investment holding and capital market operations</b>	<b>Fund management</b>	<b>Fund managed by a subsidiary</b>	<b>Corporate advisory and structured financing</b>	<b>Inter- segment elimination</b>	<b>Group total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	910	2,746	715	1,268	-	<b>5,639</b>
Inter-segment revenue	-	64	-	-	(64)	-
	<b>910</b>	<b>2,810</b>	<b>715</b>	<b>1,268</b>	<b>(64)</b>	<b>5,639</b>
Interest income	670	58	192	1,063	-	<b>1,983</b>
Non-interest income	242	2,686	523	205	-	<b>3,656</b>
Other non-operating income	615	-	-	-	-	<b>615</b>
Net income	1,527	2,744	715	1,268	-	<b>6,254</b>
Operating expenses	(1,393)	(2,236)	(37)	(8)	-	<b>(3,674)</b>
Profit before tax	<b>134</b>	<b>508</b>	<b>678</b>	<b>1,260</b>	<b>-</b>	<b>2,580</b>
<b>6 months ended 31 July 2014</b>						
Revenue	1,748	5,281	1,827	2,811	-	<b>11,667</b>
Inter-segment revenue	-	112	-	-	(112)	-
	<b>1,748</b>	<b>5,393</b>	<b>1,827</b>	<b>2,811</b>	<b>(112)</b>	<b>11,667</b>
Interest income	1,274	108	353	1,841	-	<b>3,576</b>
Non-interest income	476	5,171	1,474	970	-	<b>8,091</b>
Other non-operating income	955	-	-	-	-	<b>955</b>
Net income	2,705	5,279	1,827	2,811	-	<b>12,622</b>
Operating expenses	(2,551)	(4,484)	(71)	(20)	-	<b>(7,126)</b>
Profit before tax	<b>154</b>	<b>795</b>	<b>1,756</b>	<b>2,791</b>	<b>-</b>	<b>5,496</b>
Segment assets	<b>113,252</b>	<b>15,383</b>	<b>266,396</b>	<b>64,524</b>	<b>-</b>	<b>459,555</b>
Investment in an associated company						<b>7,200</b>
Total assets						<b>466,755</b>



**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
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**8 Segmental reporting (cont'd.)**

<b>6 months ended 31 July 2013</b>	<b>Investment holding and capital market operations</b>	<b>Fund management</b>	<b>Fund managed by a subsidiary</b>	<b>Corporate advisory and structured financing</b>	<b>Inter-segment elimination</b>	<b>Group total</b>
<b>Restated</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	4,760	5,406	2,468	1,936	-	<b>14,570</b>
Inter-segment revenue	-	88	-	-	(88)	-
	<b>4,760</b>	<b>5,494</b>	<b>2,468</b>	<b>1,936</b>	<b>(88)</b>	<b>14,570</b>
Interest income	1,389	85	384	164	-	<b>2,022</b>
Non-interest income	3,371	5,321	2,084	1,772	-	<b>12,548</b>
Other non-operating income	725	-	-	-	-	<b>725</b>
Net income	5,485	5,406	2,468	1,936	-	<b>15,295</b>
Operating expenses	(2,901)	(5,113)	(271)	(9)	-	<b>(8,294)</b>
Operating profit	2,584	293	2,197	1,927	-	<b>7,001</b>
Writeback of allowances on losses on loans, advances and financing	-	-	-	140	-	<b>140</b>
Writeback of impairment loss on securities	185	-	-	-	-	<b>185</b>
Profit before tax	<b>2,769</b>	<b>293</b>	<b>2,197</b>	<b>2,067</b>	-	<b>7,326</b>
Segment assets	<b>144,776</b>	<b>16,891</b>	<b>188,468</b>	<b>5,340</b>	-	<b>355,475</b>
Investment in associated companies						<b>35,579</b>
Total assets						<b>391,054</b>

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
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**9 Cash and short term funds**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Cash	<b>19,351</b>	11,123
Cash belonging to a fund managed by a subsidiary	<b>41,446</b>	19,456
	<b>60,797</b>	30,579

**10 Securities held-for-trading**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
<b>At fair value</b>		
Quoted shares	-	22,392

**11 Securities available-for-sale**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
<b>At fair value</b>		
Quoted shares	<b>198,759</b>	152,936
Unit trust funds	<b>57,765</b>	45,689
	<b>256,524</b>	198,625
Add: Writeback of impairment loss on securities	-	86
	<b>256,524</b>	198,711

**12 Securities held-to-maturity**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
<b>At cost</b>		
Redeemable Non-convertible Unsecured Loan Stock	<b>47,750</b>	47,750

**13 Loans, advances and financing**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Term loans, representing gross loans, advances and financing	<b>64,418</b>	44,291
Less: Collective assessment allowance	-	-
<b>Total net loans, advances and financing</b>	<b>64,418</b>	44,291

**ECM LIBRA FINANCIAL GROUP BERHAD (Company No. 713570-K)**  
**Interim Financial Statements for the period ended 31 July 2014**

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

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
<b>Analysis of gross loans, advances and financing</b>		
<u>By residual contractual maturity</u>		
Maturity within one year	<b>64,418</b>	44,291
More than one year to 3 years	-	-
More than three years	-	-
Gross loans, advances and financing	<b>64,418</b>	44,291
<u>By economic purpose</u>		
Investments	<b>20,127</b>	-
Working capital	<b>20,000</b>	20,000
Others	<b>24,291</b>	24,291
Gross loans, advances and financing	<b>64,418</b>	44,291
<u>By interest rate sensitivity</u>		
Fixed rate		
- Term loans and revolving credit	<b>64,418</b>	44,291
Gross loans, advances and financing	<b>64,418</b>	44,291
<u>By type of customer</u>		
Domestic business enterprises	<b>40,127</b>	20,000
Individuals	<b>24,291</b>	24,291
Gross loans, advances and financing	<b>64,418</b>	44,291

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

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

**Individual assessment allowance**

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

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

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Amount owing by trustees	<b>1,681</b>	2,659

**15 Other assets**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Interest receivable	<b>317</b>	312
Deposits	<b>419</b>	428
Tax recoverable	<b>420</b>	477
Other receivables and prepayments	<b>2,826</b>	3,302
	<b>3,982</b>	4,519

**16 Investment in associated companies**

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

\* denotes RM9

During the previous financial year, following the Group's disposal of 21,766,000 shares in ISR Capital Ltd ("ISR") and the Group's nominee's resignation from the board of ISR on 30 October 2013, ISR ceased to be an associate of the Group effective from 30 October 2013. The balance of ISR shares were fair valued and reclassified as securities available-for-sale.

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

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Amount owing to trustees	<b>943</b>	1,615

**18 Other liabilities**

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Accruals and redemption of units of funds	<b>937</b>	2,001
Other payables	<b>1,147</b>	1,933
	<b>2,084</b>	3,934

**19 Interest income**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000 Restated	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000 Restated
Loans and advances	<b>1,063</b>	65	<b>1,841</b>	164
Short-term funds and deposits with financial institutions	<b>318</b>	340	<b>551</b>	674
Securities: - held-to-maturity	<b>602</b>	602	<b>1,184</b>	1,184
	<b>1,983</b>	1,007	<b>3,576</b>	2,022

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**20 Non-interest income**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000 Restated	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000 Restated
Fee income				
- Fees on loans and advances	181	234	357	461
- Portfolio management fees	2,466	2,479	4,826	5,096
- Other fee income	427	1,191	1,316	2,003
	<b>3,074</b>	3,904	<b>6,499</b>	7,560
Investment and trading income				
Net gain/(loss) arising from securities held-for-trading				
- Unrealised gain/(loss) on revaluation	-	(2,486)	9,846	(8,876)
	-	(2,486)	9,846	(8,876)
Net gain arising from securities available-for-sale				
- Net gain on disposal	-	-	-	2,851
- Income distribution from fund	59	29	118	58
	59	29	118	2,909
Net gain arising from securities available-for-sale of fund managed by LIB				
- Net gain on disposal	502	306	1,453	1,890
- Gross dividend income	21	14	21	194
	523	320	1,474	2,084
Net (loss)/gain arising from derivatives				
- Unrealised (loss)/gain on revaluation	-	2,485	(9,846)	8,871
	-	2,485	(9,846)	8,871
<b>Total non-interest income</b>	<b>3,656</b>	4,252	<b>8,091</b>	12,548

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**21 Other non-operating income**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000
Rental income	345	346	688	692
Gain on disposal of motor vehicle	-	-	-	180
(Loss)/gain on foreign exchange translations	(4)	(173)	(7)	(134)
Others	274	(20)	274	(13)
	<b>615</b>	<b>153</b>	<b>955</b>	<b>725</b>

**22 Operating expenses**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000 Restated	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000 Restated
<u>Personnel expenses</u>				
Salaries, allowance and bonus	1,725	1,959	3,421	3,996
Contributions to defined contribution plan	232	261	464	503
Other personnel costs	234	126	298	262
	<b>2,191</b>	<b>2,346</b>	<b>4,183</b>	<b>4,761</b>
<u>Establishment costs</u>				
Depreciation of property, plant and equipment	417	367	836	731
Property, plant and equipment written off	-	-	-	1
Rental of premises	36	43	80	88
Rental of network and equipment	20	36	45	80
Other establishment costs	16	15	33	35
	<b>489</b>	<b>461</b>	<b>994</b>	<b>935</b>
<u>Marketing and communication expenses</u>				
Advertising expenses	37	-	43	-
Entertainment	15	41	32	74
Other marketing expenses	140	103	264	232
	<b>192</b>	<b>144</b>	<b>339</b>	<b>306</b>
<u>Administrative and general expenses</u>				
Audit fees	20	14	42	38
Legal and professional fees	87	59	214	255
Printing and stationery	62	89	81	121
Insurance, postages and courier	31	32	59	137
Electricity and water charges	84	57	179	129
Telecommunication expenses	34	38	72	86
Others	484	868	963	1,526
	<b>802</b>	<b>1,157</b>	<b>1,610</b>	<b>2,292</b>
<b>Total operating expenses</b>	<b>3,674</b>	<b>4,108</b>	<b>7,126</b>	<b>8,294</b>

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**23 Writeback of impairment allowance on loans, advances and financing**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000
Collective assessment allowance				
- Writeback during the financial period	-	140	-	140

**24 Writeback of impairment allowance on securities**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000
Net allowance for impairment:				
- Available-for-sale securities	-	142	-	185

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

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

**26 Material subsequent event**

There were no material events subsequent to 31 July 2014.

**27 Changes in the composition of the Group**

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

**28 Commitments and contingencies**

**Capital commitments**

As at 31 July 2014, the Group has commitments in respect of capital expenditure as follows: -

Authorised and contracted for	<b>RM'000</b> <b>809</b>
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**Part B – Additional information required by the listing requirements of Bursa Malaysia**

**29 Status of corporate proposals announced**

There are no corporate proposals announced but not completed as at 31 July 2014.

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

For the six month period ended 31 July 2014, the Group recorded a profit before tax of RM5.50 million and a profit after tax of RM4.64 million. This is mainly contributed by portfolio management fees income of RM4.83 million, loan and other fee income of RM1.67 million, interest income of RM3.58 million, investment income of RM1.59 million and rental income of RM0.69 million; partially offset by operating expenses of RM7.13 million.

The performance of the respective operating business segments for the six month period ended 31 July 2014 is analysed as follows:

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

Investment holding and capital market operations reported a profit before tax of RM0.15 million for the period ended 31 July 2014. Profit was mainly generated from investment and other income of RM0.74 million, interest income of RM1.27 million, rental income of RM0.69 million; offset by operating and corporate expenses of RM2.55 million.

**(ii) Fund management**

Fund management reported a profit before tax of RM0.79 million for the period ended 31 July 2014, largely contributed by portfolio management and unit trust fee income totalling RM5.17 million and interest income of RM0.11 million; partially offset by operating expenses of RM4.48 million.

**(iii) Corporate advisory and structured finance**

Corporate advisory and structured financing reported a profit before tax of RM2.79 million for the period ended 31 July 2014, largely contributed by fee income of RM0.97 million, interest income of RM1.84 million; partially offset by operating expenses of RM0.02 million.

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

The fund managed by a subsidiary reported a profit before tax of RM1.76 million for the period ended 31 July 2014, largely contributed by gain on disposal of securities of RM1.45 million, interest income of RM0.35 million and dividend income of RM0.02 million; partially offset by operating expenses of RM0.07 million.

### **31 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 RM2.58 million compared to RM2.92 million reported for the immediate preceding quarter.

In the current quarter, the Group reported portfolio management fees income of RM2.47 million, loan and other fee income of RM0.61 million, interest income of RM1.98 million, gain on disposal of securities of RM0.50 million and rental income of RM0.34 million; partially offset by operating expenses of RM3.67 million.

The decrease in profit before tax in the current quarter was mainly due to lower fee income in the current quarter of RM0.61 million compared to RM1.06 million in the previous quarter.

Performance of the respective operating business segments for the current quarter ended 31 July 2014 is analysed as follows:

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

Investment holding and capital market operations reported a higher profit before tax in the current quarter ended 31 July 2014 of RM0.13 million compared to RM0.02 million in the previous quarter ended 30 April 2014. Interest and other income were higher at RM1.53 million in the current quarter compared to RM1.18 million in the previous quarter. The increase in income is partially offset by higher operating expenses in the current quarter at RM1.40 million compared to RM1.16 million in the previous quarter.

#### **(ii) Fund management**

Fund management reported a higher profit before tax of RM0.51 million in the current quarter ended 31 July 2014 compared to RM0.29 million in the previous quarter ended 30 April 2014. Portfolio management and other fee income was higher at RM2.69 million in the current quarter compared to RM2.48 million in the previous quarter. Operating expenses remained stable at RM2.24 million.

#### **(iii) Corporate advisory and structured finance**

Corporate advisory and structured financing reported a lower profit before tax in the current quarter ended 31 July 2014 of RM1.27 million from RM1.53 million in the previous quarter ended 30 April 2014. The decrease is contributed by lower fee income of RM0.20 million in the current quarter compared to RM0.76 million in the previous quarter. The decrease is partially offset by higher interest income from loans of RM1.06 million in the current quarter compared to RM0.78 million in the previous quarter.

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

Profit before tax for the current quarter was RM0.68 million compared to RM1.08 million in the previous quarter mainly due to lower gain on disposal of securities which stood at RM0.50 million in the current quarter compared to RM0.95 million in the previous quarter.

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**32 Group's prospects**

The Company was considered a Bursa Practice Note 17 ("PN17") company in December 2012 by virtue of its disposal of the investment banking business which contributed more than 70% of its group revenue. The Company was not a financially distressed company as it had healthy cash reserves with no long term liabilities.

Following the Company's application submitted on 25 November 2013, Bursa Malaysia Securities Berhad had on 28 May 2014 granted the Company the waiver from having to submit a regularisation plan in respect of the Company as an affected issuer. The PN17 status was uplifted effective 29 May 2014.

The Group's financial position remains strong and the Group expects to generate a steady stream of income from its fund management business and structured lending and advisory activities. Income stream from investment in private equity and quoted securities is opportunistic by nature and barring unforeseen circumstances, is expected to contribute positively this year. The Group expects to show steady performance from its core business for the remaining period of the financial year ending 31 January 2015 and will continue to seek and evaluate business and investment opportunities to enhance its performance.

**33 Profit forecast**

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

**34 Income tax expense**

	<b>Current quarter ended 31-Jul-14 RM'000</b>	Corresponding quarter ended 31-Jul-13 RM'000 Restated	<b>Current year to date 31-Jul-14 RM'000</b>	Corresponding year to date 31-Jul-13 RM'000 Restated
Income tax:				
Current period provision	<b>491</b>	298	<b>849</b>	1,276
Under provision of tax in prior years	<b>4</b>	-	<b>4</b>	-
	<b>495</b>	298	<b>853</b>	1,276

The Group's effective tax rate for the period ended 31 July 2014 was lower than statutory tax rate due to certain income not subjected to taxation.

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**35 Group borrowings**

The Group has no borrowings and debt securities as at 31 July 2014.

**36 Realised and unrealised retained profits**

The breakdown of the retained profits of the Group as at 31 July 2014 and 31 January 2014 into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, as issued by the Malaysian Institute of Accountants.

	<b>31-Jul-14</b>	31-Jan-14
	<b>RM'000</b>	RM'000
Total retained profits of the Group		
- Realised	<b>117,706</b>	107,311
- Unrealised	-	55
	<b>117,706</b>	107,366
Total share of retained profits from associate		
- Realised	-	1,796
	<b>117,706</b>	109,162
Less: Consolidation adjustments	<b>(19,399)</b>	(15,498)
Retained profits as per financial statements	<b>98,307</b>	93,664

The unrealised retained profits of the Group as disclosed above excludes translation gains and losses on monetary items denominated in a currency other than the functional currency, as these translation gains and losses are incurred in the ordinary course of business of the Group, and are hence deemed as realised.

**37 Material litigations**

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

**38 Dividend**

No dividend has been proposed for the quarter ended 31 July 2014.

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**39 Earnings per share**

(a) Basic

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

	<b>Current quarter ended 31-Jul-14</b>	Corresponding quarter ended 31-Jul-13 Restated	<b>Current year to date 31-Jul-14</b>	Corresponding year to date 31-Jul-13 Restated
Net profit (RM'000)	<b>2,085</b>	2,946	<b>4,643</b>	7,708
Weighted average number of ordinary shares in issue ('000)	<b>268,222</b>	268,222	<b>268,222</b>	351,847
Basic earnings per share (sen)	<b>0.78</b>	1.10	<b>1.73</b>	2.20

(a) Diluted

The diluted earnings per ordinary share is calculated by dividing the net profit for the reporting period by the weighted average number of ordinary shares in issue during the reporting period, taking into account the outstanding options under the Employee Share Option Scheme ("ESOS") as at 31 July 2014.

	<b>Current quarter ended 31-Jul-14</b>	Corresponding quarter ended 31-Jul-13 Restated	<b>Current year to date 31-Jul-14</b>	Corresponding year to date 31-Jul-13 Restated
Net profit (RM'000)	<b>2,085</b>	2,946	<b>4,643</b>	7,708
Weighted average number of ordinary shares in issue ('000)	<b>268,222</b>	268,222	<b>268,222</b>	351,847
Effect of options if exercised under ESOS	<b>19,848</b>	-	<b>19,848</b>	-
	<b>288,070</b>	268,222	<b>288,070</b>	351,847
Diluted earnings per share (sen)	<b>0.72</b>	1.10	<b>1.61</b>	2.20

Date: 18 September 2014