

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Statements of Financial Position**  
**As at 30 April 2010**

|   | Note | Group               |                     | Bank                |                     |
|---|------|---------------------|---------------------|---------------------|---------------------|
|   |      | 30-Apr-10<br>RM'000 | 31-Jan-10<br>RM'000 | 30-Apr-10<br>RM'000 | 31-Jan-10<br>RM'000 |
| <b>ASSETS</b>   |      |                     |                     |                     |                     |
| Cash and short-term funds   |      | 472,262             | 588,949             | 467,992             | 588,709             |
| Deposits with financial institutions                              | 8    | 30,528              | 50,870              | 30,528              | 50,870              |
| Securities held-for-trading                                       | 9    | 493,963             | 301,911             | 493,963             | 301,911             |
| Securities available-for-sale                                     | 10   | 488,814             | 475,824             | 488,814             | 475,824             |
| Securities held-to-maturity                                       | 11   | 10,000              | 162,200             | 10,000              | 162,200             |
| Derivative financial instruments                                  | 12   | 357                 | 339                 | 357                 | 339                 |
| Loan, advances and financing                                      | 13   | 483,807             | 323,485             | 483,807             | 323,485             |
| Trade receivables   | 14   | 217,846             | 289,550             | 217,846             | 289,550             |
| Statutory deposit with Bank Negara Malaysia                       |      | 8,441               | 4,073               | 8,441               | 4,073               |
| Other assets  | 15   | 11,609              | 14,759              | 11,585              | 14,758              |
| Property, plant and equipment                                     |      | 17,182              | 17,116              | 17,182              | 17,116              |
| Intangible assets   |      | 52,500              | 52,500              | 52,500              | 52,500              |
| Deferred tax assets   |      | 25,780              | 27,711              | 25,780              | 27,711              |
| <b>TOTAL ASSETS</b>   |      | <b>2,313,089</b>    | <b>2,309,287</b>    | <b>2,308,795</b>    | <b>2,309,046</b>    |
| <b>LIABILITIES AND EQUITY</b>                                     |      |                     |                     |                     |                     |
| <b>LIABILITIES</b>  |      |                     |                     |                     |                     |
| Deposits from customers   | 16   | 1,043,641           | 991,177             | 1,043,641           | 995,205             |
| Deposits and placements of banks and other financial institutions | 17   | 208,364             | 250,646             | 208,364             | 250,646             |
| Trade payables  | 18   | 313,076             | 366,331             | 313,076             | 366,331             |
| Other liabilities   | 19   | 109,029             | 67,980              | 108,989             | 67,926              |
| Amount owing to related companies                                 |      | 244                 | 244                 | 244                 | 244                 |
| <b>TOTAL LIABILITIES</b>  |      | <b>1,674,354</b>    | <b>1,676,378</b>    | <b>1,674,314</b>    | <b>1,680,352</b>    |
| <b>EQUITY</b>   |      |                     |                     |                     |                     |
| Share capital   |      | 513,000             | 513,000             | 513,000             | 513,000             |
| Reserves  |      | 125,735             | 119,909             | 121,481             | 115,694             |
| <b>TOTAL EQUITY</b>   |      | <b>638,735</b>      | <b>632,909</b>      | <b>634,481</b>      | <b>628,694</b>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                               |      | <b>2,313,089</b>    | <b>2,309,287</b>    | <b>2,308,795</b>    | <b>2,309,046</b>    |
| Net assets per share (RM)   |      | 1.25                | 1.23                | 1.24                | 1.23                |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Condensed Income Statements**  
**for the First Quarter ended 30 April 2010**

| <u>Group</u>   | Note | Current<br>quarter ended<br>30-Apr-10<br>RM'000 | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | Current<br>year-to-date<br>30-Apr-10<br>RM'000 | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
|--|------|---|---|--|--|
| Revenue  |      | <b>39,876</b>                                   | 20,723  | <b>39,876</b>                                  | 20,723   |
| Interest income  | 20   | <b>13,913</b>                                   | 10,806  | <b>13,913</b>                                  | 10,806   |
| Interest expense   | 21   | <b>(7,398)</b>                                  | (4,218)   | <b>(7,398)</b>                                 | (4,218)  |
| Net interest income                                      |      | <b>6,514</b>                                    | 6,588   | <b>6,514</b>                                   | 6,588  |
| Non-interest income                                      | 22   | <b>17,297</b>                                   | 9,917   | <b>17,297</b>                                  | 9,917  |
| Other non-operating income                               | 23   | <b>1,125</b>                                    | 221   | <b>1,125</b>                                   | 221  |
| Net income   |      | <b>24,936</b>                                   | 16,726  | <b>24,936</b>                                  | 16,726   |
| Operating expenses                                       | 24   | <b>(12,921)</b>                                 | (11,504)  | <b>(12,921)</b>                                | (11,504)   |
| Operating profit   |      | <b>12,015</b>                                   | 5,222   | <b>12,015</b>                                  | 5,222  |
| (Allowance)/writeback for losses on<br>loans & financing | 25   | <b>(2,388)</b>                                  | 279   | <b>(2,388)</b>                                 | 279  |
| Write-back for bad & doubtful debts                      | 26   | <b>51</b>                                       | 77  | <b>51</b>                                      | 77   |
| Profit before tax  |      | <b>9,679</b>                                    | 5,578   | <b>9,679</b>                                   | 5,578  |
| Taxation   |      | <b>(2,411)</b>                                  | -   | <b>(2,411)</b>                                 | -  |
| Profit after tax   |      | <b>7,268</b>                                    | 5,578   | <b>7,268</b>                                   | 5,578  |
| Earnings per share ("EPS"):<br>- basic / diluted         |      | <b>1.42</b>                                     | 1.09  | <b>1.42</b>                                    | 1.09   |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Condensed Income Statements**  
**for the First Quarter ended 30 April 2010**

| <b><u>Bank</u></b>                                       | Note | Current<br>quarter ended<br>30-Apr-10<br>RM'000 | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | Current<br>year-to-date<br>30-Apr-10<br>RM'000 | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
|--|------|---|---|--|--|
| Revenue  |      | <b>31,170</b>                                   | 20,723  | <b>31,170</b>                                  | 20,723   |
| Interest income  | 20   | <b>13,891</b>                                   | 10,806  | <b>13,891</b>                                  | 10,806   |
| Interest expense   | 21   | <b>(7,398)</b>                                  | (4,218)   | <b>(7,398)</b>                                 | (4,218)  |
| Net interest income                                      |      | <b>6,493</b>                                    | 6,588   | <b>6,493</b>                                   | 6,588  |
| Non-interest income                                      | 22   | <b>17,279</b>                                   | 9,917   | <b>17,279</b>                                  | 9,917  |
| Other non-operating income                               | 23   | <b>1,125</b>                                    | 221   | <b>1,125</b>                                   | 221  |
| Net income   |      | <b>24,897</b>                                   | 16,726  | <b>24,897</b>                                  | 16,726   |
| Operating expenses                                       | 24   | <b>(12,920)</b>                                 | (11,504)  | <b>(12,920)</b>                                | (11,504)   |
| Operating profit   |      | <b>11,977</b>                                   | 5,222   | <b>11,977</b>                                  | 5,222  |
| (Allowance)/writeback for losses on<br>loans & financing | 25   | <b>(2,388)</b>                                  | 279   | <b>(2,388)</b>                                 | 279  |
| Writeback of bad & doubtful debts                        | 26   | <b>51</b>                                       | 77  | <b>51</b>                                      | 77   |
| Profit before tax  |      | <b>9,640</b>                                    | 5,578   | <b>9,640</b>                                   | 5,578  |
| Taxation   |      | <b>(2,411)</b>                                  | -   | <b>(2,411)</b>                                 | -  |
| Profit after tax   |      | <b>7,229</b>                                    | 5,578   | <b>7,229</b>                                   | 5,578  |
| Earnings per share ("EPS"):<br>- basic / diluted         |      | <b>Sen<br/>1.41</b>                             | Sen<br>1.09   | <b>Sen<br/>1.41</b>                            | Sen<br>1.09  |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Statement of Comprehensive Income**  
**for the First Quarter ended 30 April 2010**

| <b><u>Group</u></b>  | <b>Current<br/>quarter<br/>ended<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>quarter ended<br/>30-Apr-09<br/>RM'000</b> | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>year-to-date<br/>30-Apr-09<br/>RM'000</b> |
|--|---|---|--|--|
| Net profit for the period  | <u>7,268</u>  | <u>5,578</u>  | <u>7,268</u>   | <u>5,578</u>   |
| Other comprehensive income:  |   |   |  |  |
| Net gain on revaluation of<br>available-for-sale securities        | (1,784)   | 8,343   | (1,784)  | 8,343  |
| Income tax relating to components of<br>other comprehensive income | <u>342</u>  | <u>(2,086)</u>  | <u>342</u>   | <u>(2,086)</u>   |
| Other comprehensive income for the<br>period, net of tax           | <u>(1,442)</u>  | <u>6,257</u>  | <u>(1,442)</u>   | <u>6,257</u>   |
| Total comprehensive income for<br>the period                       | <u>5,826</u>  | <u>11,835</u>   | <u>5,826</u>   | <u>11,835</u>  |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Statement of Comprehensive Income**  
**for the First Quarter ended 30 April 2010**

| <b><u>Bank</u></b>   | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>quarter ended<br/>30-Apr-09<br/>RM'000</b> | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>year-to-date<br/>30-Apr-09<br/>RM'000</b> |
|--|---|---|--|--|
| Net profit for the period  | <u>7,229</u>  | <u>5,578</u>  | <u>7,229</u>   | <u>5,578</u>   |
| Other comprehensive income:  |   |   |  |  |
| Net gain on revaluation of<br>available-for-sale securities        | (1,784)   | 8,343   | (1,784)  | 8,343  |
| Income tax relating to components of<br>other comprehensive income | <u>342</u>  | <u>(2,086)</u>  | <u>342</u>   | <u>(2,086)</u>   |
| Other comprehensive income for the<br>period, net of tax           | <u>(1,442)</u>  | <u>6,257</u>  | <u>(1,442)</u>   | <u>6,257</u>   |
| Total comprehensive income for<br>the period                       | <u><b>5,787</b></u>                                       | <u><b>11,835</b></u>  | <u><b>5,787</b></u>                                      | <u><b>11,835</b></u>   |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Condensed Statement of Changes in Equity**  
**for the First Quarter ended 30 April 2010**

| <b>Group</b>                              | <-----Non-distributable-----> |   |                                    | Distributable            |                        | <b>Total</b>   |
|---|-------------------------------|---|------------------------------------|--------------------------|------------------------|----------------|
|   | <b>Share capital</b>          | <b>Available-for-sale revaluation reserve</b> | <b>Equity compensation reserve</b> | <b>Statutory reserve</b> | <b>Retained profit</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>  |
| Balance as at 1 February 2010             | <b>513,000</b>                | <b>11,779</b>                                 | <b>926</b>                         | <b>33,934</b>            | <b>73,270</b>          | <b>632,909</b> |
| Net profit for the financial period       | -                             | -   | -                                  | -                        | <b>7,268</b>           | <b>7,268</b>   |
| Other comprehensive income                | -                             | <b>(1,442)</b>                                | -                                  | -                        | -                      | <b>(1,442)</b> |
| Total comprehensive income for the period | -                             | <b>(1,442)</b>                                | -                                  | -                        | <b>7,268</b>           | <b>5,826</b>   |
| Balance as at 30 April 2010               | <b>513,000</b>                | <b>10,337</b>                                 | <b>926</b>                         | <b>33,934</b>            | <b>80,538</b>          | <b>638,735</b> |
| Balance as at 1 February 2009             | 513,000                       | (21,077)                                      | 1,053                              | 14,759                   | 69,055                 | 576,790        |
| Net profit for the financial period       | -                             | -   | -                                  | -                        | 5,578                  | 5,578          |
| Other comprehensive income                | -                             | 6,257   | -                                  | -                        | -                      | 6,257          |
| Total comprehensive income for the period | -                             | 6,257   | -                                  | -                        | 5,578                  | 11,835         |
| Balance as at 30 April 2009               | 513,000                       | (14,820)                                      | 1,053                              | 14,759                   | 74,633                 | 588,625        |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**

**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Condensed Statement of Changes in Equity  
for the First Quarter ended 30 April 2010**

|   | <-----Non-distributable-----> |   |   | Distributable                  |                              | Total<br>RM'000 |
|---|-------------------------------|---|---|--------------------------------|------------------------------|-----------------|
|   | Share<br>capital<br>RM'000    | Available-for-<br>sale revaluation<br>reserve<br>RM'000 | Equity<br>compensation<br>reserve<br>RM'000 | Statutory<br>reserve<br>RM'000 | Retained<br>profit<br>RM'000 |                 |
| <b>Bank</b>                               |                               |   |   |                                |                              |                 |
| Balance as at 1 February 2010             | 513,000                       | 11,779  | 926   | 33,934                         | 69,055                       | 628,694         |
| Net profit for the financial period       | -                             | -   | -   | -                              | 7,229                        | 7,229           |
| Other comprehensive income                | -                             | (1,442)   | -   | -                              | -                            | (1,442)         |
| Total comprehensive income for the period | -                             | (1,442)   | -   | -                              | 7,229                        | 5,787           |
| Balance as at 30 April 2010               | 513,000                       | 10,337  | 926   | 33,934                         | 76,284                       | 634,481         |
| Balance as at 1 February 2009             | 513,000                       | (21,077)  | 1,053                                       | 14,759                         | 69,055                       | 576,790         |
| Net profit for the financial period       | -                             | -   | -   | -                              | 5,578                        | 5,578           |
| Other comprehensive income                | -                             | 6,257   | -   | -                              | -                            | 6,257           |
| Total comprehensive income for the period | -                             | 6,257   | -   | -                              | 5,578                        | 11,835          |
| Balance as at 30 April 2009               | 513,000                       | (14,820)  | 1,053                                       | 14,759                         | 74,633                       | 588,625         |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

**ECM LIBRA INVESTMENT BANK BERHAD (682-X)**  
**Quarterly Financial Statements for the period ended 30 April 2010.**

**Unaudited Condensed Statement of Cash Flow**  
**for the First Quarter ended 30 April 2010**

|   | Group                 |                       | Bank                  |                       |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 3 months ended        |                       | 3 months ended        |                       |
|   | 30-Apr-10             | 30-Apr-09             | 30-Apr-10             | 30-Apr-09             |
|   | RM'000                | RM'000                | RM'000                | RM'000                |
| <b>Cash flows from operating activities</b>             |                       |                       |                       |                       |
| Profit before tax                                       | 9,679                 | 5,578                 | 9,640                 | 5,578                 |
| Adjustment for non-cash items                           | (6,321)               | (10,801)              | (6,321)               | (10,801)              |
| Operating profit before working capital changes         | 3,358                 | (5,223)               | 3,319                 | (5,223)               |
| Net increase in operating assets                        | (174,847)             | (162,820)             | (165,407)             | (172,156)             |
| Net decrease/(increase) in operating liabilities        | 19,470                | (173,432)             | 6,038                 | (173,432)             |
| Net cash used in operating activities                   | <u>(152,019)</u>      | <u>(341,475)</u>      | <u>(156,050)</u>      | <u>(350,811)</u>      |
| <b>Cash flows from investing activities</b>             |                       |                       |                       |                       |
| Dividend received                                       | 476                   | -                     | 476                   | -                     |
| Net addition to property, plant and equipment           | (1,297)               | (5)                   | (1,297)               | (5)                   |
| Net (additions)/proceeds from sale of securities        | (53,599)              | 85,523                | (53,599)              | 85,523                |
| Net cash (used in)/generated from investing activities  | <u>(54,420)</u>       | <u>85,518</u>         | <u>(54,420)</u>       | <u>85,518</u>         |
| <b>Cash flows from financing activities</b>             |                       |                       |                       |                       |
| Interest paid   | (3,602)               | (10)                  | (3,602)               | (10)                  |
| Net cash used in financing activities                   | <u>(3,602)</u>        | <u>(10)</u>           | <u>(3,602)</u>        | <u>(10)</u>           |
| <b>Net decrease in cash and cash equivalents</b>        | <b>(210,042)</b>      | <b>(255,967)</b>      | <b>(214,072)</b>      | <b>(265,303)</b>      |
| <b>Cash and cash equivalents at beginning of period</b> | <b>516,898</b>        | <b>635,136</b>        | <b>516,658</b>        | <b>635,136</b>        |
| <b>Cash and cash equivalents at end of period</b>       | <b><u>306,856</u></b> | <b><u>379,169</u></b> | <b><u>302,586</u></b> | <b><u>369,833</u></b> |

Cash and cash equivalents comprise:

|                            | RM'000         | RM'000         | RM'000         | RM'000         |
|----------------------------|----------------|----------------|----------------|----------------|
| Cash and short-term funds  | 472,262        | 534,257        | 467,992        | 524,921        |
| Less: Monies held in trust | (165,406)      | (155,088)      | (165,406)      | (155,088)      |
|                            | <u>306,856</u> | <u>379,169</u> | <u>302,586</u> | <u>369,833</u> |

The Quarterly Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 January 2010 of the Group and the Bank.

## Explanatory Notes to the Interim Financial Report for the Financial Period Ended 30 April 2010

### 1 Basis of Preparation

The unaudited quarterly financial report has been prepared in accordance with FRS 134 "Interim Financial Reporting" and the Revised Guidelines on Financial Reporting for Licensed Institutions ("BNM/GP8").

The interim financial report should be read in conjunction with the audited financial statements of the Bank for the year ended 31 January 2010.

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 2010, except for the adoption of the following Financial Reporting Standards ("FRS"), amendments to FRSs, IC Interpretations and Technical Release ("TR"):

|                       |   |
|-----------------------|---|
| FRS 139               | Financial Instruments: Recognition and Measurement  |
| FRS 7                 | Financial Instruments: Disclosures  |
| FRS 101               | Presentation of Financial Statements  |
| IC Interpretation 9   | Reassessment of Embedded Derivatives  |
| Amendments to FRS 139 | Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives |
| Amendments to FRS 139 | Financial Instruments: Recognition and Measurement  |
| TR i-3                | Presentation of Financial Statements of Islamic Financial Institutions  |
| Amendments to FRS 132 | Financial Instruments: Presentation   |

The adoption of FRS 7, FRS 101, TR i-3 and Amendments to FRS 132 also did not impact the financial results of the Group and the Bank as the changes introduced are presentational in nature. The principal effects of the changes in accounting policies arising from the adoption of FRS 139 and its related amendments to FRSs and IC Interpretations are disclosed in Note 36.

The Amendments to FRS 139 above included an additional transitional arrangement for entities in the financial sector, whereby BNM may prescribe the use of an alternative basis for collective assessment of impairment by banking institutions. This transitional arrangement, as prescribed in BNM's guidelines on Classification and Impairment Provisions for Loans/Financing, and its principal effects is also disclosed in Note 36.

The following revised FRSs, new IC Interpretations and Amendments to FRSs have been issued by the MASB and are effective for annual period commencing on or after 1 July 2010, and have yet to be adopted by the Bank:

|                                   |  |
|-----------------------------------|--|
| FRS 1                             | First-time Adoption of Financial Reporting Standards                         |
| FRS 3                             | Business Combinations  |
| FRS 127                           | Consolidated and Separate Financial Statements                               |
| IC Interpretation 12              | Service Concession Arrangements  |
| IC Interpretation 15              | Agreements for the Construction of Real Estate                               |
| IC Interpretation 16              | Hedges of a Net Investment in a Foreign Operation                            |
| IC Interpretation 17              | Distributions of Non-cash Assets to Owners                                   |
| Amendments to FRS 2               | Share-based Payment  |
| Amendments to FRS 5               | Non-current Assets Held for Sale and Discontinued Operations                 |
| Amendments to FRS 138             | Intangible Assets  |
| Amendments to IC Interpretation 9 | Reassessment of Embedded Derivatives   |
| Amendments to FRS 1               | Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters |
| Amendments to FRS 7               | Improving Disclosures about Financial Instruments                            |

### 2 Audit Report of Preceding Annual Financial Statements

The auditors' report on the Financial Statements for the year ended 31 January 2010 of the Group and the Bank was not subjected to any qualification.

### 3 Seasonality and Cyclicity Factors

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

**4 Exceptional Items/Unusual Events**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the first quarter ended 30 April 2010.

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

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

**6 Debt and Equity Securities**

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

**7 Dividend Paid**

During the financial quarter ended 30 April 2010, the interim single-tier dividend of 3.74 sen in respect of the financial year ended 31 January 2010, amounting to RM19,174,767 was paid on 30 March 2010.

**8 Deposits with financial institutions**

|                      | <b>Group and Bank</b> |               |
|----------------------|-----------------------|---------------|
|                      | <b>30-Apr-10</b>      | 31-Jan-10     |
|                      | <b>RM'000</b>         | RM'000        |
| Licensed banks       | 30,528                | 870           |
| Bank Negara Malaysia | -                     | 50,000        |
|                      | <u>30,528</u>         | <u>50,870</u> |

**9 Securities held-for-trading**

|                      | <b>Group and Bank</b> |                |
|----------------------|-----------------------|----------------|
|                      | <b>30-Apr-10</b>      | 31-Jan-10      |
|                      | <b>RM'000</b>         | RM'000         |
| <b>At fair value</b> |                       |                |
| Bankers' acceptance  | 492,656               | 298,712        |
| Quoted Securities    |                       |                |
| - Shares             | 1,307                 | 3,199          |
|                      | <u>493,963</u>        | <u>301,911</u> |

**10 Securities available-for-sale**

|                                 | <b>Group and Bank</b> |                |
|---------------------------------|-----------------------|----------------|
|                                 | <b>30-Apr-10</b>      | 31-Jan-10      |
|                                 | <b>RM'000</b>         | RM'000         |
| <b>At fair value</b>            |                       |                |
| Malaysian Government Securities | 40,306                | 35,160         |
| Cagamas bonds                   | 110,203               | 130,276        |
| BNM Notes                       | 24,810                | -              |
| Quoted securities               |                       |                |
| - Private Debt Securities       |                       |                |
| - Shares                        | 127,571               | 131,872        |
| Unquoted securities             |                       |                |
| - Private debt securities       | 183,725               | 178,516        |
| - Preference shares             | 2,200                 | -              |
|                                 | <u>488,814</u>        | <u>475,824</u> |

**10 Securities available-for-sale (continued)**

|  | <b>Group and Bank</b> |               |
|--|-----------------------|---------------|
|  | <b>30-Apr-10</b>      | 31-Jan-10     |
|  | <b>RM'000</b>         | RM'000        |
| Securities that were reclassified out from held-for-trading to available-for-sale: |                       |               |
| Carrying value as at beginning of financial period/year                            | 49,282                | 34,401        |
| (Loss)/gain on revaluation   |                       |               |
| - recognised in available-for-sale revaluation reserves, net of tax                | (770)                 | 14,881        |
| Carrying value as at end of financial period/year                                  | <u>48,512</u>         | <u>49,282</u> |

**11 Securities held-to-maturity**

|                                   | <b>Group and Bank</b> |                |
|-----------------------------------|-----------------------|----------------|
|                                   | <b>30-Apr-10</b>      | 31-Jan-10      |
|                                   | <b>RM'000</b>         | RM'000         |
| <b>At cost</b>                    |                       |                |
| Negotiable instruments of deposit | 10,000                | 160,000        |
| Unquoted securities               |                       |                |
| - Shares                          | -                     | 2,200          |
|                                   | <u>10,000</u>         | <u>162,200</u> |

**12 Derivative financial instruments**

|  | <b>Group and Bank</b> |            |
|--|-----------------------|------------|
|  | <b>30-Apr-10</b>      | 31-Jan-10  |
|  | <b>RM'000</b>         | RM'000     |
| <b>Equity related contract - Options</b> |                       |            |
| Notional amount                          | 45,078                | 33,033     |
| Fair value                               | <u>357</u>            | <u>339</u> |

**13 Loans, advances and financing**

|  | <b>Group and Bank</b> |                |
|--|-----------------------|----------------|
|  | <b>30-Apr-10</b>      | 31-Jan-10      |
|  | <b>RM'000</b>         | RM'000         |
| Share margin financing                         | 339,668               | 260,443        |
| Term loans                                     | <u>151,644</u>        | <u>68,159</u>  |
| Gross loans, advances and financing            | 491,312               | 328,602        |
| Less: Collective assessment allowance          | (7,505)               | -              |
| General allowance                              | -                     | (5,117)        |
| <b>Total net loans, advances and financing</b> | <u>483,807</u>        | <u>323,485</u> |
| <u>By residual contractual maturity</u>        |                       |                |
| Maturity within 1 year                         | 416,312               | 310,193        |
| More than one year to three years              | <u>75,000</u>         | <u>18,409</u>  |
| Gross loans, advances and financing            | 491,312               | 328,602        |
| <u>By economic purpose</u>                     |                       |                |
| Purchase of securities                         | 468,979               | 296,233        |
| Working capital                                | <u>22,333</u>         | <u>32,369</u>  |
| Gross loans, advances and financing            | 491,312               | 328,602        |

**13 Loans, advances and financing (continued)**

|   | <b>Group and Bank</b> |                  |
|---|-----------------------|------------------|
|   | <b>30-Apr-10</b>      | <b>31-Jan-10</b> |
|   | <b>RM'000</b>         | <b>RM'000</b>    |
| <b>By interest rate sensitivity</b>                                 |                       |                  |
| Fixed rate loans/financing  | 491,312               | 328,602          |
| Gross Loans, advances and financing                                 | <u>491,312</u>        | <u>328,602</u>   |
| <b>By type of customer</b>  |                       |                  |
| Domestic business enterprises                                       | 385,130               | 250,384          |
| Domestic Non-bank financial institution                             | 13,165                | -                |
| Individuals   | 93,017                | 78,218           |
| Gross loans, advances and financing                                 | <u>491,312</u>        | <u>328,602</u>   |
| <b>Non-performing loans, advances and financing ("NPL")</b>         |                       |                  |
| <b>Movements in NPL</b>   |                       |                  |
| At beginning of financial period/year                               | -                     | -                |
| Classified as non-performing during the period/year                 | -                     | 53,394           |
| Recovered/regularised during the period/year                        | -                     | (53,394)         |
| At end of financial period/year                                     | <u>-</u>              | <u>-</u>         |
| <b>Movements in allowance for bad and doubtful debts</b>            |                       |                  |
| <b>Collective assessment allowance</b>                              |                       |                  |
| Balance at beginning of financial period/year                       |                       |                  |
| - effect of adopting FRS 139  | 5,117                 | -                |
| Restated opening balance  | 5,117                 | -                |
| Allowance made during the period/year                               | 2,388                 |                  |
| Balance at end of financial period/year                             | <u>7,505</u>          | <u>-</u>         |
| <b>General allowance</b>  |                       |                  |
| Balance at beginning of financial period/year                       |                       |                  |
| - as previously stated  | 5,117                 | 4,040            |
| - effect of adopting FRS 139  | (5,117)               | -                |
| Restated opening balance  | -                     | 4,040            |
| Allowance made during the period/year                               | -                     | 1,077            |
| Balance at end of financial period/year                             | <u>-</u>              | <u>5,117</u>     |
| As % of gross loans, advances and financing less specific allowance | -                     | 1.6%             |
| <b>Specific allowance</b>   |                       |                  |
| Allowance made during the period/year                               | -                     | 5,425            |
| Amount written back during the period/year                          | -                     | (5,425)          |
| Balance at end of financial period/year                             | <u>-</u>              | <u>-</u>         |

**14 Trade receivables**

|  | <b>Group and Bank</b> |                  |
|--|-----------------------|------------------|
|  | <b>30-Apr-10</b>      | <b>31-Jan-10</b> |
|  | <b>RM'000</b>         | <b>RM'000</b>    |
| Amount owing by clients                          | 91,933                | 154,732          |
| Amount owing by brokers                          | 127,065               | 136,008          |
|  | <u>218,998</u>        | <u>290,740</u>   |
| Less: Allowance for bad and doubtful receivables |                       |                  |
| General allowance                                | (200)                 | (259)            |
| Specific allowance                               | (93)                  | (82)             |
| Interest-in-suspense                             | (859)                 | (849)            |
|  | <u>217,846</u>        | <u>289,550</u>   |

**15 Other assets**

|   | <b>Group</b>     |                  | <b>Bank</b>      |                  |
|---|------------------|------------------|------------------|------------------|
|   | <b>30-Apr-10</b> | <b>31-Jan-10</b> | <b>30-Apr-10</b> | <b>31-Jan-10</b> |
|   | <b>RM'000</b>    | <b>RM'000</b>    | <b>RM'000</b>    | <b>RM'000</b>    |
| Interest receivables                        | 2,421            | 4,813            | 2,399            | 4,813            |
| Tax recoverable                             | 1,948            | 1,905            | 1,946            | 1,904            |
| Other receivables, deposits and prepayments | 7,240            | 8,041            | 7,240            | 8,041            |
|   | <u>11,609</u>    | <u>14,759</u>    | <u>11,585</u>    | <u>14,758</u>    |

**16 Deposit from customers**

|                                   | <b>Group and Bank</b> |                  |
|-----------------------------------|-----------------------|------------------|
|                                   | <b>30-Apr-10</b>      | <b>31-Jan-10</b> |
|                                   | <b>RM'000</b>         | <b>RM'000</b>    |
| <u>By type of deposits</u>        |                       |                  |
| Short-term deposits               | 1,040,991             | 992,205          |
| Negotiable instruments of deposit | 2,650                 | 3,000            |
|                                   | <u>1,043,641</u>      | <u>995,205</u>   |
| <u>By type of customers</u>       |                       |                  |
| Government and statutory bodies   | 100,000               | 53,000           |
| Business enterprises              | 212,674               | 178,553          |
| Individuals                       | 17,562                | 10,676           |
| Non-bank financial institutions   | 713,405               | 752,976          |
|                                   | <u>1,043,641</u>      | <u>995,205</u>   |

Maturity structure of short term deposits and negotiable instruments of deposit are as follows:

|                              |                  |                |
|------------------------------|------------------|----------------|
| Due within 6 months          | 1,036,189        | 897,003        |
| More than 6 months to 1 year | 7,452            | 98,202         |
|                              | <u>1,043,641</u> | <u>995,205</u> |

**17 Deposit and placements of banks and other financial institutions**

|                           | <b>Group and Bank</b> |                  |
|---------------------------|-----------------------|------------------|
|                           | <b>30-Apr-10</b>      | <b>31-Jan-10</b> |
|                           | <b>RM'000</b>         | <b>RM'000</b>    |
| Licensed banks            | 138,364               | 180,646          |
| Licensed investment banks | 70,000                | 70,000           |
|                           | <u>208,364</u>        | <u>250,646</u>   |

## 18 Trade payables

|                         | Group and Bank |                |
|-------------------------|----------------|----------------|
|                         | 30-Apr-10      | 31-Jan-10      |
|                         | RM'000         | RM'000         |
| Amount owing to clients | 90,594         | 92,680         |
| Amount owing to brokers | 105,304        | 172,840        |
| Client's trust monies   | 117,178        | 100,811        |
|                         | <b>313,076</b> | <b>366,331</b> |

## 19 Other liabilities

|                                      | Group          |               | Bank           |               |
|--------------------------------------|----------------|---------------|----------------|---------------|
|                                      | 30-Apr-10      | 31-Jan-10     | 30-Apr-10      | 31-Jan-10     |
|                                      | RM'000         | RM'000        | RM'000         | RM'000        |
| Accruals and deposits received       | 7,711          | 16,162        | 7,684          | 16,133        |
| Remisiers and dealers trust accounts | 14,060         | 14,691        | 14,060         | 14,691        |
| Other payables                       | 87,258         | 37,127        | 87,245         | 37,102        |
|                                      | <b>109,029</b> | <b>67,980</b> | <b>108,989</b> | <b>67,926</b> |

## 20 Interest income

|   | Current quarter ended | Corresponding quarter ended | Current year-to-date | Corresponding year-to-date |
|---|-----------------------|-----------------------------|----------------------|----------------------------|
|   | 30-Apr-10             | 30-Apr-09                   | 30-Apr-10            | 30-Apr-09                  |
|   | RM'000                | RM'000                      | RM'000               | RM'000                     |
| <b>Group</b>  |                       |                             |                      |                            |
| Loans and advances  | 7,255                 | 5,017                       | 7,255                | 5,017                      |
| Stockbroking clients                                      | 249                   | 99                          | 249                  | 99                         |
| Short-term funds and deposits with financial institutions | 2,802                 | 3,219                       | 2,802                | 3,219                      |
| Securities:   |                       |                             |                      |                            |
| - Available-for-sale                                      | 3,104                 | 2,032                       | 3,104                | 2,032                      |
| - Held-to-maturity  | 406                   | 406                         | 406                  | 406                        |
| Others  | 1                     | 1                           | 1                    | 1                          |
| Amortisation of premiums less accretion of discounts      | 96                    | 32                          | 96                   | 32                         |
|   | <b>13,913</b>         | <b>10,806</b>               | <b>13,913</b>        | <b>10,806</b>              |
| <b>Bank</b>   |                       |                             |                      |                            |
| Loans and advances  | 7,255                 | 5,017                       | 7,255                | 5,017                      |
| Stockbroking clients                                      | 249                   | 99                          | 249                  | 99                         |
| Short-term funds and deposits with financial institutions | 2,780                 | 3,219                       | 2,780                | 3,219                      |
| Securities:   |                       |                             |                      |                            |
| - Available-for-sale                                      | 3,104                 | 2,032                       | 3,104                | 2,032                      |
| - Held-to-maturity  | 406                   | 406                         | 406                  | 406                        |
| Others  | 1                     | 1                           | 1                    | 1                          |
| Amortisation of premiums less accretion of discounts      | 96                    | 32                          | 96                   | 32                         |
|   | <b>13,891</b>         | <b>10,806</b>               | <b>13,891</b>        | <b>10,806</b>              |

## 21 Interest expense

|  | Group and Bank        |                             |                      |                            |
|--|-----------------------|-----------------------------|----------------------|----------------------------|
|  | Current quarter ended | Corresponding quarter ended | Current year-to-date | Corresponding year-to-date |
|  | 30-Apr-10             | 30-Apr-09                   | 30-Apr-10            | 30-Apr-09                  |
|  | RM'000                | RM'000                      | RM'000               | RM'000                     |
| Deposits from customers                              | 6,531                 | 4,197                       | 6,531                | 4,197                      |
| Deposits from banks and other financial institutions | 867                   | 11                          | 867                  | 11                         |
| Others   | -                     | 10                          | -                    | 10                         |
|  | <b>7,398</b>          | <b>4,218</b>                | <b>7,398</b>         | <b>4,218</b>               |

**22 Non-interest income**

| <u>Group</u>   | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
|--|---|---|--|--|
| Fee income   |   |   |  |  |
| - Fees on loans and advances                           | <b>1,869</b>  | 925   | <b>1,869</b>   | 925  |
| - Corporate advisory fees                              | <b>140</b>  | 88  | <b>140</b>   | 88   |
| - Net brokerage fee                                    | <b>9,343</b>  | 7,116   | <b>9,343</b>   | 7,116  |
| - Other fee income                                     | <b>1,229</b>  | 409   | <b>1,229</b>   | 409  |
|  | <b>12,581</b>   | 8,538   | <b>12,581</b>  | 8,538  |
| Net gain arising from securities<br>held -for-trading  |   |   |  |  |
| - net gain on disposal                                 | <b>2,180</b>  | 149   | <b>2,180</b>   | 149  |
| - unrealised revaluation gain/(loss)                   | <b>685</b>  | (125)   | <b>685</b>   | (125)  |
|  | <b>2,865</b>  | 24  | <b>2,865</b>   | 24   |
| Net gain arising from securities<br>available-for-sale |   |   |  |  |
| - net gain on disposal                                 | <b>1,315</b>  | 493   | <b>1,315</b>   | 493  |
| - gross dividend income                                | <b>518</b>  | 862   | <b>518</b>   | 862  |
|  | <b>1,833</b>  | 1,355   | <b>1,833</b>   | 1,355  |
| Gain on revaluation of derivatives                     | <b>18</b>   | -   | <b>18</b>  | -  |
|  | <b>18</b>   | -   | <b>18</b>  | -  |
| <b>Total non-interest income</b>                       | <b>17,297</b>   | 9,917   | <b>17,297</b>  | 9,917  |
| <b><u>Bank</u></b>                                     |   |   |  |  |
| Fee income   |   |   |  |  |
| - Fees on loans and advances                           | <b>1,869</b>  | 925   | <b>1,869</b>   | 925  |
| - Corporate advisory fees                              | <b>140</b>  | 88  | <b>140</b>   | 88   |
| - Net brokerage fee                                    | <b>9,343</b>  | 7,116   | <b>9,343</b>   | 7,116  |
| - Other fee income                                     | <b>1,211</b>  | 409   | <b>1,211</b>   | 409  |
|  | <b>12,563</b>   | 8,538   | <b>12,563</b>  | 8,538  |
| Net gain arising from securities<br>held -for-trading  |   |   |  |  |
| - net gain on disposal                                 | <b>2,180</b>  | 149   | <b>2,180</b>   | 149  |
| - unrealised revaluation gain/(loss)                   | <b>685</b>  | (125)   | <b>685</b>   | (125)  |
|  | <b>2,865</b>  | 24  | <b>2,865</b>   | 24   |
| Net gain arising from securities<br>available-for-sale |   |   |  |  |
| - net gain on disposal                                 | <b>1,315</b>  | 493   | <b>1,315</b>   | 493  |
| - gross dividend income                                | <b>518</b>  | 862   | <b>518</b>   | 862  |
|  | <b>1,833</b>  | 1,355   | <b>1,833</b>   | 1,355  |
| Gain on revaluation of derivatives                     | <b>18</b>   | -   | <b>18</b>  | -  |
|  | <b>18</b>   | -   | <b>18</b>  | -  |
| <b>Total non-interest income</b>                       | <b>17,279</b>   | 9,917   | <b>17,279</b>  | 9,917  |

**23 Other non-operating income**

|   | <b>Group and Bank</b>                                     |   |  |  |
|---|---|---|--|--|
|   | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
| Rental income   | 54  | 40  | 54   | 40   |
| (Loss)/gain on disposal of property,<br>plant and equipment | (36)  | 10  | (36)   | 10   |
| Gain on revaluation of foreign<br>exchange translation      | 882   | 12  | 882  | 12   |
| Others  | 225   | 159   | 225  | 159  |
|   | <b>1,125</b>  | <b>221</b>  | <b>1,125</b>   | <b>221</b>   |

**24 Operating expenses**

|  | <b>Group and Bank</b>                                     |   |  |  |
|--|---|---|--|--|
|  | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
| <b>Group</b>                                     |   |   |  |  |
| <u>Personnel expenses</u>                        |   |   |  |  |
| Salaries, allowance and bonus                    | 5,657   | 5,233   | 5,657  | 5,233  |
| Contributions to defined contribution plan       | 783   | 646   | 783  | 646  |
| Other personnel costs                            | 539   | 447   | 539  | 447  |
|  | <b>6,979</b>  | <b>6,326</b>  | <b>6,979</b>   | <b>6,326</b>   |
| <u>Establishment costs</u>                       |   |   |  |  |
| Depreciation of property,<br>plant and equipment | 833   | 915   | 833  | 915  |
| Amortisation of computer software                | 88  | 119   | 88   | 119  |
| Rental of premises                               | 875   | 857   | 875  | 857  |
| Rental of network and equipment                  | 816   | 651   | 816  | 651  |
| Other establishment costs                        | 691   | 626   | 691  | 626  |
| Property plant and equipment written off         | 275   | -   | 275  | -  |
|  | <b>3,578</b>  | <b>3,168</b>  | <b>3,578</b>   | <b>3,168</b>   |
| <u>Marketing and communication expenses</u>      |   |   |  |  |
| Entertainment                                    | 105   | 113   | 105  | 113  |
|  | <b>105</b>  | <b>113</b>  | <b>105</b>   | <b>113</b>   |
| <u>Administrative and general expenses</u>       |   |   |  |  |
| Audit fees                                       | 33  | 33  | 33   | 33   |
| Legal and professional fees                      | 25  | 53  | 25   | 53   |
| Printing and stationery                          | 131   | 59  | 131  | 59   |
| Insurance, postages and courier                  | 134   | 137   | 134  | 137  |
| Electricity and water charges                    | 222   | 205   | 222  | 205  |
| Telecommunication expenses                       | 114   | 110   | 114  | 110  |
| Travelling and accomodation                      | 57  | 67  | 57   | 67   |
| Others   | 1,543   | 1,233   | 1,542  | 1,233  |
|  | <b>2,259</b>  | <b>1,897</b>  | <b>2,258</b>   | <b>1,897</b>   |
| <b>Total operating expenses</b>                  | <b>12,921</b>   | <b>11,504</b>   | <b>12,920</b>  | <b>11,504</b>  |
| <b>Bank</b>                                      |   |   |  |  |
| <u>Personnel expenses</u>                        |   |   |  |  |
| Salaries, allowance and bonus                    | 5,657   | 5,233   | 5,657  | 5,233  |
| Contributions to defined contribution plan       | 783   | 646   | 783  | 646  |
| Other personnel costs                            | 539   | 447   | 539  | 447  |
|  | <b>6,979</b>  | <b>6,326</b>  | <b>6,979</b>   | <b>6,326</b>   |

24 Operating expenses (continued)

|  | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
|--|---|---|--|--|
| <b><u>Bank</u></b>                               |   |   |  |  |
| <u>Establishment costs</u>                       |   |   |  |  |
| Depreciation of property,<br>plant and equipment | 833   | 915   | 833  | 915  |
| Amortisation of computer software                | 88  | 119   | 88   | 119  |
| Rental of premises                               | 875   | 857   | 875  | 857  |
| Rental of network and equipment                  | 816   | 651   | 816  | 651  |
| Other establishment costs                        | 691   | 626   | 691  | 626  |
| Property plant and equipment written off         | 275   | -   | 275  | -  |
|  | <u>3,578</u>  | <u>3,168</u>  | <u>3,578</u>   | <u>3,168</u>   |
| <u>Marketing and communication expenses</u>      |   |   |  |  |
| Entertainment                                    | 105   | 113   | 105  | 113  |
|  | <u>105</u>  | <u>113</u>  | <u>105</u>   | <u>113</u>   |
| <u>Administrative and general expenses</u>       |   |   |  |  |
| Audit fees                                       | 33  | 33  | 33   | 33   |
| Legal and professional fees                      | 25  | 53  | 25   | 53   |
| Printing and stationery                          | 131   | 59  | 131  | 59   |
| Insurance, postages and courier                  | 134   | 137   | 134  | 137  |
| Electricity and water charges                    | 222   | 205   | 222  | 205  |
| Telecommunication expenses                       | 114   | 110   | 114  | 110  |
| Travelling and accomodation                      | 57  | 67  | 57   | 67   |
| Others   | 1,542   | 1,233   | 1,542  | 1,233  |
|  | <u>2,258</u>  | <u>1,897</u>  | <u>2,258</u>   | <u>1,897</u>   |
| <b>Total operating expenses</b>                  | <u><b>12,920</b></u>                                      | <u>11,504</u>   | <u><b>12,920</b></u>                                     | <u>11,504</u>  |

25 Allowance/(write-back) for losses on  
loans and financing

|   | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>quarter ended<br>30-Apr-09<br>RM'000 | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | Corresponding<br>year-to-date<br>30-Apr-09<br>RM'000 |
|---|---|---|--|--|
| <b>Group and Bank</b>                       |   |   |  |  |
| Collective assessment allowance             |   |   |  |  |
| - Provided during the<br>financial period   | 2,388   | -   | 2,388  | -  |
| General allowance                           |   |   |  |  |
| - Write-back during the<br>financial period | -   | (279)   | -  | (279)  |
|   | <u>2,388</u>  | <u>(279)</u>  | <u>2,388</u>   | <u>(279)</u>   |

**26 (Writeback)/allowance of bad and doubtful debts  
 on trade receivables**

|   | <b>Group and Bank</b>                                     |   |  |  |
|---|---|---|--|--|
|   | <b>Current<br/>quarter ended<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>quarter ended<br/>30-Apr-09<br/>RM'000</b> | <b>Current<br/>year-to-date<br/>30-Apr-10<br/>RM'000</b> | <b>Corresponding<br/>year-to-date<br/>30-Apr-09<br/>RM'000</b> |
| General allowance                                     |   |   |  |  |
| - (Written back)/provided during the financial period | (59)  | 72  | (59)   | 72   |
| Specific allowance                                    |   |   |  |  |
| - Provided/(written back) during the financial period | 11  | (83)  | 11   | (83)   |
| Bad debts:  |   |   |  |  |
| - Recovered   | (3)   | (66)  | (3)  | (66)   |
|   | <u>(51)</u>   | <u>(77)</u>   | <u>(51)</u>  | <u>(77)</u>  |

**27 Capital adequacy**

The following is the computation of the capital adequacy ratio of the Bank:

|  | <b>30-Apr-10<br/>RM'000</b> | <b>31-Jan-10<br/>RM'000</b> |
|--|-----------------------------|-----------------------------|
| <b><u>Tier 1 Capital</u></b>                               |                             |                             |
| Paid-up share capital                                      | 513,000                     | 513,000                     |
| Retained profit  | 69,055                      | 69,055                      |
| Statutory reserve  | 33,934                      | 33,934                      |
| Other reserves   | 926                         | 926                         |
|  | <u>616,915</u>              | <u>616,915</u>              |
| Less: Deferred tax assets                                  | (31,637)                    | (31,637)                    |
| <b>Total Tier 1 capital (a)</b>                            | <u>585,278</u>              | <u>585,278</u>              |
| <b><u>Tier 2 Capital</u></b>                               |                             |                             |
| Collective assessment                                      | 7,506                       | -                           |
| General allowance for bad and doubtful debts and financing | -                           | 5,117                       |
| <b>Total Tier 2 capital (b)</b>                            | <u>7,506</u>                | <u>5,117</u>                |
| <b>Total capital base (a) + (b)</b>                        | <u>592,784</u>              | <u>590,395</u>              |
| <b>Total risk-weighted assets</b>                          | <u>880,984</u>              | <u>1,013,343</u>            |
| <b>%</b>   |                             |                             |
| Core capital ratio   | 66.43%                      | 57.75%                      |
| Risk weighted capital ratio                                | 67.29%                      | 58.26%                      |

The breakdown of risk-weighted assets (RWA) by each major risk category is as follows:

|                  | <b>RM'000</b>  | <b>RM'000</b>    |
|------------------|----------------|------------------|
| Credit risk      | 361,612        | 464,471          |
| Market risk      | 356,661        | 366,302          |
| Operational risk | 162,711        | 182,570          |
|                  | <u>880,984</u> | <u>1,013,343</u> |

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 30 April 2010.

28 Interest rate risk

| As at 30 April 2010  | <-----Non-trading book-----> |                          |                               |                        |                         |                                      | Trading book<br>RM '000 | Total<br>RM '000 | Effective<br>interest<br>rate<br>% |
|--|------------------------------|--------------------------|-------------------------------|------------------------|-------------------------|--------------------------------------|-------------------------|------------------|------------------------------------|
|  | Up to 1<br>month<br>RM '000  | >1 - 3 months<br>RM '000 | > 3 - 12<br>months<br>RM '000 | 1 - 5 years<br>RM '000 | Over 5 years<br>RM '000 | Non-interest<br>sensitive<br>RM '000 |                         |                  |                                    |
| <b>ASSETS</b>  |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| Cash and bank balances   | 436,110                      | -                        | -                             | -                      | -                       | 31,882                               | -                       | <b>467,992</b>   | 2.26                               |
| Deposits with licensed financial institutions                        | -                            | 30,303                   | 225                           | -                      | -                       | -                                    | -                       | <b>30,528</b>    | 2.55                               |
| Securities held-for-trading  | -                            | -                        | -                             | -                      | -                       | -                                    | 493,963                 | <b>493,963</b>   | -                                  |
| Securities available-for-sale  | 50,000                       | 40,000                   | 119,957                       | 105,961                | 43,125                  | 2,200                                | 127,571                 | <b>488,814</b>   | 3.55                               |
| Securities held-to-maturity  | 10,000                       | -                        | -                             | -                      | -                       | -                                    | -                       | <b>10,000</b>    | 2.21                               |
| Derivative financial instrument                                      | -                            | -                        | -                             | -                      | -                       | -                                    | 357                     | <b>357</b>       | -                                  |
| Loan, advances and financing   |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| - Performing   | 340,030                      | 5,754                    | 70,528                        | 75,000                 | -                       | (7,505) *                            | -                       | <b>483,807</b>   | 8.29                               |
| Statutory deposits with BNM  | -                            | -                        | -                             | -                      | -                       | 8,441                                | -                       | <b>8,441</b>     | -                                  |
| Trade receivables  | 5,736                        | -                        | -                             | -                      | -                       | 212,110                              | -                       | <b>217,846</b>   | 9.00                               |
| Other assets ^   | -                            | -                        | -                             | -                      | -                       | 107,047                              | -                       | <b>107,047</b>   | -                                  |
| <b>TOTAL ASSETS</b>  | <b>841,876</b>               | <b>76,057</b>            | <b>190,710</b>                | <b>180,961</b>         | <b>43,125</b>           | <b>354,175</b>                       | <b>621,891</b>          | <b>2,308,795</b> |                                    |
| <b>LIABILITIES AND EQUITY</b>  |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| <b>LIABILITIES</b>   |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| Deposits from customers  | 790,238                      | 130,534                  | 122,869                       | -                      | -                       | -                                    | -                       | <b>1,043,641</b> | 2.38                               |
| Deposits and placements of banks<br>and other financial institutions | 140,000                      | 68,364                   | -                             | -                      | -                       | -                                    | -                       | <b>208,364</b>   | 2.39                               |
| Trade payables   | -                            | -                        | -                             | -                      | -                       | 313,076                              | -                       | <b>313,076</b>   | -                                  |
| Other liabilities #  | -                            | -                        | -                             | -                      | -                       | 109,233                              | -                       | <b>109,233</b>   | -                                  |
| <b>TOTAL LIABILITIES</b>   | <b>930,238</b>               | <b>198,898</b>           | <b>122,869</b>                | <b>-</b>               | <b>-</b>                | <b>422,309</b>                       | <b>-</b>                | <b>1,674,314</b> |                                    |
| Shareholders' funds  | -                            | -                        | -                             | -                      | -                       | 634,481                              | -                       | <b>634,481</b>   | -                                  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                  | <b>930,238</b>               | <b>198,898</b>           | <b>122,869</b>                | <b>-</b>               | <b>-</b>                | <b>1,056,790</b>                     | <b>-</b>                | <b>2,308,795</b> |                                    |
| On-balance sheet interest sensitivity gap                            | (88,362)                     | (122,841)                | 67,841                        | 180,961                | 43,125                  | (702,615)                            | 621,891                 | -                |                                    |
| Off-balance sheet interest sensitivity gap                           | -                            | -                        | -                             | -                      | -                       | -                                    | -                       | -                |                                    |
| Total interest sensitivity gap                                       | (88,362)                     | (122,841)                | 67,841                        | 180,961                | 43,125                  | (702,615)                            | 621,891                 | -                |                                    |

^ Other assets include other assets, property, plant and equipment, intangible assets and deferred tax assets as disclosed in the Statement of Financial Position.

# Other liabilities include other liabilities and amount owing to related companies as disclosed in the Statement of Financial Position.

\* The negative balance represents collective assessment allowance for loans, advances and financing.

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 30 April 2010.

28 Interest rate risk

| As at 31 January 2010  | <-----Non-trading book-----> |                          |                               |                        |                         |                                      | Trading book<br>RM '000 | Total<br>RM '000 | Effective<br>interest<br>rate<br>% |
|--|------------------------------|--------------------------|-------------------------------|------------------------|-------------------------|--------------------------------------|-------------------------|------------------|------------------------------------|
|  | Up to 1<br>month<br>RM '000  | >1 - 3 months<br>RM '000 | > 3 - 12<br>months<br>RM '000 | 1 - 5 years<br>RM '000 | Over 5 years<br>RM '000 | Non-interest<br>sensitive<br>RM '000 |                         |                  |                                    |
| <b>ASSETS</b>  |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| Cash and bank balances   | 555,643                      | -                        | -                             | -                      | -                       | 33,066                               | -                       | <b>588,709</b>   | 2.02                               |
| Deposits with licensed financial institutions                        | -                            | 50,167                   | 660                           | 43                     | -                       | -                                    | -                       | <b>50,870</b>    | 2.07                               |
| Securities held-for-trading  | -                            | -                        | -                             | -                      | -                       | -                                    | 301,911                 | <b>301,911</b>   | -                                  |
| Securities available-for-sale  | 70,000                       | 9,972                    | 130,118                       | 91,154                 | 42,708                  | -                                    | 131,872                 | <b>475,824</b>   | 3.60                               |
| Securities held-to-maturity  | 30,000                       | 130,000                  | -                             | -                      | -                       | 2,200                                | -                       | <b>162,200</b>   | 2.20                               |
| Derivative financial instrument                                      | -                            | -                        | -                             | -                      | -                       | -                                    | 339                     | <b>339</b>       | -                                  |
| Loan, advances and financing   |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| - Performing   | 260,626                      | 116                      | 49,451                        | 18,409                 | -                       | (5,117) *                            | -                       | <b>323,485</b>   | 8.06                               |
| Statutory deposits with BNM  | -                            | -                        | -                             | -                      | -                       | -                                    | -                       | <b>4,073</b>     | -                                  |
| Trade receivables  | 7,296                        | -                        | -                             | -                      | -                       | 282,254                              | -                       | <b>289,550</b>   | 9.00                               |
| Other assets ^   | -                            | -                        | -                             | -                      | -                       | 112,085                              | -                       | <b>112,085</b>   | -                                  |
| <b>TOTAL ASSETS</b>  | <b>923,565</b>               | <b>190,255</b>           | <b>180,229</b>                | <b>109,606</b>         | <b>42,708</b>           | <b>424,488</b>                       | <b>434,122</b>          | <b>2,309,046</b> |                                    |
| <b>LIABILITIES AND EQUITY</b>  |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| <b>LIABILITIES</b>   |                              |                          |                               |                        |                         |                                      |                         |                  |                                    |
| Deposits from customers  | 647,446                      | 197,311                  | 150,448                       | -                      | -                       | -                                    | -                       | <b>995,205</b>   | 2.19                               |
| Deposits and placements of banks<br>and other financial institutions | 130,000                      | 100,646                  | 20,000                        | -                      | -                       | -                                    | -                       | <b>250,646</b>   | 2.19                               |
| Trade payables   | -                            | -                        | -                             | -                      | -                       | 366,331                              | -                       | <b>366,331</b>   | -                                  |
| Other liabilities #  | -                            | -                        | -                             | -                      | -                       | 68,170                               | -                       | <b>68,170</b>    | -                                  |
| <b>TOTAL LIABILITIES</b>   | <b>777,446</b>               | <b>297,957</b>           | <b>170,448</b>                | <b>-</b>               | <b>-</b>                | <b>434,501</b>                       | <b>-</b>                | <b>1,680,352</b> |                                    |
| Shareholders' funds  | -                            | -                        | -                             | -                      | -                       | -                                    | -                       | <b>628,694</b>   | -                                  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                  | <b>777,446</b>               | <b>297,957</b>           | <b>170,448</b>                | <b>-</b>               | <b>-</b>                | <b>1,063,195</b>                     | <b>-</b>                | <b>2,309,046</b> |                                    |
| On-balance sheet interest sensitivity gap                            | 146,119                      | (107,702)                | 9,781                         | 109,606                | 42,708                  | (634,634)                            | 434,122                 | -                |                                    |
| Off-balance sheet interest sensitivity gap                           | -                            | -                        | -                             | -                      | -                       | -                                    | -                       | -                |                                    |
| Total interest sensitivity gap                                       | 146,119                      | (107,702)                | 9,781                         | 109,606                | 42,708                  | (634,634)                            | -                       | -                |                                    |

^ Other assets include other assets, property, plant and equipment, intangible assets and deferred tax assets as disclosed in the Statement of Financial Position.

# Other liabilities include other liabilities and amount owing to related companies as disclosed in the Statement of Financial Position.

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

**29 Valuation of Property, Plant and Equipment**

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

**30 Material Subsequent Event**

There were no material events subsequent to 30 April 2010.

**31 Changes in the Composition of the Bank**

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

**32 Commitments and Contingencies**

**(a) Capital Commitments**

As at 30 April 2010, the Group and Bank has commitments in respect of capital expenditure as follows: -

|                               |            |
|-------------------------------|------------|
|                               | RM'000     |
| Authorised and contracted for | <u>252</u> |

**(b) Other Commitments and Contingencies**

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

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

|   | Nominal<br>Amount<br>RM'000 | Credit<br>Equivalent<br>Amount *<br>RM'000 | Risk<br>Weighted<br>Amount<br>RM'000 |
|---|-----------------------------|--|--------------------------------------|
| <u>As at 30 April 2010</u>  |                             |  |                                      |
| Commitments to extend credits with maturity<br>of less than 1 year: |                             |  |                                      |
| - margin facilities   | 260,922                     | 52,184                                     | 45,689                               |
| - term loan facilities  | 69,505                      | 13,901                                     | 13,901                               |
|   | <u>330,427</u>              | <u>66,085</u>                              | <u>59,590</u>                        |
| <u>As at 31 January 2010</u>  |                             |  |                                      |
| Commitments to extend credits with maturity<br>of less than 1 year: |                             |  |                                      |
| - margin facilities   | 310,037                     | 62,007                                     | 55,781                               |
| - term loan facilities  | 117,852                     | 23,571                                     | 23,571                               |
|   | <u>427,889</u>              | <u>85,578</u>                              | <u>79,352</u>                        |

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

**33 Performance Review on the Results of the Bank**

For the current quarter under review, the Bank recorded a profit before tax of RM9.6 million. This is mainly contributed by net brokerage income of RM9.3 million as well as net interest income of RM6.5 million. In addition, investment and trading income of RM4.7 million was achieved during the financial quarter whereas operating expenses of RM12.9 million was recorded for the quarter.

**34 Review of Performance of Current Financial Quarter against Preceding Financial Quarter**

For the financial quarter under review, the Bank recorded a profit before tax of RM9.6 million as compared to RM11.9 million profit before tax for the immediate preceding quarter. The Bank registered a decrease of net brokerage income of RM4.4 million from RM13.7 million in the preceding financial quarter to RM9.3 million in the first quarter. In addition, higher investment and trading income of RM12.3 million was recorded in the preceding financial quarter as compared to RM4.7 million in current quarter. This was partially offset by lower operating expenses of RM9.4 million from RM22.3 million recorded in the preceding quarter to RM12.9 million in the current quarter.

**35 Bank's Prospects**

With the Bank's strong fundamentals and balance sheet position, the Bank is expected to record a satisfactory performance in the current financial year.

**36 Change in accounting policies and prior year adjustments**

(a) The adoption of new FRSs, amendments to FRSs, IC Interpretations and TR during the financial period have resulted in the following changes in accounting policies:

- i) FRS 139 Financial Instruments: Recognition and Measurement
- ii) IC Interpretation 9 Reassessment of Embedded Derivatives
- iii) Amendments to FRS 139 Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives
- iv) Amendments to FRS 139 Financial Instruments: Recognition and Measurement

FRS 139 establishes the principles for the recognition, derecognition and measurement of an entity's financial instruments and for hedge accounting. However, since the adoption of BNM's revised BNM/GP8 - Guidelines on Financial Reporting for Licensed Institutions on 1 January 2005, certain principles in connection with the recognition, derecognition and measurement of financial instruments, including derivative instruments, and hedge accounting which are similar to those prescribed by FRS 139 have already been adopted by the Bank. Therefore, the full adoption of FRS 139 on 1 January 2010 has resulted in the following material changes in accounting policies as follows:

1) Impairment of loans and advances

The adoption of FRS 139 has resulted in a change in the accounting policy relating to the assessment for impairment of financial assets, particularly loans and advances. The existing accounting policies relating to the assessment of impairment of other financial assets of the Bank are already largely in line with those of FRS 139. Prior to the adoption of FRS 139, allowances for impaired loans and advances (previously referred to as non-performing loans) were computed in conformity with the BNM/GP3 Guidelines on Classification of Non-Performing Loans and Provision for Substandard, Bad and Doubtful Debts. Upon the adoption of FRS 139, the Bank assesses at the end of each reporting period whether there is any objective evidence that a loan or group of loans is impaired. The loan or group of loans is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the loan (an incurred "loss event") and that the loss event has an impact on future estimated cash flows of the loan or group of loans that can be reliably estimated.

**36 Change in accounting policies and prior year adjustments (continued)**

1) Impairment of loans and advances (continued)

The Bank first assesses individually whether objective evidence of impairment exists individually for loans which are individually significant, and collectively for loans which are not individually significant. If it is determined that no objective evidence of impairment exists for an individually assessed loan, the loan is included in a group of loans with similar credit risk characteristics and collectively assessed for impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the loan's carrying amount and the present value of the estimated future cash flows. The carrying amount of the loan is reduced through the use of an allowance account and the amount of the loss is recognised in the income statement.

In the Amendments to FRS 139 listed above, MASB has included an additional transitional arrangement for entities in the financial sector, whereby BNM may prescribe an alternative basis for collective assessment of impairment by banking institutions. This transitional arrangement is prescribed in BNM's guidelines on Classification and Impairment Provisions for Loans/Financing issued on 8 January 2010, whereby banking institutions are required to maintain collective assessment impairment allowances of at least 1.5% of total outstanding loans/financing, net of individual impairment allowance. Subject to the written approval by BNM, banking institutions are allowed to maintain a lower collective assessment impairment allowance. The collective assessment impairment allowance of the Bank as at the reporting date have been arrived at based on this transitional arrangement issued by BNM.

**(b) Comparative Figures**

(i) FRS 101 Presentation of Financial Statements

As a result of the adoption of the revised FRS 101, income statements of the Bank for the comparative financial period ended 30 April 2009 have been re-presented as two separate statements, i.e. an income statement displaying components of profit or loss and a statement of comprehensive income. All non-owner changes in equity which were previously presented in the statement of changes in equity are now included in the statement of comprehensive income as other comprehensive income. Consequently, components of comprehensive income are not presented in the statement of changes in equity. Since these changes only affect presentation aspects, there is no impact on earnings per ordinary share.