

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 31 July 2009.

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

ASSETS	Note	31-Jul-09 RM'000	31-Jan-09 RM'000
Cash and short-term funds		434,987	740,038
Deposits with licensed financial institutions	8	120,661	115,847
Securities held-for-trading	9	146,010	8,813
Securities available-for-sale	10	261,919	255,150
Securities held-to-maturity	11	72,200	92,200
Loan, advances and financing	12	255,420	247,293
Trade receivables	13	391,404	122,087
Statutory deposit with Bank Negara Malaysia		1,460	1,413
Other assets	14	12,045	12,461
Property, plant and equipment		16,847	18,541
Intangible assets		52,500	52,500
Deferred tax assets		36,156	36,156
TOTAL ASSETS		<u>1,801,609</u>	<u>1,702,499</u>
LIABILITIES AND EQUITY			
LIABILITIES			
Deposits from customers	15	596,264	605,943
Deposits and placements of banks and other financial institutions	16	17,000	296,004
Trade payables	17	497,327	192,766
Other liabilities	18	60,629	35,965
Amount owing to related companies		522	2,057
TOTAL LIABILITIES		<u>1,171,742</u>	<u>1,132,735</u>
Share capital		513,000	513,000
Reserves		116,867	56,764
TOTAL EQUITY AND LIABILITIES		<u>1,801,609</u>	<u>1,702,499</u>
Net Assets per Share (RM)		1.23	1.11

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

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 31 July 2009.

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

	Note	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 31-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 31-Jul-08 RM'000
Revenue		31,782	9,347	52,505	31,325
Interest income	19	10,095	7,402	20,901	13,246
Interest expense	20	(3,776)	(1,068)	(7,994)	(1,581)
Net interest income		6,319	6,334	12,907	11,665
Non-interest income	21	21,687	1,945	31,604	18,079
Other non-operating income	22	574	192	795	317
Net income		28,580	8,471	45,306	30,061
Operating expenses	23	(12,216)	(12,817)	(23,720)	(27,378)
Operating profit		16,364	(4,346)	21,586	2,683
(Allowance)/writeback for losses on loans & financing	24	(239)	(986)	40	(1,709)
(Allowance)/writeback of bad & doubtful debts	25	(15)	(137)	62	(40)
Writeback of impairment loss	26	-	-	-	4,400
Profit before tax		16,110	(5,469)	21,688	5,334
Taxation		-	-	-	(817)
Profit after tax		16,110	(5,469)	21,688	4,517
Earnings per share ("EPS"): - basic / diluted		Sen 3.14	Sen (1.07)	Sen 4.23	Sen 0.88

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

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 31 July 2009.

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

	<-----Non-distributable----->				Distributable	
	Share capital	AFS revaluation reserve	Equity compensation reserve	Statutory reserve	Retained profit	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 February 2009	513,000	(28,103)	1,053	14,759	69,055	569,764
Net change in securities available-for-sale	-	38,415	-	-	-	38,415
Net profit for the financial period	-	-	-	-	21,688	21,688
Balance as at 31 July 2009	513,000	10,312	1,053	14,759	90,743	629,867
Balance as at 1 February 2008	513,000	9,434	507	-	54,296	577,237
Net change in securities available-for-sale	-	(15,091)	-	-	-	(15,091)
Net profit for the financial period	-	-	-	-	4,517	4,517
Balance as at 31 July 2008	513,000	(5,657)	507	-	58,813	566,663

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

ECM LIBRA INVESTMENT BANK BERHAD (682-X)
 Quarterly Financial Statements for the period ended 31 July 2009.

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

	6 months ended	
	31-Jul-09 RM'000	31-Jul-08 RM'000
Cash flows from operating activities		
Profit before tax	21,688	5,334
Adjustment for non-cash items	(18,678)	(2,129)
Operating profit before working capital changes	<u>3,010</u>	<u>3,205</u>
Net (increase)/decrease in operating assets	(218,306)	144,587
Net increase/(decrease) in operating liabilities	39,007	(71,046)
Cash (used in)/generated from operations	<u>(176,289)</u>	<u>76,746</u>
Net tax paid	-	(817)
Net cash (used in)/generated from operating activities	<u>(176,289)</u>	<u>75,929</u>
Cash flows from investing activities		
Net addition to property, plant and equipment	(340)	(616)
Net addition to intangible assets	-	(469)
Net additions from securities	(129,854)	(33,946)
Net cash used in investing activities	<u>(130,194)</u>	<u>(35,031)</u>
Cash flows from financing activities		
Interest paid	(11)	(1,290)
Net cash used in financing activities	<u>(11)</u>	<u>(1,290)</u>
Net (decrease)/increase in cash and cash equivalents	(306,494)	39,607
Cash and cash equivalents at beginning of period	591,715	127,973
Cash and cash equivalents at end of period	<u>285,221</u>	<u>167,580</u>
Cash and cash equivalents comprise:		
	RM'000	RM'000
Cash and short-term funds	434,987	324,836
Less: Monies held in trust	(149,766)	(157,256)
	<u>285,221</u>	<u>167,580</u>

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

Explanatory Notes to the Interim Financial Report for the Financial Period Ended 31 July 2009

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 2009.

The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the annual financial statements for the year ended 31 January 2009.

2 Audit Report of Preceding Annual Financial Statements

The auditors’ report on the Financial Statements for the year ended 31 January 2009 of the Bank was not subjected to any qualification.

3 Seasonality and Cyclical Factors

The operations of 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 second quarter ended 31 July 2009.

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

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

6 Debt and Equity Securities

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

7 Dividend Paid

There was no dividend paid during the quarter ended 31 July 2009.

8 Deposits with licensed financial institutions

	31-Jul-09	31-Jan-09
	RM’000	RM’000
Licensed banks	20,661	75,847
Licensed investment banks	20,000	
Bank Negara Malaysia	80,000	40,000
	120,661	115,847

9 Securities held-for-trading

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

10 Securities available-for-sale

	31-Jul-09	31-Jan-09
	RM'000	RM'000
At fair value		
Cagamas bonds	10,291	10,353
Quoted securities		
- Shares	129,576	97,932
Unquoted securities		
- Private debt securities	122,052	146,865
	261,919	255,150

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

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

11 Securities held-to-maturity

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

12 Loans, advances and financing

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Share margin financing	105,184	118,456
Term loans	153,277	132,877
Revolving credit	960	-
Gross loans, advances and financing	259,421	251,333
Less: General allowance	(4,001)	(4,040)
Total net loans, advances and financing	255,420	247,293

12 Loans, advances and financing (continued)

	31-Jul-09	31-Jan-09
	RM'000	RM'000
<u>By Economic Purpose</u>		
Purchase of securities	237,073	226,251
Working capital	22,348	25,082
Gross loans, advances and financing	259,421	251,333
<u>By Interest Rate Sensitivity</u>		
Fixed rate loans/financing	259,421	251,333
<u>By Type of Customer</u>		
Domestic business enterprises	96,673	90,706
Individuals	162,748	160,627
Gross loans, advances and financing	259,421	251,333
Non-performing loans, advances and financing ("NPL")		
Movements in NPL		
At beginning of financial period/year	-	-
Classified as non-performing during the period/year	53,394	29,204
Recovered/regularised during the period/year	(53,394)	(29,204)
At end of financial period/year	-	-
Less: Specific allowance		
Allowance made during the year	(5,425)	-
Amount written back during the year	5,425	-
Net non-performing loans, advances and financing	-	-
Movements in allowance for bad and doubtful debts		
General allowance		
Balance at beginning of financial period/year	4,040	2,542
Allowance made during the period/year	(39)	1,498
Balance at end of financial period/year	4,001	4,040
As % of gross loans, advances and financing less specific allowance	1.5%	1.6%
Movements in allowance for bad and doubtful debts		
Specific allowance		
Allowance made during the period/year	5,425	(3,837)
Amount written back during the period/year	(5,425)	3,837
Balance at end of financial period/year	-	-

13 Trade receivables

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

14 Other assets

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Interest receivables	2,678	2,896
Tax recoverable	1,797	1,798
Other receivables, deposits and prepayments	7,570	7,767
	12,045	12,461

15 Deposit from customers

	31-Jul-09	31-Jan-09
	RM'000	RM'000
<u>By Type of Deposits:</u>		
Short-term deposits	590,464	589,993
Negotiable instruments of deposit	5,800	15,950
	596,264	605,943
<u>By Type of Customers:</u>		
Government and statutory bodies	35,000	64,670
Business enterprises	533,149	481,439
Individuals	28,115	59,834
	596,264	605,943

16 Deposit and placements of banks and other financial institutions

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

17 Trade payables

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Amount owing to clients	129,098	47,804
Amount owing to brokers	234,478	57,754
Client's trust monies	133,751	87,208
	<u>497,327</u>	<u>192,766</u>

18 Other liabilities

	31-Jul-09	31-Jan-09
	RM'000	RM'000
Accruals and deposits received	15,772	9,549
Remisiers and dealers trust accounts	14,119	12,592
Other payables	30,738	13,824
	<u>60,629</u>	<u>35,965</u>

19 Interest income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
Loans and advances:				
- Interest income from performing loans	5,049	4,553	10,066	7,944
Stockbroking clients	220	215	319	434
Short-term funds and deposits with financial institutions	2,488	1,330	5,707	2,510
Securities:				
- Available-for-sale	1,877	1,277	3,909	2,356
- Held-to-maturity	418	-	824	-
Other	1	-	2	-
	<u>10,053</u>	<u>7,375</u>	<u>20,827</u>	<u>13,244</u>
Amortisation of premiums less accretion of discounts	42	27	74	2
	<u>10,095</u>	<u>7,402</u>	<u>20,901</u>	<u>13,246</u>

20 Interest expense

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
Deposits from customers	3,774	606	7,971	844
Deposits from banks and other financial institutions	2	441	13	446
Others	-	21	10	291
	<u>3,776</u>	<u>1,068</u>	<u>7,994</u>	<u>1,581</u>

21 Non-interest income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
Fee income				
- Fees on loans and advances	1,121	1,664	2,046	2,786
- Corporate advisory fees	89	193	177	2,670
- Net brokerage fee	13,897	7,081	21,013	15,789
- Other fee income	61	2,955	470	3,512
	15,168	11,893	23,706	24,757
Investment and trading income				
- Gain/(loss) from sale of securities:				
held-for-trading	457	2	606	2
available-for-sale	5,500	196	5,993	(2,889)
- Gain/(loss) on revaluation of:				
securities held-for-trading	429	(18,338)	304	(12,637)
derivatives	-	6,543	-	6,543
	6,386	(11,597)	6,903	(8,981)
Gross dividend income				
- Securities:				
available-for-sale	133	1,649	995	2,303
	133	1,649	995	2,303
Total non-interest income	21,687	1,945	31,604	18,079

22 Other non-operating income

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
Rental income	82	43	122	54
Gain on disposal of property, plant and equipment	-	55	10	34
Gain on revaluation of foreign exchange translation	240	30	252	70
Others	252	64	411	159
	574	192	795	317

23 Operating expenses

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
<u>Personnel expenses</u>				
Salaries, allowance and bonus	5,001	6,258	10,234	13,875
Contributions to defined contribution plan	612	667	1,258	1,484
Other personnel costs	543	(9)	990	358
	6,156	6,916	12,482	15,717

23 Operating expenses (continued)

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
<u>Establishment costs</u>				
Depreciation of property, plant and equipment	916	869	1,831	1,734
Amortisation of computer software	84	233	203	456
Rental of premises	839	731	1,696	1,475
Rental of network and equipment	804	872	1,455	1,686
Other establishment costs	613	792	1,239	1,254
	3,256	3,497	6,424	6,605
<u>Marketing and communication expenses</u>				
Advertising expenses	-	5	-	116
Entertainment	196	225	309	570
Other marketing expenses	-	106	-	106
	196	336	309	792
<u>Administrative and general expenses</u>				
Audit fees	33	33	66	66
Legal and professional fees	63	220	116	367
Printing and stationery	134	153	193	520
Insurance, postages and courier	158	141	295	308
Electricity and water charges	223	189	428	412
Telecommunication expenses	123	287	233	508
Travelling and accomodation	130	123	197	273
Others	1,744	922	2,977	1,810
	2,608	2,068	4,505	4,264
Total operating expenses	12,216	12,817	23,720	27,378

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

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
General allowance on loans and financing - Provided/(write-back) during the financial period	239	986	(40)	1,709

**25 Allowance/(writeback) of bad and doubtful debts
 on trade receivables**

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
General allowance				
- Provided/(written back) during the financial period	20	(31)	92	(44)
	<u>20</u>	<u>(31)</u>	<u>92</u>	<u>(44)</u>
Specific allowance				
- Provided during the financial period	-	241	-	368
- Written back	10	(56)	(73)	(265)
	<u>10</u>	<u>185</u>	<u>(73)</u>	<u>103</u>
Bad debts:				
- Recovered	(15)	(17)	(81)	(18)
- Written off	-	-	-	(1)
	<u>(15)</u>	<u>(17)</u>	<u>(81)</u>	<u>(19)</u>
	<u>15</u>	<u>137</u>	<u>(62)</u>	<u>40</u>

26 Writeback for impairment loss

	Current quarter ended 31-Jul-09 RM'000	Corresponding quarter ended 30-Jul-08 RM'000	Current year-to-date 31-Jul-09 RM'000	Corresponding year-to-date 30-Jul-08 RM'000
Writeback of impairment loss on securities:				
- Available-for-sale	-	-	-	(4,400)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,400)</u>

27 Capital adequacy

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

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

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 31 July 2009.

28 Interest rate risk

As at 31 July 2009	-----Non-trading book----->						Trading book RM '000	Total RM '000	Effective interest rate %
	Up to 1 month RM '000	>1 - 3 months RM '000	> 3 - 12 months RM '000	1 - 5 years RM '000	Over 5 years RM '000	Non-interest sensitive RM '000			
ASSETS									
Cash and bank balances	386,000	-	-	-	-	48,987	-	434,987	2.03
Deposits with licensed financial institutions	-	120,315	346	-	-	-	-	120,661	2.09
Securities held-for-trading	-	-	-	-	-	-	146,010	146,010	
Securities available-for-sale	-	-	-	100,102	32,241	-	129,576	261,919	4.72
Securities held-to-maturity	30,000	40,000	-	-	-	2,200	-	72,200	2.12
Loan, advances and financing									
- Performing	113,579	115,965	7,876	22,001	-	(4,001) *	-	255,420	8.76
Statutory deposits with BNM	-	-	-	-	-	1,460	-	1,460	
Other assets ^	-	-	-	-	-	508,952	-	508,952	
TOTAL ASSETS	529,578	276,280	8,222	122,103	32,241	557,598	275,586	1,801,609	
LIABILITIES AND EQUITY									
LIABILITIES									
Deposits from customers	474,775	53,836	67,653	-	-	-	-	596,264	2.18
Deposits and placements of banks and other financial institutions	-	-	17,000	-	-	-	-	17,000	3.53
Other liabilities #	-	-	-	-	-	558,478	-	558,478	-
TOTAL LIABILITIES	474,775	53,836	84,653	-	-	558,478	-	1,171,742	
Shareholders' funds	-	-	-	-	-	629,867	-	629,867	-
TOTAL EQUITY AND LIABILITIES	474,775	53,836	84,653	-	-	1,188,345	-	1,801,609	
On-balance sheet interest sensitivity gap	54,803	222,444	(76,431)	122,103	32,241	(630,747)	275,586	(0)	
Total interest sensitivity gap	54,803	222,444	(76,431)	122,103	32,241	(630,747)	275,586	(0)	

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

Other liabilities include trade payables, other liabilities and amount owing to holding company/subsidiaries/related companies as disclosed in the Balance Sheet.

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

ECM LIBRA INVESTMENT BANK BERHAD (682-X)

Quarterly Financial Statements for the period ended 31 July 2009.

28 Interest rate risk

As at 31 January 2009	-----Non-trading book----->						Trading book RM '000	Total RM '000	Effective interest rate %
	Up to 1 month RM '000	>1 - 3 months RM '000	> 3 - 12 months RM '000	1 - 5 years RM '000	Over 5 years RM '000	Non-interest sensitive RM '000			
ASSETS									
Cash and bank balances	733,262	-	-	-	-	6,776	-	740,038	2.82
Deposits with licensed financial institutions	-	115,847	-	-	-	-	-	115,847	2.58
Securities held-for-trading	-	-	-	-	-	-	8,813	8,813	
Securities available-for-sale	-	-	15,120	104,219	37,879	-	97,932	255,150	5.33
Securities held-to-maturity	-	90,000	-	-	-	2,200	-	92,200	
Loan, advances and financing									
- Performing	129,326	115,716	6,291	-	-	(4,040) *	-	247,293	8.75
Statutory deposits with BNM	-	-	-	-	-	1,413	-	1,413	
Other assets ^	-	-	-	-	-	241,745	-	241,745	
TOTAL ASSETS	862,588	321,563	21,411	104,219	37,879	248,094	106,745	1,702,499	
LIABILITIES AND EQUITY									
LIABILITIES									
Deposits from customers	429,344	86,881	89,218	500	-	-	-	605,943	2.86
Deposits and placements of banks and other financial institutions	251,004	28,000	17,000	-	-	-	-	296,004	2.99
Other liabilities #	-	-	-	-	-	230,788	-	230,788	-
TOTAL LIABILITIES	680,348	114,881	106,218	500	-	230,788	-	1,132,735	
Shareholders' funds	-	-	-	-	-	569,764	-	569,764	-
TOTAL EQUITY AND LIABILITIES	680,348	114,881	106,218	500	-	800,552	-	1,702,499	
On-balance sheet interest sensitivity gap	182,240	206,682	(84,807)	103,719	37,879	(552,458)	106,745	-	
Total interest sensitivity gap	182,240	206,682	(84,807)	103,719	37,879	(552,458)	106,745	-	

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

Other liabilities include trade payables, other liabilities and amount owing to holding company/subsidiaries/related companies as disclosed in the Balance Sheet.

* 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 Bank in the quarter under review.

30 Material Subsequent Event

There were no material events subsequent to 31 July 2009.

31 Changes in the Composition of the Bank

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

32 Commitments and Contingencies

(a) Capital Commitments

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

Authorised but not contracted for	RM'000 300
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(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 Amount RM'000	Credit Equivalent Amount * RM'000	Risk Weighted Amount RM'000
<u>As at 31 July 2009</u>			
Commitments to extend credits with maturity of less than 1 year:			
- margin facilities	233,457	46,691	46,691
- term loan facilities	64,239	12,848	12,848
Equity-related contracts	21,168	6,143	6,143
	<hr/>	<hr/>	<hr/>
<u>As at 31 January 2009</u>			
Commitments to extend credits with maturity of less than 1 year:			
- margin facilities	189,830	37,966	37,966
- term loan facilities	3,992	798	798
Equity-related contracts	21,168	7,134	7,134
	<hr/>	<hr/>	<hr/>

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

33 Performance Review on the Results of the Bank

For the current quarter under review, the Bank recorded a profit before tax of RM16.1 million. This is largely contributed by increased level of broking activities resulting in net brokerage income of RM13.9 million. In addition, the Bank recorded RM6.4 million in investment and trading income.

For the half-year period ended 31 July 2009, the Bank achieved profit before tax of RM21.7 million.

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 RM16.1 million as compared to RM5.6 million profit before tax for the immediate preceding quarter. The Bank registered an increase of brokerage income of RM6.8 million from RM7.1 million in the first quarter to RM13.9 million in the second quarter, in line with higher Bursa turnover. In addition, higher gain from sale of securities of RM6.0 million is registered in the current quarter as compared to RM0.6 million in the preceeding 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.