

**UNAUDITED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER  
ENDED 31 MARCH 2005**

	<b>Current Quarter Ended 31.3.2005 RM'000</b>	Corresponding Quarter Ended 31.3.2004 RM'000	<b>Financial Year Ended 31.3.2005 RM'000</b>	Corresponding Financial Year Ended 31.3.2004 RM'000
Revenue	<b>16,379</b>	9,973	<b>73,206</b>	39,754
Other operating income	<b>4,963</b>	599	<b>13,377</b>	2,672
Manufacturing costs relating to an entity disposed off during the year	<b>298</b>	(5,378)	<b>(394)</b>	(18,808)
Staff costs	<b>(5,742)</b>	(2,031)	<b>(16,932)</b>	(8,322)
Depreciation of property, plant and equipment	<b>(684)</b>	(610)	<b>(1,989)</b>	(5,535)
Other operating expenses	<b>(6,232)</b>	(8,891)	<b>(20,941)</b>	(16,330)
Profit/(loss) from operations	<b>8,982</b>	(6,338)	<b>46,327</b>	(6,569)
Finance costs	<b>(1,828)</b>	(838)	<b>(6,520)</b>	(3,266)
Share of results of associate company	<b>965</b>	-	<b>965</b>	-
Income from other Investments	<b>-</b>	-	<b>-</b>	-
Profit/(loss) before tax	<b>8,119</b>	(7,176)	<b>40,772</b>	(9,835)
Tax	<b>1,195</b>	(791)	<b>(433)</b>	(791)
Profit/(loss) after tax	<b>9,314</b>	(7,967)	<b>40,339</b>	(10,626)
Minority interest	<b>-</b>	-	<b>-</b>	23
Net profit/(loss) for the period	<b>9,314</b>	(7,967)	<b>40,339</b>	(10,603)
Earnings/(loss) per share :	<b>Sen</b>	Sen	<b>Sen</b>	Sen
- basic	<b>2.15</b>	(9.73)	<b>9.32</b>	(15.66)
- diluted	<b>2.03</b>	(9.73)	<b>8.72</b>	(15.66)

(The Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 March 2004)

**ECM LIBRA BERHAD** (Company No. 288682-P)

**UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 31 MARCH 2005**

	31.3.2005	31.3.2004
	RM'000	RM'000
<b>Property, plant and equipment</b>	<b>13,265</b>	7,192
<b>Goodwill on consolidation</b>	<b>360,794</b>	360,699
<b>Investment in associate company</b>	<b>44,864</b>	-
<b>Other investments</b>	<b>4,000</b>	16,500
<b>Deferred tax assets</b>	<b>1,332</b>	-
<b>Current Assets</b>		
Properties held for resale	-	750
Inventories	-	863
Marketable securities	<b>41,228</b>	4,057
Trade receivables	<b>119,161</b>	216,788
Loan receivables	<b>51,976</b>	2,660
Other receivables & prepaid expenses	<b>17,753</b>	41,974
Fixed deposits, cash and bank balances	<b>158,204</b>	249,114
	<b>388,322</b>	516,206
<b>Current Liabilities</b>		
Borrowings	<b>5,000</b>	-
Trade payables	<b>101,969</b>	196,434
Other payables & accrued expenses	<b>30,512</b>	65,708
Tax liabilities	<b>532</b>	209
	<b>138,013</b>	262,351
<b>Net Current Assets</b>	<b>250,309</b>	253,855
<b>Long-Term and Deferred Liabilities</b>		
Borrowings	<b>(40,000)</b>	(40,000)
Redeemable Convertible Unsecured Loan Stocks – liability component	<b>(54,579)</b>	(53,357)
Deferred tax liabilities	<b>(1,528)</b>	(2,591)
Provision for retirement benefit	<b>(176)</b>	(377)
	<b>(96,283)</b>	(96,325)
<b>Minority Interest</b>	<b>-</b>	-
	<b>578,281</b>	541,921
<b>Represented by:</b>		
Issued capital	<b>433,000</b>	433,000
Redeemable Convertible Unsecured Loan Stocks – equity component	<b>4,783</b>	4,783
Reserves	<b>140,498</b>	104,138
<b>Shareholders' Equity</b>	<b>578,281</b>	541,921
 Net Tangible Assets Per Share (RM)	 <b>0.50</b>	 0.42

(The Consolidated Balance Sheets should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 March 2004)

**ECM LIBRA BERHAD** (Company No. 288682-P)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2005**

	Issued Capital RM '000	RCULS - Equity component RM '000	Non-Distributable Reserve			Translation Reserve RM '000	Distributable Reserves Unappropriated Profit/ (Accumulated loss) RM '000	Total RM '000
			Share Premium RM '000	Reserve on Consolidation RM '000				
Balance as at 1 April 2004	433,000	4,783	105,491	3,899	-	(5,252)	541,921	
Arising from disposal of subsidiary company	-	-	-	(3,899)	-	-	(3,899)	
Net profit for the financial period	-	-	-	-	-	40,339	40,339	
Currency translation differences	-	-	-	-	(80)	-	(80)	
Balance as at 31 March 2005	433,000	4,783	105,491	-	(80)	35,087	578,281	

**ECM LIBRA BERHAD** (Company No. 288682-P)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2005  
(CONTINUED)**

	Issued Capital RM '000	RCULS - Equity component RM '000	Share Premium RM '000	Non-Distributable Reserve		Translation Reserve RM '000	Distributable Reserves Unappropriated Profit/ (Accumulated loss) RM '000	Total RM '000
				Reserve on Consolidation RM '000				
Balance as at 1 April 2003	42,000	-	-	4,982	-	-	27,191	74,173
Arising from disposal of subsidiary companies	-	-	-	(1,083)	-	-	-	(1,083)
Net loss for the year	-	-	-	-	-	-	(10,603)	(10,603)
Dividends	-	-	-	-	-	-	(840)	(840)
Issue of shares:								
For acquisition of subsidiary companies	270,000	-	-	-	-	-	-	270,000
Private placement	100,000	-	105,491	-	-	-	-	205,491
Bonus issue	21,000	-	-	-	-	-	(21,000)	-
Issue of Redeemable Convertible Loan Stock: Equity component	-	4,783	-	-	-	-	-	4,783
Balance as at 31 March 2004	433,000	4,783	105,491	3,899	-	-	(5,252)	541,921

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2005**

	<b>Year ended 31 March 2005 RM'000</b>	<b>Year ended 31 March 2004 RM'000</b>
<b>Cash Flows From / (Used In) Operating Activities</b>		
Profit before tax	40,772	(9,835)
Adjustment for non-cash items	(10,888)	11,598
Operating profit before working capital changes	29,884	1,763
(Increase)/decrease in properties held for resale	750	(2,026)
(Increase)/ decrease in inventories	(27)	2,073
Decrease in receivables	72,480	20,332
Decrease in payables	(130,492)	9,871
Net cash used in operations	(27,405)	32,013
Interest received	4,863	1,645
Tax paid	(3,084)	(350)
Retirement benefits	(36)	-
Net cash from/ (used in) operating activities	(25,662)	33,308
<b>Cashflows from / (used in) investing activities</b>		
Proceeds from disposal of subsidiary company	3,602	(1,350)
Acquisition of subsidiary company	(110)	133,960
Acquisition of associate company	(44,094)	-
Net investment in securities	(14,215)	(579)
Net investment in property, plant and equipment	(12,188)	2,589
Net cash used in investing activities	(67,005)	134,620
<b>Cash flows from / (used in) financing activities</b>		
Interest paid	(5,052)	(3,197)
Drawdown of short term loan	5,000	-
Repayment of hire purchase	-	(223)
Dividend paid	-	(840)
Repayment of loan received	-	39,955
Net cash generated in financing activities	(52)	35,695
<b>Net decrease in cash and cash equivalents</b>	<b>(92,719)</b>	<b>203,623</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>233,132</b>	<b>29,509</b>
<b>Cash and cash equivalents at end of year</b>	<b>140,413</b>	<b>233,132</b>

Cash and cash equivalents included in the cash flow statement comprise the following Balance Sheet amounts:

	<b>RM'000</b>	<b>RM'000</b>
Short term funds	158,204	249,114
Less: Monies held in trust	(17,791)	(15,982)
	<b>140,413</b>	<b>233,132</b>

(The Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 March 2004)

**Part A: Explanatory Notes pursuant to Financial Reporting Standards (“FRS”) 134 (MASB 26)**

**1. BASIS OF PREPARATION**

This unaudited interim report has been prepared in accordance with FRS 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (formerly known as Malaysia Securities Exchange Berhad) (“Bursa Securities”), and should be read in conjunction with the Group’s Annual Audited Financial Statements for the year ended 31 March 2004 (“Financial Statements 2004”).

**2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors’ report on the Group’s Financial Statements 2004 was not subjected to any qualification.

**3. SEASONALITY AND CYCLICALITY FACTORS**

The Group’s operations were not materially affected 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 financial year ended 31 March 2005.

**5. VARIATION FROM FINANCIAL ESTIMATES REPORTED IN PRECEDING FINANCIAL PERIOD/YEAR**

There are no changes in estimates of amounts reported in the preceding quarter/ financial year that would have a material effect in the current quarter/ financial year.

**6. DEBT AND EQUITY SECURITIES**

There were no issuance, cancellations, repurchases, resale and repayment of either debt or equity securities during the current quarter/ financial year.

**7. DIVIDEND PAID**

There was no dividend paid during the current quarter/ financial year.

**8. SEGMENTAL REPORTING**

Segmental revenue and results for the current financial year are as follows:

	Manufacturing of industrial products <b>RM'000</b>	Financial services <b>RM'000</b>	Others <b>RM'000</b>	Eliminations <b>RM'000</b>	Total <b>RM'000</b>
<b>Revenue</b>					
External sales	955	72,301	-	-	73,256
Inter-segment sales	-	-	-	-	-
Total revenue	<u>955</u>	<u>72,301</u>	<u>-</u>	<u>-</u>	<u>73,256</u>
<b>Results</b>					
Profit from operations	<u>162</u>	<u>43,431</u>	<u>2,734</u>	<u>-</u>	46,327
Finance costs					(6,520)
Share of results of associate company					965
Profit before tax					<u>40,772</u>
Income tax expense					<u>(433)</u>
Profit after tax					<u>40,339</u>
<b>Other information</b>					
Depreciation	99	1,890	-	-	1,989

The Group's primary basis of segment reporting is according to business segments.

**9. CARRYING AMOUNT OF REVALUED ASSETS**

The valuations of properties are consistent with that stated in the Group's Financial Statements 2004.

**10. MATERIAL SUBSEQUENT EVENTS**

There were no material events subsequent to the Balance Sheet date.

**ECM LIBRA BERHAD** (Company No. 288682-P)

**11. CHANGES IN THE COMPOSITION OF THE GROUP**

The disposal of the Company's 100% equity interest in Metal Perforators (Malaysia) Sdn. Bhd. to Temasek Berkat Sdn Bhd for a cash consideration of RM4.5 million was completed on 28 May 2004 with a gain of RM2.7 million.

The completion of the acquisition of ECM Libra Capital Markets Sdn. Bhd. (formerly known as Libra Capital Markets Sendirian Berhad) ("LCM") on 18 October 2004 has expanded the Group's activities to fund management services.

ECM Libra Investments Limited (formerly known as Bigfield Investments Limited), became a wholly-owned subsidiary of the Group on 3 August 2004.

The acquisition by ECM Libra Investments Limited of the entire 29.2% equity interest in Westcomb Financial Group Limited (formerly known as SBI E2-Capital Holdings Limited), a company incorporated in Singapore and listed on the SGX-ST Dealing and Automated Quotation System, was completed on 1 February 2005.

**12. CHANGES IN CONTINGENT LIABILITIES/ASSETS**

On 21 March 2003, an ex-client of a subsidiary company initiated legal proceedings against a subsidiary company at the High Court of Kuala Lumpur for the sum of RM233,544, any appropriate compensation and interest at the rate of 8% per annum until settlement date. These claims were made in respect of a fraud committed by an ex-dealer of the subsidiary company who had performed illegal trading operations in the name of the subsidiary company. There is now no further contingent liability after the recovery of claims from various financial institutions and a settlement amount agreed upon with the claimant.

**13. CAPITAL COMMITMENTS**

The amount of commitments for the purchase of property, plant and equipment and investment not provided for in the Financial Statements as at 31 March 2005 is as follows:

	RM '000
Approved and contracted for	<u>1,355</u>

## **Part B – Additional information required by the Listing Requirements of Bursa Securities**

### **14. PERFORMANCE REVIEW ON THE RESULTS OF THE GROUP FOR THE FINANCIAL YEAR**

The Group's profit before taxation for the current financial year ended 31 March 2005 increased to RM40.8 million from a loss before taxation of RM9.8 million in the prior financial year ended 31 March 2004. Revenue for the Group has increased by 84.2% compared to the previous year. Advisory fees and brokerage income accounted for 41% and 36% of the revenue respectively.

The improvement of the Group performance for the current financial year as compared to the previous year is primarily due to the change in business direction following the completion of the corporate exercise as detailed in the quarterly announcement dated 21 May 2004. ECM Libra Group now operates as a corporate finance, stockbroking and fund management group.

For the quarter under review, the Group recorded a profit before taxation of RM8.1 million against a loss before taxation of RM7.2 million for the previous year's corresponding quarter. The improvement in results is due to higher business income resulting from the completion of several advisory mandates and gain from disposal of investments.

### **15. REVIEW OF PERFORMANCE OF CURRENT FINANCIAL QUARTER AGAINST PRECEDING FINANCIAL QUARTER**

The Group's profit before taxation for the quarter ended 31 March 2005 was RM8.1 million compared with the preceding quarter's profit before taxation of RM11.8 million.

The decrease in profit is primarily due to the weaker market conditions during the quarter under review compared to the preceding quarter.

### **16. COMPANY'S PROSPECTS**

The financial performance of the Group depends to a large extent on the stock market sentiment which affects the volume of business and our revenue. Barring any other unforeseen circumstances, the Directors believe that the Group will perform satisfactorily in the coming financial year.

### **17. PROFIT FORECAST**

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

18. **TAXATION**

	<b>Quarter Ended</b>		<b>Financial Year Ended</b>	
	<b>31.3.2005</b>	<b>31.3.2004</b>	<b>31.3.2005</b>	<b>31.3.2004</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current year income tax (Under)/ Over provision in respect of prior years	(306)	(933)	(2,183)	(933)
Deferred taxation	44	(389)	44	(389)
	1,457	531	1,706	531
	<u>1,195</u>	<u>(791)</u>	<u>(433)</u>	<u>(791)</u>

The effective tax rate of the Group is lower than the statutory tax rate for the financial year-to-date due to availability of tax losses to set off against current year profit and the low tax rates of our offshore subsidiaries. The reversal of deferred tax liability was in respect of timing difference between the interest rates on the Redeemable Convertible Unsecured Loan Stocks' ("RCULS") liability component and that of the actual coupon rate and recognition of deferred tax assets under the requirements of MASB approved standards.

19. **SALE OF UNQUOTED INVESTMENTS AND PROPERTIES**

There was no sale of unquoted investments and properties during the quarter under review except for the disposal of two pieces of land by a subsidiary which resulted in gross gain of RM50,000. The disposal was completed on 2 February 2005.

20. **QUOTED SECURITIES**

The particulars of the purchase and disposal of quoted securities of the Group are as follows: -

- a) Total purchases and disposal of quoted securities and profit/loss arising there from in the ordinary course of business by the stockbroking and offshore investment bank subsidiaries for the current financial year-to-date are as follows:-

	<b>Quarter Ended</b>	<b>Financial Year Ended</b>
	<b>31.3.2005</b>	<b>31.3.2005</b>
	<b>RM'000</b>	<b>RM'000</b>
Total purchases	16,993	78,104
Total sales proceeds	<u>30,973</u>	<u>57,072</u>
Total profit on disposals	<u>6,417</u>	<u>12,848</u>

- b) There are no investments in quoted securities as at 31 March 2005 other than those held by the stockbroking and offshore investment bank subsidiaries in their ordinary course of business.

**ECM LIBRA BERHAD** (Company No. 288682-P)

**21. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

There were no corporate proposals announced but not completed at the date of this report.

**22. GROUP BORROWINGS**

Total borrowings and debt securities of the Group as at 31 March 2005 are as follows:

	<b>RM'000</b>
Secured short term borrowings	<u>5,000</u>
Unsecured long term borrowings	<u>40,000</u>
RCULS - liability portion	<u><u>54,579</u></u>

**23. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

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

**24. MATERIAL LITIGATIONS**

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

**25. DIVIDEND**

The directors recommended a final gross dividend of 5 sen (2004: Nil) in respect of the financial year ended 31 March 2005, subject to the approval of the shareholders at the forthcoming Annual General Meeting.

26. EARNINGS PER SHARE

	Quarter ended		Financial Year Ended	
	31.3.2005	31.3.2004	31.3.2005	31.3.2004
	RM'000	RM'000	RM'000	RM'000
Basic Earnings per share:				
Net profit/ (loss) for the period	9,314	(7,967)	40,339	(10,603)
	Units('000)	Units('000)	Units('000)	Units('000)
Weighted average number of ordinary shares in issue	433,000	81,901	433,000	67,712
Basic earnings per share (sen)	2.15	(9.73)	9.32	(15.66)
	Quarter ended		Financial Year Ended	
	31.3.2005	31.3.2004	31.3.2005	31.3.2004
	RM'000	RM'000	RM'000	RM'000
Fully diluted Earnings per share :				
Net profit/ (loss) for the period	9,314	(7,967)	40,339	(10,603)
Add: Assumed saving in interest on RCULS, net of tax	679	6	2,655	25
	<u>9,993</u>	<u>(7,961)</u>	<u>42,994</u>	<u>(10,578)</u>
	Units('000)	Units('000)	Units('000)	Units('000)
Weighted average number of ordinary shares in issue	433,000	81,901	433,000	67,712
No. of shares that would have been issued assuming full conversion of RCULS	60,000	3,956	60,000	986
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share	<u>493,000</u>	<u>85,857</u>	<u>493,000</u>	<u>68,698</u>
Fully diluted earnings per share (sen)	2.03	(9.27)	8.72	(15.40)

In respect of the quarter ended 31 March 2004 and the financial year ended 31 March 2004, the effects of the RCULS conversion will be anti-dilutive in nature. Hence the fully diluted earnings per share is disclosed as the same as basic earnings per share in accordance with MASB approved accounting standard FRS133.

Comparative figures of the basic and diluted earnings per ordinary share have been restated to reflect the bonus issue.

The adjusted weighted average number of shares in issue and issuable for the year was arrived at after taking into account the dilutive effect of the conversion of all outstanding RCULS of the Company and the net profit is adjusted to eliminate the applicable interest expense less the associated tax effect. The dilutive effect is computed assuming full conversion of the RCULS as at the date of issue.

Dated: 20 May 2005