

**OCBC AL-AMIN BANK BERHAD**

Registration No. 200801017151 (818444-T)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

Domiciled in Malaysia  
Registered Office:  
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18 Jalan Tun Perak  
50050 Kuala Lumpur

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025**

|  |             | <b>31 March<br/>2025</b> | <b>31 December<br/>2024</b> |
|--|-------------|--------------------------|-----------------------------|
|  | <b>Note</b> | <b>RM'000</b>            | <b>RM'000</b>               |
| <b>ASSETS</b>  |             |                          |                             |
| Cash and cash equivalents  | 9           | 439,276                  | 940,484                     |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 10          | 5,253,707                | 4,396,524                   |
| Financing and advances   | 11          | 16,667,698               | 16,873,602                  |
| Derivative financial assets  | 13          | 15,959                   | 12,550                      |
| Other assets   | 14          | 40,863                   | 90,480                      |
| Statutory deposits with BNM  |             | 190,000                  | 196,500                     |
| Property and equipment   |             | 1,751                    | 1,980                       |
| Right-of-use ("ROU") assets  |             | 2,361                    | 2,734                       |
| Deferred tax assets  |             | 26,929                   | 29,166                      |
| <b>Total assets</b>  |             | <b>22,638,544</b>        | <b>22,544,020</b>           |
| <b>LIABILITIES</b>   |             |                          |                             |
| Deposits from customers  | 15          | 10,762,701               | 11,382,006                  |
| Investment accounts due to designated financial institution                      | 16          | 7,632,425                | 7,736,685                   |
| Deposits and placements of banks and other financial institutions                | 17          | 779,243                  | 289,190                     |
| Obligations on securities sold under repurchase agreements                       |             | 469,014                  | 393,729                     |
| Bills and acceptances payable  |             | 8,222                    | 10,895                      |
| Derivative financial liabilities   | 13          | 16,278                   | 13,195                      |
| Other liabilities  | 18          | 350,919                  | 182,649                     |
| Provision for taxation and zakat   |             | 22,707                   | 21,775                      |
| <b>Total liabilities</b>   |             | <b>20,041,509</b>        | <b>20,030,124</b>           |
| <b>EQUITY</b>  |             |                          |                             |
| Share capital  |             | 555,000                  | 555,000                     |
| Reserves   |             | 2,042,035                | 1,958,896                   |
| <b>Total equity</b>  |             | <b>2,597,035</b>         | <b>2,513,896</b>            |
| <b>Total liabilities and equity</b>  |             | <b>22,638,544</b>        | <b>22,544,020</b>           |
| <b>Commitments and contingencies</b>   | 28          | <b>7,304,129</b>         | <b>5,781,997</b>            |

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

|   |      | Year-To-Date Ended         |                            |
|---|------|----------------------------|----------------------------|
|   |      | 31 March<br>2025<br>RM'000 | 31 March<br>2024<br>RM'000 |
|   | Note |                            |                            |
| Income derived from investment of depositors' funds and others                | 19   | 137,971                    | 136,676                    |
| Income derived from investment of investment account funds                    | 20   | 88,101                     | 68,906                     |
| Income derived from investment of shareholder's funds                         | 21   | 45,089                     | 42,051                     |
| Impairment allowances writeback and provisions                                | 22   | 18,432                     | 11,800                     |
| Total distributable income  |      | 289,593                    | 259,433                    |
| Income attributable to depositors   | 23   | (64,908)                   | (66,174)                   |
| Income attributable to investment account holder                              | 24   | (61,672)                   | (48,234)                   |
| Total net income  |      | 163,013                    | 145,025                    |
| Operating expenses  | 25   | (55,970)                   | (50,832)                   |
| <b>Profit before taxation and zakat</b>                                       |      | 107,043                    | 94,193                     |
| Income tax expense  | 26   | (25,769)                   | (22,601)                   |
| Zakat   |      | (12)                       | (12)                       |
| <b>Profit for the financial period</b>  |      | 81,262                     | 71,580                     |
| <b>Items that may be subsequently reclassified to profit or loss</b>          |      |                            |                            |
| Fair value reserve (debt instruments)   |      |                            |                            |
| - Change in fair value  |      | 2,551                      | 2,425                      |
| - Transferred to profit or loss   |      | -                          | (485)                      |
| - Related tax   |      | (612)                      | (465)                      |
| Change in expected credit loss ("ECL") reserve on debt instruments at FVOCI   |      | (62)                       | 38                         |
| <b>Other comprehensive income for the financial period, net of income tax</b> |      | 1,877                      | 1,513                      |
| <b>Total comprehensive income for the financial period</b>                    |      | 83,139                     | 73,093                     |
| Profit attributable to the owner of the Bank                                  |      | 81,262                     | 71,580                     |
| Total comprehensive income attributable to the owner of the Bank              |      | 83,139                     | 73,093                     |
| <b>Basic earnings per ordinary share (sen)</b>                                |      | 43.93                      | 38.69                      |

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

|  | <i>Non-distributable</i>            |  |                                   | <i>Distributable</i>                     |   |
|--|-------------------------------------|--|-----------------------------------|--|---|
|  | <b>Share<br/>Capital<br/>RM'000</b> | <b>Regulatory<br/>Reserve<br/>RM'000</b> | <b>ECL<br/>Reserve<br/>RM'000</b> | <b>Fair Value<br/>Reserve<br/>RM'000</b> | <b>Retained<br/>Earnings<br/>RM'000</b> |
|  |                                     |  |                                   |  | <b>Total<br/>Equity<br/>RM'000</b>      |
| <b>2025</b>  |                                     |  |                                   |  |   |
| At 1 January 2025  | 555,000                             | 91,000                                   | 251                               | 1,328                                    | 1,866,317                               |
| Fair value reserve   |                                     |  |                                   |  |   |
| - Change in fair value   | -                                   | -  | -                                 | 2,551                                    | -                                       |
| - Transferred to profit or loss  | -                                   | -  | -                                 | -  | -                                       |
| - Related tax  | -                                   | -  | -                                 | (612)                                    | -                                       |
| Change in ECL reserve  | -                                   | -  | (62)                              | -  | -                                       |
| <b>Total other comprehensive (expense)/income for the financial period</b> | -                                   | -  | (62)                              | 1,939                                    | -                                       |
| Profit for the financial period  | -                                   | -  | -                                 | -  | 81,262                                  |
| <b>Total comprehensive (expense)/income for the financial period</b>       | -                                   | -  | (62)                              | 1,939                                    | 81,262                                  |
| At 31 March 2025   | 555,000                             | 91,000                                   | 189                               | 3,267                                    | 1,947,579                               |
| <b>2024</b>  |                                     |  |                                   |  |   |
| At 1 January 2024  | 555,000                             | 91,000                                   | 155                               | (6,759)                                  | 1,588,170                               |
| Fair value reserve   |                                     |  |                                   |  |   |
| - Change in fair value   | -                                   | -  | -                                 | 2,425                                    | -                                       |
| - Transferred to profit or loss  | -                                   | -  | -                                 | (485)                                    | -                                       |
| - Related tax  | -                                   | -  | -                                 | (465)                                    | -                                       |
| Change in ECL reserve  | -                                   | -  | 38                                | -  | -                                       |
| <b>Total other comprehensive income for the financial period</b>           | -                                   | -  | 38                                | 1,475                                    | -                                       |
| Profit for the financial period  | -                                   | -  | -                                 | -  | 71,580                                  |
| <b>Total comprehensive income for the financial period</b>                 | -                                   | -  | 38                                | 1,475                                    | 71,580                                  |
| At 31 March 2024   | 555,000                             | 91,000                                   | 193                               | (5,284)                                  | 1,659,750                               |

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| <b>Cash flows from operating activities</b>                       |                                     |                                     |
| Profit before taxation and zakat                                  | 107,043                             | 94,193                              |
| <i>Adjustments for:</i>   |                                     |                                     |
| Net gain from disposal of:  |                                     |                                     |
| - Financial investments at FVOCI                                  | -                                   | (485)                               |
| Depreciation of equipment   | 248                                 | 244                                 |
| Depreciation of ROU assets  | 372                                 | 401                                 |
| Impairment allowances writeback                                   | (11,838)                            | (6,696)                             |
| Finance expense on lease liabilities                              | 22                                  | 25                                  |
| Share-based costs   | 72                                  | 82                                  |
| Unrealised loss/(gain) on:  |                                     |                                     |
| - Financial assets at FVTPL                                       | -                                   | 8                                   |
| - Derivatives   | (282)                               | 1,534                               |
| Operating profit before changes in working capital                | 95,637                              | 89,306                              |
| <i>Changes in operating assets and operating liabilities:</i>     |                                     |                                     |
| Financing and advances  | 217,676                             | 151,819                             |
| Derivative financial assets                                       | (3,127)                             | (8,159)                             |
| Other assets  | 49,620                              | (6,286)                             |
| Statutory deposits with BNM                                       | 6,500                               | (16,000)                            |
| Deposits from customers   | (619,305)                           | (521,170)                           |
| Investment accounts due to designated financial institution       | (104,260)                           | 302,536                             |
| Deposits and placements of banks and other financial institutions | 490,053                             | (159,392)                           |
| Obligations on securities sold under repurchase agreements        | 75,285                              | -                                   |
| Bills and acceptances payable                                     | (2,673)                             | (5,502)                             |
| Derivative financial liabilities                                  | 3,083                               | 7,972                               |
| Other liabilities   | 168,571                             | (129,747)                           |
| <b>Cash generated generated/(used) in operations</b>              | <b>377,060</b>                      | <b>(294,623)</b>                    |
| Income tax and zakat paid   | (23,223)                            | (15,396)                            |
| <b>Net cash generated/(used) in operating activities</b>          | <b>353,837</b>                      | <b>(310,019)</b>                    |
| <b>Cash flows from investing activities</b>                       |                                     |                                     |
| Acquisition of financial investments at FVOCI                     | (2,220,000)                         | (1,315,000)                         |
| Proceeds from disposal of financial investments at FVOCI          | 1,365,368                           | 955,548                             |
| Acquisition of equipment  | (18)                                | (30)                                |
| <b>Net cash used in investing activities</b>                      | <b>(854,650)</b>                    | <b>(359,482)</b>                    |
| <b>Cash flows from financing activities</b>                       |                                     |                                     |
| Payment of lease liabilities                                      | (395)                               | (420)                               |
| <b>Net cash used in financing activities</b>                      | <b>(395)</b>                        | <b>(420)</b>                        |
| <b>Net decrease in cash and cash equivalents</b>                  | <b>(501,208)</b>                    | <b>(669,921)</b>                    |
| <b>Cash and cash equivalents at 1 January</b>                     | <b>940,484</b>                      | <b>1,123,565</b>                    |
| <b>Cash and cash equivalents at 31 March</b>                      | <b>439,276</b>                      | <b>453,644</b>                      |
| <b>Change in liabilities arising from financing activity</b>      |                                     |                                     |
| At 1 January  | 2,787                               | 3,504                               |
| Payment of lease liabilities                                      | (395)                               | (420)                               |
| Finance expense on lease liabilities                              | 22                                  | 25                                  |
| At 31 March   | 2,414                               | 3,109                               |

Details of cash and cash equivalents are disclosed in Note 9 of the unaudited condensed interim financial statements.

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

## **NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025**

### **GENERAL INFORMATION**

The Bank is a licensed Islamic Bank principally engaged in Islamic Banking and related financial services. There were no significant changes in these activities during the financial period.

### **PERFORMANCE REVIEW**

The Bank increased its profit after tax to RM81.3 million for the financial period ended 31 March 2025, 13% higher year-on-year mainly due to writeback of allowances of RM6.6 million, higher net income from investment account funds of RM5.8 million, income from shareholder's funds of RM3.0 million, income derived from investment of depositors' funds and others of RM1.3 million and lower income attributable to depositors of RM1.3 million; partly offset by higher operating expenses of RM5.1 million and tax expense of RM3.2 million.

Higher net income from investment account funds of RM5.8 million mainly due to higher financing income of RM19.2 million partly offset by higher profit attributable to investor of RM13.4 million.

Gross financing and advances decreased by RM0.2 billion or 1% to RM16.9 billion in the first quarter of 2025 mainly from finance, insurance & business services and real estate sectors partly offset by financing to households, transport, storage and communication and wholesale retail trade sectors. Customer deposits decreased by RM0.6 billion or 5% mainly from non-bank financial institutions and business enterprises.

Shareholder's funds strengthened by RM83.1 million to RM2.6 billion. The Bank is well capitalised, after taking into account the effects of RPSIA, with Common Equity Tier 1/Tier 1 capital ratios of 27.426% and Total capital ratio of 27.985%.

### **ECONOMIC PERFORMANCE AND PROSPECTS**

Bank Negara Malaysia ("BNM") had forecast economic growth in 2025 to expand by between 4.5% and 5.5% but is currently reviewing the estimate due to global uncertainties and market volatility. Economic growth continues to be supported by resilient domestic demand, ongoing infrastructure investments and a rebound in exports. The government's reform agenda and continued private sector confidence remain key drivers of economic expansion. BNM remains confident in the economy's diversified base, which helps buffer against trade disruptions, and will continue monitoring the situation closely to assess the implications of trade tariffs on Malaysia's economic trajectory. BNM will wait for the global situation to settle before making policy recommendations or revising growth forecasts.

BNM has kept the Overnight Policy Rate steady at 3%, with inflation expected to remain manageable in 2025; its prudent stance supports price stability while nurturing growth. BNM will ensure the ringgit market remains orderly with no excessive volatility. Banks in Malaysia are well-capitalised with strong buffers to support the financial activities of the economy. Banks have also stepped up efforts in managing climate-related risks and supporting businesses in their transition to more sustainable operations.

### **1 BASIS OF PREPARATION**

The accounting policies set out below have been applied consistently to the periods presented in the unaudited condensed interim financial statements, except as disclosed in Note 1(a) to the interim financial statements.

The unaudited condensed interim financial statements of the Bank have been prepared under the historical cost convention except for the assets and liabilities which are stated at fair value as disclosed in the notes to the unaudited condensed interim financial statements: financial assets at FVTPL, financial investments at FVOCI and derivative financial instruments. The unaudited condensed interim financial statements are presented in Ringgit Malaysia ("RM"), which is the Bank's functional currency. All financial information presented in RM have been rounded to the nearest thousand, unless otherwise stated.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**1 BASIS OF PREPARATION (continued)**

**(a) Statement of compliance**

The unaudited condensed interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, International Accounting Standard 34 and BNM's Shariah requirements.

The following amendments to accounting standards have been adopted by the Bank during the current period:

- Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability

The adoption of the abovementioned amendments to accounting standards did not have any material impact on the financial statements of the Bank.

The Bank has not adopted the following amendments to accounting standards issued by the Malaysian Accounting Standards Board ("MASB") as they are not yet effective:

Effective for annual periods commencing on or after 1 January 2026

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures - *The Classification and Measurement of Financial Instruments*
- Amendments to MFRS Accounting Standards which are part of Annual Improvements - Volume 11
- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures - *Contracts Referencing Nature-dependent Electricity*

Effective for annual periods commencing on or after 1 January 2027

- MFRS 18, Presentation and Disclosure in Financial Statements

The Bank plans to apply the abovementioned amendments to accounting standards, which are relevant to the Bank when they become effective in the respective financial periods. The initial application of the abovementioned amendments to accounting standards are not expected to have any material impact to the financial statements of the Bank except for MFRS 18 which is a new accounting standard for presentation and disclosure of information in the financial statements that replaces MFRS 101, Presentation of Financial Statements.

The new standard introduces a defined structure for the statement of profit or loss, which comprises new categories and subtotals. Income and expenses included in the statement of profit or loss are to be classified into three new distinct categories i.e., operating, investing and financing, based on the main business activities of the entity; and two new required subtotals to enable analysis, i.e., operating profit or loss and profit or loss before financing and income taxes. It also sets out new disclosure requirements of management-defined performance measures. Furthermore, MFRS 18 also provides enhanced guidance for aggregation and disaggregation of information in the financial statements.

The Bank plans to apply MFRS 18 effective from 1 January 2027, and will be applied retrospectively, whereby the comparative information for the financial year ending 31 December 2026 will be restated in accordance with requirements of MFRS 18. The Bank is currently assessing the impact of MFRS 18 on presentation and disclosures in the Bank's financial statements.



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**1 BASIS OF PREPARATION (continued)**

**(b) Use of estimates and judgements**

The preparation of the unaudited condensed interim financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the unaudited condensed interim financial statements, the significant judgements made by management in applying the Bank's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited financial statements as at and for the financial year ended 31 December 2024.

**2 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied by the Bank in these unaudited condensed interim financial statements are the same as those applied by the Bank in its audited financial statements as at 31 December 2024 and for the financial year ended then, except as disclosed in Note 1(a) to the interim financial statements.

**3 AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditor's report on the financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

**4 SEASONALITY OF OPERATIONS**

The business operations of the Bank are not materially affected by any seasonal factors.

**5 DEBT SECURITIES**

There were no issuances, cancellations, repurchases and repayments of debt securities by the Bank during the financial period ended 31 March 2025.

**6 DIVIDEND**

No dividend was proposed in respect of the financial period ended 31 March 2025.

**7 SUBSEQUENT EVENTS**

There was no material event subsequent to the end of the reporting period that requires disclosure or adjustments to the unaudited condensed interim financial statements.

**8 UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There was no unusual items affecting the assets, liabilities, equity and net income or cash flows of the Bank for the financial period ended 31 March 2025.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**9 CASH AND CASH EQUIVALENTS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| Cash and balances with banks and other financial institutions | 89,668                              | 79,471                                 |
| Deposits and placements with BNM                              | 349,612                             | 861,021                                |
|   | <u>439,280</u>                      | <u>940,492</u>                         |
| Stage 1 ECL allowance   | (4)                                 | (8)                                    |
|   | <u>439,276</u>                      | <u>940,484</u>                         |

**10 FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI")**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| <b>At fair value</b>                      |                                     |  |
| Malaysian Government Investment Issues    | 2,595,674                           | 2,251,627                              |
| Islamic Corporate Sukuk                   | 600,994                             | 602,859                                |
| Islamic Negotiable Instruments of Deposit | 1,691,907                           | 1,192,004                              |
| Cagamas Sukuk                             | 365,132                             | 350,034                                |
|   | <u>5,253,707</u>                    | <u>4,396,524</u>                       |

Included in the financial investments at FVOCI of the Bank, are Malaysian Government Investment issues which are pledged as collateral for obligations on securities sold under repurchase agreements with nominal value amounting to RM480 million (2024: RM400 million).

ECL allowance for financial investments at FVOCI is recognised in the ECL reserve.

|   | <b>31 March 2025</b>                            |  |  | <b>31 December 2024</b>                         |  |  |
|---|---|--|--|---|--|--|
|   | <b>Stage 1<br/>12 Months<br/>ECL<br/>RM'000</b> | <b>Stage 2<br/>Lifetime<br/>ECL<br/>RM'000</b> | <b>Total ECL<br/>non credit-<br/>impaired<br/>RM'000</b> | <b>Stage 1<br/>12 Months<br/>ECL<br/>RM'000</b> | <b>Stage 2<br/>Lifetime<br/>ECL<br/>RM'000</b> | <b>Total ECL<br/>non credit-<br/>impaired<br/>RM'000</b> |
| At 1 January                                    | 251   | -  | 251  | 155   | -  | 155  |
| Transferred to Stage 1                          | 22  | (22)   | -  | -   | -  | -  |
| Transferred to Stage 2                          | (17)  | 17   | -  | (1)   | 1  | -  |
| New financial assets<br>originated or purchased | 125   | -  | 125  | 441   | -  | 441  |
| Financial assets derecognised                   | (31)  | -  | (31)   | (177)   | -  | (177)  |
| Net remeasurement during<br>the period/year     | (161)   | 5  | (156)  | (167)   | (1)  | (168)  |
| At 31 March/31 December                         | <u>189</u>                                      | <u>-</u>                                       | <u>189</u>   | <u>251</u>                                      | <u>-</u>                                       | <u>251</u>   |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**11 FINANCING AND ADVANCES**

(i) By type and Shariah contract

|   | <i>Sale based contracts</i> |                           |                 |                  |                  | <i>Lease based contracts</i> |               |                                      | <i>Equity based contracts</i> |                   |               | <b>Total</b>  |
|---|-----------------------------|---------------------------|-----------------|------------------|------------------|------------------------------|---------------|--------------------------------------|-------------------------------|-------------------|---------------|---------------|
|   | <b>Bai' Inah</b>            | <b>Bai' Bithaman Ajil</b> | <b>Tawarruq</b> | <b>Murabahah</b> | <b>Bai' Dayn</b> | <b>Ijarah Thumma Al- Bai</b> | <b>Ijarah</b> | <b>Ijarah Muntahiah Bi Al-Tamlik</b> | <b>Musharakah Mutanaqisah</b> | <b>Mudharabah</b> | <b>Others</b> |               |
| <b>31 March 2025</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>                | <b>RM'000</b> | <b>RM'000</b>                        | <b>RM'000</b>                 | <b>RM'000</b>     | <b>RM'000</b> | <b>RM'000</b> |
| <b>At amortised cost and net of unearned income</b> |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               |               |
| Cash line financing                                 | 55                          | -                         | -               | -                | -                | -                            | 602,911       | -                                    | -                             | -                 | 4,090         | 607,056       |
| Term Financing                                      |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               |               |
| - House financing                                   | -                           | 2,161                     | 597,236         | -                | -                | -                            | -             | 1,303,124                            | 42,955                        | -                 | -             | 1,945,476     |
| - Syndicated term financing                         | -                           | -                         | 3,498,815       | -                | -                | -                            | -             | -                                    | -                             | 66,129            | -             | 3,564,944     |
| - Hire purchase receivables                         | -                           | -                         | -               | -                | -                | 91,152                       | -             | 57,044                               | -                             | -                 | -             | 148,196       |
| - Other term financing                              | 17,295                      | 20,875                    | 6,145,403       | -                | -                | -                            | -             | 585,206                              | 53,445                        | -                 | -             | 6,822,224     |
| Bills receivable                                    | -                           | -                         | -               | 18,470           | 25,747           | -                            | -             | -                                    | -                             | -                 | 107           | 44,324        |
| Trust receipts                                      | -                           | -                         | -               | 416              | -                | -                            | -             | -                                    | -                             | -                 | -             | 416           |
| Revolving credit                                    | -                           | -                         | 3,431,042       | -                | -                | -                            | -             | -                                    | -                             | -                 | -             | 3,431,042     |
| Claims on customers under acceptance credits        | -                           | -                         | -               | 67,109           | 28,081           | -                            | -             | -                                    | -                             | -                 | -             | 95,190        |
| Other financing                                     | -                           | -                         | 209,931         | -                | -                | -                            | -             | -                                    | -                             | -                 | -             | 209,931       |
| Gross financing and advances                        | 17,350                      | 23,036                    | 13,882,427      | 85,995           | 53,828           | 91,152                       | 602,911       | 1,945,374                            | 96,400                        | 66,129            | 4,197         | 16,868,799    |
| ECL allowance                                       |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               | (201,101)     |
| Net financing and advances                          |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               | 16,667,698    |

Included in financing and advances are specific business ventures funded by the Restricted Profit Sharing Investment Account ("RPSIA") arrangements between the Bank and its immediate holding company, OCBC Bank (Malaysia) Berhad (Note 16). The immediate holding company, being the RPSIA investor, is exposed to the risks and rewards of the business venture and accounts for the impairment allowances arising thereon.

As at 31 March 2025, the gross exposure and ECL relating to RPSIA financing amounted to RM7,106 million (2024: RM7,151 million) and RM14 million (2024: RM15 million) respectively.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**11 FINANCING AND ADVANCES (continued)**

(i) By type and Shariah contract (continued)

|   | <i>Sale based contracts</i> |                           |                 |                  |                  | <i>Lease based contracts</i> |               |                                      | <i>Equity based contracts</i> |                   |               | <b>Total</b>  |
|---|-----------------------------|---------------------------|-----------------|------------------|------------------|------------------------------|---------------|--------------------------------------|-------------------------------|-------------------|---------------|---------------|
|   | <b>Bai' Inah</b>            | <b>Bai' Bithaman Ajil</b> | <b>Tawarruq</b> | <b>Murabahah</b> | <b>Bai' Dayn</b> | <b>Ijarah Thumma Al- Bai</b> | <b>Ijarah</b> | <b>Ijarah Muntahiah Bi Al-Tamlik</b> | <b>Musharakah Mutanaqisah</b> | <b>Mudharabah</b> | <b>Others</b> |               |
| <b>31 December 2024</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>                | <b>RM'000</b> | <b>RM'000</b>                        | <b>RM'000</b>                 | <b>RM'000</b>     | <b>RM'000</b> | <b>RM'000</b> |
| <b>At amortised cost and net of unearned income</b> |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               |               |
| Cash line financing                                 | 98                          | 1,492                     | -               | -                | -                | -                            | 628,913       | -                                    | -                             | -                 | 3,318         | 633,821       |
| Term Financing                                      |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               |               |
| - House financing                                   | -                           | 2,379                     | 382,024         | -                | -                | -                            | -             | 1,338,039                            | 43,576                        | -                 | -             | 1,766,018     |
| - Syndicated term financing                         | -                           | -                         | 3,237,374       | -                | -                | -                            | -             | -                                    | -                             | 66,139            | -             | 3,303,513     |
| - Hire purchase receivables                         | -                           | -                         | -               | -                | -                | 100,142                      | -             | 63,802                               | -                             | -                 | -             | 163,944       |
| - Other term financing                              | 20,297                      | 23,120                    | 6,073,843       | -                | -                | -                            | -             | 615,137                              | 54,798                        | -                 | -             | 6,787,195     |
| Bills receivable                                    | -                           | -                         | -               | 18,470           | 29,185           | -                            | -             | -                                    | -                             | -                 | -             | 47,655        |
| Trust receipts                                      | -                           | -                         | -               | 306              | -                | -                            | -             | -                                    | -                             | -                 | -             | 306           |
| Revolving credit                                    | -                           | -                         | 3,981,991       | -                | -                | -                            | -             | -                                    | -                             | -                 | -             | 3,981,991     |
| Claims on customers under acceptance credits        | -                           | -                         | -               | 140,049          | 23,500           | -                            | -             | -                                    | -                             | -                 | -             | 163,549       |
| Other financing                                     | -                           | -                         | 237,215         | -                | -                | -                            | -             | -                                    | -                             | -                 | -             | 237,215       |
| Gross financing and advances                        | 20,395                      | 26,991                    | 13,912,447      | 158,825          | 52,685           | 100,142                      | 628,913       | 2,016,978                            | 98,374                        | 66,139            | 3,318         | 17,085,207    |
| ECL allowance                                       |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               | (211,605)     |
| Net financing and advances                          |                             |                           |                 |                  |                  |                              |               |                                      |                               |                   |               | 16,873,602    |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**11 FINANCING AND ADVANCES (continued)**

|  | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|--|-------------------------------------|--|
| (ii) By type of customer   |                                     |  |
| Domestic banking institutions  | 780,523                             | 786,133                                |
| Domestic non-bank financial institutions   | 1,643,766                           | 1,924,441                              |
| Domestic business enterprises  |                                     |  |
| - Small and medium enterprises   | 3,014,997                           | 2,883,480                              |
| - Others   | 9,288,369                           | 9,534,138                              |
| Individuals  | 1,995,057                           | 1,828,626                              |
| Foreign entities   | 146,087                             | 128,389                                |
|  | <u>16,868,799</u>                   | <u>17,085,207</u>                      |
| (iii) By profit rate sensitivity   |                                     |  |
| Fixed rate   |                                     |  |
| - House financing  | 45,660                              | 64,987                                 |
| - Hire purchase receivables  | 91,152                              | 100,142                                |
| - Other fixed rate financing   | 695,824                             | 772,065                                |
| Variable rate  |                                     |  |
| - Base rate/Base financing rate plus/Standardised base rate                        | 4,587,439                           | 4,236,058                              |
| - Cost plus  | 11,421,443                          | 11,884,723                             |
| - Other variable rates   | 27,281                              | 27,232                                 |
|  | <u>16,868,799</u>                   | <u>17,085,207</u>                      |
| (iv) By sector   |                                     |  |
| Agriculture, hunting, forestry and fishing   | 574,831                             | 586,549                                |
| Mining and quarrying   | 9,124                               | 9,697                                  |
| Manufacturing  | 1,049,567                           | 1,030,136                              |
| Electricity, gas and water   | 255,062                             | 225,945                                |
| Construction   | 625,712                             | 597,419                                |
| Real estate  | 705,674                             | 858,476                                |
| Wholesale & retail trade and restaurants & hotels                                  | 1,584,056                           | 1,474,662                              |
| Transport, storage and communication   | 1,169,147                           | 1,018,358                              |
| Finance, insurance and business services   | 8,092,542                           | 8,611,395                              |
| Community, social and personal services  | 661,940                             | 715,554                                |
| Household  |                                     |  |
| - Purchase of residential properties   | 1,951,449                           | 1,772,065                              |
| - Purchase of non-residential properties   | 49,371                              | 46,257                                 |
| - Others   | 140,324                             | 138,694                                |
|  | <u>16,868,799</u>                   | <u>17,085,207</u>                      |
| (v) By geographical distribution determined based on where the credit risk resides |                                     |  |
| Malaysia   | 16,723,659                          | 16,957,772                             |
| Singapore  | 89,740                              | 82,467                                 |
| Other ASEAN countries  | 4,055                               | 4,098                                  |
| Rest of the world  | 51,345                              | 40,870                                 |
|  | <u>16,868,799</u>                   | <u>17,085,207</u>                      |
| (vi) By residual contractual maturity  |                                     |  |
| Up to one year   | 3,551,166                           | 4,280,864                              |
| Over one year to three years   | 4,946,853                           | 4,910,028                              |
| Over three years to five years   | 2,870,891                           | 2,917,995                              |
| Over five years  | 5,499,889                           | 4,976,320                              |
|  | <u>16,868,799</u>                   | <u>17,085,207</u>                      |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**12 IMPAIRED FINANCING AND ADVANCES**

(a) Movements in credit-impaired financing and advances

|                                     | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|-------------------------------------|-------------------------------------|--|
| At 1 January                        | 329,227                             | 550,589                                |
| Impaired during the period/year     | 18,899                              | 91,747                                 |
| Reclassified as non credit-impaired | (15,810)                            | (83,958)                               |
| Amount recovered                    | (17,470)                            | (103,855)                              |
| Amount written off                  | (6,203)                             | (125,296)                              |
| At 31 March/31 December             | <u>308,643</u>                      | <u>329,227</u>                         |
| Stage 3 ECL allowance               | <u>(101,995)</u>                    | <u>(108,153)</u>                       |
| Net impaired financing and advances | <u>206,648</u>                      | <u>221,074</u>                         |

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| (i) By sector                                     |                                     |  |
| Agriculture, hunting, forestry and fishing        | 1,552                               | 1,568                                  |
| Manufacturing                                     | 34,811                              | 36,200                                 |
| Electricity, gas and water                        | 121                                 | 121                                    |
| Construction                                      | 7,178                               | 7,158                                  |
| Real estate                                       | 1,302                               | 3,890                                  |
| Wholesale & retail trade and restaurants & hotels | 170,664                             | 174,698                                |
| Transport, storage and communication              | 4,266                               | 5,408                                  |
| Finance, insurance and business services          | 1,583                               | 1,505                                  |
| Community, social and personal services           | 102                                 | 104                                    |
| Household   |                                     |  |
| - Purchase of residential properties              | 71,467                              | 82,517                                 |
| - Purchase of non-residential properties          | 3,520                               | 3,526                                  |
| - Others  | 12,077                              | 12,532                                 |
|   | <u>308,643</u>                      | <u>329,227</u>                         |

(ii) By geographical distribution determined based on where the credit risk resides

|                   |                |                |
|-------------------|----------------|----------------|
| Malaysia          | 301,495        | 319,201        |
| Singapore         | 2,951          | 2,821          |
| Rest of the world | 4,197          | 7,205          |
|                   | <u>308,643</u> | <u>329,227</u> |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**12 IMPAIRED FINANCING AND ADVANCES (continued)**

(b) Movements in ECL allowance for financing and advances

|  | 31 March<br>2025    |                   |                   |                 | 31 December<br>2024 |                   |                   |                 |
|--|---------------------|-------------------|-------------------|-----------------|---------------------|-------------------|-------------------|-----------------|
|  | Non credit-impaired |                   | Credit-           |                 | Non credit-impaired |                   | Credit-           |                 |
|  | Stage 1<br>RM'000   | Stage 2<br>RM'000 | Stage 3<br>RM'000 | Total<br>RM'000 | Stage 1<br>RM'000   | Stage 2<br>RM'000 | Stage 3<br>RM'000 | Total<br>RM'000 |
| At 1 January                                 | 34,728              | 68,724            | 108,153           | 211,605         | 29,881              | 65,514            | 257,463           | 352,858         |
| Transferred to Stage 1                       | 14,267              | (14,063)          | (204)             | -               | 38,381              | (34,753)          | (3,628)           | -               |
| Transferred to Stage 2                       | (1,719)             | 3,617             | (1,898)           | -               | (8,653)             | 19,354            | (10,701)          | -               |
| Transferred to Stage 3                       | (2)                 | (2,348)           | 2,350             | -               | (83)                | (21,867)          | 21,950            | -               |
| New financial assets originated or purchased | 10,222              | 9,157             | -                 | 19,379          | 24,081              | 22,102            | -                 | 46,183          |
| Financial assets derecognised                | (5,220)             | (9,882)           | (1,595)           | (16,697)        | (17,232)            | (27,020)          | (2,122)           | (46,374)        |
| Net remeasurement during the period/year     | (13,546)            | 5,180             | 1,850             | (6,516)         | (31,576)            | 45,457            | (26,900)          | (13,019)        |
| Written-off                                  | -                   | -                 | (6,203)           | (6,203)         | -                   | -                 | (125,296)         | (125,296)       |
| Other movements                              | (8)                 | (1)               | (458)             | (467)           | (71)                | (63)              | (2,613)           | (2,747)         |
| At 31 March/31 December                      | 38,722              | 60,384            | 101,995           | 201,101         | 34,728              | 68,724            | 108,153           | 211,605         |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**13 DERIVATIVE FINANCIAL ASSETS AND LIABILITIES**

|                              | 31 March 2025  |               |               | 31 December 2024   |               |               |
|------------------------------|--|---------------|---------------|--|---------------|---------------|
|                              | Contract or<br>underlying<br>principal<br>amount<br>RM'000 | Fair value    |               | Contract or<br>underlying<br>principal<br>amount<br>RM'000 | Fair value    |               |
|                              |  | Assets        | Liabilities   |  | Assets        | Liabilities   |
|                              |  | RM'000        | RM'000        |  | RM'000        | RM'000        |
| <b>Trading</b>               |  |               |               |  |               |               |
| Foreign exchange derivatives |  |               |               |  |               |               |
| - Forwards                   | 67,983   | 111           | 109           | 66,948   | 87            | 375           |
| - Swaps                      | 1,220,669  | 15,848        | 16,169        | 1,246,781  | 12,463        | 12,820        |
|                              | <u>1,288,652</u>   | <u>15,959</u> | <u>16,278</u> | <u>1,313,729</u>   | <u>12,550</u> | <u>13,195</u> |

**14 OTHER ASSETS**

|   | 31 March<br>2025<br>RM'000 | 31 December<br>2024<br>RM'000 |
|---|----------------------------|-------------------------------|
| Profit receivable                           | 37,580                     | 33,947                        |
| Other receivables, deposits and prepayments | 3,074                      | 3,111                         |
| Amount due from immediate holding company   | -                          | 53,193                        |
| Amount due from ultimate holding company    | 205                        | 226                           |
| Amount due from related company             | 4                          | 3                             |
|   | <u>40,863</u>              | <u>90,480</u>                 |

The amounts due from ultimate and immediate holding companies are unsecured, profit-free and repayable on demand.

**15 DEPOSITS FROM CUSTOMERS**

|                        | 31 March<br>2025<br>RM'000 | 31 December<br>2024<br>RM'000 |
|------------------------|----------------------------|-------------------------------|
| (a) By type of deposit |                            |                               |
| Savings deposits       |                            |                               |
| - Tawarruq             | 546,294                    | 558,421                       |
| - Qard                 | 198,992                    | 201,447                       |
| Demand deposits        |                            |                               |
| - Tawarruq             | 1,090,512                  | 1,606,984                     |
| - Qard                 | 3,859,604                  | 4,154,768                     |
| Term deposits          |                            |                               |
| - Tawarruq             | 4,853,647                  | 4,713,115                     |
| - Qard                 | 17,022                     | 1,311                         |
| Short-term deposits    |                            |                               |
| - Tawarruq             | 196,630                    | 145,960                       |
|                        | <u>10,762,701</u>          | <u>11,382,006</u>             |



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**15 DEPOSITS FROM CUSTOMERS (continued)**

|  | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|--|-------------------------------------|--|
| (b) By type of customer  |                                     |  |
| Government and statutory bodies                                    | 11,320                              | 89,255                                 |
| Non-bank financial institutions                                    | 623,651                             | 1,122,859                              |
| Business enterprises   | 5,543,833                           | 5,783,129                              |
| Individuals  | 4,037,371                           | 3,879,471                              |
| Foreign entities   | 472,448                             | 439,262                                |
| Others   | 74,078                              | 68,030                                 |
|  | <u>10,762,701</u>                   | <u>11,382,006</u>                      |
| (c) By residual maturity for term deposits and short-term deposits |                                     |  |
| Up to six months   | 4,509,225                           | 3,912,294                              |
| Over six months to one year  | 548,992                             | 941,299                                |
| Over one year to three years                                       | 6,382                               | 4,093                                  |
| Over three years to five years                                     | 2,700                               | 2,700                                  |
|  | <u>5,067,299</u>                    | <u>4,860,386</u>                       |

**16 INVESTMENT ACCOUNTS DUE TO DESIGNATED FINANCIAL INSTITUTION**

|                         | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|-------------------------|-------------------------------------|--|
| <b>Mudharabah RPSIA</b> |                                     |  |
| Licensed bank           | <u>7,632,425</u>                    | <u>7,736,685</u>                       |

The placements are from its immediate holding company, OCBC Bank (Malaysia) Berhad and are used to fund specific financing (Note 11). These deposits follow the principle of Mudharabah which states that profits will be shared with the Bank as mudarib and losses borne by depositors.

**17 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

|                              | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|------------------------------|-------------------------------------|--|
| <b>Non-Mudharabah</b>        |                                     |  |
| Licensed banks               | 771,494                             | 283,925                                |
| Other financial institutions | 7,749                               | 5,265                                  |
|                              | <u>779,243</u>                      | <u>289,190</u>                         |

Included in the above are deposits and placements of its immediate holding company of RM751 million (2024: RM241 million), which are unsecured and profit-bearing.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**18 OTHER LIABILITIES**

|   |     | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-----|-------------------------------------|--|
| Profit payable  |     | 63,676                              | 56,187                                 |
| Other payables and accruals                                       |     | 62,245                              | 52,461                                 |
| Amount due to immediate holding company                           | (a) | 179,973                             | 20,749                                 |
| Amount due to ultimate holding company                            | (a) | 1,103                               | 1,097                                  |
| Equity compensation benefits                                      |     | 761                                 | 686                                    |
| Lease liabilities   |     | 2,414                               | 2,787                                  |
| ECL Allowances for financing commitments and financial guarantees | (b) | 40,747                              | 48,682                                 |
|   |     | <b>350,919</b>                      | <b>182,649</b>                         |

(a) The amount due to ultimate and immediate holding companies are unsecured, profit free and repayable on demand.

(b) The movements in ECL Stage 1, 2 and 3 allowances for financing commitments and financial guarantees are as follows:

| <b>31 March 2025</b>                            | <i>Non credit-impaired</i> |                           | <i>Credit-impaired</i>    | <b>Total<br/>RM'000</b> |
|---|----------------------------|---------------------------|---------------------------|-------------------------|
|   | <b>Stage 1<br/>RM'000</b>  | <b>Stage 2<br/>RM'000</b> | <b>Stage 3<br/>RM'000</b> |                         |
| At 1 January                                    | 17,432                     | 15,023                    | 16,227                    | 48,682                  |
| Transferred to Stage 1                          | 3,822                      | (3,822)                   | -                         | -                       |
| Transferred to Stage 2                          | (29)                       | 29                        | -                         | -                       |
| Transferred to Stage 3                          | -                          | -                         | -                         | -                       |
| New financial assets originated<br>or purchased | 1,627                      | 368                       | -                         | 1,995                   |
| Financial assets derecognised                   | (1,568)                    | (9,399)                   | -                         | (10,967)                |
| Net remeasurement during the financial period   | (4,516)                    | 5,570                     | -                         | 1,054                   |
| Other movements                                 | 5                          | (15)                      | (7)                       | (17)                    |
| At 31 March                                     | <b>16,773</b>              | <b>7,754</b>              | <b>16,220</b>             | <b>40,747</b>           |

| <b>31 December 2024</b>                         | <i>Non credit-impaired</i> |                           | <i>Credit-impaired</i>    | <b>Total<br/>RM'000</b> |
|---|----------------------------|---------------------------|---------------------------|-------------------------|
|   | <b>Stage 1<br/>RM'000</b>  | <b>Stage 2<br/>RM'000</b> | <b>Stage 3<br/>RM'000</b> |                         |
| At 1 January                                    | 13,028                     | 17,829                    | 15,154                    | 46,011                  |
| Transferred to Stage 1                          | 7,149                      | (7,149)                   | -                         | -                       |
| Transferred to Stage 2                          | (2,330)                    | 2,330                     | -                         | -                       |
| Transferred to Stage 3                          | (2)                        | (385)                     | 387                       | -                       |
| New financial assets originated<br>or purchased | 10,816                     | 2,217                     | -                         | 13,033                  |
| Financial assets derecognised                   | (5,435)                    | (7,349)                   | -                         | (12,784)                |
| Net remeasurement during the financial year     | (5,674)                    | 7,545                     | 611                       | 2,482                   |
| Other movements                                 | (120)                      | (15)                      | 75                        | (60)                    |
| At 31 December                                  | <b>17,432</b>              | <b>15,023</b>             | <b>16,227</b>             | <b>48,682</b>           |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**19 INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS AND OTHERS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| Income derived from investment of:                                  |                                     |                                     |
| (i) Term deposits   | 58,224                              | 50,049                              |
| (ii) Other deposits   | <u>79,747</u>                       | <u>86,627</u>                       |
|   | <u>137,971</u>                      | <u>136,676</u>                      |
| <br>(i) Income derived from investment of term deposits             |                                     |                                     |
| <b>Finance income and hibah</b>                                     |                                     |                                     |
| Financing and advance   |                                     |                                     |
| - Finance income earned other than recoveries                       | 42,426                              | 37,303                              |
| - Recoveries from credit-impaired financing                         | 939                                 | 970                                 |
| - Discount unwind from credit-impaired financing                    | 158                                 | 239                                 |
| Financial assets at FVTPL   | -                                   | 17                                  |
| Financial investments at FVOCI                                      | 14,326                              | 9,337                               |
| Deposits and placements with banks and other financial institutions | <u>293</u>                          | <u>1,820</u>                        |
|   | 58,142                              | 49,686                              |
| <b>Other trading income</b>   |                                     |                                     |
| Unrealised loss on financial assets at FVTPL                        | -                                   | (3)                                 |
| <b>Other operating income</b>                                       |                                     |                                     |
| Net gain from sale of financial investments at FVOCI                | -                                   | 147                                 |
| Others  | <u>82</u>                           | <u>219</u>                          |
|   | <u>58,224</u>                       | <u>50,049</u>                       |
| <br>(ii) Income derived from investment of other deposits           |                                     |                                     |
| <b>Finance income and hibah</b>                                     |                                     |                                     |
| Financing and advance   |                                     |                                     |
| - Finance income earned other than recoveries                       | 58,112                              | 64,564                              |
| - Recoveries from credit-impaired financing                         | 1,286                               | 1,679                               |
| - Discount unwind from credit-impaired financing                    | 216                                 | 413                                 |
| Financial assets at FVTPL   | -                                   | 30                                  |
| Financial investments at FVOCI                                      | 19,621                              | 16,160                              |
| Deposits and placements with banks and other financial institutions | <u>401</u>                          | <u>3,150</u>                        |
|   | 79,636                              | 85,996                              |
| <b>Other trading income</b>   |                                     |                                     |
| Unrealised loss on financial assets at FVTPL                        | -                                   | (4)                                 |
| <b>Other operating income</b>                                       |                                     |                                     |
| Net gain from sale of financial investments at FVOCI                | -                                   | 255                                 |
| Others  | <u>111</u>                          | <u>380</u>                          |
|   | <u>79,747</u>                       | <u>86,627</u>                       |

**20 INCOME DERIVED FROM INVESTMENT OF INVESTMENT ACCOUNT FUNDS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| <b>Finance income and hibah</b>                                     |                                     |                                     |
| Financing and advance   |                                     |                                     |
| - Finance income earned other than recoveries                       | 83,629                              | 67,606                              |
| Deposits and placements with banks and other financial institutions | 2,957                               | 1,300                               |
| Financial investments at FVOCI                                      | <u>1,515</u>                        | <u>-</u>                            |
|   | <u>88,101</u>                       | <u>68,906</u>                       |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**21 INCOME DERIVED FROM INVESTMENT OF SHAREHOLDER'S FUNDS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| <b>Finance income and hibah</b>                                     |                                     |                                     |
| Financing and advance   |                                     |                                     |
| - Finance income earned other than recoveries                       | 22,623                              | 20,904                              |
| - Recoveries from credit-impaired financing                         | 501                                 | 544                                 |
| - Discount unwind from credit-impaired financing                    | 84                                  | 134                                 |
| Financial assets at FVTPL   | -                                   | 10                                  |
| Financial investments at FVOCI                                      | 7,639                               | 5,232                               |
| Deposits and placements with banks and other financial institutions | 156                                 | 1,020                               |
|   | <u>31,003</u>                       | <u>27,844</u>                       |
| <b>Other trading income</b>   |                                     |                                     |
| Unrealised loss on financial assets at FVTPL                        | -                                   | (1)                                 |
| <b>Other operating income</b>                                       |                                     |                                     |
| Commission  | 3,454                               | 3,917                               |
| Service charges and fees  | 2,685                               | 3,870                               |
| Shared services income received from immediate holding company      | 873                                 | 1,087                               |
| Shared services income received from ultimate holding company       | 28                                  | 31                                  |
| Net gain from sale of financial investments at FVOCI                | -                                   | 83                                  |
| Others  | 43                                  | 123                                 |
| <b>Other trading income</b>   |                                     |                                     |
| Net trading (loss)/gain   |                                     |                                     |
| - Foreign currency  | (3,747)                             | 2,135                               |
| - Trading derivatives   | 10,468                              | 4,496                               |
| - Revaluation of derivatives  | 282                                 | (1,534)                             |
|   | <u>45,089</u>                       | <u>42,051</u>                       |

**22 IMPAIRMENT ALLOWANCES WRITEBACK AND PROVISIONS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| <b>Financing, advances and commitments</b>                                  |                                     |                                     |
| Stage 1 and Stage 2 ECL net (writeback)/charged during the financial period | (12,275)                            | (4,656)                             |
| Stage 3 ECL   |                                     |                                     |
| - Made during the period  | 6,307                               | 6,637                               |
| - Written back  | (5,804)                             | (17,083)                            |
| Credit-impaired financing recovered   | (6,594)                             | (5,104)                             |
| Recovery from RPSIA holder*   | -                                   | 8,366                               |
| <b>Financial investments at FVOCI</b>                                       |                                     |                                     |
| Stage 1 and Stage 2 ECL net (writeback)/charged during the financial period | (62)                                | 38                                  |
| <b>Other assets</b>   |                                     |                                     |
| Stage 1 and Stage 2 ECL net (writeback)/charged during the financial period | (4)                                 | 2                                   |
|   | <u>(18,432)</u>                     | <u>(11,800)</u>                     |

\* The RPSIA holder is the Bank's immediate holding company (Note 16).

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**23 INCOME ATTRIBUTABLE TO DEPOSITORS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| Deposits from customers   |                                     |                                     |
| - Non-Mudharabah  | 59,362                              | 61,851                              |
| Deposits and placements of banks and other financial institutions |                                     |                                     |
| - Non-Mudharabah  | 5,524                               | 4,298                               |
| Lease liabilities   | 22                                  | 25                                  |
|   | <u>64,908</u>                       | <u>66,174</u>                       |

**24 INCOME ATTRIBUTABLE TO INVESTMENT ACCOUNT HOLDER**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| Investment accounts due to designated financial institution |                                     |                                     |
| - Mudharabah  | 61,672                              | 48,234                              |

**25 OPERATING EXPENSES**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| <b>Personnel expenses</b>                               |                                     |                                     |
| Wages, salaries and bonus                               | 3,397                               | 3,517                               |
| Employees Provident Fund contributions                  | 653                                 | 638                                 |
| Share-based costs                                       | 72                                  | 82                                  |
| Others  | 769                                 | 852                                 |
|   | <u>4,891</u>                        | <u>5,089</u>                        |
| <b>Establishment expenses</b>                           |                                     |                                     |
| Depreciation of equipment                               | 248                                 | 244                                 |
| Depreciation of ROU assets                              | 372                                 | 401                                 |
| Rental of premises                                      | 18                                  | (14)                                |
| Repair and maintenance                                  | 113                                 | 108                                 |
| Information technology costs                            | 126                                 | 140                                 |
| Hire of equipment                                       | 21                                  | 20                                  |
| Others  | 521                                 | 455                                 |
|   | <u>1,419</u>                        | <u>1,354</u>                        |
| <b>Marketing expenses</b>                               |                                     |                                     |
| Advertising and business promotion                      | 35                                  | 104                                 |
| Transport and travelling                                | 16                                  | 27                                  |
| Others  | 3                                   | -                                   |
|   | <u>54</u>                           | <u>131</u>                          |
| <b>General administrative expenses</b>                  |                                     |                                     |
| Shared service fees to immediate holding company        | 40,952                              | 35,478                              |
| IT and transaction processing fees to related companies | 4,745                               | 5,770                               |
| Others  | 3,909                               | 3,010                               |
|   | <u>49,606</u>                       | <u>44,258</u>                       |
| <b>Total operating expenses</b>                         | <u>55,970</u>                       | <u>50,832</u>                       |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**26 INCOME TAX EXPENSE**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 March<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|-------------------------------------|
| Malaysian income tax                                |                                     |                                     |
| - Current period                                    | 24,143                              | 20,887                              |
| Deferred tax  |                                     |                                     |
| - Origination and reversal of temporary differences | 1,626                               | 1,714                               |
|   | <u>25,769</u>                       | <u>22,601</u>                       |

**27 CAPITAL COMMITMENTS**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| Capital commitments in respect of equipment |                                     |  |
| - Contracted but not provided for           | 37                                  | 43                                     |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**28 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. There were no material losses anticipated as a result of these transactions.

The credit equivalent and risk weighted amounts were computed using the credit conversion factors and risk weights as defined by BNM for regulatory capital adequacy purposes.

|   | 31 March 2025                 |  |                                      | 31 December 2024              |  |                                      |
|---|-------------------------------|--|--------------------------------------|-------------------------------|--|--------------------------------------|
|   | Principal<br>amount<br>RM'000 | Credit<br>equivalent<br>amount<br>RM'000 | Risk<br>weighted<br>amount<br>RM'000 | Principal<br>amount<br>RM'000 | Credit<br>equivalent<br>amount<br>RM'000 | Risk<br>weighted<br>amount<br>RM'000 |
| Transaction-related contingent items  | 407,524                       | 209,286                                  | 142,625                              | 408,254                       | 208,789                                  | 146,611                              |
| Short-term self-liquidating trade-related contingencies                               | 32,053                        | 7,017                                    | 3,658                                | 74,170                        | 15,241                                   | 8,202                                |
| Lending of bank' s securities or the posting of securities<br>as collaterals by banks | 493,863                       | 493,863                                  | -                                    | 410,284                       | 410,284                                  | -                                    |
| Foreign exchange related contracts  |                               |  |                                      |                               |  |                                      |
| - Up to one year  | 213,378                       | 549                                      | 302                                  | 234,735                       | 289                                      | 161                                  |
| - Over one year to five years   | 1,075,274                     | 112,797                                  | 31,951                               | 1,078,994                     | 109,766                                  | 32,523                               |
| Formal standby facilities and credit lines  |                               |  |                                      |                               |  |                                      |
| - Original maturity up to one year  | 2,535                         | 1,902                                    | 2,053                                | 819                           | 614                                      | 270                                  |
| - Original maturity over one year   | 1,311,076                     | 1,046,025                                | 839,010                              | 833,361                       | 671,809                                  | 434,905                              |
| Other unconditionally cancellable commitments   | 3,768,426                     | 300,854                                  | 47,624                               | 2,741,380                     | 256,328                                  | 36,993                               |
|   | <b>7,304,129</b>              | <b>2,172,293</b>                         | <b>1,067,223</b>                     | <b>5,781,997</b>              | <b>1,673,120</b>                         | <b>659,665</b>                       |

Note: The fair value of derivatives have been recognised as derivative financial assets and liabilities in Note 13.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**29 FAIR VALUE OF FINANCIAL INSTRUMENTS**

**(a) Fair value hierarchy of financial instruments**

The Bank measures the fair value of financial assets and liabilities using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The valuation hierarchy and the types of instruments classified into each level within that hierarchy, are set out below:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable market data either directly (ie as prices) or indirectly (ie derived from observable market data). The valuation techniques that use market parameters as inputs include, but are not limited to, yield curves, volatilities and foreign exchange rates; and
- Level 3: Inputs for the valuation that are not based on observable market data.

**(b) Financial instruments carried at fair value**

|  | Level 1<br>RM'000 | Level 2<br>RM'000 | Level 3<br>RM'000 | Total<br>RM'000  |
|--|-------------------|-------------------|-------------------|------------------|
| <b>31 March 2025</b>                       |                   |                   |                   |                  |
| <b>Financial assets at fair value</b>      |                   |                   |                   |                  |
| Financial investments at FVOCI             | 3,561,800         | 1,691,907         | -                 | 5,253,707        |
| Derivative financial assets                | 48                | 15,848            | 63                | 15,959           |
|  | <u>3,561,848</u>  | <u>1,707,755</u>  | <u>63</u>         | <u>5,269,666</u> |
| <b>Financial liabilities at fair value</b> |                   |                   |                   |                  |
| Derivative financial liabilities           | 18                | 16,249            | 11                | 16,278           |
| <b>31 December 2024</b>                    |                   |                   |                   |                  |
| <b>Financial assets at fair value</b>      |                   |                   |                   |                  |
| Financial investments at FVOCI             | 3,204,520         | 1,192,004         | -                 | 4,396,524        |
| Derivative financial assets                | 44                | 12,474            | 32                | 12,550           |
|  | <u>3,204,564</u>  | <u>1,204,478</u>  | <u>32</u>         | <u>4,409,074</u> |
| <b>Financial liabilities at fair value</b> |                   |                   |                   |                  |
| Derivative financial liabilities           | 9                 | 12,927            | 259               | 13,195           |



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**29 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

**(b) Financial instruments carried at fair value (continued)**

Movements in the Bank's Level 3 financial assets and liabilities are as follows:

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| <b>Financial assets at fair value</b>                   |                                     |  |
| At 1 January  | 32                                  | 3                                      |
| Net unrealised gain recognised in profit or loss        | 31                                  | 29                                     |
| At 31 March/31 December                                 | <u>63</u>                           | <u>32</u>                              |
| <b>Financial liabilities at fair value</b>              |                                     |  |
| At 1 January  | 259                                 | -                                      |
| Net unrealised (gain)/loss recognised in profit or loss | (248)                               | 259                                    |
| At 31 March/31 December                                 | <u>11</u>                           | <u>259</u>                             |

The following table shows the valuation techniques used in the determination of fair value within Level 3, as well as the unobservable inputs used in the valuation model:

|                                  | <b>Fair value</b>        |                             |                       |                                |                               |
|----------------------------------|--------------------------|-----------------------------|-----------------------|--------------------------------|-------------------------------|
|                                  | <b>31 March<br/>2025</b> | <b>31 December<br/>2024</b> | <b>Classification</b> | <b>Valuation<br/>technique</b> | <b>Unobservable<br/>input</b> |
| <b>Asset</b>                     |                          |                             |                       |                                |                               |
| Derivative financial assets      | <u>63</u>                | <u>32</u>                   | Hedge for trading     | Option pricing model           | Standard deviation            |
| <b>Liability</b>                 |                          |                             |                       |                                |                               |
| Derivative financial liabilities | <u>11</u>                | <u>259</u>                  | Hedge for trading     | Option pricing model           | Standard deviation            |

The Bank considers that any reasonably possible changes to the unobservable input will not result in a significant financial impact.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2025 (continued)**

**30 CAPITAL ADEQUACY**

|   | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|---|-------------------------------------|--|
| <b>Common Equity Tier 1 ("CET 1") capital</b>   |                                     |  |
| Paid-up ordinary share capital  | 555,000                             | 555,000                                |
| Retained earnings   | 1,866,317                           | 1,866,317                              |
| Other reserves  | 94,267                              | 92,328                                 |
| Regulatory adjustment   | (122,319)                           | (124,245)                              |
|   | <u>2,393,265</u>                    | <u>2,389,400</u>                       |
| <b>Tier 2 capital</b>   |                                     |  |
| Stage 1 and 2 ECL and qualifying regulatory reserves<br>under the Standardised Approach | 1,866                               | 1,884                                  |
| Surplus eligible provisions over expected losses  | 46,867                              | 43,400                                 |
|   | <u>48,733</u>                       | <u>45,284</u>                          |
| <b>Capital base</b>   | <u>2,441,998</u>                    | <u>2,434,684</u>                       |
|   | <b>31 March<br/>2025</b>            | <b>31 December<br/>2024</b>            |
| <b>Before the effects of PSIA</b>   |                                     |  |
| CET 1/Tier 1 capital ratio  | 19.381%                             | 19.559%                                |
| Total capital ratio   | <u>19.776%</u>                      | <u>19.929%</u>                         |
| <b>After the effects of PSIA</b>  |                                     |  |
| CET 1/Tier 1 capital ratio  | 27.426%                             | 28.540%                                |
| Total capital ratio   | <u>27.985%</u>                      | <u>29.081%</u>                         |

In accordance with BNM's Guidelines on the Recognition and Measurement of Profit Sharing Investment Account ("PSIA") as Risk Absorbent, the credit and market risks of the assets funded by the RPSIA which qualify as risk absorbent are excluded from the total capital ratio calculation. As at 31 March 2025, credit risks relating to RPSIA assets excluded from the total capital ratio calculation amounted to RM3,622 million (31 December 2024: RM3,844 million).

Breakdown of risk-weighted assets ("RWA") in the various categories of risk-weights:

|                                | <b>31 March<br/>2025<br/>RM'000</b> | <b>31 December<br/>2024<br/>RM'000</b> |
|--------------------------------|-------------------------------------|--|
| Total RWA for credit risk      | 7,960,398                           | 7,384,084                              |
| Total RWA for market risk      | 5,878                               | 4,349                                  |
| Total RWA for operational risk | 759,857                             | 983,595                                |
|                                | <u>8,726,133</u>                    | <u>8,372,028</u>                       |