OCBC AL-AMIN BANK BERHAD
Registration No. 200801017151 (818444-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

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 30 JUNE 2026

	Note	30 June 2026 RM'000	31 December 2025 RM'000
ASSETS			
Cash and cash equivalents	9	632,789	397,845
Financial investments at fair value through other comprehensive income ("FVOCI")	10	5,086,827	5,159,144
Financing and advances	11	18,993,656	18,325,583
Derivative financial assets	13	92,121	60,995
Other assets	14	216,015	51,733
Statutory deposits with BNM		125,000	118,000
Property and equipment		2,678	2,523
Right-of-use ("ROU") assets		1,595	1,162
Deferred tax assets		30,181	26,133
Total assets		25,180,862	24,143,118
LIABILITIES			
Deposits from customers	15	12,889,195	12,674,782
Investment accounts due to designated financial institution	16	7,052,180	6,476,685
Deposits and placements of banks and other financial institutions	17	1,314,064	1,088,713
Obligations on securities sold under repurchase agreements		645,393	639,411
Bills and acceptances payable		15,877	8,964
Derivative financial liabilities	13	58,557	81,561
Other liabilities	18	165,121	258,175
Provision for taxation and zakat		15,692	25,196
Total liabilities		22,156,079	21,253,487
EQUITY			
Share capital		555,000	555,000
Reserves		2,469,783	2,334,631
Total equity		3,024,783	2,889,631
Total liabilities and equity		25,180,862	24,143,118
Commitments and contingencies	28	10,635,323	9,044,145

The unaudited condensed interim financial statements should be read in conjuction with the audited financial statements of the Bank for the financial year ended 31 December 2025 and the accompanying explanatory notes to the unaudited condensed interim financial statements.

OCBC AL-AMIN BANK BERHAD
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

		Quarter Ended		Year-To-Date Ended	
	Note	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Income derived from investment of depositors' funds and others	19	160,540	144,628	314,512	282,599
Income derived from investment of investment account funds	20	72,305	91,287	141,855	179,388
Income derived from investment of shareholder's funds	21	59,113	50,657	107,155	95,746
Impairment allowance and provisions writeback	22	16,485	1,887	7,079	20,319
Total distributable income		308,443	288,459	570,601	578,052
Income attributable to depositors	23	(79,213)	(68,372)	(154,534)	(133,280)
Income attributable to investment account holder	24	(50,614)	(64,392)	(99,298)	(126,064)
Total net income		178,616	155,695	316,769	318,708
Operating expenses	25	(62,255)	(58,946)	(121,545)	(114,916)
Profit before taxation and zakat		116,361	96,749	195,224	203,792
Income tax expense	26	(28,060)	(23,329)	(47,083)	(49,098)
Zakat		(14)	(13)	(23)	(25)
Profit for the period		88,287	73,407	148,118	154,669
Items that may be subsequently reclassified to profit or loss					
Fair value reserve (debt instruments)					
- Change in fair value		444	21,700	(15,887)	24,251
- Transferred to profit or loss		(739)	(2,230)	(739)	(2,230)
- Related tax		71	(4,673)	3,990	(5,285)
Change in expected credit loss ("ECL") reserve on debt instruments at FVOCI		(138)	(12)	(330)	(74)
Other comprehensive (expense)/income for the period, net of income tax		(362)	14,785	(12,966)	16,662
Total comprehensive income for the period		87,925	88,192	135,152	171,331
Profit attributable to the owner of the Bank		88,287	73,407	148,118	154,669
Total comprehensive income attributable to the owner of the Bank		87,925	88,192	135,152	171,331
Basic earnings per ordinary share (sen)		47.72	39.68	80.06	83.60

The unaudited condensed interim financial statements should be read in conjuction with the audited financial statements of the Bank for the financial year ended 31 December 2025 and the accompanying explanatory notes to the unaudited condensed interim financial statements.

OCBC AL-AMIN BANK BERHAD
STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Non-distributable				*Distributable*	
	Share Capital RM'000	**Regulatory Reserve RM'000**	**ECL Reserve RM'000**	**Fair Value Reserve RM'000**	**Retained Earnings RM'000**	**Total Equity RM'000**
2026						
At 1 January 2026	555,000	91,000	540	17,923	2,225,168	2,889,631
Fair value reserve						
- Change in fair value	-	-	-	(15,887)	-	(15,887)
- Transferred to profit or loss	-	-	-	(739)	-	(739)
- Related tax	-	-	-	3,990	-	3,990
Change in ECL reserve	-	-	(330)	-	-	(330)
Total other comprehensive expense for the period	-	-	(330)	(12,636)	-	(12,966)
Profit for the period	-	-	-	-	148,118	148,118
Total comprehensive (expense)/income for the period	-	-	(330)	(12,636)	148,118	135,152
At 30 June 2026	555,000	91,000	210	5,287	2,373,286	3,024,783
2025						
At 1 January 2025	555,000	91,000	251	1,328	1,866,317	2,513,896
Fair value reserve						
- Change in fair value	-	-	-	24,251	-	24,251
- Transferred to profit or loss	-	-	-	(2,230)	-	(2,230)
- Related tax	-	-	-	(5,285)	-	(5,285)
Change in ECL reserve	-	-	(74)	-	-	(74)
Total other comprehensive (expense)/income for the period	-	-	(74)	16,736	-	16,662
Profit for the period	-	-	-	-	154,669	154,669
Total comprehensive (expense)/income for the period	-	-	(74)	16,736	154,669	171,331
At 30 June 2025	555,000	91,000	177	18,064	2,020,986	2,685,227

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 2025 and the accompanying explanatory notes to the unaudited condensed interim financial statements.

OCBC AL-AMIN BANK BERHAD
STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	30 June 2026 RM'000	30 June 2025 RM'000
Cash flows from operating activities		
Profit before taxation and zakat	195,224	203,792
Adjustments for:		
Net (gain) from disposal of:		
- Financial investments at FVOCI	(739)	(2,230)
Depreciation of equipment	339	486
Depreciation of ROU assets	631	745
Impairment allowance and provisions	13,149	(9,768)
Finance expense on lease liabilities	25	40
Share-based costs	116	119
Unrealised loss on:		
- Derivatives	(50,298)	(83)
Operating profit before changes in working capital	158,447	193,101
Changes in operating assets and operating liabilities:		
Financing and advances	(681,551)	(723,585)
Derivative financial assets	19,172	(34,465)
Other assets	(164,283)	6,025
Statutory deposits with BNM	(7,000)	94,500
Deposits from customers	214,413	136,612
Investment accounts due to designated financial institution	575,495	642,171
Deposits and placements of banks and other financial institutions	225,351	(166,123)
Bills and acceptances payable	6,913	6,904
Derivative financial liabilities	(23,004)	34,633
Obligations on securities sold under repurchase agreements	5,982	80,205
Other liabilities	(93,591)	6,509
Cash generated from operations	236,344	276,487
Income tax and zakat paid	(56,667)	(42,973)
Net cash generated from operating activities	179,677	233,514
Cash flows from investing activities		
Acquisition of financial investments at FVOCI	(2,148,140)	(3,940,000)
Proceeds from disposal of financial investments at FVOCI	2,204,570	3,472,528
Acquisition of equipment	(495)	(20)
Net cash generated from/(used in) investing activities	55,935	(467,492)
Cash flows from financing activity		
Payment of lease liabilities	(668)	(789)
Net cash used in financing activity	(668)	(789)
Net decrease in cash and cash equivalents	234,944	(234,767)
Cash and cash equivalents at 1 January	397,845	940,484
Cash and cash equivalents at 30 June	632,789	705,717

Change in liabilities arising from financing activity

	30 June 2026 RM'000	30 June 2025 RM'000
At 1 January	1,190	2,787
Payment of lease liabilities	(668)	(789)
Acquisition of new leases and changes in lease terms	1,064	-
Finance expense on lease liabilities	25	40
At 30 June	1,611	2,038

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 2025 and the accompanying explanatory notes to the unaudited condensed interim financial statements.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

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 posted profit after tax of RM148.1 million for the financial period ended 30 June 2026, decreased by RM6.6 million year-on-year mainly due to higher profit attributable to depositors of RM21.3 million, allowances of RM13.2 million, lower net income from investment account funds of RM10.8 million, higher operating expenses of RM6.6 million; partially offset by higher income derived from investment of depositors' funds and others of RM31.9 million, income from shareholder's funds of RM11.4 million and lower tax of RM2.0 million.

Gross financing and advances increased by RM0.7 billion or 4% to RM19.1 billion in the first half of 2026 mainly from wholesale & retail trade of RM0.2 billion, household for purchase of residential properties RM0.2 billion and transport, storage & communication of RM0.1 billion. Customer deposits increased by RM0.2 billion mainly from government and non-bank financial institutions partly offset by deposits from business enterprises.

Shareholder's funds strengthened by RM135 million to RM3.0 billion. The Bank is well capitalised with Common Equity Tier 1/Tier 1 capital ratios of 26.606% and Total capital ratio of 27.159% after proposed dividend.

ECONOMIC PERFORMANCE AND PROSPECTS

Malaysia’s economy expanded by 5.4% in the first quarter of 2026, supported by resilient household spending, steady investment activity, and continued growth in electrical and electronics (“E&E”), exports and information and communications technology ("ICT”) related services.

Bank Negara Malaysia (“BNM”) projects Malaysia's gross domestic product ("GDP") growth to be within the range of 4% to 5% in 2026, underpinned by firm domestic demand, sustained investment, tourism and export performance. However, downside risks persist from the prolonged Middle East conflict and lower commodity production, with elevated global commodity prices posing potential inflationary pressures. Conversely, growth prospects could be supported by stronger E&E demand, higher tourism activity and de-escalation of geopolitical tensions.

BNM has maintained the Overnight Policy Rate ("OPR") at 2.75% since July 2025, with the monetary policy stance remaining supportive of growth amid price stability.

Malaysia’s banking sector remains resilient and well-capitalised, with strong liquidity, stable asset quality and healthy loans growth, continuing to support the financing needs of the economy.

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.

(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.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

1 BASIS of PREPARATION (continued)

(a) **Statement of compliance (continued)**

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

- 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*

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:

<u>Effective for annual periods commencing on or after 1 January 2027</u>

- Amendments to 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.

(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 2025.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

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 2025 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 2025 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 other issuances, cancellations, repurchases and repayments of debt securities by the Bank during the financial period ended 30 June 2026.

6 DIVIDENDS

The Directors recommend an interim dividend of 25 sen per ordinary share in respect of the financial period ended 30 June 2026 amounting to RM46,250,000.

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 30 June 2026.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

9 CASH AND CASH EQUIVALENTS

	30 June 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	82,436	74,528
Deposits and placements with BNM	550,359	323,321
	632,795	397,849
Stage 1 ECL allowance	(6)	(4)
	632,789	397,845

By geographical distribution determined based on where the credit risk resides

	30 June 2026 RM'000	31 December 2025 RM'000
Malaysia	565,419	339,491
Singapore	22,305	24,464
Other ASEAN countries	2,078	2,409
Rest of the world	42,993	31,485
	632,795	397,849

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

	30 June 2026 RM'000	31 December 2025 RM'000
At fair value		
Malaysian Government Investment Issues	3,488,253	2,909,183
Islamic Corporate Sukuk	933,195	909,329
Islamic Negotiable Instruments of Deposit	395,348	1,095,387
Cagamas Sukuk	270,031	245,245
	5,086,827	5,159,144

The above includes the Bank's Malaysian Government Investment issues which are pledged as collateral for obligations on securities sold under repurchase agreements with nominal value amounting to RM650 million (2025: RM650 million).

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

	30 June 2026			31 December 2025		
	Stage 1 12 Months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit-impaired RM'000	Stage 1 12 Months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit-impaired RM'000
At 1 January	498	42	540	251	-	251
Transferred to Stage 1	32	(32)	-	22	(22)	-
Transferred to Stage 2	-	-	-	(73)	73	-
New financial assets originated or purchased	67	-	67	1,179	-	1,179
Financial assets derecognised	(29)	-	(29)	(497)	-	(497)
Net remeasurement during the period/year	(358)	(10)	(368)	(384)	(9)	(393)
At 30 June/31 December	210	-	210	498	42	540

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

11 FINANCING AND ADVANCES

(i) By type and Shariah contract

	Sale based contracts					*Lease based contracts*			*Equity based contracts*			
30 June 2026	**Bai' Inah RM'000**	**Bai' Bithaman Ajil RM'000**	**Tawarruq RM'000**	**Murabahah RM'000**	**Bai' Dayn RM'000**	**Ijarah Thumma Al- Bai RM'000**	**Ijarah RM'000**	**Ijarah Muntahiah Bi Al-Tamlik RM'000**	**Musharakah Mutanaqisah RM'000**	**Mudharabah RM'000**	**Others RM'000**	**Total RM'000**
At amortised cost and net of unearned income												
Cash line financing	-	934	6,566	-	-	-	810,719	-	-	-	1,599	819,818
Term Financing												
- House financing	-	1,358	1,578,032	-	-	-	-	1,168,224	38,207	-	-	2,785,821
- Syndicated term financing	-	-	4,307,892	-	-	-	-	-	-	150,352	-	4,458,244
- Hire purchase receivables	-	-	-	-	-	38,703	-	48,924	-	-	-	87,627
- Other term financing	8,581	16,501	6,267,540	-	-	-	-	451,094	41,753	-	-	6,785,469
Bills receivable	-	-	-	-	11,900	-	-	-	-	-	-	11,900
Trust receipts	-	-	-	415	-	-	-	-	-	-	-	415
Revolving credit	-	-	3,704,371	-	-	-	-	-	-	-	-	3,704,371
Other financing	-	-	492,744	-	-	-	-	-	-	-	-	492,744
Gross financing and advances	8,581	18,793	16,357,145	415	11,900	38,703	810,719	1,668,242	79,960	150,352	1,599	19,146,409
ECL allowance												(152,753)
Net financing and advances												18,993,656

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 30 June 2026, the gross exposure and ECL relating to RPSIA financing amounted to RM6,197 million (31 December 2025: RM6,117 million) and RM15 million (31 December 2025: RM17 million) respectively.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

11 FINANCING AND ADVANCES (continued)

(i) By type and Shariah contract (continued)

	Sale based contracts					*Lease based contracts*			*Equity based contracts*			
31 December 2025	**Bai' Inah RM'000**	**Bai' Bithaman Ajil RM'000**	**Tawarruq RM'000**	**Murabahah RM'000**	**Bai' Dayn RM'000**	**Ijarah Thumma Al- Bai RM'000**	**Ijarah RM'000**	**Ijarah Muntahiah Bi Al-Tamlik RM'000**	**Musharakah Mutanaqisah RM'000**	**Mudharabah RM'000**	**Others RM'000**	**Total RM'000**
At amortised cost and net of unearned income												
Cash line financing	-	2,193	3,300	-	-	-	754,209	-	-	-	1,240	760,942
Term Financing												
- House financing	-	1,504	1,295,473	-	-	-	-	1,217,918	40,522	-	-	2,555,417
- Syndicated term financing	-	-	3,857,430	-	-	-	-	-	-	183,427	-	4,040,857
- Hire purchase receivables	-	-	-	-	-	57,454	-	60,485	-	-	-	117,939
- Other term financing	11,566	17,722	6,041,410	-	-	-	-	487,820	46,673	-	-	6,605,191
Bills receivable	-	-	-	913	31,353	-	-	-	-	-	-	32,266
Trust receipts	-	-	-	2,708	-	-	-	-	-	-	-	2,708
Revolving credit	-	-	3,878,911	-	-	-	-	-	-	-	-	3,878,911
Claims on customers under acceptance credits	-	-	-	13,392	-	-	-	-	-	-	-	13,392
Other financing	-	-	468,538	-	-	-	-	-	-	-	-	468,538
Gross financing and advances	11,566	21,419	15,545,062	17,013	31,353	57,454	754,209	1,766,223	87,195	183,427	1,240	18,476,161
ECL allowance												(150,578)
Net financing and advances												18,325,583

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

11 FINANCING AND ADVANCES (continued)

	30 June 2026 RM'000	31 December 2025 RM'000
(ii) By type of customer		
Domestic non-bank financial institutions	1,800,937	2,071,458
Domestic business enterprises		
- Small and medium enterprises	4,455,694	3,887,674
- Others	9,915,747	9,771,252
Individuals	2,716,951	2,522,161
Foreign entities	257,080	223,616
	19,146,409	18,476,161
(iii) By profit rate sensitivity		
Fixed rate		
- House financing	29,174	29,262
- Hire purchase receivables	38,703	57,454
- Other fixed rate financing	992,998	998,143
Variable rate		
- Base rate/Base financing rate plus/Standardised base rate	6,580,811	5,985,183
- Cost plus	11,498,549	11,397,269
- Other variable rate	6,174	8,850
	19,146,409	18,476,161
(iv) By sector		
Agriculture, hunting, forestry and fishing	393,728	482,378
Mining and quarrying	15,134	11,432
Manufacturing	1,522,947	1,411,892
Electricity, gas and water	370,261	360,623
Construction	881,607	818,530
Real estate	840,821	928,735
Wholesale & retail trade and restaurants & hotels	2,309,844	2,062,044
Transport, storage and communication	1,470,696	1,363,282
Finance, insurance and business services	7,544,746	7,477,334
Community, social and personal services	822,594	814,133
Household		
- Purchase of residential properties	2,791,150	2,560,977
- Purchase of non-residential properties	58,226	53,377
- Others	124,655	131,424
	19,146,409	18,476,161
(v) By geographical distribution determined based on where the credit risk resides		
Malaysia	18,890,228	18,253,252
Singapore	140,586	118,641
Other ASEAN countries	8,348	5,043
Rest of the world	107,247	99,225
	19,146,409	18,476,161

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

11 FINANCING AND ADVANCES (continued)

	30 June 2026 RM'000	31 December 2025 RM'000
(vi) By residual contractual maturity		
Up to one year	5,620,457	4,305,044
Over one year to three years	2,729,277	4,147,806
Over three years to five years	2,954,673	3,207,441
Over five years	7,842,002	6,815,870
	19,146,409	18,476,161

12 IMPAIRED FINANCING AND ADVANCES

(a) Movements in credit-impaired financing and advances

	30 June 2026 RM'000	31 December 2025 RM'000
At 1 January	148,077	329,227
Impaired during the period/year	58,989	79,467
Reclassified as non credit-impaired	(19,443)	(116,152)
Amount recovered	(19,355)	(83,079)
Amount written off	(9,555)	(61,386)
At 30 June/31 December	158,713	148,077
Stage 3 ECL allowance	(37,452)	(39,469)
Net impaired financing and advances	121,261	108,608

	30 June 2026 RM'000	31 December 2025 RM'000
(i) By sector		
Agriculture, hunting, forestry and fishing	470	470
Manufacturing	10,932	14,588
Electricity, gas and water	418	269
Construction	23,323	6,729
Real estate	986	806
Wholesale & retail trade and restaurants & hotels	53,142	51,912
Transport, storage and communication	4,669	5,245
Finance, insurance and business services	5,165	2,545
Community, social and personal services	775	548
Household		
- Purchase of residential properties	53,358	57,406
- Purchase of non-residential properties	-	1,460
- Others	5,475	6,099
	158,713	148,077
(ii) By geographical distribution determined based on where the credit risk resides		
Malaysia	157,746	142,788
Singapore	211	1,679
Rest of the world	756	3,610
	158,713	148,077
(iii) By collateral type		
Property	103,859	94,187
Secured - others	19,488	14,837
Unsecured - corporate and other guarantees	5,738	8,469
Unsecured - clean	29,628	30,584
	158,713	148,077

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

12 IMPAIRED FINANCING AND ADVANCES (continued)

(b) Movements in ECL allowance for financing and advances

	Non credit-impaired		*Credit-impaired*	**30 June 2026**	*Non credit-impaired*		*Credit-impaired*	**31 December 2025**
	Stage 1 RM'000	**Stage 2 RM'000**	**Stage 3 RM'000**	**Total RM'000**	**Stage 1 RM'000**	**Stage 2 RM'000**	**Stage 3 RM'000**	**Total RM'000**
At 1 January	51,053	60,056	39,469	150,578	34,728	68,724	108,153	211,605
Transferred to Stage 1	33,952	(33,234)	(718)	-	57,399	(55,987)	(1,412)	-
Transferred to Stage 2	(6,054)	7,613	(1,559)	-	(11,781)	29,105	(17,324)	-
Transferred to Stage 3	(51)	(11,975)	12,026	-	(28)	(17,852)	17,880	-
New financial assets originated or purchased	17,670	10,239	-	27,909	37,684	25,815	-	63,499
Financial assets derecognised	(10,537)	(15,758)	(2,716)	(29,011)	(15,745)	(31,961)	(17,292)	(64,998)
Net remeasurement during the period/year	(29,035)	41,304	1,286	13,555	(51,009)	42,115	12,356	3,462
Written-off	-	-	(9,555)	(9,555)	-	-	(61,386)	(61,386)
Other movements	(144)	202	(781)	(723)	(195)	97	(1,506)	(1,604)
At 30 June/31 December	56,854	58,447	37,452	152,753	51,053	60,056	39,469	150,578

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

12 IMPAIRED FINANCING AND ADVANCES (continued)

(b) Movements in ECL allowance for financing and advances (continued)

ECL allowance on financing and advances, including on financing commitments and financial guarantees (Note 18).

(i) By sector

	Non credit-impaired	*Credit-impaired*	**Stage 3**	
	Stage 1 and 2 ECL RM'000	**Stage 3 ECL RM'000**	**Made during the period RM'000**	**Written off RM'000**
30 June 2026				
Agriculture, hunting, forestry and fishing	227	182	-	-
Mining and quarrying	229	-	-	-
Manufacturing	24,070	7,283	685	712
Electricity, gas and water	2,834	151	49	-
Construction	27,333	18,863	2,382	99
Real estate	7,514	342	274	71
Wholesale & retail trade and restaurants & hotels	38,870	11,245	6,393	3,450
Transport, storage and communication	9,501	1,393	161	581
Finance, insurance and business services	22,612	1,198	729	248
Community, social and personal services	2,473	560	250	-
Household				
- Purchase of residential properties	6,891	9,293	4,952	3,194
- Purchase of non-residential properties	721	-	-	-
- Others	1,250	1,939	1,319	1,200
	144,525	52,449	17,194	9,555
31 December 2025				
Agriculture, hunting, forestry and fishing	325	182	133	-
Mining and quarrying	351	-	9	-
Manufacturing	24,519	9,478	2,522	5,333
Electricity, gas and water	2,916	105	101	-
Construction	32,546	17,702	1,550	139
Real estate	7,258	159	50	-
Wholesale & retail trade and restaurants & hotels	30,784	10,123	17,667	35,103
Transport, storage and communication	8,993	1,848	1,627	362
Finance, insurance and business services	19,484	780	709	13
Community, social and personal services	2,529	330	347	-
Household				
- Purchase of residential properties	7,041	10,685	19,379	17,952
- Purchase of non-residential properties	704	297	140	-
- Others	1,917	2,777	2,864	2,484
	139,367	54,466	47,098	61,386

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

12 IMPAIRED FINANCING AND ADVANCES (continued)

(b) Movements in ECL allowance for financing and advances (continued)

(ii) By geographical distribution

	Non credit-impaired	*Credit-impaired*	**30 June 2026**	*Non credit-impaired*	*Credit-impaired*	**31 December 2025**
	Stage 1 and 2 ECL RM'000	**Stage 3 ECL RM'000**	**Total ECL RM'000**	**Stage 1 and 2 ECL RM'000**	**Stage 3 ECL RM'000**	**Total ECL RM'000**
Malaysia	141,481	52,322	193,803	136,477	52,562	189,039
Singapore	565	-	565	482	1,027	1,509
Other ASEAN countries	76	-	76	33	-	33
Rest of the world	2,403	127	2,530	2,375	877	3,252
	144,525	52,449	196,974	139,367	54,466	193,833

13 DERIVATIVE FINANCIAL ASSETS AND LIABILITIES

	30 June 2026			**31 December 2025**		
	Contract or underlying principal amount	**Fair value**		**Contract or underlying principal amount**	**Fair value**	
		Assets	**Liabilities**		**Assets**	**Liabilities**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Trading						
Foreign exchange derivatives						
- Forwards	82,743	345	944	69,441	196	44
- Swaps	2,608,742	91,776	57,613	2,054,855	60,799	81,517
	2,691,485	92,121	58,557	2,124,296	60,995	81,561

14 OTHER ASSETS

	30 June 2026 RM'000	**31 December 2025 RM'000**
Profit receivable	52,734	45,324
Other receivables, deposits and prepayments	5,002	3,794
Amount due from immediate holding company	158,046	2,244
Amount due from ultimate holding company	233	304
Amount due from related company	-	67
	216,015	51,733

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

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

15 DEPOSITS FROM CUSTOMERS

	30 June 2026 RM'000	31 December 2025 RM'000
(a) By type of deposit		
Savings deposits		
- Tawarruq	569,245	546,015
- Qard	193,089	190,097
Demand deposits		
- Tawarruq	1,366,941	1,549,936
- Qard	4,494,697	4,421,766
Term deposits		
- Tawarruq	4,665,231	4,767,503
- Qard	34,280	1,165
Negotiable instruments of deposit		
- Tawarruq	603,554	804,503
Short-term deposits		
- Tawarruq	962,158	393,797
	12,889,195	12,674,782

	30 June 2026 RM'000	31 December 2025 RM'000
(b) By type of customer		
Government and statutory bodies	255,361	6,787
Non-bank financial institutions	1,414,138	1,234,011
Business enterprises	6,014,396	6,181,664
Individuals	3,750,565	3,779,532
Foreign entities	1,407,442	1,408,515
Others	47,293	64,273
	12,889,195	12,674,782

(c) By residual maturity for term deposits, negotiable instruments of deposit and short-term deposits

	30 June 2026 RM'000	31 December 2025 RM'000
Up to six months	5,457,458	5,375,563
Over six months to one year	800,359	587,618
Over one year to three years	6,945	3,086
Over three years to five years	461	701
	6,265,223	5,966,968

16 INVESTMENT ACCOUNTS DUE TO DESIGNATED FINANCIAL INSTITUTION

	30 June 2026 RM'000	31 December 2025 RM'000
Mudharabah RPSIA		
Licensed bank	7,052,180	6,476,685

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.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

17 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 June 2026 RM'000	31 December 2025 RM'000
Non-Mudharabah		
Licensed banks	1,294,698	1,067,969
Other financial institutions	19,366	20,744
	1,314,064	1,088,713

The above includes deposits and placements of its immediate holding company of RM1,265 million (2025: RM1,050 million), which are unsecured and profit-bearing.

18 OTHER LIABILITIES

		30 June 2026 RM'000	31 December 2025 RM'000
Profit payable		52,805	46,754
Other payables and accruals		55,359	52,912
Amount due to immediate holding company	(a)	10,186	113,244
Amount due to ultimate holding company	(a)	233	228
Equity compensation benefits		706	592
Lease liabilities		1,611	1,190
ECL Allowances for financing commitments and financial guarantees	(b)	44,221	43,255
		165,121	258,175

(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:

30 June 2026	*Non credit-impaired*		*Credit-impaired*	
	Stage 1 RM'000	**Stage 2 RM'000**	**Stage 3 RM'000**	**Total RM'000**
At 1 January	17,353	10,905	14,997	43,255
Transferred to Stage 1	4,515	(4,515)	-	-
Transferred to Stage 2	(581)	581	-	-
New financial assets originated or purchased	4,937	1,788	-	6,725
Financial assets derecognised	(3,348)	(2,310)	-	(5,658)
Net remeasurement during the period	(5,949)	5,813	-	(136)
Other movements	5	30	-	35
At 30 June	16,932	12,292	14,997	44,221

18 OTHER LIABILITIES (continued)

31 December 2025	*Non credit-impaired*		*Credit-impaired*	
	Stage 1 RM'000	**Stage 2 RM'000**	**Stage 3 RM'000**	**Total RM'000**
At 1 January	17,432	15,023	16,227	48,682
Transferred to Stage 1	10,906	(10,906)	-	-
Transferred to Stage 2	(1,032)	1,032	-	-
Transferred to Stage 3	-	(1)	1	-
New financial assets originated or purchased	7,417	709	-	8,126
Financial assets derecognised	(2,785)	(10,387)	(1,173)	(14,345)
Net remeasurement during the year	(14,299)	15,561	(1)	1,261
Other movements	(286)	(126)	(57)	(469)
At 31 December	17,353	10,905	14,997	43,255

19 INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS AND OTHERS

	Quarter Ended		**Year-To-Date Ended**	
	30 June 2026 RM'000	**30 June 2025 RM'000**	**30 June 2026 RM'000**	**30 June 2025 RM'000**
Income derived from investment of:				
(i) Term deposits	53,120	60,461	101,177	118,685
(ii) Other deposits	107,420	84,167	213,335	163,914
	160,540	144,628	314,512	282,599

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

19 INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS AND OTHERS (continued)

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	**30 June 2025 RM'000**	**30 June 2026 RM'000**	**30 June 2025 RM'000**
(i) Income derived from investment of term deposits				
Finance income and hibah				
Financing and advances				
- Finance income earned other than recoveries	41,792	44,323	78,901	86,749
- Recoveries from credit-impaired financing	329	778	512	1,717
- Discount unwind from credit-impaired financing	99	99	207	257
Financial investments at FVOCI	10,445	14,069	20,703	28,395
Deposits and placements with banks and other financial institutions	208	389	562	682
	52,873	59,658	100,885	117,800
Other operating income				
Net gain from sale of financial investments at FVOCI	201	757	201	757
Others	46	46	91	128
	53,120	60,461	101,177	118,685
(ii) Income derived from investment of other deposits				
Finance income and hibah				
Financing and advances				
- Finance income earned other than recoveries	84,515	61,701	166,301	119,813
- Recoveries from credit-impaired financing	665	1,083	1,067	2,369
- Discount unwind from credit-impaired financing	200	138	437	354
Financial investments at FVOCI	21,122	19,586	43,733	39,207
Deposits and placements with banks and other financial institutions	419	540	1,199	941
	106,921	83,048	212,737	162,684
Other operating income				
Net gain from sale of financial investments at FVOCI	408	1,055	408	1,055
Others	91	64	190	175
	107,420	84,167	213,335	163,914

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

20 INCOME DERIVED FROM INVESTMENT OF INVESTMENT ACCOUNT FUNDS

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Finance income and hibah				
Financing and advances				
- Finance income earned other than recoveries	68,557	85,707	135,579	169,336
Deposits and placements with banks and other financial institutions	3,629	2,981	4,508	5,938
Financial investments at FVOCI	119	2,599	1,768	4,114
	72,305	91,287	141,855	179,388

21 INCOME DERIVED FROM INVESTMENT OF SHAREHOLDER'S FUND

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Finance income and hibah				
Financing and advances				
- Finance income earned other than recoveries	26,898	24,456	52,211	47,079
- Recoveries from credit-impaired financing	212	429	336	930
- Discount unwind from credit-impaired financing	64	55	137	139
Financial investments at FVOCI	6,723	7,763	13,722	15,402
Deposits and placements with banks and other financial institutions	133	214	374	370
	34,030	32,917	66,780	63,920
Other operating income				
Commission	8,173	6,703	12,275	10,157
Service charges and fees	6,461	2,782	10,857	5,467
Shared services income received from immediate holding company	934	870	1,813	1,743
Shared services income received from ultimate holding company	31	(2)	64	26
Net gain from sale of financial investments at FVOCI	130	418	130	418
Others	29	25	60	68
Other trading income				
Net trading (loss)/gain				
- Foreign currency	(21,704)	(6,010)	(21,371)	(9,757)
- Derivatives	11,541	13,153	(13,751)	23,621
- Revaluation of derivatives	19,488	(199)	50,298	83
	59,113	50,657	107,155	95,746

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

22 IMPAIRMENT ALLOWANCE AND PROVISIONS

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Financing, advances and commitments				
Stage 1 and Stage 2 ECL net (writeback)/ charge	(4,752)	10,231	5,158	(2,044)
Stage 3 ECL				
- Made during the period	8,564	8,078	17,194	14,385
- Written back	(3,569)	(16,227)	(8,874)	(22,031)
Credit-impaired financing recovered	(16,591)	(3,957)	(20,228)	(10,551)
Financial investments at FVOCI				
Stage 1 and Stage 2 ECL writeback during the period	(138)	(12)	(330)	(74)
Other assets				
Stage 1 ECL net charge/(writeback) during the period	1	-	1	(4)
	(16,485)	(1,887)	(7,079)	(20,319)

23 INCOME ATTRIBUTABLE TO DEPOSITORS

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Deposits from customers				
- Non-Mudharabah	65,784	62,551	129,182	121,913
Deposits and placements of banks and other financial institutions				
- Non-Mudharabah	13,418	5,803	25,327	11,327
Lease liabilities	11	18	25	40
	79,213	68,372	154,534	133,280

24 INCOME ATTRIBUTABLE TO INVESTMENT ACCOUNT HOLDER

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Investment accounts due to designated financial institution				
- Mudharabah	50,614	64,392	99,298	126,064

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

25 OPERATING EXPENSES

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Personnel expenses				
Wages, salaries and bonus	4,538	4,361	8,179	7,758
Employees Provident Fund contributions	659	640	1,318	1,293
Share-based costs	48	47	116	119
Others	1,077	843	2,216	1,612
	6,322	5,891	11,829	10,782
Establishment expenses				
Depreciation of equipment	162	238	339	486
Depreciation of ROU assets	316	373	631	745
Rental of premises	104	21	260	39
Repair and maintenance	267	175	559	288
Information technology costs	163	131	289	257
Hire of equipment	35	22	56	43
Others	486	517	986	1,038
	1,533	1,477	3,120	2,896
Marketing expenses				
Advertising and business promotion	155	82	168	117
Transport and travelling	15	13	24	29
Others	40	84	42	87
	210	179	234	233
General administrative expenses				
Shared service fees to immediate holding company	43,222	41,592	84,683	82,544
IT and transaction processing fees to related companies	6,945	6,001	13,474	10,746
Others	4,023	3,806	8,205	7,715
	54,190	51,399	106,362	101,005
Total operating expenses	62,255	58,946	121,545	114,916

26 INCOME TAX EXPENSE

	Quarter Ended		Year-To-Date Ended	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Malaysian income tax				
- Current period charge	26,829	25,710	47,140	49,853
Deferred tax				
- Origination and reversal of temporary differences	1,231	(2,381)	(57)	(755)
	28,060	23,329	47,083	49,098

27 CAPITAL COMMITMENTS

	30 June 2026 RM'000	31 December 2025 RM'000
Capital expenditure in respect of property and equipment		
- Contracted but not provided for	251	980

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

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.

	30 June 2026			31 December 2025		
	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted amount RM'000	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted amount RM'000
Transaction-related contingent items	487,647	252,186	166,151	437,326	226,488	155,230
Short-term self-liquidating trade-related contingencies	23,345	6,730	3,070	31,892	6,379	4,146
Lending of bank's securities or the posting of securities as collateral by banks	659,482	659,482	-	671,610	671,610	-
Foreign exchange related contracts						
- Up to one year	1,659,288	56,217	3,054	1,094,515	13,904	779
- Over one year to five years	1,032,197	118,906	46,900	1,029,781	122,627	33,048
Formal standby facilities and credit lines						
- Original maturity up to one year	37,990	28,492	23,833	918	689	483
- Original maturity over one year	1,675,278	1,375,548	779,942	1,989,408	1,602,392	1,002,734
Other unconditionally cancellable commitments	5,060,096	427,684	84,327	3,788,695	354,057	71,124
	10,635,323	2,925,245	1,107,277	9,044,145	2,998,146	1,267,544

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

29 CREDIT EXPOSURE ARISING FROM CREDIT TRANSACTIONS WITH CONNECTED PARTIES

The following disclosure is made pursuant to BNM's Guidelines on Credit Transactions and Exposures with Connected Parties:

	30 June 2026 RM'000	31 December 2025 RM'000
Aggregate value of outstanding credit exposures with connected parties^		
Credit facility and leasing (except guarantee)	208,212	88,431
Commitments and contingencies*	434,192	257,965
	642,404	346,396
Credit-impaired or in default	-	-
Outstanding credit exposures to connected parties		
As a proportion of total credit exposures	3.18%	1.78%

^ Comprises total outstanding balances and unutilised limits.
* Commitments and contingencies transactions that give rise to credit and/or counterparty risk.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK

Credit risk is the risk of a financial loss to the Bank if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Bank's maximum credit exposure on the financial assets without taking into account any collateral held or other credit enhancements of the Bank equals their carrying amount as reported in the statement of financial position. For contingent liabilities, the maximum exposure to credit risk is the maximum amount that the Bank would have to pay if the obligations of the instruments issued are called upon. For credit commitments, the maximum exposure to credit risk is the full amount of the undrawn credit facilities granted to customers.

	Note	30 June 2026 RM'000	31 December 2025 RM'000
Cash and cash equivalents (excluding cash in hand)		617,729	381,676
Financial investments at FVOCI	*10*	5,086,827	5,159,144
Financing and advances	*11*	18,993,656	18,325,583
Derivative financial assets	*13*	92,121	60,995
Other assets (excluding prepayments)		212,378	49,149
Contingent liabilities and credit commitments		7,943,838	6,919,849
		32,946,549	30,896,396

Credit quality analysis

(i) By credit rating/internal grading and ECL stage

	30 June 2026				31 December 2025			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Cash and cash equivalents	617,729	-	-	617,729	381,676	-	-	381,676

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK (continued)

Credit quality analysis (continued)

(i) By credit rating/internal grading and ECL stage (continued)

	30 June 2026				31 December 2025			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Financial investments at FVOCI								
Government (AAA to BBB)	1,101,044	-	-	1,101,044	1,031,557	-	-	1,031,557
Government and Central Bank (unrated)	2,387,209	-	-	2,387,209	1,877,626	-	-	1,877,626
Investment grade (AAA to BBB)	550,740	-	-	550,740	345,548	135,250	-	480,798
Unrated	1,047,834	-	-	1,047,834	1,769,163	-	-	1,769,163
	5,086,827	-	-	5,086,827	5,023,894	135,250	-	5,159,144
Contingent liabilities and credit commitments (excluding derivative financial assets)								
Pass	7,572,369	328,313	-	7,900,682	6,696,650	188,604	-	6,885,254
Special mention	-	25,912	-	25,912	-	17,381	-	17,381
Credit-impaired	-	-	17,244	17,244	-	-	17,214	17,214
	7,572,369	354,225	17,244	7,943,838	6,696,650	205,985	17,214	6,919,849

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK (continued)

Credit quality analysis (continued)

(i) By credit rating/internal grading and ECL stage (continued)

Financing and advances

Financing and advances are categorised according to the Bank's customer classification grades as Pass, Special Mention, Substandard, Doubtful and Loss.

Financing and advances classified as Pass and Special Mention are not credit-impaired whereas Substandard, Doubtful and Loss are credit-impaired.

Past due but not credit-impaired are financing and advances where the customer has failed to make a principal or profit payment when contractually due, and includes financing which are past due one or more days after the contractual due date but less than 3 months past due.

Credit quality and ECL stages

	30 June 2026				31 December 2025			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Neither past due nor credit-impaired								
By internal grading								
Pass	18,048,498	838,728	-	18,887,226	17,193,198	970,030	-	18,163,228
Special mention	-	36,956	-	36,956	-	68,854	-	68,854
	18,048,498	875,684	-	18,924,182	17,193,198	1,038,884	-	18,232,082
Past due but not credit-impaired								
By period overdue								
Less than 2 months	-	54,788	-	54,788	-	80,973	-	80,973
2 months to less than 3 months	-	8,726	-	8,726	-	15,029	-	15,029
	-	63,514	-	63,514	-	96,002	-	96,002
Credit-impaired								
Past due	-	-	138,818	138,818	-	-	121,353	121,353
Not past due	-	-	19,895	19,895	-	-	26,724	26,724
	-	-	158,713	158,713	-	-	148,077	148,077
Total	18,048,498	939,198	158,713	19,146,409	17,193,198	1,134,886	148,077	18,476,161
ECL	(56,854)	(58,447)	(37,452)	(152,753)	(51,053)	(60,056)	(39,469)	(150,578)
Net financing and advances	17,991,644	880,751	121,261	18,993,656	17,142,145	1,074,830	108,608	18,325,583

Past due but not credit-impaired financing are classified as part of Special Mention.

The analysis of impaired financing and advances is detailed in Note 12(a) to the financial statements.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK (continued)

Credit quality analysis (continued)

(i) By credit rating/internal grading and ECL stage (continued)

Financing and advances (continued)

Past due financing

	30 June RM'000	31 December RM'000
(i) By sector		
Manufacturing	4,977	9,162
Electricity, gas and water	1,143	898
Construction	2,825	27,842
Real estate	-	340
Wholesale & retail trade and restaurants & hotels	12,105	9,548
Transport, storage and communication	3,466	706
Finance, insurance and business services	2,172	4,172
Community, social and personal services	177	2,346
Household		
- Purchase of residential properties	22,076	25,586
- Purchase of non-residential properties	2,859	2,310
- Others	2,971	3,075
	54,771	85,985
(ii) By geographical distribution		
Malaysia	54,399	85,696
Other ASEAN countries	372	289
	54,771	85,985

Collateral

(i) The main types of collateral obtained by the Bank are as follows:

- For personal house financing, mortgages over residential properties;
- For commercial property financing, charges over properties being financed; and
- For vehicle financing, charges over the vehicles being financed.
- For other financing, charges over business assets such as premises, inventories, trade receivables, equipment or deposits.

(ii) The quantification of the extent to which collateral and other credit enhancements mitigate credit risk and that best represents the maximum exposure to credit risk for credit-impaired financing is as follows:

	30 June RM'000	31 December RM'000
Fair value of collateral held against the covered portion of credit-impaired financing and advances	316,881	176,708
Covered portion of credit-impaired financing and advances	123,347	109,024
Uncovered portion of credit-impaired financing and advances	35,366	39,053
	158,713	148,077

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK (continued)

Credit quality analysis (continued)

	30 June 2026			31 December 2025		
	Financial investments at FVOCI RM'000	**Derivative financial assets RM'000**	**Contingent liabilites and credit commitments* RM'000**	**Financial investments at FVOCI RM'000**	**Derivative financial assets RM'000**	**Contingent liabilites and credit commitments* RM'000**
(ii) By issuer/counterparty						
Government and Central Bank	3,488,253	-	659,482	2,909,183	-	671,610
Public sector	673,594	-	-	670,065	-	-
Banking institutions	198,445	35,046	300,000	697,650	306	-
Non-bank financial institutions	477,016	-	432	642,982	-	29,243
Business enterprises	249,519	57,075	6,479,086	239,264	60,689	5,727,882
Individuals	-	-	504,838	-	-	491,114
	5,086,827	92,121	7,943,838	5,159,144	60,995	6,919,849
(iii) By geographical distribution						
Malaysia	5,086,827	92,121	7,849,747	5,159,144	60,995	6,844,808
Other ASEAN countries	-	-	57,478	-	-	45,642
Rest of the world	-	-	36,613	-	-	29,399
	5,086,827	92,121	7,943,838	5,159,144	60,995	6,919,849

* Excluding derivative financial assets.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

30 CREDIT RISK (continued)

Credit quality analysis (continued)

	30 June 2026			31 December 2025		
	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilites and credit commitments* RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilites and credit commitments* RM'000
(iv) By sector						
Agriculture, hunting, forestry and fishing	-	-	139,578	-	-	128,704
Mining and quarrying	-	-	5,084	-	-	9,591
Manufacturing	-	304	942,738	-	33	871,841
Electricity, gas and water	25,125	-	115,902	20,190	-	101,302
Construction	607,935	-	1,190,786	599,213	-	1,090,715
Real estate	-	-	728,139	-	-	495,824
Wholesale & retail trade and restaurants & hotels	-	18	902,165	-	87	653,113
Transport, storage and communication	9,982	-	500,473	-	1	394,054
Finance, insurance and business services	920,070	91,798	2,205,459	1,584,992	60,871	2,007,577
Community, social and personal services	35,462	1	58,676	45,566	3	26,014
Household						
- Purchase of residential properties	-	-	496,996	-	-	486,168
- Purchase of non-residential properties	-	-	7,842	-	-	4,946
Others	3,488,253	-	650,000	2,909,183	-	650,000
	5,086,827	92,121	7,943,838	5,159,144	60,995	6,919,849
(v) By residual contractual maturity						
Up to one year	1,643,808	35,369	5,718,083	2,538,508	454	4,408,101
Over one year to five years	3,158,124	56,752	1,047,442	2,236,485	60,541	1,429,399
Over five years	284,895	-	1,178,313	384,151	-	1,082,349
	5,086,827	92,121	7,943,838	5,159,144	60,995	6,919,849

* Excluding derivative financial assets.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

31 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.

- 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.
- Level 3: Inputs for the valuation that are not based on observable market data.

(b) Financial instruments carried at fair value

30 June 2026	**Level 1 RM'000**	**Level 2 RM'000**	**Level 3 RM'000**	**Total RM'000**
Financial assets at fair value				
Financial investments at FVOCI	4,691,479	395,348	-	5,086,827
Derivative financial assets	49	91,965	107	92,121
	4,691,528	487,313	107	5,178,948
Financial liabilities at fair value				
Derivative financial liabilities	19	58,535	3	58,557
31 December 2025				
Financial assets at fair value				
Financial investments at FVOCI	4,063,757	1,095,387	-	5,159,144
Derivative financial assets	112	60,858	25	60,995
	4,063,869	1,156,245	25	5,220,139
Financial liabilities at fair value				
Derivative financial liabilities	12	81,549	-	81,561

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

	30 June 2026 RM'000	**31 December 2025 RM'000**
Financial assets at fair value		
At 1 January	25	32
Net unrealised gain/(loss) recognised in profit or loss	82	(7)
At 30 June/31 December	107	25
Financial liabilities at fair value		
At 1 January	-	259
Net unrealised loss/(gain) recognised in profit or loss	3	(259)
At 30 June/31 December	3	-

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

31 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy of financial assets and liabilities (continued)

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:

Bank	Fair value 30 June 2026 RM'000	Fair value 31 December 2025 RM'000	Classification	Valuation technique	Unobservable input
Asset					
Derivative financial assets	107	25	Non-hedging	Option pricing model	Standard deviation
Liability					
Derivative financial liabilities	3	-	Non-hedging	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.

32 CAPITAL ADEQUACY

The capital ratios are computed in accordance with the requirements of BNM's Capital Adequacy Framework for Islamic Banks (Capital Components). The Bank computes total risk-weighted assets based on the Internal Rating Based Approach for Credit Risk for their major credit portfolios and the Standardised Approach for Market Risk and Operational Risk.

	30 June 2026 RM'000	31 December 2025 RM'000
Common Equity Tier 1 ("CET 1") capital		
Paid-up ordinary share capital	555,000	555,000
Retained earnings	2,373,286	2,225,168
Other reserves	96,287	108,923
Regulatory adjustment	(126,172)	(127,957)
	2,898,401	2,761,134
Tier 2 capital		
Stage 1 and 2 ECL and qualifying regulatory reserves under the Standardised Approach	1,123	1,243
Surplus eligible provisions over expected losses	58,096	56,942
	59,219	58,185
Capital base	2,957,620	2,819,319

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

32 CAPITAL ADEQUACY (continued)

	30 June 2026 RM'000	31 December 2025 RM'000
Capital ratios		
Before proposed dividend		
CET 1/Tier 1 capital ratio	27.038%	26.374%
Total capital ratio	27.590%	26.930%
After proposed dividend		
CET 1/Tier 1 capital ratio	26.606%	26.374%
Total capital ratio	27.159%	26.930%

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 30 June 2026, credit risks relating to RPSIA assets excluded from the total capital ratio calculation amounted to RM3,961 million (31 December 2025: RM4,079 million).

Risk-weighted assets ("RWA") by risk category:

	30 June 2026 RM'000	31 December 2025 RM'000
Total RWA for credit risk	9,772,424	9,589,824
Total RWA for market risk	100,301	67,640
Total RWA for operational risk	847,084	811,596
	10,719,809	10,469,060