

Registration No.199401009721 (295400-W)

**OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

Domiciled in Malaysia  
Registered office:  
19th Floor Menara OCBC  
18 Jalan Tun Perak  
50050 Kuala Lumpur

Registration No.199401009721 (295400-W)

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

<b>CONTENTS</b>	<b>PAGE</b>
STATEMENTS OF FINANCIAL POSITION	3
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	4
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	5
STATEMENT OF CHANGES IN EQUITY	6
STATEMENTS OF CASH FLOWS	7 - 9
NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS	10 - 31

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2024**

	Note	Group		Bank	
		31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
<b>ASSETS</b>					
Cash and cash equivalents	9	1,541,422	3,626,979	1,182,984	2,525,095
Deposits and placements with banks and other financial institutions	10	844,628	352,077	968,254	762,957
Investment account placements	11	-	-	5,407,020	5,095,182
Financial assets at fair value through profit or loss ("FVTPL")	12	2,359,255	1,879,059	2,354,242	1,874,038
Financial investments at fair value through other comprehensive income ("FVOCI")	13	22,580,752	22,355,331	18,787,468	18,923,924
Loans, advances and financing	14	66,824,667	66,811,358	52,193,706	52,044,617
Derivative financial assets	16	1,061,286	1,030,620	1,061,939	1,031,011
Other assets	17	546,701	475,752	560,512	630,343
Statutory deposits with Bank Negara Malaysia		1,003,595	1,054,595	802,595	869,595
Investments in subsidiaries		-	-	557,051	557,051
Property and equipment		132,878	134,250	130,378	131,536
Right-of-use ("ROU") assets		27,130	26,585	23,837	22,933
Tax recoverable		8,916	546	8,397	-
Deferred tax assets		184,668	203,940	157,404	174,440
<b>Total assets</b>		<b>97,115,898</b>	<b>97,951,092</b>	<b>84,195,787</b>	<b>84,642,722</b>
<b>LIABILITIES</b>					
Deposits from customers	18	73,245,873	75,501,096	62,346,189	64,078,587
Deposits and placements of banks and other financial institutions	19	5,426,633	4,713,152	5,345,677	4,686,535
Obligations on securities sold under repurchase agreements		1,864,488	1,408,500	1,864,488	1,408,500
Bills and acceptances payable		74,155	78,461	61,179	59,983
Derivative financial liabilities	16	861,328	894,368	861,012	895,137
Other liabilities	20	4,632,719	4,662,671	4,481,618	4,517,361
Tax payable and zakat		19,602	21,528	-	7,429
Subordinated bonds	21	1,050,000	1,050,000	1,050,000	1,050,000
<b>Total liabilities</b>		<b>87,174,798</b>	<b>88,329,776</b>	<b>76,010,163</b>	<b>76,703,532</b>
<b>EQUITY</b>					
Share capital		754,000	754,000	754,000	754,000
Reserves		9,187,100	8,867,316	7,431,624	7,185,190
<b>Total equity</b>		<b>9,941,100</b>	<b>9,621,316</b>	<b>8,185,624</b>	<b>7,939,190</b>
<b>Total liabilities and equity</b>		<b>97,115,898</b>	<b>97,951,092</b>	<b>84,195,787</b>	<b>84,642,722</b>
<b>Commitments and contingencies</b>	30	<b>123,905,044</b>	<b>124,427,505</b>	<b>119,236,266</b>	<b>120,296,960</b>

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and Bank for the financial year ended 31 December 2023 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	Note	Group		Bank	
		Year to date ended		Year to date ended	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Interest income		875,469	831,474	928,000	861,430
Interest income for financial assets at FVTPL		24,510	13,139	24,510	13,139
Interest expense		(446,415)	(395,895)	(494,584)	(422,025)
Net interest income	22	453,564	448,718	457,926	452,544
Income from Islamic Banking operations	23	136,435	131,912	-	-
Net fee and commission income	24	77,401	81,263	76,611	80,725
Net trading income	25	83,461	115,815	83,461	115,815
Other operating income	26	16,218	15,159	51,615	45,188
<b>Operating income</b>		767,079	792,867	669,613	694,272
Operating expenses	27	(354,763)	(354,466)	(340,031)	(339,323)
<b>Operating profit before impairment allowances and provisions</b>		412,316	438,401	329,582	354,949
Impairment allowances and provisions write-back/(charge)	28	11,032	55,529	(768)	44,864
<b>Profit before income tax and zakat</b>		423,348	493,930	328,814	399,813
Income tax expense	29	(102,360)	(119,691)	(79,675)	(97,090)
Zakat		(12)	(13)	-	-
<b>Profit for the period</b>		320,976	374,226	249,139	302,723
<b>Items that are or may be reclassified subsequently to profit or loss</b>					
Fair value reserve (debt instruments)					
- Change in fair value		5,956	135,312	3,531	113,419
- Amount transferred to profit or loss		(8,223)	(8,400)	(7,738)	(8,000)
- Related tax		545	(30,458)	1,010	(25,300)
Change in expected credit loss ("ECL") reserve on debt instruments at FVOCI		530	127	492	153
<b>Other comprehensive (expense)/income for the period</b>		(1,192)	96,581	(2,705)	80,272
<b>Total comprehensive income for the period</b>		319,784	470,807	246,434	382,995
<b>Profit attributable to owner of the Bank</b>		320,976	374,226	249,139	302,723
<b>Total comprehensive income attributable to owner of the Bank</b>		319,784	470,807	246,434	382,995
Basic earnings per ordinary share (sen)		111.6	130.2	86.7	105.3

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and Bank for the financial year ended 31 December 2023 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

<u>Group</u>	<i>Non-distributable</i>			<i>Distributable</i>		<b>Total equity</b> <b>RM'000</b>
	<b>Share capital</b> <b>RM'000</b>	<b>Regulatory reserve</b> <b>RM'000</b>	<b>ECL reserve</b> <b>RM'000</b>	<b>Fair value reserve</b> <b>RM'000</b>	<b>Retained earnings</b> <b>RM'000</b>	
At 1 January 2024	754,000	600,000	1,544	76,360	8,189,412	9,621,316
Fair value reserve						
- Change in fair value	-	-	-	5,956	-	5,956
- Transferred to profit or loss	-	-	-	(8,223)	-	(8,223)
- Related tax	-	-	-	545	-	545
Change in ECL reserve	-	-	530	-	-	530
<b>Total other comprehensive income/(expense) for the period</b>	-	-	530	(1,722)	-	(1,192)
Profit for the period	-	-	-	-	320,976	320,976
<b>Total comprehensive income/(expense) for the period</b>	-	-	530	(1,722)	320,976	319,784
At 31 March 2024	<b>754,000</b>	<b>600,000</b>	<b>2,074</b>	<b>74,638</b>	<b>8,510,388</b>	<b>9,941,100</b>
At 1 January 2023	754,000	600,000	671	(52,598)	7,974,906	9,276,979
Fair value reserve						
- Change in fair value	-	-	-	135,312	-	135,312
- Transferred to profit or loss	-	-	-	(8,400)	-	(8,400)
- Related tax	-	-	-	(30,458)	-	(30,458)
Change in ECL reserve	-	-	127	-	-	127
<b>Total other comprehensive income for the period</b>	-	-	127	96,454	-	96,581
Profit for the period	-	-	-	-	374,226	374,226
<b>Total comprehensive income for the period</b>	-	-	127	96,454	374,226	470,807
At 31 March 2023	<b>754,000</b>	<b>600,000</b>	<b>798</b>	<b>43,856</b>	<b>8,349,132</b>	<b>9,747,786</b>

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and Bank for the financial year ended 31 December 2023 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	Share capital RM'000	Non-distributable			Distributable	Total equity RM'000
		Regulatory reserve RM'000	ECL reserve RM'000	Fair value reserve RM'000	Retained earnings RM'000	
<b>Bank</b>						
At 1 January 2024	754,000	509,000	1,389	83,119	6,591,682	7,939,190
Fair value reserve						
- Change in fair value	-	-	-	3,531	-	3,531
- Transferred to profit or loss	-	-	-	(7,738)	-	(7,738)
- Related tax	-	-	-	1,010	-	1,010
Change in ECL reserve	-	-	492	-	-	492
<b>Total other comprehensive income/(expense) for the period</b>	-	-	492	(3,197)	-	(2,705)
Profit for the period	-	-	-	-	249,139	249,139
<b>Total comprehensive income/(expense) for the period</b>	-	-	492	(3,197)	249,139	246,434
At 31 March 2024	754,000	509,000	1,881	79,922	6,840,821	8,185,624
At 1 January 2023	754,000	509,000	524	(25,441)	6,627,798	7,865,881
Fair value reserve						
- Change in fair value	-	-	-	113,419	-	113,419
- Transferred to profit or loss	-	-	-	(8,000)	-	(8,000)
- Related tax	-	-	-	(25,300)	-	(25,300)
Change in ECL reserve	-	-	153	-	-	153
<b>Total other comprehensive income for the period</b>	-	-	153	80,119	-	80,272
Profit for the period	-	-	-	-	302,723	302,723
<b>Total comprehensive income for the period</b>	-	-	153	80,119	302,723	382,995
At 31 March 2023	754,000	509,000	677	54,678	6,930,521	8,248,876

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and Bank for the financial year ended 31 December 2023 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>
<b>Cash flows from operating activities</b>				
Profit before income tax and zakat	423,348	493,930	328,814	399,813
<i>Adjustments for:</i>				
Depreciation of property and equipment	4,531	5,058	4,287	4,719
Depreciation of right-of-use assets	3,135	2,937	2,734	2,564
Impairment allowances and provisions charge/ (write-back)	9,735	(37,166)	16,431	(30,537)
Finance expense on lease liabilities	191	114	166	102
Net (gain)/loss on disposal of:				
- Financial investments at FVOCI	(8,223)	(8,400)	(7,738)	(8,000)
- Property and equipment	1	3	1	3
Share-based costs	2,690	3,764	2,608	3,675
Unrealised loss/(gain) on:				
- Financial assets at FVPTL	6,639	(3,620)	6,631	(3,620)
- Hedging derivatives	48	898	48	898
- Trading derivatives	(65,029)	(375,755)	(66,563)	(375,732)
Operating profit/(loss) before changes in working capital	377,066	81,763	287,419	(6,115)
<i>Changes in operating assets and operating liabilities:</i>				
Deposits and placements with banks and other financial institutions	(492,627)	497,906	(205,373)	625,638
Investment account placements	-	-	(302,535)	(414,884)
Financial assets at FVTPL	(486,835)	(1,828,741)	(486,835)	(1,828,734)
Loans, advances and financing	(26,048)	696,284	(178,710)	271,921
Other assets	(70,971)	54,185	69,811	60,585
Statutory deposits with Bank Negara Malaysia	51,000	(8,539)	67,000	461
Derivative financial assets and liabilities	2,864	16,053	3,051	15,819
Deposits from customers	(2,255,223)	(6,639,472)	(1,732,398)	(5,802,430)
Deposits and placements of banks and other financial institutions	713,481	3,276,828	659,142	3,296,359
Obligations on securities sold under repurchase agreements	455,988	295,478	455,988	295,478
Bills and acceptances payable	(4,306)	(49,120)	1,196	(57,929)
Other liabilities	(29,416)	183,748	(34,635)	182,837
<b>Cash used in operations</b>	<b>(1,765,027)</b>	<b>(3,423,627)</b>	<b>(1,396,879)</b>	<b>(3,360,994)</b>
Income tax and zakat paid	(92,851)	(148,931)	(77,455)	(122,923)
<b>Net cash used in operating activities</b>	<b>(1,857,878)</b>	<b>(3,572,558)</b>	<b>(1,474,334)</b>	<b>(3,483,917)</b>
<b>Cash flows from investing activities</b>				
Acquisition of financial investments at FVOCI	(5,423,175)	(8,226,776)	(4,108,175)	(6,986,396)
Acquisition of property and equipment	(3,162)	(1,289)	(3,131)	(1,261)
Proceeds from disposal of financial investments at FVOCI	5,202,121	7,547,260	4,246,573	6,909,862
Proceeds from disposal of property and equipment	2	18	1	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(224,214)</b>	<b>(680,787)</b>	<b>135,268</b>	<b>(77,795)</b>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024 (continued)**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from financing activities</b>				
Payment of lease liabilities	(3,465)	(3,404)	(3,045)	(3,013)
<b>Net cash used in financing activities</b>	<b>(3,465)</b>	<b>(3,404)</b>	<b>(3,045)</b>	<b>(3,013)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,085,557)</b>	<b>(4,256,749)</b>	<b>(1,342,111)</b>	<b>(3,564,725)</b>
<b>Cash and cash equivalents at 1 January</b>	<b>3,626,979</b>	<b>6,952,345</b>	<b>2,525,095</b>	<b>5,591,793</b>
<b>Cash and cash equivalents at 31 March</b>	<b>1,541,422</b>	<b>2,695,596</b>	<b>1,182,984</b>	<b>2,027,068</b>

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

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and Bank for the financial year ended 31 December 2023 and the accompanying explanatory notes to the unaudited condensed interim financial statements.*



OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024 (continued)**

**Changes in liabilities arising from financing activities**

<u>Group</u>	At 1 January RM'000	Net Cash outflows RM'000	Acquisition of new leases* RM'000	Finance cost RM'000	At 31 March RM'000
<b>2024</b>					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	22,580	(3,465)	3,680	191	22,986
Total liabilities from financing activities	<u>1,072,580</u>	<u>(3,465)</u>	<u>3,680</u>	<u>191</u>	<u>1,072,986</u>
<b>2023</b>					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	13,286	(3,404)	6,543	114	16,539
Total liabilities from financing activities	<u>1,063,286</u>	<u>(3,404)</u>	<u>6,543</u>	<u>114</u>	<u>1,066,539</u>
<b>Bank</b>					
<b>2024</b>					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	18,898	(3,045)	3,638	166	19,657
Total liabilities from financing activities	<u>1,068,898</u>	<u>(3,045)</u>	<u>3,638</u>	<u>166</u>	<u>1,069,657</u>
<b>2023</b>					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	11,205	(3,013)	5,438	102	13,732
Total liabilities from financing activities	<u>1,061,205</u>	<u>(3,013)</u>	<u>5,438</u>	<u>102</u>	<u>1,063,732</u>

\* Acquisition of new leases includes changes in lease terms.

*The accompanying notes form an integral part of the financial statements.*

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024

### GENERAL INFORMATION

The Bank is principally engaged in banking and related financial services, whilst its subsidiaries are principally engaged in the businesses of Islamic Banking, corporate finance and related advisory services, and the provision of nominee services. The Bank and its subsidiaries are collectively referred to as the "Group". There has been no significant change in the nature of these activities during the financial period.

### FINANCIAL PERFORMANCE

The Group recorded net profit of RM321 million for the financial period ended 31 March 2024; RM53 million or 14% lower compared to the corresponding period last year. This was mainly contributed by lower net writeback in credit loss allowances by RM45 million and lower trading income by RM32 million, partly offset by better net interest income and income from Islamic Banking operations by RM5 million and RM4 million respectively.

After deducting proposed dividends, the Group and the Bank remain well capitalised with Common Equity Tier 1/Tier 1 capital ratios of 15.435% and 13.664% and Total capital ratios of 17.885% and 16.457%, respectively.

### ECONOMIC PERFORMANCE AND PROSPECTS

Malaysia's economy is projected to grow between 4% and 5% in 2024, driven by household spending, investment activities, recovery in global trade and higher tourist arrivals and spending. However, the growth outlook remains subject to downside risks stemming from weaker-than-expected external demand, further escalation of geopolitical conflicts and a decline in commodity production.

Bank Negara Malaysia ("BNM") is of the view that, given Malaysia's strong fundamentals and positive growth prospects, the current ringgit level is undervalued. Looking forward, financial markets expect the ringgit to appreciate further into 2024 as the pressure on the ringgit eases and external uncertainties abate. Growth in regional economies is expected to improve, increasing inflows to the region, benefitting Malaysia and the ringgit. Domestically, the favourable economic outlook and the implementation of structural reforms to enhance growth potential and resilience is expected to provide support to the ringgit.

Banks in Malaysia remain resilient, with healthy levels of capital and liquidity to support credit intermediation in the economy. The latest stress tests conducted by BNM affirm the resilience of financial institutions against unexpected losses from severe macroeconomic and financial shocks. This will continue to support financial institutions' ability to fulfil financing and protection needs of households and businesses.

## 1 BASIS OF PREPARATION

The accounting policies set out below have been applied consistently to the periods presented in these unaudited condensed interim financial statements and have been applied consistently, unless otherwise stated.

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 of the Group and the Bank have been prepared under the historical cost convention except for the assets and liabilities which are stated at fair values as disclosed in the notes to the unaudited condensed interim financial statements: financial assets at FVTPL, financial investments at FVOCI, loans, advances and financing at FVTPL and derivative financial instruments. The unaudited condensed interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, International Accounting Standards 34 and Shariah requirements (operations of Islamic Banking).

The unaudited condensed interim financial statements incorporate all activities relating to Islamic Banking which have been undertaken by the Group in compliance with Shariah principles. Islamic Banking refers generally to the acceptance of deposits and granting of financing under Shariah principles.

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)

### 1 BASIS OF PREPARATION (continued)

#### (a) Statement of compliance (continued)

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

- Amendments to MFRS 101 'Presentation of Financial Statements' - *Classification of liabilities as current or non-current and Non-current Liabilities with Covenants*
- Amendments to MFRS 16 'Leases' - *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 107 'Statement of Cash Flows' and MFRS 7 'Financial Instruments: Disclosures' - *Supplier Finance Arrangements*

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

The Group and the Bank have 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 2025

- Amendments to MFRS 121 'The Effects of Changes in Foreign Exchange Rates' - *Lack of Exchangeability*

The Group and the Bank plan to apply the abovementioned accounting standards and amendments when they become effective in the respective financial periods. The initial application of the abovementioned accounting standards and amendments are not expected to have any material impact to the financial statements of the Group and the Bank.

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

The preparation of the unaudited condensed interim financial statements in conformity with MFRS 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 these unaudited condensed interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the audited financial statements as at and for the financial year ended 31 December 2023.

### 2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group and the Bank in these unaudited condensed interim financial statements are the same as those applied by the Group and the Bank in its audited financial statements as at 31 December 2023 and for the financial year then ended, except as disclosed in Note 1(a).

### 3 SEASONALITY OF OPERATIONS

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

### 4 SHARE CAPITAL

There were no changes in the share capital of the Bank during the financial period ended 31 March 2024.

### 5 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period ended 31 March 2024.

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)

### 6 DIVIDENDS

Final dividend of 91 sen per ordinary share amounting to RM261,625,000 in respect of the financial year ended 31 December 2023 was paid on 3 May 2024.

No dividend has been proposed for the financial period ended 31 March 2024.

### 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 were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank for the financial period ended 31 March 2024.

### 9 CASH AND CASH EQUIVALENTS

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
Cash and balances with banks and other financial institutions	656,952	492,187	559,354	416,380
Money at call and deposit placements with financial institution maturing within one month	283,506	177,099	378,712	198,781
Deposit placements with Bank Negara Malaysia	601,051	2,957,762	245,000	1,910,000
	1,541,509	3,627,048	1,183,066	2,525,161
Stage 1 ECL allowance	(87)	(69)	(82)	(66)
	1,541,422	3,626,979	1,182,984	2,525,095

Included in the Bank's cash and cash equivalents are deposits and placements with its Islamic Banking subsidiary, OCBC Al-Amin Bank Berhad ("OABB"), amounting to RM95 million (31 December 2023: RM22 million), which are unsecured and profit bearing.

Movements in ECL allowance:

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
<b>Stage 1 ECL</b>				
At 1 January	69	58	66	47
New financial assets originated or purchased	-	6	-	6
Financial assets derecognised	(2)	(3)	(2)	(3)
Net remeasurement during the period/year	20	8	18	16
At 31 March/31 December	87	69	82	66

### 10 DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
Licensed banks	844,721	352,094	968,347	762,974
Stage 1 ECL allowance	(93)	(17)	(93)	(17)
	844,628	352,077	968,254	762,957

Included in the Bank's deposits and placements with licensed banks are deposits and placements with its Islamic Banking subsidiary, OABB, amounting to RM124 million (31 December 2023: RM411 million), which are unsecured and profit bearing.

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**10 DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS (continued)**

Movements in ECL allowance:

<b>Group and Bank</b>	<b>31 March 2024</b>			<b>31 December 2023</b>		
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Total ECL</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Total ECL</b>
	<b>12 months</b>	<b>Lifetime</b>	<b>non credit-</b>	<b>12 months</b>	<b>Lifetime</b>	<b>non credit-</b>
	<b>ECL</b>	<b>ECL</b>	<b>impaired</b>	<b>ECL</b>	<b>ECL</b>	<b>impaired</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>
At 1 January	17	-	17	60	-	60
Transferred to Stage 2	-	-	-	(30)	30	-
New financial assets originated or purchased	66	-	66	73	-	73
Financial assets derecognised	(2)	-	(2)	(30)	-	(30)
Net remeasurement during the period/year	12	-	12	(56)	(30)	(86)
At 31 March/31 December	<b>93</b>	<b>-</b>	<b>93</b>	<b>17</b>	<b>-</b>	<b>17</b>

**11 INVESTMENT ACCOUNT PLACEMENTS**

<b>Bank</b>	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Restricted Profit Sharing Investment Accounts	5,426,851	5,124,316
ECL allowance	(19,831)	(29,134)
	<b>5,407,020</b>	<b>5,095,182</b>

The exposure to Restricted Profit Sharing Investment Accounts ("RPSIA") is an arrangement with its Islamic banking subsidiary, OABB, which contract is based on Mudharabah principle to fund a specific business venture where the Bank solely provides capital and the business venture is managed solely by OABB. The profit of the business venture arrangement is shared between the Bank and OABB based on a pre-agreed ratio with losses, if any, borne by the Bank.

Movements in ECL allowance:

<b>Bank</b>	<i>Non credit-impaired</i>		<i>Credit-</i>	<b>Total</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	
<b>2024</b>	<b>12 months</b>	<b>Lifetime</b>	<b>Lifetime</b>	<b>RM'000</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
At 1 January	13,251	1,087	14,796	29,134
New financial assets originated or purchased	1,579	-	-	1,579
Net remeasurement during the period	(2,365)	(213)	(8,366)	(10,944)
Other Movements	62	-	-	62
At 31 March	<b>12,527</b>	<b>874</b>	<b>6,430</b>	<b>19,831</b>
<b>2023</b>				
At 1 January	3,326	12,378	25,006	40,710
Transferred to Stage 1	7,419	(7,419)	-	-
New financial assets originated or purchased	4,984	-	-	4,984
Net remeasurement during the year	(2,519)	(4,116)	(10,210)	(16,845)
Other Movements	41	244	-	285
At 31 December	<b>13,251</b>	<b>1,087</b>	<b>14,796</b>	<b>29,134</b>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****12 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")**

	<b>Group</b>		<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At fair value</b>				
Malaysian Government Investment Issues	572,596	394,268	572,596	394,268
Malaysian Government Securities	1,175,170	893,295	1,175,170	893,295
Malaysian Government Treasury Bills	136,987	293,943	136,987	293,943
Foreign Government Debt Securities	-	1	-	1
Corporate Bonds and Sukuk	474,502	297,552	469,489	292,531
	<b>2,359,255</b>	<b>1,879,059</b>	<b>2,354,242</b>	<b>1,874,038</b>

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

	<b>Group</b>		<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At fair value</b>				
Malaysian Government Investment Issues	7,826,859	7,989,390	5,410,061	5,812,431
Malaysian Government Securities	7,268,337	6,436,483	7,268,337	6,436,483
Malaysian Treasury Bills and Islamic Treasury Bills	399,048	673,760	399,048	673,760
Malaysian Government Debt Securities and Sukuk	26,377	-	26,377	-
Foreign Government Debt Securities and Sukuk	223,448	281,136	223,448	281,136
Negotiable Instruments of Deposit and Islamic				
Negotiable Instruments of Deposit	2,735,775	3,628,272	2,237,702	3,429,091
Corporate and Islamic Corporate Bonds, Sukuk and				
Sanadat Mudharabah Cagamas	3,988,291	3,233,673	3,109,878	2,178,406
Unquoted shares in Malaysia				
- Cagamas Holdings Berhad	85,595	85,595	85,595	85,595
- Others	27,022	27,022	27,022	27,022
	<b>22,580,752</b>	<b>22,355,331</b>	<b>18,787,468</b>	<b>18,923,924</b>

Included in financial investments at FVOCI of the Group and the Bank are Malaysian Government Investment Issues, Malaysian Government Securities and corporate bonds, which are pledged as collateral for obligations on securities sold under repurchase agreements amounting to RM1,890,000,000 (31 December 2023: RM1,431,000,000).

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

	<b>31 March 2024</b>			<b>31 December 2023</b>		
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Total ECL</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Total ECL</b>
	<b>12 months</b>	<b>Lifetime</b>	<b>non credit-</b>	<b>12 months</b>	<b>Lifetime</b>	<b>non credit-</b>
	<b>ECL</b>	<b>ECL</b>	<b>impaired</b>	<b>ECL</b>	<b>ECL</b>	<b>impaired</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>Group</b>						
At 1 January	1,483	61	1,544	632	39	671
Transferred to Stage 1	-	-	-	1	(1)	-
Transferred to Stage 2	(3)	3	-	(100)	100	-
New financial assets originated						
or purchased	927	-	927	1,932	1	1,933
Financial assets derecognised	(156)	-	(156)	(676)	(42)	(718)
Net remeasurement during						
the period/year	(487)	250	(237)	(319)	(37)	(356)
Other movements	(1)	(3)	(4)	13	1	14
At 31 March/31 December	<b>1,763</b>	<b>311</b>	<b>2,074</b>	<b>1,483</b>	<b>61</b>	<b>1,544</b>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

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

ECL allowance for financial investments at FVOCI is recognised in the ECL reserve: (continued)

	31 March 2024			31 December 2023		
	Stage 1	Stage 2	Total ECL	Stage 1	Stage 2	Total ECL
	12 months ECL RM'000	Lifetime ECL RM'000	non credit- impaired RM'000	12 months ECL RM'000	Lifetime ECL RM'000	non credit- impaired RM'000
<b>Bank</b>						
At 1 January	1,328	61	1,389	485	39	524
Transferred to Stage 1	-	-	-	1	(1)	-
Transferred to Stage 2	(3)	3	-	(100)	100	-
New financial assets						
originated or purchased	851	-	851	1,610	1	1,611
Financial assets derecognised	(121)	-	(121)	(485)	(42)	(527)
Net remeasurement during						
the period/year	(484)	250	(234)	(196)	(37)	(233)
Other movements	(1)	(3)	(4)	13	1	14
At 31 March/31 December	<u>1,570</u>	<u>311</u>	<u>1,881</u>	<u>1,328</u>	<u>61</u>	<u>1,389</u>

**14 LOANS, ADVANCES AND FINANCING**

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
	<b>At amortised cost</b>			
Overdrafts	2,768,454	2,732,509	2,194,921	2,176,526
Term loans/financing:				
- Housing loans/financing	17,674,294	18,027,917	16,095,287	16,457,789
- Syndicated term loans/financing	9,006,546	8,465,591	6,548,223	6,255,965
- Hire purchase receivables	283,332	286,187	65,234	64,990
- Other term loans/financing	21,629,536	21,250,227	15,525,391	15,132,805
Credit cards	491,956	527,068	491,956	527,068
Bills receivable	137,520	159,989	58,740	80,379
Trust receipts	13,384	14,693	13,080	14,693
Claims on customers under acceptance credits	2,816,826	2,973,662	2,559,359	2,737,288
Revolving credit	11,026,991	11,276,397	7,405,446	7,229,672
Staff loans/financing	41,830	40,375	41,830	40,375
Other loans/financing	2,183,526	2,321,091	2,099,034	2,224,219
Gross loans, advances and financing	<u>68,074,195</u>	<u>68,075,706</u>	<u>53,098,501</u>	<u>52,941,769</u>
ECL allowance	<u>(1,249,528)</u>	<u>(1,264,348)</u>	<u>(904,795)</u>	<u>(897,152)</u>
Net loans, advances and financing	<u>66,824,667</u>	<u>66,811,358</u>	<u>52,193,706</u>	<u>52,044,617</u>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**14 LOANS, ADVANCES AND FINANCING (continued)**

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
a) By type of customer				
Domestic banking institutions	831,762	809,238	-	-
Domestic non-bank financial institutions	3,070,664	3,687,975	1,448,726	1,764,997
Domestic business enterprises				
- Small and medium enterprises	12,470,411	12,374,218	10,129,411	10,047,031
- Others	30,149,524	29,191,212	21,824,153	21,005,991
Individuals	19,670,022	20,079,531	17,982,330	18,396,001
Foreign entities	1,881,812	1,933,532	1,713,881	1,727,749
	<u>68,074,195</u>	<u>68,075,706</u>	<u>53,098,501</u>	<u>52,941,769</u>
b) By interest/profit rate sensitivity				
Fixed rate				
- Housing loans/financing	130,990	122,545	46,268	31,210
- Hire purchase receivables	189,510	193,092	50,368	49,820
- Other fixed rate loans/financing	6,970,854	7,294,341	6,077,949	6,622,054
Variable rate				
- Base rate/base lending rate/base financing rate plus/standardised base rate	29,309,612	29,652,872	25,610,205	26,020,626
- Cost plus	30,697,529	30,098,368	20,618,112	19,583,672
- Other variable rates	775,700	714,488	695,599	634,387
	<u>68,074,195</u>	<u>68,075,706</u>	<u>53,098,501</u>	<u>52,941,769</u>
c) By sector				
Agriculture, hunting, forestry and fishing	2,388,016	2,292,288	1,549,630	1,467,138
Mining and quarrying	93,647	78,524	81,713	65,847
Manufacturing	7,351,184	7,464,231	6,343,021	6,437,380
Electricity, gas and water	714,410	641,161	494,277	421,166
Construction	1,932,339	1,848,178	1,363,148	1,309,173
Real estate	6,843,527	7,608,552	6,059,118	6,356,862
Wholesale & retail trade and restaurants & hotels	7,326,233	7,357,040	6,066,653	6,231,839
Transport, storage and communication	2,818,809	1,539,988	1,830,565	829,915
Finance, insurance and business services	15,206,430	15,630,741	8,418,171	8,706,790
Community, social and personal services	2,333,470	2,111,007	1,610,118	1,389,797
Household				
- Purchase of residential properties	18,352,879	18,731,989	16,766,248	17,154,162
- Purchase of non-residential properties	606,626	621,174	561,545	575,792
- Others	2,106,625	2,150,833	1,954,294	1,995,908
	<u>68,074,195</u>	<u>68,075,706</u>	<u>53,098,501</u>	<u>52,941,769</u>
d) By geography based on where the credit risk resides				
Malaysia	66,316,510	66,310,484	51,501,343	51,366,554
Singapore	1,050,955	1,079,284	993,159	1,021,707
Other ASEAN countries	295,265	233,523	290,731	229,011
Rest of the world	411,465	452,415	313,268	324,497
	<u>68,074,195</u>	<u>68,075,706</u>	<u>53,098,501</u>	<u>52,941,769</u>



OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**14 LOANS, ADVANCES AND FINANCING (continued)**

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
e) By residual contractual maturity				
Up to one year	21,148,987	21,276,108	16,442,669	16,173,548
Over one year to three years	7,430,085	7,424,922	4,487,676	4,448,717
Over three years to five years	8,839,104	8,377,943	5,716,778	5,778,491
Over five years	30,656,019	30,996,733	26,451,378	26,541,013
	<b>68,074,195</b>	<b>68,075,706</b>	<b>53,098,501</b>	<b>52,941,769</b>

**15 IMPAIRED LOANS, ADVANCES AND FINANCING**

(i) Movements in impaired loans, advances and financing

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
At 1 January	2,253,431	2,960,361	1,702,842	2,227,933
Impaired during the period/year	176,385	894,067	156,805	776,069
Reclassified as unimpaired	(140,905)	(557,926)	(115,182)	(473,112)
Amount recovered	(126,619)	(832,677)	(104,726)	(721,639)
Amount written off	(21,213)	(210,394)	(16,418)	(106,409)
At 31 March/31 December	2,141,079	2,253,431	1,623,321	1,702,842
Stage 3 ECL allowance	(723,013)	(755,192)	(481,577)	(497,729)
Net impaired loans, advances and financing	<b>1,418,066</b>	<b>1,498,239</b>	<b>1,141,744</b>	<b>1,205,113</b>

a) By sector

Agriculture, hunting, forestry and fishing	2,886	1,473	2,702	1,289
Mining and quarrying	9,748	10,277	9,748	10,277
Manufacturing	361,544	361,607	264,346	263,753
Electricity, gas and water	41,556	41,521	41,435	41,400
Construction	161,947	167,902	71,641	76,531
Real estate	95,172	95,988	93,552	94,364
Wholesale & retail trade and restaurants & hotels	494,147	499,603	311,724	315,421
Transport, storage and communication	17,063	24,738	4,389	5,501
Finance, insurance and business services	67,585	75,883	62,017	68,641
Community, social and personal services	7,849	8,049	7,359	7,559
Household				
- Purchase of residential properties	782,548	858,936	675,762	731,214
- Purchase of non-residential properties	19,390	22,823	15,849	19,274
- Others	79,644	84,631	62,797	67,618
	<b>2,141,079</b>	<b>2,253,431</b>	<b>1,623,321</b>	<b>1,702,842</b>

b) By geography based on where the credit risk resides

Malaysia	2,070,174	2,175,779	1,563,325	1,636,974
Singapore	45,537	48,911	43,611	46,500
Other ASEAN countries	2,749	2,826	1,422	1,422
Rest of the world	22,619	25,915	14,963	17,946
	<b>2,141,079</b>	<b>2,253,431</b>	<b>1,623,321</b>	<b>1,702,842</b>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**15 IMPAIRED LOANS, ADVANCES AND FINANCING (continued)**

(ii) Movements in ECL allowance on loans, advances and financing

Group	31 March 2024			31 December 2023			
	Non credit-impaired		Credit-impaired	Non credit-impaired		Credit-impaired	
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
At 1 January	188,322	320,834	755,192	112,411	339,817	816,365	1,268,593
Transferred to Stage 1	40,488	(33,675)	(6,813)	236,957	(206,389)	(30,568)	-
Transferred to Stage 2	(10,720)	28,446	(17,726)	(38,732)	122,034	(83,302)	-
Transferred to Stage 3	(22)	(23,874)	23,896	(366)	(185,242)	185,608	-
New financial assets originated or purchased	53,178	35,935	-	138,769	135,413	-	274,182
Financial assets derecognised	(38,874)	(42,900)	(5,279)	(85,195)	(144,785)	(64,645)	(294,625)
Net remeasurement during the period/year	(36,179)	43,796	1,302	(176,152)	259,018	173,584	256,450
Written off	-	-	(21,213)	-	-	(210,394)	(210,394)
Other movements	479	1,281	(6,346)	630	968	(31,456)	(29,858)
At 31 March/31 December	196,672	329,843	723,013	188,322	320,834	755,192	1,264,348
<b>Bank</b>							
At 1 January	145,190	254,233	497,729	91,539	238,012	499,066	828,617
Transferred to Stage 1	33,221	(27,986)	(5,235)	167,173	(145,284)	(21,889)	-
Transferred to Stage 2	(9,270)	22,433	(13,163)	(33,447)	99,821	(66,374)	-
Transferred to Stage 3	(10)	(21,175)	21,185	(310)	(139,907)	140,217	-
New financial assets originated or purchased	46,825	33,459	-	115,444	107,918	-	223,362
Financial asset derecognised	(33,255)	(36,332)	(4,935)	(76,697)	(124,898)	(63,546)	(265,141)
Net remeasurement during the period/year	(27,650)	42,086	7,974	(119,060)	218,296	143,985	243,221
Written off	-	-	(16,418)	-	-	(106,409)	(106,409)
Other movements	382	1,067	(5,560)	548	275	(27,321)	(26,498)
At 31 March/31 December	155,433	267,785	481,577	145,190	254,233	497,729	897,152

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)

## 16 DERIVATIVE FINANCIAL ASSETS AND LIABILITIES

Group	31 March 2024			31 December 2023		
	Contract or underlying principal amount RM'000	Fair value		Contract or underlying principal amount RM'000	Fair value	
		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
<b>Trading</b>						
Foreign exchange derivatives						
- Forwards	7,727,441	53,374	15,536	6,787,110	38,555	62,493
- Swaps	28,918,348	610,010	454,277	27,298,182	583,620	406,768
- Options	1,686,101	7,174	1,507	903,885	6,911	737
- Others	108	-	24	-	-	-
Interest rate derivatives						
- Forwards	-	-	-	294,248	186	1,671
- Swaps	43,912,133	298,731	298,771	47,656,928	301,022	321,560
- Futures	-	-	-	114,914	43	11
- Others	41,435	88	-	-	-	-
Equity and other derivatives						
- Swaps	1,276,918	64,608	64,608	1,312,674	87,436	87,436
- Options	1,134,043	8,746	8,746	1,105,850	8,311	8,311
- Credit linked notes	1,311,254	15,672	15,672	1,316,208	2,246	2,246
- Credit default swaps	397,627	47	47	386,810	245	245
	86,405,408	1,058,450	859,188	87,176,809	1,028,575	891,478
<b>Hedging</b>						
Interest rate derivatives						
- Swaps	560,000	2,836	2,140	410,000	2,045	2,890
	86,965,408	1,061,286	861,328	87,586,809	1,030,620	894,368
<b>Bank</b>						
<b>Trading</b>						
Foreign exchange derivatives						
- Forwards	7,708,776	53,182	15,290	6,837,235	38,446	62,545
- Swaps	29,045,022	610,855	454,207	27,551,366	584,120	407,485
- Options	1,686,101	7,174	1,507	903,885	6,911	737
- Others	108	-	24	-	-	-
Interest rate derivatives						
- Forwards	-	-	-	294,248	186	1,671
- Swaps	43,912,133	298,731	298,771	47,656,928	301,022	321,560
- Futures	-	-	-	114,914	43	11
- Others	41,435	88	-	-	-	-
Equity and other derivatives						
- Swaps	1,276,918	64,608	64,608	1,312,674	87,436	87,436
- Options	1,134,043	8,746	8,746	1,105,850	8,311	8,311
- Credit linked notes	1,311,254	15,672	15,672	1,316,208	2,246	2,246
- Credit default swaps	397,627	47	47	386,810	245	245
	86,513,417	1,059,103	858,872	87,480,118	1,028,966	892,247
<b>Hedging</b>						
Interest rate derivatives						
- Swaps	560,000	2,836	2,140	410,000	2,045	2,890
	87,073,417	1,061,939	861,012	87,890,118	1,031,011	895,137

## 17 OTHER ASSETS

	Note	Group		Bank	
		31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
Amount due from subsidiaries	(a)	-	-	49,248	176,477
Interest/Profit receivable		281,562	179,276	249,107	161,776
Other receivables, deposits and prepayments		263,354	293,133	260,461	288,916
Amount due from holding company		1,785	3,343	1,696	3,174
		546,701	475,752	560,512	630,343

(a) The amount due from subsidiaries is unsecured, interest/profit free and repayable on demand.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****18 DEPOSITS FROM CUSTOMERS**

	Group		Bank	
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
a) By type of deposit				
Demand deposits	23,766,434	24,646,027	18,053,939	18,902,599
Saving deposits	11,902,985	11,694,921	11,139,211	10,938,000
Fixed/General investment deposits	33,610,372	34,570,501	29,514,543	30,300,246
Negotiable instruments of deposit	1,417,530	1,378,970	1,417,530	1,378,970
Short-term money market deposits	2,548,552	3,210,677	2,220,966	2,558,772
	<b>73,245,873</b>	<b>75,501,096</b>	<b>62,346,189</b>	<b>64,078,587</b>
b) By type of customer				
Government and statutory bodies	234,789	193,860	61,131	95,239
Non-bank financial institutions	2,955,729	3,064,093	1,847,611	1,687,387
Business enterprises	27,862,776	29,887,058	22,046,960	23,815,035
Individuals	36,148,061	36,136,805	32,695,677	32,668,914
Foreign entities	5,365,849	5,535,832	5,085,855	5,192,744
Others	678,669	683,448	608,955	619,268
	<b>73,245,873</b>	<b>75,501,096</b>	<b>62,346,189</b>	<b>64,078,587</b>
c) By residual maturity for fixed/term/general investment deposits, negotiable instruments of deposit and short-term money market deposits				
Up to six months	32,257,255	29,992,937	28,483,007	26,138,134
Over six months to one year	5,066,678	8,989,764	4,473,129	7,937,018
Over one year to three years	249,331	173,606	195,813	162,095
Over three years to five years	3,190	3,841	1,090	741
	<b>37,576,454</b>	<b>39,160,148</b>	<b>33,153,039</b>	<b>34,237,988</b>

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

	Group		Bank	
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Licensed banks and other financial institutions	5,426,633	4,713,152	5,345,677	4,686,535

**20 OTHER LIABILITIES**

	Note	Group		Bank	
		31 March	31 December	31 March	31 December
		2024	2023	2024	2023
		RM'000	RM'000	RM'000	RM'000
Amount due to subsidiaries	(a)	-	-	513	8,599
Equity compensation benefits		30,688	27,835	29,900	27,130
Interest/Profit payable		466,225	427,905	420,062	385,966
Structured investments		3,344,194	3,271,959	3,344,194	3,271,959
Lease liabilities		22,986	22,580	19,657	18,898
Other payables and accruals		512,004	652,138	457,524	590,566
ECL allowance for loan commitments and financial guarantees	(b)	256,622	260,254	209,768	214,243
		<b>4,632,719</b>	<b>4,662,671</b>	<b>4,481,618</b>	<b>4,517,361</b>

(a) The amount due to subsidiaries is unsecured, interest/profit free and repayable on demand.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****20 OTHER LIABILITIES (continued)**

## (b) ECL allowance for loan commitments and financial guarantees

The movements in ECL allowance for loan commitments and financial guarantees are as follows:

<b>Group</b>	<i>Non credit-impaired</i>		<i>Credit-impaired</i>	<b>Total RM'000</b>
	<b>Stage 1 RM'000</b>	<b>Stage 2 RM'000</b>	<b>Stage 3 RM'000</b>	
<b>2024</b>				
At 1 January	108,478	107,671	44,105	260,254
Transferred to Stage 1	15,931	(15,931)	-	-
Transferred to Stage 2	(3,223)	3,223	-	-
Transferred to Stage 3	(5)	(323)	328	-
New financial assets originated or purchased	14,923	2,754	-	17,677
Financial assets derecognised	(8,614)	(8,732)	-	(17,346)
Net remeasurement during the year	(17,552)	12,925	(328)	(4,955)
Other movements	917	75	-	992
At 31 March	<b>110,855</b>	<b>101,662</b>	<b>44,105</b>	<b>256,622</b>
<b>2023</b>				
At 1 January	40,145	177,094	44,919	262,158
Transferred to Stage 1	150,639	(150,639)	-	-
Transferred to Stage 2	(9,588)	9,588	-	-
Transferred to Stage 3	(18)	(15,131)	15,149	-
New financial assets originated or purchased	45,970	30,942	28,951	105,863
Financial assets derecognised	(10,736)	(43,300)	(12,745)	(66,781)
Net remeasurement during the year	(108,094)	98,907	(32,169)	(41,356)
Other movements	160	210	-	370
At 31 December	<b>108,478</b>	<b>107,671</b>	<b>44,105</b>	<b>260,254</b>
<b>Bank</b>				
<b>2024</b>				
At 1 January	95,450	89,842	28,951	214,243
Transferred to Stage 1	14,878	(14,878)	-	-
Transferred to Stage 2	(2,150)	2,150	-	-
Transferred to Stage 3	(5)	(315)	320	-
New financial assets originated or purchased	12,554	2,376	-	14,930
Financial assets derecognised	(7,879)	(4,829)	-	(12,708)
Net remeasurement during the year	(18,636)	11,322	(320)	(7,634)
Other movements	862	75	-	937
At 31 March	<b>95,074</b>	<b>85,743</b>	<b>28,951</b>	<b>209,768</b>
<b>2023</b>				
At 1 January	36,888	136,052	17,177	190,117
Transferred to Stage 1	123,210	(123,210)	-	-
Transferred to Stage 2	(8,591)	8,591	-	-
Transferred to Stage 3	(18)	(13,969)	13,987	-
New financial assets originated or purchased	42,392	21,073	28,951	92,416
Financial assets derecognised	(9,511)	(28,299)	-	(37,810)
Net remeasurement during the year	(89,065)	89,557	(31,164)	(30,672)
Other movements	145	47	-	192
At 31 December	<b>95,450</b>	<b>89,842</b>	<b>28,951</b>	<b>214,243</b>

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****21 SUBORDINATED BONDS**

	<b>Group and Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
RM550 million Redeemable Subordinated Bond 2020/2030	550,000	550,000
RM500 million Redeemable Subordinated Bond 2022/2032	500,000	500,000
	<u>1,050,000</u>	<u>1,050,000</u>

**22 NET INTEREST INCOME**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>
<b>Interest income</b>				
Loans, advances and financing				
- Interest income other than recoveries	665,272	597,186	665,272	597,186
- Recoveries from impaired loans, advances and financing	19,006	27,167	19,006	27,167
- Discount unwind from impaired loans, advances and financing	5,627	8,167	5,627	8,167
Money at call and deposit placements with banks and other financial institutions	13,261	28,953	65,792	58,909
Financial investments at FVOCI	167,378	160,437	167,378	160,437
Others	4,925	9,564	4,925	9,564
	<u>875,469</u>	<u>831,474</u>	<u>928,000</u>	<u>861,430</u>
Financial assets at FVTPL	24,510	13,139	24,510	13,139
	<u>899,979</u>	<u>844,613</u>	<u>952,510</u>	<u>874,569</u>
<b>Interest expense</b>				
Deposits from customers	(378,771)	(314,646)	(378,706)	(314,594)
Deposits and placements of banks and other financial institutions	(41,924)	(54,247)	(58,806)	(63,411)
Subordinated bonds	(10,097)	(9,986)	(10,097)	(9,986)
Lease liabilities	(166)	(102)	(166)	(102)
Others	(15,457)	(16,914)	(46,809)	(33,932)
	<u>(446,415)</u>	<u>(395,895)</u>	<u>(494,584)</u>	<u>(422,025)</u>
<b>Net interest income</b>	<u>453,564</u>	<u>448,718</u>	<u>457,926</u>	<u>452,544</u>

**23 INCOME FROM ISLAMIC BANKING OPERATIONS**

	<b>Group</b>	
	<b>Year to date ended</b>	
	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>
Income derived from investment of depositors' funds and others	136,676	132,700
Income derived from investment of specific investment account funds	68,906	37,402
Income derived from investment of shareholder's funds	40,964	38,565
Income attributable to depositors	(61,877)	(50,573)
Income attributable to investment account holder	(48,234)	(26,182)
	<u>136,435</u>	<u>131,912</u>

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****24 NET FEE AND COMMISSION INCOME**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>	<b>31 March 2024</b>	<b>31 March 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Commission	40,601	47,093	39,811	46,555
Service charges and fees	35,072	32,458	35,072	32,458
Guarantee fees	-	6	-	6
Other fee income	1,728	1,706	1,728	1,706
	<b>77,401</b>	<b>81,263</b>	<b>76,611</b>	<b>80,725</b>

**25 NET TRADING INCOME**

	<b>Group and Bank</b>	
	<b>Year to date ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Foreign exchange loss	(60,676)	(51,013)
Realised gain on financial assets at FVTPL	10,014	8,644
Realised gain/(loss) on trading derivatives	74,191	(221,168)
Unrealised (loss)/gain on financial assets at FVTPL	(6,631)	3,620
Unrealised gain on trading derivatives	66,563	375,732
	<b>83,461</b>	<b>115,815</b>

**26 OTHER OPERATING INCOME**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>	<b>31 March 2024</b>	<b>31 March 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Gain on disposal of financial investments at FVOCI	7,738	8,000	7,738	8,000
Loss from disposal of property and equipment	(1)	(3)	(1)	(3)
Rental of premises	1,018	985	1,034	998
Rental of safe deposit boxes	2,159	1,694	2,159	1,694
Shared services income received from subsidiaries	-	-	35,511	30,122
Shared services income received from holding company and related companies	5,811	5,149	5,811	5,149
Unrealised gain on hedging derivatives	(48)	(898)	(48)	(898)
Others	(459)	232	(589)	126
	<b>16,218</b>	<b>15,159</b>	<b>51,615</b>	<b>45,188</b>

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****27 OPERATING EXPENSES**

	Note	Group		Bank	
		Year to date ended		Year to date ended	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<b>Personnel expenses</b>					
Wages, salaries and bonus		139,287	142,204	135,385	137,495
Employees Provident Fund contributions		20,828	21,853	20,129	21,086
Equity settled share-based payment transactions		2,690	3,764	2,608	3,675
Others		15,458	16,538	14,586	15,790
		<u>178,263</u>	<u>184,359</u>	<u>172,708</u>	<u>178,046</u>
<b>Establishment expenses</b>					
Depreciation of property and equipment		4,531	5,058	4,287	4,719
Depreciation of ROU assets		3,135	2,937	2,734	2,564
Rental of premises	(a)	109	1	139	-
Repair and maintenance		3,439	2,700	3,331	2,565
Information technology costs		9,168	8,257	9,028	8,133
Hire of equipment	(a)	223	449	203	438
Others		4,033	4,374	3,578	3,908
		<u>24,638</u>	<u>23,776</u>	<u>23,300</u>	<u>22,327</u>
<b>Marketing expenses</b>					
Advertisement and business promotion		3,987	2,751	3,883	2,658
Transport and travelling		1,282	984	1,253	970
Others		544	960	543	938
		<u>5,813</u>	<u>4,695</u>	<u>5,679</u>	<u>4,566</u>
<b>General administrative expenses</b>					
Transaction processing fees		110,032	101,983	104,254	96,544
Others		36,017	39,653	34,090	37,840
		<u>146,049</u>	<u>141,636</u>	<u>138,344</u>	<u>134,384</u>
<b>Total operating expenses</b>		<u>354,763</u>	<u>354,466</u>	<u>340,031</u>	<u>339,323</u>

(a) These expenses are in respect of short-term and/or leases of low-value items which the Group and the Bank elected not to recognise as ROU assets and lease liabilities under MFRS 16.



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)****28 IMPAIRMENT ALLOWANCES AND PROVISIONS WRITE-BACK/(CHARGE)**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>
<b>Loans, advances and financing and commitments</b>				
Stage 1 and 2 ECL net (charge)/write-back during the period	(13,727)	59,057	(19,320)	54,408
Stage 3 ECL				
- Net write-back/(charge) during the period	4,620	(21,749)	(5,826)	(25,673)
- Recovered during the period	20,767	18,363	15,663	14,327
<b>Investment account placements</b>				
Stage 1 and 2 ECL net write-back/(charge) during the period	-	-	937	(1,173)
Stage 3 ECL net write-back during the period	-	-	8,366	3,149
<b>Financial investments at FVOCI</b>				
Stage 1 and 2 ECL net charge during the period	(530)	(127)	(492)	(153)
<b>Other financial assets</b>				
Stage 1 and 2 ECL net charge during the period	(94)	(8)	(92)	(14)
Stage 3 ECL net charge during the period	(4)	(7)	(4)	(7)
	<b>11,032</b>	<b>55,529</b>	<b>(768)</b>	<b>44,864</b>

**29 INCOME TAX EXPENSE**

	<b>Group</b>		<b>Bank</b>	
	<b>Year to date ended</b>		<b>Year to date ended</b>	
	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>	<b>31 March 2024 RM'000</b>	<b>31 March 2023 RM'000</b>
Malaysian income tax				
- Current period	82,543	97,121	61,629	75,738
Deferred tax				
- Origination and reversal of temporary differences	19,817	22,570	18,046	21,352
	<b>102,360</b>	<b>119,691</b>	<b>79,675</b>	<b>97,090</b>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)

### 30 COMMITMENTS AND CONTINGENCIES

- (a) In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are 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 in BNM's Capital Adequacy Framework (Basel II) - Internal Ratings Approach.

<u>Group</u>	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted amount RM'000
<b>31 March 2024</b>			
Direct credit substitutes	68,302	68,302	21,637
Transaction-related contingent items	3,205,000	1,637,834	844,292
Short-term self-liquidating trade-related contingencies	225,600	50,740	23,851
Forward asset purchases, forward deposits, partly paid shares and securities	471,620	471,620	22,752
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	282,265	282,265	144
Foreign exchange related contracts			
- One year or less	33,522,754	486,433	246,556
- Over one year to five years	4,450,774	671,129	100,900
- Over five years	358,470	46,934	42,324
Interest rate contracts			
- One year or less	12,703,729	19,843	3,776
- Over one year to five years	30,022,308	396,536	59,984
- Over five years	1,787,531	67,391	49,498
Equity and commodity related contracts	2,410,961	25,665	13,584
Credit derivative contracts	1,708,881	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	181,210	135,908	123,020
- Original maturity exceeding one year	5,542,144	4,540,205	2,812,542
Other unconditionally cancellable commitments	26,963,495	2,109,669	256,251
Total	<u>123,905,044</u>	<u>11,010,474</u>	<u>4,621,111</u>
<b>31 December 2023</b>			
Direct credit substitutes	20,973	20,973	3,388
Transaction-related contingent items	3,526,968	1,801,535	876,698
Short-term self-liquidating trade-related contingencies	214,020	46,461	24,016
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	93,038	93,038	28
Foreign exchange related contracts			
- One year or less	30,402,524	251,800	126,014
- Over one year to five years	4,566,068	778,695	122,667
- Over five years	20,585	2,835	3,620
Interest rate contracts			
- One year or less	15,634,700	1,319	86
- Over one year to five years	31,088,450	420,932	63,323
- Over five years	1,752,940	66,796	43,414
Equity and commodity related contracts	2,418,524	24,223	13,497
Credit derivative contracts	1,703,018	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	665,635	499,226	208,379
- Original maturity exceeding one year	7,011,891	5,618,963	4,113,604
Other unconditionally cancellable commitments	25,308,171	2,146,639	265,244
Total	<u>124,427,505</u>	<u>11,773,434</u>	<u>5,863,978</u>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**30 COMMITMENTS AND CONTINGENCIES (continued)**

<u>Bank</u>	<u>Principal amount</u>	<u>Credit equivalent amount</u>	<u>Risk weighted amount</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>31 March 2024</b>			
Direct credit substitutes	64,632	64,632	20,796
Transaction-related contingent items	2,833,496	1,449,043	733,445
Short-term self-liquidating trade-related contingencies	199,262	43,976	19,699
Forward asset purchases, forward deposits, partly paid shares and securities	381,620	381,620	5,949
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	282,265	282,265	144
Foreign exchange related contracts			
- One year or less	33,655,185	486,778	246,078
- Over one year to five years	4,426,352	671,129	85,362
- Over five years	358,470	46,934	42,324
Interest rate contracts			
- One year or less	12,703,729	19,843	3,776
- Over one year to five years	30,022,308	396,536	59,984
- Over five years	1,787,531	67,391	49,498
Equity and commodity related contracts	2,410,961	25,665	13,584
Credit derivative contracts	1,708,881	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	143,210	107,408	102,167
- Original maturity exceeding one year	4,678,575	3,870,089	2,342,966
Other unconditionally cancellable commitments	23,579,789	1,933,719	235,066
Total	<u>119,236,266</u>	<u>9,847,028</u>	<u>3,960,838</u>
<b>31 December 2023</b>			
Direct credit substitutes	18,257	18,257	2,686
Transaction-related contingent items	3,139,895	1,604,831	756,906
Short-term self-liquidating trade-related contingencies	179,951	39,647	20,705
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	93,038	93,038	28
Foreign exchange related contracts			
- One year or less	30,714,831	252,552	125,423
- Over one year to five years	4,557,070	778,695	104,980
- Over five years	20,585	2,835	3,620
Interest rate contracts			
- One year or less	15,634,700	1,319	86
- Over one year to five years	31,088,450	420,932	63,323
- Over five years	1,752,940	66,796	43,414
Equity and commodity related contracts	2,418,524	24,223	13,497
Credit derivative contracts	1,703,018	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	637,635	478,226	188,623
- Original maturity exceeding one year	6,165,123	4,966,246	3,632,149
Other unconditionally cancellable commitments	22,172,943	1,960,596	241,590
Total	<u>120,296,960</u>	<u>10,708,192</u>	<u>5,197,030</u>

(b) Litigation

On 25 January 2019, a Borrower of the Bank, with outstanding credit facilities comprising loans of RM6.7 million and banker's acceptances of RM11.6 million including accrued interest at the time, filed a suit against the Bank alleging, inter alia, that the Bank had breached its contract and its duty of care towards the Borrower. On 22 January 2021, the High Court awarded the Borrower with RM289 million as damages together with statutory interest as well as aggravated and exemplary damages which amounts were to be assessed. On 30 January 2023, the Court of Appeal ("CA") set aside the High Court decision dated 22 January 2021 and dismissed the Borrower's suit with a cost of RM80,000 in favour of the Bank. On 27 June 2023, the CA dismissed the Borrower's application to set aside the CA decision and on 3 July 2023, the Federal Court ("FC") dismissed the Borrower's application to appeal against the CA decision and awarded cost of RM30,000 (subject to allocator) to the Bank. The Borrower then filed an application to review the FC's decision to not grant leave for the Borrower to appeal against the CA decision ("Review Motion") and an application for leave to appeal to the FC against the CA's dismissal decision ("Leave Motion"). On 12 December 2023, the hearing date for the Leave Motion, the Borrower filed a Notice of Discontinuance. The FC ordered the Leave Motion to be struck out with costs of RM5,000 (subject to allocator) to the Bank. The hearing for the Review Motion has been vacated to 11 July 2024 and is fixed for further case management on 27 June 2024.

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**31 CAPITAL COMMITMENTS**

	<b>Group</b>		<b>Bank</b>	
	<b>31 March 2024</b>	<b>31 December 2023</b>	<b>31 March 2024</b>	<b>31 December 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Capital expenditure commitments in respect of property and equipment contracted but not provided for	11,476	12,892	11,439	12,855

**32 FAIR VALUES OF FINANCIAL INSTRUMENTS**

**Fair value hierarchy of financial instruments**

The Group and the Bank determine the fair values of financial assets and liabilities using various measurement. The different levels of fair value measurements are as follows:

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 (i.e. as prices) or indirectly (i.e. 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.

**Fair value hierarchy of financial instruments carried at fair value**

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Group</b>				
<b>31 March 2024</b>				
<b>Financial assets at fair value</b>				
Financial assets at FVTPL	2,359,255	-	-	2,359,255
Financial investments at FVOCI	19,680,658	2,787,477	112,617	22,580,752
Derivative financial assets	1,574	976,082	83,630	1,061,286
	<b>22,041,487</b>	<b>3,763,559</b>	<b>196,247</b>	<b>26,001,293</b>
<b>Financial liabilities at fair value</b>				
Derivative financial liabilities	270	778,857	82,201	861,328
<b>31 December 2023</b>				
<b>Financial assets at fair value</b>				
Financial assets at FVTPL	1,879,059	-	-	1,879,059
Financial investments at FVOCI	18,614,442	3,628,272	112,617	22,355,331
Derivative financial assets	1,974	933,630	95,016	1,030,620
	<b>20,495,475</b>	<b>4,561,902</b>	<b>207,633</b>	<b>25,265,010</b>
<b>Financial liabilities at fair value</b>				
Derivative financial liabilities	1,277	797,454	95,637	894,368

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**32 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)**

**Fair value hierarchy of financial instruments carried at fair value (continued)**

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Bank</u></b>				
<b>31 March 2024</b>				
<b>Financial assets at fair value</b>				
Financial assets at FVTPL	2,354,242	-	-	2,354,242
Financial investments at FVOCI	16,385,447	2,289,404	112,617	18,787,468
Derivative financial assets	1,426	976,898	83,615	1,061,939
	<u>18,741,115</u>	<u>3,266,302</u>	<u>196,232</u>	<u>22,203,649</u>
<b>Financial liabilities at fair value</b>				
Derivative financial liabilities	272	778,539	82,201	861,012
	<u>272</u>	<u>778,539</u>	<u>82,201</u>	<u>861,012</u>
<b>31 December 2023</b>				
<b>Financial assets at fair value</b>				
Financial assets at FVTPL	1,874,038	-	-	1,874,038
Financial investments at FVOCI	15,382,216	3,429,091	112,617	18,923,924
Derivative financial assets	2,098	933,900	95,013	1,031,011
	<u>17,258,352</u>	<u>4,362,991</u>	<u>207,630</u>	<u>21,828,973</u>
<b>Financial liabilities at fair value</b>				
Derivative financial liabilities	1,328	798,172	95,637	895,137
	<u>1,328</u>	<u>798,172</u>	<u>95,637</u>	<u>895,137</u>

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

	<b>Group</b>		<b>Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>Financial assets at fair value</b>				
At 1 January	207,633	143,005	207,630	142,958
Realised loss				
- Recognised in net trading income	(33,226)	(29,961)	(33,226)	(29,961)
Unrealised gain				
- Recognised in net trading income	21,840	91,511	21,828	91,555
- Recognised in other comprehensive income	-	3,078	-	3,078
At 31 March/31 December	<u>196,247</u>	<u>207,633</u>	<u>196,232</u>	<u>207,630</u>
<b>Financial liabilities at fair value</b>				
At 1 January	95,637	30,080	95,637	30,080
Realised gain				
- Recognised in net trading income	(33,899)	(26,623)	(33,899)	(26,623)
Unrealised loss				
- Recognised in net trading income	20,463	92,180	20,463	92,180
At 31 March/31 December	<u>82,201</u>	<u>95,637</u>	<u>82,201</u>	<u>95,637</u>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)

### 32 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

#### Fair value hierarchy of financial instruments carried at fair value (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:

<u>Group</u>	31 March 2024 Fair value RM'000	31 December 2023 Fair value RM'000	Classification	Valuation technique	Unobservable input
<b>Assets</b>					
Financial investments at FVOCI	112,617	112,617	FVOCI	Net asset value approach	Net asset value
Derivative financial assets	83,630	95,016	Hedge for trading	Option pricing model	Standard deviation
	<u>196,247</u>	<u>207,633</u>			
<b>Liabilities</b>					
Derivative financial liabilities	82,201	95,637	Hedge for trading	Option pricing model	Standard deviation
	<u>82,201</u>	<u>95,637</u>			
<b>Bank</b>					
<b>Assets</b>					
Financial investments at FVOCI	112,617	112,617	FVOCI	Net asset value approach	Net asset value
Derivative financial assets	83,615	95,013	Hedge for trading	Option pricing model	Standard deviation
	<u>196,232</u>	<u>207,630</u>			
<b>Liabilities</b>					
Derivative financial liabilities	82,201	95,637	Hedge for trading	Option pricing model	Standard deviation
	<u>82,201</u>	<u>95,637</u>			

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

### 33 CAPITAL ADEQUACY

The capital ratios are computed in accordance with BNM's Capital Adequacy Framework (Capital Components) whereby recognition of the Group's and the Bank's Additional Tier 1 and Tier 2 capital instruments are subject to a gradual phase out.

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
<b>CET 1 capital</b>				
Paid-up ordinary share capital	754,000	754,000	754,000	754,000
Retained earnings	8,189,412	8,189,412	6,591,682	6,591,682
Other reserves	674,639	676,361	588,923	592,120
Regulatory adjustment for CET 1 capital	(858,814)	(815,090)	(1,295,336)	(1,255,868)
<b>Tier 1 capital</b>	<u>8,759,237</u>	<u>8,804,683</u>	<u>6,639,269</u>	<u>6,681,934</u>

OCBC BANK (MALAYSIA) BERHAD  
AND ITS SUBSIDIARY COMPANIES  
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 31 MARCH 2024 (continued)**

**33 CAPITAL ADEQUACY (continued)**

	Group		Bank	
	31 March 2024 RM'000	31 December 2023 RM'000	31 March 2024 RM'000	31 December 2023 RM'000
Stage 1 and Stage 2 ECL and qualifying regulatory reserves under the Standardised Approach	21,754	20,509	19,729	18,502
Surplus eligible provisions over expected losses	277,120	281,308	233,706	235,848
Subordinated bonds	1,050,000	1,050,000	1,050,000	1,050,000
<b>Tier 2 capital</b>	<b>1,348,874</b>	<b>1,351,817</b>	<b>1,303,435</b>	<b>1,304,350</b>
<b>Capital base</b>	<b>10,108,111</b>	<b>10,156,500</b>	<b>7,942,704</b>	<b>7,986,284</b>
<b>Before deducting proposed dividend</b>				
CET 1 capital ratio	15.910%	15.936%	14.225%	14.355%
Tier 1 capital ratio	15.910%	15.936%	14.225%	14.355%
Total capital ratio	18.360%	18.382%	17.018%	17.157%
<b>After deducting proposed dividend</b>				
CET 1 capital ratio	15.435%	15.462%	13.664%	13.793%
Tier 1 capital ratio	15.435%	15.462%	13.664%	13.793%
Total capital ratio	17.885%	17.909%	16.457%	16.595%

The Group elected to apply the transitional arrangements for regulatory capital treatment of accounting provisions for four financial years commencing in 2020, with the transitional benefits add-back starting at 100% in 2020, then reducing to 75% in 2022, 50% in 2023 and 0% in 2024.

Had the transitional arrangements not been applied, the capital adequacy ratios of the Group and the Bank would be as follows:

<b>After deducting proposed dividend</b>				
CET 1 capital ratio	15.435%	15.342%	13.664%	13.664%
Tier 1 capital ratio	15.435%	15.342%	13.664%	13.664%
Total capital ratio	17.885%	17.789%	16.457%	16.467%

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

Total RWA for credit risk	47,927,020	48,525,293	40,529,401	40,788,273
Total RWA for market risk	1,154,469	845,887	1,140,181	834,766
Total RWA for operational risk	5,972,297	5,879,771	5,003,903	4,924,278
	<b>55,053,786</b>	<b>55,250,951</b>	<b>46,673,485</b>	<b>46,547,317</b>

The capital adequacy ratios of OCBC Al-Amin, OCBC Malaysia's Islamic Banking subsidiary, are computed in accordance with BNM's Capital Adequacy Framework for Islamic Banks (Capital Components). OCBC Al-Amin has adopted the Internal Ratings Based Approach for Credit Risk for its major credit portfolios, whilst the other credit portfolios are on the Standardised Approach. For market and operational risks, OCBC Al-Amin has adopted the Standardised Approach and the Basic Indicator Approach respectively.

The capital adequacy ratios of OCBC Al-Amin are as follows:

	<b>31 March 2024</b>	<b>31 December 2023</b>
CET 1/Tier 1 capital ratio	25.078%	24.025%
Total capital ratio	<b>25.625%</b>	<b>24.575%</b>

Had the transitional arrangements not been applied, OCBC Al-Amin Bank Berhad capital adequacy ratios would be as follows:

CET 1/Tier 1 capital ratio	25.078%	23.949%
Total capital ratio	<b>25.625%</b>	<b>24.499%</b>