

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

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

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

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

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OCBC BANK (MALAYSIA) BERHAD  
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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024**

|   | Note | Group                          |                               | Bank                           |                               |
|---|------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|   |      | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| <b>ASSETS</b>   |      |                                |                               |                                |                               |
| Cash and cash equivalents   | 10   | 1,507,982                      | 3,626,979                     | 845,576                        | 2,525,095                     |
| Deposits and placements with banks and<br>other financial institutions              | 11   | 1,060,043                      | 352,077                       | 1,060,043                      | 762,957                       |
| Investment account placements   | 12   | -                              | -                             | 6,013,311                      | 5,095,182                     |
| Financial assets at fair value through profit<br>or loss ("FVTPL")                  | 13   | 3,149,270                      | 1,879,059                     | 3,149,270                      | 1,874,038                     |
| Financial investments at fair value through other<br>comprehensive income ("FVOCI") | 14   | 23,318,101                     | 22,355,331                    | 18,933,280                     | 18,923,924                    |
| Loans, advances and financing   | 15   | 65,206,272                     | 66,811,358                    | 50,528,204                     | 52,044,617                    |
| Derivative financial assets   | 17   | 1,585,563                      | 1,030,620                     | 1,584,879                      | 1,031,011                     |
| Other assets  | 18   | 495,649                        | 475,752                       | 574,096                        | 630,343                       |
| Statutory deposits with Bank Negara Malaysia  |      | 898,095                        | 1,054,595                     | 690,595                        | 869,595                       |
| Investments in subsidiaries   |      | -                              | -                             | 557,051                        | 557,051                       |
| Property and equipment  |      | 131,610                        | 134,250                       | 129,542                        | 131,536                       |
| Right-of-use ("ROU") assets   |      | 32,241                         | 26,585                        | 28,919                         | 22,933                        |
| Tax recoverable   |      | -                              | 546                           | -                              | -                             |
| Deferred tax assets   |      | 188,399                        | 203,940                       | 160,692                        | 174,440                       |
| <b>Total assets</b>   |      | <b>97,573,225</b>              | <b>97,951,092</b>             | <b>84,255,458</b>              | <b>84,642,722</b>             |
| <b>LIABILITIES</b>  |      |                                |                               |                                |                               |
| Deposits from customers   | 19   | 72,621,039                     | 75,501,096                    | 61,596,309                     | 64,078,587                    |
| Deposits and placements of banks and<br>other financial institutions                | 20   | 7,430,719                      | 4,713,152                     | 7,384,629                      | 4,686,535                     |
| Obligations on securities sold under<br>repurchase agreements                       |      | 274,575                        | 1,408,500                     | 129,508                        | 1,408,500                     |
| Bills and acceptances payable   |      | 107,008                        | 78,461                        | 94,033                         | 59,983                        |
| Derivative financial liabilities  | 17   | 1,876,963                      | 894,368                       | 1,878,756                      | 895,137                       |
| Other liabilities   | 21   | 4,100,466                      | 4,662,671                     | 3,931,127                      | 4,517,361                     |
| Tax payable and zakat   |      | 79,911                         | 21,528                        | 53,444                         | 7,429                         |
| Subordinated bonds  | 22   | 1,050,000                      | 1,050,000                     | 1,050,000                      | 1,050,000                     |
| <b>Total liabilities</b>  |      | <b>87,540,681</b>              | <b>88,329,776</b>             | <b>76,117,806</b>              | <b>76,703,532</b>             |
| <b>EQUITY</b>   |      |                                |                               |                                |                               |
| Share capital   |      | 754,000                        | 754,000                       | 754,000                        | 754,000                       |
| Reserves  |      | 9,278,544                      | 8,867,316                     | 7,383,652                      | 7,185,190                     |
| <b>Total equity</b>   |      | <b>10,032,544</b>              | <b>9,621,316</b>              | <b>8,137,652</b>               | <b>7,939,190</b>              |
| <b>Total liabilities and equity</b>   |      | <b>97,573,225</b>              | <b>97,951,092</b>             | <b>84,255,458</b>              | <b>84,642,722</b>             |
| <b>Commitments and contingencies</b>  | 31   | <b>124,434,586</b>             | <b>124,427,505</b>            | <b>120,480,340</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  
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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

| <b>Group</b>  | <b>Note</b> | <b>Quarter ended</b>     |                          | <b>Year to date ended</b> |                          |
|---|-------------|--------------------------|--------------------------|---------------------------|--------------------------|
|   |             | <b>30 September 2024</b> | <b>30 September 2023</b> | <b>30 September 2024</b>  | <b>30 September 2023</b> |
|   |             | <b>RM'000</b>            | <b>RM'000</b>            | <b>RM'000</b>             | <b>RM'000</b>            |
| Interest income   |             | 921,341                  | 866,759                  | 2,695,095                 | 2,559,154                |
| Interest income for financial assets at FVTPL                                 |             | 29,423                   | 16,103                   | 78,219                    | 49,956                   |
| Interest expense  |             | (475,790)                | (432,447)                | (1,381,953)               | (1,258,593)              |
| Net interest income   | 23          | 474,974                  | 450,415                  | 1,391,361                 | 1,350,517                |
| Income from Islamic banking operations  | 24          | 141,742                  | 132,569                  | 419,811                   | 399,672                  |
| Net fee and commission income   | 25          | 95,138                   | 78,395                   | 271,084                   | 245,768                  |
| Net trading income  | 26          | 159,166                  | 94,617                   | 351,161                   | 322,664                  |
| Other operating income  | 27          | 9,915                    | 7,965                    | 29,526                    | 36,592                   |
| <b>Operating income</b>   |             | <b>880,935</b>           | <b>763,961</b>           | <b>2,462,943</b>          | <b>2,355,213</b>         |
| Operating expenses  | 28          | (382,754)                | (375,444)                | (1,100,002)               | (1,092,971)              |
| <b>Operating profit before impairment allowances and provisions</b>           |             | <b>498,181</b>           | <b>388,517</b>           | <b>1,362,941</b>          | <b>1,262,242</b>         |
| Impairment allowances and provision charge                                    | 29          | (14,522)                 | (139,365)                | (15,280)                  | (54,116)                 |
| <b>Profit before income tax and zakat</b>                                     |             | <b>483,659</b>           | <b>249,152</b>           | <b>1,347,661</b>          | <b>1,208,126</b>         |
| Income tax expense  | 30          | (116,623)                | (61,353)                 | (327,481)                 | (312,451)                |
| Zakat   |             | (12)                     | (12)                     | (37)                      | (37)                     |
| <b>Profit for the period</b>  |             | <b>367,024</b>           | <b>187,787</b>           | <b>1,020,143</b>          | <b>895,638</b>           |
| <b>Other comprehensive income, net of income tax</b>                          |             |                          |                          |                           |                          |
| <b>Items that will not be reclassified to profit or loss</b>                  |             |                          |                          |                           |                          |
| Change in fair value reserve (equity instruments)                             |             | -                        | -                        | 844                       | 3,078                    |
| <b>Items that are or may be reclassified subsequently to profit or loss</b>   |             |                          |                          |                           |                          |
| FVOCI reserve (debt instruments)  |             |                          |                          |                           |                          |
| - Change in fair value  |             | 103,793                  | (32,837)                 | 108,381                   | 82,071                   |
| - Amount transferred to profit or loss  |             | (4,755)                  | 5,634                    | (7,977)                   | (17,382)                 |
| - Related tax   |             | (23,769)                 | 6,529                    | (24,097)                  | (15,525)                 |
| Change in expected credit losses ("ECL") reserve on debt instruments at FVOCI |             | (98)                     | 596                      | 1,059                     | 984                      |
| <b>Other comprehensive income/(expense) for the period</b>                    |             | <b>75,171</b>            | <b>(20,078)</b>          | <b>78,210</b>             | <b>53,226</b>            |
| <b>Total comprehensive income for the period</b>                              |             | <b>442,195</b>           | <b>167,709</b>           | <b>1,098,353</b>          | <b>948,864</b>           |
| <b>Profit attributable to owner of the Bank</b>                               |             | <b>367,024</b>           | <b>187,787</b>           | <b>1,020,143</b>          | <b>895,638</b>           |
| <b>Total comprehensive income attributable to owner of the Bank</b>           |             | <b>442,195</b>           | <b>948,864</b>           | <b>1,098,353</b>          | <b>948,864</b>           |
| <b>Basic earnings per ordinary share (sen)</b>                                |             | <b>127.6</b>             | <b>65.3</b>              | <b>354.8</b>              | <b>311.5</b>             |

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and of the 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  
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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

|   | Note | Quarter ended                  |                                | Year to date ended             |                                |
|---|------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
|   |      | 30 September<br>2024<br>RM'000 | 30 September<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 30 September<br>2023<br>RM'000 |
| <b>Bank</b>   |      |                                |                                |                                |                                |
| Interest income   |      | 976,187                        | 899,963                        | 2,856,349                      | 2,655,385                      |
| Interest income for financial assets at FVTPL                               |      | 29,423                         | 16,103                         | 78,219                         | 49,956                         |
| Interest expense  |      | (527,025)                      | (463,504)                      | (1,532,191)                    | (1,344,216)                    |
| Net interest income   | 23   | 478,585                        | 452,562                        | 1,402,377                      | 1,361,125                      |
| Net fee and commission income   | 25   | 92,046                         | 78,305                         | 265,646                        | 242,966                        |
| Net trading income  | 26   | 159,166                        | 94,617                         | 351,161                        | 322,664                        |
| Other operating income  | 27   | 49,108                         | 42,706                         | 139,259                        | 134,442                        |
| <b>Operating income</b>   |      | 778,905                        | 668,190                        | 2,158,443                      | 2,061,197                      |
| Operating expenses  | 28   | (364,951)                      | (358,295)                      | (1,051,440)                    | (1,044,098)                    |
| <b>Operating profit before impairment allowances and provisions</b>         |      | 413,954                        | 309,895                        | 1,107,003                      | 1,017,099                      |
| Impairment allowances and provisions writeback/(charge)                     | 29   | 11,609                         | (93,318)                       | (23,904)                       | (29,007)                       |
| <b>Profit before income tax</b>   |      | 425,563                        | 216,577                        | 1,083,099                      | 988,092                        |
| Income tax expense  | 30   | (102,642)                      | (53,525)                       | (263,689)                      | (259,622)                      |
| <b>Profit for the period</b>  |      | 322,921                        | 163,052                        | 819,410                        | 728,470                        |
| <b>Other comprehensive income, net of income tax</b>                        |      |                                |                                |                                |                                |
| <i>Items that will not be reclassified to profit or loss</i>                |      |                                |                                |                                |                                |
| Change in fair value reserve (equity instruments)                           |      | -                              | -                              | 844                            | 3,078                          |
| <i>Items that are or may be reclassified subsequently to profit or loss</i> |      |                                |                                |                                |                                |
| FVOCI reserve (debt instruments)  |      |                                |                                |                                |                                |
| - Change in fair value  |      | 91,277                         | (30,799)                       | 90,822                         | 64,163                         |
| - Amount transferred to profit or loss                                      |      | (3,563)                        | 5,970                          | (6,192)                        | (16,646)                       |
| - Related tax   |      | (21,051)                       | 5,959                          | (20,311)                       | (11,404)                       |
| Change in ECL reserve on debt instruments at FVOCI                          |      | (92)                           | 615                            | 1,014                          | 941                            |
| <b>Other comprehensive income/(expense) for the period</b>                  |      | 66,571                         | (18,255)                       | 66,177                         | 40,132                         |
| <b>Total comprehensive income for the period</b>                            |      | 389,492                        | 144,797                        | 885,587                        | 768,602                        |
| <b>Profit attributable to owner of the Bank</b>                             |      | 322,921                        | 163,052                        | 819,410                        | 728,470                        |
| <b>Total comprehensive income attributable to owner of the Bank</b>         |      | 389,492                        | 144,797                        | 885,587                        | 768,602                        |
| <b>Basic earnings per ordinary share (sen)</b>                              |      | 112.3                          | 56.7                           | 285.0                          | 253.4                          |

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and of the 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  
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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

| <u>Group</u>   | <i>Non-distributable</i>        |                                      |                               | <i>Distributable</i>                 |                                     | <b>Total equity<br/>RM'000</b> |
|--|---------------------------------|--------------------------------------|-------------------------------|--------------------------------------|-------------------------------------|--------------------------------|
|  | <b>Share capital<br/>RM'000</b> | <b>Regulatory reserve<br/>RM'000</b> | <b>ECL reserve<br/>RM'000</b> | <b>Fair value reserve<br/>RM'000</b> | <b>Retained earnings<br/>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   | -                               | -                                    | -                             | 109,225                              | -                                   | 109,225                        |
| - Transferred to profit or loss                                | -                               | -                                    | -                             | (7,977)                              | -                                   | (7,977)                        |
| - Related tax  | -                               | -                                    | -                             | (24,097)                             | -                                   | (24,097)                       |
| Change in ECL reserve  | -                               | -                                    | 1,059                         | -                                    | -                                   | 1,059                          |
| <b>Total other comprehensive income for the period</b>         | -                               | -                                    | 1,059                         | 77,151                               | -                                   | 78,210                         |
| Profit for the period  | -                               | -                                    | -                             | -                                    | 1,020,143                           | 1,020,143                      |
| <b>Total comprehensive income for the period</b>               | -                               | -                                    | 1,059                         | 77,151                               | 1,020,143                           | 1,098,353                      |
| <b>Contributions by and distributions to owner of the Bank</b> |                                 |                                      |                               |                                      |                                     |                                |
| Final 2023 ordinary dividend paid                              | -                               | -                                    | -                             | -                                    | (261,625)                           | (261,625)                      |
| Interim 2024 ordinary dividend paid                            | -                               | -                                    | -                             | -                                    | (425,500)                           | (425,500)                      |
| At 30 September 2024   | <b>754,000</b>                  | <b>600,000</b>                       | <b>2,603</b>                  | <b>153,511</b>                       | <b>8,522,430</b>                    | <b>10,032,544</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   | -                               | -                                    | -                             | 85,149                               | -                                   | 85,149                         |
| - Transferred to profit or loss                                | -                               | -                                    | -                             | (17,382)                             | -                                   | (17,382)                       |
| - Related tax  | -                               | -                                    | -                             | (15,525)                             | -                                   | (15,525)                       |
| Change in ECL reserve  | -                               | -                                    | 984                           | -                                    | -                                   | 984                            |
| <b>Total other comprehensive income for the period</b>         | -                               | -                                    | 984                           | 52,242                               | -                                   | 53,226                         |
| Profit for the period  | -                               | -                                    | -                             | -                                    | 895,638                             | 895,638                        |
| <b>Total comprehensive income for the period</b>               | -                               | -                                    | 984                           | 52,242                               | 895,638                             | 948,864                        |
| <b>Contributions by and distributions to owner of the Bank</b> |                                 |                                      |                               |                                      |                                     |                                |
| Final 2022 ordinary dividend paid                              | -                               | -                                    | -                             | -                                    | (434,125)                           | (434,125)                      |
| At 30 September 2023   | <b>754,000</b>                  | <b>600,000</b>                       | <b>1,655</b>                  | <b>(356)</b>                         | <b>8,436,419</b>                    | <b>9,791,718</b>               |

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

|  | Share<br>capital<br>RM'000 | Non-distributable               |                          | Fair value<br>reserve<br>RM'000 | Distributable                  | Total<br>equity<br>RM'000 |
|--|----------------------------|---------------------------------|--------------------------|---------------------------------|--------------------------------|---------------------------|
|  |                            | Regulatory<br>reserve<br>RM'000 | ECL<br>reserve<br>RM'000 |                                 | Retained<br>earnings<br>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   | -                          | -                               | -                        | 91,666                          | -                              | 91,666                    |
| - Transferred to profit or loss                                | -                          | -                               | -                        | (6,192)                         | -                              | (6,192)                   |
| - Related tax  | -                          | -                               | -                        | (20,311)                        | -                              | (20,311)                  |
| Change in ECL reserve  | -                          | -                               | 1,014                    | -                               | -                              | 1,014                     |
| <b>Total other comprehensive income for the period</b>         | -                          | -                               | 1,014                    | 65,163                          | -                              | 66,177                    |
| Profit for the period  | -                          | -                               | -                        | -                               | 819,410                        | 819,410                   |
| <b>Total comprehensive income for the period</b>               | -                          | -                               | 1,014                    | 65,163                          | 819,410                        | 885,587                   |
| <b>Contributions by and distributions to owner of the Bank</b> |                            |                                 |                          |                                 |                                |                           |
| Final 2023 ordinary dividend paid                              | -                          | -                               | -                        | -                               | (261,625)                      | (261,625)                 |
| Interim 2024 ordinary dividend paid                            | -                          | -                               | -                        | -                               | (425,500)                      | (425,500)                 |
| At 30 September 2024   | 754,000                    | 509,000                         | 2,403                    | 148,282                         | 6,723,967                      | 8,137,652                 |
| At 1 January 2023  | 754,000                    | 509,000                         | 524                      | (25,441)                        | 6,627,798                      | 7,865,881                 |
| Fair value reserve   |                            |                                 |                          |                                 |                                |                           |
| - Change in fair value   | -                          | -                               | -                        | 67,241                          | -                              | 67,241                    |
| - Transferred to profit or loss                                | -                          | -                               | -                        | (16,646)                        | -                              | (16,646)                  |
| - Related tax  | -                          | -                               | -                        | (11,404)                        | -                              | (11,404)                  |
| Change in ECL reserve  | -                          | -                               | 941                      | -                               | -                              | 941                       |
| <b>Total other comprehensive income for the period</b>         | -                          | -                               | 941                      | 39,191                          | -                              | 40,132                    |
| Profit for the period  | -                          | -                               | -                        | -                               | 728,470                        | 728,470                   |
| <b>Total comprehensive income for the period</b>               | -                          | -                               | 941                      | 39,191                          | 728,470                        | 768,602                   |
| <b>Contributions by and distributions to owner of the Bank</b> |                            |                                 |                          |                                 |                                |                           |
| Final 2022 ordinary dividend paid                              | -                          | -                               | -                        | -                               | (434,125)                      | (434,125)                 |
| At 30 September 2023   | 754,000                    | 509,000                         | 1,465                    | 13,750                          | 6,922,143                      | 8,200,358                 |

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

|   | <b>Group</b>              |                     | <b>Bank</b>               |                     |
|---|---------------------------|---------------------|---------------------------|---------------------|
|   | <b>Year to date ended</b> |                     | <b>Year to date ended</b> |                     |
|   | <b>30 September</b>       | <b>30 September</b> | <b>30 September</b>       | <b>30 September</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 operating activities</b>                         |                           |                     |                           |                     |
| Profit before income tax and zakat                                  | 1,347,661                 | 1,208,126           | 1,083,099                 | 988,092             |
| <i>Adjustments for:</i>   |                           |                     |                           |                     |
| Depreciation of property and equipment                              | 13,513                    | 15,009              | 12,780                    | 14,208              |
| Depreciation of right-of-use assets                                 | 10,081                    | 9,650               | 8,940                     | 8,526               |
| Dividends received from financial investments at FVOCI              | (599)                     | (599)               | (599)                     | (599)               |
| Impairment allowances and provisions charge                         | 118,760                   | 103,338             | 108,525                   | 65,916              |
| Finance expense on lease liabilities                                | 720                       | 114                 | 644                       | 102                 |
| Net (gain)/loss on disposal of:                                     |                           |                     |                           |                     |
| - Financial investments at FVOCI                                    | (7,977)                   | (17,382)            | (6,192)                   | (16,646)            |
| - Property and equipment  | 15                        | 8                   | 13                        | 8                   |
| Share-based costs   | 9,074                     | 11,552              | 8,818                     | 11,245              |
| Unrealised (gain)/loss on:  |                           |                     |                           |                     |
| - Financial assets at FVPTL   | (1,832)                   | 8,137               | (1,861)                   | 8,137               |
| - Hedging derivatives   | 2,251                     | 565                 | 2,251                     | 565                 |
| - Trading derivatives   | 433,286                   | (488,045)           | 435,952                   | (488,045)           |
| Operating profit before changes in working capital                  | 1,924,953                 | 850,473             | 1,652,370                 | 591,509             |
| <i>Changes in operating assets and operating liabilities:</i>       |                           |                     |                           |                     |
| Deposits and placements with banks and other financial institutions | (707,877)                 | 1,419,618           | (296,997)                 | 1,663,621           |
| Investment account placements                                       | -                         | -                   | (901,640)                 | (447,240)           |
| Financial assets at FVTPL   | (1,268,379)               | (1,364,611)         | (1,273,371)               | (1,364,621)         |
| Loans, advances and financing                                       | 1,479,246                 | 483,357             | 1,379,135                 | 56,227              |
| Other assets  | (20,146)                  | (107,484)           | 56,011                    | (47,523)            |
| Statutory deposits with Bank Negara Malaysia                        | 156,500                   | (57,050)            | 179,000                   | (65,050)            |
| Derivative financial assets and liabilities                         | (3,192)                   | 44,431              | (3,759)                   | 45,447              |
| Deposits from customers   | (2,880,057)               | (6,156,347)         | (2,482,278)               | (6,794,805)         |
| Deposits and placements of banks and other financial institutions   | 2,717,567                 | 311,112             | 2,698,094                 | 324,250             |
| Obligations on securities sold under repurchase agreements          | (1,133,925)               | 1,284,067           | (1,278,992)               | 1,284,067           |
| Bills and acceptances payable                                       | 28,547                    | (40,792)            | 34,050                    | (36,508)            |
| Other liabilities   | (568,707)                 | 590,050             | (587,660)                 | 603,236             |
| <b>Cash used in operations</b>                                      | <b>(275,470)</b>          | <b>(2,743,176)</b>  | <b>(826,037)</b>          | <b>(4,187,390)</b>  |
| Income tax and zakat paid   | (277,145)                 | (391,067)           | (224,237)                 | (335,664)           |
| <b>Net cash used in operating activities</b>                        | <b>(552,615)</b>          | <b>(3,134,243)</b>  | <b>(1,050,274)</b>        | <b>(4,523,054)</b>  |
| <b>Cash flows from investing activities</b>                         |                           |                     |                           |                     |
| Acquisition of financial investments at FVOCI                       | (21,446,809)              | (27,783,869)        | (17,136,809)              | (22,530,079)        |
| Acquisition of property and equipment                               | (10,888)                  | (9,112)             | (10,799)                  | (8,985)             |
| Dividends received from financial investments at FVOCI              | 599                       | 599                 | 599                       | 599                 |
| Proceeds from disposal of financial investments at FVOCI            | 20,588,571                | 26,913,080          | 17,214,426                | 23,012,114          |
| Proceeds from disposal of property and equipment                    | -                         | 3                   | -                         | 1                   |
| <b>Net cash (used in)/generated from investing activities</b>       | <b>(868,527)</b>          | <b>(879,299)</b>    | <b>67,417</b>             | <b>473,650</b>      |



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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (continued)**

|  | <b>Group</b>              |                     | <b>Bank</b>               |                     |
|--|---------------------------|---------------------|---------------------------|---------------------|
|  | <b>Year to date ended</b> |                     | <b>Year to date ended</b> |                     |
|  | <b>30 September</b>       | <b>30 September</b> | <b>30 September</b>       | <b>30 September</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>      |                           |                     |                           |                     |
| Dividends paid to owner of the Bank              | (687,125)                 | (434,125)           | (687,125)                 | (434,125)           |
| Payment of lease liabilities                     | (10,730)                  | (12,275)            | (9,537)                   | (11,128)            |
| <b>Net cash used in financing activities</b>     | <b>(697,855)</b>          | <b>(446,400)</b>    | <b>(696,662)</b>          | <b>(445,253)</b>    |
| <b>Net decrease in cash and cash equivalents</b> | <b>(2,118,997)</b>        | <b>(4,459,942)</b>  | <b>(1,679,519)</b>        | <b>(4,494,657)</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 30 September</b> | <b>1,507,982</b>          | <b>2,492,403</b>    | <b>845,576</b>            | <b>1,097,136</b>    |

Details of cash and cash equivalents are disclosed in Note 10 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.*

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (continued)**

**Changes in liabilities arising from financing activities**

| <u>Group</u>                                | At<br>1 January<br>RM'000 | Net<br>Cash<br>outflows<br>RM'000 | Acquisition<br>of new<br>leases*<br>RM'000 | Finance<br>cost<br>RM'000 | At<br>30 September<br>RM'000 |
|---|---------------------------|-----------------------------------|--|---------------------------|------------------------------|
| <b>2024</b>                                 |                           |                                   |  |                           |                              |
| Subordinated bonds                          | 1,050,000                 | -                                 | -  | -                         | 1,050,000                    |
| Lease liabilities                           | 22,580                    | (10,730)                          | 15,737                                     | 720                       | 28,307                       |
| Total liabilities from financing activities | <u>1,072,580</u>          | <u>(10,730)</u>                   | <u>15,737</u>                              | <u>720</u>                | <u>1,078,307</u>             |
| <b>2023</b>                                 |                           |                                   |  |                           |                              |
| Subordinated bonds                          | 1,050,000                 | -                                 | -  | -                         | 1,050,000                    |
| Lease liabilities                           | 13,286                    | (12,275)                          | 21,630                                     | 114                       | 22,755                       |
| Total liabilities from financing activities | <u>1,063,286</u>          | <u>(12,275)</u>                   | <u>21,630</u>                              | <u>114</u>                | <u>1,072,755</u>             |
| <b>Bank</b>                                 |                           |                                   |  |                           |                              |
| <b>2024</b>                                 |                           |                                   |  |                           |                              |
| Subordinated bonds                          | 1,050,000                 | -                                 | -  | -                         | 1,050,000                    |
| Lease liabilities                           | 18,898                    | (9,537)                           | 14,926                                     | 644                       | 24,931                       |
| Total liabilities from financing activities | <u>1,068,898</u>          | <u>(9,537)</u>                    | <u>14,926</u>                              | <u>644</u>                | <u>1,074,931</u>             |
| <b>2023</b>                                 |                           |                                   |  |                           |                              |
| Subordinated bonds                          | 1,050,000                 | -                                 | -  | -                         | 1,050,000                    |
| Lease liabilities                           | 11,205                    | (11,128)                          | 20,097                                     | 102                       | 20,276                       |
| Total liabilities from financing activities | <u>1,061,205</u>          | <u>(11,128)</u>                   | <u>20,097</u>                              | <u>102</u>                | <u>1,070,276</u>             |

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

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

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## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 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 RM1 billion for the financial period ended 30 September 2024; 14% increase compared to the same period last year. This growth was primarily attributable to higher operating income of RM108 million (5%) and lower credit loss allowances of RM39 million (72%), on the back of an improved macro-economic outlook. The increase in operating income was mainly attributed to better net interest income (+RM41 million), trading income (+RM28 million), net fee and commission income (+RM25 million), and income from Islamic banking operations (+RM20 million).

The Group and the Bank remain well capitalised with Common Equity Tier 1/Tier 1 capital ratios of 16.076% and 13.977% and Total capital ratios of 18.537% and 16.776%, respectively.

### ECONOMIC PERFORMANCE AND PROSPECTS

Malaysia's economy expanded by 5.1% in the first half of 2024, advancing by 5.9% in the second quarter of 2024. The growth was supported by higher household spending, increased exports, tourist arrivals and robust investment activities. Bank Negara Malaysia ("BNM") expects the economy to expand closer to the upper end of the 4-5% forecast range supported by sustained growth momentum going into the second half of 2024. Resilient domestic expenditure, higher export activity, tourist spending, higher realisation of approved investments and expansion in investment activities will be the key drivers of growth.

As at 30 September 2024, the ringgit has appreciated this year by 11.4% against the US dollar, driven by Malaysia's strong economic performance and expectations of lower interest rates in major economies. BNM's decision to maintain the Overnight Policy Rate at 3.00% indicates a supportive monetary policy stance. Banks in Malaysia are well-positioned to support the financing needs of the domestic economy, with robust capital and liquidity buffers and prudent provisioning practices.

## 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 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 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 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.

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

- Amendments to MFRS 16, *Leases - Lease Liability in a Sale and Leaseback*
- 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 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.

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## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)

### 1 BASIS OF PREPARATION (continued)

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

The Group and the Bank have not adopted the following accounting standards and amendments 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*

##### Effective for annual periods commencing on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures - The Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11, comprising the following:
  - (i) Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - (ii) Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - (iii) Amendments to MFRS 9, *Financial Instruments*
  - (iv) Amendments to MFRS 10, *Consolidated Financial Statements*
  - (v) Amendments to MFRS 107, *Statement of Cash Flows*

##### Effective for annual periods commencing on or after 1 January 2027

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*

##### Effective date to be announced by MASB

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Bank plan to apply the abovementioned accounting standards and amendments when they become effective in the respective financial periods, except for MFRS 19 which is not applicable to the Group and the Bank. The initial application of the abovementioned accounting standards and amendments is not expected to have any material impact to the financial statements of the Group and the Bank except as described below:

MFRS 18 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 accounting 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 ie. operating, investing and financing, based on the main business activities of the entity; and the two new required subtotals are to enable analysis, ie. 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 Group and the Bank plan to apply MFRS 18 from its mandatory effective date of 1 January 2027 and MFRS 18 will be applied retrospectively, whereby the comparative information for the financial year ending 31 December 2026 will be restated in accordance with requirements of MFRS 18. The Group and the Bank are currently assessing the impact of MFRS 18 on presentation and disclosures in the Group's consolidated financial statements.

#### (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.

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## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)

### 2 MATERIAL 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 AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditor's report on the financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

### 4 SEASONALITY OF OPERATIONS

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

### 5 DEBT AND EQUITY SECURITIES

There were no other issuances, cancellations, repurchases and repayments of debt and securities by the Bank during the financial period ended 30 September 2024.

### 6 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period ended 30 September 2024.

### 7 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.

An interim dividend of 148 sen per ordinary share totalling RM425,500,000 in respect of the financial period ended 30 June 2024 was paid on 12 September 2024.

### 8 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.

### 9 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 30 September 2024.

### 10 CASH AND CASH EQUIVALENTS

|  | Note | Group             |                  | Bank              |                  |
|--|------|-------------------|------------------|-------------------|------------------|
|  |      | 30 September 2024 | 31 December 2023 | 30 September 2024 | 31 December 2023 |
|  |      | RM'000            | RM'000           | RM'000            | RM'000           |
| Cash and balances with banks and other financial institutions                              |      | 440,996           | 492,187          | 337,927           | 416,380          |
| Money at call and deposit placements with financial institutions maturing within one month |      | 123,706           | 177,099          | 164,752           | 198,781          |
| Deposit placements with Bank Negara Malaysia   |      | 943,399           | 2,957,762        | 343,000           | 1,910,000        |
|  |      | 1,508,101         | 3,627,048        | 845,679           | 2,525,161        |
| Stage 1 ECL allowance  | (a)  | (119)             | (69)             | (103)             | (66)             |
|  |      | <u>1,507,982</u>  | <u>3,626,979</u> | <u>845,576</u>    | <u>2,525,095</u> |

Included in the Bank's cash and cash equivalents are deposits and placements with its Islamic Banking subsidiary, OCBC Al-Amin Bank Berhad ("OCBC Al-Amin"), amounting to RM41 million (31 December 2023: RM22 million), which are unsecured and profit bearing.

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)**

**10 CASH AND CASH EQUIVALENTS (continued)**

(a) Movements in ECL allowance

|  | Group             |                  | Bank              |                  |
|--|-------------------|------------------|-------------------|------------------|
|  | 30 September 2024 | 31 December 2023 | 30 September 2024 | 31 December 2023 |
|  | RM'000            | RM'000           | RM'000            | RM'000           |
| <b>Stage 1 ECL</b>                           |                   |                  |                   |                  |
| At 1 January                                 | 69                | 58               | 66                | 47               |
| New financial assets originated or purchased | 154               | 6                | 154               | 6                |
| Financial assets derecognised                | (151)             | (3)              | (151)             | (3)              |
| Net remeasurement during the period/year     | 47                | 8                | 34                | 16               |
| At 30 September/31 December                  | 119               | 69               | 103               | 66               |

**11 DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS**

|                | Group             |                  | Bank              |                  |
|----------------|-------------------|------------------|-------------------|------------------|
|                | 30 September 2024 | 31 December 2023 | 30 September 2024 | 31 December 2023 |
|                | RM'000            | RM'000           | RM'000            | RM'000           |
| Licensed banks | 1,060,149         | 352,094          | 1,060,149         | 762,974          |
| ECL allowance  | (106)             | (17)             | (106)             | (17)             |
|                | 1,060,043         | 352,077          | 1,060,043         | 762,957          |

(a) Movements in ECL allowance

|  | 30 September 2024           |                            |                                      | 31 December 2023            |                            |                                      |
|--|-----------------------------|----------------------------|--------------------------------------|-----------------------------|----------------------------|--------------------------------------|
|  | Stage 1<br>12 months<br>ECL | Stage 2<br>Lifetime<br>ECL | Total ECL<br>non credit-<br>impaired | Stage 1<br>12 months<br>ECL | Stage 2<br>Lifetime<br>ECL | Total ECL<br>non credit-<br>impaired |
|  | RM'000                      | RM'000                     | RM'000                               | RM'000                      | RM'000                     | RM'000                               |
| <b>Group and Bank</b>                        |                             |                            |                                      |                             |                            |                                      |
| At 1 January                                 | 17                          | -                          | 17                                   | 60                          | -                          | 60                                   |
| Transferred to Stage 2                       | -                           | -                          | -                                    | (30)                        | 30                         | -                                    |
| New financial assets originated or purchased | 90                          | -                          | 90                                   | 73                          | -                          | 73                                   |
| Financial assets derecognised                | (12)                        | -                          | (12)                                 | (30)                        | -                          | (30)                                 |
| Net remeasurement during the period/year     | 14                          | -                          | 14                                   | (56)                        | (30)                       | (86)                                 |
| Other movements                              | (3)                         | -                          | (3)                                  | -                           | -                          | -                                    |
| At 30 September/31 December                  | 106                         | -                          | 106                                  | 17                          | -                          | 17                                   |

**12 INVESTMENT ACCOUNT PLACEMENTS**

|   | 30 September 2024 | 31 December 2023 |
|---|-------------------|------------------|
| <b>Bank</b>                                   | RM'000            | RM'000           |
| Restricted Profit Sharing Investment Accounts | 6,025,956         | 5,124,316        |
| ECL allowance                                 | (12,645)          | (29,134)         |
|   | 6,013,311         | 5,095,182        |

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

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)**

**12 INVESTMENT ACCOUNT PLACEMENTS (continued)**

(a) Movements in ECL allowance

|  | <i>Non credit-impaired</i> |                 | <i>Credit-</i>  | <b>Total</b>  |
|--|----------------------------|-----------------|-----------------|---------------|
|  | <b>Stage 1</b>             | <b>Stage 2</b>  | <b>Stage 3</b>  |               |
|  | <b>12 months</b>           | <b>Lifetime</b> | <b>Lifetime</b> |               |
| <b>Bank</b>                                  | <b>ECL</b>                 | <b>ECL</b>      | <b>ECL</b>      | <b>RM'000</b> |
| <b>2024</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        |
| Transferred to Stage 1                       | 210                        | (210)           | -               | -             |
| Transferred to Stage 2                       | (92)                       | 92              | -               | -             |
| New financial assets originated or purchased | 3,321                      | -               | -               | 3,321         |
| Financial assets derecognised                | (232)                      | -               | -               | (232)         |
| Net remeasurement during the period          | (3,818)                    | (641)           | (14,796)        | (19,255)      |
| Other movements                              | (323)                      | -               | -               | (323)         |
| At 30 September                              | 12,317                     | 328             | -               | 12,645        |
| <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                               | 13,251                     | 1,087           | 14,796          | 29,134        |

**13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")**

|  | <b>Group</b>        |                    | <b>Bank</b>         |                    |
|--|---------------------|--------------------|---------------------|--------------------|
|  | <b>30 September</b> | <b>31 December</b> | <b>30 September</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 | 829,988             | 394,268            | 829,988             | 394,268            |
| Malaysian Government Securities        | 1,577,540           | 893,295            | 1,577,540           | 893,295            |
| Malaysian Government Treasury Bills    | 356,732             | 293,943            | 356,732             | 293,943            |
| Foreign Government Debt Securities     | 96                  | 1                  | 96                  | 1                  |
| Corporate Bonds and Sukuk              | 384,450             | 297,552            | 384,450             | 292,531            |
| Quoted shares outside Malaysia         | 464                 | -                  | 464                 | -                  |
|  | 3,149,270           | 1,879,059          | 3,149,270           | 1,874,038          |

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

|   | <b>Group</b>        |                    | <b>Bank</b>         |                    |
|---|---------------------|--------------------|---------------------|--------------------|
|   | <b>30 September</b> | <b>31 December</b> | <b>30 September</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              | 5,222,148           | 7,989,390          | 2,554,215           | 5,812,431          |
| Malaysian Government Securities                     | 10,279,591          | 6,436,483          | 10,279,591          | 6,436,483          |
| Malaysian Treasury Bills and Islamic Treasury Bills | 53,856              | 673,760            | 53,856              | 673,760            |
| Malaysian Government Debt Securities and Sukuk      | 23,314              | -                  | 23,314              | -                  |
| Foreign Government Debt Securities and Sukuk        | 276,293             | 281,136            | 276,293             | 281,136            |
| Negotiable Instruments of Deposit and Islamic       |                     |                    |                     |                    |
| Negotiable Instruments of Deposit                   | 3,036,329           | 3,628,272          | 2,240,235           | 3,429,091          |
| Corporate and Islamic Corporate Bonds, Sukuk and    |                     |                    |                     |                    |
| Sanadat Mudharabah Cagamas                          | 4,313,109           | 3,233,673          | 3,392,315           | 2,178,406          |
| Unquoted shares in Malaysia                         |                     |                    |                     |                    |
| - Cagamas Holdings Berhad                           | 85,595              | 85,595             | 85,595              | 85,595             |
| - Others  | 27,866              | 27,022             | 27,866              | 27,022             |
|   | 23,318,101          | 22,355,331         | 18,933,280          | 18,923,924         |

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)****14 FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI") (continued)**

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 RM145 million (31 December 2023: RM1,431 million).

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

|   | 30 September 2024                     |                                      |  | 31 December 2023                      |                                      |  |
|---|---------------------------------------|--------------------------------------|--|---------------------------------------|--------------------------------------|--|
|   | Stage 1<br>12 months<br>ECL<br>RM'000 | Stage 2<br>Lifetime<br>ECL<br>RM'000 | Total ECL<br>non credit-<br>impaired<br>RM'000 | Stage 1<br>12 months<br>ECL<br>RM'000 | Stage 2<br>Lifetime<br>ECL<br>RM'000 | Total ECL<br>non credit-<br>impaired<br>RM'000 |
| <b>Group</b>                                    |                                       |                                      |  |                                       |                                      |  |
| At 1 January                                    | 1,483                                 | 61                                   | 1,544  | 632                                   | 39                                   | 671  |
| Transferred to Stage 1                          | 36                                    | (36)                                 | -  | 1                                     | (1)                                  | -  |
| Transferred to Stage 2                          | (24)                                  | 24                                   | -  | (100)                                 | 100                                  | -  |
| New financial assets originated<br>or purchased | 2,757                                 | -                                    | 2,757  | 1,932                                 | 1                                    | 1,933  |
| Financial assets derecognised                   | (792)                                 | (5)                                  | (797)  | (676)                                 | (42)                                 | (718)  |
| Net remeasurement during<br>the period/year     | (1,030)                               | 310                                  | (720)  | (319)                                 | (37)                                 | (356)  |
| Other movements                                 | (154)                                 | (27)                                 | (181)  | 13                                    | 1                                    | 14   |
| At 30 September/31 December                     | 2,276                                 | 327                                  | 2,603  | 1,483                                 | 61                                   | 1,544  |
| <b>Bank</b>                                     |                                       |                                      |  |                                       |                                      |  |
| At 1 January                                    | 1,328                                 | 61                                   | 1,389  | 485                                   | 39                                   | 524  |
| Transferred to Stage 1                          | 36                                    | (36)                                 | -  | 1                                     | (1)                                  | -  |
| Transferred to Stage 2                          | (23)                                  | 23                                   | -  | (100)                                 | 100                                  | -  |
| New financial assets originated<br>or purchased | 2,500                                 | -                                    | 2,500  | 1,610                                 | 1                                    | 1,611  |
| Financial assets derecognised                   | (674)                                 | (5)                                  | (679)  | (485)                                 | (42)                                 | (527)  |
| Net remeasurement during<br>the period/year     | (937)                                 | 311                                  | (626)  | (196)                                 | (37)                                 | (233)  |
| Other movements                                 | (154)                                 | (27)                                 | (181)  | 13                                    | 1                                    | 14   |
| At 30 September/31 December                     | 2,076                                 | 327                                  | 2,403  | 1,328                                 | 61                                   | 1,389  |

**15 LOANS, ADVANCES AND FINANCING**

|  | Group                          |                               | Bank                           |                               |
|--|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|  | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| <b>At amortised cost</b>                     |                                |                               |                                |                               |
| Overdrafts                                   | 2,795,166                      | 2,732,509                     | 2,167,752                      | 2,176,526                     |
| Term loans/financing:                        |                                |                               |                                |                               |
| - Housing loans/financing                    | 17,168,848                     | 18,027,917                    | 15,556,643                     | 16,457,789                    |
| - Syndicated term loans/financing            | 9,432,270                      | 8,465,591                     | 7,021,583                      | 6,255,965                     |
| - Hire purchase receivables                  | 237,619                        | 286,187                       | 57,292                         | 64,990                        |
| - Other term loans/financing                 | 20,407,704                     | 21,250,227                    | 14,272,963                     | 15,132,805                    |
| Credit cards                                 | 492,400                        | 527,068                       | 492,400                        | 527,068                       |
| Bills receivable                             | 189,765                        | 159,989                       | 148,832                        | 80,379                        |
| Trust receipts                               | 17,932                         | 14,693                        | 17,716                         | 14,693                        |
| Claims on customers under acceptance credits | 2,761,844                      | 2,973,662                     | 2,518,568                      | 2,737,288                     |
| Revolving credit                             | 10,325,243                     | 11,276,397                    | 6,746,237                      | 7,229,672                     |
| Staff loans/financing                        | 39,889                         | 40,375                        | 39,889                         | 40,375                        |
| Other loans/financing                        | 2,524,211                      | 2,321,091                     | 2,398,784                      | 2,224,219                     |
| Gross loans, advances and financing          | 66,392,891                     | 68,075,706                    | 51,438,659                     | 52,941,769                    |
| ECL allowance                                | (1,186,619)                    | (1,264,348)                   | (910,455)                      | (897,152)                     |
| Net loans, advances and financing            | 65,206,272                     | 66,811,358                    | 50,528,204                     | 52,044,617                    |



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

|   | Group             |                   | Bank              |                   |
|---|-------------------|-------------------|-------------------|-------------------|
|   | 30 September 2024 | 31 December 2023  | 30 September 2024 | 31 December 2023  |
|   | RM'000            | RM'000            | RM'000            | RM'000            |
| (a) By type of customer   |                   |                   |                   |                   |
| Domestic banking institutions   | 725,790           | 809,238           | -                 | -                 |
| Domestic non-bank financial institutions                                      | 3,678,888         | 3,687,975         | 2,015,606         | 1,764,997         |
| Domestic business enterprises   |                   |                   |                   |                   |
| - Small and medium enterprises  | 12,548,819        | 12,374,218        | 9,941,158         | 10,047,031        |
| - Others  | 28,561,004        | 29,191,212        | 20,451,360        | 21,005,991        |
| Individuals   | 19,045,107        | 20,079,531        | 17,343,865        | 18,396,001        |
| Foreign entities  | 1,833,283         | 1,933,532         | 1,686,670         | 1,727,749         |
|   | <u>66,392,891</u> | <u>68,075,706</u> | <u>51,438,659</u> | <u>52,941,769</u> |
| (b) By interest/profit rate sensitivity                                       |                   |                   |                   |                   |
| Fixed rate  |                   |                   |                   |                   |
| - Housing loans/financing   | 142,890           | 122,545           | 64,765            | 31,210            |
| - Hire purchase receivables   | 161,611           | 193,092           | 50,206            | 49,820            |
| - Other fixed rate loans/financing  | 7,523,704         | 7,294,341         | 6,542,233         | 6,622,054         |
| Variable rate   |                   |                   |                   |                   |
| - Base rate/base lending rate/base financing rate plus/standardised base rate | 28,655,164        | 29,652,872        | 24,722,805        | 26,020,626        |
| - Cost plus   | 29,321,319        | 30,098,368        | 19,506,610        | 19,583,672        |
| - Other variable rates  | 588,203           | 714,488           | 552,040           | 634,387           |
|   | <u>66,392,891</u> | <u>68,075,706</u> | <u>51,438,659</u> | <u>52,941,769</u> |
| (c) By sector   |                   |                   |                   |                   |
| Agriculture, hunting, forestry and fishing                                    | 1,995,786         | 2,292,288         | 1,441,731         | 1,467,138         |
| Mining and quarrying  | 49,962            | 78,524            | 39,877            | 65,847            |
| Manufacturing   | 7,560,244         | 7,464,231         | 6,590,303         | 6,437,380         |
| Electricity, gas and water  | 741,297           | 641,161           | 520,061           | 421,166           |
| Construction  | 1,900,401         | 1,848,178         | 1,314,064         | 1,309,173         |
| Real estate   | 6,229,516         | 7,608,552         | 5,465,000         | 6,356,862         |
| Wholesale & retail trade and restaurants & hotels                             | 7,418,456         | 7,357,040         | 6,036,004         | 6,231,839         |
| Transport, storage and communication  | 2,953,021         | 1,539,988         | 1,837,414         | 829,915           |
| Finance, insurance and business services                                      | 14,923,240        | 15,630,741        | 8,096,235         | 8,706,790         |
| Community, social and personal services                                       | 2,223,413         | 2,111,007         | 1,508,579         | 1,389,797         |
| Household   |                   |                   |                   |                   |
| - Purchase of residential properties  | 17,798,791        | 18,731,989        | 16,179,052        | 17,154,162        |
| - Purchase of non-residential properties                                      | 571,720           | 621,174           | 527,284           | 575,792           |
| - Others  | 2,027,044         | 2,150,833         | 1,883,055         | 1,995,908         |
|   | <u>66,392,891</u> | <u>68,075,706</u> | <u>51,438,659</u> | <u>52,941,769</u> |
| (d) By geography determined based on where the credit risk resides            |                   |                   |                   |                   |
| Malaysia  | 64,689,114        | 66,310,484        | 49,880,535        | 51,366,554        |
| Singapore   | 1,003,359         | 1,079,284         | 940,632           | 1,021,707         |
| Other ASEAN countries   | 306,031           | 233,523           | 301,863           | 229,011           |
| Rest of the world   | 394,387           | 452,415           | 315,629           | 324,497           |
|   | <u>66,392,891</u> | <u>68,075,706</u> | <u>51,438,659</u> | <u>52,941,769</u> |

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

|                                      | Group             |                   | Bank              |                   |
|--------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                      | 30 September 2024 | 31 December 2023  | 30 September 2024 | 31 December 2023  |
|                                      | RM'000            | RM'000            | RM'000            | RM'000            |
| (e) By residual contractual maturity |                   |                   |                   |                   |
| Up to one year                       | 18,317,526        | 21,276,108        | 15,486,471        | 16,173,548        |
| Over one year to three years         | 9,690,634         | 7,424,922         | 5,388,007         | 4,448,717         |
| Over three years to five years       | 7,987,157         | 8,377,943         | 4,889,617         | 5,778,491         |
| Over five years                      | 30,397,574        | 30,996,733        | 25,674,564        | 26,541,013        |
|                                      | <u>66,392,891</u> | <u>68,075,706</u> | <u>51,438,659</u> | <u>52,941,769</u> |

**16 IMPAIRED LOANS, ADVANCES AND FINANCING**

(i) Movements in impaired loans, advances and financing

|  | Group             |                  | Bank              |                  |
|--|-------------------|------------------|-------------------|------------------|
|  | 30 September 2024 | 31 December 2023 | 30 September 2024 | 31 December 2023 |
|  | RM'000            | RM'000           | RM'000            | RM'000           |
| At 1 January                               | 2,253,431         | 2,960,361        | 1,702,842         | 2,227,933        |
| Impaired during the period/year            | 710,331           | 894,067          | 644,419           | 776,069          |
| Reclassified as unimpaired                 | (632,277)         | (557,926)        | (568,413)         | (473,112)        |
| Amount recovered                           | (420,633)         | (832,677)        | (333,637)         | (721,639)        |
| Amount written off                         | (187,781)         | (210,394)        | (110,214)         | (106,409)        |
| At 30 September/31 December                | <u>1,723,071</u>  | <u>2,253,431</u> | <u>1,334,997</u>  | <u>1,702,842</u> |
| Stage 3 ECL allowance                      | (572,762)         | (755,192)        | (416,262)         | (497,729)        |
| Net impaired loans, advances and financing | <u>1,150,309</u>  | <u>1,498,239</u> | <u>918,735</u>    | <u>1,205,113</u> |

a) By sector

|   |                  |                  |                  |                  |
|---|------------------|------------------|------------------|------------------|
| Agriculture, hunting, forestry and fishing        | 1,201            | 1,473            | 738              | 1,289            |
| Mining and quarrying                              | 8,426            | 10,277           | 8,426            | 10,277           |
| Manufacturing                                     | 239,692          | 361,607          | 203,003          | 263,753          |
| Electricity, gas and water                        | 41,552           | 41,521           | 41,432           | 41,400           |
| Construction                                      | 147,983          | 167,902          | 88,905           | 76,531           |
| Real estate                                       | 71,634           | 95,988           | 70,013           | 94,364           |
| Wholesale & retail trade and restaurants & hotels | 438,282          | 499,603          | 264,883          | 315,421          |
| Transport, storage and communication              | 10,488           | 24,738           | 5,435            | 5,501            |
| Finance, insurance and business services          | 60,438           | 75,883           | 58,720           | 68,641           |
| Community, social and personal services           | 6,093            | 8,049            | 5,987            | 7,559            |
| Household   |                  |                  |                  |                  |
| - Purchase of residential properties              | 623,859          | 858,936          | 530,429          | 731,214          |
| - Purchase of non-residential properties          | 11,845           | 22,823           | 8,311            | 19,274           |
| - Others  | 61,578           | 84,631           | 48,715           | 67,618           |
|   | <u>1,723,071</u> | <u>2,253,431</u> | <u>1,334,997</u> | <u>1,702,842</u> |

b) By geography based on where the credit risk resides

|                       |                  |                  |                  |                  |
|-----------------------|------------------|------------------|------------------|------------------|
| Malaysia              | 1,675,409        | 2,175,779        | 1,297,890        | 1,636,974        |
| Singapore             | 28,153           | 48,911           | 25,828           | 46,500           |
| Other ASEAN countries | 2,468            | 2,826            | 1,434            | 1,422            |
| Rest of the world     | 17,041           | 25,915           | 9,845            | 17,946           |
|                       | <u>1,723,071</u> | <u>2,253,431</u> | <u>1,334,997</u> | <u>1,702,842</u> |

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

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

| <u>Group</u>                                 | <i>Non credit-impaired</i> |                 | <i>Credit-</i>  | <b>30 September</b> | <i>Non credit-impaired</i> |                 | <i>Credit-</i>  | <b>31 December</b> |
|--|----------------------------|-----------------|-----------------|---------------------|----------------------------|-----------------|-----------------|--------------------|
|  | <b>Stage 1</b>             | <b>Stage 2</b>  | <i>impaired</i> | <b>2024</b>         | <b>Stage 1</b>             | <b>Stage 2</b>  | <i>impaired</i> | <b>2023</b>        |
|  | <b>12 months</b>           | <b>Lifetime</b> | <b>Stage 3</b>  | <b>Total</b>        | <b>12 months</b>           | <b>Lifetime</b> | <b>Stage 3</b>  | <b>Total</b>       |
|  | <b>ECL</b>                 | <b>ECL</b>      | <b>Lifetime</b> |                     | <b>ECL</b>                 | <b>ECL</b>      | <b>Lifetime</b> |                    |
|  | <b>RM'000</b>              | <b>RM'000</b>   | <b>RM'000</b>   | <b>RM'000</b>       | <b>RM'000</b>              | <b>RM'000</b>   | <b>RM'000</b>   | <b>RM'000</b>      |
| At 1 January                                 | 188,322                    | 320,834         | 755,192         | 1,264,348           | 112,411                    | 339,817         | 816,365         | 1,268,593          |
| Transferred to Stage 1                       | 136,068                    | (116,086)       | (19,982)        | -                   | 236,957                    | (206,389)       | (30,568)        | -                  |
| Transferred to Stage 2                       | (32,970)                   | 84,008          | (51,038)        | -                   | (38,732)                   | 122,034         | (83,302)        | -                  |
| Transferred to Stage 3                       | (1,952)                    | (73,438)        | 75,390          | -                   | (366)                      | (185,242)       | 185,608         | -                  |
| New financial assets originated or purchased | 168,423                    | 107,074         | -               | 275,497             | 138,769                    | 135,413         | -               | 274,182            |
| Financial assets derecognised                | (127,967)                  | (117,334)       | (20,278)        | (265,579)           | (85,195)                   | (144,785)       | (64,645)        | (294,625)          |
| Net remeasurement during the period/year     | (111,967)                  | 199,368         | 37,048          | 124,449             | (176,152)                  | 259,018         | 173,584         | 256,450            |
| Written off                                  | -                          | -               | (187,781)       | (187,781)           | -                          | -               | (210,394)       | (210,394)          |
| Other movements                              | (3,248)                    | (5,278)         | (15,789)        | (24,315)            | 630                        | 968             | (31,456)        | (29,858)           |
| At 30 September/31 December                  | <b>214,709</b>             | <b>399,148</b>  | <b>572,762</b>  | <b>1,186,619</b>    | <b>188,322</b>             | <b>320,834</b>  | <b>755,192</b>  | <b>1,264,348</b>   |
| <b>Bank</b>                                  |                            |                 |                 |                     |                            |                 |                 |                    |
| At 1 January                                 | 145,190                    | 254,233         | 497,729         | 897,152             | 91,539                     | 238,012         | 499,066         | 828,617            |
| Transferred to Stage 1                       | 111,412                    | (94,056)        | (17,356)        | -                   | 167,173                    | (145,284)       | (21,889)        | -                  |
| Transferred to Stage 2                       | (26,812)                   | 69,785          | (42,973)        | -                   | (33,447)                   | 99,821          | (66,374)        | -                  |
| Transferred to Stage 3                       | (1,873)                    | (56,243)        | 58,116          | -                   | (310)                      | (139,907)       | 140,217         | -                  |
| New financial assets originated or purchased | 149,277                    | 92,874          | -               | 242,151             | 115,444                    | 107,918         | -               | 223,362            |
| Financial asset derecognised                 | (114,831)                  | (99,662)        | (18,513)        | (233,006)           | (76,697)                   | (124,898)       | (63,546)        | (265,141)          |
| Net remeasurement during the period/year     | (90,004)                   | 162,624         | 63,235          | 135,855             | (119,060)                  | 218,296         | 143,985         | 243,221            |
| Written off                                  | -                          | -               | (110,214)       | (110,214)           | -                          | -               | (106,409)       | (106,409)          |
| Other movements                              | (2,737)                    | (4,984)         | (13,762)        | (21,483)            | 548                        | 275             | (27,321)        | (26,498)           |
| At 30 September/31 December                  | <b>169,622</b>             | <b>324,571</b>  | <b>416,262</b>  | <b>910,455</b>      | <b>145,190</b>             | <b>254,233</b>  | <b>497,729</b>  | <b>897,152</b>     |

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## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)

## 17 DERIVATIVE FINANCIAL ASSETS AND LIABILITIES

| Group                        | 30 September 2024  |                  |                       | 31 December 2023   |                  |                       |
|------------------------------|--|------------------|-----------------------|--|------------------|-----------------------|
|                              | Contract or<br>underlying<br>principal<br>amount<br>RM'000 | Fair value       |                       | Contract or<br>underlying<br>principal<br>amount<br>RM'000 | Fair value       |                       |
|                              |  | Assets<br>RM'000 | Liabilities<br>RM'000 |  | Assets<br>RM'000 | Liabilities<br>RM'000 |
| <b>Trading</b>               |  |                  |                       |  |                  |                       |
| Foreign exchange derivatives |  |                  |                       |  |                  |                       |
| - Forwards                   | 7,517,627  | 113,863          | 515,486               | 6,787,110  | 38,555           | 62,493                |
| - Swaps                      | 30,519,921   | 1,142,602        | 1,040,830             | 27,298,182   | 583,620          | 406,768               |
| - Options                    | 640,074  | 20,503           | 3,264                 | 903,885  | 6,911            | 737                   |
| - Others                     | 18   | -                | 2                     | -  | -                | -                     |
| Interest rate derivatives    |  |                  |                       |  |                  |                       |
| - Forwards                   | -  | -                | -                     | 294,248  | 186              | 1,671                 |
| - Swaps                      | 44,191,908   | 245,129          | 255,014               | 47,656,928   | 301,022          | 321,560               |
| - Futures                    | 144,323  | 52               | 122                   | 114,914  | 43               | 11                    |
| - Others                     | 16,906   | 11               | 43                    | -  | -                | -                     |
| Equity and other derivatives |  |                  |                       |  |                  |                       |
| - Swaps                      | 1,013,886  | 23,531           | 23,531                | 1,312,674  | 87,436           | 87,436                |
| - Exchange traded futures    | 5,804  | 14               | -                     | -  | -                | -                     |
| - Options                    | 1,206,057  | 13,187           | 13,079                | 1,105,850  | 8,311            | 8,311                 |
| - Credit linked notes        | 1,252,904  | 20,644           | 20,644                | 1,316,208  | 2,246            | 2,246                 |
| - Credit default swaps       | -  | -                | -                     | 386,810  | 245              | 245                   |
|                              | 86,509,428   | 1,579,536        | 1,872,015             | 87,176,809   | 1,028,575        | 891,478               |
| <b>Hedging</b>               |  |                  |                       |  |                  |                       |
| Interest rate derivatives    |  |                  |                       |  |                  |                       |
| - Swaps                      | 3,230,100  | 6,027            | 4,948                 | 410,000  | 2,045            | 2,890                 |
|                              | 89,739,528   | 1,585,563        | 1,876,963             | 87,586,809   | 1,030,620        | 894,368               |
| <b>Bank</b>                  |  |                  |                       |  |                  |                       |
| <b>Trading</b>               |  |                  |                       |  |                  |                       |
| Foreign exchange derivatives |  |                  |                       |  |                  |                       |
| - Forwards                   | 7,533,192  | 112,913          | 515,713               | 6,837,235  | 38,446           | 62,545                |
| - Swaps                      | 30,891,147   | 1,142,868        | 1,042,396             | 27,551,366   | 584,120          | 407,485               |
| - Options                    | 640,074  | 20,503           | 3,264                 | 903,885  | 6,911            | 737                   |
| - Others                     | 18   | -                | 2                     | -  | -                | -                     |
| Interest rate derivatives    |  |                  |                       |  |                  |                       |
| - Forwards                   | -  | -                | -                     | 294,248  | 186              | 1,671                 |
| - Swaps                      | 44,191,908   | 245,129          | 255,014               | 47,656,928   | 301,022          | 321,560               |
| - Futures                    | 144,323  | 52               | 122                   | 114,914  | 43               | 11                    |
| - Others                     | 16,906   | 11               | 43                    | -  | -                | -                     |
| Equity and other derivatives |  |                  |                       |  |                  |                       |
| - Swaps                      | 1,013,886  | 23,531           | 23,531                | 1,312,674  | 87,436           | 87,436                |
| - Exchange traded futures    | 5,804  | 14               | -                     | -  | -                | -                     |
| - Options                    | 1,206,057  | 13,187           | 13,079                | 1,105,850  | 8,311            | 8,311                 |
| - Credit linked notes        | 1,252,904  | 20,644           | 20,644                | 1,316,208  | 2,246            | 2,246                 |
| - Credit default swaps       | -  | -                | -                     | 386,810  | 245              | 245                   |
|                              | 86,896,219   | 1,578,852        | 1,873,808             | 87,480,118   | 1,028,966        | 892,247               |
| <b>Hedging</b>               |  |                  |                       |  |                  |                       |
| Interest rate derivatives    |  |                  |                       |  |                  |                       |
| - Swaps                      | 3,230,100  | 6,027            | 4,948                 | 410,000  | 2,045            | 2,890                 |
|                              | 90,126,319   | 1,584,879        | 1,878,756             | 87,890,118   | 1,031,011        | 895,137               |

## 18 OTHER ASSETS

|   | Note | Group                          |                               | Bank                           |                               |
|---|------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|   |      | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| Amount due from subsidiaries                | (a)  | -                              | -                             | 107,087                        | 176,477                       |
| Interest/Profit receivable                  |      | 247,351                        | 179,276                       | 223,937                        | 161,776                       |
| Other receivables, deposits and prepayments |      | 244,849                        | 293,133                       | 240,291                        | 288,916                       |
| Amount due from holding company             |      | 3,449                          | 3,343                         | 2,781                          | 3,174                         |
|   |      | 495,649                        | 475,752                       | 574,096                        | 630,343                       |

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

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**19 DEPOSITS FROM CUSTOMERS**

|  | Group                          |                               | Bank                           |                               |
|--|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|  | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| a) By type of deposit  |                                |                               |                                |                               |
| Demand deposits  | 24,769,477                     | 24,646,027                    | 19,223,814                     | 18,902,599                    |
| Saving deposits  | 11,453,890                     | 11,694,921                    | 10,693,132                     | 10,938,000                    |
| Fixed/General investment deposits  | 33,073,958                     | 34,570,501                    | 28,537,457                     | 30,300,246                    |
| Negotiable instruments of deposit  | 1,443,234                      | 1,378,970                     | 1,443,234                      | 1,378,970                     |
| Short-term money market deposits   | 1,880,480                      | 3,210,677                     | 1,698,672                      | 2,558,772                     |
|  | <u>72,621,039</u>              | <u>75,501,096</u>             | <u>61,596,309</u>              | <u>64,078,587</u>             |
| b) By type of customer   |                                |                               |                                |                               |
| Government and statutory bodies  | 149,206                        | 193,860                       | 60,383                         | 95,239                        |
| Non-bank financial institutions  | 2,539,602                      | 3,064,093                     | 1,584,392                      | 1,687,387                     |
| Business enterprises   | 28,655,942                     | 29,887,058                    | 22,785,614                     | 23,815,035                    |
| Individuals  | 34,881,440                     | 36,136,805                    | 31,155,667                     | 32,668,914                    |
| Foreign entities   | 5,507,387                      | 5,535,832                     | 5,186,567                      | 5,192,744                     |
| Others   | 887,462                        | 683,448                       | 823,686                        | 619,268                       |
|  | <u>72,621,039</u>              | <u>75,501,096</u>             | <u>61,596,309</u>              | <u>64,078,587</u>             |
| c) By residual maturity for fixed/term/general investment deposits, negotiable instruments of deposit and short-term money market deposits |                                |                               |                                |                               |
| Up to six months   | 25,893,130                     | 29,992,937                    | 22,888,683                     | 26,138,134                    |
| Over six months to one year  | 10,433,524                     | 8,989,764                     | 8,726,900                      | 7,937,018                     |
| Over one year to three years   | 67,415                         | 173,606                       | 62,577                         | 162,095                       |
| Over three years to five years   | 3,603                          | 3,841                         | 1,203                          | 741                           |
|  | <u>36,397,672</u>              | <u>39,160,148</u>             | <u>31,679,363</u>              | <u>34,237,988</u>             |

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

|   | Group                          |                               | Bank                           |                               |
|---|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|   | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| Licensed banks and other financial institutions | 7,430,719                      | 4,713,152                     | 7,384,629                      | 4,686,535                     |

**21 OTHER LIABILITIES**

|   | Note | Group                          |                               | Bank                           |                               |
|---|------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|   |      | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| Amount due to subsidiaries                                  | (a)  | -                              | -                             | 1,641                          | 8,599                         |
| Equity compensation benefits                                |      | 23,611                         | 27,835                        | 23,093                         | 27,130                        |
| Interest/Profit payable                                     |      | 367,518                        | 427,905                       | 332,292                        | 385,966                       |
| Structured investments                                      |      | 2,761,463                      | 3,271,959                     | 2,761,463                      | 3,271,959                     |
| Lease liabilities   |      | 28,307                         | 22,580                        | 24,931                         | 18,898                        |
| Other payables and accruals                                 |      | 667,605                        | 652,138                       | 586,874                        | 590,566                       |
| ECL allowance for loan commitments and financial guarantees | (b)  | 251,962                        | 260,254                       | 200,833                        | 214,243                       |
|   |      | <u>4,100,466</u>               | <u>4,662,671</u>              | <u>3,931,127</u>               | <u>4,517,361</u>              |

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

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**21 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</b>   |
|--|----------------------------|---------------------|------------------------|----------------|
|  | <b>Stage 1</b>             | <b>Stage 2</b>      | <b>Stage 3</b>         |                |
|  | <b>12 months ECL</b>       | <b>Lifetime ECL</b> | <b>Lifetime ECL</b>    | <b>RM'000</b>  |
|  | <b>RM'000</b>              | <b>RM'000</b>       | <b>RM'000</b>          |                |
| <b>2024</b>                                  |                            |                     |                        |                |
| At 1 January                                 | 108,478                    | 107,671             | 44,105                 | 260,254        |
| Transferred to Stage 1                       | 60,309                     | (60,309)            | -                      | -              |
| Transferred to Stage 2                       | (11,569)                   | 11,569              | -                      | -              |
| Transferred to Stage 3                       | (26)                       | (1,494)             | 1,520                  | -              |
| New financial assets originated or purchased | 53,796                     | 13,698              | 9,558                  | 77,052         |
| Financial assets derecognised                | (29,169)                   | (23,728)            | -                      | (52,897)       |
| Net remeasurement during the period          | (59,979)                   | 51,832              | (19,204)               | (27,351)       |
| Other movements                              | (4,493)                    | (610)               | 7                      | (5,096)        |
| At 30 September                              | <u>117,347</u>             | <u>98,629</u>       | <u>35,986</u>          | <u>251,962</u> |
| <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                               | <u>108,478</u>             | <u>107,671</u>      | <u>44,105</u>          | <u>260,254</u> |
| <b>Bank</b>                                  |                            |                     |                        |                |
| <b>2024</b>                                  |                            |                     |                        |                |
| At 1 January                                 | 95,450                     | 89,842              | 28,951                 | 214,243        |
| Transferred to Stage 1                       | 54,802                     | (54,802)            | -                      | -              |
| Transferred to Stage 2                       | (9,336)                    | 9,336               | -                      | -              |
| Transferred to Stage 3                       | (26)                       | (1,109)             | 1,135                  | -              |
| New financial assets originated or purchased | 45,208                     | 12,026              | 9,558                  | 66,792         |
| Financial assets derecognised                | (24,695)                   | (19,526)            | -                      | (44,221)       |
| Net remeasurement during the period          | (54,657)                   | 43,235              | (19,817)               | (31,239)       |
| Other movements                              | (4,165)                    | (592)               | 15                     | (4,742)        |
| At 30 September                              | <u>102,581</u>             | <u>78,410</u>       | <u>19,842</u>          | <u>200,833</u> |
| <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                               | <u>95,450</u>              | <u>89,842</u>       | <u>28,951</u>          | <u>214,243</u> |

**22 SUBORDINATED BONDS**

|  | <b>Group and Bank</b> |                    |
|--|-----------------------|--------------------|
|  | <b>30 September</b>   | <b>31 December</b> |
|  | <b>2024</b>           | <b>2023</b>        |
|  | <b>RM'000</b>         | <b>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>   |

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**23 NET INTEREST INCOME**

|  | Quarter ended                  |                                | Year to date ended             |                                |
|--|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
|  | 30 September<br>2024<br>RM'000 | 30 September<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 30 September<br>2023<br>RM'000 |
| <b>Group</b>   |                                |                                |                                |                                |
| <b>Interest income</b>   |                                |                                |                                |                                |
| Loans, advances and financing  |                                |                                |                                |                                |
| - Interest income other than recoveries  | 662,070                        | 647,620                        | 1,992,659                      | 1,867,620                      |
| - Recoveries from impaired loans, advances and financing                         | 27,559                         | 22,643                         | 70,097                         | 90,188                         |
| - Discount unwind from impaired loans, advances and financing                    | 3,633                          | 6,314                          | 12,961                         | 21,280                         |
| Money at call and deposit placements with banks and other financial institutions | 21,306                         | 24,277                         | 56,472                         | 82,374                         |
| Financial investments at FVOCI   | 190,920                        | 154,662                        | 537,863                        | 475,718                        |
| Others   | 15,853                         | 11,243                         | 25,043                         | 21,974                         |
|  | <u>921,341</u>                 | <u>866,759</u>                 | <u>2,695,095</u>               | <u>2,559,154</u>               |
| Financial assets at FVTPL  | 29,423                         | 16,103                         | 78,219                         | 49,956                         |
|  | <u>950,764</u>                 | <u>882,862</u>                 | <u>2,773,314</u>               | <u>2,609,110</u>               |
| <b>Interest expense</b>  |                                |                                |                                |                                |
| Deposits from customers  | (358,023)                      | (331,774)                      | (1,110,097)                    | (956,272)                      |
| Deposits and placements of banks and other financial institutions                | (93,884)                       | (64,857)                       | (205,781)                      | (217,760)                      |
| Subordinated bonds   | (10,208)                       | (10,208)                       | (30,403)                       | (30,292)                       |
| Lease liabilities  | (271)                          | (178)                          | (644)                          | (429)                          |
| Others   | (13,404)                       | (25,430)                       | (35,028)                       | (53,840)                       |
|  | <u>(475,790)</u>               | <u>(432,447)</u>               | <u>(1,381,953)</u>             | <u>(1,258,593)</u>             |
| <b>Net interest income</b>   | <b>474,974</b>                 | <b>450,415</b>                 | <b>1,391,361</b>               | <b>1,350,517</b>               |
| <b>Bank</b>  |                                |                                |                                |                                |
| <b>Interest income</b>   |                                |                                |                                |                                |
| Loans, advances and financing  |                                |                                |                                |                                |
| - Interest income other than recoveries  | 662,070                        | 647,620                        | 1,992,659                      | 1,867,620                      |
| - Recoveries from impaired loans, advances and financing                         | 27,559                         | 22,643                         | 70,097                         | 90,188                         |
| - Discount unwind from impaired loans, advances and financing                    | 3,633                          | 6,314                          | 12,961                         | 21,280                         |
| Money at call and deposit placements with banks and other financial institutions | 76,152                         | 57,481                         | 217,726                        | 178,605                        |
| Financial investments at FVOCI   | 190,920                        | 154,662                        | 537,863                        | 475,718                        |
| Others   | 15,853                         | 11,243                         | 25,043                         | 21,974                         |
|  | <u>976,187</u>                 | <u>899,963</u>                 | <u>2,856,349</u>               | <u>2,655,385</u>               |
| Financial assets at FVTPL  | 29,423                         | 16,103                         | 78,219                         | 49,956                         |
|  | <u>1,005,610</u>               | <u>916,066</u>                 | <u>2,934,568</u>               | <u>2,705,341</u>               |
| <b>Interest expense</b>  |                                |                                |                                |                                |
| Deposits from customers  | (358,100)                      | (331,707)                      | (1,110,311)                    | (956,096)                      |
| Deposits and placements of banks and other financial institutions                | (111,789)                      | (75,751)                       | (258,289)                      | (247,790)                      |
| Subordinated bonds   | (10,208)                       | (10,208)                       | (30,403)                       | (30,292)                       |
| Lease liabilities  | (271)                          | (178)                          | (644)                          | (430)                          |
| Others   | (46,657)                       | (45,660)                       | (132,544)                      | (109,608)                      |
|  | <u>(527,025)</u>               | <u>(463,504)</u>               | <u>(1,532,191)</u>             | <u>(1,344,216)</u>             |
| <b>Net interest income</b>   | <b>478,585</b>                 | <b>452,562</b>                 | <b>1,402,377</b>               | <b>1,361,125</b>               |

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**24 INCOME FROM ISLAMIC BANKING OPERATIONS**

| <u>Group</u>  | Quarter ended  |                | Year to date ended |                |
|---|----------------|----------------|--------------------|----------------|
|   | 30 September   | 30 September   | 30 September       | 30 September   |
|   | 2024           | 2023           | 2024               | 2023           |
|   | RM'000         | RM'000         | RM'000             | RM'000         |
| Income derived from investment of depositors' funds and others      | 136,642        | 143,501        | 407,607            | 412,528        |
| Income derived from investment of specific investment account funds | 73,514         | 44,463         | 214,752            | 122,570        |
| Income derived from investment of shareholder's funds               | 43,552         | 40,030         | 130,724            | 120,976        |
| Income attributable to depositors                                   | (60,505)       | (64,295)       | (182,945)          | (170,598)      |
| Income attributable to investment account holder                    | (51,461)       | (31,130)       | (150,327)          | (85,804)       |
|   | <u>141,742</u> | <u>132,569</u> | <u>419,811</u>     | <u>399,672</u> |

**25 NET FEE AND COMMISSION INCOME**

| <u>Group</u>             | Quarter ended |               | Year to date ended |                |
|--------------------------|---------------|---------------|--------------------|----------------|
|                          | 30 September  | 30 September  | 30 September       | 30 September   |
|                          | 2024          | 2023          | 2024               | 2023           |
|                          | RM'000        | RM'000        | RM'000             | RM'000         |
| Commission               | 53,045        | 41,680        | 160,229            | 135,923        |
| Service charges and fees | 40,562        | 34,625        | 105,638            | 104,046        |
| Guarantee fees           | -             | -             | -                  | 6              |
| Other fee income         | 1,531         | 2,090         | 5,217              | 5,793          |
|                          | <u>95,138</u> | <u>78,395</u> | <u>271,084</u>     | <u>245,768</u> |
| <br>                     |               |               |                    |                |
| <u>Bank</u>              |               |               |                    |                |
| Commission               | 49,953        | 41,590        | 154,791            | 133,121        |
| Service charges and fees | 40,562        | 34,625        | 105,638            | 104,046        |
| Guarantee fees           | -             | -             | -                  | 6              |
| Other fee income         | 1,531         | 2,090         | 5,217              | 5,793          |
|                          | <u>92,046</u> | <u>78,305</u> | <u>265,646</u>     | <u>242,966</u> |

**26 NET TRADING INCOME**

| <u>Group and Bank</u>                               | Quarter ended  |               | Year to date ended |                |
|---|----------------|---------------|--------------------|----------------|
|   | 30 September   | 30 September  | 30 September       | 30 September   |
|   | 2024           | 2023          | 2024               | 2023           |
|   | RM'000         | RM'000        | RM'000             | RM'000         |
| Foreign exchange gain/(loss)                        | 686,216        | (17,437)      | 630,222            | (488,079)      |
| Realised gain on financial assets at FVTPL          | 27,627         | 2,478         | 48,284             | 27,068         |
| Realised (loss)/gain on trading derivatives         | (69,521)       | 136,782       | 106,746            | 303,767        |
| Unrealised gain/(loss) on financial assets at FVTPL | 6,869          | (2,708)       | 1,861              | (8,137)        |
| Unrealised (loss)/gain on trading derivatives       | (492,025)      | (24,498)      | (435,952)          | 488,045        |
|   | <u>159,166</u> | <u>94,617</u> | <u>351,161</u>     | <u>322,664</u> |



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**27 OTHER OPERATING INCOME**

| <u>Group</u>   | Quarter ended |              | Year to date ended |               |
|--|---------------|--------------|--------------------|---------------|
|  | 30 September  | 30 September | 30 September       | 30 September  |
|  | 2024          | 2023         | 2024               | 2023          |
|  | RM'000        | RM'000       | RM'000             | RM'000        |
| Gain/(loss) on disposal from:  |               |              |                    |               |
| - Financial investments at FVOCI   | 3,563         | (5,970)      | 6,192              | 16,646        |
| - Property and equipment   | -             | (5)          | (13)               | (8)           |
| Gross dividends from financial investments at FVOCI in Malaysia            | 149           | 149          | 599                | 599           |
| Rental of premises   | 1,114         | 986          | 3,211              | 2,949         |
| Rental of safe deposit boxes   | 1,759         | 1,597        | 5,893              | 4,827         |
| Shared services income received from holding company and related companies | 5,588         | 5,853        | 16,491             | 17,635        |
| Unrealised (loss)/gain on hedging derivatives                              | (2,244)       | 5,243        | (2,251)            | (565)         |
| Others   | (14)          | 112          | (596)              | (5,491)       |
|  | <u>9,915</u>  | <u>7,965</u> | <u>29,526</u>      | <u>36,592</u> |

**Bank**

|  |               |               |                |                |
|--|---------------|---------------|----------------|----------------|
| Gain/(loss) on disposal from:  |               |               |                |                |
| - Financial investments at FVOCI   | 3,563         | (5,970)       | 6,192          | 16,646         |
| - Property and equipment   | -             | (5)           | (13)           | (8)            |
| Gross dividends from financial investments at FVOCI in Malaysia            | 149           | 149           | 599            | 599            |
| Rental of premises   | 1,130         | 999           | 3,258          | 2,989          |
| Rental of safe deposit boxes   | 1,759         | 1,597         | 5,893          | 4,827          |
| Shared services income received from subsidiaries                          | 39,176        | 34,870        | 109,686        | 98,170         |
| Shared services income received from holding company and related companies | 5,588         | 5,853         | 16,491         | 17,635         |
| Unrealised (loss)/gain on hedging derivatives                              | (2,244)       | 5,243         | (2,251)        | (565)          |
| Others   | (13)          | (30)          | (596)          | (5,851)        |
|  | <u>49,108</u> | <u>42,706</u> | <u>139,259</u> | <u>134,442</u> |

**28 OPERATING EXPENSES**

| <u>Group</u>                           | Quarter ended  |                | Year to date ended |                |
|--|----------------|----------------|--------------------|----------------|
|  | 30 September   | 30 September   | 30 September       | 30 September   |
|  | 2024           | 2023           | 2024               | 2023           |
|  | RM'000         | RM'000         | RM'000             | RM'000         |
| <b>Personnel expenses</b>              |                |                |                    |                |
| Wages, salaries and bonus              | 160,632        | 154,674        | 449,310            | 444,371        |
| Employees Provident Fund contributions | 23,436         | 24,095         | 66,929             | 67,848         |
| Share-based expenses                   | 3,067          | 4,683          | 9,074              | 11,552         |
| Others                                 | 14,877         | 16,944         | 46,630             | 51,333         |
|  | <u>202,012</u> | <u>200,396</u> | <u>571,943</u>     | <u>575,104</u> |

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**28 OPERATING EXPENSES (continued)**

| <b>Group (continued)</b>                        | Note | <b>Quarter ended</b> |                     | <b>Year to date ended</b> |                     |
|---|------|----------------------|---------------------|---------------------------|---------------------|
|   |      | <b>30 September</b>  | <b>30 September</b> | <b>30 September</b>       | <b>30 September</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>Establishment expenses</b>                   |      |                      |                     |                           |                     |
| Depreciation of property and equipment          |      | 4,489                | 5,034               | 13,513                    | 15,009              |
| Depreciation of ROU assets                      |      | 3,725                | 3,526               | 10,081                    | 9,650               |
| Rental of premises                              | (a)  | 55                   | 211                 | 245                       | 242                 |
| Repair and maintenance                          |      | 4,051                | 3,744               | 9,732                     | 9,216               |
| Information technology costs                    |      | 9,959                | 11,058              | 27,721                    | 30,571              |
| Hire of equipment                               | (a)  | 232                  | 257                 | 717                       | 697                 |
| Others  |      | 6,098                | 4,523               | 12,954                    | 13,299              |
|   |      | <b>28,609</b>        | <b>28,353</b>       | <b>74,963</b>             | <b>78,684</b>       |
| <b>Marketing expenses</b>                       |      |                      |                     |                           |                     |
| Advertisement and business promotion            |      | 5,426                | 4,275               | 12,463                    | 11,387              |
| Transport and travelling                        |      | 1,289                | 1,127               | 3,541                     | 3,554               |
| Others  |      | 666                  | 911                 | 1,976                     | 2,254               |
|   |      | <b>7,381</b>         | <b>6,313</b>        | <b>17,980</b>             | <b>17,195</b>       |
| <b>General administrative expenses</b>          |      |                      |                     |                           |                     |
| Transaction processing fees                     |      | 104,763              | 102,102             | 311,737                   | 312,633             |
| Others  |      | 39,989               | 38,280              | 123,379                   | 109,355             |
|   |      | <b>144,752</b>       | <b>140,382</b>      | <b>435,116</b>            | <b>421,988</b>      |
| <b>Total operating expenses</b>                 |      | <b>382,754</b>       | <b>375,444</b>      | <b>1,100,002</b>          | <b>1,092,971</b>    |
| <b>Bank</b>                                     |      |                      |                     |                           |                     |
| <b>Personnel expenses</b>                       |      |                      |                     |                           |                     |
| Wages, salaries and bonus                       |      | 155,361              | 149,202             | 435,267                   | 428,884             |
| Employees Provident Fund contributions          |      | 22,729               | 23,249              | 64,779                    | 65,462              |
| Equity settled share-based payment transactions |      | 2,983                | 4,559               | 8,818                     | 11,245              |
| Others  |      | 14,164               | 16,142              | 44,203                    | 48,784              |
|   |      | <b>195,237</b>       | <b>193,152</b>      | <b>553,067</b>            | <b>554,375</b>      |
| <b>Establishment expenses</b>                   |      |                      |                     |                           |                     |
| Depreciation of property and equipment          |      | 4,243                | 4,809               | 12,780                    | 14,208              |
| Depreciation of ROU assets                      |      | 3,354                | 3,150               | 8,940                     | 8,526               |
| Rental of premises                              |      | 56                   | 211                 | 276                       | 240                 |
| Repair and maintenance                          | (a)  | 3,882                | 3,564               | 9,353                     | 8,785               |
| Information technology costs                    |      | 9,679                | 10,930              | 27,189                    | 30,193              |
| Hire of equipment                               | (a)  | 217                  | 238                 | 659                       | 646                 |
| Others  |      | 5,382                | 4,117               | 11,510                    | 11,903              |
|   |      | <b>26,813</b>        | <b>27,019</b>       | <b>70,707</b>             | <b>74,501</b>       |
| <b>Marketing expenses</b>                       |      |                      |                     |                           |                     |
| Advertisement and business promotion            |      | 5,378                | 4,139               | 12,295                    | 11,107              |
| Transport and travelling                        |      | 1,262                | 1,089               | 3,471                     | 3,464               |
| Others  |      | 561                  | 915                 | 1,866                     | 2,192               |
|   |      | <b>7,201</b>         | <b>6,143</b>        | <b>17,632</b>             | <b>16,763</b>       |

(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.

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**28 OPERATING EXPENSES (continued)**

|  | Quarter ended  |                | Year to date ended |                  |
|--|----------------|----------------|--------------------|------------------|
|  | 30 September   | 30 September   | 30 September       | 30 September     |
|  | 2024           | 2023           | 2024               | 2023             |
| <b>Bank (continued)</b>                | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>      | <b>RM'000</b>    |
| <b>General administrative expenses</b> |                |                |                    |                  |
| Transaction processing fees            | 99,045         | 96,711         | 294,788            | 296,145          |
| Others                                 | 36,655         | 35,270         | 115,246            | 102,314          |
|  | <u>135,700</u> | <u>131,981</u> | <u>410,034</u>     | <u>398,459</u>   |
| <b>Total operating expenses</b>        | <b>364,951</b> | <b>358,295</b> | <b>1,051,440</b>   | <b>1,044,098</b> |

**29 IMPAIRMENT ALLOWANCES AND PROVISIONS CHARGE**

|  | Quarter ended |                | Year to date ended |               |
|--|---------------|----------------|--------------------|---------------|
|  | 30 September  | 30 September   | 30 September       | 30 September  |
|  | 2024          | 2023           | 2024               | 2023          |
| <b>Group</b>   | <b>RM'000</b> | <b>RM'000</b>  | <b>RM'000</b>      | <b>RM'000</b> |
| <b>Loans, advances, financing and commitments</b>          |               |                |                    |               |
| Stage 1 and 2 ECL net charge during the period             | 16,074        | 19,284         | 104,527            | 27,428        |
| Stage 3 ECL  |               |                |                    |               |
| - Made during the period                                   | 100,042       | 205,696        | 195,696            | 308,700       |
| - Writeback during the period                              | (42,181)      | (74,059)       | (182,682)          | (235,482)     |
| - Recovered during the period                              | (59,278)      | (13,851)       | (103,480)          | (49,222)      |
| <b>Financial investments at FVOCI</b>                      |               |                |                    |               |
| Stage 1 and 2 ECL net (writeback)/charge during the period | (98)          | 596            | 1,059              | 984           |
| <b>Other financial assets</b>                              |               |                |                    |               |
| Stage 1 and 2 ECL net (writeback)/charge during the period | (49)          | 1,681          | 139                | 1,658         |
| Stage 3 ECL net charge during the period                   | 12            | 18             | 21                 | 50            |
|  | <u>14,522</u> | <u>139,365</u> | <u>15,280</u>      | <u>54,116</u> |

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**29 IMPAIRMENT ALLOWANCES AND PROVISIONS (WRITEBACK)/CHARGE**

| <b>Bank</b>  | <b>Quarter ended</b> |                     | <b>Year to date ended</b> |                     |
|--|----------------------|---------------------|---------------------------|---------------------|
|  | <b>30 September</b>  | <b>30 September</b> | <b>30 September</b>       | <b>30 September</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>Loans, advances, financing and commitments</b>          |                      |                     |                           |                     |
| Stage 1 and 2 ECL net charge during the period             | 5,595                | 39,097              | 90,468                    | 44,040              |
| Stage 3 ECL  |                      |                     |                           |                     |
| - Made during the period                                   | 74,690               | 128,190             | 150,513                   | 217,046             |
| - Writeback during the period                              | (33,519)             | (57,141)            | (117,128)                 | (190,628)           |
| - Recovered during the period                              | (53,336)             | (10,143)            | (84,621)                  | (36,909)            |
| <b>Investment account placements</b>                       |                      |                     |                           |                     |
| Stage 1 and 2 ECL net writeback during the period          | (1,565)              | (7,036)             | (1,693)                   | (162)               |
| Stage 3 ECL net writeback during the period                | (3,336)              | (1,964)             | (14,796)                  | (7,034)             |
| <b>Financial investments at FVOCI</b>                      |                      |                     |                           |                     |
| Stage 1 and 2 ECL net (writeback)/charge during the period | (92)                 | 615                 | 1,014                     | 941                 |
| <b>Other financial assets</b>                              |                      |                     |                           |                     |
| Stage 1 and 2 ECL net (writeback)/charge during the period | (58)                 | 1,682               | 126                       | 1,663               |
| Stage 3 ECL net charge during the period                   | 12                   | 18                  | 21                        | 50                  |
|  | <b>(11,609)</b>      | <b>93,318</b>       | <b>23,904</b>             | <b>29,007</b>       |

**30 INCOME TAX EXPENSE**

| <b>Group</b>  | <b>Quarter ended</b> |                     | <b>Year to date ended</b> |                     |
|---|----------------------|---------------------|---------------------------|---------------------|
|   | <b>30 September</b>  | <b>30 September</b> | <b>30 September</b>       | <b>30 September</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>Malaysian income tax</b>                         |                      |                     |                           |                     |
| - Current period                                    | 127,090              | 78,674              | 335,305                   | 304,513             |
| - Prior years underprovision                        | -                    | -                   | 731                       | -                   |
| <b>Deferred Tax</b>                                 |                      |                     |                           |                     |
| - Origination and reversal of temporary differences | (10,467)             | (17,321)            | (8,555)                   | (10,861)            |
| - Prior years underprovision                        | -                    | -                   | -                         | 18,799              |
|   | <b>116,623</b>       | <b>61,353</b>       | <b>327,481</b>            | <b>312,451</b>      |
| <b>Bank</b>   |                      |                     |                           |                     |
| <b>Malaysian income tax</b>                         |                      |                     |                           |                     |
| - Current period                                    | 110,542              | 71,924              | 269,777                   | 253,162             |
| - Prior years underprovision                        | -                    | -                   | 475                       | -                   |
| <b>Deferred Tax</b>                                 |                      |                     |                           |                     |
| - Origination and reversal of temporary differences | (7,900)              | (18,399)            | (6,563)                   | (12,339)            |
| - Prior years underprovision                        | -                    | -                   | -                         | 18,799              |
|   | <b>102,642</b>       | <b>53,525</b>       | <b>263,689</b>            | <b>259,622</b>      |

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## NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)

### 31 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 are 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>  | <u>Principal<br/>amount</u> | <u>Credit<br/>equivalent<br/>amount</u> | <u>Risk<br/>weighted<br/>amount</u> |
|---|-----------------------------|---|-------------------------------------|
|   | <u>RM'000</u>               | <u>RM'000</u>                           | <u>RM'000</u>                       |
| <b>30 September 2024</b>  |                             |   |                                     |
| Direct credit substitutes   | 8,135                       | 8,135                                   | 4,826                               |
| Transaction-related contingent items  | 3,538,792                   | 1,806,696                               | 1,004,491                           |
| Short-term self-liquidating trade-related contingencies   | 252,906                     | 54,300                                  | 38,687                              |
| Forward asset purchases, forward deposits,<br>partly paid shares and securities   | 15,946                      | 15,947                                  | 9,880                               |
| Lending of securities or the posting of securities as collateral, including<br>instances where these arise out of repo-style transactions | 170,636                     | 170,636                                 | 200                                 |
| Foreign exchange related contracts  |                             |   |                                     |
| - One year or less  | 34,972,530                  | 276,508                                 | 150,332                             |
| - Over one year to five years   | 3,360,151                   | 777,493                                 | 142,052                             |
| - Over five years   | 344,959                     | 81,433                                  | 74,063                              |
| Interest rate contracts   |                             |   |                                     |
| - One year or less  | 8,626,671                   | 1,226                                   | 117                                 |
| - Over one year to five years   | 37,579,615                  | 502,820                                 | 98,048                              |
| - Over five years   | 1,376,951                   | 54,298                                  | 44,747                              |
| Equity and commodity related contracts  | 2,225,747                   | 94,613                                  | 34,529                              |
| Credit derivative contracts   | 1,252,904                   | -                                       | -                                   |
| Formal standby facilities and credit lines  |                             |   |                                     |
| - Maturity not exceeding one year   | 5,562                       | 4,172                                   | 3,197                               |
| - Original maturity exceeding one year  | 4,698,176                   | 3,896,701                               | 2,445,338                           |
| Other unconditionally cancellable commitments   | 26,004,905                  | 2,471,773                               | 303,898                             |
| Total   | <u>124,434,586</u>          | <u>10,216,751</u>                       | <u>4,354,405</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<br>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>                    |

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**31 COMMITMENTS AND CONTINGENCIES (continued)**

| <u>Bank</u>  | <b>Principal<br/>amount</b> | <b>Credit<br/>equivalent<br/>amount</b> | <b>Risk<br/>weighted<br/>amount</b> |
|--|-----------------------------|---|-------------------------------------|
|  | <b>RM'000</b>               | <b>RM'000</b>                           | <b>RM'000</b>                       |
| <b>30 September 2024</b>   |                             |   |                                     |
| Direct credit substitutes  | 8,135                       | 8,135                                   | 4,826                               |
| Transaction-related contingent items   | 3,121,593                   | 1,593,925                               | 870,828                             |
| Short-term self-liquidating trade-related contingencies  | 227,872                     | 49,293                                  | 37,368                              |
| Forward asset purchases, forward deposits,<br>partly paid shares and securities  | 15,946                      | 15,946                                  | 9,879                               |
| Lending of securities or the posting of securities as collateral, including<br>instances where these arise out of repo-style transactions    | 139,973                     | 139,972                                 | 200                                 |
| Foreign exchange related contracts   |                             |   |                                     |
| - One year or less   | 35,311,554                  | 275,323                                 | 149,289                             |
| - Over one year to five years  | 3,407,918                   | 777,493                                 | 113,423                             |
| - Over five years  | 344,959                     | 81,433                                  | 74,063                              |
| Interest rate contracts  |                             |   |                                     |
| - One year or less   | 8,626,671                   | 1,226                                   | 117                                 |
| - Over one year to five years  | 37,579,615                  | 502,820                                 | 98,048                              |
| - Over five years  | 1,376,951                   | 54,298                                  | 44,747                              |
| Equity and commodity related contracts   | 2,225,747                   | 94,613                                  | 34,529                              |
| Credit derivative contracts  | 1,252,904                   | -                                       | -                                   |
| Formal standby facilities and credit lines   |                             |   |                                     |
| - Maturity not exceeding one year  | 3,562                       | 2,672                                   | 2,650                               |
| - Original maturity over one year  | 3,904,101                   | 3,273,151                               | 2,002,950                           |
| Other unconditionally cancellable commitments  | 22,932,839                  | 2,232,901                               | 271,762                             |
| Total  | <u>120,480,340</u>          | <u>9,103,201</u>                        | <u>3,714,679</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<br>as collateral, including instances where these<br>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  | 20,172,943                  | 1,960,596                               | 241,590                             |
| Total  | <u>118,296,960</u>          | <u>10,708,192</u>                       | <u>5,197,030</u>                    |

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### 31 COMMITMENTS AND CONTINGENCIES (continued)

#### (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 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's 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 date of the Review Motion has been postponed to 6 November 2024 due to the Borrower's lawyer discharging herself from representing the Borrower because of her medical condition. A Winding up Order dated 25 September 2024 has been made against the Borrower and therefore the Borrower has sought the Court's sanction to continue with the Review Motion ("the Sanction Application"). Pending the outcome of the Sanction Application, the Court has adjourned the hearing date for the Review Motion, and a further case management is fixed for 27 November 2024.

### 32 CAPITAL COMMITMENTS

|  | Group                          |                               | Bank                           |                               |
|--|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|  | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| Capital expenditure commitments in respect of property and equipment contracted but not provided for | 22,412                         | 12,892                        | 22,412                         | 12,855                        |

### 33 FAIR VALUE 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

| Group                                      | Level 1<br>RM'000 | Level 2<br>RM'000 | Level 3<br>RM'000 | Total<br>RM'000   |
|--|-------------------|-------------------|-------------------|-------------------|
| <b>30 September 2024</b>                   |                   |                   |                   |                   |
| <b>Financial assets at fair value</b>      |                   |                   |                   |                   |
| Financial assets at FVTPL                  | 3,149,270         | -                 | -                 | 3,149,270         |
| Financial investments at FVOCI             | 19,823,065        | 3,381,575         | 113,461           | 23,318,101        |
| Derivative financial assets                | 1,770             | 1,514,083         | 69,710            | 1,585,563         |
|  | <u>22,974,105</u> | <u>4,895,658</u>  | <u>183,171</u>    | <u>28,052,934</u> |
| <b>Financial liabilities at fair value</b> |                   |                   |                   |                   |
| Derivative financial liabilities           | 1,113             | 1,789,424         | 86,426            | 1,876,963         |

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**33 FAIR VALUE OF FINANCIAL INSTRUMENTS (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>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         |
|                                       | <u>20,495,475</u> | <u>4,561,902</u> | <u>207,633</u> | <u>25,265,010</u> |

|  |       |         |        |         |
|--|-------|---------|--------|---------|
| <b>Financial liabilities at fair value</b> |       |         |        |         |
| Derivative financial liabilities           | 1,277 | 797,454 | 95,637 | 894,368 |

**Bank**

**30 September 2024**

|                                       |                   |                  |                |                   |
|---------------------------------------|-------------------|------------------|----------------|-------------------|
| <b>Financial assets at fair value</b> |                   |                  |                |                   |
| Financial assets at FVTPL             | 3,149,270         | -                | -              | 3,149,270         |
| Financial investments at FVOCI        | 16,234,338        | 2,585,481        | 113,461        | 18,933,280        |
| Derivative financial assets           | 1,718             | 1,513,505        | 69,656         | 1,584,879         |
|                                       | <u>19,385,326</u> | <u>4,098,986</u> | <u>183,117</u> | <u>23,667,429</u> |

|  |       |           |        |           |
|--|-------|-----------|--------|-----------|
| <b>Financial liabilities at fair value</b> |       |           |        |           |
| Derivative financial liabilities           | 1,343 | 1,790,987 | 86,426 | 1,878,756 |

**31 December 2023**

|                                       |                   |                  |                |                   |
|---------------------------------------|-------------------|------------------|----------------|-------------------|
| <b>Financial assets at fair value</b> |                   |                  |                |                   |
| Financial assets at FVTPL             | 1,874,038         | -                | -              | 1,874,038         |
| Financial investments at FVOCI        | 15,382,016        | 3,429,091        | 112,617        | 18,923,724        |
| Derivative financial assets           | 2,098             | 933,900          | 95,013         | 1,031,011         |
|                                       | <u>17,258,152</u> | <u>4,362,991</u> | <u>207,630</u> | <u>21,828,773</u> |

|  |       |         |        |         |
|--|-------|---------|--------|---------|
| <b>Financial liabilities at fair value</b> |       |         |        |         |
| Derivative financial liabilities           | 1,328 | 798,172 | 95,637 | 895,137 |

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>30 September<br/>2024</b> | <b>31 December<br/>2023</b> | <b>30 September<br/>2024</b> | <b>31 December<br/>2023</b> |
|  | <b>RM'000</b>                | <b>RM'000</b>               | <b>RM'000</b>                | <b>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         | (91,104)                     | (29,961)                    | (91,101)                     | (29,961)                    |
| Unrealised gain                            |                              |                             |                              |                             |
| - Recognised in net trading income         | 65,798                       | 91,511                      | 65,744                       | 91,555                      |
| - Recognised in other comprehensive income | 844                          | 3,078                       | 844                          | 3,078                       |
| At 30 September/31 December                | <u>183,171</u>               | <u>207,633</u>              | <u>183,117</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         | (91,708)                     | (26,623)                    | (91,708)                     | (26,623)                    |
| Unrealised loss                            |                              |                             |                              |                             |
| - Recognised in net trading income         | 82,497                       | 92,180                      | 82,497                       | 92,180                      |
| At 30 September/31 December                | <u>86,426</u>                | <u>95,637</u>               | <u>86,426</u>                | <u>95,637</u>               |



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2024 (continued)****33 FAIR VALUE 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>                     | 30 September<br>2024<br>Fair value<br>RM'000 | 31 December<br>2023<br>Fair value<br>RM'000 | Classification    | Valuation<br>technique   | Unobservable<br>input |
|----------------------------------|--|---|-------------------|--------------------------|-----------------------|
| <b>Assets</b>                    |  |   |                   |                          |                       |
| Financial investments at FVOCI   | 113,461                                      | 112,617                                     | FVOCI             | Net asset value approach | Net asset value       |
| Derivative financial assets      | 69,710                                       | 95,016                                      | Hedge for trading | Option pricing model     | Standard deviation    |
|                                  | <u>183,171</u>                               | <u>207,633</u>                              |                   |                          |                       |
| <b>Liabilities</b>               |  |   |                   |                          |                       |
| Derivative financial liabilities | 86,426                                       | 95,637                                      | Hedge for trading | Option pricing model     | Standard deviation    |

  

| <u>Bank</u>                      | 30 September<br>2024<br>Fair value<br>RM'000 | 31 December<br>2023<br>Fair value<br>RM'000 | Classification    | Valuation<br>technique   | Unobservable<br>input |
|----------------------------------|--|---|-------------------|--------------------------|-----------------------|
| <b>Assets</b>                    |  |   |                   |                          |                       |
| Financial investments at FVOCI   | 113,461                                      | 112,617                                     | FVOCI             | Net asset value approach | Net asset value       |
| Derivative financial assets      | 69,656                                       | 95,013                                      | Hedge for trading | Option pricing model     | Standard deviation    |
|                                  | <u>183,117</u>                               | <u>207,630</u>                              |                   |                          |                       |
| <b>Liabilities</b>               |  |   |                   |                          |                       |
| Derivative financial liabilities | 86,426                                       | 95,637                                      | Hedge for trading | Option pricing model     | Standard deviation    |

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

**34 CAPITAL ADEQUACY**

The capital ratios are computed in accordance with BNM's Capital Adequacy Framework (Capital Components).

|   | <u>Group</u>                   |                               | <u>Bank</u>                    |                               |
|---|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
|   | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 | 30 September<br>2024<br>RM'000 | 31 December<br>2023<br>RM'000 |
| <b>CET 1 capital</b>                    |                                |                               |                                |                               |
| Paid-up ordinary share capital          | 754,000                        | 754,000                       | 754,000                        | 754,000                       |
| Retained earnings                       | 8,155,406                      | 8,189,412                     | 6,401,046                      | 6,591,682                     |
| Other reserves                          | 753,512                        | 676,361                       | 657,283                        | 592,120                       |
| Regulatory adjustment for CET 1 capital | (885,908)                      | (815,090)                     | (1,319,395)                    | (1,255,868)                   |
| <b>Tier 1 capital</b>                   | <u>8,777,010</u>               | <u>8,804,683</u>              | <u>6,492,934</u>               | <u>6,681,934</u>              |

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**34 CAPITAL ADEQUACY (continued)**

|  | <b>Group</b>        |                    | <b>Bank</b>         |                    |
|--|---------------------|--------------------|---------------------|--------------------|
|  | <b>30 September</b> | <b>31 December</b> | <b>30 September</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>      |
| Stage 1 and Stage 2 ECL and qualifying regulatory reserves under the Standardised Approach | 22,928              | 20,509             | 21,485              | 18,502             |
| Surplus eligible provisions over expected losses   | 270,661             | 281,308            | 228,626             | 235,848            |
| Subordinated bonds   | 1,050,000           | 1,050,000          | 1,050,000           | 1,050,000          |
| <b>Tier 2 capital</b>  | <b>1,343,589</b>    | <b>1,351,817</b>   | <b>1,300,111</b>    | <b>1,304,350</b>   |
| <b>Capital base</b>  | <b>10,120,599</b>   | <b>10,156,500</b>  | <b>7,793,045</b>    | <b>7,986,284</b>   |
| <b>Before deducting proposed dividend</b>  |                     |                    |                     |                    |
| CET 1 capital ratio  | 16.076%             | 15.936%            | 13.977%             | 14.355%            |
| Tier 1 capital ratio   | 16.076%             | 15.936%            | 13.977%             | 14.355%            |
| Total capital ratio  | <b>18.537%</b>      | <b>18.382%</b>     | <b>16.776%</b>      | <b>17.157%</b>     |
| <b>After deducting proposed dividend</b>   |                     |                    |                     |                    |
| CET 1 capital ratio  | 16.076%             | 15.462%            | 13.977%             | 13.793%            |
| Tier 1 capital ratio   | 16.076%             | 15.462%            | 13.977%             | 13.793%            |
| Total capital ratio  | <b>18.537%</b>      | <b>17.909%</b>     | <b>16.776%</b>      | <b>16.595%</b>     |

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

**After deducting proposed dividend**

|                      |                |                |                |                |
|----------------------|----------------|----------------|----------------|----------------|
| Tier 1 capital ratio | 16.076%        | 15.342%        | 13.977%        | 13.664%        |
| Total capital ratio  | <b>18.537%</b> | <b>17.789%</b> | <b>16.776%</b> | <b>16.467%</b> |

|                                | <b>Group</b>        |                    | <b>Bank</b>         |                    |
|--------------------------------|---------------------|--------------------|---------------------|--------------------|
|                                | <b>30 September</b> | <b>31 December</b> | <b>30 September</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>      |
| Total RWA for credit risk      | 46,944,483          | 48,525,293         | 39,823,156          | 40,788,273         |
| Total RWA for market risk      | 1,423,951           | 845,887            | 1,408,146           | 834,766            |
| Total RWA for operational risk | 6,227,640           | 5,879,771          | 5,222,554           | 4,924,278          |
|                                | <b>54,596,074</b>   | <b>55,250,951</b>  | <b>46,453,856</b>   | <b>46,547,317</b>  |

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**34 CAPITAL ADEQUACY (continued)**

The capital adequacy ratios of OCBC AI-Amin, OCBC Malaysia's Islamic Banking subsidiary, are computed in accordance with BNM's Capital Adequacy Framework for Islamic Banks (Capital Components), applying the transitional arrangements. OCBC AI-Amin 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 AI-Amin has adopted the Standardised Approach and the Basic Indicator Approach respectively.

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

|                            | <b>30 September</b> | <b>31 December</b> |
|----------------------------|---------------------|--------------------|
|                            | <b>2024</b>         | <b>2023</b>        |
| CET 1/Tier 1 capital ratio | 27.766%             | 24.025%            |
| Total capital ratio        | <u>28.305%</u>      | <u>24.575%</u>     |

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

|                            |                |                |
|----------------------------|----------------|----------------|
| CET 1/Tier 1 capital ratio | 27.766%        | 23.949%        |
| Total capital ratio        | <u>28.305%</u> | <u>24.499%</u> |