

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

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

Domiciled in Malaysia
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50050 Kuala Lumpur

OCBC BANK (MALAYSIA) BERHAD
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UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

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OCBC BANK (MALAYSIA) BERHAD
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UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2025

		Group		Bank	
		30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
	Note				
ASSETS					
Cash and cash equivalents	10	1,465,798	1,961,740	785,284	1,090,003
Deposits and placements with banks and other financial institutions	11	543,891	1,487,913	573,380	1,660,263
Investment account placements	12	-	-	8,358,923	7,721,835
Financial assets at fair value through profit or loss ("FVTPL")	13	2,864,288	2,269,618	2,864,288	2,269,618
Financial investments at fair value through other comprehensive income ("FVOCI")	14	28,072,268	26,848,944	23,184,021	22,452,420
Loans, advances and financing	15	68,720,717	68,291,628	51,133,773	51,432,876
Derivative financial assets	17	1,048,465	952,689	1,049,874	953,005
Other assets	18	564,505	476,952	557,597	475,896
Statutory deposits with Bank Negara Malaysia		522,595	915,095	420,595	718,595
Investments in subsidiaries		-	-	557,051	557,051
Property and equipment		147,899	136,771	146,385	134,791
Right-of-use ("ROU") assets		30,088	32,287	27,883	29,337
Tax recoverable		12,542	12,542	12,163	12,163
Deferred tax assets		182,304	234,546	157,641	205,315
Total assets		104,175,360	103,620,725	89,828,858	89,713,168
LIABILITIES					
Deposits from customers	19	74,287,944	76,772,644	62,788,673	65,405,360
Deposits and placements of banks and other financial institutions	20	10,135,864	9,569,743	10,067,489	9,521,649
Obligations on securities sold under repurchase agreements		1,867,067	479,675	1,393,133	85,946
Bills and acceptances payable		159,729	107,214	141,930	96,319
Derivative financial liabilities	17	1,199,735	909,559	1,200,414	909,230
Other liabilities	21	4,645,079	4,354,938	4,533,608	4,262,071
Tax payable and zakat		97,128	77,675	67,538	55,552
Subordinated bonds	22	1,050,000	1,050,000	1,050,000	1,050,000
Total liabilities		93,442,546	93,321,448	81,242,785	81,386,127
EQUITY					
Share capital		754,000	754,000	754,000	754,000
Reserves		9,978,814	9,545,277	7,832,073	7,573,041
Total equity		10,732,814	10,299,277	8,586,073	8,327,041
Total liabilities and equity		104,175,360	103,620,725	89,828,858	89,713,168
Commitments and contingencies	31	152,830,891	130,084,924	147,223,546	125,785,167

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 2024 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 PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

<u>Group</u>	<u>Note</u>	<u>Quarter ended</u>		<u>Year to date ended</u>	
		<u>30 June</u> <u>2025</u> <u>RM'000</u>	<u>30 June</u> <u>2024</u> <u>RM'000</u>	<u>30 June</u> <u>2025</u> <u>RM'000</u>	<u>30 June</u> <u>2024</u> <u>RM'000</u>
Interest income		942,926	898,285	1,875,171	1,773,754
Interest income for financial assets at FVTPL		27,860	24,286	50,936	48,796
Interest expense		(496,769)	(459,748)	(987,211)	(906,163)
Net interest income	23	474,017	462,823	938,896	916,387
Income from Islamic banking operations	24	154,978	141,634	300,268	278,069
Net fee and commission income	25	112,326	98,545	193,961	175,946
Net trading income	26	128,978	108,534	236,843	191,995
Other operating income	27	39,010	3,393	51,276	19,611
Operating income		909,309	814,929	1,721,244	1,582,008
Operating expenses	28	(393,768)	(362,485)	(740,878)	(717,248)
Operating profit before impairment allowances and provisions		515,541	452,444	980,366	864,760
Impairment allowances and provisions (charge)/writeback	29	(46,723)	(11,790)	2,264	(758)
Profit before income tax and zakat		468,818	440,654	982,630	864,002
Income tax expense	30	(113,736)	(108,498)	(238,272)	(210,858)
Zakat		(13)	(13)	(25)	(25)
Profit for the financial period		355,069	332,143	744,333	653,119
Other comprehensive income, net of income tax					
Items that will not be reclassified to profit or loss					
Changes in fair value reserve (equity instruments)		461	844	461	844
Items that are or may be reclassified subsequently to profit or loss					
FVOCI reserve (debt instruments)					
- Changes in fair value		154,030	(1,368)	196,900	4,588
- Amount transferred to profit or loss		(30,657)	5,001	(32,458)	(3,222)
- Related tax		(29,610)	(873)	(39,466)	(328)
Changes in expected credit losses ("ECL") reserve on debt instruments at FVOCI		1,109	627	767	1,157
Other comprehensive income for the financial period		95,333	4,231	126,204	3,039
Total comprehensive income for the financial period		450,402	336,374	870,537	656,158
Profit attributable to owner of the Bank		355,069	332,143	744,333	653,119
Total comprehensive income attributable to owner of the Bank		450,402	336,374	870,537	656,158
Basic earnings per ordinary share (sen)		123.5	115.6	258.9	227.2

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 2024 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 JUNE 2025

		Quarter ended		Year to date ended	
		30 June 2025	30 June 2024	30 June 2025	30 June 2024
Bank	Note	RM'000	RM'000	RM'000	RM'000
Interest income		1,008,867	952,162	2,004,365	1,880,162
Interest income for financial assets at FVTPL		27,860	24,286	50,936	48,796
Interest expense		(560,796)	(510,582)	(1,113,011)	(1,005,166)
Net interest income	23	475,931	465,866	942,290	923,792
Net fee and commission income	25	110,057	96,989	189,049	173,600
Net trading income	26	128,978	108,534	236,843	191,995
Other operating income	27	80,658	38,536	133,929	90,151
Operating income		795,624	709,925	1,502,111	1,379,538
Operating expenses	28	(376,939)	(346,458)	(709,396)	(686,489)
Operating profit before impairment allowances and provisions		418,685	363,467	792,715	693,049
Impairment allowances and provisions charge	29	(48,610)	(34,745)	(18,055)	(35,513)
Profit before income tax		370,075	328,722	774,660	657,536
Income tax expense	30	(89,928)	(81,372)	(188,170)	(161,047)
Profit for the financial period		280,147	247,350	586,490	496,489
Other comprehensive income, net of income tax					
Items that will not be reclassified to profit or loss					
Changes in fair value reserve (equity instruments)		461	844	461	844
Items that are or may be reclassified subsequently to profit or loss					
FVOCI reserve (debt instruments)					
- Changes in fair value		132,330	(3,986)	172,649	(455)
- Amount transferred to profit or loss		(28,427)	5,109	(30,228)	(2,629)
- Related tax		(24,937)	(270)	(34,181)	740
Changes in expected credit losses ("ECL") reserve on debt instruments at FVOCI		1,121	614	841	1,106
Other comprehensive income/(expense) for the financial period		80,548	2,311	109,542	(394)
Total comprehensive income for the financial period		360,695	249,661	696,032	496,095
Profit attributable to owner of the Bank		280,147	247,350	586,490	496,489
Total comprehensive income attributable to owner of the Bank		360,695	249,661	696,032	496,095
Basic earnings per ordinary share (sen)		97.4	86.0	204.0	172.7

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 2024 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 JUNE 2025

<u>Group</u>	<i>Non-distributable</i>			<i>Distributable</i>		Total equity RM'000
	Share capital RM'000	Regulatory reserve RM'000	ECL reserve RM'000	Fair value reserve RM'000	Retained earnings RM'000	
At 1 January 2025	754,000	600,000	3,315	112,868	8,829,094	10,299,277
Fair value reserve						
- Changes in fair value	-	-	-	197,361	-	197,361
- Transferred to profit or loss	-	-	-	(32,458)	-	(32,458)
- Related tax	-	-	-	(39,466)	-	(39,466)
Changes in ECL reserve	-	-	767	-	-	767
Total other comprehensive income for the financial period	-	-	767	125,437	-	126,204
Profit for the financial period	-	-	-	-	744,333	744,333
Total comprehensive income for the financial period	-	-	767	125,437	744,333	870,537
<i>Contributions by and distributions to owner of the Bank</i>						
Final 2024 ordinary dividend paid	-	-	-	-	(437,000)	(437,000)
At 30 June 2025	754,000	600,000	4,082	238,305	9,136,427	10,732,814
At 1 January 2024	754,000	600,000	1,544	76,360	8,189,412	9,621,316
Fair value reserve						
- Changes in fair value	-	-	-	5,432	-	5,432
- Transferred to profit or loss	-	-	-	(3,222)	-	(3,222)
- Related tax	-	-	-	(328)	-	(328)
Changes in ECL reserve	-	-	1,157	-	-	1,157
Total other comprehensive income for the financial period	-	-	1,157	1,882	-	3,039
Profit for the financial period	-	-	-	-	653,119	653,119
Total comprehensive income for the financial period	-	-	1,157	1,882	653,119	656,158
<i>Contributions by and distributions to owner of the Bank</i>						
Final 2023 ordinary dividend paid	-	-	-	-	(261,625)	(261,625)
At 30 June 2024	754,000	600,000	2,701	78,242	8,580,906	10,015,849

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UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

<u>Bank</u>	Share capital RM'000	<i>Non-distributable</i>		Fair value reserve RM'000	<i>Distributable</i>	Total equity RM'000
		Regulatory reserve RM'000	ECL reserve RM'000		Retained earnings RM'000	
At 1 January 2025	754,000	509,000	3,064	111,540	6,949,437	8,327,041
Fair value reserve						
- Changes in fair value	-	-	-	173,110	-	173,110
- Transferred to profit or loss	-	-	-	(30,228)	-	(30,228)
- Related tax	-	-	-	(34,181)	-	(34,181)
Changes in ECL reserve	-	-	841	-	-	841
Total other comprehensive income for the financial period	-	-	841	108,701	-	109,542
Profit for the financial period	-	-	-	-	586,490	586,490
Total comprehensive income for the financial period	-	-	841	108,701	586,490	696,032
<i>Contributions by and distributions to owner of the Bank</i>						
Final 2024 ordinary dividend paid	-	-	-	-	(437,000)	(437,000)
At 30 June 2025	754,000	509,000	3,905	220,241	7,098,927	8,586,073
At 1 January 2024	754,000	509,000	1,389	83,119	6,591,682	7,939,190
Fair value reserve						
- Changes in fair value	-	-	-	389	-	389
- Transferred to profit or loss	-	-	-	(2,629)	-	(2,629)
- Related tax	-	-	-	740	-	740
Changes in ECL reserve	-	-	1,106	-	-	1,106
Total other comprehensive income/(expense) for the financial period	-	-	1,106	(1,500)	-	(394)
Profit for the financial period	-	-	-	-	496,489	496,489
Total comprehensive income/(expense) for the financial period	-	-	1,106	(1,500)	496,489	496,095
<i>Contributions by and distributions to owner of the Bank</i>						
Final 2023 ordinary dividend paid	-	-	-	-	(261,625)	(261,625)
At 30 June 2024	754,000	509,000	2,495	81,619	6,826,546	8,173,660

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UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	Group		Bank	
	Year to date ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities				
Profit before income tax and zakat	982,630	864,002	774,660	657,536
<i>Adjustments for:</i>				
Depreciation of property and equipment	9,937	9,024	9,451	8,537
Depreciation of right-of-use assets	8,659	6,356	7,914	5,586
Dividends received from financial assets at FVTPL	(12)	-	(12)	-
Dividends received from financial investments at FVOCI	(450)	(450)	(450)	(450)
Impairment allowances and provisions	29,349	44,960	39,117	66,798
Finance expense on lease liabilities	472	422	432	372
Net (gain)/loss on disposal of:				
- Financial investments at FVOCI	(32,458)	(3,222)	(30,228)	(2,629)
- Property and equipment	13	13	13	13
Share-based costs	4,039	6,007	3,920	5,835
Unrealised (gain)/loss on:				
- Financial assets at FVTPL	(13,946)	5,025	(13,946)	5,008
- Hedging derivatives	184	7	184	7
- Trading derivatives	147,658	(55,223)	147,741	(56,073)
Operating profit before changes in working capital	1,136,075	876,921	938,796	690,541
<i>Changes in operating assets and operating liabilities:</i>				
Deposits and placements with banks and other financial institutions	944,121	(410,587)	1,086,982	(449,707)
Investment account placements	-	-	(642,171)	(551,946)
Financial assets at FVTPL	(580,712)	(1,051,394)	(580,712)	(1,051,394)
Loans, advances and financing	(496,692)	296,236	234,602	498,279
Other assets	(87,564)	(15,169)	(81,716)	(18,085)
Statutory deposits with Bank Negara Malaysia	392,500	36,500	298,000	56,000
Derivative financial assets and liabilities	(4,384)	(7,575)	(4,552)	(7,486)
Deposits from customers	(2,484,700)	(2,611,065)	(2,616,687)	(2,333,242)
Deposits and placements of banks and other financial institutions	566,121	5,613,945	545,840	5,598,342
Obligations on securities sold under repurchase agreements	1,387,392	(806,674)	1,307,187	(806,674)
Bills and acceptances payable	52,515	20,395	45,611	24,915
Other liabilities	331,992	(359,620)	305,045	(357,185)
Cash generated from operations	1,156,664	1,581,913	836,225	1,292,357
Income tax and zakat paid	(206,068)	(181,494)	(162,691)	(151,083)
Net cash generated from operating activities	950,596	1,400,419	673,534	1,141,274
Cash flows from investing activities				
Acquisition of financial investments at FVOCI	(18,669,321)	(12,574,586)	(14,729,321)	(10,309,586)
Acquisition of property and equipment	(21,078)	(6,122)	(21,058)	(6,092)
Dividends received from financial investments at FVOCI	450	450	450	450
Proceeds from disposal of financial investments at FVOCI	17,694,300	9,724,411	14,221,772	8,158,237
Proceeds from disposal of property and equipment	-	11	-	11
Net cash used in investing activities	(995,649)	(2,855,836)	(528,157)	(2,156,980)

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STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (continued)

	Group		Bank	
	Year to date ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Cash flows from financing activities				
Dividends paid to owner of the Bank	(437,000)	(261,625)	(437,000)	(261,625)
Payment of lease liabilities	(13,889)	(6,915)	(13,096)	(6,115)
Net cash used in financing activities	(450,889)	(268,540)	(450,096)	(267,740)
Net decrease in cash and cash equivalents	(495,942)	(1,723,957)	(304,719)	(1,283,446)
Cash and cash equivalents at 1 January	1,961,740	3,626,979	1,090,003	2,525,095
Cash and cash equivalents at 30 June	1,465,798	1,903,022	785,284	1,241,649

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 2024 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 JUNE 2025 (continued)

Changes in liabilities arising from financing activities

<u>Group</u>	At 1 January RM'000	Net Cash outflows RM'000	Acquisition of new leases* RM'000	Finance cost RM'000	At 30 June RM'000
2025					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	28,357	(13,889)	6,460	472	21,400
Total liabilities from financing activities	1,078,357	(13,889)	6,460	472	1,071,400
2024					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	22,580	(6,915)	7,192	422	23,279
Total liabilities from financing activities	1,072,580	(6,915)	7,192	422	1,073,279
Bank					
2025					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	25,350	(13,096)	6,460	432	19,146
Total liabilities from financing activities	1,075,350	(13,096)	6,460	432	1,069,146
2024					
Subordinated bonds	1,050,000	-	-	-	1,050,000
Lease liabilities	18,898	(6,115)	7,150	372	20,305
Total liabilities from financing activities	1,068,898	(6,115)	7,150	372	1,070,305

* Acquisition of new leases includes changes in lease terms.

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

OCBC BANK (MALAYSIA) BERHAD
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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2025

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 RM744 million for the financial period ended 30 June 2025; 14% or RM91 million higher as compared to the corresponding period last year. The improvement was driven by stronger operating profit (+RM116 million), supported by higher net trading income (+RM45 million), gains on disposal of financial investments at FVOCI (+RM28 million), net interest income (+RM23 million), and Islamic banking income (+RM22 million).

The Group and the Bank remain well capitalised with Common Equity Tier 1 capital ratios of 15.516% and 13.202% and Total capital ratios of 17.812% and 15.806% respectively, after proposed dividend.

ECONOMIC PERFORMANCE AND PROSPECTS

Malaysia's economy expanded by 4.4% in the first quarter of 2025 driven by resilient domestic demand as well as stronger electrical and electronics exports and tourism activity. Bank Negara Malaysia reduced the Overnight Policy Rate ("OPR") by 25 basis points to 2.75% on 9 July 2025, a pre-emptive measure to support Malaysia's steady growth amid moderate inflation prospects.

Growth outlook is impeded by downside risks, stemming from slower global trade, uncertainties surrounding tariff developments as well as geopolitical tensions leading to greater volatility in the global financial markets and commodity prices. Despite these external headwinds, domestic demand is expected to remain resilient, supported by infrastructure investments, fiscal reforms, and trade diversification efforts including new agreements with the European Free Trade Association and renewed negotiations with the European Union. Inflation is expected to stay moderate, enabling continued accommodative monetary policy. Banks in Malaysia remain well-positioned to support the domestic economy's financing needs due to the banks' strong position with robust capital and liquidity buffers, supported by prudent loan affordability assessments and 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 on the historical cost basis, except for the assets and liabilities which are stated at fair value as disclosed in the notes to the unaudited condensed interim financial statements: financial assets at FVTPL, financial investments at FVOCI and derivative financial instruments. The unaudited condensed interim financial statements are presented in Ringgit Malaysia ("RM"), which is the Bank's functional currency. All financial information presented in RM have been rounded to the nearest thousand, unless otherwise stated.

(a) Statement of compliance

The unaudited condensed interim financial statements have been prepared in accordance with the 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 121, *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability*

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

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2025 (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 2026

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

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 2024.

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 2024 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 2024 was not subject to any qualification.

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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 June 2025.

6 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period ended 30 June 2025.

7 DIVIDENDS

Final dividend of 152 sen per ordinary share amounting to RM437,000,000 in respect of the financial year ended 31 December 2024 was paid on 17 April 2025.

The Directors recommend an interim dividend of 169 sen per ordinary share in respect of the financial period ended 30 June 2025 amounting to RM485,875,000.

8 SUBSEQUENT EVENTS

There were no material events 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 June 2025.

10 CASH AND CASH EQUIVALENTS

	Note	Group		Bank	
		30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Cash and balances with banks and other financial institutions		447,805	676,688	379,010	597,218
Money at call and deposit placements with financial institutions maturing within one month		381,124	84,119	406,327	152,865
Deposit placements with Bank Negara Malaysia		636,926	1,201,021	-	340,000
		1,465,855	1,961,828	785,337	1,090,083
Stage 1 ECL allowance	(c)	(57)	(88)	(53)	(80)
		1,465,798	1,961,740	785,284	1,090,003
(a) By geographical distribution determined based on where the credit risk resides					
Malaysia		865,374	1,681,960	233,687	861,520
Singapore		422,043	72,294	404,064	53,195
Other ASEAN countries		19,856	7,460	17,606	6,676
Rest of the world		158,582	200,114	129,980	168,692
		1,465,855	1,961,828	785,337	1,090,083

(b) 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 RM25 million (31 December 2024: RM69 million), which are unsecured and profit bearing.

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10 CASH AND CASH EQUIVALENTS (continued)

(c) Movements in ECL allowance

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Stage 1 ECL				
At 1 January	88	69	80	66
New financial assets originated or purchased	108	207	108	207
Financial assets derecognised	(21)	(157)	(21)	(157)
Net remeasurement during the financial period/year	(114)	(16)	(110)	(21)
Other movements	(4)	(15)	(4)	(15)
At 30 June/31 December	57	88	53	80

11 DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS

	Note	Group		Bank	
		30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Licensed banks		543,972	1,488,093	573,461	1,660,443
ECL allowance	(d)	(81)	(180)	(81)	(180)
		543,891	1,487,913	573,380	1,660,263

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

Malaysia	533,102	1,481,258	562,591	1,653,608
Singapore	-	1,963	-	1,963
Rest of the world	10,870	4,872	10,870	4,872
	543,972	1,488,093	573,461	1,660,443

(b) By residual contractual maturity

Maturity within one year	543,972	1,488,093	573,461	1,660,443
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(c) Included in the Bank's deposits and placements with licensed banks as at 30 June 2025 are deposits and placements with its Islamic Banking subsidiary, OCBC Al-Amin, amounting to RM30 million (31 December 2024: RM172 million), which are unsecured and profit bearing.

(d) Movements in ECL allowance

	30 June 2025			31 December 2024		
	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000
Group and Bank						
At 1 January	180	-	180	17	-	17
New financial assets originated or purchased	133	-	133	145	-	145
Financial assets derecognised	(106)	-	(106)	(68)	(1)	(69)
Net remeasurement during the financial period/year	(124)	-	(124)	87	4	91
Other movements	(2)	-	(2)	(1)	(3)	(4)
At 30 June/31 December	81	-	81	180	-	180

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12 INVESTMENT ACCOUNT PLACEMENTS

Bank	Note	30 June 2025 RM'000	31 December 2024 RM'000
Restricted Profit Sharing Investment Accounts ("RPSIA")		8,378,856	7,736,685
ECL allowance	(c)	(19,933)	(14,850)
		<u>8,358,923</u>	<u>7,721,835</u>

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

Malaysia	<u>8,378,856</u>	<u>7,736,685</u>
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(b) By residual contractual maturity

Within one year	<u>8,378,856</u>	<u>7,736,685</u>
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The exposure to 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.

(c) Movements in ECL allowance

Bank	<i>Non credit-impaired</i>		<i>Credit-impaired</i>	Total
	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Stage 3 Lifetime ECL RM'000	
2025				
At 1 January	14,728	122	-	14,850
Transferred to Stage 1	101	(101)	-	-
Transferred to Stage 2	(75)	75	-	-
New financial assets originated or purchased	2,850	-	-	2,850
Financial assets derecognised	(382)	-	-	(382)
Net remeasurement during the financial period	2,682	87	-	2,769
Other movements	(154)	-	-	(154)
At 30 June	<u>19,750</u>	<u>183</u>	<u>-</u>	<u>19,933</u>
2024				
At 1 January	13,251	1,087	14,796	29,134
Transferred to Stage 1	299	(299)	-	-
Transferred to Stage 2	(92)	92	-	-
New financial assets originated or purchased	6,122	-	-	6,122
Financial assets derecognised	(456)	-	-	(456)
Net remeasurement during the financial year	(4,330)	(758)	(14,796)	(19,884)
Other movements	(66)	-	-	(66)
At 31 December	<u>14,728</u>	<u>122</u>	<u>-</u>	<u>14,850</u>

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

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
At fair value		
Malaysian Government Investment Issues	1,364,459	512,384
Malaysian Government Securities	872,333	1,169,396
Malaysian Government Treasury Bills	41,703	-
Foreign Government Debt Securities	52	43
Corporate Bonds and Sukuk	573,448	586,865
Quoted shares outside Malaysia	12,293	930
	<u>2,864,288</u>	<u>2,269,618</u>

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

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
At fair value				
Malaysian Government Investment Issues	5,180,398	4,727,582	2,852,685	2,475,955
Malaysian Government Securities	9,993,195	10,753,229	9,993,195	10,753,229
Malaysian Treasury Bills and Islamic Treasury Bills	19,616	19,910	19,616	19,910
Foreign Government Debt Securities and Sukuk	894,914	886,575	894,914	886,575
Negotiable Instruments of Deposit and Islamic				
Negotiable Instruments of Deposit	5,827,683	5,272,425	4,136,772	4,080,421
Corporate and Islamic Corporate Bonds, Sukuk and				
Sanadat Mudharabah Cagamas	6,042,540	5,075,762	5,172,917	4,122,869
Unquoted shares in Malaysia				
- Cagamas Holdings Berhad	85,596	85,595	85,596	85,595
- Others	28,326	27,866	28,326	27,866
	<u>28,072,268</u>	<u>26,848,944</u>	<u>23,184,021</u>	<u>22,452,420</u>

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 with nominal value amounting to RM1,894 million and RM1,414 million (31 December 2024: RM496 million and RM96 million) respectively.

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

	30 June 2025			31 December 2024		
	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000
Group						
At 1 January	2,857	458	3,315	1,483	61	1,544
Transferred to Stage 1	180	(180)	-	36	(36)	-
Transferred to Stage 2	(304)	304	-	(73)	73	-
New financial assets originated or purchased	1,792	-	1,792	3,945	-	3,945
Financial assets derecognised	(322)	4	(318)	(888)	(5)	(893)
Net remeasurement during the financial period/year	(1,748)	1,079	(669)	(1,544)	399	(1,145)
Other movements	(34)	(4)	(38)	(102)	(34)	(136)
At 30 June/31 December	<u>2,421</u>	<u>1,661</u>	<u>4,082</u>	<u>2,857</u>	<u>458</u>	<u>3,315</u>

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

	30 June 2025			31 December 2024		
	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL RM'000	Total ECL non credit- impaired RM'000
Bank						
At 1 January	2,606	458	3,064	1,328	61	1,389
Transferred to Stage 1	158	(158)	-	36	(36)	-
Transferred to Stage 2	(272)	272	-	(72)	72	-
New financial assets originated or purchased	1,594	-	1,594	3,504	-	3,504
Financial assets derecognised	(264)	(1)	(265)	(711)	(5)	(716)
Net remeasurement during the financial period/year	(1,529)	1,079	(450)	(1,377)	400	(977)
Other movements	(34)	(4)	(38)	(102)	(34)	(136)
At 30 June/31 December	2,259	1,646	3,905	2,606	458	3,064

15 LOANS, ADVANCES AND FINANCING

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
At amortised cost				
Overdrafts	2,731,664	2,894,158	2,080,403	2,260,337
Term loans/financing				
- Housing loans/financing	16,705,532	16,998,380	14,558,466	15,232,362
- Syndicated term loans/financing	10,595,302	10,378,520	6,495,413	7,075,007
- Hire purchase receivables	172,954	215,407	43,894	51,463
- Other term loans/financing	21,746,327	21,080,645	14,877,295	14,293,450
Credit cards	480,611	513,093	480,611	513,093
Bills receivable	176,905	225,481	138,354	177,826
Trust receipts	10,585	16,919	10,207	16,613
Claims on customers under acceptance credits	705,026	1,920,350	634,422	1,756,801
Revolving credit	11,920,086	11,509,050	8,370,052	7,527,059
Staff loans/financing	38,937	39,461	38,937	39,461
Other loans/financing	4,468,184	3,562,478	4,222,772	3,325,263
Gross loans, advances and financing	69,752,113	69,353,942	51,950,826	52,268,735
ECL allowance	(1,031,396)	(1,062,314)	(817,053)	(835,859)
Net loans, advances and financing	68,720,717	68,291,628	51,133,773	51,432,876

(a) By type of customer

Domestic banking institutions	740,928	786,133	-	-
Domestic non-bank financial institutions	4,464,337	4,074,085	2,670,187	2,149,644
Domestic business enterprises				
- Small and medium enterprises	12,949,565	12,896,419	9,717,323	10,012,939
- Others	31,367,358	31,065,516	21,676,805	21,531,378
Individuals	18,557,430	18,889,687	16,381,174	17,061,061
Foreign entities	1,672,495	1,642,102	1,505,337	1,513,713
	69,752,113	69,353,942	51,950,826	52,268,735

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15 LOANS, ADVANCES AND FINANCING (continued)

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
(b) By interest/profit rate sensitivity				
Fixed rate				
- Housing loans/financing	117,871	129,393	76,407	64,406
- Hire purchase receivables	113,164	145,361	35,190	45,219
- Other fixed rate loans/financing	7,164,932	6,838,094	6,432,312	6,066,029
Variable rate				
- Base rate/base lending rate/base financing rate plus/standardised base rate	28,617,090	29,369,865	23,622,902	25,133,807
- Cost plus	33,355,127	32,354,952	21,412,024	20,470,229
- Other variable rates	383,929	516,277	371,991	489,045
	<u>69,752,113</u>	<u>69,353,942</u>	<u>51,950,826</u>	<u>52,268,735</u>
(c) By sector				
Agriculture, hunting, forestry and fishing	1,950,264	2,156,009	1,402,466	1,569,460
Mining and quarrying	73,502	57,272	60,094	47,575
Manufacturing	8,119,479	7,988,332	6,963,034	6,958,196
Electricity, gas and water	792,538	712,043	514,297	486,098
Construction	2,484,594	2,159,457	1,912,883	1,562,038
Real estate	6,089,829	6,211,864	5,365,544	5,353,388
Wholesale & retail trade and restaurants & hotels	7,937,219	7,631,245	6,264,572	6,156,583
Transport, storage and communication	2,948,737	2,960,285	1,668,858	1,941,927
Finance, insurance and business services	17,232,659	17,057,745	8,677,649	8,446,350
Community, social and personal services	2,247,558	2,187,298	1,589,109	1,471,744
Household				
- Purchase of residential properties	17,282,432	17,611,242	15,129,461	15,839,177
- Purchase of non-residential properties	547,148	558,358	494,317	512,101
- Others	2,046,154	2,062,792	1,908,542	1,924,098
	<u>69,752,113</u>	<u>69,353,942</u>	<u>51,950,826</u>	<u>52,268,735</u>
(d) By geography determined based on where the credit risk resides				
Malaysia	68,106,151	67,717,281	50,471,813	50,759,509
Singapore	950,426	985,079	849,263	902,612
Other ASEAN countries	316,446	297,792	312,447	293,694
Rest of the world	379,090	353,790	317,303	312,920
	<u>69,752,113</u>	<u>69,353,942</u>	<u>51,950,826</u>	<u>52,268,735</u>
(e) By residual contractual maturity				
Up to one year	21,257,494	21,086,624	17,193,122	16,805,760
Over one year to three years	9,574,989	9,613,472	4,999,664	4,703,444
Over three years to five years	8,791,434	8,298,834	5,493,549	5,380,839
Over five years	30,128,196	30,355,012	24,264,491	25,378,692
	<u>69,752,113</u>	<u>69,353,942</u>	<u>51,950,826</u>	<u>52,268,735</u>

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16 IMPAIRED LOANS, ADVANCES AND FINANCING

(i) Movements in impaired loans, advances and financing

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
At 1 January	1,485,498	2,253,431	1,156,271	1,702,842
Impaired during the financial period/year	350,532	920,002	304,173	828,255
Reclassified as non-credit impaired	(220,350)	(769,324)	(185,578)	(685,366)
Amount recovered	(263,638)	(580,005)	(199,259)	(476,150)
Amount written off	(91,508)	(338,606)	(77,044)	(213,310)
At 30 June/31 December	1,260,534	1,485,498	998,563	1,156,271
Stage 3 ECL allowance	(342,424)	(432,069)	(257,131)	(323,916)
Net impaired loans, advances and financing	918,110	1,053,429	741,432	832,355
a) By sector				
Agriculture, hunting, forestry and fishing	2,586	2,411	1,046	843
Mining and quarrying	6,772	8,093	6,763	8,093
Manufacturing	204,795	241,729	185,219	205,529
Electricity, gas and water	4,050	4,515	3,929	4,394
Construction	28,065	77,235	20,836	70,077
Real estate	70,785	73,806	69,479	69,916
Wholesale & retail trade and restaurants & hotels	337,476	384,825	199,403	210,127
Transport, storage and communication	9,469	11,740	4,662	6,332
Finance, insurance and business services	24,181	26,310	22,602	24,805
Community, social and personal services	6,796	6,294	6,455	6,190
Household				
- Purchase of residential properties	505,425	576,393	430,913	493,876
- Purchase of non-residential properties	11,327	12,392	7,970	8,866
- Others	48,807	59,755	39,286	47,223
	1,260,534	1,485,498	998,563	1,156,271
b) By geography determined based on where the credit risk resides				
Malaysia	1,228,737	1,444,403	974,014	1,125,202
Singapore	16,595	20,639	13,572	17,818
Other ASEAN countries	289	1,464	289	1,464
Rest of the world	14,913	18,992	10,688	11,787
	1,260,534	1,485,498	998,563	1,156,271
c) By collateral type				
Property	977,952	1,124,728	792,701	891,648
Fixed deposits	742	3,794	742	3,794
Secured - others	63,904	49,807	47,824	36,481
Unsecured - corporate and other guarantees	24,712	102,797	18,849	75,109
Unsecured - corporate clean	193,224	204,372	138,447	149,239
	1,260,534	1,485,498	998,563	1,156,271

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16 IMPAIRED LOANS, ADVANCES AND FINANCING (continued)

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

Group	30 June 2025				31 December 2024			
	<i>Non credit-impaired</i>		<i>Credit-impaired</i>	Total	<i>Non credit-impaired</i>		<i>Credit-impaired</i>	Total
	Stage 1	Stage 2	Stage 3		Stage 1	Stage 2	Stage 3	
	12 months ECL	Lifetime ECL	Lifetime ECL		12 months ECL	Lifetime ECL	Lifetime ECL	
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
At 1 January	231,833	398,412	432,069	1,062,314	188,322	320,834	755,192	1,264,348
Transferred to Stage 1	126,974	(120,575)	(6,399)	-	194,876	(167,567)	(27,309)	-
Transferred to Stage 2	(28,865)	46,360	(17,495)	-	(42,797)	104,908	(62,111)	-
Transferred to Stage 3	(207)	(49,965)	50,172	-	(2,034)	(107,738)	109,772	-
New financial assets originated or purchased	144,972	94,958	-	239,930	249,384	146,982	-	396,366
Financial assets derecognised	(107,186)	(95,010)	(33,857)	(236,053)	(175,554)	(164,838)	(29,512)	(369,904)
Net remeasurement during the financial period/year	(97,060)	149,464	16,455	68,859	(179,281)	266,000	42,725	129,444
Written off	-	-	(91,508)	(91,508)	-	-	(338,606)	(338,606)
Other movements	(1,634)	(3,499)	(7,013)	(12,146)	(1,083)	(169)	(18,082)	(19,334)
At 30 June/31 December	268,827	420,145	342,424	1,031,396	231,833	398,412	432,069	1,062,314

Bank

At 1 January	182,377	329,566	323,916	835,859	145,190	254,233	497,729	897,152
Transferred to Stage 1	95,232	(89,520)	(5,712)	-	156,196	(132,515)	(23,681)	-
Transferred to Stage 2	(24,743)	39,159	(14,416)	-	(34,052)	85,462	(51,410)	-
Transferred to Stage 3	(182)	(41,586)	41,768	-	(1,951)	(85,871)	87,822	-
New financial assets originated or purchased	123,984	81,592	-	205,576	219,181	124,880	-	344,061
Financial asset derecognised	(97,712)	(81,389)	(19,798)	(198,899)	(157,866)	(137,818)	(27,390)	(323,074)
Net remeasurement during the financial period/year	(77,219)	125,260	14,680	62,721	(143,375)	221,301	69,626	147,552
Written off	-	-	(77,044)	(77,044)	-	-	(213,310)	(213,310)
Other movements	(1,406)	(3,491)	(6,263)	(11,160)	(946)	(106)	(15,470)	(16,522)
At 30 June/31 December	200,331	359,591	257,131	817,053	182,377	329,566	323,916	835,859

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16 IMPAIRED LOANS, ADVANCES AND FINANCING (continued)

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

(a) By sector

ECL allowance on loans, advances and financing, including on loan commitments and financial guarantees (Note 21)

	Group				Bank			
	<i>Non credit- impaired</i>	<i>Credit- impaired</i>	Stage 3 ECL		<i>Non credit- impaired</i>	<i>Credit- impaired</i>	Stage 3 ECL	
	Stage 1 and 2 ECL RM'000	Stage 3 ECL RM'000	Made during the financial period (Note 29) RM'000	Written off RM'000	Stage 1 and 2 ECL RM'000	Stage 3 ECL RM'000	Made during the financial period (Note 29) RM'000	Written off RM'000
30 June 2025								
Agriculture, hunting, forestry and fishing	35,894	640	213	-	25,277	543	207	-
Mining and quarrying	1,782	9	9	-	1,607	-	-	-
Manufacturing	256,509	49,571	6,649	6,554	231,461	37,072	5,485	1,701
Electricity, gas and water	9,367	1,480	4	-	7,585	1,476	4	-
Construction	99,950	29,150	2,857	38,122	75,249	10,709	2,097	37,983
Real estate	47,327	17,597	210	-	42,051	17,458	195	-
Wholesale & retail trade and restaurants & hotels	147,078	153,053	16,884	12,246	120,485	105,673	14,158	8,694
Transport, storage and communication	56,025	2,441	1,313	421	37,261	1,164	515	251
Finance, insurance and business services	102,851	2,577	1,615	359	72,160	2,231	1,533	359
Community, social and personal services	16,706	1,458	591	-	14,922	1,398	543	-
Household								
- Purchase of residential properties	50,796	83,290	47,120	27,350	45,261	67,206	39,839	22,433
- Purchase of non-residential properties	2,209	1,223	1,073	763	1,904	602	997	763
- Others	77,755	19,663	12,862	5,693	75,230	15,162	11,442	4,860
	904,249	362,152	91,400	91,508	750,453	260,694	77,015	77,044

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16 IMPAIRED LOANS, ADVANCES AND FINANCING (continued)

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

(a) By sector (continued)

ECL allowance on loans, advances and financing, including on loan commitments and financial guarantees (Note 21) (continued)

	Group				Bank			
	<i>Non credit-impaired</i>	<i>Credit-impaired</i>	Stage 3 ECL		<i>Non credit-impaired</i>	<i>Credit-impaired</i>	Stage 3 ECL	
	Stage 1 and 2 ECL	Stage 3 ECL	Made during the financial period (Note 29)	Written off	Stage 1 and 2 ECL	Stage 3 ECL	Made during the financial period (Note 29)	Written off
31 December 2024	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Agriculture, hunting, forestry and fishing	36,670	479	689	1	26,143	361	573	1
Mining and quarrying	3,575	-	-	-	3,348	-	-	-
Manufacturing	238,164	71,823	23,726	113,552	215,250	42,634	13,484	51,024
Electricity, gas and water	7,677	1,480	184	36,996	6,297	1,476	184	36,996
Construction	121,648	96,479	43,354	68,180	80,974	78,179	38,307	22,054
Real estate	48,797	17,479	331	1	42,644	17,339	274	1
Wholesale & retail trade and restaurants & hotels	126,212	157,384	38,566	14,978	105,884	107,933	19,955	11,297
Transport, storage and communication	42,461	3,509	4,475	443	29,936	1,284	2,021	435
Finance, insurance and business services	94,109	2,055	4,660	32,202	67,421	1,614	4,432	31,923
Community, social and personal services	18,887	1,144	458	384	17,191	1,131	458	-
Household								
- Purchase of residential properties	45,548	93,646	104,568	53,791	40,361	75,651	91,555	43,758
- Purchase of non-residential properties	3,061	1,658	4,066	3,571	2,875	802	4,052	3,571
- Others	81,264	21,333	26,386	14,507	78,992	15,685	22,488	12,250
	868,073	468,469	251,463	338,606	717,316	344,089	197,783	213,310

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16 IMPAIRED LOANS, ADVANCES AND FINANCING (continued)

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

(b) By geographical distribution

ECL allowance on loans, advances and financing, including on loan commitments and financial guarantees (Note 21) (continued)

	Group			Bank		
	<i>Non credit- impaired</i>	<i>Credit- impaired</i>	Total	<i>Non credit- impaired</i>	<i>Credit- impaired</i>	Total
	Stage 1 and 2 ECL RM'000	Stage 3 ECL RM'000		Stage 1 and 2 ECL RM'000	Stage 3 ECL RM'000	
30 June 2025						
Malaysia	887,753	354,011	1,241,764	736,753	255,690	992,443
Singapore	4,798	5,037	9,835	4,463	3,710	8,173
Other ASEAN countries	3,630	1,011	4,641	3,621	-	3,621
Rest of the world	8,068	2,093	10,161	5,616	1,294	6,910
	<u>904,249</u>	<u>362,152</u>	<u>1,266,401</u>	<u>750,453</u>	<u>260,694</u>	<u>1,011,147</u>
31 December 2024						
Malaysia	856,889	456,875	1,313,764	706,508	336,841	1,043,349
Singapore	4,662	6,274	10,936	4,454	4,921	9,375
Other ASEAN countries	1,637	1,700	3,337	1,628	627	2,255
Rest of the world	4,885	3,620	8,505	4,726	1,700	6,426
	<u>868,073</u>	<u>468,469</u>	<u>1,336,542</u>	<u>717,316</u>	<u>344,089</u>	<u>1,061,405</u>

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17 DERIVATIVE FINANCIAL ASSETS AND LIABILITIES

Group	30 June 2025			31 December 2024		
	Contract or underlying principal amount RM'000	Fair value		Contract or underlying principal amount RM'000	Fair value	
		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
Trading						
Foreign exchange derivatives						
- Forwards	9,139,452	54,461	195,129	9,392,620	138,301	140,811
- Swaps	45,334,449	655,651	603,068	30,368,065	472,313	443,122
- Options	516,857	4,941	34	473,453	3,517	1,275
- Others	5	-	-	4	-	1
Interest rate derivatives						
- Forwards	279,202	79	1,574	68,627	105	-
- Swaps	49,107,142	248,035	284,203	45,960,370	242,786	243,931
- Options	106,325	2,131	2,131	53,480	1,212	1,212
- Futures	1,540,189	53	51	952,116	81	78
- Others	6,256	-	56	12,913	20	73
Equity and other derivatives						
- Swaps	1,692,388	44,413	44,413	1,284,117	43,813	43,813
- Exchange traded futures	10,159	-	48	-	-	-
- Options	1,390,733	10,251	11,702	1,285,201	10,427	10,401
- Credit linked notes	1,589,800	27,673	27,673	1,280,070	22,585	22,585
	110,712,957	1,047,688	1,170,082	91,131,036	935,160	907,302
Hedging						
Interest rate derivatives						
- Swaps	3,989,304	777	29,653	3,235,991	17,529	2,257
	114,702,261	1,048,465	1,199,735	94,367,027	952,689	909,559

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	30 June 2025			31 December 2024		
	Contract or underlying principal amount RM'000	Fair value		Contract or underlying principal amount RM'000	Fair value	
		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
Bank						
Trading						
Foreign exchange derivatives						
- Forwards	9,168,751	54,216	195,130	9,386,800	138,238	140,460
- Swaps	45,756,117	657,305	603,746	30,542,396	472,692	443,144
- Options	516,857	4,941	34	473,453	3,517	1,275
- Others	5	-	-	4	-	1
Interest rate derivatives						
- Forwards	279,202	79	1,574	68,627	105	-
- Swaps	49,107,142	248,035	284,203	45,960,370	242,786	243,931
- Options	106,325	2,131	2,131	53,480	1,212	1,212
- Futures	1,540,189	53	51	952,116	81	78
- Others	6,256	-	56	12,913	20	73
Equity and other derivatives						
- Swaps	1,692,388	44,413	44,413	1,284,117	43,813	43,813
- Exchange traded futures	10,159	-	48	-	-	-
- Options	1,390,733	10,251	11,702	1,285,201	10,427	10,401
- Credit linked notes	1,589,800	27,673	27,673	1,280,070	22,585	22,585
	111,163,924	1,049,097	1,170,761	91,299,547	935,476	906,973
Hedging						
Interest rate derivatives						
- Swaps	3,989,304	777	29,653	3,235,991	17,529	2,257
	115,153,228	1,049,874	1,200,414	94,535,538	953,005	909,230

18 OTHER ASSETS

	Note	Group		Bank	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		RM'000	RM'000	RM'000	RM'000
Amount due from subsidiaries	(a)	-	-	16,161	20,749
Interest/Profit receivable		235,462	251,647	216,424	234,083
Other receivables, deposits and prepayments		317,228	222,464	313,562	218,449
Amount due from holding company		11,815	2,841	11,450	2,615
		564,505	476,952	557,597	475,896

(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 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
a) By type of deposit				
Demand deposits	25,233,147	25,504,250	19,814,988	19,745,700
Saving deposits	11,647,544	11,896,750	10,881,595	11,136,882
Fixed/General investment deposits	33,062,877	34,506,672	28,205,278	29,803,766
Negotiable instruments of deposit	2,854,564	2,905,520	2,696,173	2,905,520
Short-term money market deposits	1,489,812	1,959,452	1,190,639	1,813,492
	<u>74,287,944</u>	<u>76,772,644</u>	<u>62,788,673</u>	<u>65,405,360</u>
b) By type of customer				
Government and statutory bodies	68,302	127,105	57,532	37,850
Non-bank financial institutions	2,291,249	2,991,004	1,410,289	1,882,867
Business enterprises	28,973,939	28,441,210	23,148,581	22,658,081
Individuals	34,709,135	36,962,724	30,722,848	33,083,253
Foreign entities	7,381,749	7,384,665	6,650,694	6,945,403
Others	863,570	865,936	798,729	797,906
	<u>74,287,944</u>	<u>76,772,644</u>	<u>62,788,673</u>	<u>65,405,360</u>
c) By residual maturity for fixed/general investment deposits, negotiable instruments of deposit and short-term money market deposits				
Up to six months	33,298,202	33,101,449	28,460,121	29,200,675
Over six months to one year	3,748,176	6,187,282	3,315,537	5,245,983
Over one year to three years	352,133	76,370	309,890	72,277
Over three years to five years	8,742	6,543	6,542	3,843
	<u>37,407,253</u>	<u>39,371,644</u>	<u>32,092,090</u>	<u>34,522,778</u>

20 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Licensed banks and other financial institutions	<u>10,135,864</u>	<u>9,569,743</u>	<u>10,067,489</u>	<u>9,521,649</u>

21 OTHER LIABILITIES

	Note	Group		Bank	
		30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Amount due to subsidiary	(a)	-	-	46,200	53,193
Equity compensation benefits		30,496	26,233	29,688	25,547
Interest/Profit payable		384,658	409,578	345,256	369,805
Structured investments		3,190,770	2,842,002	3,190,770	2,842,002
Lease liabilities		21,400	28,357	19,146	25,350
Other payables and accruals		782,750	774,540	708,454	720,628
ECL allowance for loan commitments and financial guarantees	(b)	235,005	274,228	194,094	225,546
		<u>4,645,079</u>	<u>4,354,938</u>	<u>4,533,608</u>	<u>4,262,071</u>

(a) The amount due to subsidiary 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:

	<i>Non credit-impaired</i>		<i>Credit-impaired</i>	Total
	Stage 1	Stage 2	Stage 3	
	12 months ECL	Lifetime ECL	Lifetime ECL	
Group	RM'000	RM'000	RM'000	RM'000
2025				
At 1 January	132,997	104,831	36,400	274,228
Transferred to Stage 1	42,638	(42,638)	-	-
Transferred to Stage 2	(9,190)	9,190	-	-
Transferred to Stage 3	(14)	(1,873)	1,887	-
New financial assets originated or purchased	36,961	4,773	-	41,734
Financial assets derecognised	(21,311)	(18,798)	-	(40,109)
Net remeasurement during the financial period	(47,394)	28,033	(18,269)	(37,630)
Other movements	(2,151)	(777)	(290)	(3,218)
At 30 June	132,536	82,741	19,728	235,005
2024				
At 1 January	108,478	107,671	44,105	260,254
Transferred to Stage 1	79,282	(79,282)	-	-
Transferred to Stage 2	(15,858)	15,858	-	-
Transferred to Stage 3	(33)	(1,826)	1,859	-
New financial assets originated or purchased	85,099	19,886	-	104,985
Financial assets derecognised	(38,146)	(31,449)	-	(69,595)
Net remeasurement during the financial year	(83,558)	74,063	(9,985)	(19,480)
Other movements	(2,267)	(90)	421	(1,936)
At 31 December	132,997	104,831	36,400	274,228
Bank				
2025				
At 1 January	115,565	89,808	20,173	225,546
Transferred to Stage 1	35,658	(35,658)	-	-
Transferred to Stage 2	(8,939)	8,939	-	-
Transferred to Stage 3	(14)	(1,873)	1,887	-
New financial assets originated or purchased	34,088	4,238	-	38,326
Financial assets derecognised	(19,520)	(9,341)	-	(28,861)
Net remeasurement during the financial period	(40,239)	20,523	(18,269)	(37,985)
Other movements	(2,049)	(655)	(228)	(2,932)
At 30 June	114,550	75,981	3,563	194,094
2024				
At 1 January	95,450	89,842	28,951	214,243
Transferred to Stage 1	72,133	(72,133)	-	-
Transferred to Stage 2	(13,528)	13,528	-	-
Transferred to Stage 3	(31)	(1,441)	1,472	-
New financial assets originated or purchased	74,283	17,669	-	91,952
Financial assets derecognised	(32,711)	(24,100)	-	(56,811)
Net remeasurement during the financial year	(77,884)	66,518	(10,596)	(21,962)
Other movements	(2,147)	(75)	346	(1,876)
At 31 December	115,565	89,808	20,173	225,546

22 SUBORDINATED BONDS

	Group and Bank	
	30 June 2025	31 December 2024
	RM'000	RM'000
RM550 million Redeemable Subordinated Bond 2020/2030	550,000	550,000
RM500 million Redeemable Subordinated Bond 2022/2032	500,000	500,000
	1,050,000	1,050,000

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23 NET INTEREST INCOME

	Quarter ended		Year to date ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Group				
Interest income				
Loans, advances and financing				
- Interest income other than recoveries	651,824	665,317	1,296,824	1,330,589
- Recoveries from impaired loans, advances and financing	12,626	23,532	26,344	42,538
- Discount unwind from impaired loans, advances and financing	2,630	3,701	5,438	9,328
Money at call and deposit placements with banks and other financial institutions	13,707	21,905	34,331	35,166
Financial investments at FVOCI	223,284	179,565	443,255	346,943
Others	38,855	4,265	68,979	9,190
	<u>942,926</u>	<u>898,285</u>	<u>1,875,171</u>	<u>1,773,754</u>
Financial assets at FVTPL	27,860	24,286	50,936	48,796
	<u>970,786</u>	<u>922,571</u>	<u>1,926,107</u>	<u>1,822,550</u>
Interest expense				
Deposits from customers	(366,113)	(373,303)	(742,655)	(752,074)
Deposits and placements of banks and other financial institutions	(86,224)	(69,973)	(167,091)	(111,897)
Subordinated bonds	(10,098)	(10,098)	(20,084)	(20,195)
Lease liabilities	(210)	(206)	(432)	(372)
Others	(34,124)	(6,168)	(56,949)	(21,625)
	<u>(496,769)</u>	<u>(459,748)</u>	<u>(987,211)</u>	<u>(906,163)</u>
Net interest income	<u>474,017</u>	<u>462,823</u>	<u>938,896</u>	<u>916,387</u>
Bank				
Interest income				
Loans, advances and financing				
- Interest income other than recoveries	651,824	665,317	1,296,824	1,330,589
- Recoveries from impaired loans, advances and financing	12,626	23,532	26,344	42,538
- Discount unwind from impaired loans, advances and financing	2,630	3,701	5,438	9,328
Money at call and deposit placements with banks and other financial institutions	79,648	75,782	163,525	141,574
Financial investments at FVOCI	223,284	179,565	443,255	346,943
Others	38,855	4,265	68,979	9,190
	<u>1,008,867</u>	<u>952,162</u>	<u>2,004,365</u>	<u>1,880,162</u>
Financial assets at FVTPL	27,860	24,286	50,936	48,796
	<u>1,036,727</u>	<u>976,448</u>	<u>2,055,301</u>	<u>1,928,958</u>
Interest expense				
Deposits from customers	(366,239)	(373,505)	(742,883)	(752,211)
Deposits and placements of banks and other financial institutions	(108,589)	(87,694)	(211,041)	(146,500)
Subordinated bonds	(10,098)	(10,098)	(20,084)	(20,195)
Lease liabilities	(210)	(206)	(432)	(372)
Others	(75,660)	(39,079)	(138,571)	(85,888)
	<u>(560,796)</u>	<u>(510,582)</u>	<u>(1,113,011)</u>	<u>(1,005,166)</u>
Net interest income	<u>475,931</u>	<u>465,866</u>	<u>942,290</u>	<u>923,792</u>

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24 INCOME FROM ISLAMIC BANKING OPERATIONS

<u>Group</u>	Quarter ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	144,628	134,289	282,599	270,965
Income derived from investment of specific investment account funds	91,287	72,332	179,388	141,238
Income derived from investment of shareholder's funds	49,787	46,208	94,003	87,172
Income attributable to depositors	(66,332)	(60,563)	(129,658)	(122,440)
Income attributable to investment account holder	(64,392)	(50,632)	(126,064)	(98,866)
	<u>154,978</u>	<u>141,634</u>	<u>300,268</u>	<u>278,069</u>

25 NET FEE AND COMMISSION INCOME

<u>Group</u>	Quarter ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Commission	58,523	66,583	101,501	107,184
Service charges and fees	52,022	30,004	88,756	65,076
Other fee income	1,781	1,958	3,704	3,686
	<u>112,326</u>	<u>98,545</u>	<u>193,961</u>	<u>175,946</u>
 <u>Bank</u>				
Commission	56,254	65,027	96,589	104,838
Service charges and fees	52,022	30,004	88,756	65,076
Other fee income	1,781	1,958	3,704	3,686
	<u>110,057</u>	<u>96,989</u>	<u>189,049</u>	<u>173,600</u>

26 NET TRADING INCOME

<u>Group and Bank</u>	Quarter ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Foreign exchange gain/(loss)	321,065	4,682	352,910	(55,994)
Realised gain on financial assets at FVTPL	34,135	10,643	39,660	20,657
Realised (loss)/gain on trading derivatives	(22,012)	102,076	(21,932)	176,267
Unrealised gain/(loss) on financial assets at FVTPL	6,874	1,623	13,946	(5,008)
Unrealised (loss)/gain on trading derivatives	(211,084)	(10,490)	(147,741)	56,073
	<u>128,978</u>	<u>108,534</u>	<u>236,843</u>	<u>191,995</u>

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27 OTHER OPERATING INCOME

<u>Group</u>	Quarter ended		Year to date ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Gain/(loss) on disposal from:				
- Financial investments at FVOCI	28,427	(5,109)	30,228	2,629
- Property and equipment	(13)	(12)	(13)	(13)
Gross dividends from financial investments at FVOCI in Malaysia	450	450	450	450
Gross dividends from financial assets at FVTPL outside Malaysia	11	-	12	-
Rental of premises	1,236	1,079	2,527	2,097
Rental of safe deposit boxes	2,004	1,975	4,208	4,134
Shared services income received from holding company and related companies	7,622	5,092	13,968	10,903
Unrealised (loss)/gain on hedging derivatives	(809)	41	(184)	(7)
Others	82	(123)	80	(582)
	<u>39,010</u>	<u>3,393</u>	<u>51,276</u>	<u>19,611</u>

Bank

Gain/(loss) on disposal from:				
- Financial investments at FVOCI	28,427	(5,109)	30,228	2,629
- Property and equipment	(13)	(12)	(13)	(13)
Gross dividends from financial investments at FVOCI in Malaysia	450	450	450	450
Gross dividends from financial assets at FVTPL outside Malaysia	11	-	12	-
Rental of premises	1,257	1,094	2,567	2,128
Rental of safe deposit boxes	2,004	1,975	4,208	4,134
Shared services income received from subsidiaries	41,627	34,999	82,613	70,510
Shared services income received from holding company and related companies	7,622	5,092	13,968	10,903
Unrealised (loss)/gain on hedging derivatives	(809)	41	(184)	(7)
Others	82	6	80	(583)
	<u>80,658</u>	<u>38,536</u>	<u>133,929</u>	<u>90,151</u>

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28 OPERATING EXPENSES

<u>Group</u>	<u>Note</u>	Quarter ended		Year to date ended	
		30 June	30 June	30 June	30 June
		2025	2024	2025	2024
		RM'000	RM'000	RM'000	RM'000
Personnel expenses					
Wages, salaries and bonus		154,499	149,391	294,355	288,678
Employees Provident Fund contributions		23,000	22,665	43,654	43,493
Share-based costs		1,381	3,317	4,039	6,007
Others		18,459	16,295	33,831	31,753
		<u>197,339</u>	<u>191,668</u>	<u>375,879</u>	<u>369,931</u>
Establishment expenses					
Depreciation of property and equipment		5,354	4,493	9,937	9,024
Depreciation of ROU assets		4,175	3,221	8,659	6,356
Rental of premises	(a)	7	81	14	190
Repair and maintenance		3,447	2,242	7,213	5,681
Information technology costs		10,647	8,594	16,927	17,762
Hire of equipment	(a)	271	262	515	485
Others		4,780	2,823	9,086	6,856
		<u>28,681</u>	<u>21,716</u>	<u>52,351</u>	<u>46,354</u>
Marketing expenses					
Advertisement and business promotion		3,520	3,050	7,254	7,037
Transport and travelling		1,030	970	2,089	2,252
Others		601	766	1,817	1,310
		<u>5,151</u>	<u>4,786</u>	<u>11,160</u>	<u>10,599</u>
General administrative expenses					
IT and Transaction processing fees		118,579	96,942	220,568	206,974
Others		44,018	47,373	80,920	83,390
		<u>162,597</u>	<u>144,315</u>	<u>301,488</u>	<u>290,364</u>
Total operating expenses		<u>393,768</u>	<u>362,485</u>	<u>740,878</u>	<u>717,248</u>
<u>Bank</u>					
Personnel expenses					
Wages, salaries and bonus		149,845	144,521	285,884	279,906
Employees Provident Fund contributions		22,314	21,921	42,248	42,050
Share-based cost		1,334	3,227	3,920	5,835
Others		17,607	15,453	32,198	30,039
		<u>191,100</u>	<u>185,122</u>	<u>364,250</u>	<u>357,830</u>
Establishment expenses					
Depreciation of property and equipment		5,116	4,250	9,451	8,537
Depreciation of ROU assets		3,802	2,852	7,914	5,586
Rental of premises		7	81	15	220
Repair and maintenance	(a)	3,272	2,140	6,925	5,471
Information technology costs		10,516	8,482	16,670	17,510
Hire of equipment	(a)	249	239	472	442
Others		4,263	2,550	8,048	6,128
		<u>27,225</u>	<u>20,594</u>	<u>49,495</u>	<u>43,894</u>

(a) These expenses are in respect of short-term and/or low-value items leases 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 June 2025	30 June 2024	30 June 2025	30 June 2024
Bank (continued)	RM'000	RM'000	RM'000	RM'000
Marketing expenses				
Advertisement and business promotion	3,438	3,034	7,136	6,917
Transport and travelling	1,015	956	2,049	2,209
Others	512	762	1,723	1,305
	<u>4,965</u>	<u>4,752</u>	<u>10,908</u>	<u>10,431</u>
General administrative expenses				
IT and Transaction processing fees	112,570	91,489	209,802	195,743
Others	41,079	44,501	74,941	78,591
	<u>153,649</u>	<u>135,990</u>	<u>284,743</u>	<u>274,334</u>
Total operating expenses	<u>376,939</u>	<u>346,458</u>	<u>709,396</u>	<u>686,489</u>

29 IMPAIRMENT ALLOWANCES AND PROVISIONS CHARGE/(WRITEBACK)

	Quarter ended		Year to date ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Group	RM'000	RM'000	RM'000	RM'000
Loans, advances, financing and commitments				
Stage 1 and 2 ECL net charge during the financial period	89,433	74,726	36,176	88,453
Stage 3 ECL				
- Made during the financial period	42,281	49,779	91,400	95,654
- Writeback during the financial period	(71,865)	(90,006)	(98,906)	(140,501)
- Recovered during the financial period	(14,219)	(23,435)	(31,613)	(44,202)
Financial investments at FVOCI				
Stage 1 and 2 ECL net charge during the financial period	1,109	627	767	1,157
Other financial assets				
Stage 1 and 2 ECL net (writeback)/charge during the financial period	(33)	94	(130)	188
Stage 3 ECL net charge during the financial period	17	5	42	9
	<u>46,723</u>	<u>11,790</u>	<u>(2,264)</u>	<u>758</u>

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29 IMPAIRMENT ALLOWANCES AND PROVISIONS CHARGE

	Quarter ended		Year to date ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Bank				
Loans, advances, financing and commitments				
Stage 1 and 2 ECL net charge during the financial period	72,817	65,553	33,137	84,873
Stage 3 ECL				
- Made during the financial period	34,203	36,585	77,015	75,823
- Writeback during the financial period	(55,638)	(50,197)	(76,875)	(83,609)
- Recovered during the financial period	(10,262)	(15,622)	(21,062)	(31,285)
Investment account placements				
Stage 1 and 2 ECL net charge/(writeback) during the financial period	6,385	809	5,083	(128)
Stage 3 ECL net writeback during the financial period	-	(3,094)	-	(11,460)
Financial investments at FVOCI				
Stage 1 and 2 ECL net charge during the financial period	1,121	614	841	1,106
Other financial assets				
Stage 1 and 2 ECL net (writeback)/charge during the financial period	(33)	92	(126)	184
Stage 3 ECL net charge during the financial period	17	5	42	9
	48,610	34,745	18,055	35,513

30 INCOME TAX EXPENSE

	Quarter ended		Year to date ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Group				
Malaysian income tax				
- Current financial period	133,576	125,672	225,495	208,215
- Prior years under provision	-	731	-	731
Deferred Tax				
- Origination and reversal of temporary differences	(19,840)	(17,905)	12,777	1,912
	113,736	108,498	238,272	210,858
Bank				
Malaysian income tax				
- Current financial period	107,374	97,606	174,677	159,235
- Prior years under provision	-	475	-	475
Deferred Tax				
- Origination and reversal of temporary differences	(17,446)	(16,709)	13,493	1,337
	89,928	81,372	188,170	161,047

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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 amount</u> <u>RM'000</u>	<u>Credit equivalent amount</u> <u>RM'000</u>	<u>Risk weighted amount</u> <u>RM'000</u>
30 June 2025			
Direct credit substitutes	29,723	29,723	15,613
Transaction-related contingent items	4,192,281	2,135,376	1,281,918
Short-term self-liquidating trade-related contingencies	254,791	54,575	34,652
Forward asset purchases, forward deposits, partly paid shares and securities	670,614	670,614	2,727
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	789,372	789,372	151
Foreign exchange related contracts			
- One year or less	51,049,875	708,168	166,336
- Over one year to five years	3,595,627	304,271	82,197
- Over five years	345,261	82,920	65,823
Interest rate contracts			
- One year or less	8,465,800	4,862	2,759
- Over one year to five years	45,271,815	345,459	79,294
- Over five years	1,290,803	89,926	43,611
Equity and commodity related contracts	3,093,280	68,790	26,832
Credit derivative contracts	1,589,800	140	140
Formal standby facilities and credit lines			
- Maturity not exceeding one year	62,624	47,852	39,157
- Original maturity exceeding one year	5,362,873	4,473,582	3,115,474
Other unconditionally cancellable commitments	26,766,352	2,455,290	318,470
Total	152,830,891	12,260,920	5,275,154
31 December 2024			
Transaction-related contingent items	4,050,655	2,065,099	1,255,434
Short-term self-liquidating trade-related contingencies	297,976	62,476	36,608
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	519,677	519,677	242
Foreign exchange related contracts			
- One year or less	36,856,417	548,208	225,231
- Over one year to five years	2,937,067	312,785	75,617
- Over five years	440,658	92,822	63,382
Interest rate contracts			
- One year or less	9,178,215	4,722	3,263
- Over one year to five years	39,676,724	337,294	64,715
- Over five years	1,428,558	106,512	45,557
Equity and commodity related contracts	2,569,318	87,742	33,793
Credit derivative contracts	1,280,070	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	269,576	202,182	190,022
- Original maturity exceeding one year	4,819,986	4,026,381	2,591,996
Other unconditionally cancellable commitments	25,760,027	2,428,153	301,448
Total	130,084,924	10,794,053	4,887,308

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31 COMMITMENTS AND CONTINGENCIES (continued)

<u>Bank</u>	Principal amount	Credit equivalent amount	Risk weighted amount
	RM'000	RM'000	RM'000
30 June 2025			
Direct credit substitutes	29,723	29,723	15,613
Transaction-related contingent items	3,748,167	1,907,193	1,127,661
Short-term self-liquidating trade-related contingencies	238,402	51,297	32,584
Forward asset purchases, forward deposits, partly paid shares and securities	470,614	470,615	2,727
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	297,419	297,420	151
Foreign exchange related contracts			
- One year or less	51,984,103	712,681	166,091
- Over one year to five years	3,112,366	304,271	61,772
- Over five years	345,261	82,920	65,823
Interest rate contracts			
- One year or less	8,465,800	4,862	2,759
- Over one year to five years	45,271,815	345,459	79,294
- Over five years	1,290,803	89,926	43,611
Equity and commodity related contracts	3,093,280	68,790	26,832
Credit derivative contracts	1,589,800	140	140
Formal standby facilities and credit lines			
- Maturity not exceeding one year	60,184	46,021	37,181
- Original maturity over one year	4,036,412	3,396,223	2,335,409
Other unconditionally cancellable commitments	23,189,397	2,154,282	264,545
Total	147,223,546	9,961,823	4,262,193
31 December 2024			
Transaction-related contingent items	3,642,401	1,856,576	1,111,126
Short-term self-liquidating trade-related contingencies	223,806	47,234	28,406
Lending of securities or the posting of securities as collateral, including instances where these arise out of repo-style transactions	109,393	109,393	242
Foreign exchange related contracts			
- One year or less	37,018,742	548,290	225,083
- Over one year to five years	2,943,253	312,785	61,308
- Over five years	440,658	92,822	63,382
Interest rate contracts			
- One year or less	9,178,215	4,723	3,263
- Over one year to five years	39,676,724	337,294	64,715
- Over five years	1,428,558	106,512	45,557
Equity and commodity related contracts	2,569,318	87,742	33,793
Credit derivative contracts	1,280,070	-	-
Formal standby facilities and credit lines			
- Maturity not exceeding one year	268,757	201,568	189,751
- Original maturity exceeding one year	3,986,625	3,354,678	2,157,703
Other unconditionally cancellable commitments	23,018,647	2,180,062	265,273
Total	125,785,167	9,239,679	4,249,602

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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 for the Review Motion initially fixed on 19 September 2024 was 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 was subsequently made against the Borrower and the Borrower sought the Court's sanction to continue with the Review Motion ("the Sanction Application"). The hearing of the Sanction Application that was fixed on 16 January 2025 by the Winding-up Court was postponed to 4 February 2025 due to health reasons of the Borrower's lawyer. The Borrower obtained sanction from the Winding-up Court to proceed with the Review Motion on 4 February 2025. On 18 February 2025, the Federal Court unanimously dismissed the Review Motion with no order as to costs, given that the Borrower has been wound up. Nonetheless, the Bank will continue to monitor the case, given that there is a possibility that the Borrower may pursue a further review of the Federal Court's decision that dismissed the Review Motion.

32 CAPITAL COMMITMENTS

	Group		Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	RM'000	RM'000	RM'000	RM'000
Capital expenditure commitments in respect of property and equipment contracted but not provided for	34,612	30,582	34,575	30,539

33 CREDIT EXPOSURE ARISING FROM CREDIT TRANSACTIONS WITH CONNECTED PARTIES

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

	Group		Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	RM'000	RM'000	RM'000	RM'000
Aggregate value of outstanding credit exposure to connected parties[^]:				
Credit facility and leasing (except guarantee)	663,197	590,584	663,466	591,117
Commitments and contingencies*	743,306	625,471	897,918	779,166
	1,406,503	1,216,055	1,561,384	1,370,283
Credit-impaired or in default	-	-	-	-
Outstanding credit exposures to connected parties:				
As a proportion of total credit exposures	1.63%	1.42%	2.30%	2.06%

[^] Comprises total outstanding balances and unutilised limits.

* Commitments and contingencies transactions that give rise to credit and/or counterparty risk.

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34 CREDIT RISK

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

	Note	Group		Bank	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		RM'000	RM'000	RM'000	RM'000
Cash and cash equivalents*		1,328,484	1,751,567	667,934	907,997
Deposits and placements with banks and other financial institutions	11	543,891	1,487,913	573,380	1,660,263
Investment account placements	12	-	-	8,358,923	7,721,835
Financial assets at FVTPL	13	2,864,288	2,269,618	2,864,288	2,269,618
Financial investments at FVOCI**		27,958,346	26,735,483	23,070,099	22,338,959
Loans, advances and financing	15	68,720,717	68,291,628	51,133,773	51,432,876
Derivative financial assets	17	1,048,465	952,689	1,049,874	953,005
Other assets***		540,832	465,996	536,546	466,110
Contingent liabilities and commitments		38,128,630	35,717,897	32,070,318	31,249,629
		<u>141,133,653</u>	<u>137,672,791</u>	<u>120,325,135</u>	<u>119,000,292</u>

* Excluding cash in hand

** Excluding unquoted shares

*** Excluding prepayments

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<u>Group</u>	30 June 2025				31 December 2024			
	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000
(i) By issuer/counterparty								
Government and Central Bank	2,278,495	15,193,209	-	858,278	1,681,780	15,500,720	-	410,284
Foreign government	52	894,914	-	-	43	886,575	-	-
Public sector	208,991	1,757,843	-	-	89,378	1,613,792	-	-
Banking institutions	54,933	6,233,958	716,387	548,444	317	5,782,475	628,792	594,701
Non-bank financial institutions	299,501	2,605,692	67,267	503,522	497,168	1,802,615	120,708	400,086
Business enterprises	22,316	1,272,730	181,410	24,704,535	932	1,149,306	100,054	24,795,933
Small and medium enterprises	-	-	-	6,273,797	-	-	-	4,856,609
Individuals	-	-	83,401	5,240,054	-	-	103,135	4,660,284
	<u>2,864,288</u>	<u>27,958,346</u>	<u>1,048,465</u>	<u>38,128,630</u>	<u>2,269,618</u>	<u>26,735,483</u>	<u>952,689</u>	<u>35,717,897</u>
(ii) By geographical distribution								
Malaysia	2,851,891	24,088,617	925,516	37,269,914	2,268,326	23,709,885	846,071	34,704,564
Singapore	-	-	111,164	348,600	-	-	92,845	310,148
Other ASEAN countries	-	626,130	-	113,693	-	600,137	1	113,876
Rest of the world	12,397	3,243,599	11,785	396,423	1,292	2,425,461	13,772	589,309
	<u>2,864,288</u>	<u>27,958,346</u>	<u>1,048,465</u>	<u>38,128,630</u>	<u>2,269,618</u>	<u>26,735,483</u>	<u>952,689</u>	<u>35,717,897</u>

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34 CREDIT RISK (continued)

(a) Credit quality analysis (continued)

Group (continued)	30 June 2025				31 December 2024			
	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000
(iii) By sector								
Agriculture, hunting, forestry and fishing	5,006	-	2	753,576	-	-	13	535,153
Mining and quarrying	-	218,046	522	267,670	-	222,386	76	304,489
Manufacturing	7,064	99,859	10,650	7,904,298	930	103,223	12,913	8,029,381
Electricity, gas and water	-	741,792	142	337,372	1	657,560	18	155,664
Construction	179,034	945,285	616	5,673,674	49,843	844,981	243	4,746,967
Real estate	-	21,726	42,785	3,096,916	-	22,486	23,962	2,738,384
Wholesale & retail trade and restaurants & hotels	7	100,286	15,340	4,746,281	-	147,315	18,095	4,618,413
Transport, storage and communication	3,014	232,671	926	2,524,959	1	230,465	13,732	2,913,819
Finance, insurance and business services	371,690	9,047,743	894,081	5,929,312	497,486	7,673,424	780,499	5,578,294
Community, social and personal services	19,980	659,815	-	1,115,767	39,578	497,360	3	694,215
Household								
- Purchase of residential properties	-	-	-	1,810,910	-	-	-	1,671,671
- Purchase of non-residential properties	-	-	-	-	-	-	-	5,013
- Others	-	-	83,401	3,275,943	-	-	103,135	3,316,150
Others	2,278,493	15,891,123	-	691,952	1,681,779	16,336,283	-	410,284
	<u>2,864,288</u>	<u>27,958,346</u>	<u>1,048,465</u>	<u>38,128,630</u>	<u>2,269,618</u>	<u>26,735,483</u>	<u>952,689</u>	<u>35,717,897</u>
(iv) By residual maturity								
Within one year	587,812	8,403,309	598,536	27,243,461	628,600	8,934,579	481,987	25,796,063
One to five years	974,596	16,552,537	404,091	4,365,405	1,002,221	13,221,672	428,578	4,233,739
Over five years	1,301,880	3,002,500	45,838	6,519,764	638,797	4,579,232	42,124	5,688,095
	<u>2,864,288</u>	<u>27,958,346</u>	<u>1,048,465</u>	<u>38,128,630</u>	<u>2,269,618</u>	<u>26,735,483</u>	<u>952,689</u>	<u>35,717,897</u>

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2025 (continued)**34 CREDIT RISK (continued)****(a) Credit quality analysis (continued)**

Group (continued)	30 June 2025				31 December 2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
(v) By credit rating/internal grading and ECL stage								
Cash and cash equivalents	1,328,484	-	-	1,328,484	1,751,567	-	-	1,751,567
Deposits and placements with banks and other financial institutions	543,891	-	-	543,891	1,487,913	-	-	1,487,913
Financial assets at FVTPL*								
Government (AAA to BBB)	-	-	-	577,010	-	-	-	862,405
Government and central bank (unrated)	-	-	-	1,701,485	-	-	-	819,375
Foreign government (AAA to BBB)	-	-	-	47	-	-	-	43
Foreign government (unrated)	-	-	-	5	-	-	-	-
Investment grade (AAA to BBB)	-	-	-	324,848	-	-	-	422,577
Unrated	-	-	-	260,893	-	-	-	165,218
	-	-	-	2,864,288	-	-	-	2,269,618
* ECL stage is not disclosed for financial assets at FVTPL.								
Financial investments at FVOCI								
Government (AAA to BBB)	7,241,327	-	-	7,241,327	10,030,211	-	-	10,030,211
Government and central bank (unrated)	6,676,885	-	-	6,676,885	5,470,509	-	-	5,470,509
Foreign government (AAA to BBB)	2,169,910	-	-	2,169,910	886,575	-	-	886,575
Investment grade (AAA to BBB)	4,427,252	479,317	-	4,906,569	3,763,478	278,740	-	4,042,218
Unrated	6,963,655	-	-	6,963,655	6,305,970	-	-	6,305,970
	27,479,029	479,317	-	27,958,346	26,456,743	278,740	-	26,735,483
Contingent liabilities and loan commitments (excluding derivative assets)								
Pass	37,336,555	632,720	-	37,969,275	34,409,908	1,115,614	-	35,525,522
Special Mention	-	77,870	-	77,870	-	95,672	-	95,672
Credit-impaired	-	-	81,485	81,485	-	-	96,703	96,703
	37,336,555	710,590	81,485	38,128,630	34,409,908	1,211,286	96,703	35,717,897

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34 CREDIT RISK (continued)

(a) Credit quality analysis (continued)

	30 June 2025				31 December 2024			
	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000
Bank								
(i) By issuer/counterparty								
Government and Central Bank	2,278,495	12,865,496	-	166,326	1,681,780	13,249,093	-	-
Foreign government	52	894,914	-	-	43	886,575	-	-
Public sector	208,991	1,198,170	-	-	89,378	1,025,384	-	-
Banking institutions	54,933	5,089,119	764,177	398,444	317	5,087,801	641,614	594,701
Non-bank financial institutions	299,501	1,764,258	67,267	472,987	497,168	955,251	120,707	380,002
Business enterprises	22,316	1,258,142	135,029	19,880,085	932	1,134,855	87,549	20,955,720
Small and medium enterprises	-	-	-	6,273,797	-	-	-	4,856,609
Individuals	-	-	83,401	4,878,679	-	-	103,135	4,462,597
	<u>2,864,288</u>	<u>23,070,099</u>	<u>1,049,874</u>	<u>32,070,318</u>	<u>2,269,618</u>	<u>22,338,959</u>	<u>953,005</u>	<u>31,249,629</u>
(ii) By geographical distribution								
Malaysia	2,851,891	19,200,370	926,925	31,268,302	2,268,326	19,313,361	846,388	30,330,289
Singapore	-	-	111,164	348,600	-	-	92,845	310,148
Other ASEAN countries	-	626,130	-	82,609	-	600,137	-	87,729
Rest of the world	12,397	3,243,599	11,785	370,807	1,292	2,425,461	13,772	521,463
	<u>2,864,288</u>	<u>23,070,099</u>	<u>1,049,874</u>	<u>32,070,318</u>	<u>2,269,618</u>	<u>22,338,959</u>	<u>953,005</u>	<u>31,249,629</u>

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34 CREDIT RISK (continued)

(a) Credit quality analysis (continued)

	30 June 2025				31 December 2024			
	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000	Financial assets at FVTPL RM'000	Financial investments at FVOCI RM'000	Derivative financial assets RM'000	Contingent liabilities and loan commitments RM'000
Bank (continued)								
(iii) By sector								
Agriculture, hunting, forestry and fishing	5,006	-	2	630,148	-	-	13	486,461
Mining and quarrying	-	218,046	522	258,962	-	222,386	76	290,778
Manufacturing	7,064	99,859	10,650	6,882,960	930	103,223	12,877	6,945,338
Electricity, gas and water	-	706,677	2	225,136	1	622,620	18	97,810
Construction	179,034	646,485	615	4,792,186	49,843	545,923	238	3,934,341
Real estate	-	21,726	42,785	2,511,518	-	22,486	23,962	2,519,221
Wholesale & retail trade and restaurants & hotels	7	100,286	15,122	4,075,953	-	147,315	18,077	4,100,616
Transport, storage and communication	3,014	227,669	922	2,142,357	1	225,462	13,731	2,493,803
Finance, insurance and business services	371,690	7,021,584	895,853	4,858,336	497,486	6,116,935	780,875	4,920,749
Community, social and personal services	19,980	464,356	-	967,284	39,578	247,953	3	665,365
Household								
- Purchase of residential properties	-	-	-	1,449,535	-	-	-	1,478,997
- Others	-	-	83,401	3,275,943	-	-	103,135	3,316,150
Others	2,278,493	13,563,411	-	-	1,681,779	14,084,656	-	-
	<u>2,864,288</u>	<u>23,070,099</u>	<u>1,049,874</u>	<u>32,070,318</u>	<u>2,269,618</u>	<u>22,338,959</u>	<u>953,005</u>	<u>31,249,629</u>
(iv) By residual maturity								
Within one year	587,812	5,848,322	599,855	23,059,955	628,600	6,698,150	482,249	22,276,664
One to five years	974,596	14,336,565	404,181	3,451,600	1,002,221	11,066,582	428,632	3,862,917
Over five years	1,301,880	2,885,212	45,838	5,558,763	638,797	4,574,227	42,124	5,110,048
	<u>2,864,288</u>	<u>23,070,099</u>	<u>1,049,874</u>	<u>32,070,318</u>	<u>2,269,618</u>	<u>22,338,959</u>	<u>953,005</u>	<u>31,249,629</u>

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34 CREDIT RISK (continued)

(a) Credit quality analysis (continued)

	30 June 2025				31 December 2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Bank (continued)								
(v) By credit rating/internal grading and ECL stage								
Cash and cash equivalents	667,934	-	-	667,934	907,997	-	-	907,997
Deposits and placements with banks and other financial institutions	573,380	-	-	573,380	1,660,263	-	-	1,660,263
Investment account placements	8,338,887	20,036	-	8,358,923	7,675,918	45,917	-	7,721,835
Financial assets at FVTPL*								
Government (AAA to BBB)	-	-	-	577,010	-	-	-	862,405
Government and central bank (unrated)	-	-	-	1,701,485	-	-	-	819,375
Foreign government (AAA to BBB)	-	-	-	47	-	-	-	43
Foreign government (Unrated)	-	-	-	5	-	-	-	-
Investment grade (AAA to BBB)	-	-	-	324,848	-	-	-	422,577
Unrated	-	-	-	260,893	-	-	-	165,218
	-	-	-	2,864,288	-	-	-	2,269,618
* ECL stage is not disclosed for financial assets at FVTPL.								
Financial investments at FVOCI								
Government (AAA to BBB)	7,241,327	-	-	7,241,327	8,558,989	-	-	8,558,989
Government and central bank (unrated)	5,624,169	-	-	5,624,169	4,690,104	-	-	4,690,104
Foreign government (AAA to BBB)	894,914	-	-	894,914	886,575	-	-	886,575
Investment grade (AAA to BBB)	4,026,345	479,317	-	4,505,662	3,278,962	278,740	-	3,557,702
Unrated	4,804,027	-	-	4,804,027	4,645,589	-	-	4,645,589
	22,590,782	479,317	-	23,070,099	22,060,219	278,740	-	22,338,959
Contingent liabilities and loan commitments (excluding derivative assets)								
Pass	31,466,010	487,114	-	31,953,124	30,345,973	744,366	-	31,090,339
Special Mention	-	64,572	-	64,572	-	94,444	-	94,444
Credit-impaired	-	-	52,622	52,622	-	-	64,846	64,846
	31,466,010	551,686	52,622	32,070,318	30,345,973	838,810	64,846	31,249,629

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2025 (continued)**34 CREDIT RISK (continued)****(b) Credit quality of loans, advances and financing*****Credit quality***

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

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

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

Credit quality and ECL stage

<u>Group</u>	30 June 2025				31 December 2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Neither past due nor credit-impaired								
By internal grading								
Pass	61,487,920	5,635,188	-	67,123,108	59,789,226	6,653,364	-	66,442,590
Special Mention	-	979,846	-	979,846	-	1,090,592	-	1,090,592
	61,487,920	6,615,034	-	68,102,954	59,789,226	7,743,956	-	67,533,182
Past due but not credit-impaired								
By period overdue								
Less than 2 months	-	342,275	-	342,275	-	285,906	-	285,906
2 months to less than 3 months	-	46,350	-	46,350	-	49,356	-	49,356
	-	388,625	-	388,625	-	335,262	-	335,262
Credit-impaired								
Past due	-	-	888,415	888,415	-	-	1,008,938	1,008,938
Not past due	-	-	372,119	372,119	-	-	476,560	476,560
	-	-	1,260,534	1,260,534	-	-	1,485,498	1,485,498
Gross loans, advances and financing	61,487,920	7,003,659	1,260,534	69,752,113	59,789,226	8,079,218	1,485,498	69,353,942
ECL allowance	(268,827)	(420,145)	(342,424)	(1,031,396)	(231,833)	(398,412)	(432,069)	(1,062,314)
Net loans, advances and financing	61,219,093	6,583,514	918,110	68,720,717	59,557,393	7,680,806	1,053,429	68,291,628

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

The analysis of credit-impaired loans, advances and financing are disclosed in Note 16(i) to the financial statements.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS - 30 JUNE 2025 (continued)**34 CREDIT RISK (continued)****(b) Credit quality of loans, advances and financing (continued)*****Credit quality and ECL stage (continued)***

	30 June 2025				31 December 2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Bank								
Neither past due nor credit-impaired								
By internal grading								
Pass	45,176,130	4,668,141	-	49,844,271	44,814,900	5,118,546	-	49,933,446
Special Mention	-	799,571	-	799,571	-	892,920	-	892,920
	45,176,130	5,467,712	-	50,643,842	44,814,900	6,011,466	-	50,826,366
Past due but not credit-impaired								
By period overdue								
Less than 2 months	-	267,249	-	267,249	-	245,424	-	245,424
2 months to less than 3 months	-	41,172	-	41,172	-	40,674	-	40,674
	-	308,421	-	308,421	-	286,098	-	286,098
Credit-impaired								
Past due	-	-	710,001	710,001	-	-	798,143	798,143
Not past due	-	-	288,562	288,562	-	-	358,128	358,128
	-	-	998,563	998,563	-	-	1,156,271	1,156,271
Gross loans, advances and financing	45,176,130	5,776,133	998,563	51,950,826	44,814,900	6,297,564	1,156,271	52,268,735
ECL allowance	(200,331)	(359,591)	(257,131)	(817,053)	(182,377)	(329,566)	(323,916)	(835,859)
Net loans, advances and financing	44,975,799	5,416,542	741,432	51,133,773	44,632,523	5,967,998	832,355	51,432,876

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

The analysis of credit-impaired loans, advances and financing are disclosed in Note 16(i) to the financial statements.

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34 CREDIT RISK (continued)

(b) Credit quality of loans, advances and financing (continued)

Past due loans, advances and financing

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
(i) By sector				
Agriculture, hunting, forestry and fishing	160	67	160	67
Manufacturing	12,857	13,288	7,651	6,231
Electricity, gas and water	857	286	378	286
Construction	41,059	9,497	6,522	5,400
Real estate	1,178	641	1,178	641
Wholesale & retail trade and restaurants & hotels	46,516	40,174	36,819	34,078
Transport, storage and communication	5,552	1,451	4,851	1,202
Finance, insurance and business services	12,336	10,118	9,551	6,917
Community, social and personal services	5,157	1,623	3,012	198
Household				
- Purchase of residential properties	213,822	210,786	196,586	190,593
- Purchase of non-residential properties	3,052	3,421	3,052	3,421
- Others	12,781	14,151	11,569	12,826
	<u>355,327</u>	<u>305,503</u>	<u>281,329</u>	<u>261,860</u>
(ii) By geographical distribution				
Malaysia	340,696	290,503	266,698	247,174
Singapore	10,925	9,533	10,925	9,533
Other ASEAN countries	440	1,030	440	1,030
Rest of the world	3,266	4,437	3,266	4,123
	<u>355,327</u>	<u>305,503</u>	<u>281,329</u>	<u>261,860</u>

Collateral

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

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

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

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Fair value of collateral held against the covered portion of credit-impaired loans, advances and financing	1,620,795	1,859,026	1,372,565	1,488,363
Covered portion of credit-impaired loans, advances and financing	1,042,598	1,178,329	841,267	931,923
Uncovered portion of credit-impaired loans, advances and financing	217,936	307,169	157,296	224,348
	<u>1,260,534</u>	<u>1,485,498</u>	<u>998,563</u>	<u>1,156,271</u>

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35 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.

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 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 June 2025				
Financial assets at fair value				
Financial assets at FVTPL	2,864,288	-	-	2,864,288
Financial investments at FVOCI	21,833,346	6,125,000	113,922	28,072,268
Derivative financial assets	1,099	960,899	86,467	1,048,465
	<u>24,698,733</u>	<u>7,085,899</u>	<u>200,389</u>	<u>31,985,021</u>
Financial liabilities at fair value				
Derivative financial liabilities	362	1,116,735	82,638	1,199,735
31 December 2024				
Financial assets at fair value				
Financial assets at FVTPL	2,269,618	-	-	2,269,618
Financial investments at FVOCI	21,070,436	5,665,047	113,461	26,848,944
Derivative financial assets	1,430	864,606	86,653	952,689
	<u>23,341,484</u>	<u>6,529,653</u>	<u>200,114</u>	<u>30,071,251</u>
Financial liabilities at fair value				
Derivative financial liabilities	844	833,347	75,368	909,559
Bank				
30 June 2025				
Financial assets at fair value				
Financial assets at FVTPL	2,864,288	-	-	2,864,288
Financial investments at FVOCI	18,636,010	4,434,089	113,922	23,184,021
Derivative financial assets	1,152	962,377	86,345	1,049,874
	<u>21,501,450</u>	<u>5,396,466</u>	<u>200,267</u>	<u>27,098,183</u>
Financial liabilities at fair value				
Derivative financial liabilities	381	1,117,414	82,619	1,200,414

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35 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

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

<u>Bank</u>	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
31 December 2024				
Financial assets at fair value				
Financial assets at FVTPL	2,269,618	-	-	2,269,618
Financial investments at FVOCI	17,865,916	4,473,043	113,461	22,452,420
Derivative financial assets	1,401	864,983	86,621	953,005
	<u>20,136,935</u>	<u>5,338,026</u>	<u>200,082</u>	<u>25,675,043</u>
Financial liabilities at fair value				
Derivative financial liabilities	850	833,271	75,109	909,230

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

	<u>Group</u>		<u>Bank</u>	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Financial assets at fair value				
At 1 January	200,114	207,633	200,082	207,630
Realised loss				
- Recognised in net trading income	(44,304)	(93,855)	(44,272)	(93,852)
Unrealised gain				
- Recognised in net trading income	44,118	85,492	43,996	85,460
- Recognised in other comprehensive income	461	844	461	844
At 30 June/31 December	<u>200,389</u>	<u>200,114</u>	<u>200,267</u>	<u>200,082</u>
Financial liabilities at fair value				
At 1 January	75,368	95,637	75,109	95,637
Realised gain				
- Recognised in net trading income	(33,702)	(94,476)	(33,492)	(94,476)
Unrealised loss				
- Recognised in net trading income	40,972	74,207	41,002	73,948
At 30 June/31 December	<u>82,638</u>	<u>75,368</u>	<u>82,619</u>	<u>75,109</u>

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

<u>Group</u>	30 June 2025 Fair value RM'000	31 December 2024 Fair value RM'000	Classification	Valuation technique	Unobservable input
Assets					
Financial investments at FVOCI	113,922	113,461	FVOCI	Net asset value approach	Net asset value
Derivative financial assets	86,467	86,653	Hedge for trading	Option pricing model	Standard deviation
	<u>200,389</u>	<u>200,114</u>			

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35 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: (continued)

<u>Group</u>	30 June 2025 Fair value RM'000	31 December 2024 Fair value RM'000	Classification	Valuation technique	Unobservable input
Liabilities					
Derivative financial liabilities	82,638	75,368	Hedge for trading	Option pricing model	Standard deviation
Bank					
Assets					
Financial investments at FVOCI	113,922	113,461	FVOCI	Net asset value approach	Net asset value
Derivative financial assets	86,345	86,621	Hedge for trading	Option pricing model	Standard deviation
	200,267	200,082			
Liabilities					
Derivative financial liabilities	82,619	75,109	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.

36 CAPITAL ADEQUACY

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

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
CET 1 capital				
Paid-up ordinary share capital	754,000	754,000	754,000	754,000
Retained earnings	9,136,427	8,829,094	7,098,927	6,949,437
Other reserves	838,305	712,869	729,241	620,541
Regulatory adjustment for CET 1 capital	(919,907)	(912,072)	(1,350,557)	(1,345,684)
Tier 1 capital	9,808,825	9,383,891	7,231,611	6,978,294
Stage 1 and Stage 2 ECL and qualifying regulatory reserves under the Standardised Approach	25,257	26,324	23,875	24,494
Surplus eligible provisions over expected losses	304,340	288,475	257,004	245,500
Subordinated bonds	1,050,000	1,050,000	1,050,000	1,050,000
Tier 2 capital	1,379,597	1,364,799	1,330,879	1,319,994
Capital base	11,188,422	10,748,690	8,562,490	8,298,288

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36 CAPITAL ADEQUACY (continued)

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Before proposed dividend				
CET 1 capital ratio	16.324%	16.319%	14.153%	14.197%
Tier 1 capital ratio	16.324%	16.319%	14.153%	14.197%
Total capital ratio	18.620%	18.692%	16.757%	16.883%
After proposed dividend				
CET 1 capital ratio	15.516%	15.559%	13.202%	13.308%
Tier 1 capital ratio	15.516%	15.559%	13.202%	13.308%
Total capital ratio	17.812%	17.932%	15.806%	15.994%

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

Total RWA for credit risk	52,745,838	50,185,027	44,745,947	42,876,130
Total RWA for market risk	1,154,548	939,089	1,142,949	933,020
Total RWA for operational risk	6,186,262	6,379,417	5,207,996	5,342,831
	60,086,648	57,503,533	51,096,892	49,151,981

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

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

	30 June 2025	31 December 2024
CET 1/Tier 1 capital ratio	28.844%	28.540%
Total capital ratio	29.399%	29.081%