

Deutsche Bank (Malaysia) Berhad
Company Registration No. 199401026871 (312552-W)
(Incorporated in Malaysia)
and its subsidiaries

Unaudited Condensed Interim Financial Statements
for the Financial Period ended 31 March 2022



Consolidated Statements of Financial Position
As at 31 March 2022 – Unaudited

	Note	Group		Bank	
		31 March 2022 RM'000	31 December 2021 RM'000	31 March 2022 RM'000	31 December 2021 RM'000
Assets					
Cash and short-term funds	12.1	3,123,099	3,344,852	3,123,099	3,344,852
Deposits and placements with banks and other financial institutions	12.2	213,495	377,598	213,495	377,598
Reverse repurchase agreements		17,552	50,723	17,552	50,723
Financial securities	13	3,750,908	2,329,768	3,750,908	2,329,768
Loans, advances and financing	14	2,445,218	2,429,462	2,445,218	2,429,462
Derivative assets		824,279	813,346	824,279	813,346
Other assets	15	496,657	214,065	496,657	214,065
Tax recoverable		24,797	21,513	24,797	21,513
Statutory deposit with Bank Negara Malaysia		20,000	20,000	20,000	20,000
Investments in subsidiary companies		-	-	20	20
Property and equipment		2,448	2,683	2,448	2,683
Right-of-use assets		5,700	5,996	5,700	5,996
Deferred tax assets		25,656	25,283	25,656	25,283
Total assets		10,949,809	9,635,289	10,949,829	9,635,309
Liabilities and equity					
Deposits from customers	16	6,502,154	6,034,313	6,502,174	6,034,333
Deposits and placements of banks and other financial institutions	17	749,074	525,433	749,074	525,433
Lease liabilities		6,850	7,154	6,850	7,154
Derivative liabilities		737,176	730,664	737,176	730,664
Other liabilities	18	1,140,208	542,157	1,140,208	542,157
Total liabilities		9,135,462	7,839,721	9,135,482	7,839,741
Equity					
Share capital		531,362	531,362	531,362	531,362
Reserves		1,282,985	1,264,206	1,282,985	1,264,206
Total equity attributable to owner of the Bank		1,814,347	1,795,568	1,814,347	1,795,568
Total liabilities and equity		10,949,809	9,635,289	10,949,829	9,635,309
Commitments and contingencies	25	98,560,179	82,107,161	98,560,179	82,107,161

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2021.

Consolidated Statements Of Profit Or Loss And Other Comprehensive Income
For The Financial Period Ended 31 March 2022 - Unaudited

	Note	Group and Bank			
		1 st quarter ended 31 March 2022 RM'000	31 March 2021 RM'000	Three months ended 31 March 2022 RM'000	31 March 2021 RM'000
Interest income	19	44,922	44,549	44,922	44,549
Interest expense	20	(5,804)	(4,531)	(5,804)	(4,531)
Net interest income		39,118	40,018	39,118	40,018
Net income from Islamic Banking					
Operations	26	676	503	676	503
Non-interest income	21	26,434	18,411	26,434	18,411
Operating income		66,228	58,932	66,228	58,932
Other operating expenses	22	(37,437)	(37,305)	(37,437)	(37,305)
Operating profit		28,791	21,627	28,791	21,627
Allowance written back for impairment	23	261	991	261	991
Profit before tax		29,052	22,618	29,052	22,618
Tax expense		(7,502)	(3,849)	(7,502)	(3,849)
Net profit for the period		21,550	18,769	21,550	18,769
Other comprehensive (loss)/income:					
<i>Movement in fair value reserve (debt securities):</i>					
Net change in fair value		(3,556)	(9,976)	(3,556)	(9,976)
Net amount transferred to profit or loss		(90)	214	(90)	214
Tax expense on other comprehensive income		875	2,343	875	2,343
Other comprehensive loss for the period		(2,771)	(7,419)	(2,771)	(7,419)
Total comprehensive income for the period		18,779	11,350	18,779	11,350
Earnings per share (sen)		12.4 sen	10.8 sen	12.4 sen	10.8 sen

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2021.

Consolidated Statements Of Changes In Equity
For The Financial Period Ended 31 March 2022

Group and Bank	Note	Attributable to owner of the Bank				Proposed dividend RM'000	Total RM'000
		Share capital RM'000	Non-distributable Other reserves RM'000	Distributable Retained profits RM'000	Total reserves RM'000		
At 1 January 2022		531,362	41,553	1,222,653	1,264,206	-	1,795,568
Net profit for the period		-	-	21,550	21,550	-	21,550
Other comprehensive loss for the period		-	(2,771)	-	(2,771)	-	(2,771)
Total comprehensive income for the period		-	(2,771)	21,550	18,779	-	18,779
At 31 March 2022		531,362	38,782	1,244,203	1,282,985	-	1,814,347
At 1 January 2021		531,362	58,579	1,381,985	1,440,564	-	1,971,926
Net profit for the period		-	-	18,769	18,769	-	18,769
Other comprehensive loss for the period		-	(7,419)	-	(7,419)	-	(7,419)
Total comprehensive income for the period		-	(7,419)	18,769	11,350	-	11,350
At 31 March 2021		531,362	51,160	1,400,754	1,451,914	-	1,983,276

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2021.

**Condensed Consolidated Statements Of Cash Flows
For The Financial Period Ended 31 March 2022**

	Group and Bank	
	31 March 2022 RM'000	31 March 2021 RM'000
Profit before taxation	29,052	22,618
Adjustments for non-operating and non-cash items	604	688
Operating profit before working capital changes	29,656	23,306
Changes in working capital		
Net changes in operating assets	(1,700,897)	(608,778)
Net changes in operating liabilities	1,296,045	491,201
Income tax paid	(10,283)	(22,667)
Net cash used in operations	(385,479)	(116,938)
Cash flows from investing activities:		
Purchase of property and equipment	(9)	(75)
Proceeds from redemption of shares	-	61
Net cash used in investing activities	(9)	(14)
Cash flows from financing activities:		
Payment of lease liabilities	(368)	(368)
Net cash used in financing activities	(368)	(368)
Net decrease in cash and cash equivalents	(385,856)	(117,320)
Cash and cash equivalents at beginning of the period	3,722,450	5,153,270
Cash and cash equivalents at end of the period	3,336,594	5,035,950
Analysis of cash and cash equivalents:		
Cash and short-term funds	3,123,099	4,485,953
Deposits and placement with banks and other financial institutions	213,495	549,997
Cash and Cash equivalents at the end of the period	3,336,594	5,035,950

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2021.

Explanatory Notes To The Interim Financial Statements For The Financial Period Ended 31 March 2022

1. Basis of preparation

The unaudited interim financial statements for the financial period ended 31 March 2022 have been prepared under the historical cost convention except for reverse repurchase agreements, financial securities and derivative financial instruments which are stated at fair values.

The unaudited interim financial statements have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”). The unaudited interim financial statements should be read in conjunction with the audited annual financial statements for the Group and the Bank for the financial year ended 31 December 2021. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Bank since the year ended 31 December 2021.

The unaudited interim financial statements incorporated those activities relating to the Islamic banking business. Islamic banking business refers generally to the acceptance of deposits under the principles of Shariah.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2021, except for the adoption of the following Malaysian Financial Reporting Standard (“MFRS”), Amendments to MFRSs and IC Interpretation that have been issued by the Malaysian Accounting Standard Board (“MASB”):

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- Amendments to MFRS 17 *Insurance Contracts*
- Amendments to MFRS 4 *Insurance Contracts – Extension of the Temporary Exemption from Applying MFRS 9*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosure of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*
- Amendments to MFRS 17 *Insurance Contracts–Initial Application of MFRS 17 and MFRS 9– Comparative Information*

1. Basis of preparation (continued)

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

- 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, interpretations and amendments, where applicable:

- from the annual period beginning on 1 January 2023 for those amendments, that are effective for annual periods beginning on or after 1 January 2023

The Group and the Bank do not plan to apply MFRS 17, *Insurance Contracts* that is effective for annual periods beginning on or after 1 January 2023 as it is not applicable to the Group and the Bank.

2. Audit report

The audit report on the audited annual financial statements of the Group and the Bank for the financial year ended 31 December 2021 was not subject to any qualification.

3. Seasonality or Cyclicity of Operations

The business operations of the Group and the Bank are not subject to material seasonal or cyclical fluctuations.

4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group and of the Bank for the financial period ended 31 March 2022.

5. Changes in Estimates

There were no significant changes in estimates of amounts reported in prior financial years that have a material effect on the financial results and position of the Group and the Bank for the financial period ended 31 March 2022.

6. Issuance and Repayment of Debt and Equity Securities

There were no issuance and repayment of debt and equity securities during the financial period ended 31 March 2022.

7. Dividend Paid

No dividend was paid during the financial period ended 31 March 2022. The final dividend recommended by the Directors in respect of the financial year ended 31 December 2021 is 63.0 sen per ordinary share totalling RM109,386,000.

8. Material Events

There were no material events subsequent to the reporting date that require disclosure or adjustments to the unaudited condensed interim financial statements.

9. Changes in the composition of the Group

There were no changes in the composition of the Group for the financial period ended 31 March 2022.

10. Review of Performance

The Bank recorded profit before tax for the financial period ended 31 March 2022 of RM29.1 million compared to RM22.6 million for the previous corresponding period. Operating income increased by RM7.3 million (+12.4%) from RM58.9 million to RM66.2 million, mainly attributed to higher non-interest income of RM26.4 million against RM18.4 million in the previous corresponding period.

Total assets registered an increase of RM1.3 billion or (+13.5%) from RM9.6 billion as at 31 December 2021 to RM10.9 billion as at 31 March 2022. The Bank's total common equity tier 1 ratio and total capital ratio remained strong at 23.2% and 23.8%, respectively.

11. Prospects

After an uncertain 2021, the global economy was looking to expand in 2022. However, aside from the continuing effects of the Covid-19 epidemic, the world was hit by another major source of uncertainty in the form of Russia's invasion of Ukraine in early 2022. Given that Russia and Ukraine are major producers of commodities (most notably oil and wheat), this has contributed to the ongoing supply chain issues and soaring energy prices. This has caused global prices to soar, especially oil, natural gas and food. Given its proximity, the Eurozone is particularly impacted by this event. As for the United States, it is less directly affected as it has few direct ties to Ukraine and Russia. However, inflation is an on-going concern, even before the war boosted commodity prices. This might indirectly result in the raising of interest rates by the Federal Reserve. As of the time of writing, the war seems like it will be prolonged, and this might have a continued negative impact on the global economy.

Malaysia also has few direct ties to Ukraine and Russia, meaning the current conflict hasn't affected it directly. However, it is not immune to the rising costs caused by the conflict, and this has put a damper on the positive growth it was beginning to see towards the tail end of 2021. That recovery was mostly driven by the easing of containment measures under the National Recovery Plan (NRP), as well as increased domestic demand due to the aforementioned easing. In line with the IMF projection for the rest of the world, recovery of the economy is expected, albeit at a slower pace than initially expected. However, it is extremely difficult to make any reasonably accurate assumptions as long as the global economy's volatility continues to be affected by the on-going conflict in Ukraine.

The Bank remains competitive with the solid frameworks around capital and liquidity management, risk controls and enhanced internal processes. We continue to be relentless in our commitment towards client centricity and in driving product innovation to deliver sustainable performance.

The Bank looks forward to contribute to the economic growth and wellbeing of the communities which we operate and to create positive impact for our clients, investors, employees and society at large.

12. Cash and cash equivalents

12.1 Cash and short-term funds

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Cash and balances with banks and other financial institutions	407,824	162,051
Money at call and deposit placements maturing within one month	<u>2,715,275</u>	<u>3,182,801</u>
	<u>3,123,099</u>	<u>3,344,852</u>

12.2 Deposits and placements with banks and other financial institutions

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Other financial institutions	<u>213,495</u>	<u>377,598</u>
	<u>213,495</u>	<u>377,598</u>

12. Cash and cash equivalents (continued)

The following table shows reconciliations from the opening to the closing balance of the loss allowance for cash and cash equivalents.

Group and Bank	2022				2021			
	12-month ECL	Lifetime ECL not credit - impaired	Lifetime ECL credit - impaired	Total	12-month ECL	Lifetime ECL not credit - impaired	Lifetime ECL credit - impaired	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash and cash equivalents								
Balance at 1 January	32	-	-	32	96	-	-	96
Transfer to 12-month ECL	-	-	-	-	-	-	-	-
Transfer to lifetime ECL not credit-impaired	-	-	-	-	-	-	-	-
Transfer to lifetime ECL credit-impaired	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(13)	-	-	(13)	(59)	-	-	(59)
New financial assets originated or purchased	11	-	-	11	12	-	-	12
Financial assets that have been derecognised	(12)	-	-	(12)	(17)	-	-	(17)
Write-offs	-	-	-	-	-	-	-	-
Recoveries of amounts previously written off	-	-	-	-	-	-	-	-
Changes in models/risk parameters	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-
Balance at 31 March / 31 December	18	-	-	18	32	-	-	32

13. Financial securities

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Debt securities at FVTPL		
Malaysian Government Securities	724,452	461,956
Malaysian Investment Issue	780,308	237,812
Treasury Bills	374,431	-
Cagamas bonds	150,000	150,002
Negotiable instruments of deposits	300,000	-
	<u>2,329,191</u>	<u>849,770</u>
Debt securities at FVOCI		
Malaysian Government Securities	772,534	776,231
Malaysian Investment Issue	633,387	687,971
	<u>1,405,921</u>	<u>1,464,202</u>
Equity investments at FVOCI		
Unquoted shares in Malaysia	15,796	15,796
	<u>3,750,908</u>	<u>2,329,768</u>

13. Financial securities (continued)

The following table shows reconciliations from the opening to the closing balance of the loss allowance for debt securities at FVOCI.

Group and Bank	2022				2021			
	12-month ECL	Lifetime ECL not credit - impaired	Lifetime ECL credit - impaired	Total	12-month ECL	Lifetime ECL not credit - impaired	Lifetime ECL credit - impaired	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Debt securities at FVOCI								
Balance at 1 January	594	-	-	594	217	-	-	217
Transfer to 12-month ECL	-	-	-	-	-	-	-	-
Transfer to lifetime ECL not credit-impaired	-	-	-	-	-	-	-	-
Transfer to lifetime ECL credit-impaired	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(85)	-	-	(85)	159	-	-	159
New financial assets originated or purchased	-	-	-	-	296	-	-	296
Financial assets that have been derecognised	(5)	-	-	(5)	(78)	-	-	(78)
Write-offs	-	-	-	-	-	-	-	-
Recoveries of amounts previously written off	-	-	-	-	-	-	-	-
Changes in models/risk parameters	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-
Balance at 31 March / 31 December	504	-	-	504	594	-	-	594

14. Loans, advances and financing

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
<i>At amortised cost</i>		
Overdrafts	72,439	92,359
Term loans - housing loans	5,691	6,053
- Other term loans	1,169,644	1,068,430
Bill receivable	156,319	179,784
Trust Receipt	203,949	230,131
Claims on customers under acceptance credits	846,533	861,007
Staff loans	-	4
	<u>2,454,575</u>	<u>2,437,768</u>
Unearned interest	(4,029)	(2,821)
Gross loans, advances and financing	<u>2,450,546</u>	<u>2,434,947</u>
Allowance for impaired loans and financing		
- Expected credit losses	(5,328)	(5,485)
Net loans, advances and financing	<u>2,445,218</u>	<u>2,429,462</u>

14. Loans, advances and financing (continued)

The following table shows reconciliations from the opening to the closing balance of the loss allowance for loans, advances and financing.

Group and Bank	2022				2022			
	12-month ECL	Lifetime ECL not credit – impaired	Lifetime ECL credit – impaired	Total	12-month ECL	Lifetime ECL not credit – impaired	Lifetime ECL credit – impaired	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing at amortised cost*								
Balance at 1 January	2,573	1,026	1,886	5,485	3,224	3,101	1,758	8,083
Transfer to 12-month ECL	91	-	(91)	-	75	-	(75)	-
Transfer to lifetime ECL not credit-impaired	-	-	-	-	-	-	-	-
Transfer to lifetime ECL credit-impaired	(117)	-	117	-	(405)	-	405	-
Net remeasurement of loss allowance	(421)	20	6	(395)	(350)	(1,135)	(202)	(1,687)
New financial assets originated or purchased	464	394	-	858	932	478	-	1,410
Financial assets that have been derecognised	(142)	(478)	-	(620)	(903)	(1,418)	-	(2,321)
Write-offs	-	-	-	-	-	-	-	-
Recoveries of amounts previously written off	-	-	-	-	-	-	-	-
Changes in models/risk parameters	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-
Balance at 31 March / 31 December	2,448	962	1,918	5,328	2,573	1,026	1,886	5,485

* The loss allowance in this table includes ECL on loan commitment and financial guarantees.

14. Loans, advances and financing (continued)

The maturity structure of gross loans, advances and financing are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Maturing within one year	2,167,473	2,138,436
More than one year and three years	252,208	263,402
More than three years to five years	28,544	30,247
Over five years	2,321	2,862
	<u>2,450,546</u>	<u>2,434,947</u>

Gross loans, advances and financing analysed by type of customer are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Domestic banking institutions	-	2,688
Domestic non-bank financial institutions	244,513	175,713
Domestic business enterprises	1,799,520	1,833,762
Individuals	5,691	6,057
Government and statutory bodies	246,253	247,476
Foreign entities	154,569	169,251
	<u>2,450,546</u>	<u>2,434,947</u>

Gross loans, advances and financing analysed by interest / profit rate sensitivity are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Fixed rate		
- Other fixed rate loan / financing	116,187	123,567
Variable rate		
- Base lending rate plus	374,804	373,412
- Cost-plus	1,703,073	1,654,311
- Other variable rates	256,482	283,657
	<u>2,450,546</u>	<u>2,434,947</u>

14. Loans, advances and financing (continued)

Gross loans, advances and financing analysed by their geographical distribution are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Malaysia	2,295,977	2,265,696
China	2,401	4,240
India	26,472	46,436
Turkey	122,027	115,324
Others	3,669	3,251
	<u>2,450,546</u>	<u>2,434,947</u>

Gross loans, advances and financing analysed by their economic sector are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Mining and Quarrying	152,161	150,147
Manufacturing	592,728	661,249
Electricity, Gas and Water Supply	5	-
Construction	173,884	165,353
Wholesale & retail trade and restaurants & hotels	473,735	513,278
Transport, storage and communication	367,931	317,492
Finance, insurance and business services	438,158	373,895
Education, health and others	246,253	247,476
Household	5,691	6,057
	<u>2,450,546</u>	<u>2,434,947</u>

Movements in impaired loans, advances and financing are as follows:

	Group and Bank	
	31 March 2022	31 December 2021
	RM'000	RM'000
Balance at 1 January	3,258	3,000
Classified as impaired during the period/year	260	1,293
Reclassified as non-impaired during the period/year	(262)	(520)
Amount recovered	(101)	(515)
At 31 March 2022 / 31 December 2021	<u>3,155</u>	<u>3,258</u>
Gross impaired loans as a percentage of gross loans, advances and financing	<u>0.13%</u>	<u>0.13%</u>

14. Loans, advances and financing (continued)

Impaired loans, advances and financing analysed by economic sector and geographical distribution are as follows:

	Group and Bank	
	31 March	31 December
	2022	2021
	RM'000	RM'000
Household (Malaysia)	3,155	3,258

15. Other assets

	Group and Bank	
	31 March	31 December
	2022	2021
	RM'000	RM'000
Interest/Income receivable	19,329	24,686
Margin placed with exchange	14,527	5,842
Other debtors, deposits and prepayments	462,801	183,537
	<u>496,657</u>	<u>214,065</u>

16. Deposits from customers

	Group		Bank	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Demand deposits	5,919,237	5,636,004	5,919,257	5,636,024
Savings deposits	12	12	12	12
Fixed deposits	169,182	138,491	169,182	138,491
Other deposits	413,723	259,806	413,723	259,806
	<u>6,502,154</u>	<u>6,034,313</u>	<u>6,502,174</u>	<u>6,034,333</u>

The maturity structure of fixed deposits and other deposits are as follows:

	Group and Bank	
	31 March	31 December
	2022	2021
	RM'000	RM'000
Due within six months	391,086	222,651
More than six months to one year	8,767	910
More than one year to three years	100	100
More than three years to five years	182,952	174,636
	<u>582,905</u>	<u>398,297</u>

16. Deposits from customers (continued)

The deposits are sourced from the following types of customers:

	Group		Bank	
	31 March 2022 RM'000	31 December 2021 RM'000	31 March 2022 RM'000	31 December 2021 RM'000
Business enterprises	5,018,019	5,104,111	5,018,039	5,104,131
Individuals	231	224	231	224
Foreign customers	77,894	69,228	77,894	69,228
Others	1,406,010	860,750	1,406,010	860,750
	<u>6,502,154</u>	<u>6,034,313</u>	<u>6,502,174</u>	<u>6,034,333</u>

17. Deposits and placements of banks and other financial institutions

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Other financial institutions	<u>749,074</u>	<u>525,433</u>

18. Other liabilities

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Interest payable	443	628
Bills payable	22,252	11,989
Employee benefits	18,919	23,609
Other liabilities	1,098,594	505,931
	<u>1,140,208</u>	<u>542,157</u>

19. Interest income

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing	16,145	16,388	16,145	16,388
Money at call and deposit placements with financial institutions	11,147	15,640	11,147	15,640
Reverse repurchase agreements	508	839	508	839
Financial securities	17,122	11,682	17,122	11,682
	<u>44,922</u>	<u>44,549</u>	<u>44,922</u>	<u>44,549</u>

20. Interest expense

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	1,147	796	1,147	796
Deposits from customers	4,591	3,720	4,591	3,720
Repurchase agreement	-	11	-	11
Other interest expense	66	4	66	4
	<u>5,804</u>	<u>4,531</u>	<u>5,804</u>	<u>4,531</u>

21. Non-interest income

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commissions	2,200	1,795	2,200	1,795
Service charges and fees	4,490	5,069	4,490	5,069
Guarantee fees	899	592	899	592
	<u>7,589</u>	<u>7,456</u>	<u>7,589</u>	<u>7,456</u>
Fee expense:				
Commissions	(985)	(1,023)	(985)	(1,023)
Service charges and fees	(873)	(779)	(873)	(779)
	<u>(1,858)</u>	<u>(1,802)</u>	<u>(1,858)</u>	<u>(1,802)</u>
Net fee income	<u>5,731</u>	<u>5,654</u>	<u>5,731</u>	<u>5,654</u>
Net gains from financial instruments:				
Net loss arising on financial securities:				
Realised loss	(7,929)	(25,855)	(7,929)	(25,855)
Unrealised loss	(3,844)	(16,214)	(3,844)	(16,214)
Net (loss)/gain arising on trading derivatives:				
Realised loss	(13,988)	(28,133)	(13,988)	(28,133)
Unrealised gain	5,343	86,852	5,343	86,852
Foreign exchange gain/(loss)	40,902	(3,739)	40,902	(3,739)
Gain on instruments at FVOCI	-	2	-	2
Other income/(loss):				
Other operating income/(loss), net	219	(156)	219	(156)
	<u>20,703</u>	<u>12,757</u>	<u>20,703</u>	<u>12,757</u>
	<u>26,434</u>	<u>18,411</u>	<u>26,434</u>	<u>18,411</u>

22. Other operating expenses

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
- Salaries, allowances and bonuses	10,310	11,314	10,310	11,314
- Others	2,690	2,802	2,690	2,802
Establishment costs				
- Rental	182	297	182	297
- Depreciation - property and equipment	244	227	244	227
- Depreciation - right-of-use assets	296	461	296	461
- Others	954	2,045	954	2,045
Marketing expenses	414	468	414	468
Administration and general expenses				
- Intercompany charges	20,686	17,763	20,686	17,763
- Communication	305	282	305	282
- Others	1,356	1,646	1,356	1,646
	<u>37,437</u>	<u>37,305</u>	<u>37,437</u>	<u>37,305</u>

The number of employees of the Group and the Bank at the end of the period was 179 (March 2021 – 198).

23. Allowance for impairment

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Expected credit losses				
Allowance written back/(made) for impairment				
- loans, advances and financing	157	1,120	157	1,120
- cash and cash equivalents	14	86	14	86
- debt securities at FVOCI	90	(215)	90	(215)
	<u>261</u>	<u>991</u>	<u>261</u>	<u>991</u>

24. Capital adequacy

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000 Restated
Components of Tier 1 and Tier 2 capital are as follows:		
Tier 1 capital		
Paid-up share capital	531,362	531,362
Other disclosed reserves	(6,601)	(3,898)
Retained profits	1,222,653	1,222,653
Less: Deferred tax assets	(25,283)	(25,283)
Total common equity tier 1/Total tier 1 capital	<u>1,722,131</u>	<u>1,724,834</u>
Tier 2 capital		
Expected credit losses ("ECL")*	3,410	3,599
Regulatory reserve	45,000	45,000
Total capital base	<u>1,770,541</u>	<u>1,773,433</u>
Common equity tier 1/Tier 1 capital ratio	23.194%	23.761%
Total capital ratio	<u>23.846%</u>	<u>24.431%</u>

* Refers to ECL for Stage 1 and Stage 2.

24. Capital adequacy (continued)

The capital adequacy ratios of the Group and of the Bank are computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework (Capital Components and Basel II – Risk-weighted Assets) reissued on 2 February 2018. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer (CCyB) are 4.5% for CET1 Capital Ratio, 6.0% for Tier 1 Capital Ratio and 8.0% for Total Capital Ratio.

The capital conservation buffer required to be maintained in the form of CET1 Capital above the minimum regulatory capital adequacy ratios requirement is at 2.5%.

The CCyB which is in a range of between 0% and 2.5% is not a requirement for exposure in Malaysia yet but may be applied by regulators in the future.

The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

Risk Type		Risk Weighted Assets	
		31 March 2022 RM'000	31 December 2021 RM'000
1	Credit risk	4,887,992	4,640,612
2	Market risk	1,774,861	1,815,354
3	Operational risk	762,178	802,999
Total		7,425,031	7,258,965

24. Capital adequacy (continued)

The breakdown of risk-weighted assets (“RWA”) by exposures in each major risk category as at 31 March 2022 are as follows:

RISK TYPE		Gross Exposures	Net Exposures	Risk-Weighted Assets
1	Credit Risk	RM'000	RM'000	RM'000
	<u>On-Balance Sheet Exposures</u>			
	Sovereigns/Central Banks	4,510,616	4,493,063	-
	Banks, Development Financial Institutions (“DFIs”) and Multilateral Development Banks (“MDBs”)	799,582	799,582	331,735
	Insurance Companies, Securities Firms and Fund Managers	-	-	-
	Corporates	1,691,939	1,691,939	1,655,637
	Regulatory Retail	-	-	-
	Residential Mortgages	2,536	2,536	888
	Higher Risk Assets	-	-	-
	Other Assets	727,685	727,685	726,192
	Equity Exposure	15,816	15,816	16,046
	Defaulted Exposures	1,301	1,301	1,301
	<i>Total On-Balance Sheet Exposures</i>	<i>7,749,475</i>	<i>7,731,922</i>	<i>2,731,799</i>
	<u>Off-Balance Sheet Exposures</u>			
	OTC Derivatives	1,611,125	1,280,068	745,241
	Credit Derivatives	-	-	-
	Transaction related contingent Items	295,271	290,837	276,956
	Short Term Self Liquidating trade related contingencies	62,927	62,927	61,905
	Other commitments, such as formal standby facilities and credit lines	1,072,091	1,072,091	1,072,091
	<i>Total for Off-Balance Sheet Exposures</i>	<i>3,041,414</i>	<i>2,705,923</i>	<i>2,156,193</i>
	<i>Total On and Off- Balance Sheet Exposures</i>	<i>10,790,889</i>	<i>10,437,845</i>	<i>4,887,992</i>

24. Capital adequacy (continued)

The breakdown of risk-weighted assets (“RWA”) by exposures in each major risk category as at 31 March 2022 are as follows (continued):

RISK TYPE		Gross Exposures		Risk Weighted Assets
		RM'000		RM'000
2	Market Risk	Long Position	Short Position	
	Interest Rate Risk	94,251,597	91,892,728	1,058,182
	Foreign Currency Risk	471,016	137,217	471,016
	Options	30,718	-	245,663
				1,774,861
3	Operational Risk			762,178
4	Total RWA			7,425,031

For interest rate risk, the gross exposures represent the sum of notional and mark-to-market value.

For foreign currency risk, the gross exposures represent net open position.

For options, the gross exposures represent net market value of option portfolio.

24. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for at 31 December 2021 are as follows:

RISK TYPE		Gross Exposures	Net Exposures	Risk-Weighted Assets
1	Credit Risk	RM'000	RM'000	RM'000
	<u>On-Balance Sheet Exposures</u>			
	Sovereigns/Central Banks	5,009,904	4,959,181	-
	Banks, Development Financial Institutions ("DFIs") and Multilateral Development Banks ("MDBs")	580,586	580,586	249,461
	Insurance Companies, Securities Firms and Fund Managers	-	-	-
	Corporates	1,567,867	1,567,867	1,531,220
	Regulatory Retail	-	-	-
	Residential Mortgages	2,795	2,795	978
	Higher Risk Assets	-	-	-
	Other Assets	751,038	751,038	749,683
	Equity Exposure	15,816	15,816	16,046
	Defaulted Exposures	1,416	1,416	1,416
	<i>Total On-Balance Sheet Exposures</i>	<i>7,929,422</i>	<i>7,878,699</i>	<i>2,548,804</i>
	<u>Off-Balance Sheet Exposures</u>			
	OTC Derivatives	1,581,248	1,228,227	720,480
	Credit Derivatives	-	-	-
	Transaction related contingent Items	285,005	280,281	265,213
	Short Term Self Liquidating trade related contingencies	23,707	23,707	23,370
	Other commitments, such as formal standby facilities and credit lines	1,082,745	1,082,745	1,082,745
	<i>Total for Off-Balance Sheet Exposures</i>	<i>2,972,705</i>	<i>2,614,960</i>	<i>2,091,808</i>
	<i>Total On and Off- Balance Sheet Exposures</i>	<i>10,902,127</i>	<i>10,493,659</i>	<i>4,640,612</i>

24. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for at 31 December 2021 are as follows (continued):

RISK TYPE		Gross Exposures		Risk Weighted Assets
		RM'000		RM'000
2	Market Risk	Long Position	Short Position	
	Interest Rate Risk	79,384,122	78,375,087	881,454
	Foreign Currency Risk	706,900	282,886	706,900
	Options	26,021	-	227,000
				1,815,354
3	Operational Risk			802,999
4	Total RWA			7,258,965

For interest rate risk, the gross exposures represent the sum of notional and mark-to-market value.

For foreign currency risk, the gross exposures represent net open position.

For options, the gross exposures represent net market value of option portfolio.

24. Capital adequacy (continued)

The breakdown of credit risk exposures by risk weights as at 31 March 2022 are as follows:

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
0%	RM'000 4,517,164	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 1,493	RM'000 -	RM'000 4,518,657	RM'000 -
20%	-	-	513,591	1,353	42,607	-	-	-	-	-	557,551	111,510
35%	-	-	-	-	-	-	2,536	-	-	-	2,536	888
50%	-	-	1,137,374	-	30,099	-	-	-	-	-	1,167,473	583,736
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	14,978	61,489	3,371,852	-	1,301	-	726,192	15,796	4,191,608	4,191,608
1250%	-	-	-	-	-	-	-	-	-	20	20	250
Total Exposures	4,517,164	-	1,665,943	62,842	3,444,558	-	3,837	-	727,685	15,816	10,437,845	4,887,992
Risk-Weighted Assets by Exposures	-	-	686,384	61,760	3,395,421	-	2,189	-	726,192	16,046	4,887,992	
Average Risk Weight	0.0%	0.0%	41.2%	98.3%	98.6%	0.0%	57.0%	0.0%	99.8%	101.5%	46.8%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-

24. Capital adequacy (continued)

The breakdown of credit risk exposures by risk weights for 31 December 2021 are as follows:

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
0%	RM'000 4,968,062	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 1,356	RM'000 -	RM'000 4,969,418	RM'000 -
20%	-	-	399,390	1,353	42,857	-	-	-	-	-	443,600	88,720
35%	-	-	-	-	-	-	2,795	-	-	-	2,795	978
50%	-	-	1,017,461	-	36,863	-	-	-	-	-	1,054,324	527,162
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	10,066	62,643	3,183,899	-	1,416	-	749,682	15,796	4,023,502	4,023,502
1250%	-	-	-	-	-	-	-	-	-	20	20	250
Total Exposures	4,968,062	-	1,426,917	63,996	3,263,619	-	4,211	-	751,038	15,816	10,493,659	4,640,612
Risk-Weighted Assets by Exposures	-	-	598,674	62,914	3,210,901	-	2,394	-	749,683	16,046	4,640,612	
Average Risk Weight	0.0%	0.0%	42.0%	98.3%	98.4%	0.0%	56.9%	0.0%	99.8%	101.5%	44.2%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-

25. Commitments and contingencies

The Off-Balance Sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows:

31 March 2022 Group and Bank	Principal Amount	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000
Direct Credit Substitutes	-	-	-
Transaction Related Contingent Items	590,541	295,271	276,956
Short Term Self Liquidating Trade Related Contingencies	314,636	62,927	61,905
Foreign exchange related contracts			
One year or less	17,348,719	359,116	330,951
Over one year to five years	1,540,890	123,888	98,036
Over five years	-	-	-
Interest/Profit rate related contracts			
One year or less	80,000	718	537
Over one year to five years	70,000	1,400	920
Over five years	27,063	1,353	1,353
Equity related contracts			
One year or less	-	-	-
Over one year to five years	-	-	-
Over five years	-	-	-
Credit Derivative Contracts			
One year or less	-	-	-
Over one year to five years	-	-	-
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	74,156,492	1,124,650	313,444
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	619,078	309,539	309,539
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,812,760	762,552	762,552
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
Total	98,560,179	3,041,414	2,156,193

25. Commitments and contingencies (continued)

The Off-Balance Sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows (continued):

31 December 2021 Group and Bank	Principal Amount	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000
Direct Credit Substitutes	-	-	-
Transaction Related Contingent Items	570,009	285,005	265,213
Short Term Self Liquidating Trade Related Contingencies	118,537	23,707	23,370
Foreign exchange related contracts			
One year or less	14,988,834	323,684	309,880
Over one year to five years	1,458,409	108,206	87,374
Over five years	-	-	-
Interest/Profit rate related contracts			
One year or less	80,000	1,098	770
Over one year to five years	70,000	1,400	920
Over five years	27,063	1,353	1,353
Equity related contracts			
One year or less	-	-	-
Over one year to five years	-	-	-
Over five years	-	-	-
Credit Derivative Contracts			
One year or less	-	-	-
Over one year to five years	-	-	-
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	60,223,659	1,145,507	320,183
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	562,049	281,025	281,025
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	4,008,601	801,720	801,720
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
Total	82,107,161	2,972,705	2,091,808

26. The operations of Islamic Banking

Statement of Financial Position
As at 31 March 2022 – Unaudited

	Note	Bank 31 March 2022 RM'000	31 December 2021 RM'000
Assets			
Cash and short-term funds	(a)	148,000	240,999
Financial securities	(b)	20,200	20,220
Other assets		246	93
Total assets		<u>168,446</u>	<u>261,312</u>
Liabilities and Islamic Banking funds			
Deposits from customers	(c)	127,154	217,655
Other liabilities	(d)	5,999	8,594
Tax payable		161	425
Total liabilities		<u>133,314</u>	<u>226,674</u>
Capital funds		25,000	25,000
Retained earnings		10,132	9,638
Islamic Banking funds		<u>35,132</u>	<u>34,638</u>
Total liabilities and Islamic Banking funds		<u>168,446</u>	<u>261,312</u>
Commitments and contingencies		<u>-</u>	<u>-</u>

26. The operations of Islamic Banking (continued)

Statement Of Profit Or Loss And Other Comprehensive Income
For The Financial Period Ended 31 March 2022 - Unaudited

	Bank			
	1 st quarter ended 31 March 2022 RM'000	31 March 2021 RM'000	Three months ended 31 March 2022 RM'000	31 March 2021 RM'000
Income derived from investment of Islamic banking funds	676	503	676	503
Total net income	676	503	676	503
Other operating expenses	(7)	(6)	(7)	(6)
Operating profit	669	497	669	497
Allowance written back for impairment	2	2	2	2
Profit before tax	671	499	671	499
Tax expense	(161)	(120)	(161)	(120)
Profit for the period	510	379	510	379
Other comprehensive income:				
<i>Movement in fair value reserve (debt securities):</i>				
Net change in fair value	(20)	(160)	(20)	(160)
Net amount transferred to profit or loss	(1)	(2)	(1)	(2)
Tax expense on other comprehensive income	5	38	5	38
Other comprehensive loss for the period	(16)	(124)	(16)	(124)
Total comprehensive income for the period	494	255	494	255

26. The operations of Islamic Banking (continued)

Statement Of Changes In Islamic Banking Funds
For The Financial Period Ended 31 March 2022

Bank	Capital funds RM'000	Other reserves RM'000	Retained profits RM'000	Total RM'000
At 1 January 2022	25,000	175	9,463	34,638
Net profit for the period	-	-	510	510
Other comprehensive loss for the period	-	(16)	-	(16)
Total comprehensive income for the period	-	(16)	510	494
At 31 March 2022	25,000	159	9,973	35,132

Bank	Capital funds RM'000	Other reserves RM'000	Retained profits RM'000	Total RM'000
At 1 January 2021	25,000	432	9,644	35,076
Net profit for the period	-	-	379	379
Other comprehensive loss for the period	-	(124)	-	(124)
Total comprehensive income for the period	-	(124)	379	255
At 31 March 2021	25,000	308	10,023	35,331

26. The operations of Islamic Banking (continued)

Statement Of Cash Flows
For The Financial Period Ended 30 March 2022

	Bank	
	31 March 2022 RM'000	31 March 2021 RM'000
Cash flows from operating activities		
Profit before taxation	671	499
Operating profit before working capital changes	<u>671</u>	<u>499</u>
Changes in working capital:		
Net changes in operating assets	(149)	(121)
Net changes in operating liabilities	(93,096)	13,958
Income taxes paid	(425)	(483)
Net cash (used in) / generated from operations	<u>(92,999)</u>	<u>13,853</u>
Net (decrease) / increase in cash and cash equivalents	(92,999)	13,853
Cash and cash equivalents at beginning of period	240,999	57,147
Cash and cash equivalents at end of period	<u>148,000</u>	<u>71,000</u>
Analysis of cash and cash equivalents:		
Cash and short-term funds	<u>148,000</u>	<u>71,000</u>

26. The operations of Islamic Banking (continued)

Shariah Committee

The Shariah Committee was established under BNM's "Guidelines on the Governance of Shariah Committee for the Islamic Financial Institutions" (BNM/GPS1) to advise the Board of Directors on Shariah matters in its Islamic business operations and to provide technical assistance in ensuring the Islamic banking products and services offered by the Bank and the relevant documentation are in compliance with Shariah principles.

The Shariah Committee comprises of Dr Muhammad Qaseem and Dr Mohd Hilmi bin Ramli.

The Bank operate with 2 committee members until the appointment of new Shariah Committee member.

Basis of measurement

The financial statements of the Islamic banking business have been prepared on the basis consistent with that of the Group and of the Bank as disclosed in Note 1 to the financial statements of the Group and of the Bank.

(a) Cash and short term funds

	Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Cash and balances with banks and other financial institutions	148,000	240,999

(b) Financial securities

	Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Debt securities at FVOCI Malaysian Investment Issue	20,200	20,220

(c) Deposits from customer

	Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Non-Mudharabah Demand deposits	127,154	217,655

26. The operations of Islamic Banking (continued)

(d) Other liabilities

	Bank	
	31 March 2022 RM'000	31 December 2021 RM'000
Bills payable	22	8
Others	5,977	8,586
	<u>5,999</u>	<u>8,594</u>

(e) Capital adequacy

The capital adequacy ratios of the Islamic banking business of the Bank are computed in accordance with the Capital Adequacy Framework for Islamic Banks (CAFIB). The Bank's Islamic banking business has adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

Components of Tier I and Tier II Capital:

	Group and Bank	
	31 March 2022 RM'000	31 December 2021 RM'000

Components of Tier 1 and Tier 2 capital are as follows:

Tier 1 capital		
Capital funds	25,000	25,000
Other disclosed reserves	72	79
Retained profits	9,463	9,463
Total common equity tier 1/Total tier 1 capital	34,535	34,542
Total Tier 2 capital	-	-
Total capital base	<u>34,535</u>	<u>34,542</u>
Common equity tier 1/Tier 1 capital ratio	793.452 %	799.930%
Total capital ratio	<u>793.452 %</u>	<u>799.930%</u>

The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

Risk Type		Risk Weighted Assets	
		31 March 2022 RM'000	31 December 2021 RM'000
1	Credit risk	-	-
2	Market risk	-	-
3	Operational risk	4,353	4,318
Total		4,353	4,318

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of risk-weighted assets (“RWA”) by exposures in each major risk category as at 31 March 2022 are as follows:

RISK TYPE		Gross Exposures	Net Exposures	Risk-Weighted Assets
1	Credit Risk	RM'000	RM'000	RM'000
	<u>On-Balance Sheet Exposures</u>			
	Sovereigns/Central Banks	168,446	-	-
	Banks, Development Financial Institutions (“DFIs”) and Multilateral Development Banks (“MDBs”)	-	-	-
	Insurance Companies, Securities Firms and Fund Managers	-	-	-
	Corporates	-	-	-
	Regulatory Retail	-	-	-
	Residential Mortgages	-	-	-
	Higher Risk Assets	-	-	-
	Other Assets	-	-	-
	Equity Exposure	-	-	-
	Defaulted Exposures	-	-	-
	<i>Total On-Balance Sheet Exposures</i>	168,446	-	-
	<u>Off-Balance Sheet Exposures</u>			
	OTC Derivatives	-	-	-
	Credit Derivatives	-	-	-
	<i>Total for Off-Balance Sheet Exposures</i>	-	-	-
	<i>Total On and Off- Balance Sheet Exposures</i>	168,446	-	-

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of risk-weighted assets (“RWA”) by exposures in each major risk category as at 31 March 2022 are as follows (continued):

RISK TYPE		Gross Exposures		Risk Weighted Assets
		RM'000		RM'000
		Long Position	Short Position	
2	Market Risk			
	Interest Rate Risk	-	-	-
	Foreign Currency Risk	-	-	-
	Options	-	-	-
				-
3	Operational Risk			4,353
4	Total RWA			4,353

For interest rate risk, the gross exposures represent the sum of notional and mark-to-market value.

For foreign currency risk, the gross exposures represent net open position.

For options, the gross exposures represent net market value of option portfolio.

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category as at 31 December 2021 are as follows:

RISK TYPE		Gross Exposures	Net Exposures	Risk-Weighted Assets
1		RM'000	RM'000	RM'000
	<u>On-Balance Sheet Exposures</u>			
	Sovereigns/Central Banks	261,312	-	-
	Banks, Development Financial Institutions ("DFIs") and Multilateral Development Banks ("MDBs")	-	-	-
	Insurance Companies, Securities Firms and Fund Managers	-	-	-
	Corporates	-	-	-
	Regulatory Retail	-	-	-
	Residential Mortgages	-	-	-
	Higher Risk Assets	-	-	-
	Other Assets	-	-	-
	Equity Exposure	-	-	-
	Defaulted Exposures	-	-	-
	<i>Total On-Balance Sheet Exposures</i>	261,312	-	-
	<u>Off-Balance Sheet Exposures</u>			
	OTC Derivatives	-	-	-
	Credit Derivatives	-	-	-
	<i>Total for Off-Balance Sheet Exposures</i>	-	-	-
	<i>Total On and Off- Balance Sheet Exposures</i>	261,312	-	-

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of risk-weighted assets (“RWA”) by exposures in each major risk category as at 31 December 2021 are as follows (continued):

RISK TYPE		Gross Exposures		Risk Weighted Assets
		RM'000		RM'000
2	Market Risk	Long Position	Short Position	
		Interest Rate Risk	-	-
Foreign Currency Risk	-	-	-	
Options	-	-	-	
				-
3	Operational Risk			4,318
4	Total RWA			4,318

For interest rate risk, the gross exposures represent the sum of notional and mark-to-market value.

For foreign currency risk, the gross exposures represent net open position.

For options, the gross exposures represent net market value of option portfolio.

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of credit risk exposures by risk weights as at 31 March 2022 are as follows:

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
0%	RM'000 168,446	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 168,446	RM'000 -
20%	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	-	-	-	-	-	-	-	-	-	-
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	-	-	-	-	-	-	-	-
Total Exposures	168,446	-	-	-	-	-	-	-	-	-	168,446	-
Risk-Weighted Assets by Exposures	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight	0.0%	-	-	-	-	-	-	-	-	-	0.0%	-
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-

26. The operations of Islamic Banking (continued)

(e) Capital adequacy (continued)

The breakdown of credit risk exposures by risk weights as at 31 December 2021 are as follows:

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
0%	RM'000 261,312	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 -	RM'000 261,312	RM'000 -
20%	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	-	-	-	-	-	-	-	-	-	-
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	-	-	-	-	-	-	-	-
Total Exposures	261,312	-	-	-	-	-	-	-	-	-	261,312	-
Risk-Weighted Assets by Exposures	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight	0.0%	-	-	-	-	-	-	-	-	-	0.0%	-
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-