

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 30 June 2024

Domiciled in Malaysia  
Registered office:  
Level 19, Menara IMC No. 8 Jalan Sultan Ismail 50250 Kuala Lumpur



For internal use only

Consolidated Statements of Financial Position  
As at 30 June 2024 - Unaudited

	Note	Group		Bank	
		30 June 2024 RM'000	31 December 2023 RM'000	30 June 2024 RM'000	31 December 2023 RM'000
<b>Assets</b>					
Cash and short-term funds	12	2,942,629	3,333,275	2,942,629	3,333,275
Reverse repurchase agreements		271,205	320,131	271,205	320,131
Financial securities measured at FVTPL	13	1,789,417	2,399,445	1,789,417	2,399,445
Financial securities measured at FVOCI	14	2,241,493	1,586,931	2,241,493	1,586,931
Loans, advances and financing	15	1,910,467	2,026,863	1,910,467	2,026,863
Derivative assets		1,072,285	2,930,813	1,072,285	2,930,813
Other assets	16	490,512	408,221	490,512	408,221
Statutory deposit with Bank Negara Malaysia		10,000	10,000	10,000	10,000
Investments in subsidiary companies		-	-	20	20
Property and equipment		7,817	8,193	7,817	8,193
Right-of-use assets		190	3,950	190	3,950
Deferred tax assets		5,433	5,388	5,433	5,388
<b>Total assets</b>		<b>10,741,448</b>	<b>13,033,210</b>	<b>10,741,468</b>	<b>13,033,230</b>
<b>Liabilities and equity</b>					
Deposits from customers	17	5,958,228	6,121,494	5,958,248	6,121,514
Deposits and placements of banks and other financial institutions	18	788,180	1,261,534	788,180	1,261,534
Lease liabilities		194	4,497	194	4,497
Derivative liabilities		1,073,418	2,878,227	1,073,418	2,878,227
Other liabilities	19	901,249	857,444	901,249	857,444
Tax payable		16,979	14,386	16,979	14,386
<b>Total liabilities</b>		<b>8,738,248</b>	<b>11,137,582</b>	<b>8,738,268</b>	<b>11,137,602</b>
<b>Equity</b>					
Share capital		531,362	531,362	531,362	531,362
Reserves		1,471,838	1,364,266	1,471,838	1,364,266
Total equity attributable to owner of the Bank		2,003,200	1,895,628	2,003,200	1,895,628
<b>Total liabilities and equity</b>		<b>10,741,448</b>	<b>13,033,210</b>	<b>10,741,468</b>	<b>13,033,230</b>
Commitments and contingencies	27	174,360,609	132,893,883	174,360,609	132,893,883

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 2023.

Consolidated Statements of Profit or Loss and Other Comprehensive Income  
For The Financial Period Ended 30 June 2024 - Unaudited

	Note	Group and Bank			
		Half year ended		Three months ended	
		30 June 2024 RM'000	30 June 2023 RM'000	30 June 2024 RM'000	30 June 2023 RM'000
Interest income	20	186,320	148,061	86,652	75,283
Interest expense	21	(73,659)	(39,748)	(36,717)	(23,147)
Net interest income		112,661	108,313	49,935	52,136
Net income from Islamic Banking					
Operations	28	2,451	2,460	1,264	1,249
Non-interest income	22	110,044	110,293	66,659	55,238
Operating income		225,156	221,066	117,858	108,623
Other operating expenses	23	(85,004)	(80,766)	(42,662)	(41,854)
Operating profit		140,152	140,300	75,196	66,769
Write-back of/(Allowance for) expected credit losses	24	72	307	(399)	583
<b>Profit before tax</b>		140,224	140,607	74,797	67,352
Tax expense		(34,403)	(49,401)	(18,028)	(20,552)
<b>Net profit for the period</b>		105,821	91,206	56,769	46,800
<b>Other comprehensive income:</b>					
<i>Items that are or may be reclassified subsequently to profit or loss</i>					
Net change in fair value on debt securities measured at FVOCI		2,027	13,570	68	(2,697)
Net changes in ECL reserves		275	(112)	612	(264)
Income tax effect		(551)	(3,229)	(162)	711
<b>Total other comprehensive income for the period</b>		1,751	10,229	518	(2,250)
<b>Total comprehensive income for the period</b>		107,572	101,435	57,287	44,550
<b>Earnings per share (sen)</b>		61.0 sen	52.5 sen	32.7 sen	27.0 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 2023.

Consolidated Statements of Changes In Equity  
 For The Financial Period Ended 30 June 2024

Group and Bank	← Attributable to owner of the Bank →						Total RM'000
	Share capital RM'000	Non-distributable Other reserves RM'000	ECL reserves RM'000	Distributable Retained earnings RM'000	Total reserves RM'000	Proposed dividend RM'000	
At 1 January 2024	531,362	57,703	429	1,306,134	1,364,266	-	1,895,628
Total comprehensive income for the period	-	1,541	210	105,821	107,572	-	107,572
Proposed dividend	-	-	-	(191,195)	(191,195)	191,195	-
At 30 June 2024	531,362	59,244	639	1,220,760	1,280,643	191,195	2,003,200
At 1 January 2023	531,362	40,051	534	1,328,780	1,369,365	-	1,900,727
Total comprehensive income/(loss) for the period	-	10,314	(85)	91,206	101,435	-	101,435
Proposed dividend	-	-	-	(213,841)	(213,841)	213,841	-
At 30 June 2023	531,362	50,365	449	1,206,145	1,256,959	213,841	2,002,162

*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 2023.*

Condensed Consolidated Statements Of Cash Flows  
 For The Financial Period Ended 30 June 2024

	Group and Bank	
	30 June 2024 RM'000	30 June 2023 RM'000
Profit before tax	140,224	140,607
Adjustments for non-operating and non-cash items	<u>76,215</u>	<u>(94,683)</u>
<b>Operating profit before working capital changes</b>	216,439	45,924
Changes in working capital:		
Net changes in operating assets	4,412,628	(4,695,910)
Net changes in operating liabilities	(4,985,525)	4,766,265
Income tax paid	(32,407)	(4,038)
Tax refund	<u>-</u>	<u>14,663</u>
<b>Net cash (used in)/generated from operations</b>	<u>(388,865)</u>	<u>126,904</u>
Cash flows from investing activities:		
Dividend received	45	45
Purchase of property and equipment	<u>(1,329)</u>	<u>(26)</u>
<b>Net cash (used in)/from investing activities</b>	<u>(1,284)</u>	<u>19</u>
Cash flows from financing activities:		
Payment of lease liabilities	<u>(503)</u>	<u>(623)</u>
<b>Net cash used in financing activities</b>	<u>(503)</u>	<u>(623)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(390,652)	126,300
Cash and cash equivalents at beginning of the period	<u>3,333,299</u>	<u>2,396,653</u>
<b>Cash and cash equivalents at end of the period</b>	<u><u>2,942,647</u></u>	<u><u>2,522,953</u></u>
Analysis of cash and cash equivalents:		
Cash and short-term funds	<u><u>2,942,647</u></u>	<u><u>2,522,953</u></u>

*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 2023.*

## Explanatory Notes to the Interim Financial Statements for the Financial Period Ended 30 June 2024

### 1. Basis of preparation

The unaudited interim financial statements for the financial period ended 30 June 2024 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 2023. 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 2023.

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 2023, 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"):

The following are financial reporting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group and the Bank:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2024

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

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

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

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- *Amendments to the Classification and Measurement of Financial Instruments* (Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures*)

## 1. Basis of preparation (continued)

MFRSs, interpretations and amendments effective for annual periods beginning on or after 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 2024 for the amendments that is effective for annual periods beginning on or after 1 January 2024;
- from the annual period beginning on 1 January 2025 for the amendments, that is effective for annual periods beginning on or after 1 January 2025; and
- from the annual period beginning on 1 January 2027 for the amendments, that is effective for annual periods beginning on or after 1 January 2027.

The initial application of the accounting standards, amendments and interpretations are not expected to have any material financial impact to the current period and prior period financial statements of 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 2023 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 30 June 2024.

## 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 30 June 2024.

## 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 30 June 2024.

## 7. Dividend Paid

No dividend was paid during the financial period ended 30 June 2024. The final dividend recommended by the Directors in respect of the financial year ended 31 December 2023 is 110.1 sen per ordinary share totalling RM191,195,000.

## 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 30 June 2024.

## 10. Review of Performance

The Bank recorded profit before tax for the financial period ended 30 June 2024 of RM140.2 million compared to RM140.6 million for the previous corresponding period. Operating income increased by RM4.1 million (1.9%) from RM221.1 million to RM225.2 million, mainly attributed by higher net interest income by RM4.3 million (4.0%) from RM108.3 million to RM112.7 million. Non-interest income decreased by RM0.2 million (-0.2%) to RM110.1 million against RM110.3 million in the previous corresponding period.

Total assets registered a decrease of RM2.3 billion or 17.6% from RM13.0 billion as at 31 December 2023 to RM10.7 billion as at 30 June 2024. The Bank's total common equity tier 1 ratio and total capital ratio remained strong at 19.6% and 20.2%, respectively.

## 11. Prospects

In the latter half of 2024, the global economy faces uncertainty around several major elections happening globally including the US election which would potentially alter the US international trade policies, exacerbate the existing trade and tech tensions between United States and China, also shifting the overall supply chain. These impacts would be very likely to spill-over to the rest of the world. In Europe, the economic are growing gradually at a slow pace. If inflation falls steadily towards to its target by 2025, markets anticipate that Europe Central Bank would loosen monetary policy by cutting interest rates.

Overall, global disinflation is losing momentum and could further delay an easing of interest by major central banks worldwide. Global growth is projected to see modest growth for the remaining months of 2024.

In Malaysia, export sectors are likely to sustain their performance in the coming months backed China's projected economy recovery and soft landing in the US. Consumer spending likely to be dampened by phased implementation of fuel subsidy rationalisation. On positive side, the rise of data centre market in Malaysia might lift the broader economy. The Overall Malaysian economy is a cautiously optimistic outlook, albeit subject to the potential risks, mainly due to the domestic consumption and external demands.



12. Cash and cash equivalents

Cash and short-term funds

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Cash and balances with banks and other financial institutions	354,135	228,309
Money at call and deposit placements maturing within one month	<u>2,588,512</u>	<u>3,104,990</u>
	2,942,647	3,333,299
Expected credit losses on cash and cash equivalents		
• Stage 1 – 12-month ECL	<u>(18)</u>	<u>(24)</u>
	<u><u>2,942,629</u></u>	<u><u>3,333,275</u></u>

12. Cash and cash equivalents (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for cash and cash equivalents.

Group and Bank	2024				2023			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
<b>Cash and cash equivalents</b>								
Balance at 1 January	24	-	-	24	41	-	-	41
Net remeasurement of expected credit losses	(3)	-	-	(3)	(14)	-	-	(14)
New financial assets originated or purchased	3	-	-	3	6	-	-	6
Financial assets that have been derecognised	(6)	-	-	(6)	(9)	-	-	(9)
<b>Balance at 30 June / 31 December</b>	<b>18</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>24</b>	<b>-</b>	<b>-</b>	<b>24</b>

13. Financial securities measured at FVTPL

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
<b>Debt securities at FVTPL</b>		
Malaysian Government Securities	797,842	1,297,613
Malaysian Investment Issue	417,698	231,057
Bank Negara Malaysia Bills	300,000	600,617
Treasury Bills	58,863	-
Cagamas bonds	215,014	270,158
	<u>1,789,417</u>	<u>2,399,445</u>

14. Financial securities measured at FVOCI

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
<b>Debt securities at FVOCI</b>		
Malaysian Government Securities	1,043,741	872,726
Malaysian Investment Issue	1,178,148	694,601
	<u>2,221,889</u>	<u>1,567,327</u>
<b>Equity investments at FVOCI</b>		
Unquoted shares in Malaysia	19,604	19,604
	<u>2,241,493</u>	<u>1,586,931</u>

14. Financial securities measured at FVOCI (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for debt securities at FVOCI.

Group and Bank	2024				2023			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
<b>Debt securities at FVOCI</b>								
Balance at 1 January	565	-	-	565	703	-	-	703
Net remeasurement of expected credit losses	5	-	-	5	(159)	-	-	(159)
New financial assets originated or purchased	271	-	-	271	26	-	-	26
Financial assets that have been derecognised	-	-	-	-	(5)	-	-	(5)
<b>Balance at 30 June / 31 December</b>	<b>841</b>	<b>-</b>	<b>-</b>	<b>841</b>	<b>565</b>	<b>-</b>	<b>-</b>	<b>565</b>

15. Loans, advances and financing

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
<i>At amortised cost</i>		
Overdrafts	74,285	110,422
Term loans - Housing loans	3,053	3,553
- Other term loans	964,816	1,026,155
Bill receivable	-	8,214
Trust receipts	80,073	134,629
Claims on customers under acceptance credits	799,830	752,973
	<u>1,922,057</u>	<u>2,035,946</u>
Unearned interest	(8,724)	(5,875)
Gross loans, advances and financing	1,913,333	2,030,071
Expected credit losses for loans and financing	(2,866)	(3,208)
Net loans, advances and financing	<u>1,910,467</u>	<u>2,026,863</u>

15. Loans, advances and financing (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for loans, advances and financing.

Group and Bank	2024				2023			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
<b>Loans, advances and financing at amortised cost</b>								
Balance at 1 January	1,822	192	1,194	3,208	2,450	110	1,521	4,081
Transfer to 12-month ECL	79	(16)	(63)	-	116	(27)	(89)	-
Transfer to lifetime ECL not credit-impaired	-	-	-	-	(124)	124	-	-
Transfer to lifetime ECL credit-impaired	(84)	-	84	-	(75)	-	75	-
Net remeasurement of expected credit losses	(173)	(71)	(98)	(342)	(95)	(23)	(313)	(431)
New financial assets originated or purchased	408	28	38	474	517	81	-	598
Financial assets that have been derecognised	(448)	(26)	-	(474)	(967)	(73)	-	(1,040)
<b>Balance at 30 June/31 December*</b>	<b>1,604</b>	<b>107</b>	<b>1,155</b>	<b>2,866</b>	<b>1,822</b>	<b>192</b>	<b>1,194</b>	<b>3,208</b>

\* The loss allowance in this table includes ECL on loan commitment and financial guarantees of RM1,735,000 (31 December 2023: RM1,912,000) as at the reporting date.

## 15. Loans, advances and financing (continued)

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Maturing within one year	1,773,386	1,946,737
More than one year and three years	105,817	43,481
More than three years to five years	33,364	38,921
Over five years	766	932
	<u>1,913,333</u>	<u>2,030,071</u>

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Domestic banking institutions	-	5,239
Domestic non-bank financial institutions	249,623	361,192
Domestic business enterprises	1,417,448	1,441,133
Individuals	3,053	3,553
Government and statutory bodies	243,209	216,102
Foreign entities	-	2,852
	<u>1,913,333</u>	<u>2,030,071</u>

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Fixed rate		
- Other fixed rate loan/financing	79,710	98,548
Variable rate		
- Base lending rate plus	14,661	26,353
- Cost plus	1,642,962	1,744,004
- Other variable rates	176,000	161,166
	<u>1,913,333</u>	<u>2,030,071</u>

## 15. Loans, advances and financing (continued)

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Malaysia	1,913,333	2,027,219
India	-	2,852
	<u>1,913,333</u>	<u>2,030,071</u>

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Mining and quarrying	150,210	152,237
Manufacturing	530,846	564,053
Construction	174,610	148,674
Wholesale & retail trade and restaurants & hotels	384,524	370,097
Transport, storage and communication	135,252	162,670
Finance, insurance and business services	261,579	412,685
Education, health and others	243,209	216,102
House	3,053	3,553
Primary agriculture	30,050	-
	<u>1,913,333</u>	<u>2,030,071</u>

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

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
Balance at 1 January	1,979	2,519
Classified as impaired during the period/year	140	390
Reclassified as non-impaired during the period/year	(116)	(487)
Amounts recovered	(188)	(443)
At 30 June 2024/31 December 2023	<u>1,815</u>	<u>1,979</u>
Gross impaired loans as a percentage of gross loans, advances and financing	<u>0.09%</u>	<u>0.10%</u>



## 15. Loans, advances and financing (continued)

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

	Group and Bank	
	30 June	31 December
	2024	2023
	RM'000	RM'000
Household (Malaysia)	<u>1,815</u>	<u>1,979</u>

## 16. Other assets

	Group and Bank	
	30 June	31 December
	2024	2023
	RM'000	RM'000
Interest/Income receivable	42,253	34,579
Margin placed with futures exchange	36,788	33,043
Collateral deposits placed with financial institutions	115,720	130,146
Securities receivable	124,143	128,446
Amount due from intercompanies	33,239	23,637
Other debtors, deposits and prepayments	<u>138,369</u>	<u>58,370</u>
	<u>490,512</u>	<u>408,221</u>

## 17. Deposits from customers

	Group		Bank	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Demand deposits	4,381,287	4,716,787	4,381,307	4,716,807
Fixed deposits	1,007,857	685,111	1,007,857	685,111
Other deposits	<u>569,084</u>	<u>719,596</u>	<u>569,084</u>	<u>719,596</u>
	<u>5,958,228</u>	<u>6,121,494</u>	<u>5,958,248</u>	<u>6,121,514</u>

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

	Group and Bank	
	30 June	31 December
	2024	2023
	RM'000	RM'000
Due within six months	1,357,554	1,196,807
More than one year to three years	216,216	207,900
More than six months to one year	<u>3,171</u>	<u>-</u>
	<u>1,576,941</u>	<u>1,404,707</u>

## 17. Deposits from customers (continued)

The deposits are sourced from the following types of customers:

	Group		Bank	
	30 June 2024 RM'000	31 December 2023 RM'000	30 June 2024 RM'000	31 December 2023 RM'000
Business enterprises	5,310,947	5,302,063	5,310,967	5,302,083
Foreign customers	46,972	58,853	46,972	58,853
Domestic non-bank Financial institutions	<u>600,309</u>	<u>760,578</u>	<u>600,309</u>	<u>760,578</u>
	<u>5,958,228</u>	<u>6,121,494</u>	<u>5,958,248</u>	<u>6,121,514</u>

## 18. Deposits and placements of banks and other financial institutions

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Other financial institutions	<u>788,180</u>	<u>1,261,534</u>

## 19. Other liabilities

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Interest payable	4,639	5,155
Bills payable	2,990	6,147
Employee benefits	19,336	23,595
Collateral deposits received	442,982	614,569
Regulated short-selling activities	60,098	25,670
Securities payable	154,737	79,459
Amount due to intercompanies	83,877	57,784
Other liabilities	<u>132,590</u>	<u>45,065</u>
	<u>901,249</u>	<u>857,444</u>

## 20. Interest income

	Group and Bank			
	Half year ended		Three months ended	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing	56,850	55,629	27,317	28,575
Money at call and deposit placements with financial institutions	33,414	37,730	17,072	21,886
Reverse repurchase agreements	8,015	5,158	4,083	2,434
Financial securities:				
- measured at FVTPL	53,530	24,996	20,370	9,473
- measured at FVOCI	33,968	24,155	17,527	12,703
Others	543	393	283	212
	<u>186,320</u>	<u>148,061</u>	<u>86,652</u>	<u>75,283</u>
Interest on credit-impaired assets included in interest income of loans, advances and financing	65	82	32	41

## 21. Interest expense

	Group and Bank			
	Half year ended		Three months ended	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	22,256	11,903	10,248	9,010
Deposits from customers	51,377	27,687	26,465	14,085
Repurchase agreements	16	53	-	-
Other interest expense	10	105	4	52
	<u>73,659</u>	<u>39,748</u>	<u>36,717</u>	<u>23,147</u>

## 22. Non-interest income

	Group and Bank			
	Half year ended		Three months ended	
	30 June 2024 RM'000	30 June 2023 RM'000	30 June 2024 RM'000	30 June 2023 RM'000
Fee income:				
Commissions	3,440	3,223	1,810	1,695
Service charges and fees	8,014	7,118	3,914	3,780
Guarantee fees	2,994	2,272	1,462	759
	<u>14,448</u>	<u>12,613</u>	<u>7,186</u>	<u>6,234</u>
Fee expense:				
Commissions	(2,161)	(1,796)	(1,092)	(933)
Service charges and fees	(2,071)	(1,864)	(1,075)	(989)
	<u>(4,232)</u>	<u>(3,660)</u>	<u>(2,167)</u>	<u>(1,922)</u>
Net fee income	<u>10,216</u>	<u>8,953</u>	<u>5,019</u>	<u>4,312</u>
Net gains from financial instruments:				
Net (loss)/gain arising on financial securities:				
Realised (loss)/gain	(6,807)	14,023	(2,515)	3,768
Unrealised (loss)/gain	(14,341)	(1,001)	(2,153)	393
Net gain/(loss) arising on trading derivatives:				
Realised gain	17,039	77,283	83,721	55,492
Unrealised (loss)/gain	(60,326)	97,732	(161,308)	72,597
Foreign exchange gain/(loss)	154,677	(98,006)	136,870	(89,547)
Gross dividend income	45	45	45	45
Other operating income, net	9,541	11,264	6,980	8,178
	<u>99,828</u>	<u>101,340</u>	<u>61,640</u>	<u>50,926</u>
	<u>110,044</u>	<u>110,293</u>	<u>66,659</u>	<u>55,238</u>

### 23. Other operating expenses

	Group and Bank			
	Half year ended		Three months ended	
	30	30	30	30
	June	June	June	June
2024	2023	2024	2023	
	RM'000	RM'000	RM'000	RM'000
Personnel costs:				
Salaries, allowances and bonuses	24,519	22,610	12,350	12,187
Others	6,204	5,716	2,909	2,493
Establishment costs:				
Rental	295	171	211	85
Depreciation - property and equipment	1,700	1,704	830	851
Depreciation - right-of-use assets	440	592	180	296
Others	4,530	4,036	1,818	1,213
Marketing expenses	961	939	428	350
Administration and general expenses:				
Intercompany charges	43,481	41,488	22,137	22,562
Communication	243	369	155	128
Others	2,631	3,141	1,644	1,689
	<u>85,004</u>	<u>80,766</u>	<u>42,662</u>	<u>41,854</u>

The number of employees of the Group and the Bank at the end of the period was 208 (June 2023: 194).

### 24. Write-back of/(Allowance for) expected credit losses

	Group and Bank			
	Half year ended		Three months ended	
	30	30	30	30
	June	June	June	June
2024	2023	2024	2023	
	RM'000	RM'000	RM'000	RM'000
Write-back of/(Allowance for) expected credit losses				
- loans, advances and financing	342	217	217	319
- cash and cash equivalents	6	(22)	(3)	(1)
- debt securities at FVOCI	(276)	112	(613)	265
	<u>72</u>	<u>307</u>	<u>(399)</u>	<u>583</u>

25. Credit transactions and exposures with connected parties

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Outstanding credit exposures with connected parties	<u>301,821</u>	<u>167,684</u>
Of which:		
Total credit exposures which is non-performing	<u>-</u>	<u>-</u>
Total credit exposures	<u>10,837,387</u>	<u>10,439,251</u>
Percentage of outstanding credit exposures to connected parties		
- as a proportion of total credit exposures	2.78%	1.61%
- as a proportion of capital base	17.81%	8.90%
- which is non-performing	<u>0%</u>	<u>0%</u>

## 26. Capital adequacy

	Group and Bank	
	30 June 2024	31 December 2023
	RM'000	RM'000
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	59,244	57,703
Retained earnings #	1,114,939	1,306,134
	<u>1,705,545</u>	<u>1,895,199</u>
Less: Deferred tax assets	(5,433)	(5,388)
Cumulative gains of FVOCI	(7,834)	(6,987)
Regulatory reserve	<u>(45,000)</u>	<u>(45,000)</u>
Total common equity tier 1/Total tier 1 capital	1,647,278	1,837,824
Tier 2 capital		
Expected credit losses ("ECL")*	2,570	2,014
Regulatory reserve	<u>45,000</u>	<u>45,000</u>
Total capital base	<u>1,694,848</u>	<u>1,884,838</u>
Common equity tier 1/Tier 1 capital ratio	19.631%	22.210%
Total capital ratio	<u>20.198%</u>	<u>22.778%</u>

# Retained earnings after dividend paid/payable and before the final dividend declared for 30 June 2024 and 31 December 2023 respectively.

\* Refers to ECL for Stage 1 and Stage 2.

26. 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) effective on 14 June 2024 and 18 December 2023, respectively. 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%, and 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	
	30 June 2024 RM'000	31 December 2023 RM'000
1. Credit risk	4,939,567	5,095,297
2. Market risk	2,677,081	2,455,189
3. Operational risk	774,720	724,398
Total	8,391,368	8,274,884



26. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category as at 30 June 2024 are as follows:

RISK TYPE		Gross Exposures	Net Exposures	Risk-Weighted Assets
		RM'000	RM'000	RM'000
1	Credit Risk			
	<u>On-Balance Sheet Exposures</u>			
	Sovereigns/Central Banks	4,454,258	4,384,922	-
	Banks, Development Financial Institutions ("DFIs") and Multilateral Development Banks ("MDBs")	1,302,418	1,100,549	495,318
	Corporates	1,911,263	1,911,263	1,788,181
	Residential Mortgages	1,237	1,237	433
	Other Assets	168,143	168,143	166,509
	Equity Exposure	19,624	19,624	19,854
	Defaulted Exposures	747	747	516
	<i>Total On-Balance Sheet Exposures</i>	<i>7,857,690</i>	<i>7,586,485</i>	<i>2,470,811</i>
	<u>Off-Balance Sheet Exposures</u>			
	OTC derivatives	1,997,788	1,590,244	871,199
	Direct credit substitutes	-	-	-
	Transaction related contingent Items	455,169	453,787	391,311
	Short term self liquidating trade related contingencies	26,443	26,443	25,818
	Other commitments, such as formal standby facilities and credit lines	1,180,428	1,180,428	1,180,428
	<i>Total for Off-Balance Sheet Exposures</i>	<i>3,659,828</i>	<i>3,250,902</i>	<i>2,468,756</i>
	<i>Total On and Off- Balance Sheet Exposures</i>	<i>11,517,518</i>	<i>10,837,387</i>	<i>4,939,567</i>

26. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category as at 30 June 2024 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	157,307,186	155,388,632	1,613,892
	Foreign Currency Risk	886,902	531,114	886,902
	Options	18,938	-	176,287
				2,677,081
3	Operational Risk			774,720
4	Total RWA			8,391,368

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. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category as at 31 December 2023 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	4,128,534	4,010,697	-
	Banks, Development Financial Institutions ("DFIs") and Multilateral Development Banks ("MDBs")	1,401,528	1,199,240	549,869
	Corporates	2,018,428	2,018,428	1,993,405
	Residential Mortgages	1,573	1,573	551
	Other Assets	111,544	111,544	110,766
	Equity Exposure	19,624	19,624	19,854
	Defaulted Exposures	840	840	840
	<i>Total On-Balance Sheet Exposures</i>	<i>7,682,071</i>	<i>7,361,946</i>	<i>2,675,285</i>
	<u>Off-Balance Sheet Exposures</u>			
	OTC derivatives	1,981,441	1,416,182	820,589
	Direct credit substitutes	-	-	-
	Transaction related contingent Items	400,607	399,254	337,970
	Short term self liquidating trade related contingencies	11,140	11,140	10,724
	Other commitments, such as formal standby facilities and credit lines	1,250,729	1,250,729	1,250,729
	<i>Total for Off-Balance Sheet Exposures</i>	<i>3,643,917</i>	<i>3,077,305</i>	<i>2,420,012</i>
	<i>Total On and Off- Balance Sheet Exposures</i>	<i>11,325,988</i>	<i>10,439,251</i>	<i>5,095,297</i>

26. Capital adequacy (continued)

The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category as at 31 December 2023 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	123,981,399	121,352,246	1,468,088
	Foreign Currency Risk	830,836	789,014	830,838
	Options	22,930	-	156,263
				2,455,189
3	Operational Risk			724,398
4	Total RWA			8,274,884

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.

## 27. Commitments and contingencies

The off-balance sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows:

Group and Bank 30 June 2024	Principal Amount	Credit Equivalent Amount	Risk- Weighted Assets
	RM'000	RM'000	RM'000
<b><u>Contingent liabilities</u></b>			
Direct credit substitutes	-	-	-
Transaction related contingent items	910,338	455,169	391,311
Short-term self-liquidating trade related contingencies	132,214	26,443	25,818
<b><u>Commitments</u></b>			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	747,778	373,889	373,889
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	4,032,695	806,539	806,539
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	-	-	-
<b><u>Derivative financial instruments</u></b>			
Foreign exchange related contracts			
One year or less	24,786,129	467,082	346,396
Over one year to five years	1,358,409	72,960	65,198
Over five years	-	-	-
Interest/profit rate related contracts			
One year or less	30,000	45	45
Over one year to five years	353,663	7,203	5,676
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	55,117,120	661,999	183,944
- Interest/profit rate related contracts	86,892,263	788,499	269,940
<b>Total</b>	<b>174,360,609</b>	<b>3,659,828</b>	<b>2,468,756</b>

## 27. 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):

Group and Bank 31 December 2023	Principal Amount	Credit Equivalent Amount	Risk- Weighted Assets
	RM'000	RM'000	RM'000
<b><u>Contingent liabilities</u></b>			
Direct credit substitutes			-
Transaction related contingent items	801,214	400,607	337,970
Short-term self-liquidating trade related contingencies	55,702	11,140	10,724
<b><u>Commitments</u></b>			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	826,911	413,455	413,455
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	4,186,370	837,274	837,274
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	-	-	-
<b><u>Derivative financial instruments</u></b>			
Foreign exchange related contracts			
One year or less	21,716,466	456,914	410,917
Over one year to five years	613,871	33,891	26,129
Over five years	-	-	-
Interest/profit rate related contracts			
One year or less	50,000	90	58
Over one year to five years	363,663	9,269	8,042
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	47,892,318	659,920	146,721
- Interest/profit rate related contracts	56,387,368	821,356	228,722
<b>Total</b>	<b>132,893,883</b>	<b>3,643,916</b>	<b>2,420,012</b>

28. The operations of Islamic Banking

Statement of Financial Position  
 As at 30 June 2024 – Unaudited

	Note	Group and Bank	
		30 June 2024 RM'000	31 December 2023 RM'000
<b>Assets</b>			
Cash and short-term funds	(a)	267,770	216,147
Other assets		<u>62</u>	<u>48</u>
<b>Total assets</b>		<u>267,832</u>	<u>216,195</u>
<b>Liabilities and Islamic Banking funds</b>			
Deposits from customers	(b)	228,862	178,421
Other liabilities	(c)	8	32
Tax payable		<u>559</u>	<u>1,110</u>
<b>Total liabilities</b>		<u>229,429</u>	<u>179,563</u>
Capital funds		25,000	25,000
Reserves		<u>13,403</u>	<u>11,632</u>
<b>Islamic Banking funds</b>		<u>38,403</u>	<u>36,632</u>
<b>Total liabilities and Islamic Banking funds</b>		<u>267,832</u>	<u>216,195</u>
<b>Commitments and contingencies</b>		<u>-</u>	<u>-</u>

28. The operations of Islamic Banking (continued)

Statement of Profit or Loss and Other Comprehensive Income  
 For The Financial Period Ended 30 June 2024 - Unaudited

	Note	Group and Bank			
		Half year ended 30 June 2024 RM'000	Half year ended 30 June 2023 RM'000	Three months ended 30 June 2024 RM'000	Three months ended 30 June 2023 RM'000
Income derived from investment of Islamic funds	(d)	2,451	2,460	1,264	1,249
Total net income		2,451	2,460	1,264	1,249
Other operating expenses		(121)	(14)	(62)	(7)
Operating profit		2,330	2,446	1,202	1,242
Write-back of expected credit losses		-	4	-	1
<b>Profit before tax</b>		<b>2,330</b>	<b>2,450</b>	<b>1,202</b>	<b>1,243</b>
Tax expense		(559)	(588)	(288)	(298)
<b>Profit for the period</b>		<b>1,771</b>	<b>1,862</b>	<b>914</b>	<b>945</b>
<b>Other comprehensive income/(loss):</b>					
<i>Movement in fair value reserve (debt securities):</i>					
Net change in fair value		-	(9)	-	(16)
Net amount transferred to profit or loss		-	-	-	3
Income tax effect relating to component of other comprehensive loss		-	2	-	3
<b>Other comprehensive loss for the period</b>		<b>-</b>	<b>(7)</b>	<b>-</b>	<b>(10)</b>
<b>Total comprehensive income for the period</b>		<b>1,771</b>	<b>1,855</b>	<b>914</b>	<b>935</b>



28. The operations of Islamic Banking (continued)

Statement of Changes In Islamic Banking Funds  
 For The Financial Period Ended 30 June 2024

Group and Bank	Capital funds	Other reserve	Retained earnings	Proposed dividend	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	25,000	-	11,632	-	36,632
Total comprehensive income for the period	-	-	1,771		1,771
Proposed dividend	-	-	(3,516)	3,516	-
At 30 June 2024	25,000	-	9,887	3,516	38,403
At 1 January 2023	25,000	7	10,327	-	35,334
Total comprehensive income for the period	-	(7)	1,862		1,855
Proposed dividend	-	-	(2,211)	2,211	-
At 30 June 2023	25,000	-	9,978	2,211	37,189

28. The operations of Islamic Banking (continued)

Statement of Cash Flows  
 For The Financial Period Ended 30 June 2024

	Group and Bank	
	30 June 2024 RM'000	30 June 2023 RM'000
Cash flows from operating activities		
Profit before taxation	2,330	2,450
Adjustments for non-operating and non-cash items	-	4
<b>Operating profit before working capital changes</b>	<b>2,330</b>	<b>2,454</b>
Changes in working capital:		
Net changes in operating assets	(14)	20,081
Net changes in operating liabilities	50,417	78,447
Income taxes paid	(1,110)	(698)
<b>Net cash generated from operations</b>	<b>51,623</b>	<b>100,284</b>
Net increase in cash and cash equivalents	51,623	100,284
Cash and cash equivalents at beginning of period	216,147	179,099
<b>Cash and cash equivalents at end of period</b>	<b>267,770</b>	<b>279,383</b>
Analysis of cash and cash equivalents:		
Cash and short-term funds	267,770	279,383

## 28. The operations of Islamic Banking (continued)

### Shariah Committee

The Shariah Committee was established under BNM's "Policy Document 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 Uzaimah binti Ibrahim, Puan Zarinah binti Mohd Yusof and Encik Ahmad Firdaus bin Kadir.

### 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

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Cash and balances with banks and other financial institutions	<u>267,770</u>	<u>216,147</u>

#### (b) Deposits from customers

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Demand deposits	<u>228,862</u>	<u>178,421</u>

#### (c) Other liabilities

	Group and Bank	
	30 June 2024 RM'000	31 December 2023 RM'000
Bills payable	<u>8</u>	<u>32</u>

28. The operations of Islamic Banking (continued)

(d) Income derived from investment of Islamic banking funds

	Group and Bank			
	Half year ended		Three months ended	
	30	30	30	30
	June	June	June	June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Deposits or placement with BNM	3,206	2,883	1,671	1,499
Financial securities (Sukuk)	-	234	-	77
Hibah on Qard Islamic Current Account	(794)	(693)	(426)	(346)
Other income	39	36	19	19
	<u>2,451</u>	<u>2,460</u>	<u>1,264</u>	<u>1,249</u>

(e) Capital adequacy

The capital adequacy ratios of the Islamic banking business of the Group and 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	
	30 June	31 December
	2024	2023
	RM'000	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	-	-
Retained earnings <sup>#</sup>	<u>8,116</u>	<u>11,632</u>
Total common equity tier 1/Total tier 1 capital	33,116	36,632
Total Tier 2 capital	<u>-</u>	<u>-</u>
Total capital base	<u>33,116</u>	<u>36,632</u>
Common equity tier 1/Tier 1 capital ratio	468.153%	592.272%
Total capital ratio	<u>468.153%</u>	<u>592.272%</u>

<sup>#</sup> Retained earnings after dividend paid/payable and before the final dividend declared for 30 June 2024 and 31 December 2023 respectively.

28. The operations of Islamic Banking (continued)

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

Risk Type	Risk-Weighted Assets	
	30 June 2024 RM'000	31 December 2023 RM'000
1. Credit risk	-	-
2. Market risk	-	-
3. Operational risk	7,074	6,185
Total	7,074	6,185

28. 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 30 June 2024 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	267,833	267,833	-
	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>	267,833	267,833	-
	<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>	267,833	267,833	-

28. 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 30 June 2024 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			7,074
4	Total RWA			7,074

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.

28. 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 2023 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	216,195	216,195	-
	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>	216,195	216,195	-
	<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>	216,195	216,195	-



28. 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 2023 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			6,185	
4	Total RWA			6,185	

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.