

## **BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023**

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### **Basel II Pillar 3 Disclosure for the period ended 30 June 2023**

- **CIMB Bank Berhad**

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**ABBREVIATIONS**

A-IRB Approach	: Advanced Internal Ratings Based Approach
ALM COE	: Asset Liability Management Centre of Excellence
ASB	: Amanah Saham Bumiputra
BI	: Banking Institutions
BIA	: Basic Indicator Approach
BNM	: Bank Negara Malaysia
BRCC	: Board Risk & Compliance Committee
CAF	: Capital Adequacy Framework and, in some instances referred to as the Risk-Weighted Capital Adequacy Framework
CAFIB	: Capital Adequacy Framework for Islamic Banks
CAR	: Capital Adequacy Ratio and, in some instances referred to as the Risk-Weighted Capital Ratio
CBSM	: Capital and Balance Sheet Management
CCR	: Counterparty Credit Risk
CIMBBG	: CIMB Bank, CIMBISLG, CIMBTH, CIMB Bank PLC (Cambodia), CIMB Factorlease Berhad, CIMB Bank (Vietnam) Limited and non-financial subsidiaries
CIMBISLG	: CIMB Islamic Bank Berhad, CIMB Islamic Nominees (Asing) Sdn Bhd and CIMB Islamic Nominees (Tempatan) SdnBhd
CIMBIBG	: CIMB Investment Bank Berhad and non-financial subsidiaries
CIMBGH Group	: Group of Companies under CIMB Group Holdings Berhad
CIMBTH	: CIMB Thai Bank Public Company Ltd and its subsidiaries
CIMB Bank	: CIMB Bank Berhad and CIMB Bank (L) Ltd (as determined under the CAF (Capital Components) and CAFIB (Capital Components) to include its wholly owned offshore banking subsidiary company)
CIMB Group or the Group	: Collectively CIMBBG, CIMBIBG and CIMBISLG as described within this disclosure
CIMB IB	: CIMB Investment Bank Berhad
CIMB Islamic	: CIMB Islamic Bank Berhad
CRM	: Credit Risk Mitigants
CRO	: Chief Risk Officer
CSA	: Credit Support Annexes, International Swaps and Derivatives Association Agreement
DFIs	: Development Financial Institutions
EAD	: Exposure At Default
EAR	: Earnings-at-Risk
ECAIs	: External Credit Assessment Institutions
EL	: Expected Loss
EP	: Eligible Provision
EVE	: Economic Value of Equity
EWRM	: Enterprise Wide Risk Management
Group EXCO	: Group Executive Committee
GSOC	: Group Strategic Oversight Committee

**ABBREVIATIONS (continued)**

GSGC	: Group Sustainability and Governance Committee
F-IRB Approach	: Foundation Internal Ratings Based Approach
Fitch	: Fitch Ratings
GALCO	: Group Asset Liability Management Committee
GCC	: Group Credit Committee
GIB	: Group Islamic Banking
GMCRC	: Group Market and Conduct Risks Committee
GRCC	: Group Risk & Compliance Committee
GRD	: Group Risk Division
GUC	: Group Underwriting Committee
HPE	: Hire Purchase Exposures
IRB Approach	: Internal Ratings Based Approach
IRRBB	: Interest Rate Risk in the Banking Book
KRI	: Key Risk Indicators
LGD	: Loss Given Default
MARC	: Malaysian Rating Corporation Berhad
MDBs	: Multilateral Development Banks
Moody's	: Moody's Investors Service
MRMWG	: Model Risk Management Working Group
MTM	: Mark-to-Market and/or Mark-to-Model
ORM	: Operational Risk Management
ORMF	: Operational Risk Management Framework
OTC	: Over the Counter
PD	: Probability of Default
PSEs	: Non-Federal Government Public Sector Entities
PSIA	: Profit Sharing Investment Accounts
QRRE	: Qualifying Revolving Retail Exposures
R&I	: Rating and Investment Information, Inc
RAM	: RAM Rating Services Berhad
RAROC	: Risk Adjusted Return on Capital
RORBB	: Rate of Return Risk in the Banking Book
RRE	: Residential Real Estate
RWA	: Risk-Weighted Assets
RWCAF	: Risk-Weighted Capital Adequacy Framework and, in some instances referred to as the Capital Adequacy Framework
S&P	: Standard & Poor's
SA	: Standardised Approach
SMEs	: Small and Medium Enterprises
SNC	: Shariah Non Compliance
SRM	: Shariah Risk Management
VaR	: Value-at-Risk

### OVERVIEW

The information herein is disclosed pursuant to the requirements of Bank Negara Malaysia's RWCAF – Disclosure Requirements (Pillar 3) and CAFIB – Disclosure Requirements (Pillar 3) and is published for the period ended 30 June 2023.

There were also no capital deficiencies in any subsidiaries that are not included in the consolidation for regulatory purposes.

Any discrepancies between the totals and sum of the components in the tables contained in the disclosures are due to actual summation method and then rounded up to the nearest thousands.

These disclosures have been reviewed and verified by internal auditors and approved by the Board Risk Committee of CIMB Group, as delegated by the Board of Directors of CIMBGH Group.

### CAPITAL MANAGEMENT

#### *Capital Structure and Adequacy*

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia ("BNM") Capital Adequacy Framework (Capital Components)/Capital Adequacy Framework for Islamic Banks (Capital Components), of which the latest revisions were issued on 9 December 2020. The revised guidelines took effect on 9 December 2020 for all banking institutions and financial holding companies and sets out the regulatory capital requirements concerning capital adequacy ratios and components of eligible regulatory capital in compliance with Basel III.

The risk-weighted assets of CIMB Bank are computed in accordance with the Capital Adequacy Framework (Basel II - Risk-Weighted Assets), of which the latest revision was issued on 3 May 2019. The IRB Approach is applied for the major credit exposures. It prescribes two approaches, the F-IRB Approach and A-IRB Approach. The remaining credit exposures and Market Risk are on the Standardised Approach while Operational Risk is based on the Basic Indicator Approach. The components of eligible regulatory capital are based on the Capital Adequacy Framework (Capital Components).

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

The table below presents the Capital Position of CIMB Bank Berhad.

**Table 1: Capital Position for CIMB Bank**

(RM'000)	CIMB Bank	
	30 June 2023	30 June 2022
<b>Common Equity Tier 1 capital</b>		
Ordinary share capital	22,979,762	22,177,810
Other reserves	17,074,717	14,944,150
Less: Proposed dividends	(1,640,182)	(1,253,258)
<b>Common Equity Tier 1 capital before regulatory adjustments</b>	<b>38,414,297</b>	<b>35,868,702</b>
<u>Less: Regulatory adjustments</u>		
Goodwill	(3,555,075)	(3,555,075)
Intangible assets	(1,040,369)	(911,492)
Deferred tax assets	(897,490)	(961,279)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(6,011,710)	(5,992,548)
Regulatory reserve	(656,519)	(340,795)
Others	3,674	4,697
<b>Common Equity Tier 1 capital after regulatory adjustments</b>	<b>26,256,808</b>	<b>24,112,210</b>
<b>Additional Tier 1 capital</b>		
Perpetual subordinated capital securities	1,750,000	1,750,000
<b>Additional Tier 1 capital before regulatory adjustments</b>	<b>1,750,000</b>	<b>1,750,000</b>
<u>Less: Regulatory adjustments</u>		
Investments in capital instruments of unconsolidated financial and insurance/takaful entities	(350,000)	(350,000)
<b>Additional Tier 1 capital after regulatory adjustments</b>	<b>1,400,000</b>	<b>1,400,000</b>
<b>Total Tier 1 capital</b>	<b>27,656,808</b>	<b>25,512,210</b>
<b>Tier 2 capital</b>		
Subordinated obligations	7,500,000	6,800,000
Surplus of eligible provisions over expected loss	742,370	701,547
General provision	357,833	334,120
<b>Tier 2 capital before regulatory adjustments</b>	<b>8,600,203</b>	<b>7,835,667</b>

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 1: Capital Position for CIMB Bank (continued)**

(RM'000)	CIMB Bank	
	30 June 2023	30 June 2022
<u>Less: Regulatory adjustments</u>		
Investments in capital instruments of unconsolidated financial and insurance/takaful entities	(2,444,312)	(2,457,153)
<b>Total Tier 2 capital</b>	<b>6,155,891</b>	<b>5,378,514</b>
<b>Total capital</b>	<b>33,812,699</b>	<b>30,890,724</b>
<b>RWA</b>		
Credit risk	152,354,976	143,654,119
Market risk	10,588,274	10,886,091
Large exposure risk requirements	1,212,672	1,299,541
Operational risk	18,905,905	17,687,804
<b>Total RWA</b>	<b>183,061,827</b>	<b>173,527,555</b>
<b>Capital Adequacy Ratios</b>		
<b>Before deducting proposed dividend</b>		
Common Equity Tier 1 ratio	15.239%	14.618%
Tier 1 ratio	16.004%	15.424%
Total Capital ratio	19.367%	18.524%
<b>After deducting proposed dividend</b>		
Common Equity Tier 1 ratio	14.343%	13.895%
Tier 1 ratio	15.108%	14.702%
Total Capital ratio	18.471%	17.802%

The Total Capital ratio increased in 2023 compared to 2022 primarily due to (i) higher retained earnings, (ii) increase in paid-up capital arising from reinvestment by CIMBGH & CIMBG pursuant to the completion of Dividend Reinvestment Scheme (DRS) for FY2022 First Interim Dividend, (iii) issuance of RM2.9 billion T2 Subordinated Debt with RM2.2 billion redemption; offset by (iv) increase in RWA mainly from Credit and Operational RWA, (v) higher dividend, (vi) completion of CIMB Bank FY2022 Second Interim Dividend payout.

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

The tables below show the RWA under various exposure classes under the relevant approach and applying the minimum regulatory capital requirement at 8% to establish the minimum capital required for each of the exposure classes:

**Table 2: Disclosure on Total RWA and Minimum Capital Requirement**

30 June 2023	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Credit Risk</b>					
<b>Exposures under the SA</b>					
Sovereign/Central Banks	72,708,795	72,708,795	751,241	751,241	60,099
Public Sector Entities	9,591,841	9,591,790	318,358	318,358	25,469
Banks, DFIs & MDBs	876,177	876,177	243,168	243,168	19,453
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	3,010,453	2,940,502	1,619,919	1,619,919	129,593
Corporate	12,118,969	7,685,838	8,073,123	8,073,123	645,850
Regulatory Retail	17,183,612	16,136,888	9,676,162	9,676,162	774,093
Residential Mortgages/RRE Financing	1,936,164	1,935,429	702,981	702,981	56,239
Higher Risk Assets	1,654,958	1,654,958	2,482,437	2,482,437	198,595
Other Assets	7,580,442	7,580,442	4,678,408	4,678,408	374,273
Securitisation	403,900	403,900	80,780	80,780	6,462
Equity Exposure	69	69	69	69	6
<b>Total for SA</b>	<b>127,065,380</b>	<b>121,514,789</b>	<b>28,626,646</b>	<b>28,626,646</b>	<b>2,290,132</b>
<b>Exposures under the IRB Approach</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	38,399,623	38,399,623	9,826,269	9,826,269	786,102
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	124,078,367	124,078,367	77,786,074	77,786,074	6,222,886
Residential Mortgages/RRE Financing	71,363,138	71,363,138	14,180,709	14,180,709	1,134,457
Qualifying Revolving Retail	13,083,087	13,083,087	6,902,601	6,902,601	552,208
Hire Purchase	5,629,577	5,629,577	3,978,180	3,978,180	318,254
Other Retail	23,618,635	23,618,635	4,051,007	4,051,007	324,081
Securitisation	-	-	-	-	-
<b>Total for IRB Approach</b>	<b>276,172,427</b>	<b>276,172,427</b>	<b>116,724,839</b>	<b>116,724,839</b>	<b>9,337,987</b>
<b>Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)</b>	<b>403,237,808</b>	<b>397,687,217</b>	<b>152,354,976</b>	<b>152,354,976</b>	<b>12,188,398</b>



**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 2: Disclosure on Total RWA and Minimum Capital Requirement (continued)**

30 June 2023	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Large Exposure Risk Requirement</b>	<b>1,212,672</b>	<b>1,212,672</b>	<b>1,212,672</b>	<b>1,212,672</b>	<b>97,014</b>
<b>Market Risk (SA)</b>					
Interest Rate Risk/Profit Rate Risk			7,819,883	7,819,883	625,591
Foreign Currency Risk			1,976,154	1,976,154	158,092
Equity Risk			192,335	192,335	15,387
Commodity Risk			64,223	64,223	5,138
Options Risk			535,680	535,680	42,854
<b>Total Market Risk</b>			<b>10,588,274</b>	<b>10,588,274</b>	<b>847,062</b>
<b>Operational Risk (BIA)</b>			<b>18,905,905</b>	<b>18,905,905</b>	<b>1,512,472</b>
<b>Total RWA and Capital Requirement</b>			<b>183,061,827</b>	<b>183,061,827</b>	<b>14,644,946</b>

**Table 2(i): Disclosure on Total RWA and Minimum Capital Requirement Islamic Banking Window**

30 June 2023	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Credit Risk</b>					
<b>Exposures under the SA</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	9,577,200	9,577,200	315,440	315,440	25,235
Banks, DFIs & MDBs	-	-	-	-	-
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	6,014	6,014	6,014	6,014	481
Corporate	1,024,625	1,024,625	755,878	755,878	60,470
Regulatory Retail	1,292,089	1,292,089	646,763	646,763	51,741
Residential Mortgages/RRE Financing	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-
Other Assets	-	-	-	-	-
Securitisation	-	-	-	-	-
Equity Exposure	-	-	-	-	-
<b>Total for SA</b>	<b>11,899,929</b>	<b>11,899,929</b>	<b>1,724,095</b>	<b>1,724,095</b>	<b>137,928</b>

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 2(i): Disclosure on Total RWA and Minimum Capital Requirement Islamic Banking Window (continued)**

30 June 2023	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Exposures under the IRB Approach</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	2,808,262	2,808,262	780,378	780,378	62,430
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	3,919,873	3,919,873	1,429,711	1,429,711	114,377
Residential Mortgages/RRE Financing	-	-	-	-	-
Qualifying Revolving Retail	-	-	-	-	-
Hire Purchase	-	-	-	-	-
Other Retail	-	-	-	-	-
Securitisation	-	-	-	-	-
<b>Total for IRB Approach</b>	<b>6,728,135</b>	<b>6,728,135</b>	<b>2,210,089</b>	<b>2,210,089</b>	<b>176,807</b>
<b>Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)</b>	<b>18,628,064</b>	<b>18,628,064</b>	<b>4,066,789</b>	<b>4,066,789</b>	<b>325,343</b>
<b>Large Exposure Risk Requirement</b>	-	-	-	-	-
<b>Market Risk (SA)</b>					
Interest Rate Risk/profit Rate Risk			-	-	-
Foreign Currency Risk			-	-	-
Equity Risk			-	-	-
Commodity Risk			-	-	-
Options Risk			-	-	-
<b>Total Market Risk</b>			-	-	-
<b>Operational Risk (BIA)</b>			-	-	-
<b>Total RWA and Capital Requirement</b>			<b>4,066,789</b>	<b>4,066,789</b>	<b>325,343</b>

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 2: Disclosure on Total RWA and Minimum Capital Requirement (continued)**

30 June 2022	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Credit Risk</b>					
<b>Exposures under the SA</b>					
Sovereign/Central Banks	61,904,942	61,904,942	710,704	710,704	56,856
Public Sector Entities	8,054,361	8,054,295	210,859	210,859	16,869
Banks, DFIs & MDBs	1,202,671	1,202,671	486,520	486,520	38,922
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	2,640,207	1,827,481	1,057,203	1,057,203	84,576
Corporate	10,755,723	6,402,260	7,022,834	7,022,834	561,827
Regulatory Retail	17,695,046	16,562,830	10,235,662	10,235,662	818,853
Residential Mortgages/RRE Financing	1,244,643	1,242,801	460,748	460,748	36,860
Higher Risk Assets	1,769,308	1,769,308	2,653,962	2,653,962	212,317
Other Assets	6,811,205	6,811,205	3,800,905	3,800,905	304,072
Securitisation	450,489	450,489	90,098	90,098	7,208
Equity Exposure	79	79	79	79	6
<b>Total for SA</b>	<b>112,528,672</b>	<b>106,228,361</b>	<b>26,729,573</b>	<b>26,729,573</b>	<b>2,138,366</b>
<b>Exposures under the IRB Approach</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	31,563,269	31,563,269	7,940,797	7,940,797	635,264
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	121,329,273	121,329,273	72,728,964	72,728,964	5,818,317
Residential Mortgages/RRE Financing	71,471,613	71,471,613	15,265,107	15,265,107	1,221,209
Qualifying Revolving Retail	11,910,243	11,910,243	5,882,777	5,882,777	470,622
Hire Purchase	5,804,423	5,804,423	3,810,430	3,810,430	304,834
Other Retail	25,118,934	25,118,934	4,678,103	4,678,103	374,248
Securitisation	-	-	-	-	-
<b>Total for IRB Approach</b>	<b>267,197,755</b>	<b>267,197,755</b>	<b>110,306,176</b>	<b>110,306,176</b>	<b>8,824,494</b>
<b>Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)</b>	<b>379,726,427</b>	<b>373,426,116</b>	<b>143,654,119</b>	<b>143,654,119</b>	<b>11,492,330</b>

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 2: Disclosure on Total RWA and Minimum Capital Requirement (continued)**

30 June 2022	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Large Exposure Risk Requirement</b>	<b>1,299,541</b>	<b>1,299,541</b>	<b>1,299,541</b>	<b>1,299,541</b>	<b>103,963</b>
<b>Market Risk (SA)</b>					
Interest Rate Risk/Profit Rate Risk			6,737,736	6,737,736	539,019
Foreign Currency Risk			2,283,021	2,283,021	182,642
Equity Risk			355,301	355,301	28,424
Commodity Risk			77,062	77,062	6,165
Options Risk			1,432,971	1,432,971	114,638
<b>Total Market Risk</b>			<b>10,886,091</b>	<b>10,886,091</b>	<b>870,887</b>
<b>Operational Risk (BIA)</b>			<b>17,687,804</b>	<b>17,687,804</b>	<b>1,415,024</b>
<b>Total RWA and Capital Requirement</b>			<b>173,527,556</b>	<b>173,527,556</b>	<b>13,882,205</b>

**Table 2(i): Disclosure on Total RWA and Minimum Capital Requirement for Islamic Banking Window**

30 June 2022	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Credit Risk</b>					
<b>Exposures under the SA</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	8,046,205	8,046,205	209,241	209,241	16,739
Banks, DFIs & MDBs	-	-	-	-	-
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	256,534	256,534	126,664	126,664	10,133
Regulatory Retail	725,503	725,464	315,764	315,764	25,261
Residential Mortgages/RRE Financing	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-
Other Assets	-	-	-	-	-
Securitisation	-	-	-	-	-
Equity Exposure	-	-	-	-	-
<b>Total for SA</b>	<b>9,028,242</b>	<b>9,028,203</b>	<b>651,669</b>	<b>651,669</b>	<b>52,134</b>

**CAPITAL MANAGEMENT (continued)**

**Capital Structure and Adequacy (continued)**

**Table 2(i): Disclosure on Total RWA and Minimum Capital Requirement Islamic Banking Window (continued)**

30 June 2022	CIMB Bank				
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
<b>Exposures under the IRB Approach</b>					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	-	-	-	-	-
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	4,309,725	4,309,725	1,274,467	1,274,467	101,957
Residential Mortgages/RRE Financing	-	-	-	-	-
Qualifying Revolving Retail	-	-	-	-	-
Hire Purchase	-	-	-	-	-
Other Retail	-	-	-	-	-
Securitisation	-	-	-	-	-
<b>Total for IRB Approach</b>	<b>4,309,725</b>	<b>4,309,725</b>	<b>1,274,467</b>	<b>1,274,467</b>	<b>101,957</b>
<b>Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)</b>	<b>13,337,967</b>	<b>13,337,928</b>	<b>2,002,604</b>	<b>2,002,604</b>	<b>160,208</b>
<b>Large Exposure Risk Requirement</b>	-	-	-	-	-
<b>Market Risk (SA)</b>					
Interest Rate Risk/Profit Rate Risk			-	-	-
Foreign Currency Risk			-	-	-
Equity Risk			-	-	-
Commodity Risk			-	-	-
Options Risk			-	-	-
<b>Total Market Risk</b>			-	-	-
<b>Operational Risk (BIA)</b>			-	-	-
<b>Total RWA and Capital Requirement</b>			<b>2,002,604</b>	<b>2,002,604</b>	<b>160,208</b>

**BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023**
**CREDIT RISK**
**Summary of Credit Exposures**

## i) Gross Credit Exposures by Geographic Distribution

The geographic distribution is based on the country in which the portfolio is geographically managed. The following tables represent CIMB Bank's credit exposures by geographic region:

**Table 3: Geographic Distribution of Credit Exposures**

30 June 2023		CIMB Bank			
(RM'000) Exposure Class	Malaysia	Singapore	Thailand	Other Countries	Total
Sovereign	57,963,571	14,310,702	-	434,522	72,708,795
PSE	9,591,841	-	-	-	9,591,841
Bank	32,356,574	4,801,800	-	2,117,426	39,275,800
Corporate	96,314,084	39,503,491	-	3,390,214	139,207,789
Mortgage/RRE Financing	64,185,126	9,114,176	-	-	73,299,302
HPE	5,629,577	-	-	-	5,629,577
QRRE	10,350,285	2,732,802	-	-	13,083,087
Other Retail	32,773,222	8,028,984	-	40	40,802,246
Other Exposures	6,184,573	1,320,898	-	2,133,899	9,639,370
<b>Total Gross Credit Exposure</b>	<b>315,348,855</b>	<b>79,812,853</b>	<b>-</b>	<b>8,076,100</b>	<b>403,237,808</b>

30 June 2022		CIMB Bank			
(RM'000) Exposure Class	Malaysia	Singapore	Thailand	Other Countries	Total
Sovereign	51,406,427	10,221,811	-	276,703	61,904,942
PSE	8,054,361	-	-	-	8,054,361
Bank	23,338,316	4,367,426	-	5,060,198	32,765,940
Corporate	95,674,592	34,663,686	-	4,386,925	134,725,203
Mortgage/RRE Financing	64,246,178	8,470,077	-	-	72,716,255
HPE	5,804,423	-	-	-	5,804,423
QRRE	9,555,841	2,354,403	-	-	11,910,243
Other Retail	36,055,887	6,758,055	-	39	42,813,980
Other Exposures	7,159,304	876,189	-	995,588	9,031,081
<b>Total Gross Credit Exposure</b>	<b>301,295,328</b>	<b>67,711,647</b>	<b>-</b>	<b>10,719,453</b>	<b>379,726,427</b>

**BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023**
**CREDIT RISK (continued)**
**Summary of Credit Exposures (continued)**

ii) Gross Credit Exposures by Sector

The following tables represent CIMB Bank's credit exposure analysed by sector:

**Table 4: Distribution of Credit Exposures by Sector**

30 June 2023												CIMB Bank
(RM'000) Exposure Class	Primary Agriculture	Mining and Quarrying	Manufacturing	Electricity, Gas and Water Supply	Construction	Wholesale and Retail Trade, and Restaurants and Hotels	Transport, Storage and Communication	Finance, Insurance/ Takaful, Real Estate and Business Activities	Education, Health and Others	Household	Others*	Total
Sovereign	-	-	-	292,818	6,171,756	-	4,376,589	6,771,341	53,276,918	-	1,819,374	72,708,795
PSE	8,381	-	-	-	-	-	-	452	9,582,901	-	106	9,591,841
Bank	-	-	-	-	-	-	-	39,275,800	-	-	-	39,275,800
Corporate	4,929,877	5,682,015	12,739,580	10,158,113	10,928,460	19,625,174	10,063,062	45,703,453	8,287,593	7,404,036	3,686,426	139,207,789
Mortgage/ RRE Financing	-	-	-	-	-	-	-	-	-	73,299,302	-	73,299,302
HPE	-	-	-	-	-	-	-	-	-	5,629,577	-	5,629,577
QRRE	-	-	-	-	-	-	-	-	-	13,083,087	-	13,083,087
Other Retail	147,245	23,131	939,806	22,907	656,631	2,256,151	271,932	2,710,368	487,065	33,287,010	-	40,802,246
Other Exposures	-	-	-	297,190	-	-	3,409	416,905	845,468	-	8,076,397	9,639,370
<b>Total Gross Credit Exposure</b>	<b>5,085,503</b>	<b>5,705,146</b>	<b>13,679,386</b>	<b>10,771,028</b>	<b>17,756,847</b>	<b>21,881,325</b>	<b>14,714,992</b>	<b>94,878,320</b>	<b>72,479,944</b>	<b>132,703,012</b>	<b>13,582,303</b>	<b>403,237,808</b>

\*Others are exposures which are not elsewhere classified.

**BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023**
**CREDIT RISK (continued)**
**Summary of Credit Exposures (continued)**

ii) Gross Credit Exposures by Sector (continued)

**Table 4: Distribution of Credit Exposures by Sector (continued)**

30 June 2022	CIMB Bank											
(RM'000) Exposure Class	Primary Agriculture	Mining and Quarrying	Manufacturing	Electricity, Gas and Water Supply	Construction	Wholesale and Retail Trade, and Restaurants and Hotels	Transport, Storage and Communication	Finance, Insurance/ Takaful, Real Estate and Business Activities	Education, Health and Others	Household	Others*	Total
Sovereign	-	-	-	177,629	5,213,470	-	4,205,356	8,895,453	41,908,527	-	1,504,507	61,904,942
PSE	3,175	-	-	-	-	-	-	214	8,050,828	-	144	8,054,361
Bank	-	-	-	-	-	-	-	32,765,940	-	-	-	32,765,940
Corporate	4,684,058	5,483,184	10,811,608	10,197,642	11,262,688	20,231,235	13,187,495	40,012,424	8,675,094	7,184,917	2,994,858	134,725,203
Mortgage/ RRE Financing	-	-	-	-	-	-	-	-	-	72,716,255	-	72,716,255
HPE	-	-	-	-	-	-	-	-	-	5,804,423	-	5,804,423
QRRE	-	-	-	-	-	-	-	-	-	11,910,243	-	11,910,243
Other Retail	176,593	35,424	1,075,819	33,126	726,453	2,449,725	293,301	2,857,081	574,964	34,591,492	-	42,813,980
Other Exposures	-	-	0	358,462	-	-	3,409	466,172	791,955	-	7,411,083	9,031,081
<b>Total Gross Credit Exposure</b>	<b>4,863,826</b>	<b>5,518,608</b>	<b>11,887,427</b>	<b>10,766,859</b>	<b>17,202,611</b>	<b>22,680,961</b>	<b>17,689,561</b>	<b>84,997,283</b>	<b>60,001,368</b>	<b>132,207,330</b>	<b>11,910,592</b>	<b>379,726,427</b>

\*Others are exposures which are not elsewhere classified.



**CREDIT RISK (continued)**

**Summary of Credit Exposures (continued)**

iii) Gross Credit Exposures by Residual Contractual Maturity

The following tables represent CIMB Bank's credit exposure analysed by residual contractual maturity:

**Table 5: Distribution of Credit Exposures by Residual Contractual Maturity**

30 June 2023		CIMB Bank		
(RM'000) Exposure Class	Less than 1 year	1 to 5 years	More than 5 years	Total
Sovereign	19,823,632	15,238,386	37,646,778	72,708,795
PSE	7,777	6,486	9,577,578	9,591,841
Bank	30,932,945	6,644,649	1,698,206	39,275,800
Corporate	45,845,655	57,795,583	35,566,551	139,207,789
Mortgage/RRE Financing	33,522	607,583	72,658,198	73,299,302
HPE	143,684	1,811,170	3,674,724	5,629,577
QRRE	13,083,087	-	-	13,083,087
Other Retail	5,900,616	4,574,394	30,327,237	40,802,246
Other Exposures	51,905	324,777	9,262,688	9,639,370
<b>Total Gross Credit Exposure</b>	<b>115,822,823</b>	<b>87,003,026</b>	<b>200,411,959</b>	<b>403,237,808</b>

30 June 2022		CIMB Bank		
(RM'000) Exposure Class	Less than 1 year	1 to 5 years	More than 5 years	Total
Sovereign	14,552,074	14,011,161	33,341,706	61,904,942
PSE	460	5,696	8,048,205	8,054,361
Bank	25,273,688	5,943,207	1,549,045	32,765,940
Corporate	53,243,673	45,732,855	35,748,675	134,725,203
Mortgage/RRE Financing	42,380	651,777	72,022,098	72,716,255
HPE	113,696	2,515,566	3,175,161	5,804,423
QRRE	11,910,243	-	-	11,910,243
Other Retail	5,220,706	4,238,079	33,355,195	42,813,980
Other Exposures	65,481	307,079	8,658,521	9,031,081
<b>Total Gross Credit Exposure</b>	<b>110,422,401</b>	<b>73,405,419</b>	<b>195,898,606</b>	<b>379,726,427</b>

**CREDIT RISK (continued)**
**Credit Quality of Loans, Advances & Financing**

## i) Past Due But Not Impaired

The following tables provide an analysis of the outstanding balances as at 30 June 2023 and 31 December 2022 which were past due but not impaired by sector and geographical respectively:

**Table 6: Past Due but Not Impaired Loans, Advances and Financing by Sector**

(RM'000)	CIMB Bank	
	30 June 2023	31 December 2022
Primary Agriculture	24,921	31,857
Mining and Quarrying	2,162	2,237
Manufacturing	77,353	65,512
Electricity, Gas and Water Supply	685	4,873
Construction	78,588	91,090
Wholesale and Retail Trade, and Restaurants and Hotels	184,864	140,874
Transport, Storage and Communication	20,850	20,967
Finance, Insurance/Takaful, Real Estate and Business Activities	236,737	225,090
Education, Health and Others	29,517	24,777
Household	6,674,407	6,602,183
Others*	16,511	12,234
<b>Total</b>	<b>7,346,595</b>	<b>7,221,694</b>

\*Others are exposures which are not elsewhere classified.

**Table 7: Past Due but Not Impaired Loans, Advances and Financing by Geographic Distribution**

(RM'000)	CIMB Bank	
	30 June 2023	31 December 2022
Malaysia	6,801,465	6,868,056
Singapore	541,937	350,785
Other Countries	3,193	2,853
<b>Total</b>	<b>7,346,595</b>	<b>7,221,694</b>

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

ii) Credit Impaired Loans/Financings

The following tables provide an analysis of the outstanding balances as at 30 June 2023 and 31 December 2022 which were credit impaired by sector and geographical respectively:

**Table 8: Credit Impaired Loans, Advances and Financing by Sector**

(RM'000)	CIMB Bank	
	30 June 2023	31 December 2022
Primary Agriculture	27,402	29,704
Mining and Quarrying	1,041,399	992,953
Manufacturing	205,929	195,539
Electricity, Gas and Water Supply	449	111
Construction	108,789	95,993
Wholesale and Retail Trade, and Restaurants and Hotels	752,349	746,613
Transport, Storage and Communication	302,836	382,302
Finance, Insurance/Takaful, Real Estate and Business Activities	510,657	353,225
Education, Health and Others	31,052	28,375
Household	2,219,801	1,986,583
Others*	802,283	734,882
<b>Total</b>	<b>6,002,946</b>	<b>5,546,280</b>

\*Others are exposures which are not elsewhere classified.

**Table 9: Credit Impaired Loans, Advances and Financing by Geographic Distribution**

(RM'000)	CIMB Bank	
	30 June 2023	31 December 2022
Malaysia	4,291,253	3,938,039
Singapore	911,788	878,879
Other Countries	799,905	729,362
<b>Total</b>	<b>6,002,946</b>	<b>5,546,280</b>

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses

**Table 10: Expected credit losses (Stage 1, 2 and 3) by Sector**

(RM'000)	CIMB Bank			
	30 June 2023			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Primary Agriculture	36,830	322	6,088	43,240
Mining and Quarrying	26,745	15	775,373	802,133
Manufacturing	51,641	9,708	95,891	157,240
Electricity, Gas and Water Supply	26,490	2,244	205	28,939
Construction	11,261	8,308	55,119	74,688
Wholesale and Retail Trade, and Restaurants and Hotels	56,499	122,049	456,393	634,941
Transport, Storage and Communications	6,110	68,678	111,733	186,521
Finance, Insurance/Takaful, Real Estate and Business Activities	125,785	29,524	172,832	328,141
Education, Health and Others	18,747	8,628	20,614	47,989
Household	1,052,638	399,670	647,212	2,099,520
Others*	90,640	14,620	725,719	830,979
<b>Total</b>	<b>1,503,386</b>	<b>663,766</b>	<b>3,067,179</b>	<b>5,234,331</b>

\*Others are exposures which are not elsewhere classified.

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 10: Expected credit losses (Stage 1, 2 and 3) by Sector (continued)**

(RM'000)	CIMB Bank			
	31 December 2022			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Primary Agriculture	25,559	1,318	5,648	32,525
Mining and Quarrying	22,303	983	698,897	722,183
Manufacturing	38,966	17,725	86,836	143,527
Electricity, Gas and Water Supply	2,925	59,503	67	62,495
Construction	7,343	8,905	50,725	66,973
Wholesale and Retail Trade, and Restaurants and Hotels	46,075	135,031	385,994	567,100
Transport, Storage and Communications	7,874	80,777	120,159	208,810
Finance, Insurance/Takaful, Real Estate and Business Activities	80,952	35,089	129,688	245,729
Education, Health and Others	13,016	10,744	15,104	38,864
Household	440,747	1,416,787	655,744	2,513,278
Others*	61,021	7,463	584,287	652,771
<b>Total</b>	<b>746,781</b>	<b>1,774,325</b>	<b>2,733,149</b>	<b>5,254,255</b>

\*Others are exposures which are not elsewhere classified.

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 11: Expected credit losses (Stage 1, 2 and 3) by Geographic Distribution**

(RM'000)	CIMB Bank			
	30 June 2023			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Malaysia	1,116,829	582,082	1,707,977	3,406,888
Singapore	346,142	78,491	635,321	1,059,954
Other Countries	40,415	3,193	723,881	767,489
<b>Total</b>	<b>1,503,386</b>	<b>663,766</b>	<b>3,067,179</b>	<b>5,234,331</b>

(RM'000)	CIMB Bank			
	31 December 2022			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Malaysia	481,863	1,686,206	1,559,753	3,727,822
Singapore	234,368	85,206	591,146	910,720
Other Countries	30,550	2,913	582,250	615,713
<b>Total</b>	<b>746,781</b>	<b>1,774,325</b>	<b>2,733,149</b>	<b>5,254,255</b>

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 12: Expected credit losses charges/(write back) and write-off for Stage 3**

(RM'000)	CIMB Bank	
	30 June 2023	
	Charges/(write back)	Write-off
	Lifetime expected credit losses - Credit impaired (Stage 3)	Lifetime expected credit losses - Credit impaired (Stage 3)
Primary Agriculture	186	-
Mining and Quarrying	56,221	2,493
Manufacturing	7,387	1,246
Electricity, Gas and Water Supply	22	70
Construction	5,650	479
Wholesale and Retail Trade, and Restaurants and Hotels	38,382	2,746
Transport, Storage and Communications	17,118	70
Finance, Insurance/Takaful, Real Estate and Business Activities	3,984	729
Education, Health and Others	5,738	396
Household	311,031	385,253
Others*	183,314	85,885
<b>Total</b>	<b>629,033</b>	<b>479,367</b>

\*Others are exposures which are not elsewhere classified.

**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 12: Expected credit losses charges/(write back) and write-off for Stage 3 (continued)**

(RM'000)	CIMB Bank	
	30 June 2022	
	Charges/(write back)	Write-off
	Lifetime expected credit losses - Credit impaired (Stage 3)	Lifetime expected credit losses - Credit impaired (Stage 3)
Primary Agriculture	(3,388)	1
Mining and Quarrying	53,326	11,285
Manufacturing	(220)	624
Electricity, Gas and Water Supply	(2,018)	-
Construction	(5,015)	374
Wholesale and Retail Trade, and Restaurants and Hotels	(161,659)	618
Transport, Storage and Communications	63,162	8,041
Finance, Insurance/Takaful, Real Estate and Business Activities	49,812	1,208
Education, Health and Others	71	82
Household	134,311	127,619
Others*	40,647	31,053
<b>Total</b>	<b>169,029</b>	<b>180,905</b>

\*Others are exposures which are not elsewhere classified



**CREDIT RISK (continued)**

**Credit Quality of Loans, Advances & Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 13: Analysis of movement in the Expected Credit Losses for Loans, Advances and Financing**

(RM'000)	CIMB Bank			
	30 June 2023			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
<b>At 1 January 2023</b>	746,781	1,774,325	2,733,149	5,254,255
Changes in expected credit losses due to transferred within stages	1,036,335	(1,047,424)	11,089	-
Transferred to Stage 1	1,152,558	(1,097,079)	(55,479)	-
Transferred to Stage 2	(110,838)	353,684	(242,846)	-
Transferred to Stage 3	(5,385)	(304,029)	309,414	-
<b>Total charge to Income Statement</b>	<b>(278,737)</b>	<b>(65,268)</b>	<b>629,033</b>	<b>285,028</b>
New financial assets originated	332,278	136,722	45,808	514,808
Financial assets that have been derecognised	(191,070)	(159,316)	-	(350,386)
Write back in respect of full recoveries	-	-	(29,996)	(29,996)
Change in credit risk	(419,945)	(42,674)	613,221	150,602
Write-offs	-	(36)	(479,367)	(479,403)
Exchange fluctuation	19,210	4,478	83,717	107,405
Transfer from related companies	-	-	-	-
Other movements	(20,203)	(2,309)	89,558	67,046
<b>Total</b>	<b>1,503,386</b>	<b>663,766</b>	<b>3,067,179</b>	<b>5,234,331</b>

**CREDIT RISK (CONTINUED)**

**Credit Quality of Loans, Advances and Financing (continued)**

iii) Expected Credit Losses (continued)

**Table 13: Analysis of movement in the Expected Credit Losses for Loans, Advances and Financing (continued)**

(RM'000)	CIMB Bank			
	30 June 2022			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
<b>At 1 January 2022</b>	817,845	1,636,641	4,094,538	6,549,024
Changes in expected credit losses due to transferred within stages	184,551	(295,353)	110,802	-
Transferred to Stage 1	290,805	(264,766)	(26,039)	-
Transferred to Stage 2	(104,008)	171,090	(67,082)	-
Transferred to Stage 3	(2,246)	(201,677)	203,923	-
<b>Total charge to Income Statement</b>	<b>(201,292)</b>	<b>251,439</b>	<b>169,029</b>	<b>219,176</b>
New financial assets originated	278,423	41,604	18,365	338,392
Financial assets that have been derecognised	(171,274)	(72,028)	-	(243,302)
Write back in respect of full recoveries	-	-	(48,444)	(48,444)
Change in credit risk	(308,441)	281,863	199,108	172,530
Write-offs	(693)	(3,086)	(180,905)	(184,684)
Exchange fluctuation	4,240	1,620	85,644	91,504
Transfer from related companies	-	-	-	-
Other movements	118	224	28,968	29,310
<b>Total</b>	<b>804,769</b>	<b>1,591,485</b>	<b>4,308,076</b>	<b>6,704,330</b>

**Capital Treatment for Credit Risk for Portfolios under the SA**

Details on RWA and capital requirements related to Credit Risk are disclosed separately for CIMB Bank in Table 2. Details on the disclosure for portfolios under the SA and the IRB Approach are in the sections that followed.

BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023

CREDIT RISK (continued)

Credit Risk – Disclosure for Portfolios under the SA (continued)

The following tables present the credit exposures by risk weights and after credit risk mitigation:

Table 14: Disclosure by Risk Weight under SA

30 June 2023	CIMB Bank												
(RM'000) Risk Weights	Sovereign / Central Banks	PSEs	Banks, MDBs and DFIs	Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	Corporate	Regulatory Retail	Residential Mortgages /RRE Financing	Higher Risk Assets	Other Assets	Securitisation *	Equity	Total Exposures after Netting and Credit Risk Mitigation*	Total Risk-Weighted Assets
0%	71,092,298	8,000,000	309,196	-	21,311	798,097	-	-	2,582,792	-	-	82,803,694	-
20%	190,025	1,591,790	134,409	303,419	568,542	3,206,638	-	-	-	403,900	-	6,398,723	1,279,745
35%	-	-	-	-	-	-	1,812,165	-	-	-	-	1,812,165	634,258
50%	1,426,473	-	432,572	2,155,696	660,436	1,199,834	109,081	-	-	-	-	5,984,091	2,992,046
75%	-	-	-	-	-	10,071,623	-	-	1,276,969	-	-	11,348,592	8,511,444
100%	-	-	0	481,387	6,289,529	819,689	14,183	-	3,720,682	-	69	11,325,539	11,325,539
100% < RW < 1250%	-	-	0	-	44,145	41,007	-	1,654,958	-	-	-	1,740,110	2,610,165
1250%	-	-	-	-	101,876	-	-	-	-	-	-	101,876	1,273,451
<b>Total</b>	<b>72,708,795</b>	<b>9,591,790</b>	<b>876,177</b>	<b>2,940,502</b>	<b>7,685,838</b>	<b>16,136,888</b>	<b>1,935,429</b>	<b>1,654,958</b>	<b>7,580,442</b>	<b>403,900</b>	<b>69</b>	<b>121,514,789</b>	<b>28,626,646</b>
<b>Average Risk Weight</b>	<b>1%</b>	<b>3%</b>	<b>28%</b>	<b>55%</b>	<b>105%</b>	<b>60%</b>	<b>36%</b>	<b>150%</b>	<b>62%</b>	<b>20%</b>	<b>100%</b>	<b>24%</b>	
<b>Deduction from Capital Base</b>	-	-	-	-	-	-	-	-	-	-	-	-	

\*The total includes the portion which is deducted from Capital Base, if any.

BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023

CREDIT RISK (continued)

Credit Risk – Disclosure for Portfolios under the SA (continued)

Table 14: Disclosure by Risk Weight under SA (continued)

30 June 2022	CIMB Bank												
(RM'000) Risk Weights	Sovereign / Central Banks	PSEs	Banks, MDBs and DFIs	Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	Corporate	Regulatory Retail	Residential Mortgages /RRE Financing	Higher Risk Assets	Other Assets	Securitisation *	Equity	Total Exposures after Netting and Credit Risk Mitigation*	Total Risk-Weighted Assets
0%	60,435,089	7,000,000	171,774	-	16,950	761,396	-	-	3,010,301	-	-	71,395,510	-
20%	80,742	1,054,295	96,428	199,075	433,619	2,836,447	-	-	-	450,489	-	5,151,093	1,030,219
35%	-	-	-	-	-	-	1,128,326	-	-	-	-	1,128,326	394,914
50%	1,389,111	-	934,469	1,222,038	421,108	1,065,225	97,283	-	-	-	-	5,129,233	2,564,617
75%	-	-	-	-	-	11,157,456	-	-	-	-	-	11,157,456	8,368,092
100%	-	0	-	406,369	5,389,831	691,583	17,193	-	3,800,905	-	79	10,305,960	10,305,960
100% < RW < 1250%	-	-	-	-	38,516	50,724	-	1,769,308	-	-	-	1,858,547	2,787,821
1250%	-	-	-	-	102,236	-	-	-	-	-	-	102,236	1,277,951
<b>Total</b>	<b>61,904,942</b>	<b>8,054,295</b>	<b>1,202,671</b>	<b>1,827,481</b>	<b>6,402,260</b>	<b>16,562,830</b>	<b>1,242,801</b>	<b>1,769,308</b>	<b>6,811,205</b>	<b>450,489</b>	<b>79</b>	<b>106,228,361</b>	<b>26,729,572</b>
<b>Average Risk Weight</b>	<b>1%</b>	<b>3%</b>	<b>40%</b>	<b>58%</b>	<b>110%</b>	<b>62%</b>	<b>37%</b>	<b>150%</b>	<b>56%</b>	<b>20%</b>	<b>100%</b>	<b>25%</b>	
<b>Deduction from Capital Base</b>	-	-	-	-	-	-	-	-	-	-	-	-	

\*The total includes the portion which is deducted from Capital Base, if any.

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the SA (continued)**

The following tables present the non-retail credit exposures before the effect of credit risk mitigation, according to ratings by ECAIs:

**Table 15: Disclosures of Rated and Unrated Non-Retail Exposures under SA according to Ratings by ECAIs**

30 June 2023		CIMB Bank		
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
<b>On and Off-Balance-Sheet Exposures</b>				
Public Sector Entities	-	-	9,591,841	9,591,841
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	2,543,630	-	466,824	3,010,453
Corporate	4,796	106,359	12,007,813	12,118,969
Sovereign/Central Banks	63,788,314	-	8,920,481	72,708,795
Banks, MDBs and DFIs	876,177	-	-	876,177
<b>Total</b>	<b>67,212,917</b>	<b>106,359</b>	<b>30,986,959</b>	<b>98,306,235</b>

30 June 2022		CIMB Bank		
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
<b>On and Off-Balance-Sheet Exposures</b>				
Public Sector Entities	-	-	8,054,361	8,054,361
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	2,197,962	-	442,244	2,640,207
Corporate	5,879	96,181	10,653,663	10,755,723
Sovereign/Central Banks	57,491,135	-	4,413,807	61,904,942
Banks, MDBs and DFIs	1,202,671	-	-	1,202,671
<b>Total</b>	<b>60,897,647</b>	<b>96,181</b>	<b>23,564,075</b>	<b>84,557,903</b>

CREDIT RISK (continued)

Credit Risk – Disclosure for Portfolios under the SA (continued)

Table 16: Disclosures of Securitisation under SA according to Ratings by ECAIs

30 June 2023		CIMB Bank		
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Securitisation	403,900	-	-	403,900

30 June 2022		CIMB Bank		
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Securitisation	450,489	-	-	450,489

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach**

*Retail Exposures*

Retail exposures covered under the A-IRB Approach include credit cards, auto loans/financing, Xpress Cash, residential mortgages, business premises loans/financing and ASB financing

The following tables summarise the retail credit exposures measured under A-IRB Approach as at 30 June 2023 and 30 June 2022:

**Table 17: Retail Exposures under the IRB Approach by PD Band**

30 June 2023	CIMB Bank			
(RM'000) PD Range of Retail Exposures	0% ≤ PD < 2%	2% ≤ PD < 100%	100% Or Default	Total
<b>Total Retail Exposure</b>	<b>95,680,840</b>	<b>15,705,946</b>	<b>2,307,651</b>	<b>113,694,437</b>
Residential Mortgage/RRE Financing	63,741,946	6,014,376	1,606,816	71,363,138
QRRE	9,126,703	3,795,674	160,710	13,083,087
Hire Purchase	3,737,807	1,781,686	110,084	5,629,577
Other Retail	19,074,384	4,114,210	430,041	23,618,635
<b>Exposure Weighted Average LGD</b>				
Residential Mortgage/RRE Financing	18%	23%	32%	
QRRE	89%	89%	89%	
Hire Purchase	45%	59%	48%	
Other Retail	20%	17%	31%	
<b>Exposure Weighted Average Risk Weight</b>				
Residential Mortgage/RRE Financing	10%	80%	192%	
QRRE	19%	122%	354%	
Hire Purchase	47%	109%	262%	
Other Retail	13%	29%	105%	

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Retail Exposures (continued)*

**Table 17: Retail Exposures under the IRB Approach by PD Band (continued)**

30 June 2022	CIMB Bank			
(RM'000) PD Range of Retail Exposures	0% ≤ PD < 2%	2% ≤ PD < 100%	100% Or Default	Total
<b>Total Retail Exposure</b>	<b>96,618,061</b>	<b>14,789,864</b>	<b>2,897,288</b>	<b>114,305,213</b>
Residential Mortgage/RRE Financing	63,941,220	5,309,149	2,221,243	71,471,613
QRRE	8,646,822	3,150,814	112,607	11,910,243
Hire Purchase	4,248,469	1,474,428	81,525	5,804,423
Other Retail	19,781,549	4,855,472	481,913	25,118,934
<b>Exposure Weighted Average LGD</b>				
Residential Mortgage/RRE Financing	19%	23%	28%	
QRRE	89%	89%	89%	
Hire Purchase	47%	56%	48%	
Other Retail	21%	17%	43%	
<b>Exposure Weighted Average Risk Weight</b>				
Residential Mortgage/RRE Financing	10%	74%	216%	
QRRE	18%	122%	406%	
Hire Purchase	49%	101%	269%	
Other Retail	14%	28%	112%	



**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Retail Exposures (continued)*

**Table 18: Retail Exposures under the IRB Approach by Expected Loss Range**

30 June 2023	CIMB Bank			
(RM'000) EL Range of Retail Exposures	EL ≤ 1%	1% < EL < 100%	EL = 100%	Total
<b>Total Retail Exposure</b>	<b>101,608,337</b>	<b>12,039,119</b>	<b>46,981</b>	<b>113,694,437</b>
Residential Mortgage/RRE Financing	67,224,466	4,131,505	7,168	71,363,138
QRRE	8,988,495	4,091,577	3,015	13,083,087
Hire Purchase	3,579,586	2,042,686	7,305	5,629,577
Other Retail	21,815,790	1,773,352	29,493	23,618,635
<b>Exposure Weighted Average LGD</b>				
Residential Mortgage/RRE Financing	18%	28%	40%	
QRRE	89%	89%	90%	
Hire Purchase	44%	59%	43%	
Other Retail	19%	29%	82%	

30 June 2022	CIMB Bank			
(RM'000) EL Range of Retail Exposures	EL ≤ 1%	1% < EL < 100%	EL = 100%	Total
<b>Total Retail Exposure</b>	<b>104,064,652</b>	<b>9,964,812</b>	<b>275,749</b>	<b>114,305,213</b>
Residential Mortgage/RRE Financing	68,470,741	2,877,757	123,115	71,471,613
QRRE	8,585,193	3,323,646	1,404	11,910,243
Hire Purchase	3,982,341	1,816,188	5,894	5,804,423
Other Retail	23,026,377	1,947,221	145,336	25,118,934
<b>Exposure Weighted Average LGD</b>				
Residential Mortgage/RRE Financing	19%	28%	39%	
QRRE	89%	89%	90%	
Hire Purchase	46%	57%	44%	
Other Retail	20%	30%	81%	

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Non-retail Exposures*

The following tables summarise the non-retail credit exposures measured under F-IRB Approach as at 30 June 2023 and 30 June 2022:

**Table 19: Credit Exposures Subject to Supervisory Risk Weight under IRB Approach**

30 June 2023	CIMB Bank					
(RM '000) Supervisory Categories	Strong	Good	Satisfactory	Weak	Default	Total
Project Finance	292,341	2,700,536	27,676	77,405	-	3,097,958
Object Finance	-	-	-	-	-	-
Commodities Finance	-	-	-	-	-	-
Income Producing Real Estate	980,587	6,985,746	1,300,553	768,208	281,286	10,316,381
<b>RWA</b>	<b>636,464</b>	<b>7,546,802</b>	<b>1,527,463</b>	<b>2,114,035</b>	<b>-</b>	<b>11,824,764</b>

30 June 2022	CIMB Bank					
(RM '000) Supervisory Categories	Strong	Good	Satisfactory	Weak	Default	Total
Project Finance	667,633	2,107,201	32,182	44	1,836,269	4,643,328
Object Finance	-	-	-	-	-	-
Commodities Finance	-	-	-	-	-	-
Income Producing Real Estate	1,224,841	7,792,394	568,465	1,090,273	239,582	10,915,554
<b>RWA</b>	<b>946,652</b>	<b>7,644,080</b>	<b>690,744</b>	<b>2,725,792</b>	<b>-</b>	<b>12,007,267</b>

CIMB Bank has no exposure to High Volatility Commercial Real Estate and Equities under the Supervisory Slotting Criteria.

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Non-retail Exposures (continued)*

**Table 20: Non-Retail Exposures under IRB Approach by Risk Grades**

30 June 2023	CIMB Bank				
(RM'000) Internal Risk Grading	1 - 7	8 - 15	16 - 25	Default	Total
<b>Total Non-Retail Exposure</b>	<b>54,222,839</b>	<b>65,390,599</b>	<b>23,182,565</b>	<b>4,314,335</b>	<b>147,110,338</b>
Sovereign/Central Banks	-	-	-	-	-
Bank	29,789,425	8,325,085	285,113	0	38,399,623
Corporate (excluding Specialised Lending/ Financing)	24,433,414	57,065,514	22,897,452	4,314,335	108,710,715
<b>Exposure Weighted Average LGD</b>					
Sovereign/Central Banks	-	-	-	-	
Bank	44%	44%	45%	45%	
Corporate (excluding Specialised Lending/ Financing)	44%	38%	37%	43%	
<b>Exposure Weighted Average Risk Weight</b>					
Sovereign/Central Banks	-	-	-	-	
Bank	21%	36%	160%	-	
Corporate (excluding Specialised Lending/ Financing)	20%	64%	106%	-	

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Non-retail Exposures (continued)*

**Table 20: Non-Retail Exposures under IRB Approach by Risk Grades (continued)**

30 June 2022	CIMB Bank				
(RM'000) Internal Risk Grading	1 - 7	8 - 15	16 - 25	Default	Total
<b>Total Non-Retail Exposure</b>	<b>47,979,082</b>	<b>63,935,180</b>	<b>18,190,726</b>	<b>5,293,846</b>	<b>135,398,834</b>
Sovereign/Central Banks	-	-	-	-	-
Bank	23,266,483	8,008,314	288,472	0	31,563,269
Corporate (excluding Specialised Lending/ Financing)	24,712,599	55,926,866	17,902,254	5,293,846	103,835,565
<b>Exposure Weighted Average LGD</b>					
Sovereign/Central Banks	-	-	-	-	
Bank	43%	44%	45%	45%	
Corporate (excluding Specialised Lending/ Financing)	45%	40%	35%	44%	
<b>Exposure Weighted Average Risk Weight</b>					
Sovereign/Central Banks	-	-	-	-	
Bank	19%	37%	163%	-	
Corporate (excluding Specialised Lending/ Financing)	19%	68%	102%	-	

**CREDIT RISK (continued)**

**Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)**

*Expected Losses versus Actual Losses by Portfolio Types*

The following table summarises the expected losses versus actual losses by portfolio type:

**Table 21: Analysis of Expected Losses versus Actual Losses by Portfolio Types**

<b>CIMB Bank</b>				
<b>(RM'000) Exposure Class</b>	<b>30 June 2023</b>		<b>30 June 2022</b>	
	<b>Regulatory Expected Losses as at 30 June 2022</b>	<b>Actual Losses for the period ended 30 June 2023</b>	<b>Regulatory Expected Losses as at 30 June 2021</b>	<b>Actual Losses for the period ended 30 June 2022</b>
Sovereign	-	-	-	-
Bank	20,257	0	17,974	(0)
Corporate	706,690	97,777	872,377	142,560
Mortgage/RRE Financing	166,265	165,552	152,726	74,047
HPE	183,331	66,252	162,653	100,726
QRRE	269,903	80,647	339,564	42,497
Other Retail	120,554	45,077	122,203	(4,764)
<b>Total</b>	<b>1,467,000</b>	<b>455,305</b>	<b>1,667,497</b>	<b>355,067</b>

Actual loss refers to impairment provisions and direct write-offs, if any during the period.

On the other hand, EL measures the loss expected from non-defaulted exposures at the start of the year. It is computed based on the risk parameters of the adopted IRB Approach. While a comparison of actual losses and EL provides some insight of the predictive power of the IRB Approach models used by the Group, the two metrics are not directly comparable due to the differences in methodology.

## BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023

### CREDIT RISK (continued)

#### Off-Balance Sheet Exposures and Counterparty Credit Risk (CCR)

In the event of a one-notch downgrade of rating, based on the terms of the existing Credit Support Annexes, International Swaps and Derivatives Association Agreement and exposure as at 30 June 2023 and 30 June 2022 there was no requirement for additional collateral to be posted.

The following tables disclose the Off-Balance Sheet exposures and CCR as at 30 June 2023 and 30 June 2022:

**Table 22: Disclosure on Off-Balance Sheet Exposures and CCR**

30 June 2023	CIMB Bank			
(RM '000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
Direct Credit Substitutes	3,579,364		3,579,364	2,404,920
Transaction Related Contingent Items	4,101,290		2,050,645	1,188,515
Short Term Self Liquidating Trade Related Contingencies	1,299,579		259,916	143,524
Assets Sold With Recourse	-		-	-
Forward Asset Purchases	-		-	-
Obligations under an On-going Underwriting Agreement	-		-	-
Lending/Financing of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions (i.e. repurchase/reverse repurchase and securities lending/borrowing transactions)/Commitments to buy back Islamic securities under Sales and Buy Back Agreement	5,763,055		5,763,096	287,705
Foreign Exchange Related Contracts				
One year or less	22,464,515	400,029	657,076	349,655
Over one year to five years	491,975	1,126	25,725	13,118
Over five years	-	-	-	-
Interest/Profit Rate Related Contracts				
One year or less	3,389,413	129	11,312	6,679
Over one year to five years	4,493,882	5,826	144,614	68,897
Over five years	904,936	6,143	85,105	74,580
Equity Related Contracts				
One year or less	387,906	37,343	60,617	70,808
Over one year to five years	331,448	8,595	35,111	38,028
Over five years	-	-	-	-
Commodity Contracts				
One year or less	372	3	40	31
Over one year to five years	-	-	-	-
Over five years	-	-	-	-

**CREDIT RISK (continued)**

**Off-Balance Sheet Exposures and CCR (continued)**

**Table 22: Disclosure on Off-Balance Sheet Exposures and CCR (continued)**

30 June 2023	CIMB Bank			
(RM '000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
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	889,939,463	4,241,743	11,171,447	4,142,819
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	24,967,339		22,331,648	7,255,159
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	1,558		312	-
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's/customer's creditworthiness	99,857,937		-	-
Unutilised credit card lines	25,197,133		6,769,413	1,780,800
Off-balance sheet items for securitisation exposures	-		-	-
Off-balance sheet exposures due to early amortisation provisions	-		-	-
<b>Total</b>	<b>1,087,171,166</b>	<b>4,700,937</b>	<b>52,945,442</b>	<b>17,825,241</b>

CREDIT RISK (continued)

Off-Balance Sheet Exposures and CCR (continued)

Table 22: Disclosure on Off-Balance Sheet Exposures and CCR (continued)

30 June 2022	CIMB Bank			
(RM '000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
Direct Credit Substitutes	3,971,956		3,971,956	2,211,274
Transaction Related Contingent Items	3,896,663		1,948,332	1,024,664
Short Term Self Liquidating Trade Related Contingencies	1,047,724		209,545	126,323
Assets Sold With Recourse	-		-	-
Forward Asset Purchases	-		-	-
Obligations under an On-going Underwriting Agreement	-		-	-
Lending/Financing of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions (i.e. repurchase/reverse repurchase and securities lending/borrowing transactions)/Commitments to buy back Islamic securities under Sales and Buy Back Agreement	4,325,717		4,326,256	204,964
Foreign Exchange Related Contracts				
One year or less	15,523,714	169,610	377,841	254,124
Over one year to five years	1,076,380	26,628	88,887	38,097
Over five years	-	-	-	-
Interest/Profit Rate Related Contracts				
One year or less	1,966,761	3,462	12,185	6,079
Over one year to five years	3,338,327	37,459	119,910	50,354
Over five years	1,043,291	18,812	104,437	70,619
Equity Related Contracts				
One year or less	162,684	7,219	16,980	17,734
Over one year to five years	242,551	31,209	50,613	68,054
Over five years	-	-	-	-
Commodity Contracts				
One year or less	1,471	-	147	155
Over one year to five years	-	-	-	-
Over five years	-	-	-	-



CREDIT RISK (continued)

Off-Balance Sheet Exposures and CCR (continued)

Table 22: Disclosure on Off-Balance Sheet Exposures and CCR (continued)

30 June 2022	CIMB Bank			
(RM '000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
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	547,686,839	3,534,820	10,264,138	3,431,778
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	29,799,486		26,197,394	8,898,518
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	45,000		33,750	26,725
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's/customer's creditworthiness	91,490,662		-	-
Unutilised credit card lines	24,056,352		6,484,262	1,577,499
Off-balance sheet items for securitisation exposures	-		-	-
Off-balance sheet exposures due to early amortisation provisions	-		-	-
<b>Total</b>	<b>729,675,578</b>	<b>3,829,219</b>	<b>54,206,633</b>	<b>18,006,962</b>

**CREDIT RISK (continued)**

**Off-Balance Sheet Exposures and CCR**

The table below shows the credit derivative transactions that create exposures to CCR (notional value) segregated between own use and client intermediation activities:

**Table 23: Disclosure on Credit Derivative Transactions**

(RM'000)	CIMB Bank			
	30 June 2023		30 June 2022	
	Notional of Credit Derivatives			
	Protection Bought	Protection Sold	Protection Bought	Protection Sold
Own Credit Portfolio	1,240,389	1,923,342	1,063,743	2,185,913
Client Intermediation Activities	19,900	-	20,500	-
<b>Total</b>	<b>1,260,289</b>	<b>1,923,342</b>	<b>1,084,243</b>	<b>2,185,913</b>
Credit Default Swaps	1,240,389	1,923,342	1,063,743	2,185,913
Total Return Swaps	19,900	-	20,500	-
<b>Total</b>	<b>1,260,289</b>	<b>1,923,342</b>	<b>1,084,243</b>	<b>2,185,913</b>

**CREDIT RISK (continued)**

**Credit Risk Mitigation (continued)**

The following tables summarise the extent of which exposures are covered by eligible credit risk mitigants as at 30 June 2023 and 30 June 2022:

**Table 24: Disclosure on Credit Risk Mitigation**

30 June 2023	CIMB Bank			
(RM'000) Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/ Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<b>Performing Exposures</b>				
Sovereign/Central Banks	72,708,795	-	-	-
Public Sector Entities	9,591,841	8,000,000	51	-
Banks, DFIs & MDBs	39,275,800	-	1,875,055	-
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	3,010,453	-	69,952	-
Corporate	131,543,691	3,771,129	13,802,745	16,182,952
Residential Mortgages/RRE Financing	71,687,139	-	735	-
Qualifying Revolving Retail	12,922,377	-	-	-
Hire Purchase	5,519,493	-	-	-
Other Retail	40,280,782	4,825,302	1,046,012	-
Securitisation	403,900	-	-	-
Equity	69	-	-	-
Higher Risk Assets	1,654,958	-	-	-
Other Assets	7,580,442	-	-	-
<b>Defaulted Exposures</b>	3,600,278	41,986	28,570	591,979
<b>Total Exposures</b>	<b>399,780,019</b>	<b>16,638,417</b>	<b>16,823,119</b>	<b>16,774,930</b>

The type of collateral recognised in each asset class is in accordance to the approach adopted in computing the RWA. The CRM shown is computed after taking into account the haircut as prescribed by the guidelines. For assets under SA, only financial collateral and guarantee are recognised. For assets under F-IRB Approach, guarantee, financial collateral and other eligible collateral are recognised. For assets under A-IRB Approach, the collateral has been taken into consideration in the computation of LGD, hence, excluded from the CRM disclosure.

CREDIT RISK (continued)

Credit Risk Mitigation (continued)

Table 24: Disclosure on Credit Risk Mitigation (continued)

30 June 2022	CIMB Bank			
(RM'000) Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/ Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<b>Performing Exposures</b>				
Sovereign/Central Banks	61,904,942	-	-	-
Public Sector Entities	8,054,360	7,000,000	65	-
Banks, DFIs & MDBs	32,765,940	-	1,532,794	-
Insurance Cos/Takaful Operators, Securities Firms & Fund Managers	2,640,207	-	812,725	-
Corporate	124,555,724	3,506,565	11,242,323	14,403,393
Residential Mortgages/RRE Financing	70,486,818	-	1,841	-
Qualifying Revolving Retail	11,797,636	-	-	-
Hire Purchase	5,722,897	-	-	-
Other Retail	42,234,648	4,485,367	1,130,432	-
Securitisation	450,489	-	-	-
Equity	79	-	-	-
Higher Risk Assets	1,769,308	-	-	-
Other Assets	6,811,205	-	-	-
<b>Defaulted Exposures</b>	5,068,466	25,225	46,630	626,677
<b>Total Exposures</b>	<b>374,262,720</b>	<b>15,017,158</b>	<b>14,766,809</b>	<b>15,030,070</b>

The type of collateral recognised in each asset class is in accordance to the approach adopted in computing the RWA. The CRM shown is computed after taking into account the haircut as prescribed by the guidelines. For assets under SA, only financial collateral and guarantee are recognised. For assets under F-IRB Approach, guarantee, financial collateral and other eligible collateral are recognised. For assets under A-IRB Approach, the collateral has been taken into consideration in the computation of LGD, hence, excluded from the CRM disclosure.

**SECURITISATION**

The following tables show the disclosure on Securitisation for Banking Book for 30 June 2023 and 30 June 2022:

**Table 25: Disclosure on Securitisation for Banking Book**

30 June 2023 (RM'000)	CIMB Bank			
Underlying Asset	Total Exposures Securitised	Past Due	Impaired	Gains/(Losses) Recognised during the period*
<b>TRADITIONAL SECURITISATION (Banking Book) Originated by the Banking Institution</b>				
Hire Purchase Exposure	25,328	3,040	1,835	189

31 December 2022 (RM'000)	CIMB Bank			
Underlying Asset	Total Exposures Securitised	Past Due	Impaired	Gains/(Losses) Recognised during the period*
<b>TRADITIONAL SECURITISATION (Banking Book) Originated by the Banking Institution</b>				
Hire Purchase Exposure	48,859	5,790	2,425	322

\* Gains/(losses) recognised during the period represent gain/(losses) recognised during the 6 month period from 1 January 2023 to 30 June 2023 and 1 January 2022 to 30 June 2022.

BASEL II PILLAR 3 DISCLOSURES FOR 30 JUNE 2023

SECURITISATION (continued)

Disclosure on Securitisation under the SA for Banking Book

The tables below represent the disclosure on Securitisation under the SA for Banking Book:

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures

30 June 2023		CIMB Bank										
Exposure Class (RM'000)	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights									Risk-Weighted Assets
			Rated Securitisation Exposures						Unrated (Look Through)			
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount	
<b>Traditional Securitisation (Banking Book)</b>												
<i>Non-originating Banking Institution</i>												
<i>On-Balance Sheet</i>												
Most senior	399,326	-	-	-	399,326	-	-	-	-	-	-	79,865
Mezzanine	4,574	-	-	-	4,574	-	-	-	-	-	-	915
First loss	-	-	-	-	-	-	-	-	-	-	-	-
<i>Off-Balance Sheet</i>												
Rated eligible liquidity facilities	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Eligible servicer cash advance facilities	-	-	-	-	-	-	-	-	-	-	-	-
Eligible underwriting facilities	-	-	-	-	-	-	-	-	-	-	-	-
Guarantees and credit derivatives	-	-	-	-	-	-	-	-	-	-	-	-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-	-	-	-	-	-	-	-	-	-	-

SECURITISATION (continued)

Disclosure on Securitisation under the SA for Banking Book

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures (continued)

30 June 2023		CIMB Bank											
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights								Unrated (Look Through)		Risk-Weighted Assets
			Rated Securitisation Exposures								Weighted Average RW	Exposure Amount	
			0%	10%	20%	50%	100%	350%	1250%				
<i>Originating Banking Institution</i>													
<i>On-Balance Sheet</i>													
Most senior	-	-	-	-	-	-	-	-	-	-	-	-	
Mezzanine	-	-	-	-	-	-	-	-	-	-	-	-	
First loss	-	-	-	-	-	-	-	-	-	-	-	-	
<i>Off-Balance Sheet</i>													
Rated eligible liquidity facilities	-	-	-	-	-	-	-	-	-	-	-	-	
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-	-	-	-	-	-	-	-	-	-	-	
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-	-	-	-	-	-	-	-	-	-	-	
Eligible servicer cash advance facilities	-	-	-	-	-	-	-	-	-	-	-	-	
Eligible underwriting facilities	-	-	-	-	-	-	-	-	-	-	-	-	
Guarantees and credit derivatives	-	-	-	-	-	-	-	-	-	-	-	-	
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Exposures</b>	<b>403,900</b>	-	-	-	<b>403,900</b>	-	-	-	-	-	-	<b>80,780</b>	

SECURITISATION (continued)

Disclosure on Securitisation under the SA for Banking Book

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures (continued)

30 June 2022		CIMB Bank										
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights									Risk-Weighted Assets
			Rated Securitisation Exposures						Unrated (Look Through)			
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount	
<b>Traditional Securitisation (Banking Book)</b>												
<i>Non-originating Banking Institution</i>												
<i>On-Balance Sheet</i>												
Most senior	445,879	-	-	-	445,879	-	-	-	-	-	-	89,176
Mezzanine	4,609	-	-	-	4,609	-	-	-	-	-	-	922
First loss	-	-	-	-	-	-	-	-	-	-	-	-
<i>Off-Balance Sheet</i>												
Rated eligible liquidity facilities	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Eligible servicer cash advance facilities	-	-	-	-	-	-	-	-	-	-	-	-
Eligible underwriting facilities	-	-	-	-	-	-	-	-	-	-	-	-
Guarantees and credit derivatives	-	-	-	-	-	-	-	-	-	-	-	-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-	-	-	-	-	-	-	-	-	-	-



SECURITISATION (continued)

Disclosure on Securitisation under the SA for Banking Book

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures (continued)

30 June 2022		CIMB Bank										
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights									Risk-Weighted Assets
			Rated Securitisation Exposures						Unrated (Look Through)			
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount	
<i>Originating Banking Institution</i>												
<i>On-Balance Sheet</i>												
Most senior	-	-	-	-	-	-	-	-	-	-	-	-
Mezzanine	-	-	-	-	-	-	-	-	-	-	-	-
First loss	-	-	-	-	-	-	-	-	-	-	-	-
<i>Off-Balance Sheet</i>												
Rated eligible liquidity facilities	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-	-	-	-	-	-	-	-	-	-	-
Eligible servicer cash advance facilities	-	-	-	-	-	-	-	-	-	-	-	-
Eligible underwriting facilities	-	-	-	-	-	-	-	-	-	-	-	-
Guarantees and credit derivatives	-	-	-	-	-	-	-	-	-	-	-	-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures</b>	<b>450,489</b>	-	-	-	<b>450,489</b>	-	-	-	-	-	-	<b>90,098</b>

**SECURITISATION (continued)**

**Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge**

The tables below present the Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge:

**Table 27: Disclosure on Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge**

30 June 2023	CIMB Bank				
(RM'000) Securitisation Exposures	Total Exposure Value of Positions Purchased or Retained	Exposures subject to deduction	General Risk Charge	Specific Risk Charge	Risk-Weighted Assets
<b>TRADITIONAL SECURITISATION</b>					
<u>Originated by Third Party</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<u>Originated by Banking Institution</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<u>Securitisation subject to Early Amortisation</u>					
<u>Seller's interest</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<u>Investor's interest</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<b>TOTAL (TRADITIONAL SECURITISATION)</b>	-	-	-	-	-

SECURITISATION (continued)

Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge (continued)

Table 27: Disclosure on Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge (continued)

30 June 2022	CIMB Bank				
(RM'000) Securitisation Exposures	Total Exposure Value of Positions Purchased or Retained	Exposures subject to deduction	General Risk Charge	Specific Risk Charge	Risk-Weighted Assets
<b>TRADITIONAL SECURITISATION</b>					
<u>Originated by Third Party</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<u>Originated by Banking Institution</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<u>Securitisation subject to Early Amortisation</u>					
<u>Seller's interest</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<u>Investor's interest</u>					
<i>On-Balance Sheet</i>	-	-	-	-	-
<i>Off-Balance Sheet</i>	-	-	-	-	-
<i>Sub-total</i>	-	-	-	-	-
<b>TOTAL (TRADITIONAL SECURITISATION)</b>	-	-	-	-	-

**MARKET RISK**

Details on RWA and capital requirements related to Market Risk are disclosed in Table 2.

**OPERATIONAL RISK**

Details on RWA and capital requirements related to Operational Risk are disclosed in Table 2.

**EQUITY EXPOSURES IN BANKING BOOK**

Realised and unrealised gains or losses arising from sales and liquidations of equities for CIMB Bank for the year ended 30 June 2023 and 30 June 2022 is as follows:

**Table 28: Realised Gains/(Losses) from Sales and Liquidations, and Unrealised Gains of Equities**

(RM'000)	CIMB Bank	
	30 June 2023	30 June 2022
<b><u>Realised gains/(loss)</u></b>		
Shares, private equity funds and unit trusts	-	-
<b><u>Unrealised gains</u></b>		
Shares, private equity funds and unit trusts	58,662	63,522

The following table shows an analysis of equity investments by appropriate equity groupings and risk weighted assets as at 30 June 2023 and 30 June 2022:

**Table 29: Analysis of Equity Investments by Grouping and RWA**

(RM'000)	CIMB Bank			
	30 June 2023		30 June 2022	
	Exposures subject to Risk-Weighting	RWA	Exposures subject to Risk-Weighting	RWA
Privately held	1,654,958	2,482,437	1,769,308	2,653,962
Publicly traded	69	69	79	79
<b>Total</b>	<b>1,655,027</b>	<b>2,482,506</b>	<b>1,769,387</b>	<b>2,654,041</b>

**INTEREST RATE RISK/RATE OF RETURN RISK IN THE BANKING BOOK**

For the purpose of this disclosure, the impact under an instantaneous 100 bps parallel interest rate/ profit rate shock is applied. The treatments and assumptions applied are based on the contractual repricing maturity and remaining maturity of the products, whichever is earlier. Items with indefinite repricing maturity are treated based on the earliest possible repricing date. The actual dates may vary from the repricing profile allocated due to factors such as pre-mature withdrawals, prepayment and so forth.

The table below illustrates CIMB Bank’s IRRBB under a 100 bps parallel upward interest rate/profit rate shock from economic value perspective:

**Table 30: IRRBB – Impact on Economic Value**

(RM'000)	CIMB Bank	
	30 June 2023	30 June 2022
Currency	+100bps Increase/(Decline) in Economic Value (Value in RM Equivalent)	
Ringgit Malaysia	(2,684,959)	(2,338,808)
US Dollar	(14,110)	24,074
Thai Baht	452	(11)
Singapore Dollar	(306,653)	(358,443)
Others	(86,949)	(55,917)
<b>Total</b>	<b>(3,092,219)</b>	<b>(2,729,105)</b>

**INTEREST RATE RISK/RATE OF RETURN RISK IN THE BANKING BOOK *(continued)***

*IRRBB Management (continued)*

The table below illustrates CIMB Bank’s IRRBB under a 100 bps parallel upward interest rate/profit rate shock from the earnings perspective:

**Table 31: IRRBB – Impact on Earnings**

(RM'000)	CIMB Bank	
	30 June 2023	30 June 2022
Currency	+100bps Increase/(Decline) in Earnings (Value in RM Equivalent)	
Ringgit Malaysia	72,046	91,185
US Dollar	(417,562)	(322,353)
Thai Baht	(203)	257
Singapore Dollar	21,864	(38,856)
Others	76,442	47,178
<b>Total</b>	<b>(247,413)</b>	<b>(222,589)</b>

The sign reflects the nature of the rate sensitivity, with a negative number indicating exposure to increase in interest rate/benchmark rate and vice versa.

[END OF SECTION]