

**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2024**

	Note	The Group		The Bank	
		31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Assets</b>					
Cash and short term funds	A6	32,319,558	31,060,035	23,523,457	19,259,843
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah		7,962,553	8,109,090	7,150,486	7,062,834
Deposits and placements with banks and other financial institutions	A6	2,858,656	2,697,899	4,572,713	5,564,193
Investment account placement		-	-	3,375,313	3,424,851
Financial investments at fair value through profit or loss	A7	48,533,617	43,114,258	32,730,084	31,005,872
Debt instruments at fair value through other comprehensive income	A8	58,872,174	58,234,610	42,728,110	42,832,902
Equity instruments at fair value through other comprehensive income	A9	278,739	279,000	272,783	272,783
Debt instruments at amortised cost	A10	82,766,561	72,718,772	65,760,346	56,032,811
Derivative financial instruments	A25	17,547,323	15,403,421	8,404,854	7,729,309
Loans, advances and financing	A11	370,192,999	368,376,352	207,927,521	209,138,003
Other assets	A12	12,170,967	8,414,152	8,557,443	6,696,297
Amounts due from holding company and ultimate holding company		772	17,510	761	17,509
Amount due from subsidiaries		-	-	17,304	15,888
Amount due from related companies		4,100,494	3,871,832	4,095,210	3,864,906
Tax recoverable		125,514	89,884	-	-
Deferred taxation		1,427,525	1,457,581	890,245	891,209
Statutory deposits with central banks		7,441,201	7,583,591	4,903,098	4,909,259
Investment in subsidiaries		-	-	6,835,682	6,808,606
Investment in joint venture		153,236	152,311	125,000	125,000
Property, plant and equipment		908,039	903,984	629,001	618,557
Right-of-use assets		528,550	529,980	433,799	433,786
Investment properties		8,427	2,758	-	-
Goodwill		3,943,616	3,951,297	3,555,075	3,555,075
Intangible assets		1,274,483	1,256,016	1,104,274	1,084,043
		<b>653,415,004</b>	<b>628,224,333</b>	<b>427,592,559</b>	<b>411,343,536</b>
Non-current assets held for sale		-	5,584	-	5,584
<b>Total Assets</b>		<b>653,415,004</b>	<b>628,229,917</b>	<b>427,592,559</b>	<b>411,349,120</b>
<b>Liabilities</b>					
Deposits from customers	A13	407,158,262	401,899,912	255,159,211	252,464,207
Investment accounts of customers	A14	20,014,076	18,984,125	-	-
Deposits and placements of banks and other financial institutions	A15	44,411,024	39,858,928	39,975,111	35,030,874
Repurchase agreements/Collateralised Commodity Murabahah		43,571,365	43,293,105	33,538,387	34,190,027
Financial liabilities designated at fair value through profit or loss	A16	6,714,754	6,770,128	1,328,768	1,257,044
Derivative financial instruments	A25	16,535,452	15,927,817	7,140,540	7,911,568
Bills and acceptances payable		1,401,709	1,425,504	570,010	605,688
Other liabilities	A17	25,940,821	16,050,361	22,324,480	12,738,319
Lease liabilities		556,614	544,972	456,546	444,099
Recourse obligation on loans and financing sold to Cagamas		3,984,196	3,986,749	1,167,848	1,163,751
Amounts due to ultimate holding company		265	-	265	-
Amount due to subsidiaries		-	-	653,996	638,743
Amount due to related companies		5,082	34,528	1,353	32,431
Provision for taxation and zakat		368,986	304,979	350,813	284,073
Deferred taxation		986	986	-	-
Bonds, Sukuk and debentures		15,832,287	12,232,122	10,947,599	10,291,731
Other borrowings		3,973,009	3,863,149	3,968,043	3,857,862
Subordinated obligations		10,130,875	10,097,469	9,624,939	9,601,035
<b>Total Liabilities</b>		<b>600,599,763</b>	<b>575,274,834</b>	<b>387,207,909</b>	<b>370,511,452</b>
<b>Equity</b>					
<b>Capital and reserves attributable to owners of the Parent</b>					
Ordinary share capital		24,539,214	23,039,242	24,539,214	23,039,242
Reserves		27,749,939	29,387,832	15,645,436	17,598,426
		52,289,153	52,427,074	40,184,650	40,637,668
Perpetual preference shares		200,000	200,000	200,000	200,000
Non-controlling interests		326,088	328,009	-	-
<b>Total Equity</b>		<b>52,815,241</b>	<b>52,955,083</b>	<b>40,384,650</b>	<b>40,837,668</b>
<b>Total Equity and Liabilities</b>		<b>653,415,004</b>	<b>628,229,917</b>	<b>427,592,559</b>	<b>411,349,120</b>
<b>Commitments and contingencies</b>	A26	<b>1,944,997,941</b>	<b>1,606,591,715</b>	<b>1,070,266,520</b>	<b>815,291,050</b>
<b>Net assets per ordinary share attributable to owners of the Parent (RM)</b>		<b>8.01</b>	<b>8.08</b>	<b>6.16</b>	<b>6.26</b>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

<b>The Group</b>	Note	1st Quarter Ended		Three Months Ended	
		31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
		RM'000	RM'000	RM'000	RM'000
Interest income	A18	4,896,431	4,148,824	4,896,431	4,148,824
Interest income from financial assets at fair value through profit or loss	A19	368,558	231,135	368,558	231,135
Interest expense	A20	(3,249,888)	(2,525,786)	(3,249,888)	(2,525,786)
Net interest income (before modification loss)		2,015,101	1,854,173	2,015,101	1,854,173
Modification (loss)/gain	A21	(760)	306	(760)	306
Net interest income (after modification loss)		2,014,341	1,854,479	2,014,341	1,854,479
Income from Islamic Banking operations	A30(b)	932,506	837,138	932,506	837,138
Fee and commission income		597,380	518,088	597,380	518,088
Fee and commission expense		(193,055)	(147,928)	(193,055)	(147,928)
Net fee and commission income		404,325	370,160	404,325	370,160
Other non-interest income	A22	813,421	538,872	813,421	538,872
Net income		4,164,593	3,600,649	4,164,593	3,600,649
Overheads	A23	(1,858,952)	(1,666,437)	(1,858,952)	(1,666,437)
Profit before expected credit losses		2,305,641	1,934,212	2,305,641	1,934,212
Expected credit losses on loans, advances and financing	A24(a)	(332,670)	(142,186)	(332,670)	(142,186)
Expected credit losses for commitments and contingencies written back/(made)		14,867	(69,738)	14,867	(69,738)
Other expected credit losses and impairment allowances	A24(b)	(95,081)	(44,971)	(95,081)	(44,971)
		1,892,757	1,677,317	1,892,757	1,677,317
Share of results of joint venture		925	(3,118)	925	(3,118)
Profit before taxation and zakat		1,893,682	1,674,199	1,893,682	1,674,199
Taxation and zakat		(430,885)	(423,291)	(430,885)	(423,291)
Profit for the financial period		1,462,797	1,250,908	1,462,797	1,250,908
<b>Profit for the financial period attributable to:</b>					
Owners of the Parent		1,458,776	1,245,181	1,458,776	1,245,181
Non-controlling interests		4,021	5,727	4,021	5,727
		1,462,797	1,250,908	1,462,797	1,250,908
<b>Earnings per share attributable to ordinary equity holders of the Parent - basic (sen)</b>	B3	22.36	19.21	22.36	19.21

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

<b><u>The Group</u></b>	<b>1st Quarter Ended</b>		<b>Three Months Ended</b>	
	<b>31 Mar 2024</b>	<b>31 Mar 2023</b>	<b>31 Mar 2024</b>	<b>31 Mar 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the financial period	<b>1,462,797</b>	1,250,908	<b>1,462,797</b>	1,250,908
Other comprehensive income/(expense):				
<i>Items that will not be reclassified to profit or loss</i>				
Remeasurement of post employment benefits obligations	<b>(18)</b>	90	<b>(18)</b>	90
- Currency translation difference	<b>(18)</b>	90	<b>(18)</b>	90
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	<b>46,957</b>	24,419	<b>46,957</b>	24,419
- Net gain from change in fair value	<b>57,451</b>	8,035	<b>57,451</b>	8,035
- Income tax effects	<b>(11,376)</b>	17,682	<b>(11,376)</b>	17,682
- Currency translation difference	<b>882</b>	(1,298)	<b>882</b>	(1,298)
Equity instruments at fair value through other comprehensive income	<b>(2,022)</b>	(676)	<b>(2,022)</b>	(676)
- Net (loss)/gain from change in fair value	<b>(99)</b>	272	<b>(99)</b>	272
- Income tax effects	<b>9</b>	20	<b>9</b>	20
- Currency translation difference	<b>(1,932)</b>	(968)	<b>(1,932)</b>	(968)
Net gain on revaluation reserve	<b>5,750</b>	-	<b>5,750</b>	-
	<b>50,667</b>	23,833	<b>50,667</b>	23,833
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	<b>158,205</b>	390,802	<b>158,205</b>	390,802
- Net gain from change in fair value	<b>276,388</b>	517,482	<b>276,388</b>	517,482
- Realised gain transferred to statement of income on disposal	<b>(88,947)</b>	(50,451)	<b>(88,947)</b>	(50,451)
- Changes in expected credit losses	<b>2,541</b>	12,392	<b>2,541</b>	12,392
- Income tax effects	<b>(31,458)</b>	(86,461)	<b>(31,458)</b>	(86,461)
- Currency translation difference	<b>(319)</b>	(2,160)	<b>(319)</b>	(2,160)
Net investment hedge	<b>(130,096)</b>	(62,891)	<b>(130,096)</b>	(62,891)
Cash flow hedge	<b>3,504</b>	(1,649)	<b>3,504</b>	(1,649)
- Net gain/(loss) from change in fair value	<b>4,111</b>	(2,042)	<b>4,111</b>	(2,042)
- Income tax effects	<b>(607)</b>	393	<b>(607)</b>	393
Exchange fluctuation reserve	<b>34,140</b>	218,223	<b>34,140</b>	218,223
Deferred hedging cost	<b>(33,317)</b>	(10,034)	<b>(33,317)</b>	(10,034)
- Net loss from change in fair value	<b>(33,317)</b>	(10,858)	<b>(33,317)</b>	(10,858)
- Income tax effects	<b>-</b>	824	<b>-</b>	824
	<b>32,436</b>	534,451	<b>32,436</b>	534,451
Other comprehensive income for the financial period, net of tax	<b>83,103</b>	558,284	<b>83,103</b>	558,284
<b>Total comprehensive income for the financial period</b>	<b>1,545,900</b>	1,809,192	<b>1,545,900</b>	1,809,192
<b>Total comprehensive income for the financial period attributable to:</b>				
Owners of the Parent	<b>1,547,822</b>	1,796,889	<b>1,547,822</b>	1,796,889
Non-controlling interests	<b>(1,922)</b>	12,303	<b>(1,922)</b>	12,303
	<b>1,545,900</b>	1,809,192	<b>1,545,900</b>	1,809,192

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

<b><u>The Bank</u></b>	Note	1st Quarter Ended		Three Months Ended	
		31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
		RM'000	RM'000	RM'000	RM'000
Interest income	A18	4,292,490	3,672,307	4,292,490	3,672,307
Interest income for financial assets at fair value through profit or loss	A19	298,056	206,476	298,056	206,476
Interest expense	A20	(2,908,494)	(2,318,767)	(2,908,494)	(2,318,767)
Net interest income (before modification loss)		1,682,052	1,560,016	1,682,052	1,560,016
Modification loss	A21	-	-	-	-
Net interest income (after modification loss)		1,682,052	1,560,016	1,682,052	1,560,016
Income from Islamic Banking operations	A30(b)	70,161	56,197	70,161	56,197
Fee and commission income		827,271	791,367	827,271	791,367
Fee and commission expense		(191,440)	(152,423)	(191,440)	(152,423)
Net fee and commission income		635,831	638,944	635,831	638,944
Other non-interest income	A22	729,990	521,613	729,990	521,613
Net income		3,118,034	2,776,770	3,118,034	2,776,770
Overheads	A23	(1,556,686)	(1,387,143)	(1,556,686)	(1,387,143)
Profit before expected credit losses		1,561,348	1,389,627	1,561,348	1,389,627
Expected credit losses on loans, advances and financing	A24(a)	(175,039)	(15,010)	(175,039)	(15,010)
Expected credit losses for commitments and contingencies written back/(made)		4,492	(23,643)	4,492	(23,643)
Other expected credit losses and impairment allowances	A24(b)	(17,399)	(13,067)	(17,399)	(13,067)
Profit before taxation		1,373,402	1,337,907	1,373,402	1,337,907
Taxation		(316,610)	(315,725)	(316,610)	(315,725)
Profit for the financial period		1,056,792	1,022,182	1,056,792	1,022,182
Earnings per share - basic (sen)	B3	16.20	15.77	16.20	15.77

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**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	Individual Quarter		Cumulative Quarters	
	1st Quarter Ended	1st Quarter Ended	Three Months Ended	Three Months Ended
<u>The Bank</u>	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	1,056,792	1,022,182	1,056,792	1,022,182
Other comprehensive income/(expense):				
<i>Items that will not be reclassified to profit or loss</i>				
Fair value changes on financial liabilities designated at fair value attributable to own credit risk				
- Net gain from change in fair value	500	2,439	500	2,439
Equity instruments at fair value through other comprehensive income	(2,776)	(560)	(2,776)	(560)
- Net loss from change in fair value	(8)	(3)	(8)	(3)
- Income tax effects	2	5	2	5
- Currency translation difference	(2,770)	(562)	(2,770)	(562)
	<b>(2,276)</b>	<b>1,879</b>	<b>(2,276)</b>	<b>1,879</b>
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	<b>111,101</b>	<b>313,359</b>	<b>111,101</b>	<b>313,359</b>
- Net gain from change in fair value	197,749	387,369	197,749	387,369
- Realised gain transferred to statement of income on disposal	(68,729)	(19,650)	(68,729)	(19,650)
- Changes in expected credit losses	1,527	11,650	1,527	11,650
- Income tax effects	(19,127)	(63,850)	(19,127)	(63,850)
- Currency translation difference	(319)	(2,160)	(319)	(2,160)
Net investment hedge	(103,894)	(58,057)	(103,894)	(58,057)
Cash flow hedge	1,272	3,862	1,272	3,862
- Net gain from change in fair value	1,324	4,897	1,324	4,897
- Income tax effects	(52)	(1,035)	(52)	(1,035)
Exchange fluctuation reserve	184,989	106,941	184,989	106,941
Deferred hedging cost	(13,585)	(10,949)	(13,585)	(10,949)
- Net loss from change in fair value	(13,585)	(11,773)	(13,585)	(11,773)
- Income tax effects	-	824	-	824
	<b>179,883</b>	<b>355,156</b>	<b>179,883</b>	<b>355,156</b>
Other comprehensive income for the financial period, net of tax	<b>177,607</b>	<b>357,035</b>	<b>177,607</b>	<b>357,035</b>
<b>Total comprehensive income for the financial period</b>	<b>1,234,399</b>	<b>1,379,217</b>	<b>1,234,399</b>	<b>1,379,217</b>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

CMB BANK BERHAD  
Registration No: 197201001799 (13491-P)  
CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

The Group	Attributable to owners of the Parent																			Total Equity RM'000
	Fair value reserve					Merger deficit RM'000	Capital reserve RM'000	Hedging reserve RM'000	Costs of hedging reserve RM'000	Regulatory reserve* RM'000	Own credit risk reserve RM'000	Share-based payment reserve RM'000	Capital contribution by ultimate holding company RM'000	Defined benefits reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non- controlling interests RM'000	
	Ordinary share capital RM'000	Statutory reserve RM'000	Exchange fluctuation reserve RM'000	debt instruments at fair value comprehensive income RM'000	equity instruments at fair value comprehensive income RM'000															
At 1 January 2024	23,039,242	101,216	3,400,876	(517,623)	(1,072)	(1,085,928)	916,232	(1,940,291)	192,182	1,102,571	(57,415)	11,794	119,941	570	-	27,144,779	52,427,074	200,000	328,009	52,955,083
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,458,776	1,458,776	-	4,021	1,462,797
Other comprehensive income/ (expenses) (net of tax)	-	-	44,144	156,731	(2,061)	-	-	(126,490)	(33,317)	-	44,559	(37)	(216)	(17)	5,750	-	89,046	-	(5,943)	83,103
- debt instruments at fair value through other comprehensive income	-	-	-	156,731	-	-	-	-	-	-	-	-	-	-	-	-	156,731	-	1,474	158,205
- equity instruments at fair value through other comprehensive income	-	-	-	-	(2,061)	-	-	-	-	-	-	-	-	-	-	-	(2,061)	-	39	(2,022)
- net investment hedge	-	-	-	-	-	-	-	(130,096)	-	-	-	-	-	-	-	-	(130,096)	-	-	(130,096)
- cash flow hedge	-	-	-	-	-	-	-	3,606	-	-	-	-	-	-	-	-	3,606	-	(102)	3,504
- currency translation difference	-	-	44,144	-	-	-	-	-	-	-	-	(37)	(216)	-	-	-	43,891	-	(9,751)	34,140
- remeasurement of post employment benefits obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	(17)	-	-	(17)	-	(1)	(18)
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	-	44,559	-	-	-	-	-	-	44,559	-	2,398	46,957
- deferred hedging cost	-	-	-	-	-	-	-	-	(33,317)	-	-	-	-	-	-	-	(33,317)	-	-	(33,317)
Net gain on revaluation reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,750	-	5,750	-	-	5,750
Total comprehensive income/ (expenses) for the financial period	-	-	44,144	156,731	(2,061)	-	-	(126,490)	(33,317)	-	44,559	(37)	(216)	(17)	5,750	1,458,776	1,547,822	-	(1,922)	1,545,900
Second interim dividend for the financial year ending 31 December 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,693,307)	(1,693,307)	-	-	(1,693,307)
Distribution of special dividend via issuance of new shares	1,499,972	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,499,972)	-	-	-	-
Share-based payment expense Share released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	-	3,552	11,694	-	-	-	15,246	-	-	15,246
Total transactions with owners recognised directly in equity	1,499,972	-	-	-	-	-	-	-	-	-	-	(4,130)	11,694	-	-	(3,193,279)	(1,685,743)	-	1	(1,685,742)
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	53,635	-	-	-	-	-	-	(53,635)	-	-	-	-
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	-	-	86,303	-	-	-	-	-	-	-	-	-	-	(86,303)	-	-	-	-
At 31 March 2024	24,539,214	101,216	3,445,020	(360,892)	83,170	(1,085,928)	916,232	(2,066,781)	158,865	1,156,206	(12,856)	7,627	131,419	553	5,750	25,270,338	52,289,153	200,000	326,088	52,815,241

\*The regulatory reserve is maintained by the Bank and the banking subsidiaries in Malaysia to meet the local regulatory requirement.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

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CONDENSED INTERIM FINANCIAL STATEMENTS  
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FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

	Attributable to owners of the Parent																			
	Fair value reserve						Merger deficit	Capital reserve	Hedging reserve	Costs of hedging reserve	Regulatory reserve*	Own credit risk reserve	Share-based payment reserve	Capital contribution by ultimate holding company	Defined benefits reserve	Retained earnings	Total	Perpetual preference shares	Non-controlling interests	Total Equity
	Ordinary share capital	Redeemable Preference Shares	Statutory reserve	Exchange fluctuation reserve	debt instruments at fair value through other comprehensive income	equity instruments at fair value through other comprehensive income														
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2023</b>	22,979,762	29,740	87,141	2,536,858	(1,256,086)	2,268	(1,085,928)	840,979	(1,608,029)	185,980	417,996	(76,689)	10,421	73,192	5,393	25,270,127	48,413,125	200,000	302,005	48,915,130
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,245,181	1,245,181	-	5,727	1,250,908
Other comprehensive income/ (expenses) (net of tax)	-	-	-	213,081	389,403	(670)	-	-	(64,350)	(10,034)	-	23,868	30	295	85	-	551,708	-	6,576	558,284
- debt instruments at fair value through other comprehensive income	-	-	-	-	389,403	-	-	-	-	-	-	-	-	-	-	-	389,403	-	1,399	390,802
- equity instruments at fair value through other comprehensive income	-	-	-	-	-	(670)	-	-	-	-	-	-	-	-	-	(670)	-	-	(6)	(676)
- net investment hedge	-	-	-	-	-	-	-	-	(62,891)	-	-	-	-	-	-	(62,891)	-	-	-	(62,891)
- cash flow hedge	-	-	-	-	-	-	-	-	(1,459)	-	-	-	-	-	-	(1,459)	-	-	(190)	(1,649)
- currency translation difference	-	-	-	213,081	-	-	-	-	-	-	-	-	30	295	-	-	213,406	-	4,817	218,223
- reneasurement of post employment benefits obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	85	-	85	-	5	90
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	-	-	23,868	-	-	-	-	23,868	-	-	551	24,419
- deferred hedging cost	-	-	-	-	-	-	-	-	-	(10,034)	-	-	-	-	-	(10,034)	-	-	-	(10,034)
Total comprehensive income/ (expenses) for the financial period	-	-	-	213,081	389,403	(670)	-	-	(64,350)	(10,034)	-	23,868	30	295	85	1,245,181	1,796,889	-	12,303	1,809,192
Second interim dividend for the financial year ending 31 December 2022	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(980,868)	(980,868)	-	-	(980,868)
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	-	2,538	11,780	-	-	14,318	-	-	-	14,318
Share released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	-	(7,587)	-	-	-	(7,587)	-	-	(68)	(7,655)
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	(5,049)	11,780	-	-	(980,868)	(974,137)	-	(68)	(974,205)
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	136,149	-	-	-	-	-	(136,149)	-	-	-	-
<b>At 31 March 2023</b>	22,979,762	29,740	87,141	2,749,939	(866,683)	1,598	(1,085,928)	840,979	(1,672,379)	175,946	554,145	(52,821)	5,402	85,267	5,478	25,398,291	49,235,877	200,000	314,240	49,750,117

\*The regulatory reserve is maintained by the Bank and the banking subsidiaries in Malaysia to meet the local regulatory requirement.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

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CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED STATEMENT OF CHANGES IN EQUITY  
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

The Bank	Non-distributable											Distributable			
	Fair value reserve				Merger deficit	Capital reserve	Hedging reserve	Costs of hedging reserve	Regulatory reserve*	Own credit risk reserve	Share-based payment reserve	Capital contribution by ultimate holding company	Retained earnings	Perpetual preference shares	Total Equity
	Ordinary share capital	Exchange fluctuation reserve	debt instruments at fair value through other comprehensive income	equity instruments at fair value through other comprehensive income											
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2024	23,039,242	1,739,678	(400,630)	25,855	(1,047,872)	746,852	(1,392,089)	193,664	891,938	(122)	10,340	97,523	16,733,289	200,000	40,837,668
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	-	1,056,792	-	1,056,792
Other comprehensive income/ (expenses) (net of tax)	-	184,893	111,101	(2,776)	-	-	(102,622)	(13,585)	-	500	9	87	-	-	177,607
- debt instruments at fair value through other comprehensive income	-	-	111,101	-	-	-	-	-	-	-	-	-	-	-	111,101
- equity instruments at fair value through other comprehensive income	-	-	-	(2,776)	-	-	-	-	-	-	-	-	-	-	(2,776)
- net investment hedge	-	-	-	-	-	-	(103,894)	-	-	-	-	-	-	-	(103,894)
- cash flow hedge	-	-	-	-	-	-	1,272	-	-	-	-	-	-	-	1,272
- currency translation difference	-	184,893	-	-	-	-	-	-	-	-	9	87	-	-	184,989
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	-	500	-	-	-	-	500
- deferred hedging cost	-	-	-	-	-	-	-	(13,585)	-	-	-	-	-	-	(13,585)
Total comprehensive income/ (expenses) for the financial period	-	184,893	111,101	(2,776)	-	-	(102,622)	(13,585)	-	500	9	87	1,056,792	-	1,234,399
Second interim dividend for the financial year ending 31 December 2023	-	-	-	-	-	-	-	-	-	-	-	-	(1,693,307)	-	(1,693,307)
Distribution of special dividend via issuance of new shares	1,499,972	-	-	-	-	-	-	-	-	-	-	-	(1,499,972)	-	-
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	3,105	10,078	-	-	13,183
Share released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	(7,293)	-	-	-	(7,293)
Total transactions with owners recognised directly in equity	1,499,972	-	-	-	-	-	-	-	-	-	(4,188)	10,078	(3,193,279)	-	(1,687,417)
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	89,672	-	-	-	(89,672)	-	-
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	-	86,303	-	-	-	-	-	-	-	-	(86,303)	-	-
At 31 March 2024	24,539,214	1,924,571	(289,529)	109,382	(1,047,872)	746,852	(1,494,711)	180,079	981,610	378	6,161	107,688	14,420,827	200,000	40,384,650

\*The regulatory reserve is maintained by the Bank to meet the local regulatory requirement.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

**CIMB BANK BERHAD**  
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**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	← Non-distributable →											Distributable				
	Ordinary share capital RM'000	Redeemable Preference Shares RM'000	Exchange fluctuation reserve RM'000	Fair value reserve		Merger deficit RM'000	Capital reserve RM'000	Hedging reserve RM'000	Costs of hedging reserve RM'000	Regulatory reserve* RM'000	Own credit risk reserve RM'000	Share-based payment reserve RM'000	Capital contribution by ultimate holding company RM'000	Retained earnings RM'000	Perpetual preference shares RM'000	Total Equity RM'000
				debt instruments at fair value through other comprehensive income RM'000	equity instruments at fair value through other comprehensive income RM'000											
<b>The Bank</b>																
<b>At 1 January 2023</b>	22,979,762	29,740	1,259,253	(1,065,726)	26,621	(1,047,872)	746,852	(1,100,949)	178,251	233,281	327	9,301	59,925	15,873,685	200,000	38,382,451
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	-	-	1,022,182	-	1,022,182
Other comprehensive income/ (expenses) (net of tax)	-	-	106,781	313,359	(560)	-	-	(54,195)	(10,949)	-	2,439	10	150	-	-	357,035
- debt instruments at fair value through other comprehensive income	-	-	-	313,359	-	-	-	-	-	-	-	-	-	-	-	313,359
- equity instruments at fair value through other comprehensive income	-	-	-	-	(560)	-	-	-	-	-	-	-	-	-	-	(560)
- net investment hedge	-	-	-	-	-	-	-	(58,057)	-	-	-	-	-	-	-	(58,057)
- cash flow hedge	-	-	-	-	-	-	-	3,862	-	-	-	-	-	-	-	3,862
- currency translation difference	-	-	106,781	-	-	-	-	-	-	-	-	10	150	-	-	106,941
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	-	-	2,439	-	-	-	-	2,439
- deferred hedging cost	-	-	-	-	-	-	-	-	(10,949)	-	-	-	-	-	-	(10,949)
Total comprehensive income/ (expenses) for the financial period	-	-	106,781	313,359	(560)	-	-	(54,195)	(10,949)	-	2,439	10	150	1,022,182	-	1,379,217
Second interim dividend for the financial year ending 31 December 2022	-	-	-	-	-	-	-	-	-	-	-	-	-	(980,868)	-	(980,868)
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	-	2,258	9,853	-	-	12,111
Share released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	-	(6,002)	-	-	-	(6,002)
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	(3,744)	9,853	(980,868)	-	(974,759)
Transfer from regulatory reserve	-	-	-	-	-	-	-	-	-	172,020	-	-	-	(172,020)	-	-
<b>At 31 March 2023</b>	22,979,762	29,740	1,366,034	(752,367)	26,061	(1,047,872)	746,852	(1,155,144)	167,302	405,301	2,766	5,567	69,928	15,742,979	200,000	38,786,909

\*The regulatory reserve is maintained by the Bank to meet the local regulatory requirement.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

**CIMB BANK BERHAD**  
**Registration No: 197201001799 (13491-P)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Profit before taxation and zakat	1,893,682	1,674,199	1,373,402	1,337,907
Adjustments for non-operating and non-cash items	(902,299)	(502,011)	(1,081,577)	(840,406)
Operating profit before changes in working capital	991,383	1,172,188	291,825	497,501
Net changes in operating assets	(12,008,595)	(8,433,538)	(2,027,058)	(3,773,840)
Net changes in operating liabilities	21,269,935	16,730,824	17,068,144	17,019,910
	9,261,340	8,297,286	15,041,086	13,246,070
Cash flows generated from operations	10,252,723	9,469,474	15,332,911	13,743,571
Taxation paid	(438,271)	(547,883)	(268,205)	(323,048)
Net cash flows generated from operating activities	9,814,452	8,921,591	15,064,706	13,420,523
Cash flows from investing activities				
Dividend income	8,833	6,925	8,833	86,925
Investment in subsidiary	-	-	(17,177)	-
Interest income received from financial investments	997,988	787,985	793,846	625,928
Net purchase of financial investments	(10,328,291)	(8,625,649)	(9,205,960)	(8,082,218)
Net purchase of property, plant and equipment	(40,804)	(21,533)	(30,575)	(11,094)
Net purchase from disposal of intangible assets	(111,721)	(124,178)	(94,186)	(106,639)
Other investing activities	3,906	(66,924)	(3,374)	(66,400)
Net cash flows used in investing activities	(9,470,089)	(8,043,374)	(8,548,593)	(7,553,498)
Cash flows from financing activities				
Dividend paid	(1,693,307)	(980,868)	(1,693,307)	(980,868)
Interest expense paid on bonds and debentures	(136,642)	(86,341)	(128,903)	(88,527)
Interest expense paid on other borrowings	(62,353)	(128)	(62,447)	-
Interest expense paid on subordinated obligations	(110,297)	(391,751)	(78,951)	(90,125)
Proceeds from issuance of bonds and debentures	4,399,763	1,794,867	861,735	-
Proceeds from issuance of subordinated obligations	-	815,000	-	400,000
Repayment of bonds and debentures	(994,416)	(866,409)	(416,416)	-
Repayment of other borrowings	(472)	-	-	-
Repayment of subordinated obligations	-	(1,090,000)	-	(700,000)
Other financing activities	(84,084)	22,289	(40,495)	29,546
Net cash flows used in financing activities	1,318,192	(783,341)	(1,558,784)	(1,429,974)
Net increase in cash and cash equivalents	1,662,555	94,876	4,957,329	4,437,051
Effects of exchange rate changes	227,410	138,146	189,030	139,632
Cash and cash equivalents at the beginning of financial period	30,619,606	36,939,857	23,311,721	29,361,500
Cash and cash equivalents at end of financial period	32,509,571	37,172,879	28,458,080	33,938,183
<b>Cash and cash equivalents comprise:</b>				
Cash and short-term funds	32,319,558	36,516,120	23,523,457	26,110,799
Deposits and placements with banks and other financial institutions	2,858,656	3,816,993	4,572,713	7,233,988
Investment account placement	-	-	3,375,313	3,538,858
	35,178,214	40,333,113	31,471,483	36,883,645
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months	(2,065,589)	(3,160,234)	(2,410,349)	(2,945,462)
Restricted cash	(603,054)	-	(603,054)	-
<b>Cash and cash equivalents at end of financial period</b>	<b>32,509,571</b>	<b>37,172,879</b>	<b>28,458,080</b>	<b>33,938,183</b>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2023.

## **PART A - EXPLANATORY NOTES**

### **A1. BASIS OF PREPARATION**

The unaudited condensed interim financial statements for the financial period ended 31 March 2024 have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, debt instruments at fair value through other comprehensive income, equity instruments at fair value through other comprehensive income, derivative financial instruments and non-current assets/disposal groups held for sale and financial liabilities designated at fair value through profit or loss, that have been measured at fair value.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and paragraph 9.22 of Bursa Malaysia Securities Berhad’s Listing Requirements.

The unaudited condensed interim financial statements should be read in conjunction with the Group’s and the Bank’s audited financial statements for the financial year ended 31 December 2023. The explanatory notes attached to the condensed 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 financial year ended 31 December 2023.

The material accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2023, and modified for the adoption of the following accounting standards and amendments to published standards applicable for financial periods beginning on or after 1 January 2024:

- Amendments to MFRS 101 “Classification of liabilities as current or non-current”
- Amendments to MFRS 101 “Non-current Liabilities with Covenants”
- Amendments to MFRS 16 “Lease Liability in a Sale and Leaseback”

The adoption of the above amendments to published standards did not give rise to material financial impact to the Group’s and the Bank’s financial statements.

The unaudited condensed interim financial statements incorporate those activities relating to Islamic banking which have been undertaken by the Group. Islamic banking refers generally to the acceptance of deposits, granting of financing and dealing in Islamic securities under Shariah principles.

The preparation of unaudited condensed interim financial statements in conformity with the MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the unaudited condensed interim financial statements, and the reported amounts of income and expenses during the reported period. It also requires Directors to exercise their judgement in the process of applying the Group and Bank’s accounting policies. Although these estimates and assumptions are based on the Directors’ best knowledge of current events and actions, actual results may differ from those estimates.

### **A2. CHANGES IN ESTIMATES**

There were no material changes to financial estimates made in respect of the current financial period that had previously been announced or disclosed other than those disclosed under the basis of preparation.

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A3 ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

a) During the financial period, CIMB Thai Bank issued various unsecured structured debentures amounted to THB287 million with tenures ranging between 1 month to three months from respective issuance dates. The Bank will pay interest according to the conditions of agreements.

During the financial period, CIMB Thai Bank has redeemed structured debentures amounting to THB464 million.

b) During the financial period, CIMB Thai Bank has redeemed unsecured short term debentures amounting to THB1.0 billion.

c) On 23 February 2024, the Bank issued USD50.0 million 5-year floating rate notes (“the Notes”) under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of Secured Overnight Financing Rate (“SOFR”) plus 0.95% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 23 February 2029.

d) On 27 February 2024, the Bank issued USD120.0 million 5-year floating rate notes (“the Notes”) under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of SOFR plus 0.95% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 27 February 2029.

e) On 27 March 2024, CIMB Islamic Bank issued RM250.0 million senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bear a profit rate of 3.75% per annum payable semi-annually, will mature on 26 March 2027.

f) On 27 March 2024, CIMB Islamic Bank issued RM300.0 million senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bear a profit rate of 3.86% per annum payable semi-annually, will mature on 27 March 2029.

g) On 27 March 2024, CIMB Islamic Bank issued RM1,450.0 million senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bear a profit rate of 4.03% per annum payable semi-annually, will mature on 27 March 2031.

h) On 27 March 2024, CIMB Islamic Bank issued RM1,500.0 million senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bear a profit rate of 4.13% per annum payable semi-annually, will mature on 27 March 2034.

i) On 28 March 2024, Merdeka Kapital Berhad (“MKB”), a special purpose vehicle consolidated by the Bank, undertook a final redemption of its Medium Term Note amounting to RM384.0 million.

j) On 8 April 2024, the Bank issued USD10.0 million 5-year floating rate notes (“the Notes”) under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of SOFR plus 0.90% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 8 April 2029.

### **A4. DIVIDENDS PAID**

a) A single-tier second interim dividend in respect to the financial year ended 31 December 2023 amounting to RM1,693 million or approximately 26.10 sen per share on 6,487,767,612 ordinary shares, was paid on 15 March 2024. The single-tier second interim dividend was approved by the Board of Directors on 30 January 2024.

b) On 15 March 2024, the Bank distributed RM1,500 million in special dividends, settled via the issuance of 239,612,121 new shares at RM6.26 per share. The issuance resulted in a RM1,500 million increase in ordinary shares.

### **A5. EVENTS DURING THE REPORTING PERIOD/SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

There are no significant events that had occurred between 31 March 2024 and the date of this announcement other than those disclosed under issuance and repayment of debts and equity securities.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A6. CASH AND SHORT-TERM FUNDS AND DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS**

As at 31 March 2024, the expected credit losses in deposit placements maturing within one month and deposits and placements with banks and other financial institutions are RM488,000 and RM322,000 (2023: RM729,000 and RM2,125,000) for the Group respectively and RMNil and RM83,000 (2023: RMNil and RM56,000) for the Bank respectively. The 12-month expected credit losses made/(written back) in the income statements of the Group and the Bank during the financial period amounting to RM(2,067,000) and RM28,000 respectively (31 March 2023: RM(190,000) and RM(478,000) respectively).

**A7. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Fair Value</b>				
<b>Money market instruments</b>				
<b>Unquoted:</b>				
Malaysian Government Securities	3,558,733	3,047,851	3,558,733	3,047,851
Cagamas bonds	1,215,486	1,044,976	855,182	716,440
Malaysian Government treasury bills	2,031,064	983,420	986,631	345,440
Bank Negara Malaysia Monetary Notes	5,543,829	3,331,862	3,549,918	3,179,371
Negotiable instruments of deposit	2,139,597	2,398,255	549,299	1,008,810
Other Government securities	12,016,822	9,287,751	3,291,821	2,084,556
Government Investment Issues	2,271,876	1,937,431	1,680,917	1,394,939
Other Government treasury bills	7,033,779	8,927,008	7,033,779	8,927,008
Promissory Notes	317,775	308,890	317,775	308,890
Commercial papers	660,629	992,375	317,104	463,900
	<u>36,789,590</u>	<u>32,259,819</u>	<u>22,141,159</u>	<u>21,477,205</u>
<b>Quoted securities:</b>				
<u>In Malaysia</u>				
Shares	1,599,617	1,387,604	1,599,617	1,387,604
<u>Outside Malaysia</u>				
Shares	479,723	493,527	479,723	493,527
	<u>2,079,340</u>	<u>1,881,131</u>	<u>2,079,340</u>	<u>1,881,131</u>
<b>Unquoted securities:</b>				
<u>In Malaysia</u>				
Shares	1,037,006	1,037,006	1,023,021	1,023,021
Corporate bond and Sukuk	4,210,505	5,102,516	4,137,709	4,927,460
	<u>5,247,511</u>	<u>6,139,522</u>	<u>5,160,730</u>	<u>5,950,481</u>
<u>Outside Malaysia</u>				
Corporate bond	4,329,360	2,746,376	3,261,039	1,609,645
Private equity funds	87,816	87,410	87,816	87,410
	<u>4,417,176</u>	<u>2,833,786</u>	<u>3,348,855</u>	<u>1,697,055</u>
	<u>48,533,617</u>	<u>43,114,258</u>	<u>32,730,084</u>	<u>31,005,872</u>

**A8. DEBTS INSTRUMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Fair Value</b>				
<b>Money market instruments</b>				
<b>Unquoted:</b>				
Malaysian Government Securities	6,124,072	6,099,862	6,124,072	6,099,862
Cagamas bonds	322,126	305,441	271,812	254,746
Other government treasury bills	-	58,434	-	58,434
Other government securities	8,640,465	7,756,926	2,122,325	1,425,844
Negotiable instruments of deposit	683,872	656,664	683,872	656,664
Government investment issues	8,782,572	8,118,221	6,490,334	6,424,169
Commercial papers	49,845	-	49,845	-
	<u>24,602,952</u>	<u>22,995,548</u>	<u>15,742,260</u>	<u>14,919,719</u>
<b>Unquoted securities:</b>				
<u>In Malaysia</u>				
Corporate bond and Sukuk	22,241,621	22,791,055	18,274,550	19,169,507
<u>Outside Malaysia</u>				
Corporate bond and Sukuk	12,027,601	12,448,007	8,711,300	8,743,676
	<u>34,269,222</u>	<u>35,239,062</u>	<u>26,985,850</u>	<u>27,913,183</u>
	<u>58,872,174</u>	<u>58,234,610</u>	<u>42,728,110</u>	<u>42,832,902</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A8. DEBTS INSTRUMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (CONTINUED)**

**Expected credit losses movement for debt instruments at fair value through other comprehensive income:**

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position.

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>59,876</b>	<b>748</b>	<b>-</b>	<b>60,624</b>
Changes in expected credit losses due to transferred within stages:	<b>470</b>	<b>(470)</b>	<b>-</b>	<b>-</b>
Transferred to Stage 1	<b>470</b>	<b>(470)</b>	<b>-</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>(590)</b>	<b>3,131</b>	<b>-</b>	<b>2,541</b>
New financial assets purchased	<b>33,547</b>	<b>-</b>	<b>-</b>	<b>33,547</b>
Financial assets that have been derecognised	<b>(11,928)</b>	<b>-</b>	<b>-</b>	<b>(11,928)</b>
Change in credit risk	<b>(22,209)</b>	<b>3,131</b>	<b>-</b>	<b>(19,078)</b>
Exchange fluctuation	<b>327</b>	<b>(8)</b>	<b>-</b>	<b>319</b>
<b>At 31 March 2024</b>	<b>60,083</b>	<b>3,401</b>	<b>-</b>	<b>63,484</b>

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>39,831</b>	<b>1,229</b>	<b>-</b>	<b>41,060</b>
Changes in expected credit losses due to transferred within stages:	<b>(32)</b>	<b>32</b>	<b>-</b>	<b>-</b>
Transferred to Stage 2	<b>(32)</b>	<b>32</b>	<b>-</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>17,687</b>	<b>(514)</b>	<b>-</b>	<b>17,173</b>
New financial assets purchased	<b>73,420</b>	<b>-</b>	<b>-</b>	<b>73,420</b>
Financial assets that have been derecognised	<b>(15,581)</b>	<b>(33)</b>	<b>-</b>	<b>(15,614)</b>
Change in credit risk	<b>(40,152)</b>	<b>(481)</b>	<b>-</b>	<b>(40,633)</b>
Exchange fluctuation	<b>2,390</b>	<b>1</b>	<b>-</b>	<b>2,391</b>
<b>At 31 December 2023</b>	<b>59,876</b>	<b>748</b>	<b>-</b>	<b>60,624</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A8. DEBTS INSTRUMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (CONTINUED)**

**Expected credit losses movement for debt instruments at fair value through other comprehensive income:**

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position.

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	57,409	686	-	58,095
Changes in expected credit losses due to transferred within stages:	470	(470)	-	-
Transferred to Stage 1	470	(470)	-	-
<b>Total charge to Statement of Income:</b>	<b>(1,290)</b>	<b>2,817</b>	<b>-</b>	<b>1,527</b>
New financial assets purchased	30,162	-	-	30,162
Financial assets that have been derecognised	(11,627)	-	-	(11,627)
Change in credit risk	(19,825)	2,817	-	(17,008)
Exchange fluctuation	348	-	-	348
<b>At 31 March 2024</b>	<b>56,937</b>	<b>3,033</b>	<b>-</b>	<b>59,970</b>

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	38,370	1,226	-	39,596
Changes in expected credit losses due to transferred within stages:	(32)	32	-	-
Transferred to Stage 2	(32)	32	-	-
<b>Total charge to Statement of Income:</b>	<b>16,714</b>	<b>(572)</b>	<b>-</b>	<b>16,142</b>
New financial assets purchased	67,435	-	-	67,435
Financial assets that have been derecognised	(15,084)	(33)	-	(15,117)
Change in credit risk	(35,637)	(539)	-	(36,176)
Exchange fluctuation	2,357	-	-	2,357
<b>At 31 December 2023</b>	<b>57,409</b>	<b>686</b>	<b>-</b>	<b>58,095</b>

**Gross carrying amount movement for debt instruments at fair value through other comprehensive income classified as credit impaired:**

<b>The Group and The Bank</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024/31 March 2024</b>	-	-

<b>The Group and The Bank</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023/31 December 2023</b>	-	-

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A9. EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Quoted securities:</b>				
<u>Outside Malaysia</u>				
Shares	1,634	1,718	54	54
<b>Unquoted securities:</b>				
<u>In Malaysia</u>				
Shares	269,240	269,240	268,909	268,909
<u>Outside Malaysia</u>				
Shares	7,865	8,042	3,820	3,820
	<b>278,739</b>	<b>279,000</b>	<b>272,783</b>	<b>272,783</b>

**A10. DEBT INSTRUMENTS AT AMORTISED COST**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Money market instruments</b>				
<b>Unquoted:</b>				
Malaysian Government securities	11,614,282	11,040,607	11,614,282	11,040,607
Cagamas bonds	456,168	524,581	420,653	489,380
Other Government treasury bills	17,596,603	8,019,307	17,596,603	8,019,307
Other Government's securities	5,240,268	5,193,723	1,607,098	1,632,295
Malaysian Government Investment Issue	19,082,804	19,045,969	12,675,031	12,884,218
Khazanah bonds	112,980	112,980	112,980	112,980
Commercial papers	137,074	137,081	137,074	137,081
	<b>54,240,179</b>	<b>44,074,248</b>	<b>44,163,721</b>	<b>34,315,868</b>
<b>Unquoted securities:</b>				
<u>In Malaysia</u>				
Corporate bond and Sukuk	24,334,445	24,926,620	17,461,179	18,225,471
Loan stock	20,900	20,900	20,900	20,900
	<b>24,355,345</b>	<b>24,947,520</b>	<b>17,482,079</b>	<b>18,246,371</b>
<u>Outside Malaysia</u>				
Corporate bond and Sukuk	4,844,337	4,384,784	4,793,756	4,158,674
Amortisation of premium net of accretion of discount	(52,711)	(69,824)	(43,794)	(62,977)
Less : Expected credit losses	(620,589)	(617,956)	(635,416)	(625,125)
	<b>82,766,561</b>	<b>72,718,772</b>	<b>65,760,346</b>	<b>56,032,811</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A10. DEBT INSTRUMENTS AT AMORTISED COST (CONTINUED)**

**Expected credit losses movement for debt instruments at amortised cost:**

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	11,650	-	606,306	617,956
Changes in expected credit losses due to transfer within stages:	(297)	297	-	-
Transferred to Stage 1	(390)	390	-	-
Transferred to Stage 2	93	(93)	-	-
<b>Total charge to Statement of Income:</b>	<b>(1,539)</b>	<b>1,964</b>	<b>-</b>	<b>425</b>
New financial assets purchased	7,113	-	-	7,113
Financial assets that have been derecognised	(3,394)	-	-	(3,394)
Change in credit risk	(5,258)	1,964	-	(3,294)
Write-offs	-	-	(7,020)	(7,020)
Exchange fluctuation	73	-	(5)	68
Other movements	-	-	9,160	9,160
<b>At 31 March 2024</b>	<b>9,887</b>	<b>2,261</b>	<b>608,441</b>	<b>620,589</b>

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	5,416	3,847	571,157	580,420
Changes in expected credit losses due to transferred within stages:	3,535	(3,535)	-	-
Transferred to Stage 1	3,675	(3,675)	-	-
Transferred to Stage 2	(140)	140	-	-
<b>Total charge to Statement of Income:</b>	<b>2,434</b>	<b>(312)</b>	<b>(779)</b>	<b>1,343</b>
New financial assets purchased	40,811	-	-	40,811
Financial assets that have been derecognised	(20,175)	-	-	(20,175)
Change in credit risk	(18,202)	(312)	(779)	(19,293)
Exchange fluctuation	265	-	8	273
Other movements	-	-	35,920	35,920
<b>At 31 December 2023</b>	<b>11,650</b>	<b>-</b>	<b>606,306</b>	<b>617,956</b>

**Gross carrying amount movement for debt instruments at amortised cost classified as credit impaired:**

<b>The Group</b>	<b>Lifetime expected credit losses - credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	1,457,754	1,457,754
Other changes in debts instruments	30,737	30,737
Write-offs	(7,020)	(7,020)
Exchange fluctuation	14,393	14,393
<b>At 31 March 2024</b>	<b>1,495,864</b>	<b>1,495,864</b>

<b>The Group</b>	<b>Lifetime expected credit losses - credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	1,314,639	1,314,639
Other changes in debts instruments	122,157	122,157
Exchange fluctuation	20,958	20,958
<b>At 31 December 2023</b>	<b>1,457,754</b>	<b>1,457,754</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A10. DEBT INSTRUMENTS AT AMORTISED COST (CONTINUED)**

Expected credit losses movement for debt instruments at amortised cost:

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2024</b>	26,000	-	599,125	625,125
Changes in expected credit losses due to transfer within stages:	(297)	297	-	-
Transferred to Stage 1	(390)	390	-	-
Transferred to Stage 2	93	(93)	-	-
<b>Total charge to Statement of Income:</b>	<b>(904)</b>	<b>1,964</b>	<b>-</b>	<b>1,060</b>
New financial assets purchased	7,113	-	-	7,113
Financial assets that have been derecognised	(3,394)	-	-	(3,394)
Change in credit risk	(4,623)	1,964	-	(2,659)
Exchange fluctuation	71	-	-	71
Other movements	-	-	9,160	9,160
<b>At 31 March 2024</b>	<b>24,870</b>	<b>2,261</b>	<b>608,285</b>	<b>635,416</b>

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2023</b>	21,408	3,846	563,984	589,238
Changes in expected credit losses due to transfer within stages:	3,535	(3,535)	-	-
Transferred to Stage 1	3,675	(3,675)	-	-
Transferred to Stage 2	(140)	140	-	-
<b>Total charge to Statement of Income:</b>	<b>792</b>	<b>(311)</b>	<b>(779)</b>	<b>(298)</b>
New financial assets purchased	38,371	-	-	38,371
Financial assets that have been derecognised	(20,175)	-	-	(20,175)
Change in credit risk	(17,404)	(311)	(779)	(18,494)
Exchange fluctuation	265	-	-	265
Other movements	-	-	35,920	35,920
<b>At 31 December 2023</b>	<b>26,000</b>	<b>-</b>	<b>599,125</b>	<b>625,125</b>

Gross carrying amount movement for debt instruments at amortised cost classified as credit impaired:

The Bank	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2024</b>	855,895	855,895
Other changes in debts instruments	13,086	13,086
<b>At 31 March 2024</b>	<b>868,981</b>	<b>868,981</b>

The Bank	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2023</b>	805,694	805,694
Other changes in debts instruments	50,201	50,201
<b>At 31 December 2023</b>	<b>855,895</b>	<b>855,895</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>(i) By type of financing</b>				
<i>At amortised cost</i>				
Overdrafts	5,147,271	5,114,091	2,449,469	2,477,961
Term loans/financing				
- Housing loan/financing	133,636,195	131,891,471	67,799,772	67,934,276
- Syndicated term loan	22,623,037	23,669,701	20,633,773	21,619,151
- Other term loans/financing	131,821,276	129,569,117	74,655,910	72,575,548
- Factoring receivables	77	2,831	-	-
- Lease receivables	4,758	115	-	-
- Hire purchase receivables	25,225,611	24,930,492	1,525,975	1,723,996
Bills receivable	6,449,012	6,682,262	3,702,765	4,193,638
Trust receipts	1,968,003	1,960,115	824,189	894,242
Claim on customers under acceptance credit	3,318,979	3,605,014	2,110,357	2,358,452
Staff loans *	1,519,971	1,505,229	1,047,659	1,043,940
Credit card receivables	7,679,379	7,744,078	7,300,890	7,409,466
Revolving credit	37,626,717	38,337,190	29,903,719	30,888,271
Share margin financing	15,775	19,687	15,775	19,687
Gross loans, advances and financing, at amortised cost	<b>377,036,061</b>	375,031,393	<b>211,970,253</b>	213,138,628
Fair value changes arising from fair value hedges	<b>(65,034)</b>	(59,698)	<b>(64,197)</b>	(58,765)
	<b>376,971,027</b>	374,971,695	<b>211,906,056</b>	213,079,863
Less: Expected credit losses	<b>(7,021,354)</b>	(6,869,476)	<b>(4,020,862)</b>	(3,941,860)
Net loans, advances and financing at amortised cost	<b>369,949,673</b>	368,102,219	<b>207,885,194</b>	209,138,003
<i>At fair value through profit or loss</i>				
Term loans/financing				
- Syndicated term loan	243,326	274,133	42,327	-
	243,326	274,133	42,327	-
Total net loans, advances and financing	<b>370,192,999</b>	368,376,352	<b>207,927,521</b>	209,138,003
<b>Total gross loans, advances and financing</b>				
- At amortised cost	<b>377,036,061</b>	375,031,393	<b>211,970,253</b>	213,138,628
- At fair value through profit or loss	<b>243,326</b>	274,133	<b>42,327</b>	-
	<b>377,279,387</b>	375,305,526	<b>212,012,580</b>	213,138,628

\* Loans to Directors of the Group and the Bank (including Directors of subsidiary) amounting to RM5,852,323 (2023: RM5,745,030) and RM3,626,206 (2023: RM3,508,771) respectively.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

(a) Included in the Group's and the Bank's loans, advances and financing balances are RM16,981,000 (2023: RM17,810,000) of reinstated loans which were previously impaired and written off prior to 2005. The reinstatement of these loans has been approved by BNM on 5 February 2010 and was done selectively on the basis of either full settlement of arrears or upon regularised payments of rescheduled loan repayments

(b) The Group and the Bank have undertaken fair value hedge and cash flow hedge on the interest rate risk and foreign currency risk of loans, advances and financing of RM1,938,447,000 (2023: RM1,989,145,000) and RM1,713,468,000 (2023: RM1,723,889,000) respectively, using interest rate swaps.

(c) As part of an arrangement with CIMB Islamic in relation to the Restricted Profit Sharing Investment Accounts ("RPSIA"), the Bank records as Investment account placement, its exposure in the arrangement, whereas CIMB Islamic records its exposure as loans, advances and financing. The RPSIA arrangement exposes the Bank to the risks and rewards on the financing and accordingly, the Bank accounts for expected credit losses for financing arising thereon.

As at 31 March 2024, the gross exposure and expected credit losses relating to RPSIA financing are RM3,376,213,000 (2023: RM3,425,929,000) and RM407,000 (2023: RM415,000) respectively.

(d) Included in the loans, advances and financing of the Group and the Bank are financing which are disclosed as "Restricted Agency Investment Account" in the financial statements of CIMB Islamic. These details are as follows:

	The Group		The Bank	
	31 Mar 2024	31 Dec 2023	31 Mar 2024	31 Dec 2023
	RM'000	RM'000	RM'000	RM'000
Syndicated term loan	<b>1,515,275</b>	1,531,910	<b>1,515,275</b>	<b>1,531,910</b>
Other term loan	<b>9,904,926</b>	10,147,962	<b>9,904,926</b>	10,147,962
Revolving credit	<b>702,253</b>	1,202,943	<b>702,253</b>	1,202,943
	<b><u>12,122,454</u></b>	<u>12,882,815</u>	<b><u>12,122,454</u></b>	<u>12,882,815</u>

Restricted Agency Investment Account ("RAIA") arrangement is with the Bank's wholly owned subsidiary, CIMB Islamic, and the contract is based on the Wakalah principle where the Bank, solely provide the funds, whilst the assets are managed by CIMB Islamic (as the Wakeel or agent). In the arrangement, CIMB Islamic has transferred substantially all the risk and rewards of ownership of the Investment (i.e the financing facility) to CIMB Bank. Accordingly, the underlying assets (including the undisbursed portion of the financing commitment) and expected credit losses arising thereon, if any, are recognised and accounted for by the Bank.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>(ii) By type of customers</b>				
Domestic banking institutions	210,368	208,444	10	8
Domestic non-bank financial institutions				
- stockbroking companies	74,499	281,240	61,150	253,759
- others	5,518,069	5,971,297	2,647,399	3,041,331
Domestic business enterprises				
- small medium enterprises	42,720,693	41,870,083	20,202,711	20,186,651
- others	47,065,080	47,392,393	24,369,312	25,133,004
Government and statutory bodies	11,860,717	11,788,572	10,001,359	10,009,687
Individuals	217,603,686	216,157,603	106,447,799	106,547,147
Other domestic entities	2,436,349	2,382,476	30,371	42,897
Foreign entities	49,789,926	49,253,418	48,252,469	47,924,144
Gross loans, advances and financing	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>
<b>(iii) By interest rate sensitivity</b>				
Fixed rate				
- Housing loans/ financing	3,565,427	3,284,913	570,184	727,962
- Hire purchase receivables	22,204,805	21,750,632	1,169,324	1,277,050
- Other fixed rate loans	39,434,976	39,513,278	28,491,942	28,738,350
Variable rate				
- BLR plus/BFR plus	73,837,126	74,385,122	45,619,171	46,671,489
- Cost-plus	62,888,315	61,354,041	43,501,347	43,046,370
- Other variable rates	175,348,738	175,017,540	92,660,612	92,677,407
Gross loans, advances and financing	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>
<b>(iv) By economic purpose</b>				
Personal use	22,310,900	21,812,098	17,994,051	17,572,740
Credit cards	7,679,379	7,744,078	7,300,890	7,409,466
Purchase of consumer durables	729,132	649,888	33,166	33,971
Construction	9,502,540	9,712,989	6,131,046	6,003,072
Residential property (housing)	134,814,641	133,196,794	67,289,576	67,559,330
Non-residential property	39,726,354	38,547,466	25,557,671	25,174,339
Purchase of fixed assets other than land and buildings	4,051,958	3,907,658	2,670,990	2,470,344
Mergers and acquisitions	2,145,866	2,228,564	1,935,897	2,001,039
Purchase of securities	17,682,038	18,961,132	6,899,855	6,988,628
Purchase of transport vehicles	25,348,932	25,072,945	1,534,716	1,735,901
Working capital	81,252,226	81,457,661	53,699,487	55,445,009
Other purposes	32,035,421	32,014,253	20,965,235	20,744,789
Gross loans, advances and financing	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>

**PART A - EXPLANATORY NOTES (CONTINUED)****A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>(v) By geographical distribution</b>				
Malaysia	268,535,941	266,999,874	141,685,051	143,537,590
Indonesia	2,405,978	2,142,215	2,405,978	2,142,215
Thailand	35,246,393	35,802,475	2,389,823	2,435,068
Singapore	44,072,975	44,078,875	44,072,975	44,078,875
United Kingdom	6,971,306	6,956,802	6,971,306	6,956,802
Hong Kong	1,493,062	1,617,333	1,493,062	1,617,333
China	4,579,455	4,405,798	4,579,455	4,405,798
Other countries	13,974,277	13,302,154	8,414,930	7,964,947
Gross loans, advances and financing	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>
<b>(vi) By economic sector</b>				
Primary agriculture	8,824,680	8,685,575	4,576,492	4,544,887
Mining and quarrying	4,180,149	4,057,931	3,023,680	2,978,992
Manufacturing	19,271,231	19,398,308	11,264,909	11,589,747
Electricity, gas and water supply	6,128,595	7,126,566	2,619,744	3,587,933
Construction	10,669,762	12,156,798	6,299,818	8,047,966
Transport, storage and communications	9,729,817	9,602,507	5,642,051	5,296,757
Education, health and others	19,140,855	19,136,752	15,671,675	15,540,017
Wholesale and retail trade, and restaurants and hotels	29,247,242	27,882,360	16,459,436	16,381,009
Finance, insurance/takaful, real estate and business activities	52,813,079	50,815,440	38,534,320	36,577,932
Household	213,214,235	211,995,522	103,950,918	104,230,077
Others	4,059,742	4,447,767	3,969,537	4,363,311
	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>
<b>(vii) By residual contractual maturity</b>				
Within one year	71,087,088	72,274,064	51,118,207	53,582,019
One year to less than three years	27,863,709	28,356,602	20,485,370	20,479,763
Three years to less than five years	36,799,414	35,753,335	23,813,537	23,376,606
Five years and more	241,529,176	238,921,525	116,595,466	115,700,240
Gross loans, advances and financing	<u>377,279,387</u>	<u>375,305,526</u>	<u>212,012,580</u>	<u>213,138,628</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>(viii) Credit impaired loans, advances and financing by economic purpose</b>				
Personal use	321,061	311,576	201,174	197,102
Credit cards	151,088	144,668	144,589	139,912
Purchase of consumer durables	624	832	101	46
Construction	261,514	272,218	84,807	89,811
Residential property (housing)	2,889,790	3,035,763	1,108,798	1,212,534
Non-residential property	485,461	523,214	290,827	340,187
Purchase of fixed assets other than land and buildings	23,307	25,536	-	476
Purchase of securities	1,342	29,775	361	28,401
Purchase of transport vehicles	295,095	310,642	44,739	53,350
Working capital	1,791,835	1,733,434	1,532,121	1,484,444
Merger and acquisition	43,030	40,583	43,030	40,583
Other purposes	833,797	839,615	472,841	499,000
Gross credit impaired loans, advances and financing	<u>7,097,944</u>	<u>7,267,856</u>	<u>3,923,388</u>	<u>4,085,846</u>
<b>(ix) Credit impaired loans, advances and financing by geographical distribution</b>				
Malaysia	5,154,902	5,326,355	3,368,162	3,531,391
Indonesia	28,066	27,625	28,066	27,625
Thailand	1,306,293	1,308,420	263	-
Singapore	190,545	157,209	190,545	157,209
United Kingdom	47,188	44,801	47,188	44,801
Hong Kong	163,180	160,808	163,180	160,808
China	2,948	5,351	2,948	5,351
Other countries	204,822	237,287	123,036	158,661
Gross credit impaired loans, advances and financing	<u>7,097,944</u>	<u>7,267,856</u>	<u>3,923,388</u>	<u>4,085,846</u>
<b>(x) Credit impaired loans, advances and financing by economic sector</b>				
Primary agriculture	67,269	68,828	13,561	14,491
Mining and quarrying	1,074,788	1,060,401	1,065,383	1,060,400
Manufacturing	248,248	260,440	174,839	176,642
Electricity, gas and water supply	401	496	400	496
Construction	194,427	184,571	60,942	65,275
Transport, storage and communications	236,355	262,471	225,593	253,052
Education, health and others	110,843	106,086	32,819	29,421
Wholesale and retail trade, and restaurants and hotels	709,303	705,968	343,330	367,297
Finance, insurance/takaful, real estate and business activities	504,913	480,496	265,701	252,022
Household	3,836,983	3,992,429	1,627,443	1,722,017
Others	114,414	145,670	113,377	144,733
Gross credit impaired loans, advances and financing	<u>7,097,944</u>	<u>7,267,856</u>	<u>3,923,388</u>	<u>4,085,846</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

(xi) Movements in the expected credit losses on loans, advances and financing are as follows:

The Group	12-month expected	Lifetime expected credit	Lifetime expected	Purchased credit	Total
	credit losses	losses - not credit	credit losses		
	(Stage 1)	impaired	- Credit impaired	impaired	
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2024</b>	<b>2,455,703</b>	<b>1,334,811</b>	<b>3,077,099</b>	<b>1,863</b>	<b>6,869,476</b>
Changes in expected credit losses due to transferred within stages:	73,412	(28,814)	(44,598)	-	-
Transferred to Stage 1	216,051	(202,297)	(13,754)	-	-
Transferred to Stage 2	(142,254)	390,251	(247,997)	-	-
Transferred to Stage 3	(385)	(216,768)	217,153	-	-
<b>Total charge to Statement of Income:</b>	<b>(30,138)</b>	<b>95,184</b>	<b>421,678</b>	<b>-</b>	<b>486,724</b>
New financial assets originated	160,197	17,540	11,725	-	189,462
Financial assets that have been derecognised	(82,917)	(57,507)	-	-	(140,424)
Writeback in respect of full recoveries	-	-	(55,341)	-	(55,341)
Change in credit risk	(107,418)	135,151	465,294	-	493,027
Write-offs	(60)	(172)	(384,538)	-	(384,770)
Exchange fluctuation	(5,556)	(8,481)	22,671	(55)	8,579
Other movements	32,459	(60,296)	69,182	-	41,345
<b>At 31 March 2024</b>	<b>2,525,820</b>	<b>1,332,232</b>	<b>3,161,494</b>	<b>1,808</b>	<b>7,021,354</b>

The Group	12-month expected	Lifetime expected credit	Lifetime expected	Purchased credit	Total
	credit losses	losses - not credit	credit losses		
	(Stage 1)	impaired	- Credit impaired	impaired	
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2023</b>	<b>1,112,032</b>	<b>2,940,456</b>	<b>3,665,331</b>	<b>1,771</b>	<b>7,719,590</b>
Changes in expected credit losses due to transferred within stages:	1,874,579	(1,763,634)	(110,945)	-	-
Transferred to Stage 1	2,409,154	(2,278,733)	(130,421)	-	-
Transferred to Stage 2	(516,860)	1,572,531	(1,055,671)	-	-
Transferred to Stage 3	(17,715)	(1,057,432)	1,075,147	-	-
<b>Total charge to Statement of Income:</b>	<b>(542,314)</b>	<b>139,707</b>	<b>1,948,805</b>	<b>-</b>	<b>1,546,198</b>
New financial assets originated	918,088	212,278	64,386	-	1,194,752
Financial assets that have been derecognised	(503,819)	(343,062)	-	-	(846,881)
Writeback in respect of full recoveries	-	-	(238,840)	-	(238,840)
Change in credit risk	(956,583)	270,491	2,123,259	-	1,437,167
Write-offs	(95)	(598)	(2,681,691)	-	(2,682,384)
Exchange fluctuation	32,680	23,344	134,168	92	190,284
Other movements	(21,179)	(4,464)	121,431	-	95,788
<b>At 31 December 2023</b>	<b>2,455,703</b>	<b>1,334,811</b>	<b>3,077,099</b>	<b>1,863</b>	<b>6,869,476</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

(xi) Movements in the expected credit losses on loans, advances and financing are as follows: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2024</b>	1,387,514	650,622	1,903,724	3,941,860
Changes in expected credit losses due to transferred within stages:	43,917	5,491	(49,408)	-
Transferred to Stage 1	112,056	(105,058)	(6,998)	-
Transferred to Stage 2	(67,951)	216,767	(148,816)	-
Transferred to Stage 3	(188)	(106,218)	106,406	-
<b>Total charge to Statement of Income:</b>	(34,419)	24,778	281,163	271,522
New financial assets originated	114,579	13,507	4,486	132,572
Financial assets that have been derecognised	(57,846)	(26,024)	-	(83,870)
Writeback in respect of full recoveries	-	-	(8,949)	(8,949)
Change in credit risk	(91,152)	37,295	285,626	231,769
Write-offs	(59)	(21)	(265,678)	(265,758)
Exchange fluctuation	2,514	1,052	40,853	44,419
Other movements	32,432	(60,495)	56,882	28,819
<b>At 31 March 2024</b>	<b>1,431,899</b>	<b>621,427</b>	<b>1,967,536</b>	<b>4,020,862</b>

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<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:	1,200,657	(1,071,204)	(129,453)	-
Transferred to Stage 1	1,468,561	(1,374,985)	(93,576)	-
Transferred to Stage 2	(258,340)	859,482	(601,142)	-
Transferred to Stage 3	(9,564)	(555,701)	565,265	-
<b>Total charge to Statement of Income:</b>	(559,499)	(54,319)	1,284,063	670,245
New financial assets originated	737,966	194,037	36,946	968,949
Financial assets that have been derecognised	(417,811)	(226,078)	-	(643,889)
Writeback in respect of full recoveries	-	-	(107,806)	(107,806)
Change in credit risk	(879,654)	(22,278)	1,354,923	452,991
Write-offs	(76)	(210)	(2,159,127)	(2,159,413)
Exchange fluctuation	20,807	6,372	105,036	132,215
Other movements	(21,156)	(4,342)	70,056	44,558
<b>At 31 December 2023</b>	<b>1,387,514</b>	<b>650,622</b>	<b>1,903,724</b>	<b>3,941,860</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

**(xii) Movements in credit impaired loans, advances and financing**

**Gross carrying amount movement of loans, advances and financing at amortised cost classified as credit impaired:**

	The Group		
	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
	<b>At 1 January 2024</b>	7,261,739	6,117
Transfer within stages	281,457	-	281,457
New financial assets originated	85,686	-	85,686
Write-offs	(384,538)	-	(384,538)
Amount fully recovered	(205,048)	-	(205,048)
Other changes in loans, advances and financing	57,646	(40)	57,606
Exchange fluctuation	(4,894)	(181)	(5,075)
<b>At 31 March 2024</b>	<b>7,092,048</b>	<b>5,896</b>	<b>7,097,944</b>

	The Group		
	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
	<b>At 1 January 2023</b>	8,147,023	5,948
Transfer within stages	2,030,513	-	2,030,513
New financial assets originated	222,608	-	222,608
Write-offs	(2,681,691)	-	(2,681,691)
Amount fully recovered	(759,670)	-	(759,670)
Other changes in loans, advances and financing	148,543	(141)	148,402
Exchange fluctuation	154,413	310	154,723
<b>At 31 December 2023</b>	<b>7,261,739</b>	<b>6,117</b>	<b>7,267,856</b>

	The Group	
	31 Mar 2024	31 Dec 2023
Ratio of credit impaired loans to total loans, advances and financing	<b>1.88%</b>	1.94%

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A11. LOANS, ADVANCES AND FINANCING (CONTINUED)**

**(xii) Movements in credit impaired loans, advances and financing (continued)**

**Gross carrying amount movement of loans, advances and financing at amortised cost classified as credit impaired: (Continued)**

	<b>The Bank</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>4,085,846</b>	<b>4,085,846</b>
Transfer within stages	51,658	51,658
New financial assets originated	83,542	83,542
Write-offs	(265,678)	(265,678)
Amount fully recovered	(121,857)	(121,857)
Other changes in loans, advances and financing	58,489	58,489
Exchange fluctuation	31,388	31,388
<b>At 31 March 2024</b>	<b>3,923,388</b>	<b>3,923,388</b>

	<b>The Bank</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>5,546,280</b>	<b>5,546,280</b>
Transfer within stages	735,729	735,729
New financial assets originated	186,313	186,313
Write-offs	(2,159,127)	(2,159,127)
Amount fully recovered	(426,209)	(426,209)
Other changes in loans, advances and financing	109,025	109,025
Exchange fluctuation	93,835	93,835
<b>At 31 December 2023</b>	<b>4,085,846</b>	<b>4,085,846</b>

	<b>The Bank</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
Ratio of credit impaired loans to total loans, advances and financing	<b>1.85%</b>	<b>1.92%</b>

**PART A - EXPLANATORY NOTES (CONTINUED)****A12. OTHER ASSETS**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Foreclosed assets net of allowance for impairment losses of RM57,341,000 (2023: RM63,024,000)	161,815	172,329	-	-
Due from brokers	27,134	45,045	27,134	45,045
Structured financing	571,424	504,996	571,424	504,996
Collateral pledged for derivative transactions	4,443,236	3,561,451	1,747,182	2,117,750
Treasury related receivables	3,566,759	1,233,083	3,293,094	1,185,680
Settlement accounts	1,621,979	1,323,115	1,553,381	1,284,742
Other debtors net of expected credit losses *, deposits and prepayments	1,778,620	1,574,133	1,365,228	1,558,084
	<b>12,170,967</b>	<b>8,414,152</b>	<b>8,557,443</b>	<b>6,696,297</b>

\* net of expected credit losses of RM591,561,000 (2023: RM558,238,000) for the Group and RM550,917,000 (2023: RM537,221,000) for the Bank.

Included in other debtors net of expected credit losses, deposits and prepayments are amounts related to receivables of settlement debit card balances.

**A13. DEPOSITS FROM CUSTOMERS**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>(i) By type of deposit</b>				
Demand deposits	95,638,724	100,455,572	73,243,707	76,708,268
Saving deposits	62,085,473	58,697,744	33,496,187	33,243,258
Fixed deposits	160,436,382	156,439,796	112,580,025	106,035,031
Negotiable instruments of deposit	535,238	532,709	-	-
Short term money market deposits	87,668,359	85,017,458	35,277,471	35,927,425
Others	794,086	756,633	561,821	550,225
	<b>407,158,262</b>	<b>401,899,912</b>	<b>255,159,211</b>	<b>252,464,207</b>

**(ii) By type of customer**

Government and statutory bodies	14,856,618	14,681,556	8,155,169	7,206,020
Business enterprises	148,992,412	152,196,017	89,554,510	92,900,159
Individuals	169,327,443	165,511,170	114,238,464	111,208,434
Others	73,981,789	69,511,169	43,211,068	41,149,594
	<b>407,158,262</b>	<b>401,899,912</b>	<b>255,159,211</b>	<b>252,464,207</b>

**(iii) Maturity structure of fixed deposits and negotiable instruments of deposit**

Due within six months	127,222,080	122,979,572	93,856,682	87,074,726
Six months to less than one year	31,802,244	31,001,071	18,504,051	18,691,322
One year to less than three years	1,039,630	2,090,260	207,698	255,664
Three years to less than five years	907,666	901,602	11,594	13,319
	<b>160,971,620</b>	<b>156,972,505</b>	<b>112,580,025</b>	<b>106,035,031</b>

**A14. INVESTMENT ACCOUNTS OF CUSTOMERS**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Unrestricted investment accounts	20,014,076	18,984,125	-	-

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A15. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

	The Group		The Bank	
	31 Mar 2024	31 Dec 2023	31 Mar 2024	31 Dec 2023
	RM'000	RM'000	RM'000	RM'000
Licensed banks	30,891,604	29,271,065	29,731,224	28,429,543
Licensed finance companies	2,491,544	2,399,926	1,440,768	554,870
Licensed investment banks	1,019,383	660,443	218,491	14,595
Bank Negara Malaysia	3,477,454	1,338,864	3,472,454	1,333,864
Other financial institutions	6,531,039	6,188,630	5,112,174	4,698,002
	<b>44,411,024</b>	<b>39,858,928</b>	<b>39,975,111</b>	<b>35,030,874</b>

The maturity structure of deposits and placements of banks and other financial institutions is as follows:

	31 Mar 2024	31 Dec 2023	31 Mar 2024	31 Dec 2023
	RM'000	RM'000	RM'000	RM'000
Due within six months	40,715,597	36,476,495	36,833,370	31,986,238
Six months to less than one year	1,936,852	1,153,670	1,711,702	1,141,571
One year to less than three years	378,230	1,491,837	90,373	1,208,053
Three years to less than five years	678,725	41,915	638,046	-
Five years and more	701,620	695,011	701,620	695,012
	<b>44,411,024</b>	<b>39,858,928</b>	<b>39,975,111</b>	<b>35,030,874</b>

**A16. FINANCIAL LIABILITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS**

	The Group		The Bank	
	31 Mar 2024	31 Dec 2023	31 Mar 2024	31 Dec 2023
	RM'000	RM'000	RM'000	RM'000
Deposits from customers - structured investments	4,120,590	4,078,828	1,328,768	1,257,044
Debentures	726,654	748,117	-	-
Bills payable	1,867,510	1,943,183	-	-
	<b>6,714,754</b>	<b>6,770,128</b>	<b>1,328,768</b>	<b>1,257,044</b>

The Group and the Bank have issued structured investments, bills payable and debentures, and have designated them at fair value in accordance with MFRS9. The Group and the Bank have the ability to do this when designating these instruments at fair value reduces an accounting mismatch, is managed by the Group and the Bank on the basis of its fair value, or includes terms that have substantive derivative characteristics.

The carrying amount of financial liabilities designated at fair value of the Group and the Bank at 31 March 2024 were RM71,919,000 (2023: RM60,697,000) lower and RM23,045,000 (2023: RM14,563,000) higher respectively than the contractual amount at maturity for the structured investments, RM3,095,000 (2023: RM1,478,000) higher than the contractual amount at maturity for the debentures and RM169,395,000 (2023: RM207,511,000) higher than the contractual amount at maturity for bills payable.

**A17. OTHER LIABILITIES**

	Note	The Group		The Bank	
		31 Mar 2024	31 Dec 2023	31 Mar 2024	31 Dec 2023
		RM'000	RM'000	RM'000	RM'000
Due to brokers and clients		35,848	20,358	35,848	20,358
Post employment benefit obligations		372,265	263,496	159,576	51,826
Sundry creditors		1,208,814	873,767	942,652	759,776
Expenditure payable		1,593,602	2,007,027	1,343,446	1,704,985
Expected credit losses for loan commitments and financial guarantee contracts	A17(a)	516,675	533,212	345,880	349,507
Provision for legal claims		50,458	50,251	35,025	35,004
Credit card expenditure payable		129,999	123,235	128,162	121,896
Collateral received for derivative transactions		4,223,809	4,045,657	2,339,851	2,394,321
Structured deposits		4,868,788	4,826,934	4,846,079	4,800,819
Treasury related payables		9,212,874	1,219,611	8,765,606	1,163,342
Settlement accounts		2,704,101	1,054,717	2,663,584	706,495
Others		1,023,588	1,032,096	718,771	629,990
		<b>25,940,821</b>	<b>16,050,361</b>	<b>22,324,480</b>	<b>12,738,319</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A17. OTHER LIABILITIES (CONTINUED)**

(a) Expected credit losses movement of loan commitments and financial guarantee contracts are as follows:

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>300,347</b>	<b>61,943</b>	<b>170,922</b>	<b>533,212</b>
Changes in expected credit losses due to transferred within stages:	<b>17,646</b>	<b>(18,197)</b>	<b>551</b>	<b>-</b>
Transferred to Stage 1	<b>25,947</b>	<b>(25,200)</b>	<b>(747)</b>	<b>-</b>
Transferred to Stage 2	<b>(8,150)</b>	<b>15,570</b>	<b>(7,420)</b>	<b>-</b>
Transferred to Stage 3	<b>(151)</b>	<b>(8,567)</b>	<b>8,718</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>(32,924)</b>	<b>19,268</b>	<b>(1,211)</b>	<b>(14,867)</b>
New exposures	<b>33,621</b>	<b>436</b>	<b>-</b>	<b>34,057</b>
Exposures derecognised or matured	<b>(56,941)</b>	<b>(8,951)</b>	<b>(1,858)</b>	<b>(67,750)</b>
Change in credit risk	<b>(9,604)</b>	<b>27,783</b>	<b>647</b>	<b>18,826</b>
Exchange fluctuation	<b>(108)</b>	<b>3</b>	<b>(1,893)</b>	<b>(1,998)</b>
Other movements	<b>362</b>	<b>201</b>	<b>(235)</b>	<b>328</b>
<b>At 31 March 2024</b>	<b>285,323</b>	<b>63,218</b>	<b>168,134</b>	<b>516,675</b>

<b>The Group</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>202,871</b>	<b>123,687</b>	<b>296,744</b>	<b>623,302</b>
Changes in expected credit losses due to transferred within stages:	<b>125,114</b>	<b>(112,634)</b>	<b>(12,480)</b>	<b>-</b>
Transferred to Stage 1	<b>154,370</b>	<b>(144,394)</b>	<b>(9,976)</b>	<b>-</b>
Transferred to Stage 2	<b>(28,931)</b>	<b>69,725</b>	<b>(40,794)</b>	<b>-</b>
Transferred to Stage 3	<b>(325)</b>	<b>(37,965)</b>	<b>38,290</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>(31,981)</b>	<b>49,331</b>	<b>(123,174)</b>	<b>(105,824)</b>
New exposures	<b>196,176</b>	<b>4,960</b>	<b>18</b>	<b>201,154</b>
Exposures derecognised or matured	<b>(173,399)</b>	<b>(16,054)</b>	<b>(82,956)</b>	<b>(272,409)</b>
Change in credit risk	<b>(54,758)</b>	<b>60,425</b>	<b>(40,236)</b>	<b>(34,569)</b>
Exchange fluctuation	<b>5,124</b>	<b>430</b>	<b>3,545</b>	<b>9,099</b>
Other movements	<b>(781)</b>	<b>1,129</b>	<b>6,287</b>	<b>6,635</b>
<b>At 31 December 2023</b>	<b>300,347</b>	<b>61,943</b>	<b>170,922</b>	<b>533,212</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A17. OTHER LIABILITIES (CONTINUED)**

(a) Expected credit losses movement of loan commitments and financial guarantee contracts are as follows: (Continued)

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>202,436</b>	<b>47,887</b>	<b>99,184</b>	<b>349,507</b>
Changes in expected credit losses due to transferred within stages:	<b>16,994</b>	<b>(15,670)</b>	<b>(1,324)</b>	<b>-</b>
Transferred to Stage 1	<b>22,884</b>	<b>(22,150)</b>	<b>(734)</b>	<b>-</b>
Transferred to Stage 2	<b>(5,881)</b>	<b>12,240</b>	<b>(6,359)</b>	<b>-</b>
Transferred to Stage 3	<b>(9)</b>	<b>(5,760)</b>	<b>5,769</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>(19,229)</b>	<b>15,249</b>	<b>(512)</b>	<b>(4,492)</b>
New exposures	<b>18,733</b>	<b>163</b>	<b>-</b>	<b>18,896</b>
Exposures derecognised or matured	<b>(42,722)</b>	<b>(7,324)</b>	<b>(757)</b>	<b>(50,803)</b>
Change in credit risk	<b>4,760</b>	<b>22,410</b>	<b>245</b>	<b>27,415</b>
Exchange fluctuation	<b>449</b>	<b>87</b>	<b>-</b>	<b>536</b>
Other movements	<b>356</b>	<b>205</b>	<b>(232)</b>	<b>329</b>
<b>At 31 March 2024</b>	<b>201,006</b>	<b>47,758</b>	<b>97,116</b>	<b>345,880</b>

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>159,550</b>	<b>108,111</b>	<b>215,440</b>	<b>483,101</b>
Changes in expected credit losses due to transferred within stages:	<b>112,485</b>	<b>(100,984)</b>	<b>(11,501)</b>	<b>-</b>
Transferred to Stage 1	<b>134,455</b>	<b>(129,411)</b>	<b>(5,044)</b>	<b>-</b>
Transferred to Stage 2	<b>(21,687)</b>	<b>56,699</b>	<b>(35,012)</b>	<b>-</b>
Transferred to Stage 3	<b>(283)</b>	<b>(28,272)</b>	<b>28,555</b>	<b>-</b>
<b>Total charge to Statement of Income:</b>	<b>(72,930)</b>	<b>39,437</b>	<b>(111,036)</b>	<b>(144,529)</b>
New exposures	<b>149,338</b>	<b>4,530</b>	<b>4</b>	<b>153,872</b>
Exposures derecognised or matured	<b>(136,201)</b>	<b>(11,547)</b>	<b>(63,182)</b>	<b>(210,930)</b>
Change in credit risk	<b>(86,067)</b>	<b>46,454</b>	<b>(47,858)</b>	<b>(87,471)</b>
Exchange fluctuation	<b>4,075</b>	<b>225</b>	<b>-</b>	<b>4,300</b>
Other movements	<b>(744)</b>	<b>1,098</b>	<b>6,281</b>	<b>6,635</b>
<b>At 31 December 2023</b>	<b>202,436</b>	<b>47,887</b>	<b>99,184</b>	<b>349,507</b>

As at 31 March 2024, the gross carrying amount of loan commitments and financial guarantee contracts that are credit impaired for the Group and the Bank is RM311,491,000 (2023: RM317,487,000) and RM237,320,000 (2023: RM242,520,000) respectively.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A18. INTEREST INCOME**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Loans and advances				
- interest income	3,458,720	2,948,371	3,458,720	2,948,371
- unwinding income <sup>^</sup>	28,283	32,008	28,283	32,008
Money at call and deposits with financial institutions	206,136	225,449	206,136	225,449
Reverse repurchase agreements	82,433	86,969	82,433	86,969
Debt instruments at fair value through other comprehensive income	532,566	405,801	532,566	405,801
Debt instruments at amortised cost	475,834	405,662	475,834	405,662
Others	35,798	25,215	35,798	25,215
	<u>4,819,770</u>	<u>4,129,475</u>	<u>4,819,770</u>	<u>4,129,475</u>
Net accretion of discount less amortisation of premium	76,661	19,349	76,661	19,349
	<u>4,896,431</u>	<u>4,148,824</u>	<u>4,896,431</u>	<u>4,148,824</u>
<b>The Bank</b>				
Loans and advances				
- interest income	2,892,609	2,466,040	2,892,609	2,466,040
- unwinding income <sup>^</sup>	24,723	27,961	24,723	27,961
Money at call and deposits with financial institutions	242,084	273,243	242,084	273,243
Reverse repurchase agreements	80,274	81,770	80,274	81,770
Debt instruments at fair value through other comprehensive income	470,594	375,446	470,594	375,446
Debt instruments at amortised cost	469,538	404,118	469,538	404,118
Others	35,797	25,214	35,797	25,214
	<u>4,215,619</u>	<u>3,653,792</u>	<u>4,215,619</u>	<u>3,653,792</u>
Net accretion of discount less amortisation of premium	76,871	18,515	76,871	18,515
	<u>4,292,490</u>	<u>3,672,307</u>	<u>4,292,490</u>	<u>3,672,307</u>

<sup>^</sup> Included in unwinding income is interest income earned on credit impaired financial assets.

**A19. INTEREST INCOME FOR FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Loans and advances at fair value through profit or loss	601	1,303	601	1,303
Financial investments at fair value through profit or loss	238,692	139,377	238,692	139,377
	<u>239,293</u>	<u>140,680</u>	<u>239,293</u>	<u>140,680</u>
Net accretion of discount less amortisation of premium	129,265	90,455	129,265	90,455
	<u>368,558</u>	<u>231,135</u>	<u>368,558</u>	<u>231,135</u>
<b>The Bank</b>				
Loans and advances at fair value through profit or loss	601	1,303	601	1,303
Financial investments at fair value through profit or loss	165,280	112,653	165,280	112,653
	<u>165,881</u>	<u>113,956</u>	<u>165,881</u>	<u>113,956</u>
Net accretion of discount less amortisation of premium	132,175	92,520	132,175	92,520
	<u>298,056</u>	<u>206,476</u>	<u>298,056</u>	<u>206,476</u>

**PART A - EXPLANATORY NOTES (CONTINUED)****A20. INTEREST EXPENSE**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Deposits and placements of banks and other financial institutions	406,822	295,136	406,822	295,136
Deposits from other customers	2,011,884	1,583,333	2,011,884	1,583,333
Repurchase agreements	398,715	269,561	398,715	269,561
Financial liabilities designated at fair value through profit or loss	30,057	21,425	30,057	21,425
Negotiable certificates of deposits	19,083	25,432	19,083	25,432
Recourse obligation on loan and financing sold to Cagamas	11,364	6,427	11,364	6,427
Bonds, Sukuk and debentures	155,442	118,254	155,442	118,254
Subordinated obligations	108,771	113,502	108,771	113,502
Other borrowings	61,631	46,688	61,631	46,688
Structured deposits	35,664	38,441	35,664	38,441
Lease liabilities	4,582	3,945	4,582	3,945
Others	5,873	3,642	5,873	3,642
	<b>3,249,888</b>	<b>2,525,786</b>	<b>3,249,888</b>	<b>2,525,786</b>
<b>The Bank</b>				
Deposits and placements of banks and other financial institutions	387,196	267,238	387,196	267,238
Deposits from other customers	1,759,581	1,435,671	1,759,581	1,435,671
Repurchase agreements	356,844	262,706	356,844	262,706
Financial liabilities designated at fair value through profit or loss	11,845	10,007	11,845	10,007
Negotiable certificates of deposits	18,949	25,293	18,949	25,293
Recourse obligation on loan and financing sold to Cagamas	11,364	6,427	11,364	6,427
Bonds and debentures	149,040	109,103	149,040	109,103
Subordinated obligations	105,660	111,603	105,660	111,603
Other borrowings	68,344	49,283	68,344	49,283
Structured deposits	35,664	38,441	35,664	38,441
Lease liabilities	3,984	2,967	3,984	2,967
Others	23	28	23	28
	<b>2,908,494</b>	<b>2,318,767</b>	<b>2,908,494</b>	<b>2,318,767</b>

**A21. MODIFICATION LOSS**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Loss/(gain) on modification of cash flows	760	(306)	760	(306)
<b>The Bank</b>				
Loss/(gain) on modification of cash flows	-	-	-	-

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A22. NET NON-INTEREST INCOME**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
<b>(a) Fee and commission income</b>				
Commissions	215,129	162,122	215,129	162,122
Fee on loans and advances	149,494	108,724	149,494	108,724
Service charges and fees	155,449	173,985	155,449	173,985
Guarantee fees	18,703	22,188	18,703	22,188
Other fee income	58,605	51,069	58,605	51,069
Fee and commission income	597,380	518,088	597,380	518,088
<b>(b) Fee and commission expense</b>	(193,055)	(147,928)	(193,055)	(147,928)
Net fee and commission income	404,325	370,160	404,325	370,160
<b>(c) Other non-interest income</b>				
<b>Gross dividend income from:</b>				
Financial investments at fair value through profit or loss	8,833	5,925	8,833	5,925
Equity instruments at fair value through other comprehensive income	-	1,000	-	1,000
	8,833	6,925	8,833	6,925
<b>Net gain arising from financial investments at fair value through profit or loss</b>				
- realised	112,208	(32,643)	112,208	(32,643)
- unrealised	215,871	170,008	215,871	170,008
	328,079	137,365	328,079	137,365
<b>Net gain arising from derivative financial instrument</b>				
- realised	460,718	(543,840)	460,718	(543,840)
- unrealised	1,361,368	726,833	1,361,368	726,833
	1,822,086	182,993	1,822,086	182,993
<b>Net gain/(loss) arising from loans, advances and financing at fair value through profit or loss</b>				
- realised	1,924	-	1,924	-
- unrealised	(553)	(18)	(553)	(18)
	1,371	(18)	1,371	(18)
<b>Net loss arising from financial liabilities designated at fair value through profit or loss</b>				
- realised	(136)	(8,356)	(136)	(8,356)
- unrealised	(33,939)	(35,368)	(33,939)	(35,368)
	(34,075)	(43,724)	(34,075)	(43,724)
<b>Net gain/(loss) arising from hedging activities</b>	13,989	(30,016)	13,989	(30,016)
<b>Net gain from sale of investment in debt instruments at fair value through other comprehensive income</b>	85,031	50,305	85,031	50,305
<b>Net gain/(loss) from redemption of debt instruments at amortised cost</b>	33	(27)	33	(27)
<b>Other non-interest income</b>				
Foreign exchange (loss)/gain	(1,429,950)	181,401	(1,429,950)	181,401
Rental income	2,082	2,186	2,082	2,186
Gain on disposal of property, plant and equipment/ assets held for sale	179	3,370	179	3,370
(Loss)/gain on disposal of foreclosed assets	(5,517)	227	(5,517)	227
Gain on disposal of loans, advances and financing	13,055	35,192	13,055	35,192
Others	8,225	12,693	8,225	12,693
	(1,411,926)	235,069	(1,411,926)	235,069
	1,217,746	909,032	1,217,746	909,032

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A22. NET NON-INTEREST INCOME (CONTINUED)**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Bank</b>				
<b>(a) Fee and commission income</b>				
Commissions	158,852	112,461	158,852	112,461
Fee on loans and advances	142,384	104,787	142,384	104,787
Service charges and fees	455,300	503,939	455,300	503,939
Guarantee fees	16,683	19,965	16,683	19,965
Other fee income	54,052	50,215	54,052	50,215
Fee and commission income	827,271	791,367	827,271	791,367
<b>(b) Fee and commission expense</b>	(191,440)	(152,423)	(191,440)	(152,423)
Net fee and commission income	635,831	638,944	635,831	638,944
<b>(c) Other non-interest income</b>				
<b>Gross dividend income from:</b>				
Financial investments at fair value through profit or loss	8,833	5,925	8,833	5,925
Equity instruments at fair value through other comprehensive income	-	1,000	-	1,000
Subsidiary	-	80,000	-	80,000
	8,833	86,925	8,833	86,925
<b>Net gain/(loss) arising from financial investments at fair value through profit or loss</b>				
- realised	(12,728)	(121,116)	(12,728)	(121,116)
- unrealised	72,229	17,697	72,229	17,697
	59,501	(103,419)	59,501	(103,419)
<b>Net gain arising from derivative financial instrument</b>				
- realised	614,661	(150,273)	614,661	(150,273)
- unrealised	1,283,647	591,684	1,283,647	591,684
	1,898,308	441,411	1,898,308	441,411
<b>Net gain/(loss) arising from loans, advances and financing at fair value through profit or loss</b>				
- realised	1,924	-	1,924	-
- unrealised	(553)	(18)	(553)	(18)
	1,371	(18)	1,371	(18)
<b>Net loss arising from financial liabilities designated at fair value through profit or loss</b>				
- realised	(1,154)	(452)	(1,154)	(452)
- unrealised	(8,982)	(36,715)	(8,982)	(36,715)
	(10,136)	(37,167)	(10,136)	(37,167)
<b>Net gain arising from hedging activities</b>	14,889	8,397	14,889	8,397
<b>Net gain from sale of investment in debt instruments at fair value through other comprehensive income</b>	68,729	19,650	68,729	19,650
<b>Net gain/(loss) from redemption of debt instruments at amortised cost</b>	33	(27)	33	(27)
<b>Other non-interest income</b>				
Foreign exchange (loss)/gain	(1,319,139)	91,118	(1,319,139)	91,118
Rental income	1,744	1,797	1,744	1,797
Gain on disposal of property, plant and equipment/ assets held for sale	146	3,176	146	3,176
Others	5,711	9,770	5,711	9,770
	(1,311,538)	105,861	(1,311,538)	105,861
	1,365,821	1,160,557	1,365,821	1,160,557

**PART A - EXPLANATORY NOTES (CONTINUED)****A23. OVERHEADS**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Personnel costs				
- Salaries, allowances and bonuses	900,158	819,442	900,158	819,442
- Pension cost	106,066	94,993	106,066	94,993
- Share-based expense <sup>1</sup>	11,694	11,780	11,694	11,780
- Overtime	5,519	4,921	5,519	4,921
- Staff incentives and other staff payments	39,418	18,008	39,418	18,008
- Medical expenses	24,359	22,466	24,359	22,466
- Others	30,385	18,689	30,385	18,689
	<u>1,117,599</u>	<u>990,299</u>	<u>1,117,599</u>	<u>990,299</u>
Establishment costs				
- Depreciation of property, plant and equipment	43,952	43,495	43,952	43,495
- Depreciation of right-of-use assets	49,166	40,402	49,166	40,402
- Rental	26,835	28,565	26,835	28,565
- Amortisation of intangible assets	91,736	87,034	91,736	87,034
- Repair and maintenance	179,386	153,725	179,386	153,725
- Outsourced services	17,475	11,296	17,475	11,296
- Security expenses	18,921	18,941	18,921	18,941
- Intangible assets written off	-	257	-	257
- Others	34,730	42,492	34,730	42,492
	<u>462,201</u>	<u>426,207</u>	<u>462,201</u>	<u>426,207</u>
Marketing expenses				
- Advertisement	25,610	20,406	25,610	20,406
- Others	32,330	24,178	32,330	24,178
	<u>57,940</u>	<u>44,584</u>	<u>57,940</u>	<u>44,584</u>
Administration and general expenses				
- Communication	21,367	20,027	21,367	20,027
- Consultancy and professional fees	35,435	30,475	35,435	30,475
- Legal expenses	(305)	3,080	(305)	3,080
- Stationery	4,589	4,800	4,589	4,800
- Postages	6,248	6,899	6,248	6,899
- Administrative travelling and vehicle expenses	5,979	4,523	5,979	4,523
- Incidental expenses on banking operations	12,232	11,250	12,232	11,250
- Insurance	3,589	5,158	3,589	5,158
- Others	132,078	119,135	132,078	119,135
	<u>221,212</u>	<u>205,347</u>	<u>221,212</u>	<u>205,347</u>
	<u>1,858,952</u>	<u>1,666,437</u>	<u>1,858,952</u>	<u>1,666,437</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A23. OVERHEADS (CONTINUED)**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Bank</b>				
Personnel costs				
- Salaries, allowances and bonuses	729,897	656,095	729,897	656,095
- Pension cost	91,758	80,725	91,758	80,725
- Share-based expense <sup>1</sup>	10,078	9,853	10,078	9,853
- Overtime	3,849	3,277	3,849	3,277
- Staff incentives and other staff payments	31,451	23,829	31,451	23,829
- Medical expenses	22,303	20,448	22,303	20,448
- Others	24,150	12,412	24,150	12,412
	<b>913,486</b>	<b>806,639</b>	<b>913,486</b>	<b>806,639</b>
Establishment costs				
- Depreciation of property, plant and equipment	33,284	33,152	33,284	33,152
- Depreciation of right-of-use assets	40,740	33,139	40,740	33,139
- Rental	15,541	17,231	15,541	17,231
- Amortisation of intangible assets	75,545	72,104	75,545	72,104
- Repair and maintenance	167,697	140,837	167,697	140,837
- Outsourced services	10,908	9,163	10,908	9,163
- Security expenses	17,580	17,842	17,580	17,842
- Others	29,181	37,304	29,181	37,304
	<b>390,476</b>	<b>360,772</b>	<b>390,476</b>	<b>360,772</b>
Marketing expenses				
- Advertisement	20,759	16,745	20,759	16,745
- Others	31,380	22,160	31,380	22,160
	<b>52,139</b>	<b>38,905</b>	<b>52,139</b>	<b>38,905</b>
Administration and general expenses				
- Communication	19,871	18,570	19,871	18,570
- Consultancy and professional fees	30,078	26,656	30,078	26,656
- Legal expenses	(4,058)	681	(4,058)	681
- Stationery	3,232	3,317	3,232	3,317
- Postages	4,374	5,168	4,374	5,168
- Administrative travelling and vehicle expenses	3,921	2,601	3,921	2,601
- Incidental expenses on banking operations	6,574	5,692	6,574	5,692
- Insurance	2,238	3,983	2,238	3,983
- Others	134,355	114,159	134,355	114,159
	<b>200,585</b>	<b>180,827</b>	<b>200,585</b>	<b>180,827</b>
	<b>1,556,686</b>	<b>1,387,143</b>	<b>1,556,686</b>	<b>1,387,143</b>

<sup>1</sup> The long term incentive plan (“LTIP”) was implemented by CIMB Group Holdings in June 2021. The LTIP awards ordinary shares and share options of CIMB Group to eligible employees of the Group and the Bank. The eligibility of participation in the LTIP shall be at the discretion of the LTIP Committee of CIMB Group Holdings Berhad, and the awarded shares and share options will be vested in stages at predetermined dates subject to continued employment and performance conditions.

**PART A - EXPLANATORY NOTES (CONTINUED)****A24(a). EXPECTED CREDIT LOSSES ON LOANS, ADVANCES AND FINANCING**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Expected credit losses on loans, advances and financing at amortised cost:				
- Expected credit losses on loans, advances and financing	486,724	213,300	486,724	213,300
Credit impaired:				
- recovered	(158,603)	(123,865)	(158,603)	(123,865)
- written off	4,549	52,751	4,549	52,751
	<u>332,670</u>	<u>142,186</u>	<u>332,670</u>	<u>142,186</u>
<b>The Bank</b>				
Expected credit losses on loans, advances and financing at amortised cost:				
- Expected credit losses on loans, advances and financing	271,522	35,098	271,522	35,098
Credit impaired:				
- recovered	(99,766)	(71,947)	(99,766)	(71,947)
- written off	3,283	51,859	3,283	51,859
	<u>175,039</u>	<u>15,010</u>	<u>175,039</u>	<u>15,010</u>

**A24(b). OTHER EXPECTED CREDIT LOSSES AND IMPAIRMENT ALLOWANCES**

	1st Quarter Ended		Three Months Ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
<b>The Group</b>				
Expected credit losses and impairment allowances made/(written back):				
- Debt instrument at fair value through other comprehensive income	2,541	12,392	2,541	12,392
- Debt instrument at amortised cost	425	1,191	425	1,191
- Money at call and deposits and placements with banks and other financial institutions	(2,067)	(190)	(2,067)	(190)
- Other assets	94,182	31,578	94,182	31,578
	<u>95,081</u>	<u>44,971</u>	<u>95,081</u>	<u>44,971</u>
<b>The Bank</b>				
Expected credit losses and impairment allowances made/(written back):				
- Debt instrument at fair value through other comprehensive income	1,527	11,650	1,527	11,650
- Debt instrument at amortised cost	1,060	1,200	1,060	1,200
- Money at call and deposits and placements with banks and other financial institutions	28	(478)	28	(478)
- Other assets	14,784	695	14,784	695
	<u>17,399</u>	<u>13,067</u>	<u>17,399</u>	<u>13,067</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A25. DERIVATIVE FINANCIAL INSTRUMENTS**

The following tables summarise the contractual underlying principal amounts of trading derivative and financial instruments held for hedging purposes. The principal or contractual amounts of these instruments reflect the volume of transactions outstanding at the end of the reporting period, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative financial instruments" Assets and Liabilities respectively.

At 31 March 2024	The Group			The Bank		
	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000
<u>Trading derivatives</u>						
<u>Foreign exchange derivatives</u>						
Currency forward	<b>48,404,566</b>	<b>559,695</b>	<b>(352,894)</b>	<b>36,346,022</b>	<b>359,848</b>	<b>(234,012)</b>
- less than one year	46,507,135	539,034	(266,465)	35,509,702	342,955	(177,555)
- one year to three years	1,575,833	17,215	(49,701)	572,561	13,449	(17,518)
- more than three years	321,598	3,446	(36,728)	263,759	3,444	(38,939)
	<b>789,705,592</b>	<b>6,768,813</b>	<b>(7,189,430)</b>	<b>555,903,084</b>	<b>3,676,141</b>	<b>(3,093,936)</b>
Currency swaps						
- less than one year	783,881,980	6,686,801	(7,131,622)	553,881,107	3,646,449	(3,069,887)
- one year to three years	3,234,877	34,262	(36,474)	1,380,074	19,133	(12,898)
- more than three years	2,588,735	47,750	(21,334)	641,903	10,559	(11,151)
Currency spots	<b>5,380,626</b>	<b>8,494</b>	<b>(5,686)</b>	<b>4,225,645</b>	<b>6,855</b>	<b>(5,036)</b>
- less than one year	5,380,626	8,494	(5,686)	4,225,645	6,855	(5,036)
	<b>11,094,173</b>	<b>78,352</b>	<b>(88,000)</b>	<b>11,068,491</b>	<b>78,282</b>	<b>(87,963)</b>
Currency options						
- less than one year	9,943,020	74,710	(84,472)	9,917,338	74,640	(84,435)
- one year to three years	838,623	3,642	(2,108)	838,623	3,642	(2,108)
- more than three years	312,530	-	(1,420)	312,530	-	(1,420)
Cross currency interest rate swaps	<b>120,167,358</b>	<b>4,273,468</b>	<b>(4,039,959)</b>	<b>31,627,490</b>	<b>1,393,820</b>	<b>(1,296,536)</b>
- less than one year	49,272,397	1,773,539	(1,044,197)	9,575,198	488,784	(368,432)
- one year to three years	36,723,303	1,179,749	(1,419,428)	12,694,364	508,414	(695,679)
- more than three years	34,171,658	1,320,180	(1,576,334)	9,357,928	396,622	(232,425)
	<b>974,752,315</b>	<b>11,688,822</b>	<b>(11,675,969)</b>	<b>639,170,732</b>	<b>5,514,946</b>	<b>(4,717,483)</b>
<u>Interest rate derivatives</u>						
Interest rate swaps	<b>746,788,235</b>	<b>4,421,478</b>	<b>(3,749,275)</b>	<b>267,328,636</b>	<b>1,922,207</b>	<b>(1,623,125)</b>
- less than one year	355,887,038	376,702	(445,079)	66,097,229	131,852	(130,944)
- one year to three years	181,175,922	1,049,864	(967,401)	87,240,945	597,019	(503,244)
- more than three years	209,725,275	2,994,912	(2,336,795)	113,990,462	1,193,336	(988,937)
Interest rate futures	<b>3,326,820</b>	<b>1,778</b>	<b>(5,027)</b>	<b>3,326,820</b>	<b>1,778</b>	<b>(5,027)</b>
- less than one year	3,326,820	1,778	(5,027)	3,326,820	1,778	(5,027)
Interest rate options	<b>548,794</b>	<b>4,144</b>	<b>(1,431)</b>	<b>379,929</b>	<b>663</b>	<b>(1,431)</b>
- less than one year	548,794	4,144	(1,431)	379,929	663	(1,431)
	<b>750,663,849</b>	<b>4,427,400</b>	<b>(3,755,733)</b>	<b>271,035,385</b>	<b>1,924,648</b>	<b>(1,629,583)</b>
<u>Equity related derivatives</u>						
Equity swaps	<b>736,314</b>	<b>29,177</b>	<b>(23,661)</b>	<b>736,314</b>	<b>29,177</b>	<b>(23,661)</b>
- less than one year	380,667	15,136	(6,689)	380,667	15,136	(6,689)
- one year to three years	355,647	14,041	(16,972)	355,647	14,041	(16,972)
Equity options	<b>3,806,886</b>	<b>107,802</b>	<b>(258,702)</b>	<b>3,614,109</b>	<b>106,750</b>	<b>(258,707)</b>
- less than one year	3,313,742	98,580	(250,673)	3,253,750	98,633	(251,783)
- one year to three years	393,179	8,298	(7,105)	360,359	8,117	(6,924)
- more than three years	99,965	924	(924)	-	-	-
Equity futures	<b>21,132</b>	<b>54</b>	<b>-</b>	<b>21,132</b>	<b>54</b>	<b>-</b>
- less than one year	21,132	54	-	21,132	54	-
	<b>4,564,332</b>	<b>137,033</b>	<b>(282,363)</b>	<b>4,371,555</b>	<b>135,981</b>	<b>(282,368)</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A25. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

At 31 March 2024	The Group			The Bank		
	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000
<u>Commodity related derivatives</u>						
Commodity swaps	<b>1,235,119</b>	<b>46,258</b>	<b>(38,508)</b>	<b>1,235,115</b>	<b>46,232</b>	<b>(38,486)</b>
- less than one year	1,235,119	46,258	(38,508)	1,235,115	46,232	(38,486)
Commodity futures	<b>419,845</b>	<b>6,996</b>	<b>(12,996)</b>	<b>419,845</b>	<b>6,996</b>	<b>(12,996)</b>
- less than one year	419,845	6,996	(12,996)	419,845	6,996	(12,996)
Commodity options	<b>7,399,312</b>	<b>24,705</b>	<b>(28,122)</b>	<b>7,399,312</b>	<b>24,611</b>	<b>(28,122)</b>
- less than one year	7,399,312	24,705	(28,122)	7,399,312	24,611	(28,122)
	<b>9,054,276</b>	<b>77,959</b>	<b>(79,626)</b>	<b>9,054,272</b>	<b>77,839</b>	<b>(79,604)</b>
<u>Credit related derivatives</u>						
Credit default swaps	<b>2,730,401</b>	<b>19,847</b>	<b>(12,470)</b>	<b>2,726,987</b>	<b>19,847</b>	<b>(12,477)</b>
- less than one year	117,418	292	(67)	117,418	292	(67)
- one year to three years	1,729,543	12,036	(9,975)	1,729,543	12,045	(9,984)
- more than three years	883,440	7,519	(2,428)	880,026	7,510	(2,426)
Total return swaps	<b>19,900</b>	<b>-</b>	<b>(357)</b>	<b>19,900</b>	<b>-</b>	<b>(357)</b>
- one year to three years	19,900	-	(357)	19,900	-	(357)
	<b>2,750,301</b>	<b>19,847</b>	<b>(12,827)</b>	<b>2,746,887</b>	<b>19,847</b>	<b>(12,834)</b>
<u>Bond contract</u>						
Bond forward	<b>7,100,134</b>	<b>112,464</b>	<b>(181,639)</b>	-	-	-
- less than one year	2,239,405	55,744	(62,493)	-	-	-
- one year to three years	3,145,948	51,069	(87,477)	-	-	-
- more than three years	1,714,781	5,651	(31,669)	-	-	-
<u>Hedging derivatives</u>						
Currency swaps	<b>6,720,410</b>	<b>57,903</b>	<b>(46,876)</b>	<b>6,101,959</b>	<b>56,836</b>	<b>(41,222)</b>
- less than one year	6,720,410	57,903	(46,876)	6,101,959	56,836	(41,222)
Cross currency interest rate swaps	<b>5,443,759</b>	<b>372,332</b>	<b>(71,216)</b>	<b>2,905,150</b>	<b>53,976</b>	<b>(46,547)</b>
- less than one year	1,868,768	120,934	(18,118)	1,145,230	13,094	(6,489)
- one year to three years	2,403,805	163,119	(52,203)	1,166,275	10,173	(40,058)
- more than three years	1,171,186	88,279	(895)	593,645	30,709	-
Interest rate swaps	<b>42,420,546</b>	<b>653,563</b>	<b>(429,203)</b>	<b>30,743,831</b>	<b>620,781</b>	<b>(330,899)</b>
- less than one year	3,782,699	30,714	(8,447)	3,425,485	30,239	(8,274)
- one year to three years	11,809,214	157,682	(59,328)	8,984,007	149,727	(48,316)
- more than three years	26,828,633	465,167	(361,428)	18,334,339	440,815	(274,309)
	<b>54,584,715</b>	<b>1,083,798</b>	<b>(547,295)</b>	<b>39,750,940</b>	<b>731,593</b>	<b>(418,668)</b>
Total derivatives assets/(liabilities)	<b>1,803,469,922</b>	<b>17,547,323</b>	<b>(16,535,452)</b>	<b>966,129,771</b>	<b>8,404,854</b>	<b>(7,140,540)</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A25. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

At 31 December 2023	The Group			The Bank		
	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000
<u>Trading derivatives</u>						
<u>Foreign exchange derivatives</u>						
Currency forward	<b>45,023,424</b>	<b>332,027</b>	<b>(671,337)</b>	<b>32,586,042</b>	<b>198,075</b>	<b>(476,689)</b>
- less than one year	42,116,517	273,621	(580,250)	30,644,880	164,559	(397,573)
- one year to three years	2,583,685	56,390	(55,088)	1,679,650	31,564	(42,273)
- more than three years	323,222	2,016	(35,999)	261,512	1,952	(36,843)
Currency swaps	<b>542,988,920</b>	<b>6,327,099</b>	<b>(6,719,089)</b>	<b>352,433,412</b>	<b>3,334,258</b>	<b>(3,714,040)</b>
- less than one year	536,655,223	6,288,406	(6,543,166)	350,390,634	3,320,580	(3,691,109)
- one year to three years	3,735,849	17,494	(110,432)	1,335,480	9,100	(10,816)
- more than three years	2,597,848	21,199	(65,491)	707,298	4,578	(12,115)
Currency spots	<b>5,400,190</b>	<b>7,169</b>	<b>(9,685)</b>	<b>4,536,446</b>	<b>5,776</b>	<b>(8,054)</b>
- less than one year	5,400,190	7,169	(9,685)	4,536,446	5,776	(8,054)
Currency options	<b>9,972,358</b>	<b>110,496</b>	<b>(98,871)</b>	<b>9,922,079</b>	<b>110,454</b>	<b>(98,718)</b>
- less than one year	8,690,484	95,383	(75,283)	8,640,205	95,341	(75,130)
- one year to three years	1,281,874	15,113	(23,135)	1,281,874	15,113	(23,135)
- more than three years	-	-	(453)	-	-	(453)
Cross currency interest rate swaps	<b>120,247,944</b>	<b>2,983,224</b>	<b>(3,753,918)</b>	<b>32,989,370</b>	<b>1,264,804</b>	<b>(1,119,941)</b>
- less than one year	51,788,873	1,018,024	(1,517,485)	11,952,045	490,076	(377,957)
- one year to three years	36,070,277	1,006,859	(1,192,812)	12,737,744	459,740	(558,067)
- more than three years	32,388,794	958,341	(1,043,621)	8,299,581	314,988	(183,917)
	<b>723,632,836</b>	<b>9,760,015</b>	<b>(11,252,900)</b>	<b>432,467,349</b>	<b>4,913,367</b>	<b>(5,417,442)</b>
<u>Interest rate derivatives</u>						
Interest rate swaps	<b>666,263,870</b>	<b>4,198,453</b>	<b>(3,583,236)</b>	<b>222,129,319</b>	<b>1,874,705</b>	<b>(1,583,615)</b>
- less than one year	322,418,876	477,661	(490,229)	64,840,220	152,189	(134,748)
- one year to three years	159,466,213	1,059,325	(934,887)	67,551,954	547,897	(505,906)
- more than three years	184,378,781	2,661,467	(2,158,120)	89,737,145	1,174,619	(942,961)
Interest rate futures	<b>3,495,266</b>	<b>1,395</b>	<b>(31,604)</b>	<b>3,495,266</b>	<b>1,395</b>	<b>(31,604)</b>
- less than one year	3,495,266	1,395	(31,604)	3,495,266	1,395	(31,604)
Interest rate options	<b>452,248</b>	<b>4,521</b>	<b>(725)</b>	<b>278,248</b>	<b>725</b>	<b>(725)</b>
- less than one year	385,325	4,009	(725)	278,248	725	(725)
- one year to three years	66,923	512	-	-	-	-
	<b>670,211,384</b>	<b>4,204,369</b>	<b>(3,615,565)</b>	<b>225,902,833</b>	<b>1,876,825</b>	<b>(1,615,944)</b>
<u>Equity related derivatives</u>						
Equity swaps	<b>505,755</b>	<b>26,771</b>	<b>(9,465)</b>	<b>505,755</b>	<b>26,771</b>	<b>(9,465)</b>
- less than one year	242,648	10,661	(6,127)	242,648	10,661	(6,127)
- one year to three years	263,107	16,110	(3,338)	263,107	16,110	(3,338)
Equity options	<b>3,486,724</b>	<b>128,016</b>	<b>(244,574)</b>	<b>3,284,684</b>	<b>127,184</b>	<b>(244,691)</b>
- less than one year	3,021,339	115,971	(237,772)	2,958,119	115,944	(238,694)
- one year to three years	368,712	11,377	(6,134)	326,565	11,240	(5,997)
- more than three years	96,673	668	(668)	-	-	-
Equity futures	<b>57,527</b>	<b>-</b>	<b>(229)</b>	<b>57,527</b>	<b>-</b>	<b>(229)</b>
- less than one year	57,527	-	(229)	57,527	-	(229)
	<b>4,050,006</b>	<b>154,787</b>	<b>(254,268)</b>	<b>3,847,966</b>	<b>153,955</b>	<b>(254,385)</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A25. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

At 31 December 2023	The Group			The Bank		
	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000	Principal RM'000	Fair values Assets RM'000	Liabilities RM'000
<u>Commodity related derivatives</u>						
Commodity swaps	<b>937,459</b>	<b>23,563</b>	<b>(23,846)</b>	<b>937,454</b>	<b>23,558</b>	<b>(23,846)</b>
- less than one year	924,448	22,734	(23,302)	924,443	22,729	(23,302)
- one year to three years	13,011	829	(544)	13,011	829	(544)
Commodity futures	<b>152,835</b>	<b>1,319</b>	<b>(3,859)</b>	<b>152,835</b>	<b>1,319</b>	<b>(3,859)</b>
- less than one year	139,897	1,289	(3,602)	139,897	1,289	(3,602)
- one year to three years	12,938	30	(257)	12,938	30	(257)
Commodity options	<b>2,115,795</b>	<b>21,979</b>	<b>(20,367)</b>	<b>2,115,795</b>	<b>21,979</b>	<b>(20,367)</b>
- less than one year	2,115,795	21,979	(20,367)	2,115,795	21,979	(20,367)
	<b>3,206,089</b>	<b>46,861</b>	<b>(48,072)</b>	<b>3,206,084</b>	<b>46,856</b>	<b>(48,072)</b>
<u>Credit related derivatives</u>						
Credit default swaps	<b>2,756,315</b>	<b>18,738</b>	<b>(15,765)</b>	<b>2,758,130</b>	<b>18,738</b>	<b>(15,821)</b>
- less than one year	137,912	453	(217)	137,912	453	(217)
- one year to three years	1,701,844	12,922	(10,442)	1,701,844	12,998	(10,518)
- more than three years	916,559	5,363	(5,106)	918,374	5,287	(5,086)
Total return swaps	<b>19,900</b>	-	<b>(610)</b>	<b>19,900</b>	-	<b>(610)</b>
- one year to three years	19,900	-	(610)	19,900	-	(610)
	<b>2,776,215</b>	<b>18,738</b>	<b>(16,375)</b>	<b>2,778,030</b>	<b>18,738</b>	<b>(16,431)</b>
<u>Bond Forward</u>						
	<b>6,475,266</b>	<b>265,156</b>	<b>(104,143)</b>	<b>30,000</b>	-	<b>(668)</b>
- Up to 1 year	2,510,294	119,109	(43,704)	-	-	-
- More than 1 year to 3 years	2,463,716	109,358	(33,236)	-	-	-
- More than 3 years	1,501,256	36,689	(27,203)	30,000	-	(668)
<u>Hedging derivatives</u>						
Currency swaps	<b>8,891,777</b>	<b>133,606</b>	<b>(128,129)</b>	<b>8,520,117</b>	<b>123,711</b>	<b>(128,129)</b>
- less than one year	8,891,777	133,606	(128,129)	8,520,117	123,711	(128,129)
Cross currency interest rate swaps	<b>5,363,739</b>	<b>196,265</b>	<b>(79,709)</b>	<b>2,880,348</b>	<b>10,670</b>	<b>(64,859)</b>
- less than one year	1,737,768	78,277	(26,526)	1,132,499	-	(23,457)
- one year to three years	2,477,494	91,731	(51,666)	1,154,204	370	(41,402)
- more than three years	1,148,477	26,257	(1,517)	593,645	10,300	-
Interest rate swaps	<b>40,689,757</b>	<b>623,624</b>	<b>(428,656)</b>	<b>32,438,798</b>	<b>585,187</b>	<b>(365,638)</b>
- less than one year	6,689,162	50,427	(13,670)	6,266,084	49,044	(13,238)
- one year to three years	11,979,159	160,175	(74,449)	10,603,070	150,956	(71,773)
- more than three years	22,021,436	413,022	(340,537)	15,569,644	385,187	(280,627)
	<b>54,945,273</b>	<b>953,495</b>	<b>(636,494)</b>	<b>43,839,263</b>	<b>719,568</b>	<b>(558,626)</b>
Total derivatives assets/(liabilities)	<b>1,465,297,069</b>	<b>15,403,421</b>	<b>(15,927,817)</b>	<b>712,071,525</b>	<b>7,729,309</b>	<b>(7,911,568)</b>

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A25. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

The Group's and the Bank's derivative financial instruments are subject to market, credit and liquidity risks, as follows:

#### **Market Risk**

Market risk is defined as any fluctuation in the value arising from changes in value of market risk factors such as interest rates, currency exchange rates, credit spreads, equity prices, commodities prices and their associated volatility. The contractual amounts provide only a measure of involvement in these types of transactions and do not represent the amounts subject to market risk. The Group's risk management department monitors and manages market risk exposure via stress testing of the Group's Value-at-Risk (VaR) model, in addition to reviewing and analysing its treasury trading strategy, positions and activities vis-à-vis changes in the financial market, monitoring limit usage, assessing limit adequacy, and verifying transaction prices.

#### **Credit Risk**

Credit risk arises when counterparties to derivative contracts, such as interest rate swaps, are not able to or willing to fulfill their obligation to pay the Group the positive fair value or receivable resulting from the execution of contract terms. As at 31 March 2024, the amount of credit risk in the Group and the Bank, measured in terms of the cost to replace the profitable contracts, was RM17,547,323,000 and RM8,404,854,000 respectively (2023: RM15,403,421,000 and RM7,729,309,000 respectively). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

#### **Liquidity Risk**

Liquidity risk on derivatives is the risk that the derivative position cannot be closed out promptly. Exposure to liquidity risk is reduced through contracting derivatives where the underlying items are widely traded.

#### **Cash requirements of the derivatives**

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Bank's credit ratings. As at 31 March 2024, the Group and the Bank has posted cash collateral of RM4,443,236,000 and RM1,747,182,000 respectively (2023: RM3,561,451,000 and RM2,117,750,000 respectively) on their derivative contracts.

There have been no changes since the end of the previous financial year in respect of the following:

- a) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- b) the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
- c) the related accounting policies.

The above information, policies and procedures in respect of derivative financial instruments of the Group and the Bank are disclosed in the audited financial statements for the financial year ended 31 December 2023.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A26. COMMITMENTS AND CONTINGENCIES**

<b>The Group</b>	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
<u>Credit-related</u>	<b>Principal RM'000</b>	<b>Principal RM'000</b>
Direct credit substitutes	3,731,400	3,778,634
Transaction-related contingent items	6,105,144	5,940,397
Short-term self-liquidating trade-related contingencies	4,291,911	5,285,710
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	91,884,970	89,956,097
- maturity exceeding one year	34,542,636	35,916,513
Miscellaneous commitments and contingencies	971,958	417,295
<b>Total credit-related commitments and contingencies</b>	<b>141,528,019</b>	<b>141,294,646</b>
 <u>Treasury-related</u>		
Foreign exchange related contracts :		
- less than one year	903,574,336	655,280,832
- one year to five years	68,641,925	67,829,942
- more than five years	14,700,223	14,777,578
	<b>986,916,484</b>	<b>737,888,352</b>
Interest rate related contracts :		
- less than one year	363,545,351	332,988,629
- one year to five years	357,412,805	311,375,980
- more than five years	72,126,239	66,536,532
	<b>793,084,395</b>	<b>710,901,141</b>
Equity related contracts:		
- less than one year	3,715,541	3,321,514
- one year to five years	748,826	631,819
- more than five years	99,965	96,673
	<b>4,564,332</b>	<b>4,050,006</b>
Credit related contracts:		
- less than one year	117,418	137,912
- one year to five years	2,465,634	2,496,364
- more than five years	167,249	141,939
	<b>2,750,301</b>	<b>2,776,215</b>
Commodity related contracts:		
- less than one year	9,054,276	3,180,140
- one year to five years	-	25,949
	<b>9,054,276</b>	<b>3,206,089</b>
Bond contracts:		
- less than one year	2,239,405	2,510,294
- one year to five years	4,860,729	3,934,972
- more than five years	-	30,000
	<b>7,100,134</b>	<b>6,475,266</b>
 <b>Total treasury-related commitments and contingencies</b>	<b>1,803,469,922</b>	<b>1,465,297,069</b>
	<b>1,944,997,941</b>	<b>1,606,591,715</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A26. COMMITMENTS AND CONTINGENCIES (CONTINUED)**

	31 Mar 2024 Principal RM'000	31 Dec 2023 Principal RM'000
<b>The Bank</b>		
<u>Credit-related</u>		
Direct credit substitutes	3,274,152	3,237,344
Transaction-related contingent items	3,966,674	3,856,859
Short-term self-liquidating trade-related contingencies	2,763,609	3,799,246
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	72,210,566	70,362,369
- maturity exceeding one year	20,987,620	21,594,362
Miscellaneous commitments and contingencies	934,128	369,345
Total credit-related commitments and contingencies	<b>104,136,749</b>	103,219,525
<u>Treasury-related</u>		
Foreign exchange related contracts :		
- less than one year	620,356,179	415,816,826
- one year to five years	25,158,149	24,920,268
- more than five years	2,663,513	3,130,720
	<b>648,177,841</b>	443,867,814
Interest rate related contracts :		
- less than one year	73,229,463	74,879,818
- one year to five years	196,249,634	157,118,918
- more than five years	32,300,119	26,342,895
	<b>301,779,216</b>	258,341,631
Equity related contracts:		
- less than one year	3,655,549	3,258,294
- one year to five years	716,006	589,672
	<b>4,371,555</b>	3,847,966
Credit related contracts:		
- less than one year	117,418	137,912
- one year to five years	2,463,004	2,497,763
- more than five years	166,465	142,355
	<b>2,746,887</b>	2,778,030
Commodity related contracts:		
- less than one year	9,054,272	3,180,135
- one year to five years	-	25,949
	<b>9,054,272</b>	3,206,084
Bond contracts:		
- more than five years	-	30,000
	-	30,000
Total treasury-related commitments and contingencies	<b>966,129,771</b>	712,071,525
	<b>1,070,266,520</b>	815,291,050

Included under irrevocable commitments to extend credit are the amount related to the Restricted Agency Investment Account (refer to Note A11(d) for more details) as follows:

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Irrevocable commitments to extend credit :				
- maturity not exceeding one year	3,000,000	2,500,000	3,000,000	2,500,000
- maturity exceeding one year	100,000	100,000	100,000	100,000
	<b>3,100,000</b>	2,600,000	<b>3,100,000</b>	2,600,000

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A27. CAPITAL ADEQUACY**

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia (“BNM”) Capital Adequacy Framework (“CAF”) (Capital Components)/Capital Adequacy Framework for Islamic Banks (“CAFIB”) (Capital Components), of which the latest revision was issued on 15 December 2023. The revised guidelines took effect on 15 December 2023 for all banking institutions and financial holding companies and sets up the regulatory capital requirements concerning capital adequacy ratios and components of eligible regulatory capital in compliance with Basel III.

The risk-weighted assets of the Group and the Bank are computed in accordance with the Capital Adequacy Framework (Basel II - Risk-Weighted Assets), of which the latest revision was issued on 18 December 2023.

The IRB Approach adopted by CIMB Bank and CIMB Islamic Bank is applied for the major credit exposures with retail exposures on Advanced IRB approach and non-retail exposures on Foundation 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 capital adequacy ratios of CIMB Thai Bank is based on BOT Notification No. SorNorSor. 12/2555 Re: Regulations on Supervision of Capital for Commercial Banks, dated 8 November 2012. Credit Risk and Market Risk are based on Standardised Approach while Operational Risk is based on Basic Indicator Approach.

The regulatory compliance ratio of CIMB Bank PLC refers to the Solvency Ratio. The Solvency ratio is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio is derived from CIMB Bank PLC's net worth divided by its risk-weighted assets.

The capital adequacy ratio of CIMB Bank (Vietnam) Ltd. is calculated and managed according to local regulations as per the requirement of State Bank of Vietnam (SBV) in Circular 41/2016/TT-NHNN (dated 30 December 2016), which requires banks and branches of foreign banks to maintain the minimum CAR at 8% which covers credit, market and operational risk.

### **31 March 2024 - Basel III**

(a) The capital adequacy ratios of the Group and the Bank are as follows:

	<b>The Group</b>	<b>The Bank*</b>
Common equity tier 1 ratio	<b>14.842%</b>	<b>14.807%</b>
Tier 1 ratio	<b>15.247%</b>	<b>15.248%</b>
Total capital ratio	<b>18.863%</b>	<b>19.120%</b>

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

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
Credit risk <sup>(1)</sup>	<b>243,997,825</b>	<b>147,799,026</b>
Market risk	<b>19,744,078</b>	<b>12,526,263</b>
Large exposure risk requirements	<b>1,243,940</b>	<b>1,243,940</b>
Operational risk	<b>27,041,095</b>	<b>19,990,476</b>
Total risk-weighted assets	<b>292,026,938</b>	<b>181,559,705</b>

<sup>(1)</sup> The RWA for credit risk relating to the Restricted Agency Investment Account are as follows:

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
Under Restricted Agency Investment Account arrangement	<b>638,289</b>	<b>638,289</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A27. CAPITAL ADEQUACY (CONTINUED)**

**31 March 2024 - Basel III (Continued)**

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	The Group RM'000	The Bank* RM'000
<b>Common Equity Tier 1 capital</b>		
Ordinary share capital	24,539,214	24,539,214
Other reserves	26,431,102	14,918,369
Qualifying non-controlling interests	168,919	-
Common Equity Tier 1 capital before regulatory adjustments	<u>51,139,235</u>	<u>39,457,583</u>
<u>Less: Regulatory adjustments</u>		
Goodwill	(3,943,616)	(3,555,075)
Intangible assets	(1,227,413)	(1,063,096)
Deferred tax assets	(1,473,610)	(931,423)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(6,033,237)
Regulatory reserve	(1,156,206)	(981,610)
Others	3,629	(9,604)
Common Equity Tier 1 capital after regulatory adjustments	<u>43,342,019</u>	<u>26,883,538</u>
<b>Additional Tier 1 capital</b>		
Perpetual subordinated capital securities	1,150,000	1,150,000
Qualifying capital instruments held by third parties	33,934	-
	<u>1,183,934</u>	<u>1,150,000</u>
<u>Less: Regulatory adjustments</u>		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(350,000)
Additional Tier I capital after regulatory adjustments	<u>1,183,934</u>	<u>800,000</u>
<b>Total Tier 1 capital</b>	<u>44,525,953</u>	<u>27,683,538</u>
<b>Tier 2 capital</b>		
Subordinated obligations	8,400,000	8,400,000
Qualifying capital instruments held by third parties	280,393	-
Surplus eligible provisions over expected loss	1,080,761	711,380
General provisions ^	798,388	365,446
Tier 2 capital before regulatory adjustments	<u>10,559,542</u>	<u>9,476,826</u>
<u>Less: Regulatory adjustments</u>		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(2,446,887)
<b>Total Tier 2 capital</b>	<u>10,559,542</u>	<u>7,029,939</u>
<b>Total capital</b>	<u>55,085,495</u>	<u>34,713,477</u>

The capital adequacy of the banking subsidiary companies of the Bank are as follows:

	CIMB Islamic Bank	CIMB Thai Bank	CIMB Bank PLC	CIMB Bank (Vietnam) Ltd
Common equity tier 1 ratio	12.897%	14.449%	N/A	N/A
Tier 1 ratio	13.417%	14.449%	N/A	N/A
Total capital ratio	<u>15.325%</u>	<u>19.759%</u>	<u>19.240%</u>	<u>46.547%</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A27. CAPITAL ADEQUACY (CONTINUED)**

**31 December 2023 - Basel III**

(a) The capital adequacy ratios of the Group and the Bank are as follows:

	<b>The Group</b>	<b>The Bank*</b>
<b>Before deducting proposed dividend</b>		
Common equity tier 1 ratio	15.375%	15.628%
Tier 1 ratio	15.781%	16.069%
Total capital ratio	<u>19.399%</u>	<u>19.949%</u>
<b>After deducting proposed dividend</b>		
Common equity tier 1 ratio	14.795%	14.695%
Tier I ratio	15.201%	15.136%
Total capital ratio	<u>18.819%</u>	<u>19.015%</u>

The Directors have proposed a single tier special dividend of RM1,500 million in respect of the financial year ended 31 December 2023. The proposed single tier special dividend was approved by the Board of Directors on 30 January 2024.

On 30 January 2024, the Directors have approved the proposed new issuance of 239,612,121 ordinary shares by CIMB Bank at an issue price of RM6.26 per ordinary share. The issuance is made in satisfaction of a dividend payable.

The proposed single tier special dividend and the proposed share issuance of new shares, collectively, do not have an impact on the capital ratios of CIMB Bank.

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

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
Credit risk <sup>(1)</sup>	246,710,002	149,695,988
Market risk	17,336,146	10,803,073
Large exposure risk requirements	1,235,055	1,235,055
Operational risk	26,613,172	19,625,465
Total risk-weighted assets	<u>291,894,375</u>	<u>181,359,581</u>

<sup>(1)</sup> The RWA for credit risk relating to the Restricted Agency Investment Account are as follows:

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
Under Restricted Agency Investment Account arrangement	<u>830,893</u>	<u>830,893</u>
	830,893	830,893

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Common Equity Tier 1 capital</b>		
Ordinary share capital	23,039,242	23,039,242
Other reserves	29,387,832	17,737,806
Qualifying non-controlling interests	166,906	-
Less: Proposed dividends	<u>(1,693,307)</u>	<u>(1,693,307)</u>
Common Equity Tier 1 capital before regulatory adjustments	50,900,673	39,083,741
<u>Less: Regulatory adjustments</u>		
Goodwill	(3,951,297)	(3,555,075)
Intangible assets	(1,211,154)	(1,043,055)
Deferred tax assets	(1,501,457)	(932,197)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(6,006,160)
Regulatory reserve	(1,102,571)	(891,938)
Others	52,119	(5,173)
Common Equity Tier 1 capital after regulatory adjustments	<u>43,186,313</u>	<u>26,650,143</u>
<b>Additional Tier 1 capital</b>		
Perpetual subordinated capital securities	1,150,000	1,150,000
Qualifying capital instruments held by third parties	33,572	-
Additional Tier 1 capital before and after regulatory adjustments	<u>1,183,572</u>	<u>1,150,000</u>
<u>Less: Regulatory adjustments</u>		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(350,000)
Additional Tier 1 capital after regulatory adjustments	<u>1,183,572</u>	<u>800,000</u>
<b>Total Tier 1 capital</b>	<u>44,369,885</u>	<u>27,450,143</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A27. CAPITAL ADEQUACY (CONTINUED)**

**31 December 2023 - Basel III (Continued)**

	<b>The Group</b>	<b>The Bank*</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Tier 2 capital</b>		
Subordinated notes	8,400,000	8,400,000
Qualifying capital instruments held by third parties	273,950	-
Surplus eligible provisions over expected loss	1,103,709	733,313
General provisions ^	784,481	343,464
Tier 2 capital before regulatory adjustments	<u>10,562,140</u>	<u>9,476,777</u>
<u>Less: Regulatory adjustments</u>		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(2,440,683)
<b>Total Tier 2 capital</b>	<u>10,562,140</u>	<u>7,036,094</u>
<b>Total capital</b>	<u>54,932,025</u>	<u>34,486,237</u>

The capital adequacy of the banking subsidiary companies of the Bank are as follows:

	<b>CIMB Islamic Bank</b>	<b>CIMB Thai Bank</b>	<b>CIMB Bank PLC</b>	<b>CIMB Bank (Vietnam) Ltd</b>
Common equity tier 1 ratio	12.996%	15.255%	N/A	N/A
Tier 1 ratio	13.522%	15.255%	N/A	N/A
Total capital ratio	<u>15.545%</u>	<u>20.876%</u>	<u>20.407%</u>	<u>60.916%</u>

\* Includes the operations of CIMB Bank (L) Limited.

^ Total capital of the Group and the Bank has excluded general provisions/portfolio impairment allowance from Tier 2 capital of RM566 million (2023: RM541 million) and RM214 million (2023: RM192 million) respectively.

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A28. SEGMENTAL REPORT**

#### **Definition of segments**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Group Executive Committee as its chief operating decision-maker.

The business segment results are prepared based on the Group's internal management reporting, which reflect the organisation's management reporting structure.

#### **Business segment reporting**

##### **Definition of segments:**

The Group has four major operation divisions that form the basis on which the Group reports its segment information.

#### **Consumer Banking**

Consumer Banking provides everyday banking solutions to individual customers covering both conventional and Islamic financial products and services such as residential property loans, non-residential property loans, secured personal loans, motor vehicle financing, credit cards, unsecured personal financing, wealth management, bancassurance, remittance and foreign exchange, deposits and internet banking services.

#### **Commercial Banking**

Commercial Banking offers products and services for customer segments comprising small and medium-scale enterprises ("SMEs") and mid-sized corporations. Their products and services include banking credit facilities, trade financing, cash management, online business banking platform, remittance and foreign exchange, as well as general deposit products.

#### **Wholesale Banking**

Wholesale Banking comprises Investment Banking, Corporate Banking, Treasury and Markets, Transaction Banking, Equities and Private Banking.

Investment Banking includes end-to-end client coverage and advisory services. Client coverage focuses on marketing and delivering solutions to corporate and financial institutional clients whereas advisory offers financial advisory services to corporations on issuance of equity and equity-linked products, debt restructuring, initial public offerings, secondary offerings and general corporate advisory.

Corporate Banking offers a broad spectrum of both conventional and Islamic funding solutions ranging from trade, working capital lines and capital expenditure to leveraging, merger and acquisition, leveraged and project financing. Corporate Banking's client managers partner with product specialists within the Group to provide a holistic funding solution, from cash management, trade finance, foreign exchange, custody and corporate loans, to derivatives, structured products and debt capital market.

Treasury focuses on treasury activities and services which include foreign exchange, money market, derivatives and trading of capital market instruments. It includes the Group's equity derivatives which develops and issues new equity derivatives instruments such as structured warrants and over-the-counter options to provide investors with alternative investment avenues.

Transaction Banking comprises Trade Finance and Cash Management which provide various trade facilities and cash management solutions.

Equities provides broking services to corporate, institutional and retail clients.

Private Banking offers a full suite of wealth management solutions to high net worth individuals with access to a complete range of private banking services, extending from investment to securities financing to trust services.

#### **CIMB Digital Assets & Group Funding**

CIMB Digital Assets drives all strategic partnerships across business lines Group-wide and explores strategic equity joint ventures in the ecosystem space. Group Funding encompasses a wide range of activities from capital, balance sheet and fixed income investments and management, as well as the funding and incubation of corporate ventures and projects.

**PART A - EXPLANATORY NOTES (CONTINUED)****A28. SEGMENTAL REPORT (CONTINUED)**

**The Group**  
**31 March 2024**

	<b>Consumer Banking</b>	<b>Commercial Banking</b>	<b>Wholesale Banking</b>	<b>CIMB Digital Assets &amp; Group Funding</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net interest income/(expense) - after modification loss					
- external income	871,558	119,360	445,778	577,645	2,014,341
- inter-segment	73,964	290,237	(181,423)	(182,778)	-
	<u>945,522</u>	<u>409,597</u>	<u>264,355</u>	<u>394,867</u>	<u>2,014,341</u>
Income from Islamic Banking operations	437,996	258,931	206,023	29,556	932,506
Net non-interest income	<u>324,657</u>	<u>125,667</u>	<u>666,465</u>	<u>100,957</u>	<u>1,217,746</u>
Net income	1,708,175	794,195	1,136,843	525,380	4,164,593
Overheads	(931,530)	(326,284)	(426,447)	(174,691)	(1,858,952)
of which:					
Depreciation of property, plant and equipment	(15,645)	(635)	(1,817)	(25,855)	(43,952)
Amortisation of intangible assets	<u>(22,889)</u>	<u>(2,914)</u>	<u>(15,199)</u>	<u>(50,734)</u>	<u>(91,736)</u>
Profit before expected credit losses	<u>776,645</u>	<u>467,911</u>	<u>710,396</u>	<u>350,689</u>	<u>2,305,641</u>
Expected credit losses on loans, advances and financing (made)/written back	(253,003)	52,443	(24,339)	(107,771)	(332,670)
Expected credit losses for commitments and contingencies written back/(made)	8,049	8,475	(1,657)	-	14,867
Other expected credit losses and impairment allowances (made)/written back	<u>(58,745)</u>	<u>(243)</u>	<u>3,970</u>	<u>(40,063)</u>	<u>(95,081)</u>
Segment results	<u>472,946</u>	<u>528,586</u>	<u>688,370</u>	<u>202,855</u>	<u>1,892,757</u>
Share of results of joint venture	925	-	-	-	925
Taxation					(430,885)
<b>Profit for the financial period</b>					<u><u>1,462,797</u></u>

**PART A - EXPLANATORY NOTES (CONTINUED)****A28. SEGMENTAL REPORT (CONTINUED)**

**The Group**  
**31 March 2023**

	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Wholesale Banking RM'000</b>	<b>CIMB Digital Assets &amp; Group Funding RM'000</b>	<b>Total RM'000</b>
Net interest income/(expense) - after modification loss					
- external income	924,366	177,312	474,985	277,816	1,854,479
- inter-segment	(108,647)	227,953	(113,042)	(6,264)	-
	815,719	405,265	361,943	271,552	1,854,479
Income from Islamic Banking operations	399,114	215,894	226,631	(4,501)	837,138
Net non-interest income	308,848	113,061	385,024	102,099	909,032
Net income	1,523,681	734,220	973,598	369,150	3,600,649
Overheads	(830,963)	(292,406)	(413,767)	(129,301)	(1,666,437)
of which:					
Depreciation of property, plant and equipment	(15,520)	(759)	(2,530)	(24,686)	(43,495)
Amortisation of intangible assets	(23,232)	(2,819)	(12,940)	(48,043)	(87,034)
Profit before expected credit losses	692,718	441,814	559,831	239,849	1,934,212
Expected credit losses on loans, advances and financing (made)/written back	(10,046)	52,194	(137,150)	(47,184)	(142,186)
Expected credit losses for commitments and contingencies written back/(made)	(102,408)	(3,491)	36,157	4	(69,738)
Other expected credit losses and impairment allowances (made)/written back	(30,955)	(35)	(8,985)	(4,996)	(44,971)
Segment results	549,309	490,482	449,853	187,673	1,677,317
Share of results of joint venture	(3,118)	-	-	-	(3,118)
Taxation					(423,291)
<b>Profit for the financial period</b>					<b>1,250,908</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A28. SEGMENTAL REPORT (CONTINUED)**

**The Group**  
**31 March 2024**

	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Wholesale Banking RM'000</b>	<b>CIMB Digital Assets &amp; Group Funding RM'000</b>	<b>Total RM'000</b>
Segment assets	207,390,388	54,440,618	264,268,447	107,801,282	633,900,735
Unallocated assets					19,514,269
<b>Total assets</b>					<b>653,415,004</b>
Segment liabilities	167,427,718	73,612,228	283,629,649	49,426,400	574,095,995
Unallocated liabilities					26,503,768
<b>Total liabilities</b>					<b>600,599,763</b>
<b>Other segment items</b>					
Capital expenditure	41,142	4,194	21,513	89,645	156,494
Investment in joint venture	153,236	-	-	-	153,236

**The Group**  
**31 December 2023**

	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Wholesale Banking RM'000</b>	<b>CIMB Digital Assets &amp; Group Funding RM'000</b>	<b>Total RM'000</b>
Segment assets	206,407,830	53,405,872	255,844,730	96,949,908	612,608,340
Unallocated assets					15,621,577
<b>Total assets</b>					<b>628,229,917</b>
Segment liabilities	163,306,264	74,110,720	274,124,488	47,102,516	558,643,988
Unallocated liabilities					16,630,846
<b>Total liabilities</b>					<b>575,274,834</b>
<b>Other segment items</b>					
Capital expenditure	192,696	20,205	91,339	377,042	681,282
Investment in joint venture	152,311	-	-	-	152,311

## **PART A-EXPLANATORY NOTES (CONTINUED)**

### **A29. FAIR VALUE ESTIMATION**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

#### Determination of fair value and fair value hierarchy

The fair value hierarchy has the following levels:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets and liabilities in active markets; or
- Quoted prices for identical or similar assets and liabilities in non-active markets; or
- Inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3 - One or more inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Assets/liabilities are classified as Level 1 when the valuation is based on quoted prices for identical assets or liabilities in active markets.

Assets/liabilities are regarded as being quoted in an active market if the prices are readily available from a published and reliable source and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When fair value is determined using quoted prices of similar assets/liabilities in active markets or quoted prices of identical or similar assets and liabilities in non-active markets, such assets/liabilities are classified as Level 2. In cases where quoted prices are generally not available, the Group determines fair value based upon valuation techniques that use market parameters as inputs. Most valuation techniques employ observable market data, including but not limited to yield curves, equity prices, volatilities and foreign exchange rates.

Assets/liabilities are classified as Level 3 if their valuations incorporate significant inputs that are not based on observable market data. Such inputs are determined based on observable inputs of a similar nature, historical observations or other analytical techniques.

If prices or quotes are not available for an instrument or a similar instrument, fair value will be established by using valuation techniques or Mark-to-Model. Judgment may be required to assess the need for valuation adjustments to appropriately reflect unobservable parameters. The valuation models shall also consider relevant transaction data such as maturity. The inputs are then benchmarked and extrapolated to derive the fair value.

#### Valuation Model Review and Approval

- Fair valuation of financial instruments is determined either through Mark-to-Market or Mark-to-Model methodology, as appropriate;
- Market Risk Management is mandated to perform mark-to-market, mark-to-model and rate reasonableness verification. Market price and/or rate sources for Mark-to-Market are validated by Market Risk Management as part and parcel of market data reasonableness verification;
- Valuation methodologies for the purpose of determining Mark-to-Model prices will be verified by Group Risk Management Quantitative analysts before submitting to the Group Market and Conduct Risks Committee ("GMCRC") for approval;
- Mark-to-Model process shall be carried out by Market Risk Management in accordance with the approved valuation methodologies. Group Risk Management Quantitative analysts are responsible for independent evaluation and validation of the Group's financial models used for valuation;
- Group Risk Management Quantitative analysts are the guardian of the financial models and valuation methodologies. Market rate sources and model inputs for the purpose of Mark-to-Model must be verified by Group Risk Management Quantitative analysts and approved by Regional Head, Market Risk Management and/or the GMCRC;
- Model risk and unobservable parameter reserve must be considered to provide for the uncertainty of the model assumptions;
- The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer; and
- Independent price verification process shall be carried out by Market Risk Management to ensure that financial assets/liabilities are recorded at fair value.



**PART A-EXPLANATORY NOTES (CONTINUED)**

**A29. FAIR VALUE ESTIMATION (CONTINUED)**

(i) The following table represents assets and liabilities measured at fair value and classified by level with the following fair value hierarchy (Continued):

<b>The Bank</b>	<b>The Bank Fair Value 31 Mar 2024</b>			
	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial assets at fair value through profit or loss				
-Money market instruments	-	21,823,384	317,775	22,141,159
-Quoted securities	2,079,340	-	-	2,079,340
-Unquoted securities	-	7,398,748	1,110,837	8,509,585
Debt instruments at fair value through other comprehensive income				
-Money market instruments	-	15,742,260	-	15,742,260
-Unquoted securities	-	26,985,850	-	26,985,850
Equity instruments at fair value through other comprehensive income				
-Quoted securities	54	-	-	54
-Unquoted securities	-	-	272,729	272,729
Derivative financial instruments				
-Trading derivatives	10,176	7,556,678	106,407	7,673,261
-Hedging derivatives	-	731,593	-	731,593
Loans, advances and financing at fair value through profit or loss	-	42,327	-	42,327
<b>Total</b>	<b>2,089,570</b>	<b>80,280,840</b>	<b>1,807,748</b>	<b>84,178,158</b>
<b>Recurring fair value measurements</b>				
<b>Financial liabilities</b>				
Derivative financial instruments				
-Trading derivatives	107,927	6,438,763	175,182	6,721,872
-Hedging derivatives	-	418,668	-	418,668
Financial liabilities designated at fair values through profit or loss	-	1,328,768	-	1,328,768
<b>Total</b>	<b>107,927</b>	<b>8,186,199</b>	<b>175,182</b>	<b>8,469,308</b>

<b>The Bank</b>	<b>Fair Value 31 Dec 2023</b>			
	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial assets at fair value through profit or loss				
-Money market instruments	-	21,168,315	308,890	21,477,205
-Quoted securities	1,881,131	-	-	1,881,131
-Unquoted securities	-	6,537,105	1,110,431	7,647,536
Debt instruments at fair value through other comprehensive income				
-Money market instruments	-	14,919,719	-	14,919,719
-Unquoted securities	-	27,913,183	-	27,913,183
Equity instruments at fair value through other comprehensive income				
-Quoted securities	54	-	-	54
-Unquoted securities	-	-	272,729	272,729
Derivative financial instruments				
-Trading derivatives	3,178	6,878,852	127,711	7,009,741
-Hedging derivatives	-	719,568	-	719,568
<b>Total</b>	<b>1,884,363</b>	<b>78,136,742</b>	<b>1,819,761</b>	<b>81,840,866</b>
<b>Recurring fair value measurements</b>				
<b>Financial liabilities</b>				
Derivative financial instruments				
-Trading derivatives	135,489	7,066,116	151,337	7,352,942
-Hedging derivatives	-	558,626	-	558,626
Financial liabilities designated at fair values through profit or loss	-	1,257,044	-	1,257,044
<b>Total</b>	<b>135,489</b>	<b>8,881,786</b>	<b>151,337</b>	<b>9,168,612</b>

**PART A-EXPLANATORY NOTES (CONTINUED)**

**A29. FAIR VALUE ESTIMATION (CONTINUED)**

The following represents the changes in Level 3 instruments for the financial period/year ended 31 March 2024 and 31 December 2023 for the Group and the Bank:

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments		Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>						
<b>2024</b>						
<b>At 1 January</b>	1,433,306	277,282	128,102	1,838,690	(146,236)	(146,236)
Total losses recognised in statement of income	(1,964)	-	(23,082)	(25,046)	(5,933)	(5,933)
Total losses recognised in other comprehensive income	-	(53)	-	(53)	-	-
Purchases	67	-	4,520	4,587	(100,822)	(100,822)
Sales and redemptions	(211)	-	-	(211)	-	-
Settlements	-	-	(2,829)	(2,829)	82,514	82,514
Exchange fluctuation	11,399	(124)	247	11,522	(242)	(242)
<b>At 31 March</b>	<b>1,442,597</b>	<b>277,105</b>	<b>106,958</b>	<b>1,826,660</b>	<b>(170,719)</b>	<b>(170,719)</b>
Total losses recognised in statement of income for financial period ended 31 March 2024 under:						
- net non-interest income	(1,964)	-	(23,082)	(25,046)	(5,933)	(5,933)
Total losses recognised in other comprehensive income for financial period ended 31 March 2024 under "revaluation reserves"	-	(53)	-	(53)	(11)	(11)
Change in unrealised (losses)/gains recognised in statement of income relating to assets held on 31 March 2024 under "net non-interest income"	(1,964)	-	37,964	36,000	(20,205)	(20,205)

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments		Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>The Bank</b>						
<b>2024</b>						
<b>At 1 January</b>	1,419,321	272,729	127,711	1,819,761	(151,337)	(151,337)
Total losses recognised in statement of income	(1,964)	-	(23,085)	(25,049)	(5,309)	(5,309)
Purchases	67	-	4,340	4,407	(100,794)	(100,794)
Sales and redemptions	(211)	-	-	(211)	-	-
Settlements	-	-	(2,806)	(2,806)	82,500	82,500
Exchange fluctuation	11,399	-	247	11,646	(242)	(242)
<b>At 31 March</b>	<b>1,428,612</b>	<b>272,729</b>	<b>106,407</b>	<b>1,807,748</b>	<b>(175,182)</b>	<b>(175,182)</b>
Total losses recognised in statement of income for financial period ended 31 March 2024 under:						
- net non-interest income	(1,964)	-	(23,085)	(25,049)	(5,309)	(5,309)
Change in unrealised (losses)/gains recognised in statement of income relating to assets held on 31 March 2024 under "net non-interest income"	(1,964)	-	37,948	35,984	(19,569)	(19,569)

**PART A-EXPLANATORY NOTES (CONTINUED)**

**A29. FAIR VALUE ESTIMATION (CONTINUED)**

The following represents the changes in Level 3 instruments for the financial period/year ended 31 March 2024 and 31 December 2023 for the Group and the Bank:  
(Continued)

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments		Derivative financial instruments	Total
	Money market instruments and unquoted securities RM'000	Unquoted securities RM'000	Trading derivatives RM'000		Trading derivatives RM'000	RM'000
<b>The Group</b>						
<b>2023</b>						
<b>At 1 January</b>	1,445,538	272,761	115,732	1,834,031	(120,230)	(120,230)
Total gains recognised in statement of income	24,146	-	7,600	31,746	6,792	6,792
Total gains recognised in other comprehensive income	-	4,238	-	4,238	-	-
Purchases	568	422	11,084	12,074	(390,282)	(390,282)
Sales and redemptions	(56,256)	(374)	-	(56,630)	-	-
Settlements	-	-	(9,656)	(9,656)	360,703	360,703
Exchange fluctuation	19,310	235	3,342	22,887	(3,219)	(3,219)
<b>At 31 December</b>	<b>1,433,306</b>	<b>277,282</b>	<b>128,102</b>	<b>1,838,690</b>	<b>(146,236)</b>	<b>(146,236)</b>
Total gains recognised in statement of income for financial year ended 31 December 2023 under: - net non-interest income	24,146	-	7,600	31,746	6,792	6,792
Total gains recognised in other comprehensive income for financial year ended 31 December 2023 under "revaluation reserves"	-	4,238	-	4,238	-	-
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2023 under "net non-interest income"	10,173	-	226,121	236,294	(95,443)	(95,443)
	Financial Assets				Financial Liabilities	
Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments	Total	Derivative financial instruments	Total	
Money market instruments and unquoted securities RM'000	Unquoted securities RM'000	Trading derivatives RM'000	RM'000	Trading derivatives RM'000	RM'000	
<b>The Bank</b>						
<b>2023</b>						
<b>At 1 January</b>	1,432,008	267,685	115,732	1,815,425	(127,384)	
Total gains recognised in statement of income	23,691	-	7,514	31,205	8,781	
Total gains recognised in other comprehensive income	-	5,414	-	5,414	-	
Purchases	568	-	10,743	11,311	(390,199)	
Sales and redemptions	(56,256)	(374)	-	(56,630)	-	
Settlements	-	-	(9,620)	(9,620)	360,685	
Exchange fluctuation	19,310	4	3,342	22,656	(3,220)	
<b>At 31 December</b>	<b>1,419,321</b>	<b>272,729</b>	<b>127,711</b>	<b>1,819,761</b>	<b>(151,337)</b>	
Total gains recognised in statement of income for financial year ended 31 December 2023 under: - net non-interest income	23,691	-	7,514	31,205	8,781	
Total gains recognised in other comprehensive income for financial year ended 31 December 2023 under "revaluation reserves"	-	5,414	-	5,414	-	
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2023 under "net non-interest income"	9,719	-	226,042	235,761	(98,481)	

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING**

**A30a. UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2024**

	Note	The Group		The Bank	
		31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
<b>Assets</b>					
Cash and short-term funds		10,008,828	11,715,313	2,077,170	2,073,320
Reverse Collateralised Commodity Murabahah		705,197	700,067	-	-
Deposits and placements with banks and other financial institutions		449,974	974,677	1,612,145	917,349
Financial assets at fair value through profit or loss		5,996,225	3,754,474	-	-
Debt instruments at fair value through other comprehensive income		6,574,369	5,628,427	268,276	265,663
Debt instruments at amortised cost		14,458,435	14,036,365	42,597	41,280
Islamic derivative financial instruments		364,471	419,424	19,349	62,263
Financing, advances and other financing/loans	A30c	128,112,448	124,911,601	3,352,793	3,435,114
Other assets		1,442,285	894,450	527,302	544,459
Deferred taxation		289,548	282,971	-	-
Tax recoverable		122,751	86,760	-	-
Amount due from conventional operations		1,928,151	1,913,449	-	-
Amount due from related companies		15,199,811	14,807,394	15,199,804	14,807,354
Statutory deposits with Bank Negara Malaysia		1,898,550	1,870,210	-	-
Goodwill		136,000	136,000	-	-
Intangible assets		3,129	3,587	29	37
Property, plant and equipment		743	788	282	284
Right-of-use assets		610	770	184	201
<b>Total assets</b>		<b>187,691,525</b>	<b>182,136,727</b>	<b>23,099,931</b>	<b>22,147,324</b>
<b>Liabilities</b>					
Deposits from customers	A30d	116,070,415	115,142,801	4,322,943	4,311,057
Investment accounts of customers	A30e	20,014,076	18,984,125	-	-
Deposits and placements of banks and other financial institutions		3,164,305	4,599,947	36,713	22,994
Collateralised Commodity Murabahah		2,503,116	2,229,121	-	-
Investment accounts due to designated financial institutions	A30f	3,375,313	3,424,851	-	-
Financial liabilities designated at fair value through profit or loss	A30g	2,791,822	2,821,784	-	-
Islamic derivative financial instruments		382,958	482,305	599	48,865
Amount due to conventional operations		163,232	163,356	163,232	163,356
Amount due to related company		405,843	419,945	293,416	310,807
Other liabilities		18,192,847	17,075,501	17,170,886	16,254,495
Lease liabilities		984	1,150	346	364
sold to Cagamas		2,816,348	2,822,998	-	-
Sukuk		4,508,397	1,009,474	-	-
Subordinated Sukuk		1,105,610	1,109,424	-	-
<b>Total liabilities</b>		<b>175,495,266</b>	<b>170,286,782</b>	<b>21,988,135</b>	<b>21,111,938</b>
<b>Equity</b>					
Ordinary share capital		1,000,000	1,000,000	-	-
Perpetual preference shares		350,000	350,000	-	-
Reserves		10,846,259	10,499,945	1,111,796	1,035,386
<b>Total equity</b>		<b>12,196,259</b>	<b>11,849,945</b>	<b>1,111,796</b>	<b>1,035,386</b>
<b>Total equity and liabilities</b>		<b>187,691,525</b>	<b>182,136,727</b>	<b>23,099,931</b>	<b>22,147,324</b>
<b>Restricted Agency Investment Account(*)</b>		<b>15,222,454</b>	<b>15,482,815</b>	<b>-</b>	<b>-</b>
<b>Total Islamic Banking Assets</b>		<b>202,913,979</b>	<b>197,619,542</b>	<b>23,099,931</b>	<b>22,147,324</b>

\* The disclosure is in accordance with the requirements of Bank Negara Malaysia's Guideline on Financial Reporting for Islamic Banking Institutions.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30(b) UNAUDITED CONSOLIDATED STATEMENT OF INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Group			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	1,420,106	1,288,742	1,420,106	1,288,742
Income derived from investment of investment accounts	308,586	237,389	308,586	237,389
Net income derived from investment of shareholders' funds	338,421	254,034	338,421	254,034
Modification loss	(1)	(7)	(1)	(7)
Expected credit losses made on financing, advances and other financing/loans	(112,869)	(33,124)	(112,869)	(33,124)
Expected credit losses for commitments and contingencies written back/(made)	8,977	(44,712)	8,977	(44,712)
Other expected credit losses and impairment allowances made	(21,506)	(840)	(21,506)	(840)
Total distributable income	1,941,714	1,701,482	1,941,714	1,701,482
Income attributable to depositors and others	(990,904)	(864,759)	(990,904)	(864,759)
Profit distributed to investment account holder	(214,666)	(155,557)	(214,666)	(155,557)
Total net income	736,144	681,166	736,144	681,166
Other operating expenses	(331,732)	(360,593)	(331,732)	(360,593)
Profit before taxation and zakat	404,412	320,573	404,412	320,573
Taxation and zakat	(86,066)	(72,872)	(86,066)	(72,872)
Profit for the financial period	318,346	247,701	318,346	247,701

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Group			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	318,346	247,701	318,346	247,701
Other comprehensive income/(expense):				
<i>Items that will not be reclassified to profit or loss</i>				
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	71	31	71	31
	71	31	71	31
<i>Items that may be reclassified to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	19,262	53,323	19,262	53,323
- Net gain from change in fair value	27,814	68,338	27,814	68,338
- Realised gain transferred to statement of income on disposal	(3,916)	(146)	(3,916)	(146)
- Changes in expected credit losses	938	792	938	792
- Income tax effects	(5,574)	(15,661)	(5,574)	(15,661)
Cash flow hedge	1,103	-	1,103	-
- Net gain from change in fair value	1,103	-	1,103	-
Exchange fluctuation reserve	7,270	12,271	7,270	12,271
	27,635	65,594	27,635	65,594
Other comprehensive income for the financial period, net of tax	27,706	65,625	27,706	65,625
<b>Total comprehensive income for the period</b>	<b>346,052</b>	<b>313,326</b>	<b>346,052</b>	<b>313,326</b>
Total net income	736,144	681,166	736,144	681,166
Add:				
Expected credit losses made on financing, advances and other financing/loans	112,869	33,124	112,869	33,124
Expected credit losses for commitments and contingencies (written back)/made	(8,977)	44,712	(8,977)	44,712
Other expected credit losses and impairment allowances made	21,506	840	21,506	840
	861,542	759,842	861,542	759,842
Elimination for transactions with conventional operations	(70,964)	(77,296)	(70,964)	(77,296)
Income from Islamic operations (per page 2)	932,506	837,138	932,506	837,138

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30(b) UNAUDITED STATEMENT OF INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Bank			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	68,921	63,415	68,921	63,415
Net income derived from investment of shareholders' funds	20,795	7,213	20,795	7,213
Expected credit losses made on financing, advances and other financing/loans	(6,840)	(1,699)	(6,840)	(1,699)
Expected credit losses for commitments and contingencies written back/(made)	656	(116)	656	(116)
Other expected credit losses and impairment allowances (made)/written back	(33)	255	(33)	255
	<u>83,499</u>	<u>69,068</u>	<u>83,499</u>	<u>69,068</u>
Total distributable income	83,499	69,068	83,499	69,068
Income attributable to depositors and others	(19,555)	(14,431)	(19,555)	(14,431)
	<u>63,944</u>	<u>54,637</u>	<u>63,944</u>	<u>54,637</u>
Total net income	63,944	54,637	63,944	54,637
Other operating expenses	306	(1,928)	306	(1,928)
	<u>64,250</u>	<u>52,709</u>	<u>64,250</u>	<u>52,709</u>
Profit for the financial period	64,250	52,709	64,250	52,709

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Bank			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	64,250	52,709	64,250	52,709
Other comprehensive income/(expense):				
<i>Items that may be reclassified to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	673	2,944	673	2,944
- Net gain from change in fair value	670	2,937	670	2,937
- Changes in expected credit losses	3	7	3	7
Cash flow hedge	1,103	-	1,103	-
- Net gain from change in fair value	1,103	-	1,103	-
Exchange fluctuation reserve	10,382	12,884	10,382	12,884
Other comprehensive income for the financial period, net of tax	12,158	15,828	12,158	15,828
	<u>76,408</u>	<u>68,537</u>	<u>76,408</u>	<u>68,537</u>
<b>Total comprehensive income for the period</b>	<b>76,408</b>	<b>68,537</b>	<b>76,408</b>	<b>68,537</b>
Total net income	63,944	54,637	63,944	54,637
Add:				
Expected credit losses made on financing, advances and other financing/loans	6,840	1,699	6,840	1,699
Expected credit losses for commitments and contingencies (written back)/made	(656)	116	(656)	116
Other expected credit losses and impairment allowances made/(written back)	33	(255)	33	(255)
Income from Islamic operations (per page 4)	<u>70,161</u>	<u>56,197</u>	<u>70,161</u>	<u>56,197</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS**

**i) By type and Shariah contract**

**The Group  
At 31 March 2024**

	Sale-based contracts					Lease-based contracts		Equity-based	Loan contract	Other	Total RM'000
	Murabahah RM'000	Bai' Bithaman Ajil	Bai' al-'inah	Bai' al-Dayn	Tawarruq	Muntahiah Bi al- Tamlik *	Al-Ijarah Thumma al-Bai #	Mudharabah	Qard	Ujrah	
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At amortised cost</b>											
Cash line^	-	83	219	-	1,659,952	-	-	-	6,780	-	1,667,034
Term financing											
- House financing	-	3,550,151	-	-	45,841,421	974,832	-	-	-	-	50,366,404
- Syndicated financing	-	-	-	-	1,989,263	-	-	-	-	-	1,989,263
- Hire purchase receivables	-	-	-	-	-	-	18,668,794	-	-	-	18,668,794
- Other term financing	90,639	726,435	990,413	-	44,318,750	30,420	-	-	-	-	46,156,657
Bills receivable	1,241,143	-	-	167,277	-	-	-	-	-	-	1,408,420
Islamic trust receipts	20,570	-	-	-	-	-	-	-	-	-	20,570
Claims on customers under acceptance credits	1,054,641	-	-	133,395	-	-	-	-	-	-	1,188,036
Staff financing	-	-	-	-	318,709	-	-	-	-	-	318,709
Revolving credits	-	-	-	-	7,609,655	-	-	-	-	-	7,609,655
Credit card receivables	-	-	-	-	-	-	-	-	-	345,655	345,655
Gross financing, advances and other financing/loans, at amortised cost	2,406,993	4,276,669	990,632	300,672	101,737,750	1,005,252	18,668,794	-	6,780	345,655	129,739,197
Fair value changes arising from fair value hedge											(838)
											129,738,359
Less: Expected credit losses											(1,826,911)
Net financing, advances and other financing/loans, at amortised cost											127,911,448
<b>At fair value through profit or loss</b>											
Term financing											
- Syndicated financing	-	-	-	-	201,000	-	-	-	-	-	201,000
Net financing, advances and other financing/loans, at fair value through profit or loss	-	-	-	-	201,000	-	-	-	-	-	201,000
<b>Net financing, advances and other financing/loans</b>											128,112,448

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

**i) By type and Shariah contract (Continued)**

The Group

At 31 December 2023

	Sale-based contracts				Lease-based contracts		Equity-based	Loan contract	Other	Total RM'000	
	Murabahah RM'000	Bai' Bithaman Ajil RM'000	Bai' al-'inah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Muntahiah Bi al- Tamluk * RM'000	Al-Ijarah Thumma al-Bai # RM'000	Mudharabah RM'000	Qard RM'000		Ujrah RM'000
<b>At amortised cost</b>											
Cash line^	-	100	157	-	1,600,559	-	-	-	11,639	-	1,612,455
Term financing											
- House financing	-	3,646,653	-	-	43,691,549	995,640	-	-	-	-	48,333,842
- Syndicated financing	-	-	-	-	2,050,549	-	-	-	-	-	2,050,549
- Hire purchase receivables	-	-	-	-	-	-	17,998,019	-	-	-	17,998,019
- Other term financing	87,492	757,895	1,058,383	-	43,777,685	32,457	-	-	-	-	45,713,912
Bills receivable	1,069,061	-	-	231,498	-	-	-	-	-	-	1,300,559
Islamic trust receipts	21,065	-	-	-	-	-	-	-	-	-	21,065
Claims on customers under acceptance credits	1,101,828	-	-	124,175	-	-	-	-	-	-	1,226,003
Staff financing	-	-	-	-	310,822	-	-	-	-	-	310,822
Revolving credits	-	-	-	-	7,503,537	-	-	-	-	-	7,503,537
Credit card receivables	-	-	-	-	-	-	-	-	-	302,377	302,377
Gross financing, advances and other financing/loans, at amortised cost	2,279,446	4,404,648	1,058,540	355,673	98,934,701	1,028,097	17,998,019	-	11,639	302,377	126,373,140
Fair value changes arising from fair value hedge											(934)
											126,372,206
Less: Expected credit losses											(1,734,738)
Net financing, advances and other financing/loans, at amortised cost											124,637,468
<b>At fair value through profit or loss</b>											
Term financing											
- Syndicated financing	-	-	-	-	274,133	-	-	-	-	-	274,133
Net financing, advances and other financing/loans, at fair value through profit or loss	-	-	-	-	274,133	-	-	-	-	-	274,133
<b>Net financing, advances and other financing/loans</b>											124,911,601

^ Includes current account in excess

\* CIMB Islamic is the beneficial owner of the asset. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

# CIMB Islamic is the owner of the asset. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

**i) By type and Shariah contract (Continued)**

**The Bank**  
**At 31 March 2024**

At amortised cost	Sale-based contracts			Equity-based contracts	Total RM'000
	Murabahah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Mudharabah RM'000	
Cash line <sup>^</sup>	-	-	114	-	114
Term financing					
- Syndicated financing	-	-	-	-	-
- Other term financing	90,639	-	3,030,628	-	3,121,267
Bills receivable	-	137,820	-	-	137,820
Islamic trust receipts	-	-	-	-	-
Revolving credits	-	-	142,743	-	142,743
Gross financing, advances and other financing/loans, at amortised cost	90,639	137,820	3,173,485	-	3,401,944
Fair value changes arising from fair value hedges					-
					3,401,944
Less: Expected credit losses					(49,151)
<b>Net financing, advances and other financing/loans</b>					<b>3,352,793</b>

<sup>^</sup> Includes current account in excess

**The Bank**  
**At 31 December 2023**

At amortised cost	Sale-based contracts			Equity-based contracts	Total RM'000
	Murabahah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Mudharabah RM'000	
Cash line <sup>^</sup>	-	-	407	-	407
Term financing					
- Other term financing	87,492	-	2,864,862	-	2,952,354
Bills receivable	-	210,481	-	-	210,481
Revolving credits	-	-	316,752	-	316,752
Gross financing, advances and other financing/loans, at amortised cost	87,492	210,481	3,182,021	-	3,479,994
Fair value changes arising from fair value hedge					-
					3,479,994
Less: Expected credit losses					(44,880)
<b>Net financing, advances and other financing/loans</b>					<b>3,435,114</b>

<sup>^</sup> Includes current account in excess

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Gross financing, advances and other financing/loans				
- At amortised cost	129,739,197	126,373,140	3,401,944	3,479,994
- At fair value through profit or loss	201,000	274,133	-	-
	<b>129,940,197</b>	<b>126,647,273</b>	<b>3,401,944</b>	<b>3,479,994</b>

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

#### **A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

a) During the financial period, the Group has undertaken fair value hedges on the profit rate risk of RM32,908,000 (2023: RM36,682,000) financing using Islamic profit rate swaps.

b) Included in financing, advances and other financing/loans are exposures to Restricted Profit Sharing Investment Accounts ("RPSIA"), as part of an arrangement between CIMB Islamic Bank Berhad and CIMB Bank Berhad. CIMB Bank Berhad is exposed to risks and rewards on RPSIA financing and will account for expected credit losses for financing arising thereon.

As at 31 March 2024, the gross exposure and expected credit losses relating to RPSIA financing are RM3,376,213,000 (2023: RM3,425,929,000) and RM407,000 (2023: RM415,000) respectively.

c) Movement of Qard financing

	The Group	
	31 Mar 2024	31 Dec 2023
	RM'000	RM'000
As at 1 January	11,639	12,917
New disbursement	1,423	6,252
Repayment	(6,282)	(7,530)
As at 31 March/31 December	<u>6,780</u>	<u>11,639</u>
Sources of Qard fund:		
Depositors' fund	6,288	10,825
Shareholders' fund	492	814
	<u>6,780</u>	<u>11,639</u>
Uses of Qard fund:		
Personal use	1,188	5,410
Business purpose	5,592	6,229
	<u>6,780</u>	<u>11,639</u>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

(v) Movements in the expected credit losses for financing, advances and other financing/loans are as follows:

Expected credit losses movement of financing, advances and other financing/loans at amortised cost:

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2024</b>	<b>781,017</b>	<b>380,501</b>	<b>573,220</b>	<b>1,734,738</b>
Changes in expected credit losses due to transferred within stages:	37,042	(19,840)	(17,202)	-
Transferred to Stage 1	86,541	(81,256)	(5,285)	-
Transferred to Stage 2	(49,446)	140,711	(91,265)	-
Transferred to Stage 3	(53)	(79,295)	79,348	-
<b>Total charge to Statement of Income:</b>	<b>(11,724)</b>	<b>47,696</b>	<b>102,134</b>	<b>138,106</b>
New financial assets originated	28,174	1,095	772	30,041
Financial assets that have been derecognised	(17,840)	(9,858)	-	(27,698)
Writeback in respect of full recoveries	-	-	(8,471)	(8,471)
Change in credit risk	(22,058)	56,459	109,833	144,234
Write-offs	-	(4)	(53,591)	(53,595)
Exchange fluctuation	85	313	420	818
Other movements	28	199	6,617	6,844
<b>At 31 March 2024</b>	<b>806,448</b>	<b>408,865</b>	<b>611,598</b>	<b>1,826,911</b>

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2023</b>	<b>166,945</b>	<b>893,360</b>	<b>442,228</b>	<b>1,502,533</b>
Changes in expected credit losses due to transferred within stages:	665,186	(586,530)	(78,656)	-
Transferred to Stage 1	830,582	(804,974)	(25,608)	-
Transferred to Stage 2	(158,404)	572,408	(414,004)	-
Transferred to Stage 3	(6,992)	(353,964)	360,956	-
<b>Total charge to Statement of Income:</b>	<b>(51,490)</b>	<b>73,653</b>	<b>478,403</b>	<b>500,566</b>
New financial assets originated	94,042	2,995	22,062	119,099
Financial assets that have been derecognised	(53,357)	(31,812)	-	(85,169)
Writeback in respect of full recoveries	-	-	(39,614)	(39,614)
Change in credit risk	(92,175)	102,470	495,955	506,250
Write-offs	-	-	(292,713)	(292,713)
Exchange fluctuation	398	140	(832)	(294)
Other movements	(22)	(122)	24,790	24,646
<b>At 31 December 2023</b>	<b>781,017</b>	<b>380,501</b>	<b>573,220</b>	<b>1,734,738</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

(v) Movements in the expected credit losses for financing, advances and other financing/loans are as follows:

Expected credit losses movement of financing, advances and other financing/loans at amortised cost:

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	8,908	12,338	23,634	44,880
<b>Total charge to Statement of Income:</b>	197	1,375	5,302	6,874
Change in credit risk	197	1,375	5,302	6,874
Write-offs	-	-	(3,388)	(3,388)
Exchange fluctuation	53	311	421	785
<b>At 31 March 2024</b>	<b>9,158</b>	<b>14,024</b>	<b>25,969</b>	<b>49,151</b>

<b>The Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	3,698	562	10,619	14,879
Changes in expected credit losses due to transfer within stages:				
Transferred to Stage 2	(170)	170	-	-
<b>Total charge to Statement of Income:</b>	5,029	11,480	25,576	42,085
Change in credit risk	5,029	11,480	25,576	42,085
Write-offs	-	-	(11,730)	(11,730)
Exchange fluctuation	351	126	(831)	(354)
<b>At 31 December 2023</b>	<b>8,908</b>	<b>12,338</b>	<b>23,634</b>	<b>44,880</b>

**PART A - EXPLANATORY NOTES (CONTINUED)****A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)****A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

Gross carrying amount movement of financing, advances and other financing/loans at amortised cost classified as credit impaired:

	<b>The Group</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>1,801,259</b>	<b>1,801,259</b>
Transfer within stages	82,188	82,188
New financial assets originated	2,045	2,045
Write-offs	(53,591)	(53,591)
Amount fully recovered	(28,959)	(28,959)
Other changes in financing, advances and other financing/loans	(5,749)	(5,749)
Exchange fluctuation	154	154
<b>At 31 March 2024</b>	<b>1,797,347</b>	<b>1,797,347</b>

	<b>The Group</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>1,428,581</b>	<b>1,428,581</b>
Transfer within stages	721,313	721,313
New financial assets originated	34,616	34,616
Write-offs	(292,713)	(292,713)
Amount fully recovered	(112,071)	(112,071)
Other changes in financing, advances and other financing/loans	20,368	20,368
Exchange fluctuation	1,165	1,165
<b>At 31 December 2023</b>	<b>1,801,259</b>	<b>1,801,259</b>

	<b>The Group</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
Ratio of credit impaired financing, advances and other financing/loans to total financing, advances and other financing/loans	<b>1.38%</b>	<b>1.42%</b>

**PART A - EXPLANATORY NOTES (CONTINUED)**

**A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

**A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)**

Gross carrying amount movement of financing, advances and other financing/loans at amortised cost classified as credit impaired:

	<b>The Bank</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	<b>25,384</b>	<b>25,384</b>
Transfer within stages	2,518	2,518
Write-offs	(3,388)	(3,388)
Amount recovered	(166)	(166)
Other changes in financing, advances and other financing/loans	3,369	3,369
Exchange fluctuation	154	154
<b>At 31 March 2024</b>	<b>27,871</b>	<b>27,871</b>

	<b>The Bank</b>	
	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2023</b>	<b>19,244</b>	<b>19,244</b>
Transfer within stages	4,234	4,234
Write-offs	(11,730)	(11,730)
Other changes in financing, advances and other financing/loans	12,471	12,471
Exchange fluctuation	1,165	1,165
<b>At 31 December 2023</b>	<b>25,384</b>	<b>25,384</b>

	<b>The Bank</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
Ratio of credit impaired financing, advances and other financing/loans to total financing, advances and other financing/loans	<b>0.82%</b>	<b>0.73%</b>

**PART A - EXPLANATORY NOTES (CONTINUED)****A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)****A30c FINANCING, ADVANCES AND OTHER FINANCING/LOANS (CONTINUED)****ii) By geographical distribution**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Malaysia	126,539,120	123,168,209	867	930
Indonesia	339	362	339	362
Singapore	3,154,718	3,166,887	3,154,718	3,166,887
China	91	136,403	91	136,403
Other countries	245,929	175,412	245,929	175,412
	<b>129,940,197</b>	<b>126,647,273</b>	<b>3,401,944</b>	<b>3,479,994</b>

**iii) By economic sector**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Primary agriculture	4,196,775	4,210,205	12,378	136,249
Mining and quarrying	658,142	663,193	48,015	46,709
Manufacturing	5,075,335	4,843,135	317,794	248,234
Electricity, gas and water supply	1,505,411	1,528,568	1,248	1,294
Construction	4,238,346	3,972,075	294,303	263,339
Transport, storage and communications	3,484,363	3,704,396	67,341	45,653
Education, health and others	2,802,940	2,719,435	-	-
Wholesale and retail trade, and restaurants and hotels	8,969,133	8,021,243	629,199	622,965
Finance, insurance/takaful, real estate and business activities	12,169,678	11,941,816	1,404,375	1,484,089
Household	86,611,386	84,849,628	408,600	448,332
Others	228,688	193,579	218,691	183,130
	<b>129,940,197</b>	<b>126,647,273</b>	<b>3,401,944</b>	<b>3,479,994</b>

**iv) Credit impaired financing, advances and other financing/loans by geographical distribution**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Malaysia	1,769,562	1,775,877	86	-
Singapore	27,714	25,382	27,714	25,384
Other countries	71	-	71	-
	<b>1,797,347</b>	<b>1,801,259</b>	<b>27,871</b>	<b>25,384</b>

**v) Credit impaired financing, advances and other financing/loans by economic sector**

	The Group		The Bank	
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Primary agriculture	12,916	12,600	-	-
Mining and quarrying	1	1	-	-
Manufacturing	20,881	20,734	-	662
Electricity, gas and water supply	1	1	-	-
Construction	75,513	59,876	-	-
Transport, storage and communications	10,915	8,849	1,219	458
Education, health and others	19,850	17,941	-	-
Wholesale and retail trade, and restaurants and hotels	189,119	177,244	1,025	1,655
Finance, insurance/takaful, real estate and business activities	94,131	77,873	-	1,459
Household	1,372,686	1,426,064	24,651	21,150
Others	1,334	76	976	-
	<b>1,797,347</b>	<b>1,801,259</b>	<b>27,871</b>	<b>25,384</b>

**PART A - EXPLANATORY NOTES (CONTINUED)****A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)****A30d DEPOSITS FROM CUSTOMERS**

	<b>The Group</b>		<b>The Bank</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>(i) By type of deposits</b>				
Savings deposit				
Commodity Murabahah (via Tawarruq arrangement)*	<b>10,622,489</b>	9,794,398	<b>826,587</b>	850,090
Demand deposit				
Wadiah	-	-	-	-
Qard	<b>18,380,044</b>	19,649,152	<b>48,527</b>	11,565
Commodity Murabahah (via Tawarruq arrangement)*	<b>4,478,208</b>	4,467,245	<b>2,449,585</b>	2,481,103
Term deposit				
Commodity Murabahah Deposits-i (via Tawarruq arrangement)	<b>53,235,034</b>	50,768,984	<b>583,697</b>	602,107
Fixed Deposits-i (via Tawarruq arrangement)*	<b>28,623,196</b>	29,761,063	<b>414,547</b>	366,192
Negotiable Islamic Debt Certificate (NIDC)				
Hybrid (Bai Bithamin Ajil (BBA) and Bai al-Dayn)	<b>499,291</b>	495,669	-	-
Specific investment account				
Mudharabah	<b>25,047</b>	25,160	-	-
Others - Qard	<b>207,106</b>	181,130	-	-
	<b>116,070,415</b>	115,142,801	<b>4,322,943</b>	4,311,057

\*Included Qard contract of the Group and of the Bank of RM3,519,646,000 and RM3,518,363,000 (2023: RM4,424,360,000 and RM3,534,236,000) respectively.

**(ii) By maturity structures of term deposits and investment account**

	<b>The Group</b>		<b>The Bank</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Due within six months	<b>66,130,188</b>	64,627,200	<b>852,523</b>	867,557
Six months to less than one year	<b>15,078,330</b>	15,372,827	<b>145,175</b>	100,742
One year to less than three years	<b>288,223</b>	173,634	<b>546</b>	-
Three years to less than five years	<b>875,441</b>	866,737	-	-
Five years and more	<b>10,386</b>	10,478	-	-
	<b>82,382,568</b>	81,050,876	<b>998,244</b>	968,299

## **PART A - EXPLANATORY NOTES (CONTINUED)**

### **A30. OPERATIONS OF ISLAMIC BANKING (CONTINUED)**

#### **A30d DEPOSITS FROM CUSTOMERS (CONTINUED)**

##### **(iii) By type of customer**

	<b>The Group</b>		<b>The Bank</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Government and statutory bodies	<b>6,695,342</b>	7,469,648	<b>151</b>	126
Business enterprises	<b>46,851,612</b>	46,499,861	<b>2,828,511</b>	2,842,053
Individuals	<b>33,121,489</b>	33,367,907	<b>1,319,061</b>	1,293,350
Others	<b>29,401,972</b>	27,805,385	<b>175,220</b>	175,528
	<b><u>116,070,415</u></b>	<u>115,142,801</u>	<b><u>4,322,943</u></b>	<u>4,311,057</u>

#### **A30e INVESTMENT ACCOUNTS OF CUSTOMERS**

	<b>The Group</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Unrestricted investment accounts (Mudharabah)		
-without maturity		
Special Mudharabah Investment Account	<b>1,735,980</b>	1,665,728
Saving Mudharabah	<b>36,485</b>	17,698
-with maturity		
Term Investment Account-i	<b>17,541,152</b>	16,659,812
Unrestricted investment accounts (Wakalah)		
-without maturity		
Daily Investment Account-i	<b>76,164</b>	48,300
Restricted investment accounts (Mudharabah)		
-with maturity		
Restricted Profit Sharing Investment Account (RPSIA)	<b>624,295</b>	592,587
	<b><u>20,014,076</u></b>	<u>18,984,125</u>

The underlying assets for the investments are hire purchase, house financing, other term financing and marketable securities.

#### **A30f INVESTMENT ACCOUNTS DUE TO DESIGNATED FINANCIAL INSTITUTIONS**

	<b>The Group</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Restricted investment accounts		
Mudharabah	<b>3,375,313</b>	3,424,851
By type of counterparty		
Licensed banks	<b>3,375,313</b>	3,424,851

The underlying assets for the investments are deposit placement with financial institutions, syndicated term financing, revolving credit and other term financing.

#### **A30g FINANCIAL LIABILITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>The Group</b>	
	<b>31 Mar 2024</b>	<b>31 Dec 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits from customers - structured investments	<b>2,791,822</b>	2,821,784

The Group has issued structured investments, and has designated them at fair value in accordance with MFRS9. The Group has the ability to do this when designating these instruments at fair value reduces an accounting mismatch, is managed by the Group on the basis of its fair value, or includes terms that have substantive derivative characteristics.

The carrying amount of the financial liabilities designated at fair value of the Group as at 31 March 2024 is RM94,964,000 (2023: RM75,260,000) lower than the contractual amount at maturity. The fair value changes of the financial liabilities that are attributable to the changes in own credit risk are not significant.

## PART B

### B1. GROUP PERFORMANCE REVIEW

The Group registered a pre-tax profit of RM1,893.7 million for the three months period ended 31 March 2024, an increase of 13.1% as compared to the pre-tax profit of RM1,674.2 million reported in the previous corresponding period. The Group's net profit (attributable to the owners of the Parent) increased by 17.2% to RM1,458.8 million, equivalent to net earnings per share (sen) of 22.36.

The Group's year-on-year increase in earnings was mainly contributed by the increase in net interest income, net non-interest income and net income from Islamic Banking Operations by RM159.9 million, RM274.5 million and RM95.4 million respectively. The increase is also attributed by the write back of expected credit losses on commitment and contingencies of RM14.9 million, as opposed to expected credit losses made of RM69.7 million in the previous corresponding period.

This is however offset by higher overhead by RM192.5 million, and higher expected credit losses on loans, advances and financing and other expected credit losses by RM190.5 million and RM50.1 million respectively .

The Group's gross loans, advances and financing grew by 0.5% to RM377.3 billion while deposits from customers increase by 1.3% to RM407.2 billion, as compared to 31 December 2023.

The Group's Common Equity Tier 1 ratio as at 31 March 2024 stood at 14.842% as compared to 14.795% as at 31 December 2023.

### B2. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

The Bank maintains its cautious outlook for the year given the global economic headwinds with escalating geopolitical tensions, likelihood of prolonged elevated interest rates and continued competitive deposit and loan environment in Malaysia and regionally. The Bank remains focused on executing its Forward23+ Strategic Plan with emphasis on strengthening its deposit and CASA franchise, Net Interest Margin (NIM) management, driving Net Non-Interest Income (NOII) expansion as well as continued focus on digital and operational resilience, whilst affirming our leadership on the sustainability front. Barring unforeseen circumstances, the Bank is cautiously optimistic of an improved financial performance in 2024 on the back of operating income growth, contained cost escalation, strengthened credit risk and asset quality management.

### B3. COMPUTATION OF EARNINGS PER SHARE (EPS)

#### a) Basic EPS

The Group and Bank basic EPS is calculated by dividing the net profit for the financial period after non-controlling interests by the weighted average number of ordinary shares in issue during the financial period.

	The Group			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
Net profit for the financial period after non-controlling interests (RM'000)	<b>1,458,776</b>	1,245,181	<b>1,458,776</b>	1,245,181
Weighted average number of ordinary shares in issue ( '000)	<b>6,525,061</b>	6,482,932	<b>6,525,061</b>	6,482,932
Basic earnings per share (expressed in sen per share)	<b>22.36</b>	19.21	<b>22.36</b>	19.21

	The Bank			
	1st Quarter Ended		Three Months Ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
Net profit for the financial period (RM'000)	<b>1,056,792</b>	1,022,182	<b>1,056,792</b>	1,022,182
Weighted average number of ordinary shares in issue ( '000)	<b>6,525,061</b>	6,482,932	<b>6,525,061</b>	6,482,932
Basic earnings per share (expressed in sen per share)	<b>16.20</b>	15.77	<b>16.20</b>	15.77

#### b) Diluted EPS

There were no dilutive potential ordinary shares outstanding as at 31 March 2024 and 31 March 2023.