

**CIMB ISLAMIC BANK BERHAD**  
**Registration No: 200401032872 (671380-H)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2024**

	Note	The Group		The Bank	
		31 March	31 December	31 March	31 December
		2024	2023	2024	2023
		RM'000	RM'000	RM'000	RM'000
<b>ASSETS</b>					
Cash and short term funds	A6	8,393,596	10,517,811	8,393,596	10,517,811
Reverse Collateralised Commodity Murabahah		705,197	700,067	705,197	700,067
Deposits and placements with banks and other financial institutions	A6	-	138,065	-	138,065
Financial investments at fair value through profit or loss	A7	5,996,225	3,754,473	5,996,225	3,754,473
Debt instruments at fair value through other comprehensive income	A8	6,306,092	5,362,764	6,306,092	5,362,764
Debt instruments at amortised cost	A9	14,415,837	13,995,085	14,415,837	13,995,085
Islamic derivative financial instruments	A27(i)	345,122	357,161	345,122	357,161
Financing, advances and other financing/loans	A10	124,759,655	121,476,487	124,759,655	121,476,487
Other assets	A11	914,984	349,993	914,984	349,993
Amount due from holding company and ultimate holding company		649,715	635,013	649,715	635,013
Amount due from related companies		7	40	7	40
Tax recoverable		120,990	84,999	120,990	84,999
Deferred taxation		289,548	282,971	289,548	282,971
Statutory deposits with Bank Negara Malaysia		1,898,550	1,870,210	1,898,550	1,870,210
Investment in subsidiaries		-	-	11	11
Property, plant and equipment		461	503	461	503
Right-of-use assets		427	569	427	569
Intangible assets		3,100	3,550	3,100	3,550
Goodwill		136,000	136,000	136,000	136,000
<b>TOTAL ASSETS</b>		<b>164,935,506</b>	<b>159,665,761</b>	<b>164,935,517</b>	<b>159,665,772</b>
<b>LIABILITIES AND EQUITY</b>					
Deposits from customers	A12	111,747,471	110,831,744	111,747,471	110,831,744
Investment accounts of customers	A13	20,014,076	18,984,125	20,014,076	18,984,125
Deposits and placements of banks and other financial institutions	A14	4,751,700	5,533,506	4,751,700	5,533,506
Collateralised Commodity Murabahah		2,503,116	2,229,121	2,503,116	2,229,121
Investment accounts due to designated financial institutions	A15	3,375,313	3,424,851	3,375,313	3,424,851
Financial liabilities designated at fair value through profit or loss	A16	2,791,822	2,821,784	2,791,822	2,821,784
Islamic derivative financial instruments	A27(i)	382,359	433,440	382,359	433,440
Amount due to subsidiaries		-	-	46	46
Amount due to related companies		1,153	976	1,153	976
Other liabilities	A17	1,019,035	818,080	1,019,035	818,080
Lease liabilities		638	786	638	786
Recourse obligation on loans and financing sold to Cagamas		2,816,348	2,822,998	2,816,348	2,822,998
Senior Sukuk		4,508,397	1,009,474	4,508,397	1,009,474
Subordinated Sukuk		1,105,610	1,109,424	1,105,610	1,109,424
<b>TOTAL LIABILITIES</b>		<b>155,017,038</b>	<b>150,020,309</b>	<b>155,017,084</b>	<b>150,020,355</b>
<b>EQUITY</b>					
<b>Capital and reserves attributable to owners of the Parent</b>					
Ordinary share capital		1,000,000	1,000,000	1,000,000	1,000,000
Reserves		8,568,468	8,295,452	8,568,433	8,295,417
		9,568,468	9,295,452	9,568,433	9,295,417
Perpetual preference shares		350,000	350,000	350,000	350,000
<b>TOTAL EQUITY</b>		<b>9,918,468</b>	<b>9,645,452</b>	<b>9,918,433</b>	<b>9,645,417</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>164,935,506</b>	<b>159,665,761</b>	<b>164,935,517</b>	<b>159,665,772</b>
<b>RESTRICTED AGENCY INVESTMENT ACCOUNT (*)</b>	A29	<b>15,222,454</b>	<b>15,482,815</b>	<b>15,222,454</b>	<b>15,482,815</b>
<b>TOTAL ISLAMIC BANKING ASSET</b>		<b>180,157,960</b>	<b>175,148,576</b>	<b>180,157,971</b>	<b>175,148,587</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	A27(ii)	<b>76,849,889</b>	<b>68,795,415</b>	<b>76,849,889</b>	<b>68,795,415</b>
<b>Net assets per ordinary share attributable to owners of the Parent (RM)</b>		<b>9.57</b>	<b>9.30</b>	<b>9.57</b>	<b>9.30</b>

\* The disclosure is in accordance with the requirements of Bank Negara Malaysia guideline on Financial Reporting for Islamic Banking Institutions.  
The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

**CIMB ISLAMIC BANK BERHAD**  
*Registration No: 200401032872 (671380-H)*  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF INCOME**  
**FOR THE FINANCIAL PERIOD 31 MARCH 2024**

	Note	The Group and the Bank			
		1st Quarter Ended		Three Months Ended	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Income derived from investment of depositors' funds and others	A18	1,351,184	1,225,330	1,351,184	1,225,330
Income derived from investment of investment account	A19	308,586	237,388	308,586	237,388
Income derived from investment of shareholder's funds	A20	317,627	246,819	317,627	246,819
Modification loss	A21	(1)	(7)	(1)	(7)
Expected credit losses on financing, advances and other financing/loans	A22(a)	(106,029)	(31,425)	(106,029)	(31,425)
Expected credit losses written back/(made) for commitments and contingencies		8,321	(44,596)	8,321	(44,596)
Other expected credit losses made	A22(b)	(21,473)	(1,095)	(21,473)	(1,095)
<b>Total distributable income</b>		<b>1,858,215</b>	1,632,414	<b>1,858,215</b>	1,632,414
Income attributable to depositors and others	A23	(971,349)	(850,328)	(971,349)	(850,328)
Profit distributed to investment account holder	A24	(214,666)	(155,557)	(214,666)	(155,557)
<b>Total net income</b>		<b>672,200</b>	626,529	<b>672,200</b>	626,529
Personnel expenses	A25	(8,298)	(7,627)	(8,298)	(7,627)
Other overheads and expenditures	A26	(323,741)	(351,038)	(323,741)	(351,038)
<b>Profit before taxation and zakat</b>		<b>340,161</b>	267,864	<b>340,161</b>	267,864
Taxation		(86,066)	(72,872)	(86,066)	(72,872)
<b>Profit for the financial period</b>		<b>254,095</b>	194,992	<b>254,095</b>	194,992
Earnings per share (sen)	B3	25.41	19.50	25.41	19.50

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**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD 31 MARCH 2024**

	The Group and the Bank			
	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the financial period</b>	<b>254,095</b>	194,992	<b>254,095</b>	194,992
<b>Other comprehensive income/(expense):</b>				
<i>Items that will not 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	71	11,324	71	11,324
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	<b>18,588</b>	50,378	<b>18,588</b>	50,378
- Net gain from change in fair value	<b>27,144</b>	65,401	<b>27,144</b>	65,401
- Realised gain transferred to statement of income on disposal	<b>(3,917)</b>	(147)	<b>(3,917)</b>	(147)
- Changes in expected credit losses	<b>935</b>	785	<b>935</b>	785
- Income tax effects	<b>(5,574)</b>	(15,661)	<b>(5,574)</b>	(15,661)
Other comprehensive income for the period, net of tax	<b>18,659</b>	61,702	<b>18,659</b>	61,702
<b>Total comprehensive income for the financial period</b>	<b>272,754</b>	256,694	<b>272,754</b>	256,694

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

**CIMB ISLAMIC BANK BERHAD**  
*Registration No: 200401032872 (671380-H)*  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

← Attributable to owners of the Parent →

<b>The Group</b>	<b>Ordinary share capital RM'000</b>	<b>Fair value reserve- debt instruments at fair value through other comprehensive income RM'000</b>	<b>Merger reserve RM'000</b>	<b>Capital reserve RM'000</b>	<b>Regulatory reserve* RM'000</b>	<b>Own credit risk reserve RM'000</b>	<b>Capital contribution by Ultimate Holding Company RM'000</b>	<b>Retained earnings RM'000</b>	<b>Total RM'000</b>	<b>Perpetual preference shares RM'000</b>	<b>Total Equity RM'000</b>
<b>31 March 2024</b>											
<b>At 1 January 2024</b>	<b>1,000,000</b>	<b>(54,640)</b>	<b>(2,457)</b>	<b>458</b>	<b>210,633</b>	<b>(477)</b>	<b>4,212</b>	<b>8,137,723</b>	<b>9,295,452</b>	<b>350,000</b>	<b>9,645,452</b>
Profit for the financial period	-	-	-	-	-	-	-	<b>254,095</b>	<b>254,095</b>	-	<b>254,095</b>
Other comprehensive income (net of tax)	-	<b>18,588</b>	-	-	-	<b>71</b>	-	-	<b>18,659</b>	-	<b>18,659</b>
- debt instruments at fair value through other comprehensive income	-	<b>18,588</b>	-	-	-	-	-	-	<b>18,588</b>	-	<b>18,588</b>
- fair value changes on financial liabilities designated	-	-	-	-	-	<b>71</b>	-	-	<b>71</b>	-	<b>71</b>
Total comprehensive income for the financial period	-	<b>18,588</b>	-	-	-	<b>71</b>	-	<b>254,095</b>	<b>272,754</b>	-	<b>272,754</b>
Share-based payment expense	-	-	-	-	-	-	<b>262</b>	-	<b>262</b>	-	<b>262</b>
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	<b>262</b>	-	<b>262</b>	-	<b>262</b>
Transfer from regulatory reserve	-	-	-	-	<b>(36,037)</b>	-	-	<b>36,037</b>	-	-	-
<b>At 31 March 2024</b>	<b>1,000,000</b>	<b>(36,052)</b>	<b>(2,457)</b>	<b>458</b>	<b>174,596</b>	<b>(406)</b>	<b>4,474</b>	<b>8,427,855</b>	<b>9,568,468</b>	<b>350,000</b>	<b>9,918,468</b>

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

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

← Attributable to owners of the Parent →

<b>The Group</b>	<b>Ordinary share capital RM'000</b>	<b>Fair value reserve- debt instruments at fair value through other comprehensive income RM'000</b>	<b>Merger reserve RM'000</b>	<b>Capital reserve RM'000</b>	<b>Regulatory reserve * RM'000</b>	<b>Own credit risk reserve RM'000</b>	<b>Share-based payment reserve RM'001</b>	<b>Capital contribution by Ultimate Holding Company RM'000</b>	<b>Retained earnings RM'000</b>	<b>Total RM'000</b>	<b>Perpetual preference shares RM'000</b>	<b>Total Equity RM'000</b>
<b>31 March 2023</b>												
<b>At 1 January 2023</b>	1,000,000	(150,405)	(2,457)	458	184,715	112	22	2,514	7,271,332	8,306,291	350,000	8,656,291
Profit for the financial period	-	-	-	-	-	-	-	-	194,992	194,992	-	194,992
Other comprehensive expense (net of tax)	-	50,378	-	-	-	11,324	-	-	-	61,702	-	61,702
- debt instruments at fair value through other comprehensive income	-	50,378	-	-	-	-	-	-	-	50,378	-	50,378
- fair value changes on financial liabilities designated	-	-	-	-	-	11,324	-	-	-	11,324	-	11,324
Total comprehensive income for the financial period	-	50,378	-	-	-	11,324	-	-	194,992	256,694	-	256,694
Share-based payment expense	-	-	-	-	-	-	3	425	-	428	-	428
Shares released under Equity Ownership Plan	-	-	-	-	-	-	(14)	-	-	(14)	-	(14)
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	(11)	425	-	414	-	414
Transfer from regulatory reserve	-	-	-	-	(35,871)	-	-	-	35,871	-	-	-
<b>At 31 March 2023</b>	<b>1,000,000</b>	<b>(100,027)</b>	<b>(2,457)</b>	<b>458</b>	<b>148,844</b>	<b>11,436</b>	<b>11</b>	<b>2,939</b>	<b>7,502,195</b>	<b>8,563,399</b>	<b>350,000</b>	<b>8,913,399</b>

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

← Non-distributable → Distributable

The Bank	Ordinary share capital RM'000	Fair value reserve-debt instruments at fair value through other comprehensive income RM'000	Merger reserve RM'000	Capital reserve RM'000	Regulatory reserve* RM'000	Own credit risk reserve RM'001	Capital contribution by Ultimate Holding Company RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Total Equity RM'000
<b>31 March 2024</b>											
<b>At 1 January 2024</b>	1,000,000	(54,640)	(2,457)	458	210,633	(477)	4,212	8,137,688	9,295,417	350,000	9,645,417
Profit for the financial period	-	-	-	-	-	-	-	254,095	254,095	-	254,095
Other comprehensive income (net of tax)	-	18,588	-	-	-	71	-	-	18,659	-	18,659
- debt instruments at fair value through other comprehensive income	-	18,588	-	-	-	-	-	-	18,588	-	18,588
- fair value changes on financial liabilities designated at fair value attributable to own credit risk	-	-	-	-	-	71	-	-	71	-	71
Total comprehensive income for the financial period	-	18,588	-	-	-	71	-	254,095	272,754	-	272,754
Share-based payment expense	-	-	-	-	-	-	262	-	262	-	262
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	262	-	262	-	262
Transfer from regulatory reserve	-	-	-	-	(36,037)	-	-	36,037	-	-	-
<b>At 31 March 2024</b>	<b>1,000,000</b>	<b>(36,052)</b>	<b>(2,457)</b>	<b>458</b>	<b>174,596</b>	<b>(406)</b>	<b>4,474</b>	<b>8,427,820</b>	<b>9,568,433</b>	<b>350,000</b>	<b>9,918,433</b>

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

The Bank	← Non-distributable						→ Distributable					
	Ordinary share capital RM'000	Fair value reserve-debt instruments at fair value through other comprehensive income RM'000	Merger reserve RM'000	Capital reserve RM'000	Regulatory reserve * RM'000	Own credit risk reserve RM'000	Share-based payment reserve RM'001	Capital contribution by Ultimate Holding Company RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Total Equity RM'000
<b>31 March 2023</b>												
<b>At 1 January 2022</b>	1,000,000	(150,405)	(2,457)	458	184,715	112	22	2,514	7,271,297	8,306,256	350,000	8,656,256
Profit for the financial period	-	-	-	-	-	-	-	-	194,992	194,992	-	194,992
Other comprehensive expense (net of tax)	-	50,378	-	-	-	11,324	-	-	-	61,702	-	61,702
- debt instruments at fair value through other comprehensive income	-	50,378	-	-	-	-	-	-	-	50,378	-	50,378
- fair value changes on financial liabilities designated at fair value attributable to own credit risk	-	-	-	-	-	11,324	-	-	-	11,324	-	11,324
Total comprehensive income for the financial period	-	50,378	-	-	-	11,324	-	-	194,992	256,694	-	256,694
Share-based payment expense	-	-	-	-	-	-	3	425	-	428	-	428
Shares released under Equity Ownership Plan	-	-	-	-	-	-	(14)	-	-	(14)	-	(14)
Total transactions with owners recognised directly in equity	-	-	-	-	-	-	(11)	425	-	414	-	414
Transfer from regulatory reserve	-	-	-	-	(35,871)	-	-	-	35,871	-	-	-
<b>At 31 March 2023</b>	<b>1,000,000</b>	<b>(100,027)</b>	<b>(2,457)</b>	<b>458</b>	<b>148,844</b>	<b>11,436</b>	<b>11</b>	<b>2,939</b>	<b>7,502,160</b>	<b>8,563,364</b>	<b>350,000</b>	<b>8,913,364</b>

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**CIMB ISLAMIC BANK BERHAD**  
**Registration No: 200401032872 (671380-H)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

	The Group		The Bank	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Profit before taxation and zakat	340,161	267,864	340,161	267,864
Adjustments for non-cash items	<b>(18,840)</b>	(208,272)	<b>(18,840)</b>	(208,272)
Operating profit before changes in working capital	<b>321,321</b>	59,592	<b>321,321</b>	59,592
Net changes in operating assets	<b>(6,258,611)</b>	(4,029,370)	<b>(6,258,611)</b>	(4,029,370)
Net changes in operating liabilities	<b>1,474,783</b>	3,106,718	<b>1,474,783</b>	3,106,718
Taxation paid	<b>(134,208)</b>	(182,917)	<b>(134,208)</b>	(182,917)
<b>Net cash flows used in operating activities</b>	<b>(4,596,715)</b>	(1,045,977)	<b>(4,596,715)</b>	(1,045,977)
Cash flows from investing activities				
Profit income received from financial investments	<b>134,782</b>	384,517	<b>134,782</b>	384,517
Net purchase of financial investments	<b>(1,266,787)</b>	(2,817,081)	<b>(1,266,787)</b>	(2,817,081)
Net purchase of property, plant and equipment	<b>(21)</b>	(22)	<b>(21)</b>	(22)
Net purchase of intangible assets	<b>(177)</b>	(1,201)	<b>(177)</b>	(1,201)
Net cash flows used in investing activities	<b>(1,132,203)</b>	(2,433,787)	<b>(1,132,203)</b>	(2,433,787)
Cash flows from financing activities				
Profit expense paid on recourse obligation on loans and financing sold to Cagamas	<b>(27,924)</b>	-	<b>(27,924)</b>	-
Profit expense paid on Sukuk	<b>27,659</b>	-	<b>27,659</b>	-
Profit expense paid on subordinated Sukuk	<b>(14,958)</b>	(14,959)	<b>(14,958)</b>	(14,959)
Proceeds from issuance of senior sukuk	<b>3,472,594</b>	-	<b>3,472,594</b>	-
Other financing activities	<b>(152)</b>	(519)	<b>(152)</b>	(519)
Net cash flows generated from/(used in) financing activities	<b>3,457,219</b>	(15,478)	<b>3,457,219</b>	(15,478)
<b>Net decrease in cash and cash equivalents</b>	<b>(2,271,699)</b>	(3,495,242)	<b>(2,271,699)</b>	(3,495,242)
Effects of exchange rate differences (MFRS107)	<b>9,419</b>	7,668	<b>9,419</b>	7,668
Cash and cash equivalents at beginning of the financial period	<b>10,655,876</b>	15,308,885	<b>10,655,876</b>	15,308,885
Cash and cash equivalents at end of the financial period	<b>8,393,596</b>	11,821,311	<b>8,393,596</b>	11,821,311
<b>Cash and cash equivalents comprise :</b>				
Cash and short-term funds	<b>8,393,596</b>	11,688,181	<b>8,393,596</b>	11,688,181
Deposits and placements with banks and other financial institutions	<b>-</b>	133,130	<b>-</b>	133,130
<b>Cash and cash equivalents at end of the financial period</b>	<b>8,393,596</b>	11,821,311	<b>8,393,596</b>	11,821,311

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements 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, derivative financial instruments and financial liabilities designated at fair value through profit or loss, that are 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 audited financial statements for the financial year ended 31 December 2023. The explanatory notes attached to the unaudited 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 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.

## PART A - EXPLANATORY NOTES (CONTINUED)

### A3. Issuance and repayment of debt and equity securities

a) On 27 March 2024, the Bank issued RM250.0 million of 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.

b) On 27 March 2024, the Bank issued RM300.0 million of 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.

c) On 27 March 2024, the Bank issued RM1,450.0 million of 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.

d) On 27 March 2024, the Bank issued RM1,500.0 million of 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.

### A4. Proposed dividend

There were no dividends paid or proposed for the financial period ended 31 March 2024.

### A5. Events during the reporting period/Significant events after the reporting period

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

### 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 both RMNil respectively (2023: both RMNil respectively). The 12-month expected credit losses made in the income statement during the financial period is amounting to RMNil (31 March 2023: RMNil).

### A7. Financial assets at fair value through profit or loss

#### Money market instruments

##### Unquoted

##### In Malaysia

Malaysian Government treasury bills	1,044,433	637,980
Bank Negara Malaysia monetary notes	1,993,910	152,491
Islamic negotiable instruments of deposits	1,590,298	1,389,444
Islamic commercial papers	343,525	528,475
Government Investment Issues	590,959	542,492
Islamic Cagamas bonds	360,304	328,536
	<u>5,923,429</u>	<u>3,579,418</u>

##### Unquoted securities

##### In Malaysia

Corporate Sukuk	72,796	175,055
	<u>5,996,225</u>	<u>3,754,473</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A8 Debt instruments at fair value through other comprehensive income

	The Group and the Bank	
	31 March 2024 RM'000	31 December 2023 RM'000
<b>Money market instruments</b>		
<b>Unquoted</b>		
<u>In Malaysia</u>		
Government Investment Issues	2,292,238	1,694,051
Islamic Cagamas bonds	50,314	50,695
	<u>2,342,552</u>	<u>1,744,746</u>
<b>Unquoted securities</b>		
<u>In Malaysia</u>		
Corporate Sukuk	3,963,540	3,618,018
	<u>6,306,092</u>	<u>5,362,764</u>

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

The following expected credit losses is not recognised in the statement of financial position as the carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value.

The Group and the Bank	12-month expected credit losses (Stage 1)	Lifetime expected credit losses- not credit impaired (Stage 2)	Lifetime expected credit losses -Credit impaired (Stage 3)	Total
<b>At 1 January 2024</b>	1,594	-	-	1,594
<b>Total charge to Statement of Income:</b>	935	-	-	935
New financial assets purchased	3,206	-	-	3,206
Financial assets that have been derecognised	(81)	-	-	(81)
Change in credit risk	(2,190)	-	-	(2,190)
<b>At 31 March 2024</b>	<u>2,529</u>	<u>-</u>	<u>-</u>	<u>2,529</u>

The Group and the Bank	12-month expected credit losses (Stage 1)	Lifetime expected credit losses- not credit impaired (Stage 2)	Lifetime expected credit losses -Credit impaired (Stage 3)	Total
<b>At 1 January 2023</b>	998	-	-	998
<b>Total charge to Statement of Income:</b>	596	-	-	596
New financial assets purchased	5,460	-	-	5,460
Financial assets that have been derecognised	(274)	-	-	(274)
Change in credit risk	(4,590)	-	-	(4,590)
<b>At 31 December 2023</b>	<u>1,594</u>	<u>-</u>	<u>-</u>	<u>1,594</u>

PART A - EXPLANATORY NOTES (CONTINUED)

	The Group and the Bank	
	31 March 2024 RM'000	31 December 2023 RM'000
<b>A9 Debt instruments at amortised cost</b>		
<b>Money market instruments</b>		
<b>Unquoted</b>		
<u>In Malaysia</u>		
Government Investment Issues	6,407,773	6,161,751
Islamic Cagamas bonds	35,516	35,201
	<u>6,443,289</u>	<u>6,196,952</u>
<b>Unquoted securities</b>		
<u>In Malaysia</u>		
Corporate Sukuk	7,978,876	7,803,553
Amortisation of premium net of accretion of discount	(5,934)	(4,951)
Less: Expected credit loss	(394)	(469)
	<u>14,415,837</u>	<u>13,995,085</u>

(a) Included in debt instruments at amortised cost is exposures to Restricted Profit Sharing Investment Accounts (“RPSIA”), as part of an arrangement between CIMB Islamic Bank Berhad and third party amounting to RM624,295,000 (31 December 2023: RM592,587,000).

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

	12-month expected credit losses (Stage 1)	Lifetime expected credit losses (not credit impaired - Stage 2)	Lifetime	Total
			expected credit losses (Credit impaired - Stage 3)	
<b>The Group and the Bank</b>				
<b>At 1 January 2024</b>	469	-	-	469
<b>Total charge to Statement of Income:</b>	(75)	-	-	(75)
New financial assets purchased	-	-	-	-
Change in credit risk	(75)	-	-	(75)
<b>At 31 March 2024</b>	<u>394</u>	<u>-</u>	<u>-</u>	<u>394</u>

	12-month expected credit losses (Stage 1)	Lifetime expected credit losses (not credit impaired - Stage 2)	Lifetime	Total
			expected credit losses (Credit impaired - Stage 3)	
<b>The Group and the Bank</b>				
<b>At 1 January 2023</b>	418	-	-	418
<b>Total charge to Statement of Income:</b>	51	-	-	51
New financial assets purchased	2,440	-	-	2,440
Change in credit risk	(2,389)	-	-	(2,389)
<b>At 31 December 2023</b>	<u>469</u>	<u>-</u>	<u>-</u>	<u>469</u>

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

**A9 Debt instruments at amortised cost (continued)**

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

	<b>The Group and the Bank</b>	
	<b>Lifetime expected credit losses</b>	
	<b>-Credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2024</b>	<b>594,678</b>	<b>594,678</b>
Other movements	17,651	17,651
Exchange fluctuation	14,397	14,397
<b>At 31 March 2024</b>	<b>626,726</b>	<b>626,726</b>

	<b>The Group and the Bank</b>	
	<b>Lifetime expected credit losses</b>	
	<b>-Credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2023</b>	<b>501,772</b>	<b>501,772</b>
Other movements	71,956	71,956
Exchange fluctuation	20,950	20,950
<b>At 31 December 2023</b>	<b>594,678</b>	<b>594,678</b>

PART A - EXPLANATORY NOTES (CONTINUED)

A10 (i) By type and Shariah contract

31 March 2024

	The Group and the Bank									Total RM'000
	Sale-based contracts				Lease-based contracts			Loan contract	Others	
	Murabahah RM'000	Bai' Bithaman Ajil RM'000	Bai' al-'inah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Ijarah Muntabiah Bi-al- Tamlik * RM'000	Al-Ijarah Thumma Al- Bai' # RM'000	Qard RM'000	Ujrah RM'000	
<b>At amortised cost</b>										
Cash line^	-	83	219	-	1,659,838	-	-	6,780	-	1,666,920
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	-	726,435	990,413	-	41,288,122	30,420	-	-	-	43,035,390
Bills receivable	1,241,143	-	-	29,457	-	-	-	-	-	1,270,600
Islamic trust receipts	20,570	-	-	-	-	-	-	-	-	20,570
Claims on customers under acceptance credits	1,054,640	-	-	133,395	-	-	-	-	-	1,188,035
Staff financing**	-	-	-	-	318,709	-	-	-	-	318,709
Revolving credits	-	-	-	-	7,466,912	-	-	-	-	7,466,912
Credit card receivables	-	-	-	-	-	-	-	-	345,655	345,655
Gross financing, advances and other financing/loans, at amortised cost	2,316,353	4,276,669	990,632	162,852	98,564,265	1,005,252	18,668,794	6,780	345,655	126,337,252
Fair value changes arising from fair value hedge										(838)
										126,336,414
Less: Expected credit losses										(1,777,759)
Net financing, advances and other financing/loans, at amortised cost										124,558,655
<b>At fair value through profit or loss</b>										
Term financing										
Syndicated Financing	-	-	-	-	201,000	-	-	-	-	201,000
Gross financing, advances and other financing/loans, at fair value through profit or loss	-	-	-	-	201,000	-	-	-	-	201,000
<b>Total net financing, advances and other financing/loans</b>										<u>124,759,655</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A10 Financing, advances and other financing/loans

(i) By type and Shariah contract (continued)

31 December 2023

	The Group and the Bank										
	Sale-based contracts					Lease-based contracts			Loan contract	Others	Total
	Bai' Bithaman		Bai' al-'inah	Bai' al-Dayn	Tawarruq	Ijarah	Al-Ijarah				
	Murabahah	Ajil				Muntahiah Bi al-	Tamlik *	Thumma Al-Bai'	Qard	Ujrah	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	#	RM'000	RM'000	RM'000	RM'000	
At amortised cost											
Cash line^	-	100	157	-	1,600,152	-	-	11,639	-	-	1,612,048
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	-	757,895	1,058,383	-	40,912,823	32,457	-	-	-	-	42,761,558
Bills receivable	1,069,061	-	-	21,017	-	-	-	-	-	-	1,090,078
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	-	-	-	-	7,186,785	-	-	-	-	-	7,186,785
Credit card receivables	-	-	-	-	-	-	-	-	-	302,377	302,377
Gross financing, advances and other, at amortised cost financing/loans	2,191,954	4,404,648	1,058,540	145,192	95,752,680	1,028,097	17,998,019	11,639	302,377	122,893,146	
Fair value changes arising from fair value hedges											(934)
Less: Expected credit losses											122,892,212
At amortised cost											(1,689,858)
- Expected credit losses on financing, advances and other financing/loans											
Net financing, advances and other financing/loans, at amortised cost											121,202,354
<b>At fair value through profit or loss:</b>											
Term financing											
Syndicated Financing	-	-	-	-	274,133	-	-	-	-	-	274,133
Gross financing, advances and other financing/loans, at fair value through profit or loss	-	-	-	-	274,133	-	-	-	-	-	274,133
<b>Total net financing, advances and other financing/loans</b>											121,476,487

^ Includes current account in excess

\* The Bank 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

# The Bank 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.

\*\* Includes financing to Directors of the Group and the Bank amounting to RM2,226,117 (2023: RM 2,236,259).

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

**A10 Financing, advances and other financing/loans (continued)**

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

	<b>The Group and the Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Total Gross financing, advances and other financing/loans</b>		
- At amortised cost	<b>126,337,252</b>	122,893,146
- At fair value through profit or loss	<b>201,000</b>	274,133
	<b><u>126,538,252</u></b>	<u>123,167,279</u>

(a) The Group and the Bank have undertaken fair value hedges on the profit rate risk of financing, advances and other financing/loans of RM32,908,000 (2023: RM36,682,000) 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 all the expected credit losses for financing arising thereon.

As at 31 March 2024, the gross carrying amount to RPSIA financing is RM3,376,213,000 (31 December 2023: RM3,425,929,000) and the 12-month expected credit losses relating to this RPSIA amounting to RM407,000 (31 December 2023: RM415,000) is recognised in the Financial Statements of CIMB Bank Berhad.

**(c) Movement of Qard financing**

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

**(ii) By geographical distribution:**

Malaysia	<b><u>126,538,252</u></b>	<u>123,167,279</u>
	<b><u>126,538,252</u></b>	<u>123,167,279</u>

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

**A10 Financing, advances and other financing/loans (continued)**

	<b>The Group and the Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>(iii) By type of customer:</b>		
Domestic non-bank financial institutions	2,668,150	2,697,204
Domestic business enterprises		
- Small medium enterprises	20,964,994	20,101,501
- Others	12,901,738	12,549,489
Government and statutory bodies	1,859,358	1,778,885
Individuals	85,888,510	84,082,470
Other domestic entities	1,055,380	968,574
Foreign entities	1,200,122	989,156
Gross financing, advances and other financing/loans	<u>126,538,252</u>	<u>123,167,279</u>
<b>(iv) By profit rate sensitivity:</b>		
Fixed rate		
- House financing	519,156	571,778
- Hire purchase receivables	16,305,635	15,550,009
- Others	4,295,969	4,351,912
Variable rate		
- House financing	49,847,248	47,762,064
- Others	55,570,244	54,931,516
Gross financing, advances and other financing/loans	<u>126,538,252</u>	<u>123,167,279</u>
<b>(v) By economic purpose:</b>		
Personal use	2,261,217	2,148,152
Credit card	345,655	302,377
Construction	1,803,629	1,835,359
Residential property	51,375,135	49,429,715
Non-residential property	14,166,787	13,371,150
Purchase of fixed assets other than land and building	1,055,845	1,128,934
Merger and acquisition	208,633	226,166
Purchase of securities	10,782,183	11,972,504
Purchase of transport vehicles	19,075,475	18,415,703
Working capital	23,599,512	22,309,785
Other purpose	1,864,181	2,027,434
Gross financing, advances and other financing/loans	<u>126,538,252</u>	<u>123,167,279</u>
<b>(vi) By economic sector:</b>		
Primary agriculture	4,184,397	4,073,957
Mining and quarrying	610,127	616,484
Manufacturing	4,757,541	4,594,901
Electricity, gas and water supply	1,504,163	1,527,275
Construction	3,944,043	3,708,735
Transport, storage and communications	3,417,023	3,658,743
Education, health and others	2,802,940	2,719,435
Wholesale and retail trade, and restaurants and hotels	8,339,933	7,398,277
Finance, insurance/takaful, real estate and business activities	10,765,303	10,457,727
Household	86,202,786	84,401,296
Others	9,996	10,449
Gross financing, advances and other financing/loans	<u>126,538,252</u>	<u>123,167,279</u>

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

**A10 Financing, advances and other financing/loans (continued)**

	<b>The Group and the Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>(vii) By residual contractual maturity:</b>		
Within one year	<b>13,340,905</b>	12,671,995
One year to less than three years	<b>2,796,001</b>	2,671,603
Three years to less than five years	<b>6,998,171</b>	6,401,660
Five years and more	<b>103,403,175</b>	101,422,021
Gross financing, advances and other financing/loans	<b><u>126,538,252</u></b>	<u>123,167,279</u>
<b>(viii) Credit impaired financing by economic purpose:</b>		
Personal use	<b>27,919</b>	27,607
Credit card	<b>4,179</b>	3,171
Residential property	<b>1,108,689</b>	1,143,198
Non-residential property	<b>194,634</b>	183,026
Purchase of fixed assets other than land & building	<b>6,653</b>	6,561
Purchase of securities	<b>980</b>	1,374
Purchase of transport vehicles	<b>164,458</b>	169,394
Working capital	<b>173,463</b>	153,551
Other purpose	<b>88,501</b>	87,992
Gross credit impaired financing, advances and other financing/loans	<b><u>1,769,476</u></b>	<u>1,775,874</u>
<b>(ix) Credit impaired financing by geographical distribution:</b>		
Malaysia	<b><u>1,769,476</u></b>	<u>1,775,874</u>
	<b><u>1,769,476</u></b>	<u>1,775,874</u>
<b>(x) Credit impaired financing by economic sector:</b>		
Primary agriculture	<b>12,916</b>	12,600
Mining and quarrying	<b>1</b>	1
Manufacturing	<b>20,881</b>	20,072
Electricity, gas and water supply	<b>1</b>	1
Construction	<b>75,513</b>	59,876
Transport, storage and communications	<b>9,696</b>	8,390
Education, health and others	<b>19,850</b>	17,941
Wholesale and retail trade, and restaurants and hotels	<b>188,094</b>	175,589
Finance, insurance/takaful, real estate and business activities	<b>94,131</b>	76,414
Household	<b>1,348,035</b>	1,404,914
Others	<b>358</b>	76
Gross credit impaired financing, advances and other financing/loans	<b><u>1,769,476</u></b>	<u>1,775,874</u>

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

**A10 Financing, advances and other financing/loans (continued)**

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

**Financing, advances and other financing/loans at amortised cost:**

<b>The Group and the Bank</b>	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses-not 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>	772,112	368,166	549,580	1,689,858
Changes in expected credit losses due to transferred within stages:	37,042	(19,840)	(17,202)	-
Transferred to Stage 1	86,540	(81,256)	(5,284)	-
Transferred to Stage 2	(49,446)	140,711	(91,265)	-
Transferred to Stage 3	(52)	(79,295)	79,347	-
<b>Total charge to Statement of Income:</b>	<b>(11,922)</b>	<b>46,321</b>	<b>96,831</b>	<b>131,230</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	(22,256)	55,084	104,530	137,358
Write-offs	-	(4)	(50,203)	(50,207)
Other movements	60	202	6,616	6,878
<b>At 31 March 2024</b>	<b>797,292</b>	<b>394,845</b>	<b>585,622</b>	<b>1,777,759</b>

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

**A10 Financing, advances and other financing/loans (continued)**

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

**Financing, advances and other financing/loans at amortised cost:**

<b>The Group and 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>	163,249	892,799	431,605	1,487,653
Changes in expected credit losses due to transferred within stages:	665,357	(586,700)	(78,657)	-
Transferred to Stage 1	830,582	(804,974)	(25,608)	-
Transferred to Stage 2	(158,233)	572,238	(414,005)	-
Transferred to Stage 3	(6,992)	(353,964)	360,956	-
<b>Total charge to Statement of Income:</b>	(56,519)	62,174	452,827	458,482
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	(97,204)	90,991	470,379	464,166
Write-offs	-	-	(280,984)	(280,984)
Other movements	25	(107)	24,789	24,707
<b>At 31 December 2023</b>	<b>772,112</b>	<b>368,166</b>	<b>549,580</b>	<b>1,689,858</b>

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

**A10 Financing, advances and other financing/loans (continued)**

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

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

	<b>The Group and the Bank</b>	
	<b>Lifetime expected credit losses -Credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2024</b>	<b>1,775,874</b>	<b>1,775,874</b>
Transfer within stages	79,671	79,671
New financial assets originated	2,045	2,045
Write-offs	(50,203)	(50,203)
Amount fully recovered	(28,793)	(28,793)
Other movements	(9,118)	(9,118)
<b>At 31 March 2024</b>	<b>1,769,476</b>	<b>1,769,476</b>

	<b>The Group and the Bank</b>	
	<b>Lifetime expected credit losses -Credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2023</b>	<b>1,409,337</b>	<b>1,409,337</b>
Transfer within stages	717,079	717,079
New financial assets originated	34,616	34,616
Write-offs	(280,984)	(280,984)
Amount fully recovered	(112,071)	(112,071)
Other movements	7,897	7,897
<b>At 31 December 2023</b>	<b>1,775,874</b>	<b>1,775,874</b>

	<b>The Group and the Bank</b>	
	<b>31 March 2023</b>	<b>31 December 2022</b>
Ratio of credit impaired financing to total financing, advances and other financing/loans	<b>1.40%</b>	<b>1.44%</b>

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

**A11 Other assets**

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
Sundry debtors net of expected credit losses *, deposits and prepayments	222,298	241,243
Collateral pledged for derivative transactions	139,790	25,250
Treasury related receivables	530,639	77,890
Clearing accounts	22,257	5,610
	<b>914,984</b>	<b>349,993</b>

\* net of expected credit losses of RM39,166,000 (2023: RM18,553,000).

<b>The Group and the Bank</b>	
<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>

**A12 Deposits from customers**

**(i) By type of deposit**

Savings deposits	9,795,902	8,944,308
Commodity Murabahah (via Tawarruq arrangement)*	<b>9,795,902</b>	<b>8,944,308</b>
Demand deposits	20,360,140	21,623,729
Qard	<b>18,331,516</b>	<b>19,637,587</b>
Commodity Murabahah (via Tawarruq arrangement)*	<b>2,028,624</b>	<b>1,986,142</b>
Term deposits	81,359,277	80,057,417
Commodity Murabahah Deposits-i (via Tawarruq arrangement)	<b>52,651,337</b>	<b>50,166,877</b>
Fixed Deposits-i (via Tawarruq arrangement)*	<b>28,208,649</b>	<b>29,394,871</b>
Negotiable Islamic Debt Certificate (NIDC) Hybrid (Bai Bithamin Ajil (BBA) and Bai al-Dayn)	<b>499,291</b>	<b>495,669</b>
Specific investment account	25,047	25,160
Mudharabah	<b>25,047</b>	<b>25,160</b>
Others	207,105	181,130
Qard	<b>207,105</b>	<b>181,130</b>
	<b>111,747,471</b>	<b>110,831,744</b>

\*included Qard contract of RM1,282,612,000 (2023:RM890,124,000)

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

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>A12 Deposits from customers (continued)</b>		
<b>(ii) Maturity structures of term deposits and investment accounts.</b>		
Due within six months	65,277,663	63,759,645
Six months to less than one year	14,933,155	15,272,085
One year to less than three years	287,677	173,634
Three years to less than five years	875,441	866,737
Five years and more	10,388	10,476
	<u>81,384,324</u>	<u>80,082,577</u>

**(iii) By type of customer**

Government and statutory bodies	6,695,191	7,469,522
Business enterprises	44,023,101	43,657,808
Individuals	31,802,428	32,074,557
Others	29,226,751	27,629,857
	<u>111,747,471</u>	<u>110,831,744</u>

**A13 Investment accounts of customers**

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

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

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>A14 Deposits and placements of banks and other financial institutions</b>		
Licensed Islamic banks	302,658	400,329
Licensed investment banks	800,892	645,848
Licensed banks	2,920,706	3,760,466
Bank Negara Malaysia	5,000	5,000
Other financial institutions	722,444	721,863
	<u>4,751,700</u>	<u>5,533,506</u>

The maturity structure of deposits and placements from financial institutions are as follows:

Due within six months	4,581,244	5,364,448
One year to three years	170,456	169,058
	<u>4,751,700</u>	<u>5,533,506</u>

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

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>A15 Investment accounts due to designated financial institutions</b>		
Restricted investment accounts		
Mudharabah	<u>3,375,313</u>	<u>3,424,851</u>
By type of counterparty		
Licensed banks	<u>3,375,313</u>	<u>3,424,851</u>

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

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>A16 Financial liabilities designated at fair value through profit or loss</b>		
Deposits from customers - structured investments	<u>2,791,822</u>	<u>2,821,784</u>

The Group and the Bank have issued structured investments, 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 the Group and the Bank as at 31 March 2024 of financial liabilities designated at fair value were RM94,964,000 (31 December 2023: RM75,260,000) lower than the contractual amount at maturity.

	<b>The Group and the Bank</b>	
	<b>31 March 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>A17 Other liabilities</b>		
Accruals and other payables	252,829	109,569
Clearing accounts	37,190	344,969
Expected credit losses for commitments and contingencies	85,059	93,333
Collateral received for derivative transactions	26,383	42,374
Structured deposits	22,709	26,116
Treasury related payables	543,716	132,415
Others	51,149	69,304
	<u>1,019,035</u>	<u>818,080</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A17 Other liabilities (continued)

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

The Group and the Bank	12-month expected credit losses (Stage 1)	Lifetime expected credit losses -not credit impaired (Stage 2)	Lifetime expected credit losses -Credit impaired (Stage 3)	Total
<b>At 1 January 2024</b>	75,142	10,474	7,717	93,333
Changes in expected credit losses due to transferred within stages:	736	(2,563)	1,827	-
Transferred to Stage 1	2,971	(2,958)	(13)	-
Transferred to Stage 2	(2,234)	3,271	(1,037)	-
Transferred to Stage 3	(1)	(2,876)	2,877	-
<b>Total charge to Statement of Income:</b>	<b>(10,709)</b>	<b>3,270</b>	<b>(882)</b>	<b>(8,321)</b>
New exposures	13,780	-	-	13,780
Exposures derecognised or matured	(11,002)	(1,624)	(666)	(13,292)
Change in credit risk	(13,487)	4,894	(216)	(8,809)
Other movements	35	15	(3)	47
<b>At 31 March 2024</b>	<b>65,204</b>	<b>11,196</b>	<b>8,659</b>	<b>85,059</b>

The Group and the Bank	12-month expected credit losses (Stage 1)	Lifetime expected credit losses -not credit impaired (Stage 2)	Lifetime expected credit losses -Credit impaired (Stage 3)	Total
<b>At 1 January 2023</b>	25,092	12,017	8,038	45,147
Changes in expected credit losses due to transferred within stages:	10,339	(11,039)	700	-
Transferred to Stage 1	17,009	(14,047)	(2,962)	-
Transferred to Stage 2	(6,633)	12,413	(5,780)	-
Transferred to Stage 3	(37)	(9,405)	9,442	-
<b>Total charge to Statement of Income:</b>	<b>39,701</b>	<b>9,452</b>	<b>(1,027)</b>	<b>48,126</b>
New exposures	44,486	264	-	44,750
Exposures derecognised or matured	(35,435)	(4,030)	(4,907)	(44,372)
Change in credit risk	30,650	13,218	3,880	47,748
Other movements	10	44	6	60
<b>At 31 December 2023</b>	<b>75,142</b>	<b>10,474</b>	<b>7,717</b>	<b>93,333</b>

As at 31 March 2024, the gross carrying amount of financing commitments and financial guarantee contracts that are credit impaired for the Group and the Bank is RM54,810,000 (2023: RM54,837,000) respectively.

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

1st Quarter Ended		Three Months Ended	
31 March	31 March	31 March	31 March
2024	2023	2024	2023
RM'000	RM'000	RM'000	RM'000

**A18 Income derived from investment of depositors' funds and others**

**The Group and the Bank**

Income derived from investment of :

a) General investment deposits	872,687	848,650	872,687	848,650
b) Specific investment deposits	255	909	255	909
c) Other deposits	478,242	375,771	478,242	375,771
	<b>1,351,184</b>	<b>1,225,330</b>	<b>1,351,184</b>	<b>1,225,330</b>

**a) Income derived from investment of general investment deposits**

Financing, advances and other financing/loans

- Profit income	710,700	655,583	710,700	655,583
- Unwinding income <sup>^</sup>	8,365	7,578	8,365	7,578
Debt instruments at fair value through other comprehensive income	34,861	32,149	34,861	32,149
Debt instrument at amortised cost	84,738	64,303	84,738	64,303
Money at call and deposit with financial institutions	42,216	77,624	42,216	77,624
Reverse Collateralised Commodity Murabahah	4,830	1,572	4,830	1,572
	<b>885,710</b>	<b>838,809</b>	<b>885,710</b>	<b>838,809</b>
Accretion of discount less amortisation of premium	(5,516)	(5,380)	(5,516)	(5,380)
	<b>880,194</b>	<b>833,429</b>	<b>880,194</b>	<b>833,429</b>

Other finance income for financial assets at fair value through profit or loss

- Financial investments at fair value through profit or loss	17,954	15,674	17,954	15,674
- Financing, advances and other financing/loans	2,589	-	2,589	-
- Net accretion of discount less amortisation of premium	20,407	8,227	20,407	8,227
Total finance income and hibah	<b>921,144</b>	<b>857,330</b>	<b>921,144</b>	<b>857,330</b>

Other operating income

- Net gain/(loss) arising from financial investments at fair value through profit or loss:	1,189	9,293	1,189	9,293
- realised	2,187	7,453	2,187	7,453
- unrealised	(998)	1,840	(998)	1,840
- Net gain/(loss) from sale of investment in debt instruments at fair value through comprehensive income	2,346	94	2,346	94
- Net unrealised gain arising from financing, advances and other financings at fair value through profit or loss	1,086	-	1,086	-
- Net loss from foreign exchange transactions	(56,372)	(22,093)	(56,372)	(22,093)
	<b>(51,751)</b>	<b>(12,706)</b>	<b>(51,751)</b>	<b>(12,706)</b>

Fee and commission income

- Guarantee fee	3,294	4,026	3,294	4,026
	<b>872,687</b>	<b>848,650</b>	<b>872,687</b>	<b>848,650</b>

**b) Income derived from investment of specific investment deposits**

Money at call and deposit with financial institutions	255	909	255	909
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<sup>^</sup> Unwinding income is income earned on credit impaired financing, advances and other financing/loans

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

1st Quarter Ended		Three Months Ended	
31 March	31 March	31 March	31 March
2024	2023	2024	2023
RM'000	RM'000	RM'000	RM'000

**A18 Income derived from investment of depositors funds and others (continued)**

**The Group and the Bank**

**c) Income derived from investment of other deposits**

Financing, advances and other financing/loans				
- Profit income	389,471	290,284	389,471	290,284
- Unwinding income <sup>^</sup>	4,584	3,355	4,584	3,355
Debt instruments at fair value through other comprehensive income	19,104	14,235	19,104	14,235
Debt instrument at amortised cost	46,438	28,473	46,438	28,473
Money at call and deposit with financial institutions	23,135	34,371	23,135	34,371
Reverse Collateralised Commodity Murabahah	2,647	696	2,647	696
	<b>485,379</b>	371,414	<b>485,379</b>	371,414
Accretion of discount less amortisation of premium	(3,023)	(2,382)	(3,023)	(2,382)
	<b>482,356</b>	369,032	<b>482,356</b>	369,032
Other finance income for financial assets at fair value through profit or loss				
- Financial investments at fair value through profit or loss	9,839	6,940	9,839	6,940
- Financing, advances and other financing/loans	1,419	-	1,419	-
- Net accretion of discount less amortisation of premium	11,183	3,643	11,183	3,643
Total finance income and hibah	<b>504,797</b>	379,615	<b>504,797</b>	379,615
Other operating income				
- Net gain/(loss) arising from financial investments at fair value through profit or loss:	652	4,115	652	4,115
- realised	1,199	3,300	1,199	3,300
- unrealised	(547)	815	(547)	815
- Net gain from sale of investment in debt instruments at fair value through comprehensive income	1,286	42	1,286	42
- Net unrealised gain arising from financing, advances and other financings at fair value through profit or loss	595	-	595	-
- Net loss from foreign exchange transactions	(30,892)	(9,783)	(30,892)	(9,783)
	<b>(28,359)</b>	(5,626)	<b>(28,359)</b>	(5,626)
Fee and commission income				
- Guarantee fee	1,804	1,782	1,804	1,782
	<b>478,242</b>	375,771	<b>478,242</b>	375,771

<sup>^</sup> Unwinding income is income earned on credit impaired financing, advances and other financing/loans

**A19 Income derived from investment of investment account**

**The Group and The Bank**

Financing, advances and other financing/loans				
- Profit income	292,189	225,695	292,189	225,695
- Unwinding income <sup>^</sup>	1	7	1	7
Debt instrument at amortised cost	13,192	9,559	13,192	9,559
	<b>305,382</b>	235,261	<b>305,382</b>	235,261
Accretion of discount less amortisation of premium	2,764	1,897	2,764	1,897
	<b>308,146</b>	237,158	<b>308,146</b>	237,158
Other operating income				
- Net gain from foreign exchange transactions	134	14	134	14
	134	14	134	14
Fees and commission income				
- Service charges and fees	305	145	305	145
Other income	1	71	1	71
	<b>308,586</b>	237,388	<b>308,586</b>	237,388

<sup>^</sup> Unwinding income is income earned on credit impaired financing, advances and other financing/loans

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

	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000

**A20 Income derived from investment of shareholder's funds**

**The Group and The Bank**

Financing, advances and other financing/loans				
- Profit income	<b>86,173</b>	71,575	<b>86,173</b>	71,575
- Unwinding income <sup>^</sup>	<b>1,014</b>	827	<b>1,014</b>	827
Debt instruments at fair value through other comprehensive income	<b>4,227</b>	3,510	<b>4,227</b>	3,510
Debt instrument at amortised cost	<b>10,275</b>	7,020	<b>10,275</b>	7,020
Money at call and deposit with financial institutions	<b>5,119</b>	8,475	<b>5,119</b>	8,475
Reverse Collateralised Commodity Murabahah	<b>586</b>	172	<b>586</b>	172
	<b>107,394</b>	91,579	<b>107,394</b>	91,579
Accretion of discount less amortisation of premium	<b>(669)</b>	(587)	<b>(669)</b>	(587)
	<b>106,725</b>	90,992	<b>106,725</b>	90,992
Other finance income for financial assets at fair value through profit or loss				
- Financial investments at fair value through profit or loss	<b>2,177</b>	1,711	<b>2,177</b>	1,711
- Financing, advances and other financing/loans	<b>314</b>	-	<b>314</b>	-
- Net accretion of discount less amortisation of premium	<b>2,474</b>	898	<b>2,474</b>	898
Total finance income and hibah	<b>111,690</b>	93,601	<b>111,690</b>	93,601
Other operating income				
- Net gain/(loss) arising from financial assets at fair value through profit or loss:				
- realised	<b>144</b>	1,015	<b>144</b>	1,015
- unrealised	<b>265</b>	814	<b>265</b>	814
- unrealised	<b>(121)</b>	201	<b>(121)</b>	201
- Net gain from sale of investment in debt instruments at fair value through comprehensive income	<b>284</b>	10	<b>284</b>	10
- Net unrealised gain arising from financing, advances and other financings at fair value through profit or loss	<b>132</b>	-	<b>132</b>	-
- Net loss from foreign exchange transactions	<b>(6,835)</b>	(2,412)	<b>(6,835)</b>	(2,412)
- Net gain arising from hedging activities	<b>210</b>	169	<b>210</b>	169
- Net gain/(loss) arising from financial liabilities designated at fair value through profit or loss:				
- realised	<b>26,658</b>	(26,541)	<b>26,658</b>	(26,541)
- unrealised	<b>7,026</b>	24,570	<b>7,026</b>	24,570
- unrealised	<b>19,632</b>	(51,111)	<b>19,632</b>	(51,111)
- Net gain/(loss) arising from derivative financial instrument:				
- realised	<b>116,474</b>	105,299	<b>116,474</b>	105,299
- unrealised	<b>68,386</b>	(110,878)	<b>68,386</b>	(110,878)
- unrealised	<b>48,088</b>	216,177	<b>48,088</b>	216,177
	<b>137,067</b>	77,540	<b>137,067</b>	77,540
Fee and commission income				
- Guarantee fee	<b>399</b>	439	<b>399</b>	439
- Service charge and fee	<b>32,080</b>	26,887	<b>32,080</b>	26,887
- Commission fee	<b>48,783</b>	58,300	<b>48,783</b>	58,300
Total fee and commission income	<b>81,262</b>	85,626	<b>81,262</b>	85,626
Less : fee and commission expense	<b>(13,181)</b>	(10,272)	<b>(13,181)</b>	(10,272)
Net fee and commission income	<b>68,081</b>	75,354	<b>68,081</b>	75,354
Other income	<b>789</b>	324	<b>789</b>	324
	<b>317,627</b>	246,819	<b>317,627</b>	246,819

<sup>^</sup> Unwinding income is income earned on credit impaired financing, advances and other financing/loans

**A21 Modification loss**

**The Group and the Bank**

Modification loss	<b>1</b>	<b>7</b>	<b>1</b>	<b>7</b>
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**PART A - EXPLANATORY NOTES (CONTINUED)**

	1st Quarter Ended		Three Months Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<b>A22(a) Expected credit losses on financing, advances and other financing/loans</b>				
<b>The Group and the Bank</b>				
Expected credit losses on financing, advances and other financing/loans at amortised cost:				
- Expected credit losses on financing, advances and other financing/loans	131,230	47,467	131,230	47,467
Credit impaired financing, advances and other financing/loans:				
- recovered	(26,466)	(16,933)	(26,466)	(16,933)
- written off	1,265	891	1,265	891
	<b>106,029</b>	<b>31,425</b>	<b>106,029</b>	<b>31,425</b>
<b>A22(b) Other expected credit losses made</b>				
<b>The Group and the Bank</b>				
Expected credit losses (written back)/made on:				
- Debt instrument at fair value through other comprehensive income	935	785	935	785
- Debt instrument at amortised cost	(75)	286	(75)	286
- Other receivables	20,613	24	20,613	24
	<b>21,473</b>	<b>1,095</b>	<b>21,473</b>	<b>1,095</b>
<b>A23 Income attributable to depositors and others</b>				
<b>The Group and The Bank</b>				
<b>Deposits from customers</b>				
- Mudharabah	255	909	255	909
- Non-Mudharabah	805,665	718,240	805,665	718,240
<b>Deposits and placements of banks and other financial institutions</b>				
- Non-Mudharabah	74,321	78,835	74,321	78,835
<b>Others</b>				
- Financial liabilities designated at fair value through profit or loss	20,078	24,638	20,078	24,638
- Recourse obligation on loans and financing sold to Cagamas	27,851	-	27,851	-
- Senior Sukuk	11,906	-	11,906	-
- Subordinated Sukuk	11,144	11,022	11,144	11,022
- Structured deposits	48	23	48	23
- Collateralised Commodity Murabahah	20,076	16,651	20,076	16,651
- Others	5	10	5	10
	<b>971,349</b>	<b>850,328</b>	<b>971,349</b>	<b>850,328</b>
<b>A24 Profit distributed to investment account holder</b>				
<b>The Group and the Bank</b>				
- Restricted	48,487	41,364	48,487	41,364
- Unrestricted	166,179	114,193	166,179	114,193
	<b>214,666</b>	<b>155,557</b>	<b>214,666</b>	<b>155,557</b>

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

	1st Quarter Ended		Three Months Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<b>A25 Personnel expenses</b>				
<b>The Group and the Bank</b>				
Salaries, allowances and bonuses	6,421	6,043	6,421	6,043
Pension costs (defined contribution plan)	727	648	727	648
Staff incentives and other staff payments	267	242	267	242
Medical expenses	124	174	124	174
Share-based expense <sup>1</sup>	262	424	262	424
Others	497	96	497	96
	<b>8,298</b>	<b>7,627</b>	<b>8,298</b>	<b>7,627</b>

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

**A26 Other overheads and expenditures**

**The Group and The Bank**

**Establishment**

Depreciation of property, plant equipment	63	87	63	87
Depreciation of right-of-use assets	142	142	142	142
Rental	93	155	93	155
Amortisation of intangible assets	627	242	627	242
Repairs and maintenance	41	123	41	123
Utility expenses	8	7	8	7
Others	1,442	1,200	1,442	1,200
	<b>2,416</b>	<b>1,956</b>	<b>2,416</b>	<b>1,956</b>

**Marketing**

Advertisement and publicity	1,340	1,024	1,340	1,024
Others	269	44	269	44
	<b>1,609</b>	<b>1,068</b>	<b>1,609</b>	<b>1,068</b>

**General expenses**

Consultancy and professional fees	2,127	633	2,127	633
Legal expenses	70	(376)	70	(376)
Stationery	92	59	92	59
Postages	61	44	61	44
Donation	775	1,985	775	1,985
Incidental expenses on banking operations	831	1,016	831	1,016
Takaful	1,077	1,115	1,077	1,115
Group service expense	312,538	341,512	312,538	341,512
Others	2,145	2,026	2,145	2,026
	<b>319,716</b>	<b>348,014</b>	<b>319,716</b>	<b>348,014</b>
	<b>323,741</b>	<b>351,038</b>	<b>323,741</b>	<b>351,038</b>

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

**A27 Islamic derivative financial instruments, commitments and contingencies**

**(i) Islamic derivative financial instruments**

The following tables summarise the contractual or 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 of risk.

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

The Group and the Bank	31 March 2024			31 December 2023		
	Principal Amount RM'000	Fair values assets RM'000	Fair values liabilities RM'000	Principal amount RM'000	Fair values assets RM'000	Fair values liabilities RM'000
<u>Foreign exchange derivatives</u>						
Currency forwards	12,021,119	153,686	(106,525)	12,193,722	126,388	(182,555)
- Less than one year	11,656,726	100,881	(59,740)	11,819,764	75,442	(138,394)
- One year to three years	86,354	14,054	(12,506)	95,919	14,935	(12,638)
- More than three years	278,039	38,751	(34,279)	278,039	36,011	(31,523)
Currency swaps	15,376,590	70,535	(78,870)	11,840,682	128,735	(99,383)
- Less than one year	15,376,590	70,535	(78,870)	11,840,682	128,735	(99,383)
Currency spots	357,744	499	(402)	117,214	291	(343)
- Less than one year	357,744	499	(402)	117,214	291	(343)
Currency options	284,593	2,805	(2,772)	280,105	2,561	(2,614)
- Less than one year	213,867	1,625	(1,592)	232,379	1,731	(1,784)
- 1 year to 3 years	70,726	1,180	(1,180)	47,726	830	(830)
- More than 3 years						
Cross currency profit rate swaps	1,104,644	46,788	(44,415)	964,055	39,344	(37,018)
- Less than one year	377,714	2,961	(2,843)	237,125	2,372	(2,327)
- One year to three years	507,690	38,100	(37,666)	507,690	30,378	(29,931)
- More than three years	219,240	5,727	(3,906)	219,240	6,594	(4,760)
<u>Islamic profit rate derivatives</u>						
Islamic profit rate swaps	7,932,084	21,279	(117,415)	7,896,745	26,667	(103,561)
- Less than one year	430,534	118	(345)	463,377	191	(482)
- One year to three years	3,219,555	4,840	(50,405)	3,040,513	6,825	(38,996)
- More than three years	4,281,995	16,321	(66,665)	4,392,855	19,651	(64,083)
<u>Equity related derivatives</u>						
Equity options	37,019	668	(668)	27,130	510	(510)
- Less than one year	10,409	229	(229)	1,873	60	(60)
- One year to three years	26,610	439	(439)	25,257	450	(450)
<u>Credit related contracts</u>						
Total return swaps	39,800	357	(357)	39,800	610	(610)
- One year to three years	39,800	357	(357)	39,800	610	(610)
<u>Commodity related derivatives</u>						
Commodity Swap	567	32	(28)	732	15	(10)
- Less than one year	567	32	(28)	732	15	(10)
Commodity options	2,647,556	15,259	(15,165)	17,035	22	(22)
- Less than one year	2,647,556	15,259	(15,165)	17,035	22	(22)
<u>Hedging derivatives</u>						
Islamic profit rate swaps	6,257,600	33,214	(15,742)	3,761,373	32,018	(6,814)
- Less than one year	55,000	245	-	55,000	425	-
- One year to three years	1,157,600	7,891	(639)	911,373	8,568	(509)
- More than three years	5,045,000	25,078	(15,103)	2,795,000	23,025	(6,305)
<b>Total derivative assets/(liabilities)</b>	<b>46,059,316</b>	<b>345,122</b>	<b>(382,359)</b>	<b>37,138,593</b>	<b>357,161</b>	<b>(433,440)</b>

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

### **A27 Islamic derivative financial instruments, commitments and contingencies (continued)**

#### **(i) Islamic derivative financial instruments (continued)**

The Group's and the Bank's derivative financial instruments are subject to market, credit and liquidity risk, 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 profit 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 profit rate swaps, are not able to or willing to fulfil 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 RM345,122,000 (31 December 2023: RM357,161,000). 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 has posted cash collateral of RM139,790,000 (31 December 2023: RM25,250,000) 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 annual financial statements for the financial year ended 31 December 2023.

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

**A27 Islamic derivative financial instruments, commitments and contingencies (continued)**

**(ii) Commitments and contingencies**

	<b>31 March 2024 Principal amount</b>	<b>31 December 2023 Principal amount</b>
<b>The Group and the Bank</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Credit-related</u>		
Direct credit substitutes	425,524	518,387
Transaction-related contingent items	1,125,832	1,052,177
Short-term self-liquidating trade-related contingencies	178,956	144,821
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	16,676,097	17,029,337
- maturity exceeding one year	12,346,334	12,864,150
Miscellaneous commitments and contingencies	37,830	47,950
Total credit-related commitments and contingencies	<u>30,790,573</u>	<u>31,656,822</u>
<u>Treasury-related</u>		
Foreign exchange related contracts :		
- less than one year	27,982,641	24,247,165
- one year to five years	859,280	714,796
- more than five years	302,769	433,817
Profit rate related contracts :		
- less than one year	485,534	518,377
- one year to five years	10,548,359	9,511,626
- more than five years	3,155,791	1,628,115
Equity related contracts :		
- less than one year	10,409	1,873
- one year to five years	26,610	25,257
Credit related contracts:		
- one year to five years	39,800	39,800
Commodity related contracts :		
- less than one year	2,648,123	17,767
Total treasury-related commitments and contingencies	<u>46,059,316</u>	<u>37,138,593</u>
	<u>76,849,889</u>	<u>68,795,415</u>

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

**A28 Capital Adequacy**

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia ("BNM") 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 CAFIB (Basel II - Risk-Weighted Assets), of which the latest revision was issued on 18 December 2023.

The Internal Ratings Based ("IRB") Approach adopted by the 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.

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

	The Group		The Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Common equity tier 1 ratio	12.897%	12.996%	12.897%	12.996%
Tier 1 ratio	13.417%	13.522%	13.417%	13.522%
Total capital ratio	15.325%	15.545%	15.325%	15.545%

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

	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
Credit risk	60,936,456	60,587,492	60,936,594	60,587,629
Market risk	932,455	759,406	932,455	759,406
Operational risk	5,401,106	5,308,225	5,399,896	5,307,380
Total risk-weighted assets	67,270,017	66,655,123	67,268,945	66,654,415

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

	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
<b>Common Equity Tier 1 capital</b>				
Ordinary share capital	1,000,000	1,000,000	1,000,000	1,000,000
Other reserves	8,278,336	8,295,452	8,278,301	8,295,417
Common Equity Tier 1 capital before regulatory adjustments	9,278,336	9,295,452	9,278,301	9,295,417
<u>Less: Regulatory adjustments</u>				
Goodwill	(136,000)	(136,000)	(136,000)	(136,000)
Intangible assets	(2,829)	(3,283)	(2,829)	(3,283)
Deferred tax assets	(289,819)	(283,238)	(289,819)	(283,238)
Regulatory reserve	(174,596)	(210,633)	(174,596)	(210,633)
Others	407	477	407	477
Common Equity Tier 1 capital after regulatory adjustments	8,675,499	8,662,775	8,675,464	8,662,740
<b>Additional Tier 1 capital</b>				
Perpetual preference shares	350,000	350,000	350,000	350,000
<b>Total Tier 1 capital</b>	9,025,499	9,012,775	9,025,464	9,012,740
<b>Tier 2 capital</b>				
Subordinated Obligations	1,100,000	1,100,000	1,100,000	1,100,000
Surplus of eligible provisions over expected loss	101,528	167,724	101,525	167,721
General provisions <sup>^</sup>	81,944	81,031	81,946	81,033
<b>Total Tier 2 capital</b>	1,283,472	1,348,755	1,283,471	1,348,754
<b>Total capital</b>	10,308,971	10,361,530	10,308,935	10,361,494

<sup>^</sup> Total capital of the Group and the Bank has excluded general provisions from Tier 2 capital of RM54.9 million (2023: RM48.8million).

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

**A29 Restricted Agency Investment Account -RAIA**

The details of the Restricted Agency Investment Account (“RAIA”) financing are as below. The exposures and corresponding risk weighted amount are reported in investors’ financial statements.

	<b>The Group and the Bank</b>	
	<b>31 March 2024</b>	<b>31 December 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>RAIA arrangement</u>		
Financing and advances	12,122,454	12,882,815
Commitments and contingencies	<u>3,100,000</u>	<u>2,600,000</u>
	<u><b>15,222,454</b></u>	<u><b>15,482,815</b></u>

	<b>The Group and the Bank</b>	
	<b>31 March 2024</b>	<b>31 December 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Total RWA for Credit Risk	<u><b>638,289</b></u>	<u><b>830,893</b></u>
	<u><b>638,289</b></u>	<u><b>830,893</b></u>

RAIA arrangement is with the Bank’s holding company, CIMB Bank, and the contract is based on the Wakalah principle where CIMB Bank provides the funds, whilst the assets are managed by the Bank (as the Wakeel or agent). In the arrangement, the Bank 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 allowance for impairment arising thereon, if any, are recognised and accounted for by CIMB Bank.

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

### **A30 Segmental reporting**

#### **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 Islamic financial products and services such as residential property financing, non-residential property financing, personal financing, hire purchase financing, credit cards, wealth management, bancatakaful, 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 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 debt restructuring, initial public offerings, secondary offerings and general corporate advisory.

Corporate Banking offers a broad spectrum of 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 financings, 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.

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.

#### **Group Funding**

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)**

**A30 Segmental reporting (continued)**

<b>The Group 31 March 2024</b>	<b>Wholesale Banking RM'000</b>	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Group Funding RM'000</b>	<b>Total RM'000</b>
Net financing income:					
- external	(295,536)	658,667	224,130	72,756	660,017
- inter-segment	390,431	(298,876)	(34,995)	(56,560)	-
	<u>94,895</u>	<u>359,791</u>	<u>189,135</u>	<u>16,196</u>	<u>660,017</u>
Other operating income	29,392	71,535	33,266	(2,829)	131,364
Total income	<u>124,287</u>	<u>431,326</u>	<u>222,401</u>	<u>13,367</u>	<u>791,381</u>
Overhead expenses	(48,562)	(175,773)	(44,961)	(62,743)	(332,039)
Consist of :					
Depreciation of property, plant and equipment	(2)	-	-	(61)	(63)
Amortisation of intangible assets	(156)	(181)	(290)	-	(627)
Profit/(loss) before allowances	<u>75,725</u>	<u>255,553</u>	<u>177,440</u>	<u>(49,376)</u>	<u>459,342</u>
Expected credit losses (made)/written back on financing, advances and other financing/loans	(5,260)	(102,978)	2,214	(5)	(106,029)
Expected credit losses (made)/written back for commitments and contingencies	(1,470)	10,078	(287)	-	8,321
Other expected credit losses written back/(made)	3	-	-	(21,476)	(21,473)
Segment results	<u>68,998</u>	<u>162,653</u>	<u>179,367</u>	<u>(70,857)</u>	<u>340,161</u>
Taxation					(86,066)
<b>Net profit for the financial period</b>					<u><u>254,095</u></u>

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

**A30 Segmental reporting (continued)**

<b>The Group</b>	<b>Wholesale</b>	<b>Consumer</b>	<b>Commercial</b>	<b>Group</b>	<b>Total</b>
<b>31 March 2023</b>	<b>Banking</b>	<b>Banking</b>	<b>Banking</b>	<b>Funding</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net financing income:					
- external	(297,036)	569,230	179,884	110,643	562,721
- inter-segment	385,787	(248,975)	(22,406)	(114,406)	-
	88,751	320,255	157,478	(3,763)	562,721
Other operating income	36,250	74,529	29,257	888	140,924
Total income	125,001	394,784	186,735	(2,875)	703,645
Overhead expenses	(50,424)	(177,814)	(42,470)	(87,957)	(358,665)
Consist of :					
Depreciation of property, plant and equipment	(1)	-	-	(86)	(87)
Amortisation of intangible assets	(134)	(107)	-	(1)	(242)
Profit before allowances	74,577	216,970	144,265	(90,832)	344,980
Expected credit losses written back/(made) on financing, advances and other financing/loans	2,401	(57,287)	23,462	(1)	(31,425)
Expected credit losses written back for commitments and contingencies	4,894	(48,841)	(649)	-	(44,596)
Other expected credit losses made	(51)	-	-	(1,044)	(1,095)
Segment results	81,821	110,842	167,078	(91,877)	267,864
Taxation					(72,872)
<b>Net profit for the financial period</b>					<u><u>194,992</u></u>

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

**A30 Segmental reporting (continued)**

<b>The Group 31 March 2024</b>	<b>Wholesale Banking RM'000</b>	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Group Funding RM'000</b>	<b>Total RM'000</b>
Segment assets	36,794,820	84,884,462	24,074,305	17,202,687	162,956,274
Unallocated assets					<u>1,979,232</u>
<b>Total assets</b>					<u><u>164,935,506</u></u>
Segment liabilities	71,472,468	50,634,613	18,785,547	13,103,584	153,996,212
Unallocated liabilities					<u>1,020,826</u>
<b>Total liabilities</b>					<u><u>155,017,038</u></u>
<b>Other segment items</b>					
Capital expenditure	45	51	82	20	198
<hr/>					
<b>The Group 31 December 2023</b>	<b>Wholesale Banking RM'000</b>	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Group Funding RM'000</b>	<b>Total RM'000</b>
Segment assets	35,943,310	83,162,739	23,179,158	16,022,916	158,308,123
Unallocated assets					<u>1,357,638</u>
<b>Total assets</b>					<u><u>159,665,761</u></u>
Segment liabilities	66,391,029	49,882,929	19,500,716	13,425,793	149,200,467
Unallocated liabilities					<u>819,842</u>
<b>Total liabilities</b>					<u><u>150,020,309</u></u>
<b>Other segment items</b>					
Capital expenditure	780	773	1,482	74	3,109

## PART A - EXPLANATORY NOTES (CONTINUED)

### A31 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 Risk 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 and liabilities are recorded at fair value.

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

**A31 Fair Value Estimation (continued)**

(i) The following table represents the assets and liabilities measured at fair value and classified by level with the following fair value hierarchy as at 31 March 2024 and 31 December 2023.

<b>The Group and the Bank</b>	<b>31 March 2024</b>			<b>31 December 2023</b>		
	<b>Fair Value</b>			<b>Fair Value</b>		
	<b>(Level 2)</b>	<b>(Level 3)</b>	<b>Total</b>	<b>(Level 2)</b>	<b>(Level 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<i>Recurring fair value measurements</i>						
<b><u>Financial assets</u></b>						
Financial assets at fair value through profit or loss						
-Money market instruments	<b>5,923,429</b>	-	<b>5,923,429</b>	3,579,418	-	3,579,418
-Unquoted securities	<b>72,796</b>	-	<b>72,796</b>	175,055	-	175,055
Debt instruments at fair value through other comprehensive income						
-Money market instruments	<b>2,342,552</b>	-	<b>2,342,552</b>	1,744,746	-	1,744,746
-Unquoted securities	<b>3,963,540</b>	-	<b>3,963,540</b>	3,618,018	-	3,618,018
Derivative financial instruments						
-Trading derivatives	<b>311,240</b>	<b>668</b>	<b>311,908</b>	324,633	510	325,143
-Hedging derivatives	<b>33,214</b>	-	<b>33,214</b>	32,018	-	32,018
Financing, advances and other financing/loans at fair value through profit or loss	<b>201,000</b>	-	<b>201,000</b>	274,133	-	274,133
<b>Total</b>	<b>12,847,771</b>	<b>668</b>	<b>12,848,439</b>	9,748,021	510	9,748,531
<i>Recurring fair value measurements</i>						
<b><u>Financial liabilities</u></b>						
Derivative financial instruments						
-Trading derivatives	<b>365,949</b>	<b>668</b>	<b>366,617</b>	426,116	510	426,626
-Hedging derivatives	<b>15,742</b>	-	<b>15,742</b>	6,814	-	6,814
Financial liabilities designated at fair value through profit or loss	<b>2,791,822</b>	-	<b>2,791,822</b>	2,821,784	-	2,821,784
<b>Total</b>	<b>3,173,513</b>	<b>668</b>	<b>3,174,181</b>	3,254,714	510	3,255,224

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

**A31 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:

	31 March 2024				31 December 2023			
	Financial Assets		Financial Liabilities		Financial Assets		Financial Liabilities	
	Derivative financial instruments		Derivative financial instruments		Derivative financial instruments		Derivative financial instruments	
	Trading derivatives	Total	Trading derivatives	Total	Trading derivatives	Total	Trading derivatives	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>The Group and the Bank</b>								
<b>2024</b>								
At 1 January 2024/2023	510	510	(510)	(510)	-	-	-	-
Total (loss)/gain recognised in statement of income	(1)	(1)	14	14	205	205	(141)	(141)
Purchases	182	182	(209)	(209)	342	342	(423)	(423)
Settlements	(23)	(23)	37	37	(37)	(37)	54	54
As at 31 March/31 December	<b>668</b>	<b>668</b>	<b>(668)</b>	<b>(668)</b>	<b>510</b>	<b>510</b>	<b>(510)</b>	<b>(510)</b>
Total (losses)/gains recognised in statement of income for financial period/year ended 31 March 2024 and 31 December 2023 under:								
- net other income	(1)	(1)	14	14	205	205	(141)	(141)
Change in unrealised gain/(loss) recognised in statement of income relating to assets held on 31 March 2024/31 December 2023 under "net other income"	36	36	(9)	(9)	227	227	(148)	(148)

## PART B

### B1 Group performance review

The Group recorded a pre-tax profit of RM340.2 million for the financial period ended 31 March 2024, an increase of RM72.3million or 27.0% compared to the previous corresponding period.

Total income increased by RM267.9 million or 15.7% to RM1.977.4 million from previous corresponding period, comprising of increase of income derived from investments of depositors' funds and others, income derived from investment of investment account and income derived from shareholder's funds by RM125.9 million, RM71.2 million and RM70.8 million respectively.

For the three months ended 31 March 2024, the Group recorded net expected credit losses made on financing, advances and other financing/loans of RM106.0 million compared to RM31.4 million in the corresponding period last year. The increase in net allowance charged was mainly due to higher expected credit losses made on financing by RM83.8 million and higher impaired financings recovered by RM9.5 million.

The income attributable to depositors increased by RM121.0 million while profit distributed to investment account holder increased by RM59.1 million.

The Group's gross financing, advances and other financing/loans increased by 2.74% to RM126.5 billion for the three months period ended 31 March 2024. As at 31 March 2024, deposits from customers and investment accounts of customers stood at RM111.7 billion and RM20.1 billion, an increase of RM0.9 billion and RM1.0 billion respectively as compared to 31 December 2023.

The Group's Common Equity Tier 1, Tier 1 Capital Ratio and Total Capital Ratio stood at 12.897%, 13.417% and 15.325% respectively.

### 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 profit rates and continued competitive deposit and financing 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 Financing Margin (NFM) management, driving other income 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 by the weighted average number of ordinary shares in issue during the financial period.

	The Group and the Bank			
	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period (RM '000)	254,095	194,992	254,095	194,992
Weighted average number of ordinary shares in issue ('000)	1,000,000	1,000,000	1,000,000	1,000,000
Basic earnings per share (expressed in sen per share)	25.41	19.50	25.41	19.50

#### b) Diluted EPS

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