

Registration No. 199401009897 (295576–U)

**AmBank Islamic Berhad**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements**

**For the Financial Period**

**1 April 2025 to**

**30 June 2025**

(In Ringgit Malaysia)

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2025**

|  |             | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|-------------|------------------------------------|-------------------------------------|
|  | <b>Note</b> |                                    |                                     |
| <b>ASSETS</b>  |             |                                    |                                     |
| Cash and short-term funds  | A8          | 2,602,579                          | 2,438,112                           |
| Derivative financial assets  |             | 40,089                             | 18,958                              |
| Financial assets at fair value through profit or loss                  | A9          | 1,867,222                          | 2,289,309                           |
| Financial investments at fair value through other comprehensive income | A10         | 6,552,978                          | 5,851,313                           |
| Financial investments at amortised cost                                | A11         | 3,671,032                          | 3,573,489                           |
| Financing and advances   | A12         | 46,023,185                         | 46,652,572                          |
| Statutory deposit with Bank Negara Malaysia                            |             | 480,000                            | 930,000                             |
| Deferred tax asset   |             | 47,775                             | 55,406                              |
| Other assets   | A13         | 302,509                            | 663,582                             |
| Property and equipment   |             | 327                                | 323                                 |
| Right-of-use assets  |             | 1,603                              | 1,679                               |
| Intangible assets  |             | 190                                | 210                                 |
| <b>TOTAL ASSETS</b>  |             | <b>61,589,489</b>                  | <b>62,474,953</b>                   |
| <b>LIABILITIES AND EQUITY</b>  |             |                                    |                                     |
| Deposits from customers  | A14         | 48,268,539                         | 49,665,606                          |
| Investment accounts of customers                                       | A15         | 12,806                             | 12,480                              |
| Deposits and placements of banks and other financial institutions      | A16         | 1,001,333                          | 1,181,653                           |
| Investment account due to a licensed bank                              | A17         | 1,042,369                          | 1,194,172                           |
| Recourse obligation on financing sold to Cagamas Berhad                |             | 2,210,035                          | 2,210,029                           |
| Derivative financial liabilities                                       |             | 43,403                             | 19,944                              |
| Term funding   |             | 1,397,888                          | 1,198,555                           |
| Subordinated Sukuk   |             | 1,300,000                          | 1,300,000                           |
| Other liabilities  | A18         | 1,233,346                          | 497,536                             |
| Provision for zakat  |             | 5,293                              | 4,100                               |
| <b>TOTAL LIABILITIES</b>   |             | <b>56,515,012</b>                  | <b>57,284,075</b>                   |
| Share capital  |             | 1,387,107                          | 1,387,107                           |
| Reserves   |             | 3,687,370                          | 3,803,771                           |
| <b>Equity attributable to equity holder of the Bank</b>                |             | <b>5,074,477</b>                   | <b>5,190,878</b>                    |
| <b>TOTAL LIABILITIES AND EQUITY</b>                                    |             | <b>61,589,489</b>                  | <b>62,474,953</b>                   |
| <b>COMMITMENTS AND CONTINGENCIES</b>                                   | A35         | 13,546,929                         | 12,729,503                          |
| <b>NET ASSETS PER SHARE (RM)</b>                                       |             | <b>10.26</b>                       | <b>10.50</b>                        |

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 March 2025.

**UNAUDITED STATEMENT OF PROFIT OR LOSS  
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2025**

|   | Note | Individual Quarter        |                           | Cumulative Quarter        |                           |
|---|------|---------------------------|---------------------------|---------------------------|---------------------------|
|   |      | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| Income derived from investment of depositors' funds                     | A19  | 663,186                   | 645,484                   | 663,186                   | 645,484                   |
| Income derived from investment of investment account funds              | A20  | 12,768                    | 14,872                    | 12,768                    | 14,872                    |
| Income derived from investment of shareholder's funds                   | A21  | 72,445                    | 69,674                    | 72,445                    | 69,674                    |
| (Allowance for)/Writeback of impairment on financing and advances - net | A22  | (33,419)                  | 3,849                     | (33,419)                  | 3,849                     |
| Writeback of impairment on financial investments                        | A23  | 1,614                     | 620                       | 1,614                     | 620                       |
| Writeback of impairment on other financial assets                       | A24  | 5                         | -                         | 5                         | -                         |
| Writeback of provision for commitments and contingencies                | A25  | 78                        | 935                       | 78                        | 935                       |
| Total distributable income  |      | 716,677                   | 735,434                   | 716,677                   | 735,434                   |
| Income attributable to the depositors and others                        | A26  | (370,390)                 | (392,439)                 | (370,390)                 | (392,439)                 |
| Income attributable to the investment account holders                   | A27  | (11,408)                  | (13,294)                  | (11,408)                  | (13,294)                  |
| Total net income  |      | 334,879                   | 329,701                   | 334,879                   | 329,701                   |
| Other operating expenses  | A28  | (135,006)                 | (123,413)                 | (135,006)                 | (123,413)                 |
| Finance cost  |      | (23,082)                  | (25,966)                  | (23,082)                  | (25,966)                  |
| <b>Profit before zakat and taxation</b>                                 |      | <b>176,791</b>            | <b>180,322</b>            | <b>176,791</b>            | <b>180,322</b>            |
| Zakat   |      | (1,193)                   | (1,777)                   | (1,193)                   | (1,777)                   |
| Taxation  |      | (40,071)                  | (40,939)                  | (40,071)                  | (40,939)                  |
| <b>Profit for the financial period</b>                                  |      | <b>135,527</b>            | <b>137,606</b>            | <b>135,527</b>            | <b>137,606</b>            |
|   |      |                           |                           |                           |                           |
| <b>Basic/Diluted earnings per share (sen)</b>                           | A29  | <b>27.41</b>              | <b>27.83</b>              | <b>27.41</b>              | <b>27.83</b>              |

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 March 2025.

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2025**

|   | Individual Quarter |         | Cumulative Quarter |         |
|---|--------------------|---------|--------------------|---------|
|   | 30 June            | 30 June | 30 June            | 30 June |
|   | 2025               | 2024    | 2025               | 2024    |
|   | RM'000             | RM'000  | RM'000             | RM'000  |
| Profit for the financial period   | 135,527            | 137,606 | 135,527            | 137,606 |
| Other comprehensive (loss)/income:  |                    |         |                    |         |
| <b>Items that will not be reclassified<br/>subsequently to statement of profit or loss:</b> |                    |         |                    |         |
| <u>Equity Instruments</u>   |                    |         |                    |         |
| Financial investments at fair value<br>through other comprehensive income:                  |                    |         |                    |         |
| Net unrealised (loss)/gain on changes<br>in fair value                                      | (7,132)            | 4,966   | (7,132)            | 4,966   |
| Income tax effect   | 1,712              | (1,192) | 1,712              | (1,192) |
| <b>Items that may be reclassified subsequently<br/>to statement of profit or loss:</b>      |                    |         |                    |         |
| <u>Debt Instruments</u>   |                    |         |                    |         |
| Financial investments at fair value<br>through other comprehensive income:                  |                    |         |                    |         |
| Net unrealised gain/(loss) on changes<br>in fair value                                      | 36,374             | (2,409) | 36,374             | (2,409) |
| Changes in expected credit loss   | (782)              | (336)   | (782)              | (336)   |
| Net gain reclassified to statement<br>of profit or loss                                     | (3,882)            | -       | (3,882)            | -       |
| Income tax effect   | (7,798)            | 578     | (7,798)            | 578     |
| Other comprehensive income<br>for the period, net of tax                                    | 18,492             | 1,607   | 18,492             | 1,607   |
| Total comprehensive income<br>for the financial period                                      | 154,019            | 139,213 | 154,019            | 139,213 |

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 March 2025.

**UNAUDITED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2025**

|   | Attributable to Equity Holder of the Bank |                              |                              |                             |                        |
|---|---|------------------------------|------------------------------|-----------------------------|------------------------|
|   | Non-distributable                         |                              |                              | Distributable               |                        |
|   | Share capital<br>RM'000                   | Regulatory reserve<br>RM'000 | Fair value reserve<br>RM'000 | Retained earnings<br>RM'000 | Total equity<br>RM'000 |
| At 1 April 2024                                     | 1,387,107                                 | 43,368                       | 8,390                        | 3,344,076                   | 4,782,941              |
| Profit for the financial period                     | -   | -                            | -                            | 137,606                     | 137,606                |
| Other comprehensive income, net of tax              | -   | -                            | 1,607                        | -                           | 1,607                  |
| Total comprehensive income for the financial period | -   | -                            | 1,607                        | 137,606                     | 139,213                |
| Transfer to regulatory reserve                      | -   | 8,172                        | -                            | (8,172)                     | -                      |
| Dividend on ordinary shares:                        |   |                              |                              |                             |                        |
| - final, financial year ended 31 March 2024         | -   | -                            | -                            | (20,269)                    | (20,269)               |
| Other equity movements                              | -   | 8,172                        | -                            | (28,441)                    | (20,269)               |
| At 30 June 2024                                     | 1,387,107                                 | 51,540                       | 9,997                        | 3,453,241                   | 4,901,885              |
| At 1 April 2025                                     | 1,387,107                                 | 80,674                       | (1,589)                      | 3,724,686                   | 5,190,878              |
| Profit for the financial period                     | -   | -                            | -                            | 135,527                     | 135,527                |
| Other comprehensive income, net of tax              | -   | -                            | 18,492                       | -                           | 18,492                 |
| Total comprehensive income for the financial period | -   | -                            | 18,492                       | 135,527                     | 154,019                |
| Transfer to regulatory reserve                      | -   | 28,598                       | -                            | (28,598)                    | -                      |
| Dividend on ordinary shares:                        |   |                              |                              |                             |                        |
| - final, financial year ended 31 March 2025         | -   | -                            | -                            | (270,420)                   | (270,420)              |
| Other equity movements                              | -   | 28,598                       | -                            | (299,018)                   | (270,420)              |
| At 30 June 2025                                     | 1,387,107                                 | 109,272                      | 16,903                       | 3,561,195                   | 5,074,477              |

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 March 2025.

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2025**

|   | <b>30 June<br/>2025<br/>RM'000</b> | <b>30 June<br/>2024<br/>RM'000</b> |
|---|------------------------------------|------------------------------------|
| Profit before zakat and taxation  | 176,791                            | 180,322                            |
| Adjustments for non-operating and non-cash items  | 36,135                             | 7,169                              |
| Operating profit before working capital changes   | <u>212,926</u>                     | <u>187,491</u>                     |
| Changes in working capital:   |                                    |                                    |
| Net change in operating assets  | 1,821,091                          | 2,495,834                          |
| Net change in operating liabilities   | (757,255)                          | (1,640,310)                        |
| Taxation paid   | (77,125)                           | (39,423)                           |
| Net cash generated from operating activities  | <u>1,199,637</u>                   | <u>1,003,592</u>                   |
| Net cash used in investing activities   | (764,671)                          | (600,664)                          |
| Net cash used in financing activities   | (270,505)                          | (20,354)                           |
| Net increase in cash and cash equivalents   | <u>164,461</u>                     | <u>382,574</u>                     |
| Cash and cash equivalents at beginning of the financial period  | <u>2,438,130</u>                   | <u>775,195</u>                     |
| Cash and cash equivalents at end of the financial period  | <u><u>2,602,591</u></u>            | <u><u>1,157,769</u></u>            |
| Cash and cash equivalents comprise:   |                                    |                                    |
| Cash and short-term funds   | 2,602,579                          | 1,157,754                          |
| Add: Allowances for expected credit loss for cash and cash equivalents at end of the financial period | 12                                 | 15                                 |
|   | <u><u>2,602,591</u></u>            | <u><u>1,157,769</u></u>            |

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 March 2025.

## Explanatory Notes

### A1. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and complies with the International Accounting Standard ("IAS") 34 *Interim Financial Reporting* issued by the International Accounting Standards Board.

These condensed interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the annual financial statements of the Bank for the financial year ended 31 March 2025.

#### A1.1 Material Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year. The adoption of the following amendments to published standards did not require a change in the accounting policies or retrospective adjustments, as they did not have any material impact on the financial statements of the Bank:

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

The nature of the amendments to published standards relevant to the Bank are described below:

#### **Lack of Exchangeability (Amendments to MFRS 121 *The Effects of Changes in Foreign Exchange Rates*)**

The amendments clarified when a currency is exchangeable into another currency and how an entity estimates a spot rate when a currency lacks exchangeability. New disclosure requirements include the nature and financial impacts of the currency not being exchangeable, spot exchange rate used, estimation process and risks to the entity when the currency is not exchangeable.

#### **New standards and amendments to published standards issued but not yet effective**

| Description  | Effective for<br>annual periods<br>beginning on<br>or after |
|--|---|
| - Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> )                                      | 1 January 2026  |
| - Annual Improvements to MFRS Accounting Standards - Volume 11   | 1 January 2026  |
| - Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> )   | 1 January 2026  |
| - MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>   | 1 January 2027  |
| - MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>   | 1 January 2027  |
| - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 <i>Consolidated Financial Statements</i> and MFRS 128 <i>Investments in Associates and Joint Ventures</i> ) | To be determined by<br>MASB                                 |

## A1. BASIS OF PREPARATION (CONT'D.)

### A1.1 Material Accounting Policies (Cont'd.)

#### **New standards and amendments to published standards issued but not yet effective (Cont'd.)**

The nature of the new standards and amendments to published standards issued and relevant to the Bank but not yet effective are described below. The Bank is currently assessing the financial effects of their adoption.

#### **(a) Amendments to published standards effective for financial year ending 31 March 2027**

##### **Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures*)**

The amendments clarified the dates of recognition and derecognition of financial assets and liabilities, with a new exception for financial liabilities settled through an electronic cash transfer system.

The amendments also provide additional guidance for assessing whether financial assets with contingent features that are not related directly to a change in basic lending risks or costs meet the solely payments of principal and profit ("SPPP") criterion.

Key characteristics of contractually linked instruments and the factors to be considered when assessing the cash flows underlying a financial asset with non-recourse features are also included in the amendments.

Additional disclosures are required for certain financial instruments with contractual terms that can change their cash flows and equity instruments designated at fair value through other comprehensive income.

##### **Annual Improvements to MFRS Accounting Standards - Volume 11**

The Annual Improvements to MFRS Accounting Standards - Volume 11 include minor amendments affecting the following 5 MFRSs:

- (i) Hedge accounting by a first-time adopter (Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*)
- (ii) Gain or loss on derecognition (Amendments to MFRS 7 *Financial Instruments: Disclosures*)
- (iii) Lessee derecognition of lease liabilities and transaction price (Amendments to MFRS 9 *Financial Instruments*)
- (iv) Determination of a "de facto agent" (Amendments to MFRS 10 *Consolidated Financial Statements*)
- (v) Cost method (Amendments to MFRS 107 *Statement of Cash Flows*)

Wording in certain paragraphs of these standards has been amended to improve consistency with other relevant standards and cross-references to other standards, where applicable, have been added to enhance the understandability of these standards.



## A1. BASIS OF PREPARATION (CONT'D.)

### A1.1 Material Accounting Policies (Cont'd.)

#### **New standards and amendments to published standards issued but not yet effective (Cont'd.)**

The nature of the new standards and amendments to published standards issued and relevant to the Bank but not yet effective are described below. The Bank is currently assessing the financial effects of their adoption. (Cont'd.)

#### **(a) Amendments to published standard effective for financial year ending 31 March 2027 (Cont'd.)**

##### **Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures*)**

The amendments allow an entity to apply the own-use exemption to its nature-dependent electricity contracts if the entity has been, and expects to be a, net purchaser of electricity for the contract period.

Nature-dependent electricity contracts that do not meet the own-use exemption are accounted for as derivatives and measured at fair value through profit or loss. Applying hedge accounting could reduce profit or loss volatility by reflecting how these contracts hedge the price of future electricity purchases or sales.

Additional disclosures include, but are not limited to, the following:

- contractual features exposing the entity to variability in underlying amount of electricity and risk of oversupply;
- estimated future cash flows from unrecognised contractual commitments to buy electricity in appropriate time bands;
- qualitative information about how the entity assesses whether a contract might become onerous; and
- qualitative and quantitative information about the costs and proceeds associated with purchases and sales of electricity.

#### **(b) New standard effective for financial year ending 31 March 2028**

##### **MFRS 18 *Presentation and Disclosure in Financial Statements***

MFRS 18 is a new accounting standard for presentation and disclosure of information in the financial statements which supersedes MFRS 101 *Presentation of Financial Statements*.

MFRS 18 introduced a defined structure for the statement of profit or loss comprising three main categories which include operating, investing and financing categories. Classification of income and expenses will be driven by the main business activities. Specified totals and subtotals are to be presented in the statement of profit or loss.

Information related to the management-defined performance measures ("MPM") should be disclosed in a note to the financial statements, including a reconciliation between the MPM and the most similar specified subtotal. Entity is also required to present expenses in the operating category by nature, function or a mix of both.

Enhanced guidance on the principles of aggregation and disaggregation, which focus on grouping of items based on their shared characteristics should be applied across the financial statements.

## **A1. BASIS OF PREPARATION (CONT'D.)**

### **A1.1 Material Accounting Policies (Cont'd.)**

#### **New standards and amendments to published standards issued but not yet effective (Cont'd.)**

The nature of the new standards and amendments to published standards issued and relevant to the Bank but not yet effective are described below. The Bank is currently assessing the financial effects of their adoption. (Cont'd.)

#### **(b) New standard effective for financial year ending 31 March 2028 (Cont'd.)**

##### **MFRS 18 *Presentation and Disclosure in Financial Statements* (Cont'd.)**

Consequential amendments to other accounting standards include, among others:

##### **(i) MFRS 107 *Statement of Cash Flows***

The amendments require operating profit or loss subtotal to be used as the starting point when presenting operating cash flows under the indirect method and interest and dividend cash flows to be classified based on the main business activities.

##### **(ii) MFRS 133 *Earnings per Share***

The amendments permit entities to disclose additional amounts per share using only the following numerators:

- required income and expenses totals and subtotals;
- common income and expenses subtotals listed in MFRS 18; or
- MPM disclosed by the entity.

##### **(iii) MFRS 134 *Interim Financial Reporting***

Entity is required to provide additional disclosures for MPM in the condensed interim financial statements.

##### **(iv) MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors***

Certain requirements such as going concern assessment have been moved from MFRS 101 to MFRS 108, which will be renamed MFRS 108 *Basis of Preparation of Financial Statements* when MFRS 18 becomes effective.

### **A1.2 Significant Accounting judgements, Estimates and Assumptions**

The preparation of the condensed interim financial statements in accordance with MFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of revenue, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Judgements, estimates and assumptions are continually evaluated and are based on the past experience, reasonable expectations of future events and other factors. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In the process of applying the Bank's accounting policies, the significant judgements, estimates and assumptions made by management were the same as those applied to the annual financial statements for the financial year ended 31 March 2025.

**A2. AUDIT QUALIFICATION**

The auditors' report on the audited annual financial statements for the financial year ended 31 March 2025 was not qualified.

**A3. SEASONALITY OR CYCLICALITY OF OPERATIONS**

The operations of the Bank were not materially affected by any seasonal or cyclical fluctuation in the current financial period.

**A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items during the current financial period affecting the financial results of the Bank.

**A5. CHANGES IN ESTIMATES**

There was no material change in estimates of amounts reported in prior financial years that have a material effect on the financial period.

**A6. ISSUANCE, REPURCHASE AND REPAYMENT OF DEBT AND EQUITY**

**Issuance of Commercial Paper**

On 26 June 2025, the Bank issued the Series 2 of Islamic Commercial Papers ("ICP") with nominal value of RM400.0 million under its RM3.0 billion Islamic Commercial Papers based on Shariah principle of Wakalah Bi Al-Istithmar Programme ("Sukuk Wakalah Programme"). The tenure of the ICP is two (2) months, which was issued at a discount of 3.44% per annum.

**Repayment of Commercial Paper**

On 11 June 2025, the Bank redeemed the Series 1 of ICP with nominal value of RM200.0 million under its Sukuk Wakalah Programme.

Other than disclosed above, there were no new issuance of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares nor resale of treasury shares and repayment of debt securities by the Bank during the financial period.

**A7. DIVIDENDS**

During the financial period, a final single-tier dividend of 54.7 sen per ordinary share on 494,368,541 ordinary shares amounting to approximately RM270,419,592 in respect of previous financial year was paid on 26 June 2025.

There is no dividend proposed for the current financial period.

**A8. CASH AND SHORT-TERM FUNDS**

|  |             | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|-------------|------------------------------------|-------------------------------------|
|  | <b>Note</b> |                                    |                                     |
| Cash and bank balances   |             | 102,591                            | 98,130                              |
| Less: Allowances for Expected Credit Loss ("ECL")  | (a)         | (12)                               | (18)                                |
|  |             | <u>102,579</u>                     | <u>98,112</u>                       |
| Deposits and placements maturing within one month<br>with original maturity of three months or less: |             |                                    |                                     |
| Bank Negara Malaysia   |             | <u>2,500,000</u>                   | <u>2,340,000</u>                    |
|  |             | <u>2,602,579</u>                   | <u>2,438,112</u>                    |

(a) The movements in allowances for ECL are as follow:

|  | <b>Stage 1<br/>12-Month<br/>ECL<br/>RM'000</b> |
|--|--|
| <b>30 June 2025</b>                          |  |
| Balance at beginning of the financial period | 18   |
| Net writeback of ECL (Note A24):             | (5)  |
| Net remeasurement of allowances              | (5)  |
| Foreign exchange differences                 | (1)  |
| Balance at end of the financial period       | <u>12</u>                                      |
| <b>31 March 2025</b>                         |  |
| Balance at beginning of the financial year   | 16   |
| Net allowance for ECL:                       | 4  |
| Net remeasurement of allowances              | 4  |
| Foreign exchange differences                 | (2)  |
| Balance at end of the financial year         | <u>18</u>                                      |

**A9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| <b>At fair value:</b>                  |                                    |                                     |
| Money Market Instruments:              |                                    |                                     |
| Malaysian Islamic Treasury Bills       | -                                  | 130,082                             |
| Malaysian Government Investment Issues | 1,418,782                          | 1,516,152                           |
|  | <u>1,418,782</u>                   | <u>1,646,234</u>                    |
| Unquoted Securities:                   |                                    |                                     |
| In Malaysia:                           |                                    |                                     |
| Sukuk                                  | 448,440                            | 643,075                             |
|  | <u>1,867,222</u>                   | <u>2,289,309</u>                    |

**A10. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

|   | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|---|------------------------------------|-------------------------------------|
| <b>At fair value:</b>                     |                                    |                                     |
| Money Market Instruments:                 |                                    |                                     |
| Malaysian Government Investment Issues    | 3,127,283                          | 1,848,281                           |
| Islamic Negotiable Instruments of Deposit | 299,554                            | 992,049                             |
|   | <u>3,426,837</u>                   | <u>2,840,330</u>                    |
| Quoted Securities:                        |                                    |                                     |
| In Malaysia:                              |                                    |                                     |
| Shares                                    | 7,936                              | 9,715                               |
| Unquoted Securities:                      |                                    |                                     |
| In Malaysia:                              |                                    |                                     |
| Sukuk                                     | 3,094,323                          | 2,972,033                           |
| Shares                                    | 23,882                             | 29,235                              |
|   | <u>6,552,978</u>                   | <u>5,851,313</u>                    |

**A10. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (CONT'D.)**

The Bank had undertaken a fair value hedge on the profit rate risk of unquoted sukuk of RM350.0 million using profit rate swap with AmBank (M) Berhad ("AmBank"). The said hedge has matured as at 30 September 2024. The gain/(loss) arising from the fair value hedge during the previous financial year is as follows:

|                                | <b>31 March<br/>2025<br/>RM'000</b> |
|--------------------------------|-------------------------------------|
| Relating to hedged item        | (1,075)                             |
| Relating to hedging instrument | 1,088                               |
|                                | <u>13</u>                           |

The fair value changes on the hedge item is taken up under fair value reserve and the hedging gain or loss on the hedged item is reclassified to profit or loss.

Movements in allowances for ECL are as follows:

|  | <b>Stage 1<br/>12-Month<br/>ECL<br/>RM'000</b> | <b>Stage 2<br/>Lifetime ECL<br/>not credit<br/>impaired<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--|--|--|-------------------------|
| <b>30 June 2025</b>                          |  |  |                         |
| Balance at beginning of the financial period | 4,714  | -  | 4,714                   |
| Net writeback for ECL (Note A23):            | (782)  | -  | (782)                   |
| New financial assets originated              | 456  | -  | 456                     |
| Financial assets derecognised                | (1,081)  | -  | (1,081)                 |
| Net remeasurement of allowances              | (157)  | -  | (157)                   |
| Balance at end of the financial period       | <u>3,932</u>                                   | <u>-</u>   | <u>3,932</u>            |
| <b>31 March 2025</b>                         |  |  |                         |
| Balance at beginning of the financial year   | 5,161  | 1,490  | 6,651                   |
| Net writeback for ECL:                       | (447)  | (1,490)  | (1,937)                 |
| - Transfer to Stage 1                        | 701  | (1,490)  | (789)                   |
| New financial assets originated              | 1,259  | -  | 1,259                   |
| Financial assets derecognised                | (2,584)  | -  | (2,584)                 |
| Net remeasurement of allowances              | 177  | -  | 177                     |
| Balance at end of the financial year         | <u>4,714</u>                                   | <u>-</u>   | <u>4,714</u>            |

**A11. FINANCIAL INVESTMENTS AT AMORTISED COST**

|  |             | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|-------------|------------------------------------|-------------------------------------|
|  | <b>Note</b> |                                    |                                     |
| <b>At amortised cost:</b>              |             |                                    |                                     |
| Money Market Instruments:              |             |                                    |                                     |
| Malaysian Government Investment Issues |             | 1,057,546                          | 1,057,483                           |
| Unquoted Securities:                   |             |                                    |                                     |
| In Malaysia:                           |             |                                    |                                     |
| Sukuk                                  |             | 3,088,499                          | 2,991,851                           |
| Less: Allowances for ECL               | (a)         | <u>(475,013)</u>                   | <u>(475,845)</u>                    |
|  |             | <u>3,671,032</u>                   | <u>3,573,489</u>                    |

(a) The movements in allowances for ECL are as follows:

|   | <b>Stage 1<br/>12-Month ECL<br/>RM'000</b> | <b>Stage 3<br/>Lifetime ECL<br/>Credit<br/>Impaired<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|---|--|--|-------------------------|
| <b>30 June 2025</b>                               |  |  |                         |
| Balance at beginning of the financial period      | 2,392                                      | 473,453  | 475,845                 |
| Net allowances for/(writeback of) ECL (Note A23): | 9  | (841)  | (832)                   |
| New financial assets originated                   | 270  | -  | 270                     |
| Financial asset derecognised                      | (15)                                       | -  | (15)                    |
| Net remeasurement of allowances                   | (246)                                      | (841)  | (1,087)                 |
| Balance at end of the financial period            | <u>2,401</u>                               | <u>472,612</u>   | <u>475,013</u>          |
| <b>31 March 2025</b>                              |  |  |                         |
| Balance at beginning of the                       | 1,919                                      | 475,087  | 477,006                 |
| Balance at beginning of the financial year        |  |  |                         |
| Net allowances for/(writeback of) ECL:            | 473  | (1,634)  | (1,161)                 |
| New financial assets originated                   | 1,017                                      | -  | 1,017                   |
| Financial asset derecognised                      | (1,190)                                    | -  | (1,190)                 |
| Net remeasurement of allowances                   | 646  | (1,634)  | (988)                   |
| Balance at end of the financial year              | <u>2,392</u>                               | <u>473,453</u>   | <u>475,845</u>          |

## A12. FINANCING AND ADVANCES

A12a. Financing and advances by type and Shariah contracts are as follows:

30 June 2025

|   | Bai' Bithaman<br>Ajil<br>RM'000 | Murabahah<br>RM'000 | Musharakah<br>Mutanaqisah<br>RM'000 | Al-Ijarah<br>Thummah Al<br>-Bai' ("AITAB")<br>RM'000 | Bai' Inah<br>RM'000 | Others<br>RM'000 | Total<br>RM'000 |
|---|---------------------------------|---------------------|-------------------------------------|--|---------------------|------------------|-----------------|
| <b>At amortised cost:</b>                       |                                 |                     |                                     |  |                     |                  |                 |
| Cash lines                                      | -                               | 614,648             | -                                   | -  | 382,680             | -                | 997,328         |
| Term financing                                  | 219,485                         | 15,065,920          | 6,390                               | -  | 270,954             | -                | 15,562,749      |
| Revolving credit                                | 1,633                           | 4,305,699           | -                                   | -  | 556,470             | -                | 4,863,802       |
| Housing financing                               | 2,063,585                       | 12,783,770          | 33,480                              | -  | -                   | -                | 14,880,835      |
| Hire purchase receivables                       | -                               | 129                 | -                                   | 5,080,986  | -                   | -                | 5,081,115       |
| Bills receivables                               | -                               | 1,993,055           | -                                   | -  | -                   | 89,039           | 2,082,094       |
| Credit card receivables                         | -                               | -                   | -                                   | -  | -                   | 560,218          | 560,218         |
| Trust receipts                                  | -                               | 708,843             | -                                   | -  | -                   | -                | 708,843         |
| Staff financing                                 | -                               | 20,606              | -                                   | -  | -                   | -                | 20,606          |
| Claims on customers under<br>acceptance credits | -                               | 1,446,692           | -                                   | -  | -                   | 386,391          | 1,833,083       |
| Others  | -                               | -                   | -                                   | -  | -                   | 4,049            | 4,049           |
| Gross financing and advances*                   | 2,284,703                       | 36,939,362          | 39,870                              | 5,080,986  | 1,210,104           | 1,039,697        | 46,594,722      |
| Less: Allowance for ECL (Note A12(j))           |                                 |                     |                                     |  |                     |                  |                 |
| - Stage 1 - 12 months ECL                       |                                 |                     |                                     |  |                     |                  | (106,445)       |
| - Stage 2 - Lifetime ECL not credit impaired    |                                 |                     |                                     |  |                     |                  | (305,681)       |
| - Stage 3 - Lifetime ECL credit impaired        |                                 |                     |                                     |  |                     |                  | (159,411)       |
| Net financing and advances                      |                                 |                     |                                     |  |                     |                  | 46,023,185      |



## A12. FINANCING AND ADVANCES (CONT'D.)

A12a. Financing and advances by type and Shariah contracts are as follows (Cont'd.):

31 March 2025

|   | Bai' Bithaman<br>Ajl<br>RM'000 | Murabahah<br>RM'000 | Musharakah<br>Mutanaqisah<br>RM'000 | Al-Ijarah<br>Thummah Al<br>-Bai' ("AITAB")<br>RM'000 | Bai' Inah<br>RM'000 | Others<br>RM'000 | Total<br>RM'000 |
|---|--------------------------------|---------------------|-------------------------------------|--|---------------------|------------------|-----------------|
| <b>At amortised cost:</b>                       |                                |                     |                                     |  |                     |                  |                 |
| Cash lines                                      | -                              | 614,988             | -                                   | -  | 419,104             | -                | 1,034,092       |
| Term financing                                  | 228,357                        | 14,892,995          | 6,504                               | -  | 287,958             | -                | 15,415,814      |
| Revolving credit                                | 1,695                          | 5,064,152           | -                                   | -  | 569,351             | -                | 5,635,198       |
| Housing financing                               | 2,094,124                      | 12,626,695          | 34,143                              | -  | -                   | -                | 14,754,962      |
| Hire purchase receivables                       | -                              | 133                 | -                                   | 5,130,052  | -                   | -                | 5,130,185       |
| Bills receivables                               | -                              | 1,702,146           | -                                   | -  | -                   | 133,902          | 1,836,048       |
| Credit card receivables                         | -                              | -                   | -                                   | -  | -                   | 555,645          | 555,645         |
| Trust receipts                                  | -                              | 823,413             | -                                   | -  | -                   | -                | 823,413         |
| Staff financing                                 | -                              | 20,819              | -                                   | -  | -                   | -                | 20,819          |
| Claims on customers under<br>acceptance credits | -                              | 1,580,802           | -                                   | -  | -                   | 401,876          | 1,982,678       |
| Others  | -                              | -                   | -                                   | -  | -                   | 13,629           | 13,629          |
| Gross financing and advances*                   | 2,324,176                      | 37,326,143          | 40,647                              | 5,130,052  | 1,276,413           | 1,105,052        | 47,202,483      |
| Less: Allowance for ECL (Note A12(j))           |                                |                     |                                     |  |                     |                  |                 |
| - Stage 1 - 12 months ECL                       |                                |                     |                                     |  |                     |                  | (105,174)       |
| - Stage 2 - Lifetime ECL not credit impaired    |                                |                     |                                     |  |                     |                  | (301,921)       |
| - Stage 3 - Lifetime ECL credit impaired        |                                |                     |                                     |  |                     |                  | (142,816)       |
| Net financing and advances                      |                                |                     |                                     |  |                     |                  | 46,652,572      |

\* Included in financing and advances are exposures to the Restricted Investment Account ("RA") arrangement between the Bank and AmBank (M) Berhad ("AmBank") amounting to RM1,045.1 million (31 March 2025: RM1,197.5 million). Under the RA contract, the profit is shared based on a pre-agreed ratio. AmBank is exposed to the risks and rewards on the RA financing and it shall account for all allowance for ECL arising from the RA financing. Further details of the RA are disclosed in Note A17.

**A12. FINANCING AND ADVANCES (CONT'D.)**

A12b. Gross financing and advances analysed by type of customer are as follows:

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| Domestic non-bank financial institutions | 1,950,879                          | 2,024,004                           |
| Domestic business enterprises            |                                    |                                     |
| - Small medium enterprises ("SME")       | 7,216,910                          | 7,409,117                           |
| - Others                                 | 10,498,080                         | 10,705,313                          |
| Government and statutory bodies          | 2,318,310                          | 2,503,651                           |
| Individuals                              | 24,572,682                         | 24,521,977                          |
| Other domestic entities                  | 81                                 | 90                                  |
| Foreign individuals and entities         | 37,780                             | 38,331                              |
|  | <b>46,594,722</b>                  | <b>47,202,483</b>                   |

A12c. All financing and advances reside in Malaysia.

A12d. Gross financing and advances analysed by profit rate sensitivity are as follows:

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| Fixed rate                               |                                    |                                     |
| - Housing financing                      | 164,749                            | 166,844                             |
| - Hire purchase receivables              | 5,020,695                          | 5,068,909                           |
| - Other financing                        | 5,132,796                          | 5,300,083                           |
| Variable rate                            |                                    |                                     |
| - Base rate and base financing rate plus | 23,579,612                         | 23,485,505                          |
| - Cost plus                              | 12,592,954                         | 13,062,256                          |
| - Other variable rates                   | 103,916                            | 118,886                             |
|  | <b>46,594,722</b>                  | <b>47,202,483</b>                   |

**A12. FINANCING AND ADVANCES (CONT'D.)**

A12e. Gross financing and advances analysed by sector are as follows:

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| Agriculture  | 1,365,485                          | 1,319,453                           |
| Mining and quarrying                                 | 154,852                            | 128,174                             |
| Manufacturing  | 4,565,251                          | 4,768,685                           |
| Electricity, gas and water                           | 927,403                            | 895,340                             |
| Construction   | 1,015,405                          | 954,068                             |
| Wholesale and retail trade and hotel and restaurants | 4,290,849                          | 3,895,350                           |
| Transport, storage and communication                 | 1,825,194                          | 2,436,985                           |
| Finance and insurance                                | 3,872,735                          | 3,561,999                           |
| Real estate  | 2,661,316                          | 2,899,625                           |
| Business activities                                  | 907,701                            | 1,391,104                           |
| Education and health                                 | 398,070                            | 391,392                             |
| Household of which:                                  | 24,610,461                         | 24,560,308                          |
| - Purchase of residential properties                 | 14,943,314                         | 14,818,072                          |
| - Purchase of transport vehicles                     | 4,624,765                          | 4,671,833                           |
| - Others   | 5,042,382                          | 5,070,403                           |
|  | <b>46,594,722</b>                  | <b>47,202,483</b>                   |

A12f. Gross financing and advances analysed by residual contractual maturity are as follows:

|                                | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--------------------------------|------------------------------------|-------------------------------------|
| Maturing within one year       | 11,377,656                         | 12,202,010                          |
| Over one year to three years   | 1,311,246                          | 1,410,727                           |
| Over three years to five years | 3,730,276                          | 2,985,016                           |
| Over five years                | 30,175,544                         | 30,604,730                          |
|                                | <b>46,594,722</b>                  | <b>47,202,483</b>                   |

**A12. FINANCING AND ADVANCES (CONT'D.)**

A12g. Movements in impaired financing and advances are as follows:

|   | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|---|------------------------------------|-------------------------------------|
| Balance at beginning of the financial period/year                             | 624,179                            | 655,234                             |
| Additions during the period/year  | 223,278                            | 546,352                             |
| Reclassified as non-impaired  | (89,223)                           | (142,546)                           |
| Recoveries  | (30,465)                           | (207,377)                           |
| Amount written off  | (28,963)                           | (227,484)                           |
| Balance at end of the financial period/year                                   | <u>698,806</u>                     | <u>624,179</u>                      |
| Gross impaired financing and advances<br>as % of gross financing and advances | <u>1.50%</u>                       | <u>1.32%</u>                        |
| Financing loss coverage (including regulatory reserve)                        | <u>100.2%</u>                      | <u>104.1%</u>                       |

A12h. All impaired financing and advances reside in Malaysia.

A12i. Impaired financing and advances by sector are as follows:

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| Agriculture  | 5,032                              | 8,040                               |
| Mining and quarrying                                 | 37,312                             | 37,319                              |
| Manufacturing  | 30,156                             | 27,445                              |
| Electricity, gas and water                           | 23,023                             | 869                                 |
| Construction   | 41,206                             | 38,945                              |
| Wholesale and retail trade and hotel and restaurants | 56,058                             | 50,470                              |
| Transport, storage and communication                 | 8,258                              | 7,013                               |
| Real estate  | 62,100                             | 61,946                              |
| Business activities                                  | 9,809                              | 5,852                               |
| Education and health                                 | 70                                 | 641                                 |
| Household of which:                                  | 425,782                            | 385,639                             |
| - Purchase of residential properties                 | 353,861                            | 327,921                             |
| - Purchase of transport vehicles                     | 27,446                             | 17,787                              |
| - Others   | 44,475                             | 39,931                              |
|  | <u>698,806</u>                     | <u>624,179</u>                      |

**A12. FINANCING AND ADVANCES (CONT'D.)**

A12j. The movements in the allowances for ECL are as follows:

|  | Stage 1<br>12-month<br>ECL<br>RM'000 | Stage 2<br>Lifetime ECL<br>Not Credit<br>Impaired<br>RM'000 | Stage 3<br>Lifetime ECL<br>Credit<br>Impaired<br>RM'000 | Total<br>RM'000 |
|--|--------------------------------------|---|---|-----------------|
| <b>30 June 2025</b>  |                                      |   |   |                 |
| Balance at beginning of the financial period               | 105,174                              | 301,921   | 142,816   | 549,911         |
| Net allowances for ECL                                     | 1,339                                | 3,760   | 45,558  | 50,657          |
| - Transfer to Stage 1                                      | 3,605                                | (17,394)  | (2,526)   | (16,315)        |
| - Transfer to Stage 2                                      | (5,397)                              | 35,962  | (13,127)  | 17,438          |
| - Transfer to Stage 3                                      | (292)                                | (23,274)  | 51,536  | 27,970          |
| New financial assets originated                            | 19,273                               | 11,818  | 119   | 31,210          |
| Net remeasurement of allowances                            | 976                                  | 15,505  | 10,131  | 26,612          |
| Changes to model assumptions and methodologies             | (949)                                | (2,262)   | -   | (3,211)         |
| Modification of contractual cash flows of financial assets | 66                                   | 8   | 143   | 217             |
| Financial assets derecognised                              | (15,943)                             | (16,603)  | (718)   | (33,264)        |
| Foreign exchange differences                               | (68)                                 | -   | -   | (68)            |
| Amount written-off   | -                                    | -   | (28,963)  | (28,963)        |
| Balance at end of the financial period                     | 106,445                              | 305,681   | 159,411   | 571,537         |
| <b>31 March 2025</b>                                       |                                      |   |   |                 |
| Balance at beginning of the financial year                 | 109,080                              | 337,673   | 196,450   | 643,203         |
| Net (writeback of)/allowances for ECL:                     | (3,845)                              | (28,654)  | 173,850   | 141,351         |
| - Transfer to Stage 1                                      | 4,590                                | (34,126)  | (5,006)   | (34,542)        |
| - Transfer to Stage 2                                      | (5,909)                              | 56,103  | (18,347)  | 31,847          |
| - Transfer to Stage 3                                      | (606)                                | (27,723)  | 77,120  | 48,791          |
| New financial assets originated                            | 38,882                               | 30,434  | 3,124   | 72,440          |
| Net remeasurement of allowances                            | (7,157)                              | (17,096)  | 120,295   | 96,042          |
| Changes to model assumptions and methodologies             | (12,927)                             | 1,375   | -   | (11,552)        |
| Modification of contractual cash flows of financial assets | (588)                                | (1,657)   | 115   | (2,130)         |
| Financial assets derecognised                              | (20,130)                             | (35,964)  | (3,451)   | (59,545)        |
| Foreign exchange differences                               | (61)                                 | (14)  | -   | (75)            |
| Amount written-off   | -                                    | (7,084)   | (227,484)   | (234,568)       |
| Balance at end of the financial year                       | 105,174                              | 301,921   | 142,816   | 549,911         |

#### A13. OTHER ASSETS

|   |      | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|---|------|------------------------------------|-------------------------------------|
|   | Note |                                    |                                     |
| Other receivables, deposits and prepayments |      | 91,706                             | 100,949                             |
| Amount due from related companies           | (a)  | -                                  | 340,820                             |
| Profit receivable                           |      | 124,867                            | 131,975                             |
| Deferred charges                            |      | 85,936                             | 89,838                              |
|   |      | <u>302,509</u>                     | <u>663,582</u>                      |

(a) Amount due from a related company, which related to banking operations, are unsecured, non-profit bearing and are repayable on demand.

#### A14. DEPOSITS FROM CUSTOMERS

|  |  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|--|------------------------------------|-------------------------------------|
| (i) By type of deposit:  |  |                                    |                                     |
| Savings deposit:   |  |                                    |                                     |
| Commodity Murabahah  |  | 3,415,799                          | 3,460,994                           |
| Qard   |  | 157,813                            | 188,243                             |
| Demand deposit:  |  |                                    |                                     |
| Commodity Murabahah  |  | 11,538,614                         | 12,985,650                          |
| Qard   |  | 1,559,799                          | 2,812,566                           |
| Term deposits:   |  |                                    |                                     |
| Commodity Murabahah  |  | 30,914,858                         | 29,904,948                          |
| Qard   |  | 681,656                            | 313,205                             |
| Total  |  | <u>48,268,539</u>                  | <u>49,665,606</u>                   |
| (ii) The deposits are sourced from the following types of customers: |  |                                    |                                     |
| Government and statutory bodies                                      |  | 4,009,742                          | 3,927,843                           |
| Business enterprises   |  | 24,643,113                         | 25,732,302                          |
| Individuals  |  | 16,676,186                         | 17,954,016                          |
| Others   |  | 2,939,498                          | 2,051,445                           |
|  |  | <u>48,268,539</u>                  | <u>49,665,606</u>                   |
| (iii) The maturity structure of all term deposits is as follows:     |  |                                    |                                     |
| Due within six months  |  | 25,326,629                         | 24,331,023                          |
| Over six months to one year  |  | 6,049,821                          | 5,698,679                           |
| Over one year to three years   |  | 217,981                            | 185,634                             |
| Over three years to five years                                       |  | 2,083                              | 2,817                               |
|  |  | <u>31,596,514</u>                  | <u>30,218,153</u>                   |

**A15. INVESTMENT ACCOUNTS OF CUSTOMERS**

|                                  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|----------------------------------|------------------------------------|-------------------------------------|
| Unrestricted investment account: |                                    |                                     |
| Without maturity                 |                                    |                                     |
| - Wakalah                        | 11,821                             | 11,359                              |
| With maturity                    |                                    |                                     |
| - Mudarabah                      | 985                                | 1,121                               |
|                                  | <u>12,806</u>                      | <u>12,480</u>                       |

The investments accounts are sourced from the following types of customers:

|                      |               |               |
|----------------------|---------------|---------------|
| Business enterprises | 92            | 84            |
| Individuals          | 12,714        | 12,396        |
|                      | <u>12,806</u> | <u>12,480</u> |

|                      | <b>Wakalah<br/>RM'000</b> | <b>Mudarabah<br/>RM'000</b> |
|----------------------|---------------------------|-----------------------------|
| Investment assets:   |                           |                             |
| <b>30 June 2025</b>  |                           |                             |
| Interbank placement  | 11,821                    | -                           |
| House financing      | -                         | 985                         |
| Total investment     | <u>11,821</u>             | <u>985</u>                  |
| <b>31 March 2025</b> |                           |                             |
| Interbank placement  | 11,359                    | -                           |
| House financing      | -                         | 1,121                       |
| Total investment     | <u>11,359</u>             | <u>1,121</u>                |

**A15. INVESTMENT ACCOUNTS OF CUSTOMERS (CONT'D.)**

Average Rate of Return and Average Performance Incentive Fee for the investment accounts are as follows:

|                                 | Investment account holder        |                            |                                       |
|---------------------------------|----------------------------------|----------------------------|---------------------------------------|
|                                 | Average profit sharing ratio (%) | Average rate of return (%) | Average performance incentive fee (%) |
| <b>30 June 2025</b>             |                                  |                            |                                       |
| Maturity :                      |                                  |                            |                                       |
| - less than 3 months            | 47.62                            | 0.17                       | 2.95                                  |
| - between 3 months to 12 months | 48.52                            | 2.43                       | -                                     |
| <b>31 March 2025</b>            |                                  |                            |                                       |
| Maturity :                      |                                  |                            |                                       |
| - less than 3 months            | 47.38                            | 0.17                       | 2.94                                  |
| - between 3 months to 12 months | 50.34                            | 2.51                       | -                                     |

**A16. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

|                              | 30 June<br>2025<br>RM'000 | 31 March<br>2025<br>RM'000 |
|------------------------------|---------------------------|----------------------------|
| <u>Non-Mudarabah</u>         |                           |                            |
| Licensed Islamic banks       | 200,000                   | -                          |
| Licensed banks               | 88,442                    | 87,545                     |
| Licensed investment banks    | 219,182                   | 190,458                    |
| Other financial institutions | 320,842                   | 736,712                    |
| Bank Negara Malaysia         | 172,867                   | 166,938                    |
| Total                        | <u>1,001,333</u>          | <u>1,181,653</u>           |

**A17. INVESTMENT ACCOUNT DUE TO A LICENSED BANK**

|   | 30 June<br>2025<br>RM'000 | 31 March<br>2025<br>RM'000 |
|---|---------------------------|----------------------------|
| <u>Restricted investment account ("RA")</u> |                           |                            |
| - Mudarabah Muqayyadah                      | <u>1,042,369</u>          | <u>1,194,172</u>           |
| Investment asset:                           |                           |                            |
| Financing                                   | <u>1,042,369</u>          | <u>1,194,172</u>           |



**A17. INVESTMENT ACCOUNT DUE TO A LICENSED BANK (CONT'D.)**

Average Profit Sharing Ratio and Average Rate of Return for the investment account based on original contractual maturity are as follows:

|                           | Investment account holder              |  |                               |                               |
|---------------------------|--|--|-------------------------------|-------------------------------|
|                           | 30 June<br>2025                        | 31 March<br>2025                       | 30 June<br>2025               | 31 March<br>2025              |
|                           | Average profit<br>sharing<br>ratio (%) | Average profit<br>sharing<br>ratio (%) | Average rate<br>of return (%) | Average rate<br>of return (%) |
|                           |  |  |                               |                               |
| Maturity:                 |  |  |                               |                               |
| - over 2 years to 5 years | 90                                     | 90                                     | 3.91                          | 4.02                          |
| - more than 5 years       | 90                                     | 90                                     | 4.30                          | 4.38                          |

The RA is a contract based on the Shariah concept of Mudarabah between two parties, that is, capital provider and entrepreneur to finance a business venture where the business venture is managed solely by the Bank as the entrepreneur. The profit of the business venture is shared between both parties based on a pre-agreed ratio. The capital provider for the RA contracts is AmBank, a related company.

As at 30 June 2025, ECL allowance for the investment asset borne by AmBank amounted to RM2.1 million (31 March 2025: RM2.5 million).

As at 30 June 2025, the remaining tenure of the RA contracts is for a period of 2 to 5 years (31 March 2025: 2 to 5 years).

**A18. OTHER LIABILITIES**

|   | Note | 30 June<br>2025<br>RM'000 | 31 March<br>2025<br>RM'000 |
|---|------|---------------------------|----------------------------|
| Profit payable  |      | 271,725                   | 321,537                    |
| Other creditors and accruals  |      | 71,969                    | 65,654                     |
| Lease liabilities   |      | 1,701                     | 1,774                      |
| Provision for reinstatement<br>for leased premises                      |      | 86                        | 86                         |
| Deferred income   |      | 18,807                    | 20,954                     |
| Advance rental  |      | 13,758                    | 13,021                     |
| Amount due to related companies   | (a)  | 819,485                   | 4                          |
| Allowances for ECL on financing<br>commitments and financial guarantees | (b)  | 19,379                    | 19,472                     |
| Provision for taxation  |      | 16,436                    | 55,034                     |
|   |      | <u>1,233,346</u>          | <u>497,536</u>             |

(a) Amount due to related companies, which related to banking operations, are unsecured, non-profit bearing and repayable on demand.

**A18. OTHER LIABILITIES (CONT'D.)**

(b) The movements in allowances for ECL are as follows:

|  | Stage 1<br>12-month<br>ECL<br>RM'000 | Stage 2<br>Lifetime ECL<br>Not Credit<br>Impaired<br>RM'000 | Stage 3<br>Lifetime ECL<br>Credit<br>Impaired<br>RM'000 | Total<br>RM'000 |
|--|--------------------------------------|---|---|-----------------|
| <b>30 June 2025</b>                              |                                      |   |   |                 |
| Balance at beginning of the financial period     | 11,006                               | 4,148   | 4,318   | 19,472          |
| Net (writeback of)/allowance for ECL (Note A25): | (122)                                | 42  | 2   | (78)            |
| - Transfer to Stage 1                            | 180                                  | (846)   | -   | (666)           |
| - Transfer to Stage 2                            | (183)                                | 889   | -   | 706             |
| - Transfer to Stage 3                            | (3)                                  | (360)   | 363   | -               |
| New exposures originated                         | 2,294                                | 1,425   | -   | 3,719           |
| Net remeasurement of allowances                  | (714)                                | (566)   | (361)   | (1,641)         |
| Financial exposures derecognised                 | (1,696)                              | (500)   | -   | (2,196)         |
| Foreign exchange differences                     | (11)                                 | (4)   | -   | (15)            |
| Balance at end of the financial period           | 10,873                               | 4,186   | 4,320   | 19,379          |
| <b>31 March 2025</b>                             |                                      |   |   |                 |
| Balance at beginning of the financial year       | 11,337                               | 5,355   | 3,770   | 20,462          |
| Net (writeback of)/allowance for ECL:            | (320)                                | (1,201)   | 548   | (973)           |
| - Transfer to Stage 1                            | 149                                  | (1,132)   | -   | (983)           |
| - Transfer to Stage 2                            | (278)                                | 1,195   | -   | 917             |
| - Transfer to Stage 3                            | (37)                                 | (275)   | 312   | -               |
| New exposures originated                         | 4,035                                | 1,807   | -   | 5,842           |
| Net remeasurement of allowances                  | (1,445)                              | (939)   | 236   | (2,148)         |
| Financial exposures derecognised                 | (2,744)                              | (1,857)   | -   | (4,601)         |
| Foreign exchange differences                     | (11)                                 | (6)   | -   | (17)            |
| Balance at end of the financial year             | 11,006                               | 4,148   | 4,318   | 19,472          |

**A19. INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS**

|  | Individual Quarter        |                           | Cumulative Quarter        |                           |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
|  | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| <u>Finance income and hibah:</u>   |                           |                           |                           |                           |
| Financing and advances   |                           |                           |                           |                           |
| - Financing income   | 520,967                   | 500,576                   | 520,967                   | 500,576                   |
| - Financing income on impaired financing   | 826                       | 450                       | 826                       | 450                       |
| Financial assets at fair value through profit or loss  | 11,936                    | 21,936                    | 11,936                    | 21,936                    |
| Financial investments at fair value through other comprehensive income                       | 53,829                    | 63,003                    | 53,829                    | 63,003                    |
| Financial investments at amortised cost  | 35,565                    | 38,563                    | 35,565                    | 38,563                    |
| Deposits and placements with banks and other financial institutions                          | 5,418                     | 4,023                     | 5,418                     | 4,023                     |
| Total finance income and hibah   | <u>628,541</u>            | <u>628,551</u>            | <u>628,541</u>            | <u>628,551</u>            |
| <u>Other operating income:</u>   |                           |                           |                           |                           |
| Fee and commission income:   |                           |                           |                           |                           |
| - Fees on financing, advances and securities   | 16,932                    | 13,671                    | 16,932                    | 13,671                    |
| - Guarantee fees   | 3,906                     | 3,251                     | 3,906                     | 3,251                     |
| - Remittances  | 332                       | 67                        | 332                       | 67                        |
| - Service charges and fees   | 900                       | 964                       | 900                       | 964                       |
| - Others   | 1,768                     | 1,487                     | 1,768                     | 1,487                     |
| Foreign exchange gain  | 2,160                     | 327                       | 2,160                     | 327                       |
| Gain/(Loss) from disposal of financial assets at fair value through profit or loss           | 6,138                     | (1,551)                   | 6,138                     | (1,551)                   |
| Gain on revaluation of financial assets at fair value through profit or loss                 | 946                       | 711                       | 946                       | 711                       |
| Gain from disposal of financial investments at fair value through other comprehensive income | 3,532                     | -                         | 3,532                     | -                         |
| Net loss on derivatives  | (1,959)                   | (1,996)                   | (1,959)                   | (1,996)                   |
| Others   | (10)                      | 2                         | (10)                      | 2                         |
| Total other operating income   | <u>34,645</u>             | <u>16,933</u>             | <u>34,645</u>             | <u>16,933</u>             |
| Total  | <u>663,186</u>            | <u>645,484</u>            | <u>663,186</u>            | <u>645,484</u>            |

**A20. INCOME DERIVED FROM INVESTMENT OF INVESTMENT ACCOUNT FUNDS**

|                                       | Individual Quarter        |                           | Cumulative Quarter        |                           |
|---------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
|                                       | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| Income derived from investment of:    |                           |                           |                           |                           |
| - Restricted investment account       | 12,667                    | 14,761                    | 12,667                    | 14,761                    |
| - Unrestricted investment<br>accounts | 101                       | 111                       | 101                       | 111                       |
|                                       | <u>12,768</u>             | <u>14,872</u>             | <u>12,768</u>             | <u>14,872</u>             |

**Income derived from investment of restricted investment account**

Finance income and hibah:

Financing and advances

|                    |               |               |               |               |
|--------------------|---------------|---------------|---------------|---------------|
| - Financing income | <u>12,667</u> | <u>14,761</u> | <u>12,667</u> | <u>14,761</u> |
|--------------------|---------------|---------------|---------------|---------------|

**Income derived from investment of unrestricted investment accounts**

Finance income and hibah:

Financing and advances

|                    |    |    |    |    |
|--------------------|----|----|----|----|
| - Financing income | 13 | 16 | 13 | 16 |
|--------------------|----|----|----|----|

Deposits and placements with  
banks and other financial  
institutions

|           |           |           |           |
|-----------|-----------|-----------|-----------|
| <u>88</u> | <u>95</u> | <u>88</u> | <u>95</u> |
|-----------|-----------|-----------|-----------|

|                                |            |            |            |            |
|--------------------------------|------------|------------|------------|------------|
| Total finance income and hibah | <u>101</u> | <u>111</u> | <u>101</u> | <u>111</u> |
|--------------------------------|------------|------------|------------|------------|

**A21. INCOME DERIVED FROM INVESTMENT OF SHAREHOLDER'S FUNDS**

|  | Individual Quarter        |                           | Cumulative Quarter        |                           |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
|  | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| <u>Finance income and hibah:</u>   |                           |                           |                           |                           |
| Financing and advances   |                           |                           |                           |                           |
| - Financing income   | 51,636                    | 45,331                    | 51,636                    | 45,331                    |
| - Financing income on impaired financing   | 82                        | 41                        | 82                        | 41                        |
| Financial assets at fair value through profit or loss  | 1,183                     | 1,987                     | 1,183                     | 1,987                     |
| Financial investments at fair value through other comprehensive income                       | 5,335                     | 5,705                     | 5,335                     | 5,705                     |
| Financial investments at amortised cost  | 3,525                     | 3,492                     | 3,525                     | 3,492                     |
| Deposits and placements with banks and other financial institutions                          | 537                       | 364                       | 537                       | 364                       |
| Total finance income and hibah   | 62,298                    | 56,920                    | 62,298                    | 56,920                    |
| <u>Other operating income:</u>   |                           |                           |                           |                           |
| Fee and commission income:   |                           |                           |                           |                           |
| - Bancassurance commission   | 4,292                     | 3,337                     | 4,292                     | 3,337                     |
| - Fees on financing, advances and securities   | 1,679                     | 1,241                     | 1,679                     | 1,241                     |
| - Guarantee fees   | 387                       | 295                       | 387                       | 295                       |
| - Remittances  | 61                        | 37                        | 61                        | 37                        |
| - Service charges and fees   | 1,008                     | 1,023                     | 1,008                     | 1,023                     |
| - Others   | 1,649                     | 7,048                     | 1,649                     | 7,048                     |
| Foreign exchange gain  | 214                       | 30                        | 214                       | 30                        |
| Gain/(Loss) from disposal of financial assets at fair value through profit or loss           | 608                       | (140)                     | 608                       | (140)                     |
| Gain on revaluation of financial assets at fair value through profit or loss                 | 94                        | 64                        | 94                        | 64                        |
| Gain from disposal of financial investments at fair value through other comprehensive income | 350                       | -                         | 350                       | -                         |
| Net loss on derivatives  | (194)                     | (181)                     | (194)                     | (181)                     |
| Others   | (1)                       | -                         | (1)                       | -                         |
| Total other operating income   | 10,147                    | 12,754                    | 10,147                    | 12,754                    |
| Total  | 72,445                    | 69,674                    | 72,445                    | 69,674                    |

**A22. ALLOWANCE FOR/(WRITEBACK OF) IMPAIRMENT ON FINANCING AND ADVANCES - NET**

|  | Individual Quarter |                | Cumulative Quarter |                |
|--|--------------------|----------------|--------------------|----------------|
|  | 30 June            | 30 June        | 30 June            | 30 June        |
|  | 2025               | 2024           | 2025               | 2024           |
|  | RM'000             | RM'000         | RM'000             | RM'000         |
| Allowance for impairment on financing and advances | 50,657             | 17,161         | 50,657             | 17,161         |
| Impaired financing and advances recovered, net     | (17,238)           | (21,010)       | (17,238)           | (21,010)       |
| Total  | <u>33,419</u>      | <u>(3,849)</u> | <u>33,419</u>      | <u>(3,849)</u> |

**A23. WRITEBACK OF IMPAIRMENT ON FINANCIAL INVESTMENTS**

|  | Individual Quarter |              | Cumulative Quarter |              |
|--|--------------------|--------------|--------------------|--------------|
|  | 30 June            | 30 June      | 30 June            | 30 June      |
|  | 2025               | 2024         | 2025               | 2024         |
|  | RM'000             | RM'000       | RM'000             | RM'000       |
| Financial investments at amortised cost - sukuk                                | (832)              | (283)        | (832)              | (284)        |
| Financial investments at fair value through other comprehensive income - sukuk | (782)              | (337)        | (782)              | (336)        |
| Total  | <u>(1,614)</u>     | <u>(620)</u> | <u>(1,614)</u>     | <u>(620)</u> |

**A24. WRITEBACK OF IMPAIRMENT ON OTHER FINANCIAL ASSETS**

|                           | Individual Quarter |          | Cumulative Quarter |          |
|---------------------------|--------------------|----------|--------------------|----------|
|                           | 30 June            | 30 June  | 30 June            | 30 June  |
|                           | 2025               | 2024     | 2025               | 2024     |
|                           | RM'000             | RM'000   | RM'000             | RM'000   |
| Cash and short-term funds | <u>(5)</u>         | <u>-</u> | <u>(5)</u>         | <u>-</u> |

**A25. WRITEBACK OF PROVISION FOR COMMITMENTS AND CONTINGENCIES**

|   | Individual Quarter        |                           | Cumulative Quarter        |                           |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
|   | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| Writeback of provision for<br>commitments and contingencies<br>- financing commitments and<br>financial guarantee contracts | (78)                      | (935)                     | (78)                      | (935)                     |

**A26. INCOME ATTRIBUTABLE TO THE DEPOSITORS AND OTHERS**

|   | Individual Quarter        |                           | Cumulative Quarter        |                           |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
|   | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| <u>Non-Mudarabah fund</u>   |                           |                           |                           |                           |
| Deposit from customers  | 339,852                   | 342,919                   | 339,852                   | 342,919                   |
| Deposits and placements<br>of banks and other<br>financial institutions | 6,674                     | 16,613                    | 6,674                     | 16,613                    |
|   | <u>346,526</u>            | <u>359,532</u>            | <u>346,526</u>            | <u>359,532</u>            |
| Others  | <u>23,864</u>             | <u>32,907</u>             | <u>23,864</u>             | <u>32,907</u>             |
| Total   | <u>370,390</u>            | <u>392,439</u>            | <u>370,390</u>            | <u>392,439</u>            |

**A27. INCOME ATTRIBUTABLE TO THE INVESTMENT ACCOUNT HOLDERS**

|   | Individual Quarter        |                           | Cumulative Quarter        |                           |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
|   | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| <u>Unrestricted investment accounts</u> |                           |                           |                           |                           |
| Customers                               | 8                         | 9                         | 8                         | 9                         |
| <u>Restricted investment account</u>    |                           |                           |                           |                           |
| Licensed bank                           | 11,400                    | 13,285                    | 11,400                    | 13,285                    |
|   | <u>11,408</u>             | <u>13,294</u>             | <u>11,408</u>             | <u>13,294</u>             |

**A28. OTHER OPERATING EXPENSES**

|  | Individual Quarter        |                           | Cumulative Quarter        |                           |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
|  | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 | 30 June<br>2025<br>RM'000 | 30 June<br>2024<br>RM'000 |
| Personnel costs:   |                           |                           |                           |                           |
| Salaries, allowances,<br>bonuses and incentives                            | 4,873                     | 4,732                     | 4,873                     | 4,732                     |
| Share granted under AMMB<br>Executives' Share Scheme<br>("ESS") - charge   | 393                       | 71                        | 393                       | 71                        |
| Contributions to Employees'<br>Provident Fund/Private<br>Retirement Scheme | 779                       | 751                       | 779                       | 751                       |
| Social security cost   | 30                        | 24                        | 30                        | 24                        |
| Others   | 467                       | 559                       | 467                       | 559                       |
|  | <u>6,542</u>              | <u>6,137</u>              | <u>6,542</u>              | <u>6,137</u>              |
| Establishment costs:   |                           |                           |                           |                           |
| Amortisation of intangible<br>assets                                       | 20                        | 18                        | 20                        | 18                        |
| Cleaning, maintenance<br>and security                                      | 20                        | 21                        | 20                        | 21                        |
| Computerisation costs  | 165                       | 405                       | 165                       | 405                       |
| Depreciation of property<br>and equipment                                  | 27                        | 45                        | 27                        | 45                        |
| Depreciation of right-of-use<br>assets                                     | 76                        | 76                        | 76                        | 76                        |
| Rental of premises   | 153                       | 139                       | 153                       | 139                       |
| Finance cost:<br>- Lease liabilities                                       | 12                        | 14                        | 12                        | 14                        |
| Others   | 373                       | 5                         | 373                       | 5                         |
|  | <u>846</u>                | <u>723</u>                | <u>846</u>                | <u>723</u>                |
| Marketing and communication<br>expenses:                                   |                           |                           |                           |                           |
| Advertising, marketing<br>and communication                                | 1,420                     | 900                       | 1,420                     | 900                       |
| Others   | 19                        | 23                        | 19                        | 23                        |
|  | <u>1,439</u>              | <u>923</u>                | <u>1,439</u>              | <u>923</u>                |
| Administration and general<br>expenses:                                    |                           |                           |                           |                           |
| Professional services  | 789                       | 644                       | 789                       | 644                       |
| Others   | 3,436                     | 2,603                     | 3,436                     | 2,603                     |
|  | <u>4,225</u>              | <u>3,247</u>              | <u>4,225</u>              | <u>3,247</u>              |
| Service transfer<br>pricing expense, net                                   | <u>121,954</u>            | <u>112,383</u>            | <u>121,954</u>            | <u>112,383</u>            |
|  | <u>135,006</u>            | <u>123,413</u>            | <u>135,006</u>            | <u>123,413</u>            |



**A29. BASIC EARNINGS PER SHARE**

**Basic/Diluted**

The basic/diluted earnings per share is calculated by dividing the net profit attributable to the equity holder of the Bank by the weighted average number of ordinary shares in issue during the financial period.

|  | <b>Individual Quarter</b> |                         | <b>Cumulative Quarter</b> |                         |
|--|---------------------------|-------------------------|---------------------------|-------------------------|
|  | <b>30 June<br/>2025</b>   | <b>30 June<br/>2024</b> | <b>30 June<br/>2025</b>   | <b>30 June<br/>2024</b> |
| Net profit attributable to equity holder of the Bank (RM'000)  | 135,527                   | 137,606                 | 135,527                   | 137,606                 |
| Number of ordinary shares at beginning and end of the financial period representing the weighted average number of ordinary shares in issue ('000) | 494,369                   | 494,369                 | 494,369                   | 494,369                 |
| Basic/Diluted earnings per share (sen)   | 27.41                     | 27.83                   | 27.41                     | 27.83                   |

### **A30. BUSINESS SEGMENT ANALYSIS**

Segment information is presented in respect of the Bank's business segments. The business segment information is prepared based on internal management reports, which are regularly reviewed by the Chief Operating Decision Maker in order to allocate resources to a segment and to assess its performance.

The Bank comprises the following main business segments:

(a) Retail Banking

Retail Banking continues to focus on building mass affluent and affluent customers. Retail Banking offers products and financial solutions which includes auto finance, mortgages, personal financing, credit cards, priority banking services, wealth management, remittance services and deposits.

(b) Business Banking

Business Banking ("BB") focuses on all sizes of businesses and enterprises by providing a range of products and solutions such as Commercial, Enterprise and SME Lending, Business Wealth, Industrial Hire Purchase and Bancassurance.

(c) Wholesale Banking

Wholesale Banking comprises Corporate Banking, Transaction Banking and Group Treasury and Markets:

(i) Corporate and Transaction Banking

Corporate Banking offers a full range of products and services, including corporate lending, investment banking advisory, trade finance, offshore banking and cash management solutions to wholesale banking clients.

Transaction Banking delivers tailor-made digital and cash management solutions, as well as trade financing and remittance services, to corporate and SME clients.

(ii) Group Treasury and Markets

Group Treasury and Markets manages funding and liquidity for the banking group and offers financial market and hedging solutions across all asset classes to a broad range of clients. The sales and trading activities cover fixed income, profit rates, foreign exchange, money market, equity derivatives, commodities and other derivatives.

**A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)**

The Bank comprises the following main business segments (cont'd.):

(d) Investment Banking

Investment Banking offers Islamic advisory services and a wide range of Shariah-compliant financial and investment solutions that include sukuk origination and Islamic structured finance.

(e) Others

Others comprise activities to support operations of the main business units and non-core operations of the Bank.

Measurement of Segment Performance

The segment performance is measured on income, expenses and profit basis. These are shown after allocation of certain centralised costs, funding income and expenses directly associated with each segment. Transactions between segments are recorded within the segment as if they are third party transactions and are eliminated on aggregation.

Note:

- (i) The Chief Operating Decision Maker relies primarily on the net finance income information to assess the performance of, and to make decisions about resources to be allocated to these operating segments.
- (ii) The financial information by geographical segment is not presented as the Bank's activities are principally conducted in Malaysia.
- (iii) The comparatives have been restated to conform with current business realignment between the business segment.

**A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)**

For the financial period ended 30 June 2025

|  | Wholesale banking |            |               |                |            |         |            |
|--|-------------------|------------|---------------|----------------|------------|---------|------------|
|  |                   |            | Corporate and |                |            |         |            |
|  | Retail Banking    | Business   | Transaction   | Group Treasury | Investment | Others  | Total      |
|  | RM'000            | Banking    | Banking       | and Market     | Banking    | RM'000  | RM'000     |
|  |                   | RM'000     | RM'000        | RM'000         | RM'000     |         | RM'000     |
| External net income  | 188,752           | 156,284    | 76,721        | (78,392)       | 495        | (341)   | 343,519    |
| Intersegments net income   | (70,948)          | (39,959)   | (37,426)      | 148,368        | 2          | (37)    | -          |
| Net income   | 117,804           | 116,325    | 39,295        | 69,976         | 497        | (378)   | 343,519    |
| Net finance income   | 110,542           | 98,840     | 33,018        | 58,930         | 25         | (458)   | 300,897    |
| Other income   | 7,262             | 17,485     | 6,277         | 11,046         | 472        | 80      | 42,622     |
| Net income   | 117,804           | 116,325    | 39,295        | 69,976         | 497        | (378)   | 343,519    |
| Other operating expenses of which:                                   | (79,658)          | (36,188)   | (13,844)      | (6,285)        | -          | 969     | (135,006)  |
| Depreciation of property and equipment                               | -                 | -          | -             | -              | -          | (27)    | (27)       |
| Depreciation of right-of-use-assets                                  | -                 | -          | -             | -              | -          | (76)    | (76)       |
| Amortisation of intangible assets                                    | (1)               | (1)        | -             | -              | -          | (18)    | (20)       |
| Profit before impairment losses and provision                        | 38,146            | 80,137     | 25,451        | 63,691         | 497        | 591     | 208,513    |
| (Allowance for)/Writeback of impairment on financing and advances    | (32,574)          | (5,054)    | 4,209         | -              | -          | -       | (33,419)   |
| Writeback of impairment on financial investments                     | -                 | 127        | 680           | 807            | -          | -       | 1,614      |
| Writeback of impairment on other financial assets                    | -                 | -          | -             | 5              | -          | -       | 5          |
| (Provision)/Writeback of provision for commitments and contingencies | (707)             | 345        | 440           | -              | -          | -       | 78         |
| Profit before zakat and taxation                                     | 4,865             | 75,555     | 30,780        | 64,503         | 497        | 591     | 176,791    |
| Zakat and taxation   | (1,168)           | (18,133)   | (7,387)       | (13,145)       | (120)      | (1,311) | (41,264)   |
| Profit/(loss) for the financial period                               | 3,697             | 57,422     | 23,393        | 51,358         | 377        | (720)   | 135,527    |
| Other information  |                   |            |               |                |            |         |            |
| Total segment assets   | 24,317,059        | 15,313,470 | 7,864,229     | 13,932,365     | 24,465     | 137,901 | 61,589,489 |
| Total segment liabilities  | 16,882,096        | 11,228,820 | 5,119,754     | 22,428,950     | 2,088      | 853,304 | 56,515,012 |
| Cost to income ratio   | 67.6%             | 31.1%      | 35.2%         | 9.0%           | 0.0%       | >100%   | 39.3%      |
| Gross financing and advances   | 24,628,291        | 14,819,453 | 7,146,978     | -              | -          | -       | 46,594,722 |
| Net financing and advances   | 24,230,462        | 14,708,049 | 7,084,674     | -              | -          | -       | 46,023,185 |
| Impaired financing and advances                                      | 427,265           | 213,531    | 58,010        | -              | -          | -       | 698,806    |
| Deposits   | 16,728,922        | 11,143,662 | 5,086,425     | 16,310,863     | -          | -       | 49,269,872 |
| Additions to :   |                   |            |               |                |            |         |            |
| Property and Equipment   | -                 | -          | -             | -              | -          | 30      | 30         |
| Intangible assets  | -                 | -          | -             | -              | -          | -       | -          |

**A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)**

For the financial period ended 30 June 2024  
(Restated)

|  |                |            | Wholesale banking |                |            |         |            |
|--|----------------|------------|-------------------|----------------|------------|---------|------------|
|  |                |            | Corporate and     |                |            |         |            |
|  | Retail Banking | Business   | Transaction       | Group Treasury | Investment | Others  | Total      |
|  | RM'000         | Banking    | Banking           | and Market     | Banking    | RM'000  | RM'000     |
|  |                | RM'000     | RM'000            | RM'000         | RM'000     |         |            |
| External net income  | 214,821        | 116,742    | 78,992            | (112,865)      | 893        | (252)   | 298,331    |
| Intersegments net income   | (90,661)       | (13,977)   | (44,687)          | 149,962        | 9          | (646)   | -          |
| Net income   | 124,160        | 102,765    | 34,305            | 37,097         | 902        | (898)   | 298,331    |
| Net finance income   | 110,015        | 90,527     | 30,911            | 40,248         | 20         | (1,005) | 270,716    |
| Other income   | 14,145         | 12,238     | 3,394             | (3,151)        | 882        | 107     | 27,615     |
| Net income   | 124,160        | 102,765    | 34,305            | 37,097         | 902        | (898)   | 298,331    |
| Other operating expenses of which:                                   | (74,147)       | (31,885)   | (12,874)          | (5,962)        | -          | 1,455   | (123,413)  |
| Depreciation of property and equipment                               | -              | -          | -                 | -              | -          | (45)    | (45)       |
| Depreciation of right-of-use-assets                                  | -              | -          | -                 | -              | -          | (76)    | (76)       |
| Amortisation of intangible assets                                    | (1)            | -          | -                 | -              | -          | (17)    | (18)       |
| Profit before impairment losses and provision                        | 50,013         | 70,880     | 21,431            | 31,135         | 902        | 557     | 174,918    |
| (Allowance for)/Writeback of impairment on financing and advances    | (18,808)       | 7,795      | 14,862            | -              | -          | -       | 3,849      |
| Writeback of impairment on financial investments                     | -              | 173        | 93                | 354            | -          | -       | 620        |
| Writeback of provision/(Provision) for commitments and contingencies | 716            | (326)      | 545               | -              | -          | -       | 935        |
| Profit before zakat and taxation                                     | 31,921         | 78,522     | 36,931            | 31,489         | 902        | 557     | 180,322    |
| Zakat and taxation   | (7,661)        | (18,845)   | (8,864)           | (5,191)        | (217)      | (1,938) | (42,716)   |
| Profit/(Loss) for the financial period                               | 24,260         | 59,677     | 28,067            | 26,298         | 685        | (1,381) | 137,606    |
| <b>Other information</b>   |                |            |                   |                |            |         |            |
| Total segment assets   | 24,668,801     | 12,909,512 | 8,023,347         | 14,847,689     | -          | 159,034 | 60,608,383 |
| Total segment liabilities  | 16,926,097     | 11,777,433 | 4,380,248         | 22,604,534     | 1,945      | 16,241  | 55,706,498 |
| Cost to income ratio   | 59.7%          | 31.0%      | 37.5%             | 16.1%          | 0.0%       | >100%   | 41.4%      |
| Gross financing and advances   | 24,954,877     | 12,419,478 | 7,515,577         | -              | -          | -       | 44,889,932 |
| Net financing and advances   | 24,564,767     | 12,293,927 | 7,404,291         | -              | -          | -       | 44,262,985 |
| Impaired financing and advances                                      | 411,439        | 157,547    | 75,978            | -              | -          | -       | 644,964    |
| Deposits   | 16,802,885     | 11,677,957 | 4,008,701         | 14,168,826     | -          | -       | 46,658,369 |
| Additions to :   |                |            |                   |                |            |         |            |
| Property and Equipment   | -              | -          | -                 | -              | -          | 3       | 3          |
| Intangible assets  | -              | -          | -                 | -              | -          | 70      | 70         |

### **A31. PERFORMANCE REVIEW FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

The Bank reported a lower profit after zakat and taxation of RM135.5 million for the financial period ended 30 June 2025 compared to the corresponding period ended 30 June 2024 of RM137.6 million.

The lower profit was mainly due to net allowance for impairment on financing and advances of RM33.4 million (30 June 2024: writeback of RM3.8 million), higher other operating expenses by RM11.6 million and lower writeback of ECL on financing commitments and financial guarantee contracts by RM0.8 million.

The lower profit is mitigated by higher net finance income by RM30.2 million arising from higher net finance margin, higher other operation income by RM15.0 million mainly from gain on disposal of securities and higher writeback of impairment on financial investments by RM1.0 million.

The Bank recorded CET 1 Capital Ratio of 14.73% and Total Capital Ratio of 19.33%.

In the opinion of the directors, the results of operations of the Bank for the financial period have not been substantially affected by any item, transaction or event of a material and unusual nature.

### **A32. PROSPECTS FOR THE NEXT FINANCIAL YEAR**

#### **Tariff impact is sipping in while the United States ("US") Federal Reserve ("Fed") takes a cautious approach on the interest rate path outlook amid the latest inflation print**

With the lapse of 1st August deadline for trade agreements, President Donald Trump ("President Trump") has signed an executive order imposing reciprocal tariffs ranging from 10% to 41% on most imports from numerous countries. Although there are concerns over slowing economic growth and rising inflation persist, it remains uncertain whether US President Trump will proceed with hiking sectoral tariffs, such as pharmaceuticals and semiconductors. Meanwhile, the US-China trade deal has been extended for another 90 days to facilitate further discussions, which is also crucial for achieving positive outcomes for both parties.

As of July 2025, the Fed has maintained its benchmark interest rate at 4.25% to 4.50% since December 2024. Despite this, the Fed anticipated two rate cuts this year in the latest Summary Economic Projections ("SEPs"), reflecting a cautious approach as inflationary pressures are slated to pick up in the months ahead due to US policy shift.

#### **Eurozone policymakers are seen to hold off on the final rate cut until year-end**

The European Central Bank ("ECB") kept interest rates unchanged in its July meeting at 2.00% with several policymakers arguing that further reductions are unnecessary. The policymakers chose to maintain the interest rate benchmark following the conclusion of EU-US tariff negotiations – a 15% tariff for European exports to the US. While another rate cut in December is possible, this could be the final rate cut in the current cycle. The central bank is taking a data-dependent approach, remaining cautious of external risks such as global trade tensions and geopolitical instability. The overall stance is to support economic recovery without reigniting inflation.

### **A32. PROSPECTS FOR THE NEXT FINANCIAL YEAR (CONT'D.)**

#### **Malaysia's economy faces downside external risks, but growth is still driven by domestic**

Malaysia second quarter of 2025 gross domestic product ("GDP") growth recorded at 4.4%, maintaining its previous growth momentum buoyed by higher household spending following favourable labour market conditions and income-related policy measures. However, the economic backdrop is expected to become more challenging in the 2nd half of 2025 as the full impact of the 19% US tariffs takes hold and the temporary boost from frontloading fades. Even so, we do not foresee a sharp downturn or recession in the near term, with resilient household consumption, rising tourist arrivals, and robust construction activity expected to continue supporting growth. As such, we maintain our view that the Malaysia's GDP is expected to grow between 3.5% to 4.5% in Calendar Year ("CY") 2025, moderating from 5.1% in the previous year.

On the inflation front, we expect inflation to average between 1.8% to 2.3% in CY2025 (CY2024: 1.8%). The price pressure has remained contained in the first half of CY2025 due to the easing of production costs and the lack of demand-driven price pressure, as reflected by producer price deflation for four (4) straight months since March 2025. However, inflationary pressures are expected to pick up in the second half of CY2025 due to expansion of the Sales and Services Tax ("SST"), the planned rollout of RON95 subsidy rationalisation and electricity tariff restructuring.

#### **The banking sector of Malaysia slowed in June as non-household financing moderated**

Meanwhile, the industry's total number of outstanding financing eased grew by 5.12% year-on-year ("YoY") in June, slightly lower than the 5.27% recorded in the previous month. Household financing maintained at 5.85% (May: 5.85%), whereas non-household financing decreased to 4.05% (May: 4.42%) during the month. The overall banking system remains well capitalised, reflected by the liquidity coverage ratio of 160.62% in June (May: 150.37%). The financing-to-fund ratio and financing-to-fund-and-equity ratio remained stable at 83.30% (May: 83.60%) and 72.43% (May: 72.39%) as of the month.

On the other hand, the recent July 2025 Monetary Policy Committee ("MPC") meeting announced the 25 basis points ("bps") Overnight Policy Rate ("OPR") cut to 2.75% by Bank Negara Malaysia ("BNM") as expected. This marks the bank's first-rate reduction since July 2020, during the pandemic, and ends its 26-month rate pause. BNM has indicated in the accompanying Monetary Policy Statement ("MPS") that the July 2025 OPR cut is a pre-emptive move to preserve Malaysia's steady growth amid moderate inflation prospects. Nevertheless, the OPR cut should not be construed as the start of an aggressive easing cycle. Given that the risk of an imminent recession is minimal, we do not see another cut over the remainder of 2025, specifically in the September and November meetings.

#### **AMMB Group commences the new financial year 2026 ("FY2026") on a positive note**

AMMB Group's 5-year Winning Together ("WT29") strategy got off to a good start with commendable financial results in FY2025, laying a firm foundation for FY2026 to build on. In Quarter 1 of FY2026 ("Q1FY2026"), AMMB Group reported improved income, driven by Net Interest Margin ("NIM") expansion and Non-Interest Income ("NolI") growth which resulted in strong Profit After Taxation and Minority Interest ("PATMI") of RM516 million. AMMB Group also reported an annualised Return on Equity ("ROE") of 10.0% and a Return on Assets ("ROA") of 1.05%.

In line with our WT29 strategy, we maintain focus on the three strategy pillars that underpin our operational resilience: Digitalisation, Operational Excellence and Sustainability ("D.OE.S"). We continue to invest wisely in advanced technologies, prioritise the digital transformation agenda and harness the power of artificial intelligence ("AI"), data analytics and automation to deliver customer-centric banking solutions and drive operational excellence through enhanced process efficiency.

**A32. PROSPECTS FOR THE NEXT FINANCIAL YEAR (CONT'D.)**

**AMMB Group commences the new financial year 2026 ("FY2026") on a positive note (Cont'd.)**

Sustainability continues to be at the forefront of our key priorities as our legitimacy to operate and reinforce our franchise. In our journey towards carbon neutrality, we are committed to intensify environmental, social and governance ("ESG") initiatives and actively advocate green financing solutions tailored to meet our customers' evolving needs, supporting their transition to a low-carbon economy.

While being mindful of prevailing uncertainties surrounding the US' tariffs and geopolitical tensions in the Middle East, AMMB Group remains optimistic on the continued growth of the Malaysian economy, buoyed by resilient domestic demand, and AMMB Group's prospects for FY2026.

**A33. VALUATION OF PROPERTY AND EQUIPMENT**

The Bank's property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses (if any).

**A34. SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD**

There was no significant event during the current financial period.



### A35. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions. The commitments and contingencies are not secured against the Bank's assets.

The principal amounts of the commitments and contingencies of the Bank and notional contracted amounts of derivatives are as follows:

|  | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|--|------------------------------------|-------------------------------------|
| <b>Commitments</b>   |                                    |                                     |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year | 7,132,094                          | 6,143,759                           |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year  | 602,920                            | 635,225                             |
| Unutilised credit card lines   | 1,663,277                          | 1,601,577                           |
| Forward asset purchase   | 133,614                            | 173,308                             |
|  | <u>9,531,905</u>                   | <u>8,553,869</u>                    |
| <b>Contingencies</b>   |                                    |                                     |
| Direct credit substitutes  | 136,497                            | 145,994                             |
| Transaction related contingent items   | 1,596,923                          | 1,644,120                           |
| Short-term self-liquidating trade-related contingencies  | 80,516                             | 52,545                              |
|  | <u>1,813,936</u>                   | <u>1,842,659</u>                    |
| <b>Derivative Financial Instruments</b>  |                                    |                                     |
| Foreign exchange related contracts   |                                    |                                     |
| - One year or less   | 1,904,206                          | 1,992,481                           |
| - Over one year to five years  | 96,882                             | 140,494                             |
| Profit rate related contracts  |                                    |                                     |
| - Over one year to five years  | 200,000                            | 200,000                             |
|  | <u>2,201,088</u>                   | <u>2,332,975</u>                    |
| <b>Total</b>   | <u>13,546,929</u>                  | <u>12,729,503</u>                   |

### **A36. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS**

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

The Bank uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 : other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly;
- Level 3 : techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

For assets and liabilities measured at fair value that are recognised on a recurring basis, the Bank determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Financial assets and liabilities measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions are assets and liabilities for which pricing is obtained via pricing services, but where prices have not been determined in an active market, financial assets with fair values based on broker quotes, investments in private equity funds with fair values obtained via fund managers and assets that are valued using the Bank's own models whereby the majority of assumptions are market observable.

Non market observable inputs means that fair values are determined, in whole or in part, using a valuation technique (model) based on assumptions that are neither supported by prices from observable current market transactions in the same instrument, nor are they based on available market data. The main asset classes in this category are unlisted equity investments and debt instruments. Valuation techniques are used to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. However, the fair value measurement objective remains the same, that is, an exit price from the perspective of the Bank. Therefore, unobservable inputs reflect the Bank's own assumptions about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk). These inputs are developed based on the best information available, which might include the Bank's own data, as well as financial information of the counterparties. The Bank does not have any financial assets or liabilities measured at level 3 as at the end of the reporting period and 31 March 2025.

**A36. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS (CONT'D.)**

a) The following table provides the fair value measurement hierarchy of the Bank's assets and liabilities.

|  | Valuation techniques |                  |          |                  |
|--|----------------------|------------------|----------|------------------|
|  | Level 1              | Level 2          | Level 3  | Total            |
|  | RM'000               | RM'000           | RM'000   | RM'000           |
| 30 June 2025   |                      |                  |          |                  |
| Assets measured at fair value  |                      |                  |          |                  |
| Derivative financial assets  | -                    | 40,089           | -        | 40,089           |
| Financial assets at fair value through profit or loss                  |                      |                  |          |                  |
| - Money market securities  | -                    | 1,418,782        | -        | 1,418,782        |
| - Unquoted sukuk   | -                    | 448,440          | -        | 448,440          |
| Financial investments at fair value through other comprehensive income |                      |                  |          |                  |
| - Money market securities  | -                    | 3,426,837        | -        | 3,426,837        |
| - Quoted shares  | 7,936                | -                | -        | 7,936            |
| - Unquoted sukuk   | -                    | 3,094,323        | -        | 3,094,323        |
| - Unquoted shares  | -                    | 23,882           | -        | 23,882           |
|  | <u>7,936</u>         | <u>8,452,353</u> | <u>-</u> | <u>8,460,289</u> |
| Liabilities measured at fair value                                     |                      |                  |          |                  |
| Derivative financial liabilities                                       | -                    | 43,403           | -        | 43,403           |
| 31 March 2025  |                      |                  |          |                  |
| Assets measured at fair value  |                      |                  |          |                  |
| Derivative financial assets  | -                    | 18,958           | -        | 18,958           |
| Financial assets at fair value through profit or loss                  |                      |                  |          |                  |
| - Money market securities  | -                    | 1,646,234        | -        | 1,646,234        |
| - Unquoted sukuk   | -                    | 643,075          | -        | 643,075          |
| Financial investments at fair value through other comprehensive income |                      |                  |          |                  |
| - Money market securities  | -                    | 2,840,330        | -        | 2,840,330        |
| - Quoted shares  | 9,715                | -                | -        | 9,715            |
| - Unquoted sukuk   | -                    | 2,972,033        | -        | 2,972,033        |
| - Unquoted shares  | -                    | 29,235           | -        | 29,235           |
|  | <u>9,715</u>         | <u>8,149,865</u> | <u>-</u> | <u>8,159,580</u> |
| Liabilities measured at fair value                                     |                      |                  |          |                  |
| Derivative financial liabilities                                       | -                    | 19,944           | -        | 19,944           |

There were no transfers between Level 1 and Level 2 during the current financial period and previous financial year for the Bank.

### **A37. CAPITAL ADEQUACY**

The capital adequacy ratios of the Bank are computed in accordance with BNM's policy documents on Capital Adequacy Framework for Islamic Banks ("CAFIB") (Capital Components) issued on 14 June 2024, CAFIB (Risk Weighted Assets) issued on 18 December 2023, Capital Adequacy Framework (Operational Risk) and Capital Adequacy Framework (Exposures to Central Counterparties) issued on 15 December 2023. Pursuant to the BNM's policy document on CAFIB (Capital Components), the minimum capital adequacy ratios to be maintained under the guideline are at 4.5% for CET1 capital, 6.0% for Tier1 capital and 8.0% for total capital ratio at all times. In addition, banking institutions are also required to maintain capital buffers which comprise the sum of the following:

- (i) a Capital Conservation Buffer ("CCB") of 2.5%;
- (ii) a Countercyclical Capital Buffer ("CCyB"), determined as the weighted-average of the prevailing CCyB rates applied in the jurisdictions in which the Bank has credit exposures. BNM will communicate any decision on the CCyB rate by up to 12 months before the date from which the rate applies; and
- (iii) a Higher Loss Absorbency ("HLA") requirement for a financial institution that is designated as a domestic systemically important bank ("D-SIB").

The Bank adopts the following approaches in determining the capital requirements:

- **Credit Risk:**  
The Bank has adopted the FIRB Approach and Supervisory Slotting Criteria for major non-retail portfolios and the Advanced Internal Ratings Based ("AIRB") Approach for major retail portfolios. Credit risk is computed in accordance with CAFIB (Risk Weighted Assets) and Capital Adequacy Framework (Exposures to Central Counterparties).
- **Market Risk:**  
Market risk remains to be computed using the Standardized Approach, as per the CAFIB (Risk Weighted Assets).
- **Operational Risk:**  
The computation of operational risk-weighted assets is in line with the Capital Adequacy Framework (Operational Risk) issued on 15 December 2023.

**A37. CAPITAL ADEQUACY (CONT'D.)**

(a) The capital adequacy ratios without transitional arrangement of the Bank are as follows:

|   | <b>30 June<br/>2025 *</b> | <b>31 March<br/>2025</b> |
|---|---------------------------|--------------------------|
| <b>Before deducting proposed dividends:</b> |                           |                          |
| CET 1 Capital Ratio                         | 14.726%                   | 15.652%                  |
| Tier 1 Capital Ratio                        | 14.726%                   | 15.652%                  |
| Total Capital Ratio                         | 19.331%                   | 20.276%                  |
| <b>After deducting proposed dividends:</b>  |                           |                          |
| CET 1 Capital Ratio                         | 14.726%                   | 14.814%                  |
| Tier 1 Capital Ratio                        | 14.726%                   | 14.814%                  |
| Total Capital Ratio                         | 19.331%                   | 19.439%                  |

\* There is no proposed dividend for the current financial period.

(b) The components of CET 1 Capital, Tier 1 Capital, Tier 2 Capital and Total Capital of the Bank are as follows:

|   | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|---|------------------------------------|-------------------------------------|
| <b>CET 1 Capital</b>  |                                    |                                     |
| Ordinary shares   | 1,387,107                          | 1,387,107                           |
| Retained earnings   | 3,425,668                          | 3,724,686                           |
| Fair value reserve  | 16,903                             | (1,589)                             |
| Regulatory reserve  | 109,272                            | 80,674                              |
| Less : Regulatory adjustments applied on<br>CET 1 Capital                                   |                                    |                                     |
| - Intangible assets   | (190)                              | (210)                               |
| - Deferred tax assets   | (47,818)                           | (55,440)                            |
| - 55% of cumulative gain of FVOCI<br>financial instruments                                  | (9,297)                            | -                                   |
| - Regulatory reserve  | (109,272)                          | (80,674)                            |
| - Unrealised fair value gains on financial<br>liabilities due to changes in own credit risk | (43)                               | (9)                                 |
| <b>CET 1 Capital/ Tier 1 Capital</b>  | <b>4,772,330</b>                   | <b>5,054,545</b>                    |
| <b>Tier 2 Capital</b>   |                                    |                                     |
| Tier 2 Capital instruments meeting all relevant criteria<br>for inclusion                   | 1,300,000                          | 1,300,000                           |
| Surplus of eligible provisions to expected losses   | 155,398                            | 154,180                             |
| General provisions <sup>1</sup>   | 37,070                             | 39,241                              |
| <b>Tier 2 Capital</b>   | <b>1,492,468</b>                   | <b>1,493,421</b>                    |
| <b>Total Capital</b>  | <b>6,264,798</b>                   | <b>6,547,966</b>                    |

<sup>1</sup> Consists of provision for performing assets and regulatory reserve subject to a maximum 1.25% of total credit RWA.

**A37. CAPITAL ADEQUACY (CONT'D.)**

- (b) The components of CET 1 Capital, Tier 1 Capital, Tier 2 Capital and Total Capital of the Bank are as follows: (Cont'd.)

The breakdown of the risk-weighted assets ("RWA") in various categories of risk are as follows:

|   | <b>30 June<br/>2025<br/>RM'000</b> | <b>31 March<br/>2025<br/>RM'000</b> |
|---|------------------------------------|-------------------------------------|
| Credit RWA  | 29,404,248                         | 29,448,313                          |
| Less : Credit RWA absorbed by<br>Investment Account | <u>(539,023)</u>                   | <u>(612,320)</u>                    |
| Total Credit RWA                                    | 28,865,225                         | 28,835,993                          |
| Market RWA  | 497,988                            | 449,684                             |
| Operational RWA                                     | 1,994,801                          | 1,952,957                           |
| Additional RWA due to Capital Floor                 | <u>1,049,775</u>                   | <u>1,055,516</u>                    |
| <b>Total Risk Weighted Assets</b>                   | <b><u>32,407,789</u></b>           | <b><u>32,294,150</u></b>            |