

Registration No. 199401009897 (295576-U)

AmBank Islamic Berhad
(Incorporated in Malaysia)

Condensed Interim Financial Statements
For the Financial Period
1 April 2022 to
30 September 2022
(In Ringgit Malaysia)

Registration No. 199401009897 (295576-U)

AmBank Islamic Berhad
(Incorporated in Malaysia)

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022**

		30 September 2022	31 March 2022
	Note	RM'000	RM'000
ASSETS			
Cash and short-term funds	A8	1,452,855	3,599,095
Derivative financial assets		75,211	51,661
Financial assets at fair value through profit or loss	A9	767,843	986,968
Financial investments at fair value through other comprehensive income	A10	6,331,863	4,450,620
Financial investments at amortised cost	A11	3,977,131	3,033,252
Financing and advances	A12	43,004,744	38,653,868
Statutory deposit with Bank Negara Malaysia		270,000	167,000
Deferred tax asset		71,653	61,176
Other assets	A13	606,889	286,825
Property and equipment		324	363
Right-of-use assets		2,152	2,066
Intangible assets		338	495
TOTAL ASSETS		56,561,003	51,293,389
LIABILITIES AND EQUITY			
Deposits from customers	A14	40,150,107	37,590,250
Investment accounts of customers	A15	30,348	377,861
Deposits and placements of banks and other financial institutions	A16	5,435,690	3,634,435
Investment account due to a licensed bank	A17	1,552,092	1,710,663
Securities sold under repurchase agreements		702,284	-
Recourse obligation on financing sold to Cagamas Berhad		2,060,003	1,500,000
Derivative financial liabilities		76,221	60,038
Term funding		834,872	834,836
Subordinated Sukuk		1,300,000	1,300,000
Other liabilities	A18	311,471	409,270
Provision for zakat		3,484	2,130
TOTAL LIABILITIES		52,456,572	47,419,483
Share capital		1,387,107	1,387,107
Reserves		2,717,324	2,486,799
Equity attributable to equity holder of the Bank		4,104,431	3,873,906
TOTAL LIABILITIES AND EQUITY		56,561,003	51,293,389
COMMITMENTS AND CONTINGENCIES	A35	14,403,579	14,702,448
NET ASSETS PER SHARE (RM)		8.30	7.84

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 2022.

**UNAUDITED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2022**

	Note	Individual Quarter		Cumulative Quarter	
		30 September 2022	30 September 2021 (Restated) (Note A39)	30 September 2022	30 September 2021 (Restated) (Note A39)
		RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds	A19	537,518	411,311	969,335	840,719
Income derived from investment of investment account funds	A20	14,361	14,394	29,317	24,748
Income derived from investment of shareholder's funds	A21	49,813	39,923	92,884	82,012
Allowance for impairment on financing and advances - net	A22	(11,686)	(42,025)	(69,462)	(133,455)
Writeback of allowance/(Allowance) for impairment on financial investments	A23	526	(44,581)	(2,220)	(45,887)
(Allowance)/Writeback of allowance for impairment on other financial assets	A24	(11)	(18)	136	31
Provision for commitments and contingencies	A25	(463)	(4,157)	(1,760)	(4,865)
Total distributable income		590,058	374,847	1,018,230	763,303
Income attributable to the depositors and others	A26	(247,165)	(181,709)	(434,121)	(373,241)
Income attributable to the investment account holders	A27	(12,755)	(12,453)	(25,363)	(21,546)
Total net income		330,138	180,685	558,746	368,516
Other operating expenses	A28	(82,563)	(69,893)	(159,836)	(142,157)
Finance cost		(22,228)	(24,625)	(44,216)	(48,966)
Profit before zakat and taxation		225,347	86,167	354,694	177,393
Zakat		(884)	(280)	(1,354)	(1,245)
Taxation		(51,690)	(18,327)	(80,275)	(37,542)
Profit for the financial period		172,773	67,560	273,065	138,606
Basic/Diluted earnings per share (sen)	A29	34.95	13.67	55.24	28.04

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 2022.

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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2022**

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit for the financial period	172,773	67,560	273,065	138,606
Other comprehensive income/(loss):				
Items that may be reclassified subsequently to statement of profit or loss:				
Financial investments at fair value through other comprehensive income:				
Net unrealised loss on changes in fair value	(12,017)	(29,643)	(60,214)	(16,654)
Changes in expected credit loss	(1,853)	1,611	3,166	3,681
Net loss/(gain) reclassified to statement of profit or loss	75	-	75	(596)
Income tax effect	2,866	7,114	14,433	3,970
Other comprehensive loss for the period, net of tax	(10,929)	(20,918)	(42,540)	(9,599)
Total comprehensive income for the financial period	161,844	46,642	230,525	129,007

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 2022.

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**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2022**

	Attributable to Equity Holder of the Bank			Total equity RM'000
	Share capital RM'000	Fair value reserve RM'000	Retained earnings RM'000	
At 1 April 2021	1,387,107	43,972	2,341,323	3,772,402
Profit for the financial period	-	-	138,606	138,606
Other comprehensive loss, net of tax	-	(9,599)	-	(9,599)
Total comprehensive(loss)/income for the financial period	-	(9,599)	138,606	129,007
Dividend on ordinary shares:				
- final, financial year ended 31 March 2021	-	-	(37,078)	(37,078)
Transactions with owner and other equity movements	-	-	(37,078)	(37,078)
At 30 September 2021	1,387,107	34,373	2,442,851	3,864,331
At 1 April 2022	1,387,107	(3,893)	2,490,692	3,873,906
Profit for the financial period	-	-	273,065	273,065
Other comprehensive loss, net of tax	-	(42,540)	-	(42,540)
Total comprehensive (loss)/income for the financial period	-	(42,540)	273,065	230,525
At 30 September 2022	1,387,107	(46,433)	2,763,757	4,104,431

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 2022.

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2022**

	30 September 2022	30 September 2021 (Restated) (Note A39)
	RM'000	RM'000
Profit before zakat and taxation	354,694	177,393
Adjustments for non-operating and non-cash items	101,849	165,055
Operating profit before working capital changes	<u>456,543</u>	<u>342,448</u>
Changes in working capital:		
Net change in operating assets	(4,700,964)	(2,928,489)
Net change in operating liabilities	5,015,468	(3,351,947)
Taxation paid	(33,937)	(27,579)
Net cash generated from/(used in) operating activities	<u>737,110</u>	<u>(5,965,567)</u>
Net cash used in investing activities	(2,883,327)	(788,016)
Net cash used in financing activities	(159)	(37,233)
Net decrease in cash and cash equivalents	<u>(2,146,376)</u>	<u>(6,790,816)</u>
Cash and cash equivalents at beginning of the financial period	<u>3,599,246</u>	<u>9,398,883</u>
Cash and cash equivalents at end of the financial period	<u>1,452,870</u>	<u>2,608,067</u>
Cash and cash equivalents comprise:		
Cash and short-term funds	1,452,855	2,608,023
Allowances for expected credit loss for cash and cash equivalents at end of the financial period	15	44
	<u>1,452,870</u>	<u>2,608,067</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 2022.

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 2022.

A1.1 Significant Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year except for the adoption of the following amendments to published standards:

- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to MFRS 116)
- Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137)
- Reference to the Conceptual Framework (Amendments to MFRS 3)
- Annual Improvements to MFRS Standards 2018-2020

The adoption of these amendments to published standards did not have any material impact on the financial statements of the Bank. The Bank did not have to change its accounting policies or make retrospective adjustments as a result of adopting the amendments to published standards.

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

(a) Property, Plant and Equipment: Proceeds before Intended Use (Amendments to MFRS 116)

The amendments clarify that an entity is 'testing whether the asset is functioning properly' when it assesses the technical and physical performance of the asset, and prohibit an entity from deducting from the cost of an item of property, plant and equipment any proceeds received from selling items produced while the entity is preparing the asset for its intended use (for example, the proceeds from selling samples produced when testing a machine to see if it is functioning properly). The proceeds from selling such samples, together with the costs of producing them, shall be recognised in profit or loss. The adoption of these amendments did not result in any impact to the financial statements of the Bank.

(b) Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137)

The amendments explain that, for the purpose of determining the unavoidable costs of meeting the entity's contractual obligations, the direct cost of fulfilling a contract comprises the incremental costs of fulfilling that contract (e.g. direct labour and materials) and an allocation of other costs that relate directly to fulfilling contracts (e.g. an allocation of the depreciation charge for an asset used to fulfil the contract). The amendments also clarify that, before a separate provision for an onerous contract is established, an entity recognises any impairment loss that has occurred on assets used in fulfilling the contract, rather than on assets dedicated to that contract. The adoption of these amendments did not result in any impact to the financial statements of the Bank.

A1. BASIS OF PREPARATION (CONT'D.)

A1.1 Significant Accounting Policies (Cont'd.)

The nature of the amendments to published standards relevant to the Bank are described below:
(Cont'd.)

(c) Reference to the Conceptual Framework (Amendments to MFRS 3)

The amendments updated MFRS 3 *Business Combinations* to refer to the revised *Conceptual Framework for Financial Reporting* ("Conceptual Framework") in order to determine what constitutes an asset or a liability in a business combination. In addition, a new exception is added in MFRS 3 in connection with liabilities and contingent liabilities. The exception specifies that, for some types of liabilities and contingent liabilities, an entity applying MFRS 3 should instead refer to MFRS 137 *Provisions, Contingent Liabilities and Contingent Assets* or IC Interpretation 21 *Levies*, rather than the Conceptual Framework. The adoption of these amendments did not result in any impact as there is no business combination or asset acquisition occurred during the financial period 30 September 2022.

(d) Annual Improvements to MFRS Standards 2018-2020

The Annual Improvements to MFRS Standards 2018-2020 include minor amendments as summarised below:

(i) MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*

When a subsidiary adopts MFRS at a later date than its parent, MFRS 1 permits the subsidiary to measure its assets and liabilities at the carrying amounts that would be included in its parent's consolidated financial statements, based on the parent's date of transition to MFRS, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. The amendment expanded the above by allowing the subsidiary to also measure cumulative translation differences using the amounts reported by the parent, based on the parent's date of transition to MFRS. The adoption of these amendments did not result in any impact to the financial statements of the Bank.

(ii) MFRS 9 *Financial Instruments*

The amendment clarified that costs or fees paid to third parties shall not be included in the 10% test for derecognition of financial liabilities. The adoption of these amendments did not result in any impact to the financial statements of the Bank.

(iii) MFRS 141 *Agriculture*

The amendment removed the requirement for entities to exclude cash flows for taxation when measuring fair value to align with the requirement in the standard to discount cash flows on a post-tax basis. The adoption of these amendments did not result in any impact as the Bank is not in the agriculture business.

A1. BASIS OF PREPARATION (CONT'D.)

A1.1 Significant Accounting Policies (Cont'd.)

Standards issued but not yet effective

Description	Effective for annual periods beginning on or after
- MFRS 17 <i>Insurance Contracts</i>	1 January 2023
- Amendments to MFRS 17	1 January 2023
- Initial Application of MFRS 17 and MFRS 9 - Comparative Information (Amendment to MFRS 17)	1 January 2023
- Classification of Liabilities as Current or Non-Current (Amendments to MFRS 101)	1 January 2023
- Disclosure of Accounting Policies (Amendments to MFRS 101)	1 January 2023
- Definition of Accounting Estimates (Amendments to MFRS 108)	1 January 2023
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112)	1 January 2023
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	To be determined by MASB

The nature of the new standard and amendments to published standards that are issued and relevant to the Bank but not yet effective are described below. The Bank is assessing the financial effects of their adoption except for MFRS 17 which is not relevant as the Bank does not issue any insurance contract or investment contract with discretionary participation features.

(a) Amendments to published standards effective for financial year ending 31 March 2024

Classification of Liabilities as Current or Non-Current (Amendments to MFRS 101)

The amendments clarified that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Liabilities are classified as non-current if the entity has a substantive right to defer settlement for at least 12 months at the end of the reporting period. Classification is unaffected by the expectations or intentions of the entity, as well as events after the reporting date. The amendments are applied retrospectively from annual reporting period beginning on or after 1 January 2023. Early adoption is permitted. The amendments are not expected to result in any impact as the Bank presents all assets and liabilities in the statements of financial position in order of liquidity.

Disclosure of Accounting Policies (Amendments to MFRS 101)

The amendments require entities to disclose material accounting policies rather than significant accounting policies in the financial statements. Entities are expected to make disclosure of accounting policies specific to the entity and not generic disclosures on MFRS applications.

A1. BASIS OF PREPARATION (CONT'D.)

A1.1 Significant Accounting Policies (Cont'd.)

Standards issued but not yet effective (Cont'd.)

(a) Amendments to published standards effective for financial year ending 31 March 2024 (Cont'd.)

Disclosure of Accounting Policies (Amendments to MFRS 101) (Cont'd.)

An accounting policy is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the users make based on those financial statements. Also, accounting policy information is expected to be material if, without it, the users of the financial statements would be unable to understand other material information in the financial statements. Immaterial accounting policy information need not be disclosed.

The amendments are applied from annual reporting period beginning on or after 1 January 2023. Early adoption is permitted.

Definition of Accounting Estimates (Amendments to MFRS 108)

The amendments redefined accounting estimates as “monetary amounts in financial statements that are subject to measurement uncertainty” and provide clarity on how to distinguish changes in accounting policies from changes in accounting estimates.

The amendments further clarify that effects of a change in an input or measurement technique used to develop an accounting estimate (for example, expected credit losses, fair value of an asset or liability, and depreciation for property and equipment) is a change in accounting estimate, if they do not arise from prior period errors.

The amendments are applied from annual reporting period beginning on or after 1 January 2023. Early adoption is permitted.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112)

The amendments clarified that the initial exemption rule from recognising deferred taxes does not apply to transactions where both an asset and a liability are recognised at the same time resulting in equal amounts of taxable and deductible temporary differences. This essentially means that lessees would not be able to apply the initial exemption rule in MFRS 112 for the assets and liabilities arising from leases.

The amendments are applied from annual reporting period beginning on or after 1 January 2023. Early adoption is permitted. As the Bank currently adopted the policy not to recognise deferred taxes on leases, additional deferred taxes on temporary differences associated with right-of-use assets, lease liabilities and decommissioning obligations would need to be recognised when the amendments become effective.

A1. BASIS OF PREPARATION (CONT'D.)

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 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, management has made the following judgments, estimates and assumptions which have the most significant effect on the amounts recognised in the financial statements.

A2. AUDIT QUALIFICATION

The auditors' report on the audited annual financial statements for the financial year ended 31 March 2022 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 quarter and period.

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

Other than as disclosed in Note A1, there were no unusual items during the current financial quarter and 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 quarter and period.

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

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 quarter and period.

A7. DIVIDENDS

The Directors do not recommend the payment of any dividend in respect of the financial period ended 30 September 2022 and no dividends were paid in the current financial period.

A8. CASH AND SHORT-TERM FUNDS

	Note	30 September 2022 RM'000	31 March 2022 RM'000
Cash and bank balances		109,870	79,246
Less: Allowances for Expected Credit Loss ("ECL")	(a)	<u>(15)</u>	<u>(151)</u>
		<u>109,855</u>	<u>79,095</u>
Deposits and placements maturing within one month with original maturity of three months or less:			
Licensed islamic banks		-	450,000
Other financial institutions		-	280,000
Bank Negara Malaysia		<u>1,343,000</u>	<u>2,790,000</u>
		<u>1,343,000</u>	<u>3,520,000</u>
		<u>1,452,855</u>	<u>3,599,095</u>

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

	Stage 1 12-Month ECL RM'000
30 September 2022	
Balance at beginning of the financial period	151
Net writeback of ECL:	(136)
Financial assets derecognised	<u>(143)</u>
Net remeasurement of allowances	<u>7</u>
Balance at end of the financial period	<u>15</u>
31 March 2022	
Balance at beginning of the financial year	75
Net allowances for ECL:	75
New financial assets originated	<u>142</u>
Financial assets derecognised	<u>(61)</u>
Net remeasurement of allowances	<u>(6)</u>
Foreign exchange differences	<u>1</u>
Balance at end of the financial year	<u>151</u>

A9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 September 2022 RM'000	31 March 2022 RM'000
At fair value:		
Money Market Instruments:		
Bank Negara Monetary Notes	14,946	-
Malaysian Islamic Treasury bills	585,218	636,310
Malaysian Government Investment Issues	90,160	32,569
	<u>690,324</u>	<u>668,879</u>
Unquoted Securities:		
In Malaysia:		
Sukuk	77,519	318,089
	<u>767,843</u>	<u>986,968</u>

A10. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 September 2022 RM'000	31 March 2022 RM'000
At fair value:		
Money Market Instruments:		
Bank Negara Monetary Notes	243,312	-
Malaysian Government Investment Issues	1,333,817	1,394,227
Malaysian Islamic Treasury bills	1,338,461	-
Islamic Negotiable Instruments of Deposit	498,276	579,298
	<u>3,413,866</u>	<u>1,973,525</u>
Unquoted Securities:		
In Malaysia:		
Sukuk	2,917,997	2,477,095
	<u>6,331,863</u>	<u>4,450,620</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 loss arising from the fair value hedge during the current financial period/year is as follows:

	30 September 2022 RM'000	31 March 2022 RM'000
Relating to hedged item	(7,842)	(9,087)
Relating to hedging instrument	7,312	9,052
	<u>(530)</u>	<u>(35)</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:

	Stage 1 12-Month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Total RM'000
30 September 2022			
Balance at beginning of the financial period	2,497	6,239	8,736
Net allowances for ECL:	106	3,060	3,166
New financial assets originated	713	-	713
Financial assets derecognised	(544)	-	(544)
Net remeasurement of allowances	(63)	3,060	2,997
Balance at end of the financial period	<u>2,603</u>	<u>9,299</u>	<u>11,902</u>
31 March 2022			
Balance at beginning of the financial year	1,968	6,827	8,795
Net allowances for/(writeback of) ECL:	529	(588)	(59)
New financial assets originated	1,493	-	1,493
Financial assets derecognised	(899)	(588)	(1,487)
Net remeasurement of allowances	(65)	-	(65)
Balance at end of the financial year	<u>2,497</u>	<u>6,239</u>	<u>8,736</u>

A11. FINANCIAL INVESTMENTS AT AMORTISED COST

	Note	30 September 2022 RM'000	31 March 2022 RM'000
At amortised cost:			
Money Market Instruments:			
Malaysian Government Investment Issues		1,648,580	1,280,630
Unquoted Securities:			
In Malaysia:			
Sukuk		2,773,242	2,198,259
Less: Allowances for ECL	(a)	(444,691)	(445,637)
		<u>3,977,131</u>	<u>3,033,252</u>

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

	Stage 1 12-Month ECL RM'000	Stage 2 Lifetime ECL Not Credit Impaired RM'000	Stage 3 Lifetime ECL Credit Impaired RM'000	Total RM'000
30 September 2022				
Balance at beginning of the financial period	1,182	-	444,455	445,637
Net writeback of ECL:	(5)	-	(941)	(946)
New financial assets originated	53	-	-	53
Net remeasurement of allowances	(58)	-	(941)	(999)
Balance at end of the financial period	<u>1,177</u>	<u>-</u>	<u>443,514</u>	<u>444,691</u>
31 March 2022				
Balance at beginning of the financial year	977	188,641	-	189,618
Net allowances for/(writeback of) ECL:	205	(188,641)	444,455	256,019
- Transfer to Stage 1	382	(425)	-	(43)
- Transfer to Stage 3	-	(10,016)	444,455	434,439
New financial assets originated	250	-	-	250
Financial asset derecognised	(13)	-	-	(13)
Changes in model assumptions and methodologies	-	(178,200)	-	(178,200)
Net remeasurement of allowances	(414)	-	-	(414)
Balance at end of the financial year	<u>1,182</u>	<u>-</u>	<u>444,455</u>	<u>445,637</u>

A12. FINANCING AND ADVANCES

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

30 September 2022

	Bai' Bithaman Ajil RM'000	Murabahah RM'000	Musharakah Mutanaqisah RM'000	Al-Ijarah Thummah Al -Bai' ("AITAB") RM'000	Bai' Inah RM'000	Others RM'000	Total RM'000
At amortised cost:							
Cash lines	-	521,583	-	-	516,399	-	1,037,982
Term financing	377,958	15,526,669	8,584	-	929,323	10,097	16,852,631
Revolving credit	22,035	4,411,115	-	-	971,723	-	5,404,873
Housing financing	2,499,256	9,435,685	42,386	-	-	-	11,977,327
Hire purchase receivables	3	-	-	4,455,656	-	-	4,455,659
Bills receivables	-	552,585	-	-	-	79,466	632,051
Credit card receivables	-	-	-	-	-	467,397	467,397
Trust receipts	-	459,112	-	-	-	-	459,112
Staff financing	-	20,028	-	-	-	-	20,028
Claims on customers under acceptance credits	-	1,997,529	-	-	-	280,391	2,277,920
Others	-	-	-	-	-	29,057	29,057
Gross financing and advances*	<u>2,899,252</u>	<u>32,924,306</u>	<u>50,970</u>	<u>4,455,656</u>	<u>2,417,445</u>	<u>866,408</u>	<u>43,614,037</u>
Less: Allowance for ECL (Note A12(j))							
- Stage 1 - 12 months ECL							(67,961)
- Stage 2 - Lifetime ECL not credit impaired							(408,032)
- Stage 3 - Lifetime ECL credit impaired							<u>(133,300)</u>
Net financing and advances							<u>43,004,744</u>

A12. FINANCING AND ADVANCES (CONT'D.)

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

31 March 2022

	Bai' Bithaman		Musharakah	Al-Ijarah	Bai' Inah	Others	Total
	Ajil	Murabahah	Mutanaqisah	Thummah Al			
	RM'000	RM'000	RM'000	-Bai' ("AITAB")	RM'000	RM'000	RM'000
				RM'000			
At amortised cost:							
Cash lines	-	617,679	-	-	578,646	-	1,196,325
Term financing	439,860	12,596,186	8,806	-	1,091,129	20,160	14,156,141
Revolving credit	27,065	3,744,672	-	-	1,128,326	-	4,900,063
Housing financing	2,589,646	8,540,970	43,458	-	-	-	11,174,074
Hire purchase receivables	3	-	-	4,255,450	-	-	4,255,453
Bills receivables	-	630,366	-	-	-	40,342	670,708
Credit card receivables	-	-	-	-	-	447,758	447,758
Trust receipts	-	381,229	-	-	-	-	381,229
Staff financing	-	17,862	-	-	-	-	17,862
Claims on customers under acceptance credits	-	1,784,824	-	-	-	353,913	2,138,737
Others	-	-	-	-	-	9,102	9,102
Gross financing and advances*	<u>3,056,574</u>	<u>28,313,788</u>	<u>52,264</u>	<u>4,255,450</u>	<u>2,798,101</u>	<u>871,275</u>	<u>39,347,452</u>
Less: Allowance for ECL (Note A12(j))							
- Stage 1 - 12 months ECL							(61,592)
- Stage 2 - Lifetime ECL not credit impaired							(401,419)
- Stage 3 - Lifetime ECL credit impaired							(230,573)
Net financing and advances							<u>38,653,868</u>

* Included in financing and advances are exposures to the Restricted Investment Account ("RA") arrangement between the Bank and AmBank (M) Berhad ("AmBank") amounting to RM1,555.5 million (31 March 2022: RM1,713.8 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 impairment 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:

	30 September 2022 RM'000	31 March 2022 RM'000
Domestic non-bank financial institutions	2,002,784	2,091,347
Domestic business enterprises		
- Small medium enterprises ("SME")	6,817,269	7,078,754
- Others	7,879,171	7,833,699
Government and statutory bodies	2,596,440	102,813
Individuals	23,801,383	22,193,670
Other domestic entities	102	644
Foreign individuals and entities	516,888	46,525
	<u>43,614,037</u>	<u>39,347,452</u>

A12c. All financing and advances reside in Malaysia.

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

	30 September 2022 RM'000	31 March 2022 RM'000
Fixed rate		
- Housing financing	163,402	159,912
- Hire purchase receivables	4,404,236	4,199,966
- Other financing	5,192,705	3,516,511
Variable rate		
- Base rate and base financing rate plus	22,791,554	21,535,195
- Cost plus	10,908,294	9,796,311
- Other variable rates	153,846	139,557
	<u>43,614,037</u>	<u>39,347,452</u>

A12. FINANCING AND ADVANCES (CONT'D.)

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

	30 September 2022 RM'000	31 March 2022 RM'000
Agriculture	1,876,060	918,053
Mining and quarrying	678,177	357,563
Manufacturing	4,434,972	4,809,630
Electricity, gas and water	390,297	273,022
Construction	1,011,894	1,050,791
Wholesale and retail trade and hotel and restaurants	3,010,491	2,947,081
Transport, storage and communication	1,456,470	1,495,066
Finance and insurance	3,598,525	2,107,052
Real estate	1,986,902	2,184,116
Business activities	945,727	587,875
Education and health	377,450	377,008
Household of which:	23,847,072	22,240,195
- Purchase of residential properties	12,039,002	11,241,327
- Purchase of transport vehicles	4,126,089	3,915,934
- Others	7,681,981	7,082,934
	43,614,037	39,347,452

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

	30 September 2022 RM'000	31 March 2022 RM'000
Maturing within one year	10,938,016	10,337,273
Over one year to three years	1,896,803	2,083,248
Over three years to five years	2,287,971	2,042,184
Over five years	28,491,247	24,884,747
	43,614,037	39,347,452

A12. FINANCING AND ADVANCES (CONT'D.)

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

	30 September 2022 RM'000	31 March 2022 RM'000
Balance at beginning of the financial period/year	628,542	613,074
Additions during the period/year	453,540	718,754
Reclassified as non-impaired	(36,237)	(77,186)
Recoveries	(209,450)	(337,277)
Amount written off	(221,868)	(288,823)
Balance at end of the financial period/year	<u>614,527</u>	<u>628,542</u>
Gross impaired financing and advances as % of gross financing and advances	<u>1.41%</u>	<u>1.60%</u>
Financing loss coverage (including regulatory reserve)	<u>103.5%</u>	<u>114.3%</u>

A12h. All impaired financing and advances reside in Malaysia.

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

	30 September 2022 RM'000	31 March 2022 RM'000
Agriculture	625	2
Mining and quarrying	39,059	162,649
Manufacturing	35,073	51,867
Construction	17,714	15,724
Wholesale and retail trade and hotel and restaurants	79,724	63,135
Transport, storage and communication	1,020	3,666
Real estate	156,451	165,929
Business activities	697	388
Education and health	1,277	-
Household of which:	282,887	165,182
- Purchase of residential properties	210,804	119,387
- Purchase of transport vehicles	25,888	20,139
- Others	46,195	25,656
	<u>614,527</u>	<u>628,542</u>

A12. FINANCING AND ADVANCES (CONT'D.)

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

	Stage 1	Stage 2	Stage 3	
	12-month	Lifetime ECL	Lifetime ECL	
	ECL	Not Credit	Credit	
	RM'000	Impaired	Impaired	Total
		RM'000	RM'000	RM'000
30 September 2022				
Balance at beginning of the financial period	61,592	401,419	230,573	693,584
Net allowances for ECL:	6,286	6,587	124,595	137,468
- Transfer to Stage 1	3,241	(28,812)	(383)	(25,954)
- Transfer to Stage 2	(4,317)	41,183	(6,370)	30,496
- Transfer to Stage 3	(285)	(9,403)	43,461	33,773
New financial assets originated	16,894	11,519	450	28,863
Net remeasurement of allowances	(6,566)	(6,218)	97,753	84,969
Changes to model assumptions and methodologies	7,357	17,643	5	25,005
Modification of contractual cash flows of financial assets	(325)	(2,343)	250	(2,418)
Financial assets derecognised	(9,713)	(16,982)	(10,571)	(37,266)
Foreign exchange differences	83	26	-	109
Amount written-off	-	-	(221,868)	(221,868)
Balance at end of the financial period	<u>67,961</u>	<u>408,032</u>	<u>133,300</u>	<u>609,293</u>
31 March 2022				
Balance at beginning of the financial year	143,487	401,459	101,634	646,580
Net (writeback of)/allowances for ECL:	(81,909)	(42)	417,762	335,811
- Transfer to Stage 1	2,625	(28,659)	(1,070)	(27,104)
- Transfer to Stage 2	(4,581)	37,018	(7,784)	24,653
- Transfer to Stage 3	(542)	(18,470)	22,179	3,167
New financial assets originated	20,276	16,949	1,279	38,504
Net remeasurement of allowances	(37,662)	26,473	426,783	415,594
Changes to model assumptions and methodologies	(47,158)	(13,962)	-	(61,120)
Modification of contractual cash flows of financial assets	(374)	3,248	(484)	2,390
Financial assets derecognised	(14,493)	(22,639)	(23,141)	(60,273)
Foreign exchange differences	14	2	-	16
Amount written-off	-	-	(288,823)	(288,823)
Balance at end of the financial year	<u>61,592</u>	<u>401,419</u>	<u>230,573</u>	<u>693,584</u>

A13. OTHER ASSETS

	30 September 2022 RM'000	31 March 2022 RM'000
Other receivables, deposits and prepayments	126,116	104,698
Amount due from a related company	302,585	-
Profit receivable	84,676	70,527
Tax recoverable	-	28,916
Deferred charges	93,512	82,684
	<u>606,889</u>	<u>286,825</u>

A14. DEPOSITS FROM CUSTOMERS

	30 September 2022 RM'000	31 March 2022 RM'000
(i) By type of deposit:		
Savings deposit:		
Commodity Murabahah	3,587,378	3,850,631
Qard	113,786	146,823
Demand deposit:		
Commodity Murabahah	8,220,519	9,587,153
Qard	700,906	861,168
Term deposits:		
Commodity Murabahah	27,170,324	22,994,199
Qard	357,194	150,276
Total	<u>40,150,107</u>	<u>37,590,250</u>

(ii) The deposits are sourced from the following types of customers:

Government and statutory bodies	4,460,828	3,180,849
Business enterprises	22,846,369	22,820,946
Individuals	11,819,740	10,600,240
Others	1,023,170	988,215
	<u>40,150,107</u>	<u>37,590,250</u>

(iii) The maturity structure of all term deposits and negotiable instruments of deposits are as follows:

Due within six months	22,839,086	18,084,514
Over six months to one year	4,363,382	4,774,000
Over one year to three years	276,359	214,910
Over three years to five years	48,691	71,051
	<u>27,527,518</u>	<u>23,144,475</u>

A15. INVESTMENT ACCOUNTS OF CUSTOMERS

	30 September 2022 RM'000	31 March 2022 RM'000
Unrestricted investment account:		
Without maturity		
- Wakalah	15,810	16,573
With maturity		
- Mudarabah	14,538	361,288
	<u>30,348</u>	<u>377,861</u>

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

Business enterprises	8,828	354,618
Individuals	21,520	23,243
	<u>30,348</u>	<u>377,861</u>

	Wakalah RM'000	Mudarabah RM'000
Investment assets:		
30 September 2022		
Interbank placement	15,810	-
House financing	-	14,538
Total investment	<u>15,810</u>	<u>14,538</u>
31 March 2022		
Interbank placement	16,573	-
House financing	-	361,288
Total investment	<u>16,573</u>	<u>361,288</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 (%)
30 September 2022			
Maturity :			
- less than 3 months	55.42	1.91	2.08
- between 3 months to 12 months	55.15	2.22	-
31 March 2022			
Maturity :			
- less than 3 months	53.12	1.92	1.75
- between 3 months to 12 months	54.01	2.16	-

A16. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 September 2022 RM'000	31 March 2022 RM'000
<u>Non-Mudarabah</u>		
Licensed Islamic banks	647,865	379,066
Licensed banks	2,868,602	1,519,729
Licensed investment banks	305,234	252,836
Other financial institutions	1,553,030	1,434,174
Bank Negara Malaysia	60,959	48,630
Total	<u>5,435,690</u>	<u>3,634,435</u>

A17. INVESTMENT ACCOUNT DUE TO A LICENSED BANK

	30 September 2022 RM'000	31 March 2022 RM'000
<u>Restricted investment account ("RA")</u>		
- Mudarabah Muqayyadah	<u>1,552,092</u>	<u>1,710,663</u>
Investment asset:		
Financing	<u>1,552,092</u>	<u>1,710,663</u>
Total investment	<u>1,552,092</u>	<u>1,710,663</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 September 2022	31 March 2022	30 September 2022	31 March 2022
	Average profit sharing ratio (%)	Average profit sharing ratio (%)	Average rate of return (%)	Average rate of return (%)
Maturity:				
- over 2 years to 5 years	90	90	2.90	2.64
- more than 5 years	90	90	3.04	2.80

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 September 2022, ECL allowance for the investment asset borne by AmBank amounted to RM1.8 million (31 March 2022: RM2.2 million).

As at 30 September 2022, the remaining tenure of the RA contracts is for a period of 2 months to 8 years (31 March 2022: 8 months to 8 years).

A18. OTHER LIABILITIES

	Note	30 September 2022 RM'000	31 March 2022 RM'000
Profit payable		189,638	137,156
Other creditors and accruals		52,823	40,240
Lease liabilities		2,191	2,092
Provision for reinstatement for leased properties		83	82
Deferred income		15,047	16,022
Advance rental		11,607	11,354
Amount due to related companies		25	177,516
Allowances for ECL on financing commitments and financial guarantees	(a)	26,591	24,808
Provision for taxation		13,466	-
		<u>311,471</u>	<u>409,270</u>

A18. OTHER LIABILITIES (CONT'D.)

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

	Stage 1	Stage 2	Stage 3	
	12-month	Lifetime ECL	Lifetime ECL	
	ECL	Not Credit	Credit	
	RM'000	Impaired	Impaired	Total
		RM'000	RM'000	RM'000
30 September 2022				
Balance at beginning of the financial period	8,454	10,567	5,787	24,808
Net allowances/(writeback of allowance) for ECL:	1,550	216	(7)	1,759
- Transfer to Stage 1	229	(1,808)	-	(1,579)
- Transfer to Stage 2	(471)	2,017	-	1,546
- Transfer to Stage 3	(6)	(132)	138	-
New exposures originated	3,416	2,202	-	5,618
Net remeasurement of allowances	163	(844)	(145)	(826)
Exposures derecognised/withdrawn	(1,781)	(1,219)	-	(3,000)
Foreign exchange differences	17	7	-	24
Balance at end of the financial period	<u>10,021</u>	<u>10,790</u>	<u>5,780</u>	<u>26,591</u>
31 March 2022				
Balance at beginning of the financial year	9,012	6,804	15	15,831
Net (writeback of allowance)/ allowances for ECL:	(558)	3,761	5,772	8,975
- Transfer to Stage 1	185	(2,533)	-	(2,348)
- Transfer to Stage 2	(318)	1,722	-	1,404
- Transfer to Stage 3	(10)	(77)	87	-
New exposures originated	3,587	6,110	5,780	15,477
Net remeasurement of allowances	(1,813)	(74)	(87)	(1,974)
Financial exposures derecognised	(2,189)	(1,387)	(8)	(3,584)
Foreign exchange differences	-	2	-	2
Balance at end of the financial year	<u>8,454</u>	<u>10,567</u>	<u>5,787</u>	<u>24,808</u>

A19. INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021 (Restated)	30 September 2022	30 September 2021 (Restated)
	RM'000	RM'000	RM'000	RM'000
<u>Finance income and hibah:</u>				
Financing and advances				
- Financing income*	411,898	302,977	747,658	616,309
- Financing income on impaired financing	225	1,000	597	1,985
Financial assets at fair value through profit or loss	8,426	18,399	17,317	34,247
Financial investments at fair value through other comprehensive income	41,942	39,797	76,021	76,018
Financial investments at amortised cost	36,556	26,434	69,464	52,407
Deposits and placements with banks and other financial institutions	16,520	12,430	25,328	33,762
Total finance income and hibah	<u>515,567</u>	<u>401,037</u>	<u>936,385</u>	<u>814,728</u>
<u>Other operating income:</u>				
Fee and commission income:				
- Brokerage fees, commission and rebates	-	-	-	(41)
- Fees on financing, advances and securities	16,604	7,798	27,423	17,820
- Guarantee fees	3,645	3,813	7,538	6,982
- Remittances	25	21	47	41
- Service charges and fees	922	812	1,694	1,417
- Others	1,510	815	2,807	1,642
Foreign exchange	(1,525)	1,289	(2,194)	2,860
Gain/(Loss) from disposal of financial assets at fair value through profit or loss	418	(876)	297	355
Gain/(Loss) on revaluation of financial assets at fair value through profit or loss	2,747	(1,123)	(81)	(1,174)
(Loss)/Gain from disposal of financial investments at fair value through other comprehensive income	(69)	-	(69)	549
Net loss on derivatives	(2,473)	(2,111)	(4,643)	(4,328)
Others	147	(164)	131	(132)
Total other operating income	<u>21,951</u>	<u>10,274</u>	<u>32,950</u>	<u>25,991</u>
Total	<u>537,518</u>	<u>411,311</u>	<u>969,335</u>	<u>840,719</u>

* Included the net gain of RM160,000 (30 September 2021: net loss of RM12,809,000) from measures implemented in response to COVID-19 pandemic.

A20. INCOME DERIVED FROM INVESTMENT OF INVESTMENT ACCOUNT FUNDS

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Income derived from investment of:				
- Restricted investment account	14,021	13,168	26,626	23,038
- Unrestricted investment accounts	340	1,226	2,691	1,710
	<u>14,361</u>	<u>14,394</u>	<u>29,317</u>	<u>24,748</u>

Income derived from investment of restricted investment account

Finance income and hibah:

Financing and advances

- Financing income	14,021	13,168	26,626	23,038
Total finance income and hibah	<u>14,021</u>	<u>13,168</u>	<u>26,626</u>	<u>23,038</u>

Income derived from investment of unrestricted investment accounts

Finance income and hibah:

Financing and advances

- Financing income	248	1,155	2,521	1,563
Deposits and placements with banks and other financial institutions	92	71	170	147
Total finance income and hibah	<u>340</u>	<u>1,226</u>	<u>2,691</u>	<u>1,710</u>

A21. INCOME DERIVED FROM INVESTMENT OF SHAREHOLDER'S FUNDS

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021 (Restated)	30 September 2022	30 September 2021 (Restated)
	RM'000	RM'000	RM'000	RM'000
<u>Finance income and hibah:</u>				
Financing and advances				
- Financing income*	33,856	26,262	63,567	52,827
- Financing income on impaired financing	18	87	51	170
Financial assets at fair value through profit or loss	685	1,592	1,472	2,936
Financial investments at fair value through other comprehensive income	3,448	3,445	6,464	6,516
Financial investments at amortised cost	2,994	2,289	5,906	4,491
Deposits and placements with banks and other financial institutions	1,374	1,086	2,153	2,894
Total finance income and hibah	<u>42,375</u>	<u>34,761</u>	<u>79,613</u>	<u>69,834</u>
<u>Other operating income:</u>				
Fee and commission income:				
- Bancassurance commission	3,967	2,795	7,606	7,078
- Brokerage fees, commission and rebates	-	1	-	(3)
- Fees on financing, advances and securities	1,377	681	2,338	1,535
- Guarantee fees	297	329	641	598
- Remittances	541	40	70	83
- Service charges and fees	552	485	1,359	1,256
- Others	748	1,086	1,814	1,792
Foreign exchange	(127)	112	(186)	245
Gain/(Loss) from disposal of financial assets at fair value through profit or loss	36	(74)	25	30
Gain/(Loss) on revaluation of financial assets at fair value through profit or loss	243	(97)	(7)	(101)
(Loss)/Gain from disposal of financial investments at fair value through other comprehensive income	(6)	1	(6)	47
Net loss on derivatives	(202)	(183)	(394)	(371)
Others	12	(14)	11	(11)
Total other operating income	<u>7,438</u>	<u>5,162</u>	<u>13,271</u>	<u>12,178</u>
Total	<u>49,813</u>	<u>39,923</u>	<u>92,884</u>	<u>82,012</u>

* Included the net gain of RM14,000 (30 September 2021: net loss of RM1,098,000) from measures implemented in response to COVID-19 pandemic.

A22. ALLOWANCES FOR IMPAIRMENT ON FINANCING AND ADVANCES - NET

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021 (Restated)	30 September 2022	30 September 2021 (Restated)
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances	53,322	62,047	137,468	172,721
Impaired financing and advances recovered, net	(41,636)	(20,022)	(68,006)	(39,266)
Total	<u>11,686</u>	<u>42,025</u>	<u>69,462</u>	<u>133,455</u>

A23. (WRITEBACK OF ALLOWANCE)/ALLOWANCE FOR IMPAIRMENT ON FINANCIAL INVESTMENTS

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021 (Restated)	30 September 2022	30 September 2021 (Restated)
	RM'000	RM'000	RM'000	RM'000
Financial investments at amortised cost - sukuk	1,327	42,970	(946)	42,206
Financial investments at fair value through other comprehensive income - sukuk	(1,853)	1,611	3,166	3,681
Total	<u>(526)</u>	<u>44,581</u>	<u>2,220</u>	<u>45,887</u>

A24. ALLOWANCE/(WRITEBACK OF ALLOWANCE) FOR IMPAIRMENT ON OTHER FINANCIAL ASSETS

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Cash and short-term funds	<u>11</u>	<u>18</u>	<u>(136)</u>	<u>(31)</u>

A25. PROVISION FOR COMMITMENTS AND CONTINGENCIES

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Provision for commitments and contingencies - financing commitments and financial guarantee contracts	463	4,157	1,760	4,865

A26. INCOME ATTRIBUTABLE TO THE DEPOSITORS AND OTHERS

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Non-Mudarabah fund</u>				
Deposit from customers	201,796	165,209	360,265	327,946
Deposits and placements of banks and other financial institutions	30,725	8,293	48,810	32,885
	<u>232,521</u>	<u>173,502</u>	<u>409,075</u>	<u>360,831</u>
Others	14,644	8,207	25,046	12,410
Total	<u>247,165</u>	<u>181,709</u>	<u>434,121</u>	<u>373,241</u>

A27. INCOME ATTRIBUTABLE TO THE INVESTMENT ACCOUNT HOLDERS

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Unrestricted investment accounts</u>				
Customers	136	602	1,400	812
<u>Restricted investment account</u>				
Licensed bank	12,619	11,851	23,963	20,734
	<u>12,755</u>	<u>12,453</u>	<u>25,363</u>	<u>21,546</u>

A28. OTHER OPERATING EXPENSES

	Individual Quarter		Cumulative Quarter	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Personnel costs:				
Salaries, allowances, bonuses and incentives	4,814	4,258	9,100	8,517
Share granted under AMMB Executives' Share Scheme ("ESS") - charge/(writeback)	304	(247)	376	(424)
Contributions to Employees' Provident Fund/Private Retirement Scheme	757	687	1,441	1,373
Social security cost	21	19	40	39
Others	564	249	1,093	509
	<u>6,460</u>	<u>4,966</u>	<u>12,050</u>	<u>10,014</u>
Establishment costs:				
Amortisation of intangible assets	89	90	178	185
Cleaning, maintenance and security	12	2	23	7
Computerisation costs	196	187	477	519
Depreciation of property and equipment	31	34	63	69
Depreciation of right-of-use assets	71	70	142	141
Rental of premises	126	230	334	376
Finance cost:				
- Lease liabilities	16	16	31	33
- Provision for reinstatement for leased properties	-	1	1	1
Others	6	3	10	7
	<u>547</u>	<u>633</u>	<u>1,259</u>	<u>1,338</u>
Marketing and communication expenses:				
Advertising, marketing and communication	1,477	983	2,676	1,747
Others	14	1	22	10
	<u>1,491</u>	<u>984</u>	<u>2,698</u>	<u>1,757</u>
Administration and general expenses:				
Professional services	602	779	1,105	1,534
Others	2,211	587	4,565	4,472
	<u>2,813</u>	<u>1,366</u>	<u>5,670</u>	<u>6,006</u>
Service transfer pricing expense, net	71,252	61,944	138,159	123,042
	<u>82,563</u>	<u>69,893</u>	<u>159,836</u>	<u>142,157</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.

	Individual Quarter		Cumulative Quarter	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
Net profit attributable to equity holder of the Bank (RM'000)	172,773	67,560	273,065	138,606
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)	34.95	13.67	55.24	28.04

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, affluent and small business customers. Retail Banking offers products and financial solutions which includes auto finance, mortgages, personal financing, credit cards, small business financing, priority banking services, wealth management, remittance services and deposits.

(b) Business Banking

Business Banking ("BB") focuses on the small and medium sized enterprises segment, which comprises Enterprise Banking and Commercial Banking. Solutions offered to Enterprise Banking customers encompass Capital Expenditure ("CAPEX") financing, Working Capital financing and Cash Management and while Commercial Banking offers the same suite of products, it also provides more sophisticated structures such as Contract Financing, Development Financing and Project Financing.

(c) Wholesale Banking

Wholesale Banking comprises Corporate Banking and Group Treasury and Markets:

(i) Corporate Banking

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

(ii) Group Treasury and Markets

Group Treasury and Markets includes proprietary trading as well as providing full range of Shariah compliant products and services relating to treasury activities, including foreign exchange, derivatives and fixed income. It also offers Shariah compliant customised investment solutions for customers.

A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)

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

(d) Investment Banking

Investment Banking offer Islamic advisory services and a wide range of Shariah-compliant financial and investment solutions that include sukuk origination, Islamic equity or equity related capital markets offerings, Islamic structured finance.

(e) Group Funding and Others

Group Funding and Others comprise activities to maintain the liquidity of the Bank as well as support operations of its 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 with current business realignment.

A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)

For the financial period ended 30 September 2022

	Retail Banking RM'000	Business Banking RM'000	Wholesale banking		Investment Banking RM'000	Group Funding and Others RM'000	Total RM'000
			Corporate Banking RM'000	Group Treasury and Market RM'000			
External net income	408,372	120,943	223,801	(74,970)	402	(90,712)	587,836
Intersegments net income	(136,305)	(39,024)	(109,638)	151,747	2	133,218	-
Net income	272,067	81,919	114,163	76,777	404	42,506	587,836
Net finance income	251,799	69,122	96,657	81,150	10	42,149	540,887
Other operating income/(loss)	20,268	12,797	17,506	(4,373)	394	357	46,949
Net income	272,067	81,919	114,163	76,777	404	42,506	587,836
Other operating expenses of which:	(97,186)	(9,129)	(23,101)	(4,451)	(127)	(25,842)	(159,836)
<i>Depreciation of property and equipment</i>	-	-	-	-	-	(63)	(63)
<i>Depreciation of right-of-use-assets</i>	-	-	-	-	-	(142)	(142)
<i>Amortisation of intangible assets</i>	(2)	(2)	-	-	-	(174)	(178)
Profit/(loss) before impairment losses	174,881	72,790	91,062	72,326	277	16,664	428,000
(Allowance)/Writeback of impairment on financing and advances	(59,192)	(22,220)	29,573	-	-	(17,623)	(69,462)
Writeback of allowance/(Allowance) for impairment on financial investments	-	-	955	(3,175)	-	-	(2,220)
Writeback of allowance for impairment on other financial assets	-	-	-	136	-	-	136
(Provision)/Writeback of provision for commitments and contingencies	(3,385)	(446)	2,071	-	-	-	(1,760)
Profit/(Loss) before zakat and taxation	112,304	50,124	123,661	69,287	277	(959)	354,694
Zakat and taxation	(26,953)	(12,030)	(29,678)	(11,891)	(67)	(1,010)	(81,629)
Profit/(Loss) for the financial period	85,351	38,094	93,983	57,396	210	(1,969)	273,065
Other information							
Total segment assets	23,874,032	6,500,120	13,461,286	12,291,536	-	434,029	56,561,003
Total segment liabilities	15,128,168	4,215,863	3,632,739	23,604,316	942	5,874,544	52,456,572
Cost to income ratio	35.7%	11.1%	20.2%	5.8%	31.4%	60.8%	27.2%
Gross financing and advances	24,096,658	6,571,117	12,949,499	-	-	(3,237)	43,614,037
Net financing and advances	23,779,495	6,499,095	12,768,737	-	-	(42,583)	43,004,744
Impaired financing and advances	297,150	113,209	204,168	-	-	-	614,527
Total deposits	15,032,393	4,175,931	3,594,661	22,677,192	-	105,620	45,585,797
Additions to :							
Property and Equipment	-	-	-	2	-	16	18
Intangible assets	-	-	-	-	-	21	21

A30. BUSINESS SEGMENT ANALYSIS (CONT'D.)

For the financial period ended 30 September 2021
(Restated)

	Retail Banking RM'000	Business Banking RM'000	Wholesale banking		Investment Banking RM'000	Group Funding and Others RM'000	Total RM'000
			Corporate Banking RM'000	Group Treasury and Market RM'000			
External net income	322,432	99,526	205,578	(36,615)	542	(87,737)	503,726
Intersegments net income	(100,547)	(30,734)	(89,526)	102,625	(73)	118,255	-
Net income	221,885	68,792	116,052	66,010	469	30,518	503,726
Net finance income	204,550	60,065	104,400	64,566	34	30,202	463,817
Other operating income	17,335	8,727	11,652	1,444	435	316	39,909
Net finance income	221,885	68,792	116,052	66,010	469	30,518	503,726
Other operating expenses of which:	(89,609)	(6,238)	(21,044)	(4,143)	(51)	(21,072)	(142,157)
<i>Depreciation of property and equipment</i>	(2)	-	-	-	-	(67)	(69)
<i>Depreciation of right-of-use-assets</i>	-	-	-	-	-	(141)	(141)
<i>Amortisation of intangible assets</i>	(8)	(2)	-	-	-	(175)	(185)
Profit before impairment losses and provision	132,276	62,554	95,008	61,867	418	9,446	361,569
Writeback of allowance/(Allowance) for impairment on financing and advances	22,035	(16,908)	(64,014)	-	-	(74,568)	(133,455)
Impairment on financial investments	-	-	(7,563)	(3,374)	-	(34,950)	(45,887)
Writeback of impairment on other financial assets	-	-	-	31	-	-	31
Provision for commitments and contingencies	(1,188)	(1,525)	(2,152)	-	-	-	(4,865)
Profit/(Loss) before zakat and taxation	153,123	44,121	21,279	58,524	418	(100,072)	177,393
Zakat and taxation	(36,750)	(10,589)	(5,107)	(9,306)	(100)	23,065	(38,787)
Profit/(Loss) for the financial period	116,373	33,532	16,172	49,218	318	(77,007)	138,606
Other information							
Total segment assets	20,231,608	5,741,666	11,400,967	12,571,713	14,802	(207,859)	49,752,897
Total segment liabilities	13,904,465	3,472,584	4,312,879	18,351,840	512	5,846,286	45,888,566
Cost to income ratio	40.4%	9.1%	18.1%	6.3%	10.9%	69.0%	28.2%
Gross financing and advances	20,435,345	5,799,171	10,549,683	-	-	(4,120)	36,780,079
Net financing and advances	20,152,525	5,740,843	10,318,487	-	-	(176,854)	36,035,001
Impaired financing and advances	180,867	92,499	270,379	-	-	-	543,745
Total deposits	13,821,214	3,443,266	4,277,525	18,044,873	-	80,844	39,667,722
Additions to :							
Property and Equipment	5	-	-	-	-	13	18
Intangible assets	10	11	11	-	-	13	45

A31. PERFORMANCE REVIEW FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

The Bank reported a higher profit before zakat and taxation of RM354.7 million for the financial period ended 30 September 2022 compared to the corresponding period ended 30 September 2021 of RM177.4 million. The higher profit was mainly due to higher net finance income of RM77.1 million, lower net allowance for impairment on financing and advances of RM64.0 million and, lower ECL of financial investments of RM43.8 million, higher other operating income of RM7.0 million and lower ECL on financing commitments and financial guarantee contracts of RM3.1 million offset by higher other operating expenses of RM17.7 million.

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 FINANCIAL YEAR ENDING 31 MARCH 2023

The economy has shown a strong post-COVID recovery in 2022 especially after the full lifting of pandemic rules and international borders, evidenced by the robust third quarter of 2022 Gross Domestic Products ("GDP") growth of 14.2% year-on-year, after 8.9% year-on-year during the previous quarter. With such a strong third quarter performance, the average GDP for the first three quarters of 2022 would be 9.3%. We have now revised upwardly our 2022 GDP projection to between 8.5% and 9.0% from the previous 7.5%. Bank Negara Malaysia ("BNM")'s projection is between 5.3% and 6.3% for 2022.

Heading into 2023, there are more downside risk on the economic growth. External headwinds and domestic challenges especially on the outcome of 15th General Election ("GE15") will weigh on the economic performance. We expect first half of 2023 would be far noisier as opposed to second half 2023. We project the GDP should grow around 4.5%.

Headline inflation eased to 4.5% year-on-year growth in September 2022 after posting more than 1-year high of 4.7% in the previous month. Average inflation for the first nine months of 2022 is now at 3.2%. Despite the producer price index coming off from its recent peak and dissipating low-base effects, upside pressure on inflation remains, coming from the weakening Ringgit (particularly in October 2022) and elevated commodity prices, which may translates into higher importation prices. For the full year, we project inflation to be around 3.2%.

In tandem with the healthy economic environment, financing growth in the banking industry grew by 6.4% year-on-year in September 2022, slightly slower than 6.8% in August 2022. Strong financing growth came from both the household financing which grew 6.6% year-on-year (August 2022: 6.5%), while business segment loans grew slower at 6.2% year-on-year (August 2022: 7.1%) and we believe financing growth in 2022 would reach 6.0%.

A32. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 MARCH 2023 (CONT'D.)

The overall banking system remains healthy in 2022 underpinned by strong liquidity. This is reflected by the liquidity coverage ratio which stayed above the 100% regulatory requirement in September 2022 which ticked up to 152.5% (August 2022 was at 141.3%). The funding profile was well-diversified with August 2022's financing-to-fund ratio and financing-to-fund-and-equity ratio at 81.6% and 71.2% respectively (August 2022 was at 81.8% and 71.3%, respectively).

On the monetary policy, BNM remained careful in calibrating the policy by not raising the rates too fast and hurt the economic growth, nor raise rates too slowly and risk capital outflows. But the final overnight policy rate ("OPR") hike in early November 2022 was a pre-emptive move by the BNM to manage the risk of demand-pull inflation, offering a slight hawkish tone.

With the OPR now standing at 2.75%, expectations are for BNM to raise another 25 basis points ("bps") in January 2023 to settle at 3.00%. This would reach the levels at end 2019 prior to the COVID-19 crisis. Current OPR level is still accommodative and supportive of Malaysia's economic growth.

The AMMB Group remains committed in growing revenue, rebuilding capital and shoring up liquidity levels while closely monitoring asset quality and exerting cost discipline. At the same time, customers' needs are not forgotten as the AMMB Group continues to extend financial assistance to those who qualify.

Despite near term challenges, the AMMB Group remains upbeat on delivering strong financial performance throughout financial year 2023 ("FY2023") as it benefits from factors such as the OPR uptrend, lower provisions and improving asset quality which are all in line with the steady recovery of the local economy.

Nevertheless, the AMMB Group remains laser focused on its Focus 8 execution to deliver more integrated value propositions and create sustainable long-term value for all its shareholders and stakeholders. The AMMB Group's key focus areas in FY2023 include accelerating its digital transformation, forming more strategic partnerships as well as embedding Environmental, Social and Governance ("ESG") considerations into all its strategies, businesses and operations.

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 quarter.

A35. COMMITMENTS AND CONTINGENCIES (CONT'D.)

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:

	30 September 2022 RM'000	31 March 2022 RM'000
Commitments		
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	5,222,345	5,992,817
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	976,074	896,617
Unutilised credit card lines	1,564,229	1,430,460
Forward asset purchase	88,640	10,114
	<u>7,851,288</u>	<u>8,330,008</u>
Contingencies		
Direct credit substitutes	481,992	614,836
Transaction related contingent items	911,588	905,845
Short-term self liquidating trade-related contingencies	122,426	81,317
Obligations under on-going underwriting agreements	180,000	130,000
	<u>1,696,006</u>	<u>1,731,998</u>
Derivative Financial Instruments		
Foreign exchange related contracts		
- One year or less	2,934,695	2,636,545
- Over one year to five years	1,492,934	1,582,530
Profit rate related contracts		
- Over one year to five years	350,000	350,000
Commodity related contracts		
- Over one year to five years	78,656	71,367
	<u>4,856,285</u>	<u>4,640,442</u>
Total	<u>14,403,579</u>	<u>14,702,448</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 2022.

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			Total RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	
30 September 2022				
Assets measured at fair value				
Derivative financial assets	-	75,211	-	75,211
Financial assets at fair value through profit or loss				
- Money market securities	-	690,324	-	690,324
- Unquoted sukuk	-	77,519	-	77,519
Financial investments at fair value through other comprehensive income				
- Money market securities	-	3,413,866	-	3,413,866
- Unquoted sukuk	-	2,917,997	-	2,917,997
	-	7,174,917	-	7,174,917
Liabilities measured at fair value				
Derivative financial liabilities	-	76,221	-	76,221
	-	76,221	-	76,221
31 March 2022				
Assets measured at fair value				
Derivative financial assets	-	51,661	-	51,661
Financial assets at fair value through profit or loss				
- Money market securities	-	668,879	-	668,879
- Unquoted sukuk	-	318,089	-	318,089
Financial investments at fair value through other comprehensive income				
- Money market securities	-	1,973,525	-	1,973,525
- Unquoted sukuk	-	2,477,095	-	2,477,095
	-	5,489,249	-	5,489,249
Liabilities measured at fair value				
Derivative financial liabilities	-	60,038	-	60,038
	-	60,038	-	60,038

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

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

	30 September 2022	31 March 2022
Under transitional arrangement (Note(i))		
Common Equity Tier 1 ("CET 1") Capital Ratio	12.340%	12.489%
Tier 1 Capital ratio	12.340%	12.489%
Total Capital ratio	17.074%	17.292%

Notes:

- (i) Pursuant to the revised BNM policy document, Capital Adequacy Framework for Islamic Banks (Capital Components) issued on 9 December 2020, the capital ratios of the Bank had been computed applying transitional arrangement on provision for ECL. Had the transitional arrangement not been applied, the capital ratios of the Bank as at 30 September 2022 and 31 March 2022 are as follow:

	30 September 2022	31 March 2022
Common Equity Tier 1 Capital Ratio	11.784%	11.763%
Tier 1 Capital Ratio	11.784%	11.763%
Total Capital Ratio	16.756%	16.948%

- (ii) Pursuant to BNM's Capital Adequacy Framework for Islamic Banks (Capital Components), financial institutions are required to maintain minimum Common Equity Tier 1 ("CET1") Capital Ratio of 4.5%, Tier 1 Capital Ratio of 6.0% and Total Capital Ratio of 8.0% at all times. The Bank is also required to maintain the following capital buffers:

- (a) a Capital Conservation Buffer ("CCB") of 2.5%;
- (b) 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; and
- (c) a Higher Loss Absorbency ("HLA") requirement for a financial institution that is designated as a domestic systemically important bank ("D-SIB").

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:

	30 September 2022 RM'000	31 March 2022 RM'000
CET 1 Capital		
Ordinary shares	1,387,107	1,387,107
Retained earnings	2,763,757	2,490,692
Fair value reserve	(46,433)	(3,893)
Less : Regulatory adjustments applied on CET 1 Capital		
- Intangible assets	(338)	(495)
- Deferred tax assets	(71,709)	(61,249)
- Unrealised fair value gains on financial liabilities due to changes in own credit risk	(78)	(92)
- Other CET 1 regulatory adjustment specified by BNM	190,032	235,578
CET 1 Capital/ Tier 1 Capital	<u>4,222,338</u>	<u>4,047,648</u>
Tier 2 Capital		
Tier 2 Capital instruments meeting all relevant criteria for inclusion	1,300,000	1,300,000
General provisions*	319,867	256,523
Tier 2 Capital	<u>1,619,867</u>	<u>1,556,523</u>
Total Capital	<u>5,842,205</u>	<u>5,604,171</u>

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

	30 September 2022 RM'000	31 March 2022 RM'000
Credit RWA	33,657,465	32,508,336
Less : Credit RWA absorbed by Investment Account	(1,570,035)	(2,075,074)
Total Credit RWA	<u>32,087,430</u>	<u>30,433,262</u>
Market RWA	267,148	215,113
Operational RWA	1,862,854	1,760,237
Total Risk Weighted Assets	<u>34,217,432</u>	<u>32,408,612</u>

* Consists of stage 1 and stage 2 loss allowances.

A38. CREDIT TRANSACTIONS AND EXPOSURES WITH CONNECTED PARTIES

	30 September 2022	31 March 2022
Outstanding credit exposures with connected parties (RM'000)	1,508,535	1,247,847
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures (%)	3.12	2.87
Percentage of outstanding credit exposures with connected parties which is impaired or in default (%)	0.00	0.00

The credit exposures above are based on Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties.

A39. RESTATEMENT OF COMPARATIVE INFORMATION

In March 2022, the Bank conducted a review on the classification of its unrated bonds and sukuk and reclassified the instruments from financing and advances to financial investments at amortised cost to align the presentation of its debt securities as financial investments. The reclassification resulted in changes to the comparative financial information to conform with current period's presentation, which resulted in the following financial effects to the statements of the Bank:

	As previously reported RM'000	Reclassification RM'000	As restated RM'000
30 September 2021			
Reconciliation of statements of profit or loss:			
Individual quarter			
Allowances for impairment on financing and advances, net	(85,098)	43,073	(42,025)
Allowances for impairment losses on financial investments	(1,508)	(43,073)	(44,581)
Cumulative quarter			
Allowances for impairment on financing and advances, net	(175,968)	42,513	(133,455)
Allowances for impairment losses on financial investments	(3,374)	(42,513)	(45,887)
Reconciliation of statements of cash flows:			
Changes in working capital:			
Net change in operating assets	(3,044,912)	116,423	(2,928,489)
Net cash used in investing activities	(671,593)	(116,423)	(788,016)