

Company No: 197501003274 (25046-T)

AFFIN Bank Berhad
(Incorporated in Malaysia)

BASEL II
PILLAR 3 DISCLOSURES
As at 30th June 2022

BASEL II Pillar 3 Disclosures

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BASEL II Pillar 3 Disclosures

1. Introduction

1.1 Background

The Capital Adequacy Framework (Basel II - Risk-Weighted Assets) issued by Bank Negara Malaysia ('BNM'), which is the equivalent of the Basel II framework issued by the Basel Committee of Banking Supervision and the Islamic Financial Services Board is structured around three fundamental pillars:

- Pillar 1 defines the minimum capital requirement to ensure that financial institutions hold sufficient capital to cover their exposure to credit, market and operational risks.
- Pillar 2 requires financial institutions to have a process for assessing their overall capital adequacy in relation to their risk profile and a strategy for maintaining their capital levels.
- Pillar 3 requires financial institutions to establish and implement an appropriate disclosure policy that promotes transparency regarding their risk management practices and capital adequacy positions.
- Pillar 3 disclosure is required under the BNM Risk Weighted Capital Adequacy Framework (Basel II) ('RWCAF') - Disclosure Requirements (Pillar 3).
- Affin Bank Berhad ('the Bank') and its subsidiaries ('the Group') adopt the following approaches under Pillar 1 requirements:
 - Standardised Approach for Credit Risk
 - Standardised Approach for Market Risk
 - Basic Indicator Approach for Operational Risk

1.2 Scope of Application

This document contains the disclosure requirements under Pillar 3 for the Bank and its subsidiaries (the 'Group') for financial period ended 30 June 2022. The disclosures are made in line with the Pillar 3 disclosure requirements under the Basel II framework as laid out by BNM.

The disclosures should be read in conjunction with the Group and the Bank's Annual Report for the year ended 31 December 2021.

The capital requirements of the Group and the Bank are generally based on the principles of consolidation adopted in the preparation of its financial statements. The Group incorporates those activities relating to Islamic banking business which have been undertaken by AFFIN Islamic, a wholly owned subsidiary of the Bank.

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1. Introduction (continued)

1.2 Scope of Application (continued)

There are no significant restrictions or impediments on the transfer of funds or regulatory capital within the Group and the Bank.

There were no capital deficiencies in any of the subsidiaries of the Group as at the financial period ended 30 June 2022.

2. Capital Management

2.1 Internal Capital Adequacy Assessment Process ('ICAAP')

In line with the BNM guideline on Risk-Weighted Capital Adequacy Framework (Basel II) - Internal Capital Adequacy Assessment Process (Pillar 2), the Group and the Bank have put in place the ICAAP Framework to assess the capital adequacy to ensure that the level of capital maintained by the Group and the Bank is adequate at all times, taking into consideration the Group and the Bank's risk profile and business strategies.

The Group and the Bank's capital management approach is focused on maintaining an appropriate level of capital to meet its business needs and regulatory requirements as capital adequacy and risk management are closely aligned. The Group and the Bank operates within an agreed risk appetite whilst optimising the use of shareholders' funds to deliver sustainable returns.

2.2 Capital Structure

The total capital and capital adequacy ratios of the Group and the Bank are computed in accordance with BNM's Capital Adequacy Framework (Capital Components).

The Group and the Bank are currently adopting the Standardised Approach for Credit Risk and Market Risk and the Basic Indicator Approach for Operational Risk. In line with the transitional arrangements under the BNM's Capital Adequacy Framework (Capital Components), the minimum capital adequacy requirement for Common Equity Tier 1 Capital Ratio ('CET 1') and Tier 1 Capital Ratio are 7.000% (2021: 7.000%) and 8.500% (2021: 8.500%) respectively for year 2022. The minimum regulatory capital adequacy requirement is 10.500% (2021: 10.500%) for total capital ratio.

The following table sets forth further details on the capital resources and capital adequacy ratios for the Group and the Bank as at 30 June 2022.

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2. Capital Management (continued)

2.2 Capital Structure (continued)

	The Group		The Bank	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Paid-up share capital	4,969,150	4,969,150	4,969,150	4,969,150
Retained profits	4,403,710	4,163,442	3,188,771	3,119,461
Unrealised (losses)/gains on FVOCI instruments	(2,433)	90,473	151,647	157,267
Other disclosed reserves	(88,737)	(88,737)	-	-
Foreign exchange reserves	39	39	-	-
	9,281,729	9,134,367	8,309,568	8,245,878
Less: Regulatory adjustments				
Goodwill and other intangibles	(887,584)	(895,850)	(189,925)	(198,733)
Deferred tax assets	(223,495)	(223,344)	(105,867)	(111,900)
55% cumulative unrealised gains on FVOCI instruments	-	(49,760)	(83,406)	(86,497)
Investment in subsidiaries, joint ventures and associates	(921,849)	(907,293)	(3,796,621)	(3,796,621)
Other CET1 transitional adjustment	312,897	341,998	216,975	238,228
CET1 capital	7,561,698	7,400,118	4,350,724	4,290,355
Additional Tier 1 Capital				
Additional Tier 1 Capital	800,000	800,000	500,000	500,000
Qualifying capital instruments held by third parties	27,834	32,933	-	-
	827,834	832,933	500,000	500,000
Total Tier 1 Capital	8,389,532	8,233,051	4,850,724	4,790,355
Subordinated term financing and medium term notes (MTNs)	1,455,000	2,455,000	1,000,000	2,000,000
Qualifying loss provisions #	387,972	277,775	243,141	170,816
Less: Regulatory adjustments				
Investment in capital instruments of unconsolidated financial and insurance entities	(30,914)	(30,914)	(375,914)	(375,914)
Total Tier 2 capital	1,812,058	2,701,861	867,227	1,794,902
Total capital	10,201,590	10,934,912	5,717,951	6,585,257
Risk weighted assets for:				
Credit risk	51,014,589	46,962,011	31,895,610	29,381,798
Market risk	655,130	781,246	444,405	567,804
Operational risk	3,748,207	3,580,698	1,726,175	1,671,929
Total risk weighted assets	55,417,926	51,323,955	34,066,190	31,621,531

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2. Capital Management (continued)

2.2 Capital Structure (continued)

	The Group		The Bank	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
<u>With transitional arrangements*</u>				
CET 1 capital ratio	13.645%	14.418%	12.771%	13.568%
Tier 1 capital ratio	15.139%	16.041%	14.239%	15.149%
Total capital ratio	18.408%	21.306%	16.785%	20.825%
<u>Net of proposed dividends (Note 1)</u>				
CET 1 capital ratio	13.440%	14.198%	12.439%	13.209%
Tier 1 capital ratio	14.934%	15.820%	13.906%	14.791%
Total capital ratio	18.204%	21.085%	16.452%	20.467%
<u>Without transitional arrangements</u>				
CET 1 capital ratio	13.080%	13.752%	12.134%	12.814%
Tier 1 capital ratio	14.574%	15.375%	13.602%	14.396%
Total capital ratio	18.294%	21.242%	16.605%	20.693%
<u>Net of proposed dividends (Note 1)</u>				
CET 1 capital ratio	12.876%	13.531%	11.802%	12.456%
Tier 1 capital ratio	14.369%	15.154%	13.269%	14.037%
Total capital ratio	18.090%	21.021%	16.272%	20.335%

Qualifying loss provisions are restricted to allowances on the unimpaired portion of the loans, advances and other financing.

* The Group and the Bank have elected to apply BNM's transitional arrangement for four financial years beginning on 1 January 2020. Under the transitional arrangements, a financial institution is allowed to add back the amount of loss allowance measured at an amount equal to 12-month and lifetime expected credit losses to the extent they are ascribed to non-credit-impaired exposures (which is Stage 1 and Stage 2 provisions), to CET1 capital.

Note 1:

In accordance with the Implementation Guidance on Capital Adequacy Framework (Capital Components) dated 9 December 2020, under the Dividend Reinvestment Plan ("DRP"), where a portion of the dividend may be reinvested under a DRP (the electable portion), the amount of the declared dividend to be deducted from the Group and the Bank's CET1 Capital may be reduced as follows:-

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2. Capital Management (continued)

2.2 Capital Structure (continued)

- (i) where an irrevocable written undertaking from shareholder has been obtained to reinvest the electable portion of the dividend; or
- (ii) where there is no irrevocable written undertaking provided, the average of the preceding 3-year take-up rates or if less than 3 preceding years, the available average historical take-up rates, subject to the amount being not more than 50% of the total electable portion of the dividend.

In arriving at the capital adequacy ratios, the portion of the proposed dividends where no irrevocable written undertaking from shareholders to reinvest the electable portion into new ordinary shares of the Bank is obtained, is assumed to be paid in cash and has been deducted from the calculation of CET 1 Capital.

In accordance with BNM's Guidelines on Investment Account, the credit and market risk weighted on the assets funded by the RIA are included in calculation of capital adequacy for the Bank. As at 30 June 2022, RIA assets included in the Total Capital Ratio calculation amounted to RM1,770.2 million (2021: RM1,834.6 million).

The Group and the Bank have issued capital instruments which qualify as components of regulatory capital under the BNM CAF (Capital Components), as summarised in the following table:

Capital Instruments	Capital Component	Main Features
Issued by the Group and the Bank:		
(a) Additional Tier-1 Capital Securities ('AT1CS')	Tier 1 Capital	The Bank had, on 31 July 2018, issued AT1CS of RM500.0 million out of its approved BASEL III Compliant AT1CS programme of up to RM3.0 billion in nominal value. The AT1CS was issued on a perpetual non-callable 5-year basis, at a coupon rate of 5.80% per annum. The AT1CS was issued for the purpose of general banking business and working capital requirements of the Bank.

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2. Capital Management (continued)

2.2 Capital Structure (continued)

Capital Instruments	Capital Component	Main Features
Issued by the Group and the Bank:		
(b) Additional Tier-1 Sukuk Wakalah ('AT1S')	Tier 1 Capital	AFFIN Islamic had on 18 October 2018 issued AT1S of RM300 million out of its approved BASEL III Compliant Islamic medium term notes programme of RM5.0 billion in nominal value for the issuance of Senior Sukuk Murabahah, Tier 2 Sukuk Murabahah and/or AT1S (“ Sukuk Programme ”). The AT1S was issued on a perpetual non-callable 5-year basis, at a profit rate of 5.65% per annum. The AT1S was issued for the purpose of general banking business and working capital requirements of AFFIN Islamic.
(c) Tier-2 Subordinated Medium Term Notes ('MTN')	Tier 2 Capital	The Bank had, on 7 February 2017 and 20 September 2017, issued 2 tranches of Tier-2 Subordinated MTNs of RM1.0 billion each out of its approved BASEL III Compliant MTN programme of up to RM6.0 billion in nominal value. The Subordinated MTNs were issued for a tenure of 10 years from the issue date on a 10-year non-callable 5-year basis, at a coupon rate of 5.45% per annum and 5.03% per annum respectively. The MTNs were issued for the purpose of general banking business and working capital requirements of the Bank. The Bank has exercised the call option and fully redeemed the first series RM1.0 billion Subordinated MTNs on 7 February 2022.
(d) Tier-2 Sukuk Murabahah	Tier 2 Capital	AFFIN Islamic had on 23 October 2018 issued Tier-2 Sukuk Murabahah of RM800.0 million out of its approved BASEL III Compliant Sukuk Programme. The Tier-2 Sukuk Murabahah was issued for a tenure of 10 years from the issue date on a 10-year non-callable 5-year basis, at a profit rate of 5.05% per annum. The Tier-2 Sukuk Murabahah was issued for the purpose of general banking business and working capital requirements of the AFFIN Islamic.

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2. Capital Management (continued)

2.3 Capital Adequacy

The Group and the Bank have in place an internal limit for its CET1 capital ratio, Tier I capital ratio and Total capital ratio, which is guided by the need to maintain a prudent relationship between available capital and the risks of its underlying businesses. The capital management process is monitored by senior management through periodic reviews.

Refer to Appendix I.

3. Application of Standardised Approach for credit risk

The Group and the Bank use the following External Credit Assessment Institutions ('ECAIs') to determine the risk weights for the rated credit exposures: -

- RAM Rating Services Berhad
- Malaysian Rating Corporation Berhad
- Standard & Poor's Rating Services
- Moody's Investors Service
- Fitch Ratings

The external ratings of the ECAIs are used to determine the risk weights of the following types of exposure: sovereigns, banks, public sector entities and corporates.

The mapping of the rating categories of different ECAIs to the risk weights is in accordance with BNM guidelines. In cases where there is no issuer or issue rating, the exposures are treated as unrated and accorded a risk weight appropriate for unrated exposure in the respective category.

Refer to Appendix II and III.

The Group and the Bank employs various policies and practices to control and mitigate credit risk.

Lending/Financing limits

The Group and the Bank establish internal limits and related lending/financing guidelines to manage large exposures and avoid undue concentration of credit risk in its credit portfolio. The limits include single customer groupings based on aggregation requirements, connected parties, geographical and industry segments. These risks are monitored regularly, and the limits reviewed annually or as and when required taking into account changes in market and economic conditions.

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3. Application of Standardised Approach for credit risk (continued)

The credit risk exposure for derivatives due to potential exposures arising from market movements, and loan/financing books are managed on an aggregated basis as part of the overall lending/financing limits with customers.

Collateral

Credits are established against borrower's capacity to repay rather than to rely solely on security. Collateral may be taken to mitigate credit risk.

The main collateral types accepted and ascribed value by the Group and the Bank are:

- Mortgage over residential real estate;
- Charges over commercial real estate or vehicles financed;
- Charges over business assets such as business premises, inventory and accounts receivable; and
- Charges over financial instruments such as marketable securities.

Where relevant, the Group and the Bank undertake a valuation of the collateral obtained as part of the financing origination process. The valuations are reviewed periodically.

Longer-term financings to corporate entities are generally secured; revolving individual credit facilities are generally unsecured.

Collateral held as security for financial assets other than loans, advances and other financing depend on the nature of the instrument. Debt securities, treasury and other eligible bills are generally unsecured, with the exception of asset-backed securities and similar instruments, which are secured by portfolios of financial instruments. Derivatives are also collateralised.

The Group and the Bank's policies regarding obtaining collateral have not significantly changed during the reporting period and there has been no significant change in the overall quality of the collateral held by the Group and the Bank since the prior period.

Credit related commitments

Commitment to extend credit represents unutilised portion of approved credit in the form of loans/financing, guarantees or letters of credit. Unutilised credits give rise to potential or contingent credit losses to the Group and the Bank in an amount equal to the total unutilised commitments. The Group and Bank manages and mitigates the amount of potential and contingent losses arising from unutilised credit lines by imposing minimum specific credit standards on customers.

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3. Application of Standardised Approach for credit risk (continued)

Credit related commitments (continued)

The Group and the Bank monitors the term to maturity of credit commitments as long-term commitments generally have a greater degree of credit risk than short-term commitments.

Refer to Appendix IV (a) to (b).

Credit Quality of Financial Assets

Total loans, advances and other financing - credit quality

All loans, advances and other financing are categorised into 'neither past due nor impaired', 'past due but not impaired' and 'impaired'.

Past due loans/financing refers to loans, advances and other financing that are overdue by one day or more.

Loans, advances and other financing are classified as impaired when they fulfill any of the following criteria:

- i. the principal or interest/profit or both is past due more than 90 days or 3 months from the first day of default;
- ii. where the account is in arrears for less than 90 days or 3 months, there is evidence of impairment to indicate that the borrower/customer is 'unlikely to repay' its credit obligations;
- iii. the loan/financing is classified as rescheduled and restructured in the Central Credit Reference Information System ('CCRIS')

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by economic sectors

Past due loans/financing

The Group	Stage 1	Stage 2	Stage 3	Total
30.6.2022	RM'000	RM'000	RM'000	RM'000
Primary agriculture	5,451	3,804	-	9,255
Mining and quarrying	1,385	805	-	2,190
Manufacturing	25,400	82,579	-	107,979
Electricity, gas and water supply	171	310	-	481
Construction	102,774	46,557	-	149,331
Real estate	151,742	50,498	-	202,240
Wholesale & retail trade and restaurants & hotels	115,500	285,330	-	400,830
Transport, storage and communication	47,839	130,844	-	178,683
Finance, insurance/takaful and business services	57,708	35,407	-	93,115
Education, health and others	61,166	9,669	-	70,835
Household	1,187,210	1,201,661	-	2,388,871
	1,756,346	1,847,464	-	3,603,810

The Group	Stage 1	Stage 2	Stage 3	Total
31.12.2021	RM'000	RM'000	RM'000	RM'000
Primary agriculture	3,139	2,686	-	5,825
Mining and quarrying	95	661	-	756
Manufacturing	23,888	8,543	-	32,431
Electricity, gas and water supply	457	384	-	841
Construction	36,840	90,785	-	127,625
Real estate	52,971	68,402	-	121,373
Wholesale & retail trade and restaurants & hotels	72,308	226,574	-	298,882
Transport, storage and communication	36,626	119,380	-	156,006
Finance, insurance/takaful and business services	33,543	23,935	-	57,478
Education, health and others	5,178	6,036	-	11,214
Household	936,629	760,049	-	1,696,678
	1,201,674	1,307,435	-	2,509,109

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by economic sectors (continued)

Past due loans/financing (continued)

The Bank	Stage 1	Stage 2	Stage 3	Total
30.6.2022	RM'000	RM'000	RM'000	RM'000
Primary agriculture	4,497	3,018	-	7,515
Mining and quarrying	291	670	-	961
Manufacturing	17,281	49,189	-	66,470
Electricity, gas and water supply	125	154	-	279
Construction	81,319	28,608	-	109,927
Real estate	151,589	13,987	-	165,576
Wholesale & retail trade and restaurants & hotels	75,855	237,419	-	313,274
Transport, storage and communication	37,020	112,460	-	149,480
Finance, insurance and business services	40,173	18,068	-	58,241
Education, health and others	38,773	7,140	-	45,913
Household	552,016	540,165	-	1,092,181
	998,939	1,010,878	-	2,009,817

The Bank	Stage 1	Stage 2	Stage 3	Total
31.12.2021	RM'000	RM'000	RM'000	RM'000
Primary agriculture	3,053	1,855	-	4,908
Mining and quarrying	95	516	-	611
Manufacturing	21,678	5,709	-	27,387
Electricity, gas and water supply	418	65	-	483
Construction	19,473	83,373	-	102,846
Real estate	1,211	45,652	-	46,863
Wholesale & retail trade and restaurants & hotels	38,359	206,631	-	244,990
Transport, storage and communication	26,700	98,200	-	124,900
Finance, insurance and business services	24,380	12,420	-	36,800
Education, health and others	2,831	4,087	-	6,918
Household	416,841	386,466	-	803,307
	555,039	844,974	-	1,400,013

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by economic sectors (continued)

Expected credit losses

The Group	12-month ECL Stage 1 RM'000	Lifetime ECL Not credit impaired Stage 2 RM'000	Lifetime ECL credit impaired Stage 3 RM'000	Total RM'000
30.6.2022				
Primary agriculture	4,153	3,942	696	8,791
Mining and quarrying	782	373	5,593	6,748
Manufacturing	12,393	191,073	10,725	214,191
Electricity, gas and water supply	1,170	1,443	60	2,673
Construction	6,095	23,643	25,698	55,436
Real estate	60,783	38,720	47,022	146,525
Wholesale & retail trade and restaurants & hotels	23,568	66,797	23,309	113,674
Transport, storage and communication	5,305	21,757	126,693	153,755
Finance, insurance/takaful and business services	5,479	21,690	9,308	36,477
Education, health and others	6,963	12,220	1,922	21,105
Household	83,991	55,043	75,280	214,314
Government	67	-	-	67
	210,749	436,701	326,306	973,756

The Group	12-month ECL Stage 1 RM'000	Lifetime ECL Not credit impaired Stage 2 RM'000	Lifetime ECL credit impaired Stage 3 RM'000	Total RM'000
31.12.2021				
Primary agriculture	4,500	2,822	896	8,218
Mining and quarrying	734	239	5,605	6,578
Manufacturing	15,101	106,023	8,857	129,981
Electricity, gas and water supply	1,748	1,220	71	3,039
Construction	5,257	29,573	26,608	61,438
Real estate	90,879	46,133	40,469	177,481
Wholesale & retail trade and restaurants & hotels	26,585	24,988	16,430	68,003
Transport, storage and communication	5,186	27,099	129,723	162,008
Finance, insurance/takaful and business services	6,640	21,780	18,279	46,699
Education, health and others	6,947	9,335	1,151	17,433
Household	72,962	44,802	90,015	207,779
Government	609	6	-	615
	237,148	314,020	338,104	889,272

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by economic sectors (continued)

Expected credit losses (continued)

The Bank	12-month	Lifetime	Lifetime	Total
		ECL	ECL	
30.6.2022	Not credit	Not credit	credit	
	impaired	impaired	impaired	
	Stage 1	Stage 2	Stage 3	
	RM'000	RM'000	RM'000	RM'000
Primary agriculture	1,263	3,934	672	5,869
Mining and quarrying	685	372	3,462	4,519
Manufacturing	7,086	161,645	3,598	172,329
Electricity, gas and water supply	761	1,442	60	2,263
Construction	4,171	5,040	24,503	33,714
Real estate	53,993	24,795	14,134	92,922
Wholesale & retail trade and restaurants & hotels	17,438	48,059	19,115	84,612
Transport, storage and communication	4,273	14,973	126,000	145,246
Finance, insurance and business services	3,729	14,815	8,702	27,246
Education, health and others	4,685	5,719	1,639	12,043
Household	46,652	23,389	37,328	107,369
Government	-	-	-	-
	144,736	304,183	239,212	688,131

The Bank	12-month	Lifetime	Lifetime	Total
		ECL	ECL	
31.12.2021	Not credit	Not credit	credit	
	impaired	impaired	impaired	
	Stage 1	Stage 2	Stage 3	
	RM'000	RM'000	RM'000	RM'000
Primary agriculture	1,443	2,813	716	4,972
Mining and quarrying	717	238	3,466	4,421
Manufacturing	8,595	90,011	1,672	100,278
Electricity, gas and water supply	924	1,217	71	2,212
Construction	4,206	13,488	25,641	43,335
Real estate	79,061	29,941	14,229	123,231
Wholesale & retail trade and restaurants & hotels	19,589	15,119	14,431	49,139
Transport, storage and communication	4,177	20,025	124,929	149,131
Finance, insurance and business services	4,221	16,574	17,632	38,427
Education, health and others	6,099	6,155	863	13,117
Household	33,885	19,276	47,787	100,948
Government	258	-	-	258
	163,175	214,857	251,437	629,469

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by economic sectors (continued)

Expected credit losses written-off

	The Group		The Bank	
	Lifetime ECL credit impaired Stage 3		Lifetime ECL credit impaired Stage 3	
	30.6.2022	31.12.2021	30.6.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Primary agriculture	98	100	-	61
Mining and quarrying	5	-	5	-
Manufacturing	142	4,580	116	914
Electricity, gas and water supply	-	92	-	68
Construction	730	14,119	591	13,782
Real estate	-	868	-	868
Wholesale & retail trade and restaurants & hotels	1,813	6,913	1,175	6,861
Transport, storage and communication	228	1,323	228	1,111
Finance, insurance/takaful and business services	877	2,113	809	2,015
Education, health and others	38	671	38	472
Household	17,330	41,187	9,312	26,287
	21,261	71,966	12,275	52,439

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3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area

Past due loans/financing

The Group	Stage 1	Stage 2	Stage 3	Total
30.6.2022	RM'000	RM'000	RM'000	RM'000
Perlis	2,272	1,883	-	4,155
Kedah	65,447	66,367	-	131,814
Pulau Pinang	85,256	90,027	-	175,283
Perak	87,715	63,792	-	151,507
Selangor	493,525	648,295	-	1,141,820
Wilayah Persekutuan	422,251	403,106	-	825,357
Negeri Sembilan	77,411	88,754	-	166,165
Melaka	53,453	57,261	-	110,714
Johor	215,878	228,818	-	444,696
Pahang	42,716	34,627	-	77,343
Terengganu	33,101	24,101	-	57,202
Kelantan	23,121	17,631	-	40,752
Sarawak	74,625	51,337	-	125,962
Sabah	79,332	71,429	-	150,761
Labuan	96	-	-	96
Outside Malaysia	147	36	-	183
	1,756,346	1,847,464	-	3,603,810

The Group	Stage 1	Stage 2	Stage 3	Total
31.12.2021	RM'000	RM'000	RM'000	RM'000
Perlis	1,178	1,751	-	2,929
Kedah	49,193	57,103	-	106,296
Pulau Pinang	55,272	47,581	-	102,853
Perak	46,898	47,896	-	94,794
Selangor	433,702	379,451	-	813,153
Wilayah Persekutuan	211,950	373,400	-	585,350
Negeri Sembilan	58,486	48,704	-	107,190
Melaka	33,974	25,821	-	59,795
Johor	140,630	151,088	-	291,718
Pahang	31,377	24,707	-	56,084
Terengganu	22,003	18,665	-	40,668
Kelantan	15,829	10,066	-	25,895
Sarawak	45,290	45,999	-	91,289
Sabah	55,791	58,577	-	114,368
Labuan	23	16,625	-	16,648
Outside Malaysia	78	1	-	79
	1,201,674	1,307,435	-	2,509,109

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area (continued)

Past due loans/financing (continued)

The Bank	Stage 1	Stage 2	Stage 3	Total
30.6.2022	RM'000	RM'000	RM'000	RM'000
Perlis	204	456	-	660
Kedah	16,840	19,813	-	36,653
Pulau Pinang	42,053	53,723	-	95,776
Perak	57,193	31,986	-	89,179
Selangor	242,054	323,004	-	565,058
Wilayah Persekutuan	306,388	274,690	-	581,078
Negeri Sembilan	28,009	30,009	-	58,018
Melaka	26,913	28,048	-	54,961
Johor	129,630	118,383	-	248,013
Pahang	8,056	14,631	-	22,687
Terengganu	2,469	1,653	-	4,122
Kelantan	1,526	2,250	-	3,776
Sarawak	67,644	47,764	-	115,408
Sabah	69,717	64,432	-	134,149
Labuan	96	-	-	96
Outside Malaysia	147	36	-	183
	998,939	1,010,878	-	2,009,817

The Bank	Stage 1	Stage 2	Stage 3	Total
31.12.2021	RM'000	RM'000	RM'000	RM'000
Perlis	482	485	-	967
Kedah	13,090	15,020	-	28,110
Pulau Pinang	27,027	26,305	-	53,332
Perak	21,728	26,721	-	48,449
Selangor	190,660	225,724	-	416,384
Wilayah Persekutuan	79,555	325,211	-	404,766
Negeri Sembilan	20,786	18,129	-	38,915
Melaka	10,899	15,744	-	26,643
Johor	85,156	81,408	-	166,564
Pahang	11,457	9,314	-	20,771
Terengganu	1,015	848	-	1,863
Kelantan	1,939	1,349	-	3,288
Sarawak	41,818	43,549	-	85,367
Sabah	49,326	55,164	-	104,490
Labuan	23	2	-	25
Outside Malaysia	78	1	-	79
	555,039	844,974	-	1,400,013

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area (continued)

Expected credit losses

The Group		Lifetime ECL Not credit impaired	Lifetime ECL credit impaired	
30.6.2022	12-month ECL Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Perlis	615	62	912	1,589
Kedah	4,082	12,554	17,997	34,633
Pulau Pinang	9,836	20,790	7,581	38,207
Perak	7,062	4,676	4,608	16,346
Selangor	67,356	75,713	76,975	220,044
Wilayah Persekutuan	61,453	257,129	27,037	345,619
Negeri Sembilan	5,897	10,597	11,339	27,833
Melaka	5,571	14,157	2,895	22,623
Johor	24,162	20,408	22,265	66,835
Pahang	6,195	6,015	12,816	25,026
Terengganu	1,791	609	119,341	121,741
Kelantan	1,562	488	753	2,803
Sarawak	6,973	4,764	15,867	27,604
Sabah	7,503	8,081	5,919	21,503
Labuan	269	651	1	921
Outside Malaysia	422	7	0	429
	210,749	436,701	326,306	973,756

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area (continued)

Expected credit losses (continued)

The Group		Lifetime ECL	Lifetime ECL	
31.12.2021	12-month ECL Stage 1 RM'000	Not credit impaired Stage 2 RM'000	credit impaired Stage 3 RM'000	Total RM'000
Perlis	772	58	1,042	1,872
Kedah	4,036	13,684	16,973	34,693
Pulau Pinang	9,218	11,663	7,571	28,452
Perak	8,144	4,530	6,662	19,336
Selangor	62,594	64,077	78,289	204,960
Wilayah Persekutuan	87,546	169,357	34,924	291,827
Negeri Sembilan	5,579	7,317	13,870	26,766
Melaka	6,342	8,273	4,053	18,668
Johor	25,466	17,346	18,889	61,701
Pahang	7,740	6,647	14,025	28,412
Terengganu	1,963	548	117,448	119,959
Kelantan	1,685	450	1,169	3,304
Sarawak	7,433	1,083	16,389	24,905
Sabah	8,117	8,406	6,800	23,323
Labuan	418	581	-	999
Outside Malaysia	95	-	-	95
	<u>237,148</u>	<u>314,020</u>	<u>338,104</u>	<u>889,272</u>

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area (continued)

Expected credit losses (continued)

The Bank		Lifetime ECL Not credit impaired	Lifetime ECL credit impaired	
30.6.2022	12-month ECL Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Perlis	53	15	109	177
Kedah	1,703	777	13,933	16,413
Pulau Pinang	5,733	17,811	5,717	29,261
Perak	5,455	3,602	2,857	11,914
Selangor	44,409	34,400	28,944	107,753
Wilayah Persekutuan	48,435	207,256	16,407	272,098
Negeri Sembilan	2,575	2,774	7,802	13,151
Melaka	4,666	13,305	2,128	20,099
Johor	17,003	10,450	9,464	36,917
Pahang	3,851	5,219	12,304	21,374
Terengganu	120	111	117,841	118,072
Kelantan	233	112	80	425
Sarawak	4,996	988	15,835	21,819
Sabah	4,815	7,356	5,791	17,962
Labuan	267	0	1	268
Outside Malaysia	422	7	0	429
	144,736	304,183	239,212	688,131

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

Credit Quality of Financial Assets (continued)

Analysed by geographical area (continued)

Expected credit losses (continued)

The Bank		Lifetime ECL	Lifetime ECL	
31.12.2021	12-month	Not credit	credit	
	ECL	impaired	impaired	
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Perlis	52	14	126	192
Kedah	1,591	736	14,146	16,473
Pulau Pinang	5,619	9,438	4,453	19,510
Perak	6,465	3,647	4,077	14,189
Selangor	36,748	36,663	27,799	101,210
Wilayah Persekutuan	71,331	129,716	25,093	226,140
Negeri Sembilan	2,078	2,519	8,852	13,449
Melaka	5,251	7,760	2,668	15,679
Johor	17,400	9,150	11,406	37,956
Pahang	5,273	6,077	13,407	24,757
Terengganu	94	85	116,421	116,600
Kelantan	254	83	291	628
Sarawak	5,202	916	16,374	22,492
Sabah	5,305	8,053	6,324	19,682
Labuan	417	-	-	417
Outside Malaysia	95	-	-	95
	<u>163,175</u>	<u>214,857</u>	<u>251,437</u>	<u>629,469</u>

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure

(i) The following table depicts the Group's Gross Credit Exposure by Geographical Distribution based on credit risk resides.

The Group	30.6.2022			31.12.2021		
	Malaysia	Other countries	Total	Malaysia	Other countries	Total
<u>On Balance Sheet Exposures</u>						
Corporates	26,755,975	243,014	26,998,989	24,607,929	67,290	24,675,219
Regulatory Retail	18,311,397	721	18,312,118	16,124,028	375	16,124,403
Other Assets	4,455,670	-	4,455,670	3,745,322	-	3,745,322
Sovereigns/Central Banks	17,868,999	-	17,868,999	15,292,294	1,600	15,293,894
Banks, Development Financial Institutions & MDBs	5,269,672	421,037	5,690,709	4,594,144	189,003	4,783,147
Insurance/Takaful Companies, Securities Firms & Fund Managers	105,397	-	105,397	19,138	-	19,138
Residential Mortgages	11,679,644	-	11,679,644	11,362,574	-	11,362,574
Higher Risk Assets	24,179	-	24,179	5,554	-	5,554
Defaulted Exposures	1,020,016	-	1,020,016	1,088,516	-	1,088,516
Total for On-Balance Sheet Exposures	85,490,949	664,772	86,155,721	76,839,499	258,268	77,097,767
<u>Off Balance Sheet Exposures</u>						
Over-the-counter (“OTC”) derivatives	957,745	24,932	982,677	784,121	6,528	790,649
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	7,737,357	36,521	7,773,878	3,547,790	35,886	3,583,676
Defaulted Exposures	6,040	-	6,040	15,931	-	15,931
Total for Off-Balance Sheet Exposures	8,701,142	61,453	8,762,595	4,347,842	42,414	4,390,256
Total for On and Off-Balance Sheet Exposures	94,192,091	726,225	94,918,316	81,187,341	300,682	81,488,023

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(i) The following table depicts the Bank's Gross Credit Exposure by Geographical Distribution based on credit risk resides.

The Bank	30.6.2022			31.12.2021		
	Malaysia	Other countries	Total	Malaysia	Other countries	Total
<u>On Balance Sheet Exposures</u>						
Corporates	16,022,882	214,816	16,237,698	15,646,904	32,809	15,679,713
Regulatory Retail	12,306,255	713	12,306,968	10,664,982	371	10,665,353
Other Assets	3,837,530	-	3,837,530	3,205,291	-	3,205,291
Sovereigns/Central Banks	8,790,332	-	8,790,332	7,156,510	-	7,156,510
Banks, Development Financial Institutions & MDBs	5,421,493	420,969	5,842,462	3,666,018	185,473	3,851,491
Insurance Companies, Securities Firms & Fund Managers	2	-	2	-	-	-
Residential Mortgages	2,980,623	-	2,980,623	2,979,370	-	2,979,370
Higher Risk Assets	23,355	-	23,355	4,792	-	4,792
Defaulted Exposures	805,710	-	805,710	856,184	-	856,184
Total for On-Balance Sheet Exposures	50,188,182	636,498	50,824,680	44,180,051	218,653	44,398,704
<u>Off Balance Sheet Exposures</u>						
Over-the-counter (“OTC”) derivatives	623,195	24,864	648,059	423,216	6,528	429,744
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	6,529,834	36,521	6,566,355	2,439,010	35,839	2,474,849
Defaulted Exposures	5,524	-	5,524	9,923	-	9,923
Total for Off-Balance Sheet Exposures	7,158,553	61,385	7,219,938	2,872,149	42,367	2,914,516
Total for On and Off-Balance Sheet Exposures	57,346,735	697,883	58,044,618	47,052,200	261,020	47,313,220

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(ii) The following table depicts the Group's Gross Credit Exposure by Sectorial Analysis or Industry Distribution.

30.6.2022	The Group												
Exposure class	Primary agriculture	Mining and quarrying	Manufacturing	Electricity, gas and water supply	Construction	Real estate	Wholesale & retail trade and restaurants & hotels	Transport, storage and communication	Finance, insurance/ takaful and business services	Education, health and others	Household	Others	Total
<u>On Balance Sheet Exposures</u>													
Corporates	1,479,316	198,874	3,539,854	740,116	1,505,054	5,496,865	4,808,900	1,360,485	2,645,730	1,579,890	3,444,461	199,444	26,998,989
Regulatory Retail	84,916	12,305	434,495	8,900	373,728	183,457	1,032,222	364,871	381,582	121,469	15,314,173	-	18,312,118
Other Assets	-	-	-	-	-	-	-	-	23,374	64,143	-	4,368,153	4,455,670
Sovereigns/Central Banks	-	-	-	78,741	534,123	-	-	579,080	15,639,281	894,372	39	143,363	17,868,999
Banks, Development Financial Institutions & MDBs	1,930	-	-	-	-	-	8	-	5,686,488	2,283	-	-	5,690,709
Insurance/Takaful Companies, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	105,397	-	-	-	105,397
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	11,679,644	-	11,679,644
Higher Risk Assets	-	-	-	-	-	-	-	14,915	-	-	9,264	-	24,179
Defaulted Exposures	9,108	22,830	29,045	-	55,794	93,399	39,263	219,630	105,194	303,201	142,553	-	1,020,016
Total for On-Balance Sheet Exposures	1,575,270	234,009	4,003,394	827,757	2,468,699	5,773,721	5,880,393	2,538,981	24,587,046	2,965,358	30,590,134	4,710,960	86,155,721
<u>Off Balance Sheet Exposures</u>													
Over-the-counter (“OTC”) derivatives	-	106	13,913	-	-	-	20,717	-	885,806	62,135	-	-	982,677
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	90,803	97,048	500,707	80,387	690,416	240,124	381,514	122,909	4,259,173	189,271	1,121,527	-	7,773,878
Defaulted Exposures	0	-	-	-	877	3	41	2,801	918	-	1,400	-	6,040
Total for Off-Balance Sheet Exposures	90,803	97,154	514,620	80,387	691,293	240,127	402,272	125,710	5,145,897	251,406	1,122,927	-	8,762,595
Total for On and Off-Balance Sheet Exposures	1,666,073	331,163	4,518,014	908,144	3,159,992	6,013,848	6,282,664	2,664,691	29,732,943	3,216,764	31,713,060	4,710,960	94,918,316

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BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(ii) The following table depicts the Group's Gross Credit Exposure by Sectorial Analysis or Industry Distribution. (continued)

31.12.2021	The Group												
Exposure class	Primary agriculture	Mining and quarrying	Manufacturing	Electricity, gas and water supply	Construction	Real estate	Wholesale & retail trade and restaurants & hotels	Transport, storage and communication	Finance, insurance/ takaful and business services	Education, health and others	Household	Others	Total
<u>On Balance Sheet Exposures</u>													
Corporates	1,338,739	167,623	2,948,309	648,419	2,245,961	4,953,077	4,636,909	1,225,169	1,927,626	1,697,687	2,716,934	168,766	24,675,219
Regulatory Retail	80,489	8,770	414,999	5,523	385,909	184,797	913,170	316,705	352,017	129,331	13,332,693	-	16,124,403
Other Assets	-	-	-	-	-	-	-	-	26,697	66,004	-	3,652,621	3,745,322
Sovereigns/Central Banks	-	-	-	78,090	506,928	-	-	1,288,849	12,323,992	959,604	-	136,431	15,293,894
Public Sector Entities	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks, Development Financial Institutions & MDBs	1,844	-	-	-	-	-	40	-	4,507,099	274,164	-	-	4,783,147
Insurance/Takaful Companies, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	19,138	-	-	-	19,138
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	11,362,574	-	11,362,574
Higher Risk Assets	-	-	-	-	-	-	-	-	-	-	5,554	-	5,554
Defaulted Exposures	10,592	28,485	50,009	34	83,737	83,142	39,281	231,762	115,159	304,126	142,189	-	1,088,516
Total for On-Balance Sheet Exposures	1,431,664	204,878	3,413,317	732,066	3,222,535	5,221,016	5,589,400	3,062,485	19,271,728	3,430,916	27,559,944	3,957,818	77,097,767
<u>Off Balance Sheet Exposures</u>													
Over-the-counter ("OTC") derivatives	19	-	6,203	26	7	-	9,557	-	723,095	51,742	-	-	790,649
Exposures other than OTC derivatives or credit derivatives	76,867	96,902	664,440	8,215	690,205	214,730	429,811	119,542	179,603	122,397	980,964	-	3,583,676
Defaulted Exposures	-	5,506	-	-	1,959	21	22	6,500	838	-	1,085	-	15,931
Total for Off-Balance Sheet Exposures	76,886	102,408	670,643	8,241	692,171	214,751	439,390	126,042	903,536	174,139	982,049	-	4,390,256
Total for On and Off-Balance Sheet Exposures	1,508,550	307,286	4,083,960	740,307	3,914,706	5,435,767	6,028,790	3,188,527	20,175,264	3,605,055	28,541,993	3,957,818	81,488,023

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BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(ii) The following table depicts the Bank's Gross Credit Exposure by Sectorial Analysis or Industry Distribution. (continued)

30.6.2022	The Bank												
Exposure class	Primary agriculture	Mining and quarrying	Manufacturing	Electricity, gas and water supply	Construction	Real estate	Wholesale & retail trade and restaurants & hotels	Transport, storage and communication	Finance, insurance and business services	Education, health and others	Household	Others	Total
<u>On Balance Sheet Exposures</u>													
Corporates	628,733	189,047	2,262,864	386,031	863,095	4,167,965	3,605,372	988,468	1,590,856	965,345	544,922	45,000	16,237,698
Regulatory Retail	67,510	10,438	342,225	5,501	273,386	152,210	828,486	284,821	254,208	77,836	10,010,347	-	12,306,968
Other Assets	-	-	-	-	-	-	-	-	-	-	-	3,837,530	3,837,530
Sovereigns/Central Banks	-	-	-	-	107,912	-	-	126,400	8,204,954	351,027	39	-	8,790,332
Public Sector Entities	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks, Development Financial Institutions & MDBs	1,930	-	-	-	-	-	-	-	5,840,532	-	-	-	5,842,462
Insurance Companies, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	2	-	-	-	2
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	2,980,623	-	2,980,623
Higher Risk Assets	-	-	-	-	-	-	-	14,915	-	-	8,440	-	23,355
Defaulted Exposures	9,047	1,722	27,435	-	16,905	56,959	37,380	182,124	101,090	302,838	70,211	-	805,710
Total for On-Balance Sheet Exposures	707,220	201,207	2,632,524	391,532	1,261,298	4,377,134	4,471,238	1,596,728	15,991,642	1,697,046	13,614,582	3,882,530	50,824,680
<u>Off Balance Sheet Exposures</u>													
Over-the-counter (“OTC”) derivatives	-	106	11,707	-	-	-	2,755	-	571,356	62,135	-	-	648,059
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	38,046	22,319	379,006	7,951	441,963	210,686	270,719	77,953	4,230,834	96,557	790,321	-	6,566,355
Defaulted Exposures	-	-	-	-	877	3	22	2,801	918	-	903	-	5,524
Total for Off-Balance Sheet Exposures	38,046	22,425	390,713	7,951	442,840	210,689	273,496	80,754	4,803,108	158,692	791,224	-	7,219,938
Total for On and Off-Balance Sheet Exposures	745,266	223,632	3,023,237	399,483	1,704,138	4,587,823	4,744,734	1,677,482	20,794,749	1,855,738	14,405,806	3,882,530	58,044,618

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BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(ii) The following table depicts the Bank's Gross Credit Exposure by Sectorial Analysis or Industry Distribution. (continued)

31.12.2021	The Bank												
Exposure class	Primary agriculture	Mining and quarrying	Manufacturing	Electricity, gas and water supply	Construction	Real estate	Wholesale & retail trade and restaurants & hotels	Transport, storage and communication	Finance, insurance and business services	Education, health and others	Household	Others	Total
<u>On Balance Sheet Exposures</u>													
Corporates	571,601	162,265	2,045,815	366,267	1,544,045	3,836,611	3,280,687	889,438	1,136,192	1,188,080	613,912	44,800	15,679,713
Regulatory Retail	64,030	6,284	327,820	2,734	278,669	154,064	729,971	244,676	237,529	82,541	8,536,369	666	10,665,353
Other Assets	-	-	-	-	-	-	-	-	-	-	-	3,205,291	3,205,291
Sovereigns/Central Banks	-	-	-	-	104,986	-	-	548,082	6,106,097	397,345	-	-	7,156,510
Banks, Development Financial Institutions & MDBs	1,844	-	-	-	-	-	-	-	3,577,954	271,693	-	-	3,851,491
Insurance Companies, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	2,979,370	-	2,979,370
Higher Risk Assets	-	-	-	-	-	-	-	-	-	-	4,792	-	4,792
Defaulted Exposures	9,154	1,826	49,297	34	44,705	36,197	37,618	180,929	114,453	303,746	78,225	-	856,184
Total for On-Balance Sheet Exposures	646,629	170,375	2,422,932	369,035	1,972,405	4,026,872	4,048,276	1,863,125	11,172,225	2,243,405	12,212,668	3,250,757	44,398,704
<u>Off Balance Sheet Exposures</u>													
Over-the-counter ("OTC") derivatives	19	-	5,563	26	7	-	2,534	-	370,147	51,448	-	-	429,744
Exposures other than OTC derivatives or credit derivatives	40,874	22,507	527,599	6,814	425,034	192,989	315,883	77,142	187,674	31,151	647,182	-	2,474,849
Defaulted Exposures	-	-	-	-	1,959	21	22	6,500	838	-	583	-	9,923
Total for Off-Balance Sheet Exposures	40,893	22,507	533,162	6,840	427,000	193,010	318,439	83,642	558,659	82,599	647,765	-	2,914,516
Total for On and Off-Balance Sheet Exposures	687,522	192,882	2,956,094	375,875	2,399,405	4,219,882	4,366,715	1,946,767	11,730,884	2,326,004	12,860,433	3,250,757	47,313,220

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(iii) The following table depicts the Group's Gross Credit Exposure analysed into relevant maturity tenures by residual contractual maturity.

30.6.2022	The Group				
Exposure class	< 1 year	>1-5 years	> 5 years	No specific maturity	Total
<u>On Balance Sheet Exposures</u>					
Corporates	8,076,884	6,984,440	10,169,610	1,768,055	26,998,989
Regulatory Retail	412,475	4,627,084	12,715,477	557,082	18,312,118
Other Assets	-	-	-	4,455,670	4,455,670
Sovereigns/Central Banks	2,378,191	5,043,529	10,427,406	19,873	17,868,999
Banks, Development Financial Institutions & MDBs	4,759,001	503,259	426,406	2,043	5,690,709
Insurance/Takaful Companies, Securities Firms & Fund Managers	99,565	5,830	-	2	105,397
Residential Mortgages	1,255	58,603	11,592,375	27,411	11,679,644
Higher Risk Assets	75	15,275	8,829	-	24,179
Defaulted Exposures	171,514	121,848	674,723	51,932	1,020,016
Total for On-Balance Sheet Exposures	15,898,960	17,359,868	46,014,825	6,882,068	86,155,721
<u>Off Balance Sheet Exposures</u>					
Over-the-counter ("OTC") derivatives	638,272	255,592	88,813	-	982,677
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	6,033,806	512,357	106,089	1,121,626	7,773,878
Defaulted Exposures	3,612	1,032	128	1,268	6,040
Total for Off-Balance Sheet Exposures	6,675,690	768,981	195,030	1,122,894	8,762,595
Total for On and Off-Balance Sheet Exposures	22,574,650	18,128,849	46,209,855	8,004,962	94,918,316

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(iii) The following table depicts the Group's Gross Credit Exposure analysed into relevant maturity tenures by residual contractual maturity.
 (continued)

31.12.2021	The Group				
Exposure class	< 1 year	>1-5 years	> 5 years	No specific maturity	Total
<u>On Balance Sheet Exposures</u>					
Corporates	8,409,052	6,325,545	9,826,021	114,601	24,675,219
Regulatory Retail	494,532	4,688,915	10,674,008	266,948	16,124,403
Other Assets	-	-	-	3,745,322	3,745,322
Sovereigns/Central Banks	4,211,846	3,463,769	7,608,024	10,255	15,293,894
Banks, Development Financial Institutions & MDBs	3,196,254	1,140,330	446,558	5	4,783,147
Insurance/Takaful Companies, Securities Firms & Fund Managers	18,824	314	-	-	19,138
Residential Mortgages	2,741	57,966	11,301,867	-	11,362,574
Higher Risk Assets	72	66	5,416	-	5,554
Defaulted Exposures	254,635	109,316	724,081	484	1,088,516
Total for On-Balance Sheet Exposures	16,587,956	15,786,221	40,585,975	4,137,615	77,097,767
<u>Off Balance Sheet Exposures</u>					
Over-the-counter ("OTC") derivatives	489,663	226,156	74,830	-	790,649
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	2,070,971	422,386	857,714	232,605	3,583,676
Defaulted Exposures	13,317	1,017	1,594	3	15,931
Total for Off-Balance Sheet Exposures	2,573,951	649,559	934,138	232,608	4,390,256
Total for On and Off-Balance Sheet Exposures	19,161,907	16,435,780	41,520,113	4,370,223	81,488,023

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(iii) The following table depicts the Bank's Gross Credit Exposure analysed into relevant maturity tenures by residual contractual maturity.

30.6.2022	The Bank				
Exposure class	< 1 year	>1-5 years	> 5 years	No specific maturity	Total
<u>On Balance Sheet Exposures</u>					
Corporates	4,673,738	5,031,372	5,506,049	1,026,539	16,237,698
Regulatory Retail	231,265	3,189,083	8,445,770	440,850	12,306,968
Other Assets	-	-	-	3,837,530	3,837,530
Sovereigns/Central Banks	304,808	2,548,367	5,937,070	87	8,790,332
Banks, Development Financial Institutions & MDBs	4,461,908	995,237	383,369	1,948	5,842,462
Insurance Companies, Securities Firms & Fund Managers	-	-	-	2	2
Residential Mortgages	899	41,189	2,912,080	26,455	2,980,623
Higher Risk Assets	75	15,275	8,005	-	23,355
Defaulted Exposures	118,496	112,271	527,649	47,295	805,710
Total for On-Balance Sheet Exposures	9,791,189	11,932,794	23,719,992	5,380,706	50,824,680
<u>Off Balance Sheet Exposures</u>					
Over-the-counter ("OTC") derivatives	433,099	126,146	88,813	-	648,059
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	5,447,229	321,564	11,102	786,460	6,566,355
Defaulted Exposures	3,583	1,019	128	794	5,524
Total for Off-Balance Sheet Exposures	5,883,911	448,729	100,043	787,254	7,219,938
Total for On and Off-Balance Sheet Exposures	15,675,100	12,381,523	23,820,035	6,167,960	58,044,618

BASEL II Pillar 3 Disclosures

3. Application of Standardised Approach for credit risk (continued)

3.1 Distribution of Credit Exposure (continued)

(iii) The following table depicts the Bank's Gross Credit Exposure analysed into relevant maturity tenures by residual contractual maturity. (continued)

31.12.2021	The Bank				
Exposure class	< 1 year	>1-5 years	> 5 years	No specific maturity	Total
<u>On Balance Sheet Exposures</u>					
Corporates	5,520,841	4,516,484	5,642,352	36	15,679,713
Regulatory Retail	327,016	3,259,780	6,856,475	222,082	10,665,353
Other Assets	-	-	-	3,205,291	3,205,291
Sovereigns/Central Banks	1,777,000	1,081,265	4,298,225	20	7,156,510
Banks, Development Financial Institutions & MDBs	2,022,381	1,427,217	401,888	5	3,851,491
Residential Mortgages	2,349	42,629	2,934,392	-	2,979,370
Higher Risk Assets	73	66	4,653	-	4,792
Defaulted Exposures	203,063	102,107	550,627	387	856,184
Total for On-Balance Sheet Exposures	9,852,723	10,429,548	20,688,612	3,427,821	44,398,704
<u>Off Balance Sheet Exposures</u>					
Over-the-counter ("OTC") derivatives	259,177	95,737	74,830	-	429,744
Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	1,516,306	305,716	6,250	646,577	2,474,849
Defaulted Exposures	8,285	1,017	168	453	9,923
Total for Off-Balance Sheet Exposures	1,783,768	402,470	81,248	647,030	2,914,516
Total for On and Off-Balance Sheet Exposures	11,636,491	10,832,018	20,769,860	4,074,851	47,313,220

BASEL II Pillar 3 Disclosures

4. Application of Standardised Approach for market risk

The Group and the Bank adopt the Standardised Approach for the purpose of calculating the capital requirement for market risk.

Refer Appendix I.

5. Application of Basic Indicator Approach for operational risk

The Group and the Bank adopt the Basic Indicator Approach for the purpose of calculating the capital requirement for operational risk. The capital requirement is calculated by taking 15% of the average annual gross income over the previous three years.

Refer Appendix I.

BASEL II Pillar 3 Disclosures

The Group and the Bank have adopted Basel II - Risk Weighted Assets computation under the BNM's Risk-Weighted Capital Adequacy Framework with effect from 1 January 2008. The Group and the Bank have adopted the Standardised Approach for credit risk and market risk, and Basic Indicator Approach for operation risk computation.

The following information concerning the Group and the Bank's risk exposures are disclosed as accompanying information to the annual report and does not form part of the audited accounts.

Disclosure on Capital Adequacy under the Standardised Approach (RM'000)

The Group
30.06.2022

	Exposure Class	Gross Exposures /EAD before CRM	Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK</u>				
	<u>On Balance Sheet Exposures</u>				
	Corporates	26,998,989	25,191,102	22,451,437	1,796,115
	Regulatory Retail	18,312,118	17,354,943	12,921,273	1,033,702
	Other Assets	4,455,670	4,455,670	2,685,243	214,819
	Sovereigns/Central Banks	17,868,999	17,868,999	-	-
	Public Sector Entities	-	-	-	-
	Banks, Development Financial Institutions & MDBs	5,690,709	5,687,306	1,258,520	100,682
	Insurance/Takaful Companies, Securities Firms & Fund Managers	105,397	105,397	105,397	8,432
	Residential Mortgages	11,679,644	11,658,291	6,679,265	534,341
	Higher Risk Assets	24,179	24,178	35,872	2,870
	Defaulted Exposures	1,020,016	1,001,466	1,303,303	104,264
	Total for On-Balance Sheet Exposures	86,155,721	83,347,352	47,440,310	3,795,225

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Group
 30.06.2022

	Exposure Class	Gross Exposures /EAD before CRM		Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK (continued)</u>					
	<u>Off Balance Sheet Exposures</u>					
	Over-the-counter (“OTC”) derivatives	982,677		982,676	458,838	36,707
	Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	7,773,878		4,800,436	3,107,439	248,595
	Defaulted Exposures	6,040		6,040	8,002	640
	Total for Off-Balance Sheet Exposures	8,762,595		5,789,152	3,574,279	285,942
	Total for On and Off-Balance Sheet Exposures	94,918,316		89,136,504	51,014,589	4,081,167
2	<u>MARKET RISK</u>	Long Position	Short Position			
	Interest/Profit Rate Risk	37,121,651	34,690,983	2,430,668	496,284	39,703
	Equity Position Risk	29,942	364	29,578	82,336	6,587
	Foreign Currency Risk	4,484,483	4,504,172	(19,689)	62,526	5,002
	Option Risk	10,170	-	10,170	13,984	1,119
	TOTAL MARKET RISK	41,646,246	39,195,519		655,130	52,410
3	<u>OPERATIONAL RISK</u>					
	Operational Risk				3,748,207	299,857
Total RWA and Capital Requirements					55,417,926	4,433,434

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Group
 31.12.2021

	Exposure Class	Gross Exposures /EAD before CRM	Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK</u>				
	<u>On Balance Sheet Exposures</u>				
	Corporates	24,675,219	23,027,290	20,882,358	1,670,589
	Regulatory Retail	16,124,403	15,358,952	11,432,644	914,612
	Other Assets	3,745,322	3,745,322	2,336,070	186,886
	Sovereigns/Central Banks	15,293,894	15,293,894	-	-
	Banks, Development Financial Institutions & MDBs	4,783,147	4,779,504	1,046,697	83,735
	Insurance/Takaful Companies, Securities Firms & Fund Managers	19,138	19,137	19,137	1,531
	Residential Mortgages	11,362,574	11,336,176	6,502,732	520,219
	Higher Risk Assets	5,554	5,554	8,330	666
	Defaulted Exposures	1,088,516	1,060,658	1,416,202	113,296
	Total for On-Balance Sheet Exposures	77,097,767	74,626,487	43,644,170	3,491,534

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Group
 31.12.2021

	Exposure Class	Gross Exposures /EAD before CRM	Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%	
1	<u>CREDIT RISK (continued)</u>					
	<u>Off Balance Sheet Exposures</u>					
	Over-the-counter (“OTC”) derivatives	790,649	790,649	331,722	26,538	
	Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	3,583,676	3,410,995	2,962,874	237,030	
	Defaulted Exposures	15,931	15,931	23,245	1,860	
	Total for Off-Balance Sheet Exposures	4,390,256	4,217,575	3,317,841	265,428	
	Total for On and Off-Balance Sheet Exposures	81,488,023	78,844,062	46,962,011	3,756,962	
2	<u>MARKET RISK</u>	Long Position	Short Position			
	Interest/Profit Rate Risk	32,785,681	32,813,177	(27,496)	629,886	50,391
	Equity Position Risk	29,489	2,844	26,645	81,809	6,545
	Foreign Currency Risk	5,484,409	5,484,548	(139)	69,551	5,564
	Option Risk	-	-	-	-	-
	TOTAL MARKET RISK	38,299,579	38,300,569		781,246	62,500
3	<u>OPERATIONAL RISK</u>					
	Operational Risk			3,580,698	286,456	
Total RWA and Capital Requirements				51,323,955	4,105,918	

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Bank

30.06.2022

	Exposure Class	Gross Exposures /EAD before CRM	Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK</u>				
	<u>On Balance Sheet Exposures</u>				
	Corporates	16,237,698	15,612,998	14,135,530	1,130,842
	Regulatory Retail	12,306,968	12,205,337	9,080,496	726,440
	Other Assets	3,837,530	3,837,530	2,138,084	171,047
	Sovereigns/Central Banks	8,790,332	8,790,332	-	-
	Banks, Development Financial Institutions & MDBs	5,842,462	5,841,723	1,595,725	127,658
	Insurance Companies, Securities Firms & Fund Managers	2	2	2	0
	Residential Mortgages	2,980,623	2,970,349	1,441,965	115,357
	Higher Risk Assets	23,355	23,354	34,636	2,771
	Defaulted Exposures	805,710	794,272	1,067,329	85,386
	Total for On-Balance Sheet Exposures	50,824,680	50,075,897	29,493,767	2,359,501

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Bank

30.06.2022

	Exposure Class	Gross Exposures /EAD before CRM		Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK (continued)</u>					
	<u>Off Balance Sheet Exposures</u>					
	Over-the-counter (“OTC”) derivatives	648,059		648,058	214,897	17,192
	Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	6,566,355		3,614,794	2,179,247	174,340
	Defaulted Exposures	5,524		5,524	7,699	616
	Total for Off-Balance Sheet Exposures	7,219,938		4,268,376	2,401,843	192,147
	Total for On and Off-Balance Sheet Exposures	58,044,618		54,344,273	31,895,610	2,551,649
2	<u>MARKET RISK</u>	Long Position	Short Position			
	Interest Rate Risk	24,596,160	22,242,695	2,353,465	417,897	33,432
	Foreign Currency Risk	13,349	26,509	(13,160)	26,509	2,121
	Option Risk	-	-	-	-	-
	TOTAL MARKET RISK	24,609,509	22,269,203		444,405	35,552
3	<u>OPERATIONAL RISK</u>					
	Operational Risk				1,726,175	138,094
Total RWA and Capital Requirements					34,066,190	2,725,295

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Bank

31.12.2021

	Exposure Class	Gross Exposures /EAD before CRM	Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK</u>				
	<u>On Balance Sheet Exposures</u>				
	Corporates	15,679,713	14,994,736	13,678,362	1,094,270
	Regulatory Retail	10,665,353	10,562,117	7,855,180	628,414
	Other Assets	3,205,291	3,205,291	1,841,266	147,301
	Sovereigns/Central Banks	7,156,510	7,156,510	-	-
	Banks, Development Financial Institutions & MDBs	3,851,491	3,850,752	1,167,273	93,382
	Insurance Companies, Securities Firms & Fund Managers	-	-	-	-
	Residential Mortgages	2,979,370	2,964,374	1,434,278	114,742
	Higher Risk Assets	4,792	4,792	7,189	575
	Defaulted Exposures	856,184	841,017	1,145,501	91,640
	Total for On-Balance Sheet Exposures	44,398,704	43,579,589	27,129,049	2,170,324

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

The Bank

31.12.2021

	Exposure Class	Gross Exposures /EAD before CRM		Net Exposures /EAD after CRM	Risk Weighted Assets	Minimum Capital Requirements at 8%
1	<u>CREDIT RISK (continued)</u>					
	<u>Off Balance Sheet Exposures</u>					
	Over-the-counter (“OTC”) derivatives	429,744	429,744	429,744	139,435	11,155
	Off Balance Sheet Exposures other than OTC derivatives or credit derivatives	2,474,849	2,322,510	2,322,510	2,098,641	167,891
	Defaulted Exposures	9,923	9,923	9,923	14,673	1,174
	Total for Off-Balance Sheet Exposures	2,914,516	2,762,177	2,762,177	2,252,749	180,220
	Total for On and Off-Balance Sheet Exposures	47,313,220	46,341,766	46,341,766	29,381,798	2,350,544
2	<u>MARKET RISK</u>	Long Position	Short Position			
	Interest Rate Risk	18,309,063	18,329,737	(20,674)	556,423	44,514
	Foreign Currency Risk	7,272	11,382	(4,110)	11,382	911
	Option Risk	-	-	-	-	-
	TOTAL MARKET RISK	18,316,335	18,341,119		567,804	45,425
3	<u>OPERATIONAL RISK</u>					
	Operational Risk				1,671,929	133,754
Total RWA and Capital Requirements					31,621,531	2,529,723

BASEL II Pillar 3 Disclosures

Disclosure on Capital Adequacy under the Standardised Approach (RM'000) (continued)

Market risk is defined as changes in the market value of a trading or investment position arising from movements in market factors such as interest/profit rate, foreign exchange rates and implied volatility rates. The Group and the Bank's Capital-at-Risk ('CaR') is defined as the amount of the Group and the Bank's capital that is exposed to the risk of unexpected losses arising particularly from movements in interest/profit and foreign exchange rates. A CaR reference threshold is set as a management trigger to ensure that the Group and the Bank's capital adequacy are not impinged upon in the event of adverse market movements. The Group and the Bank currently adopt BNM's Standardised Approach for the computation of market risk capital charges. The market risk capital charge addresses among others, capital requirement for market risk which includes the interest/profit rate risk in the Group and the Bank's Trading Book as well as foreign exchange risk in the Trading and Banking Books.

The computation of market risk capital charge covers the following financial instruments.

- a) Foreign Exchange ('FX')
- b) Interest Rate Swap ('IRS')
- c) Cross Currency Swap ('CCS')
- d) Fixed Income Instruments (i.e. Corporate Bonds / Sukuk and Government Securities)
- e) FX Options

The Group and the Bank's Trading Book Policy Statement stipulates the policies and procedures for including or excluding exposures from the Trading Book for the purpose of calculating regulatory market risk capital.

BASEL II Pillar 3 Disclosures

Disclosure on Credit Risk: Disclosures on Risk Weights under the Standardised Approach (RM'000)

The Group

30.06.2022

Risk Weights	Exposures after Netting and Credit Risk Mitigation												Total Exposure after Netting & Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns & Central Banks	PSEs	Banks, MDBs and DFIs	Insurance/ Takaful Companies, Securities Firms & Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing /Investment	Securitisation	Equity		
0%	18,722,204	-	-	-	-	-	-	-	499,633	-	-	-	19,221,838	-
10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20%	51,639	-	6,226,141	-	3,382,821	174,954	-	-	1,588,491	-	-	-	11,424,047	2,284,809
35%	-	-	-	-	-	-	5,930,775	-	-	-	-	-	5,930,775	2,075,771
50%	-	-	680,104	-	242,775	5,168	2,623,731	-	-	-	-	-	3,551,778	1,775,889
75%	-	-	-	-	-	18,042,824	32,541	-	-	-	-	-	18,075,365	13,556,524
90%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	34,160	-	2,194	326,317	23,933,478	77,950	3,413,268	-	2,367,546	-	-	-	30,154,913	30,154,913
110%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
125%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
135%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	677,157	71,564	-	29,067	-	-	-	-	777,788	1,166,683
270%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
350%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
400%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
625%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
937.5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1250%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight											-		-	-
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total	18,808,003	-	6,908,440	326,317	28,236,231	18,372,460	12,000,315	29,067	4,455,670	-	-	-	89,136,504	51,014,589

PSE "Public Sector Entities"

MDB "Multilateral Development Bank"

DFI "Development Financial Institution"

BASEL II Pillar 3 Disclosures

Disclosure on Credit Risk: Disclosures on Risk Weights under the Standardised Approach (RM'000) (continued)

The Group
31.12.2021

Risk Weights	Exposures after Netting and Credit Risk Mitigation												Total Exposure after Netting & Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns & Central Banks	PSEs	Banks, MDBs and DFIs	Insurance/ Takaful Companies, Securities Firms & Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing /Investment	Securitisisation	Equity		
0%	15,312,185	-	-	-	-	-	-	-	441,371	-	-	-	15,753,556	-
10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20%	49,079	-	4,905,283	-	2,623,205	158,403	-	-	1,209,852	-	-	-	8,945,822	1,789,165
35%	-	-	-	-	-	-	5,819,986	-	-	-	-	-	5,819,986	2,036,995
50%	-	-	554,677	-	204,922	6,260	2,490,825	-	-	-	-	-	3,256,684	1,628,341
75%	-	-	-	-	-	15,917,469	35,727	-	-	-	-	-	15,953,196	11,964,897
90%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	16,252	-	4,738	165,015	22,581,254	44,765	3,353,106	-	2,094,100	-	-	-	28,259,230	28,259,230
110%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
125%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
135%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	740,541	105,533	-	9,514	-	-	-	-	855,588	1,283,383
270%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
350%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
400%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
625%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
937.5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1250%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight													-	-
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total	15,377,516	-	5,464,698	165,015	26,149,922	16,232,430	11,699,644	9,514	3,745,323	-	-	-	78,844,062	46,962,011

PSE "Public Sector Entities"

MDB "Multilateral Development Bank"

DFI "Development Financial Institution"

BASEL II Pillar 3 Disclosures

Disclosure on Credit Risk: Disclosures on Risk Weights under the Standardised Approach (RM'000) (continued)

The Bank
30.06.2022

Risk Weights	Exposures after Netting and Credit Risk Mitigation												Total Exposure after Netting & Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns & Central Banks	PSEs	Banks, MDBs and DFIs	Insurance Companies, Securities Firms & Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing /Investment	Securitisatation	Equity		
0%	9,626,258	-	-	-	-	-	-	-	442,034	-	-	-	10,068,292	-
10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20%	1,249	-	5,281,334	-	1,816,306	135,312	-	-	1,571,765	-	-	-	8,805,966	1,761,193
35%	-	-	-	-	-	-	2,032,100	-	-	-	-	-	2,032,100	711,235
50%	-	-	1,638,461	-	150,782	5,071	451,694	-	-	-	-	-	2,246,008	1,123,004
75%	-	-	-	-	-	12,876,015	26,979	-	-	-	-	-	12,902,994	9,677,246
90%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	34,160	-	2,194	43,458	15,155,223	40,584	521,523	-	1,823,731	-	-	-	17,620,873	17,620,873
110%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
125%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
135%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	570,942	69,773	-	27,324	-	-	-	-	668,039	1,002,059
270%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
350%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
400%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
625%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
937.5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1250%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight													-	-
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	9,661,667	-	6,921,988	43,458	17,693,253	13,126,756	3,032,296	27,324	3,837,530	-	-	-	54,344,273	31,895,610

PSE "Public Sector Entities"

MDB "Multilateral Development Bank"

DFI "Development Financial Institution"

BASEL II Pillar 3 Disclosures

Disclosure on Credit Risk: Disclosures on Risk Weights under the Standardised Approach (RM'000) (continued)

The Bank
31.12.2021

Risk Weights	Exposures after Netting and Credit Risk Mitigation												Total Exposure after Netting & Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns & Central Banks	PSEs	Banks, MDBs and DFIs	Insurance Companies, Securities Firms & Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing /Investment	Securitisation	Equity		
0%	7,156,866	-	-	-	-	-	-	-	409,354	-	-	-	7,566,220	-
10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20%	1,264	-	2,834,815	-	1,617,745	120,825	-	-	1,193,338	-	-	-	5,767,987	1,153,597
35%	-	-	-	-	-	-	2,059,942	-	-	-	-	-	2,059,942	720,980
50%	-	-	1,475,889	-	106,902	6,080	424,229	-	-	-	-	-	2,013,100	1,006,551
75%	-	-	-	-	-	11,104,503	29,339	-	-	-	-	-	11,133,842	8,350,382
90%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	16,252	-	4,738	42,624	14,873,886	36,791	524,557	-	1,602,599	-	-	-	17,101,447	17,101,446
110%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
125%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
135%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	614,373	76,561	-	8,294	-	-	-	-	699,228	1,048,842
270%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
350%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
400%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
625%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
937.5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1250%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Average Risk Weight														
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total	7,174,382	-	4,315,442	42,624	17,212,906	11,344,760	3,038,067	8,294	3,205,291	-	-	-	46,341,766	29,381,798

PSE “Public Sector Entities”

MDB “Multilateral Development Bank”

DFI “Development Financial Institution”

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000)

The Group 30.6.2022	Ratings of Corporate by Approved ECAIs					
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated
Exposure Class	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	RAM	AAA to AA3	A to A3	BBB1 to BB3	B to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u>						
<u>Credit Exposures (using Corporate Risk Weights)</u>						
Public Sector Entities (applicable for entities risk weighted based on their external ratings as corporates)						
		-	-	-	-	-
Insurance/Takaful Companies, Securities Firms & Fund Managers						
		-	-	-	-	326,317
Corporates						
		1,143,097	78,845	11,509	-	28,982,145
Total		1,143,097	78,845	11,509	-	29,308,463

The Group 31.12.2021	Ratings of Corporate by Approved ECAIs					
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated
Exposure Class	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	RAM	AAA to AA3	A to A3	BBB1 to BB3	B to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u>						
<u>Credit Exposures (using Corporate Risk Weights)</u>						
Public Sector Entities (applicable for entities risk weighted based on their external ratings as corporates)						
		-	-	-	-	-
Insurance/Takaful Companies, Securities Firms & Fund Managers						
		-	-	-	-	165,016
Corporates						
		889,702	72,709	11,545	-	26,991,899
Total		889,702	72,709	11,545	-	27,156,915

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAs (RM'000) (continued)

The Bank 30.6.2022	Ratings of Corporate by Approved ECAs					
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated
Exposure Class	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	RAM	AAA to AA3	A to A3	BBB1 to BB3	B to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u>						
<u>Credit Exposures (using Corporate Risk Weights)</u>						
Public Sector Entities (applicable for entities risk weighted based on their external ratings as corporates)		-	-	-	-	-
Insurance Companies, Securities Firms & Fund Managers		-	-	-	-	43,458
Corporates		171,021	68,799	11,509	-	18,213,001
Total		171,021	68,799	11,509	-	18,256,459

The Bank 31.12.2021	Ratings of Corporate by Approved ECAs					
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated
Exposure Class	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
	RAM	AAA to AA3	A to A3	BBB1 to BB3	B to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u>						
<u>Credit Exposures (using Corporate Risk Weights)</u>						
Public Sector Entities (applicable for entities risk weighted based on their external ratings as corporates)		-	-	-	-	-
Insurance Companies, Securities Firms & Fund Managers		-	-	-	-	42,624
Corporates		348,898	62,549	11,545	-	17,615,468
Total		348,898	62,549	11,545	-	17,658,092

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000) (continued)

The Group
 30.06.2022

Exposure Class	Ratings of Sovereigns and Central Banks by Approved ECAIs						
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
On and Off-Balance-Sheet Exposures Sovereigns and Central Banks		16,158,674	1,452,623	-	-	-	1,196,707
Total		16,158,674	1,452,623	-	-	-	1,196,707
Exposure Class	Ratings of Banking Institutions by Approved ECAIs						
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
On and Off-Balance-Sheet Exposures Banks, MDBs and DFIs		6,023,909	979,658	31,496	7,756	-	2,656,240
Total		6,023,909	979,658	31,496	7,756	-	2,656,240

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAs (RM'000) (continued)

The Group
31.12.2021

Exposure Class	Ratings of Sovereigns and Central Banks by Approved ECAs						
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Sovereigns and Central Banks		12,902,784	993,745	-	-	-	1,480,987
Total		12,902,784	993,745	-	-	-	1,480,987
Exposure Class	Ratings of Banking Institutions by Approved ECAs						
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Banks, MDBs and DFIs		4,345,881	339,254	17,073	4,746	-	761,154
Total		4,345,881	339,254	17,073	4,746	-	761,154

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAs (RM'000) (continued)

The Bank
30.06.2022

Exposure Class	Ratings of Sovereigns and Central Banks by Approved ECAs						
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Sovereigns and Central Banks		8,212,269	914,060	-	-	-	535,338
Total		8,212,269	914,060	-	-	-	535,338
Exposure Class	Ratings of Banking Institutions by Approved ECAs						
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Banks, MDBs and DFIs		4,900,082	779,284	31,496	7,756	-	3,991,327
Total		4,900,082	779,284	31,496	7,756	-	3,991,327

BASEL II Pillar 3 Disclosures

Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000) (continued)

The Bank
31.12.2021

Exposure Class	Ratings of Sovereigns and Central Banks by Approved ECAIs						
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Sovereigns and Central Banks		5,789,616	653,424	-			731,343
Total		5,789,616	653,424	-	-	-	731,343
Exposure Class	Ratings of Banking Institutions by Approved ECAIs						
	Moodys	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3-	A1 to A3	BBB1+ to BBB3	BB1 to B3	C1+ to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>On and Off-Balance-Sheet Exposures</u> Banks, MDBs and DFIs		2,241,985	110,507	17,073	4,746	-	1,941,879
Total		2,241,985	110,507	17,073	4,746	-	1,941,879

BASEL II Pillar 3 Disclosures

a) Disclosures on Credit Risk Mitigation (RM'000)

The Group
30.06.2022

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees /Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Credit Risk</u>				
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	17,868,999	-	-	-
Banks, Development Financial Institutions & MDBs	5,690,709	-	3,403	-
Insurance/Takaful Cos, Securities Firms & Fund Managers	105,397	-	-	-
Corporates	26,998,989	1,160,058	1,807,887	-
Regulatory Retail	18,312,118	173,189	957,175	-
Residential Mortgages	11,679,644	-	21,353	-
Higher Risk Assets	24,179	-	-	-
Other Assets	4,455,670	-	-	-
Defaulted Exposures	1,020,016	1,638	18,550	-
Total for On-Balance Sheet Exposures	86,155,721	1,334,886	2,808,368	-
<u>Off-Balance Sheet Exposures</u>				
Over-the-counter (“OTC”) derivatives	982,677	-	-	-
Off-Balance sheet exposures other than OTC derivatives or credit derivatives	7,773,878	19,641	2,973,442	-
Defaulted Exposures	6,040	160	1	-
Total for Off-Balance Sheet Exposures	8,762,595	19,801	2,973,443	-
Total On and Off-Balance Sheet Exposures	94,918,316	1,354,687	5,781,811	-

BASEL II Pillar 3 Disclosures

a) Disclosures on Credit Risk Mitigation (RM'000) (continued)

The Group
 31.12.2021

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees /Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Credit Risk</u>				
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	15,293,894	-	-	-
Banks, Development Financial Institutions & MDBs	4,783,147	-	3,411	-
Insurance/Takaful Cos, Securities Firms & Fund Managers	19,138	-	-	-
Corporates	24,675,219	722,246	1,788,157	-
Regulatory Retail	16,124,403	3	797,440	-
Residential Mortgages	11,362,574	-	27,098	-
Higher Risk Assets	5,554	-	-	-
Other Assets	3,745,322	-	-	-
Defaulted Exposures	1,088,516	80	27,858	-
Total for On-Balance Sheet Exposures	77,097,767	722,329	2,643,964	-
<u>Off-Balance Sheet Exposures</u>				
Over-the-counter (“OTC”) derivatives	790,649	-	-	-
Off-Balance sheet exposures other than OTC derivatives or credit derivatives	3,583,676	-	-	-
Defaulted Exposures	15,931	-	-	-
Total for Off-Balance Sheet Exposures	4,390,256	-	-	-
Total On and Off-Balance Sheet Exposures	81,488,023	722,329	2,643,964	-

BASEL II Pillar 3 Disclosures

a) Disclosures on Credit Risk Mitigation (RM'000)

The Bank
30.06.2022

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees /Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Credit Risk</u>				
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	8,790,332	-	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions & MDBs	5,842,462	-	739	-
Insurance Cos, Securities Firms & Fund Managers	2	-	-	-
Corporates	16,237,698	825,545	624,700	-
Regulatory Retail	12,306,968	133,650	101,631	-
Residential Mortgages	2,980,623	-	10,274	-
Higher Risk Assets	23,355	-	-	-
Other Assets	3,837,530	-	-	-
Defaulted Exposures	805,710	1,001	11,438	-
Total for On-Balance Sheet Exposures	50,824,680	960,195	748,783	-
<u>Off-Balance Sheet Exposures</u>				
Over-the-counter (“OTC”) derivatives	648,059	-	-	-
Off-Balance sheet exposures other than OTC derivatives or credit derivatives	6,566,355	10,643	2,951,562	-
Defaulted Exposures	5,524	160	1	-
Total for Off-Balance Sheet Exposures	7,219,938	10,803	2,951,562	-
Total On and Off-Balance Sheet Exposures	58,044,618	970,998	3,700,345	-

BASEL II Pillar 3 Disclosures

a) Disclosures on Credit Risk Mitigation (RM'000) (continued)

The Bank
 31.12.2021

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees /Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Credit Risk</u>				
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	7,156,510	-	-	-
Banks, Development Financial Institutions & MDBs	3,851,491	-	747	-
Corporates	15,679,713	503,309	810,389	-
Regulatory Retail	10,665,353	3	129,877	-
Residential Mortgages	2,979,370	-	15,272	-
Higher Risk Assets	4,792	-	-	-
Other Assets	3,205,291	-	-	-
Defaulted Exposures	856,184	80	15,167	-
Total for On-Balance Sheet Exposures	44,398,704	503,392	971,452	-
<u>Off-Balance Sheet Exposures</u>				
Over-the-counter (“OTC”) derivatives	429,744	-	-	-
Off-Balance sheet exposures other than OTC derivatives or credit derivatives	2,474,849	-	-	-
Defaulted Exposures	9,923	-	-	-
Total for Off-Balance Sheet Exposures	2,914,516	-	-	-
Total On and Off-Balance Sheet Exposures	47,313,220	503,392	971,452	-

BASEL II Pillar 3 Disclosures

b) Disclosure on Off-Balance Sheet and Counterparty Credit Risk (RM'000)

Counterparty Credit Risk is the risk that the counterparty to a transaction could default before the final settlement of the transaction's cashflows. An economic loss could occur if the transactions with the counterparty has a positive economic value for the Group and the Bank at the time of default.

In contrast to the exposure to credit risk through a financing, where the exposure to credit risk is unilateral and only the lending/financing bank faces the risk of loss, Counterparty Credit Risk creates a bilateral risk of loss where the market value for many types of transactions can be positive or negative to either counterparty.

In respect of off-balance sheet items, the credit risk inherent in each off-balance sheet instrument is translated into an on balance sheet exposure equivalent (credit equivalent) by multiplying the nominal principal amount with a credit conversion factor ('CCF') as prescribed by the Standardised Approach under the Risk Weighted Capital Adequacy Framework. The resulting amount is then weighted against the risk weight of the counterparty. In addition, counterparty risk weights for over-the-counter ('OTC') derivative transactions will be determined based on the external rating of the counterparty and will not be subject to any specific ceiling.

BASEL II Pillar 3 Disclosures

b) Disclosure on Off-Balance Sheet and Counterparty Credit Risk (RM'000) (continued)

The Group
30.06.2022

Description	Total Principle Amount	Positive Fair Value of Derivative Contracts	Total Credit Equivalent Amount	Total Risk Weighted Amount
Direct Credit Substitutes	478,976		478,976	448,164
Transaction related contingent items	1,307,284		641,267	574,023
Short Term Self Liquidating trade related contingencies	444,350		88,870	47,483
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions. (i.e. repurchase / reverse repurchase and securities lending / borrowing transactions.	3,435,911		4,043,311	88,927
Foreign exchange related contracts				
One year or less	26,918,430	306,399	629,680	319,756
Over one year to five years	892,885	11,683	74,677	49,414
Interest/Profit rate related contracts				
One year or less	1,410,000	6,810	8,665	3,436
Over one year to five years	5,117,639	61,874	180,841	58,845
Over five years	940,000	35,509	88,813	27,387
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	2,469,872		1,233,797	913,232
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	5,129,845		1,025,966	845,400
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	1,160,988		-	-
Unutilised credit card lines	1,338,659		267,732	198,212
Total	51,044,839	422,275	8,762,595	3,574,279

BASEL II Pillar 3 Disclosures

b) Disclosure on Off-Balance Sheet and Counterparty Credit Risk (RM'000) (continued)

The Group
 31.12.2021

Description	Total Principle Amount	Positive Fair Value of Derivative Contracts	Total Credit Equivalent Amount	Total Risk Weighted Amount
Direct Credit Substitutes	548,856		548,856	519,791
Transaction related contingent items	1,477,614		726,432	680,515
Short Term Self Liquidating trade related contingencies	461,206		92,241	53,585
Foreign exchange related contracts				
One year or less	25,519,945	108,320	451,844	201,457
Over one year to five years	897,663	11,532	73,080	42,195
Over five years	-	-	-	-
Interest/Profit rate related contracts				
One year or less	1,135,000	3,908	4,428	1,811
Over one year to five years	4,813,000	50,189	153,162	55,410
Over five years	955,000	19,395	74,830	22,956
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	2,039,539		1,018,794	719,000
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	5,069,907		1,013,981	848,791
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	1,116,522		-	-
Unutilised credit card lines	1,163,042		232,608	172,330
Total	45,197,294	193,344	4,390,256	3,317,841

BASEL II Pillar 3 Disclosures

b) Disclosure on Off-Balance Sheet and Counterparty Credit Risk (RM'000) (continued)

The Bank
30.06.2022

Description	Total Principle Amount	Positive Fair Value of Derivative Contracts	Total Credit Equivalent Amount	Total Risk Weighted Amount
Direct Credit Substitutes	383,969		383,969	353,244
Transaction related contingent items	852,960		426,480	360,230
Short Term Self Liquidating trade related contingencies	167,986		33,598	32,994
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions. (i.e. repurchase / reverse repurchase and securities lending / borrowing transactions.	3,435,911		4,043,311	88,927
Foreign exchange related contracts				
One year or less	19,192,189	205,590	431,621	152,021
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
Interest/Profit rate related contracts				
One year or less	340,000	1,878	1,478	356
Over one year to five years	3,307,639	47,778	126,146	35,134
Over five years	940,000	35,509	88,813	27,387
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	1,523,219		761,136	599,431
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,510,419		702,081	588,727
Unutilised credit card lines	1,106,527		221,305	163,392
Total	34,760,819	290,755	7,219,938	2,401,843

BASEL II Pillar 3 Disclosures

b) Disclosure on Off-Balance Sheet and Counterparty Credit Risk (RM'000) (continued)

The Bank
 31.12.2021

Description	Total Principle Amount	Positive Fair Value of Derivative Contracts	Total Credit Equivalent Amount	Total Risk Weighted Amount
Direct Credit Substitutes	456,935		456,935	427,871
Transaction related contingent items	982,691		491,345	442,918
Short Term Self Liquidating trade related contingencies	200,556		40,111	39,706
Foreign exchange related contracts				
One year or less	14,563,705	54,714	258,211	86,521
Over one year to five years	83,340	-	5,000	1,000
Over five years	-	-	-	-
Interest/Profit rate related contracts				
One year or less	355,000	1,466	966	241
Over one year to five years	2,663,000	29,064	90,737	28,716
Over five years	955,000	19,395	74,830	22,956
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	1,197,170		598,273	465,490
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,541,944		708,389	597,167
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-		-	-
Unutilised credit card lines	948,592		189,718	140,163
Total	25,947,933	104,639	2,914,516	2,252,749

BASEL II Pillar 3 Disclosures

c) Disclosure on Market Risk – Interest/profit Rate Risk/ Rate of Return in the Banking Book

Interest/profit rate risk is the risk to earnings and capital arising from exposure to adverse movements in interest/profit rates mainly due to mismatches in timing repricing of assets and liabilities. These mismatches are actively managed from an earnings and economic value perspective.

The objective of interest/profit rate risk management is to achieve a stable and sustainable net interest/profit income from the following perspectives:

- 1) Next 12 months' Earnings - Interest/Profit rate risk from the earnings perspective is the impact based on changes to the net interest/profit income ('NII') over the next 12 months. This risk is measured through sensitivity analysis including the application of an instantaneous 100 basis point parallel shock in interest/profit rates across the yield curve.
- 2) Economic Value - Measuring the change in the Economic Value of Equity ('EVE') is an assessment of the long term impact to the Group and the Bank's capital. This is assessed through the application of relevant duration factors to capture the net economic value impact over the long term or total life of all balance sheet assets and liabilities to adverse changes in interest/profit rates.

Interest/Profit rate risk thresholds are established in line with the Group and the Bank's strategy and risk appetite. These thresholds are reviewed regularly to ensure relevance in the context of prevailing market conditions.

30.6.2022 Type of Currency (RM million)	The Group		The Bank	
	Impact on Positions (100 basis points) Parallel Shift		Impact on Positions (100 basis points) Parallel Shift	
	Increase/(Decline) in Earnings	Increase/(Decline) in Economic Value	Increase/(Decline) in Earnings	Increase/(Decline) in Economic Value
Ringgit Malaysia	8.9	(1,151.6)	(1.4)	(667.5)
US Dollar	(33.8)	3.2	(29.6)	0.1
Euro	(0.3)	1.0	(0.3)	1.0
Great Britain Pound	0.1	0.0	0.1	0.0
Australian Dollar	(0.1)	(0.0)	(0.1)	(0.0)
Singapore Dollar	(0.2)	(0.1)	(0.4)	0.0
Japanese Yen	(0.0)	0.0	(0.0)	0.0
Others (#)	(0.4)	0.0	(0.4)	0.0
Total	(25.8)	(1,147.4)	(32.1)	(666.4)

BASEL II Pillar 3 Disclosures

c) Disclosure on Market Risk – Interest/profit Rate Risk/ Rate of Return in the Banking Book (continued)

31.12.2021 Type of Currency (RM million)	The Group		The Bank	
	Impact on Positions (100 basis points) Parallel Shift		Impact on Positions (100 basis points) Parallel Shift	
	Increase/(Decline) in Earnings	Increase/(Decline) in Economic Value	Increase/(Decline) in Earnings	Increase/(Decline) in Economic Value
Ringgit Malaysia	(16.3)	(147.8)	30.9	(490.6)
US Dollar	(0.8)	(0.0)	(10.6)	0.6
Euro	0.0	0.0	(0.3)	0.9
Great Britain Pound	0.0	0.0	0.0	0.1
Australian Dollar	0.0	0.0	(0.1)	(0.0)
Singapore Dollar	0.0	(0.2)	(0.2)	0.0
Japanese Yen	0.0	0.0	(0.0)	0.0
Others (#)	0.0	0.0	(0.4)	0.0
Total	(17.1)	(148.0)	19.4	(489.0)

Others comprise of AED, NZD and HKD currencies where the amount of each currency is relatively small.