

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Statements of Financial Position as at 31 March 2025

		The Group		The Bank	
	Note	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
ASSETS					
Cash and short-term funds		3,475,380	2,852,881	3,116,392	1,960,558
Deposits and placements with banks and other financial institutions		-	302,241	-	604,294
Reverse repurchase agreements with financial institutions		32,179	-	32,179	8,033
Investment accounts due from designated financial institutions		-	-	3,346,102	3,248,280
Financial assets at fair value through profit or loss ('FVTPL')	A10	3,181,408	1,562,337	3,299,320	1,852,836
Derivative financial instruments	A30	336,989	450,370	305,983	412,598
Financial investments at fair value through other comprehensive income ('FVOCI')	A11	15,468,133	13,901,457	7,268,786	6,046,007
Financial investments at amortised cost ('AC')	A12	15,555,439	15,689,413	9,951,075	10,038,120
Loans, advances and financing	A13	71,821,950	70,892,085	35,214,671	35,640,014
Amount due from clients and brokers	A14	517,853	513,907	-	-
Other assets	A15	731,714	663,742	367,405	384,312
Amount due from subsidiaries		-	-	1,565,006	756,357
Amount due from joint ventures		5,778	4,639	-	-
Tax recoverable		227,302	217,929	193,928	188,728
Deferred tax assets		78,347	114,938	10,136	43,840
Statutory deposits with Bank Negara Malaysia		1,553,331	1,524,530	892,000	867,000
Investment in subsidiaries		-	-	3,305,235	3,304,950
Investment in associates		852,917	830,917	676,279	676,279
Property and equipment		1,393,944	1,361,772	1,331,465	1,298,483
Investment property		124,341	124,988	170,969	171,859
Right-of-use assets		65,777	71,865	55,938	60,733
Intangible assets		757,477	762,096	310,262	314,681
TOTAL ASSETS		116,180,259	111,842,107	71,413,131	67,877,962
LIABILITIES AND EQUITY					
Deposits from customers	B7	75,466,535	73,743,519	42,528,847	41,104,818
Investment accounts of customers		75,738	757,600	-	-
Deposits and placements of banks and other financial institutions	B7	9,456,855	8,618,411	5,628,272	5,183,589
Obligation on securities sold under repurchase agreements		7,240,764	5,567,418	6,695,636	5,188,779
Derivative financial instruments	A30	286,285	365,936	235,653	316,611
Bills and acceptances payable		42,268	32,341	42,268	32,341
Recourse obligation on loans/financing sold to Cagamas Berhad		5,849,851	5,127,995	3,532,802	3,002,564
Amount due to clients and brokers		404,056	370,282	-	-
Lease liabilities	B7	59,928	65,404	52,822	57,251
Other liabilities	A16	1,637,269	1,827,022	879,702	1,135,745
Amount due to subsidiaries		-	-	53,000	175,656
Provision for taxation		935	7	-	-
Borrowings and Sukuk	B7	3,886,651	3,764,880	1,533,061	1,506,229
Deferred tax liabilities		3	-	-	-
TOTAL LIABILITIES		104,407,138	100,240,815	61,182,063	57,703,583

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
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Unaudited Statements of Financial Position as at 31 March 2025

		The Group		The Bank	
	Note	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
EQUITY					
Share capital		5,488,544	5,488,544	5,488,544	5,488,544
Reserves:					
FVOCI revaluation reserves	A17	213,788	170,624	228,886	207,027
Regulatory reserves	A17	597,837	473,143	461,563	335,563
Other reserves	A17	8,071	3,493	21,819	17,241
Retained profits	A17	5,464,881	5,465,488	4,030,256	4,126,004
TOTAL EQUITY		11,773,121	11,601,292	10,231,068	10,174,379
TOTAL LIABILITIES AND EQUITY		116,180,259	111,842,107	71,413,131	67,877,962
COMMITMENTS AND CONTINGENCIES	A29	87,584,641	85,186,497	69,492,529	66,865,818
CAPITAL ADEQUACY RATIOS	A31				
CET 1 capital ratio		13.537%	13.217%	12.850%	12.145%
Tier 1 capital ratio		14.982%	14.635%	14.053%	13.272%
Total capital ratio		17.392%	17.063%	16.072%	15.258%
Net assets per share attributable to equity holders of the Bank (RM)		4.90	4.83	4.26	4.24

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Income Statements for the Financial Quarter Ended 31 March 2025

The Group	Note	Individual Quarter Ended		Cumulative Quarter Ended	
		31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
Interest income	A18	715,810	743,547	715,810	743,547
Interest expense	A19	(509,793)	(549,857)	(509,793)	(549,857)
Net interest income		206,017	193,690	206,017	193,690
Income from Islamic banking business		197,765	168,292	197,765	168,292
		403,782	361,982	403,782	361,982
Fee and commission income		69,641	84,227	69,641	84,227
Fee and commission expense		(10,532)	(3,114)	(10,532)	(3,114)
Net fee and commission income	A20	59,109	81,113	59,109	81,113
Net gains on financial instruments	A21	56,848	52,049	56,848	52,049
Other income	A22	24,190	9,396	24,190	9,396
Net income		543,929	504,540	543,929	504,540
Other operating expenses	A23	(379,052)	(378,947)	(379,052)	(378,947)
Operating profit before allowances		164,877	125,593	164,877	125,593
(Allowance for)/write-back of credit impairment losses	A24	(8,801)	23,051	(8,801)	23,051
Write-back of/(allowance for) impairment losses on other assets	A25	75	(4,700)	75	(4,700)
Operating profit		156,151	143,944	156,151	143,944
Share of results of associates		22,000	994	22,000	994
Profit before zakat and taxation		178,151	144,938	178,151	144,938
Zakat		-	(889)	-	(889)
Profit before taxation		178,151	144,049	178,151	144,049
Taxation	B5	(54,064)	(33,841)	(54,064)	(33,841)
Net profit after zakat and taxation		124,087	110,208	124,087	110,208
Attributable to:					
Equity holders of the Bank		124,087	110,208	124,087	110,208
Earnings per share attributable to equity holders of the Bank (sen):					
- Basic	B10	5.17	4.70	5.17	4.70
- Diluted	B10	5.11	4.67	5.11	4.67

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Statements of Comprehensive Income
for the Financial Quarter Ended 31 March 2025

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Group				
Net profit after zakat and taxation	124,087	110,208	124,087	110,208
Other comprehensive income/(loss):				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
- Net fair value change in financial investments at FVOCI (debt instruments)	72,039	12,112	72,039	12,112
- Net credit impairment loss change in financial investments at FVOCI (debt instruments)	831	(62)	831	(62)
- Net loss on financial investments measured at FVOCI reclassified to profit or loss on disposal (debt instruments)	(14,113)	(4,098)	(14,113)	(4,098)
- Deferred tax on financial investments at FVOCI	(15,593)	(1,222)	(15,593)	(1,222)
- Share of other comprehensive loss of associates	-	(17,266)	-	(17,266)
Other comprehensive income/(loss) for the financial period, net of tax	43,164	(10,536)	43,164	(10,536)
Total comprehensive income for the financial period	167,251	99,672	167,251	99,672
Total comprehensive income for the financial period attributable to:				
Equity holders of the Bank	167,251	99,672	167,251	99,672

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Income Statements for the Financial Quarter Ended 31 March 2025

	Note	Individual Quarter Ended		Cumulative Quarter Ended	
		31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Bank					
Interest income	A18	641,476	669,438	641,476	669,438
Interest expense	A19	(458,736)	(493,943)	(458,736)	(493,943)
Net interest income		182,740	175,495	182,740	175,495
Fee and commission income		33,220	53,289	33,220	53,289
Fee and commission expense		(5,385)	(3,114)	(5,385)	(3,114)
Net fee and commission income	A20	27,835	50,175	27,835	50,175
Net gains on financial instruments	A21	31,243	29,279	31,243	29,279
Other income	A22	37,532	11,185	37,532	11,185
Net income		279,350	266,134	279,350	266,134
Other operating expenses	A23	(231,030)	(248,198)	(231,030)	(248,198)
Operating profit before allowances		48,320	17,936	48,320	17,936
Write-back of credit impairment losses	A24	7,606	3,388	7,606	3,388
Profit before taxation		55,926	21,324	55,926	21,324
Taxation	B5	(25,674)	(3,192)	(25,674)	(3,192)
Net profit after taxation		30,252	18,132	30,252	18,132
Earnings per share attributable to equity holders of the Bank (sen):					
- Basic	B10	1.26	0.77	1.26	0.77
- Diluted	B10	1.25	0.78	1.25	0.78

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Statements of Comprehensive Income
for the Financial Quarter Ended 31 March 2025

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Bank				
Net profit after taxation	30,252	18,132	30,252	18,132
Other comprehensive income/(loss):				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
- Net fair value change in financial investments at FVOCI (debt instruments)	35,754	254	35,754	254
- Net credit impairment loss change in financial investments at FVOCI (debt instruments)	345	313	345	313
- Net loss on financial investments measured at FVOCI reclassified to profit or loss on disposal (debt instruments)	(6,211)	(2,754)	(6,211)	(2,754)
- Deferred tax on financial investments at FVOCI	(8,029)	1,210	(8,029)	1,210
Other comprehensive income/(loss) for the financial period, net of tax	21,859	(977)	21,859	(977)
Total comprehensive income for the financial period	52,111	17,155	52,111	17,155

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Statements of Changes in Equity
for the Financial Quarter Ended 31 March 2025

The Group	Attributable to Equity Holders of the Bank					
	Non-distributable				Distributable	
	Share capital RM'000	FVOCI	Regulatory reserves RM'000	Other reserves RM'000	Retained profits RM'000	Total equity RM'000
		revaluation reserves RM'000				
At 1 January 2025	5,488,544	170,624	473,143	3,493	5,465,488	11,601,292
Net profit for the financial period	-	-	-	-	124,087	124,087
Other comprehensive income (net of tax):						
- Financial investments at FVOCI	-	43,164	-	-	-	43,164
Total comprehensive income for the financial period	-	43,164	-	-	124,087	167,251
Share grant scheme granted	-	-	-	4,578	-	4,578
Transfer to regulatory reserves	-	-	124,694	-	(124,694)	-
At 31 March 2025	5,488,544	213,788	597,837	8,071	5,464,881	11,773,121

	Attributable to Equity Holders of the Bank					
	Non-distributable				Distributable	
	Share capital	FVOCI revaluation reserves	Regulatory reserves	Other reserves	Retained profits	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	5,371,044	169,540	337,761	4,146	5,226,324	11,108,815
Net profit for the financial period	-	-	-	-	110,208	110,208
Other comprehensive income/(loss) (net of tax):						
- Financial investments at FVOCI	-	6,730	-	-	-	6,730
- Share of other comprehensive loss of associates	-	(17,266)	-	-	-	(17,266)
Total comprehensive (loss)/income for the financial period	-	(10,536)	-	-	110,208	99,672
Share grant scheme granted	-	-	-	2,303	-	2,303
Transfer to regulatory reserves	-	-	1,153	-	(1,153)	-
At 31 March 2024	5,371,044	159,004	338,914	6,449	5,335,379	11,210,790

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Statements of Changes in Equity
for the Financial Quarter Ended 31 March 2025

The Bank	Non-distributable				Distributable	
	Share capital RM'000	FVOCI revaluation reserves RM'000	Regulatory reserves RM'000	Other reserves RM'000	Retained profits RM'000	Total equity RM'000
At 1 January 2025	5,488,544	207,027	335,563	17,241	4,126,004	10,174,379
Net profit for the financial period	-	-	-	-	30,252	30,252
Other comprehensive income (net of tax):						
- Financial investments at FVOCI	-	21,859	-	-	-	21,859
Total comprehensive income for the financial period	-	21,859	-	-	30,252	52,111
Share grant scheme granted	-	-	-	4,578	-	4,578
Transfer to regulatory reserves	-	-	126,000	-	(126,000)	-
At 31 March 2025	5,488,544	228,886	461,563	21,819	4,030,256	10,231,068

	Non-distributable				Distributable	
	Share capital RM'000	FVOCI revaluation reserves RM'000	Regulatory reserves RM'000	Other reserves RM'000	Retained profits RM'000	Total equity RM'000
At 1 January 2024	5,371,044	204,573	270,563	4,146	4,073,235	9,923,561
Net profit for the financial period	-	-	-	-	18,132	18,132
Other comprehensive loss (net of tax):						
- Financial investments at FVOCI	-	(977)	-	-	-	(977)
Total comprehensive (loss)/income for the financial period	-	(977)	-	-	18,132	17,155
Share grant scheme granted	-	-	-	2,303	-	2,303
At 31 March 2024	5,371,044	203,596	270,563	6,449	4,091,367	9,943,019

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Affin Bank Berhad
Registration No. 197501003274 (25046-T)
Condensed Interim Financial Statements
Unaudited Condensed Statements of Cash Flows
for the Financial Quarter Ended 31 March 2025

	The Group		The Bank	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	178,151	144,049	55,926	21,324
Adjustments for items not involving the movement of cash and cash equivalents	(102,012)	(168,872)	(54,557)	(192,989)
Operating profit/(loss) before changes in working capital	76,139	(24,823)	1,369	(171,665)
Net changes in operating assets	(2,733,607)	(574,997)	(1,636,798)	149,160
Net changes in operating liabilities	3,407,790	2,515,551	3,130,907	1,228,676
Tax and zakat paid	(47,586)	(39,808)	(10,216)	(30,163)
Tax and zakat refunded	5,000	-	5,000	-
Net cash generated from operating activities	707,736	1,875,923	1,490,262	1,176,008
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received:				
- financial investments at FVOCI	102,050	791,299	60,893	37,330
- financial investments at AC	116,517	543,727	77,145	85,816
Dividend income received:				
- financial assets at FVTPL	700	681	541	-
Purchases of:				
- financial investments at FVOCI	(3,734,591)	(2,190,763)	(2,073,835)	(2,962,262)
- financial investments at AC	-	(394,050)	-	(595,996)
Redemptions/disposals of:				
- financial investments at FVOCI	2,284,250	-	885,378	1,023,800
- financial investments at AC	131,932	-	86,913	853,445
Purchases of:				
- property and equipment	(49,747)	(96,808)	(49,668)	(94,805)
- intangible assets	(683)	(4,329)	(667)	(4,331)
Proceeds from disposal of:				
- property and equipment	-	70	-	-
Net cash used in investing activities	(1,149,572)	(1,350,173)	(1,013,300)	(1,657,003)
CASH FLOWS FROM FINANCING ACTIVITIES				
Drawdown of borrowings	88,290	-	24,525	-
Repayment of borrowings	-	-	(5,000)	-
Interest/profit payment on borrowings	(12,628)	(40,555)	(12,671)	(13,276)
Addition of recourse obligation on loans/financing sold to Cagamas Berhad	1,000,466	-	500,466	-
Redemption of recourse obligation on loans/financing sold to Cagamas Berhad	(300,002)	(436,274)	-	(458,778)
Interest/profit payment from recourse obligation on loans/financing sold to Cagamas Berhad	(30,858)	-	-	-
Lease payments	(9,170)	(8,342)	(8,056)	(6,607)
Net cash generated from/(used in) financing activities	736,098	(485,171)	499,264	(478,661)
Net increase/(decrease) in cash and cash equivalents	294,262	40,579	976,226	(959,656)
Effects of foreign exchange	(1,504)	29,853	(868)	80,094
Cash and cash equivalents at beginning of the financial period	3,104,796	4,435,730	1,859,717	3,545,700
Cash and cash equivalents at end of the financial period	3,397,554	4,506,162	2,835,075	2,666,138
Cash and cash equivalents comprise the following:				
Cash and short-term funds	3,475,380	4,103,724	3,116,392	2,666,138
Deposits and placements of banks and other financial institutions	-	402,438	-	-
	3,475,380	4,506,162	3,116,392	2,666,138
Less: Cash and short-term funds and deposits and placements with banks and other financial institutions with original maturity of more than three months	(77,826)	-	(281,317)	-
	3,397,554	4,506,162	2,835,075	2,666,138

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and the Bank for the financial year ended 31 December 2024.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A1. BASIS OF PREPARATION

The unaudited condensed interim financial statements for the financial period under review have been prepared under the historical cost convention except for the following assets and liabilities which are stated at fair values:

- (i) financial assets at FVTPL;
- (ii) financial investments at FVOCI; and
- (iii) derivative financial instruments.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ('MASB') Chapter 9, part K of the Listing Requirements of the Bursa Malaysia Securities Berhad and Policy Document on Financial Reporting issued by Bank Negara Malaysia ('BNM').

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2024. The explanatory notes to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Bank since the financial year ended 31 December 2024.

A2. ACCOUNTING POLICIES AND METHODS OF COMPUTATIONS

The material accounting policies and methods of computation applied in the condensed interim financial statements are consistent with those applied in the annual financial statements for the financial year ended 31 December 2024, except for the adoption of the following amendments to MFRS that are applicable to the Group and the Bank effective for the financial year beginning on 1 January 2025:

The annual improvements and amendments to MFRS which are effective for the Group and the Bank for the financial year beginning 1 January 2025:

Amendments to MFRS 121 'Lack of Exchangeability'

Amendments to MFRS 121 'Lack of Exchangeability' clarify that a currency is exchangeable when an entity is able to exchange it into another currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism that creates enforceable rights and obligations. If an entity can only obtain no more than an insignificant amount of the other currency at the measurement date for the specified purpose, then the currency is not exchangeable. In such cases, the entity is required to estimate the spot exchange rate at the measurement date.

The amendments do not specify how an entity estimates the spot exchange rate, but permit an entity to use observable exchange rate without adjustment or another estimation technique, provided it could meet the objective for estimating the spot exchange rate set out in the amendments.

When the amendments are first applied, an entity is not permitted to restate comparative information. Instead, the entity should translate the amount affected by foreign currency that lacks exchangeability using the estimated spot exchange rates at the date of initial application. Entity is also required to make additional disclosures when exchangeability is lacking.

The adoption of the above amendments to published standards is not expected to give rise to any material financial impact on the Group and the Bank.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the audited financial statements for the financial year ended 31 December 2024 was not subjected to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The operations of the Group and the Bank are generally not affected by any seasonal or cyclical factors but in tandem with the country's economic situation.

A5. ITEMS OF UNUSUAL NATURE, SIZE AND INCIDENCE AFFECTING NET ASSETS, EQUITY, NET INCOME OR CASH FLOWS

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank during the financial period under review.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A6. CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in prior financial year that have a material effect during the financial period under review.

A7. BORROWINGS AND EQUITY SECURITIES

There were no shares issuance or cancellations, share buy-backs, resale of shares bought back, issuance and repayment of debt and equity securities by the Group and the Bank during the financial period other than the following:

(a) Share capital

The share capital of the Bank as at 31 March 2025 is RM5,488,543,516 (31 December 2024: RM5,488,543,516).

The outstanding ordinary shares of the Bank as at 31 March 2025 is 2,400,486,539 units (31 December 2024: 2,400,486,539 units).

There is no movement of ordinary shares of the Bank during the financial period.

(b) Borrowings and Sukuk

The Group and the Bank have issued and redeemed the following debt securities during the financial period:

Issuance and Redemption of Debt Securities by Affin Bank Berhad

Issuance/ Redemption	Issuance Date	First Call Date	Maturity Date	Nominal Value	Description	Tenure
Issuance	27 March 2025	Not Applicable	25 September 2025	RM25.0 million	Commercial Paper	182 days
Redemption	27 September 2024	Not Applicable	27 March 2025	RM5.0 million	Commercial Paper	181 days

Issuance and Redemption of Debt Securities by Affin Islamic Bank Berhad

Issuance/ Redemption	Issuance Date	First Call Date	Maturity Date	Nominal Value	Description	Tenure
Issuance	27 March 2025	Not Applicable	25 September 2025	RM65.0 million	Islamic Commercial Paper	182 days
Redemption	27 September 2024	Not Applicable	27 March 2025	RM5.0 million	Islamic Commercial Paper	181 days

Redemption of Debt Securities by Affin Hwang Investment Bank Berhad

Issuance/ Redemption	Issuance Date	First Call Date	Maturity Date	Nominal Value	Description	Tenure
Redemption	27 September 2024	Not Applicable	27 March 2025	RM5.0 million	Commercial Paper	181 days

A8. DIVIDENDS PAID AND PROPOSED

No dividend has been paid and proposed for the financial period under review.

A9. STATUS OF CORPORATE PROPOSAL

There were no corporate proposal reported during the financial period under review other than the following:

Proposed Bonus Issue

The Bank had on 25 February 2025 announced a proposed share reward to the shareholders in the form of a bonus issue of up to 133,360,363 new ordinary shares in the Bank ('Bonus Shares') on the basis of 1 Bonus Share for every 18 existing ordinary shares held in the Bank ('Proposed Bonus Issue').

The Proposed Bonus Issue has been approved on 11 March 2025 by Bursa Malaysia Securities Berhad for the listing of and quotation for the Bonus Shares and shareholders of the Bank on 16 April 2025 during the annual general meeting.

The listing of and quotation for the Bonus Shares on the Main Market of Bursa Securities has been completed on 5 May 2025.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A10. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ('FVTPL')

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
At fair value	RM'000	RM'000	RM'000	RM'000
<u>Money market instruments:</u>				
Malaysian Government treasury bills	1,209,189	450,055	909,733	450,055
Malaysian Government investment certificates	364,193	392,859	146,342	-
Bank Negara Malaysia Bills	189,566	88,589	189,566	88,589
Negotiable Instruments of Deposit and Islamic Debt Certificates	1,043,573	244,576	1,839,233	1,149,708
	2,806,521	1,176,079	3,084,874	1,688,352
<u>Quoted securities:</u>				
Shares, warrants and REITs in Malaysia	100,651	146,375	-	-
Unit Trusts in Malaysia	1,311	1,299	-	-
	101,962	147,674	-	-
<u>Unquoted securities:</u>				
Shares in Malaysia	121,937	136,991	121,937	136,991
Corporate Bonds/Sukuk in Malaysia	69,952	70,534	64,959	25,234
Corporate Bonds/Sukuk outside Malaysia	81,036	31,059	27,550	2,259
	272,925	238,584	214,446	164,484
	3,181,408	1,562,337	3,299,320	1,852,836

A11. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ('FVOCI')

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
At fair value	RM'000	RM'000	RM'000	RM'000
<u>Money market instruments:</u>				
Malaysian Government treasury bills	-	99,538	-	99,538
Malaysian Government securities	3,799,406	2,604,068	2,054,321	1,263,194
Malaysian Government investment issues	3,260,274	2,793,101	661,894	537,273
Cagamas Bonds/Sukuk	559,508	429,355	176,058	237,632
	7,619,188	5,926,062	2,892,273	2,137,637
<u>Unquoted securities:</u>				
Shares in Malaysia	267,251	267,251	241,057	241,057
Commercial Papers	59,683	29,839	29,841	9,918
Corporate Bonds/Sukuk in Malaysia	4,170,663	4,509,024	1,928,504	1,813,467
Corporate Bonds/Sukuk outside Malaysia	3,351,348	3,169,281	2,177,111	1,843,928
	7,848,945	7,975,395	4,376,513	3,908,370
	15,468,133	13,901,457	7,268,786	6,046,007

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A11. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ('FVOCI') (Cont.)

Movements in ECL for Financial Investments at FVOCI are as follows:

	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
The Group				
31/3/2025				
At beginning of the financial period	1,255	19	-	1,274
Financial assets derecognised (other than write-off)	(229)	-	-	(229)
New financial assets purchased	371	-	-	371
Changes due to change in credit risk	226	(14)	-	212
Other adjustments	226	251	-	477
At end of the financial period	1,849	256	-	2,105
31/12/2024				
At beginning of the financial year	533	21,156	-	21,689
Financial assets derecognised (other than write-off)	(535)	(29,707)	-	(30,242)
New financial assets purchased	1,339	206	-	1,545
Changes due to change in credit risk	(36)	8,364	-	8,328
Other adjustments	(46)	-	-	(46)
At end of the financial year	1,255	19	-	1,274
The Bank				
31/3/2025				
At beginning of the financial period	774	246	-	1,020
Financial assets derecognised (other than write-off)	(109)	-	-	(109)
New financial assets purchased	286	-	-	286
Changes due to change in credit risk	185	(11)	-	174
Other adjustments	(6)	-	-	(6)
At end of the financial period	1,130	235	-	1,365
31/12/2024				
At beginning of the financial year	172	235	-	407
Financial assets derecognised (other than write-off)	(325)	-	-	(325)
New financial assets purchased	701	206	-	907
Changes due to change in credit risk	263	(195)	-	68
Other adjustments	(37)	-	-	(37)
At end of the financial year	774	246	-	1,020

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A12. FINANCIAL INVESTMENTS AT AMORTISED COST ('AC')

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
At amortised cost				
<u>Money market instruments:</u>				
Malaysian Government Securities	3,866,808	3,847,842	3,674,970	3,657,415
Malaysian Government Investment Issues	5,441,912	5,450,848	2,924,721	2,930,495
Cagamas Bonds/Sukuk	35,721	35,409	25,537	25,335
	<u>9,344,441</u>	<u>9,334,099</u>	<u>6,625,228</u>	<u>6,613,245</u>
<u>Unquoted securities:</u>				
Shares in Malaysia	14,915	14,915	14,915	14,915
Corporate Bonds/Sukuk in Malaysia	5,740,653	5,850,134	2,885,061	2,949,064
Corporate Bonds/Sukuk outside Malaysia	479,297	514,416	445,613	480,827
	<u>6,234,865</u>	<u>6,379,465</u>	<u>3,345,589</u>	<u>3,444,806</u>
	<u>15,579,306</u>	<u>15,713,564</u>	<u>9,970,817</u>	<u>10,058,051</u>
Fair value changes arising from fair value hedges	(5,276)	(5,672)	(5,120)	(5,359)
	<u>15,574,030</u>	<u>15,707,892</u>	<u>9,965,697</u>	<u>10,052,692</u>
Less: ECL	(18,591)	(18,479)	(14,622)	(14,572)
	<u>15,555,439</u>	<u>15,689,413</u>	<u>9,951,075</u>	<u>10,038,120</u>

Movements in ECL for Financial Investments at AC are as follows:

	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
The Group				
31/3/2025				
At beginning of the financial period	4,145	14,334	-	18,479
Financial assets derecognised (other than write-off)	(2)	-	-	(2)
Changes due to change in credit risk	119	-	-	119
Other adjustments	(5)	-	-	(5)
At end of the financial period	<u>4,257</u>	<u>14,334</u>	<u>-</u>	<u>18,591</u>
31/12/2024				
At beginning of the financial year	6,707	89,773	8,101	104,581
Financial assets derecognised (other than write-off)	(433)	(98,588)	-	(99,021)
New financial assets purchased	539	-	-	539
Changes due to change in credit risk	(2,658)	23,149	-	20,491
Write-offs	-	-	(7,936)	(7,936)
Other adjustments	(10)	-	(165)	(175)
At end of the financial year	<u>4,145</u>	<u>14,334</u>	<u>-</u>	<u>18,479</u>
The Bank				
31/3/2025				
At beginning of the financial period	239	14,333	-	14,572
Financial assets derecognised (other than write-off)	(2)	-	-	(2)
Changes due to change in credit risk	54	-	-	54
Other adjustments	(2)	-	-	(2)
At end of the financial period	<u>289</u>	<u>14,333</u>	<u>-</u>	<u>14,622</u>
31/12/2024				
At beginning of the financial year	143	89,768	-	89,911
Financial assets derecognised (other than write-off)	(17)	(98,588)	-	(98,605)
New financial assets purchased	28	-	-	28
Changes due to change in credit risk	94	23,153	-	23,247
Other adjustments	(9)	-	-	(9)
At end of the financial year	<u>239</u>	<u>14,333</u>	<u>-</u>	<u>14,572</u>

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A13. LOANS, ADVANCES AND FINANCING

	The Group		The Bank	
	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
(a) <u>BY TYPES</u>				
Overdrafts	2,468,342	2,227,336	1,437,980	1,371,016
Term loans/financing:				
- Housing loans/financing	22,133,385	21,871,406	11,808,892	11,528,863
- Hire purchase receivables	16,005,909	15,877,544	7,671,904	7,995,058
- Syndicated financing	3,666,668	2,912,929	1,836,731	1,722,406
- Business term loans/financing	19,462,755	18,992,992	8,430,919	8,587,247
- Other term loans/financing	65,090	95,026	-	-
Bills receivables	431,836	773,858	315,894	637,725
Trust receipts	181,506	219,437	174,058	197,083
Claims on customers under acceptances credits	3,218,527	3,253,242	1,985,110	2,014,187
Staff loans/financing	233,733	232,278	87,835	87,845
Credit cards	521,409	515,922	422,509	421,941
Revolving credits	2,584,333	3,108,766	1,718,541	1,808,511
Margin financing	1,924,385	1,963,919	-	-
Gross loans, advances and financing	72,897,878	72,044,655	35,890,373	36,371,882
Less: ECL	(1,075,928)	(1,152,570)	(675,702)	(731,868)
Total net loans, advances and financing	71,821,950	70,892,085	35,214,671	35,640,014

Included in the Group's other term loans/financing before expected credit losses as at reporting date is RM57,658,000 (2024: RM57,658,000) of term financing disbursed by Affin Islamic Bank Berhad, a wholly-owned subsidiary of the Bank, to Affin-i Ndayu Sdn Bhd, a joint venture company of Affin Islamic Bank Berhad.

	The Group		The Bank	
	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
(b) <u>BY MATURITY STRUCTURE</u>				
Maturing within one year	13,160,552	13,028,163	6,742,640	6,809,409
One year to three years	3,492,894	3,468,962	2,248,958	2,313,628
Three years to five years	6,085,680	6,507,527	3,729,135	4,122,230
Over five years	50,158,752	49,040,003	23,169,640	23,126,615
	72,897,878	72,044,655	35,890,373	36,371,882
(c) <u>BY TYPES OF CUSTOMER</u>				
Domestic banking institutions	7,870	2,173	7,870	2,173
Domestic non-banking institutions	718,174	628,511	230,441	202,212
Domestic business enterprises:				
- Small medium enterprises	10,970,213	11,229,492	7,796,013	8,075,997
- Others	12,767,243	12,747,758	6,680,907	6,940,400
Government and statutory bodies	778,949	794,959	1,639	1,585
Individuals	45,869,333	44,807,791	19,535,758	19,456,806
Other domestic entities	6,594	7,072	487	661
Foreign entities	1,779,502	1,826,899	1,637,258	1,692,048
	72,897,878	72,044,655	35,890,373	36,371,882

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A13. LOANS, ADVANCES AND FINANCING (Cont.)

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
(d) <u>BY INTEREST / PROFIT RATE SENSITIVITY</u>				
Fixed rate:				
- Housing loans/financing	201,547	201,013	133,265	134,700
- Hire purchase receivables	15,256,450	15,224,681	7,671,898	7,995,052
- Other fixed rate loans/financing	1,399,651	1,455,208	520,085	566,573
Variable rate:				
- Base lending rate and base rate plus	28,806,141	28,954,603	15,141,659	15,259,536
- Cost plus	10,146,287	10,069,169	4,448,369	4,581,816
- Others variable rates	17,087,802	16,139,981	7,975,097	7,834,205
	72,897,878	72,044,655	35,890,373	36,371,882
(e) <u>BY ECONOMIC SECTORS</u>				
Primary agriculture	1,515,437	1,411,019	666,194	664,463
Mining and quarrying	106,069	106,498	51,507	48,787
Manufacturing	4,247,264	4,407,474	2,761,159	2,924,282
Electricity, gas and water supply	599,349	477,639	63,025	63,697
Construction	2,390,125	2,455,996	1,168,729	1,262,568
Real estate	4,353,543	4,568,302	3,135,787	3,321,139
Wholesale, retail trade, hotels and restaurants	5,974,033	6,175,182	4,360,953	4,554,894
Transport, storage and communication	3,159,959	3,252,058	1,987,775	2,100,736
Finance, insurance and business services	2,256,360	2,240,367	1,183,676	1,289,002
Education, health and others	2,193,274	1,922,851	805,769	527,308
Household	46,100,918	45,025,501	19,705,049	19,613,720
Others	1,547	1,768	750	1,286
	72,897,878	72,044,655	35,890,373	36,371,882
(f) <u>BY ECONOMIC PURPOSE</u>				
Purchase of securities	4,584,530	4,125,098	563,749	306,041
Purchase of transport vehicles	16,587,455	16,569,587	7,945,247	8,379,180
Purchase of landed properties of which:				
- Residential	22,434,230	22,178,419	11,960,091	11,680,416
- Non-residential	6,574,447	6,728,751	4,487,853	4,659,922
Fixed assets other than land and building	457,124	461,013	203,287	203,948
Personal use	5,094,094	4,763,966	627,856	632,086
Credit card	521,409	515,922	422,509	421,941
Consumer durable	274	320	13	14
Construction	2,115,553	2,155,973	1,268,215	1,318,622
Merger and acquisition	86,521	87,026	-	-
Working capital	11,585,726	11,545,408	6,434,576	6,735,630
Others	2,856,515	2,913,172	1,976,977	2,034,082
	72,897,878	72,044,655	35,890,373	36,371,882

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A13. LOANS, ADVANCES AND FINANCING (Cont.)

	The Group		The Bank	
	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
(g) <u>BY GEOGRAPHICAL DISTRIBUTION</u>				
Perlis	157,916	153,572	16,799	17,220
Kedah	2,441,706	2,359,430	649,802	677,138
Pulau Pinang	4,211,620	4,248,905	2,306,877	2,337,033
Perak	2,103,740	2,087,763	738,076	800,432
Selangor	22,310,158	22,038,580	10,647,172	10,960,501
Wilayah Persekutuan	14,790,301	14,892,730	7,119,176	7,245,392
Negeri Sembilan	2,651,609	2,592,694	914,017	909,488
Melaka	1,268,810	1,230,047	592,953	596,564
Johor	11,047,547	10,563,453	6,819,505	6,474,257
Pahang	2,120,308	2,199,430	801,896	925,301
Terengganu	1,267,120	1,211,472	170,834	175,494
Kelantan	941,977	881,357	45,885	38,659
Sarawak	3,289,009	3,207,311	2,083,636	2,107,514
Sabah	2,581,420	2,602,905	1,516,742	1,578,753
Labuan	482,184	487,209	257,091	263,023
Outside Malaysia	1,232,453	1,287,797	1,209,912	1,265,113
	72,897,878	72,044,655	35,890,373	36,371,882
(h) <u>IMPAIRED LOANS, ADVANCES AND FINANCING</u>				
(i) <u>Movements of impaired loans, advances and financing</u>				
At beginning of the financial period/year	1,398,005	1,265,411	1,067,037	973,145
Classified as impaired	276,138	1,165,240	163,153	675,154
Reclassified as non-impaired	(128,155)	(467,156)	(64,066)	(226,793)
Amount recovered	(90,551)	(229,669)	(84,994)	(87,743)
Amount written-off	(111,016)	(335,821)	(72,827)	(266,726)
At end of the financial period/year	1,344,421	1,398,005	1,008,303	1,067,037
Ratio of gross impaired loans, advances and financing to gross loans, advances and financing (*)	1.84%	1.94%	2.60%	2.72%

(*) For the Bank, restricted investment accounts ('RIA') included in the ratio calculation amounting to RM3,364,038,000 (2024: RM3,259,649,000) with impaired financing amounting to RM11,578,000 (2024: RM11,382,000).

The outstanding contractual amounts of such assets written-off during the financial period amounting to RM111,016,000 (2024: RM335,821,000) for the Group and RM72,827,000 (2024: RM266,726,000) for the Bank respectively.

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A13. LOANS, ADVANCES AND FINANCING (Cont.)

(h) IMPAIRED LOANS, ADVANCES AND FINANCING (Cont.)

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
(ii) <u>Impaired loans by economic sectors</u>				
Primary agriculture	10,877	10,510	10,684	10,334
Mining and quarrying	8,541	8,811	8,541	8,811
Manufacturing	54,576	56,684	47,526	50,259
Electricity, gas and water supply	11,761	11,499	11,761	11,457
Construction	119,742	138,757	90,950	110,502
Real estate	248,706	338,063	233,008	297,531
Wholesale, retail trade, hotels and restaurants	225,200	220,703	176,895	174,156
Transport, storage and communication	93,600	93,589	85,998	86,404
Finance, insurance and business services	33,254	26,509	19,049	12,613
Education, health and others	20,358	14,186	18,295	11,889
Household	517,806	478,694	305,596	293,081
	1,344,421	1,398,005	1,008,303	1,067,037
(iii) <u>Impaired loans by economic purpose</u>				
Purchase of securities	305	19,098	1	2
Purchase of transport vehicles	86,350	76,865	39,543	38,537
Purchase of landed properties of which:				
- Residential	398,318	378,797	251,101	246,858
- Non-residential	190,333	200,436	151,999	162,760
Fixed assets other than land and building	12,328	11,551	12,328	11,551
Personal use	40,490	30,563	21,226	13,657
Credit card	3,626	1,885	3,147	1,657
Construction	174,193	181,462	174,193	181,462
Working capital	414,061	468,528	331,322	388,686
Others	24,417	28,820	23,443	21,867
	1,344,421	1,398,005	1,008,303	1,067,037
(iv) <u>Impaired loans by geographical distribution</u>				
Perlis	4,172	3,962	65	68
Kedah	47,028	61,163	20,098	37,471
Pulau Pinang	67,868	68,942	52,427	53,961
Perak	80,161	125,371	68,760	114,802
Selangor	456,529	467,092	324,396	317,513
Wilayah Persekutuan	444,400	421,591	380,844	367,969
Negeri Sembilan	32,997	36,266	15,398	22,192
Melaka	75,630	77,180	62,280	63,901
Johor	71,632	66,798	48,230	42,524
Pahang	21,243	35,053	13,514	28,217
Terengganu	4,977	4,028	725	578
Kelantan	11,875	9,080	502	360
Sarawak	8,168	7,286	7,219	6,761
Sabah	17,738	14,193	13,842	10,720
Labuan	1	-	1	-
Outside Malaysia	2	-	2	-
	1,344,421	1,398,005	1,008,303	1,067,037

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A13. LOANS, ADVANCES AND FINANCING (Cont.)

(h) IMPAIRED LOANS, ADVANCES AND FINANCING (Cont.)

(v) Movements in ECL for loans, advances and financing

The Group	12-Month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total
31/3/2025	Stage 1	Stage 2	Stage 3	RM'000
RM'000	RM'000	RM'000	RM'000	RM'000
At beginning of the financial period	149,185	504,490	498,895	1,152,570
Total transfer between stages due to change in credit risk:	(283,559)	301,680	(18,121)	-
- Transfer to 12-month ECL (Stage 1)	36,011	(31,738)	(4,273)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(319,504)	346,042	(26,538)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(66)	(12,624)	12,690	-
Loans/financing derecognised (other than write-off)	(12,202)	(319,373)	(3,084)	(334,659)
New loans/financing originated or purchased	333,650	-	-	333,650
Changes due to change in credit risk	(36,714)	(27,555)	61,076	(3,193)
Write-off	-	-	(86,396)	(86,396)
Other adjustments	-	4	13,952	13,956
At end of the financial period	150,360	459,246	466,322	1,075,928

The Group	12-Month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total
31/12/2024	Stage 1	Stage 2	Stage 3	RM'000
RM'000	RM'000	RM'000	RM'000	RM'000
At beginning of the financial year	149,260	704,665	583,947	1,437,872
Total transfer between stages due to change in credit risk:	(116,467)	130,781	(14,314)	-
- Transfer to 12-month ECL (Stage 1)	111,925	(99,145)	(12,780)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(198,254)	302,463	(104,209)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(30,138)	(72,537)	102,675	-
Loans/financing derecognised (other than write-off)	(61,011)	(326,640)	(60,350)	(448,001)
New loans/financing originated or purchased	287,718	-	-	287,718
Changes due to change in credit risk	(110,326)	(4,427)	203,793	89,040
Write-off	-	-	(251,623)	(251,623)
Other adjustments	11	111	37,442	37,564
At end of the financial year	149,185	504,490	498,895	1,152,570

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A13. LOANS, ADVANCES AND FINANCING (Cont.)

(h) IMPAIRED LOANS, ADVANCES AND FINANCING (Cont.)

(v) Movements in ECL for loans, advances and financing (Cont.)

The Bank 31/3/2025	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
At beginning of the financial period	83,625	286,670	361,573	731,868
Total transfer between stages due to change in credit risk:	7,129	1,693	(8,822)	-
- Transfer to 12-month ECL (Stage 1)	18,951	(16,353)	(2,598)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(11,778)	25,145	(13,367)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(44)	(7,099)	7,143	-
Loans/financing derecognised (other than write-off)	(7,958)	(10,143)	(2,731)	(20,832)
New loans/financing originated or purchased	19,070	-	-	19,070
Changes due to change in credit risk	(19,064)	(30,800)	35,377	(14,487)
Write-off	-	-	(51,300)	(51,300)
Other adjustments	2	4	11,377	11,383
At end of the financial period	82,804	247,424	345,474	675,702

The Bank 31/12/2024	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
At beginning of the financial year	95,645	392,797	469,349	957,791
Total transfer between stages due to change in credit risk:	(8,601)	(5,896)	14,497	-
- Transfer to 12-month ECL (Stage 1)	75,619	(70,871)	(4,748)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(55,819)	109,686	(53,867)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(28,401)	(44,711)	73,112	-
Loans/financing derecognised (other than write-off)	(44,492)	(123,972)	(42,443)	(210,907)
New loans/financing originated or purchased	117,434	-	-	117,434
Changes due to change in credit risk	(76,339)	23,717	91,322	38,700
Write-off	-	-	(196,304)	(196,304)
Other adjustments	(22)	24	25,152	25,154
At end of the financial year	83,625	286,670	361,573	731,868

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A14. AMOUNT DUE FROM CLIENTS AND BROKERS

	The Group	
	31/3/2025	31/12/2024
	RM'000	RM'000
Amount due from stock-broking clients:		
- performing accounts	309,514	293,933
- impaired accounts (i)	1,793	151
Amount due from brokers	76,275	60,110
Amount due from Bursa Securities Clearing Sdn Bhd	132,128	159,940
	519,710	514,134
Less: ECL (ii)	(1,857)	(227)
	517,853	513,907
(i) Movements of impaired amount due from stock-broking clients		
At beginning of the financial period/year	151	114
Classified as impaired	1,673	3,809
Reclassified as non-impaired	(31)	(3,772)
At end of the financial period/year	1,793	151
(ii) Movements in ECL		
At beginning of the financial period/year	227	223
Allowance made	1,688	3,957
Amount written-back	(58)	(3,953)
At end of the financial period/year	1,857	227

A15. OTHER ASSETS

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
Other debtors	502,261	437,041	235,137	262,298
Prepayments and deposits	181,327	165,006	96,703	88,510
Cheque clearing accounts	60,394	74,038	38,954	36,893
Foreclosed properties (i)	8,724	8,724	5,901	5,901
	752,706	684,809	376,695	393,602
Less: ECL (ii)	(20,992)	(21,067)	(9,290)	(9,290)
	731,714	663,742	367,405	384,312
(i) Foreclosed properties				
At beginning of the financial period/year	8,724	19,316	5,901	5,901
Disposal	-	(10,592)	-	-
At end of the financial period/year	8,724	8,724	5,901	5,901
(ii) Movements in ECL				
At beginning of the financial period/year	21,067	23,251	9,290	20,966
Allowance made	50	32,343	-	9,290
Amount written-back	(125)	(34,527)	-	(20,966)
At end of the financial period/year	20,992	21,067	9,290	9,290

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A16. OTHER LIABILITIES

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
BNM and CGC Funding programmes (a)	223,732	217,603	196,411	196,227
Margin and collateral deposits	122,349	128,852	95,600	102,476
Other creditors and accruals	305,616	291,487	168,261	145,045
Sundry creditors	398,053	518,993	313,824	489,463
Provision for zakat	5,224	6,301	1,032	1,048
Defined contribution plan (b)	51,712	37,114	48,339	34,822
Accrued employee benefits	39,669	168,291	10,699	120,024
Unearned income	119,944	121,481	35,265	34,931
Commissioned dealer's representatives trust balances	64,149	62,890	-	-
Securities borrowings and lending - borrow	247,308	202,696	-	-
Amounts payable to commissioned and salaried dealer's representatives	42,556	54,515	-	-
Add: ECL (c)				
- loan/financing commitments and financial guarantees	16,957	16,799	10,271	11,709
	1,637,269	1,827,022	879,702	1,135,745

(a) Includes monies received by the Group and the Bank under government financing scheme 'BNM SRF SME Fund' and 'SRF Tourism Fund' as part of the government support measures in response to COVID-19 for the purpose of SME lending with a six-year maturity amounting to RM160,758,000 (2024: RM160,758,000). The financing under the government scheme is for lending at concession rates to SMEs.

(b) The Group and the Bank contribute to EPF, the national defined contribution plan. Once the contributions have been paid, the Group and the Bank have no further payment obligations.

	Group		Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
(c) Movement in ECL				
At beginning of the financial period/year	16,799	49,117	11,709	15,067
Net remeasurement of loss allowance	337	(32,061)	(1,033)	(3,684)
New loan commitments and financial guarantees issued	1,881	13,400	1,334	10,292
Loan commitment and financial guarantees derecognised	(2,060)	(13,657)	(1,739)	(9,966)
At end of the financial period/year	16,957	16,799	10,271	11,709

A17. RESERVES

	Group		Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
FVOCI revaluation reserves (a)	213,788	170,624	228,886	207,027
Regulatory reserves (b)	597,837	473,143	461,563	335,563
Other reserves (c)	8,071	3,493	21,819	17,241
Retained profits	5,464,881	5,465,488	4,030,256	4,126,004
	6,284,577	6,112,748	4,742,524	4,685,835

(a) FVOCI revaluation reserves represent the unrealised gains or losses arising from the change in fair value of investments classified as financial investments at FVOCI. The gains or losses are transferred to the income statement upon disposal or when the securities become impaired.

(b) Pursuant to BNM Financial Reporting policy dated 29 April 2022, the Group and the Bank must maintain, in aggregate, loss allowance for non-credit-impaired exposures and regulatory reserves of no less than 1% of all credit exposures, net of loss allowance for credit-impaired exposures.

(c) Other reserves arose from the Long Term Incentive Plan ('LTIP') and share of insurance finance reserve from the associates.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A18. INTEREST INCOME

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Group				
Loan, advances and financing	517,721	532,475	517,721	532,475
Money at call and deposits placements with financial institutions	15,275	26,282	15,275	26,282
Reverse repurchase agreements with financial institutions	251	191	251	191
Financial investments at FVOCI	102,674	87,971	102,674	87,971
Financial investments at AC	77,693	94,797	77,693	94,797
Others	2,196	1,831	2,196	1,831
	715,810	743,547	715,810	743,547
The Bank				
Loan, advances and financing	440,756	452,853	440,756	452,853
Money at call and deposits placements with financial institutions	53,110	68,170	53,110	68,170
Reverse repurchase agreements with financial institutions	251	191	251	191
Financial investments at FVOCI	67,020	52,287	67,020	52,287
Financial investments at AC	79,896	95,462	79,896	95,462
Others	443	475	443	475
	641,476	669,438	641,476	669,438

A19. INTEREST EXPENSE

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Group				
Deposits from customers	343,576	392,945	343,576	392,945
Deposits and placements of banks and other financial institutions	63,715	69,705	63,715	69,705
Obligation on securities sold under repurchase agreements	50,235	49,620	50,235	49,620
Loans sold to Cagamas Berhad	30,096	25,989	30,096	25,989
Borrowings and Sukuk	18,215	7,241	18,215	7,241
Others	3,956	4,357	3,956	4,357
	509,793	549,857	509,793	549,857
The Bank				
Deposits from customers	301,523	349,422	301,523	349,422
Deposits and placements of banks and other financial institutions	59,598	65,314	59,598	65,314
Obligation on securities sold under repurchase agreements	47,860	44,842	47,860	44,842
Loans sold to Cagamas Berhad	30,096	25,989	30,096	25,989
Borrowings and Sukuk	18,301	7,241	18,301	7,241
Others	1,358	1,135	1,358	1,135
	458,736	493,943	458,736	493,943

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A20. NET FEE AND COMMISSION INCOME

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Group				
Fee and commission income:				
Gross brokerage fee income	25,459	19,866	25,459	19,866
Corporate advisory fees	928	2,467	928	2,467
Commission	11,546	11,845	11,546	11,845
Service charges and fees	18,488	37,802	18,488	37,802
Guarantee fees	3,272	3,751	3,272	3,751
Arrangement fees	565	325	565	325
Other fee income	9,383	8,171	9,383	8,171
	<u>69,641</u>	<u>84,227</u>	<u>69,641</u>	<u>84,227</u>
Fee and commission expense:				
Commission and referral expense	(10,532)	(3,114)	(10,532)	(3,114)
Net fee and commission income	<u>59,109</u>	<u>81,113</u>	<u>59,109</u>	<u>81,113</u>
The Bank				
Fee and commission income:				
Commission	11,536	11,834	11,536	11,834
Service charges and fees	18,389	37,724	18,389	37,724
Guarantee fees	3,105	3,595	3,105	3,595
Other fee income	190	136	190	136
	<u>33,220</u>	<u>53,289</u>	<u>33,220</u>	<u>53,289</u>
Fee and commission expense:				
Commission and referral expense	(5,385)	(3,114)	(5,385)	(3,114)
Net fee and commission income	<u>27,835</u>	<u>50,175</u>	<u>27,835</u>	<u>50,175</u>

A21. NET GAINS ON FINANCIAL INSTRUMENTS

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
The Group				
Income from financial instruments:				
Gains/(losses) arising on financial assets at FVTPL:				
- net gain on disposal	26,177	12,288	26,177	12,288
- unrealised (loss)/gain	(6,446)	224	(6,446)	224
- interest/profit income	26,756	14,439	26,756	14,439
- gross dividend income	700	681	700	681
(Losses)/gains on derivatives instruments:				
- realised loss	(2,385)	(937)	(2,385)	(937)
- unrealised (loss)/gain	(8,276)	14,578	(8,276)	14,578
- interest/profit income	7,039	3,350	7,039	3,350
Gains arising on financial investments at FVOCI:				
- net gain on disposal	10,486	2,601	10,486	2,601
Unrealised gains on fair value changes arising from fair value hedges	2,797	4,825	2,797	4,825
Net gains on financial instruments	<u>56,848</u>	<u>52,049</u>	<u>56,848</u>	<u>52,049</u>

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A21. NET GAINS ON FINANCIAL INSTRUMENTS (Cont.)

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Bank				
Income from financial instruments:				
Gains arising on financial assets at FVTPL:				
- net gain on disposal	3,369	726	3,369	726
- unrealised gain	7,360	641	7,360	641
- interest income	20,585	7,746	20,585	7,746
- gross dividend income	541	507	541	507
Gains/(losses) on derivatives instruments:				
- realised gain/(loss)	67	(470)	67	(470)
- unrealised (loss)/gain	(15,825)	9,656	(15,825)	9,656
- interest income	6,138	2,894	6,138	2,894
Gains arising on financial investments at FVOCI:				
- net gain on disposal	6,211	2,754	6,211	2,754
Unrealised gains on fair value changes arising from fair value hedges	2,797	4,825	2,797	4,825
Net gains on financial instruments	31,243	29,279	31,243	29,279

A22. OTHER INCOME

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Group				
Foreign exchange gains/(losses):				
- realised	74,994	(24,530)	74,994	(24,530)
- unrealised	(52,701)	29,853	(52,701)	29,853
Rental income	1,046	606	1,046	606
Gain on disposal of property and equipment	-	70	-	70
Other non-operating income	851	3,397	851	3,397
Total other income	24,190	9,396	24,190	9,396
The Bank				
Foreign exchange gains/(losses):				
- realised	32,596	(88,548)	32,596	(88,548)
- unrealised	(11,647)	91,014	(11,647)	91,014
Rental income	2,026	2,917	2,026	2,917
Other non-operating income	14,557	5,802	14,557	5,802
Total other income	37,532	11,185	37,532	11,185

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A23. OTHER OPERATING EXPENSES

The Group	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
<u>Personnel costs</u>				
Wages, salaries and bonus	155,687	167,619	155,687	167,619
Defined contribution plan	27,726	29,096	27,726	29,096
Voluntary separation scheme	4,874	-	4,874	-
Employee benefits share grant scheme ('SGS')	4,578	2,303	4,578	2,303
Other personnel costs	27,570	21,191	27,570	21,191
	220,435	220,209	220,435	220,209
<u>Promotion and marketing-related expenses</u>				
Business promotion and advertisement	5,808	9,683	5,808	9,683
Entertainment	370	411	370	411
Traveling and accommodation	1,266	1,396	1,266	1,396
Commission and brokerage expenses	4,041	4,812	4,041	4,812
Other marketing expenses	1,618	2,189	1,618	2,189
	13,103	18,491	13,103	18,491
<u>Establishment expenses</u>				
Equipment rental	1,015	896	1,015	896
Repair and maintenance	39,954	40,714	39,954	40,714
Depreciation of property and equipment	17,515	17,758	17,515	17,758
Depreciation of investment property	647	-	647	-
Depreciation of right-of-use assets	9,200	4,554	9,200	4,554
Amortisation of intangible assets	5,303	6,183	5,303	6,183
IT consultancy fee	1,110	211	1,110	211
Dataline rental	14,359	10,822	14,359	10,822
Security services	5,273	4,727	5,273	4,727
Electricity, water and sewerage	3,418	4,424	3,418	4,424
Insurance/Takaful and indemnities	6,499	7,756	6,499	7,756
Other establishment costs	4,456	4,856	4,456	4,856
	108,749	102,901	108,749	102,901
<u>General and administrative expenses</u>				
Telecommunication expenses	2,243	3,767	2,243	3,767
Auditors' remuneration	571	940	571	940
Professional fees	8,612	4,411	8,612	4,411
Property and equipment written-off	59	841	59	841
Mail and courier charges	884	849	884	849
Stationery and consumables	3,294	4,395	3,294	4,395
Directors' fees and allowances	1,999	1,954	1,999	1,954
Donations	2,008	623	2,008	623
Settlement, clearing and bank charges	11,058	8,501	11,058	8,501
Stamp duties	59	100	59	100
Operational and litigation write-off expenses	95	3	95	3
Subscription fees	4,445	2,787	4,445	2,787
Other administration and general expenses	1,438	8,175	1,438	8,175
	36,765	37,346	36,765	37,346
Total other operating expenses	379,052	378,947	379,052	378,947

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A23. OTHER OPERATING EXPENSES (Cont.)

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Bank				
<u>Personnel costs</u>				
Wages, salaries and bonus	84,598	100,958	84,598	100,958
Defined contribution plan	16,709	17,933	16,709	17,933
Voluntary separation scheme	4,874	-	4,874	-
Employee benefits share grant scheme ('SGS')	4,293	1,595	4,293	1,595
Other personnel costs	14,090	18,193	14,090	18,193
	<u>124,564</u>	<u>138,679</u>	<u>124,564</u>	<u>138,679</u>
<u>Promotion and marketing-related expenses</u>				
Business promotion and advertisement	5,447	9,226	5,447	9,226
Entertainment	141	182	141	182
Travelling and accommodation	698	843	698	843
Commission and brokerage expenses	3,841	4,398	3,841	4,398
Others marketing expenses	751	1,214	751	1,214
	<u>10,878</u>	<u>15,863</u>	<u>10,878</u>	<u>15,863</u>
<u>Establishment expenses</u>				
Equipment rental	793	663	793	663
Repair and maintenance	23,771	24,073	23,771	24,073
Depreciation of property and equipment	16,626	12,232	16,626	12,232
Depreciation of investment property	890	-	890	-
Depreciation of right-of-use assets	7,887	841	7,887	841
Amortisation of intangible assets	5,086	3,996	5,086	3,996
IT consultancy fee	1,110	211	1,110	211
Dataline rental	11,894	8,390	11,894	8,390
Security services	3,719	3,164	3,719	3,164
Electricity, water and sewerage	1,861	2,867	1,861	2,867
Insurance/Takaful and indemnities	4,859	5,374	4,859	5,374
Other establishment costs	(2,175)	10,896	(2,175)	10,896
	<u>76,321</u>	<u>72,707</u>	<u>76,321</u>	<u>72,707</u>
<u>General and administrative expenses</u>				
Telecommunication expenses	(286)	681	(286)	681
Auditors' remuneration	127	684	127	684
Professional fees	5,750	2,724	5,750	2,724
Property and equipment written-off	59	838	59	838
Mail and courier charges	862	540	862	540
Stationery and consumables	2,661	2,287	2,661	2,287
Directors' fees and allowances	859	832	859	832
Donations	1,998	599	1,998	599
Settlement, clearing and bank charges	9,304	7,145	9,304	7,145
Stamp duties	49	26	49	26
Operational and litigation write-off expenses	95	3	95	3
Other administration and general expenses	(2,211)	4,590	(2,211)	4,590
	<u>19,267</u>	<u>20,949</u>	<u>19,267</u>	<u>20,949</u>
Total other operating expenses	231,030	248,198	231,030	248,198

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A24. ALLOWANCES FOR/(WRITE-BACK OF) CREDIT IMPAIRMENT LOSSES

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Group				
ECL (written-back)/made on:				
- loans, advances and financing	(4,198)	(10,564)	(4,198)	(10,564)
- amount due from clients and brokers	1,630	38	1,630	38
- securities and placements	441	(360)	441	(360)
- loan/financing commitments and financial guarantee	159	(7,185)	159	(7,185)
Bad debts and financing:				
- recovered	(11,393)	(10,761)	(11,393)	(10,761)
- written-off	22,162	5,781	22,162	5,781
	8,801	(23,051)	8,801	(23,051)
The Bank				
ECL (written-back)/made on:				
- loans, advances and financing	(16,243)	4,379	(16,243)	4,379
- securities and placements	378	376	378	376
- loan/financing commitments and financial guarantee	(1,438)	(3,729)	(1,438)	(3,729)
Bad debts and financing:				
- recovered	(9,065)	(7,802)	(9,065)	(7,802)
- written-off	18,762	3,388	18,762	3,388
	(7,606)	(3,388)	(7,606)	(3,388)

A25. (WRITE-BACK OF)/ALLOWANCES FOR IMPAIRMENT LOSSES ON OTHER ASSETS

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Group				
Allowance for impairment (written-back)/made on:				
- amount due from joint ventures	-	32	-	32
- other debtors	(75)	4,668	(75)	4,668
	(75)	4,700	(75)	4,700

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A26. SEGMENTAL INFORMATION

The segment analysis for the individual and cumulative quarters ended 31 March 2025 and 31 March 2024 are as follows:

Current year's individual and cumulative quarter ended 31 March 2025:

	Commercial Banking RM'000	Investment Banking RM'000	Insurance RM'000	Others RM'000	Elimination RM'000	Total RM'000
Net interest income						
External income/(expense)	177,903	28,437	-	(7)	-	206,333
Intersegment income/(expense)	7,901	(7,957)	-	56	(316)	(316)
Total net interest income	185,804	20,480	-	49	(316)	206,017
Income from Islamic banking business	197,406	-	-	-	359	197,765
Net non-interest income	96,435	56,089	-	3,141	(15,518)	140,147
Total segment revenue	479,645	76,569	-	3,190	(15,475)	543,929
Operating expenses	(331,953)	(52,641)	-	(9,427)	14,969	(379,052)
of which:						
Depreciation of property and equipment	(16,661)	(528)	-	(83)	(243)	(17,515)
Depreciation of investment property	(890)	-	-	-	243	(647)
Depreciation of right-of-use assets	(7,915)	(2,256)	-	(101)	1,072	(9,200)
Amortisation of intangible assets	(5,114)	(187)	-	(2)	-	(5,303)
Allowances for impairment losses on loans, advances and financing, amount due from clients and brokers, securities and other assets	(4,826)	(3,856)	-	-	(44)	(8,726)
Segment results	142,866	20,072	-	(6,237)	(550)	156,151
Share of results of associates (net of tax)	-	-	22,000	-	-	22,000
Profit before taxation	142,866	20,072	22,000	(6,237)	(550)	178,151
Taxation						(54,064)
Net profit for the current individual and cumulative quarter						124,087
Segment assets						
Investment in associates	-	-	852,917	-	-	852,917
Other segment assets	106,699,217	8,626,510	-	4,936	(3,321)	115,327,342
Total segment assets	106,699,217	8,626,510	852,917	4,936	(3,321)	116,180,259
Segment liabilities						
Total segment liabilities	97,834,944	6,550,529	-	21,665	-	104,407,138
Other information						
Capital expenditure	50,335	95	-	-	-	50,430

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A26. SEGMENTAL INFORMATION (Cont.)

The segment analysis for the individual and cumulative quarters ended 31 March 2025 and 31 March 2024 are as follows (Cont.):

Preceding year's individual and cumulative quarter ended 31 March 2024:

	Commercial Banking RM'000	Investment Banking RM'000	Insurance RM'000	Others RM'000	Elimination RM'000	Total RM'000
Net interest income						
External income/(expense)	176,314	17,383	-	(92)	-	193,605
Intersegment income/(expense)	1,302	(1,439)	-	137	85	85
Total net interest income	177,616	15,944	-	45	85	193,690
Income from Islamic banking business	168,292	-	-	-	-	168,292
Net non-interest income	90,652	50,575	-	3,608	(2,277)	142,558
Total segment revenue	436,560	66,519	-	3,653	(2,192)	504,540
Operating expenses	(336,099)	(42,046)	-	(4,704)	3,902	(378,947)
of which:						
Depreciation of property and equipment	(17,066)	(607)	-	(85)	-	(17,758)
Depreciation of right-of-use assets	(3,547)	(1,927)	-	(95)	1,015	(4,554)
Amortisation of intangible assets	(5,981)	(200)	-	(2)	-	(6,183)
Write-back of/(allowances for) impairment losses on loans, advances and financing, amount due from clients and brokers, securities and other assets	19,542	(3,719)	-	-	2,528	18,351
Segment results	120,003	20,754	-	(1,051)	4,238	143,944
Share of results of associates (net of tax)	-	-	994	-	-	994
Profit before zakat and taxation	120,003	20,754	994	(1,051)	4,238	144,938
Zakat	-	(889)	-	-	-	(889)
Profit before taxation	120,003	19,865	994	(1,051)	4,238	144,049
Taxation						(33,841)
Net profit for the preceding individual and cumulative quarter						110,208
Segment assets						
Investment in associates	-	-	824,987	-	-	824,987
Other segment assets	97,697,719	8,778,578	-	22,198	(7,106)	106,491,389
Total segment assets	97,697,719	8,778,578	824,987	22,198	(7,106)	107,316,376
Segment liabilities						
Total segment liabilities	88,766,449	7,332,232	-	6,905	-	96,105,586
Other information						
Capital expenditure	99,446	1,973	-	(282)	-	101,137

A27. MATERIAL EVENT DURING AND SUBSEQUENT TO THE FINANCIAL PERIOD

There were no material events during and subsequent to the balance sheet date that require disclosure or adjustments to the unaudited condensed interim financial statements:

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A28. CHANGES IN THE COMPOSITION OF THE GROUP

There were no significant changes in the composition of the Group during the financial period under review.

A29. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions. These commitments and contingencies are not secured over the assets of the Group and the Bank. The principal amount of commitments and contingencies constitute the following:

The principal amounts of the commitments and contingencies of the Group and the Bank are as follows:

	The Group Principal Amount		The Bank Principal Amount	
	31/3/2025 RM'000	31/12/2024 RM'000	31/3/2025 RM'000	31/12/2024 RM'000
Direct credit substitutes *	556,245	547,957	395,796	395,893
Transaction-related contingent items	1,162,534	1,166,378	749,654	715,944
Short-term self-liquidating trade-related contingencies	3,013,996	3,695,873	107,044	43,616
Irrevocable commitments to extend credit				
- Maturity less than one year	12,202,186	10,816,768	4,924,866	4,553,519
- Maturity more than one year	2,684,932	2,640,368	1,800,598	1,827,307
Foreign exchange related contracts #				
- Less than one year	36,361,152	39,087,200	36,201,969	38,404,456
- One year to less than five years	305,891	110,334	199,960	-
Interest/profit rate related contracts #				
- Less than one year	2,012,496	2,119,000	1,527,496	1,514,000
- One year to less than five years	20,666,340	18,313,866	15,686,644	13,313,170
- Five years and above	850,860	868,367	747,835	765,342
Equity related contracts	192,374	94,098	-	-
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)	5,514,458	3,739,622	5,514,458	3,739,622
Unutilised credit card lines	2,061,177	1,986,666	1,636,209	1,592,949
	87,584,641	85,186,497	69,492,529	66,865,818

* Included in direct credit substitutes above are financial guarantee contracts of RM556,245,000 and RM395,796,000 at the Group and the Bank respectively (2024: RM547,957,000 and RM395,893,000 at the Group and the Bank respectively), of which fair value at the time of issuance is zero.

The fair value of these derivatives have been recognised as 'derivative financial instruments' in the statements of financial position and disclosed in Note A30 to the financial statements.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A30. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments measured at their fair values together with their corresponding contract/notional amounts and classified by remaining period to maturity/repricing date (whichever is earlier) as at reporting date are as follows:

	Contract/Notional Amount				Positive Fair Value				Negative Fair Value			
	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000
The Group												
As at 31 March 2025												
<u>Trading derivatives</u>												
Foreign exchange derivatives:												
- Currency forwards	8,837,919	8,762	-	8,846,681	97,058	8	-	97,066	30,790	36	-	30,826
- Cross currency interest rate swaps	8,932	88,399	-	97,331	47	1,071	-	1,118	45	1,009	-	1,054
- Currency swaps	27,503,557	8,770	199,960	27,712,287	41,098	43	4,257	45,398	59,838	8	2,184	62,030
- Currency options	20,598	-	-	20,598	77	-	-	77	69	-	-	69
Interest/profit rate derivatives:												
- Interest/profit rate swaps	2,012,496	11,172,000	7,235,861	20,420,357	10,124	70,952	65,488	146,564	8,223	59,516	57,677	125,416
- Interest/profit rate options	-	-	529,422	529,422	-	-	829	829	-	-	829	829
Equity derivatives	192,374	-	-	192,374	-	-	-	-	17,136	-	-	17,136
<u>Hedging derivatives</u>												
Interest/profit rate derivatives:												
- Interest/profit rate swaps	-	1,389,761	1,454,867	2,844,628	-	26,553	19,384	45,937	-	26,114	22,811	48,925
	38,575,876	12,667,692	9,420,110	60,663,678	148,404	98,627	89,958	336,989	116,101	86,683	83,501	286,285
As at 31 December 2024												
<u>Trading derivatives</u>												
Foreign exchange derivatives:												
- Currency forwards	8,546,145	8,762	-	8,554,907	98,766	25	-	98,791	120,727	4	-	120,731
- Cross currency interest rate swaps	8,932	92,802	-	101,734	5	1,062	-	1,067	3	983	-	986
- Currency swaps	30,531,690	8,770	-	30,540,460	159,910	10	-	159,920	77,855	24	-	77,879
- Currency options	14,300	-	-	14,300	59	-	-	59	35	-	-	35
Interest/profit rate derivatives:												
- Interest/profit rate swaps	2,119,000	7,711,000	7,120,675	16,950,675	8,730	59,620	65,884	134,234	6,432	45,656	52,780	104,868
- Interest/profit rate options	-	-	529,422	529,422	-	-	1,125	1,125	-	-	1,125	1,125
Equity derivatives	94,098	-	-	94,098	-	-	-	-	17,197	-	-	17,197
<u>Hedging derivatives</u>												
Interest/profit rate derivatives:												
- Interest/profit rate swaps	-	2,039,761	2,046,087	4,085,848	-	28,493	26,681	55,174	-	26,140	16,975	43,115
	41,314,165	9,861,095	9,696,184	60,871,444	267,470	89,210	93,690	450,370	222,249	72,807	70,880	365,936

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A30. DERIVATIVE FINANCIAL INSTRUMENTS (Cont.)

Derivative financial instruments measured at their fair values together with their corresponding contract/notional amounts and classified by remaining period to maturity/repricing date (whichever is earlier) as at reporting date are as follows:
(cont.)

	Contract/Notional Amount				Positive Fair Value				Negative Fair Value			
	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000	Up To 1 Year RM'000	> 1 - 3 Years RM'000	> 3 Years RM'000	Total RM'000
The Bank												
As at 31 March 2025												
<u>Trading derivatives</u>												
Foreign exchange derivatives:												
- Currency forwards	7,748,924	-	-	7,748,924	86,555	-	-	86,555	27,504	-	-	27,504
- Currency swaps	28,442,301	-	199,960	28,642,261	50,370	-	4,257	54,627	62,309	-	2,184	64,493
- Currency options	20,598	-	-	20,598	77	-	-	77	69	-	-	69
Interest rate derivatives:												
- Interest rate swaps	1,527,496	8,633,000	5,559,426	15,719,922	9,379	63,368	56,110	128,857	7,612	52,557	48,431	108,600
- Interest rate options	-	-	529,422	529,422	-	-	829	829	-	-	829	829
<u>Hedging derivatives</u>												
Interest rate derivatives:												
- Interest rate swaps	-	848,551	1,128,791	1,977,342	-	16,295	18,743	35,038	-	16,787	17,371	34,158
	37,739,319	9,481,551	7,417,599	54,638,469	146,381	79,663	79,939	305,983	97,494	69,344	68,815	235,653
As at 31 December 2024												
<u>Trading derivatives</u>												
Foreign exchange derivatives:												
- Currency forwards	7,444,470	-	-	7,444,470	82,110	-	-	82,110	112,910	-	-	112,910
- Currency swaps	30,950,582	-	-	30,950,582	169,049	-	-	169,049	79,490	-	-	79,490
- Currency options	14,300	-	-	14,300	59	-	-	59	35	-	-	35
Interest rate derivatives:												
- Interest rate swaps	1,514,000	5,638,000	4,957,239	12,109,239	7,977	52,696	53,260	113,933	6,162	39,931	43,175	89,268
- Interest rate options	-	-	529,422	529,422	-	-	1,125	1,125	-	-	1,125	1,125
<u>Hedging derivatives</u>												
Interest rate derivatives:												
- Interest rate swaps	-	1,498,551	1,720,011	3,218,562	-	22,013	24,309	46,322	-	21,126	12,657	33,783
	39,923,352	7,136,551	7,206,672	54,266,575	259,195	74,709	78,694	412,598	198,597	61,057	56,957	316,611

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A30. DERIVATIVE FINANCIAL INSTRUMENTS (Cont.)

Foreign exchange and interest rate related contracts are subject to market risk, credit risk and liquidity risk.

Market risk

Market risk is the potential change in value caused by movement in market rates or prices. The contractual amounts stated above provide only a measure of involvement in these types of transactions and do not represent the amount subject to market risk. Exposure to market risk may be reduced through offsetting on and off-balance sheet positions. As at the reporting date, the notional amount of foreign exchange exposure which was not hedged and hence, exposed to market risk was RM184,046,000 (2024: RM232,265,000), while the notional amount of interest rate contract was RM8,062,846,000 (2024: RM4,983,696,000).

Credit risk

Credit risk arises from the possibility that a counter-party may be unable to meet the terms of a contract in which the commercial bank has a gain position. As at the reporting date, the amounts of foreign exchange and interest rate credit risk, measured in terms of the cost to replace the profitable contracts, was RM535,615,000 (2024: RM598,837,000) and RM602,545,000 (2024: RM590,778,000) respectively. This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

Liquidity risk

Liquidity risk on derivatives is the risk that the derivative position cannot be closed out promptly. The exposure to liquidity risk is mitigated by entering into transactions where the underlying financial instruments are widely traded and also easily closed out through alternative markets.

Cash Requirement of the Derivatives

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as the fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Bank's credit ratings. As at the reporting date, there is no requirement for the Group to post any additional cash collateral on its derivative contracts.

Related Accounting Policies

The related accounting policies for off-balance sheet financial instruments applied in the condensed interim financial statements are consistent with those applied in the annual financial statements for the year ended 31 December 2024.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A31. CAPITAL ADEQUACY

Capital adequacy ratios of the Group and the Bank are computed in accordance with BNM's Capital Adequacy Framework (Capital Components) updated on 14 June 2024.

The Group and the Bank are currently adopting the Standardised Approach for Credit Risk, Market Risk and Operational Risk. 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% (2024: 7.000%) and 8.500% (2024: 8.500%) respectively for the financial year ended 31 December 2025. The minimum regulatory capital adequacy requirement is 10.500% (2024: 10.500%) for total capital ratio.

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
a) The components of CET 1, Tier 1 and Tier 2 capital:				
<u>CET 1</u>				
Paid-up share capital	5,488,544	5,488,544	5,488,544	5,488,544
Retained profits	5,464,881	5,465,488	4,030,256	4,126,004
Unrealised gains on FVOCI instruments	213,788	170,624	228,886	207,027
Other disclosed reserves	8,071	3,493	21,819	17,241
	11,175,284	11,128,149	9,769,505	9,838,816
Less: Regulatory adjustments:				
- Goodwill and other intangibles	(757,477)	(762,096)	(310,262)	(314,681)
- Deferred tax assets	(78,344)	(114,938)	(10,136)	(43,840)
- 55% of cumulative unrealised gains on FVOCI instruments	(117,583)	(93,843)	(125,887)	(113,865)
- Investment in subsidiaries, joint ventures and associates	(852,917)	(830,917)	(3,981,514)	(3,981,229)
Total CET 1 Capital	9,368,963	9,326,355	5,341,706	5,385,201
<u>Additional Tier 1 Capital</u>				
Additional Tier 1 Capital	1,000,000	1,000,000	500,000	500,000
Total Tier 1 Capital	10,368,963	10,326,355	5,841,706	5,885,201
<u>Tier 2 Capital</u>				
Subordinated MTNs	1,000,000	1,000,000	500,000	500,000
Expected loss provisions [#]	668,063	713,313	339,167	380,792
Total Tier 2 Capital	1,668,063	1,713,313	839,167	880,792
Total Capital	12,037,026	12,039,668	6,680,873	6,765,993
b) The breakdown of risk-weighted assets:				
Credit risk	62,981,231	63,843,561	37,771,208	40,161,190
Market risk	2,727,095	2,839,765	1,949,001	2,005,594
Operational risk	3,502,092	3,877,820	1,848,417	2,175,932
Total risk-weighted assets	69,210,418	70,561,146	41,568,626	44,342,716
c) Capital adequacy ratios:				
<u>Before effect of proposed dividends</u>				
CET 1 capital ratio	13.537%	13.217%	12.850%	12.145%
Tier 1 capital ratio	14.982%	14.635%	14.053%	13.272%
Total capital ratio	17.392%	17.063%	16.072%	15.258%
<u>After effect of proposed dividends</u> ^{Note 1}				
CET 1 capital ratio	13.537%	13.217%	12.850%	12.145%
Tier 1 capital ratio	14.982%	14.635%	14.053%	13.272%
Total capital ratio	17.392%	17.063%	16.072%	15.258%

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

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A31. CAPITAL ADEQUACY (Cont.)

Note 1:

Under the Dividend Reinvestment Plan ('DRP'), the amount of declared dividend to be deducted in the calculation of CET 1 Capital Ratio is determined in accordance with BNM's Implementation Guidance on Capital Adequacy Framework (Capital Components) (Implementation Guidance) issued on 9 December 2020.

Under the said Implementation Guidance, where a portion of the dividend may be reinvested under a DRP (the electable portion), the amount of the declared dividend to be deducted in the calculation of CET 1 Capital Ratio may be reduced as follows:

- (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 Ratio.

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 31 March 2025, RIA assets included in the Total Capital Ratio calculation amounted to RM3,364,038,000 (2023: RM3,259,649,000).

The capital adequacy ratios of Affin Islamic Bank Berhad are as follows:

	Economic Entity		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
CET 1 capital ratio	11.433%	11.732%	11.433%	11.732%
Tier 1 capital ratio	13.400%	13.801%	13.400%	13.801%
Total capital ratio	16.478%	17.046%	16.478%	17.046%

The capital adequacy ratios of Affin Hwang Investment Bank Berhad are as follows:

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
CET 1 capital ratio	37.418%	35.273%	38.507%	36.701%
Tier 1 capital ratio	37.418%	35.273%	38.507%	36.701%
Total capital ratio	38.160%	35.944%	39.272%	37.400%

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A32. FAIR VALUE MEASUREMENTS

The following table presents assets and liabilities measured at fair value and classified by level of the following fair value measurement hierarchy:

- (a) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
(b) Level 2 - quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
(c) Level 3 - valuations derived from valuation techniques in which one or more significant inputs are not based on observable market data.

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
The Group				
31 March 2025				
Financial Assets				
Financial assets at FVTPL:				
- Money market instruments	-	2,806,521	-	2,806,521
- Corporate Bonds/Sukuk	-	150,988	-	150,988
- Shares and unit trusts	101,962	-	121,937	223,899
	<u>101,962</u>	<u>2,957,509</u>	<u>121,937</u>	<u>3,181,408</u>
Derivative financial instruments	-	336,989	-	336,989
Financial investments at FVOCI:				
- Money market instruments	-	7,619,188	-	7,619,188
- Shares	-	-	267,251	267,251
- Corporate Bonds/Sukuk	-	7,581,694	-	7,581,694
	<u>-</u>	<u>15,200,882</u>	<u>267,251</u>	<u>15,468,133</u>
	<u>101,962</u>	<u>18,495,380</u>	<u>389,188</u>	<u>18,986,530</u>
Financial Liabilities				
Derivative financial instruments	-	286,285	-	286,285
31 December 2024				
Financial Assets				
Financial assets at FVTPL:				
- Money market instruments	-	1,176,079	-	1,176,079
- Corporate Bonds/Sukuk	-	101,593	-	101,593
- Shares and unit trusts	147,674	-	136,991	284,665
	<u>147,674</u>	<u>1,277,672</u>	<u>136,991</u>	<u>1,562,337</u>
Derivative financial instruments	-	450,370	-	450,370
Financial investments at FVOCI:				
- Money market instruments	-	5,926,062	-	5,926,062
- Shares	-	-	267,251	267,251
- Corporate Bonds/Sukuk	-	7,708,144	-	7,708,144
	<u>-</u>	<u>13,634,206</u>	<u>267,251</u>	<u>13,901,457</u>
	<u>147,674</u>	<u>15,362,248</u>	<u>404,242</u>	<u>15,914,164</u>
Financial Liabilities				
Derivative financial instruments	-	365,936	-	365,936

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A32. FAIR VALUE MEASUREMENTS (Cont.)

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
The Bank				
31 March 2025				
Financial Assets				
Financial assets at FVTPL:				
- Money market instruments	-	3,084,874	-	3,084,874
- Corporate Bonds/Sukuk	-	92,509	-	92,509
- Unquoted shares	-	-	121,937	121,937
	-	3,177,383	121,937	3,299,320
Derivative financial instruments	-	305,983	-	305,983
Financial investments at FVOCI:				
- Money market instruments	-	2,892,273	-	2,892,273
- Unquoted shares	-	-	241,057	241,057
- Corporate Bonds/Sukuk	-	4,135,456	-	4,135,456
	-	7,027,729	241,057	7,268,786
	-	10,511,095	362,994	10,874,089
Financial Liabilities				
Derivative financial instruments	-	235,653	-	235,653
31 December 2024				
Financial Assets				
Financial assets at FVTPL:				
- Money market instruments	-	1,688,352	-	1,688,352
- Corporate Bonds/Sukuk	-	27,493	-	27,493
- Unquoted shares	-	-	136,991	136,991
	-	1,715,845	136,991	1,852,836
Derivative financial instruments	-	412,598	-	412,598
Financial investments at FVOCI:				
- Money market instruments	-	2,137,637	-	2,137,637
- Unquoted shares	-	-	241,057	241,057
- Corporate Bonds/Sukuk	-	3,667,313	-	3,667,313
	-	5,804,950	241,057	6,046,007
	-	7,933,393	378,048	8,311,441
Financial Liabilities				
Derivative financial instruments	-	316,611	-	316,611

Financial instruments are classified as Level 1 if their value is observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted prices is readily available, and the price represents actual and regularly occurring market transactions. An active market is one in which transactions occur with sufficient volume and frequency to provide pricing information on an on-going basis. These would include actively traded listed equities and actively exchange-traded derivatives.

Where fair value is determined using quoted market prices in less active markets or quoted prices for similar assets and liabilities, such instruments are generally classified as Level 2. In cases where quoted prices are generally not available, the Group and the Bank then determine fair value based upon valuation techniques that use as inputs, market parameters including but not limited to yield curves, volatilities and foreign exchange rates. The majority of valuation techniques employ only observable market data and so reliability of the fair value measurement is high.

Financial instruments are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). Such inputs are generally determined based on observable inputs of a similar nature, historical observations on the level of the input or other analytical techniques.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A32. FAIR VALUE MEASUREMENTS (Cont.)

This category includes unquoted shares held for socio economic reasons. Fair values for shares held for socio economic reasons are based on the net tangible assets of the affected companies. The Group's and the Bank's exposure to financial instruments classified as Level 3 comprised a small number of financial instruments which constitute an insignificant component of the Group's and the Bank's portfolio of financial instruments. Hence, changing one or more of the inputs to reasonable alternative assumptions would not change the value significantly for the financial assets in Level 3 of the fair value hierarchy.

The Group and the Bank recognise transfers between levels of the fair value hierarchy at the end of the reporting period during which the transfer has occurred. Transfers between fair value hierarchy primarily due to change in the level of trading activity, change in observable market activity related to an input, reassessment of available pricing information and change in the significance of the unobservable input. There were no transfers between Level 1, 2 and 3 of the fair value hierarchy during the financial year (2024: RM Nil).

The following table presents the changes in Level 3 instruments for the financial period/year ended:

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
At beginning of the financial period/year	404,242	361,242	378,048	336,477
Total (losses)/gains recognised in other comprehensive income	(15,054)	43,000	(15,054)	41,571
At end of the financial period/year	389,188	404,242	362,994	378,048

Effect of changes in significant unobservable assumptions to reasonably possible alternative

As at reporting date, financial instruments measured with valuation techniques using significant unobservable inputs (Level 3) mainly include unquoted shares held for socio-economic purposes.

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A33. OPERATIONS OF ISLAMIC BANKING - AFFIN ISLAMIC BANK BERHAD

(i) Unaudited Statements of Financial Position

	Economic Entity	
	31/3/2025	31/12/2024
	RM'000	RM'000
ASSETS		
Cash and short-term funds	1,026,232	2,442,382
Financial assets at fair value through profit or loss ('FVPTL')	771,628	451,582
Derivative financial instruments	25,093	25,387
Financial investments at fair value through other comprehensive income ('FVOCI')	4,253,729	3,940,222
Financial investments at amortised cost ('AC')	4,551,191	4,594,961
Financing and other financing	34,401,840	33,009,886
Other assets	168,650	174,366
Amount due from joint ventures	5,778	4,639
Tax recoverable	-	9,042
Deferred tax assets	35,940	39,640
Statutory deposits with Bank Negara Malaysia	539,000	539,000
Property and equipment	1,066	1,090
Right-of-use assets	107	133
Intangible assets	977	1,004
TOTAL ASSETS	45,781,231	45,233,334
LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		
Deposits from customers	29,291,325	28,762,862
Investment accounts of customers	75,738	757,600
Deposits and placements of banks and other financial institutions	3,429,586	4,164,774
Investment accounts due to designated financial institutions	3,357,785	3,262,300
Derivative financial instruments	28,083	21,357
Recourse obligation on financing sold to Cagamas Berhad	2,317,049	2,125,431
Other liabilities	295,900	256,624
Amount due to holding company	1,489,401	546,064
Provision for taxation	927	-
Lease liabilities	135	162
Subordinated and Senior Sukuk	2,454,843	2,368,791
TOTAL LIABILITIES	42,740,772	42,265,965
ISLAMIC BANKING CAPITAL FUNDS		
Share capital	1,310,000	1,310,000
Reserves	1,730,459	1,657,369
Total Islamic Banking Capital Funds	3,040,459	2,967,369
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS	45,781,231	45,233,334
COMMITMENTS AND CONTINGENCIES	13,553,253	12,635,865

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A33. OPERATIONS OF ISLAMIC BANKING - AFFIN ISLAMIC BANK BERHAD (Cont.)

(ii) Unaudited Income Statements

	Economic Entity			
	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
Income derived from investment of depositors' funds and others	464,477	402,352	464,477	402,352
Income derived from investment of investment accounts	48,338	49,272	48,338	49,272
Income derived from investment of shareholders' funds	43,443	38,154	43,443	38,154
(Allowance for)/write-back of impairment losses on financing and other financing	(12,432)	16,184	(12,432)	16,184
Allowance for impairment losses on other assets	-	(32)	-	(32)
Total distributable income	543,826	505,930	543,826	505,930
Income attributable to the depositors and others	(315,174)	(275,914)	(315,174)	(275,914)
Income attributable to the investment accounts holders	(40,614)	(43,451)	(40,614)	(43,451)
Total net income	188,038	186,565	188,038	186,565
Other operating expenses	(100,967)	(87,943)	(100,967)	(87,943)
Profit before taxation	87,071	98,622	87,071	98,622
Taxation	(23,350)	(25,342)	(23,350)	(25,342)
Net profit for the financial period	63,721	73,280	63,721	73,280

(iii) Unaudited Statements of Comprehensive Income

	Economic Entity			
	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025 RM'000	31/3/2024 RM'000	31/3/2025 RM'000	31/3/2024 RM'000
Net profit for the financial period	63,721	73,280	63,721	73,280
Other comprehensive income/(loss):				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
- Net fair value change in financial investments at FVOCI	16,344	172	16,344	172
- Net credit impairment loss change in financial investments at FVOCI	36	94	36	94
- Net loss on financial investments measured at FVOCI				
reclassified to profit or loss on disposal (debt instruments)	(3,627)	(1,440)	(3,627)	(1,440)
- Deferred tax on financial investments at FVOCI	(3,669)	397	(3,669)	397
Other comprehensive income/(loss) for the financial period, net of tax	9,084	(777)	9,084	(777)
Total comprehensive income for the financial period	72,805	72,503	72,805	72,503

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A33. OPERATIONS OF ISLAMIC BANKING - AFFIN ISLAMIC BANK BERHAD (Cont.)

(iv) Unaudited Condensed Statement of Changes in Equity

Economic Entity	Attributable to Equity Holder of the Bank					Total equity RM'000
	Non-distributable			Distributable		
	Share capital RM'000	FVOCI	Regulatory	Other	Retained	
		revaluation reserves RM'000	reserves RM'000	reserves RM'000	profits RM'000	
At 1 January 2025	1,310,000	(1,463)	92,468	1,001	1,565,363	2,967,369
Net profit for the financial period	-	-	-	-	63,721	63,721
Other comprehensive income (net of tax):						
- Financial investments at FVOCI	-	9,084	-	-	-	9,084
Total comprehensive income for the financial period	-	9,084	-	-	63,721	72,805
Share grant scheme granted	-	-	-	285	-	285
At 31 March 2025	1,310,000	7,621	92,468	1,286	1,629,084	3,040,459

	Attributable to Equity Holder of the Bank					Total equity RM'000
	Share capital RM'000	Non-distributable			Distributable	
		FVOCI revaluation reserves RM'000	Regulatory reserves RM'000	Other reserves RM'000	Retained profits RM'000	
Economic Entity						
At 1 January 2024	1,210,000	11,452	46,469	214	1,375,320	2,643,455
Net profit for the financial period	-	-	-	-	73,280	73,280
Other comprehensive loss (net of tax):						
- Financial investments at FVOCI	-	(777)	-	-	-	(777)
Total comprehensive (loss)/income for the financial period	-	(777)	-	-	73,280	72,503
Issued during the financial period	100,000	-	-	-	-	100,000
Share grant scheme granted	-	-	-	134	-	134
At 31 March 2024	1,310,000	10,675	46,469	348	1,448,600	2,816,092

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A33. OPERATIONS OF ISLAMIC BANKING - AFFIN ISLAMIC BANK BERHAD (Cont.)

	Economic Entity	
	31/3/2025	31/12/2024
	RM'000	RM'000
(v) Financing and other financing		
By type		
Cash Line-i	1,030,362	856,320
Term financing:		
- Housing financing	10,324,493	10,342,543
- Hire purchase receivables	8,334,005	7,882,486
- Syndicated financing	1,780,931	1,151,080
- Others term financing	11,031,836	10,405,745
Bills receivables	115,942	136,133
Trust receipts	7,448	22,354
Claims on customers under acceptance credits	1,233,417	1,239,055
Staff financing	143,367	140,107
Credit/charge cards receivables	98,914	94,064
Revolving financing	699,005	1,135,577
Gross financing and other financing	34,799,720	33,405,464
Less: ECL	(397,880)	(395,578)
Total net financing and other financing	34,401,840	33,009,886
(vi) Movements of impaired financing		
At beginning of the financial period/year	305,850	220,978
Classified as impaired	114,830	474,586
Reclassified as non-impaired	(64,089)	(239,033)
Amount recovered	(5,734)	(81,586)
Amount written-off	(14,739)	(69,095)
At end of the financial period/year	336,118	305,850
Ratio of gross impaired financing and other financing to gross financing and other financing (exclude RIA)*	1.03%	0.98%

(*) For the Bank, RIA excluded in the ratio calculation amounting to RM3,364,038,000 (2024: RM3,259,649,000) with impaired financing amounting to RM11,578,000 (2024: RM11,382,000).

The outstanding contractual amounts of such assets written-off during the financial period/year for the Bank is RM14,739,000 (2024: RM69,095,000).

Part A - Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS') 134 and Policy Document on Financial Reporting issued by Bank Negara Malaysia

A33. OPERATIONS OF ISLAMIC BANKING - AFFIN ISLAMIC BANK BERHAD (Cont.)

(vii) Movements in expected credit losses for financing and other financing

	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
Economic Entity				
31/3/2025				
At beginning of the financial period	64,380	216,903	114,295	395,578
Total transfer between stages due to change in credit risk:	(290,644)	299,943	(9,299)	-
- Transfer to 12-month ECL (Stage 1)	17,060	(15,385)	(1,675)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(307,682)	320,853	(13,171)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(22)	(5,525)	5,547	-
Financing derecognised (other than write-off)	(4,231)	(309,230)	(353)	(313,814)
New financing originated or purchased	314,537	-	-	314,537
Changes due to change in credit risk	(18,102)	3,480	25,696	11,074
Write-off	-	-	(12,070)	(12,070)
Other adjustments	(2)	-	2,577	2,575
At end of the financial period	65,938	211,096	120,846	397,880
Economic Entity				
31/12/2024				
At beginning of the financial year	52,663	294,440	82,275	429,378
Total transfer between stages due to change in credit risk:	(108,497)	137,310	(28,813)	-
- Transfer to 12-month ECL (Stage 1)	35,659	(27,627)	(8,032)	-
- Transfer to Lifetime ECL not credit impaired (Stage 2)	(142,421)	192,763	(50,342)	-
- Transfer to Lifetime ECL credit impaired (Stage 3)	(1,735)	(27,826)	29,561	-
Financing derecognised (other than write-off)	(16,489)	(188,402)	(5,221)	(210,112)
New financing originated or purchased	170,247	-	-	170,247
Changes due to change in credit risk	(33,573)	(26,447)	112,396	52,376
Write-off	-	-	(55,319)	(55,319)
Other adjustments	29	2	8,977	9,008
At end of the financial year	64,380	216,903	114,295	395,578

(viii) Deposits from customers

	Economic Entity	
	31/3/2025	31/12/2024
	RM'000	RM'000
<u>Qard</u>		
Demand deposits	6,870,903	6,879,112
Savings deposits	823,309	786,248
	7,694,212	7,665,360
<u>Mudarabah</u>		
General investment deposits	27,866	27,660
<u>Tawarruq</u>		
Murabahah term deposits	18,653,232	17,947,587
Commodity Murabahah	826,397	576,349
Savings deposits	975,915	1,373,544
Demand deposit	1,113,703	1,172,362
	21,569,247	21,069,842
Total deposits from customers	29,291,325	28,762,862

Part B - Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. REVIEW OF PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES

Table 1: Financial review for individual and cumulative quarter ended 31 March 2025 against preceding year's corresponding quarter

	Individual Quarter Ended		Changes		Cumulative Quarter Ended		Changes	
	31/3/2025 RM'000	31/3/2024 RM'000	RM'000	%	31/3/2025 RM'000	31/3/2024 RM'000	RM'000	%
Net Income	543,929	504,540	39,389	7.8	543,929	504,540	39,389	7.8
Operating Profit	156,151	143,944	12,207	8.5	156,151	143,944	12,207	8.5
Profit Before Zakat and Tax	178,151	144,938	33,213	22.9	178,151	144,938	33,213	22.9
Profit Before Tax	178,151	144,049	34,102	23.7	178,151	144,049	34,102	23.7
Profit After Tax	124,087	110,208	13,879	12.6	124,087	110,208	13,879	12.6

i. Analysis of financial performance of current year-to-date vs. previous corresponding year-to-date

The Group reported a Profit Before Taxation ('PBT') of RM178.2 million for the financial period ended 31 March 2025, representing an increase of RM34.1 million or 23.7% compared to RM144.0 million recorded in the previous corresponding period. The increase in PBT was primarily attributed to a higher net income of RM39.4 million and a higher share of results from associates of RM21.0 million.

Gross loans and financing marked a year-on-year growth of 7.1%, achieving a value of RM72.9 billion, as compared to RM68.0 billion as of 31 March 2024. Customer deposits increased by 5.2% to RM75.5 billion, while the Current Account and Savings Account ('CASA') ratio continued to improve to 32.2% as of 31 March 2025, as compared to 24.9% as of 31 March 2024.

As of the end of the financial period on 31 March 2025, the CET 1 Capital Ratio, Tier 1 Capital Ratio and Total Capital Ratio stood at 13.5%, 15.0% and 17.4%, respectively.

Commercial Banking

ABB recorded a PBT of RM55.9 million for the financial period ended 31 March 2025. This represented an increase of RM34.6 million as compared to RM21.3 million in the previous corresponding period. The increase in PBT was mainly due to a higher income of RM13.2 million, a lower operating expenses of RM17.2 million and a higher write-back of impairment losses by RM4.2 million.

AIBB recorded a PBT of RM87.1 million for the financial period ended 31 March 2025. This represented a decrease of RM11.6 million as compared to RM98.6 million in the previous corresponding period. The result was mainly attributable to a higher operating expenses and a higher allowance for impairment losses by RM13.0 million and RM28.6 million respectively.

Investment Banking

For the financial period ended 31 March 2025, AHIBB Group recorded a PBT of RM20.1 million, compared to RM19.9 million recorded in the previous corresponding period.

B2. COMMENTS ON PERFORMANCE OF CURRENT QUARTER AGAINST IMMEDIATE PRECEDING QUARTER'S RESULTS

	Current Financial Quarter	Preceding Financial Quarter	Changes	
	31/3/2025 RM'000	31/12/2024 RM'000	RM'000	%
Net income	543,929	557,671	(13,742)	(2.5)
Operating Profit	156,151	174,023	(17,872)	(10.3)
Profit Before Zakat and Tax	178,151	208,361	(30,210)	(14.5)
Profit Before Tax	178,151	206,347	(28,196)	(13.7)
Profit After Tax	124,087	135,096	(11,009)	(8.1)

For the current financial quarter, the Group's PBT reported at RM178.2 million, a decrease of RM28.2 million or 13.7% compared to RM206.3 million recorded in the immediate preceding quarter ended 31 December 2024. The lower PBT was mainly due to a lower net income of RM13.7 million and a lower share of results from associates by RM12.3 million. There was also an allowance for impairment losses of RM8.7 million in the current quarter compared to a write-back of impairment losses of RM81.8 million in the preceding quarter.

Part B - Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B3. ECONOMIC AND BUSINESS OUTLOOK FOR 2025

The global economic environment has become increasingly uncertain in the current quarter of 2025 following the announcement of global tariffs by the U.S. President. These tariffs have triggered fresh concerns around trade fragmentation, prompting market volatility and a reassessment of global growth expectations. These developments are expected to exert a dampening effect on GDP growth in the upcoming quarters if implemented as Malaysia remains heavily reliant on external trade.

While the domestic economy remained broadly stable in the current quarter, there is a risk of a softening in export momentum and a more cautious sentiment among businesses. The banking sector remains well-capitalized and liquid, but may face potential pressure on profitability should economic activity moderate further.

The Group and the Bank will continue to focus on prudent risk management, disciplined cost control, and customer engagement across key segments. We remain confident in the resilience of our core franchise and will adapt to evolving macroeconomic conditions to support our clients and sustain long-term value creation. We have built the foundation for digital revolution to increase further our customer acquisition strategy. Our deal pipeline remains robust with many merger and acquisition opportunities from volatility in capital markets. Our focus on retail and SME business will be driven by payroll amounts and term investment accounts.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

There was no profit forecast or profit guarantee issued by the Group and the Bank.

B5. TAXATION

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Group				
Malaysian income tax				
Current tax expense	33,064	42,455	33,064	42,455
Deferred tax expense/(credit):				
- Relating to originating and reversal of temporary differences	21,000	(8,614)	21,000	(8,614)
	54,064	33,841	54,064	33,841

For the current period, the Group's effective tax rate was higher than the statutory tax rate, mainly due to certain expenses not deductible for tax purposes, net of certain income not subject to tax or subject to lower tax rate.

For the preceding year's corresponding period, the Group's effective tax rate was lower than the statutory tax rate, mainly due to certain income not subject to tax or subject to lower tax rate, net of certain expenses not deductible for tax purposes.

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
	RM'000	RM'000	RM'000	RM'000
The Bank				
Malaysian income tax				
Current tax expense	-	2,177	-	2,177
Deferred tax expense:				
- Relating to originating and reversal of temporary differences	25,674	1,015	25,674	1,015
	25,674	3,192	25,674	3,192

For the current period, the Bank's effective tax rate was higher than the statutory tax rate, mainly due to certain expenses not deductible for tax purposes, net of certain income not subject to tax or subject to lower tax rate.

For the preceding year's corresponding period, the Bank's effective tax rate was lower than the statutory tax rate, mainly due to certain income not subject to tax or subject to lower tax rate, net of certain expenses not deductible for tax purposes.

B6. STATUS OF CORPORATE PROPOSALS

There were no corporate proposal reported during the financial year under review other than the following:

Proposed Bonus Issue

The Bank had on 25 February 2025 announced a proposed share reward to the shareholders in the form of a bonus issue of up to 133,360,363 new ordinary shares in the Bank ('Bonus Shares') on the basis of 1 Bonus Share for every 18 existing ordinary shares held in the Bank ('Proposed Bonus Issue').

The Proposed Bonus Issue has been approved on 11 March 2025 by Bursa Malaysia Securities Berhad for the listing of and quotation for the Bonus Shares and shareholders of the Bank on 16 April 2025 during the annual general meeting.

The listing of and quotation for the Bonus Shares on the Main Market of Bursa Securities has been completed on 5 May 2025.

Part B - Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B7. DEPOSITS, LEASE LIABILITIES AND BORROWINGS

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
(i) Deposits from Customers				
<u>By Types of Deposit:</u>				
Demand Deposits	17,839,615	16,251,930	9,889,300	8,214,689
Savings Deposits	6,468,259	6,131,696	4,669,035	3,971,904
Fixed Deposits	49,393,618	49,863,800	27,065,451	28,032,644
Commodity Murabahah Deposits	540,027	576,349	-	-
Money Market Deposits	297,803	225,506	297,803	225,506
Negotiable Instruments of Deposits ('NID')	893,628	660,075	607,258	660,075
Others	33,585	34,163	-	-
	75,466,535	73,743,519	42,528,847	41,104,818
<u>By Maturity structure of fixed deposits, NID and others:</u>				
Due within six months	34,385,438	35,843,215	17,130,556	20,073,937
Six months to one year	15,574,740	14,539,671	10,488,357	8,458,579
One year to three years	358,181	172,748	51,583	158,113
Three years to five years	2,472	2,404	2,213	2,090
	50,320,831	50,558,038	27,672,709	28,692,719
<u>By Types of Customer:</u>				
Government and statutory bodies	17,252,075	14,465,811	6,919,616	5,272,370
Business enterprises	16,807,525	17,972,061	7,649,652	8,298,197
Individuals	33,822,693	34,038,820	24,418,164	24,475,521
Domestic Banking institutions	1,044,323	829,164	790,515	839,178
Domestic non-Banking financial institutions	4,262,434	4,427,691	1,183,550	829,242
Foreign entities	1,034,913	879,551	773,076	615,290
Others	1,242,572	1,130,421	794,274	775,020
	75,466,535	73,743,519	42,528,847	41,104,818
(ii) Deposits and Placement of Banks and Other Financial Institutions				
<u>By Types of Institution:</u>				
Licensed banks	3,163,016	2,953,794	2,669,283	3,339,215
Licensed investment banks	282,844	194,972	-	44,960
Other financial institutions	6,010,995	5,469,645	2,958,989	1,799,414
	9,456,855	8,618,411	5,628,272	5,183,589
<u>By Maturity structure of deposits:</u>				
Due within six months	8,900,213	7,419,943	5,628,272	5,092,622
Six months to one year	405,776	644,047	-	90,967
One year to three years	150,866	554,421	-	-
	9,456,855	8,618,411	5,628,272	5,183,589
(iii) Lease Liabilities				
At beginning of financial year	65,404	45,721	57,251	38,278
Additions	3,092	50,512	3,092	45,898
Interest/Profit expense	602	2,258	535	1,922
Lease payments	(9,170)	(33,087)	(8,056)	(28,847)
At end of the financial period/year	59,928	65,404	52,822	57,251

Part B - Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B7. DEPOSITS, LEASE LIABILITIES AND BORROWINGS (Cont.)

	The Group		The Bank	
	31/3/2025	31/12/2024	31/3/2025	31/12/2024
	RM'000	RM'000	RM'000	RM'000
(iv) Borrowings and Sukuk				
(a) Tier-2 Subordinated Medium Term Notes ('MTN')	504,385	510,890	504,385	510,890
(b) Additional Tier-1 Capital Securities ('AT1CS')	507,730	500,703	507,730	500,703
(c) Additional Tier-1 Sukuk Wakalah ('AT1S')	512,183	505,808	-	-
(d) MTN Tier-2 Sukuk Murabahah	511,003	470,099	-	-
(e) Senior Sukuk/MTN	1,774,699	1,790,732	508,087	503,032
(f) Commercial Paper ('CP')	88,327	-	24,535	4,956
	3,898,327	3,778,232	1,544,737	1,519,581
Fair value changes arising from fair value hedges	(11,676)	(13,352)	(11,676)	(13,352)
	3,886,651	3,764,880	1,533,061	1,506,229

(a) Tier-2 Subordinated Medium Term Notes ('Subordinated MTNs')

ABB had, on 26 July 2022, issued the 3rd series of the Subordinated MTNs amounting to RM500.0 million 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 5.00%. The Subordinated MTNs were issued for the purpose of general banking business and working capital requirements of ABB.

(b) Additional Tier-1 Capital Securities ('AT1CS')

ABB had, on 23 June 2023, issued second series of AT1CS of RM500.0 million out of its approved BASEL III Compliant AT1CS Programme of up to RM3.0 billion in nominal value. The second series AT1CS was issued on perpetual non-callable 5-year basis, at a fixed coupon rate of 5.70%. The second series AT1CS was issued for the purpose of general banking business and working capital requirements of ABB.

(c) Additional Tier 1 Sukuk Wakalah ('AT1S')

AIBB had, on 10 October 2023, issued the second tranche of AT1S of RM500.0 million out of its approved BASEL III Compliant Islamic MTN Programme of RM5.0 billion in nominal value. The AT1S was issued on a perpetual non-callable 5 years basis, at a fixed distribution rate of 5.10%. The AT1S was issued for the purpose of general banking business and working capital requirements of AIBB.

(d) MTN Tier-2 Sukuk Murabahah

AIBB had, on 13 October 2023, issued the second tranche of MTN Tier-2 Sukuk Murabahah of RM500.0 million out of its approved BASEL III Compliant MTN programme. The 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 4.66%. The Sukuk Murabahah was issued for the purpose of general banking business and working capital requirements of AIBB.

(e) Senior Sukuk/MTN

AIBB had, on 16 December 2022, issued two Senior Sukuk of RM230.0 million for a tenure of 3 years from the issue date, at a profit rate of 4.55% and RM520.0 million for a tenure of 5 years from the issue date, at a profit rate of 4.75%. The Senior Sukuk was issued for the purpose of general banking business and working capital requirements of AIBB.

On 12 December 2023, AIBB had issued another tranche of Senior Sukuk Murabahah of RM600.0 million out of its Sukuk Programme. The Sukuk is issued for a tenure of 3 years from the issue date, at a profit rate of 4.15%. The Senior Sukuk Murabahah was issued for the purpose of general banking business and working capital requirements of AIBB.

On 8 May 2024, ABB had issued another tranche of Senior MTN of RM500.0 million out of its MTN Programme. The MTN is issued for a tenure of 5 years from the issue date, at a coupon rate of 4.10%. The Senior MTN was issued for the purpose of general banking business and working capital requirements of ABB.

(f) Commercial Paper ('CP')

ABB, AIBB and AHIBB had on 27 September 2024, each issued CP or Islamic CP ('ICP') of RM5.0 million for a tenure of 6 months from the issue date, at a discount/profit rate of 3.70%. The CPs and ICP were issued for the purpose of general banking business and working capital requirements of their respective institutions. ABB had subscribed to the ICP and CP issued by AIBB and AHIBB respectively, while AHIBB had subscribed to the CP issued by ABB. All the CPs and ICP were fully redeemed on 27 March 2025.

ABB and AIBB had on 27 March 2025, issued CP of RM25.0 million and ICP of RM65.0 million respectively, both for a tenure of 6 months from the issue date, at a discount/profit rate of 3.81%. The CP and ICP were issued for the purpose of general banking business and working capital requirements of ABB and AIBB.

Part B - Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B8. MATERIAL LITIGATION

There is no material litigation during the financial period ended 31 March 2025.

B9. DIVIDENDS

No dividend has been proposed for the quarter under review.

B10. EARNINGS PER SHARE

(a) Basic

The basic earnings per ordinary share for the Group and the Bank have been calculated by dividing the net profit attributable to the equity holders of the Group and the Bank by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
The Group				
Net profit attributable to the equity holders of the Bank (RM'000)	124,087	110,208	124,087	110,208
Weighted average number of ordinary shares in issue ('000)	2,400,487	2,346,488	2,400,487	2,346,488
Basic earnings per share (sen)	5.17	4.70	5.17	4.70
The Bank				
Net profit attributable to the equity holders of the Bank (RM'000)	30,252	18,132	30,252	18,132
Weighted average number of ordinary shares in issue ('000)	2,400,487	2,346,488	2,400,487	2,346,488
Basic earnings per share (sen)	1.26	0.77	1.26	0.77

(b) Diluted

During the financial period ended 31 March 2025, diluted EPS is calculated by dividing the net profit attributable to equity holders of the Bank, which require no adjustment for the effects of dilutive potential ordinary shares, by the weighted average number of ordinary shares in issue during the financial period and the weighted average number of ordinary shares that would be issued on conversion of dilutive potential ordinary shares.

	Individual Quarter Ended		Cumulative Quarter Ended	
	31/3/2025	31/3/2024	31/3/2025	31/3/2024
The Group				
Net profit attributable to equity holders of the Bank (RM'000)	124,087	110,208	124,087	110,208
Weighted average number of ordinary shares in issue ('000)				
– during the period	2,400,487	2,346,488	2,400,487	2,346,488
– effect of dilutive of potential ordinary shares ¹	26,037	15,425	26,037	15,425
Weighted average number of potential ordinary shares	2,426,524	2,361,913	2,426,524	2,361,913
Diluted earnings per share (sen)	5.11	4.67	5.11	4.67
The Bank				
Net profit attributable to equity holders of the Bank (RM'000)	30,252	18,132	30,252	18,132
Weighted average number of ordinary shares in issue ('000)				
– during the period	2,400,487	2,308,498	2,400,487	2,308,498
– effect of dilutive of potential ordinary shares ¹	26,037	10,858	26,037	10,858
Weighted average number of potential ordinary shares	2,426,524	2,319,356	2,426,524	2,319,356
Diluted earnings per share (sen)	1.25	0.78	1.25	0.78

¹ The dilutive potential ordinary shares is arising from Shares Grant Scheme ('SGS'). The SGS is a restricted share unit scheme where vesting is subject to performance conditions. The number of shares calculated as above is compared with the number of shares that would have been issued assuming performance conditions are achieved.