

Industrial and Commercial Bank of China (Malaysia) Berhad

(Registration No. 201001000001 (839839 M))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
30 SEPTEMBER 2022**

Industrial and Commercial Bank of China (Malaysia) Berhad

(Registration No. 201001000001 (839839 M))

(Incorporated in Malaysia)

MANAGEMENT'S CERTIFICATION

I hereby certify that the attached unaudited condensed financial statements for the nine months ended 30 September 2022 have been prepared from the Bank's accounting records and that they are in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and the Guidelines on Financial Reporting for Financial Institutions (BNM/RH/PD 032-13) issued by Bank Negara Malaysia ("BNM") on 29 April 2022.

Xie Shaoxiong
Managing Director/Chief Executive Officer

Date: 27 October 2022

Industrial and Commercial Bank of China (Malaysia) Berhad

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

	Note	30 Sep 2022 RM'000	31 Dec 2021 RM'000
ASSETS			
Cash and short-term funds	10	440,012	736,272
Deposits and placements with banks and other financial institutions	11	316,157	145,809
Financial investments measured at fair value through other comprehensive income ("FVOCI")	12	621,447	465,085
Financial investments measured at amortised cost	13	419,701	451,324
Loans, advances and financing	14	2,273,765	2,245,208
Derivative financial assets	15	19,314	3,194
Other assets	16	16,527	17,610
Statutory deposits with Bank Negara Malaysia		18,289	18,806
Tax recoverable		5,681	5,843
Property and equipment		3,867	5,111
Right-of-use assets		6,859	8,163
Intangible asset		-	-
Deferred tax assets		11,722	10,485
TOTAL ASSETS		4,153,341	4,112,910
LIABILITIES			
Deposits from customers	17	2,295,488	1,923,893
Deposits and placements of banks and other financial institutions	18	513,035	888,494
Derivative financial liabilities	15	18,263	388
Other liabilities	19	39,997	40,426
Lease liabilities		6,758	8,021
Provision for commitments and contingencies	20	2,891	2,746
Provision for taxation		46	91
TOTAL LIABILITIES		2,876,478	2,864,059
EQUITY			
Share capital		832,609	832,609
Reserves		444,254	416,242
EQUITY ATTRIBUTABLE TO OWNER OF THE BANK		1,276,863	1,248,851
TOTAL LIABILITIES AND EQUITY		4,153,341	4,112,910
COMMITMENTS AND CONTINGENCIES	26	2,882,919	2,292,192

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2021 and accompanying explanatory notes on pages 7 to 31 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 27 October 2022.

**UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD 30 SEPTEMBER 2022**

	Note	3rd quarter ended		Year-To-Date ended	
		30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
		RM'000	RM'000	RM'000	RM'000
Interest income	21	35,205	27,686	90,455	85,856
Interest expense	21	(9,791)	(8,287)	(25,568)	(24,172)
Net interest income	21	25,414	19,399	64,887	61,684
Net non-interest income	22	9,514	9,093	26,276	27,084
Net operating income		34,928	28,492	91,163	88,768
Other operating expenses	23	(18,556)	(19,754)	(53,841)	(52,075)
Operating profit		16,372	8,738	37,322	36,693
Write-back of impairment on loans, advances and financing	24	6,379	8,940	9,482	17,443
(Allowance for)/Write-back of impairment on other financial assets	25	(3,574)	1,023	(5,421)	1,059
Profit before taxation		19,177	18,701	41,383	55,195
Tax expense		(4,500)	(4,949)	(10,878)	(14,134)
Profit for the financial period		14,677	13,752	30,505	41,061
Other comprehensive income/(expense), net of tax					
Items that are or may be reclassified subsequently to/(from) profit or loss					
Foreign currency translation reserve					
- Currency translation differences in respect of foreign operations		2,113	282	4,392	1,472
Fair value reserve					
- Changes in fair value		(2,531)	(3,280)	(8,934)	(9,895)
- Amount transferred from profit or loss		(125)	(1,462)	(125)	(1,566)
- Deferred tax adjustment		637	1,138	2,174	2,751
		(2,019)	(3,604)	(6,885)	(8,710)
Total other comprehensive income/(expense) for the financial period		94	(3,322)	(2,493)	(7,238)
Total comprehensive income for the financial period		14,771	10,430	28,012	33,823
Basic earnings per ordinary share (sen):		1.76	1.65	3.66	4.93

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2021 and accompanying explanatory notes on pages 7 to 31 attached to the unaudited condensed interim financial statements.

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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	← Non-Distributable			→ Distributable		Total Equity RM'000
	Share capital RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	Retained earnings RM'000	
At 1 January 2021	832,609	(127)	18,739	17,644	344,991	1,213,856
Total comprehensive income/(expense) for the financial period						
Other comprehensive income/(expense), net of tax						
Items that are or may be reclassified subsequently to/(from) profit or loss						
Foreign currency translation reserve						
- Currency translation differences in respect of foreign operations	-	1,472	-	-	-	1,472
Fair value reserve						
- Changes in fair value	-	-	(9,895)	-	-	(9,895)
- Amount transferred from profit or loss	-	-	(1,566)	-	-	(1,566)
- Deferred tax adjustment	-	-	2,751	-	-	2,751
	-	-	(8,710)	-	-	(8,710)
Total other comprehensive income/(expense) for the financial period	-	1,472	(8,710)	-	-	(7,238)
Profit for the financial period	-	-	-	-	41,061	41,061
Total comprehensive income/(expense) for the financial period	-	1,472	(8,710)	-	41,061	33,823
At 30 September 2021	832,609	1,345	10,029	17,644	386,052	1,247,679

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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022 (continued)

	← Non-Distributable			→ Distributable		Total Equity RM'000
	Share capital RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	Retained Earnings RM'000	
At 1 January 2022	832,609	1,186	6,542	17,644	390,870	1,248,851
Total comprehensive income/(expense) for the financial period						
Other comprehensive income/(expense), net of tax						
Items that are or may be reclassified subsequently to/(from) profit or loss						
Foreign currency translation reserve						
- Currency translation differences in respect of foreign operations	-	4,392	-	-	-	4,392
Fair value reserve						
- Changes in fair value	-	-	(8,934)	-	-	(8,934)
- Amount transferred from profit or loss	-	-	(125)	-	-	(125)
- Deferred tax adjustment	-	-	2,174	-	-	2,174
	-	-	(6,885)	-	-	(6,885)
Total other comprehensive income/(expense) for the financial period	-	4,392	(6,885)	-	-	(2,493)
Profit for the financial period	-	-	-	-	30,505	30,505
Total comprehensive income/(expense) for the financial period	-	4,392	(6,885)	-	30,505	28,012
At 30 September 2022	832,609	5,578	(343)	17,644	421,375	1,276,863

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2021 and accompanying explanatory notes on pages 7 to 31 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 27 October 2022.

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

	30 Sep 2022	30 Sep 2021
	RM'000	RM'000
Cash flows (used in)/from operating activities		
Profit before taxation	41,383	55,195
Adjustments for:		
Depreciation of property and equipment	1,499	1,023
Depreciation of right-of-use assets	3,453	3,608
Interest expense on lease liabilities	100	139
Property and equipment written off	2	1
Gain on derecognition of right-of-use assets	(5)	-
Write-back of impairment on loans, advances and financing	(9,482)	(17,443)
Allowance for/(Write-back of) impairment on other financial assets	5,421	(1,059)
Net unrealised losses/(gains) arising from derivative trading	1,755	(2,426)
Transfer to foreign currency translation reserve	4,392	1,472
Accretion of discounts net of amortisation of premiums of financial investments measured at FVOCI	1,201	746
Accretion of discounts net of amortisation of premiums of financial investments measured at amortised cost	4,178	1,730
Operating profit before working capital changes	<u>53,897</u>	<u>42,986</u>
Changes in operating assets		
Deposits and placements with banks and other financial institutions	(175,378)	(91,910)
Loans, advances and financing	(18,930)	230,068
Other assets	1,083	1,173
Statutory deposits with Bank Negara Malaysia	517	3,005
Changes in operating liabilities		
Deposits from customers	371,595	102,856
Deposits and placements of banks and other financial institutions	(375,459)	21,531
Other liabilities	(429)	(6,912)
Cash (used in)/from operations	<u>(143,104)</u>	<u>302,797</u>
Income taxes paid	(9,824)	(7,939)
Income taxes refunded	-	967
Net cash (used in)/from operating activities	<u>(152,928)</u>	<u>295,825</u>
Cash flows used in investing activities		
Purchase of property and equipment	(257)	(2,131)
Net (purchase of)/proceeds from financial investments measured at FVOCI	(166,497)	83,045
Net proceeds from/(purchase of) financial investments measured at amortised cost	26,962	(140,797)
Net cash used in investing activities	<u>(139,792)</u>	<u>(59,883)</u>
Cash flows used in financing activity		
Net payment of lease liabilities	(3,507)	(3,674)
Net cash used in financing activity	<u>(3,507)</u>	<u>(3,674)</u>

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE
FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022 (continued)**

	Note	30 Sep 2022 RM'000	30 Sep 2021 RM'000
Net (decrease)/increase in cash and cash equivalents		(296,227)	232,268
Cash and cash equivalents at beginning of the financial period		736,272	744,489
		<u>440,045</u>	<u>976,757</u>
Add: Allowance for credit loss for the financial period		(33)	(107)
Cash and cash equivalents at end of the financial period		<u>440,012</u>	<u>976,650</u>
 Cash and cash equivalents comprise:			
Cash and short-term funds	10	<u>440,012</u>	<u>976,650</u>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2021 and accompanying explanatory notes on pages 7 to 31 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 27 October 2022.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022**1. General information**

Industrial and Commercial Bank of China (Malaysia) Berhad is principally engaged in the provision of banking and other related financial services.

There were no significant changes in these activities during the financial period.

2. Basis of preparation

The unaudited condensed interim financial statements for the nine months ended 30 September 2022 have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and the Guidelines on Financial Reporting for Financial Institutions (BNM/RH/PD 032-13) issued by Bank Negara Malaysia (“BNM”) on 29 April 2022.

The unaudited condensed interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Bank as at and for the financial year ended 31 December 2021. The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Bank since the financial year ended 31 December 2021.

All the significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2021. The following are the accounting standards, interpretations and amendments that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Bank:-

MFRSs and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 4, *Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9*
- Amendments to MFRS 17, *Insurance Contracts - Initial Application of MFRS 17 and MFRS 9 - Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

2. Basis of preparation (continued)

The Bank plans to apply from the annual period beginning on 1 January 2023 the abovementioned accounting standards and amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17, Amendments to MFRS 4 and Amendments to MFRS 101, insofar as the amendments relate to the *Extension of the Temporary Exemption from Applying MFRS 9 and Classification of Liabilities as Current or Non-current*, which are not applicable to the Bank.

The initial applications of the accounting standards and amendments are not expected to have any material financial impact to the current period and prior period financial statements of the Bank.

3. Auditors' Report on Preceding Annual Financial Statements

The audit report on the audited annual financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

4. Seasonality or Cyclical Factors

The business operations of the Bank are not subject to material seasonal or cyclical fluctuations.

5. Unusual Items due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Bank for the nine months ended 30 September 2022.

6. Changes in Estimates

There was no material changes in estimates of amounts reported in prior financial year that have a material effect on the financial results and position of the Bank for the nine months ended 30 September 2022.

7. Issue of Shares and Debentures

There were no issuance of shares and debentures during the nine months ended 30 September 2022.

8. Dividend Paid

No dividend was paid during the nine months ended 30 September 2022.

9. Significant Events

There were no material events subsequent to the statement of financial position date that require disclosure in or adjustments to the unaudited condensed interim financial statements.

10. Cash and short-term funds

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Cash and balances with banks and other financial institutions	69,409	87,802
Money at call and deposit placements maturing within one month	370,708	648,542
	<u>440,117</u>	<u>736,344</u>
Less: Allowance for credit loss	(105)	(72)
	<u>440,012</u>	<u>736,272</u>

An analysis of changes in the gross carrying amount and the corresponding allowance for credit loss is as follows:-

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Gross carrying amount				
At 1 January 2022	736,344	-	-	736,344
New assets originated	174,939	-	-	174,939
Assets derecognised or repaid	(471,166)	-	-	(471,166)
At 30 September 2022	<u>440,117</u>	-	-	<u>440,117</u>
At 1 January 2021	744,509	-	-	744,509
New assets originated	347,863	-	-	347,863
Assets derecognised or repaid	(356,028)	-	-	(356,028)
At 31 December 2021	<u>736,344</u>	-	-	<u>736,344</u>
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January 2022	72	-	-	72
New assets originated	128	-	-	128
Assets derecognised or repaid	(95)	-	-	(95)
At 30 September 2022	<u>105</u>	-	-	<u>105</u>
At 1 January 2021	20	-	-	20
New assets originated	95	-	-	95
Assets derecognised or repaid	(46)	-	-	(46)
Foreign exchange adjustments	3	-	-	3
At 31 December 2021	<u>72</u>	-	-	<u>72</u>

11. Deposits and placements with banks and other financial institutions

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Foreign banks	255,507	-
Licensed Malaysian banks	65,683	145,809
	<u>321,190</u>	<u>145,809</u>
Less: Allowance for credit loss	(5,033)	-
	<u>316,157</u>	<u>145,809</u>

An analysis of changes in the gross carrying amount and the corresponding allowance for credit loss is as follows:-

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Gross carrying amount				
At 1 January 2022	145,809	-	-	145,809
New assets originated	321,190	-	-	321,190
Assets derecognised or repaid	(145,809)	-	-	(145,809)
At 30 September 2022	<u>321,190</u>	<u>-</u>	<u>-</u>	<u>321,190</u>
At 1 January 2021	129,834	-	-	129,834
New assets originated	145,809	-	-	145,809
Assets derecognised or repaid	(129,834)	-	-	(129,834)
At 31 December 2021	<u>145,809</u>	<u>-</u>	<u>-</u>	<u>145,809</u>
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January 2022	-	-	-	-
New assets originated	5,030	-	-	5,030
Foreign exchange adjustments	3	-	-	3
At 30 September 2022	<u>5,033</u>	<u>-</u>	<u>-</u>	<u>5,033</u>
At 1 January/31 December 2021	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

12. Financial investments measured at fair value through other comprehensive income**(i) By type**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Malaysian Government Securities	259,598	200,111
Malaysian Government Investment Issues	361,849	229,637
Malaysian Government Guaranteed Sukuk	-	30,276
Corporate bonds	-	5,061
	<u>621,447</u>	<u>465,085</u>

12. Financial investments measured at fair value through other comprehensive income (continued)**(ii) By maturity structure**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Within one year	154,234	35,337
More than one year to three years	266,978	429,748
More than three years to five years	80,461	-
More than five years	119,774	-
	<u>621,447</u>	<u>465,085</u>

(iii) Movement of gross carrying amount and allowance for credit loss to other comprehensive income

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Gross carrying amount				
At 1 January 2022	465,085	-	-	465,085
New assets originated	203,047	-	-	203,047
Assets derecognised or repaid	(37,751)	-	-	(37,751)
Changes in fair value	(8,934)	-	-	(8,934)
At 30 September 2022	<u>621,447</u>	<u>-</u>	<u>-</u>	<u>621,447</u>
At 1 January 2021	542,881	-	-	542,881
New assets originated or purchased	72,554	-	-	72,554
Assets derecognised or repaid	(135,904)	-	-	(135,904)
Changes in fair value	(14,446)	-	-	(14,446)
At 31 December 2021	<u>465,085</u>	<u>-</u>	<u>-</u>	<u>465,085</u>
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January 2022	125	-	-	125
Assets derecognised or repaid	(125)	-	-	(125)
At 30 September 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 1 January 2021	1,728	-	-	1,728
Assets derecognised or repaid	(1,566)	-	-	(1,566)
Changes due to change in credit risk	(26)	-	-	(26)
Changes in model/risk parameter	(11)	-	-	(11)
At 31 December 2021	<u>125</u>	<u>-</u>	<u>-</u>	<u>125</u>

The carrying amounts of financial investments measured at FVOCI are their respective fair values. Accordingly, the recognition of allowance for credit loss does not affect the carrying amount of those assets, but is reflected as a debit to profit or loss and credit to other comprehensive income.

13. Financial investments measured at amortised cost**(i) By type**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Malaysian Government Investment Issues	-	32,039
Financial institutions' securities	61,416	77,273
Corporate bonds	259,838	262,956
Other debt securities		
- Cagamas bonds	100,161	80,287
	<u>421,415</u>	<u>452,555</u>
Less: Allowance for credit loss	(1,714)	(1,231)
	<u>419,701</u>	<u>451,324</u>

(ii) By maturity structure

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Within one year	75,272	147,996
More than one year to three years	306,143	304,559
More than three years to five years	40,000	-
	<u>421,415</u>	<u>452,555</u>

(iii) Movement of gross carrying amount and allowance for credit loss to profit or loss

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Gross carrying amount				
At 1 January 2022	452,555	-	-	452,555
New assets originated or purchased	120,027	-	-	120,027
Assets derecognised or repaid	(151,167)	-	-	(151,167)
At 30 September 2022	<u>421,415</u>	-	-	<u>421,415</u>
At 1 January 2021	224,194	-	-	224,194
New assets originated or purchased	344,630	-	-	344,630
Assets derecognised or repaid	(116,269)	-	-	(116,269)
At 31 December 2021	<u>452,555</u>	-	-	<u>452,555</u>

13. Financial investments measured at amortised cost (continued)**(iii) Movement of gross carrying amount and allowance for credit loss to profit or loss (continued)**

	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Allowance for credit loss				
At 1 January 2022	1,231	-	-	1,231
New assets originated	885	-	-	885
Assets derecognised or repaid	(193)	-	-	(193)
Changes due to change in credit risk	(209)	-	-	(209)
At 30 September 2022	<u>1,714</u>	-	-	<u>1,714</u>
At 1 January 2021	515	-	-	515
New assets originated	880	-	-	880
Assets derecognised or repaid	(390)	-	-	(390)
Changes due to change in credit risk	286	-	-	286
Changes in model/risk parameter	(60)	-	-	(60)
At 31 December 2021	<u>1,231</u>	-	-	<u>1,231</u>

14. Loans, advances and financing**(i) By type**

	30 Sep 2022 RM'000	31 Dec 2021 RM'000
Overdrafts	27,002	21,687
Term loans		
- Housing loans	109,504	112,281
- Syndicated term loans	439,050	450,378
- Other term loans	330,506	393,162
Bills receivable	428,782	354,313
Revolving credits	743,955	828,705
Bankers' acceptances	219,216	117,880
Staff loans	1,566	1,641
Credit card loans	1,747	1,845
Gross loans, advances and financing	<u>2,301,328</u>	<u>2,281,892</u>
Less: Allowance for credit loss		
- Stage 1 (12-month ECL)	(21,061)	(24,251)
- Stage 2 (Lifetime ECL - non-credit impaired)	(5,176)	(11,221)
- Stage 3 (Lifetime ECL - credit impaired)	(1,326)	(1,212)
	<u>(27,563)</u>	<u>(36,684)</u>
Net loans, advances and financing	<u>2,273,765</u>	<u>2,245,208</u>

14. Loans, advances and financing (continued)**(ii) By type of customer**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Financial institution	10,801	19,201
Non-bank financial institutions		
- Others	10,005	60,036
Business enterprises		
- Small medium enterprises	127,248	97,297
- Others	1,909,275	1,743,979
Individuals	41,355	48,590
Foreign entities	202,644	312,789
	<u>2,301,328</u>	<u>2,281,892</u>

(iii) By interest rate sensitivity

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Fixed rate loan	3,313	3,485
Variable rate		
- Base rate/base lending rate plus	103,098	91,674
- Cost plus	2,123,434	2,101,899
- Other variable rates	71,483	84,834
	<u>2,301,328</u>	<u>2,281,892</u>

(iv) By sector

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Agriculture, forestry and fishing	-	30,850
Manufacturing	299,071	269,056
Electricity, gas and water	155,937	57,307
Construction	278,814	226,158
Real estate activities	142,854	235,896
Wholesale and retail trade; repair of motor vehicles and motorcycles	434,045	295,749
Information and communication	229,109	199,031
Finance and insurance	406,911	611,089
Education	199,303	199,081
Household	122,834	128,413
Others	32,450	29,262
	<u>2,301,328</u>	<u>2,281,892</u>

14. Loans, advances and financing (continued)**(v) By purpose**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Purchase of properties		
- Non-residential	176,815	181,956
- Residential	110,838	113,625
Construction	58,875	63,273
Credit card	1,747	1,845
Personal use	942	1,048
Working capital	1,765,214	1,724,325
Other purpose	186,897	195,820
	<u>2,301,328</u>	<u>2,281,892</u>

(vi) By geographical distribution

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Within Malaysia	2,178,904	1,991,461
Outside Malaysia	122,424	290,431
	<u>2,301,328</u>	<u>2,281,892</u>

Concentration by location for loans, advances and financing is based on the geographical location where the credit risk resides.

(vii) By residual contractual maturity

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Maturity within one year	1,530,832	1,444,180
More than one year to three years	193,832	373,711
More than three years to five years	187,212	107,697
More than five years	389,452	356,304
	<u>2,301,328</u>	<u>2,281,892</u>

14. Loans, advances and financing (continued)**(viii) Impaired loans, advances and financing****(a) Movement in impaired loans, advances and financing**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
At 1 January 2022/1 January 2021	1,212	1,133
Impaired during the financial period	40	93
Reclassified as performing during the financial period	(56)	(54)
Exchange differences	130	40
At 30 September 2022/31 December 2021	<u>1,326</u>	<u>1,212</u>
As % of gross loans, advances and financing	0.06%	0.05%

(b) By sector

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Wholesale and retail trade; repair of motor vehicles and motorcycles	1,252	1,125
Household	74	87
	<u>1,326</u>	<u>1,212</u>

(c) By purpose

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Working capital	1,252	1,125
Credit card	74	87
	<u>1,326</u>	<u>1,212</u>

(d) By geographical distribution

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Within Malaysia	74	87
Outside Malaysia	1,252	1,125
	<u>1,326</u>	<u>1,212</u>

Concentration by location for impaired loans, advances and financing is based on the geographical location where the credit risk resides.

14. Loans, advances and financing (continued)**(ix) Movements in gross loans, advances and financing**

	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
At 1 January 2022	1,916,536	364,144	1,212	2,281,892
New assets originated	835,276	9,549	4	844,829
Assets derecognised or repaid	(756,689)	(68,834)	-	(825,523)
Transfer to Stage 1	20,354	(20,319)	(35)	-
Transfer to Stage 2	(1,603)	1,624	(21)	-
Transfer to Stage 3	-	(36)	36	-
Foreign exchange adjustments	-	-	130	130
At 30 September 2022	<u>2,013,874</u>	<u>286,128</u>	<u>1,326</u>	<u>2,301,328</u>
At 1 January 2021	1,837,621	594,391	1,133	2,433,145
New assets originated	1,251,027	121,249	7	1,372,283
Assets derecognised or repaid	(1,158,384)	(365,191)	(1)	(1,523,576)
Transfer to Stage 1	112,310	(112,257)	(53)	-
Transfer to Stage 2	(126,038)	126,038	-	-
Transfer to Stage 3	-	(86)	86	-
Foreign exchange adjustments	-	-	40	40
At 31 December 2021	<u>1,916,536</u>	<u>364,144</u>	<u>1,212</u>	<u>2,281,892</u>

(x) Movements in allowance for credit loss on loans, advances and financing

	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
At 1 January 2022	24,251	11,221	1,212	36,684
New assets originated	5,020	290	6	5,316
Assets derecognised or repaid	(7,311)	(4,186)	-	(11,497)
Transfer to Stage 1	919	(884)	(35)	-
Transfer to Stage 2	(38)	59	(21)	-
Transfer to Stage 3	-	(1)	1	-
Changes due to change in credit risk	(2,156)	(1,323)	33	(3,446)
Foreign exchange adjustments	376	-	130	506
At 30 September 2022	<u>21,061</u>	<u>5,176</u>	<u>1,326</u>	<u>27,563</u>
At 1 January 2021	35,616	17,070	1,133	53,819
New assets originated	12,332	3,038	7	15,377
Assets derecognised or repaid	(13,300)	(8,145)	(1)	(21,446)
Transfer to Stage 1	2,862	(2,809)	(53)	-
Transfer to Stage 2	(4,002)	4,002	-	-
Transfer to Stage 3	-	(2)	2	-
Changes due to change in credit risk	(7,434)	(1,459)	84	(8,809)
Changes in model/risk parameter	(1,997)	(474)	-	(2,471)
Foreign exchange adjustments	174	-	40	214
At 31 December 2021	<u>24,251</u>	<u>11,221</u>	<u>1,212</u>	<u>36,684</u>

17. Deposits from customers (continued)**(ii) By type of customers**

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Business enterprises	1,260,930	936,864
Individuals	345,868	325,906
Foreign entities	688,415	660,847
Others	275	276
	<u>2,295,488</u>	<u>1,923,893</u>

(iii) By maturity structure of term deposits

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Due within six months	1,060,276	727,910
More than six months to one year	328,573	333,003
More than one year to three years	553	1,224
	<u>1,389,402</u>	<u>1,062,137</u>

18. Deposits and placements of banks and other financial institutions

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Licensed Malaysian banks	302,660	20,318
Licensed investment banks	50,184	50,087
Licensed Islamic banks	16,574	13,854
Other financial institutions	117,444	113,922
Foreign banks	26,173	690,313
	<u>513,035</u>	<u>888,494</u>

19. Other liabilities

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Interest payable	9,489	10,483
Other payables and accruals	30,508	29,943
	<u>39,997</u>	<u>40,426</u>

20. Provision for commitments and contingencies

	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
At 1 January 2022	2,378	368	-	2,746
New commitments originated	1,240	121	-	1,361
Commitments derecognised	(1,136)	(51)	-	(1,187)
Transfer to Stage 1	2	(2)	-	-
Transfer to Stage 2	(50)	50	-	-
Changes due to change in credit risk	(212)	183	-	(29)
At 30 September 2022	<u>2,222</u>	<u>669</u>	<u>-</u>	<u>2,891</u>
At 1 January 2021	4,236	1,217	-	5,453
New commitments originated	1,028	146	-	1,174
Commitments derecognised	(2,329)	(666)	-	(2,995)
Transfer to Stage 1	662	(662)	-	-
Transfer to Stage 2	(77)	77	-	-
Changes due to change in credit risk	(947)	271	-	(676)
Changes in model/risk parameter	(195)	(15)	-	(210)
At 31 December 2021	<u>2,378</u>	<u>368</u>	<u>-</u>	<u>2,746</u>

21. Net Interest income

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Interest income				
Loans, advances and financing	21,994	18,394	57,494	58,702
Money at call and deposits and placements with financial institutions	4,552	2,181	9,144	5,675
Financial investments measured at fair value through other comprehensive income	5,119	4,429	13,847	14,582
Financial investments measured at amortised cost	3,540	2,682	9,970	6,897
	<u>35,205</u>	<u>27,686</u>	<u>90,455</u>	<u>85,856</u>
Interest expense				
Deposits and placements of banks and other financial institutions	(2,235)	(2,756)	(6,498)	(8,421)
Deposits from customers	(7,556)	(5,531)	(19,070)	(15,751)
	<u>(9,791)</u>	<u>(8,287)</u>	<u>(25,568)</u>	<u>(24,172)</u>
Net interest income	<u>25,414</u>	<u>19,399</u>	<u>64,887</u>	<u>61,684</u>

22. Net Non-interest income**(i) Net fee income**

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Fee income:				
- Commission	18	28	43	57
- Service charges and fees	1,251	750	3,022	2,604
- Loan processing fees	78	172	397	492
- Syndication fees	4	1,954	1,327	2,254
- Guarantee fees	1,206	1,552	3,904	4,134
- Commitment fees	196	180	529	505
- Other loan related fee income	36	23	54	25
- Other fee income	2	3	56	36
	<u>2,791</u>	<u>4,662</u>	<u>9,332</u>	<u>10,107</u>
Fee expense:				
- Brokerage fees	(30)	(43)	(82)	(124)
- Other fee expense	(77)	(11)	(425)	(537)
	<u>(107)</u>	<u>(54)</u>	<u>(507)</u>	<u>(661)</u>
Net fee income	<u>2,684</u>	<u>4,608</u>	<u>8,825</u>	<u>9,446</u>

(ii) Net trading income

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Net gains from dealing in foreign exchange	30,296	5,949	72,990	18,273
Net losses arising from derivative trading	(23,502)	(2,822)	(53,646)	(4,953)
Net unrealised revaluation (losses)/gains in foreign exchange	(221)	504	(368)	669
Net unrealised gains/(losses) arising from derivative trading	197	823	(1,755)	2,426
	<u>6,770</u>	<u>4,454</u>	<u>17,221</u>	<u>16,415</u>

(iii) Net investment income

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Net gains on redemption on financial investments at FVOCI	-	-	-	459
Net gains on redemption on financial investments at amortised cost	-	-	-	683
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,142</u>

22. Net non-interest income (continued)**(iv) Other income**

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Other operating income	60	31	230	81
Total net non-interest income	9,514	9,093	26,276	27,084

23. Other operating expenses

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Personnel costs:				
- Salaries, allowance and bonuses	11,411	13,041	33,262	32,874
- Pension fund contributions	1,167	1,282	3,585	3,423
- Other staff costs	1,345	1,106	3,944	3,706
Promotion and marketing related expenses:				
- Advertising and promotion	91	16	195	172
- Others	30	8	97	54
Establishment costs:				
- Depreciation of property and equipment	487	316	1,499	1,023
- Depreciation of right-of-use assets	1,141	1,191	3,453	3,608
- Interest expense on lease liabilities	36	45	100	139
- Expenses relating to short-term leases	-	-	-	3
- Expenses relating to leases of low-value assets	33	30	93	86
- Property and equipment written off	2	-	2	1
- Others	814	869	2,125	1,774
Administrative expenses:				
- Auditors' remuneration				
• statutory audit fees	65	80	209	223
• audit related services	3	3	10	10
- Professional fees	126	134	277	320
- Licence fee	92	84	266	255
- Membership fee	59	135	142	317
- Others	1,654	1,414	4,582	4,087
	18,556	19,754	53,841	52,075

24. Write-back of impairment on loans, advances and financing

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
(Write-back of)/Allowance for credit loss				
- Loans, advances and financing	(6,262)	(8,224)	(9,627)	(15,212)
- Provision for commitments and contingencies	(117)	(716)	145	(2,231)
	<u>(6,379)</u>	<u>(8,940)</u>	<u>(9,482)</u>	<u>(17,443)</u>

25. Allowance for/(Write-back of) impairment on other financial assets

	3rd quarter ended		Year-To-Date ended	
	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
	RM'000	RM'000	RM'000	RM'000
Allowance for/(Write-back of) credit loss				
- Cash and short-term funds	37	98	33	107
- Deposits and placements with banks and other financial institutions	3,873	-	5,030	-
- Financial investments measured at FVOCI	(125)	(1,462)	(125)	(1,566)
- Financial investments measured at amortised cost	(211)	341	483	400
	<u>3,574</u>	<u>(1,023)</u>	<u>5,421</u>	<u>(1,059)</u>

26. Commitments and contingencies

The commitments and contingencies comprise the following:-

	30 Sep 2022			
	Principal amount RM'000	Positive value of derivative contracts^ RM'000	Credit equivalent amount* RM'000	Risk- weighted assets* RM'000
<u>Credit-related exposures</u>				
Transaction-related contingent items	394,168	-	197,084	87,097
Short-term self-liquidating trade-related contingencies	170,763	-	34,153	20,493
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- Exceeding one year	18,764	-	9,382	8,054
- Not exceeding one year	834,837	-	166,967	158,509
Unutilised credit card lines	39,291	-	7,858	5,894
<u>Derivative financial contracts</u>				
Foreign exchange related contracts:				
- Less than one year	1,070,669	8,664	20,310	9,512
Interest rate related contracts:				
- One year to five years	354,427	10,650	30,548	20,072
Total	2,882,919	19,314	466,302	309,631

Note 15

26. Commitments and contingencies (continued)

	31 Dec 2021			
	Principal amount RM'000	Positive value of derivative contracts[^] RM'000	Credit equivalent amount* RM'000	Risk- weighted assets* RM'000
<u>Credit-related exposures</u>				
Transaction-related contingent items	489,683	-	244,841	120,015
Short-term self-liquidating trade-related contingencies	202,929	-	40,586	29,384
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- Exceeding one year	56,359	-	28,179	26,446
- Not exceeding one year	701,349	-	140,270	137,968
Unutilised credit card lines	39,971	-	7,994	5,996
<u>Derivative financial contracts</u>				
Foreign exchange related contracts:				
- Less than one year	393,064	2,778	7,039	4,107
Interest rate related contracts:				
- One year to five years	408,837	416	27,211	20,323
Total	2,292,192	3,194	496,120	344,239

Note 15

^ The foreign exchange related contracts are off-balance sheet derivative financial instruments whose values change in response to changes in prices or rates (such as foreign exchange rates and interest rates) of the underlying instruments. The underlying principal amounts of these derivative financial instruments and their corresponding gross positive fair values (derivative financial assets) as at respective reporting dates are as shown above.

* The credit equivalent and risk-weighted amounts are computed using credit conversion factors and risk-weighting rules as per BNM guidelines. The credit conversion factors and risk weighting rules are based on guidelines of the revised Capital Adequacy Framework on the Standardised Approach.

27. Capital adequacy

The total risk-weighted assets of the Bank are computed based on the following approaches:-

- (i) Standardised Approach for Credit risk;
- (ii) Standardised Approach for Market risk;
- (iii) Basic Indicator Approach for Operational risk.

The capital adequacy ratios of the Bank are analysed as follows:-

	30 Sep 2022	31 Dec 2021
	RM'000	RM'000
Common Equity Tier 1 (“CET1”) Capital/Tier 1 Capital		
Paid-up share capital	832,609	832,609
Retained earnings	390,870	390,870
Regulatory reserve	17,644	17,644
Foreign currency translation reserve	5,578	1,186
Unrealised (losses)/gains on financial investments measured at FVOCI	(343)	6,416
	<u>1,246,358</u>	<u>1,248,725</u>
Less: Regulatory adjustments applied in calculation of CET1 Capital		
- Deferred tax assets	(11,722)	(10,485)
- 55% cumulative gains of financial investments measured at FVOCI	-	(3,529)
- Regulatory reserve attributable to loans, advances and financing	(17,644)	(17,644)
	<u>(29,366)</u>	<u>(31,658)</u>
Total CET1 Capital/Tier 1 Capital	<u>1,216,992</u>	<u>1,217,067</u>
Tier 2 Capital		
Allowance for credit loss	18,670	17,612
Regulatory reserve	17,644	17,644
Total Tier 2 Capital	<u>36,314</u>	<u>35,256</u>
Total Capital	<u>1,253,306</u>	<u>1,252,323</u>
CET1 capital ratio	38.578%	39.521%
Tier 1 capital ratio	38.578%	39.521%
Total capital ratio	39.730%	40.665%

Breakdown of gross risk-weighted assets (“RWA”) in the various categories of risk-weights:-

	30 Sep 2022		31 Dec 2021	
	Exposures	Risk-weighted	Exposures	Risk-weighted
	RM'000	Assets	RM'000	Assets
	RM'000	RM'000	RM'000	RM'000
Total RWA for credit risk	4,621,696	2,905,137	4,632,127	2,820,491
Total RWA for market risk	-	11,645	-	10,409
Total RWA for operational risk	-	237,814	-	248,676
	<u>4,621,696</u>	<u>3,154,596</u>	<u>4,632,127</u>	<u>3,079,576</u>

27. Capital adequacy (continued)

- (a) The breakdown of RWA by exposures in each major risk category under standardised approach as at the respective reporting dates are as follows:-

Risk Type	30 Sep 2022			
	Gross Exposures RM'000	Net Exposures RM'000	Risk-Weighted Assets RM'000	Capital Requirement RM'000
<i>Credit Risk</i>				
<u>On-balance sheet Exposures</u>				
Sovereigns/Central Banks	828,860	828,860	-	-
Banks, Development Financial Institutions and MDBs	638,612	638,612	182,959	14,637
Corporates	2,400,214	2,400,214	2,198,959	175,917
Regulatory Retail	140,934	140,934	137,589	11,007
Residential Mortgages	106,802	106,802	43,065	3,445
Other assets	39,972	39,972	32,934	2,635
Total On-Balance Sheet Exposures	4,155,394	4,155,394	2,595,506	207,641
<u>Off-balance sheet Exposures</u>				
Credit-related off-balance sheet exposures	415,444	415,444	280,047	22,403
OTC derivatives	50,858	50,858	29,584	2,367
Total Off-Balance Sheet Exposures	466,302	466,302	309,631	24,770
Total On and Off-Balance Sheet Exposures	4,621,696	4,621,696	2,905,137	232,411
Large exposure risk requirement*	-	-	-	-
<i>Market Risk</i>				
	<u>Long Position</u>	<u>Short Position</u>		
Foreign currency risk	11,259	-	11,259	901
Interest rate risk	154,427	154,427	-	31
<i>Operational risk</i>	-	-	-	19,025
Total RWA and Capital Requirements			3,154,596	252,368

Note:

MDBs - Multilateral Development Banks

OTC - Over the counter

- * The Bank does not need to fulfill the capital requirement for Large Exposure Risk as there is no amount in excess of the lowest threshold arising from equity holdings as specified in the BNM's Risk-Weighted Capital Adequacy Framework ("RWCAF").

27. Capital adequacy (continued)

Risk Type	31 Dec 2021			
	Gross Exposures RM'000	Net Exposures RM'000	Risk-Weighted Assets RM'000	Capital Requirement RM'000
<i>Credit Risk</i>				
<u>On-balance sheet Exposures</u>				
Sovereigns/Central Banks	626,387	626,387	-	-
Banks, Development Financial Institutions and MDBs	949,045	949,045	218,751	17,500
Corporates	2,292,953	2,292,953	2,065,357	165,229
Regulatory Retail	118,378	118,378	114,213	9,137
Residential Mortgages	106,120	106,120	41,203	3,296
Other assets	43,124	43,124	36,727	2,938
Total On-Balance Sheet Exposures	4,136,007	4,136,007	2,476,251	198,100
<u>Off-balance sheet Exposures</u>				
Credit-related off-balance sheet exposures	461,871	461,871	319,810	25,585
OTC derivatives	34,249	34,249	24,430	1,954
Total Off-Balance Sheet Exposures	496,120	496,120	344,240	27,539
Total On and Off-Balance Sheet Exposures	4,632,127	4,632,127	2,820,491	225,639
Large exposure risk requirement*	-	-	-	-
<i>Market Risk</i>				
	<u>Long Position</u>	<u>Short Position</u>		
Foreign currency risk	9,887	-	9,887	791
Interest rate risk	208,837	208,837	-	522
<i>Operational risk</i>	-	-	-	248,676
Total RWA and Capital Requirements			3,079,576	246,366

Note:

MDBs - Multilateral Development Banks

OTC - Over the counter

* The Bank does not need to fulfill the capital requirement for Large Exposure Risk as there is no amount in excess of the lowest threshold arising from equity holdings as specified in the BNM's RWCAF.

27. Capital adequacy (continued)

(b) The breakdown of credit risk exposures by risk weights as at the respective reporting dates are as follows:-

30 Sep 2022 Risk Weights	Exposures after Netting and Credit Risk Mitigation						Total Exposures after Netting & Credit Risk Mitigation RM'000	Total Risk- Weighted Assets RM'000
	Sovereign/ Central Banks RM'000	Banks, MDBs, and DFIs RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Other Assets RM'000		
0%	828,860	-	86,919	1,861	365	7,037	925,042	-
20%	-	454,491	56,699	-	-	12,808	523,998	104,800
35%	-	-	-	-	76,129	-	76,129	26,645
50%	-	197,084	389,200	-	27,776	22,056	636,116	318,058
75%	-	-	-	19,108	-	-	19,108	14,331
100%	-	-	2,256,593	133,249	2,532	48,929	2,441,303	2,441,303
Total Exposures	828,860	651,575	2,789,411	154,218	106,802	90,830	4,621,696	2,905,137
Risk-Weighted Assets by Exposures	-	189,440	2,462,533	147,580	43,065	62,519	2,905,137	
Average Risk Weight	0.0%	29.1%	88.3%	95.7%	40.3%	68.8%	62.9%	
Deduction from Capital Base	-	-	-	-	-	-	-	

The above are disclosures as required by the guidelines in the RWCAF on Standardised Approach.

Note:

MDBs - Multilateral Development Banks

OTC - Over the counter

27. Capital adequacy (continued)

31 Dec 2021 Risk Weights	Exposures after Netting and Credit Risk Mitigation						Total Exposures after Netting & Credit Risk Mitigation RM'000	Total Risk- Weighted Assets RM'000
	Sovereign/ Central Banks RM'000	Banks, MDBs, and DFIs RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Other Assets RM'000		
0%	626,387	-	73,531	6,776	560	6,397	713,651	-
20%	-	852,571	163,443	-	-	3,664	1,019,678	203,936
35%	-	-	-	-	82,638	-	82,638	28,923
50%	-	96,474	313,277	-	21,285	13,777	444,813	222,407
75%	-	-	-	24,487	-	-	24,487	18,365
100%	-	-	2,163,424	128,264	1,637	53,535	2,346,860	2,346,860
Total Exposures	626,387	949,045	2,713,675	159,527	106,120	77,373	4,632,127	2,820,491
Risk-Weighted Assets by Exposures	-	218,751	2,352,751	146,629	41,203	61,157	2,820,491	
Average Risk Weight	0.0%	23.0%	86.7%	91.9%	38.8%	79.0%	60.9%	
Deduction from Capital Base	-	-	-	-	-	-	-	

The above are disclosures as required by the guidelines in the RWCAF on Standardised Approach.

Note:

MDBs - Multilateral Development Banks

OTC - Over the counter

28. Performance Review

The Bank recorded a profit before tax of RM41.38 million for the nine months ended 30 September 2022, lower by RM13.81 million or 25.0% when compared with the previous corresponding period in 2021. The Bank's total operating income was made up of net interest income of RM64.89 million and net non-interest income of RM26.28 million (30 September 2021: RM61.68 million and RM27.08 million respectively).

Net Interest income which contributed 71.2% to the Bank's total operating income, which increased by RM3.20 million or 5.2% when compared with the nine months ended 30 September 2021 as a result of policy rate hikes during the current nine-month period. Net non-interest income which contributed 28.8% to the Bank's total operating income, decreased by RM0.81 million or 3.0% due to higher net investment income and net fee income of RM1.14 million and RM0.62 million respectively in 2021. However, the Bank's net trading income improved by RM0.81 million or 4.9% for the financial period ended 30 September 2022.

The Bank's operating expenses was RM1.77 million or 3.4% higher as compared to the operating expenses for the nine months ended 30 September 2021 attributable to higher personnel cost and establishment cost incurred. During the financial period, a write-back of impairment of RM9.48 million was made on loans, advances and financing due to repayments from borrowers while an allowance for impairment on other financial assets of RM5.42 million was made for new financial investments.

As at 30 September 2022, the Bank's total assets increased by RM40.43 million or 1.0% to RM4,153.34 million while gross loans, advances and financing increased by RM19.44 million or 0.9% to RM2,301.33 million as compared with RM2,281.89 million as at 31 December 2021. Deposits from customers stood at RM2,295.49 million, which grew by RM371.60 million or 19.3% when compared with the balance of RM1,923.89 million as at 31 December 2021.