

Industrial and Commercial Bank of China (Malaysia) Berhad

(Registration No. 201001000001 (839839 M))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
31 MARCH 2023**

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 1st quarter and three months ended 31 March 2023 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: 26 April 2023

Industrial and Commercial Bank of China (Malaysia) Berhad

1

Registration No. 201001000001 (839839 M)

(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

	Note	31 Mar 2023 RM'000	31 Dec 2022 RM'000
ASSETS			
Cash and short-term funds	10	271,943	215,359
Deposits and placements with banks and other financial institutions	11	89,480	123,070
Financial investments measured at fair value through other comprehensive income ("FVOCI")	12	809,287	802,808
Financial investments measured at amortised cost	13	422,835	423,892
Loans, advances and financing	14	2,318,541	2,445,778
Derivative financial assets	15	7,111	17,620
Other assets	16	16,847	18,637
Statutory deposits with Bank Negara Malaysia		32,703	33,093
Tax recoverable		11	1,819
Property and equipment		3,582	3,509
Right-of-use assets		4,631	5,770
Intangible asset		-	-
Deferred tax assets		8,016	10,051
TOTAL ASSETS		3,984,987	4,101,406
LIABILITIES			
Deposits from customers	17	2,294,156	2,292,568
Deposits and placements of banks and other financial institutions	18	307,101	440,257
Derivative financial liabilities	15	4,797	14,147
Other liabilities	19	45,048	42,049
Lease liabilities		4,568	5,687
Provision for commitments and contingencies	20	2,796	2,293
Provision for taxation		164	113
TOTAL LIABILITIES		2,658,630	2,797,114
EQUITY			
Share capital		832,609	832,609
Reserves		493,748	471,683
EQUITY ATTRIBUTABLE TO OWNER OF THE BANK		1,326,357	1,304,292
TOTAL LIABILITIES AND EQUITY		3,984,987	4,101,406
COMMITMENTS AND CONTINGENCIES	26	2,781,283	2,654,061

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 2022 and accompanying explanatory notes on pages 7 to 29 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 26 April 2023.

**UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD 31 MARCH 2023**

	Note	1st quarter ended		Year-To-Date ended	
		31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
		RM'000	RM'000	RM'000	RM'000
Interest income	21	42,575	26,328	42,575	26,328
Interest expense	21	(11,694)	(8,030)	(11,694)	(8,030)
Net interest income	21	30,881	18,298	30,881	18,298
Net non-interest income	22	10,711	8,048	10,711	8,048
Net operating income		41,592	26,346	41,592	26,346
Other operating expenses	23	(20,373)	(17,305)	(20,373)	(17,305)
Operating profit		21,219	9,041	21,219	9,041
(Allowance)/Write-back of impairment on loans, advances and financing	24	(336)	1,608	(336)	1,608
Write-back/(Allowance) for impairment on other financial assets	25	940	(24)	940	(24)
Profit before taxation		21,823	10,625	21,823	10,625
Tax expense		(5,184)	(2,532)	(5,184)	(2,532)
Profit for the financial period		16,639	8,093	16,639	8,093
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		266	383	266	383
Fair value reserve					
- Changes in fair value		6,790	(1,033)	6,790	(1,033)
- Deferred tax adjustment		(1,630)	248	(1,630)	248
		5,160	(785)	5,160	(785)
Total other comprehensive income/ (expense) for the financial period		5,426	(402)	5,426	(402)
Total comprehensive income for the financial period		22,065	7,691	22,065	7,691
Basic earnings per ordinary share (sen):		2.00	0.97	2.00	0.97

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 2022 and accompanying explanatory notes on pages 7 to 29 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 26 April 2023.

Industrial and Commercial Bank of China (Malaysia) Berhad

Registration No. 201001000001 (839839 M)

(Incorporated in Malaysia)

3

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023

	← 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	-	383	-	-	-	383
- Currency translation differences in respect of foreign operations						
Fair value reserve						
- Changes in fair value	-	-	(1,033)	-	-	(1,033)
- Deferred tax adjustment	-	-	248	-	-	248
	-	-	(785)	-	-	(785)
Total other comprehensive income/(expense) for the financial period	-	383	(785)	-	-	(402)
Profit for the financial period	-	-	-	-	8,093	8,093
Total comprehensive income/(expense) for the financial period	-	383	(785)	-	8,093	7,691
At 31 March 2022	832,609	1,569	5,757	17,644	398,963	1,256,542

Industrial and Commercial Bank of China (Malaysia) Berhad

Registration No. 201001000001 (839839 M)

(Incorporated in Malaysia)

4

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023 *(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 2023	832,609	3,379	3,206	17,644	447,454	1,304,292
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	-	266	-	-	-	266
- Currency translation differences in respect of foreign operations						
Fair value reserve						
- Changes in fair value	-	-	6,790	-	-	6,790
- Deferred tax adjustment	-	-	(1,630)	-	-	(1,630)
	-	-	5,160	-	-	5,160
Total other comprehensive income for the financial period	-	266	5,160	-	-	5,426
Profit for the financial period	-	-	-	-	16,639	16,639
Total comprehensive income for the financial period	-	266	5,160	-	16,639	22,065
At 31 March 2023	832,609	3,645	8,366	17,644	464,093	1,326,357

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 2022 and accompanying explanatory notes on pages 7 to 29 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 26 April 2023.

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE
FINANCIAL PERIOD ENDED 31 MARCH 2023**

	31 Mar 2023	31 Mar 2022
	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	21,823	10,625
Adjustments for:		
Depreciation of property and equipment	397	517
Depreciation of right-of-use assets	1,139	1,155
Interest expense on lease liabilities	26	34
Property and equipment written off	-	-
Allowance for /(Write-back) of impairment on loans, advances and financing	336	(1,608)
(Write-back)/Allowance for impairment on other financial assets	(940)	24
Net unrealised losses arising from derivative trading	1,158	2,276
Transfer to foreign currency translation reserve	266	383
Accretion of discounts net of amortisation of premiums of financial investments measured at FVOCI	311	387
Accretion of discounts net of amortisation of premiums of financial investments measured at amortised cost	1,060	1,426
Operating profit before working capital changes	<u>25,576</u>	<u>15,219</u>
Changes in operating assets		
Deposits and placements with banks and other financial institutions	34,595	91,809
Loans, advances and financing	127,405	119,677
Other assets	1,790	2,651
Statutory deposits with Bank Negara Malaysia	390	(353)
Changes in operating liabilities		
Deposits from customers	1,588	19,110
Deposits and placements of banks and other financial institutions	(133,156)	62,223
Other liabilities	2,999	(3,444)
Cash from operations	<u>61,187</u>	<u>306,892</u>
Income taxes paid	<u>(2,920)</u>	<u>(2,996)</u>
Net cash from operating activities	<u>58,267</u>	<u>303,896</u>
Cash flows used in investing activities		
Purchase of property and equipment	(470)	(26)
Net purchase of financial investments measured at amortised cost	-	(20,037)
Net cash used in investing activities	<u>(470)</u>	<u>(20,063)</u>
Cash flows used in financing activity		
Net payment of lease liabilities	<u>(1,145)</u>	<u>(1,156)</u>
Net cash used in financing activity	<u>(1,145)</u>	<u>(1,156)</u>

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE
FINANCIAL PERIOD ENDED 31 MARCH 2023 (continued)**

	Note	31 Mar 2023 RM'000	31 Mar 2022 RM'000
Net increase in cash and cash equivalents		56,652	282,677
Cash and cash equivalents at beginning of the financial period		215,359	736,272
		<u>272,011</u>	<u>1,018,949</u>
Add: Write-back of credit loss for the financial period		(68)	(48)
Cash and cash equivalents at end of the financial period		<u>271,943</u>	<u>1,018,901</u>
 Cash and cash equivalents comprise:			
Cash and short-term funds	10	<u>271,943</u>	<u>1,018,901</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 2022 and accompanying explanatory notes on pages 7 to 29 attached to the unaudited condensed interim financial statements.

The financial statements were approved by the Board of Directors on 26 April 2023.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**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 1st quarter and three months ended 31 March 2023 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 2022. 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 2022.

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 2022. 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 17, *Insurance Contracts - Initial Application of MFRS 17 and MFRS 9 - Comparative Information*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*
- Amendments to MFRS 101, *Presentation of Financial Statements - Classification of Liabilities as Current or Non-current, Disclosures of Accounting Policies*
- Amendments to MFRS 112, *Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

MFRSs and amendments effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, *Leases - Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements – Non-current Liabilities with Covenants*

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 and Amendments to MFRS 101, insofar as the amendments relate to the *Classification of Liabilities as Current or Non-current*, which is 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 2022 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 1st quarter and three months ended 31 March 2023.

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 1st quarter and three months ended 31 March 2023.

7. Issue of Shares and Debentures

There were no issuance of shares and debentures during the 1st quarter and three months ended 31 March 2023.

8. Dividend Paid

No dividend was paid during the 1st quarter and three months ended 31 March 2023.

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Cash and balances with banks and other financial institutions	33,786	38,060
Money at call and deposit placements maturing within one month	238,641	177,715
	<u>272,427</u>	<u>215,775</u>
Less: Allowance for credit loss	(484)	(416)
	<u><u>271,943</u></u>	<u><u>215,359</u></u>

An analysis of changes in the allowance for credit loss is as follows:-

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January 2023	416	-	-	416
New assets originated	484	-	-	484
Assets derecognised or repaid	(416)	-	-	(416)
Foreign exchange adjustments	-	-	-	-
At 31 March 2023	<u>484</u>	<u>-</u>	<u>-</u>	<u>484</u>
At 1 January 2022	72	-	-	72
New assets originated	457	-	-	457
Assets derecognised or repaid	(118)	-	-	(118)
Foreign exchange adjustments	5	-	-	5
At 31 December 2022	<u>416</u>	<u>-</u>	<u>-</u>	<u>416</u>

11. Deposits and placements with banks and other financial institutions

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Licensed Malaysian banks	58,721	8,730
Foreign banks	31,126	115,712
	<u>89,847</u>	<u>124,442</u>
Less: Allowance for credit loss	(367)	(1,372)
	<u><u>89,480</u></u>	<u><u>123,070</u></u>

An analysis of changes in the allowance for credit loss is as follows:-

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January 2023	1,372	-	-	1,372
New assets originated	-	-	-	-
Assets derecognised or repaid	(1,005)	-	-	(1,005)
At 31 March 2023	<u>367</u>	<u>-</u>	<u>-</u>	<u>367</u>
At 1 January 2022	-	-	-	-
New assets originated	1,372	-	-	1,372
At 31 December 2022	<u>1,372</u>	<u>-</u>	<u>-</u>	<u>1,372</u>

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Malaysian Government Securities	372,910	369,755
Malaysian Government Investment Issues	436,377	433,053
	<u>809,287</u>	<u>802,808</u>

(ii) By maturity structure

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Within one year	153,748	153,735
More than one year to three years	278,387	266,791
More than three years to five years	203,203	210,644
More than five years	173,949	171,638
	<u>809,287</u>	<u>802,808</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 2023	802,808	-	-	802,808
New assets originated	187	-	-	187
Assets derecognised or repaid	(498)	-	-	(498)
Changes in fair value	6,790	-	-	6,790
At 31 March 2023	<u>809,287</u>	<u>-</u>	<u>-</u>	<u>809,287</u>
At 1 January 2022	465,085	-	-	465,085
New assets originated or purchased	382,921	-	-	382,921
Assets derecognised or repaid	(40,933)	-	-	(40,933)
Changes in fair value	(4,265)	-	-	(4,265)
At 31 December 2022	<u>802,808</u>	<u>-</u>	<u>-</u>	<u>802,808</u>
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for credit loss				
At 1 January/31 March 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 1 January 2022	125	-	-	125
Assets derecognised or repaid	(125)	-	-	(125)
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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**

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Financial institutions' securities	60,902	61,156
Corporate bonds	263,366	264,118
Other debt securities		
- Cagamas bonds	100,051	100,105
	<u>424,319</u>	<u>425,379</u>
Less: Allowance for credit loss	(1,484)	(1,487)
	<u>422,835</u>	<u>423,892</u>

(ii) By maturity structure

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Within one year	131,126	75,155
More than one year to three years	253,193	310,224
More than three years to five years	40,000	40,000
	<u>424,319</u>	<u>425,379</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 2023	425,379	-	-	425,379
New assets originated or purchased	-	-	-	-
Assets derecognised or repaid	(1,060)	-	-	(1,060)
At 31 March 2023	<u>424,319</u>	-	-	<u>424,319</u>
At 1 January 2022	452,555	-	-	452,555
New assets originated or purchased	125,066	-	-	125,066
Assets derecognised or repaid	(152,242)	-	-	(152,242)
At 31 December 2022	<u>425,379</u>	-	-	<u>425,379</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 2023	1,487	-	-	1,487
New assets originated	-	-	-	-
Assets derecognised or repaid	(3)	-	-	(3)
Changes due to change in credit risk	-	-	-	-
At 31 March 2023	<u>1,484</u>	<u>-</u>	<u>-</u>	<u>1,484</u>
At 1 January 2022	1,231	-	-	1,231
New assets originated	891	-	-	891
Assets derecognised or repaid	(196)	-	-	(196)
Changes due to change in credit risk	(209)	-	-	(209)
Changes in model/risk parameter	(230)	-	-	(230)
At 31 December 2022	<u>1,487</u>	<u>-</u>	<u>-</u>	<u>1,487</u>

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

	31 Mar 2023 RM'000	31 Dec 2022 RM'000
Overdrafts	19,271	24,049
Term loans		
- Housing loans	108,878	109,794
- Syndicated term loans	447,200	472,545
- Other term loans	440,013	457,564
Bills receivable	383,705	414,488
Revolving credits	851,104	800,522
Bankers' acceptances	89,185	187,782
Staff loans	886	1,541
Credit card loans	2,433	1,821
Gross loans, advances and financing	<u>2,342,675</u>	<u>2,470,106</u>
Less: Allowance for credit loss		
- Stage 1 (12-month ECL)	(18,775)	(18,871)
- Stage 2 (Lifetime ECL - non-credit impaired)	(4,053)	(4,178)
- Stage 3 (Lifetime ECL - credit impaired)	(1,306)	(1,279)
	<u>(24,134)</u>	<u>(24,328)</u>
Net loans, advances and financing	<u>2,318,541</u>	<u>2,445,778</u>

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Domestic banking institutions	5,200	8,002
Domestic non-bank financial institutions		
- Others	100,085	100,097
Domestic business enterprises		
- Small medium enterprises	131,552	135,637
- Others	1,834,116	1,976,712
Individuals	39,856	40,370
Foreign entities	231,866	209,288
	<u>2,342,675</u>	<u>2,470,106</u>

(iii) By interest rate sensitivity

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Fixed rate loan	3,319	3,362
Variable rate		
- Base rate/base lending rate plus	96,867	101,649
- Cost plus	2,175,262	2,295,765
- Other variable rates	67,227	69,330
	<u>2,342,675</u>	<u>2,470,106</u>

(iv) By sector

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Agriculture, forestry and fishing	3,756	7,513
Manufacturing	333,868	346,573
Electricity, gas and water	48,236	150,582
Construction	264,292	267,449
Mining and quarrying	71,341	70,177
Real estate activities	114,375	136,800
Wholesale and retail trade; repair of motor vehicles and motorcycles	298,530	372,086
Information and communication	217,631	205,296
Finance and insurance	638,938	560,525
Education	199,630	199,540
Household	121,181	122,791
Others	30,897	30,774
	<u>2,342,675</u>	<u>2,470,106</u>

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Purchase of properties		
- Non-residential	152,355	178,191
- Residential	109,538	111,106
Construction	30,346	31,716
Credit card	2,432	1,821
Personal use	748	829
Working capital	1,649,304	1,824,839
Other purpose	397,952	321,604
	<u>2,342,675</u>	<u>2,470,106</u>

(vi) By geographical distribution

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Within Malaysia	2,134,965	2,342,047
Outside Malaysia	207,710	128,059
	<u>2,342,675</u>	<u>2,470,106</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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Maturity within one year	1,479,670	1,506,400
More than one year to three years	262,695	234,327
More than three years to five years	154,483	218,056
More than five years	445,827	511,323
	<u>2,342,675</u>	<u>2,470,106</u>

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
At 1 January 2023/1 January 2022	1,279	1,212
Impaired during the financial period	78	63
Reclassified as performing during the financial period	(9)	(59)
Write-off	(48)	-
Exchange differences	6	63
At 31 March 2023/31 December 2022	<u>1,306</u>	<u>1,279</u>
As % of gross loans, advances and financing	<u>0.06%</u>	<u>0.05%</u>

(b) By sector

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Wholesale and retail trade; repair of motor vehicles and motorcycles	1,192	1,186
Household	114	93
	<u>1,306</u>	<u>1,279</u>

(c) By purpose

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Working capital	1,192	1,186
Credit card	114	93
	<u>1,306</u>	<u>1,279</u>

(d) By geographical distribution

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Within Malaysia	114	93
Outside Malaysia	1,192	1,186
	<u>1,306</u>	<u>1,279</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 2023	2,190,753	278,074	1,279	2,470,106
New assets originated	184,807	11,503	3	196,313
Assets derecognised or repaid	(317,601)	(6,101)	-	(323,702)
Transfer to Stage 1	68	(59)	(9)	-
Transfer to Stage 2	(430)	430	-	-
Transfer to Stage 3	-	(75)	75	-
Write-off	-	-	(48)	(48)
Foreign exchange adjustments	-	-	6	6
At 31 March 2023	<u>2,057,597</u>	<u>283,772</u>	<u>1,306</u>	<u>2,342,675</u>
At 1 January 2022	1,916,536	364,144	1,212	2,281,892
New assets originated	1,254,198	22,302	5	1,276,505
Assets derecognised or repaid	(998,681)	(89,674)	-	(1,088,355)
Transfer to Stage 1	20,400	(20,361)	(39)	-
Transfer to Stage 2	(1,700)	1,720	(20)	-
Transfer to Stage 3	-	(57)	57	-
Foreign exchange adjustments	-	-	64	64
At 31 December 2022	<u>2,190,753</u>	<u>278,074</u>	<u>1,279</u>	<u>2,470,106</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 2023	18,871	4,178	1,279	24,328
New assets originated	1,654	29	3	1,686
Assets derecognised or repaid	(1,698)	(236)	-	(1,934)
Transfer to Stage 1	10	(1)	(9)	-
Transfer to Stage 2	(1)	1	-	-
Transfer to Stage 3	-	(1)	1	-
Write-off	-	-	(48)	(48)
Changes due to change in credit risk	(76)	83	74	81
Foreign exchange adjustments	15	-	6	21
At 31 March 2023	<u>18,775</u>	<u>4,053</u>	<u>1,306</u>	<u>24,134</u>
At 1 January 2022	24,251	11,221	1,212	36,684
New assets originated	8,895	548	7	9,450
Assets derecognised or repaid	(8,677)	(4,836)	-	(13,513)
Transfer to Stage 1	924	(885)	(39)	-
Transfer to Stage 2	(39)	59	(20)	-
Transfer to Stage 3	-	(1)	1	-
Changes due to change in credit risk	(3,667)	(1,322)	54	(4,935)
Changes in model/risk parameter	(2,996)	(606)	-	(3,602)
Foreign exchange adjustments	180	-	64	244
At 31 December 2022	<u>18,871</u>	<u>4,178</u>	<u>1,279</u>	<u>24,328</u>

15. Derivative financial assets/liabilities

	31 Mar 2023		
	Contract/ Nominal value RM'000	Assets RM'000	Liabilities RM'000
Foreign exchange contracts			
- Currency forwards and spots	388,890	2,419	1,093
- Currency swaps	184,058	963	39
Interest rate contracts			
- Cross currency interest rate swaps	150,578	2,075	2,011
- Interest rate swaps	200,000	1,654	1,654
Total recognised derivative assets/liabilities (Note 26)	<u>923,526</u>	<u>7,111</u>	<u>4,797</u>
	31 Dec 2022		
	Contract/ Nominal value RM'000	Assets RM'000	Liabilities RM'000
Foreign exchange contracts			
- Currency forwards and spots	617,844	8,700	5,377
- Currency swaps	202,813	2,685	2,685
Interest rate contracts			
- Cross currency interest rate swaps	150,140	4,244	4,094
- Interest rate swaps	200,000	1,991	1,991
Total recognised derivative assets/liabilities (Note 26)	<u>1,170,797</u>	<u>17,620</u>	<u>14,147</u>

16. Other assets

	31 Mar 2023 RM'000	31 Dec 2022 RM'000
Interest receivable	12,450	15,316
Deposits	1,474	1,471
Other receivables and prepayments	2,923	1,850
	<u>16,847</u>	<u>18,637</u>

17. Deposits from customers**(i) By type of deposits**

	31 Mar 2023 RM'000	31 Dec 2022 RM'000
Demand deposits	643,508	695,024
Fixed deposits	1,094,283	1,104,358
Savings deposits	161,808	144,510
Money market deposits	239,967	190,846
Others	154,590	157,830
	<u>2,294,156</u>	<u>2,292,568</u>

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

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Business enterprises	1,265,800	1,289,634
Individuals	331,816	340,379
Foreign entities	696,259	662,282
Others	281	273
	<u>2,294,156</u>	<u>2,292,568</u>

(iii) By maturity structure of term deposits

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Due within six months	1,055,069	1,033,377
More than six months to one year	278,176	260,707
More than one year to three years	1,005	1,120
	<u>1,334,250</u>	<u>1,295,204</u>

18. Deposits and placements of banks and other financial institutions

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Licensed Malaysian banks	136,972	197,932
Licensed investment banks	50,129	50,188
Licensed Islamic banks	17,921	12,946
Other financial institutions	65,562	117,389
Foreign banks	36,517	61,802
	<u>307,101</u>	<u>440,257</u>

19. Other liabilities

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Interest payable	10,839	10,161
Other payables and accruals	34,209	31,888
	<u>45,048</u>	<u>42,049</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 2023	1,719	574	-	2,293
New commitments originated	707	1	-	708
Commitments derecognised	(167)	(36)	-	(203)
Transfer to Stage 1	1	(1)	-	-
Transfer to Stage 2	(1)	1	-	-
Changes due to change in credit risk	(2)	-	-	(2)
At 31 March 2023	<u>2,257</u>	<u>539</u>	<u>-</u>	<u>2,796</u>
At 1 January 2022	2,378	368	-	2,746
New commitments originated	2,081	175	-	2,256
Commitments derecognised	(1,982)	(100)	-	(2,082)
Transfer to Stage 1	2	(2)	-	-
Transfer to Stage 2	(50)	50	-	-
Changes due to change in credit risk	(449)	183	-	(266)
Changes in model/risk parameter	(261)	(100)	-	(361)
At 31 December 2022	<u>1,719</u>	<u>574</u>	<u>-</u>	<u>2,293</u>

21. Net Interest income

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Interest income				
Loans, advances and financing	28,905	17,319	28,905	17,319
Money at call and deposits and placements with financial institutions	2,614	1,604	2,614	1,604
Financial investments measured at fair value through other comprehensive income	7,704	4,193	7,704	4,193
Financial investments measured at amortised cost	3,352	3,212	3,352	3,212
	<u>42,575</u>	<u>26,328</u>	<u>42,575</u>	<u>26,328</u>
Interest expense				
Deposits and placements of banks and other financial institutions	(1,578)	(2,689)	(1,578)	(2,689)
Deposits from customers	(10,116)	(5,341)	(10,116)	(5,341)
	<u>(11,694)</u>	<u>(8,030)</u>	<u>(11,694)</u>	<u>(8,030)</u>
Net interest income	<u>30,881</u>	<u>18,298</u>	<u>30,881</u>	<u>18,298</u>

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

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Fee income:				
- Commission	4	2	4	2
- Service charges and fees	1,315	1,022	1,315	1,022
- Loan processing fees	470	186	470	186
- Syndication fees	-	74	-	74
- Guarantee fees	1,270	1,114	1,270	1,114
- Commitment fees	218	162	218	162
- Other loan related fee income	5	18	5	18
- Other fee income	3	2	3	2
	<u>3,285</u>	<u>2,580</u>	<u>3,285</u>	<u>2,580</u>
Fee expense:				
- Brokerage fees	(14)	(34)	(14)	(34)
- Other fee expense	(243)	(59)	(243)	(59)
	<u>(257)</u>	<u>(93)</u>	<u>(257)</u>	<u>(93)</u>
Net fee income	<u>3,028</u>	<u>2,487</u>	<u>3,028</u>	<u>2,487</u>

(ii) Net trading income

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Net gain from dealing in foreign exchange	4,099	12,116	4,099	12,116
Net gain/(losses) arising from derivative trading	4,465	(4,257)	4,465	(4,257)
Net unrealised revaluation gain/(losses) in foreign exchange	251	(43)	251	(43)
Net unrealised (losses) arising from derivative trading	(1,158)	(2,276)	(1,158)	(2,276)
	<u>7,657</u>	<u>5,540</u>	<u>7,657</u>	<u>5,540</u>

(iii) Other income

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Other operating income	<u>26</u>	<u>21</u>	<u>26</u>	<u>21</u>
Total net non-interest income	<u>10,711</u>	<u>8,048</u>	<u>10,711</u>	<u>8,048</u>

23. Other operating expenses

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Personnel costs:				
- Salaries, allowance and bonuses	13,469	10,880	13,469	10,880
- Pension fund contributions	1,534	1,223	1,534	1,223
- Other staff costs	1,632	1,101	1,632	1,101
Promotion and marketing related expenses:				
- Advertising and promotion	22	80	22	80
- Others	18	41	18	41
Establishment costs:				
- Depreciation of property and equipment	397	517	397	517
- Depreciation of right-of-use assets	1,139	1,155	1,139	1,155
- Interest expense on lease liabilities	26	34	26	34
- Expenses relating to short-term leases	-	-	-	-
- Expenses relating to leases of low-value assets	33	30	33	30
- Property and equipment written off	-	-	-	-
- Others	651	587	651	587
Administrative expenses:				
- Auditors' remuneration				
• statutory audit fees	63	63	63	63
• audit related services	3	3	3	3
- Professional fees	66	92	66	92
- Licence fee	84	85	84	85
- Membership fee	23	23	23	23
- Others	1,213	1,391	1,213	1,391
	<u>20,373</u>	<u>17,305</u>	<u>20,373</u>	<u>17,305</u>

24. Allowance for /(Write-back) of impairment on loans, advances and financing

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Allowance for /(Write-back) of credit loss				
- Loans, advances and financing	(167)	(1,802)	(167)	(1,802)
- Provision for commitments and contingencies	503	194	503	194
	<u>336</u>	<u>(1,608)</u>	<u>336</u>	<u>(1,608)</u>

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

	1st quarter ended		Year-To-Date ended	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
(Write-back) /Allowance for credit loss				
- Cash and short-term funds	68	48	68	48
- Deposit and placements with banks and other financial institutions	(1,005)	-	(1,005)	-
- Financial investments measured at amortised cost	(3)	(24)	(3)	(24)
	<u>(940)</u>	<u>24</u>	<u>(940)</u>	<u>24</u>

26. Commitments and contingencies

The commitments and contingencies comprise the following:-

	31 Mar 2023			
	Principal amount	Positive value of derivative contracts^	Credit equivalent amount*	Risk-weighted assets*
	RM'000	RM'000	RM'000	RM'000
<u>Credit-related exposures</u>				
Direct credit substitutes	110,424	-	110,424	55,212
Transaction-related contingent items	432,219	-	216,110	157,718
Short-term self-liquidating trade-related contingencies	244,833	-	48,967	23,715
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- Exceeding one year	173,571	-	86,785	85,232
- Not exceeding one year	857,495	-	171,499	152,652
Unutilised credit card lines	39,215	-	7,843	5,882
<u>Derivative financial contracts</u>				
Foreign exchange related contracts:				
- Less than one year	572,948	3,382	9,461	4,394
Interest rate related contracts:				
- One year to five years	350,578	3,729	16,764	11,580
Total	<u>2,781,283</u>	<u>7,111</u>	<u>667,853</u>	<u>496,385</u>

Note 15

26. Commitments and contingencies (continued)

	31 Dec 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	408,229	-	204,114	92,439
Short-term self-liquidating trade-related contingencies	107,852	-	21,570	12,528
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- Exceeding one year	168,284	-	84,142	83,135
- Not exceeding one year	759,787	-	151,958	143,582
Unutilised credit card lines	39,112	-	7,823	5,867
<u>Derivative financial contracts</u>				
Foreign exchange related contracts:				
- Less than one year	820,657	11,385	22,116	9,838
Interest rate related contracts:				
- One year to five years	350,140	6,235	21,243	14,320
Total	<u>2,654,061</u>	<u>17,620</u>	<u>512,966</u>	<u>361,709</u>

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:-

	31 Mar 2023	31 Dec 2022
	RM'000	RM'000
Common Equity Tier 1 (“CET1”) Capital/Tier 1 Capital		
Paid-up share capital	832,609	832,609
Retained earnings	447,454	447,454
Regulatory reserve	17,644	17,644
Foreign currency translation reserve	3,646	3,379
Unrealised gains on financial investments measured at FVOCI	8,366	3,206
	<u>1,309,719</u>	<u>1,304,292</u>
Less: Regulatory adjustments applied in calculation of CET1 Capital		
- Deferred tax assets	(8,017)	(10,051)
- 55% cumulative gains of financial investments measured at FVOCI	(4,601)	(1,762)
- Regulatory reserve attributable to loans, advances and financing	(17,644)	(17,644)
	<u>(30,262)</u>	<u>(29,457)</u>
Total CET1 Capital/Tier 1 Capital	<u>1,279,457</u>	<u>1,274,835</u>
Tier 2 Capital		
Allowance for credit loss	19,787	20,336
Regulatory reserve	17,644	17,644
Total Tier 2 Capital	<u>37,431</u>	<u>37,980</u>
Total Capital	<u>1,316,888</u>	<u>1,312,815</u>
CET1 capital ratio	39.457%	38.771%
Tier 1 capital ratio	39.457%	38.771%
Total capital ratio	40.611%	39.926%

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

	31 Mar 2023		31 Dec 2022	
	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	4,662,875	2,994,461	4,613,025	3,038,413
Total RWA for market risk	-	5,681	-	8,620
Total RWA for operational risk	-	242,537	-	241,056
	<u>4,662,875</u>	<u>3,242,679</u>	<u>4,613,025</u>	<u>3,288,089</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	31 Mar 2023			
	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	999,461	999,461	-	-
Banks, Development Financial Institutions and MDBs	335,865	335,865	119,294	9,543
Corporates	2,377,734	2,377,734	2,224,729	177,978
Regulatory Retail	145,426	145,426	141,736	11,339
Residential Mortgages	104,465	104,465	42,458	3,397
Other assets	32,071	32,071	25,071	2,006
Total On-Balance Sheet Exposures	3,995,022	3,995,022	2,553,288	204,263
<u>Off-balance sheet Exposures</u>				
Credit-related off-balance sheet exposures	641,628	641,628	425,198	34,016
OTC derivatives	26,225	26,225	15,975	1,278
Total Off-Balance Sheet Exposures	667,853	667,853	441,173	35,294
Total On and Off-Balance Sheet Exposures	4,662,875	4,662,875	2,994,461	239,557
Large exposure risk requirement*	-	-	-	-
<i>Market Risk</i>				
	<u>Long Position</u>	<u>Short Position</u>		
Foreign currency risk	5,304	-	9,836	424
Interest rate risk	146,563	146,563	-	30
<i>Operational risk</i>	-	-	-	19,403
Total RWA and Capital Requirements			3,242,679	259,414

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 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	924,642	924,642	-	-
Banks, Development Financial Institutions and MDBs	358,108	358,108	136,630	10,930
Corporates	2,525,889	2,525,889	2,322,337	185,787
Regulatory Retail	147,979	147,979	144,663	11,573
Residential Mortgages	106,612	106,612	43,339	3,467
Other assets	36,829	36,829	29,735	2,379
Total On-Balance Sheet Exposures	4,100,059	4,100,059	2,676,704	214,136
<u>Off-balance sheet Exposures</u>				
Credit-related off-balance sheet exposures	469,607	469,607	337,551	27,004
OTC derivatives	43,359	43,359	24,158	1,933
Total Off-Balance Sheet Exposures	512,966	512,966	361,709	28,937
Total On and Off-Balance Sheet Exposures	4,613,025	4,613,025	3,038,413	243,073
Large exposure risk requirement*	-	-	-	-
<i>Market Risk</i>				
	Long Position	Short Position		
Foreign currency risk	8,245	-	8,245	660
Interest rate risk	150,140	150,140	-	30
Operational risk	-	-	-	19,284
Total RWA and Capital Requirements			3,288,089	263,047

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:-

31 Mar 2023 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%	999,461	-	81,669	1,786	105	7,000	1,090,021	-
20%	-	175,531	66,011	-	-	6,334	247,876	49,575
35%	-	-	-	-	72,910	-	72,910	25,518
50%	-	301,310	313,864	-	29,022	10,367	654,563	327,282
75%	-	-	-	21,676	-	-	21,676	16,257
100%	-	-	2,402,644	136,162	2,428	34,595	2,575,829	2,575,829
Total Exposures	999,461	476,841	2,864,188	159,624	104,465	58,296	4,662,875	2,994,461
Risk-Weighted Assets by Exposures	-	185,761	2,572,779	152,418	42,458	41,045	2,994,461	
Average Risk Weight	0.0%	38.9%	89.8%	95.5%	40.6%	70.4%	64.2%	
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 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%	924,642	-	82,268	1,703	105	7,094	1,015,812	-
20%	-	141,415	61,465	-	-	14,966	217,846	43,569
35%	-	-	-	-	74,484	-	74,484	26,069
50%	-	220,336	398,766	-	29,507	14,457	663,066	331,533
75%	-	-	-	18,301	-	-	18,301	13,726
100%	-	-	2,437,374	139,955	2,516	43,671	2,623,516	2,623,516
Total Exposures	924,642	361,751	2,979,873	159,959	106,612	80,188	4,613,025	3,038,413
Risk-Weighted Assets by Exposures	-	138,451	2,649,050	153,681	43,339	53,893	3,038,413	
Average Risk Weight	0.0%	38.3%	88.9%	96.1%	40.7%	67.2%	65.9%	
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 RM21.82 million for the three months ended 31 March 2023, higher by RM11.20 million or 105.4% when compared with the corresponding period in 2022. The Bank's total operating income was made up of net interest income of RM30.88 million and net non-interest income of RM10.71 million (31 March 2022: RM18.30 million and RM8.05 million respectively).

Net Interest income which contributed 74.2% to the Bank's total operating income increased by RM12.58 million or 68.8% when compared with the three months ended 31 March 2022 as a result of higher net interest margin as compared with the corresponding period in 2022. Net non-interest income which contributed 25.8% to the Bank's total operating income, increased by RM2.66 million or 33.1% was due to higher net trading income during the financial period.

The Bank's other operating expenses increased by RM3.07 million or 17.7% to RM20.37 million, attributable to higher personnel cost incurred. During the financial period, allowance of RM0.34 million was made on loans, advances and financing due to higher exposure to commitments and contingencies while there was a write-back of provision for impairment for other financial assets of RM0.94 million due to the lower volume of deposits and placements with banks and other financial institutions.

As at 31 March 2023, gross loans, advances and financing decreased by RM127.43 million or 5.16% to RM2,342.68 million as compared with RM2,470.11 million as at 31 December 2022. However, the Bank's deposits from customers improved marginally by RM1.59 million or 0.07% to RM2,294.16 million as compared with RM2,292.57 million as at 31 December 2022.