**AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.**
**(Incorporated in Malaysia)**
**Co. Reg. No. 200501036909 (719057-X)**

# INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2026

Registered Office

Level 8, Integra Tower, The Intermark
348, Jalan Tun Razak
50400 Kuala Lumpur

**AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.**
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**Co. Reg. No. 200501036909 (719057-X)**

## INTERIM FINANCIAL STATEMENTS
## UNAUDITED STATEMENTS OF FINANCIAL POSITION
## AS AT 30 JUNE 2026

| | Note | Group | | Bank | |
|---|---|---|---|---|---|
| | | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| **ASSETS** | | | | | |
| Cash and short-term funds | | 866,297 | 221,564 | 866,297 | 221,564 |
| Deposits and placements with banks and other financial institutions | 9 | 305,808 | 55,654 | 305,808 | 55,654 |
| Derivatives assets | | 68,807 | - | 68,807 | - |
| Financial investment at amortised cost | 10 | 4,644,310 | 4,604,265 | 4,644,310 | 4,604,265 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 11 | 3,084,633 | 3,109,050 | 3,084,633 | 3,109,050 |
| Financial investments at fair value through profit or loss ("FVTPL") | 12 | 739,667 | 516,514 | 739,667 | 516,514 |
| Financing and advances | 13 | 10,660,598 | 10,890,772 | 10,660,598 | 10,890,772 |
| Other assets | | 63,076 | 42,942 | 62,613 | 42,805 |
| Statutory deposit with Bank Negara Malaysia | | 90,488 | 97,482 | 90,488 | 97,482 |
| Deferred tax assets | | 622 | 622 | 622 | 622 |
| Investment in a subsidiary | | -* | -* | -* | -* |
| Investment properties | | 85,509 | 100,609 | 85,509 | 100,609 |
| Property and equipment | | 50,611 | 38,341 | 50,611 | 38,341 |
| Intangible assets | | 213,296 | 211,875 | 213,296 | 211,875 |
| Right-of-use assets | | 49,433 | 54,918 | 49,433 | 54,918 |
| **Total Assets** | | **20,923,155** | **19,944,608** | **20,922,692** | **19,944,471** |
| | | | | | |
| **Liabilities** | | | | | |
| Deposits from customers | 14 | 15,054,098 | 14,800,840 | 15,054,098 | 14,800,840 |
| Deposits and placements of banks and other financial institutions | 15 | 2,101,463 | 1,214,827 | 2,101,463 | 1,214,827 |
| Derivatives liabilites | | - | 127,292 | - | 127,292 |
| Bills and acceptances payable | | 866 | 3,416 | 866 | 3,416 |
| Recourse obligations on financing sold to Cagamas | | 654,071 | 654,195 | 654,071 | 654,195 |
| Other liabilities | | 76,045 | 166,157 | 82,567 | 170,967 |
| Lease liabilities | | 53,798 | 58,639 | 53,799 | 58,639 |
| Subordinated Sukuk | 16 | 1,258,751 | 1,255,517 | 1,258,751 | 1,255,517 |
| **Total Liabilities** | | **19,199,092** | **18,280,883** | **19,205,615** | **18,285,693** |

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**INTERIM FINANCIAL STATEMENTS**
**UNAUDITED STATEMENTS OF FINANCIAL POSITION**
**AS AT 30 JUNE 2026 (CONTINUED)**

| | | Group | | Bank | |
|---|---|---|---|---|---|
| | | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| **Shareholder's equity** | | | | | |
| Share capital | | 1,541,868 | 1,541,868 | 1,541,868 | 1,541,868 |
| Reserves | | 182,195 | 121,857 | 175,209 | 116,910 |
| **Total Shareholder's Equity** | | **1,724,063** | **1,663,725** | **1,717,077** | **1,658,778** |
| **Total Liabilities and Shareholder's Equity** | | **20,923,155** | **19,944,608** | **20,922,692** | **19,944,471** |
| **COMMITMENTS AND CONTINGENCIES** | 23 | **13,180,051** | **10,650,004** | **13,180,051** | **10,650,004** |
| **CAPITAL ADEQUACY** | 25 | | | | |
| CET I/ Core capital ratio | | 11.462% | 12.058% | 11.427% | 12.021% |
| Tier I Capital | | 13.843% | 14.534% | 13.807% | 14.496% |
| Risk-weighted capital ratio | | 21.613% | 22.641% | 21.578% | 22.603% |

*The interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2025.*

*The amount is significantly below the rounding threshold.

**AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.**
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## INTERIM FINANCIAL STATEMENTS
## UNAUDITED STATEMENTS OF PROFIT OR LOSS
## FOR THE QUARTER ENDED 30 JUNE 2026

| Group | Note | Quarter Ended 30 June 2026 RM'000 | Quarter Ended 30 June 2025 RM'000 | Period Ended 30 June 2026 RM'000 | Period Ended 30 June 2025 RM'000 |
|---|---|---|---|---|---|
| **Operating revenue** | | **285,933** | **277,068** | **562,172** | **544,122** |
| Income derived from investment of depositors' funds and others | 17 | 254,797 | 252,573 | 507,168 | 497,588 |
| Income derived from investment of shareholder's funds | 18 | 31,136 | 24,495 | 55,004 | 46,534 |
| Allowance for expected credit losses on financial assets | 19 | (7,905) | (4,082) | (14,449) | (8,206) |
| **Total distributable income** | | **278,028** | **272,986** | **547,723** | **535,916** |
| Income attributable to depositors | 20 | (145,556) | (146,677) | (290,567) | (288,908) |
| **Total Net Income** | | **132,472** | **126,309** | **257,156** | **247,008** |
| Personnel expenses | | (41,927) | (40,351) | (84,857) | (74,922) |
| Other overheads and expenditures | | (36,134) | (34,995) | (73,166) | (68,027) |
| **Profit before zakat and taxation** | | **54,411** | **50,963** | **99,133** | **104,059** |
| Zakat | | - | - | - | - |
| Taxation | | (10,051) | - | (16,723) | - |
| **Net profit for the financial period** | | **44,360** | **50,963** | **82,410** | **104,059** |
| **Other comprehensive income** | | | | | |
| **Items that may be reclassified subsequently to profit or loss** | | | | | |
| Financial investment held at fair value through other comprehensive income: | | | | | |
| - Net unrealised gain/(loss) on changes in fair value | | (9,789) | 22,042 | (22,071) | 32,353 |
| Net change in cash flow hedges | | - | - | - | (259) |
| Other comprehensive income for the net of tax | | (9,789) | 22,042 | (22,071) | 32,094 |
| Total comprehensive income for the financial period | | **34,571** | **73,005** | **60,339** | **136,153** |
| **Total comprehensive income for the financial period attributable to equity holder of the Bank** | | **34,571** | **73,005** | **60,339** | **136,153** |

*The interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2025.*

AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.
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## INTERIM FINANCIAL STATEMENTS
## UNAUDITED STATEMENTS OF PROFIT OR LOSS
## FOR THE QUARTER ENDED 30 JUNE 2026

| | | Quarter Ended | | Period Ended | |
|---|---|---|---|---|---|
| | | 30 June 2026 | 30 June 2025 | 30 June 2026 | 30 June 2025 |
| **Bank** | **Note** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **Operating revenue** | | **285,933** | **277,068** | **562,172** | **544,122** |
| Income derived from investment of depositors' funds and others | 17 | 254,797 | 252,573 | 507,168 | 497,588 |
| Income derived from investment of shareholder's funds | 18 | 31,136 | 24,495 | 55,004 | 46,534 |
| Allowance for expected credit losses on financial assets | 19 | (7,905) | (4,082) | (14,449) | (8,206) |
| **Total distributable income** | | **278,028** | **272,986** | **547,723** | **535,916** |
| Income attributable to depositors | 20 | (145,556) | (146,677) | (290,567) | (288,908) |
| **Total Net Income** | | **132,472** | **126,309** | **257,157** | **247,008** |
| Personnel expenses | | (41,896) | (40,319) | (84,796) | (74,865) |
| Other overheads and expenditures | | (36,862) | (35,539) | (75,268) | (69,656) |
| **Profit before zakat and taxation** | | **53,714** | **50,451** | **97,093** | **102,487** |
| Zakat | | - | - | - | - |
| Taxation | | (10,051) | - | (16,723) | - |
| **Net profit for the financial period** | | **43,663** | **50,451** | **80,370** | **102,487** |
| **Other comprehensive income** | | | | | |
| **Items that may be reclassified subsequently to profit or loss** | | | | | |
| Financial investment held at fair value through other comprehensive income: | | | | | |
| - Net unrealised gain on changes in fair value | | (9,789) | 22,042 | (22,071) | 32,353 |
| Cash flow hedges : Effective portion of changes in fair value | | - | - | - | (259) |
| Other comprehensive income net of tax | | (9,789) | 22,042 | (22,071) | 32,094 |
| Total comprehensive income for the financial period | | **33,874** | **72,493** | **58,299** | **134,581** |
| **Total comprehensive income attributable to equity holder of the Bank** | | **33,874** | **72,493** | **58,299** | **134,581** |

*The interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2025.*

**AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.**
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**INTERIM FINANCIAL STATEMENTS**
**UNAUDITED STATEMENTS OF CHANGES IN EQUITY**
**FOR THE QUARTER ENDED 30 JUNE 2026**

| | Share capital RM'000 | Statutory reserve RM'000 | Regulatory reserve RM'000 | Fair value reserve of financial investments at ("FVOCI") RM'000 | Cash flow hedge Reserve RM'000 | Accumulated losses RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|
| **Group** | | | | | | | |
| At 1 January 2025 | 1,541,868 | 13,206 | 54,480 | 4,299 | 259 | (127,877) | 1,486,235 |
| Transfer to Regulatory reserve | - | - | 8,587 | - | - | (8,587) | - |
| Total comprehensive income for the financial year | - | - | - | 18,581 | (259) | 159,168 | 177,490 |
| Transfer from statutory reserve | - | (13,206) | - | - | - | 13,206 | - |
| **At 31 December 2025** | **1,541,868** | **-** | **63,067** | **22,880** | **-** | **35,909** | **1,663,725** |
| **Group** | | | | | | | |
| At 1 January 2026 | 1,541,868 | - | 63,067 | 22,880 | - | 35,909 | 1,663,725 |
| Total comprehensive income for the financial period | - | - | - | (22,071) | - | 82,410 | 60,339 |
| Transfer to Regulatory reserve | - | - | 4,633 | - | - | (4,633) | - |
| **At 30 June 2026** | **1,541,868** | **-** | **67,700** | **809** | **-** | **113,685** | **1,724,063** |

*The interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2025.*

AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD.
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Co. Reg. No. 200501036909 (719057-X)

**INTERIM FINANCIAL STATEMENTS**
**UNAUDITED STATEMENTS OF CHANGES IN EQUITY**
**FOR THE QUARTER ENDED 30 JUNE 2026 (CONTINUED)**

| | Share capital RM'000 | Statutory reserve RM'000 | Regulatory reserve RM'000 | Fair value reserve of financial investments at at ("FVOCI") RM'000 | Cash flow hedge Reserve RM'000 | Accumulated losses RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|
| **Bank** | | | | | | | |
| At 1 January 2025 | 1,541,868 | 13,206 | 54,480 | 4,299 | 259 | (131,185) | 1,482,927 |
| Transfer to Regulatory reserve | - | - | 8,587 | - | - | (8,587) | - |
| Total comprehensive income for the financial year | - | - | - | 18,581 | (259) | 157,529 | 175,851 |
| Transfer from statutory reserve | - | (13,206) | - | - | - | 13,206 | - |
| **At 31 December 2025** | **1,541,868** | **-** | **63,067** | **22,880** | **-** | **30,963** | **1,658,778** |

| | Share capital RM'000 | Statutory reserve RM'000 | Regulatory reserve RM'000 | Fair value reserve of financial investments at at ("FVOCI") RM'000 | Cash flow hedge Reserve RM'000 | Accumulated losses RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|
| **Bank** | | | | | | | |
| At 1 January 2026 | 1,541,868 | - | 63,067 | 22,880 | - | 30,963 | 1,658,778 |
| Total comprehensive income for the financial period | - | - | - | (22,071) | - | 80,370 | 58,299 |
| Transfer from statutory reserve | - | - | 4,633 | - | - | (4,633) | - |
| **At 30 June 2026** | **1,541,868** | **-** | **67,700** | **809** | **-** | **106,699** | **1,717,077** |

*The interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2025.*

## INTERIM FINANCIAL STATEMENTS
## UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
## FOR THE QUARTER ENDED 30 JUNE 2026

| | Group | | Bank | |
|---|---|---|---|---|
| | **30 June 2026 RM'000** | **30 June 2025 RM'000** | **30 June 2026 RM'000** | **30 June 2025 RM'000** |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | | |
| Profit before zakat and taxation | 99,133 | 104,059 | 97,093 | 102,487 |
| Adjustments for: | | | | |
| Depreciation of property and equipment | 4,086 | 1,760 | 4,086 | 1,760 |
| Depreciation of right-of-use ("ROU") assets | 4,801 | 4,842 | 4,801 | 4,842 |
| Amortisation of intangible assets | 9,498 | 12,569 | 9,498 | 12,569 |
| Finance charges on lease liabilities | 1,114 | 932 | 1,114 | 932 |
| Finance cost paid on Recourse Obligation Financing sold to Cagamas | (124) | (832) | (124) | (832) |
| Net loss on disposal/write-off of equipment | - | 17 | - | 17 |
| Allowance for expected credit losses on financial assets | 19,530 | 14,387 | 19,530 | 14,387 |
| Bad debts on financing - Recovered | (5,082) | (6,181) | (5,082) | (6,181) |
| Allowance for doubtful debt | 377 | 1,102 | 377 | 1,102 |
| Gain on disposal of financial investments at amortised cost | - | (296) | - | (296) |
| Gain on disposal of financial investment at FVOCI | (12,578) | (9,135) | (12,578) | (9,135) |
| Unrealised gain from foreign exchange translations | (18,954) | 7,240 | (18,954) | 7,240 |
| Operating cashflow before workings capital changes | 101,802 | 130,463 | 99,761 | 128,891 |
| **(Increase)/decrease in operating activities** | | | | |
| Deposits and placements with banks and other financial institutions | (231,200) | 110,633 | (231,200) | 110,633 |
| Derivative assets | (196,098) | (1,283) | (196,099) | (1,283) |
| Financing and advances | 215,349 | 440,569 | 215,349 | 440,569 |
| Other assets | (20,135) | (48,202) | (19,807) | (47,828) |
| Statutory deposit with Bank Negara Malaysia | 6,994 | 86,182 | 6,994 | 86,182 |
| **(Increase)/decrease in operating liabilities** | | | | |
| Deposits from customers | 253,258 | 358,881 | 253,258 | 358,881 |
| Deposits and placements of banks and other financial institutions | 886,636 | (867,311) | 886,636 | (867,311) |

## INTERIM FINANCIAL STATEMENTS
## UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
## FOR THE QUARTER ENDED 30 JUNE 2026 (CONTINUED)

| | Group | | Bank | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| **CASH FLOWS FROM OPERATING ACTIVITIES (Continued)** | | | | |
| **(Increase)/decrease in operating liabilities** | | | | |
| Bills and acceptances payable | (2,550) | 297 | (2,550) | 297 |
| Other liabilities | (87,737) | (65,626) | (86,024) | (64,428) |
| Cash generated from operating activities | 926,319 | 144,604 | 926,318 | 144,604 |
| Tax paid | (16,723) | - | (16,723) | - |
| Net cash generated from operating activities | 909,596 | 144,604 | 909,595 | 144,604 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | | |
| Purchase of property and equipment | (16,356) | (1,708) | (16,356) | (1,708) |
| Purchase of intangible assets and work-in-progress | (10,919) | (7,829) | (10,919) | (7,829) |
| Purchase of right of use assets ("ROU") | 684 | (55,172) | 684 | (55,172) |
| Disposal of investment properties | 15,100 | - | 15,100 | - |
| Net disposal/purchase of financial investments at FVTPL | (223,153) | 17,351 | (223,153) | 17,351 |
| Purchase of financial investment at amortised cost | (40,045) | (1,255,863) | (40,045) | (1,255,863) |
| Net disposal/purchase of financial investment at FVOCI | 14,922 | 403,163 | 14,922 | 403,163 |
| Net cash used in investing activities | (259,767) | (900,057) | (259,766) | (900,057) |
| **CASH FLOWS FROM FINANCING** | | | | |
| Recourse obligations on financing sold to Cagamas | - | (15,001) | - | (15,001) |
| Lease payments | (5,096) | (4,872) | (5,096) | (4,872) |
| Net cash used in financing activities | (5,096) | (19,873) | (5,096) | (19,873) |
| **NET (INCREASE)/ DECREASE IN CASH AND SHORT-TERM FUNDS** | **644,733** | **(775,327)** | **644,733** | **(775,327)** |
| Effects of exchange rate changes | | | | |
| Cash and cash equivalents at 1 January | 221,564 | 870,620 | 221,564 | 870,620 |
| Cash and cash equivalents at 30 June | **866,297** | **95,293** | **866,297** | **95,293** |

## INTERIM FINANCIAL STATEMENTS
## UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
## FOR THE QUARTER ENDED 30 JUNE 2026 (CONTINUED)

| | Group | | Bank | |
|---|---|---|---|---|
| | **30 June 2026 RM'000** | **30 June 2025 RM'000** | **30 June 2026 RM'000** | **30 June 2025 RM'000** |
| **Cash and cash equivalents comprise:** | | | | |
| Cash and short-term funds | 866,297 | 95,293 | 866,297 | 95,293 |
| Deposits and placements with banks and other financial institutions | 305,808 | 37,863 | 305,808 | 37,863 |
| | 1,172,105 | 133,156 | 1,172,105 | 133,156 |
| **Less:** | | | | |
| Deposits and placements with banks and other financial institutions, with original maturity of more than three months | (305,808) | (37,863) | (305,808) | (37,863) |
| **Cash and cash equivalents at 30 June** | **866,297** | **95,293** | **866,297** | **95,293** |

*The Interim Financial Statements should be read in conjunction with the audited financial statements of for the year ended 31 December 2025.*

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 1. BASIS OF PREPARATION

The unaudited condensed interim financial statements have been prepared in accordance with the applicable requirements of MFRS 134: Interim Financial Reporting in Malaysia issued by Malaysian Accounting Standards Board (MASB), Financial Reporting for Islamic Banking Institution policy issued by Bank Negara Malaysia (BNM) and Shariah requirements.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2025. The explanatory notes attached to the consolidated condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and of the Bank since the year ended 31 December 2025.

## 2. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial statement are consistent with those adopted in the preparation of the Group's audited financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026.

New standards, interpretations and amendments issued has been applied consistently in the preparation of these interim financial statements effective 1 January 2026.

| | **Effective for financial period beginning on or after** |
|---|---|
| ***MFRSs, Amendments to MFRSs and Interpretations*** | |
| *Amendments to MFRS 9 and MFRS 7: Classification and Measurement of Financial Instruments* | 1 January 2026 |
| *Annual Improvements to MFRS Accounting Standards - Volume 11* | 1 January 2026 |

The adoption of the new pronouncements did not result in material impact to the financial statements of the Group and of the Bank.

The following are the accounting standards, interpretations and amendments of MFRS Accounting Standards that are issued, but not yet effective up to the date of issuance of the Group's and the Bank's financial statements as disclosed below. The Group and the Bank intend to adopt these standards, if applicable, when they become effective.

| | |
|---|---|
| *MFRS 18 – Presentation and Disclosure in Financial Statements* | 1 January 2027 |

## 2. ACCOUNTING POLICIES (Continued)

**MFRSs, Amendments to MFRSs and Interpretations (Continued)**

| | **Effective for financial period beginning on or after** |
|---|---|
| *MFRS 19 – Subsidiaries without Public Accountability: Disclosures* | 1 January 2027 |
| *Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture* | Deferred |

Except for MFRS 18, the adoption of amendments to MFRS Accounting Standards is expected to have no significant financial impact to the financial statements of the Group and of the Bank. The Group and the Bank is currently in the process of assessing the effects, if any, upon the effective date of MFRS 18.

## 3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2025 was not qualified.

## 4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical factors in the 2nd Quarter ended 30 June 2026.

## 5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank in the 2nd Quarter ended 30 June 2026.

## 6. CHANGES IN ESTIMATE

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the 2nd Quarter ended 30 June 2026.

## 7. DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale or repayments of debt and equity securities in the 2nd Quarter ended 30 June 2026.

## 8. DIVIDENDS PAID

There were no dividends paid during the 2nd Quarter ended 30 June 2026.

## 9. DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| Licensed banks | - | 38,160 |
| Foreign financial institutions | 305,808 | 17,494 |
| | 305,808 | 55,654 |

## 10. FINANCIAL INVESTMENT AT AMORTISED COST

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| **At amortised cost** | | |
| Unquoted : | | |
| Islamic government securities in Malaysia | 3,044,072 | 3,048,642 |
| Islamic private debt securities outside Malaysia | 1,601,441 | 1,556,454 |
| | 4,645,513 | 4,605,096 |
| Expected credit loss ("ECL") | (1,203) | (831) |
| | 4,644,310 | 4,604,265 |

Movements in ECL for financial investments at amortised cost are as follows:

**Group and Bank**

| | **Stage 1 RM'000** | **Stage 2 RM'000** | **Stage 3 RM'000** | **Total RM'000** |
|---|---|---|---|---|
| At 1 January 2026 | 831 | - | - | 831 |
| Net charge in allowance for expected credit losses for the period | 372 | - | - | 372 |
| Closing balance | 1,203 | - | - | 1,203 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 10. FINANCIAL INVESTMENT AT AMORTISED COST (CONTINUED)

Movements in ECL for financial investments at amortised cost are as follows (Continued):

**Group and Bank**

| | Stage 1 RM'000 | Stage 2 RM'000 | Stage 3 RM'000 | Total RM'000 |
|---|---|---|---|---|
| At 1 January 2025 | 428 | - | - | 428 |
| Net charge in allowance for expected credit losses for the year | 403 | - | - | 403 |
| At 31 December 2025 | 831 | - | - | 831 |

## 11. FINANCIAL INVESTMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 | Audited 31 December 2025 |
| **At fair value** | RM'000 | RM'000 |
| Quoted : | | |
| Islamic government securities in Malaysia | 1,309,924 | 1,540,944 |
| Private debt securities in Malaysia | 1,548,364 | 1,342,345 |
| Private debt securities outside Malaysia | 226,345 | 225,761 |
| Total Financial Investments at FVOCI | 3,084,633 | 3,109,050 |

The following expected credit losses ("ECL") for financial investment quoted for government securities and treasury bills were not recognised in the statement of financial position as the carrying amount of financial investment is equivalent to their fair value.

Movements in ECL for financial investments at FVOCI is as follows:

| | Stage 1 RM'000 | Stage 2 RM'000 | Stage 3 RM'000 | Total RM'000 |
|---|---|---|---|---|
| At 1 January 2026 | 2,581 | - | - | 2,581 |
| Net charge in allowance for expected credit loses for the period | 277 | - | - | 277 |
| Closing balance | 2,858 | - | - | 2,858 |

| | Stage 1 RM'000 | Stage 2 RM'000 | Stage 3 RM'000 | Total RM'000 |
|---|---|---|---|---|
| At 1 January 2025 | 2,351 | - | - | 2,351 |
| Net charge in allowance for | - | - | - | - |
| expected credit losses for the year | 230 | - | - | 230 |
| At 31 December 2025 | 2,581 | - | - | 2,581 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 12. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT & LOSS ("FVTPL")

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| **At fair value** | | |
| Private treasury bills: | | |
| Private debt securities | 107,973 | 111,107 |
| | 107,973 | 111,107 |
| Money market instruments: | | |
| Negotiable instruments of deposit and negotiable Islamic debt certificates | 631,694 | 405,407 |
| **Total** | 739,667 | 516,514 |

## 13. FINANCING AND ADVANCES

(a) Financing and advances analysed by types and Shariah contracts are as follows:

| Group and Bank | Murabahah RM'000 | Qard RM'000 | Unaudited 30 June 2026 Total financing and advances RM'000 |
|---|---|---|---|
| **At amortised cost** | | | |
| Term Financing: | | | |
| Corporate financing | 8,731,651 | - | 8,731,651 |
| Home financing | 900,395 | - | 900,395 |
| Personal financing | 831,417 | - | 831,417 |
| Cash Line | 255,279 | - | 255,279 |
| Shop-house financing | 48,645 | - | 48,645 |
| SME financing | 6,896 | - | 6,896 |
| Vehicle financing | 1,051 | - | 1,051 |
| Charge cards | - | 39 | 39 |
| Credit Card-i | - | 294 | 294 |
| Gross financing and advances | 10,775,334 | 333 | 10,775,667 |
| Less : Modification loss | | | (7,635) |
| | | | 10,768,032 |
| Less: Impairment allowance | | | |
| - Stage 1 | | | (27,077) |
| - Stage 2 | | | (30,457) |
| - Stage 3 | | | (49,900) |
| Total net financing and advances | | | 10,660,598 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**13. FINANCING AND ADVANCES (Continued)**

(a) Financing and advances analysed by types and Shariah contracts are as follows (Continued):

Movement in gross financing and advances

| | **Stage 1 RM'000** | **Stage 2 RM'000** | **Stage 3 RM'000** | **Total RM'000** |
|---|---|---|---|---|
| Gross carrying amount at 1 January 2026 | 10,418,590 | 510,679 | 60,926 | 10,990,195 |
| Transfer to stage 1 | 52,263 | (50,344) | (1,919) | - |
| Transfer to stage 2 | (61,448) | 66,930 | (5,482) | - |
| Transfer to stage 3 | (12,483) | (19,360) | 31,843 | - |
| Financing derecognised during the period (other than write-off) | (5,392,944) | (318,065) | (188) | (5,711,197) |
| Write off | - | - | (10,887) | (10,887) |
| New financing originated or purchased | 5,542,368 | 249,442 | 41 | 5,791,851 |
| Changes to contractual cash flow (excluding derecognition)* | (284,757) | (6,565) | (608) | (291,930) |
| Gross carrying amount as at 30 June 2026 | 10,261,590 | 432,716 | 73,726 | 10,768,032 |

* Included in the changes to contractual cash flow (excluding derecognition) are the effects of modification loss of RM7,635,000.

All gross financing and advances are within Malaysia except for those under foreign entities in Note 13(b).

## 13 FINANCING AND ADVANCES (Continued)

(a) Financing and advances analysed by types and Shariah contracts are as follows (Continued):

| Group and Bank | Murabahah RM'000 | Qard RM'000 | Audited 31 December 2025 Total financing and advances RM'000 |
|---|---|---|---|
| **At amortised cost** | | | |
| Term Financing: | | | |
| Corporate financing | 9,131,886 | - | 9,131,886 |
| Personal financing | 793,126 | - | 793,126 |
| Home financing | 818,354 | - | 818,354 |
| SME financing | 7,765 | - | 7,765 |
| Vehicle financing | 1,967 | - | 1,967 |
| Shop-house financing | 48,876 | - | 48,876 |
| Cash Line | 195,821 | - | 195,821 |
| Credit Card-i | - | 3 | 3 |
| Charge cards | - | 42 | 42 |
| Gross financing and advances | 10,997,795 | 45 | 10,997,840 |
| Less : Modification loss | | | (7,644) |
| | | | 10,990,196 |
| Less: ECL | | | |
| - Stage 1 | | | (30,001) |
| - Stage 2 | | | (33,424) |
| - Stage 3 | | | (35,999) |
| Total net financing and advances | | | 10,890,772 |

Movement in gross financing and advances:

| | Stage 1 RM'000 | Stage 2 RM'000 | Stage 3 RM'000 | Total RM'000 |
|---|---|---|---|---|
| Gross carrying amount at 1 January 2025 | 10,266,491 | 448,420 | 59,595 | 10,774,506 |
| Transfer to stage 1 | 65,241 | (61,615) | (3,626) | - |
| Transfer to stage 2 | (79,321) | 83,875 | (4,554) | - |
| Transfer to stage 3 | (17,083) | (7,287) | 24,370 | - |
| Financing derecognised during the period (other than write-off) | (5,889,166) | (212,193) | (1,125) | (6,102,484) |
| Write off | - | - | (35,068) | (35,068) |
| New financing originated | 6,565,801 | 305,727 | 4,711 | 6,876,240 |
| Changes to contractual cash flow (excluding derecognition)* | (493,374) | (46,246) | 16,623 | (522,997) |
| Gross carrying amount as at 31 December 2025 | 10,418,590 | 510,682 | 60,926 | 10,990,196 |

* Included in the changes to contractual cash flow (excluding derecognition) are the effects of modification loss of RM7,644,000.

All gross financing and advances are within Malaysia except for those under foreign entities.

## 13 FINANCING AND ADVANCES (Continued)

(b) The gross financing and advances analysed by type of customers are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Domestic business enterprise | 8,079,504 | 8,423,624 |
| Individuals | 1,774,265 | 1,654,783 |
| Foreign entities | 908,797 | 905,820 |
| Domestic non-bank financial institutions | 5,466 | 5,969 |
| | 10,768,032 | 10,990,196 |

(c) The gross financing and advances analysed by profit rate sensitivity are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Fixed rate: | | |
| Personal financing | 829,044 | 790,514 |
| SME financing | 5,466 | 5,969 |
| Home financing | 1,384 | 1,512 |
| Vehicle financing | 882 | 1,721 |
| Credit Card-i | 294 | 3 |
| Shop-house financing | 179 | 202 |
| Charge card | 39 | 42 |
| Variable rate: | | |
| Corporate financing | 8,731,591 | 9,131,827 |
| Home financing | 894,476 | 812,241 |
| Cash Line | 255,279 | 195,821 |
| Shop-house financing | 47,968 | 48,548 |
| SME financing | 1,430 | 1,796 |
| | 10,768,032 | 10,990,196 |

(d) The gross financing and advances analysed by maturity structure are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Due within three months | 3,062,237 | 3,459,200 |
| More than three months to one year | 2,489,513 | 2,228,912 |
| More than one year to five years | 1,384,182 | 1,443,819 |
| More than five years | 3,832,100 | 3,858,265 |
| | 10,768,032 | 10,990,196 |

**13 FINANCING AND ADVANCES (Continued)**

(e) The gross financing and advances analysed by geographical distribution are as follows :

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Malaysia | 10,065,679 | 10,084,376 |
| Middle East | 163,238 | 161,927 |
| Other countries | 539,115 | 743,893 |
| | 10,768,032 | 10,990,196 |

(f) The gross financing and advances analysed by economic purpose are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Working capital | 7,384,093 | 7,386,145 |
| Purchase of property - residential property | 956,338 | 882,862 |
| Personal use | 840,862 | 798,455 |
| Others | 488,883 | 533,490 |
| Purchase of land | 493,557 | 615,539 |
| Purchase of other non-residential properties | 245,730 | 291,955 |
| Construction | 150,111 | 261,679 |
| Purchase of industrial buildings and factories | 74,865 | 79,081 |
| Purchase of fixed assets (excluding land and buildings) | 50,138 | 58,759 |
| Purchase of commercial complex | 39,078 | 46,993 |
| Purchase of shophouses | 43,162 | 33,472 |
| Purchase of vehicles | 882 | 1,721 |
| Charge cards | 39 | 42 |
| Credit Card-i | 294 | 3 |
| | 10,768,032 | 10,990,196 |

**13 FINANCING AND ADVANCES (Continued)**

(g) The gross financing and advances analysed by sectors are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Other business | 2,083,932 | 2,077,648 |
| Construction | 1,877,135 | 1,591,219 |
| Household | 1,774,265 | 1,654,783 |
| Real estate, renting and business activities | 1,683,416 | 1,739,459 |
| Manufacturing | 1,336,059 | 1,456,098 |
| Wholesale and retail trade | 1,189,362 | 1,496,902 |
| Finance intermediation | 332,945 | 332,161 |
| Agriculture, hunting and related service activities | 175,798 | 205,479 |
| Transportation | 133,354 | 124,713 |
| Education, health and others | 91,456 | 171,552 |
| Mining and quarrying | 82,121 | 126,935 |
| Hotel and restaurant | 8,189 | 13,247 |
| | 10,768,032 | 10,990,196 |

(h) Movements in impaired financing and advances

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| At 1 January | 60,926 | 59,595 |
| Impaired during the financial period / year | 31,039 | 56,767 |
| Reclassified as non impaired | (2,270) | (8,180) |
| Recoveries | (5,082) | (12,188) |
| Write-off | (10,887) | (35,068) |
| At end of period | 73,726 | 60,926 |
| Ratio of net impaired financing and advances to gross financing and advances less individual impairment allowances | 0.22% | 0.23% |

All impaired financing are within Malaysia.

## 13 FINANCING AND ADVANCES (Continued)

(i) Movements in ECL for financing and advances:

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| **ECL/ Collective assessment allowance- Stage 1 and 2** | | |
| At 1 January | | |
| Stage 1 ECL | 30,000 | 42,086 |
| Stage 2 ECL | 33,424 | 23,183 |
| Net stage 1 ECL written back during the financial period/year | (2,958) | (12,085) |
| Net stage 2 ECL (written back)/provided during the financial period/year | (2,933) | 10,241 |
| Closing Balance | 57,534 | 63,425 |
| As % of total gross financing and advances less individual impairment allowances | 0.54% | 0.58% |
| **ECL/ Individual assessment allowance- Stage 3** | | |
| At 1 January | 35,999 | 38,991 |
| Net stage 3 ECL provided during financial period/year | 24,788 | 32,076 |
| Amount written off | (10,887) | (35,068) |
| Closing Balance | 49,900 | 35,999 |

**13. FINANCING AND ADVANCES (Continued)**

(j) Movements in ECL for financing and advances:

| Group and Bank | Stage 1 RM'000 | Stage 2 RM'000 | Stage 3 RM'000 | Total RM'000 |
|---|---|---|---|---|
| At 1 January | 30,001 | 33,425 | 35,998 | 99,424 |
| Changes due to financial assets recognised in the opening balance : | | | | |
| Transferred to 12-mth ECL | 13,766 | (12,762) | (1,004) | - |
| Transferred to Lifetime ECL not credit impaired | (2,131) | 7,019 | (4,887) | - |
| Transferred to Lifetime ECL credit impaired | (562) | (4,650) | 5,212 | - |
| Financing derecognised during the period (other than write-offs) | (5,052) | (1,353) | (172) | (6,577) |
| Write-offs | - | - | (10,887) | (10,887) |
| New financing originated | 5,683 | - | - | 5,683 |
| Net remeasurement of allowances | (14,663) | 8,779 | 25,674 | 19,791 |
| Closing balance | 27,043 | 30,457 | 49,934 | 107,434 |

(k) Impaired financing analysed by economic purpose are as follows:

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Personal use | 34,113 | 21,682 |
| Purchase of properties - residential properties | 5,881 | 6,898 |
| Charge cards | 39 | 42 |
| Purchase of vehicles | 10 | 13 |
| Working capital | 33,683 | 32,291 |
| | 73,726 | 60,926 |

## 13. FINANCING AND ADVANCES (Continued)

(l) Impaired financing analysed by sector are as follows:

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| Household | 40,044 | 28,634 |
| Construction | 17,822 | 17,822 |
| Other business | 15,860 | 14,470 |
| | 73,726 | 60,926 |

## 14. DEPOSITS FROM CUSTOMERS

(a) By type of deposit

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| **Savings deposits** | | |
| Qard | 60,266 | 64,026 |
| Commodity Murabahah | 584,542 | 718,981 |
| **Demand deposits** | | |
| Qard | 125,137 | 145,736 |
| Commodity Murabahah | 4,731,031 | 4,479,957 |
| **Term deposit** | | |
| Commodity Murabahah | 9,539,491 | 9,379,088 |
| **General investment account** | | |
| Floating Rate Islamic Negotiable Instrument ("FRINI") | 1,160 | 2,336 |
| **Other deposits** | 12,471 | 10,716 |
| | 15,054,098 | 14,800,840 |

## 14. DEPOSITS FROM CUSTOMERS (CONTINUED)

(b) By type of customer

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Business enterprises | 5,572,499 | 5,975,464 |
| Government and statutory bodies | 4,814,755 | 4,367,647 |
| Individuals | 1,651,434 | 2,072,867 |
| Non-bank financial institutions | 1,104,546 | 1,232,207 |
| Non resident | 1,617,216 | 897,392 |
| Other entities | 293,648 | 255,263 |
| | 15,054,098 | 14,800,840 |

(c) By maturity structure

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| Due within three months | 12,690,222 | 11,799,510 |
| More than three months to one year | 2,317,539 | 2,988,200 |
| More than one year to five years | 46,338 | 13,130 |
| | 15,054,098 | 14,800,840 |

## 15. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| **Non-Mudharabah Funds** | | |
| Licensed Islamic banks | 2,086,712 | 1,103,750 |
| Licensed financial institutions | 14,751 | 111,077 |
| | 2,101,463 | 1,214,827 |

## 16. SUBORDINATED SUKUK

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| **Tier I** | | |
| **Issued under the Sukuk Programme of up to SAR 300 million in nominal value** | | |
| Subordinated Sukuk - Tranche 1 | 108,513 | 108,234 |
| Subordinated Sukuk - Tranche 2 | 108,513 | 108,234 |
| Subordinated Sukuk - Tranche 3 | 108,513 | 108,234 |
| | 325,539 | 324,702 |
| **Tier II** | | |
| **Issued under the Sukuk Programme of up to SAR 500 million in nominal value** | | |
| Subordinated Sukuk - Tranche 1 | 271,283 | 270,586 |
| Subordinated Sukuk - Tranche 2 | 108,513 | 108,234 |
| Subordinated Sukuk - Tranche 3 | 162,770 | 162,351 |
| | 542,565 | 541,171 |
| **Issued under the Sukuk Programme of up to SAR 360 million** | | |
| Subordinated Sukuk | 390,647 | 389,644 |
| | 1,258,751 | 1,255,517 |

## 16. SUBORDINATED SUKUK (CONTINUED)

| | Group and Bank | |
|---|---|---|
| | Unaudited 30 June 2026 RM'000 | Audited 31 December 2025 RM'000 |
| The movements in the subordinated sukuk are as follows: | | |
| At 1 January | 1,255,517 | 1,381,379 |
| Non-cash changes: | | |
| Exchange differences | 3,235 | (125,862) |
| At closing period/year | 1,258,751 | 1,255,517 |

## 17. INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS AND OTHERS

| | Group and Bank Quarter Ended | | Group and Bank Period Ended | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| Income derived from investment of: | | | | |
| (i) General investment deposits | - | 1 | - | 2 |
| (ii) Other deposits | 254,797 | 252,572 | 507,168 | 497,586 |
| | 254,797 | 252,573 | 507,168 | 497,588 |

(i) Income derived from investment of general investment deposits

| | Group and Bank Quarter Ended | | Group and Bank Period Ended | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| **Finance income and hibah** | | | | |
| Financing and advances | - | 1 | - | 2 |
| Total finance income and hibah | - | 1 | - | 2 |

**("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 17. INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS AND OTHERS (CONTINUED)

(ii) Income derived from investment of other deposits

| | Group and Bank Quarter Ended | | Group and Bank Period Ended | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| **Finance income and hibah** | | | | |
| Financing and advances | 160,237 | 167,714 | 320,237 | 334,116 |
| Financial investment at amortised cost | 42,274 | 38,834 | 84,490 | 74,129 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 26,066 | 28,383 | 53,026 | 58,157 |
| Money at call and deposit with financial institutions | 25,671 | 17,066 | 48,297 | 30,014 |
| Accretion of discount | 234 | 260 | 482 | 540 |
| Effects of unwinding of modifications loss incurred during the financial period | 315 | 315 | 636 | 630 |
| | 254,797 | 252,572 | 507,168 | 497,586 |

## 18. INCOME DERIVED FROM INVESTMENT OF SHAREHOLDERS' FUNDS

| | Group and Bank Quarter Ended | | Group and Bank Period Ended | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| **Finance income and hibah** | | | | |
| Money at call and deposit with financial institutions | 776 | 717 | 1,541 | 1,312 |
| **Other operating income** | | | | |
| - Net gain from foreign exchange translations | | | | |
| - Realised | (12) | 10 | (16) | 15 |
| - Unrealised | 6,423 | 2,956 | 18,969 | 7,225 |
| - Rental income | 379 | 529 | 838 | 1,080 |
| - Wakalah fees on gold trading | 170 | 345 | 180 | 509 |
| - Gain on disposal of financial investment at FVOCI | 7,582 | 3,952 | 12,578 | 9,431 |
| - Others | 132 | 171 | 364 | 267 |
| **Other income** | | | | |
| - Structuring fees | 10,176 | 4,442 | 12,017 | 11,823 |
| - Others fees | 2,378 | 7,796 | 2,378 | 7,796 |
| - Service charges | 450 | 340 | 841 | 912 |
| - Commission received | 2,682 | 3,237 | 5,313 | 6,164 |
| | 31,136 | 24,495 | 55,004 | 46,534 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 19. ALLOWANCE FOR EXPECTED CREDIT LOSSES ON FINANCIAL ASSETS

| | Group and Bank | | | |
|---|---|---|---|---|
| | Quarter Ended | | Period Ended | |
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| Financing and advances: | | | | |
| (a) Stage 1 | | | | |
| - provided during the financial period | (337) | (3,839) | (350) | (2,294) |
| - written back during the financial period | 939 | - | 3,308 | 1,348 |
| Stage 2 | | | | |
| - provided during the financial period | - | - | (130) | (1,344) |
| - written back during the financial period | 304 | 4,240 | 3,064 | 3,570 |
| Stage 3 | | | | |
| - provided during the financial period | (11,796) | (5,988) | (24,791) | (15,830) |
| - written back during the financial period | (1) | 486 | 3 | 2,220 |
| | (10,891) | (5,101) | (18,897) | (12,330) |
| (b) Bad debts on financing: | | | | |
| - recovered during the financial period | 3,229 | 832 | 5,082 | 3,660 |
| Total | 3,229 | 832 | 5,082 | 3,660 |
| (c) Financial investment at amortised cost | | | | |
| - provided in the financial period | - | (178) | (372) | (162) |
| - written back during the financial period | 27 | - | - | - |
| Total | 27 | (178) | (372) | (162) |
| (d) Financial investment at FVOCI | | | | |
| - provided in the financial period | (471) | - | (693) | (8) |
| - written back during the financial period | 188 | 389 | 416 | 737 |
| Total | (283) | 389 | (277) | 729 |
| (e) Impairment allowance for off balance sheet | | | | |
| - provided in the financial period | - | (24) | - | (103) |
| - written back during the financial period | 13 | - | 15 | - |
| Total | 13 | (24) | 15 | (103) |
| Grand total | (7,905) | (4,082) | (14,449) | (8,206) |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 20. INCOME ATTRIBUTABLE TO DEPOSITORS

| | Group and Bank Quarter Ended | | Group and Bank Period Ended | |
|---|---|---|---|---|
| | 30 June 2026 RM'000 | 30 June 2025 RM'000 | 30 June 2026 RM'000 | 30 June 2025 RM'000 |
| **Deposits from customers** | | | | |
| **Savings deposits** | | | | |
| - Commodity Murabahah | - | 2,491 | - | 5,755 |
| **Demand deposits** | | | | |
| - Commodity Murabahah | 38,427 | 31,523 | 78,463 | 62,605 |
| **Term deposit** | | | | |
| - Commodity Murabahah | 87,324 | 86,545 | 174,059 | 168,159 |
| **General investment account** | | | | |
| - Mudharabah | - | - | - | 1 |
| - Wakalah | - | - | - | 1 |
| - Floating Rate Islamic Negotiable Instrument ("FRINI") | 3 | 199 | 16 | 475 |
| | 125,754 | 120,758 | 252,538 | 236,996 |
| **Deposits and placements of banks and other financial institutions** | | | | |
| **Savings deposits** | | | | |
| - Non-Mudharabah | 13,388 | 19,544 | 25,311 | 39,633 |
| **Recourse obligation on financing sold to Cagamas** | 6,414 | 6,375 | 12,718 | 12,279 |
| | 19,802 | 25,919 | 38,029 | 51,912 |
| | 145,556 | 146,677 | 290,567 | 288,908 |

## 21. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

## 22. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group since the last audited financial statements as at 31 December 2025.

## 23. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Group and the Bank made various commitments and incurred certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

The commitments and contingencies and the related risk-weighted exposures of the Group and the Bank as are as follows:

| | Unaudited 30 June 2026 | | | Audited 31 December 2025 | | |
|---|---|---|---|---|---|---|
| | Principal amount RM'000 | Credit equivalent amount RM'000 | Risk weighted amount RM'000 | Principal amount RM'000 | Credit equivalent amount RM'000 | Risk weighted amount RM'000 |
| **Group and Bank** | | | | | | |
| Transaction-related contingent items | 485,623 | 242,812 | 241,539 | 519,322 | 259,662 | 255,876 |
| Trade-related contingencies | 6,459 | 1,291 | 1,262 | 40,791 | 8,158 | 7,434 |
| Irrevocable commitments to extend credit: | | | | | | |
| - Maturity not exceeding one year | 2,792,296 | 558,459 | 557,381 | 2,804,018 | 560,803 | 558,114 |
| - Maturity exceeding one year | 755,995 | 374,302 | 371,811 | 677,573 | 338,782 | 337,044 |
| Foreign exchange-related contracts | 9,138,538 | 173,539 | 37,028 | 6,605,965 | 125,931 | 27,692 |
| Equity related contracts | 1,140 | 68 | 14 | 2,335 | 140 | 28 |
| | 13,180,051 | 1,350,471 | 1,209,035 | 10,650,004 | 1,293,476 | 1,186,188 |

The Credit Equivalent and Risk Weighted for the Group and the Bank are computed in accordance with BNM's CAFIB: Standardised Approach for Credit and Market Risk, and Basic Indicator Approach for Operational Risk (Basel II) respectively.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 24. CREDIT EXPOSURE ARISING FROM CREDIT TRANSACTIONS WITH CONNECTED PARTIES

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026** | **Audited 31 December 2025** |
| Outstanding credit exposures with connected parties (RM'000) | 8,180 | 8,004 |
| Percentage of outstanding credit exposures to connected parties as proportion of capital base | 0.3% | 0.3% |
| Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures | 0.0% | 0.0% |
| Percentage of outstanding credit exposures with connected parties which is non-performing or in default | - | - |

The disclosure on Credit Transactions and Exposures with Connected Parties above is presented in accordance with paragraph 9.1 of BNM's revised Guidelines on Credit Transactions and Exposures with Connected Parties for Islamic Banks.

## 25. FINANCIAL RISK MANAGEMENT

### (a) Overview

The Group's risk management practice seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its key areas of credit, market, liquidity and operational risks.

### (b) Financial instrument by category

The table below provide an analysis of financial instruments categorised as follows:

i. Financial investments at amortised cost;
ii. Financial investments assets at fair value through other comprehensive income ("FVOCI");
iii. Financial investments assets at fair value through profit and loss ("FVTPL"); and
iv. Other financial liabilities ("Other FL").

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (continued)**

**(b) Financial instrument by category (continued)**

| | Carrying amount RM'000 | FVOCI RM'000 | Amortised Cost RM'000 | FVTPL RM'000 | Other FL RM'000 |
|---|---|---|---|---|---|
| **Group** | | | | | |
| **Unaudited** | | | | | |
| **30 June 2026** | | | | | |
| **Financial Assets** | | | | | |
| Cash and short term funds | 866,297 | - | 866,297 | - | - |
| Deposits and placements with banks and other financial institutions | 305,808 | - | 305,808 | - | - |
| Derivatives assets | 68,807 | - | - | 68,807 | - |
| Financial investment at amortised cost | 4,644,310 | - | 4,644,310 | - | - |
| Financial assets at fair value through profit or loss other comprehensive income ("FVOCI") | 3,084,633 | 3,084,633 | - | - | - |
| Financial assets at fair value through profit or loss | 739,667 | - | - | 739,667 | - |
| Financing and advances | 10,660,598 | - | 10,660,598 | - | - |
| Other assets[1] | 9,983 | - | 9,983 | - | - |
| Statutory deposits with BNM | 90,488 | - | 90,488 | - | - |
| | 20,470,591 | 3,084,633 | 16,577,484 | 808,474 | - |
| **Financial Liabilities** | | | | | |
| Deposits from customers | 15,054,098 | - | - | - | 15,054,098 |
| Deposits and placements of banks and other financial institutions | 2,101,463 | - | - | - | 2,101,463 |
| Bills and acceptances payable | 866 | - | - | - | 866 |
| Recourse Obligations on Financing Sold to Cagamas | 654,071 | | - | - | 654,071 |
| Other liabilities[2] | 56,730 | - | - | - | 56,730 |
| Lease Liabilities | 53,798 | - | - | - | 53,798 |
| Subordinated Sukuk | 1,258,751 | - | - | - | 1,258,751 |
| | 19,179,777 | - | - | - | 19,179,777 |

[1] Others assets include sundry deposits, sundry debtors, receivables and also allowance for doubtful debts

[2] Other liabilities include sundry creditors and amount due to holding company.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (continued)**

**(b) Financial instrument by category (continued)**

| | Carrying amount RM'000 | FVOCI RM'000 | Amortised Cost RM'000 | FVTPL RM'000 | Other FL RM'000 |
|---|---|---|---|---|---|
| **Group** | | | | | |
| **Audited** | | | | | |
| **31 December 2025** | | | | | |
| **Financial Assets** | | | | | |
| Cash and short term funds | 221,564 | - | 221,564 | - | - |
| Deposits and placements with banks and other financial institutions | 55,654 | - | 55,654 | - | - |
| Financial investments at amortised cost | 4,604,265 | - | 4,604,265 | - | - |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 3,109,050 | 3,109,050 | - | - | - |
| Financial assets at fair value through profit or loss | 516,514 | - | - | 516,514 | - |
| Financing and advances | 10,890,772 | - | 10,890,772 | - | - |
| Other assets[1] | 9,902 | - | 9,902 | - | - |
| Statutory deposits with BNM | 97,482 | - | 97,482 | - | - |
| | 19,505,203 | 3,109,050 | 15,879,639 | 516,514 | - |
| **Financial Liabilities** | | | | | |
| Deposits from customers | 14,800,840 | - | - | - | 14,800,840 |
| Deposits and placements of banks and other financial institutions | 1,214,827 | - | - | - | 1,214,827 |
| Derivatives liabilites | 127,292 | - | - | - | 127,292 |
| Bills and acceptances payable | 3,416 | - | - | - | 3,416 |
| Recourse Obligations on Financing sold to Cagamas | 654,195 | - | - | - | 654,195 |
| Other liabilities[2] | 91,211 | - | - | - | 91,211 |
| Lease liabilities | 58,639 | - | - | - | 58,639 |
| Subordinated Sukuk | 1,255,517 | - | - | - | 1,255,517 |
| | 18,205,937 | - | - | - | 18,205,937 |

[1] Others assets include sundry deposits, sundry debtors, receivables and also allowance for doubtful debts.

[2] Other liabilities include sundry creditors and amount due to holding company.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (continued)**

**(b) Financial instrument by category (continued)**

| | Carrying amount RM'000 | FVOCI RM'000 | Amortised Cost RM'000 | FVTPL RM'000 | Other FL RM'000 |
|---|---|---|---|---|---|
| **Bank** | | | | | |
| **Unaudited** | | | | | |
| **30 June 2026** | | | | | |
| **Financial Assets** | | | | | |
| Cash and short term funds | 866,297 | - | 866,297 | - | - |
| Deposits and placements with banks and other financial institutions | 305,808 | - | 305,808 | - | - |
| Derivative assets | 68,807 | | - | 68,807 | - |
| Financial investment at amortised cost | 4,644,310 | - | 4,644,310 | - | - |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 3,084,633 | 3,084,633 | - | - | - |
| Financial assets at fair value through profit or loss | 739,667 | - | - | 739,667 | - |
| Financing and advances | 10,660,598 | - | 10,660,598 | - | - |
| Other assets[1] | 9,983 | - | 9,983 | - | - |
| Statutory deposits with BNM | 90,488 | - | 90,488 | - | - |
| | 20,470,591 | 3,084,633 | 16,577,484 | 808,474 | - |
| **Financial Liabilities** | | | | | |
| Deposits from customers | 15,054,098 | - | - | - | 15,054,098 |
| Deposits and placements of banks and other financial institutions | 2,101,463 | - | - | - | 2,101,463 |
| Derivatives liabilites | - | | - | - | - |
| Bills and acceptances payable | 866 | - | - | - | 866 |
| Recourse Obligations on Financing Sold to Cagamas | 654,071 | | | | 654,071 |
| Other liabilities[2] | 63,287 | - | - | - | 63,287 |
| Lease Liabilities | 53,798 | - | - | - | 53,798 |
| Subordinated Sukuk | 1,258,751 | - | - | - | 1,258,751 |
| | 19,186,334 | - | - | - | 19,186,334 |

[1] Others assets include sundry deposits, sundry debtors, receivables and also allowance for doubtful debts.

[2] Other liabilities include sundry creditors and amount due to holding company.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (continued)**

**(b) Financial instrument by category (continued)**

| | Carrying amount RM'000 | FVOCI RM'000 | Amortised Cost RM'000 | FVTPL RM'000 | Other FL RM'000 |
|---|---|---|---|---|---|
| **Bank** | | | | | |
| **Audited** | | | | | |
| **31 December 2025** | | | | | |
| **Financial Assets** | | | | | |
| Cash and short term funds | 221,564 | - | 221,564 | - | - |
| Deposits and placements with banks and other financial institutions | 55,654 | - | 55,654 | - | - |
| Financial investments at amortised cost | 4,604,265 | - | 4,604,265 | - | - |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 3,109,050 | 3,109,050 | - | - | - |
| Financial assets at fair value through profit or loss | 516,514 | - | - | 516,514 | - |
| Financing and advances | 10,890,772 | - | 10,890,772 | - | - |
| Other assets[1] | 9,902 | - | 9,902 | - | - |
| Statutory deposits with BNM | 97,482 | - | 97,482 | - | - |
| | 19,505,203 | 3,109,050 | 15,879,639 | 516,514 | - |
| **Financial Liabilities** | | | | | |
| Deposits from customers | 14,800,840 | - | - | - | 14,800,840 |
| Deposits and placements of banks and other financial institutions | 1,214,827 | - | - | - | 1,214,827 |
| Derivatives liabilites | 127,292 | - | - | - | 127,292 |
| Bills and acceptances payable | 3,416 | - | - | - | 3,416 |
| Recourse Obligations on Financing Sold to Cagamas | 654,195 | - | - | - | 654,195 |
| Other liabilities[2] | 96,052 | - | - | - | 96,052 |
| Lease liabilities | 58,639 | - | - | - | 58,639 |
| Subordinated Sukuk | 1,255,517 | - | - | - | 1,255,517 |
| | 18,210,778 | - | - | - | 18,210,778 |

(1) Others assets include sundry deposits, sundry debtors, receivables and also allowance for doubtful debts.

(2) Other liabilities include sundry creditors and amount due to holding company.

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### (c) Credit Risk Management

#### (i) Credit Risk management overview

Credit risk is the potential loss of revenue as a result of defaults by borrowers or counterparties through the Group's and the Bank's financing, trading and investing activities. The primary exposure to credit risk arises through its financing and advances as well as financial transactions with counterparties including interbank money market activities and debt securities. The amount of credit exposure is represented by the carrying amounts of the assets in the statement of financial position.

The management of credit risk is governed by credit policies and guidelines documenting the financing standards, discretionary power for financing approval, credit risk rating, collateral and valuation, review, and restructuring of problematic and delinquent financing. The management of counterparties are guided by counterparty limit, counterparty ratings, tenure and types of permissible transactions and these are subject to regular review.

#### (ii) Maximum exposure to credit risk

The maximum exposure to credit risk at the statement of financial position date is the amount on the statement of financial position as well as off balance sheet financial instruments, without taking into account of any collateral held or credit enhancements. For contingent liabilities, the maximum exposure to credit risk is the maximum that the Bank would have to pay if the obligations of the instruments issued are called upon. For credit commitments, the maximum exposure to credit risk is the full amount of the undrawn credit facilities granted to customers.

| Group and the Bank | 30 June 2026 RM'000 | 31 Dec 2025 RM'000 |
|---|---|---|
| Credit risk exposure relating to on-balance sheet assets: | | |
| Cash and short term funds | 866,297 | 221,564 |
| Deposits and placements with banks and other financial institutions | 305,808 | 55,654 |
| Derivatives assets | 68,807 | - |
| Financial assets at fair value through profit or loss | 739,667 | 516,514 |
| Financial investments at amortised cost | 4,644,310 | 4,604,265 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 3,084,633 | 3,109,050 |
| Net financing and advances | 10,660,598 | 10,890,772 |
| Statutory deposit with BNM | 90,488 | 97,482 |
| Other assets | 9,983 | 9,902 |
| | 20,470,591 | 19,505,203 |
| Credit risk exposure of off-balance sheet items: | | |
| Commitment and contingencies | 13,180,051 | 10,650,004 |
| Total maximum credit risk exposure | 33,650,642 | 30,155,207 |

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### (c) Credit Risk Management (Continued)

#### (ii) Maximum exposure to credit risk (Continued)

The financial effect of collateral (quantification of the extent to which collateral and other credit enhancements mitigate credit risk) held for financing and advances as at 30 June 2026 for the Bank is 69.3% (31 December 2025: 67.8%). The financial effect of collateral held for the other financial assets is not significant.

#### (iii) Credit Risk Concentration

A concentration of credit risk exists when a number of counterparties are engaged in similar activities and have similar economic characteristics that would cause their ability to meet contractual obligations to be similarly affected by changes in economic and other conditions. The Group and the Bank analysed the credit risk concentration by industry and geographic segments in which the customer is engaged.

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## 25. FINANCIAL RISK MANAGEMENT (Continued)

### (c) Credit Risk Management (Continued)

#### (iii) Credit Risk Concentration (Continued)

(a) Credit Risk - Credit Risk Concentration - By Industry Analysis

| Group and Bank | Cash and Short term funds RM'000 | Deposits and placements with banks and other financial institutions RM'000 | Derivatives assets RM'000 | Financial investment at amortised cost RM'000 | Financial vestments at FVOCI RM'000 | Financial investments at FVTPL RM'000 | Net financing and advances RM'000 | Statutory deposits with BNM RM'000 | Other assets RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|---|---|---|
| **<u>Unaudited</u>** | | | | | | | | | | |
| **<u>30 June 2026</u>** | | | | | | | | | | |
| Household | - | - | - | - | - | - | 1,697,101 | - | - | 1,697,101 |
| Wholesale and retail trade and hotel and restaurant | - | - | - | - | - | - | 1,180,644 | - | - | 1,180,644 |
| Finance, insurance, real estate and business activities | 866,297 | 305,808 | 68,807 | 4,644,310 | 3,084,633 | 739,667 | 2,008,601 | 90,488 | - | 11,808,611 |
| Manufacturing | - | - | - | - | - | - | 1,334,197 | - | - | 1,334,197 |
| Construction | - | - | - | - | - | - | 1,869,519 | - | | 1,869,519 |
| Education, health and others | - | - | - | - | - | - | 87,533 | - | - | 87,533 |
| Agriculture, hunting and related service activities | - | - | - | - | - | - | 175,689 | - | - | 175,689 |
| Hotel & restaurant | - | - | - | - | - | - | 8,189 | | | 8,189 |
| Transportation | - | - | - | - | - | - | 133,158 | - | - | 133,158 |
| Mining and quarrying | - | - | - | - | - | - | 82,035 | - | - | 82,035 |
| Other business | - | - | - | - | - | - | 2,083,932 | - | 9,983 | 2,093,915 |
| **Total** | 866,297 | 305,808 | 68,807 | 4,644,310 | 3,084,633 | 739,667 | 10,660,598 | 90,488 | 9,983 | 20,470,591 |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Credit Risk Management (continued)**

**(iii) Credit Risk Concentration (Continued)**

(a) Credit Risk - Credit Risk Concentration - By Industry Analysis (Continued)

| Group and Bank | Cash and Short term funds RM'000 | Deposits and placements with banks and other financial institutions RM'000 | Derivatives assets RM'000 | Financial investment at amortised cost RM'000 | Financial investments at FVOCI RM'000 | Financial investments at FVTPL RM'000 | Net financing and advances RM'000 | Statutory deposits with BNM RM'000 | Other assets RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Audited** | | | | | | | | | | |
| **31 December 2025** | | | | | | | | | | |
| Household | - | - | - | - | - | - | 1,588,350 | - | - | 1,588,350 |
| Wholesale and retail trade and hotel and restaurant | - | - | - | - | - | - | 1,501,180 | - | - | 1,501,180 |
| Finance, insurance, real estate and business activities | 221,564 | 55,654 | - | 4,604,265 | 3,109,050 | 516,514 | 2,062,220 | 97,482 | - | 10,666,749 |
| Manufacturing | . | - | - | - | - | - | 1,453,865 | - | - | 1,453,865 |
| Construction | - | - | - | - | - | - | 1,583,651 | - | - | 1,583,651 |
| Education, health and others | - | - | - | - | - | - | 167,146 | - | - | 167,146 |
| Agriculture, hunting and related service activities | - | - | - | - | - | - | 205,323 | - | - | 205,323 |
| Transportation | - | - | - | - | - | - | 124,541 | - | - | 124,541 |
| Mining and quarrying | - | - | - | - | - | - | 126,849 | - | - | 126,849 |
| Other business | - | - | - | - | - | - | 2,077,647 | - | 9,902 | 2,087,549 |
| **Total** | 221,564 | 55,654 | - | 4,604,265 | 3,109,050 | 516,514 | 10,890,772 | 97,482 | 9,902 | 19,505,203 |

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Credit Risk Management (Continued)**

**(iii) Credit Risk Concentration (Continued)**

(b) Credit Risk - Credit Risk Concentration - By Geographical Analysis

| Unaudited<br>30 June 2026 | Malaysia<br>RM'000 | Saudi Arabia<br>RM'000 | Other countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|
| **Group and Bank** | | | | |
| Cash and short term funds | 850,629 | 1,569 | 14,100 | 866,298 |
| Deposits and placements with banks and other financial institutions | 305,808 | - | - | 305,808 |
| Derivatives assets | 68,807 | - | - | 68,807 |
| Financial investment at amortised cost | 3,042,869 | 1,601,441 | - | 4,644,310 |
| Financial investments at fair value through other comprehensive income ("FVOCI" | 3,084,633 | - | - | 3,084,633 |
| Financial assets at FVTPL | - | 739,667 | - | 739,667 |
| Net financing and advances | 9,958,245 | - | 702,353 | 10,660,598 |
| Statutory deposits with BNM | 90,488 | - | - | 90,488 |
| Other assets | 9,983 | - | - | 9,983 |
| Total | 17,411,462 | 2,342,677 | 716,453 | 20,470,591 |

| Audited<br>31 December 2025 | Malaysia<br>RM'000 | Saudi Arabia<br>RM'000 | Other countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|
| **Group and Bank** | | | | |
| Cash and short term funds | 203,935 | 902 | 16,727 | 221,564 |
| Deposits and placements with banks and other financial institutions | 55,654 | - | - | 55,654 |
| Derivatives assets | - | - | - | - |
| Financial investments at amortised cost | 3,047,812 | 1,556,453 | - | 4,604,265 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 3,109,050 | - | - | 3,109,050 |
| Financial assets at FVTPL | - | 516,514 | - | 516,514 |
| Net financing and advances | 10,190,635 | - | 700,137 | 10,890,772 |
| Statutory deposits with BNM | 97,482 | - | - | 97,482 |
| Other assets | 9,902 | - | - | 9,902 |
| Total | 16,714,469 | 2,073,869 | 716,864 | 19,505,203 |

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Credit Risk Management (Continued)**

**(iv) Collateral**

The main types of collateral obtained by the Group and the Bank to mitigate credit risk are as

| | |
|---|---|
| ● for home financing: | mortgages over the properties |
| ● for shop-house financing: | charges over the properties being financed |
| ● for vehicle financing: | charges over the vehicles financed |
| ● for corporate and SME financing: | charges over business assets such as premises or deposits. |

**(v) Credit quality of financial assets**

For the purposes of disclosure relating to MFRS 7, all financial assets are categorised into the

- neither past due nor impaired
- past due but not impaired
- impaired

The Group and the Bank assesses credit quality of financing and advances using internal rating techniques tailored to the various categories of products and counterparties. These techniques have been developed internally and combine statistical analysis with credit officers' judgment.

| Internal ratings | Description |
|---|---|
| - Investment grade | Strong(est) credit quality which is associated with general standards of investment grade as per defined by international rating agency such as Standard and Poor's ("S&P"), Moody's and Fitch. |
| - Non-Investment grade | Weaker credit quality which is associated with general standards of non-investment grade as per defined by international rating agency such as Standard and Poor's ("S&P"), Moody's and Fitch. |

The credit quality of financial assets other than financing and advances are determined based on the ratings of counterparties as defined by Moody's or equivalent ratings of other international rating agencies as defined below:

- AAA to AA3
- A1 to A3
- Baa1 to Baa3
- P1 to P3
- Non rated

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**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Credit Risk Management (continued)**

**(vi) Credit quality of financial assets - net financing and advances**

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 Dec 2025 RM'000** |
| Neither past due nor impaired | 10,287,892 | 10,460,110 |
| Past due but not impaired | 414,050 | 476,804 |
| Impaired | 73,726 | 60,926 |
| Gross financing and advances | 10,775,667 | 10,997,840 |
| Less: | | |
| Stage 1 and 2 ECL (Note 13(j)) | (57,534) | (63,425) |
| Stage 3 ECL (Note 13(j)) | (49,900) | (35,999) |
| Modification loss | (7,635) | (7,644) |
| Net financing and advances | 10,660,598 | 10,890,772 |

The ageing of financing and advances as at the end of the financial period / year are as follows:

| | Group and Bank | |
|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 Dec 2025 RM'000** |
| Current | 10,287,892 | 10,460,110 |
| Past due 1-30 days | 377,807 | 442,309 |
| Past due 31-90 days | 36,243 | 34,495 |
| Past due more than 90 days | 73,726 | 60,926 |
| | 10,775,667 | 10,997,840 |
| Less: | | |
| Stage 1 and 2 ECL (Note 13(j)) | (57,534) | (63,425) |
| Stage 3 ECL (Note 13(j)) | (49,900) | (35,999) |
| Modification loss | (7,635) | (7,644) |
| Net financing and advances | 10,660,598 | 10,890,772 |

**(viii) Credit quality of impaired financial assets**

(a) Impaired financial assets analysed by geographic purpose are as follows:

| | **Financing & advances RM'000** | **Financial assets/ investments portfolios RM'000** | **Total RM'000** |
|---|---|---|---|
| **Unaudited** | | | |
| **30 June 2026** | | | |
| Malaysia | 73,726 | - | 73,726 |
| | 73,726 | - | 73,726 |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(viii) Credit quality of impaired financial assets (continued)**

(a) Impaired financial assets analysed by geographic purpose are as follows: (continued)

| | | | |
|---|---|---|---|
| **Audited** | | | |
| **31 Dec 2025** | | | |
| Malaysia | 60,926 | - | 60,926 |
| | 60,926 | - | 60,926 |

(b) Impaired financial assets analysed by industry sector are as follows:

| | Financing & advances RM'000 | Financial assets/ investments portfolios RM'000 | Total RM'000 |
|---|---|---|---|
| **Unaudited** | | | |
| **30 June 2025** | | | |
| Construction | 17,822 | - | 17,822 |
| Household | 40,044 | - | 40,044 |
| Other business | 15,860 | - | 15,860 |
| | 73,726 | - | 73,726 |

| | Financing & advances RM'000 | Financial assets/ investments portfolios RM'000 | Total RM'000 |
|---|---|---|---|
| **Audited** | | | |
| **31 Dec 2025** | | | |
| Household | 28,634 | - | 28,634 |
| Construction | 17,822 | - | 17,822 |
| Other business | 14,470 | - | 14,470 |
| | 60,926 | - | 60,926 |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Credit Risk Management (Continued)**

**(vii) Credit quality of financial assets - securities portfolio and other financial assets**

| | Cash and Short term funds RM'000 | Deposits and placement of banks and other financial institutions RM'000 | Derivatives assets RM'000 | Financial assets/ investments portfolios RM'000 | Statutory deposit with BNM RM'000 | Other assets RM'000 |
|---|---|---|---|---|---|---|
| **Unaudited** | | | | | | |
| **30 June 2026** | | | | | | |
| **Group and Bank** | | | | | | |
| Neither past due nor impaired | 866,297 | 305,808 | 68,807 | 8,468,610 | 90,488 | 9,983 |
| **Audited** | | | | | | |
| **31 December 2025** | | | | | | |
| **Group and Bank** | | | | | | |
| Neither past due nor impaired | 221,564 | 55,654 | - | 8,229,829 | 97,482 | 9,902 |

(a) Analysed by rating agency designation are as follows:

| | Cash and Short term funds RM'000 | Deposits and placement of banks and other financial institutions RM'000 | Derivatives assets RM'000 | Financial assets/ investments portfolios RM'000 | Statutory deposit with BNM RM'000 | Other assets RM'000 |
|---|---|---|---|---|---|---|
| **Unaudited** | | | | | | |
| **30 June 2026** | | | | | | |
| **Group and Bank** | | | | | | |
| AAA to A- | 859,646 | - | - | 2,337,189 | 90,488 | - |
| BBB+ to B- | 1,281 | - | - | 4,498,465 | - | - |
| Unrated | 5,370 | 305,808 | 68,807 | 1,632,957 | - | 9,983 |
| | 866,297 | 305,808 | 68,807 | 8,468,610 | 90,488 | 9,983 |
| **Audited** | | | | | | |
| **31 December 2025** | | | | | | |
| **Group and Bank** | | | | | | |
| AAA to A- | 210,211 | 55,654 | - | 2,214,847 | 97,482 | - |
| BBB+ to B- | 668 | - | - | 4,589,586 | - | - |
| Unrated | 10,685 | - | - | 1,425,396 | - | 9,902 |
| | 221,564 | 55,654 | - | 8,229,829 | 97,482 | 9,902 |

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(d) Market Risk Management**

(i) Profit rate sensitivity analysis

| Group and Bank | Unaudited 30 June 2026 | | Audited 31 December 2025 | |
|---|---|---|---|---|
| | Impact on profit after tax RM'000 | Impact on equity RM'000 | Impact on profit after tax RM'000 | Impact on equity RM'000 |
| +1% | (19,880) | (357,984) | (11,841) | (348,668) |
| - 1% | 19,880 | 357,984 | 11,841 | 348,668 |

(ii) Foreign currency sensitivity analysis

The foreign currency sensitivity represents the effect of the appreciation or depreciation of the foreign currency rates on the consolidated currency position, while other variables remain constant.

| | 30 June 2026 | | | 31 December 2025 | | |
|---|---|---|---|---|---|---|
| | Net currency exposures | Impact on loss after tax and equity 5% | -5% | Net currency exposures | Impact on profit after tax and equity 5% | -5% |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| **Group and Bank** | | | | | | |
| EUR | (288) | 14 | (14) | 219 | 11 | (11) |
| AUD | (386) | 19 | (19) | (35) | (2) | 2 |
| HKD | 263 | (13) | 13 | 53 | 3 | (3) |
| SAR | (325,236) | 16,262 | (16,262) | (3,772) | (189) | 189 |
| USD | 315,777 | (15,789) | 15,789 | 27,903 | 1,395 | (1,395) |
| Others | 2,092 | (105) | 105 | 1,054 | 53 | (53) |
| | (7,778) | 389 | (389) | 25,422 | 1,271 | (1,271) |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 25. FINANCIAL RISK MANAGEMENT

### Market Risk - Profit Rate Risk

The Group is exposed to various risks associated with the effects of fluctuations in the prevailing levels of yield/profit rate on its financial position. The rate of return risk is the potential impact of market factors affecting rates on returns in comparison with the expected rates of return for investment account holders. Yield/profit rate is monitored and managed by the ALCO to protect the income of its operations. The assets and liabilities at carrying amount are categorised by the earlier of the next contractual repricing dates and maturity dates as follows:

| **Group** | ← | | Non-trading book | | → | | | |
|---|---|---|---|---|---|---|---|---|
| **Unaudited 30 June 2026** | **Up to 1 month RM'000** | **> 1 -3 months RM'000** | **> 3 - 12 months RM'000** | **1 - 5 years RM'000** | **> 5 years RM'000** | **Non-profit sensitive RM'000** | **Total RM'000** | **Average effective profit rate %** |
| **Assets** | | | | | | | | |
| Cash and short term funds | 866,297 | - | - | - | - | - | 866,297 | 2.75 |
| Derivatives assets | - | - | - | - | - | 68,807 | 68,807 | |
| Deposit and placement with other FI /Institutions | - | 305,808 | - | - | - | - | 305,808 | 0.08 |
| Financial assets at fair value through profit or loss ("FVTPL") | - | - | - | - | 739,667 | - | 739,667 | 6.94 |
| Financial investment at amortised cost | - | - | 57,175 | 136,563 | 4,450,572 | - | 4,644,310 | 4.24 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 15,280 | 96,408 | 267,128 | 2,012,567 | 693,250 | - | 3,084,633 | 3.48 |
| Financing and advances | | | | | | | | |
| - Performing[1] | 1,201,908 | 1,827,290 | 2,488,510 | 1,372,217 | 3,812,027 | (57,545) | 10,644,406 | 6.19 |
| - Non performing | - | - | - | - | - | 23,826 | 23,826 | |
| - Modification loss | - | - | - | - | - | (7,635) | (7,635) | |
| Other assets[2] | - | - | - | - | - | 503,602 | 503,602 | |
| Right-of-use assets | - | 178 | 269 | 3,006 | 45,981 | - | 49,433 | |
| **Total assets** | 2,083,485 | 2,229,683 | 2,813,082 | 3,524,352 | 9,741,497 | 531,055 | 20,923,154 | |

**Note:**

[1] This is arrived at after deducting the stage 1 and stage 2 ECL from the outstanding gross performing financing.

[2] Other assets include property and equipment, intangible assets, deferred tax assets, investment properties and statutory deposits with Bank Negara Malaysia.

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### Market Risk - Profit Rate Risk (Continued)

**Group (Continued)**

| Unaudited 30 June 2026 | Up to 1 month RM'000 | > 1 -3 months RM'000 | > 3 - 12 months RM'000 | 1 - 5 years RM'000 | > 5 years RM'000 | Non-profit sensitive RM'000 | Total RM'000 | Average effective profit rate % |
|---|---|---|---|---|---|---|---|---|
| **Liabilities** | | | | | | | | |
| Deposits from customers | 5,795,223 | 1,354,915 | 2,317,539 | 46,338 | - | 5,540,083 | 15,054,098 | 3.79 |
| Deposits and placements of banks and other financial institutions | 758,069 | 912,435 | 423,708 | 7,250 | - | - | 2,101,463 | 3.56 |
| Bills and acceptance payable | - | - | - | - | - | 866 | 866 | |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | 654,071 | - | - | 654,071 | |
| Other liabilities | - | - | - | - | - | 76,045 | 76,045 | |
| Lease Liabilities | - | 189 | 281 | 3,051 | 50,277 | - | 53,798 | |
| Subordinated Sukuk | - | - | - | - | 1,258,751 | - | 1,258,751 | |
| **Total liabilities** | 6,553,292 | 2,267,540 | 2,741,527 | 710,710 | 1,309,028 | 5,616,994 | 19,199,092 | |
| Shareholders' fund | - | - | - | - | - | 1,724,063 | 1,724,063 | |
| **Total liabilities and shareholders' fund** | 6,553,292 | 2,267,540 | 2,741,527 | 710,710 | 1,309,028 | 7,341,057 | 20,923,155 | |
| On-balance sheet profit sensitivity gap | (4,469,807) | (37,856) | 71,554 | 2,813,642 | 8,432,469 | (6,810,002) | | |
| Off-balance sheet profit sensitivity gap | - | - | - | - | - | 13,180,051 | | |
| **Total profit sensitivity gap** | (4,469,807) | (37,856) | 71,554 | 2,813,642 | 8,432,469 | 6,370,049 | | |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**Market Risk - Profit Rate Risk (continued)**

| **Bank** | ← | Non-trading book | | | → | | | |
|---|---|---|---|---|---|---|---|---|
| **Unaudited 30 June 2026** | **Up to 1 month RM'000** | **> 1 -3 months RM'000** | **> 3 - 12 months RM'000** | **1 - 5 years RM'000** | **> 5 years RM'000** | **Non-profit sensitive RM'000** | **Total RM'000** | **Average effective profit rate %** |
| **Assets** | | | | | | | | |
| Cash and short term funds | 866,297 | - | - | - | - | - | 866,297 | 2.75 |
| Derivatives assets | - | - | - | - | - | 68,807 | 68,807 | |
| Deposit and placement with other FI /Institutions | - | 305,808 | - | - | - | - | 305,808 | 0.08 |
| Financial assets at fair value through profit or loss ("FVTPL") | - | - | - | - | 739,667 | - | 739,667 | 6.94 |
| Financial investment at amortised cost | - | - | 57,175 | 136,563 | 4,450,572 | - | 4,644,310 | 4.24 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | 15,280 | 96,408 | 267,128 | 2,012,567 | 693,250 | - | 3,084,633 | 3.48 |
| Financing and advances | | | | | | | | |
| - Performing[(1)] | 1,201,908 | 1,827,290 | 2,488,510 | 1,372,217 | 3,812,027 | (57,545) | 10,644,406 | 6.19 |
| - Non performing | - | - | - | - | - | 23,827 | 23,827 | |
| - Modification loss | - | - | - | - | - | (7,635) | (7,635) | |
| Other assets[(2)] | - | - | - | - | - | 503,139 | 503,139 | |
| Right-of-use assets | - | 178 | 269 | 3,006 | 45,981 | - | 49,433 | |
| **Total assets** | 2,083,485 | 2,229,683 | 2,813,082 | 3,524,352 | 9,741,497 | 530,593 | 20,922,692 | |

**Note:**
**(1)** This is arrived at after deducting the stage 1 and stage 2 ECL from the outstanding gross performing financing.
**(2)** Other assets include property and equipment, intangible assets, deferred tax assets, investment properties and statutory deposits with Bank Negara Malaysia.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### Market Risk - Profit Rate Risk (continued)

**Bank (Continued)**

| Unaudited<br>30 June 2026 | Up to 1 month<br>RM'000 | > 1 -3 months<br>RM'000 | > 3 - 12 months<br>RM'000 | 1 - 5 years<br>RM'000 | > 5 years<br>RM'000 | Non-profit sensitive<br>RM'000 | Total<br>RM'000 | Average effective profit rate<br>% |
|---|---|---|---|---|---|---|---|---|
| **Liabilities** | | | | | | | | |
| Deposits from customers | 5,795,223 | 1,354,915 | 2,317,539 | 46,338 | - | 5,540,083 | 15,054,098 | 3.79 |
| Deposits and placements of banks and other financial institutions | 758,069 | 912,435 | 423,708 | 7,250 | - | - | 2,101,463 | 3.56 |
| Bills and acceptance payable | - | - | - | - | - | 866 | 866 | |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | 654,071 | - | - | 654,071 | |
| Other liabilities | - | - | - | - | - | 82,567 | 82,567 | |
| Lease Liabilities | - | 189 | 281 | 3,051 | 50,278 | - | 53,799 | |
| Subordinated Sukuk | - | - | - | - | 1,258,751 | - | 1,258,751 | |
| **Total liabilities** | 6,553,292 | 2,267,540 | 2,741,527 | 710,710 | 1,309,029 | 5,623,516 | 19,205,615 | |
| Shareholders' fund | - | - | - | - | - | 1,717,077 | 1,717,077 | |
| **Total liabilities and shareholders' fund** | 6,553,292 | 2,267,540 | 2,741,527 | 710,710 | 1,309,029 | 7,340,593 | 20,922,693 | |
| On-balance sheet profit sensitivity gap | (4,469,807) | (37,856) | 71,554 | 2,813,642 | 8,432,468 | (6,810,000) | | |
| Off-balance sheet profit sensitivity gap | - | - | - | - | - | 13,180,051 | | |
| **Total profit sensitivity gap** | (4,469,807) | (37,856) | 71,554 | 2,813,642 | 8,432,468 | 6,370,051 | | |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**Market Risk - Profit Rate Risk (continued)**

| Group | Non-trading book | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| **Audited 31 December 2025** | **Up to 1 month RM'000** | **> 1 -3 months RM'000** | **> 3 - 12 months RM'000** | **1 - 5 years RM'000** | **> 5 years RM'000** | **Non-profit sensitive RM'000** | **Total RM'000** | **Average effective profit rate %** |
| **Assets** | | | | | | | | |
| Cash and short term funds | 221,564 | - | - | - | - | - | 221,564 | 3.21 |
| Deposit and placement with other FI /Institutions | 55,654 | - | - | - | - | - | 55,654 | 5.14 |
| Financial assets at fair value through profit or loss ("FVTPL") | - | - | - | - | 516,514 | - | 516,514 | 7.07 |
| Financial investment at amortised cost | - | - | - | 84,010 | 4,520,255 | - | 4,604,265 | 4.34 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | - | 50,701 | 157,259 | 1,930,141 | 970,949 | - | 3,109,050 | 3.76 |
| Financing and advances | | | | | | | | |
| - Performing[1] | 1,413,206 | 2,014,314 | 2,229,255 | 1,437,773 | 3,842,490 | (63,551) | 10,873,487 | |
| - Non performing | - | - | - | - | - | 24,929 | 24,929 | 6.42 |
| - Modification loss | - | - | - | - | - | (7,644) | (7,644) | |
| Other assets[2] | - | - | - | - | - | 491,871 | 491,871 | |
| Right-of-use assets | - | 47 | 1,207 | 4,625 | 49,039 | - | 54,918 | |
| **Total assets** | 1,690,424 | 2,065,062 | 2,387,720 | 3,456,548 | 9,899,248 | 445,605 | 19,944,608 | |

**Note:**

(1) This is arrived at after deducting the ECL from the outstanding gross financing.

(2) Other assets include property and equipment, intangible assets, deferred tax assets, investment properties and statutory deposits with Bank Negara Malaysia.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**Market Risk - Profit Rate Risk (continued)**

**Group (Continued)**

| Audited<br>31 December 2025 | Up to 1 month<br>RM'000 | > 1 -3 months<br>RM'000 | > 3 - 12 months<br>RM'000 | 1 - 5 years<br>RM'000 | > 5 years<br>RM'000 | Non-profit sensitive<br>RM'000 | Total<br>RM'000 | Average effective profit rate<br>% |
|---|---|---|---|---|---|---|---|---|
| **Liabilities** | | | | | | | | |
| Deposits from customers | 3,746,825 | 2,594,834 | 2,988,200 | 13,130 | - | 5,457,851 | 14,800,840 | 3.93 |
| Deposits and placements of banks and other financial institutions | 770,021 | - | 430,055 | 14,751 | - | - | 1,214,827 | 3.42 |
| Derivatives liabilities | - | - | - | - | - | 127,292 | 127,292 | |
| Bills and acceptance payable | - | - | - | - | - | 3,416 | 3,416 | |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | 654,195 | - | - | 654,195 | |
| Other liabilities | - | - | - | - | - | 166,157 | 166,157 | |
| Lease liabilities | - | 49 | 1,261 | 4,702 | 52,627 | - | 58,639 | |
| Subordinated Sukuk | - | - | - | - | 1,255,517 | - | 1,255,517 | |
| **Total liabilities** | 4,516,846 | 2,594,883 | 3,419,516 | 686,778 | 1,308,144 | 5,754,716 | 18,280,883 | |
| Shareholders' fund | - | - | - | - | - | 1,663,725 | 1,663,725 | |
| **Total liabilities and shareholders' fund** | 4,516,846 | 2,594,883 | 3,419,516 | 686,778 | 1,308,144 | 7,418,441 | 19,944,608 | |
| On-balance sheet profit sensitivity gap | (2,826,422) | (529,821) | (1,031,796) | 2,769,769 | 8,591,104 | (6,972,836) | | |
| Off-balance sheet profit sensitivity gap | - | - | - | - | - | 7,642,653 | | |
| **Total profit sensitivity gap** | (2,826,422) | (529,821) | (1,031,796) | 2,769,769 | 8,591,104 | 669,817 | | |

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### Market Risk - Profit Rate Risk (continued)

| Bank | ← | | Non-trading book | | → | | | |
|---|---|---|---|---|---|---|---|---|
| **Audited**<br>**31 December 2025** | **Up to 1 month**<br>**RM'000** | **> 1 -3 months**<br>**RM'000** | **> 3 - 12 months**<br>**RM'000** | **1 - 5 years**<br>**RM'000** | **> 5 years**<br>**RM'000** | **Non-profit sensitive**<br>**RM'000** | **Total**<br>**RM'000** | **Average effective profit rate**<br>**%** |
| **Assets** | | | | | | | | |
| Cash and short term funds | 221,564 | - | - | - | - | - | 221,564 | 3.21 |
| Deposit and placement with other FI /Institutions | 55,654 | - | - | - | - | - | 55,654 | 5.14 |
| Financial assets at fair value through profit or loss ("FVTPL") | - | - | - | - | 516,514 | - | 516,514 | 7.07 |
| Financial investment at amortised cost | - | - | - | 84,010 | 4,520,255 | - | 4,604,265 | 4.34 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | - | 50,701 | 157,259 | 1,930,141 | 970,949 | - | 3,109,050 | 3.76 |
| Financing and advances | | | | | | | | |
| - Performing[(1)] | 1,413,206 | 2,014,314 | 2,229,255 | 1,437,773 | 3,842,490 | (63,551) | 10,873,487 | 6.42 |
| - Non performing | - | - | - | - | - | 24,929 | 24,929 | |
| - Modification loss | - | - | - | - | - | (7,644) | (7,644) | |
| Other assets[(2)] | - | - | - | - | - | 491,734 | 491,734 | |
| Right-of-use assets | - | 47 | 1,207 | 4,625 | 49,039 | - | 54,918 | |
| **Total assets** | 1,690,424 | 2,065,062 | 2,387,720 | 3,456,548 | 9,899,248 | 445,468 | 19,944,471 | |

(1) This is arrived at after deducting the ECL from the outstanding gross financing.
(2) Other assets include property and equipment, intangible assets, deferred tax assets, investment properties and statutory deposits with Bank Negara Malaysia.

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**Market Risk - Profit Rate Risk (continued)**

**Bank (Continued)**

| Audited 31 December 2025 | Up to 1 month RM'000 | > 1 -3 months RM'000 | > 3 - 12 months RM'000 | 1 - 5 years RM'000 | > 5 years RM'000 | Non-profit sensitive RM'000 | Total RM'000 | Average effective profit rate % |
|---|---|---|---|---|---|---|---|---|
| **Liabilities** | | | | | | | | |
| Deposits from customers | 3,746,825 | 2,594,834 | 2,988,200 | 13,130 | - | 5,457,851 | 14,800,840 | 3.93 |
| Deposits and placements of banks and other financial institutions | 770,021 | - | 430,055 | 14,751 | - | - | 1,214,827 | 3.42 |
| Derivatives liabilities | - | - | - | - | - | 127,292 | 127,292 | |
| Bills and acceptance payable | - | - | - | - | - | 3,416 | 3,416 | |
| Recourse obligations on financing sold to Cagamas | - | - | - | 654,195 | - | - | 654,195 | |
| Other liabilities | - | - | - | - | - | 170,967 | 170,967 | |
| Lease liabilities | - | 49 | 1,261 | 4,702 | 52,627 | - | 58,639 | |
| Subordinated Sukuk | - | - | - | - | 1,255,517 | - | 1,255,517 | |
| **Total liabilities** | 4,516,846 | 2,594,883 | 3,419,516 | 686,778 | 1,308,144 | 5,759,526 | 18,285,693 | |
| Shareholders' fund | - | - | - | - | - | 1,658,778 | 1,658,778 | |
| **Total liabilities and shareholders' fund** | 4,516,846 | 2,594,883 | 3,419,516 | 686,778 | 1,308,144 | 7,418,304 | 19,944,471 | |
| On-balance sheet profit sensitivity gap | (2,826,422) | (529,821) | (1,031,795) | 2,769,771 | 8,591,102 | (6,972,836) | | |
| Off-balance sheet profit sensitivity gap | - | - | - | - | - | 10,650,004 | | |
| **Total profit sensitivity gap** | (2,826,422) | (529,821) | (1,031,795) | 2,769,771 | 8,591,102 | 3,677,168 | | |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA**

## 25. FINANCIAL RISK MANAGEMENT (Continued)

### (e) Operational Risk Management

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. This risk is managed through established operational risk management processes, proper monitoring and reporting of the business units' adherence to established risk policies, procedures and limits by independent control and support units, and oversight provided by the management and the Board.

The operational risk management processes encompass appropriate documentation of processes and procedures within the framework of system of internal controls, regular disaster recovery and business continuity planning and simulations, Management Self Identified Issues and internal audit.

### (f) Liquidity Risk

Liquidity risk relates to the ability of the Group and the Bank to maintain sufficient liquid assets to meet financial commitments and obligations when they fall due at a reasonable cost. The Assets and Liabilities Management Committee ("ALCO") is the primary party responsible for liquidity management based on guidelines approved by the Board Risk Management & Compliance Committee ("BRMCC"). The management of the liquidity risk is aligned to the Basel III - Liquidity Coverage Ratio and Net Stable Funding Ratio issued by BNM supplemented by liquidity risk management control and limits and a liquidity stress testing program. The disclosure is in accordance with the requirements of BNM's Guidelines on Financial Reporting. Liquidity limits are set for cash flow mismatches. In addition, liquidity dashboard and concentration ratios are in place to serve as liquidity early warning indicators

The table below analyses assets and liabilities (includes non-financial instruments) based on the remaining contractual maturity on discounted basis:

| Group<br>Unaudited<br>30 June 2026 | Up to 7 days<br>RM'000 | > 7 days - 1 month<br>RM'000 | > 1 - 3 months<br>RM'000 | > 3 - 6 months<br>RM'000 | > 6 - 12 months<br>RM'000 | > 1 year<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|---|---|---|
| **Assets** | | | | | | | |
| Cash and short term funds | 866,297 | - | - | - | - | - | 866,297 |
| Derivative assets | - | - | - | - | - | 68,807 | 68,807 |
| Deposits and placements of banks and other financial | - | - | 305,808 | - | - | - | 305,808 |
| Financial investment at amortised | - | - | - | - | 57,175 | 4,587,135 | 4,644,310 |
| Financial investments at fair value through other comprehensive income ("FVOCI") | - | 15,280 | 96,408 | 20,258 | 246,870 | 2,705,818 | 3,084,633 |
| Financial assets at fair value through P&L | - | - | - | - | - | 739,667 | 739,667 |
| Financing and advances | 348,087 | 886,972 | 1,827,178 | 2,469,651 | 20,156 | 5,108,555 | 10,660,598 |
| Statutory deposits with BNM | 90,488 | - | - | - | - | - | 90,488 |
| Other assets | 61,056 | 53 | - | - | - | 401,438 | 462,547 |
| **Total assets** | 1,365,928 | 902,305 | 2,229,393 | 2,489,909 | 324,201 | 13,611,419 | 20,923,155 |
| **Liabilities** | | | | | | | |
| Deposits from customers | 2,658,433 | 3,156,836 | 1,357,980 | 1,502,104 | 831,013 | 5,547,733 | 15,054,098 |
| Deposits and placements of banks and other financial institutions | 444,127 | 313,943 | 912,435 | - | 423,708 | 7,250 | 2,101,463 |
| Bills and acceptance payable | 866 | - | - | - | - | - | 866 |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | - | - | 654,071 | 654,071 |
| Other liabilities | 61,662 | - | 14,383 | - | - | - | 76,045 |
| Lease liabilities | - | - | 189 | 70 | 210 | 53,328 | 53,798 |
| Subordinated Sukuk | - | - | - | - | - | 1,258,751 | 1,258,751 |
| **Total liabilities** | 3,165,087 | 3,470,779 | 2,284,988 | 1,502,174 | 1,254,931 | 7,521,133 | 19,199,092 |
| Shareholders' fund | - | - | - | - | - | 1,724,063 | 1,724,063 |
| **Total liabilities and shareholders' fund** | 3,165,087 | 3,470,779 | 2,284,988 | 1,502,174 | 1,254,931 | 9,245,196 | 20,923,155 |
| **Net (liabilities)/assets maturity mismatch** | (1,799,159) | (2,568,474) | (55,595) | 987,735 | (930,730) | 4,366,223 | |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(f) Liquidity Risk (Continued)**

| **Group Audited 31 December 2025** | **Up to 7 days RM'000** | **> 7 days - 1 month RM'000** | **> 1 - 3 months RM'000** | **> 3 - 6 months RM'000** | **> 6 - 12 months RM'000** | **> 1 year RM'000** | **Total RM'000** |
|---|---|---|---|---|---|---|---|
| **Assets** | | | | | | | |
| Cash and short term funds | 221,564 | - | - | - | - | - | 221,564 |
| Deposits and placements of banks and other financial | 55,654 | - | - | - | - | - | 55,654 |
| Financial investments at amortisec | - | - | - | - | - | 4,604,265 | 4,604,265 |
| Financial investments at fair value through other comprehensive income ("F\ | - | - | 50,701 | 90,965 | 66,294 | 2,901,090 | 3,109,050 |
| Financial assets at fair value through profit or loss | - | - | - | - | - | 516,514 | 516,514 |
| Financing and advances | 312,034 | 1,132,935 | 2,014,231 | 1,978,985 | 249,930 | 5,202,657 | 10,890,772 |
| Statutory deposits with BNM | 97,482 | - | - | - | - | - | 97,482 |
| Other assets | 30,138 | 65 | 226 | 246 | 2,147 | 416,485 | 449,307 |
| **Total assets** | 716,872 | 1,133,000 | 2,065,159 | 2,070,196 | 318,371 | 13,641,010 | 19,944,608 |
| **Liabilities** | | | | | | | |
| Deposits from customers | 1,565,495 | 2,204,986 | 2,601,275 | 1,564,386 | 1,442,693 | 5,422,005 | 14,800,840 |
| Deposits and placements of banks and other financial institutions | 563,499 | 206,523 | - | 430,055 | - | 14,750 | 1,214,827 |
| Derivatives liabilities | - | - | - | - | - | 127,292 | 127,292 |
| Bills and acceptance payable | 3,416 | - | - | - | - | - | 3,416 |
| Recourse obligations on financing sold to Cagamas | - | - | - | - | - | 654,195 | 654,195 |
| Other liabilities | 135,098 | - | 24,993 | - | 6,066 | - | 166,157 |
| Lease liabilities | - | - | 49 | 259 | 1,002 | 57,329 | 58,639 |
| Subordinated Sukuk | - | - | - | - | - | 1,255,517 | 1,255,517 |
| **Total liabilities** | 2,267,507 | 2,411,509 | 2,626,317 | 1,994,700 | 1,449,761 | 7,531,087 | 18,280,883 |
| Shareholders' fund | - | - | - | - | - | 1,663,725 | 1,663,725 |
| **Total liabilities and shareholders' fund** | 2,267,507 | 2,411,509 | 2,626,317 | 1,994,700 | 1,449,761 | 9,194,813 | 19,944,608 |
| **Net (liabilities)/assets maturity mismatch** | (1,550,635) | (1,278,509) | (561,158) | 75,496 | (1,131,390) | 4,446,197 | |

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND POLICY DOCUMENT ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA**

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(f) Liquidity Risk (Continued)**

| **Bank<br>Unaudited<br>30 June 2026** | **Up to 7 days<br>RM'000** | **> 7 days - 1 month<br>RM'000** | **> 1 - 3 months<br>RM'000** | **> 3 - 6 months<br>RM'000** | **> 6 - 12 months<br>RM'000** | **> 1 year<br>RM'000** | **Total<br>RM'000** |
|---|---|---|---|---|---|---|---|
| **Assets** | | | | | | | |
| Cash and short term funds | 866,297 | - | - | - | - | - | 866,297 |
| Derivative assets | - | - | - | - | - | 68,807 | 68,807 |
| Deposits and placements of banks and other financial | - | - | 305,808 | - | - | - | 305,808 |
| Financial investment at amortised | - | - | - | - | 57,175 | 4,587,135 | 4,644,310 |
| Financial investments at fair value through other comprehensive income (F\ | - | 15,280 | 96,408 | 20,258 | 246,870 | 2,705,818 | 3,084,633 |
| Financial assets at FVTPL | - | - | - | - | - | 739,667 | 739,667 |
| Financing and advances | 348,087 | 886,972 | 1,827,178 | 2,469,651 | 20,156 | 5,108,555 | 10,660,598 |
| Statutory deposits with BNM | 90,488 | - | - | - | - | - | 90,488 |
| Other assets | 60,593 | 53 | - | - | - | 401,438 | 462,084 |
| **Total assets** | 1,365,465 | 902,305 | 2,229,393 | 2,489,909 | 324,201 | 13,611,419 | 20,922,692 |
| **Liabilities** | | | | | | | |
| Deposits from customers | 2,658,433 | 3,156,836 | 1,357,980 | 1,502,104 | 831,013 | 5,547,733 | 15,054,098 |
| Deposits and placements of banks and other financial institutions | 444,127 | 313,943 | 912,435 | - | 423,708 | 7,250 | 2,101,463 |
| Bills and acceptance payable | 866 | - | - | - | - | - | 866 |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | - | - | 654,071 | 654,071 |
| Other liabilities | 68,184 | - | 14,383 | - | - | - | 82,567 |
| Lease liabilities | - | - | 189 | 70 | 210 | 53,329 | 53,799 |
| Subordinated Sukuk | - | - | - | - | - | 1,258,751 | 1,258,751 |
| **Total liabilities** | 3,171,609 | 3,470,779 | 2,284,988 | 1,502,174 | 1,254,931 | 7,521,134 | 19,205,615 |
| Shareholders' fund | - | - | - | - | - | 1,717,077 | 1,717,077 |
| **Total liabilities and shareholders' fund** | 3,171,609 | 3,470,779 | 2,284,988 | 1,502,174 | 1,254,931 | 9,238,211 | 20,922,692 |
| **Net (liabilities)/assets maturity mismatch** | (1,806,144) | (2,568,474) | (55,595) | 987,735 | (930,730) | 4,373,208 | |

**25. FINANCIAL RISK MANAGEMENT (Continued)**

**(f) Liquidity Risk (Continued)**

| Bank (continued)<br>Audited<br>31 December 2025 | Up to 7 days<br>RM'000 | > 7 days - 1 month<br>RM'000 | > 1 - 3 months<br>RM'000 | > 3 - 6 months<br>RM'000 | > 6 - 12 months<br>RM'000 | > 1 year<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|---|---|---|
| **Assets** | | | | | | | |
| Cash and short term funds | 221,564 | - | - | - | - | - | 221,564 |
| Deposits and placements of banks and other financial | 55,654 | - | - | - | - | - | 55,654 |
| Financial investments at amortisec | - | - | - | - | - | 4,604,265 | 4,604,265 |
| Financial investments at fair value through other comprehensive income ("F\ | - | - | 50,701 | 90,965 | 66,294 | 2,901,090 | 3,109,050 |
| Financial assets at fair value through profit or loss | - | - | - | - | - | 516,514 | 516,514 |
| Financing and advances | 312,034 | 1,132,935 | 2,014,231 | 1,978,985 | 249,930 | 5,202,657 | 10,890,772 |
| Statutory deposits with BNM | 97,482 | - | - | - | - | - | 97,482 |
| Other assets | 30,001 | 65 | 226 | 246 | 2,147 | 416,485 | 449,170 |
| **Total assets** | 716,734 | 1,133,000 | 2,065,159 | 2,070,196 | 318,371 | 13,641,010 | 19,944,471 |
| **Liabilities** | | | | | | | |
| Deposits from customers | 1,565,495 | 2,204,986 | 2,601,275 | 1,564,386 | 1,442,693 | 5,422,005 | 14,800,840 |
| Deposits and placements of banks and other financial institutions | 563,499 | 206,523 | - | 430,055 | - | 14,750 | 1,214,827 |
| Derivatives liabilities | - | - | - | - | - | 127,292 | 127,292 |
| Bills and acceptance payable | 3,416 | - | - | - | - | - | 3,416 |
| Recourse Obligations on Financing Sold to Cagamas | - | - | - | - | - | 654,195 | 654,195 |
| Other liabilities | 139,908 | - | 24,993 | - | 6,066 | - | 170,967 |
| Lease liabilities | - | - | 49 | 259 | 1,002 | 57,329 | 58,639 |
| Subordinated sukuk | - | - | - | - | - | 1,255,517 | 1,255,517 |
| **Total liabilities** | 2,272,317 | 2,411,509 | 2,626,317 | 1,994,700 | 1,449,761 | 7,531,087 | 18,285,693 |
| Shareholders' fund | - | - | - | - | - | 1,658,778 | 1,658,778 |
| **Total liabilities and shareholders' fund** | 2,272,317 | 2,411,509 | 2,626,317 | 1,994,700 | 1,449,761 | 9,189,866 | 19,944,471 |
| **Net (liabilities)/assets maturity mismatch** | (1,555,583) | (1,278,509) | (561,158) | 75,496 | (1,131,390) | 4,451,144 | |

**(g) Capital Management Policy**

Capital risk refers to the risk that the Group and the Bank may not maintain sufficient capital to absorb a predetermined level of losses, or that the existing capital structure may not be efficient in supporting business activities and regulatory requirements.

The Board sets the capital risk appetite, which is monitored through a suite of metrics that enable the Group and the Bank to manage capital constraints while meeting shareholder expectations. The Executive Risk Management Committee ("ERMC") regularly reviews performance against the established risk appetite and ensures appropriate actions are taken when required.

Capital exposure arises when the Group and the Bank do not maintain sufficient regulatory capital resources to support their strategic objectives and business plans or to meet external shareholder expectations. The Group and the Bank’s capital management approach is focused on maintaining adequate capital buffers in compliance with regulatory requirements while supporting sustainable value creation for shareholders.

Capital Management and Basel II

The implementation of the Group’s and the Bank’s capital management infrastructure has delivered measurable benefits and provides a strong foundation to:

- Enhance economic capital management;
- Refine risk based pricing methods for the products and services; and
- Improve asset quality across the businesses of the Group and the Bank.

The Group and the Bank continue to strengthen sustainable capabilities to support the ongoing enhancement and adoption of advanced practices under the Basel II/III capital framework. The Group and the Bank have obtained Bank Negara Malaysia’s approval to apply the Standardised Approach for Credit Risk in determining regulatory capital requirements.

## 26. CAPITAL ADEQUACY

a) The capital adequacy ratios of the Group and the Bank below are disclosed pursuant to the requirements of Bank Negara Malaysia's Risk Weighted Capital Adequacy Framework (Basel II) - Disclosure Requirements (Pillar 3):

| | Group | | Bank | |
|---|---|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| **CET 1 / Tier 1 capital** | | | | |
| Paid-up share capital | 1,541,868 | 1,541,868 | 1,541,868 | 1,541,868 |
| Reserves | 99,341 | 121,857 | 94,397 | 116,910 |
| | 1,641,209 | 1,663,725 | 1,636,265 | 1,658,778 |
| Less: Regulatory adjustment applied on CET 1 Capital | (73,931) | (81,884) | (73,931) | (81,884) |
| **Total CET 1 Capital** | **1,567,278** | **1,581,842** | **1,562,334** | **1,576,895** |
| Subordinated Sukuk - Tier I | 325,539 | 324,702 | 325,539 | 324,702 |
| **Total Tier 1 capital** | **1,892,817** | **1,906,543** | **1,887,873** | **1,901,596** |
| **Tier II capital** | | | | |
| General provisions | 126,680 | 130,162 | 126,680 | 130,162 |
| Subordinated Sukuk - Tier II | 933,213 | 930,815 | 933,213 | 930,815 |
| Regulatory adjustment applied on Tier 2 Capital | 2,524 | 2,524 | 2,524 | 2,524 |
| **Total Tier II capital** | **1,062,417** | **1,063,501** | **1,062,417** | **1,063,501** |
| **Capital base** | **2,955,234** | **2,970,044** | **2,950,290** | **2,965,097** |
| CET I/Core capital ratio | 11.462% | 12.058% | 11.427% | 12.021% |
| Tier I Capital ratio | 13.843% | 14.534% | 13.807% | 14.496% |
| Total capital ratio | 21.613% | 22.641% | 21.578% | 22.603% |

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

| | Group | | Bank | |
|---|---|---|---|---|
| | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** | **Unaudited 30 June 2026 RM'000** | **Audited 31 December 2025 RM'000** |
| Credit risk | 12,450,434 | 12,221,776 | 12,449,966 | 12,221,639 |
| Market risk | 461,325 | 182,120 | 461,325 | 182,120 |
| Operational risk | 761,550 | 714,325 | 761,550 | 714,325 |
| | 13,673,309 | 13,118,221 | 13,672,841 | 13,118,084 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial period are as follows:

| | Group 30 June 2026 | | | |
|---|---|---|---|---|
| Exposure Class | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk weighted assets RM'000** | **Capital requirements RM'000** |
| **Credit Risk** | | | | |
| *On-Balance Sheet Exposures* | | | | |
| Sovereigns/Central Banks | 6,010,269 | 6,010,269 | - | - |
| Banks, Development Financial Institutions ("DFIs") & MDBs | 1,650,788 | 1,834,270 | 856,025 | 68,482 |
| Corporate | 11,697,219 | 11,108,118 | 9,303,371 | 744,270 |
| Regulatory Retail | 531,003 | 551,777 | 409,637 | 32,771 |
| Residential Real Estate ("RRE") Financing | 542,537 | 546,478 | 246,983 | 19,759 |
| Higher risk asset | 504 | 597 | 896 | 72 |
| Other assets | 429,029 | 405,662 | 405,656 | 32,451 |
| Defaulted Exposures | 26,340 | 23,367 | 18,832 | 1,507 |
| Total for On-Balance Sheet Exposures | 20,887,689 | 20,480,538 | 11,241,399 | 899,312 |
| *Off-Balance Sheet Exposures* | | | | |
| Off-balance sheet exposures other than OTC derivatives or credit derivatives | 1,350,471 | 1,350,471 | 1,209,035 | 96,723 |
| Total for Off-Balance Sheet Exposures | 1,350,471 | 1,350,471 | 1,209,035 | 96,723 |
| **Total On and Off-Balance Sheet Exposures** | 22,238,160 | 21,831,009 | 12,450,434 | 996,035 |
| **Market Risk** | Long position | Short position | | |
| Foreign Currency Risk | 325,911 | - | 325,911 | 26,073 |
| Inventory Risk | 135,414 | - | 135,414 | 10,833 |
| **Operational Risk** | | | 761,550 | 60,924 |
| **Total RWA and Capital Requirements** | | | 13,673,309 | 1,093,865 |

## 26. CAPITAL ADEQUACY (Continued)

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial period are as follows: (continued)

| | Bank 30 June 2026 | | | |
|---|---|---|---|---|
| Exposure Class | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk weighted assets RM'000** | **Capital requirements RM'000** |
| **Credit Risk** | | | | |
| *On-Balance Sheet Exposures* | | | | |
| Sovereigns/Central Banks | 6,010,269 | 6,010,269 | - | - |
| Banks, Development Financial Institutions ("DFIs") & MDBs | 1,650,788 | 1,834,270 | 856,025 | 68,482 |
| Corporate | 11,697,219 | 11,108,118 | 9,303,371 | 744,270 |
| Regulatory Retail | 531,003 | 551,777 | 409,637 | 32,771 |
| Residential Real Estate ("RRE") Financing | 542,537 | 546,478 | 246,983 | 19,759 |
| Higher risk asset | 504 | 597 | 896 | 72 |
| Other assets | 429,029 | 405,662 | 405,656 | 32,452 |
| Defaulted Exposures | 25,871 | 22,899 | 18,364 | 1,468 |
| Total for On-Balance Sheet Exposures | 20,887,220 | 20,480,070 | 11,240,931 | 899,274 |
| *Off-Balance Sheet Exposures* | | | | |
| Off-balance sheet exposures other than OTC derivatives or credit derivatives | 1,350,471 | 1,350,471 | 1,209,035 | 96,723 |
| Total for Off-Balance Sheet Exposures | 1,350,471 | 1,350,471 | 1,209,035 | 96,723 |
| **Total On and Off-Balance Sheet Exposures** | 22,237,691 | 21,830,541 | 12,449,966 | 995,997 |
| | Long position | Short position | | |
| **Market Risk** | | | | |
| Foreign Currency Risk | 325,911 | - | 325,911 | 26,073 |
| Inventory Risk | 135,414 | - | 135,414 | 10,833 |
| **Operational Risk** | | | 761,550 | 60,924 |
| **Total RWA and Capital Requirements** | | | 13,672,841 | 1,093,827 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial year are as follows: (continued)

| | Group 31 December 2025 | | | |
|---|---|---|---|---|
| Exposure Class | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk weighted assets RM'000** | **Capital requirements RM'000** |
| **Credit Risk** | | | | |
| *On-Balance Sheet Exposures* | | | | |
| Sovereigns/Central Banks | 5,462,584 | 5,462,584 | - | - |
| Banks, Development Financial Institutions ("DFIs") and Multilateral Development Bank ("MDBs") | 1,355,799 | 1,355,799 | 737,649 | 59,012 |
| Corporate | 11,057,682 | 10,665,427 | 8,854,413 | 708,353 |
| Regulatory Retail | 1,199,789 | 1,196,977 | 894,217 | 71,537 |
| Residential Real Estate ("RRE") Financing | 459,111 | 459,112 | 179,682 | 14,375 |
| Higher Risk Asset | 220 | 220 | 330 | 26 |
| Other assets | 360,762 | 360,762 | 350,712 | 28,057 |
| Defaulted Exposures | 25,015 | 25,015 | 18,585 | 1,487 |
| Total for On-Balance Sheet Exposures | 19,920,962 | 19,525,896 | 11,035,588 | 882,847 |
| *Off-Balance Sheet Exposures* | | | | |
| Off-balance sheet exposures other than OTC derivatives or credit derivatives | 1,293,476 | 1,293,476 | 1,186,188 | 94,895 |
| Total for Off-Balance Sheet Exposures | 1,293,476 | 1,293,476 | 1,186,188 | 94,895 |
| **Total On and Off-Balance Sheet Exposures** | 21,214,438 | 20,819,372 | 12,221,776 | 977,742 |
| **Market Risk** | Long position | Short position | | |
| Foreign Currency Risk | 29,572 | - | 29,572 | 2,366 |
| Inventory Risk | 152,548 | - | 152,548 | 12,204 |
| **Operational Risk** | | | 714,325 | 57,146 |
| **Total RWA and Capital Requirements** | | | 13,118,221 | 1,049,458 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial year are as follows: (continued)

| | **Bank** | | | |
|---|---|---|---|---|
| | **31 December 2025** | | | |
| Exposure Class | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk weighted assets RM'000** | **Capital requirements RM'000** |
| **Credit Risk** | | | | |
| *On-Balance Sheet Exposures* | | | | |
| Sovereigns/Central Banks | 5,462,584 | 5,462,584 | - | - |
| Banks, Development Financial Institutions ("DFIs") and Multilateral Development Bank ("MDBs") | 1,355,799 | 1,355,799 | 737,649 | 59,012 |
| Corporate | 11,057,682 | 10,665,427 | 8,854,413 | 708,353 |
| Regulatory Retail | 1,199,789 | 1,196,977 | 894,217 | 71,537 |
| Residential Real Estate ("RRE") Financing | 459,111 | 459,112 | 179,682 | 14,375 |
| Higher Risk Asset | 220 | 220 | 330 | 26 |
| Other assets | 360,625 | 360,625 | 350,575 | 28,046 |
| Defaulted Exposures | 25,015 | 25,015 | 18,585 | 1,487 |
| Total for On-Balance Sheet Exposures | 19,920,825 | 19,525,759 | 11,035,451 | 882,836 |
| *Off-Balance Sheet Exposures* | | | | |
| Off-balance sheet exposures other than OTC derivatives or credit derivatives | 1,293,476 | 1,293,476 | 1,186,188 | 94,895 |
| Total for Off-Balance Sheet Exposures | 1,293,476 | 1,293,476 | 1,186,188 | 94,895 |
| **Total On and Off-Balance Sheet Exposures** | 21,214,301 | 20,819,235 | 12,221,639 | 977,731 |
| **Market Risk** | Long position | Short position | | |
| Foreign Currency Risk | 29,572 | - | 29,572 | 2,366 |
| Inventory Risk | 152,548 | - | 152,548 | 12,204 |
| **Operational Risk** | | | 714,325 | 57,146 |
| **Total RWA and Capital Requirements** | | | 13,118,084 | 1,049,447 |

**26. CAPITAL ADEQUACY (Continued)**

(c) The breakdown of credit risk disclosed by risk-weights (including deducted exposures) are as follows:

**Group**

| **Unaudited 30 June 2026** | Exposures after netting and credit risk mitigation ("CRM") | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **Risk weights** | **Sovereigns/ Central Bank RM'000** | **Banks, DFIs & MDBs RM'000** | **Corporate RM'000** | **Regulatory Retail RM'000** | **Residential Real Estate RM'000** | **Higher Risk Assets RM'000** | **Other assets RM'000** | **Total exposure after netting and CRM RM'000** | **Total weighted assets RM'000** |
| **Performing Exposures** | | | | | | | | | |
| 0% | 6,010,269 | - | - | - | - | - | 4,542 | 6,014,811 | - |
| 20% | - | 498,725 | 1,403,895 | - | - | - | - | 1,902,620 | 380,524 |
| 35% | - | - | - | - | 409,278 | - | - | 409,278 | 143,247 |
| 50% | - | 1,158,530 | 1,574,263 | - | 64,709 | - | - | 2,797,502 | 1,398,751 |
| 75% | - | - | - | 543,330 | 81 | - | - | 543,411 | 407,558 |
| 100% | - | 177,015 | 9,430,656 | - | 68,468 | - | 424,487 | 10,100,626 | 10,100,626 |
| 150% | - | - | - | - | - | 597 | - | 597 | 896 |
| Total | 6,010,269 | 1,834,270 | 12,408,814 | 543,330 | 542,536 | 597 | 429,029 | 21,768,845 | 12,431,602 |
| **Defaulted Exposures** | | | | | | | | | |
| 50% | - | - | 3,488 | 153 | 2,179 | - | - | 5,820 | 2,910 |
| 100% | - | - | 12,079 | 2,063 | 1,763 | - | - | 15,905 | 15,905 |
| 150% | - | - | 11 | - | - | - | - | 11 | 17 |
| Total | - | - | 15,578 | 2,216 | 3,942 | - | - | 21,736 | 18,832 |
| **Total Performing and Defaulted** | **6,010,269** | **1,834,270** | **12,424,392** | **545,546** | **546,478** | **597** | **429,029** | **21,790,581** | **12,450,434** |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(c) The breakdown of credit risk disclosed by risk-weights (including deducted exposures) are as follows: (continued)

**Bank**

| **Unaudited 30 June 2026** | **Exposures after netting and credit risk mitigation ("CRM")** | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **Risk weights** | **Sovereigns/ Central Bank RM'000** | **Banks, DFIs & MDBs RM'000** | **Corporate RM'000** | **Regulatory Retail RM'000** | **Residential Real Estate RM'000** | **Higher Risk Assets RM'000** | **Other assets RM'000** | **Total exposure after netting and CRM RM'000** | **Total weighted assets RM'000** |
| **Performing Exposures** | | | | | | | | | |
| 0% | 6,010,269 | - | 32,566 | 3,260 | - | - | 4,542 | 6,050,637 | - |
| 20% | - | 498,725 | 1,403,895 | - | - | - | - | 1,902,620 | 380,524 |
| 35% | - | - | - | - | 409,278 | - | - | 409,278 | 143,247 |
| 50% | - | 1,158,530 | 1,574,263 | - | 64,709 | - | - | 2,797,502 | 1,398,751 |
| 75% | - | - | - | 543,330 | 81 | - | - | 543,411 | 407,558 |
| 100% | - | 177,015 | 9,430,656 | - | 68,468 | - | 424,019 | 10,100,158 | 10,100,158 |
| 150% | - | - | - | - | - | 597 | - | 597 | 896 |
| Total | 6,010,269 | 1,834,270 | 12,441,380 | 546,590 | 542,536 | 597 | 428,561 | 21,804,203 | 12,431,134 |
| **Defaulted Exposures** | | | | | | | | | |
| 50% | - | - | 3,488 | 153 | 2,179 | - | - | 5,820 | 2,910 |
| 100% | - | - | 12,079 | 2,063 | 1,763 | - | - | 15,905 | 15,905 |
| 150% | - | - | 11 | - | - | - | - | 11 | 17 |
| Total | - | - | 15,578 | 2,216 | 3,942 | - | - | 21,736 | 18,832 |
| **Total Performing and Defaulted** | **6,010,269** | **1,834,270** | **12,456,958** | **548,806** | **546,478** | **597** | **428,561** | **21,825,939** | **12,449,966** |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (“MFRS 134”) AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(c) The breakdown of credit risk disclosed by risk-weights (including deducted exposures) are as follows: (continued)

**Group**

| **Audited 31 December 2025** | **Exposures after netting and credit risk mitigation ("CRM")** | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **Risk weights** | **Sovereigns/ Central Bank RM'000** | **Banks, DFIs & MDBs RM'000** | **Corporate RM'000** | **Regulatory Retail RM'000** | **Residential Real Estate RM'000** | **Higher Risk Assets RM'000** | **Other assets RM'000** | **Total exposure after netting and CRM RM'000** | **Total risk weighted assets RM'000** |
| **Performing Exposures** | | | | | | | | | |
| 0% | 5,462,584 | - | 24,393 | 4,660 | - | - | 10,050 | 5,501,687 | - |
| 20% | - | 196,416 | 1,400,559 | - | - | - | - | 1,596,975 | 319,395 |
| 35% | - | - | - | - | 375,991 | - | - | 375,991 | 131,597 |
| 50% | - | 1,118,737 | 1,343,451 | - | 57,024 | - | - | 2,519,212 | 1,259,606 |
| 75% | - | - | - | 1,206,128 | 26,097 | - | - | 1,232,225 | 924,169 |
| 100% | - | 176,306 | 9,040,935 | - | - | - | 350,712 | 9,567,953 | 9,567,953 |
| 150% | - | - | - | - | - | 313 | - | 313 | 470 |
| Total | 5,462,584 | 1,491,459 | 11,809,338 | 1,210,788 | 459,112 | 313 | 360,762 | 20,794,356 | 12,203,190 |
| **Defaulted Exposures** | | | | | | | | | |
| 0% | - | - | 1,630 | 2,334 | - | - | - | 3,964 | - |
| 50% | - | - | 1,441 | 1,316 | 2,176 | - | - | 4,933 | 2,467 |
| 100% | - | - | 12,068 | 2,285 | 1,766 | - | - | 16,119 | 16,119 |
| Total | - | - | 15,139 | 5,935 | 3,942 | - | - | 25,016 | 18,586 |
| **Total Performing and Defaulted** | **5,462,584** | **1,491,459** | **11,824,477** | **1,216,723** | **463,054** | **313** | **360,762** | **20,819,372** | **12,221,776** |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(c) The breakdown of credit risk disclosed by risk-weights (including deducted exposures) are as follows: (continued)

**Bank**

| **Audited 31 December 2025** | **Exposures after netting and credit risk mitigation ("CRM")** | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **Risk weights** | **Sovereigns/ Central Bank RM'000** | **Banks, DFIs & MDBs RM'000** | **Corporate RM'000** | **Regulatory Retail RM'000** | **Residential Real Estate RM'000** | **Higher Risk Assets RM'000** | **Other assets RM'000** | **Total exposure after netting and CRM RM'000** | **Total risk weighted assets RM'000** |
| **Performing Exposures** | | | | | | | | | |
| 0% | 5,462,584 | - | 24,393 | 4,660 | - | - | 10,050 | 5,501,687 | - |
| 20% | - | 196,416 | 1,400,559 | - | - | - | - | 1,596,975 | 319,395 |
| 35% | - | - | - | - | 375,991 | - | - | 375,991 | 131,597 |
| 50% | - | 1,118,737 | 1,343,451 | - | 57,024 | - | - | 2,519,212 | 1,259,606 |
| 75% | - | - | - | 1,206,128 | 26,097 | - | - | 1,232,225 | 924,169 |
| 100% | - | 176,306 | 9,040,935 | - | - | - | 350,575 | 9,567,816 | 9,567,816 |
| 150% | - | - | - | - | - | 313 | - | 313 | 470 |
| Total | 5,462,584 | 1,491,459 | 11,809,338 | 1,210,788 | 459,112 | 313 | 360,625 | 20,794,219 | 12,203,053 |
| **Defaulted Exposures** | | | | | | | | | |
| 0% | - | - | 1,630 | 2,334 | - | - | - | 3,964 | - |
| 50% | - | - | 1,441 | 1,316 | 2,176 | - | - | 4,933 | 2,467 |
| 100% | - | - | 12,068 | 2,285 | 1,766 | - | - | 16,119 | 16,119 |
| Total | - | - | 15,139 | 5,935 | 3,942 | - | - | 25,016 | 18,586 |
| **Total Performing and Defaulted** | **5,462,584** | **1,491,459** | **11,824,477** | **1,216,723** | **463,054** | **313** | **360,625** | **20,819,235** | **12,221,639** |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(d) The breakdown of risk-weighted assets by risk-weights are as follows:

| | **Group Unaudited 30 June 2026** | |
|---|---|---|
| | **Principal RM'000** | **Risk-weighted RM'000** |
| 0% | 6,014,811 | - |
| 20% | 1,902,620 | 380,524 |
| 35% | 409,278 | 143,247 |
| 50% | 2,803,322 | 1,401,661 |
| 75% | 543,411 | 407,558 |
| 100% | 10,116,531 | 10,116,531 |
| 150% | 608 | 912 |
| Risk-weighted assets for credit risk | 21,790,581 | 12,450,434 |
| Large exposure risk-weighted assets for equity holdings | | |
| Risk-weighted assets for market risk | | 461,325 |
| Risk-weighted assets for operational risk | | 761,550 |
| Total risk-weighted assets | | 13,673,309 |

| | **Bank Unaudited 30 June 2026** | |
|---|---|---|
| | **Principal RM'000** | **Risk-weighted RM'000** |
| 0% | 6,050,637 | - |
| 20% | 1,902,620 | 380,524 |
| 35% | 409,278 | 143,247 |
| 50% | 2,803,322 | 1,401,661 |
| 75% | 543,411 | 407,558 |
| 100% | 10,116,063 | 10,116,063 |
| 150% | 608 | 912 |
| Risk-weighted assets for credit risk | 21,825,939 | 12,449,966 |
| Large exposure risk-weighted assets for equity holdings | | |
| Risk-weighted assets for market risk | | 461,325 |
| Risk-weighted assets for operational risk | | 761,550 |
| Total risk-weighted assets | | 13,672,841 |

## 26. CAPITAL ADEQUACY (Continued)

(d) The breakdown of risk-weighted assets by risk-weights are as follows:

| | Group Audited 31 December 2025 Principal RM'000 | Risk-weighted RM'000 |
|---|---|---|
| 0% | 5,505,651 | - |
| 20% | 1,596,975 | 319,395 |
| 35% | 375,991 | 131,597 |
| 50% | 2,524,145 | 1,262,073 |
| 75% | 1,232,225 | 924,169 |
| 100% | 9,584,072 | 9,584,072 |
| 150% | 313 | 470 |
| Risk-weighted assets for credit risk | 20,819,372 | 12,221,776 |
| Large exposure risk-weighted assets for equity holdings | | |
| Risk-weighted assets for market risk | | 182,120 |
| Risk-weighted assets for operational risk | | 714,325 |
| Total risk-weighted assets | | 13,118,221 |

| | Bank Audited 31 December 2025 Principal RM'000 | Risk-weighted RM'000 |
|---|---|---|
| 0% | 5,505,651 | - |
| 20% | 1,596,975 | 319,395 |
| 35% | 375,991 | 131,597 |
| 50% | 2,524,145 | 1,262,073 |
| 75% | 1,232,225 | 924,169 |
| 100% | 9,583,935 | 9,583,935 |
| 150% | 313 | 470 |
| Risk-weighted assets for credit risk | 20,819,235 | 12,221,639 |
| Large exposure risk-weighted assets for equity holdings | | |
| Risk-weighted assets for market risk | | 182,120 |
| Risk-weighted assets for operational risk | | 714,325 |
| Total risk-weighted assets | | 13,118,084 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**26. CAPITAL ADEQUACY (Continued)**

(e) Disclosure on off balance sheet and counterparty credit risk are as follows:

| | Disclosure on Off Balance and Counterparty Credit Risk | | | | | |
|---|---|---|---|---|---|---|
| | Unaudited 30 June 2026 | | | Audited 31 December 2025 | | |
| **Group and Bank** | **Principal amount RM'000** | **Credit equivalent amount RM'000** | **Risk weighted amount RM'000** | **Principal amount RM'000** | **Credit equivalent amount RM'000** | **Risk weighted amount RM'000** |
| Transaction-related contingent items | 485,623 | 242,812 | 241,539 | 519,322 | 259,662 | 255,876 |
| Short term self liquidating trade related contingencies | 6,459 | 1,291 | 1,262 | 40,791 | 8,158 | 7,434 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year | 2,792,296 | 558,459 | 557,381 | 677,573 | 338,782 | 337,044 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity up to one year | 755,995 | 374,302 | 371,811 | 2,804,018 | 560,803 | 558,114 |
| Profit rate related contracts | - | - | - | - | - | - |
| Equity related contracts | 1,140 | 68 | 14 | 2,335 | 140 | 28 |
| Foreign exchange related contracts | 9,138,538 | 173,539 | 37,028 | 6,605,965 | 125,931 | 27,692 |
| | 13,180,051 | 1,350,471 | 1,209,035 | 10,650,004 | 1,293,476 | 1,186,188 |

## 27. SEGMENTAL INFORMATION

| **Group** | | | **Unaudited 30 June 2026** | | |
|---|---|---|---|---|---|
| | **Retail banking RM'000** | **Treasury & money market RM'000** | **Corporate investment banking RM'000** | **Others RM'000** | **Total RM'000** |
| Total revenue | 123,235 | 249,341 | 172,916 | 16,680 | 562,172 |
| **Result** | | | | | |
| Segment result | 21,298 | 100,476 | 118,702 | 16,680 | 257,156 |
| Unallocated corporate expenses | - | - | - | - | (158,023) |
| Profit before zakat and taxation | | | | | 99,133 |
| Zakat and taxation | | | | | (16,723) |
| **Net profit for the financial period** | | | | | **82,410** |
| **Other information** | | | | | |
| Segment assets | 1,706,394 | 10,122,982 | 8,631,232 | - | 20,460,608 |
| Unallocated corporate assets | - | - | - | - | 462,547 |
| Total assets | | | | | 20,923,155 |
| Segment liabilities | 3,816,409 | 9,728,517 | 3,610,635 | - | 17,155,561 |
| Unallocated corporate liabilities | - | - | - | - | 2,043,531 |
| Total liabilities | | | | | 19,199,092 |
| **Other segment items** | | | | | |
| Capital expenditure | 10,678 | 16,045 | 18,402 | - | 45,125 |
| Unallocated capital expenditure | - | - | - | - | 4,691 |
| | | | | | 49,816 |
| Depreciation and amortisation | 6,766 | 424 | 201 | - | 7,390 |
| Unallocated depreciation and amortisation | - | - | - | - | 6,194 |
| | | | | | 13,584 |
| Other non-cash (income)/expenses | 16,490 | 674 | (2,716) | - | 14,449 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**27. SEGMENTAL INFORMATION (Continued)**

| **Bank** | | | **Unaudited 30 June 2026** | | |
|---|---|---|---|---|---|
| | **Retail banking RM'000** | **Treasury & money market RM'000** | **Corporate investment banking RM'000** | **Others RM'000** | **Total RM'000** |
| Total revenue | 123,235 | 249,341 | 172,916 | 16,680 | 562,172 |
| **Result** | | | | | |
| Segment result | 21,298 | 100,476 | 118,702 | 16,680 | 257,156 |
| Unallocated corporate expenses | | | | | (160,064) |
| Profit before zakat and taxation | | | | | 97,093 |
| Zakat and taxation | | | | | (16,723) |
| **Net profit for the financial period** | | | | | **80,370** |
| **Other information** | | | | | |
| Segment assets | 1,706,394 | 10,122,982 | 8,631,232 | | 20,460,608 |
| Unallocated corporate assets | | | | | 462,084 |
| Total assets | | | | | 20,922,692 |
| Segment liabilities | 3,816,409 | 9,728,517 | 3,610,635 | | 17,155,561 |
| Unallocated corporate liabilities | - | - | - | - | 2,050,054 |
| Total liabilities | | | | | 19,205,615 |
| **Other segment items** | | | | | |
| Capital expenditure | 10,678 | 16,045 | 18,402 | - | 45,125 |
| Unallocated capital expenditure | - | - | - | - | 4,691 |
| | | | | | 49,816 |
| Depreciation and amortisation | 6,766 | 424 | 201 | - | 7,390 |
| Unallocated depreciation and amortisation | - | - | - | - | 6,194 |
| | | | | | 13,584 |
| Other non-cash (income)/expenses | 16,490 | 674 | (2,716) | - | 14,449 |

**EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134") AND GUIDELINES ON FINANCIAL REPORTING FOR LICENSED ISLAMIC BANKING INSTITUTIONS ISSUED BY BANK NEGARA MALAYSIA**

**27. SEGMENTAL INFORMATION (Continued)**

| Group | Retail banking RM'000 | Treasury & money market RM'000 | Corporate investment banking RM'000 | Others RM'000 | Total RM'000 |
|---|---|---|---|---|---|
| | Unaudited 30 June 2025 | | | | |
| Total revenue | 65,004 | 194,630 | 275,610 | 8,878 | 544,122 |
| **Result** | | | | | |
| Segment result | 28,244 | 89,916 | 119,969 | 8,878 | 247,008 |
| Unallocated corporate expenses | - | - | - | - | (142,949) |
| Profit before zakat and taxation | | | | | 104,059 |
| **Net profit for the financial period** | | | | | **104,059** |
| **Other information** | | | | | |
| Segment assets | 1,575,868 | 7,981,632 | 8,314,512 | - | 17,872,012 |
| Unallocated corporate assets | - | - | - | - | 454,596 |
| Total assets | | | | | 18,326,608 |
| Segment liabilities | 4,070,619 | 6,703,130 | 3,777,769 | - | 14,551,518 |
| Unallocated corporate liabilities | - | - | - | - | 2,152,703 |
| Total liabilities | | | | | 16,704,221 |
| **Other segment items** | | | | | |
| Capital expenditure | 1,624 | - | 2,636 | - | 4,260 |
| Unallocated capital expenditure | - | - | - | - | 2,345 |
| | | | | | 6,605 |
| Depreciation and and amortisation | 10,311 | (26) | 283 | - | 10,568 |
| Unallocated depreciation and amortisation | - | - | - | - | 3,761 |
| | | | | | 14,329 |
| Other non-cash (income)/expenses | 11,370 | (437) | (2,727) | - | 8,206 |

## 27. SEGMENTAL INFORMATION (Continued)

| Bank | Unaudited 30 June 2025 | | | | |
|---|---|---|---|---|---|
| | Retail banking RM'000 | Treasury & money market RM'000 | Corporate investment banking RM'000 | Others RM'000 | Total RM'000 |
| Total revenue | 65,004 | 194,630 | 275,610 | 8,878 | 544,122 |
| **Result** | | | | | |
| Segment result | 28,244 | 89,916 | 119,969 | 8,878 | 247,008 |
| Unallocated corporate expenses | - | - | - | - | (144,521) |
| Profit before zakat and taxation | | | | | 102,487 |
| **Net profit for the financial period** | | | | | **102,487** |
| **Other information** | | | | | |
| Segment assets | 1,575,868 | 7,981,632 | 8,314,512 | - | 17,872,012 |
| Unallocated corporate assets | - | - | - | - | 454,102 |
| Total assets | | | | | 18,326,114 |
| Segment liabilities | 4,070,619 | 6,703,130 | 3,777,769 | - | 14,551,518 |
| Unallocated corporate liabilities | - | - | - | - | 2,157,088 |
| Total liabilities | | | | | 16,708,606 |
| **Other segment items** | | | | | |
| Capital expenditure | 1,624 | - | 2,636 | - | 4,260 |
| Unallocated capital expenditure | - | - | - | - | 2,345 |
| | | | | | 6,605 |
| Depreciation and amortisation | 10,311 | (26) | 283 | - | 10,568 |
| Unallocated depreciation and amortisation | - | - | - | - | 3,761 |
| | | | | | 14,329 |
| Other non-cash (income)/expenses | 11,370 | (437) | (2,727) | - | 8,206 |

## 28. REVIEW OF PERFORMANCE FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2026 AGAINST THE CORRESPONDING FINANCIAL QUARTER OF THE PRECEDING YEAR

For the financial period ended 30 June 2026, the Group and Bank recorded a pre tax profit of RM99.1 million and RM97.1 million respectively as compared to a pre tax profit of RM104.1 million and RM102.5 million respectively in the preceding year's corresponding period.

## 29. PROSPECTS FOR 2026

Malaysia's economy is projected to sustain its growth momentum in 2026, expanding between 4.0% and 4.5%, supported by resilient domestic demand and structural reforms under the MADANI Economy framework. The services sector will continue to anchor growth, driven by tourism recovery and digital economy initiatives, while manufacturing benefits from sustained global demand. However, external risks such as rising U.S. tariff policy, slower global growth, and commodity price volatility could pose challenges to Malaysia's economy and financial stability. Inflation continues to ease, reflecting stabilizing subsidy reforms and moderated wage pressures. The fiscal consolidation under Budget 2025 and the continuation of the 12th Malaysia Plan will remain critical in safeguarding macroeconomic stability and rebuilding fiscal buffers.

Malaysia's strategic focus on digitalisation, sustainability, and regional integration will shape business opportunities in 2026. The implementation of the National Energy Transition Roadmap and ESG-linked financing initiatives is expected to accelerate investments in green technology and low-carbon solutions. Under Budget 2026, the government has allocated RM50 billion for Small and Medium Enterprises ("SMEs") financing and credit guarantees, alongside RM150 million for the National Energy Transition Facility to support renewable energy projects and sustainable infrastructure. These measures will foster entrepreneurship, strengthen the halal economy, and advance Islamic finance as a key growth driver. As chairman of the Association of Southern Asian Nation ("ASEAN") in 2025, Malaysia strengthens collaboration on energy security and connectivity, highlighted by commitments under the Kuala Lumpur Declaration on green finance and digital transformation. Malaysia's leadership will enhance regional trade flows and reinforce its role as a hub for ethical and sustainable finance. These strategies aim to promote economic resilience and drive sustainable growth, with digital transformation, regional integration, and the advancement of green technology and ethical finance serving as pivotal enablers in achieving these goals.

ARBM is well-positioned to leverage the projected economic landscape and conducive market momentum in 2026. ARBM will strengthen its digital banking proposition through the MY alrajhi app, delivering an integrated, secure, and intuitive experience for customers, as consumer spending is expected to remain resilient in 2026. Central to ARBM's strategy is reinforcing alignment with the Al Rajhi Group, enabling the Bank to leverage shared expertise and global capabilities to accelerate growth. A strong governance framework will continue to serve as the foundation for operational improvements and cost optimisation initiatives. ARBM aims to strengthen its competitive position and deliver sustainable value in Malaysia's dynamic financial landscape by embedding customer focus at the core of its strategy and advancing innovation across its products and services.