

BANGKOK BANK BERHAD
199401014060 (299740-W)
(Incorporated in Malaysia)

Unaudited Interim Condensed Financial Statements
30 June 2026

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Performance review for the six-month ended 30 June 2026

Bangkok Bank Berhad (“the Bank”) registered a profit before tax of RM19.5 million for the six-month ended 30 June 2026 as compared with RM22.3 million recorded during the previous corresponding period. The lower profit for current period was mainly due to lower net interest income and higher overhead expenses for the six month ended 30 June 2026.

Gross loans declined from RM2,693.3 million as at 31 December 2025 to RM2,415.9 million as at 30 June 2026 due to large loan repayment.

Deposits from customers (including other financial institutions) decreased from RM2,909.3 million as at 31 December 2025 to RM2,424.8 million as at 30 June 2026. The Bank has heightened efforts on gathering customer deposits to maintain prudent liquidity position and to rebalance deposits portfolio with lower cost of deposit. Nevertheless, liquidity coverage ratio and net stable funding ratio are well above regulatory requirement as at 30 June 2026.

The Bank will continue to focus on strengthening its business resilience and practise vigilance in strategy, cost discipline and prudence in risk management to meet challenges ahead.

Unaudited interim condensed statements of financial position as at 30 June 2026

		Group		Bank	
	Note	30.6.2026 RM'000	31.12.2025 RM'000	30.6.2026 RM'000	31.12.2025 RM'000
Assets					
Cash and short-term funds		136,411	253,240	136,044	253,025
Deposits and placements with banks and other financial institutions		369,217	451,220	369,217	451,220
Financial assets at fair value through other comprehensive income ("FVOCI")	12	976,074	963,805	976,074	963,805
Financial assets at amortised costs	13	-	-	-	-
Loans, advances and financing	14	2,269,749	2,548,856	2,269,749	2,548,856
Derivative assets		155	583	155	583
Tax recoverable		8,072	11,354	8,062	11,347
Other assets	15	2,710	3,092	2,710	3,092
Statutory deposit with Bank Negara Malaysia	16	15,959	18,938	15,959	18,938
Investment in subsidiary		-	-	10	10
Property and equipment	17	110,235	112,361	110,235	112,361
Intangible assets		-	-	-	-
Right-of-use assets	18	4,788	4,615	4,788	4,615
Deferred tax assets		20,050	20,031	20,050	20,031
Total assets		3,913,420	4,388,095	3,913,053	4,387,883
Liabilities and shareholder's equity					
Deposits from customers	19	1,970,296	2,116,247	1,970,296	2,116,247
Deposits and placements from banks and other financial institutions	20	454,474	793,073	454,474	793,073
Derivative liabilities		1,568	141	1,568	141
Other liabilities	21	19,596	25,308	19,438	25,301
Total liabilities		2,445,934	2,934,769	2,445,776	2,934,762

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of financial position as at 30 June 2026 (cont'd.)

	Note	Group		Bank	
		30.6.2026	31.12.2025	30.6.2026	31.12.2025
		RM'000	RM'000	RM'000	RM'000
Liabilities and shareholder's equity (cont'd.)					
Share capital		1,000,000	1,000,000	1,000,000	1,000,000
FVOCI reserve		35,784	36,072	35,784	36,072
Retained profits		431,702	417,254	431,493	417,049
Shareholder's equity		<u>1,467,486</u>	<u>1,453,326</u>	<u>1,467,277</u>	<u>1,453,121</u>
Total liabilities and shareholder's equity		<u>3,913,420</u>	<u>4,388,095</u>	<u>3,913,053</u>	<u>4,387,883</u>
Commitments and contingencies	27	<u>2,308,801</u>	<u>1,890,487</u>	<u>2,308,801</u>	<u>1,890,487</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed income statements
For the financial period ended 30 June 2026

		Group			
		Second Quarter Ended		Cumulative 6 Months Ended	
		1.4.2026	1.4.2025	1.1.2026	1.1.2025
		to	to	to	to
Note		30.6.2026	30.6.2025	30.6.2026	30.6.2025
		RM'000	RM'000	RM'000	RM'000
Interest income	22	40,406	46,770	81,545	94,102
Interest expense	23	(18,602)	(20,755)	(38,151)	(43,610)
Net interest income		21,804	26,015	43,394	50,492
Non-interest income	25	5,420	2,484	7,302	5,381
Net income		27,224	28,499	50,696	55,873
Overhead expenses	26	(17,776)	(17,181)	(34,107)	(31,463)
Operating profit		9,448	11,318	16,589	24,410
(Allowance for)/writeback of expected credit losses, net	24	(1,986)	(689)	2,874	(2,128)
Profit before taxation		7,462	10,629	19,463	22,282
Taxation		(1,981)	(2,823)	(5,015)	(5,925)
Net profit for the financial period		5,481	7,806	14,448	16,357
Earnings per share (sen)					
- basic		0.55	0.78	1.44	1.64
- diluted		0.55	0.78	1.44	1.64

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed income statements
For the financial period ended 30 June 2026 (cont'd.)

		Bank			
		Second Quarter Ended		Cumulative 6 Months Ended	
		1.4.2026 to 30.6.2026 RM'000	1.4.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Note					
	22	40,406	46,770	81,545	94,102
	23	(18,602)	(20,755)	(38,151)	(43,610)
		21,804	26,015	43,394	50,492
	25	5,413	2,482	7,294	5,365
		27,217	28,497	50,688	55,857
	26	(17,774)	(17,179)	(34,105)	(31,461)
		9,443	11,318	16,583	24,396
	24	(1,986)	(689)	2,874	(2,128)
		7,457	10,629	19,457	22,268
		(1,979)	(2,824)	(5,013)	(5,922)
		5,478	7,805	14,444	16,346
Earnings per share (sen)					
		0.55	0.78	1.44	1.64
		0.55	0.78	1.44	1.64

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of comprehensive income
For the financial period ended 30 June 2026

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026 to 30.6.2026 RM'000	1.4.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Net profit for the period	<u>5,481</u>	<u>7,806</u>	<u>14,448</u>	<u>16,357</u>
Items that will not be reclassified subsequently to profit or loss				
Equity securities designated at fair value through other comprehensive income - net changes in fair value	1,570	1,278	1,570	1,278
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income - net unrealised (loss)/gain on changes in fair value	(425)	2,899	(3,162)	4,589
- expected credit loss	860	675	546	1,448
Income tax relating to components of other comprehensive income	<u>1,164</u>	<u>(695)</u>	<u>758</u>	<u>(1,101)</u>
Other comprehensive income/ (loss) for the period, net of tax	<u>3,169</u>	<u>4,157</u>	<u>(288)</u>	<u>6,214</u>
Total comprehensive income for the period, net of tax	<u>8,650</u>	<u>11,963</u>	<u>14,160</u>	<u>22,571</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of comprehensive income
For the financial period ended 30 June 2026 (cont'd.)

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026 to 30.6.2026 RM'000	1.4.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Net profit for the period	<u>5,478</u>	<u>7,805</u>	<u>14,444</u>	<u>16,346</u>
Items that will not be reclassified subsequently to profit or loss				
Equity securities designated at fair value through other comprehensive income - net changes in fair value	1,570	1,278	1,570	1,278
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income - net unrealised (loss)/gain on changes in fair value	(425)	2,899	(3,162)	4,589
- expected credit loss	860	675	546	1,448
Income tax relating to components of other comprehensive income	<u>101</u>	<u>(695)</u>	<u>758</u>	<u>(1,101)</u>
Other comprehensive income/ (loss) for the period, net of tax	<u>2,106</u>	<u>4,157</u>	<u>(288)</u>	<u>6,214</u>
Total comprehensive income for the period, net of tax	<u>7,584</u>	<u>11,962</u>	<u>14,156</u>	<u>22,560</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of changes in equity
For the financial period ended 30 June 2026

Group	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	1,000,000	31,724	377,825	1,409,549
Total comprehensive income	-	6,214	16,357	22,571
At 30 June 2025	<u>1,000,000</u>	<u>37,938</u>	<u>394,182</u>	<u>1,432,120</u>
At 1 January 2026	1,000,000	36,072	417,254	1,453,326
Total comprehensive (loss)/income	-	(288)	14,448	14,160
At 30 June 2026	<u>1,000,000</u>	<u>35,784</u>	<u>431,702</u>	<u>1,467,486</u>

Bank	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	1,000,000	31,724	377,637	1,409,361
Total comprehensive income	-	6,214	16,346	22,560
At 30 June 2025	<u>1,000,000</u>	<u>37,938</u>	<u>393,983</u>	<u>1,431,921</u>
At 1 January 2026	1,000,000	36,072	417,049	1,453,121
Total comprehensive (loss)/income	-	(288)	14,444	14,156
At 30 June 2026	<u>1,000,000</u>	<u>35,784</u>	<u>431,493</u>	<u>1,467,277</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2026

	Note	Group		Bank	
		1.1.2026 to 30.6.2026	1.1.2025 to 30.6.2025	1.1.2026 to 30.6.2026	1.1.2025 to 30.6.2025
		RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities					
Profit before taxation		19,463	22,282	19,457	22,268
Adjustments for:					
Depreciation	26	2,492	2,238	2,492	2,238
Amortisation of intangible assets	26	-	10	-	10
Depreciation of right-of-use assets	26	866	768	866	768
Property and equipment adjustment		-	385	-	385
Interest expense on lease liability	18	80	87	80	87
Loss/(Gain) on lease termination	18	7	(12)	7	(12)
Interest income from debt instruments at FVOCI	22	(17,302)	(17,154)	(17,302)	(17,154)
Allowance of ECL	24	2,550	2,693	2,550	2,693
Dividend from financial assets at FVOCI	25	(176)	(176)	(176)	(176)
Unrealised loss/(gain) on foreign exchange forward	25	1,855	(663)	1,855	(663)
Net amortisation of premium - Financial assets at FVOCI	22	1,563	1,438	1,563	1,438
Operating profit before working capital changes		11,398	11,896	11,392	11,882
Decrease/(Increase) in operating assets:					
Loans, advances and financing		277,232	125,976	277,232	125,976
Other assets		382	(608)	382	(608)
Statutory deposits with Bank Negara Malaysia		3,000	19,000	3,000	19,000
		292,012	156,264	292,006	156,250

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2026 (cont'd.)

	Group		Bank	
	1.1.2026	1.1.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Decrease in operating liabilities:				
Deposits from customers	(145,951)	(13,683)	(145,951)	(13,683)
Deposits and placement from banks and other financial institutions	(338,599)	(184,085)	(338,599)	(184,085)
Other liabilities	(5,987)	(13,595)	(6,138)	(13,132)
Cash used in operating activities	(198,525)	(55,099)	(198,682)	(54,650)
Taxes paid	(6,945)	(7,599)	(6,940)	(7,594)
Taxes refunded	5,952	-	5,952	-
Net cash used in operating activities	(199,518)	(62,698)	(199,670)	(62,244)
Cash flows from investing activities				
Purchase of financial assets at FVOCI	(85,570)	(160,000)	(85,570)	(160,000)
Proceeds from redemption of financial assets at FVOCI	70,000	130,000	70,000	130,000
Interest received from financial asset at FVOCI	17,447	17,654	17,447	17,654
Purchase of property and equipment	(366)	(531)	(366)	(531)
Dividend from financial assets at FVOCI	176	176	176	176
Net cash generated/(used in) investing activities	1,687	(12,701)	1,687	(12,701)
Cash flows from financing activities				
Payment of lease liabilities	(1,001)	(978)	(1,001)	(978)
Net cash used in financing activities	(1,001)	(978)	(1,001)	(978)

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2026 (cont'd.)

	Group		Bank	
	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Note				
Net decrease in cash and cash equivalents	(198,832)	(76,377)	(198,984)	(75,923)
Cash and cash equivalents at beginning of financial period	704,460	282,535	704,245	280,061
Cash and cash equivalents at end of financial period	<u>505,628</u>	<u>206,158</u>	<u>505,261</u>	<u>204,138</u>
Cash and cash equivalents comprise:				
Cash and short-term funds	136,411	136,510	136,044	134,490
Deposits and placements of banks and other financial institutions	<u>369,217</u>	<u>69,648</u>	<u>369,217</u>	<u>69,648</u>
	<u>505,628</u>	<u>206,158</u>	<u>505,261</u>	<u>204,138</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Notes to the unaudited interim condensed financial statements - 30 June 2026

1. Corporate information

Bangkok Bank Berhad ("the Bank") is a public limited liability licensed bank, incorporated and domiciled in Malaysia. The registered office of the Bank is located at 1-45-01, Menara Bangkok Bank, Laman Sentral Berjaya, 105 Jalan Ampang, 50450 Kuala Lumpur.

The principal activities of the Bank are banking and related financial services.

The Bank also controls a wholly-owned subsidiary named BBL Nominees (Tempatan) Sdn. Bhd. The principal activity of its subsidiary is provision of nominees services to local clients of the Bank.

There have been no significant changes in the nature of the principal activities during the financial period.

The ultimate holding company of the Bank is Bangkok Bank Public Company Limited, a bank incorporated in Thailand.

2. Basis of preparation of the financial statements

2.1 Basis of preparation and presentation of the unaudited interim condensed financial statements

The unaudited interim condensed financial statements have been prepared in accordance with MFRS 134: *Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB")* and IAS 34: *Interim Financial Reporting issued by the International Accounting Standards Board ("IASB")*.

The unaudited interim condensed financial statements have been prepared under the historical cost convention except for the following assets which are stated at fair value: financial assets at FVTPL, financial assets at FVOCI and derivatives. The unaudited interim condensed financial statements are presented in Ringgit Malaysia ("RM"), which is the Bank's functional currency and all values are rounded to the nearest thousand ("RM'000") except when otherwise indicated.

The unaudited interim condensed financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2025. These explanatory notes attached to the unaudited interim condensed 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 financial year ended 31 December 2025.

2. Basis of preparation of the financial statements (cont'd.)

2.2 Changes in accounting policies

The accounting policies adopted in the preparation of the audited financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended 31 December 2025, except for the adoption of relevant amendments to standards effective as of 1 January 2026 as follows:

Amendments to:

MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 10	Consolidated Financial Statements
MFRS 107	Statement of Cash Flows

The initial application of the amendments to standards did not have any significant impact to the financial statements of the Group and the Bank.

2.3 Standards, amendments to standards, annual improvements to standards and IC Interpretations issued but not yet effective

As at the reporting date, the following are relevant amendments to standards, annual improvements to standards issued by the Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of the Group's and of the Bank's financial statements. The Group and the Bank intend to adopt them when they become effective:

Descriptions

MFRS 18	Presentation and Disclosure in Financial Statements [^]
MFRS 19	Subsidiaries without Public Accountability: Disclosures [^]
MFRS 121	The effect of Changes in Foreign Exchange Rates: Translation to hyperinflationary presentation currency [^]

[^] Effective for annual periods beginning on or after 1 January 2027

The initial application of the amendments and standards are not expected to have any significant impact to the financial statements of the Group and the Bank.

2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements, estimates and assumptions

The preparation of the Group's and the Bank's financial statements in accordance with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of revenue, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In the process of applying the Group's and the Bank's accounting policies, management has made the following judgements, estimates and assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Existing circumstances and assumptions about future developments may change due to circumstances beyond the Group's and the Bank's control and are reflected in the assumptions if and when they occur.

(a) Impairment losses on financial assets

The measurement of impairment losses under MFRS 9 across all categories of financial assets requires judgement, in particular, estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and assessment of significant increase in credit risk. These estimates are driven by a number of factors, changes which can result in different levels of allowances.

The Group and the Bank's Expected Credit Loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

- The Group's and the Bank's internal credit grading model, which assigns PDs to the individual grades;
- The Group's and the Bank's criteria for assessing if there has been a significant increase in credit risk resulting in impairment losses on financial assets to be measured on a lifetime basis and the qualitative assessment;
- Development of ECL models, including the various formulas and the choice of inputs;
- ECL is adjusted with a management overlay where considered appropriate;
- Determination of associations between macroeconomic factors and the effect on PDs, LGDs and EADs; and
- Selection of forward-looking macroeconomic scenarios and their probability weightings.

2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements, estimates and assumptions (cont'd.)

(b) Deferred tax and current tax

In determining the Group's and the Bank's tax charge for the year involves estimation and judgement, which includes an interpretation of local tax law and an assessment of whether the tax authority will accept the position taken. The Group and the Bank provide for current tax liabilities at the best estimate based on all available evidence and the amount that is expected to be paid to the tax authority where an outflow is probable.

The recoverability of the Group's and the Bank's deferred tax assets is based on management's judgement of the availability of future taxable profits against which the deferred tax assets will be utilised.

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 subject to any qualification.

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group and the Bank during the six months ended 30 June 2026.

5. Comments about seasonal or cyclical factors

The business operations of the Group and the Bank are not materially affected by any seasonal or cyclical factors.

6. Changes in estimates

There were no significant changes in estimates of amounts reported in prior financial period that have a material effect in the current financial period.

7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the six months period ended 30 June 2026.

8. Subsequent events

There were no material events subsequent to the end of the current period that require disclosure or adjustments to the interim condensed financial statements.

9. Changes in composition of the Group

There were no changes in the composition of the Group during the six months ended 30 June 2026.

10. Dividends paid

No dividend was declared or paid during the six months ended 30 June 2026.

11. Segmental information

As the Group does not have foreign operations, the Group is not required to present separate identifiable geographical segments.

12. Financial assets at fair value through other comprehensive income

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Debt instruments		
Malaysian Government Securities	537,765	541,032
Government Investment Issues	132,946	133,643
Negotiable Instruments of Deposit	50,000	-
Corporate bonds	222,485	257,820
	<u>943,196</u>	<u>932,495</u>
Equity instruments		
Unquoted shares	32,878	31,310
	<u>976,074</u>	<u>963,805</u>

12. Financial assets at fair value through other comprehensive income (cont'd.)

Movements in the allowance for ECL on debt instruments at FVOCI are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2026	3,331	-	-	3,331
New debt instruments originated	331	-	-	331
ECL allowance charged	469	-	-	469
Debt instruments derecognised	(254)	-	-	(254)
At 30 June 2026	<u>3,877</u>	<u>-</u>	<u>-</u>	<u>3,877</u>
Group and Bank				
At 1 January 2025	3,911	-	-	3,911
New debt instruments originated	1,019	-	-	1,019
Net measurement due to changes in credit risk	(464)	-	-	(464)
Debt instruments derecognised	(1,135)	-	-	(1,135)
At 31 December 2025	<u>3,331</u>	<u>-</u>	<u>-</u>	<u>3,331</u>

13. Financial assets at amortised cost

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Unquoted securities:		
Corporate bonds	392	392
Less: allowance for ECL	<u>(392)</u>	<u>(392)</u>
	<u>-</u>	<u>-</u>

Movements in the allowance for ECL on financial assets at amortised cost are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2026	-	-	392	392
ECL allowance writeback	-	-	-	-
At 30 June 2026	<u>-</u>	<u>-</u>	<u>392</u>	<u>392</u>

13. Financial assets at amortised cost (cont'd.)

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2025	-	-	421	421
ECL allowance writeback	-	-	(29)	(29)
At 31 December 2025	-	-	392	392

14. Loans, advances and financing

	Group and Bank	
	30.6.2026 RM'000	31.12.2025 RM'000
At amortised cost		
Overdrafts	25,433	26,819
Term loans:		
- Housing loans	428	452
- Syndicated term loan	14,063	57,004
- Other term loans	738,935	660,820
Revolving credits	979,005	1,154,447
Bills receivables	308,115	333,212
Trust receipts	74,884	97,849
Bankers' acceptances	277,046	364,337
Staff loans	424	469
	<u>2,418,333</u>	<u>2,695,409</u>
Unearned interest	(2,439)	(2,083)
Gross loans, advances and financing	<u>2,415,894</u>	<u>2,693,326</u>
Less: allowance for ECL		
- Stage 1	(23,277)	(23,931)
- Stage 2	(78)	(58)
- Stage 3	(54,885)	(56,392)
- Management overlay	(67,905)	(64,089)
	<u>(146,145)</u>	<u>(144,470)</u>
Net loans, advances and financing	<u>2,269,749</u>	<u>2,548,856</u>

14. Loans, advances and financing (cont'd.)

- (i) The maturity structure of loans, advances and financing are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Maturing within one year	1,767,486	2,070,996
One year to three years	83,251	99,006
Three years to five years	271,483	93,671
Over five years	293,674	429,653
	<u>2,415,894</u>	<u>2,693,326</u>

- (ii) Loans, advances and financing according to economic sectors are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Primary agriculture	141,062	145,514
Mining and quarrying	5,444	5,965
Manufacturing	855,170	865,653
Electricity, gas and water supply	11,504	13,138
Construction	168,643	185,770
Wholesale and retail trade and restaurants and hotels	191,137	197,248
Transport, storage and communication	162,917	170,120
Finance, insurance, real estate and business activities	877,681	1,107,284
Household	2,336	2,634
	<u>2,415,894</u>	<u>2,693,326</u>

- (iii) Loans, advances and financing according to type of customer are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Domestic non-bank financial institutions	513,631	550,558
Domestic business enterprises:		
- Small medium enterprises	176,470	144,143
- Others	1,722,833	1,995,423
Individuals	2,960	3,202
	<u>2,415,894</u>	<u>2,693,326</u>

14. Loans, advances and financing (cont'd.)

(iv) Loans, advances and financing according to interest/profit rate sensitivity are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Fixed rate		
- Other fixed rate loan/financing	46,739	46,739
Variable rate		
- Base lending rate plus	61,017	66,991
- Cost-plus	1,675,801	1,998,258
- Other variable rates	632,337	581,338
	<u>2,415,894</u>	<u>2,693,326</u>

(v) All loans, advances and financing of the Group and the Bank are to customers in Malaysia.

(vi) Movements in impaired loans, advances and financing are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Balance as at 1 January	69,752	97,849
Classified as impaired during the period/year	456	12,685
Amount recovered during the period/year	(1,655)	(16,803)
Amount written off during the period/year	(200)	(23,979)
Balance as at 30 June/31 December	<u>68,353</u>	<u>69,752</u>
Allowance for ECL Stage 3	<u>(54,885)</u>	<u>(56,392)</u>
Net impaired loans, advances and financing	<u>13,468</u>	<u>13,360</u>
Ratio of net impaired loans, advances and financing to gross loans, advances and financing less Stage 3 ECL allowance	<u>0.57%</u>	<u>0.51%</u>

14. Loans, advances and financing (cont'd.)

(vii) Movements in the allowance for ECL on loans, advances and financing are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2026	23,931	58	56,392	80,381
- Management overlay				64,089
	23,931	58	56,392	144,470
New loans, advances and financing originated	3,026	-	-	3,026
Loans, advances and financing derecognised (other than write-off)	(1,702)	-	(1,669)	(3,371)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(6)	6	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(1,972)	14	362	(1,596)
Amount written off	-	-	(200)	(200)
Management overlay	-	-	-	3,816
At 30 June 2026	23,277	78	54,885	146,145
Group and Bank				
At 1 January 2025	26,371	4,481	82,426	113,278
- Management overlay	-	-	-	73,304
	26,371	4,481	82,426	186,582
New loans, advances and financing originated	1,464	-	-	1,464
Loans, advances and financing derecognised (other than write-off)	(2,789)	(17)	(13,150)	(15,956)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(46)	46	-	-
Transfer to Stage 3	-	(4,465)	4,465	-
Net changes in loan loss allowances	(1,069)	13	6,543	5,487
Amount written off	-	-	(23,892)	(23,892)
Management overlay	-	-	-	(9,215)
At 31 December 2025	23,931	58	56,392	144,470

14. Loans, advances and financing (cont'd.)

(viii) Impaired loans, advances and financing according to economic sector are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Manufacturing	57,144	58,020
Construction	9,557	9,553
Wholesale and retail trade and restaurants and hotels	-	252
Household	1,652	1,927
	<u>68,353</u>	<u>69,752</u>

15. Other assets

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Deposits	819	819
Prepayments	1,374	1,730
Other receivables	517	543
	<u>2,710</u>	<u>3,092</u>

16. Statutory deposit with Bank Negara Malaysia

The non-interest bearing statutory deposit is maintained with Bank Negara Malaysia in compliance with Section 26(2)(c) and Section 26(3) of the Central Bank of Malaysia Act 2009, the amounts of which are determined as a set percentage of total eligible liabilities of the Bank.

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Statutory deposit with Bank Negara Malaysia	16,000	19,000
ECL allowance charged	(41)	(62)
	<u>15,959</u>	<u>18,938</u>

17. Property and equipment

During the six months ended 30 June 2026, the Group and the Bank acquired assets with a cost of RM366,000 (31.12.2025: RM2,293,000).

18. Right-of-use assets and lease liabilities

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Right-of-use assets		
At 1 January	9,900	9,553
Non-cash addition	1,039	1,461
Termination	(864)	(1,114)
At 30 June/December	<u>10,075</u>	<u>9,900</u>
Accumulated amortisation		
At 1 January	5,285	4,812
Charged for the period/year (Note 26)	866	1,587
Termination	(864)	(1,114)
At 30 June/December	<u>5,287</u>	<u>5,285</u>
	<u>4,788</u>	<u>4,615</u>

The Group and the Bank lease a number of premises and office equipment with lease term ranges between 1-15 years (2025: 1-15 years), with an option for renewal. The leased assets are utilised to carry out the Bank's operational activities

Lease liabilities

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
At 1 January	5,039	5,401
Non-cash addition	1,039	1,461
Accretion of interest expense (Note 23)	80	172
Lease payment	(1,001)	(2,009)
Modification	7	14
At 30 June/December (Note 21)	<u>5,164</u>	<u>5,039</u>

The weighted average discount rate applied ranges from 1.84% to 3.72% (2025: 1.84% to 3.72%) per annum. The Group does not face a significant liquidity risk with regard to its lease liabilities.

19. Deposits from customers

(i) By type of deposit:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Fixed deposits	1,382,456	1,625,221
Current accounts	205,265	211,664
Savings deposits	7,743	6,899
Short term deposits	374,832	272,463
	<u>1,970,296</u>	<u>2,116,247</u>

(ii) The maturity structure of fixed deposits and short term deposits are as follows:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Due within six months	1,413,039	1,591,754
Six months to one year	338,761	304,343
One year to three years	4,524	826
Over three years	964	761
	<u>1,757,288</u>	<u>1,897,684</u>

(iii) The deposits are sourced from the following customers:

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Business enterprises	1,558,235	1,620,661
Individuals	364,121	380,040
Others	47,940	115,546
	<u>1,970,296</u>	<u>2,116,247</u>

20. Deposits and placements from banks and other financial institutions

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Licensed banks	410,278	559,262
Other financial institutions	44,196	233,811
	<u>454,474</u>	<u>793,073</u>

21. Other liabilities

	Group		Bank	
	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Accruals	6,311	11,169	6,305	11,162
Allowance for ECL on commitments and contingencies	3,909	3,759	3,909	3,759
Lease liabilities (Note 18)	5,164	5,039	5,164	5,039
Other payables	4,212	5,341	4,060	5,341
	<u>19,596</u>	<u>25,308</u>	<u>19,438</u>	<u>25,301</u>

21. Other liabilities (cont'd.)

Movements in the allowance for impairment on loan/financing commitments and financial guarantees are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2026	1,682	587	1,490	3,759
New loan/financing commitments, and financing guarantee originated	704	8	-	712
Loan/financing commitments, and financing guarantee derecognised	(395)	-	-	(395)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(4)	4	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(103)	(64)	-	(167)
At 30 June 2026	<u>1,884</u>	<u>535</u>	<u>1,490</u>	<u>3,909</u>
Group and Bank				
At 1 January 2025	2,164	265	1,490	3,919
New loan/financing commitments, and financing guarantee originated	57	341	-	398
Loan/financing commitments, and financing guarantee derecognised	(330)	-	-	(330)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(209)	(19)	-	(228)
At 31 December 2025	<u>1,682</u>	<u>587</u>	<u>1,490</u>	<u>3,759</u>

22. Interest income

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026 to 30.6.2026 RM'000	1.4.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Loans, advances and financing				
- Interest income other than recoveries from impaired loans	27,041	34,554	54,385	71,235
- Recoveries from impaired loans	-	269	-	269
- Interest income on impaired loans	219	241	448	520
Deposits and placements with banks and other financial institutions	5,243	3,213	10,973	6,362
Debt instruments at FVOCI	8,652	8,464	17,302	17,154
	41,155	46,741	83,108	95,540
Amortisation of premium				
- Financial assets at FVOCI	(749)	29	(1,563)	(1,438)
	40,406	46,770	81,545	94,102

23. Interest expense

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026 to 30.6.2026 RM'000	1.4.2025 to 30.6.2025 RM'000	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Deposits from customers	15,438	16,948	30,877	35,013
Deposits and placements from banks and other financial institutions	3,123	3,765	7,194	8,510
Accretion of interest expense (Note 18)	41	42	80	87
	18,602	20,755	38,151	43,610

24. Allowance for/(writeback) of expected credit lossess ("ECL"), net

	Group and Bank Cumulative 6 Months Ended 1.1.2026 to 30.6.2026			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Allowance for ECL made				
- Financial assets at FVOCI	800	-	-	800
- Loans, advances and financing	4,343	20	362	4,725
- Management overlay	-	-	-	3,816
- Commitment and contingencies	823	13	-	836
	<u>5,966</u>	<u>33</u>	<u>362</u>	<u>10,177</u>
Allowance for ECL written back				
- Cash and short term funds	(1,233)	-	-	(1,233)
- Deposits and placements with banks and other financial institutions	(1,828)	-	-	(1,828)
- Financial assets at FVOCI	(254)	-	-	(254)
- Loans, advances and financing	(4,997)	-	(1,669)	(6,666)
- Statutory deposit with Bank Negara Malaysia	(21)	-	-	(21)
- Commitment and contingencies	(621)	(65)	-	(686)
	<u>(8,954)</u>	<u>(65)</u>	<u>(1,669)</u>	<u>(10,688)</u>
Impaired loans, advances and financing recovered	-	-	(2,363)	(2,363)
Total	<u>(2,988)</u>	<u>(32)</u>	<u>(3,670)</u>	<u>(2,874)</u>

24. Allowance for/(writeback) of expected credit lossess ("ECL"), net (cont'd.)

	Group and Bank			
	Cumulative 6 Months Ended			
	1.1.2025 to 30.6.2025			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Cash and short term funds	31	-	-	31
- Financial assets at FVOCI	1,666	-	-	1,666
- Loans, advances and financing	6,120	-	9,771	15,891
- Management overlay	-	-	-	119
- Commitment and contingencies	545	13	-	558
	<u>8,362</u>	<u>13</u>	<u>9,771</u>	<u>18,265</u>
Allowance for ECL written back				
- Deposits and placements with banks and other financial institutions	(227)	-	-	(227)
- Financial assets at FVOCI	(218)	-	-	(218)
- Loans, advances and financing	(4,550)	(4,366)	(5,617)	(14,533)
- Statutory deposit with Bank Negara Malaysia	(36)	-	-	(36)
- Commitment and contingencies	(754)	-	-	(754)
	<u>(5,785)</u>	<u>(4,366)</u>	<u>(5,617)</u>	<u>(15,768)</u>
Impaired loans, advances and financing recovered	-	-	(369)	(369)
Total	<u>2,577</u>	<u>(4,353)</u>	<u>3,785</u>	<u>2,128</u>

24. Allowance for/(writeback) of expected credit lossess ("ECL"), net (cont'd.)

	Group and Bank			
	Second Quarter Ended			
	1.4.2026 to 30.6.2026			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Deposits and placements with banks and other financial institutions	956	-	-	956
- Financial assets at FVOCI	860	-	-	860
- Loans, advances and financing	2,120	-	178	2,298
- Management overlay	-	-	-	4,069
- Commitment and contingencies	565	13	-	578
	<u>4,501</u>	<u>13</u>	<u>178</u>	<u>8,761</u>
Allowance for ECL written back				
- Cash and short term funds	(2,289)	-	-	(2,289)
- Loans, advances and financing	(1,794)	(28)	(37)	(1,859)
- Statutory deposit with Bank Negara Malaysia	(3)	-	-	(3)
- Commitment and contingencies	(166)	(97)	-	(263)
	<u>(4,252)</u>	<u>(125)</u>	<u>(37)</u>	<u>(4,414)</u>
Impaired loans, advances and financing recovered	-	-	(2,361)	(2,361)
Total	<u>249</u>	<u>(112)</u>	<u>(2,220)</u>	<u>1,986</u>

24. Allowance for/(writeback) of expected credit lossess ("ECL"), net (cont'd.)

	Group and Bank			
	Second Quarter Ended			
	1.4.2025 to 30.6.2025			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Financial assets at FVOCI	675	-	-	675
- Loans, advances and financing	3,359	-	9,492	12,851
- Management overlay	-	-	-	1,370
- Commitment and contingencies	229	4	-	233
	<u>4,263</u>	<u>4</u>	<u>9,492</u>	<u>15,129</u>
Allowance for ECL written back				
- Cash and short term funds	(1,824)	-	-	(1,824)
- Deposits and placements with banks and other financial institutions	(23)	-	-	(23)
- Loans, advances and financing	(1,975)	(4,357)	(5,551)	(11,883)
- Statutory deposit with Bank Negara Malaysia	(73)	-	-	(73)
- Commitment and contingencies	(268)	-	-	(268)
	<u>(4,163)</u>	<u>(4,357)</u>	<u>(5,551)</u>	<u>(14,071)</u>
Impaired loans, advances and financing recovered	-	-	(369)	(369)
Total	<u>100</u>	<u>(4,353)</u>	<u>3,572</u>	<u>689</u>

25. Non-interest income

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026	1.4.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	2,355	514	2,799	999
Service charges and fees	268	295	319	628
Guarantee fees	391	375	776	871
	<u>3,014</u>	<u>1,184</u>	<u>3,894</u>	<u>2,498</u>
Investment income:				
Gross dividend from financial assets at FVOCI	176	176	176	176
	<u>176</u>	<u>176</u>	<u>176</u>	<u>176</u>
Other income:				
Foreign exchange gain/(loss)	3,152	(114)	3,894	965
Unrealised gain/(loss) on foreign exchange forwards	(1,541)	764	(1,855)	663
Rental income	613	472	1,179	822
Others	6	2	14	257
	<u>2,230</u>	<u>1,124</u>	<u>3,232</u>	<u>2,707</u>
Total	<u>5,420</u>	<u>2,484</u>	<u>7,302</u>	<u>5,381</u>

25. Non-interest income (cont'd.)

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026	1.4.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	2,348	512	2,791	983
Service charges and fees	268	295	319	628
Guarantee fees	391	375	776	871
	<u>3,007</u>	<u>1,182</u>	<u>3,886</u>	<u>2,482</u>
Investment income:				
Gross dividend from				
financial assets at FVOCI	176	176	176	176
	<u>176</u>	<u>176</u>	<u>176</u>	<u>176</u>
Other income:				
Foreign exchange gain/(loss)	3,152	(114)	3,894	965
Unrealised gain/(loss) on foreign				
exchange forwards	(1,541)	764	(1,855)	663
Rental income	613	472	1,179	822
Others	6	2	14	257
	<u>2,230</u>	<u>1,124</u>	<u>3,232</u>	<u>2,707</u>
Total	<u>5,413</u>	<u>2,482</u>	<u>7,294</u>	<u>5,365</u>

26. Overhead expenses

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026	1.4.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	9,489	9,728	18,060	16,096
Defined Contribution Plan				
- Employees Provident Fund	1,347	1,412	2,546	2,151
Others	694	1,278	1,296	2,411
	<u>11,530</u>	<u>12,418</u>	<u>21,902</u>	<u>20,658</u>
Establishment costs				
Depreciation	1,235	1,114	2,492	2,238
Amortisation of intangible assets	-	3	-	10
Depreciation of right-of-use assets (Note 18)	438	385	866	768
Repair and maintenance	764	766	1,572	1,538
Information technology	688	87	1,030	545
Others	563	578	1,112	1,120
	<u>3,688</u>	<u>2,933</u>	<u>7,072</u>	<u>6,219</u>
Marketing costs				
Advertising and publicity	-	29	87	122
Others	10	9	48	53
	<u>10</u>	<u>38</u>	<u>135</u>	<u>175</u>
Administration and general costs				
Communication expenses	212	275	442	554
Subscriptions	785	620	1,669	1,372
Professional fees	174	8	177	279
Auditors remunerations	83	116	173	205
Non-executive directors' remuneration	417	417	835	838
Insurance	15	(115)	222	229
Travelling	65	56	145	81
Others	797	415	1,335	853
	<u>2,548</u>	<u>1,792</u>	<u>4,998</u>	<u>4,411</u>
Total	<u>17,776</u>	<u>17,181</u>	<u>34,107</u>	<u>31,463</u>

26. Overhead expenses (cont'd.)

	Bank		Cumulative 6 Months	
	Second Quarter Ended		Ended	
	1.4.2026	1.4.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	9,489	9,728	18,060	16,096
Defined Contribution Plan				
- Employees Provident Fund	1,347	1,412	2,546	2,151
Others	694	1,278	1,296	2,411
	<u>11,530</u>	<u>12,418</u>	<u>21,902</u>	<u>20,658</u>
Establishment costs				
Depreciation	1,235	1,114	2,492	2,238
Amortisation of intangible assets	-	3	-	10
Depreciation of right-of-use assets (Note 18)	438	385	866	768
Repair and maintenance	764	766	1,572	1,538
Information technology	688	87	1,030	545
Others	563	578	1,112	1,120
	<u>3,688</u>	<u>2,933</u>	<u>7,072</u>	<u>6,219</u>
Marketing costs				
Advertising and publicity	-	29	87	122
Others	10	9	48	53
	<u>10</u>	<u>38</u>	<u>135</u>	<u>175</u>
Administration and general costs				
Communication expenses	212	275	442	554
Subscriptions	785	620	1,669	1,372
Professional fees	174	8	177	279
Auditors remunerations	81	114	171	203
Non-executive directors' remuneration	417	417	835	838
Insurance	15	(115)	222	229
Travelling	65	56	145	81
Others	797	415	1,335	853
	<u>2,546</u>	<u>1,790</u>	<u>4,996</u>	<u>4,409</u>
Total	<u>17,774</u>	<u>17,179</u>	<u>34,105</u>	<u>31,461</u>

27. Commitments and contingencies

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

The Group and the Bank do not enter into over-the-counter ("OTC") derivative transactions, repo-style transactions and credit derivative contracts booked in its trading and banking books other than the involvement in derivatives restricted to foreign forward exchange contracts.

Risk weighted exposures of the Group and the Bank as at the reporting date are as below:

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
30 June 2026				
Direct credit substitutes	5,551	-	5,551	2,243
Transaction-related contingent items	191,086	-	94,798	92,551
Short-term self-liquidating trade-related contingencies	24,669	-	4,934	4,893
Forward foreign exchange contracts				
- less than one year	218,618	155	2,216	1,115
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	89,014	-	44,507	44,507
- maturity less than one year	1,778,859	-	355,771	351,256
Any commitment that are unconditionally cancelled at any time without prior notice	1,004	-	-	-
Total	2,308,801	155	507,777	496,565

27. Commitments and contingencies (cont'd.)

Risk weighted exposures of the Group and the Bank as at the reporting date are as below:

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
31 December 2025				
Direct credit substitutes	5,756	-	5,756	2,408
Transaction-related contingent items	225,037	-	111,773	108,199
Short-term self-liquidating trade-related contingencies	23,802	-	4,761	4,704
Forward foreign exchange contracts				
- less than one year	151,071	583	840	471
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	15,955	-	7,978	7,978
- maturity less than one year	1,466,581	-	293,316	291,612
Any commitment that are unconditionally cancelled at any time without prior notice	2,285	-	-	-
Total	1,890,487	583	424,424	415,372

The credit equivalent amount and risk-weighted amount are arrived at using the credit conversion factors as defined in Bank Negara Malaysia's revised Risk Weighted Capital Adequacy Framework: Standardised Approach (Basel II).

28. Fair value hierarchy

The Group and the Bank use the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair values are observable, either directly or indirectly; and

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the analysis of financial instruments recorded and disclosed at their fair values by level of hierarchy:

Group and Bank 30 June 2026	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government				
Securities	-	537,765	-	537,765
Government Investment Issue	-	132,946	-	132,946
Negotiable Instruments of				
Deposit	-	50,000	-	50,000
Corporate bonds	-	222,485	-	222,485
Equity instruments				
Unquoted shares	-	-	32,878	32,878
	-	943,196	32,878	976,074
<u>Derivatives financial instruments</u>				
Derivative financial assets				
Unrealised gain on derivatives	-	155	-	155
Derivative financial liabilities				
Unrealised loss on derivatives	-	(1,568)	-	(1,568)

28. Fair value hierarchy (cont'd.)

Group and Bank 31 December 2025	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government Securities	-	541,032	-	541,032
Government Investment Issue	-	133,643	-	133,643
Corporate bonds	-	257,820	-	257,820
Equity instruments :				
Unquoted shares	-	-	31,310	31,310
	-	932,495	31,310	963,805
<u>Derivatives financial instruments</u>				
Derivative financial assets :				
Unrealised gain on derivatives	-	583	-	583
Derivative financial liabilities :				
Unrealised loss on derivatives	-	(141)	-	(141)

There have been no transfers between Level 1 and Level 2 during the current period and previous financial year.

Valuation methods and assumptions

The fair value of the financial assets and liabilities is the amount at which the asset could be sold or the liability transferred in a current transaction between market participants, other than in a forced or liquidation sale.

The fair value of financial assets measured through profit and loss, other comprehensive income and amortised costs are estimated based on broker/dealer price quotations. Unquoted securities were revalued using Cost/Asset Based Approach, specifically the Adjusted Net Assets Method.

Derivative products valued using valuation technique with significant market observable inputs are mainly interest rate swaps, currency swaps and forward exchange contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange and forward rates and interest rate curves.

29. Capital adequacy

- (a) The capital adequacy ratios of the Bank are computed in accordance with BNM's Guidelines on Capital Adequacy Frameworks on Capital Components and Basel II - Risk-weighted Assets. The minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer ("CCyB") for Common Equity Tier 1 ("CET 1") Capital Ratio, Tier 1 Capital Ratio and Total Capital Ratio are 4.5%, 6.0% and 8.0% respectively.

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

- (i) Standardised Approach for Credit Risk;
- (ii) Standardised Approach for Market Risk;
- (iii) Standardised Approach for Operational Risk.

For the purpose of consolidation for financial reporting, the Group comprised the consolidated results of Bank and its wholly-owned subsidiary, BBL Nominees (Tempatan) Sdn. Bhd. , which is not involved in banking operations. The subsidiary is fully consolidated in the Group's financial statements.

As the Bank's subsidiary is not involved in banking operations and is of an immaterial size relative to the Bank, the Group does not prepare and submit separate Group's capital adequacy ratios for the purpose of consolidation for regulatory reporting.

- (b) Banking institutions are also required to maintain a capital conservation buffer of up to 2.5% and a CCyB above the minimum regulatory capital adequacy ratios.

A CCyB is required to be maintained if this buffer is applied by regulators in countries which the Bank have exposures to, determined based on the weighted average of prevailing CCyB rates applied in those jurisdictions.

- (c) The capital adequacy ratios of the Bank as at the reporting date, are as follows:

	Bank	
	30.6.2026	31.12.2025
CET 1 Capital Ratio	42.84%	39.80%
Tier 1 Capital Ratio	42.84%	39.80%
Total Capital Ratio	<u>44.03%</u>	<u>40.99%</u>

29. Capital adequacy (cont'd.)

(d) The components of common equity Tier 1 and Tier 2 capital of the Bank are as follows:

	Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
CET 1 Capital		
Paid-up share capital	1,000,000	1,000,000
Unrealised gain on financial assets at FVOCI	35,784	36,072
Retained profits	426,015	417,049
Less: Regulatory adjustments, applied on CET1 Capital:		
Deferred tax assets	(20,050)	(20,031)
55% of unrealised gain on financial assets at FVOCI	(19,681)	(19,840)
Total CET 1 Capital	1,422,068	1,413,250
Tier 2 Capital		
Stage 1 and 2 ECL *	39,479	42,364
Less: Investment in subsidiary	(10)	(10)
Total Tier 2 Capital	39,469	42,354
Total capital		
CET 1 Capital	1,422,068	1,413,250
Tier 2 Capital	39,469	42,354
Total Capital	1,461,537	1,455,604

* Subject to a maximum of 1.25% of the total credit RWA determined under the Standardised Approach for credit risk.

Terms and conditions of the main features of all capital instruments are disclosed in the respective notes. The Bank does not have any innovative, non-innovative, complex or hybrid capital instruments.

29. Capital adequacy (cont'd.)

(e) The breakdown of risk-weighted assets (excluding deferred tax assets) of the Bank in the various categories of risk-weights are as follows:

	Principal	Risk-weighted	Principal	Risk-weighted
	30.6.2026	assets	31.12.2025	assets
	RM'000	30.6.2026	RM'000	31.12.2025
		RM'000		RM'000
0%	693,556	-	736,842	-
20%	751,851	150,370	914,364	182,873
35%	351	123	362	127
50%	40,546	20,273	32,948	16,474
75%	319	239	413	309
100%	2,987,304	2,987,304	3,189,328	3,189,328
Total risk-weighted assets for credit risk		3,158,309		3,389,111
Total risk-weighted assets for market risk		4,565		3,282
Total risk-weighted assets for operational risk		156,553		158,544
Total risk-weighted assets		<u>3,319,427</u>		<u>3,550,937</u>

30. Significant related party transactions and balances

For the purposes of the financial statements, parties are considered to be related if one party has the ability to control or jointly control the other party or exercise significant influence over the other party in making financial or operating decisions, or if one other party controls both or exercises significant influence over both.

Related parties of the Group and Bank consists of ultimate holding company, subsidiary, subsidiary of ultimate holding company and key management personnel.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly. The key management personnel include all directors of the Bank, the Chief Executive Officer ("CEO") and Deputy CEO.

(i) Related party transactions

	Group		Bank	
	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Cash and short-term funds				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>17,686</u>	<u>6,789</u>	<u>17,686</u>	<u>6,789</u>
Subsidiary of Bangkok Bank				
Public Company Limited				
PT Bank Permata TBK	<u>28</u>	<u>31</u>	<u>28</u>	<u>31</u>
Deposits from Customers				
Subsidiary				
BBL Nominees (Tempatan)				
Sdn Bhd	<u>-</u>	<u>-</u>	<u>367</u>	<u>215</u>
Key management personnel*	<u>10,322</u>	<u>3,169</u>	<u>10,322</u>	<u>3,169</u>
Deposits and placements				
from banks and other				
financial institutions				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>264,031</u>	<u>290,051</u>	<u>264,031</u>	<u>290,051</u>

* Includes companies in which certain key management personnel have substantial interest

30. Significant related party transactions and balances (cont'd.)

(i) Related party balances (cont'd.)

	Group		Bank	
	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Other liabilities				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited	<u>511</u>	<u>823</u>	<u>511</u>	<u>823</u>
Commitments				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited	<u>413,299</u>	<u>412,021</u>	<u>413,299</u>	<u>412,021</u>

(ii) Related party transactions

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2026	1.4.2025	1.1.2026	1.1.2025
	to	to	to	to
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Interest Income				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>70</u>	<u>118</u>	<u>153</u>	<u>210</u>
Interest Expense				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>1,426</u>	<u>1,145</u>	<u>3,078</u>	<u>2,762</u>
Key management personnel*	<u>86</u>	<u>22</u>	<u>166</u>	<u>91</u>
Administrative Expenses				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>303</u>	<u>273</u>	<u>674</u>	<u>586</u>

* Includes companies in which certain key management personnel have substantial interest

31. Credit exposures to connected parties

The credit exposures of the Bank to connected parties, as defined in Bank Negara Malaysia's "Guidelines on Credit Transactions and Exposures with Connected Parties" are as follows:

Group and Bank

	Group and Bank	
	30.6.2026	31.12.2025
	RM'000	RM'000
Outstanding Credit exposures with connected parties	12,699	12,921
Total credit exposures	2,417,283	2,694,962
Total exposure to connected parties as % of total outstanding credit exposures	<u>0.53%</u>	<u>0.48%</u>

There are currently no exposures to connected parties which are classified as impaired.