

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

**Unaudited Interim Condensed Financial Statements**  
**30 June 2024**

**Bangkok Bank Berhad**  
**199401014060 (299740-W)**  
**(Incorporated in Malaysia)**

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**Performance review for the six-month period ended 30 June 2024 and commentary on the prospects**

Bangkok Bank Berhad (“the Bank”) registered a profit before tax (“PBT”) of RM25.6 million for the six-month period ended 30 June 2024 as compared to profit before tax of RM13.1 million recorded during the previous corresponding period. The higher PBT for the current period was mainly due to allowance for expected credit losses (“ECL”) recoveries from impaired loans as compared to higher charged in the previous corresponding period.

Gross loans increased marginally from RM2,828.7 million as at 31 December 2023 to RM2,841.6 million as at 30 June 2024. Loans growth remained slow mainly due to lower facility utilisation particularly from customers portfolio involving in importation of goods/materials.

Deposits from customers (including other financial institutions) increased from RM2,884.3 million as at 31 December 2023 to RM2,975.8 million as at 30 June 2024. The Bank has heightened efforts on gathering customer deposits to maintain prudent liquidity position and to pace deposits with loan drawdown. Nevertheless, liquidity coverage ratio and net stable funding ratio were well above regulatory requirements as at 30 June 2024.

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 2024**

	Note	Group		Bank	
		30.6.2024 RM'000	31.12.2023 RM'000	30.6.2024 RM'000	31.12.2023 RM'000
<b>Assets</b>					
Cash and short-term funds		393,594	580,130	390,672	577,038
Deposits and placements with banks and other financial institutions		198,947	99,412	198,947	99,412
Financial assets at fair value through other comprehensive income ("FVOCI")	12	955,164	783,173	955,164	783,173
Financial assets at amortised costs	13	-	-	-	-
Loans, advances and financing	14	2,669,027	2,646,117	2,669,027	2,646,117
Derivative assets		192	1,860	192	1,860
Tax recoverable		10,030	10,144	10,011	10,127
Other assets	15	5,852	6,008	5,852	6,008
Statutory deposit with Bank Negara Malaysia	16	39,914	37,966	39,914	37,966
Investment in subsidiary		-	-	10	10
Property and equipment	17	115,815	117,401	115,815	117,401
Intangible assets		34	69	34	69
Right-of-use assets	18	5,020	5,594	5,020	5,594
Deferred tax assets		21,596	20,853	21,596	20,853
<b>Total assets</b>		<b>4,415,185</b>	<b>4,308,727</b>	<b>4,412,254</b>	<b>4,305,628</b>
<b>Liabilities and shareholder's equity</b>					
Deposits from customers	19	2,339,146	2,151,338	2,339,146	2,151,338
Deposits and placements from banks and other financial institutions	20	636,609	732,984	636,609	732,984
Derivative liabilities		204	826	204	826
Other liabilities	21	40,545	47,927	37,781	44,986
<b>Total liabilities</b>		<b>3,016,504</b>	<b>2,933,075</b>	<b>3,013,740</b>	<b>2,930,134</b>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed statements of financial position as at 30 June 2024 (cont'd.)**

	Note	Group		Bank	
		30.6.2024 RM'000	31.12.2023 RM'000	30.6.2024 RM'000	31.12.2023 RM'000
<b>Liabilities and shareholder's equity (cont'd.)</b>					
Share capital		1,000,000	1,000,000	1,000,000	1,000,000
FVOCI reserve		33,383	29,254	33,383	29,254
Retained profits		365,298	346,398	365,131	346,240
<b>Shareholder's equity</b>		<u>1,398,681</u>	<u>1,375,652</u>	<u>1,398,514</u>	<u>1,375,494</u>
<b>Total liabilities and shareholder's equity</b>		<u>4,415,185</u>	<u>4,308,727</u>	<u>4,412,254</u>	<u>4,305,628</u>
<b>Commitments and contingencies</b>	27	<u>2,721,411</u>	<u>2,726,968</u>	<u>2,721,411</u>	<u>2,726,968</u>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed income statements**  
**For the financial period ended 30 June 2024**

		<b>Group</b>				
		<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>		
		<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>	
		<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>	
<b>Note</b>		<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>	
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
	Interest income	22	50,936	51,405	102,796	97,826
	Interest expense	23	(25,967)	(26,131)	(52,556)	(46,703)
	Net interest income		24,969	25,274	50,240	51,123
	Non-interest income	25	2,989	3,405	5,927	6,431
	Net income		27,958	28,679	56,167	57,554
	Overhead expenses	26	(18,287)	(15,960)	(35,993)	(30,859)
	Operating profit		9,671	12,719	20,174	26,695
	(Allowance for)/writeback of expected credit losses, net	24	(3,692)	(13,438)	5,458	(13,585)
	Profit/(Loss) before taxation		5,979	(719)	25,632	13,110
	Taxation		(1,593)	42	(6,732)	(5,496)
	Net profit/(loss) for the financial period		4,386	(677)	18,900	7,614
	Earnings per share (sen)					
	- basic		0.44	(0.07)	1.89	0.76
	- diluted		0.44	(0.07)	1.89	0.76

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed income statements**  
**For the financial period ended 30 June 2024 (cont'd.)**

		<b>Bank</b>				
		<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>		
		<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>	
		<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>	
<b>Note</b>		<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>	
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
	Interest income	22	50,936	51,405	102,796	97,826
	Interest expense	23	(25,967)	(26,131)	(52,556)	(46,703)
	Net interest income		24,969	25,274	50,240	51,123
	Non-interest income	25	2,980	3,398	5,913	6,416
	Net income		27,949	28,672	56,153	57,539
	Overhead expenses	26	(18,285)	(15,957)	(35,991)	(30,856)
	Operating profit		9,664	12,715	20,162	26,683
	(Allowance for)/writeback of expected credit losses, net	24	(3,692)	(13,438)	5,458	(13,585)
	Profit/(Loss) before taxation		5,972	(723)	25,620	13,098
	Taxation		(1,592)	43	(6,729)	(5,493)
	Net profit/(loss) for the financial period		4,380	(680)	18,891	7,605
	Earnings per share (sen)					
	- basic		0.44	(0.07)	1.89	0.76
	- diluted		0.44	(0.07)	1.89	0.76

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 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 2024**

	<b>Group</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Net profit/(loss) for the period</b>	4,386	(677)	18,900	7,614
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Equity securities designated at fair value through other comprehensive income - net changes in fair value	1,250	14,817	1,250	14,817
<b>Items that may be reclassified subsequently to profit or loss</b>				
Debt instruments at fair value through other comprehensive income - net unrealised (loss)/gain on changes in fair value	35	(330)	1,378	5,533
- expected credit loss	1,139	(51)	1,832	470
Income tax relating to components of other comprehensive income	(9)	79	(331)	(1,328)
<b>Other comprehensive income for the period, net of tax</b>	<b>2,415</b>	<b>14,515</b>	<b>4,129</b>	<b>19,492</b>
<b>Total comprehensive income for the period, net of tax</b>	<b>6,801</b>	<b>13,838</b>	<b>23,029</b>	<b>27,106</b>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 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 2024 (cont'd.)**

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2024 to 30.06.2024 RM'000	1.4.2023 to 30.06.2023 RM'000	1.1.2024 to 30.06.2024 RM'000	1.1.2023 to 30.06.2023 RM'000
<b>Net profit/(loss) for the period</b>	4,380	(680)	18,891	7,605
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Equity securities designated at fair value through other comprehensive income - net changes in fair value	1,250	14,817	1,250	14,817
<b>Items that may be reclassified subsequently to profit or loss</b>				
Debt instruments at fair value through other comprehensive income - net unrealised (loss)/profit on changes in fair value	35	(330)	1,378	5,533
- expected credit loss	1,139	(51)	1,832	470
Income tax relating to components of other comprehensive income	(9)	79	(331)	(1,328)
<b>Other comprehensive income for the period, net of tax</b>	2,415	14,515	4,129	19,492
<b>Total comprehensive income for the period, net of tax</b>	6,795	13,835	23,020	27,097

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 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 2024**

Group	<--- Non-distributable--->		Distributable	Total
	Share capital RM'000	FVOCI reserve RM'000	Retained profits RM'000	
<b>At 1 January 2023</b>	1,000,000	8,900	317,233	1,326,133
Total comprehensive income	-	19,492	7,614	27,106
<b>At 30 June 2023</b>	<u>1,000,000</u>	<u>28,392</u>	<u>324,847</u>	<u>1,353,239</u>
<b>At 1 January 2024</b>	1,000,000	29,254	346,398	1,375,652
Total comprehensive income	-	4,129	18,900	23,029
<b>At 30 June 2024</b>	<u>1,000,000</u>	<u>33,383</u>	<u>365,298</u>	<u>1,398,681</u>

  

Bank	<--- Non-distributable--->		Distributable	Total
	Share capital RM'000	FVOCI reserve RM'000	Retained profits RM'000	
<b>At 1 January 2023</b>	1,000,000	8,900	317,091	1,325,991
Total comprehensive income	-	19,492	7,605	27,097
<b>At 30 June 2023</b>	<u>1,000,000</u>	<u>28,392</u>	<u>324,696</u>	<u>1,353,088</u>
<b>At 1 January 2024</b>	1,000,000	29,254	346,240	1,375,494
Total comprehensive income	-	4,129	18,891	23,020
<b>At 30 June 2024</b>	<u>1,000,000</u>	<u>33,383</u>	<u>365,131</u>	<u>1,398,514</u>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 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 2024**

	Note	Group		Bank	
		1.1.2024 to 30.06.2024	1.1.2023 to 30.06.2023	1.1.2024 to 30.06.2024	1.1.2023 to 30.06.2023
		RM'000	RM'000	RM'000	RM'000
<b>Cash flows from operating activities</b>					
Profit before taxation		25,632	13,110	25,620	13,098
Adjustments for:					
Depreciation	26	2,270	2,227	2,270	2,227
Amortisation of intangible assets	26	35	91	35	91
Depreciation of right-of-use assets	26	747	674	747	674
Gain on disposal of property and equipments		-	(5)	-	(5)
Interest expense on lease liability	18	101	143	101	143
Interest income from debt instruments at FVOCI	22	(16,106)	(18,652)	(16,106)	(18,652)
Allowance of ECL/(Writeback)	24	(7,740)	12,989	(7,740)	12,989
Dividend from financial assets at FVOCI	25	(164)	(355)	(164)	(355)
Unrealised loss on foreign exchange forward	25	1,045	1,352	1,045	1,352
Net amortisation of premium - Financial assets at FVOCI	22	1,374	2,247	1,374	2,247
Operating profit before working capital changes		7,194	13,821	7,182	13,809
<b>(Increase)/Decrease in operating assets:</b>					
Loans, advances and financing		(14,951)	210,122	(14,951)	210,122
Other assets		156	(1,784)	156	(1,782)
Statutory deposits with Bank Negara Malaysia		(1,948)	2,991	(1,948)	2,991
		(9,549)	225,150	(9,561)	225,140

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**Unaudited interim condensed statements of cash flows**  
**For the financial period ended 30 June 2024 (cont'd.)**

	<b>Group</b>		<b>Bank</b>	
	<b>1.1.2024</b> <b>to</b> <b>30.06.2024</b> <b>RM'000</b>	<b>1.1.2023</b> <b>to</b> <b>30.06.2023</b> <b>RM'000</b>	<b>1.1.2024</b> <b>to</b> <b>30.06.2024</b> <b>RM'000</b>	<b>1.1.2023</b> <b>to</b> <b>30.06.2023</b> <b>RM'000</b>
<b>Increase/(Decrease) in operating liabilities:</b>				
Deposits from customers	187,808	(209,987)	187,808	(209,987)
Deposits and placement from banks and other financial institutions	(96,375)	361,461	(96,375)	361,461
Other liabilities	(5,293)	2,099	(5,116)	7,683
Cash generated from operating activities	76,591	378,723	76,756	384,297
Taxes paid	(7,693)	(7,511)	(7,688)	(7,509)
Net cash generated from operating activities	68,898	371,212	69,068	376,788
<b>Cash flows from investing activities</b>				
Purchase of financial assets at FVOCI	(300,000)	(680,400)	(300,000)	(680,400)
Proceeds from redemption of financial assets at FVOCI	129,710	850,000	129,710	850,000
Interest received from financial asset at FVOCI	15,659	19,557	15,659	19,557
Proceeds from redemption of financial assets at amortised costs	6	-	6	-
Purchase of property and equipment	(684)	(512)	(684)	(512)
Dividend from financial assets at FVOCI	164	355	164	355
Net cash (used in)/generated from investing activities	(155,145)	189,000	(155,145)	189,000
<b>Cash flows from financing activities</b>				
Payment of lease liabilities	18	(754)	(754)	(690)
Net cash used in financing activities		(754)	(754)	(690)

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**Unaudited interim condensed statements of cash flows**  
**For the financial period ended 30 June 2024 (cont'd.)**

	Group		Bank	
	1.1.2024	1.1.2023	1.1.2024	1.1.2023
	to	to	to	to
Note	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
<b>Net (decrease)/increase in cash and cash equivalents</b>	(87,001)	559,522	(86,831)	565,098
<b>Cash and cash equivalents at beginning of financial period</b>	679,542	213,993	676,450	206,064
<b>Cash and cash equivalents at end of financial period</b>	<u>592,541</u>	<u>773,515</u>	<u>589,619</u>	<u>771,162</u>
<b>Cash and cash equivalents comprise:</b>				
Cash and short-term funds	393,594	572,773	390,672	570,420
Deposits and placements of banks and other financial institutions	198,947	200,742	198,947	200,742
	<u>592,541</u>	<u>773,515</u>	<u>589,619</u>	<u>771,162</u>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

## **Notes to the unaudited interim condensed financial statements - 30 June 2024**

### **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 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 2023. 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 2023.

## 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 unaudited interim condensed financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended 31 December 2023, except for the amendments to standards effective as of 1 January 2024 as follows:

<b>Descriptions</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 101 Presentation of Financial Statements: <i>Non Current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 101 Presentation of Financial Statements: <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 16 Leases: <i>Lease liability in a sale and leaseback</i>	1 January 2024
Amendment to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures: <i>Supplier finance arrangements</i>	1 January 2024

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

### 2.3 Amendments to standards, annual improvements to standards and IC Interpretations issued but not yet effective

As at the reporting date, the following are amendments to standards, annual improvements to standards and IC Interpretations issued by the Malaysian Accounting Standards Board ("MASB") but not yet effective.

<b>Descriptions</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates: <i>Lack of exchangeability</i>	1 January 2025

The Group and the Bank plan to adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are expected to have no significant impact to the financial statements of the Group and the Bank upon their initial application.

## **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 that, 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 2023 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 period ended 30 June 2024.

**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 2024.

## 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 period ended 30 June 2024.

## 10. Dividends paid

No dividend was declared or paid during the six months period ended 30 June 2024.

## 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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Debt instruments</b>		
Malaysian Government Securities	314,489	324,998
Government Investment Issues	152,550	152,854
Bank Negara Malaysia Bills	-	4,707
Negotiable Instruments of Deposit	200,704	-
Corporate bonds	257,391	271,833
	<u>925,134</u>	<u>754,392</u>
<b>Equity instruments</b>		
Unquoted shares	30,030	28,781
	<u>955,164</u>	<u>783,173</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:

	<b>Stage 1 ECL RM'000</b>	<b>Stage 2 ECL RM'000</b>	<b>Stage 3 ECL RM'000</b>	<b>Total RM'000</b>
<b>Group and Bank</b>				
At 1 January 2024	3,494	-	-	3,494
New debt instruments originated	1,591	-	-	1,591
ECL allowance charged	360	-	-	360
Debt instruments derecognised	(119)	-	-	(119)
At 30 June 2024	<u>5,326</u>	<u>-</u>	<u>-</u>	<u>5,326</u>
<b>Group and Bank</b>				
At 1 January 2023	2,706	-	-	2,706
New debt instruments originated	709	-	-	709
ECL allowance charged	1,233	-	-	1,233
Debt instruments derecognised	(1,154)	-	-	(1,154)
At 31 December 2023	<u>3,494</u>	<u>-</u>	<u>-</u>	<u>3,494</u>

## 13. Financial assets at amortised cost

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Debt instruments</b>		
Corporate bonds	-	-
<b>Unquoted securities:</b>		
Corporate bonds	421	427
	<u>421</u>	<u>427</u>
Less: allowance for ECL	(421)	(427)
	<u>-</u>	<u>-</u>

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

	<b>Stage 1 ECL RM'000</b>	<b>Stage 2 ECL RM'000</b>	<b>Stage 3 ECL RM'000</b>	<b>Total RM'000</b>
<b>Group and Bank</b>				
At 1 January 2024	-	-	427	427
ECL allowance writeback	-	-	(6)	(6)
At 30 June 2024	<u>-</u>	<u>-</u>	<u>421</u>	<u>421</u>

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

	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>ECL</b>	<b>ECL</b>	<b>ECL</b>	<b>RM'000</b>
<b>Group and Bank</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2023	-	-	469	469
ECL allowance writeback	-	-	(42)	(42)
At 31 December 2023	-	-	427	427

**14. Loans, advances and financing**

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At amortised cost</b>		
Overdrafts	36,357	56,479
Term loans:		
- Housing loans	734	879
- Syndicated term loan	74,091	77,804
- Other term loans	734,213	745,921
Revolving credits	1,290,491	1,284,989
Bills receivables	238,448	242,157
Trust receipts	106,609	97,095
Bankers' acceptances	362,823	325,266
Staff loans	264	291
	<u>2,844,030</u>	<u>2,830,881</u>
Unearned interest	(2,470)	(2,143)
Gross loans, advances and financing	<u>2,841,560</u>	<u>2,828,738</u>
Less: allowance for ECL		
- Stage 1	(26,071)	(25,911)
- Stage 2	(13,915)	(6,285)
- Stage 3	(66,955)	(78,715)
- Management overlay	(65,592)	(71,710)
	<u>(172,533)</u>	<u>(182,621)</u>
Net loans, advances and financing	<u>2,669,027</u>	<u>2,646,117</u>

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

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Maturing within one year	2,099,641	2,079,734
One year to three years	145,624	159,985
Three years to five years	188,330	206,909
Over five years	407,965	382,110
	<u>2,841,560</u>	<u>2,828,738</u>

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Primary agriculture	158,828	196,436
Mining and quarrying	7,528	8,050
Manufacturing	724,420	817,418
Electricity, gas and water supply	21,386	23,827
Construction	338,255	337,735
Wholesale and retail trade and restaurants and hotels	212,449	186,100
Transport, storage and communication	176,873	175,790
Finance, insurance, real estate and business activities	1,197,445	1,069,927
Household	4,376	13,455
	<u>2,841,560</u>	<u>2,828,738</u>

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Domestic non-bank financial institutions	519,835	550,022
Domestic business enterprises:		
- Small medium enterprises	252,134	267,663
- Others	2,065,215	1,997,598
Individuals	4,376	13,455
	<u>2,841,560</u>	<u>2,828,738</u>

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

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Fixed rate		
- Other fixed rate loan/financing	48,639	54,789
Variable rate		
- Base lending rate plus	86,701	116,048
- Cost-plus	1,898,068	1,841,640
- Other variable rates	808,152	816,261
	<u>2,841,560</u>	<u>2,828,738</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:

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Balance as at 1 January	91,403	84,696
Classified as impaired during the period/year	426	20,781
Amount recovered during the period/year	(11,440)	(14,074)
Amount written off during the period/year	(2,129)	-
Balance as at 30 June/31 December	<u>78,260</u>	<u>91,403</u>
Allowance for ECL Stage 3	(66,955)	(78,715)
Net impaired loans, advances and financing	<u>11,305</u>	<u>12,688</u>
Ratio of net impaired loans, advances and financing to gross loans, advances and financing less Stage 3 ECL allowance	<u>0.41%</u>	<u>0.46%</u>

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

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

	<b>Stage 1 ECL RM'000</b>	<b>Stage 2 ECL RM'000</b>	<b>Stage 3 ECL RM'000</b>	<b>Total RM'000</b>
<b>Group and Bank</b>				
At 1 January 2024	25,911	6,285	78,715	110,911
- Management overlay				71,710
	<u>25,911</u>	<u>6,285</u>	<u>78,715</u>	<u>182,621</u>
New loans, advances and financing originated	1,122	-	-	1,122
Loans, advances and financing derecognised (other than write-off)	(608)	(29)	(9,956)	(10,593)
Transfer to Stage 1	75	(75)	-	-
Transfer to Stage 2	(249)	249	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(180)	7,485	325	7,630
Amount written off	-	-	(2,129)	(2,129)
Management overlay	-	-	-	(6,118)
At 30 June 2024	<u>26,071</u>	<u>13,915</u>	<u>66,955</u>	<u>172,533</u>
<b>Group and Bank</b>				
At 1 January 2023	26,302	8,332	68,003	102,637
- Management overlay				71,089
	<u>26,302</u>	<u>8,332</u>	<u>68,003</u>	<u>173,726</u>
New loans, advances and financing originated	3,348	-	-	3,348
Loans, advances and financing derecognised (other than write-off)	(1,228)	-	-	(1,228)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(73)	73	-	-
Transfer to Stage 3	(131)	-	7,397	7,266
Net changes in loan loss allowances	(2,307)	(2,120)	3,315	(1,112)
Management overlay	-	-	-	621
At 31 December 2023	<u>25,911</u>	<u>6,285</u>	<u>78,715</u>	<u>182,621</u>

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

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Manufacturing	55,081	65,745
Construction	1,047	1,288
Wholesale and retail trade and restaurants and hotels	21,624	23,862
Household	508	508
	<u>78,260</u>	<u>91,403</u>

#### 15. Other assets

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits and prepayments	2,488	2,562
Other receivables	3,364	3,446
	<u>5,852</u>	<u>6,008</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.

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Statutory deposit with Bank Negara Malaysia	40,000	38,000
ECL allowance writeback	(86)	(34)
	<u>39,914</u>	<u>37,966</u>

#### 17. Property and equipment

During the six months period ended 30 June 2024, the Group and the Bank acquired assets with a cost of RM3,525,000 (31.12.2023: RM3,125,000).



## 18. Right-of-use assets and lease liabilities

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
<b>Right-of-use assets</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January	11,478	10,376
Non-cash addition	173	1,102
At 30 June/December	11,651	11,478
<b>Accumulated amortisation</b>		
At 1 January	5,884	4,505
Charged for the period/year (Note 26)	747	1,379
At 30 June/December	6,631	5,884
	5,020	5,594

The following are the amounts recognised in profit and loss:

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Depreciation of ROU assets	747	1,379
Interest expense on lease liabilities	101	179
	848	1,558

The Group and the Bank lease a number of premises and office equipment with lease term ranges between 1-15 years (2023: 1-15 years), with an option for renewal. The leased assets are utilised to carry out the Bank's operational activities

### Lease liabilities

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
At 1 January	6,050	6,289
Non-cash addition	173	1,102
Accretion of interest expense (Note 23)	101	179
Lease payment	(754)	(1,520)
At 30 June/December (Note 21)	5,570	6,050

The weighted average discount rate applied ranges from 3.38% to 3.54% (2023: 3.25% to 3.52%) per annum. The Group does not face any significant liquidity risk with regard to its lease liabilities.

**19. Deposits from customers**

(i) By type of deposit:

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Fixed deposits	1,560,793	1,465,337
Current accounts	316,261	375,391
Savings deposits	6,390	6,614
Short term deposits	455,702	303,996
	<u>2,339,146</u>	<u>2,151,338</u>

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Due within six months	1,787,581	1,285,853
Six months to one year	226,827	472,831
One year to three years	1,810	9,923
Over three years	277	726
	<u>2,016,495</u>	<u>1,769,333</u>

**19. Deposits from customers (cont'd.)**

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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Business enterprises	1,869,992	1,611,802
Individuals	469,154	539,536
	<u>2,339,146</u>	<u>2,151,338</u>

**20. Deposits and placements from banks and other financial institutions**

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Licensed banks	358,191	207,640
Other financial institutions	278,418	525,344
	<u>636,609</u>	<u>732,984</u>

**21. Other liabilities**

	<b>Group</b>		<b>Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Accruals	10,418	14,639	7,654	11,698
Allowance for ECL on commitments and contingencies	18,304	19,911	18,304	19,911
Lease liabilities (Note 18)	5,570	6,050	5,570	6,050
Other payables	6,253	7,327	6,253	7,327
	<u>40,545</u>	<u>47,927</u>	<u>37,781</u>	<u>44,986</u>

**21. Other liabilities (cont'd.)**

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

	<b>Stage 1 ECL RM'000</b>	<b>Stage 2 ECL RM'000</b>	<b>Stage 3 ECL RM'000</b>	<b>Total RM'000</b>
<b>Group and Bank</b>				
At 1 January 2024	3,804	367	15,740	19,911
New loan/financing commitments, and financing guarantee originated	33	-	-	33
Loan/financing commitments, and financing guarantee derecognised	(789)	(84)	-	(873)
Transfer to Stage 1	14	(14)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(776)	9	-	(767)
At 30 June 2024	<u>2,286</u>	<u>278</u>	<u>15,740</u>	<u>18,304</u>
<b>Group and Bank</b>				
At 1 January 2023	4,484	407	11,368	16,259
New loan/financing commitments, and financing guarantee originated	764	14	-	778
Loan/financing commitments, and financing guarantee derecognised	(272)	(13)	-	(285)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(217)	217	-	-
Transfer to Stage 3	-	-	(7,284)	(7,284)
Net changes in loan loss allowances	(955)	(258)	11,656	10,443
At 31 December 2023	<u>3,804</u>	<u>367</u>	<u>15,740</u>	<u>19,911</u>

## 22. Interest income

	<b>Group and Bank</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Loans, advances and financing				
- Interest income other than recoveries from impaired loans	37,043	36,990	74,182	72,942
- Interest income on impaired loans	207	369	420	671
Deposits and placements with banks and other financial institutions	6,380	6,194	13,462	7,808
Debt instruments at FVOCI	7,996	8,898	16,106	18,652
	<u>51,626</u>	<u>52,451</u>	<u>104,170</u>	<u>100,073</u>
Amortisation of premium				
- Financial assets at FVOCI	(690)	(1,046)	(1,374)	(2,247)
	<u>50,936</u>	<u>51,405</u>	<u>102,796</u>	<u>97,826</u>

## 23. Interest expense

	<b>Group and Bank</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Deposits from customers	21,728	21,789	43,798	38,362
Deposits and placements from banks and other financial institutions	4,190	4,267	8,657	8,198
Accretion of interest expense (Note 18)	49	75	101	143
	<u>25,967</u>	<u>26,131</u>	<u>52,556</u>	<u>46,703</u>

**24. Allowance for expected credit lossess ("ECL") made/(written back), net**

	<b>Group and Bank</b>			<b>Total</b>
	<b>Cumulative 6 Months Ended</b>			
	<b>1.1.2024 to 30.6.2024</b>			
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowance for ECL made				
- Cash and short term funds	1,461	-	-	1,461
- Deposits and placements with banks and other financial institutions	839	-	-	839
- Financial assets at FVOCI	1,951	-	-	1,951
- Loans, advances and financing	3,503	8,405	420	12,328
- Statutory deposit with Bank Negara Malaysia	52	-	-	52
- Commitment and contingencies	33	-	-	33
	<u>7,839</u>	<u>8,405</u>	<u>420</u>	<u>16,664</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(119)	-	-	(119)
- Financial assets at amortised costs	-	-	(6)	(6)
- Loans, advances and financing	(3,343)	(775)	(10,051)	(14,169)
- Management overlay	-	-	-	(6,118)
- Commitment and contingencies	(1,551)	(89)	-	(1,640)
	<u>(5,013)</u>	<u>(864)</u>	<u>(10,057)</u>	<u>(22,052)</u>
Impaired loans, advances and financing recovered	-	-	(70)	(70)
<b>Total</b>	<u>2,826</u>	<u>7,541</u>	<u>(9,707)</u>	<u>(5,458)</u>

**24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)**

	<b>Group and Bank</b>			<b>Total</b>
	<b>Cumulative 6 Months Ended</b>			
	<b>1.1.2023 to 30.6.2023</b>			
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowance for ECL made				
- Cash and short term funds	408	-	-	408
- Deposits and placements with banks and other financial institutions	201	-	-	201
- Financial assets at FVOCI	1,203	-	-	1,203
- Loans, advances and financing	5,415	222	11,857	17,494
- Management overlay	-	-	-	12,689
- Commitment and contingencies	8,659	126	5	8,790
	<u>15,886</u>	<u>348</u>	<u>11,862</u>	<u>40,785</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(733)	-	-	(733)
- Loans, advances and financing	(3,734)	(872)	(4,793)	(9,399)
- Management overlay	-	-	-	-
- Statutory deposit with Bank Negara Malaysia	(7)	-	-	(7)
- Commitment and contingencies	(9,723)	(61)	(7,271)	(17,055)
	<u>(14,197)</u>	<u>(933)</u>	<u>(12,064)</u>	<u>(27,194)</u>
Impaired loans, advances and financing recovered	-	-	(6)	(6)
<b>Total</b>	<u>1,689</u>	<u>(585)</u>	<u>(208)</u>	<u>13,585</u>

**24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)**

	<b>Group and Bank</b>			
	<b>Second Quarter Ended</b>			
	<b>1.4.2024 to 30.6.2024</b>			
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowance for ECL made				
- Cash and short term funds	154	-	-	154
- Deposits and placements with banks and other financial institutions	1,190	-	-	1,190
- Financial assets at FVOCI	1,186	-	-	1,186
- Loans, advances and financing	-	6,843	216	7,059
- Statutory deposit with Bank Negara Malaysia	43	-	-	43
- Management overlay	-	-	-	(2,736)
	<u>2,573</u>	<u>6,843</u>	<u>216</u>	<u>6,896</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(47)	-	-	(47)
- Loans, advances and financing	(639)	(160)	(2,051)	(2,850)
- Commitment and contingencies	(201)	(36)	-	(237)
	<u>(887)</u>	<u>(196)</u>	<u>(2,051)</u>	<u>(3,134)</u>
Impaired loans, advances and financing recovered	-	-	(70)	(70)
<b>Total</b>	<u>1,686</u>	<u>6,647</u>	<u>(1,905)</u>	<u>3,692</u>



**24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)**

	<b>Group and Bank</b>			
	<b>Second Quarter Ended</b>			
	<b>1.4.2023 to 30.6.2023</b>			
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowance for ECL made				
- Cash and short term funds	189	-	-	189
- Deposits and placements with banks and other financial institutions	92	-	-	92
- Financial assets at FVOCI	395	-	-	395
- Loans, advances and financing	523	173	11,700	12,396
- Management overlay	-	-	-	16,413
- Commitment and contingencies	8,098	113	-	8,211
	<u>9,297</u>	<u>286</u>	<u>11,700</u>	<u>37,696</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(445)	-	-	(445)
- Loans, advances and financing	(1,989)	(452)	(4,789)	(7,230)
- Statutory deposit with Bank Negara Malaysia	(3)	-	-	(3)
- Commitment and contingencies	(9,252)	(61)	(7,266)	(16,579)
	<u>(11,689)</u>	<u>(513)</u>	<u>(12,055)</u>	<u>(24,257)</u>
Impaired loans, advances and financing recovered	-	-	(1)	(1)
<b>Total</b>	<u>(2,392)</u>	<u>(227)</u>	<u>(356)</u>	<u>13,438</u>

**25. Non-interest income**

	<b>Group</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Fee income:				
Commission	798	1,193	1,464	2,155
Service charges and fees	218	321	489	588
Guarantee fees	435	535	836	947
	<u>1,451</u>	<u>2,049</u>	<u>2,789</u>	<u>3,690</u>
Investment income:				
Gross dividend from financial assets at FVOCI	164	115	164	355
	<u>164</u>	<u>115</u>	<u>164</u>	<u>355</u>
Other income:				
Foreign exchange gain	1,949	4,185	3,537	3,322
Unrealised loss on foreign exchange forwards	(832)	(3,149)	(1,045)	(1,352)
Gain on sale of property and equipment	-	-	-	5
Rental income	255	202	475	404
Others	2	3	7	7
	<u>1,374</u>	<u>1,241</u>	<u>2,974</u>	<u>2,386</u>
<b>Total</b>	<u>2,989</u>	<u>3,405</u>	<u>5,927</u>	<u>6,431</u>

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

	<b>Bank</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Fee income:				
Commission	789	1,186	1,450	2,140
Service charges and fees	218	321	489	588
Guarantee fees	435	535	836	947
	<u>1,442</u>	<u>2,042</u>	<u>2,775</u>	<u>3,675</u>
Investment income:				
Gross dividend from financial assets at FVOCI	164	115	164	355
	<u>164</u>	<u>115</u>	<u>164</u>	<u>355</u>
Other income:				
Foreign exchange gain	1,949	4,185	3,537	3,322
Unrealised loss on foreign exchange forwards	(832)	(3,149)	(1,045)	(1,352)
Gain on sale of property and equipment	-	-	-	5
Rental income	255	202	475	404
Others	2	3	7	7
	<u>1,374</u>	<u>1,241</u>	<u>2,974</u>	<u>2,386</u>
<b>Total</b>	<u>2,980</u>	<u>3,398</u>	<u>5,913</u>	<u>6,416</u>

**26. Overhead expenses**

	<b>Group</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Personnel costs</b>				
Salaries, allowances and bonuses	10,289	8,653	20,464	17,229
Defined Contribution Plan				
- Employees Provident Fund	1,485	1,289	2,835	2,391
Others	1,193	522	1,861	900
	<u>12,967</u>	<u>10,464</u>	<u>25,160</u>	<u>20,520</u>
<b>Establishment costs</b>				
Depreciation	1,153	1,114	2,270	2,227
Amortisation of intangible assets	13	46	35	91
Depreciation of right-of-use assets (Note 18)	378	345	747	674
Repair and maintenance	664	634	1,315	1,166
Information technology	315	336	667	729
Others	575	1,148	1,089	1,725
	<u>3,098</u>	<u>3,623</u>	<u>6,123</u>	<u>6,612</u>
<b>Marketing costs</b>				
Advertising and publicity	6	16	88	39
Others	17	18	73	36
	<u>23</u>	<u>34</u>	<u>161</u>	<u>75</u>
<b>Administration and general costs</b>				
Communication expenses	288	272	558	533
Subscriptions	602	484	1,226	1,131
Professional fees	191	191	196	269
Auditors remunerations	96	107	184	202
Non-executive directors' remuneration	418	299	835	605
Insurance	46	114	389	302
Travelling	70	91	161	162
Others	488	281	1,000	448
	<u>2,199</u>	<u>1,839</u>	<u>4,549</u>	<u>3,652</u>
<b>Total</b>	<u>18,287</u>	<u>15,960</u>	<u>35,993</u>	<u>30,859</u>

**26. Overhead expenses (cont'd.)**

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2024	1.4.2023	1.1.2024	1.1.2023
	to	to	to	to
	30.6.2024	30.6.2023	30.6.2024	30.6.2023
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	10,289	8,653	20,464	17,229
Defined Contribution Plan				
- Employees Provident Fund	1,485	1,289	2,835	2,391
Others	1,193	522	1,861	900
	<u>12,967</u>	<u>10,464</u>	<u>25,160</u>	<u>20,520</u>
Establishment costs				
Depreciation	1,153	1,114	2,270	2,227
Amortisation of intangible assets	13	46	35	91
Depreciation of right-of-use assets (Note 18)	378	345	747	674
Repair and maintenance	664	634	1,315	1,166
Information technology	315	336	667	729
Others	575	1,148	1,089	1,725
	<u>3,098</u>	<u>3,623</u>	<u>6,123</u>	<u>6,612</u>
Marketing costs				
Advertising and publicity	6	16	88	39
Others	17	18	73	36
	<u>23</u>	<u>34</u>	<u>161</u>	<u>75</u>
Administration and general costs				
Communication expenses	288	272	558	533
Subscriptions	602	484	1,226	1,131
Professional fees	191	191	196	269
Auditors remunerations	94	104	182	199
Non-executive directors' remuneration	418	299	835	605
Insurance	46	114	389	302
Travelling	70	91	161	162
Others	488	281	1,000	448
	<u>2,197</u>	<u>1,836</u>	<u>4,547</u>	<u>3,649</u>
<b>Total</b>	<u>18,285</u>	<u>15,957</u>	<u>35,991</u>	<u>30,856</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:

<b>Group and Bank</b>	<b>Principal Amount RM'000</b>	<b>Positive Fair Value of Derivative Contracts RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk Weighted Amount RM'000</b>
<b>30 June 2024</b>				
Direct credit substitutes	4,742	-	4,742	2,402
Transaction-related contingent items	232,594	-	108,427	105,843
Short-term self-liquidating trade-related contingencies	19,111	-	3,822	3,822
Forward foreign exchange contracts				
- less than one year	191,953	192	918	668
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	57,578	-	28,789	28,789
- maturity less than one year	2,168,614	-	433,723	423,471
Any commitment that are unconditionally cancelled at any time without prior notice	46,819	-	-	-
<b>Total</b>	<b>2,721,411</b>	<b>192</b>	<b>580,421</b>	<b>564,995</b>

**27. Commitments and contingencies (cont'd.)**

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

<b>Group and Bank</b>	<b>Principal Amount RM'000</b>	<b>Positive Fair Value of Derivative Contracts RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk Weighted Amount RM'000</b>
<b>31 December 2023</b>				
Direct credit substitutes	55,495	-	55,495	53,164
Transaction-related contingent items	235,584	-	109,922	107,326
Short-term self-liquidating trade-related contingencies	14,409	-	2,882	2,882
Forward foreign exchange contracts				
- less than one year	238,495	1,860	2,791	2,108
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	35,771		17,885	17,885
- maturity less than one year	2,146,411	-	429,282	425,805
Any commitment that are unconditionally cancelled at any time without prior notice			-	-
	803	-	-	-
<b>Total</b>	<b>2,726,968</b>	<b>1,860</b>	<b>618,257</b>	<b>609,170</b>

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:

<b>Group and Bank 30 June 2024</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government				
Securities	-	314,489	-	314,489
Government Investment Issue	-	152,550	-	152,550
Negotiable Instruments of				
Deposit	-	200,704	-	200,704
Corporate bonds	-	257,391	-	257,391
Equity instruments				
Unquoted shares	-	-	30,030	30,030
	-	925,134	30,030	955,164
<u>Derivatives financial instruments</u>				
Derivative financial assets				
Unrealised gain on derivatives	-	192	-	192
Derivative financial liabilities				
Unrealised loss on derivatives	-	(204)	-	(204)



**28. Fair value hierarchy (cont'd.)**

<b>Group and Bank</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>31 December 2023</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government				
Securities	-	324,998	-	324,998
Government Investment Issue	-	152,854	-	152,854
Bank Negara Malaysia Bills	-	4,707	-	4,707
Corporate bonds	-	271,833	-	271,833
Equity instruments :				
Unquoted shares	-	-	28,781	28,781
	-	754,392	28,781	783,173
<u>Derivatives financial instruments</u>				
Derivative financial assets :				
Unrealised gain on derivatives	-	1,860	-	1,860
Derivative financial liabilities :				
Unrealised loss on derivatives	-	(826)	-	(826)

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) Basic Indicator 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 2.5% and a CCyB above the minimum regulatory capital adequacy ratios above.

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:

	<b>Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
CET 1 Capital Ratio	34.13%	34.53%
Tier 1 Capital Ratio	34.13%	34.53%
Total Capital Ratio	<u>35.32%</u>	<u>35.71%</u>

**29. Capital adequacy (cont'd.)**

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

	<b>Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CET 1 Capital</b>		
Paid-up share capital	1,000,000	1,000,000
Unrealised gain on financial assets at FVOCI	33,383	29,254
Retained profits	365,131	346,240
Less: Regulatory adjustments, applied on CET1 Capital:		
Other intangibles	(34)	(69)
Deferred tax assets	(21,596)	(20,853)
55% of unrealised gain on financial assets at at FVOCI	(18,360)	(16,090)
<b>Total CET 1 Capital</b>	<u>1,358,524</u>	<u>1,338,482</u>
<b>Tier 2 Capital</b>		
Stage 1 and 2 ECL *	47,069	45,733
Less: Investment in subsidiary	(10)	(10)
<b>Total Tier 2 Capital</b>	<u>47,059</u>	<u>45,723</u>
<b>Total capital</b>		
CET 1 Capital	1,358,524	1,338,482
Tier 2 Capital	47,059	45,723
<b>Total Capital</b>	<u>1,405,583</u>	<u>1,384,205</u>

\* 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:

	<b>Principal</b>	<b>Risk-weighted</b>	<b>Principal</b>	<b>Risk-weighted</b>
	<b>30.6.2024</b>	<b>assets</b>	<b>31.12.2023</b>	<b>assets</b>
	<b>RM'000</b>	<b>30.6.2024</b>	<b>RM'000</b>	<b>31.12.2023</b>
		<b>RM'000</b>		<b>RM'000</b>
0%	515,301	-	685,227	-
20%	781,115	156,223	715,109	143,022
35%	426	149	491	172
50%	276,473	138,236	84,024	42,012
75%	2,038	1,529	3,170	2,378
100%	3,469,413	3,469,413	3,471,096	3,471,096
150%	-	-	-	-
Total risk-weighted assets for credit risk		<u>3,765,550</u>		<u>3,658,680</u>
Total risk-weighted assets for market risk		5,040		12,008
Total risk-weighted assets for operational risk		<u>209,394</u>		<u>205,079</u>
Total risk-weighted assets		<u><u>3,979,984</u></u>		<u><u>3,875,767</u></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	
	30.06.2024 RM'000	31.12.2023 RM'000	30.06.2024 RM'000	31.12.2023 RM'000
<b>Cash and short-term funds</b>				
Ultimate Holding Company Bangkok Bank Public Company Limited and its branches	21,585	14,109	21,585	14,109
Subsidiary BBL Nominees (Tempatan) Sdn Bhd	-	-	2,922	3,092
Subsidiary of Bangkok Bank Public Company Limited PT Bank Permata TBK	56	52	56	52
<b>Deposits from Customers</b>				
Key management personnel*	7,418	2,088	7,418	2,088
<b>Deposits and placements from banks and other financial institutions</b>				
Ultimate Holding Company Bangkok Bank Public Company Limited and its branches	168,562	43,550	168,562	43,550

\* 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.)**

	<b>Group</b>		<b>Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Commitments</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited	476,652	463,665	476,652	463,665

**(ii) Related party transactions**

	<b>Group and Bank</b>			
	<b>Second Quarter Ended</b>		<b>Cumulative 6 Months Ended</b>	
	<b>1.4.2024</b>	<b>1.4.2023</b>	<b>1.1.2024</b>	<b>1.1.2023</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2024</b>	<b>30.6.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Interest Income</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	112	249	246	485
<b>Interest Expense</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	2,263	2,313	3,818	4,319
Key management personnel*	165	24	183	45
<b>Administrative Expenses</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	199	140	586	409

\* 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

	<b>Group and Bank</b>	
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Outstanding Credit exposures with connected parties	8,702	8,565
Total credit exposures	2,848,911	2,841,273
Total exposure to connected parties as % of total outstanding credit exposures	<u>0.31%</u>	<u>0.30%</u>

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