

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

**Unaudited Interim Condensed Financial Statements**  
**30 September 2025**

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**Performance review for the nine-month ended 30 September 2025**

Bangkok Bank Berhad ("the Bank") registered a profit before tax ("PBT") of RM34.7 million for the nine-month ended 30 September 2025 as compared to RM36.6 million recorded in the previous corresponding period. Operating profit remained largely the same at RM32.5 million. The lower PBT was mainly driven by lower year-on-year ECL recoveries.

Gross loans declined from RM2,919.2 million as at 31 December 2024 to RM2,590 million as at 30 September 2025 due to large loan repayment in quarter 3 2025.

Deposits from customers (including other financial institutions) increased from RM2,700.8 million as at 31 December 2024 to RM3,032.1 million as at 30 September 2025. The Bank has heightened efforts on gathering customer deposits to maintain prudent liquidity position. Nevertheless, liquidity coverage ratio and net stable funding ratio were well above regulatory requirements as at 30 September 2025.

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 September 2025**

		Group		Bank	
	Note	30.9.2025 RM'000	31.12.2024 RM'000	30.9.2025 RM'000	31.12.2024 RM'000
<b>Assets</b>					
Cash and short-term funds		567,250	158,210	567,043	155,736
Deposits and placements with banks and other financial institutions		387,161	124,325	387,161	124,325
Financial assets at fair value through other comprehensive income ("FVOCI")	12	931,642	933,704	931,642	933,704
Financial assets at amortised costs	13	-	-	-	-
Loans, advances and financing	14	2,428,869	2,732,635	2,428,869	2,732,635
Derivative assets		461	246	461	246
Tax recoverable		17,927	16,910	17,907	16,894
Other assets	15	5,474	5,602	5,474	5,602
Statutory deposit with Bank Negara Malaysia	16	18,924	37,891	18,924	37,891
Investment in subsidiary		-	-	10	10
Property and equipment	17	111,817	114,686	111,817	114,686
Intangible assets		-	11	-	11
Right-of-use assets	18	4,226	4,741	4,226	4,741
Deferred tax assets		21,345	21,643	21,345	21,643
<b>Total assets</b>		<b>4,495,096</b>	<b>4,150,604</b>	<b>4,494,879</b>	<b>4,148,124</b>
<b>Liabilities and shareholder's equity</b>					
Deposits from customers	19	2,406,005	2,053,614	2,406,005	2,053,614
Deposits and placements from banks and other financial institutions	20	626,116	647,185	626,116	647,185
Derivative liabilities		91	147	91	147
Other liabilities	21	22,979	40,109	22,960	37,817
<b>Total liabilities</b>		<b>3,055,191</b>	<b>2,741,055</b>	<b>3,055,172</b>	<b>2,738,763</b>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed statements of financial position as at 30 September 2025 (cont'd.)**

	Note	Group		Bank	
		30.9.2025 RM'000	31.12.2024 RM'000	30.9.2025 RM'000	31.12.2024 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		36,902	31,724	36,902	31,724
Retained profits		403,003	377,825	402,805	377,637
Shareholder's equity		1,439,905	1,409,549	1,439,707	1,409,361
Total liabilities and shareholder's equity					
		4,495,096	4,150,604	4,494,879	4,148,124
Commitments and contingencies					
	27	1,977,796	1,925,256	1,977,796	1,925,256

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed income statements**  
**For the financial period ended 30 September 2025**

		Group			
		Third Quarter Ended		Cumulative 9 Months Ended	
		1.7.2025 to 30.09.2025 RM'000	1.7.2024 to 30.09.2024 RM'000	1.1.2025 to 30.09.2025 RM'000	1.1.2024 to 30.09.2024 RM'000
Note					
Interest income	22	46,406	50,976	140,508	153,772
Interest expense	23	(22,967)	(25,359)	(66,577)	(77,915)
Net interest income		23,439	25,617	73,931	75,857
Non-interest income	25	2,736	4,007	8,117	9,934
Net income		26,175	29,624	82,048	85,791
Overhead expenses	26	(18,099)	(17,643)	(49,562)	(53,636)
Operating profit		8,076	11,981	32,486	32,155
(Allowance for)/writeback of expected credit losses, net	24	4,336	(1,010)	2,208	4,448
Profit before taxation		12,412	10,971	34,694	36,603
Taxation		(3,591)	(941)	(9,516)	(7,673)
Net profit for the financial period		8,821	10,030	25,178	28,930
Earnings per share (sen)					
- basic		0.88	1.00	2.52	2.89
- diluted		0.88	1.00	2.52	2.89

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Unaudited interim condensed income statements**  
**For the financial period ended 30 September 2025 (cont'd.)**

		Bank			
		Third Quarter Ended		Cumulative 9 Months Ended	
		1.7.2025 to 30.09.2025 RM'000	1.7.2024 to 30.09.2024 RM'000	1.1.2025 to 30.09.2025 RM'000	1.1.2024 to 30.09.2024 RM'000
Note					
Interest income	22	46,406	50,976	140,508	153,772
Interest expense	23	(22,967)	(25,359)	(66,577)	(77,915)
Net interest income		23,439	25,617	73,931	75,857
Non-interest income	25	2,735	4,001	8,100	9,914
Net income		26,174	29,618	82,031	85,771
Overhead expenses	26	(18,097)	(17,642)	(49,558)	(53,633)
Operating profit		8,077	11,976	32,473	32,138
(Allowance for)/writeback of expected credit losses, net	24	4,336	(1,010)	2,208	4,448
Profit before taxation		12,413	10,966	34,681	36,586
Taxation		(3,591)	(940)	(9,513)	(7,669)
Net profit for the financial period		8,822	10,026	25,168	28,917
Earnings per share (sen)					
- basic		0.88	1.00	2.52	2.89
- diluted		0.88	1.00	2.52	2.89

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 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 September 2025**

	<b>Group</b>			
	<b>Third Quarter Ended</b>		<b>Cumulative 9 Months Ended</b>	
	<b>1.7.2025 to 30.09.2025 RM'000</b>	<b>1.7.2024 to 30.09.2024 RM'000</b>	<b>1.1.2025 to 30.09.2025 RM'000</b>	<b>1.1.2024 to 30.09.2024 RM'000</b>
<b>Net profit for the period</b>	<u>8,821</u>	<u>10,030</u>	<u>25,178</u>	<u>28,930</u>
<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	-	-	1,278	1,250
<b>Items that may be reclassified subsequently to profit or loss</b>				
Debt instruments at fair value through other comprehensive income - net unrealised gain on changes in fair value	192	1,267	4,781	2,645
- expected credit loss	(1,182)	(2,681)	266	(849)
Income tax relating to components of other comprehensive income	<u>(46)</u>	<u>(304)</u>	<u>(1,147)</u>	<u>(635)</u>
<b>Other comprehensive income for the period, net of tax</b>	<u>(1,036)</u>	<u>(1,718)</u>	<u>5,178</u>	<u>2,411</u>
<b>Total comprehensive income for the period, net of tax</b>	<u>7,785</u>	<u>8,312</u>	<u>30,356</u>	<u>31,341</u>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 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 September 2025 (cont'd.)**

	Bank			
	Third Quarter Ended		Cumulative 9 Months Ended	
	1.7.2025 to 30.09.2025 RM'000	1.7.2024 to 30.09.2024 RM'000	1.1.2025 to 30.09.2025 RM'000	1.1.2024 to 30.09.2024 RM'000
<b>Net profit for the period</b>	<u>8,822</u>	<u>10,026</u>	<u>25,168</u>	<u>28,917</u>
<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	-	-	1,278	1,250
<b>Items that may be reclassified subsequently to profit or loss</b>				
Debt instruments at fair value through other comprehensive income - net unrealised profit on changes in fair value	192	1,267	4,781	2,645
- expected credit loss	(1,182)	(2,681)	266	(849)
Income tax relating to components of other comprehensive income	<u>(46)</u>	<u>(304)</u>	<u>(1,147)</u>	<u>(635)</u>
<b>Other comprehensive income for the period, net of tax</b>	<u>(1,036)</u>	<u>(1,718)</u>	<u>5,178</u>	<u>2,411</u>
<b>Total comprehensive income for the period, net of tax</b>	<u>7,786</u>	<u>8,308</u>	<u>30,346</u>	<u>31,328</u>

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 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 September 2025**

<b>Group</b>	<b>&lt;--- Non-distributable---&gt;</b>		<b>Distributable</b>	<b>Total</b>
	<b>Share capital</b>	<b>FVOCI reserve</b>	<b>Retained profits</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2024</b>	1,000,000	29,254	346,398	1,375,652
Total comprehensive income	-	2,411	28,930	31,341
<b>At 30 September 2024</b>	<u>1,000,000</u>	<u>31,665</u>	<u>375,328</u>	<u>1,406,993</u>
<b>At 1 January 2025</b>	1,000,000	31,724	377,825	1,409,549
Total comprehensive income	-	5,178	25,178	30,356
<b>At 30 September 2025</b>	<u>1,000,000</u>	<u>36,902</u>	<u>403,003</u>	<u>1,439,905</u>

  

<b>Bank</b>	<b>&lt;--- Non-distributable---&gt;</b>		<b>Distributable</b>	<b>Total</b>
	<b>Share capital</b>	<b>FVOCI reserve</b>	<b>Retained profits</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2024</b>	1,000,000	29,254	346,240	1,375,494
Total comprehensive income	-	2,411	28,917	31,328
<b>At 30 September 2024</b>	<u>1,000,000</u>	<u>31,665</u>	<u>375,157</u>	<u>1,406,822</u>
<b>At 1 January 2025</b>	1,000,000	31,724	377,637	1,409,361
Total comprehensive income	-	5,178	25,168	30,346
<b>At 30 September 2025</b>	<u>1,000,000</u>	<u>36,902</u>	<u>402,805</u>	<u>1,439,707</u>

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**Unaudited interim condensed statements of cash flows**  
**For the financial period ended 30 September 2025**

	Note	Group		Bank	
		1.1.2025 to 30.09.2025	1.1.2024 to 30.09.2024	1.1.2025 to 30.09.2025	1.1.2024 to 30.09.2024
		RM'000	RM'000	RM'000	RM'000
<b>Cash flows from operating activities</b>					
Profit before taxation		34,694	36,603	34,681	36,586
Adjustments for:					
Depreciation	26	3,341	3,425	3,341	3,425
Amortisation of intangible assets	26	10	48	10	48
Depreciation of right-of-use assets	26	1,159	1,126	1,159	1,126
Property and equipment adjustment		427	-	427	-
Interest expense on lease liability	18	127	146	127	146
Loss on lease modification termination	18	17	-	17	-
Interest income from debt instruments at FVOCI	22	(25,764)	(22,278)	(25,764)	(22,278)
Writeback of ECL	24	(9,317)	(9,223)	(9,317)	(9,223)
Dividend from financial assets at FVOCI	25	(664)	(199)	(664)	(199)
Gain from redemption of financial assets at FVOCI	25	-	(858)	-	(858)
Unrealised loss on foreign exchange forward	25	(270)	(306)	(270)	(306)
Net amortisation of premium - Financial assets at FVOCI	22	2,193	1,956	2,193	1,956
Operating profit before working capital changes		5,953	10,440	5,940	10,423
<b>Decrease/(Increase) in operating assets:</b>					
Loans, advances and financing		313,004	(30,803)	313,004	(30,803)
Other assets		128	(7,367)	128	(7,367)
Statutory deposits with Bank Negara Malaysia		19,000	7,050	19,000	7,050
		338,085	(20,680)	338,072	(20,697)

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**Unaudited interim condensed statements of cash flows**  
**For the financial period ended 30 September 2025 (cont'd.)**

	<b>Group</b>		<b>Bank</b>	
	<b>1.1.2025</b>	<b>1.1.2024</b>	<b>1.1.2025</b>	<b>1.1.2024</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.09.2025</b>	<b>30.09.2024</b>	<b>30.09.2025</b>	<b>30.09.2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Increase/(Decrease) in operating liabilities:</b>				
Deposits from customers	352,391	57,428	352,391	57,428
Deposits and placement from banks and other financial institutions	(21,069)	(52,678)	(21,069)	(52,678)
Other liabilities	(16,257)	(3,686)	(13,983)	(747)
Cash generated from operating activities	653,150	(19,616)	655,411	(16,694)
Taxes paid	(11,380)	(11,578)	(11,374)	(11,571)
Net cash generated from operating activities	641,770	(31,194)	644,037	(28,265)
<b>Cash flows from investing activities</b>				
Purchase of financial assets at FVOCI	(264,525)	(300,000)	(264,525)	(300,000)
Proceeds from redemption of financial assets at FVOCI	275,000	500,583	275,000	500,583
Interest received from financial asset at FVOCI	21,217	22,615	21,217	22,615
Proceeds from redemption of financial assets at amortised costs	18	6	18	6
Purchase of property and equipment	(900)	(1,377)	(900)	(1,377)
Dividend from financial assets at FVOCI	664	199	664	199
Net cash generated from investing activities	31,474	222,026	31,474	222,026
<b>Cash flows from financing activities</b>				
Payment of lease liabilities	18	(1,368)	(1,368)	(1,125)
Net cash used in financing activities	(1,368)	(1,125)	(1,368)	(1,125)

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**Unaudited interim condensed statements of cash flows**  
**For the financial period ended 30 September 2025 (cont'd.)**

	<b>Group</b>		<b>Bank</b>	
	<b>1.1.2025</b> <b>to</b> <b>30.09.2025</b> <b>RM'000</b>	<b>1.1.2024</b> <b>to</b> <b>30.09.2024</b> <b>RM'000</b>	<b>1.1.2025</b> <b>to</b> <b>30.09.2025</b> <b>RM'000</b>	<b>1.1.2024</b> <b>to</b> <b>30.09.2024</b> <b>RM'000</b>
<b>Note</b>				
<b>Net increase in cash and cash equivalents</b>	671,876	189,707	674,143	192,636
<b>Cash and cash equivalents at beginning of financial period</b>	282,535	679,542	280,061	676,450
<b>Cash and cash equivalents at end of financial period</b>	954,411	869,249	954,204	869,086
<b>Cash and cash equivalents comprise:</b>				
Cash and short-term funds	567,250	541,601	567,043	541,438
Deposits and placements of banks and other financial institutions	387,161	327,648	387,161	327,648
	954,411	869,249	954,204	869,086

*These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.*

**Notes to the unaudited interim condensed financial statements - 30 September 2025**

**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 2024. 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 2024.

## **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 2024, except for the amendments to standards effective as of 1 January 2025 as follows:

<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 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 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:

<b>Descriptions</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	1 January 2026
Amendments to MFRS 9 <i>Financial Instruments</i>	1 January 2026
Amendments to MFRS 10 <i>Consolidated Financial Statements</i>	1 January 2026
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027

## **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 2024 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 nine months ended 30 September 2025.

**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 nine months period ended 30 September 2025.

## **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 nine months ended 30 September 2025.

## **10. Dividends paid**

No dividend was declared or paid during the nine months ended 30 September 2025.

## **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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Debt instruments</b>		
Malaysian Government Securities	494,078	484,999
Government Investment Issues	152,554	152,059
Corporate bonds	253,702	266,616
	<u>900,334</u>	<u>903,674</u>
<b>Equity instruments</b>		
Unquoted shares	31,308	30,030
	<u>931,642</u>	<u>933,704</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
<b>Group and Bank</b>				
At 1 January 2025	3,911	-	-	3,911
New debt instruments originated	475	-	-	475
ECL allowance charged	293	-	-	293
Debt instruments derecognised	(502)	-	-	(502)
At 30 September 2025	<u>4,177</u>	<u>-</u>	<u>-</u>	<u>4,177</u>
<b>Group and Bank</b>				
At 1 January 2024	3,494	-	-	3,494
New debt instruments originated	1,224	-	-	1,224
ECL allowance charged	252	-	-	252
Debt instruments derecognised	(1,059)	-	-	(1,059)
At 31 December 2024	<u>3,911</u>	<u>-</u>	<u>-</u>	<u>3,911</u>

## 13. Financial assets at amortised cost

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Debt instruments</b>		
Corporate bonds	-	-
<b>Unquoted securities:</b>		
Corporate bonds	403	421
	<u>403</u>	<u>421</u>
Less: allowance for ECL	<u>(403)</u>	<u>(421)</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
<b>Group and Bank</b>				
At 1 January 2025	-	-	421	421
ECL allowance writeback	-	-	(18)	(18)
At 30 September 2025	<u>-</u>	<u>-</u>	<u>403</u>	<u>403</u>

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

<b>Group and Bank</b>	<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>
At 1 January 2024	-	-	427	427
ECL allowance writeback	-	-	(6)	(6)
At 31 December 2024	-	-	421	421

**14. Loans, advances and financing**

	<b>Group and Bank</b>	
	<b>30.9.2025 RM'000</b>	<b>31.12.2024 RM'000</b>
<b>At amortised cost</b>		
Overdrafts	29,044	34,834
Term loans:		
- Housing loans	459	680
- Syndicated term loan	63,218	67,148
- Other term loans	672,976	687,083
Revolving credits	1,079,327	1,297,590
Bills receivables	300,652	318,777
Trust receipts	93,345	149,180
Bankers' acceptances	352,278	365,915
Staff loans	344	240
	<u>2,591,643</u>	<u>2,921,447</u>
Unearned interest	(1,663)	(2,230)
Gross loans, advances and financing	<u>2,589,980</u>	<u>2,919,217</u>
Less: allowance for ECL		
- Stage 1	(25,054)	(26,371)
- Stage 2	-	(4,481)
- Stage 3	(67,889)	(82,426)
- Management overlay	(68,168)	(73,304)
	<u>(161,111)</u>	<u>(186,582)</u>
Net loans, advances and financing	<u>2,428,869</u>	<u>2,732,635</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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Maturing within one year	1,942,386	2,243,995
One year to three years	106,068	189,469
Three years to five years	104,129	115,825
Over five years	437,397	369,928
	<u>2,589,980</u>	<u>2,919,217</u>

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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Primary agriculture	121,812	142,549
Mining and quarrying	6,225	7,008
Manufacturing	835,344	859,859
Electricity, gas and water supply	14,412	18,428
Construction	220,477	353,945
Wholesale and retail trade and restaurants and hotels	213,019	180,114
Transport, storage and communication	170,526	172,544
Finance, insurance, real estate and business activities	1,005,027	1,181,088
Household	3,138	3,682
	<u>2,589,980</u>	<u>2,919,217</u>

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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Domestic non-bank financial institutions	520,667	529,099
Domestic business enterprises:		
- Small medium enterprises	169,004	211,885
- Others	1,897,171	2,174,551
Individuals	3,138	3,682
	<u>2,589,980</u>	<u>2,919,217</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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Fixed rate		
- Other fixed rate loan/financing	46,739	46,739
Variable rate		
- Base lending rate plus	78,330	89,920
- Cost-plus	1,913,803	2,409,634
- Other variable rates	551,108	372,924
	<u>2,589,980</u>	<u>2,919,217</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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Balance as at 1 January	97,849	91,403
Classified as impaired during the period/year	12,258	36,665
Amount recovered during the period/year	(12,437)	(14,376)
Amount written off during the period/year	<u>(16,341)</u>	<u>(15,843)</u>
Balance as at 30 September/31 December	81,329	97,849
Allowance for ECL Stage 3	<u>(67,889)</u>	<u>(82,426)</u>
Net impaired loans, advances and financing	<u>13,440</u>	<u>15,423</u>
Ratio of net impaired loans, advances and financing to gross loans, advances and financing less Stage 3 ECL allowance	<u>0.53%</u>	<u>0.54%</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 2025	26,371	4,481	82,426	113,278
- Management overlay	-	-	-	73,304
	<u>26,371</u>	<u>4,481</u>	<u>82,426</u>	<u>186,582</u>
New loans, advances and financing originated	1,213	-	-	1,213
Loans, advances and financing derecognised (other than write-off)	(1,441)	(17)	(9,067)	(10,525)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	(4,465)	4,465	-
Net changes in loan loss allowances	(1,089)	1	6,298	5,210
Amount written off	-	-	(16,233)	(16,233)
Management overlay	-	-	-	(5,136)
At 30 September 2025	<u>25,054</u>	<u>-</u>	<u>67,889</u>	<u>161,111</u>
<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	1,066	-	-	1,066
Loans, advances and financing derecognised (other than write-off)	(1,137)	(952)	(13,903)	(15,992)
Transfer to Stage 1	17	(17)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	(249)	-	14,499	14,250
Net changes in loan loss allowances	763	(835)	18,958	18,886
Amount written off	-	-	(15,843)	(15,843)
Management overlay	-	-	-	1,594
At 31 December 2024	<u>26,371</u>	<u>4,481</u>	<u>82,426</u>	<u>186,582</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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Manufacturing	61,859	67,862
Construction	9,551	21,610
Wholesale and retail trade and restaurants and hotels	7,911	7,910
Household	2,008	467
	<u>81,329</u>	<u>97,849</u>

#### **15. Other assets**

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits	809	811
Prepayments	2,194	1,735
Other receivables	2,471	3,056
	<u>5,474</u>	<u>5,602</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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Statutory deposit with Bank Negara Malaysia	19,000	38,000
ECL allowance charged	(76)	(109)
	<u>18,924</u>	<u>37,891</u>

#### **17. Property and equipment**

During the nine months ended 30 September 2025, the Group and the Bank acquired assets with a cost of RM899,000 (31.12.2024: RM2,508,000).



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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Right-of-use assets</b>		
At 1 January	9,553	11,478
Non-cash addition	644	661
Termination	(1,114)	(2,586)
At 30 September/December	9,083	9,553
<b>Accumulated amortisation</b>		
At 1 January	4,812	5,884
Charged for the period/year (Note 26)	1,159	1,514
Termination	(1,114)	(2,586)
At 30 September/December	4,857	4,812
	<u>4,226</u>	<u>4,741</u>

The Group and the Bank lease a number of premises and office equipment with lease term ranges between 1-15 years (2024: 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>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
At 1 January	5,401	6,050
Non-cash addition	644	661
Accretion of interest expense (Note 23)	127	190
Lease payment	(1,368)	(1,500)
Modification	17	-
At 30 September/December (Note 21)	<u>4,821</u>	<u>5,401</u>

The weighted average discount rate applied ranges from 1.84% to 3.72% (2024: 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:

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Fixed deposits	1,709,772	1,290,962
Current accounts	198,228	342,516
Savings deposits	6,617	6,784
Short term deposits	491,388	413,352
	<u>2,406,005</u>	<u>2,053,614</u>

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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Due within six months	1,872,832	1,334,502
Six months to one year	326,783	365,825
One year to three years	787	3,468
Over three years	758	519
	<u>2,201,160</u>	<u>1,704,314</u>

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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Business enterprises	1,692,067	1,306,908
Individuals	409,316	402,414
Others	304,622	344,292
	<u>2,406,005</u>	<u>2,053,614</u>

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

	<b>Group and Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Licensed banks	504,889	443,255
Other financial institutions	121,227	203,930
	<u>626,116</u>	<u>647,185</u>

**21. Other liabilities**

	<b>Group</b>		<b>Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>	<b>30.9.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Accruals	8,314	13,372	8,295	11,080
Allowance for ECL on commitments and contingencies	3,625	3,919	3,625	3,919
Lease liabilities (Note 18)	4,821	5,401	4,821	5,401
Other payables	6,219	17,417	6,219	17,417
	<u>22,979</u>	<u>40,109</u>	<u>22,960</u>	<u>37,817</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 2025	2,164	265	1,490	3,919
New loan/financing commitments, and financing guarantee originated	63	-	-	63
Loan/financing commitments, and financing guarantee derecognised	(314)	-	-	(314)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(65)	22	-	(43)
At 30 September 2025	<u>1,848</u>	<u>287</u>	<u>1,490</u>	<u>3,625</u>
<b>Group and Bank</b>				
At 1 January 2024	3,804	367	15,740	19,911
New loan/financing commitments, and financing guarantee originated	297	-	-	297
Loan/financing commitments, and financing guarantee derecognised	(1,056)	(89)	-	(1,145)
Transfer to Stage 1	5	(5)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	(14,250)	(14,250)
Net changes in loan loss allowances	(886)	(8)	-	(894)
At 31 December 2024	<u>2,164</u>	<u>265</u>	<u>1,490</u>	<u>3,919</u>

## 22. Interest income

	Group and Bank			
	Third Quarter Ended		Cumulative 9 Months Ended	
	1.7.2025 to 30.9.2025 RM'000	1.7.2024 to 30.9.2024 RM'000	1.1.2025 to 30.9.2025 RM'000	1.1.2024 to 30.9.2024 RM'000
Loans, advances and financing				
- Interest income other than recoveries from impaired loans	33,665	36,933	104,900	111,115
- Recoveries from impaired loans	-	-	269	-
- Interest income on impaired loans	216	218	736	638
Deposits and placements with banks and other financial institutions	4,670	8,235	11,032	21,697
Debt instruments at FVOCI	8,610	6,172	25,764	22,278
	<u>47,161</u>	<u>51,558</u>	<u>142,701</u>	<u>155,728</u>
Amortisation of premium				
- Financial assets at FVOCI	(755)	(582)	(2,193)	(1,956)
	<u>46,406</u>	<u>50,976</u>	<u>140,508</u>	<u>153,772</u>

## 23. Interest expense

	Group and Bank			
	Third Quarter Ended		Cumulative 9 Months Ended	
	1.7.2025 to 30.9.2025 RM'000	1.7.2024 to 30.9.2024 RM'000	1.1.2025 to 30.9.2025 RM'000	1.1.2024 to 30.9.2024 RM'000
Deposits from customers	19,235	21,446	54,248	65,244
Deposits and placements from banks and other financial institutions	3,692	3,868	12,202	12,525
Accretion of interest expense (Note 18)	40	45	127	146
	<u>22,967</u>	<u>25,359</u>	<u>66,577</u>	<u>77,915</u>

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

	<b>Group and Bank Cumulative 9 Months Ended 1.1.2025 to 30.9.2025</b>			
	<b>Stage 1 RM'000</b>	<b>Stage 2 RM'000</b>	<b>Stage 3 RM'000</b>	<b>Total RM'000</b>
Allowance for ECL made				
- Cash and short term funds	8,213	-	-	8,213
- Deposits and placements with banks and other financial institutions	69	-	-	69
- Financial assets at FVOCI	768	-	-	768
- Loans, advances and financing	4,264	-	10,763	15,027
- Commitment and contingencies	566	21	-	587
	<u>13,880</u>	<u>21</u>	<u>10,763</u>	<u>24,664</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(502)	-	-	(502)
- Financial assets at amortised costs	-	-	(18)	(18)
- Loans, advances and financing	(5,581)	(4,481)	(9,067)	(19,129)
- Statutory deposit with Bank Negara Malaysia	(33)	-	-	(33)
- Management overlay	-	-	-	(5,136)
- Commitment and contingencies	(881)	-	-	(881)
	<u>(6,997)</u>	<u>(4,481)</u>	<u>(9,085)</u>	<u>(25,699)</u>
Impaired loans, advances and financing recovered	-	-	(1,173)	(1,173)
<b>Total</b>	<u>6,883</u>	<u>(4,460)</u>	<u>505</u>	<u>(2,208)</u>

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

	<b>Group and Bank</b> <b>Cumulative 9 Months Ended</b> <b>1.1.2024 to 30.9.2024</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	2,342	-	-	2,342
- Deposits and placements with banks and other financial institutions	2,453	-	-	2,453
- Financial assets at FVOCI	67	-	-	67
- Loans, advances and financing	6,155	8,766	14,888	29,809
- Statutory deposit with Bank Negara Malaysia	50	-	-	50
- Commitment and contingencies	677	23	-	700
	<u>11,744</u>	<u>8,789</u>	<u>14,888</u>	<u>35,421</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(916)	-	-	(916)
- Financial assets at amortised costs	-	-	(6)	(6)
- Loans, advances and financing	(5,548)	(1,223)	(11,744)	(18,515)
- Management overlay	-	-	-	(3,608)
- Commitment and contingencies	(2,306)	(198)	(14,250)	(16,754)
	<u>(8,770)</u>	<u>(1,421)</u>	<u>(26,000)</u>	<u>(39,799)</u>
Impaired loans, advances and financing recovered	-	-	(70)	(70)
<b>Total</b>	<u>2,974</u>	<u>7,368</u>	<u>(11,182)</u>	<u>(4,448)</u>

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

	<b>Group and Bank Third Quarter Ended 1.7.2025 to 30.9.2025</b>			
	<b>Stage 1 RM'000</b>	<b>Stage 2 RM'000</b>	<b>Stage 3 RM'000</b>	<b>Total RM'000</b>
Allowance for ECL made				
- Cash and short term funds	8,182	-	-	8,182
- Deposits and placements with banks and other financial institutions	296	-	-	296
- Loans, advances and financing	-	-	992	992
- Statutory deposit with Bank Negara Malaysia	3	-	-	3
- Management overlay	-	-	-	(5,255)
- Commitment and contingencies	21	8	-	29
	<u>8,502</u>	<u>8</u>	<u>992</u>	<u>4,247</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(1,182)	-	-	(1,182)
- Financial assets at amortised costs	-	-	(18)	(18)
- Loans, advances and financing	(2,887)	(115)	(3,450)	(6,452)
- Commitment and contingencies	(127)	-	-	(127)
	<u>(4,196)</u>	<u>(115)</u>	<u>(3,468)</u>	<u>(7,779)</u>
Impaired loans, advances and financing recovered	-	-	(804)	(804)
<b>Total</b>	<u>4,306</u>	<u>(107)</u>	<u>(3,280)</u>	<u>(4,336)</u>



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

	<b>Group and Bank Third Quarter Ended 1.7.2024 to 30.9.2024</b>			
	<b>Stage 1 RM'000</b>	<b>Stage 2 RM'000</b>	<b>Stage 3 RM'000</b>	<b>Total RM'000</b>
Allowance for ECL made				
- Cash and short term funds	881	-	-	881
- Deposits and placements with banks and other financial institutions	1,614	-	-	1,614
- Loans, advances and financing	2,652	361	14,468	17,481
- Management overlay	-	-	-	2,510
- Commitment and contingencies	644	23	-	667
	<u>5,791</u>	<u>384</u>	<u>14,468</u>	<u>23,153</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(2,681)	-	-	(2,681)
- Loans, advances and financing	(2,205)	(448)	(1,693)	(4,346)
- Statutory deposit with Bank Negara Malaysia	(2)	-	-	(2)
- Commitment and contingencies	(755)	(109)	(14,250)	(15,114)
	<u>(5,643)</u>	<u>(557)</u>	<u>(15,943)</u>	<u>(22,143)</u>
<b>Total</b>	<u>148</u>	<u>(173)</u>	<u>(1,475)</u>	<u>1,010</u>

**25. Non-interest income**

	<b>Group</b>			
	<b>Third Quarter Ended</b>		<b>Cumulative 9 Months Ended</b>	
	<b>1.7.2025</b>	<b>1.7.2024</b>	<b>1.1.2025</b>	<b>1.1.2024</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.9.2025</b>	<b>30.9.2024</b>	<b>30.9.2025</b>	<b>30.9.2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Fee income:				
Commission	481	1,029	1,480	2,493
Service charges and fees	81	373	709	862
Guarantee fees	414	437	1,285	1,273
	<u>976</u>	<u>1,839</u>	<u>3,474</u>	<u>4,628</u>
Investment income:				
Gross dividend from financial assets at FVOCI	488	35	664	199
Gain from redemption of financial assets at FVOCI	-	858	-	858
	<u>488</u>	<u>893</u>	<u>664</u>	<u>1,057</u>
Other income:				
Foreign exchange gain/(loss)	1,189	(351)	2,154	3,186
Unrealised (loss)/gain on foreign exchange forwards	(393)	1,351	270	306
Rental income	473	273	1,295	748
Others	3	2	260	9
	<u>1,272</u>	<u>1,275</u>	<u>3,979</u>	<u>4,249</u>
<b>Total</b>	<u>2,736</u>	<u>4,007</u>	<u>8,117</u>	<u>9,934</u>

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

	Bank			
	Third Quarter Ended		Cumulative 9 Months Ended	
	1.7.2025 to 30.9.2025 RM'000	1.7.2024 to 30.9.2024 RM'000	1.1.2025 to 30.9.2025 RM'000	1.1.2024 to 30.9.2024 RM'000
Fee income:				
Commission	480	1,023	1,463	2,473
Service charges and fees	81	373	709	862
Guarantee fees	414	437	1,285	1,273
	<u>975</u>	<u>1,833</u>	<u>3,457</u>	<u>4,608</u>
Investment income:				
Gross dividend from financial assets at FVOCI	488	35	664	199
Gain from redemption of financial assets at FVOCI	-	858	-	858
	<u>488</u>	<u>893</u>	<u>664</u>	<u>1,057</u>
Other income:				
Foreign exchange gain/(loss)	1,189	(351)	2,154	3,186
Unrealised gain/(loss) on foreign exchange forwards	(393)	1,351	270	306
Rental income	473	273	1,295	748
Others	3	2	260	9
	<u>1,272</u>	<u>1,275</u>	<u>3,979</u>	<u>4,249</u>
<b>Total</b>	<u>2,735</u>	<u>4,001</u>	<u>8,100</u>	<u>9,914</u>

**26. Overhead expenses**

	<b>Group</b>			
	<b>Third Quarter Ended</b>		<b>Cumulative 9 Months Ended</b>	
	<b>1.7.2025</b>	<b>1.7.2024</b>	<b>1.1.2025</b>	<b>1.1.2024</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.9.2025</b>	<b>30.9.2024</b>	<b>30.9.2025</b>	<b>30.9.2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Personnel costs				
Salaries, allowances and bonuses	9,569	10,040	25,665	30,504
Defined Contribution Plan				
- Employees Provident Fund	1,401	1,473	3,552	4,308
Others	1,263	441	3,674	2,302
	<u>12,233</u>	<u>11,954</u>	<u>32,891</u>	<u>37,114</u>
Establishment costs				
Depreciation	1,103	1,155	3,341	3,425
Amortisation of intangible assets	-	13	10	48
Depreciation of right-of-use assets (Note 18)	391	379	1,159	1,126
Repair and maintenance	876	720	2,414	2,035
Information technology	651	310	1,196	977
Others	590	540	1,710	1,629
	<u>3,611</u>	<u>3,117</u>	<u>9,830</u>	<u>9,240</u>
Marketing costs				
Advertising and publicity	3	6	125	94
Others	30	41	83	114
	<u>33</u>	<u>47</u>	<u>208</u>	<u>208</u>
Administration and general costs				
Communication expenses	278	276	832	834
Subscriptions	782	855	2,154	2,081
Professional fees	119	207	398	403
Auditors' remunerations	92	92	297	276
Non-executive directors' remuneration	324	417	1,162	1,252
Insurance	37	51	266	440
Travelling	77	130	158	291
Others	513	497	1,366	1,497
	<u>2,222</u>	<u>2,525</u>	<u>6,633</u>	<u>7,074</u>
<b>Total</b>	<u>18,099</u>	<u>17,643</u>	<u>49,562</u>	<u>53,636</u>

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

	Bank			
	Third Quarter Ended		Cumulative 9 Months Ended	
	1.7.2025 to 30.9.2025 RM'000	1.7.2024 to 30.9.2024 RM'000	1.1.2025 to 30.9.2025 RM'000	1.1.2024 to 30.9.2024 RM'000
Personnel costs				
Salaries, allowances and bonuses	9,569	10,040	25,665	30,504
Defined Contribution Plan				
- Employees Provident Fund	1,401	1,473	3,552	4,308
Others	1,263	441	3,674	2,302
	<u>12,233</u>	<u>11,954</u>	<u>32,891</u>	<u>37,114</u>
Establishment costs				
Depreciation	1,103	1,155	3,341	3,425
Amortisation of intangible assets	-	13	10	48
Depreciation of right-of-use assets (Note 18)	391	379	1,159	1,126
Repair and maintenance	876	720	2,414	2,035
Information technology	651	310	1,196	977
Others	590	540	1,710	1,629
	<u>3,611</u>	<u>3,117</u>	<u>9,830</u>	<u>9,240</u>
Marketing costs				
Advertising and publicity	3	6	125	94
Others	30	41	83	114
	<u>33</u>	<u>47</u>	<u>208</u>	<u>208</u>
Administration and general costs				
Communication expenses	278	276	832	834
Subscriptions	782	855	2,154	2,081
Professional fees	116	207	395	403
Auditors' remunerations	93	91	296	273
Non-executive directors' remuneration	324	417	1,162	1,252
Insurance	37	51	266	440
Travelling	77	130	158	291
Others	513	497	1,366	1,497
	<u>2,220</u>	<u>2,524</u>	<u>6,629</u>	<u>7,071</u>
<b>Total</b>	<u>18,097</u>	<u>17,642</u>	<u>49,558</u>	<u>53,633</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 September 2025</b>				
Direct credit substitutes	5,936	-	5,936	2,577
Transaction-related contingent items	226,404	-	112,457	108,949
Short-term self-liquidating trade-related contingencies	23,445	-	4,689	4,689
Forward foreign exchange contracts				
- less than one year	70,232	461	1,004	924
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	33,636	-	16,818	16,818
- maturity less than one year	1,606,466	-	321,293	319,467
Any commitment that are unconditionally cancelled at any time without prior notice	11,677	-	-	-
<b>Total</b>	<b>1,977,796</b>	<b>461</b>	<b>462,197</b>	<b>453,424</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 2024</b>				
Direct credit substitutes	5,947	-	5,947	1,890
Transaction-related contingent items	224,915	-	111,712	109,172
Short-term self-liquidating trade-related contingencies	29,956	-	5,991	5,991
Forward foreign exchange contracts				
- less than one year	84,565	1,784	2,351	2,306
Other commitments, such as formal standby facilities and credit lines, with an original	52,073	-	26,037	26,034
- maturity more than one year	1,807,958	-	361,592	352,233
- maturity less than one year				
Any commitment that are unconditionally cancelled at any time without prior notice	2,643	-	-	-
<b>Total</b>	<b>2,208,057</b>	<b>1,784</b>	<b>513,630</b>	<b>497,626</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 September 2025</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	-	494,078	-	494,078
Government Investment Issue	-	152,554	-	152,554
Negotiable Instruments of				
Deposit	-	-	-	-
Corporate bonds	-	253,702	-	253,702
Equity instruments				
Unquoted shares	-	-	31,308	31,308
	-	900,334	31,308	931,642
<u>Derivatives financial instruments</u>				
Derivative financial assets				
Unrealised gain on derivatives	-	461	-	461
Derivative financial liabilities				
Unrealised loss on derivatives	-	(91)	-	(91)



**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 2024</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	-	484,999	-	484,999
Government Investment Issue	-	152,059	-	152,059
Bank Negara Malaysia Bills	-	-	-	-
Corporate bonds	-	266,616	-	266,616
Equity instruments :				
Unquoted shares	-	-	30,030	30,030
	-	903,674	30,030	933,704
<u>Derivatives financial instruments</u>				
Derivative financial assets :				
Unrealised gain on derivatives	-	246	-	246
Derivative financial liabilities :				
Unrealised loss on derivatives	-	(147)	-	(147)

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:

	<b>Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>
CET 1 Capital Ratio	39.71%	36.34%
Tier 1 Capital Ratio	39.71%	36.34%
Total Capital Ratio	<u>40.90%</u>	<u>37.52%</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>30.9.2025</b>	<b>31.12.2024</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	36,902	31,724
Retained profits	402,805	377,637
Less: Regulatory adjustments, applied on CET1 Capital:		
Other intangibles	-	(10)
Deferred tax assets	(21,345)	(21,643)
55% of unrealised gain on financial assets at FVOCI	(20,295)	(17,448)
<b>Total CET 1 Capital</b>	<b>1,398,067</b>	<b>1,370,260</b>
<b>Tier 2 Capital</b>		
Stage 1 and 2 ECL *	41,995	44,412
Less: Investment in subsidiary	(10)	(10)
<b>Total Tier 2 Capital</b>	<b>41,985</b>	<b>44,402</b>
<b>Total capital</b>		
CET 1 Capital	1,398,067	1,370,259
Tier 2 Capital	41,985	44,402
<b>Total Capital</b>	<b>1,440,052</b>	<b>1,414,661</b>

\* 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 30.9.2025 RM'000</b>	<b>Risk- weighted assets 30.9.2025 RM'000</b>	<b>Principal 31.12.2024 RM'000</b>	<b>Risk- weighted assets 31.12.2024 RM'000</b>
0%	783,341	-	693,044	-
20%	1,070,876	214,175	420,995	84,199
35%	373	131	403	141
50%	43,608	21,804	124,371	62,186
75%	454	341	1,863	1,397
100%	3,123,139	<u>3,123,139</u>	3,405,005	<u>3,405,005</u>
Total risk-weighted assets for credit risk		3,359,590		3,552,928
Total risk-weighted assets for market risk		2,334		3,885
Total risk-weighted assets for operational risk		<u>158,653</u>		<u>213,481</u>
Total risk-weighted assets		<u>3,520,577</u>		<u>3,770,294</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 balances

	<b>Group</b>		<b>Bank</b>	
	<b>30.09.2025</b>	<b>31.12.2024</b>	<b>30.09.2025</b>	<b>31.12.2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Cash and short-term funds</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>21,155</u>	<u>9,683</u>	<u>21,155</u>	<u>9,683</u>
 Subsidiary				
BBL Nominees (Tempatan)				
Sdn Bhd	<u>-</u>	<u>-</u>	<u>207</u>	<u>2,474</u>
 Subsidiary of Bangkok Bank				
Public Company Limited				
PT Bank Permata TBK	<u>44</u>	<u>54</u>	<u>44</u>	<u>54</u>
 <b>Deposits from Customers</b>				
Key management personnel	<u>2,919</u>	<u>8,095</u>	<u>2,919</u>	<u>8,095</u>
 <b>Deposits and placements</b>				
<b>from banks and other</b>				
<b>financial institutions</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>318,367</u>	<u>202,714</u>	<u>318,367</u>	<u>202,714</u>

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

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

	<b>Group</b>		<b>Bank</b>	
	<b>30.9.2025</b>	<b>31.12.2024</b>	<b>30.9.2025</b>	<b>31.12.2024</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	426,297	454,208	426,297	454,208
Subsidiary of Bangkok Bank				
Public Company Limited				
PT Bank Permata TBK	-	831	-	831

**(ii) Related party transactions**

	<b>Group and Bank</b>			
	<b>Third Quarter Ended</b>		<b>Cumulative 9 Months Ended</b>	
	<b>1.7.2025</b>	<b>1.7.2024</b>	<b>1.1.2025</b>	<b>1.1.2024</b>
	<b>to</b>	<b>to</b>	<b>to</b>	<b>to</b>
	<b>30.9.2025</b>	<b>30.9.2024</b>	<b>30.9.2025</b>	<b>30.9.2024</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	139	84	349	330
<b>Interest Expense</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	837	735	3,599	4,553
Key management personnel	24	70	115	252
<b>Administrative Expenses</b>				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	217	164	803	751