

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

Unaudited Interim Condensed Financial Statements
31 March 2024

Contents	Page(s)
Performance review and commentary on the prospects	1
Unaudited interim condensed statements of financial position	2 - 3
Unaudited interim condensed income statements	4
Unaudited interim condensed statements of comprehensive income	5
Unaudited interim condensed statements of changes in equity	6
Unaudited interim condensed statements of cash flows	7 - 9
Notes to the unaudited interim condensed financial statements	10 - 38

Performance review for the three months period ended 31 March 2024 and commentary on the prospects

Bangkok Bank Berhad (“the Bank”) registered a profit before tax of RM19.6 million for the three months period ended 31 March 2024 as compared with profit before tax of RM13.8 million recorded during the previous corresponding period. The higher profit for current period were mainly due to allowance for expected credit losses written back from impaired loans.

Gross loans declined from RM2,828.7 million as at 31 December 2023 to RM2,581.0 million as at 31 March 2024 due to some large loan repayments. Loan growth remained slow mainly due to intense market competition and lower utilisation by certain large corporates as they adopted a "wait and see" strategy amid the weakening Ringgit currency.

Deposits from customers marginally improved from RM2,151.3 million as at 31 December 2023 to RM2,203.8 million as at 31 March 2024. The Bank has heightened efforts on gathering customer deposits to maintain prudent liquidity position and to pace with loan drawdown. Liquidity coverage ratio and net stable funding ratio also remained stable and above regulatory requirements.

Overall, the Bank's position is expected to remain robust supported by strong capital base. 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 31 March 2024

	Note	Group		Bank	
		31.3.2024 RM'000	31.12.2023 RM'000	31.3.2024 RM'000	31.12.2023 RM'000
Assets					
Cash and short-term funds		698,462	580,130	698,306	577,038
Deposits and placements with banks and other financial institutions		99,654	99,412	99,654	99,412
Financial assets at fair value through other comprehensive income ("FVOCI")	12	866,142	783,173	866,142	783,173
Financial assets at amortised costs	13	-	-	-	-
Loans, advances and financing	14	2,409,902	2,646,117	2,409,902	2,646,117
Derivative assets		1,022	1,860	1,022	1,860
Tax recoverable		9,796	10,144	9,778	10,127
Other assets	15	4,931	6,008	4,931	6,008
Statutory deposit with Bank Negara Malaysia	16	35,957	37,966	35,957	37,966
Investment in subsidiary		-	-	10	10
Property and equipment	17	116,417	117,401	116,417	117,401
Intangible assets		47	69	47	69
Right-of-use assets	18	5,398	5,594	5,398	5,594
Deferred tax assets		19,547	20,853	19,547	20,853
Total assets		4,267,275	4,308,727	4,267,111	4,305,628
Liabilities and shareholder's equity					
Deposits from customers	19	2,203,758	2,151,338	2,203,758	2,151,338
Deposits and placements from banks and other financial institutions	20	632,075	732,984	632,075	732,984
Derivative liabilities		201	826	201	826
Other liabilities	21	39,361	47,927	39,358	44,986
Total liabilities		2,875,395	2,933,075	2,875,392	2,930,134

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 31 March 2024 (cont'd.)

	Note	Group		Bank	
		31.3.2024 RM'000	31.12.2023 RM'000	31.3.2024 RM'000	31.12.2023 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		30,968	29,254	30,968	29,254
Retained profits		360,912	346,398	360,751	346,240
Shareholder's equity		<u>1,391,880</u>	<u>1,375,652</u>	<u>1,391,719</u>	<u>1,375,494</u>
Total liabilities and shareholder's equity		<u>4,267,275</u>	<u>4,308,727</u>	<u>4,267,111</u>	<u>4,305,628</u>
Commitments and contingencies	27	<u>2,844,611</u>	<u>2,726,968</u>	<u>2,844,611</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 31 March 2024

	Note	Group		Bank	
		Current and Cumulative		Current and Cumulative	
		Quarter		Quarter	
		3 months ended		3 months ended	
		1.1.2024	1.1.2023	1.1.2024	1.1.2023
		to	to	to	to
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
		RM'000	RM'000	RM'000	RM'000
Interest income	22	51,860	46,421	51,860	46,421
Interest expense	23	(26,589)	(20,572)	(26,589)	(20,572)
Net interest income		25,271	25,849	25,271	25,849
Non-interest income	25	2,938	3,026	2,933	3,018
Net income		28,209	28,875	28,204	28,867
Overhead expenses	26	(17,706)	(14,899)	(17,706)	(14,899)
Operating profit		10,503	13,976	10,498	13,968
Allowance for expected credit losses ("ECL") written back/(made), net	24	9,150	(147)	9,150	(147)
Profit before taxation		19,653	13,829	19,648	13,821
Taxation		(5,139)	(5,538)	(5,137)	(5,536)
Net profit for the financial period		14,514	8,291	14,511	8,285
Earnings per share (sen)					
- basic		1.45	0.83	1.45	0.83
- diluted		1.45	0.83	1.45	0.83

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 31 March 2024

	Group		Bank	
	Current and Cumulative Quarter		Current and Cumulative Quarter	
	3 months ended		3 months ended	
	1.1.2024	1.1.2023	1.1.2024	1.1.2023
	to	to	to	to
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	14,514	8,291	14,511	8,285
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income				
- net unrealised gain on changes in fair value	1,343	5,863	1,343	5,863
- expected credit loss	693	520	693	520
Income tax relating to components of other comprehensive income	(322)	(1,407)	(322)	(1,407)
Other comprehensive income for the financial period, net of tax	1,714	4,976	1,714	4,976
Total comprehensive income for the financial period, net of tax	16,228	13,267	16,225	13,261

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 31 March 2024

Group	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2023	1,000,000	8,900	317,233	1,326,133
Total comprehensive income	-	4,976	8,291	13,267
At 31 March 2023	1,000,000	13,876	325,524	1,339,400
At 1 January 2024	1,000,000	29,254	346,398	1,375,652
Total comprehensive income	-	1,714	14,514	16,228
At 31 March 2024	1,000,000	30,968	360,912	1,391,880

Bank	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2023	1,000,000	8,900	317,091	1,325,991
Total comprehensive income	-	4,976	8,285	13,261
At 31 March 2023	1,000,000	13,876	325,376	1,339,252
At 1 January 2024	1,000,000	29,254	346,240	1,375,494
Total comprehensive income	-	1,714	14,511	16,225
At 31 March 2024	1,000,000	30,968	360,751	1,391,719

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 31 March 2024

	Note	Group		Bank	
		1.1.2024 to 31.03.2024 RM'000	1.1.2023 to 31.03.2023 RM'000	1.1.2024 to 31.03.2024 RM'000	1.1.2023 to 31.03.2023 RM'000
Cash flows from operating activities					
Profit before taxation		19,653	13,829	19,648	13,821
Adjustments for:					
Depreciation	26	1,117	1,113	1,117	1,113
Amortisation of intangible assets	26	22	45	22	45
Depreciation of right-of-use assets	26	369	329	369	329
Interest expense on lease liability	18	52	68	52	68
Gain on disposal of property and equipment	25	-	(5)	-	(5)
Interest income from debt instruments at FVOCI	22	(8,110)	(9,754)	(8,110)	(9,754)
Writeback for ECL	24	(10,106)	(176)	(10,106)	(176)
Unrealised gain/(loss) on foreign exchange forward	25	213	(1,797)	213	(1,797)
Dividend from financial assets at FVOCI	25	-	(240)	-	(240)
Net amortisation of premium - Financial assets at FVOCI	22	684	1,201	684	1,201
Operating profit before working capital changes		3,894	4,613	3,889	4,605
(Increase)/Decrease in operating assets:					
Loans, advances and financing		245,647	198,866	245,647	198,866
Other assets		1,077	739	1,077	739
Statutory deposits with Bank Negara Malaysia		2,000	(3,000)	2,000	(3,000)
		252,618	201,218	252,613	201,210

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 31 March 2024 (cont'd.)

	Note	Group		Bank	
		1.1.2024 to 31.03.2024 RM'000	1.1.2023 to 31.03.2023 RM'000	1.1.2024 to 31.03.2024 RM'000	1.1.2023 to 31.03.2023 RM'000
Increase/(Decrease) in operating liabilities:					
Deposits from customers		52,420	(104,781)	52,420	(104,781)
Deposits and placement from banks and other financial institutions		(100,909)	199,195	(100,909)	199,195
Other liabilities		(7,034)	(15,139)	(4,096)	(7,354)
Cash generated from operating activities		197,095	280,493	200,028	288,270
Taxes paid		(3,808)	(3,865)	(3,805)	(3,862)
Net cash generated from operating activities		193,287	276,628	196,223	284,408
Cash flows from investing activities					
Purchase of financial assets at FVOCI		(100,000)	(450,000)	(100,000)	(450,000)
Proceeds from redemption of financial assets at FVOCI		19,710	430,000	19,710	430,000
Interest received from financial asset at FVOCI		6,091	7,300	6,091	7,300
Proceeds from redemption of financial assets at amortised costs		6	-	6	-
Purchase of property and equipment		(135)	(23)	(135)	(23)
Dividend from financial assets at FVOCI		-	240	-	240
Net cash used in investing activities		(74,328)	(12,483)	(74,328)	(12,483)
Cash flows from financing activities					
Payment of lease liabilities	18	(385)	(371)	(385)	(371)
Net cash used in financing activities		(385)	(371)	(385)	(371)

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 31 March 2024 (cont'd.)

	Group		Bank	
	1.1.2024	1.1.2023	1.1.2024	1.1.2023
	to	to	to	to
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Net increase in				
cash and cash equivalents	118,574	263,774	121,510	271,554
Cash and cash equivalents				
at beginning of financial				
period	679,542	213,993	676,450	206,064
Cash and cash equivalents				
at end of financial period	<u>798,116</u>	<u>477,767</u>	<u>797,960</u>	<u>477,618</u>
Cash and cash equivalents				
comprise:				
Cash and short-term funds	698,462	297,708	698,306	297,559
Deposits and placements				
of banks and other				
financial institutions	99,654	180,059	99,654	180,059
	<u>798,116</u>	<u>477,767</u>	<u>797,960</u>	<u>477,618</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 - 31 March 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 FVTPL, financial assets at FVOCI and derivatives. The unaudited interim condensed financial statements are presented in Ringgit Malaysia ("RM"), which is the Bank's functional currency and all values are rounded to the nearest thousand ("RM'000") except when otherwise indicated.

The unaudited interim condensed financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 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:

Descriptions	Effective for annual periods beginning on or after
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 Standards, amendments to standards, annual improvements to standards and IC Interpretations issued but not yet effective

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

Descriptions	Effective for annual periods beginning on or after
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

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

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

(a) Impairment losses on financial assets (cont'd).

- Selection of forward-looking macroeconomic scenarios and their probability weightings.

(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 three months period ended 31 March 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 three months period ended 31 March 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 three months period ended 31 March 2024.

10. Dividends paid

No dividend was declared or paid during the three months period ended 31 March 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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Debt instruments		
Malaysian Government Securities	325,541	324,998
Government Investment Issues	153,285	152,854
Bank Negara Malaysia Bills	-	4,707
Negotiable Instruments of Deposit	100,809	-
Corporate bonds	257,726	271,833
	<u>837,361</u>	<u>754,392</u>
Equity instruments		
Unquoted shares	28,781	28,781
	<u>866,142</u>	<u>783,173</u>

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

The following ECL for debt instruments at FVOCI are not recognised in the statement of financial position as the carrying amount of debt instruments at FVOCI is equivalent to their fair value:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2024	3,494	-	-	3,494
New debt instruments originated	732	-	-	732
ECL allowance writeback	(72)	-	-	(72)
Debt instruments derecognised	33	-	-	33
At 31 March 2024	<u>4,187</u>	<u>-</u>	<u>-</u>	<u>4,187</u>
Group and Bank				
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

	Group and Bank	
	31.3.2024 RM'000	31.12.2023 RM'000
Unquoted securities		
Corporate bonds	421	427
	<u>421</u>	<u>427</u>
Less: ECL allowance charged	(421)	(427)
	<u>-</u>	<u>-</u>

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

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2024	-	-	427	427
ECL allowance writeback	-	-	(6)	(6)
At 31 March 2024	<u>-</u>	<u>-</u>	<u>421</u>	<u>421</u>

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

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

14. Loans, advances and financing

	Group and Bank	
	31.3.2024 RM'000	31.12.2023 RM'000
At amortised cost		
Overdrafts	42,061	56,479
Term loans:		
- Housing loans	860	879
- Syndicated term loan	79,095	77,804
- Other term loans	726,997	745,921
Revolving credits	1,055,812	1,284,989
Bills receivables	274,192	242,157
Trust receipts	74,237	97,095
Bankers' acceptances	330,176	325,266
Staff loans	277	291
	<u>2,583,707</u>	<u>2,830,881</u>
Unearned interest	(2,745)	(2,143)
Gross loans, advances and financing	<u>2,580,962</u>	<u>2,828,738</u>
Less: allowance for ECL		
- Stage 1	(26,710)	(25,911)
- Stage 2	(7,232)	(6,285)
- Stage 3	(68,790)	(78,715)
- Management overlay	(68,328)	(71,710)
	<u>(171,060)</u>	<u>(182,621)</u>
Net loans, advances and financing	<u>2,409,902</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:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Maturing within one year	1,834,023	2,079,734
One year to three years	144,947	159,985
Three years to five years	201,748	206,909
Over five years	400,244	382,110
	<u>2,580,962</u>	<u>2,828,738</u>

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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Primary agriculture	161,206	196,436
Mining and quarrying	7,790	8,050
Manufacturing	728,828	817,418
Electricity, gas and water supply	23,025	23,827
Construction	340,295	337,735
Wholesale and retail trade and restaurants and hotels	216,458	186,100
Transport, storage and communication	174,763	175,790
Finance, insurance, real estate and business activities	924,158	1,069,927
Household	4,439	13,455
	<u>2,580,962</u>	<u>2,828,738</u>

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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Domestic non-bank financial institutions	478,148	550,022
Domestic business enterprises:		
- Small medium enterprises	249,917	267,663
- Others	1,848,458	1,997,598
Individuals	4,439	13,455
	<u>2,580,962</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:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Fixed rate		
- Other fixed rate loan/financing	49,689	54,789
Variable rate		
- Base lending rate plus	97,083	116,048
- Cost-plus	1,673,450	1,841,640
- Other variable rates	760,740	816,261
	<u>2,580,962</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:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Balance as at 1 January	91,403	84,696
Classified as impaired during the period/year	215	20,781
Amount recovered during the period/year	(9,304)	(14,074)
Amount written off during the period/year	(2,129)	-
Balance as at 31 March/31 December	<u>80,185</u>	<u>91,403</u>
Allowance for ECL Stage 3	(68,790)	(78,715)
Net impaired loans, advances and financing	<u>11,395</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>0.45%</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:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
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	391	-	-	391
Loans, advances and financing derecognised (other than write-off)	(911)	(29)	(8,000)	(8,940)
Transfer to Stage 1	75	(75)	-	-
Transfer to Stage 2	(249)	249	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	1,493	802	204	2,499
Amount written off	-	-	(2,129)	(2,129)
Management overlay	-	-	-	(3,382)
At 31 March 2024	<u>26,710</u>	<u>7,232</u>	<u>68,790</u>	<u>171,060</u>
Group and Bank				
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:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Manufacturing	55,926	65,745
Construction	1,167	1,288
Wholesale and retail trade and restaurants and hotels	22,577	23,862
Household	515	508
	<u>80,185</u>	<u>91,403</u>

15. Other assets

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Deposits and prepayments	2,898	2,562
Other receivables	2,033	3,446
	<u>4,931</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.

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Statutory deposit with Bank Negara Malaysia	36,000	38,000
ECL allowance charged	(43)	(34)
	<u>35,957</u>	<u>37,966</u>

17. Property and equipment

During the three months period ended 31 March 2024, the Group and the Bank acquired assets with a cost of RM1,508,000 (31.12.2023: RM3,125,000).

18. Right-of-use assets and lease liabilities

	Group and Bank	
	31.3.2024	31.12.2023
Right-of-use assets	RM'000	RM'000
At 1 January	11,478	10,376
Non-cash addition	173	1,102
At 31 March/December	<u>11,651</u>	<u>11,478</u>
Accumulated amortisation		
At 1 January	5,884	4,505
Charge for the period/year (Note 26)	369	1,379
At 31 March/December	<u>6,253</u>	<u>5,884</u>
	<u>5,398</u>	<u>5,594</u>

The following are the amounts recognised in profit and loss:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Depreciation of ROU assets	369	1,379
Interest expense on lease liabilities	52	179
	<u>421</u>	<u>1,558</u>

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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
At 1 January	6,050	6,289
Non-cash addition	173	1,102
Accretion of interest expense (Note 23)	52	179
Lease payment	(385)	(1,520)
At 31 March/December	<u>5,890</u>	<u>6,050</u>

The weighted average discount rate applied ranges from 3.43% to 3.54% (2023: 3.25% to 3.52%) per annum. The Group does not face a significant liquidity risk with regard to its lease liabilities.

19. Deposits from customers

(i) By type of deposit:

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Fixed deposits	1,466,010	1,465,337
Current accounts	334,139	375,391
Savings deposits	6,488	6,614
Short term deposits	397,121	303,996
	<u>2,203,758</u>	<u>2,151,338</u>

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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Due within six months	1,535,062	1,285,853
Six months to one year	325,998	472,831
One year to three years	1,493	9,923
Over three years	578	726
	<u>1,863,131</u>	<u>1,769,333</u>

19. Deposits from customers (cont'd.)

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

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Business enterprises	1,712,755	1,611,802
Individuals	491,003	539,536
	<u>2,203,758</u>	<u>2,151,338</u>

20. Deposits and placements from banks and other financial institutions

	Group and Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
Licensed banks	352,221	207,640
Other financial institutions	279,854	525,344
	<u>632,075</u>	<u>732,984</u>

21. Other liabilities

	Group		Bank	
	31.3.2024	31.12.2023	31.3.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Accruals	6,305	14,639	6,302	11,698
Allowance for ECL on commitments and contingencies	18,541	19,911	18,541	19,911
Lease liability (Note 18)	5,890	6,050	5,890	6,050
Other payables	8,625	7,327	8,625	7,327
	<u>39,361</u>	<u>47,927</u>	<u>39,358</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:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2024	3,804	367	15,740	19,911
New loan/financing commitments, and financing guarantee originated	1	20	-	21
Loan/financing commitments, and financing guarantee derecognised	(678)	(84)	-	(762)
Transfer to Stage 1	14	(14)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(654)	25	-	(629)
At 31 March/December	<u>2,487</u>	<u>314</u>	<u>15,740</u>	<u>18,541</u>
Group and Bank				
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

	Group and Bank Current and Cumulative Quarter 3 months ended	
	1.1.2024 to 31.3.2024 RM'000	1.1.2023 to 31.3.2023 RM'000
Loans, advances and financing		
- Interest income other than recoveries from impaired loans	37,139	35,952
- Recoveries from impaired loans	-	-
- Interest income on impaired loans	213	302
Deposits and placements with banks and other financial institutions	7,082	1,614
Debt instruments at FVOCI	8,110	9,754
	<u>52,544</u>	<u>47,622</u>
Amortisation of premium		
- Financial assets at FVOCI	(684)	(1,201)
	<u>51,860</u>	<u>46,421</u>

23. Interest expense

	Group and Bank Current and Cumulative Quarter 3 months ended	
	1.1.2024 to 31.3.2024 RM'000	1.1.2023 to 31.3.2023 RM'000
Deposits from customers	22,070	16,573
Deposits and placements from banks and other financial institutions	4,467	3,931
Accretion of interest expense (Note 18)	52	68
	<u>26,589</u>	<u>20,572</u>

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

	Group and Bank			
	Current and Cumulative Quarter			
	1.1.2024 to 31.3.2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Cash and short term funds	1,307	-	-	1,307
- Financial assets at FVOCI	765	-	-	765
- Statutory deposits with Bank Negara Malaysia	9	-	-	9
- Loans, advances and financing	4,026	1,562	204	5,792
- Commitment and contingencies	498	8	-	506
	<u>6,605</u>	<u>1,570</u>	<u>204</u>	<u>8,379</u>
Allowance for ECL written back				
- Deposits and placements with banks and other financial institutions	(351)	-	-	(351)
- Financial assets at FVOCI	(72)	-	-	(72)
- Financial assets at amortised costs	-	-	(6)	(6)
- Loans, advances and financing	(3,227)	(615)	(8,000)	(11,842)
- Management overlay	-	-	-	(3,382)
- Commitment and contingencies	(1,815)	(61)	-	(1,876)
	<u>(5,465)</u>	<u>(676)</u>	<u>(8,006)</u>	<u>(17,529)</u>
Total	<u>1,140</u>	<u>894</u>	<u>(7,802)</u>	<u>(9,150)</u>

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

	Group and Bank			
	Current and Cumulative Quarter			
	1.1.2023 to 31.3.2023			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Cash and short term funds	219	-	-	219
- Deposits and placements with banks and other financial institutions	109	-	-	109
- Financial assets at FVOCI	808	-	-	808
- Loans, advances and financing	4,892	49	157	5,098
- Management overlay	-	-	-	-
- Commitment and contingencies	561	13	5	579
	<u>6,589</u>	<u>62</u>	<u>162</u>	<u>6,813</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(288)	-	-	(288)
- Loans, advances and financing	(1,745)	(420)	(4)	(2,169)
- Statutory deposit with Bank Negara Malaysia	(4)	-	-	(4)
- Management overlay	-	-	-	(3,724)
- Commitment and contingencies	(471)	-	(5)	(476)
	<u>(2,508)</u>	<u>(420)</u>	<u>(9)</u>	<u>(6,661)</u>
Impaired loans, advances and financing recovered	-	-	(5)	(5)
Total	<u>4,081</u>	<u>(358)</u>	<u>148</u>	<u>147</u>

25. Non-interest income

	Group		Bank	
	Current and Cumulative Quarter 3 months ended		Current and Cumulative Quarter 3 months ended	
	1.1.2024	1.1.2023	1.1.2024	1.1.2023
	to	to	to	to
	31.3.2024	31.3.2023	31.3.2024	31.3.2023
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	666	962	661	954
Service charges and fees	271	267	271	267
Guarantee fees	401	412	401	412
	<u>1,338</u>	<u>1,641</u>	<u>1,333</u>	<u>1,633</u>
Investment income:				
Gross dividend from financial assets at FVOCI	-	240	-	240
	<u>-</u>	<u>240</u>	<u>-</u>	<u>240</u>
Other income:				
Foreign exchange gain/(loss)	1,588	(863)	1,588	(863)
Unrealised (loss)/gain on foreign exchange forwards	(213)	1,797	(213)	1,797
Gain on sale of property and equipment	-	5	-	5
Rental income	220	202	220	202
Others	5	4	5	4
	<u>1,600</u>	<u>1,145</u>	<u>1,600</u>	<u>1,145</u>
Total	<u>2,938</u>	<u>3,026</u>	<u>2,933</u>	<u>3,018</u>

26. Overhead expenses

	Group and Bank Current and Cumulative Quarter 3 months ended	
	1.1.2024 to 31.3.2024 RM'000	1.1.2023 to 31.3.2023 RM'000
Personnel costs		
Salaries, allowances and bonuses	10,175	8,576
Defined Contribution Plan		
- Employees Provident Fund	1,350	1,102
Others	668	378
	<u>12,193</u>	<u>10,056</u>
Establishment costs		
Depreciation	1,117	1,113
Amortisation of intangible assets	22	45
Depreciation of right-of-use assets (Note 18)	369	329
Repair and maintenance	651	532
Information technology	352	393
Others	514	577
	<u>3,025</u>	<u>2,989</u>
Marketing costs		
Advertising and publicity	82	23
Others	56	18
	<u>138</u>	<u>41</u>
Administration and general costs		
Communication expenses	270	261
Subscriptions	624	647
Professional fees	5	78
Auditors remunerations	88	95
Non-executive directors' remuneration	417	306
Insurance	343	188
Travelling	91	71
Others	512	167
	<u>2,350</u>	<u>1,813</u>
Total	<u>17,706</u>	<u>14,899</u>

27. Commitments and contingencies

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

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

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

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
31 March 2024				
Direct credit substitutes	4,738	-	4,738	2,408
Transaction-related contingent items	225,819	-	105,039	102,459
Short-term self-liquidating trade-related contingencies	12,578	-	2,516	2,516
Forward foreign exchange contracts				
- less than one year	167,658	1,022	1,935	917
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	28,216	-	14,108	13,879
- maturity less than one year	2,402,982	-	480,596	470,231
Any commitment that are unconditionally cancelled at any time without prior notice	2,620	-	-	-
Total	2,844,611	1,022	608,932	592,410

27. Commitments and contingencies (cont'd.)

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

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
31 December 2023				
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		-	-
Total	2,726,968	1,860	618,257	609,170

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

28. Fair value hierarchy

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

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

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

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

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

Group and Bank 31 March 2024	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments :				
Malaysian Government Securities	-	325,541	-	325,541
Government Investment Issue	-	153,285	-	153,285
Negotiable Instruments of Deposit	-	100,809	-	100,809
Corporate bonds	-	257,726	-	257,726
Equity instruments :				
Unquoted shares	-	-	28,781	28,781
	-	837,361	28,781	866,142
<u>Derivatives financial instruments</u>				
Derivative financial assets :				
Unrealised gain on derivatives	-	1,022	-	1,022
Derivative financial liabilities :				
Unrealised loss on derivatives	-	(201)	-	(201)

28. Fair value hierarchy (cont'd.)

Group and Bank 31 December 2023	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments :				
Malaysian Government Securities	-	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 revised Capital Adequacy Frameworks on Capital Components and Basel II - Risk-weighted Assets issued on 2 February 2018. 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 up to 2.5% and a CCyB above the minimum regulatory capital adequacy ratios above. Under the transition arrangements, capital conservation buffer will be phased-in as follows:

Calendar Year	Capital Conservation Buffer
2018	1.875%
2019 onwards	2.500%

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

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

	Bank	
	31.3.2024	31.12.2023
CET 1 Capital Ratio	36.31%	34.53%
Tier 1 Capital Ratio	36.31%	34.53%
Total Capital Ratio	<u>37.49%</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:

	Bank	
	31.3.2024	31.12.2023
	RM'000	RM'000
CET 1 Capital		
Paid-up share capital	1,000,000	1,000,000
Unrealised gain on financial assets at FVOCI	30,968	29,254
Retained profits	360,751	346,240
Less: Regulatory adjustments, applied on CET1 Capital:		
Other intangibles	(47)	(69)
Deferred tax assets	(19,547)	(20,853)
55% of unrealised gain on financial assets at at FVOCI	(17,032)	(16,090)
Total CET 1 Capital	<u>1,355,093</u>	<u>1,338,482</u>
Tier 2 Capital		
Stage 1 and 2 ECL *	43,999	45,733
Less: Investment in subsidiary	(10)	(10)
Total Tier 2 Capital	<u>43,989</u>	<u>45,723</u>
Total capital		
CET 1 Capital	1,355,093	1,338,482
Tier 2 Capital	43,989	45,723
Total Capital	<u>1,399,082</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:

	Principal 31.3.2024 RM'000	Risk- weighted assets 31.3.2024 RM'000	Principal 31.12.2023 RM'000	Risk- weighted assets 31.12.2023 RM'000
0%	526,704	-	685,227	-
20%	993,704	198,741	715,109	143,022
35%	473	166	491	172
50%	168,382	84,191	84,024	42,012
75%	2,639	1,979	3,170	2,378
100%	3,234,862	3,234,862	3,471,096	3,471,096
150%	-	-	-	-
Total risk-weighted assets for credit risk		<u>3,519,939</u>		<u>3,658,680</u>
Total risk-weighted assets for market risk		5,242		12,008
Total risk-weighted assets for operational risk		<u>207,171</u>		<u>205,079</u>
Total risk-weighted assets		<u><u>3,732,352</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 balances

	Group		Bank	
	31.3.2024 RM'000	31.12.2023 RM'000	31.3.2024 RM'000	31.12.2023 RM'000
Cash and short-term funds				
Ultimate Holding Company Bangkok Bank Public Company Limited and its branches	13,471	14,109	13,471	14,109
Subsidiary of Bangkok Bank Public Company Limited PT Bank Permata TBK	58	52	58	52
Deposits from Customers				
Subsidiary BBL Nominees (Tempatan) Sdn Bhd	-	-	156	3,092
Key management personnel	2,296	2,088	2,296	2,088
Deposits and placements from banks and other financial institutions				
Ultimate Holding Company Bangkok Bank Public Company Limited and its branches	185,859	43,550	185,859	43,550

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

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

	Group		Bank	
	31.3.2024	31.12.2023	31.3.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Commitments				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited	<u>477,148</u>	<u>463,665</u>	<u>477,148</u>	<u>463,665</u>

(i) Related party transactions

	Group and Bank	
	Cumulative 3 Months	
	Ended	
	1.1.2024	1.1.2023
	to	to
	31.3.2024	31.3.2023
	RM'000	RM'000
Interest Income		
Ultimate Holding Company		
Bangkok Bank Public Company Limited and its branches	<u>134</u>	<u>236</u>
Interest Expense		
Ultimate Holding Company		
Bangkok Bank Public Company Limited and its branches	<u>1,555</u>	<u>2,006</u>
Key management personnel	<u>18</u>	<u>21</u>
Administrative Expenses		
Ultimate Holding Company		
Bangkok Bank Public Company Limited and its branches	<u>387</u>	<u>322</u>