

MALAYSIAN INDUSTRIAL DEVELOPMENT FINANCE BERHAD
Registration Number: 196001000082 (3755-M)
(Incorporated in Malaysia)

Unaudited Condensed Interim Financial Statements
30 September 2022

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

		Group		Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
ASSETS	Note				
Cash and short-term funds	10	587,470	797,040	451,084	381,258
Deposits and placements with licensed banks and other financial institutions	11	44,816	144,249	41,816	138,799
Financial assets at fair value through profit or loss ("FVTPL")	12	206,228	299,932	116,970	248,908
Financial investments at fair value through other comprehensive income ("FVOCI")	13	2,401,920	2,561,829	138,435	137,904
Financial investments at amortised cost	14	2,821,709	2,343,837	-	-
Loans, advances and financing	15	1,489,967	1,576,982	76,483	87,645
Other assets	16	135,748	143,746	64,500	34,244
Statutory deposits with Bank Negara Malaysia		118,082	107,127	-	-
Investment in subsidiaries		-	-	598,194	598,194
Investment properties		2,376	2,442	-	-
Property, plant and equipment		2,082	2,799	1,945	2,568
Intangible assets		12,887	12,405	8,335	8,875
Deferred tax assets		26,681	20,598	6,846	6,591
Derivative assets	19	13,951	6,878	-	-
Right-of-use assets and lease receivables		7,724	13,328	7,549	13,141
		<u>7,871,641</u>	<u>8,033,192</u>	<u>1,512,157</u>	<u>1,658,127</u>
Goodwill		86,713	86,713	-	-
TOTAL ASSETS		<u>7,958,354</u>	<u>8,119,905</u>	<u>1,512,157</u>	<u>1,658,127</u>
LIABILITIES					
Deposits from customers	17	4,568,390	4,907,846	-	-
Deposits and placements of banks and other financial institutions	18	1,378,403	1,063,034	-	-
Other liabilities	20	122,016	160,893	59,982	69,675
Borrowings and government grant	21	253,244	270,229	253,244	270,229
Provision for taxation and zakat		1,892	1,167	336	431
Employee benefits		12,353	11,590	9,200	8,649
Lease liability		7,737	13,328	7,737	13,328
TOTAL LIABILITIES		<u>6,344,035</u>	<u>6,428,087</u>	<u>330,499</u>	<u>362,312</u>
SHAREHOLDER'S EQUITY					
Capital and reserves attributable to shareholder of the Company					
Share capital		879,931	879,931	879,931	879,931
Reserves		734,149	811,642	301,727	415,884
		<u>1,614,080</u>	<u>1,691,573</u>	<u>1,181,658</u>	<u>1,295,815</u>
Non-controlling interests		239	245	-	-
TOTAL SHAREHOLDER'S EQUITY		<u>1,614,319</u>	<u>1,691,818</u>	<u>1,181,658</u>	<u>1,295,815</u>
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		<u>7,958,354</u>	<u>8,119,905</u>	<u>1,512,157</u>	<u>1,658,127</u>
COMMITMENTS AND CONTINGENCIES	32	<u>1,188,350</u>	<u>999,276</u>	<u>10,268</u>	<u>12,565</u>
NET ASSETS PER SHARE (RM)		<u>3.36</u>	<u>3.52</u>	<u>2.46</u>	<u>2.70</u>

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

Group	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
		30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Operating revenue	31	121,796	83,587	310,200	272,387
Interest income	22	22,891	20,743	69,101	62,560
Interest expense	23	(11,735)	(7,599)	(31,109)	(24,365)
Net interest income		11,156	13,144	37,992	38,195
Net income from Islamic banking operations	37	39,194	40,863	117,790	124,417
Non-interest income	24	31,409	2,475	47,449	23,278
		81,759	56,482	203,231	185,890
Operating expenses	25	(47,964)	(36,935)	(137,381)	(121,198)
Operating profit		33,795	19,547	65,850	64,692
Expected credit loss allowance (made)/ written back on:					
- loans, advances and financing	26	(10,378)	(799)	(5,556)	(5,181)
- financial investments	27	142	(54)	3,092	269
- other assets	28	498	248	570	(112)
Profit before taxation and zakat		24,057	18,942	63,956	59,668
Taxation		(6,022)	(5,580)	(17,691)	(18,953)
Zakat		(545)	(652)	(1,875)	(1,819)
Profit after taxation and zakat		17,490	12,710	44,390	38,896
Attributable to:					
Shareholder of the Company		17,493	12,710	44,396	38,898
Non-controlling interests		(3)	-	(6)	(2)
Profit for the financial period		17,490	12,710	44,390	38,896
Earnings per share (sen)					
- Basic and diluted	30	3.64	2.65	9.24	8.10

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit for the financial period	17,490	12,710	44,390	38,896
Other comprehensive income:				
Other comprehensive (loss)/ income to be reclassified to profit or loss in subsequent periods:				
Changes in allowance for expected credit loss ("ECL")	(30)	7	(56)	30
Net (loss)/ gain on financial investments at FVOCI				
-Transfer of gain to profit or loss upon disposal	(12)	(1,139)	(62)	(8,240)
- Fair value changes	1,798	(5,881)	(19,596)	(13,373)
Other comprehensive income/ (loss) for the financial period, net of tax	1,756	(7,013)	(19,714)	(21,583)
Total comprehensive income for the financial period attributable to equity holder of the Group	19,246	5,697	24,676	17,313
Total comprehensive income for the financial period attributable to:				
Shareholder of the Company	19,249	5,697	24,681	17,315
Non-controlling interests	(3)	-	(5)	(2)
	19,246	5,697	24,676	17,313

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

<u>Company</u>	<u>Note</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
		30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Operating revenue		34,982	18,898	81,924	82,652
Interest income	22	3,166	3,022	9,995	10,822
Interest expense	23	(915)	(895)	(2,806)	(2,963)
Net interest income		2,251	2,127	7,189	7,859
Net income from Islamic banking operations	37	20,296	14,453	49,425	42,589
Non-interest income	24	11,865	1,627	23,556	30,493
		34,412	18,207	80,170	80,941
Operating expenses	25	(30,776)	(21,999)	(85,614)	(72,621)
Operating loss		3,636	(3,792)	(5,444)	8,320
Expected credit loss allowance written back/ (made) back on:					
- loans, advances and financing	26	(6,137)	53	(6,415)	(992)
- other assets	28	3	43	3	67
(Loss)/ profit before taxation and zakat		(2,498)	(3,696)	(11,856)	7,394
Taxation		1,303	1,493	254	599
Zakat		(134)	(168)	(386)	(374)
(Loss)/ income representing total comprehensive (loss)/ income for the financial period		(1,329)	(2,372)	(11,988)	7,619
Attributable to:					
Shareholder of the Company		(1,329)	(2,372)	(11,988)	7,619
(Loss)/ profit for the financial period		(1,329)	(2,372)	(11,988)	7,619
Earnings per share (sen)					
- Basic and diluted	30	(0.28)	(0.49)	(2.50)	1.59

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Attributable to shareholder of the Company				Non-controlling interests	Total Equity
	Non-Distributable		Distributable			
<u>Group</u>	Share Capital RM'000	FVOCI Reserve # RM'000	Regulatory Reserve ^ RM'000	Retained Profits RM'000	Total RM'000	
At 1 January 2022	879,931	(13,073)	18,485	806,230	1,691,573	245
Other comprehensive loss for the financial period	-	(21,883)	-	-	(21,883)	-
Profit/ (loss) for the financial period	-	-	-	44,390	44,390	(6)
Total comprehensive (loss)/ income for the financial period	-	(21,883)	-	44,390	22,507	(6)
Transactions with owner						
Dividends	-	-	-	(100,000)	(100,000)	-
Transfer to regulatory reserve	-	-	10,016	(10,016)	-	-
At 30 September 2022	879,931	(34,956)	28,501	740,604	1,614,080	239

The FVOCI reserve arises from the change in the fair value of the underlying instruments and it is not distributable as cash dividends.

^ The regulatory reserve is maintained in compliance with the revised Bank Negara Malaysia guidelines on Financial Reporting in which the Group is required to maintain, in aggregate, loss allowance for non-credit-impaired exposures and regulatory reserves of no less than 1% of total exposures, net of loss allowance for credit-impaired exposures.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

Group	Attributable to shareholder of the Company				Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
	Non-Distributable		Distributable				
	Share Capital RM'000	FVOCI Reserve # RM'000	Regulatory Reserve ^ RM'000	Retained Profits RM'000			
At 1 January 2021	879,931	16,650	16,324	874,863	1,787,768	250	1,788,018
Other comprehensive (loss)/ income for the financial period	-	(21,583)	-	164	(21,419)	-	(21,419)
Profit/ (loss) for the financial period	-	-	-	38,897	38,897	(2)	38,895
Total comprehensive (loss)/ income for the financial period	-	(21,583)	-	39,061	17,478	(2)	17,476
Transactions with owner							
Dividends*	-	-	-	(100,000)	(100,000)	-	(100,000)
Transfer from regulatory reserve	-	-	(1,490)	1,490	-	-	-
At 30 September 2021	879,931	(4,933)	14,834	815,414	1,705,246	248	1,705,494

The FVOCI reserve arises from the change in the fair value of the underlying instruments and it is not distributable as cash dividends.

^ The regulatory reserve is maintained in compliance with the revised Bank Negara Malaysia guidelines on Financial Reporting in which the Group is required to maintain, in aggregate, loss allowance for non-credit-impaired exposures and regulatory reserves of no less than 1% of total exposures, net of loss allowance for credit-impaired exposures.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	----- Attributable to shareholder of the Company -----			
	----- Non-distributable -----		Distributable	
<u>Company</u>	Share Capital RM'000	FVOCI Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 January 2022	879,931	(52,919)	468,803	1,295,815
Other comprehensive loss for the financial period	-	(2,169)	-	(2,169)
Loss for the financial period	-	-	(11,988)	(11,988)
Total comprehensive loss for the financial period	-	(2,169)	(11,988)	(14,157)
Transaction with owner				
Dividends	-	-	(100,000)	(100,000)
At 30 September 2022	879,931	(55,088)	356,815	1,181,658

	----- Attributable to shareholder of the Company -----			
	----- Non-distributable -----		Distributable	
	Share Capital RM'000	FVOCI Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 January 2021	879,931	(53,514)	562,791	1,389,208
Profit for the financial period	-	-	7,619	7,619
Total comprehensive income for the financial period	-	-	7,619	7,619
Transaction with owner				
Dividends	-	-	(100,000)	(100,000)
At 30 September 2021	879,931	(53,514)	470,410	1,296,827

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Group		Company	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit/ (loss) before taxation and zakat	63,956	59,668	(11,856)	7,394
Adjustment on non-cash items	(11,462)	5,151	15,994	1,669
Operating profit/ (loss) before changes in working capital	52,494	64,818	4,138	9,063
Changes in working capital:				
Net changes in operating assets	(144,117)	(511,065)	109,248	(11,193)
Net changes in operating liabilities	(63,774)	946,455	(9,637)	21,135
Tax expense and zakat paid	(26,296)	(17,400)	(5,554)	(6,326)
Retirement benefits paid	-	(916)	-	(468)
Net cash (used in)/ generated from operating activities	(181,694)	481,893	98,195	12,211
Net cash used in investing activities	(4,387)	(5,267)	(2,430)	(4,352)
Net cash used in financing activities	(122,922)	(106,984)	(122,922)	(106,984)
Net (decrease)/ increase in cash and cash equivalents	(309,003)	369,642	(27,157)	(99,125)
Cash and cash equivalents at beginning of the financial period	941,289	925,632	520,057	578,182
Cash and cash equivalents at end of the financial period	632,286	1,295,274	492,900	479,057

Cash and cash equivalents included in the statements of cash flows comprise the following statement of financial position amounts:

	Group		Company	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Cash and short-term funds	587,470	1,085,553	451,084	277,536
Deposits and placements with banks and other financial institutions	44,816	209,721	41,816	201,521
	632,286	1,295,274	492,900	479,057

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2021.

Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134, *Interim Financial Reporting* ("MFRS 134"), International Accounting Standard 34 ("IAS 34"), Guidelines on Financial Reporting and Guidelines on Financial Reporting for Islamic Banking Institutions issued by Bank Negara Malaysia

1. Basis of preparation

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"), IAS 34, *Interim Financial Reporting* issued by the International Accounting Standards Board ("IASB"), Bank Negara Malaysia ("BNM") Guidelines and the requirements of the Companies Act, 2016 in Malaysia. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited annual financial statements of the Group and the Company for the financial year ended 31 December 2021.

The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 31 December 2021.

2. Significant accounting policies

The accounting policies applied by the Group and the Company in these condensed interim financial statements are the same as those applied by the Group and the Company in their financial statements for the year ended 31 December 2021.

2.1 Adoption of Amendments and Annual Improvements to Standards

The Group and the Company have adopted the following Amendments and Annual Improvements to Standards, with a date of initial application of 1 January 2022.

- Annual improvements to MFRS Standards 2018 - 2020 Cycle
- Amendments to MFRS 4: *Insurance Contracts* -
Extension of the Temporary Exemption from Applying MFRS 9

The above adoption did not result in any material impact to the financial statements of the Group and the Company.

2.2 Standards issued but not yet effective

At the date of authorisation of the unaudited condensed interim financial statements, the following Standards and Amendments to Standards were issued but not yet effective and have not been adopted by the Group and the Company.

Description	Effective for financial periods beginning on or after
MFRS 4: <i>Insurance Contracts</i> (will be superseded by MFRS 17)	1 January 2023
MFRS 17 and Amendments to MFRS 17: <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 112: <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 17: <i>Initial application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

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

3. Comments about seasonal or cyclical factors

The Group's and the Company's performance is not materially affected by any seasonal or cyclical factors but is affected by the level of activities in the securities and derivatives markets.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 30 September 2022.

5. Significant estimates and changes in estimates

There were no changes in estimates that have had any material effect on the quarter ended 30 September 2022.

6. Debt and equity securities

There were no changes in debt and equity securities during the quarter ended 30 September 2022.

7. Dividend paid/payable

A single tier interim dividend in respect of the current financial year ended 31 December 2021 of 20.8 sen per share on 480,355,627 ordinary shares, amounting to a dividend of RM100.0 million has been approved by the Board of Directors on 25 February 2022. On 13 June 2022, Bank Negara Malaysia ("BNM") approved this dividend. The dividend was paid on 6 July 2022.

8. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2021 was not qualified.

9. Performance review

The Group generated a profit before tax of RM63.9 million for the period ended 30 September 2022, which is RM4.3 million higher than previous corresponding period's profit before tax of RM59.7 million. The improved performance is attributable to higher expected credit loss written back of RM3.1 million coupled with a higher operating profit of RM1.2 million.

10. Cash and short-term funds

	Group		Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Cash and bank balances	25,721	55,960	3,635	3,378
Deposits and placements maturing within one month	561,749	741,080	447,449	377,880
	<u>587,470</u>	<u>797,040</u>	<u>451,084</u>	<u>381,258</u>

As at reporting date, the dealer's representatives' and clients' monies held in trust by the Group amounted to approximately RM10,209,000 (2021: RM10,433,000). These amounts are excluded from the cash and short-term funds of the Group.

11. Deposits and placements with licensed banks and other financial institutions

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Deposits with licensed banks	44,816	144,249	41,816	138,799
	<u>44,816</u>	<u>144,249</u>	<u>41,816</u>	<u>138,799</u>

12. Financial assets at fair value through profit or loss ("FVTPL")

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
At fair value				
Money market instruments:				
Government Investment Issues	-	52,038	-	52,038
Unquoted securities in Malaysia:				
Corporate bonds/sukuk	-	53,073	-	53,073
Islamic commercial papers	99,682	124,526	99,682	124,526
Shares	51,025	30,245	-	-
	<u>150,707</u>	<u>207,844</u>	<u>99,682</u>	<u>177,599</u>
Unit Trust	55,521	40,050	17,288	19,271
	<u>206,228</u>	<u>299,932</u>	<u>116,970</u>	<u>248,908</u>

13. Financial investments at fair value through comprehensive income ("FVOCI")

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
At fair value				
Money market instruments:				
Government investment Issues	1,078,748	1,273,083	-	-
Malaysian treasury bills	497,248	398,374	-	-
Negotiable instruments of deposit	198,624	249,362	-	-
	<u>1,774,620</u>	<u>1,920,819</u>	<u>-</u>	<u>-</u>
Unquoted securities in Malaysia:				
Corporate bonds/sukuk	625,800	637,041	2	2
Redeemable preference shares*	-	-	138,433	135,433
Shares	1,500	3,969	-	2,469
	<u>627,300</u>	<u>641,010</u>	<u>138,435</u>	<u>137,904</u>
	<u>2,401,920</u>	<u>2,561,829</u>	<u>138,435</u>	<u>137,904</u>

* The redeemable preference shares are issued by wholly-owned subsidiaries and eliminated in the consolidated financial statements.

13. Financial investments at fair value through comprehensive income ("FVOCI") (cont'd.)

An analysis of changes in ECL allowances in relation to FVOCI is as follows:

<u>Group</u>	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
ECL as at 1 January 2021	303	81,279	81,582
Impairment made	19	-	19
Written back	-	(1,214)	(1,214)
Written off	-	(13,491)	(13,491)
ECL as at 31 December 2021	<u>322</u>	<u>66,574</u>	<u>66,896</u>
ECL as at 1 January 2022	322	66,574	66,896
Written back	(56)	-	(56)
ECL as at 30 September 2022	<u>266</u>	<u>66,574</u>	<u>66,840</u>

<u>Company</u>	Stage 3 Individual RM'000	Total RM'000
ECL as at 1 January 2021	6,852	6,852
Written back	(88)	(88)
ECL as at 31 December 2021	<u>6,764</u>	<u>6,764</u>
ECL as at 1 January 2022/ 30 September 2022	<u>6,764</u>	<u>6,764</u>

There were no Stage 2 exposure as of 30 September 2022 and 31 December 2021.

14. Financial investments at amortised cost

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Money market instruments:		
Malaysian Government Securities	653,973	-
Government investment issue	497,385	513,211
	<u>1,151,358</u>	<u>513,211</u>
Unquoted securities in Malaysia:		
Corporate Bonds/ sukuk	1,667,593	1,830,837
Loan stocks	9,822	9,854
	<u>1,677,415</u>	<u>1,840,691</u>
Less: Expected credit loss allowance	(a) (7,064)	(10,065)
	<u>2,821,709</u>	<u>2,343,837</u>

(a) An analysis of changes in ECL allowances in relation to financial investments at amortised cost is as follows:

Group	Stage 1 Collective RM'000	Stage 2 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
ECL as at 1 January 2021	789	2,426	6,994	10,209
Impairment made	-	-	138	138
Written back	(282)	-	-	(282)
ECL as at 31 December 2021	<u>507</u>	<u>2,426</u>	<u>7,132</u>	<u>10,065</u>
ECL as at 1 January 2022	507	2,426	7,132	10,065
Transfer	19	-	-	19
Written back	(111)	(2,426)	(483)	(3,020)
ECL as at 30 September 2022	<u>415</u>	<u>-</u>	<u>6,649</u>	<u>7,064</u>

15. Loans, advances and financing

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Term loans/financing				
- Syndicated term loans/ financing	390,107	265,399	-	-
- Hire purchase receivables	8,136	9,330	8,136	9,330
- Real estate financing	18,466	18,707	-	-
- Murabahah financing	158,524	178,280	-	-
Other term loans/financing	485,466	717,359	116,319	120,382
	1,060,699	1,189,075	124,455	129,712
Margin accounts	631,457	585,429	-	-
Staff loans	628	734	403	423
	1,692,784	1,775,238	124,858	130,135
Less: Unearned interest/ income	(8,034)	(8,300)	(8,034)	(8,300)
Gross loans, advances and financing	1,684,750	1,766,938	116,824	121,835
Less: ECL allowance	(194,783)	(189,956)	(40,341)	(34,190)
Total net loans, advances and financing	1,489,967	1,576,982	76,483	87,645

The Group and the Company operate principally in Malaysia and hence, disclosure of information by geographical area is not presented.

Gross loans, advances and financing

a. By type of customer

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Domestic business enterprises				
- Small medium enterprises	1,095,586	1,095,689	68,735	72,801
- Others	94,360	229,951	47,686	48,611
Individuals	494,804	441,298	403	423
Gross loans, advances and financing	1,684,750	1,766,938	116,824	121,835

b. By interest/profit rate sensitivity

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Fixed rate				
- Staff loans	628	734	403	423
- Hire purchase receivables	7,403	8,765	7,403	8,765
- Other fixed rate loan/financing	779,592	741,884	87,156	90,738
Variable rate:				
- Base Lending Rate ("BLR") plus	21,862	21,909	21,862	21,909
- Cost plus	875,265	993,646	-	-
Gross loans, advances and financing	1,684,750	1,766,938	116,824	121,835

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

c. By economic sector

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Finance, insurance, and business services	445,216	706,012	10,785	11,741
Household	494,387	440,837	-	-
Education and Health	156,406	147,596	-	-
Real Estate	116,011	131,270	-	-
Construction	90,754	87,191	-	-
Manufacturing	71,949	74,096	39,750	39,945
Wholesale and retail trade and restaurants and hotels	66,024	60,895	47,533	48,658
Mining and quarrying	52,000	56,207	-	-
Electricity, gas and water supply	40,269	40,248	-	-
Transport, storage and communications	145,620	15,203	13,497	15,203
Others	6,114	7,383	5,259	6,288
Gross loans, advances and financing	<u>1,684,750</u>	<u>1,766,938</u>	<u>116,824</u>	<u>121,835</u>

d. By residual contractual maturity

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Within one year	1,039,762	1,254,846	72,120	62,422
One year to five years	408,435	388,183	26,978	24,373
After five years	236,553	123,909	17,726	35,040
Gross loans, advances and financing	<u>1,684,750</u>	<u>1,766,938</u>	<u>116,824</u>	<u>121,835</u>

e. Impaired loans, advances and financing ("ILs")

(i) Movements in ILs

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
At 1 January	350,042	321,170	60,558	63,065
Classified as impaired	59,933	82,587	4,671	449
Amount recovered	(23,520)	(11,905)	(261)	(2,956)
Amount written off	-	(41,810)	-	-
At 30 September/31 December	<u>386,455</u>	<u>350,042</u>	<u>64,968</u>	<u>60,558</u>
Less: ECL allowances	<u>(184,576)</u>	<u>(172,625)</u>	<u>(37,403)</u>	<u>(28,786)</u>
Net ILs	<u>201,879</u>	<u>177,417</u>	<u>27,565</u>	<u>31,772</u>
Ratio of net ILs to gross loans, advances and financing less ECL allowance (Stage 3)	<u>13.46%</u>	<u>11.13%</u>	<u>34.71%</u>	<u>34.15%</u>

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

e. Impaired loans, advances and financing ("ILs") (cont'd.)

(ii) ILs by economic sector

	Group		Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Finance, insurance, and business services	85,388	85,314	3,638	3,564
Household	60,989	65,736	-	-
Real Estate	116,011	131,270	-	-
Mining and quarrying	52,000	-	-	-
Manufacturing	38,926	38,948	38,926	38,949
Wholesale and retail trade and restaurants and hotels	26,952	26,525	16,223	15,796
Transport, storage and communication	5,753	1,821	5,753	1,821
Others	436	428	428	428
	386,455	350,042	64,968	60,558

(iii) Movements in impairment provision

Expected credit loss allowance on loans, advances and financing

	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
Group				
ECL as at 1 January 2021	17,478	1,014	156,826	175,318
Transfer to Stage 1	2,478	(771)	-	1,707
Transfer to Stage 2	(3,930)	3,930	-	-
Transfer to Stage 3	(3,169)	-	3,169	-
Impairment made	1,610	-	59,869	61,479
Written back	(1,074)	(234)	(4,481)	(5,789)
Written off	-	-	(41,809)	(41,809)
Discount unwind	-	-	(949)	(949)
ECL as at 31 December 2021	13,393	3,939	172,625	189,957
ECL as at 1 January 2022	13,393	3,939	172,625	189,957
Transfer	536	-	-	536
Transfer to Stage 3	-	(1,934)	1,934	-
Impairment made	-	95	22,655	22,750
Written back	(5,445)	(377)	(12,049)	(17,871)
Discount unwind	-	-	(589)	(589)
ECL as at 30 September 2022	8,484	1,723	184,576	194,783

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

e. Impaired loans, advances and financing ("ILs") (cont'd.)

(iii) Movements in impairment provision (cont'd.)

<u>Company</u>	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
ECL as at 1 January 2021	3,015	1,014	30,849	34,878
Transfer to Stage 1	771	(771)	-	-
Transfer to Stage 2	(1,996)	1,996	-	-
Impairment made	1,610	-	-	1,610
Written back	-	(234)	(1,114)	(1,348)
Discount unwind	-	-	(949)	(949)
ECL as at 31 December 2021	3,400	2,005	28,786	34,191
ECL as at 1 January 2022	3,400	2,005	28,786	34,191
Impairment made	-	95	10,810	10,905
Written back	(2,185)	(377)	(1,604)	(4,166)
Discount unwind	-	-	(589)	(589)
ECL as at 30 September 2022	1,215	1,723	37,403	40,341

16. Other assets

		Group		Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Note					
Interest/profit receivables		39,338	43,087	702	1,730
Amount due from brokers and clients	(a)	17,358	45,750	-	-
Deposits, prepayments and other receivables		20,368	24,352	10,994	8,044
Less: ECL allowance	(b)	(4,186)	(6,184)	(4)	(7)
		16,182	18,168	10,990	8,037
Amount receivables from Danaharta		96,973	96,973	-	-
Less: ECL allowance		(96,973)	(96,973)	-	-
		-	-	-	-
Amount due from subsidiaries	(c)	-	-	16,491	10,650
Amount due from Government Scheme Fund		17,419	-	17,419	-
Tax recoverable		45,451	36,741	18,898	13,827
		135,748	143,746	64,500	34,244

16. Other assets (cont'd.)

(a) Amount due from brokers and clients

<u>Group</u>	<u>Note</u>	30 September 2022 RM'000	31 December 2021 RM'000
Brokers		7,251	11,171
Clients		10,107	34,579
		<u>17,358</u>	<u>45,750</u>

Clients' and brokers' debit balances arose from trading of securities, through the investment banking subsidiary, which are not yet due for settlement as at reporting date.

(b) Deposits, prepayments and other receivables

		Group	
ECL allowance		30 September 2022 RM'000	31 December 2021 RM'000
At 1 January		(6,184)	(6,636)
Impairment made		-	(1,808)
Written back		570	72
Written off		1,428	2,188
At 30 September/ 31 December		<u>(4,186)</u>	<u>(6,184)</u>

		Company	
		30 September 2022 RM'000	31 December 2021 RM'000
At 1 January		(7)	(55)
Written back		3	48
At 30 September/ 31 December		<u>(4)</u>	<u>(7)</u>

(c) Amounts due from subsidiaries - current accounts

These amounts are unsecured, interest-free and repayable on demand.

17. Deposits from customers

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
(i) By type of deposit		
Call deposits	71,085	12,165
Fixed deposits	4,497,305	4,895,681
	<u>4,568,390</u>	<u>4,907,846</u>
(ii) By type of customer		
Business enterprises	2,190,586	2,251,852
Government and statutory bodies	2,375,046	2,653,294
Individuals	2,758	2,700
	<u>4,568,390</u>	<u>4,907,846</u>
(iii) The maturity structure of term deposits are as follows:		
Due within six months	4,437,650	4,504,164
Six months to one year	130,740	350,172
One year to two years	-	53,510
	<u>4,568,390</u>	<u>4,907,846</u>

18. Deposits and placements of banks and other financial institutions

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
(i) Call deposits		
- Other financial institutions	44,700	19,090
(ii) Fixed deposits		
- Licensed banks	53,000	-
- Other financial institutions	1,280,703	1,043,944
	<u>1,333,703</u>	<u>1,043,944</u>
	<u>1,378,403</u>	<u>1,063,034</u>

19. Derivative assets

<u>Group</u>	Contract or underlying principal amount RM'000	Derivative assets RM'000	Derivative liabilities RM'000
30 September 2022			
Interest rate related derivatives:			
- Interest rate swaps	300,000	13,951	-
31 December 2021			
Interest rate related derivatives:			
- Interest rate swaps	300,000	6,878	-

20. Other liabilities

	Note	Group		Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Amount due to brokers and clients	(a)	17,549	48,058	-	-
Accrued interest and other payables		73,556	73,706	33,860	33,007
Other creditors and accruals	(b)	28,357	27,844	26,065	26,662
Amount due to Government Scheme Fund ("GSF")		-	9,893	-	9,893
ECL allowance on loans /financing commitments and financial investments	(c)	2,554	1,392	57	113
		<u>122,016</u>	<u>160,893</u>	<u>59,982</u>	<u>69,675</u>

(a) Amount due to brokers and clients

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Brokers	486	10,731
Clients	17,063	37,327
	<u>17,549</u>	<u>48,058</u>

(b) In the current financial period, there is no Shariah non-compliance income included in the above (2021: Nil) for the Group and the Company respectively.

20. Other liabilities (cont'd.)

(c) Movements in the ECL allowances on loans, advances and financing commitments and financial investments are as follows:

Group	Loans, advances and financing commitments RM'000	Financial investments RM'000	Total RM'000
Stage 1 Collective			
At 1 January 2021	2,715	101	2,816
Transfer	(1,707)	-	(1,707)
Impairment made	476	11	487
Written back	(109)	(95)	(204)
At 31 December 2021	<u>1,375</u>	<u>17</u>	<u>1,392</u>
At 1 January 2022	1,375	17	1,392
Transfer	(536)	(19)	(555)
Impairment made	2,052	4	2,056
Written back	(339)	-	(339)
At 30 September 2022	<u>2,552</u>	<u>2</u>	<u>2,554</u>

Company	Loans, advances and financing commitments RM'000
Stage 1 Collective	
At 1 January 2021	222
Written back	(109)
At 31 December 2021	<u>113</u>
At 1 January 2022	113
Written back	(56)
At 30 September 2022	<u>57</u>

21. Borrowings and government grant

		Group and Company	
		30 September 2022	31 December 2021
		RM'000	RM'000
Borrowings	Note		
Loan from JBIC – FSMI	(a)	115,244	122,229
Loan from MITI	(b)	118,821	122,420
Total borrowings		<u>234,065</u>	<u>244,649</u>
Government grant			
Loan From MITI	(b)	19,179	25,580
Total borrowings and government grant		<u>253,244</u>	<u>270,229</u>

(a) Loan from Japan Bank for International Cooperation Fund for Small and Medium Industries ("JBIC - FSMI")

		Group and Company	
		30 September 2022	31 December 2021
		RM'000	RM'000
At 1 January		122,229	129,213
Repayment		(6,985)	(6,984)
At 30 September/ 31 December		<u>115,244</u>	<u>122,229</u>

(b) Loan from Soft Loan Scheme for Services Sector ("SLSSS") provided by Ministry of International Trade and Industry ("MITI")

		Group and Company	
		30 September 2022	31 December 2021
		RM'000	RM'000
Borrowing			
At 1 January		122,420	128,019
Repayment		(10,000)	(12,000)
Profit expense*		6,401	6,401
At 30 September/ 31 December		<u>118,821</u>	<u>122,420</u>
Government grant			
At 1 January		25,580	31,981
Amortisation *		(6,401)	(6,401)
At 30 September/ 31 December		<u>19,179</u>	<u>25,580</u>
		<u>138,000</u>	<u>148,000</u>

* Grant income is deducted against the profit expense in profit or loss.

22. Interest income

<u>Group</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Loans, advances and financing				
- Interest income on non-impaired loans	13,003	11,351	37,920	38,062
- Interest income on impaired loans ("ILs")	155	2,227	472	-
Money at call and deposit placements with financial institutions	3,115	2,235	8,631	7,807
Financial assets at FVTPL	9	1,217	1,190	4,211
Financial investments at FVOCI				
- Interest income on non-impaired investments	1,556	1,452	6,345	3,479
Financial investments at amortised cost				
- Interest income on non-impaired investments	3,250	2,080	10,632	8,364
- Interest income on impaired investments	-	32	-	65
Accretion of discount less amortisation of premium	1,803	149	3,911	572
	<u>22,891</u>	<u>20,743</u>	<u>69,101</u>	<u>62,560</u>

<u>Company</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Loans, advances and financing				
- Interest income on non-impaired loans	41	223	126	665
- Interest income on impaired loans ("ILs")	155	-	472	-
Money at call and deposit placements with financial institutions	2,013	1,582	5,660	5,946
Financial assets at FVTPL	9	1,217	1,190	4,211
Accretion of discount less amortisation of premium	948	-	2,547	-
	<u>3,166</u>	<u>3,022</u>	<u>9,995</u>	<u>10,822</u>

23. Interest expense

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Deposits and placements of banks and other financial institutions	2,195	4,437	5,263	4,438
Deposits from customers	8,650	1,821	22,847	15,341
Borrowings	820	793	2,460	2,604
Derivatives instruments	(25)	445	193	1,623
	11,640	7,496	30,763	24,006
Finance cost on lease liability	95	103	346	359
	<u>11,735</u>	<u>7,599</u>	<u>31,109</u>	<u>24,365</u>
<u>Company</u>				
Borrowings	820	793	2,460	2,604
Finance cost on lease liability	95	102	346	359
	<u>915</u>	<u>895</u>	<u>2,806</u>	<u>2,963</u>

24. Non-interest income

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Fee income:				
Underwriting fees	211	-	670	-
Management fees	1,166	1,056	4,678	4,854
Corporate advisory fees	470	2,581	1,773	5,700
Brokerage fees	1,499	1,893	5,662	6,054
Income from Government Scheme Funds	764	(3,822)	1,664	1,831
Other fees	2,879	(58)	5,256	4,910
	<u>6,989</u>	<u>1,650</u>	<u>19,703</u>	<u>23,349</u>
Investment income:				
Net realised gain/ (loss) on sales of financial investments at:				
- FVTPL	2,322	8,940	(5,547)	(46)
- FVOCI	7	2	18	1,981
- Amortised cost	-	-	630	-
Net unrealised gain/ (loss) on revaluation of financial assets at FVTPL	21,684	(9,682)	24,412	(8,729)
Net unrealised gain on revaluation of derivative instruments	248	954	7,073	5,407
	<u>24,261</u>	<u>214</u>	<u>26,586</u>	<u>(1,387)</u>
Gross dividend income:				
Financial assets at FVTPL	-	76	-	121
Financial investments at FVOCI	98	196	98	496
	<u>98</u>	<u>272</u>	<u>98</u>	<u>617</u>
Other income:				
Rental from:				
- Office premises	(115)	(0)	185	-
(Loss)/ gain on disposal of PPE	(40)	0	(30)	62
Insurance commissions	-	(1)	5	-
Others	216	340	902	637
	<u>61</u>	<u>339</u>	<u>1,062</u>	<u>699</u>
Total non-interest income	<u>31,409</u>	<u>2,475</u>	<u>47,449</u>	<u>23,278</u>

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

<u>Company</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Fee income:				
Management fees	7,290	4,007	21,798	12,605
Income from Government Scheme Funds	764	(3,822)	1,664	1,831
Other fees	-	-	-	-
	<u>8,054</u>	<u>185</u>	<u>23,462</u>	<u>14,436</u>
Investment income:				
Net realised gain/ (loss) on sales of financial assets at FVTPL	2,322	128	(5,547)	1,195
Net unrealised gain/ (loss) on revaluation of financial assets at FVTPL	739	257	3,238	(8,729)
	<u>3,061</u>	<u>385</u>	<u>(2,309)</u>	<u>(7,534)</u>
Gross dividend income:				
Subsidiaries	-	-	-	20,000
Financial investments at FVOCI	-	-	-	300
	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,300</u>
Other income:				
Rental from:				
- Office premises	722	1,017	2,314	3,081
(Loss)/ gain on disposal of PPE	(40)	-	(30)	62
Insurance commissions	-	(1)	5	-
Others	68	42	114	148
	<u>750</u>	<u>1,057</u>	<u>2,403</u>	<u>3,291</u>
Total non-interest income	<u>11,865</u>	<u>1,627</u>	<u>23,556</u>	<u>30,493</u>

25. Operating expenses

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Group				
Personnel costs				
Wages, salaries and bonuses	26,214	24,239	75,328	71,302
Employee benefits:				
Current period	255	258	764	774
Social security costs	131	115	369	338
Defined contribution plan	4,228	4,048	12,050	11,370
Other staff related expenses	4,384	1,909	9,935	5,232
	<u>35,212</u>	<u>30,569</u>	<u>98,446</u>	<u>89,016</u>
Establishment costs				
Depreciation	3,854	3,056	10,350	9,152
Office rental	201	(693)	477	997
Equipment rental	21	14	66	47
IT expenses	3,563	3,012	10,695	7,261
Others	(50)	98	1,463	454
	<u>7,589</u>	<u>5,487</u>	<u>23,051</u>	<u>17,911</u>
Promotion and marketing-related expenses				
Business promotion and advertisement	222	233	1,770	2,727
Entertainment	120	18	300	129
	<u>342</u>	<u>251</u>	<u>2,070</u>	<u>2,856</u>
General and administrative expenses				
Auditors' remuneration				
- Audit fees	175	148	513	450
Directors' fees and meeting allowances	602	595	1,775	1,631
Communication expenses	176	227	315	326
Professional fees	2,343	3,278	4,053	5,050
Others	1,525	(3,620)	7,158	3,958
	<u>4,821</u>	<u>628</u>	<u>13,814</u>	<u>11,415</u>
	<u>47,964</u>	<u>36,935</u>	<u>137,381</u>	<u>121,198</u>

25. Operating expenses (cont'd.)

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Company</u>				
Personnel costs				
Wages, salaries and bonuses	13,631	13,488	39,404	37,637
Employee benefits:				
Current period	184	224	551	573
Social security costs	78	67	220	199
Defined contribution plan	2,160	2,298	6,338	6,185
Other staff related expenses	3,311	1,514	6,975	3,776
	<u>19,364</u>	<u>17,590</u>	<u>53,488</u>	<u>48,370</u>
Establishment costs				
Depreciation	3,446	2,230	9,186	8,168
Office rental	159	145	410	1,882
Equipment rental	10	8	39	26
IT expenses	1,513	1,211	5,140	2,350
Others	89	113	1,032	339
	<u>5,217</u>	<u>3,707</u>	<u>15,807</u>	<u>12,765</u>
Promotion and marketing-related expenses				
Business promotion and advertisement	23	199	739	1,147
Entertainment	6	0	16	3
	<u>29</u>	<u>199</u>	<u>755</u>	<u>1,150</u>
General and administrative expenses				
Auditors' remuneration				
- Audit fees	77	62	231	186
Directors' fees and meeting allowances	264	301	884	825
Communication expenses	147	197	286	286
Management fees	3,240	836	9,305	4,074
Professional fees	2,324	2,912	3,926	4,372
Others	114	(3,806)	932	593
	<u>6,166</u>	<u>503</u>	<u>15,564</u>	<u>10,336</u>
	<u>30,776</u>	<u>21,999</u>	<u>85,614</u>	<u>72,621</u>

26. Expected credit loss allowance (made)/ written back on loan, advances and financing

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Group</u>				
(a) Expected credit loss allowance				
- Made	(13,824)	(877)	(21,259)	(6,898)
- Written back	2,528	74	14,667	1,474
(b) Recoveries from impaired loans	918	4	1,036	243
	<u>(10,378)</u>	<u>(799)</u>	<u>(5,556)</u>	<u>(5,181)</u>

26. Expected credit loss allowance (made)/ written back on loan, advances and financing (cont'd.)

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Company</u>				
(a) Expected credit loss allowance				
- Made	(8,845)	(24)	(10,905)	(2,709)
- Written back	2,506	74	4,222	1,474
(b) Recoveries from impaired loans	202	3	268	243
	<u>(6,137)</u>	<u>53</u>	<u>(6,415)</u>	<u>(992)</u>

27. Expected credit loss allowance written back/ (made) on financial investments

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Financial investments at FVOCI	30	(109)	56	(98)
Financial investments at amortised cost	112	55	3,017	345
Interest on impaired financial investment instruments recovered	-	-	19	-
Bad debts recovered	-	-	-	22
	<u>142</u>	<u>(54)</u>	<u>3,092</u>	<u>269</u>

28. Expected credit loss allowance (made)/ written back on other assets

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
(a) Expected credit loss allowance				
- Made	(72)	188	-	(196)
- Written back	570	43	570	67
- Bad debt written off	-	(1)	-	(1)
- Bad debt recovery	-	18	-	18
	<u>498</u>	<u>248</u>	<u>570</u>	<u>(112)</u>

28. Expected credit loss allowance (made)/ written back on other assets (cont'd.)

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Company</u>				
(a) Expected credit loss allowance				
- Made	2	-	-	-
- Written back	3	43	3	67
	<u>5</u>	<u>43</u>	<u>3</u>	<u>67</u>

29. Expected credit loss allowance written back on subsidiary

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Company</u>				
(a) Expected credit loss allowance				
- Written back	-	-	-	-

30. Basic and diluted earnings per ordinary share

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Profit for the financial period	<u>17,490</u>	<u>12,710</u>	<u>44,390</u>	<u>38,896</u>
Weighted average number of ordinary shares	<u>480,356</u>	<u>480,356</u>	<u>480,356</u>	<u>480,356</u>
Basic and diluted earning per ordinary shares	<u>3.64</u>	<u>2.65</u>	<u>9.24</u>	<u>8.10</u>
	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Company</u>				
(Loss)/ profit for the financial period	<u>(1,329)</u>	<u>(2,372)</u>	<u>(11,988)</u>	<u>7,619</u>
Weighted average number of ordinary shares	<u>480,356</u>	<u>480,356</u>	<u>480,356</u>	<u>480,356</u>
Basic and diluted (loss)/ earning per ordinary shares	<u>(0.28)</u>	<u>(0.49)</u>	<u>(2.50)</u>	<u>1.59</u>

31. Segment information

For management purposes, the Group is organised into business units based on their products and services, has five reportable operating segments as follows:

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
Investment banking	93,548	71,184	246,942	221,492
Development finance	21,963	16,720	52,474	44,723
Asset management	668	1,169	2,236	4,953
Investment holding	15,398	4,907	37,168	46,575
Others	176	76	426	228
Subtotal	131,754	94,056	339,246	317,971
Inter-segment elimination	(9,442)	(10,469)	(29,046)	(45,584)
	<u>122,312</u>	<u>83,587</u>	<u>310,200</u>	<u>272,387</u>

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Segment Profit After Tax				
Investment banking	20,370	18,062	51,194	55,293
Development finance	4,212	6,724	10,734	12,072
Asset management	(1,204)	(502)	(3,536)	(485)
Investment holding	(5,534)	(9,107)	(22,721)	(4,504)
Others	(325)	(434)	8,908	(1,546)
	<u>17,518</u>	<u>14,743</u>	<u>44,578</u>	<u>60,830</u>
Inter-segment elimination	(27)	(2,033)	(187)	(21,934)
	<u>17,490</u>	<u>12,710</u>	<u>44,390</u>	<u>38,896</u>

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

The Group operates principally in Malaysia and hence, disclosure of information by geographical area is not presented.

32. Commitments and contingencies

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

The commitments and contingencies and the related risk-weighted exposures of the Group and the Company as at the end of financial period/ year are as follows:

<u>Group</u>	As at 30 September 2022			As at 31 December 2021		
	Principal amount RM'000	Credit equivalent amount* RM'000	Risk weighted amount RM'000	Principal amount RM'000	Credit equivalent amount* RM'000	Risk weighted amount RM'000
Direct credit substitutes	73,500	73,500	73,500	36,000	36,000	36,000
Obligations under an on-going underwriting agreement	34,489	17,245	17,245	-	-	-
Interest rate related contracts with an original maturity						
- Over one year to five years	300,000	22,146	4,429	300,000	15,826	3,165
Other commitments such as formal and credit lines, with original:						
- Maturity not exceeding one year	352,150	70,430	70,430	287,878	57,576	57,576
- Maturity exceeding one year	428,211	214,105	214,105	375,398	187,699	187,699
Total	1,188,350	397,426	379,709	999,276	297,101	284,440
<u>Company</u>						
Irrevocable commitments to extend credit:						
- Maturity exceeding one year	10,268	5,134	5,134	12,565	6,283	6,283
Total	10,268	5,134	5,134	12,565	6,283	6,283

* The credit equivalent and risk weighted amounts are arrived at using the credit conversion factors and risk weights respectively as per Bank Negara Malaysia Guidelines.

33. Related party disclosures

The following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group 9 Months Ended		Company 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Immediate holding company				
Income:				
Interest income on financial investments	3,764	3,364	-	-
Brokerage fees earned	725	510	-	-
Fee income	249	-	-	-
Subsidiaries				
Income:				
Dividend income	-	-	20,000	20,000
Rental of premises	-	-	-	2,811
Management fees	-	-	29,216	11,478
Expenditures:				
Management fees	-	-	8,673	3,093
Other related companies				
Income:				
Interest income on loans and advances	2,979	2,749	-	-
Fee income	232	231	-	-
Brokerage fees earned	796	1,316	-	-
Expenditures:				
Interest expense on deposits	121	8,622	-	-

33. Related party disclosures (cont'd.)

In addition to the related party information disclosed elsewhere in the financial statements, the significant outstanding balances of the Group and of the Company with their related parties are as follows:

	Group		Company	
	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000
Immediate holding company				
Amount due from:				
Financial investments	100,000	100,000	-	-
Sundry deposit	1,572	1,861	1,572	1,861
Subsidiaries				
Amount due from:				
Loans, advances and financing	-	-	2,346	-
Trade receivables	-	-	16,491	10,646
Amount due to:				
Rental deposit received	-	-	649	649
Other related companies				
Amount due from:				
Loans, advances and financing	89,221	86,928	-	-
Sundry deposits	-	553	-	-
Amount due to:				
Deposits from customer	38,516	243,152	-	-
Deposits from placements of banks and other financial institutions	14,400	19,925	-	-
Other payables	86	239	-	-

Other related companies include companies within the Yayasan Pelaburan Bumiputera Group and companies related to the Directors of the Group and of the Company.

34. Credit exposures arising from credit transactions with connected parties

	Group	
	As at 30 September 2022	As at 31 December 2021
(i) Outstanding credit exposures with connected parties	237,734	228,616
(ii) Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	5.07%	4.38%
(iii) Percentage of outstanding credit exposures to connected parties which is impaired or in default	Nil	Nil

35. Capital adequacy

(i) The capital adequacy ratio of the Group and of the Company are as follows:

	Group		Company	
	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000
<u>Tier 1 Capital</u>				
Common Equity Tier 1 ("CET1")				
Capital				
Share capital	879,931	879,931	879,931	879,931
FVOCI reserve	(34,956)	(13,073)	(55,088)	(52,919)
Regulatory reserve	28,501	18,485	-	-
Retained profits	740,604	806,230	356,815	468,803
	1,614,080	1,691,573	1,181,658	1,295,815
Less: Regulatory adjustments	(175,160)	(163,111)	(633,753)	(638,570)
Total CET1 Capital / Tier 1 Capital	1,438,920	1,528,462	547,905	657,245
<u>Tier 2 Capital</u>				
Loss provision and regulatory reserve	36,866	34,455	2,999	5,043
Total Tier 2 capital	36,866	34,455	2,999	5,043
Total Capital	1,475,786	1,562,917	550,904	662,288
Before deducting proposed dividend:				
CET 1 Capital	39.322%	44.603%	88.091%	95.160%
Tier 1 Capital	39.322%	44.603%	88.091%	95.160%
Total Capital	40.329%	45.609%	88.573%	95.891%
After deducting proposed dividend:				
CET 1 Capital	27.024%	41.685%	31.819%	80.682%
Tier 1 Capital	27.024%	41.685%	31.819%	80.682%
Total Capital	28.032%	42.690%	32.301%	81.412%

35. Capital adequacy (cont'd)

(ii) Breakdown of gross risk-weighted assets in the various categories of risk-weights are as follows:

	Group		Company	
	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000	As at 30 September 2022 RM'000	As at 31 December 2021 RM'000
Total risk weighted assets for credit risk	2,949,247	2,756,380	407,819	403,449
Total risk weighted assets for market risk	187,481	203,036	39,809	113,929
Total risk weighted assets for operational risk	522,620	467,394	174,346	173,292
	3,659,348	3,426,810	621,974	690,670

36. Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Group's and the Company's assets and liabilities. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Group	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
At 30 September 2022				
Financial assets				
Assets measured at fair value:				
Financial assets at FVTPL				
- Unquoted securities	-	99,682	51,025	150,707
- Unit trusts	-	55,521	-	55,521
Financial investments at FVOCI				
Money market instruments	-	1,774,620	-	1,774,620
Unquoted securities	-	627,300	-	627,300
Derivative assets	-	13,951	-	13,951
Assets for which fair value are disclosed:				
Financial investments at amortised cost				
Money market instruments	-	1,149,643	-	1,149,643
Unquoted securities	-	1,640,996	3,173	1,644,169
Loans, advances and financing				
- Hire purchase	-	6,108	-	6,108
- Staff loans	-	490	-	490
Investment properties				
Residential properties	-	-	6,397	6,397
Office property	-	-	688	688

36. Fair value hierarchy (cont'd.)

Group (cont'd.)	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
At 31 December 2021				
Financial assets				
Assets measured at fair value:				
Financial assets at FVTPL				
- Money market instruments	-	52,038	-	52,038
- Unquoted instruments	-	177,599	30,245	207,844
- Unit trusts	-	40,050	-	40,050
Financial investments at FVOCI				
- Money market instruments	-	1,920,819	-	1,920,819
- Unquoted securities	-	641,008	2	641,010
Liability measured at fair value				
Derivative assets	-	6,878	-	6,878
Assets for which fair value are disclosed:				
Financial investment at amortised cost				
- Money market instruments	-	502,350	-	502,350
- Unquoted instruments	-	1,812,547	9,854	1,822,401
Loans, advances and financing				
- Hire purchase	-	7,825	-	7,825
- Staff loans	-	599	-	599
Investment properties				
- Residential properties	-	-	6,397	6,397
- Office property	-	-	687	687
Liability for which fair values are disclosed:				
Borrowings	-	-	296,198	296,198

36. Fair value hierarchy (cont'd.)

Company

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
At 30 September 2022				
Financial assets at FVTPL				
- Unquoted securities	-	99,682	-	99,682
- Unit trusts	-	17,288	-	17,288
Financial investments at FVOCI				
- Unquoted securities	-	-	138,435	138,435
Assets for which fair value are disclosed:				
Loans, advances and financing				
- Hire purchase	-	6,108	-	6,108
- Staff loans	-	341	-	341
At 31 December 2021				
Assets measured at fair value:				
Financial assets at FVTPL				
- Money market instruments	-	52,038	-	52,038
- Unquoted securities	-	177,599	-	177,599
- Unit trusts	-	19,271	-	19,271
Financial investments at FVOCI				
- Unquoted securities	-	2,469	135,435	137,904
Assets for which fair value are disclosed:				
Loans, advances and financing				
- Hire purchase	-	7,434	-	7,434
- Staff loans	-	379	-	379
Liabilities for which fair values are disclosed:				
Borrowings	-	-	296,198	296,198

There was no transfer between Level 1 and Level 2 of the fair value hierarchy during the financial period.

36. Fair value hierarchy (cont'd.)

The following table shows a reconciliation of the opening and closing amounts of Level 3 financial instruments which are recorded at fair value:

Group	Financial investments at FVOCI RM'000	Financial asset at FVTPL RM'000	Total RM'000
At 30 September 2022			
At 1 January 2022	-	30,245	30,245
Revaluation gain	-	20,780	20,780
At 30 September 2022	-	51,025	51,025
At 31 December 2021			
At 1 January 2021	3,783	1	3,784
Addition	-	30,245	30,245
Revaluation gain/(loss)	1,126	-	1,126
Settlements	(4,909)	(1)	(4,910)
At 31 December 2021	-	30,245	30,245

Company	Financial investments at FVOCI RM'000	Financial asset at FVTPL RM'000	Total RM'000
At 30 September 2022			
At 1 January 2022	135,435	-	135,435
Additional investment	3,000	-	3,000
At 30 September 2022	138,435	-	138,435

	Financial investments at FVOCI RM'000	Financial asset at FVTPL RM'000	Total RM'000
At 31 December 2021			
At 1 January 2021	134,840	1	134,841
Revaluation gain/(loss)	595	-	595
Settlements	-	(1)	(1)
At 31 December 2021	135,435	-	135,435

37. Operations of Islamic Banking Business

The state of affairs at 30 September 2022 and results for the financial period ended on this date under the Islamic banking business ("SPI") of the Group and of the Company are summarised as follows:

(a) CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

		Group		Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
ASSETS	Note				
Cash and short-term funds	(f)	116,654	444,873	98,288	106,701
Deposits and placements with licensed banks and other financial institutions	(g)	41,700	41,700	41,700	41,700
Financial investments at FVOCI	(i)	2,093,454	2,300,628	-	-
Financial investments at amortised cost	(j)	2,442,986	1,990,829	-	-
Financing and advances	(k)	660,814	728,927	53,567	59,370
Other assets	(l)	128,213	92,645	87,812	47,928
Deferred tax assets		14,864	10,357	1,213	1,293
TOTAL ASSETS		5,498,685	5,609,959	282,580	256,992
LIABILITIES					
Deposits from customers	(m)	3,353,767	3,670,375	-	-
Deposits and placements of banks and other financial institutions	(n)	967,552	831,840	-	-
Borrowings and government grant	(o)	138,000	148,000	138,000	148,000
Other liabilities	(p)	206,862	173,287	34,281	33,798
Provision for taxation and zakat		1,875	1,167	336	431
TOTAL LIABILITIES		4,668,056	4,824,669	172,617	182,229
ISLAMIC BANKING CAPITAL FUNDS					
Funds allocated from Head Office		501,600	486,600	75,000	60,000
Reserves		329,029	298,690	34,963	14,763
TOTAL ISLAMIC BANKING CAPITAL FUNDS		830,629	785,290	109,963	74,763
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		5,498,685	5,609,959	282,580	256,992

37. Operations of Islamic Banking Business (cont'd.)

(b) CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022

<u>Group</u>	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
		30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Income derived from investment of depositors' funds	(q)	39,990	39,380	123,210	121,930
Income derived from investment of Islamic Banking funds	(r)	28,027	21,456	72,382	66,326
Expected credit loss allowance written back/ (made)					
- financing and advances	(s)	(3,990)	(221)	(9,752)	(5,119)
- financial investments	(t)	131	(36)	1,925	19
- other assets	(u)	399	313	746	86
Total attributable income		64,557	60,891	188,511	183,241
Income attributable to depositors	(v)	(28,823)	(20,008)	(77,802)	(63,874)
Total net income		35,734	40,883	110,709	119,367
Other operating expenses		(16,251)	(13,639)	(46,508)	(29,692)
Profit before taxation and zakat		19,483	27,244	64,201	89,675
Taxation		(5,832)	(1,814)	(14,211)	(17,740)
Zakat		(545)	(652)	(1,875)	(1,819)
Profit for the financial period		13,106	24,778	48,115	70,116
<u>Company</u>					
Income derived from investment of Islamic Banking funds	(r)	20,296	14,453	49,425	42,589
Expected credit loss allowance written back/ (made)					
- financing and advances	(s)	424	2	(138)	(1,532)
- other assets	(u)	5	69	2	64
Total attributable income		20,725	14,523	49,289	41,120
Other operating expenses		(9,907)	(12,305)	(28,623)	(25,190)
Profit before taxation and zakat		10,818	2,218	20,666	15,930
Taxation		(25)	3,864	(80)	(372)
Zakat		(134)	(168)	(386)	(374)
Profit for the financial period		10,659	5,914	20,200	15,184

37. Operations of Islamic Banking Business (cont'd.)

(c) CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Group</u>				
Profit for the financial period	<u>13,106</u>	<u>24,778</u>	<u>48,115</u>	<u>70,116</u>
Other comprehensive income:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Changes in allowance for ECL for investments at FVOCI	(23)	(13)	(46)	(21)
Net realised loss on financial investments at FVOCI				
- Transfer of loss to profit or loss upon disposal	(5)	(1,137)	(44)	(6,259)
- Fair value changes	1,439	(5,512)	(17,687)	(13,510)
Other comprehensive income/ (loss) for the period net of tax	<u>1,411</u>	<u>(6,662)</u>	<u>(17,777)</u>	<u>(19,790)</u>
Other comprehensive income/ (loss) for the financial period, net of tax	<u>1,411</u>	<u>(6,662)</u>	<u>(17,777)</u>	<u>(19,790)</u>
Total comprehensive income for the financial period	<u>14,517</u>	<u>18,116</u>	<u>30,338</u>	<u>50,326</u>

37. Operations of Islamic Banking Business (cont'd.)

**(d) CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022**

Group	 ----- Non-distributable ----- 			Distributable	
	Islamic banking funds RM'000	Regulatory reserve RM'000	FVOCI reserve RM'000	Retained profits RM'000	Total RM'000
At 1 January 2021	486,600	5,945	12,774	300,926	806,245
Profit for the financial period	-	-	-	70,151	70,151
Other comprehensive loss for the financial period	-	-	(19,790)	-	(19,790)
Total comprehensive (loss)/ income for the financial period	-	-	(19,790)	70,151	50,361
Transfer to regulatory reserve	-	(1,454)	-	1,454	-
Dividends	-	-	-	(20,000)	(20,000)
Allocation to Head Office	-	-	-	(18,136)	(18,136)
At 30 September 2021	<u>486,600</u>	<u>4,491</u>	<u>(7,016)</u>	<u>334,395</u>	<u>818,470</u>
At 1 January 2022	486,600	7,385	(14,385)	305,691	785,291
Profit for the financial period	-	-	-	48,115	48,115
Other comprehensive loss for the financial period	-	-	(17,777)	-	(17,777)
Total comprehensive (loss)/ income for the financial period	-	-	(17,777)	48,115	30,338
Transfer from regulatory reserve	-	8,835	-	(8,835)	-
At 30 September 2022	<u>486,600</u>	<u>16,220</u>	<u>(32,162)</u>	<u>344,971</u>	<u>815,629</u>

37. Operations of Islamic Banking Business (cont'd.)

**(d) CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022 (CONT'D.)**

<u>Company</u>	Non-distributable	Distributable	Total RM'000
	Islamic banking funds RM'000	Retained profits RM'000	
At 1 January 2021	60,000	15,645	75,645
Total comprehensive income for the financial period	-	15,184	15,184
Allocation to Head Office	-	(18,136)	(18,136)
At 30 September 2021	<u>60,000</u>	<u>12,693</u>	<u>72,693</u>
At 1 January 2022	60,000	14,763	74,763
Total comprehensive income for the financial period	-	20,200	20,200
Additional notional capital	15,000	-	15,000
At 30 September 2022	<u>75,000</u>	<u>34,963</u>	<u>109,963</u>

37. Operations of Islamic Banking Business (cont'd.)

(e) CONDENSED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022

	Group		Company	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit before taxation and zakat	64,201	89,710	20,666	15,930
Adjustments for non-cash items	11,333	5,503	(237)	(1,469)
Operating profit before changes in working capital	75,534	95,214	20,429	14,462
Changes in working capital:				
Net changes in operating assets	(261,237)	(366,853)	(34,815)	1,815
Net changes in operating liabilities	(151,964)	737,629	(3,475)	(1,290)
Tax and zakat paid	(5,552)	(6,698)	(5,552)	(6,698)
Net cash (used in)/ generated from operating activities	(343,219)	459,292	(23,413)	8,289
Net cash generated from/ (used in) financing activities	15,000	(38,136)	15,000	(18,136)
Net (decrease)/ increase in cash and cash equivalents	(328,219)	421,156	(8,413)	(9,847)
Cash and cash equivalents at beginning of the period	486,573	330,426	148,401	158,827
Cash and cash equivalents at end of the financial period	158,354	751,582	139,988	148,980

Cash and cash equivalents comprise:

	Group		Company	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Cash and short-term funds	116,654	738,782	98,288	136,180
Deposits and placements	41,700	12,800	41,700	12,800
	158,354	751,582	139,988	148,980

37. Operations of Islamic Banking Business (cont'd.)

(f) Cash and short-term funds

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Cash and bank balances	20,654	26,373	2,288	7,201
Money at call and deposit placements maturing within one month	96,000	418,500	96,000	99,500
	<u>116,654</u>	<u>444,873</u>	<u>98,288</u>	<u>106,701</u>

(g) Deposits and placements with licensed banks and other financial institutions

	Group and Company	
	30 September 2022	31 December 2021
	RM'000	RM'000
Deposits with other financial institutions	<u>41,700</u>	<u>41,700</u>

(h) Financial assets at FVTPL

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Money market instruments: Government Investment Issue	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(i) Financial investments at FVOCI

	Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
At fair value		
Money market instruments:		
Government Investment Issue	998,618	1,222,108
Malaysian Treasury Bills	397,849	348,770
Islamic Negotiable Instruments	198,624	249,362
	<u>1,595,091</u>	<u>1,820,240</u>
Unquoted instruments:		
Corporate Sukuk	498,363	480,388
	<u>2,093,454</u>	<u>2,300,628</u>

37. Operations of Islamic Banking Business (cont'd.)

(i) Financial investments at FVOCI (cont'd.)

An analysis of changes in the corresponding ECL allowances in relation to FVOCI is, as follows:

Expected credit loss allowance	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2021	303	8,112	8,415
Impairment made	(33)	-	(33)
At 31 December 2021	270	8,112	8,382
At 1 January 2022	270	8,112	8,382
Impairment made	(46)	-	(46)
At 30 September 2022	224	8,112	8,336

There was no Stage 2 exposure as of 30 September 2022 and 31 December 2021.

(j) Financial investments at amortised costs

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Money market instruments:		
Government Investment Issues	633,548	492,701
Malaysian Treasury Bills	397,884	-
Unquoted instruments:		
Corporate Sukuk	1,411,951	1,500,392
Less: ECL allowance	(397)	(2,264)
	<u>2,442,986</u>	<u>1,990,829</u>

An analysis of changes in the corresponding ECL allowances in relation to amortised cost is, as follows:

Expected credit loss allowance	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Total RM'000
At 1 January 2021	341	1,884	2,225
Impairment made	39	-	39
At 31 December 2021	380	1,884	2,264
At 1 January 2022	380	1,884	2,264
Transfers	16	-	16
Impairment made	1	-	1
Written back	-	(1,884)	(1,884)
At 30 September 2022	397	-	397

There was no Stage 3 exposure as at 30 September 2022 and 31 December 2021.

37. Operations of Islamic Banking Business (cont'd.)

(k) Financing and advances

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Term financing				
Syndicated term financing	379,378	254,671	-	-
Islamic hire purchase/leasing	7,335	9,007	7,335	9,007
Other term financing	370,895	552,815	61,577	65,797
Staff financing	26	26	-	-
	<u>757,634</u>	<u>816,519</u>	<u>68,912</u>	<u>74,804</u>
Less: Unearned income	(8,034)	(8,300)	(8,034)	(8,300)
Gross financing and advances	<u>749,600</u>	<u>808,219</u>	<u>60,878</u>	<u>66,504</u>
Less: Expected credit losses allowance	(88,786)	(79,292)	(7,311)	(7,134)
Total net financing and advances	<u>660,814</u>	<u>728,927</u>	<u>53,567</u>	<u>59,370</u>

(i) By contract

Group

	Sale-based contract		Lease-based contract	Total financing and advances
	Commodity Murabahah	Bai Bithaman Ajil	Al-Ijarah Thumma Al-Bai	
	RM'000	RM'000	RM'000	RM'000
30 September 2022				
Syndicated term financing	688,696	-	-	688,696
Deferred payment sales	-	53,063	-	53,063
Staff financing	26	-	-	26
Finance lease	-	-	7,815	7,815
	<u>688,722</u>	<u>53,063</u>	<u>7,815</u>	<u>749,600</u>

31 December 2021

	Sale-based contract		Lease-based contract	Total financing and advances
	Commodity Murabahah	Bai Bithaman Ajil	Al-Ijarah Thumma Al-Bai	
	RM'000	RM'000	RM'000	RM'000
Syndicated term financing	741,689	-	-	741,689
Deferred payment sales	-	58,540	-	58,540
Finance lease	-	-	7,964	7,964
Staff financing	26	-	-	26
	<u>741,715</u>	<u>58,540</u>	<u>7,964</u>	<u>808,219</u>

37. Operations of Islamic Banking Business (cont'd.)

(k) Financing and advances (cont'd.)

(i) By contract (cont'd.)

Company

30 September 2022

	Sale-based contract	Lease-based contract	Total financing and advances
	Bai Bithaman Ajil	Al-Ijarah Thumma Al- Bai	
	RM'000	RM'000	RM'000
Deferred payment sales	53,063	-	53,063
Finance lease	-	7,815	7,815
	<u>53,063</u>	<u>7,815</u>	<u>60,878</u>

31 December 2021

	Sale-based contract	Lease-based contract	Total financing and advances
	Bai Bithaman Ajil	Al-Ijarah Thumma Al- Bai	
	RM'000	RM'000	RM'000
Deferred payment sales	58,540	-	58,540
Finance lease	-	7,964	7,964
	<u>58,540</u>	<u>7,964</u>	<u>66,504</u>

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
(ii) By types of customer				
Domestic business enterprise	749,574	808,193	60,878	66,504
Individual	26	26	-	-
	<u>749,600</u>	<u>808,219</u>	<u>60,878</u>	<u>66,504</u>

(iii) By profit rate sensitivity

Variable rate				
Cost-plus	688,696	741,689	-	-
Fixed rate				
Staff financing	26	26	-	-
Al-Ijarah Thumma Al-Bai (finance lease)	7,815	7,964	7,815	7,964
Bai Bithaman Ajil (deferred payment sales)	53,063	58,540	53,063	58,540
	<u>749,600</u>	<u>808,219</u>	<u>60,878</u>	<u>66,504</u>

37. Operations of Islamic Banking Business (cont'd.)

(k) Financing and advances (cont'd.)

(iv) By economic sector

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Finance, insurance and business services	247,954	445,657	10,165	11,033
Education, health and others	96,577	87,760	-	-
Construction	90,754	87,191	-	-
Mining and quarrying	52,000	56,207	-	-
Electricity, gas and water supply	40,269	40,248	-	-
Wholesale and retail trade and restaurants and hotels	40,444	36,911	33,459	35,403
Manufacturing	32,591	34,630	392	479
Transport, storage and communications	144,067	13,724	11,944	13,724
Household	4,944	5,891	4,918	5,865
	749,600	808,219	60,878	66,504

(v) By residual contractual maturity

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Within one year	156,111	402,239	7,671	2,980
One year to five years	345,134	282,220	23,608	28,464
After five years	248,353	123,760	29,597	35,060
	749,600	808,219	60,878	66,504

(vi) Impaired financing and advances by economic sector

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Mining and quarrying	52,000	-	-	-
Manufacturing	203	226	203	226
Wholesale and retail trade and restaurants and hotels	5,583	5,190	5,583	5,190
Transport, storage and communications	3,787	275	3,787	275
Finance, insurance and business services	84,674	84,668	2,924	2,918
Others	429	428	429	428
	146,676	90,787	12,926	9,037

37. Operations of Islamic Banking Business (cont'd.)

(k) Financing and advances (cont'd.)

(vii) Movements in impaired financing and advances

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
At 1 January	90,787	8,685	9,037	8,685
Impaired	59,203	82,199	4,203	449
Amount recovered	(3,314)	(97)	(314)	(97)
At 30 September/31 December	146,676	90,787	12,926	9,037
Less: ECL allowance	(75,573)	(63,756)	(3,243)	(2,443)
Net impaired financing and advances	71,103	27,031	9,683	6,594
As % of gross financing and advances less ECL allowance	10.55%	3.63%	16.80%	10.29%

Expected credit loss allowance

	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
Group				
At 1 January 2021	14,193	2,747	2,357	19,297
Transfer to Stage 1	1,353	(61)	-	1,292
Transfer to Stage 2	(3,930)	3,930	-	-
Transfer to Stage 3	(3,169)	-	3,169	-
Impairment made	2,222	-	58,452	60,674
Written back	(590)	(1,157)	-	(1,747)
Discount unwind	-	-	(222)	(222)
At 31 December 2021	10,079	5,459	63,756	79,294
At 1 January 2022	10,079	5,459	63,756	79,294
Transfer to Stage 1	536	-	-	536
Transfer to Stage 3	-	(1,934)	1,934	-
Impairment made	-	101	11,876	11,977
Written back	(4,304)	(379)	(718)	(5,401)
Discount unwind	-	-	(118)	(118)
At 30 September 2022	6,311	3,247	76,730	86,288

37. Operations of Islamic Banking Business (cont'd.)

(k) Financing and advances (cont'd.)

Expected credit loss allowance

	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
Company				
At 1 January 2021	673	2,747	2,357	5,777
Transfer to Stage 1	61	(61)	-	-
Transfer to Stage 2	(1,996)	1,996	-	-
Impairment made	2,428	-	308	2,736
Written back	-	(1,157)	-	(1,157)
Discount unwind	-	-	(222)	(222)
At 31 December 2021	1,166	3,525	2,443	7,134
At 1 January 2022	1,166	3,525	2,443	7,134
Impairment made	-	101	2,793	2,894
Written back	(1,502)	(379)	(718)	(2,599)
Discount unwind	-	-	(118)	(118)
At 30 September 2022	(336)	3,247	4,400	7,311

(l) Other assets

	Group		Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Profit receivables	33,464	37,092	187	147
Other debtors, deposits and prepayment	4,733	11,280	3,343	1,768
Less: ECL allowance	(1,036)	(3,147)	(8)	(6)
	3,697	8,133	3,335	1,762
Amount due from MITI (SLSSS)	9,939	8,584	9,939	8,584
Amount due from MIDF DFD Conventional	24,235	21,727	24,235	21,727
Amount due from Government Scheme Funds	29,859	522	29,859	522
Amount due from brokers and clients	6,702	1,401	-	-
Amount due to related companies	60	-	-	-
Tax recoverable	20,257	15,186	20,257	15,186
	128,213	92,645	87,812	47,928

(i) Other debtors, deposits and prepayments

Movement in ECL allowance

	Group		Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
At 1 January	3,147	1,641	6	54
Impairment made	-	1,554	2	(48)
Written back	(742)	(48)	-	-
Written off	(1,369)	-	-	-
At 30 September/31 December	1,036	3,147	8	6

37. Operations of Islamic Banking Business (cont'd.)

(m) Deposits from customers

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
(i) By type of deposit		
Commodity murabahah fund		
Term deposits	3,353,767	3,670,375
(ii) By type of customers		
Commodity murabahah fund		
Business enterprises	1,237,832	1,292,372
Government and statutory bodies	2,115,935	2,378,003
	<u>3,353,767</u>	<u>3,670,375</u>
(iii) Maturity structure of term deposits		
Due within six months	3,229,612	3,281,958
Six months to one year	124,155	334,907
One year or two years	-	53,510
	<u>3,353,767</u>	<u>3,670,375</u>

(n) Deposits and placements of banks and other financial institutions

	Group	
	30 September 2022 RM'000	31 December 2021 RM'000
(i) By type of deposits		
Commodity murabahah fund		
Term deposits	967,552	831,840
(ii) By type of customers		
Commodity Murabahah Fund		
Other financial institutions	967,552	831,840

(o) Borrowings and government grant

	Group and Company	
	30 September 2022 RM'000	31 December 2021 RM'000
Funds from MITI Soft Loans Scheme for Services Sector (SLSSS-i)	138,000	148,000
	<u>138,000</u>	<u>148,000</u>

The facility of RM200 million is provided to the Group and the Company by MITI under the SLSSS-i scheme and is based on the Shariah financing concept of Al-Qardhul Hassan. The funds are provided for the financing of eligible projects bearing profit rate of 4.0% and 5.0% per annum for SME and non-SME client respectively. The facility has a tenure of 15 years, including a grace period of 10 years which shall be calculated from the date of first disbursement of the fund. The facility is repayable by 5 annual installments on the first day of the subsequent month after the expiry of the grace period and every succeeding year thereafter.

As at 30 September 2022 and 31 December 2021, the Group and the Company have drawn down RM160 million from the facility.

37. Operations of Islamic Banking Business (cont'd.)

(p) Other liabilities

	Note	Group		Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Profit payable		50,454	46,519	32,381	31,849
Sundry creditors and accruals		18,668	18,331	1,844	1,836
Amount due to brokers and clients		7,724	1,392	-	-
ECL allowance on financing and advances and financial investments commitments	(i)	2,318	1,388	56	113
Amount due to head office		127,465	105,634	-	-
Amount due to immediate holding company		233	23	-	-
		<u>206,862</u>	<u>173,287</u>	<u>34,281</u>	<u>33,798</u>

(i) Movements in the ECL allowances on financing and advances commitments and financial investments are as follows:

Group	Loans, advances and financing commitments RM'000	Financial investments RM'000	Total RM'000
At 1 January 2021	2,594	7	2,601
Transfer	(1,292)	-	(1,292)
Impairment made	72	14	86
Written back	-	(7)	(7)
At 31 December 2021	<u>1,374</u>	<u>14</u>	<u>1,388</u>
At 1 January 2022	1,374	14	1,388
Transfer	(536)	(16)	(552)
Impairment made	1,479	4	1,483
At 30 September 2022	<u>2,317</u>	<u>2</u>	<u>2,319</u>

Company	Loans, advances and financing commitments RM'000	Total RM'000
At 1 January 2021	222	222
Impairment made	(109)	(109)
At 31 December 2021	<u>113</u>	<u>113</u>
At 1 January 2022	113	113
Impairment made	(56)	(56)
At 30 September 2022	<u>57</u>	<u>57</u>

37. Operations of Islamic Banking Business (cont'd.)

(q) Income derived from investment of depositors funds

Income derived from investment of general investment deposits:

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Finance income and hibah				
Financing and advances	6,190	8,830	18,410	25,420
Money at call placements				
with financial and deposit institutions	2,120	1,780	5,460	3,990
Financial asset at FVTPL	-	660	-	660
Financial investments at FVOCI	11,780	15,640	45,380	47,740
Financial investments at amortised cost	19,350	14,480	58,120	47,210
	<u>39,440</u>	<u>41,390</u>	<u>127,370</u>	<u>125,020</u>
Accretion of discounts less amortisation of premiums	550	(3,580)	(4,530)	(10,880)
Total finance income and hibah	<u>39,990</u>	<u>37,810</u>	<u>122,840</u>	<u>114,140</u>
Other operating income				
Net gain on sale of financial investments at FVOCI	-	1,020	40	5,630
Net gain on sale of financial investments at FVTPL	-	860	330	2,470
Net unrealised loss on revaluation of financial assets at FVTPL	-	(310)	-	(310)
	<u>-</u>	<u>1,570</u>	<u>370</u>	<u>7,790</u>
	<u>39,990</u>	<u>39,380</u>	<u>123,210</u>	<u>121,930</u>

37. Operations of Islamic Banking Business (cont'd.)

(r) Income derived from investment of Islamic Banking funds

Islamic Banking funds

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Finance income and hibah				
Financing and advances	1,378	1,681	3,913	4,921
Money at call and deposit placements with financial institutions	259	265	678	787
Financial asset at FVTPL	-	72	-	72
Financial investments at FVOCI	1,302	1,740	5,040	5,306
Financial investments at amortised cost	2,159	1,604	6,462	5,241
	<u>5,098</u>	<u>5,362</u>	<u>16,093</u>	<u>16,327</u>
Accretion of discounts less amortisation of premiums	54	(396)	(506)	(1,209)
Total finance income and hibah	<u>5,152</u>	<u>4,966</u>	<u>15,587</u>	<u>15,118</u>
Other operating income				
Net gain/(loss) on sale of financial investments at FVTPL	-	97	33	279
Net gain on sale of financial investments at FVOCI	5	117	4	629
Net gain on sale of financial investments at amortised cost	-	(35)	4	(35)
Net unrealised loss on revaluation of financial assets at FVTPL	-	(35)	-	(35)
	<u>5</u>	<u>144</u>	<u>41</u>	<u>838</u>
Fees and others				
Management fee from Government Scheme Funds	19,279	13,525	46,508	38,664
Fee income	3,286	2,659	9,206	10,600
Other income	305	162	1,040	1,105
	<u>22,870</u>	<u>16,346</u>	<u>56,754</u>	<u>50,370</u>
	<u>28,027</u>	<u>21,456</u>	<u>72,382</u>	<u>66,326</u>

Company

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Finance income and hibah				
Financing and advances	698	695	1,873	2,092
Money at call and deposit placements with financial institutions	26	69	72	340
	<u>724</u>	<u>764</u>	<u>1,945</u>	<u>2,432</u>
Fees and others				
Management fee from Government Scheme Funds	19,279	13,525	46,508	38,664
Fee income	16	2	34	388
Other income	277	162	938	1,104
	<u>19,572</u>	<u>13,689</u>	<u>47,480</u>	<u>40,157</u>
	<u>20,296</u>	<u>14,453</u>	<u>49,425</u>	<u>42,589</u>

37. Operations of Islamic Banking Business (cont'd.)

(s) Expected credit loss allowance (made)/written-back on financing and advances

<u>Group</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Expected credit loss				
- Impairment made	(6,543)	(243)	(13,154)	(11,122)
- Written back	1,816	18	2,599	5,992
Profit on impaired financing recovered	737	4	803	11
	<u>(3,990)</u>	<u>(221)</u>	<u>(9,752)</u>	<u>(5,119)</u>

<u>Company</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Expected credit loss				
- Impairment made	(1,427)	(20)	(2,838)	(7,535)
- Written back	1,816	18	2,599	5,992
Profit on impaired financing recovered	35	4	101	11
	<u>424</u>	<u>2</u>	<u>(138)</u>	<u>(1,532)</u>

(t) Expected credit loss allowance written back/ (made) on financial investments

<u>Group</u>	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Financial investments at FVOCI	23	(21)	46	(13)
Financial investments at amortised cost	108	(16)	1,879	31
	<u>131</u>	<u>(37)</u>	<u>1,925</u>	<u>18</u>

37. Operations of Islamic Banking Business (cont'd.)

(u) Expected credit loss allowance written back/ (made) on other assets

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Other assets				
- Impairment made	3	53	-	-
- Written back	396	119	746	157
	<u>399</u>	<u>172</u>	<u>746</u>	<u>157</u>

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Company</u>				
Other assets				
- Made during the financial period	3	5	-	-
- Written back	2	64	2	64
	<u>5</u>	<u>69</u>	<u>2</u>	<u>64</u>

(v) Income attributable to depositors

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Commodity Fund				
Deposits from customers	23,067	14,310	63,372	49,349
Deposits and placements of banks and financial institutions	5,756	5,698	14,430	14,525
	<u>28,823</u>	<u>20,008</u>	<u>77,802</u>	<u>63,874</u>

37. Operations of Islamic Banking Business (cont'd.)

(w) Net income from Islamic Banking

For consolidation with conventional business, net income from operations of Islamic Banking comprises the followings:

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
<u>Group</u>	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds	39,990	39,380	123,210	121,930
Income derived from investment of Islamic Banking funds	28,027	21,491	72,382	66,361
Less: Income attributable to depositors	(28,823)	(20,008)	(77,802)	(63,874)
	<u>39,194</u>	<u>40,863</u>	<u>117,790</u>	<u>124,417</u>
	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
<u>Company</u>	RM'000	RM'000	RM'000	RM'000
Income derived from investment of Islamic Banking funds	<u>20,296</u>	<u>14,453</u>	<u>49,425</u>	<u>42,589</u>

37. Operations of Islamic Banking Business (cont'd.)

(x) Capital adequacy

(i) The capital adequacy ratio of the Group and of the Company are as follows:

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Common Equity Tier 1 (CET1)				
Islamic capital fund	486,600	486,600	75,000	60,000
Regulatory reserve	16,220	7,385	-	-
FVOCI reserve	(32,162)	(14,385)	-	-
Retained profits	344,971	305,691	34,963	14,764
	<u>815,629</u>	<u>785,291</u>	<u>109,963</u>	<u>74,764</u>
Less:				
Regulatory adjustments	(46,577)	(40,499)	(16,706)	(24,050)
Total Tier-1 capital	<u>769,052</u>	<u>744,792</u>	<u>93,257</u>	<u>50,714</u>
Tier 2 Capital				
Loss provision and regulatory reserve	20,215	19,046	2,178	1,834
Total Tier-2 capital	<u>20,215</u>	<u>19,046</u>	<u>2,178</u>	<u>1,834</u>
Total capital	<u>789,267</u>	<u>763,838</u>	<u>95,435</u>	<u>52,548</u>
Before deducting proposed dividend:				
CET1 Capital	40.098%	41.625%	33.826%	21.142%
Tier 1 Capital	40.098%	41.625%	33.826%	21.142%
Total Capital	41.152%	42.689%	34.617%	21.907%
After deducting proposed dividend:				
CET1 Capital	36.448%	41.625%	33.826%	21.142%
Tier 1 Capital	36.448%	41.625%	33.826%	21.142%
Total Capital	37.502%	42.689%	34.617%	21.907%

(ii) Breakdown of gross risk-weighted assets in the various categories of risk-weights are as follows:

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Total risk weighted assets for credit risk	1,617,187	1,523,682	174,277	146,731
Total risk weighted assets for operational risk	300,752	265,618	101,416	93,141
	<u>1,917,939</u>	<u>1,789,300</u>	<u>275,693</u>	<u>239,872</u>

I, Ahmad Farouk bin Mohamed, the officer primarily responsible for the financial management of Malaysian Industrial Development Finance Berhad, do hereby state that, the unaudited condensed interim financial statements for the period ended 30 September 2022, as set out on pages 1 to 60, have been prepared from the Group and the Company's accounting and other records and that to the best of my knowledge and belief, are drawn up so as to give a true and fair view of the state of affairs of the Group and the Company as at 30 September 2022. The results and cash flows of the Group and the Company for the period ended on that date are prepared in accordance with the MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Board Standards Board ("MASB"), IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board ("IASB"), Bank Negara Malaysia ("BNM") Guidelines and the requirements of the Companies Act, 2016 in Malaysia.



AHMAD FAROUK BIN MOHAMED
HEAD, GROUP MANAGING DIRECTOR'S OFFICE

9 December 2022