197501002077 (23878-X)
MBSB Investment Bank Berhad
(Formerly known as MIDF Amanah Investment Bank Berhad)
(A Participating Organisation of Bursa Malaysia Berhad)

Unaudited Interim Financial Statements

Condensed consolidated statements of financial position
As at 30 June 2025

		Group		Bank	
	Note	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Assets					
Cash and short-term funds	11	112,183	384,944	99,248	367,402
Financial investments at fair value through other comprehensive income ("FVOCI")	12	1,986,157	1,782,963	1,986,157	1,782,963
Financial investments at amortised cost	13	1,611,330	1,742,352	1,611,330	1,742,352
Loans, advances and financing	14	1,681,826	1,779,571	1,681,826	1,779,571
Other assets	15	75,577	39,865	88,220	57,141
Tax recoverables		16,360	18,545	16,348	18,535
Statutory deposits with Bank Negara Malaysia		41,094	90,317	41,094	90,317
Investment in subsidiaries		-	-	-*	*
Property, plant and equipment		8,058	9,506	8,058	9,506
Intangible assets		10,465	11,712	10,465	11,712
Right-of-use asset		2,605	3,209	2,605	3,209
Deferred tax assets		1,388	5,783	1,388	5,783
Total assets		5,547,043	5,868,767	5,546,739	5,868,491
Liabilities					
Deposits from customers	16	3,227,691	3,421,892	3,227,691	3,421,892
Deposits and placements of bank and other financial institutions	17	1,385,601	1,428,673	1,385,601	1,428,673
Other liabilities	18	133,584	103,814	133,582	103,808
Lease liability		2,673	3,269	2,673	3,269
Provision for tax and zakat		2,475	2,006	2,471	1,990
Total liabilities		4,752,024	4,959,654	4,752,018	4,959,632
Equity					
Share capital		369,111	369,111	369,111	369,111
Reserves		425,908	540,002	425,610	539,748
Total equity		795,019	909,113	794,721	908,859
Total liabilities and equity		5,547,043	5,868,767	5,546,739	5,868,491
Commitments and contingencies	27	510,173	605,883	510,173	605,883

* Denotes RM4

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of profit or loss
For the six months ended 30 June 2025

		Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group	**Note**	**30 June 2025 RM'000**	**30 June 2024 RM'000**	**30 June 2025 RM'000**	**30 June 2024 RM'000**
Operating revenue		88,621	90,107	170,285	177,288
Interest income	19	26,823	29,468	53,589	57,796
Interest expense	20	(14,097)	(15,451)	(28,250)	(30,172)
Net interest income		12,726	14,017	25,339	27,624
Net income from Islamic Banking operation	32(p)	25,497	20,110	47,201	36,945
Non-interest income	21	7,543	6,437	12,803	12,621
		45,766	40,564	85,343	77,190
Operating expenses	22	(24,975)	(23,585)	(47,079)	(45,078)
Operating profit before allowances		20,791	16,979	38,264	32,112
Impairment loss written back/(made) on:					
- loans, advances and financing	23	75	(4,120)	1,107	(7,685)
- financial investments	24	147	(210)	198	(69)
- other assets	25	(925)	110	(1,265)	171
Profit before taxation and zakat		20,088	12,759	38,304	24,529
Taxation		(4,980)	(3,243)	(10,082)	(6,061)
Zakat		(184)	(159)	(481)	(319)
Profit for the period attributable to equity holder of the Bank		14,924	9,357	27,741	18,149
Earnings per ordinary share (sen)					
- Basic and diluted	26	9.63	6.04	17.90	11.71

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of comprehensive income
For the six months ended 30 June 2025

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group	**30 June 2025 RM'000**	**30 June 2024 RM'000**	**30 June 2025 RM'000**	**30 June 2024 RM'000**
Profit for the period attributable to equity holder of the Bank	14,924	9,357	27,741	18,149
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Changes in allowance for expected credit loss ("ECL") on financial investments at FVOCI	99	147	224	360
Net (loss)/gain on financial investment at FVOCI:				
- Transfer of gain to profit or loss upon disposal	(2,796)	(225)	(3,073)	(353)
- Fair value changes	7,239	1,789	11,014	5,093
Other comprehensive income for the period, net of tax	4,542	1,711	8,165	5,100
Total comprehensive income for the period attributable to equity holder of Bank	19,466	11,068	35,906	23,249

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

197501002077 (23878-X)
MBSB Investment Bank Berhad
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Unaudited Interim Financial Statements

Consolidated statements of profit or loss
For the six months ended 30 June 2025

		Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Bank	**Note**	**30 June 2025 RM'000**	**30 June 2024 RM'000**	**30 June 2025 RM'000**	**30 June 2024 RM'000**
Operating revenue		88,604	89,999	170,215	177,092
Interest income	19	26,823	29,468	53,589	57,796
Interest expense	20	(14,097)	(15,451)	(28,250)	(30,172)
Net interest income		12,726	14,017	25,339	27,624
Net income from Islamic Banking operation	32(p)	25,497	20,110	47,201	36,945
Non-interest income	21	7,526	6,329	12,733	12,425
		45,749	40,456	85,273	76,994
Operating expenses	22	(24,969)	(23,581)	(47,068)	(45,068)
Operating profit before allowances		20,780	16,875	38,205	31,926
Impairment loss written back/(made) on:					
- loans, advances and financing	23	75	(4,120)	1,107	(7,685)
- financial investments	24	147	(210)	198	(69)
- other assets	25	(925)	110	(1,265)	171
Profit before taxation and zakat		20,077	12,655	38,245	24,343
Taxation		(4,977)	(3,218)	(10,067)	(6,016)
Zakat		(184)	(159)	(481)	(319)
Profit for the period attributable to equity holder of the Bank		14,916	9,278	27,697	18,008

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of comprehensive income
For the six months ended 30 June 2025

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Bank	**30 June 2025 RM'000**	**30 June 2024 RM'000**	**30 June 2025 RM'000**	**30 June 2024 RM'000**
Profit for the period attributable to equity holder of the Bank	14,916	9,278	27,697	18,008
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Changes in allowance for expected credit loss ("ECL") on financial investments at FVOCI	99	147	224	360
Net (loss)/gain on financial investment at FVOCI:				
- Transfer of gain to profit or loss upon disposal	(2,796)	(225)	(3,073)	(353)
- Fair value changes	7,239	1,789	11,014	5,093
Other comprehensive income for the period, net of tax	4,542	1,711	8,165	5,100
Total comprehensive income for the period attributable to equity holder of Bank	19,458	10,989	35,862	23,108

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of changes in equity
For the six months ended 30 June 2025

	<---------- Non-distributable ---------->			Distributable	
Group	**Share capital RM'000**	**Regulatory reserve# RM'000**	**FVOCI reserve^ RM'000**	**Retained profits RM'000**	**Total RM'000**
At 1 January 2025	369,111	34,761	(1,705)	506,946	909,113
Profit for the financial period	-	-	-	27,741	27,741
Other comprehensive income for the period	-	-	8,165	-	8,165
Total comprehensive income for the period	-	-	8,165	27,741	35,906
Transactions with owner					
Transfer to regulatory reserve	-	(2,990)	-	2,990	-
Dividend [Note 7]	-	-	-	(150,000)	(150,000)
At 30 June 2025	369,111	31,771	6,460	387,677	795,019
At 1 January 2024, as previously reported	369,111	37,324	(7,651)	485,407	884,191
Prior year adjustments	-	-	-	3,738	3,738
At 1 January 2024, restated	369,111	37,324	(7,651)	489,145	887,929
Profit for the financial period	-	-	-	18,149	18,149
Other comprehensive income for the period	-	-	5,100	-	5,100
Total comprehensive income for the period	-	-	5,100	18,149	23,249
Transactions with owner					
Transfer to regulatory reserve	-	2,612	-	(2,612)	-
At 30 June 2024	369,111	39,936	(2,551)	504,682	911,178

The regulatory reserve is maintained in compliance with the revised Bank Negara Malaysia guidelines on Financial Reporting in which the Bank 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 financial investments at FVOCI reserve arises from the change in the fair value of the underlying instruments and it is not distributable as cash dividends.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of changes in equity
For the six months ended 30 June 2025 (cont'd.)

	<---------- Non-distributable ---------->			Distributable	
Bank	Share capital RM'000	Regulatory reserve# RM'000	FVOCI reserve^ RM'000	Retained profits RM'000	Total RM'000
At 1 January 2025	369,111	34,761	(1,705)	506,692	908,859
Profit for the financial period	-	-	-	27,697	27,697
Other comprehensive income for the period	-	-	8,165	-	8,165
Total comprehensive income for the period	-	-	8,165	27,697	35,862
Transactions with owner					
Transfer to regulatory reserve	-	(2,990)	-	2,990	-
Dividend [Note 7]	-	-	-	(150,000)	(150,000)
At 30 June 2025	369,111	31,771	6,460	387,379	794,721
At 1 January 2024, as previously reported	369,111	37,324	(7,651)	485,191	883,975
Prior year adjustments	-	-	-	3,738	3,738
At 1 January 2024, restated	369,111	37,324	(7,651)	488,929	887,713
Profit for the financial period	-	-	-	18,008	18,008
Other comprehensive income for the period	-	-	5,100	-	5,100
Total comprehensive income for the period	-	-	5,100	18,008	23,108
Transactions with owner					
Transfer to regulatory reserve	-	2,612	-	(2,612)	-
At 30 June 2024	369,111	39,936	(2,551)	504,325	910,821

The regulatory reserve is maintained in compliance with the revised Bank Negara Malaysia guidelines on Financial Reporting in which the Bank 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 financial investments at FVOCI reserve arises from the change in the fair value of the underlying instruments and it is not distributable as cash dividends.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Consolidated statements of cash flows
For the six months ended 30 June 2025

	Note	Group		Bank	
		30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Profit before taxation and zakat		38,304	24,529	38,245	24,343
Adjustments for non-cash items		(742)	14,262	(742)	14,262
Operating profit before changes in working capital		37,562	38,791	37,503	38,605
Changes in working capital:					
Net changes in operating assets		47,549	(390,252)	52,199	(409,608)
Net changes in operating liabilities		(207,453)	(37,473)	(207,437)	(37,489)
Net cash generated from operating activities		(122,342)	(388,934)	(117,735)	(408,492)
Net cash used in investing activities		(419)	(1,262)	(419)	(1,262)
Net cash used in financing activities - Dividend paid		(150,000)	-	(150,000)	-
Net change in cash and cash equivalents		(272,761)	(390,196)	(268,154)	(409,754)
Cash and cash equivalents at beginning of the period		384,944	720,386	367,402	701,948
Cash and cash equivalents at end of the period	11	112,183	330,190	99,248	292,194
Cash and cash equivalents comprise of:					
Cash and short-term funds		112,183	330,190	99,248	292,194

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134, Interim Financial Reporting ("MFRS 134"), 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 Bank for the financial year ended 31 December 2024.

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 Bank since the financial year ended 31 December 2024.

2. Significant accounting policies

The accounting policies applied by the Group and the Bank in these condensed interim financial statements are the same as those applied by the Group and the Bank in their financial statements for the year ended 31 December 2024.

2.1 Adoption of Amendments and Annual Improvements to Standards

The Group and the Bank have adopted the following Amendments and Annual Improvements to Standards, with a date of initial application of 1 January 2025.

Description

- Amendments to MFRS 121 : Lack of Exchangeability

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

2. Significant accounting policies (cont'd.)

2.2 Standards issued but not yet effective

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

	Effective for financial periods beginning on or after
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7: *Amendments to the Classification and Measurement of Financial Instruments*	1 January 2026
Amendments to MFRS 9 and MFRS 7: *Contracts Referencing Nature-dependent Electricity*	1 January 2026
MFRS 18: *Presentation and Disclosure in Financial Statements*	1 January 2027
MFRS 19: *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to MFRS 10 and MFRS 128: *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	Deferred

3. Comments about seasonal or cyclical factors

The Group's and the Banks's performance is not materially affected by any seasonal or cyclical factors but is affected by the level of activities in the debt instruments 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 June 2025.

5. Significant estimates and changes in estimates

There were no changes in estimates that have had any material effect on the quarter ended 30 June 2025.

6. Debt and equity instruments

There were no changes to the debt and equity instruments for the quarter ended 30 June 2025.

7. Dividend paid/payable

On 17 March 2025, the Bank paid a single-tier interim dividend of 96.774 sen per ordinary share amounting to RM150,000,000 in respect of the financial year ended 31 December 2024.

For the financial period ended 30 June 2025, the Board of Directors has declared a single-tier interim cash dividend of 17.20 sen per ordinary share amounting to RM26,660,000.

8. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2024 was not qualified.

9. Performance review

The Group and the Bank recorded a higher pre-tax profit of RM20.1 million for the second quarter ended 30 June 2025, as compared to the pre-tax profit of RM12.8 million recorded in the corresponding quarter ended 30 June 2024. The higher profit for the current period is mainly from higher net operating income by RM5.2 million and lower net impairment loss made by RM3.5 million, net off with higher operating expenses by RM1.4 million.

The pre-tax profit of the Group and the Bank for the six months ended 30 June 2025 amounted to RM38.3 million, an increase of RM13.8 million or 56.16% as compared to pre-tax profit of RM24.5 million recorded in the previous corresponding quarter ended 30 June 2024. The higher profit for the period is mainly from higher net interest income by RM8.2 million and lower net impairment loss made by RM7.6 million, net off with higher operating expenses by RM2.0 million.

10. Review for 2025

GDP growth is expected to ease from the robust growth of last year. While domestic demand will remain as growth driver, the uncertainties on the external front will continue to affect the external trade outlook. Nevertheless, Malaysia's domestic growth fundamentals is expected to remain intact. In addition to the stable and relatively low inflation environment, the sustained expansion in private consumption has been underpinned by a robust job market on the back of higher employment and wage growth, particularly in domestic-oriented sectors. The continued growth in the domestic spending is expected to cushion the impact of global trade uncertainties and heightened geopolitical tensions.

Meanwhile, in the equities market, 2025 thus far have been a volatile year. Against this global backdrop, the FBM KLCI, experienced modest gains in Quarter 2 2025 but remained subdued due to its Quarter 1 2025 performance. However, the performance was comparable to its ASEAN peers except Singapore. This may be due to uncertainty from U.S. policy leading to investors favouring developed markets rather than emerging markets.

10. Review for 2025 (cont'd.)

BNM maintained the Overnight Policy Rate ("OPR") at 3.00% at the May 8th Monetary Policy Committee ("MPC") meeting as the latest indicators point towards continued global growth and trade, supported largely by domestic demand and frontloading activities. However, tariff measures announced by the US government and retaliations have brought great uncertainties to global financial markets. The US Federal Reserve ("Fed") also kept the Federal Funds Rate ("FFR") steady at its meetings in Quarter 2 2025 as policymakers adopted a wait-and-see approach to allow the impact of the tariff measures to play out. That have left borrowing costs for all sorts of loans to be elevated. Although the Fed has expressed concern on the impact of the tariffs which have not been finalized, forecasters estimate that by year-end, the Fed ought to have sufficient clarity to cut rates. Despite the labour market holding steady, the tariffs are anticipated to hurt hiring, compelling the Fed to cut rates to lift the economy and the job market.

The MYR largely influenced by external factors, continued to appreciate against the USD from 4.43 to 4.21 q-o-q basis, owing its strength to global monetary tightening, capital flows and investor sentiment because of Trump's protectionist policies and mounting fiscal concerns. Furthermore, the MYR is supported by strong fundamentals and domestic policy changes such as the encouragement to convert foreign earnings to Ringgit. On the flipside, the USD has lost favour with the US Dollar Index ("DXY") diving to 97.14 from 104.26 at end Quarter 1 as players seek refuge in other major and emerging currencies while waiting for the market turmoil to blow over. Speculations on US interest rate cuts and doubts on the Fed's independence under political pressure have also weighed on the USD.

Meanwhile, liquidity in the Malaysian banking system continued to stay healthy at around RM50.0 billion to RM60.0 billion daily which translated to stable interbank deposit rates. KLIBOR rates registered declines across the board whereby the 1-month KLIBOR lost 2 bps to 3.26%; the 3-month KLIBOR tumbled 16 bps to 3.50% while the 6-month KLIBOR dropped 19 bps to 3.54%, suggesting a softening in interest rate expectations.

In the fixed income market, the Malaysian Government Securities ("MGS") yield curve shifted lower vis-à-vis its 1Q2025 levels with the 3-year MGS dropping 24 bps to 3.14% while the 10-year MGS dipped to 3.38% from 3.77%. The US Treasury ("UST") yield curve steepened with the benchmark 10-year UST almost unchanged at 4.23% from the end of 1Q2025 while the 3-year UST lost 21 bps to 3.68% as the short end of the curve outperformed the long end. The Malaysian government raised a total of RM37.0Bn from its MGS/GII auctions with an average BTC ratio of 2.893x compared to 2.886x last quarter. The lower MGS yields was mainly driven by the market actively pricing in a rate cut by BNM and increased inflows of foreign funds. Activities in the corporate bonds/sukuk sphere continued to stay healthy with consistent new issuances amounting to RM46.62Bn with the bulk of the issuances under the AA/AA2/P1/M-1 rated bonds and sukuk at RM15.38Bn.

Unaudited Interim Financial Statements

11. Cash and short-term funds

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Cash and balances with banks and other financial institutions	105,182	46,716	92,247	29,174
Money at call and deposit placements maturing within one month	7,001	338,228	7,001	338,228
	112,183	384,944	99,248	367,402

As at reporting date, the dealer's representatives' and clients' monies held in trust by the Group and the Bank amounted to approximately RM11,303,000 and RM7,672,000 respectively (2024: RM29,315,000 and RM12,106,000 respectively). These amounts are excluded from the cash and short-term funds of the Group and of the Bank.

12. Financial investments at FVOCI

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Money Market Instruments		
Government investment issues	541,097	693,835
Islamic Negotiable Instruments	298,703	-
	839,800	693,835
Debt securities		
In Malaysia		
Corporate bonds/sukuk	1,144,971	1,087,742
Equity instruments		
Unquoted securities in Malaysia:		
Shares	1,386	1,386
	1,986,157	1,782,963

Unaudited Interim Financial Statements

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

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

Group and Bank	Stage 1 Collective RM'000	Stage 2 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	160	31	-	191
Total charge to profit or loss [Note 24]	105	-	-	105
New purchased during the period	119	-	-	119
Disposal during the year	(25)	-	-	(25)
Changes in credit risk	11	-	-	11
At 30 June 2025	265	31	-	296
At 1 January 2024	422	-	14,196	14,618
Total (reversal)/charge to profit or loss	(262)	31	-	(231)
Transfer to Stage 2	(31)	31	-	-
New purchased during the period	347	-	-	347
Disposal during the year	(349)	-	-	(349)
Changes in credit risk	(229)	-	-	(229)
Written-off	-	-	(14,196)	(14,196)
At 31 December 2024	160	31	-	191

13. Financial investments at amortised cost

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Money Market Instruments		
Government investment issues	454,753	455,065
	454,753	455,065
Debt securities		
In Malaysia		
Corporate bonds/sukuk	1,157,202	1,288,215
	1,157,202	1,288,215
Less: ECL allowance	(625)	(928)
	1,611,330	1,742,352

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

Group and Bank	Stage 1 Collective RM'000
At 1 January 2025	928
Total reversal to profit or loss [Note 24]	(303)
Matured during the period	(98)
Changes in credit risk	(205)
At 30 June 2025	625
At 1 January 2024	1,187
Total reversal to profit or loss	(259)
Matured during the year	(107)
Changes in credit risk	(152)
At 31 December 2024	928

There was no Stage 2 and Stage 3 exposure as at 30 June 2025 and 31 December 2024.

Unaudited Interim Financial Statements

14. Loans, advances and financing

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Term loans/financing		
Syndicated term loans/financing	258,326	330,611
Other term loans/financing	353,656	361,990
	611,982	692,601
Margin accounts	1,079,073	1,108,229
Staff loans/financing	77	107
Gross loans, advances and financing	1,691,132	1,800,937
Less: ECL allowance	(9,306)	(21,366)
Net loans, advances and financing	1,681,826	1,779,571

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

(a) Gross loans, advances and financing

(i) By types of customer

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Domestic other non-bank financial institutions	27,954	31,365
Domestic business enterprises		
- Large corporations	400,967	492,285
- Small medium enterprises	442,100	439,752
Individuals	820,111	837,535
Gross loans, advances and financing	1,691,132	1,800,937

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

(a) Gross loans, advances and financing (cont'd.)

(ii) By interest rate sensitivity

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Fixed rate		
staff loans	77	107
Margin accounts	1,079,073	1,108,229
Variable rate		
Bridging, structured and term loans and financing	611,982	692,601
Gross loans, advances and financing	1,691,132	1,800,937

(iii) By economic sector

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Household	820,111	837,535
Finance, insurance and business services	497,092	531,173
Wholesale, retail trade, restaurants and hotels	126,156	123,363
Construction	100,350	100,364
Mining and quarrying	54,893	54,626
Electricity, gas and water supply	48,715	50,139
Manufacturing	22,996	40,839
Others	20,819	20,808
Agriculture	-	42,090
Gross loans, advances and financing	1,691,132	1,800,937

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

(a) Gross loans, advances and financing (cont'd.)

(iv) By maturity profile

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Within one year	1,265,422	1,329,640
One year to three years	218,314	212,824
Three years to five years	120,226	19,927
After five years	87,170	238,546
Gross loans, advances and financing	1,691,132	1,800,937

(b) Impaired loans, advances and financing ("ILs")

(i) Movements in ILs

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
At 1 January	67,162	135,102
Classified as impaired	29,507	21,180
Recovered	-	(7,370)
Written off	(13,138)	(81,750)
	83,531	67,162
Less: ECL allowance	(266)	(12,536)
Net ILs	83,265	54,626
Ratio of net ILs to gross loans, advances and financing less ECL allowance (Stage 3)	4.92%	3.05%

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

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

(ii) ILs by economic sector

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Mining and quarrying	54,893	54,626
Electricity, gas and water supply	28,638	-
Household	-	12,536
	83,531	67,162

(c) Movements in impairment allowances by class of financial assets

(i) ECL allowance

Term loans and financing

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to term loans, advances and financing is as follows:

Group and Bank	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	596,697	41,278	54,626	692,601
New assets originated	77,598	-	267	77,865
Assets derecognised or repaid (excluding written-off)	(155,237)	(3,247)	-	(158,484)
Transfer to Stage 3	(3,761)	(24,877)	28,638	-
At 30 June 2025	515,297	13,154	83,531	611,982
At 1 January 2024	530,482	50,453	135,083	716,018
New assets originated	257,822	-	1,293	259,115
Assets derecognised or repaid (excluding written-off)	(150,329)	(50,453)	-	(200,782)
Transfer to Stage 2	(41,278)	41,278	-	-
Amounts written-off	-	-	(81,750)	(81,750)
At 31 December 2024	596,697	41,278	54,626	692,601

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

(c) Movements in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Term loans and financing (cont'd.)

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to term loans, advances and financing is as follows: (cont'd.)

Group and Bank	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	8,537	293	-	8,830
Charge/(reversal) to profit or loss	436	(226)	266	476
Changes in the ECL due to transfer within stages:				
- Transfer to Stage 3	(40)	(226)	266	-
New financing/ disbursement during the period	1,585	-	-	1,585
Repayment during the period	(1,647)	-	-	(1,647)
Changes in credit risk parameters #	538	-	-	538
At 30 June 2025	8,973	67	266	9,306

The changes in credit risk parameters include impact of forward-looking on key macroeconomic variables ("MEV") and changes to loss rate for the ECL model.

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

(c) Movements in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Term loans and financing (cont'd.)

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to term loans, advances and financing is as follows: (cont'd.)

Group and Bank	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2024	3,365	604	79,182	83,151
Charge/(reversal) to profit or loss	5,172	(311)	2,568	7,429
Changes in the ECL due to transfer within stages:				
- Transfer to Stage 2	(293)	293	-	-
New financing/ disbursement during the year	3,585	-	-	3,585
Repayment during the year	(591)	(604)	-	(1,195)
Changes in credit risk parameters #	2,471	-	2,568	5,039
Written off	-	-	(81,750)	(81,750)
At 31 December 2024	8,537	293	-	8,830

The changes in credit risk parameters include impact of forward-looking on key macroeconomic variables ("MEV") and changes to loss rate for the ECL model.

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

(c) Movements in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Margin accounts

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to margin accounts is as follows:

Group and Bank	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	1,095,692	12,537	1,108,229
New financing/disbursement during the period	7,485	600	8,085
Repayment during the period	(24,104)	-	(24,104)
Write-offs	-	(13,137)	(13,137)
At 30 June 2025	1,079,073	-	1,079,073
At 1 January 2024	1,003,996	-	1,003,996
Transfer to Stage 3	(12,537)	12,537	-
New financing/disbursement during the year	227,780	-	227,780
Repayment during the year	(123,547)	-	(123,547)
At 31 December 2024	1,095,692	12,537	1,108,229

Group and Bank	Stage 3 Individual RM'000
At 1 January 2025	12,537
Charge to profit or loss	600
New financing during the period	600
Write-offs	(13,137)
At 30 June 2025	-
At 1 January 2024	-
Charge to profit or loss	12,537
Changes in credit risk parameters #	12,537
At 31 December 2024	12,537

The existing mechanism for margin accounts (monitoring, margin call, force selling) caters for any potential shortfall and full provision is made immediately for any shortfall of collateral compared to loan and financing balance on a daily basis.

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

(c) Movements in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Staff loans and financing

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to Staff loans is as follows:

Group and Bank	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	107	-	107
Assets repaid (excluding written-off)	(14)	-	(14)
At 30 June 2025	77	-	77
At 1 January 2024	106	19	125
New assets originated	63	-	63
Assets repaid (excluding written-off)	(62)	(19)	(81)
At 31 December 2024	107	-	107

15. Other assets

	Note	Group 30 June 2025 RM'000	Group 31 December 2024 RM'000	Bank 30 June 2025 RM'000	Bank 31 December 2024 RM'000
Amounts due from brokers and clients	(a)	58,259	33,722	58,259	33,722
Deposits, prepayments and other receivables		19,173	6,352	19,173	6,352
Less: ECL allowance	(b)	(2,122)	(1,022)	(2,122)	(1,022)
		17,051	5,330	17,051	5,330
Amount due from related companies	(c)	267	813	267	813
Amount due from subsidiaries	(c)	-	-	12,643	17,276
		75,577	39,865	88,220	57,141

15. Other assets (cont'd.)

(a) Amounts due from brokers and clients

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Brokers	-	1,236
Clients	58,259	32,486
	58,259	33,722

Brokers' and clients' debit balances arose from trading of securities through the Bank which are not yet due for settlement as at reporting date under the Rules of Bursa Malaysia Securities Berhad.

(b) Deposits, prepayments and other receivables

Movement in impairment allowance

(i) ECL allowance

Group and Bank	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	247	775	1,022
Charge	1,183	-	1,183
Written off	(83)	-	(83)
At 30 June 2025	1,347	775	2,122
At 1 January 2024	466	1,306	1,772
(Written back)/charge	(219)	63	(156)
Written off	-	(594)	(594)
At 31 December 2024	247	775	1,022

(c) The amounts due from related companies and subsidiaries arose mainly from expenses paid on behalf of the companies. These amounts are non-trade in nature, unsecured, interest-free and are repayable on demand.

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16. Deposits from customers

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
(a) By types of deposit		
Call deposits	61,109	58,735
Fixed deposits	3,166,583	3,363,157
	3,227,691	3,421,892
(b) By types of customer		
Business enterprises	1,698,663	2,072,643
Government and statutory bodies	1,525,964	1,346,243
Individual	3,064	3,006
	3,227,691	3,421,892
(c) By maturity structure of term deposits		
Due within six months	3,152,248	3,140,776
Six months to one year	75,444	281,116
	3,227,691	3,421,892

17. Deposits and placements of banks and other financial institutions

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
(a) Call deposits		
- Other financial institutions	41,469	56,306
(b) Fixed deposits		
- Licensed banks	167,025	144,136
- Other financial institutions	1,177,107	1,228,231
	1,344,132	1,372,367
	1,385,601	1,428,673
(c) By maturity structure of term deposits		
Due within six months	1,374,905	1,427,099
Six months to one year	10,696	1,574
	1,385,601	1,428,673

18. Other liabilities

	Note	Group		Bank	
		30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Amounts due to brokers and clients	(a)	58,922	33,479	58,922	33,479
Accrued liabilities and other payables		12,955	21,699	12,955	21,698
Employee benefits		2,394	2,647	2,394	2,647
Amount due to immediate holding company	(b)	56,364	40,769	56,362	40,764
Amount due to penultimate holding company	(b)	874	552	874	552
Amount due to related company	(b)	623	2,474	623	2,474
ECL allowances on loans, advances and financing commitments	(c)	1,452	2,194	1,452	2,194
		133,584	103,814	133,582	103,808

(a) Amounts due to brokers and clients

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Brokers	39,247	20,241
Clients	19,675	13,238
	58,922	33,479

Broker' and clients' credit balances arose from trading of securities through the Bank which are not yet due for settlement as at reporting date under the Rules of Bursa Malaysia Securities Berhad.

18. Other liabilities (cont'd.)

(b) The amounts due to penultimate holding company, immediate holding company and related company are non-trade in nature, unsecured, interest-free and are repayable on demand.

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

Loans, advances and financing commitments

Group and Bank	Stage 1 Collective RM'000	Stage 2 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	2,171	23	-	2,194
Total reversal to profit or loss	(742)	(23)	23	(742)
Changes in ECL due to transfer within stages:				
- Transfer to Stage 3	-	(23)	23	-
Derecognised/converted to financing (other than write-offs)	(845)	-	-	(845)
Changes in credit risk parameters#	103	-	-	103
At 30 June 2025	1,429	-	23	1,452
At 1 January 2024	1,127	-	-	1,127
Total reversal to profit or loss	1,044	23	-	1,067
Changes in ECL due to transfer within stages:				
- Transfer to Stage 2	(23)	23		-
New financing/ disbursement	1,497	-	-	1,497
Derecognised/converted to financing (other than write-offs)	(812)	-	-	(812)
Changes in credit risk parameters#	382	-	-	382
At 31 December 2024	2,171	23	-	2,194

The changes in credit risk parameters include impact of forward-looking on key macroeconomic variables ("MEV") and changes to loss rate for the ECL model.

19. Interest income

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group and Bank	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Loans and advances	23,211	23,630	46,512	46,314
Money at call and deposit placements with financial institutions	957	1,117	1,677	2,140
Financial investments at FVOCI	1,597	1,981	3,271	3,769
Financial investments at amortised cost	1,141	2,008	2,285	4,019
Derivative instruments	-	1,086	-	2,248
	26,906	29,822	53,745	58,490
Accretion of discount less amortisation of premium	(83)	(354)	(156)	(694)
	26,823	29,468	53,589	57,796

20. Interest expense

			RM'000	RM'000
	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group and Bank	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Deposits from customers	10,712	10,724	21,117	21,583
Deposits and placements of bank and other financial institutions	3,356	4,684	7,071	8,494
Derivative instruments	-	1	-	24
	14,068	15,409	28,188	30,101
Lease liabilities	29	42	62	71
	14,097	15,451	28,250	30,172

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21. Non-interest income

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Fee income:				
Fees on loans and advances	8	69	26	139
Corporate advisory fees	800	1,000	1,090	2,895
Underwriting fees	245	-	245	-
Brokerage commission	1,752	3,849	3,925	6,147
Rollover charges	1,823	1,835	4,033	3,596
Facility fee	413	75	463	350
Redemption fee	233	244	488	385
Placement fees	715	89	715	89
Other fee income	371	185	540	360
	6,360	7,346	11,525	13,961
Investment income:				
Net gain on sale of financial investments at FVOCI	1,147	43	1,170	63
Net unrealised loss on revaluation of derivative instruments	-	(1,073)	-	(1,714)
	1,147	(1,030)	1,170	(1,651)
Other income:				
Gain on disposal of property, plant and equipment	-	-	-	2
Intercompany management fee	24	24	48	48
Others	12	97	60	261
	36	121	108	311
	7,543	6,437	12,803	12,621

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

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Bank	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Fee income:				
Fees on loans and advances	8	69	26	139
Corporate advisory fees	800	1,000	1,090	2,895
Underwriting fees	245	-	245	-
Brokerage commission	1,752	3,849	3,925	6,147
Rollover charges	1,823	1,835	4,033	3,596
Facility fee	413	75	463	350
Redemption fee	233	244	488	385
Placement fees	715	89	715	89
Other fee income	357	164	512	325
	6,346	7,325	11,497	13,926
Investment income:				
Net gain on sale of financial investments at FVOCI	1,147	43	1,170	63
Net unrealised loss on revaluation of derivative instruments	-	(1,073)	-	(1,714)
	1,147	(1,030)	1,170	(1,651)
Other income:				
Gain on disposal of property, plant and equipment	-	-	-	2
Intercompany management fee	24	24	48	48
Others	9	10	18	100
	33	34	66	150
	7,526	6,329	12,733	12,425

22. Operating expenses

Group	Individual Quarter 3 Months Ended 30 June 2025 RM'000	30 June 2024 RM'000	Cumulative Quarter 6 Months Ended 30 June 2025 RM'000	30 June 2024 RM'000
(i) Staff costs:				
Wages, salaries and bonuses	9,089	12,442	18,646	22,251
Employees' benefits	56	53	112	106
Defined contribution plans	1,532	1,881	3,083	3,390
Social security costs	59	55	122	108
Other staff related expenses	5,003	930	5,642	1,858
	15,739	15,361	27,605	27,713
(ii) Establishment costs:				
Depreciation and amortisation	1,568	1,038	3,122	1,936
Depreciation of right-of-use assets	302	303	604	504
Rental of premises and office equipment	18	5	35	263
General repairs and maintenance	-	-	8	8
Insurance	69	55	142	110
Electricity	-	-	-	8
IT expenses	1,535	1,891	3,645	4,842
	3,492	3,292	7,556	7,671
(iii) Promotion and marketing -related expenses:				
Business promotion and advertisement	358	547	600	1,101
Entertainment	49	3	98	(34)
	407	550	698	1,067

22. Operating expenses (cont'd.)

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
(iv) Administrative and general expenses:				
Auditors' remuneration - Audit	91	94	182	187
Non-Executive Directors' remuneration	210	177	347	368
Shariah Advisory Committee remuneration	-	4	-	15
Management fees	4,318	2,863	8,952	5,831
Securities commission's levy	122	314	269	471
Brokerage fee	(118)	239	420	479
Bursa fee	56	58	126	190
License fee and stamp duty	61	46	99	94
Corporate dealers' and remisier' commissions	(38)	238	(12)	253
Professional fees	313	171	407	370
Regulatory expenses	106	27	122	101
Others	216	151	308	268
	5,337	4,382	11,220	8,627
	24,975	23,585	47,079	45,078

22. Operating expenses (cont'd.)

Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
(i) Staff costs:				
Wages, salaries and bonuses	9,089	12,442	18,646	22,251
Employees' benefits	56	53	112	106
Defined contribution plans	1,532	1,881	3,083	3,390
Social security costs	59	55	122	108
Other staff related expenses	5,003	930	5,642	1,858
	15,739	15,361	27,605	27,713
(ii) Establishment costs:				
Depreciation and amortisation	1,568	1,038	3,122	1,936
Depreciation of right-of-use assets	302	303	604	504
Rental of premises and office equipment	18	5	35	263
General repairs and maintenance	-	-	8	8
Insurance	69	55	142	110
Electricity	-	-	-	8
IT expenses	1,535	1,891	3,645	4,842
	3,492	3,292	7,556	7,671
(iii) Promotion and marketing -related expenses:				
Business promotion and advertisement	358	547	600	1,101
Entertainment	49	3	98	(34)
	407	550	698	1,067

22. Operating expenses (cont'd.)

Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
(iv) Administrative and general expenses:				
Auditors' remuneration				
- Audit	91	94	182	187
Non-Executive Directors' remuneration	210	177	347	368
Shariah Advisory Committee remuneration	-	4	-	15
Management fees	4,313	2,859	8,942	5,821
Securities commission's levy	122	314	269	471
Brokerage fee	(118)	239	420	479
Bursa fees	56	58	126	190
License fee and stamp duty	61	46	99	94
Corporate dealers' and remisiers' commissions	(38)	238	(12)	253
Professional fees	313	171	407	370
Regulatory expenses	106	27	122	101
Others	215	151	307	268
	5,331	4,378	11,209	8,617
	24,969	23,581	47,068	45,068

23. Impairment loss (made)/written back on loans, advances and financing

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group and Bank	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
ECL allowance (made)/written back				
- Stage 1	(492)	1,380	533	(738)
- Stage 2	-	-	-	604
- Stage 3	(266)	(5,500)	(266)	(7,551)
	(758)	(4,120)	267	(7,685)
Bad debts recovered	833	-	840	-
	75	(4,120)	1,107	(7,685)

24. Impairment loss (made)/written back on financial investments

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group and Bank	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Financial investments at FVOCI [Note 12]	(46)	(33)	(105)	(151)
Financial investments at amortised cost [Note 13]	193	(177)	303	82
	147	(210)	198	(69)

25. Impairment loss (made)/written back on other assets

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
ECL allowance				
- Made	(925)	-	(1,183)	-
- Written back	-	110	-	171
	(925)	110	(1,183)	171
Bad debts written off	-	-	(82)	-
	(925)	110	(1,265)	171

26. Basic earnings per ordinary shares

Group	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Profit for the period	14,924	9,357	27,741	18,149
Weighted average number of ordinary shares	155,000	155,000	155,000	155,000
Basic and diluted earnings per ordinary share (sen)	9.63	6.04	17.90	11.71

27. Commitments and contingencies

	<------- 30 June 2025 ------->			<--------- 31 December 2024 --------->		
	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
Group and Bank						
Direct credit substitutes	33,500	33,500	33,500	33,500	33,500	33,500
Other commitments, such as formal and credit lines, with an original maturity of:						
- not exceeding one year	419,289	83,858	83,858	370,409	74,082	74,082
- exceeding one year	57,384	28,692	28,692	201,974	100,987	100,987
Total	510,173	146,050	146,050	605,883	208,569	208,569

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

28. Credit exposures arising from credit transactions with connected parties

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
(i) Outstanding credit exposures with connected parties	447,923	441,697
(ii) Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	9.89%	9.23%
(iii) Percentage of outstanding credit exposures to connected parties which is impaired or in default	Nil	Nil

29. Related party disclosures

(a) Significant related party transactions and balances

The following significant transactions between the Group and the Bank and related parties took place at arm's length during the financial period/year.

	Group and Bank	
	30 June 2025 RM'000	30 June 2024 RM'000
Ultimate holding company		
Income:		
Brokerage fees earned	620	3,193
Expenditure:		
Interest expense on deposits	2,294	172
Penultimate holding company		
Income:		
Fee income	-	100
Expenditure:		
Management Fee - Others	1,702	-
Immediate holding company		
Expenditure:		
Rental of premises	665	553
Management fees	10,522	5,821
Other related companies		
Income:		
Interest income on financial investments	-	1,553
Brokerage fees earned	45	86
Fee income	260	-
Expenditure:		
Interest expense on deposits	1	8
Management fees	686	-

29. Related party disclosures (cont'd.)

(a) Significant related party transactions and balances (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 Bank with their related parties are as follows:

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Ultimate holding company		
Amount due to:		
Deposits from placements of banks and other financial institutions	14,052	9,467
Deposits from customers	100,061	100,019
Penultimate holding company		
Amount due to:		
Other payables	874	2,061
Immediate holding company		
Amount due from:		
Right-of-use asset	2,605	3,209
Amount due to:		
Other payables	56,362	40,764
Lease liability	2,672	3,269
Other related companies		
Amount due from:		
Cash and short term funds	1,452	17
Amount due to:		
Deposits from placements of banks and other financial institutions	-	6,172
Other payables	4,878	202

Other related companies consists of subsidiaries of EPF, associate companies of EPF, joint venture companies with EPF, companies in which Directors of the entities within MBSB hold directorship and key management personnel.

30. Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Group's and the Bank'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).

The carrying amount of cash and short-term funds, deposits and placements with financial institutions, non-current assets heldf or sale, other receivables (excluding prepayments and deposits) and other payables reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

Unaudited Interim Financial Statements

30. Fair value hierarchy (cont'd.)

The tables below analyse other financial instruments at fair value.

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
Group and Bank	**Level 1**	**Level 2**	**Level 3**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**		
30 June 2025	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial Assets										
Financial investments at FVOCI	-	1,984,771	1,386	1,986,157	-	-	-	-	1,986,157	1,986,157
Financial investments at amortised cost	-	-	-	-	-	1,731,133	-	1,731,133	1,731,133	1,742,352
Loans, financing and advances - staff	-	-	-	-	-	-	59	59	59	77
	-	1,984,771	1,386	1,986,157	-	1,731,133	59	1,731,192	3,717,349	3,728,586
Financial Liabilities										
Deposits from customers	-	-	-	-	-	3,227,691	-	3,227,691	3,227,691	3,227,691
Deposits and placements of banks and other financial institutions	-	-	-	-	-	1,385,601	-	1,385,601	1,385,601	1,385,601
	-	-	-	-	-	4,613,292	-	4,613,292	4,613,292	4,613,292

Unaudited Interim Financial Statements

30. Fair value hierarchy (cont'd.)

Group and Bank 31 December 2024	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial Assets										
Financial investments at FVOCI	-	1,781,577	1,386	1,782,963	-	-	-	-	1,782,963	1,782,963
Financial investments at amortised cost	-	-	-	-	-	1,736,520	-	1,736,520	1,736,520	1,742,352
Loans, financing and advances	-	-	-	-	-	-	82	82	82	107
	-	1,781,577	1,386	1,782,963	-	1,736,520	82	1,736,602	3,519,565	3,525,422
Financial Liabilities										
Deposits from customers	-	-	-	-	-	3,421,892	-	3,421,892	3,421,892	3,421,892
Deposits and placements of banks and other financial institutions	-	-	-	-	-	1,428,673	-	1,428,673	1,428,673	1,428,673
	-	-	-	-	-	4,850,565	-	4,850,565	4,850,565	4,850,565

Unaudited Interim Financial Statements

30. 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:

	Unquoted instruments
Group and Bank	**Financial investment at FVOCI RM'000**
At 1 January 2025 / 30 June 2025	1,386
At 1 January 2024	1,407
Impairment	(21)
At 31 December 2024	1,386

There was no transfers between Level 2 and Level 3 during the current and previous financial years for the Group and the Bank.

Changing one or more of the unobservable inputs to reasonable alternative assumptions would not change the value significantly for the financial assets in Level 3 of the fair value hierarchy.

31. Capital management

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

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Tier 1 Capital				
Common Equity Tier 1 ("CET1") Capital				
Ordinary shares	369,111	369,111	369,111	369,111
Regulatory reserve	31,771	34,761	31,771	34,761
FVOCI reserve	6,460	(1,705)	6,460	(1,705)
Retained profits	387,677	506,946	387,379	506,692
	795,019	909,113	794,721	908,859
Less: Regulatory adjustments	(47,177)	(52,256)	(47,177)	(52,256)
Total CET1 Capital	747,842	856,857	747,544	856,603
Total Tier 1 Capital	**747,842**	**856,857**	**747,544**	**856,603**
Tier 2 Capital				
Loss provision / loss provision and regulatory reserve	33,237	35,891	33,363	36,063
Total Tier 2 capital	**33,237**	**35,891**	**33,363**	**36,063**
Total Capital	**781,079**	**892,748**	**780,907**	**892,666**
CET1 Capital Ratio	25.627%	27.004%	25.529%	26.879%
Tier 1 Capital Ratio	25.627%	27.004%	25.529%	26.879%
Total Capital Ratio	26.766%	28.135%	26.669%	28.011%

The capital ratios after the deducting single-tier interim cash dividend of 17.20 sen per ordinary share in respect of financial period ended 30 June 2025 amounting to RM26,660,000 based on 155,000,000 shares issue (31 December 2024: single-tier final dividend of 96.774 sen per ordinary share amounting to RM150,000,000 based on 155,000,000 shares issue) are as follows:

After deducting dividend				
CET1 Capital Ratio	24.714%	22.276%	24.619%	22.172%
Tier 1 Capital Ratio	24.714%	22.276%	24.619%	22.172%
Total Capital Ratio	25.853%	23.408%	25.758%	23.304%

31. Capital management (cont'd.)

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

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Total risk-weighted assets for credit risk	2,658,955	2,871,281	2,669,011	2,885,039
Total risk-weighted assets equivalent for market risk	-	-	-	-
Total risk-weighted assets equivalent for operational risk	259,184	301,830	259,184	301,830
	2,918,139	3,173,111	2,928,195	3,186,869

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI")

Condensed consolidated statements of financial position
As at 30 June 2025

	Note	Group and Bank 30 June 2025 RM'000	Group and Bank 31 December 2024 RM'000
Assets			
Cash and short-term funds	(a)	22,625	350,794
Financial investments at FVOCI	(b)	1,801,063	1,614,286
Financial investments at amortised cost	(c)	1,494,979	1,615,669
Financing and advances	(d)	602,720	683,826
Other assets	(e)	11,666	10,300
Deferred tax assets		1,478	3,671
Total assets		3,934,531	4,278,546
Liabilities			
Deposits from customers	(f)	2,120,227	2,270,560
Deposits and placements of banks and other financial institutions	(g)	882,954	979,213
Other liabilities	(h)	303,018	272,778
Provision for taxation and zakat		2,471	1,990
Total liabilities		3,308,670	3,524,541
Islamic banking capital funds			
Islamic banking funds		426,600	426,600
Reserves		199,261	327,405
Total Islamic banking capital funds		625,861	754,005
Total liabilities and Islamic banking capital funds		3,934,531	4,278,546

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

Condensed consolidated statements of profit or loss
For the six months ended 30 June 2025

		Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
Group and Bank	Note	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Income derived from investment of depositors' funds	(i)	40,520	45,214	80,638	89,863
Income derived from investment of Islamic Banking funds	(j)	13,759	9,012	23,303	17,058
Impairment loss written back/ (made) on financing and advances	(k)	75	(3,136)	1,100	(6,690)
Impairment loss written back/ (made) on financial investments	(l)	145	(196)	131	(127)
Impairment loss (made)/written back on other assets	(m)	(835)	49	(1,167)	52
Total attributable income		53,664	50,943	104,005	100,156
Income attributable to depositors	(n)	(28,782)	(34,116)	(56,740)	(69,976)
Total net income		24,882	16,827	47,265	30,180
Operating expenses	(o)	(19,434)	(9,112)	(26,857)	(13,914)
Profit before taxation and zakat		5,448	7,715	20,408	16,266
Taxation		(1,736)	(1,893)	(5,200)	(3,907)
Zakat		(184)	(159)	(481)	(319)
Profit for the period		3,528	5,663	14,727	12,040

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

Condensed consolidated statements of comprehensive income
For the six months ended 30 June 2025

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Profit for the period attributable to equity holder of the Bank	3,528	5,663	14,727	12,040
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Changes in allowance for ECL on financial investments at FVOCI	30	14	96	142
Net (gain)/loss on financial investments at FVOCI				
- Transfer of gain to profit or loss upon disposal	(1,649)	(182)	(1,903)	(290)
- Fair value changes	5,562	1,701	8,936	4,866
Other comprehensive income for the period, net of tax	3,943	1,533	7,129	4,718
Total comprehensive income for the period attributable to equity holder of the Bank	7,471	7,196	21,856	16,758

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

Condensed consolidated statements of changes in equity
For the six months ended 30 June 2025

	<---------- Non-distributable ---------->			Distributable	
Group and Bank	**Islamic banking funds RM'000**	**Regulatory reserve# RM'000**	**FVOCI reserve^ RM'000**	**Retained profits RM'000**	**Total RM'000**
At 1 January 2025	426,600	18,331	(1,944)	311,018	754,005
Profit for the financial period	-	-	-	14,727	14,727
Other comprehensive income for the financial period	-	-	7,129	-	7,129
Total comprehensive income for the financial period	-	-	7,129	14,727	21,856
Transactions with owner					
Transfer from regulatory reserve	-	(3,050)	-	3,050	-
Dividends [Note 7]	-	-	-	(150,000)	(150,000)
At 30 June 2025	426,600	15,281	5,185	178,795	625,861
reported, as previously reported	426,600	21,237	(7,533)	288,001	728,305
Prior year adjustments	-	-	-	3,738	3,738
reported, restated	426,600	21,237	(7,533)	291,739	732,043
Profit for the financial period	-	-	-	12,040	12,040
Other comprehensive income for the financial period	-	-	4,718	-	4,718
Total comprehensive income for the period	-	-	4,718	12,040	16,758
Transactions with owner					
Transfer to regulatory reserve	-	1,676	-	(1,676)	-
At 30 June 2024	426,600	22,913	(2,815)	302,103	748,801

The regulatory reserve is maintained in compliance with the revised Bank Negara Malaysia guidelines on Financial Reporting in which the Bank 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 financial investments at FVOCI reserve arises from the change in the fair value of the underlying instruments and it is not distributable as cash dividends.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

Condensed consolidated statements of cash flows
For the six months ended 30 June 2025

	Note	Group and Bank 30 June 2025 RM'000	30 June 2024 RM'000
Profit before taxation and zakat		20,408	16,266
Adjustments for non-cash items		(3,117)	9,509
Operating profit before changes in working capital		17,291	25,775
Changes in working capital:			
Net changes in operating assets		20,892	(278,744)
Net changes in operating liabilities		(216,352)	(65,334)
Net cash generated from operating activities		(178,169)	(318,303)
Net cash used in financing activities			
- Dividend paid		(150,000)	-
		(150,000)	-
Net change in cash and cash equivalents		(328,169)	(318,303)
Cash and cash equivalents at beginning of the period		350,794	449,904
Cash and cash equivalents at end of the period	32(a)	22,625	131,601
Cash and cash equivalents comprise of:			
Cash and short-term funds		22,625	131,601

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2024.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(a) Cash and short-term funds

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Cash and balances with banks and other financial institutions	15,624	12,594
Money at call and deposit placements maturing within one month	7,001	338,200
	22,625	350,794

(b) Financial investments at FVOCI

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Money market instruments:		
Government investment issues	406,461	580,381
Islamic negotiable instruments	298,703	-
	705,164	580,381
Debt securities		
In Malaysia		
Corporate sukuk	1,095,899	1,033,905
	1,801,063	1,614,286

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

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

Group and Bank	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	147	31	-	178
Total charge to profit or loss [Note 32(l)]	107	-	-	107
New investments purchased during the period	119	-	-	119
Disposal during the period	(23)	-	-	(23)
Changes in credit risk	11	-	-	11
At 30 June 2025	254	31	-	285
At 1 January 2024	388	-	8,112	8,500
Total (reversal)/charge to profit or loss	(241)	31	-	(210)
Transfer to Stage 2	(31)	31	-	-
New investments purchased during the year	346	-	-	346
Disposal during the year	(336)	-	-	(336)
Changes in credit risk	(220)	-	-	(220)
Written-off	-	-	(8,112)	(8,112)
At 31 December 2024	147	31	-	178

(c) Financial investments at amortised costs

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Money market instruments:		
Government investment issues	434,472	434,719
Debt securities		
In Malaysia		
Corporate sukuk	1,061,132	1,181,813
	1,495,604	1,616,532
Less: ECL allowance	(625)	(863)
	1,494,979	1,615,669

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(c) Financial investments at amortised costs (cont'd.)

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

Group and Bank	Stage 1 Collective RM'000
At 1 January 2025	863
Total reversal to profit or loss [Note 32(l)]	(238)
Matured during the period	(33)
Changes in credit risk	(205)
At 30 June 2025	625
At 1 January 2024	1,028
Total reversal to profit or loss	(165)
Matured during the year	(5)
Changes in credit risk	(160)
At 31 December 2024	863

There was no Stage 2 and Stage 3 exposure as at 30 June 2025 and 31 December 2024.

(d) Financing and advances

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Term financing		
- Syndicated term financing	258,326	330,611
- Other term financing	353,656	361,990
	611,982	692,601
Staff financing	44	55
Gross financing and advances	612,026	692,656
Less: ECL allowance	(9,306)	(8,830)
Net financing and advances	602,720	683,826

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

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(a) Gross financing and advances

(i) By types of customer

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Domestic business enterprises		
- Large corporations	352,087	443,394
- Small medium enterprises	231,941	217,842
Domestic other non-bank financial institutions	27,954	31,365
Individuals	44	55
Gross financing and advances	612,026	692,656

(ii) By profit rate sensitivity

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Fixed rate		
Staff financing	44	55
Variable rate		
Bridging, structured and term financing	611,982	692,601
Gross financing and advances	612,026	692,656

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(a) Gross financing and advances (cont'd.)

(iii) By economic sector

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Finance, insurance and business services	243,705	265,786
Wholesale & retail trade and restaurants and hotels	121,456	118,887
Construction	100,350	100,364
Mining and quarrying	54,893	54,626
Electricity, gas and water supply	48,715	50,139
Manufacturing	22,996	40,839
Others	19,867	19,870
Household	44	55
Agriculture	-	42,090
Gross financing and advances	612,026	692,656

(iv) By maturity profile

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Within one year	186,341	96,721
One year to three years	218,290	337,483
Three year to five years	120,226	35
After five years	87,169	258,417
Gross financing and advances	612,026	692,656

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(a) Gross financing and advances (cont'd.)

(v) By classification of Shariah contracts

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Term financing		
Commodity Murabahah	611,982	692,601
Staff financing	44	55
Gross financing and advances	612,026	692,656

(b) Impaired financing and advances ("IF")

(i) Movements in IF

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
At 1 January	54,626	135,083
Classified as impaired	28,905	1,293
Written off	-	(81,750)
	83,531	54,626
Less: ECL allowance	(266)	-
Net IF	83,265	54,626
Ratio of net IF to gross financing and advances less ECL allowance	13.61%	7.89%

(ii) IF by economic sector

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Mining and quarrying	54,893	54,626
Electricity, gas and water supply	28,638	-
	83,531	54,626

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(c) Movement in impairment allowances by class of financial assets

(i) ECL allowance

Term loans and financing

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to term financing is as follows:

Group and Bank	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	596,697	41,278	54,626	692,601
New assets originated	77,598	-	267	77,865
Assets derecognised or repaid (excluding written-off)	(155,237)	(3,247)	-	(158,484)
Transfer to Stage 3	(3,761)	(24,877)	28,638	-
At 30 June 2025	515,297	13,154	83,531	611,982
At 1 January 2024	530,482	50,453	135,083	716,018
New assets originated	257,822	-	-	257,822
Assets derecognised or repaid (excluding written-off)	(150,329)	(50,453)	1,293	(199,489)
Transfer to Stage 2	(41,278)	41,278	-	-
Amounts written-off	-	-	(81,750)	(81,750)
At 31 December 2024	596,697	41,278	54,626	692,601

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(c) Movement in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Group and Bank	Stage 1 Collective RM'000	Stage 2 Individual RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	8,537	293	-	8,830
Total charge/(reversal) to profit or loss	436	(226)	266	476
Changes in ECL due to transfer within stages:				
- Transfer to Stage 3	(40)	(226)	266	-
New financing/ disbursement during the period	1,584	-	-	1,584
Repayment during the period	(1,647)	-	-	(1,647)
Changes in credit risk parameter#	539	-	-	539
At 30 June 2025	8,973	67	266	9,306
At 1 January 2024	3,365	604	79,182	83,151
Total charge/(reversal) to profit or loss	5,172	(311)	2,568	7,429
Changes in ECL due to transfer within stages:				
- Transfer to Stage 2	(293)	293	-	-
New financing/ disbursement during the period	3,585	-	-	3,585
Repayment during the period	(591)	(604)	-	(1,195)
Changes in credit risk parameter#	2,471	-	2,568	5,039
Write-offs	-	-	(81,750)	(81,750)
At 31 December 2024	8,537	293	-	8,830

The changes in credit risk parameters include impact of forward-looking on key macroeconomic variables ("MEV") and changes to loss rate for the ECL model.

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

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

(c) Movement in impairment allowances by class of financial assets (cont'd.)

(i) ECL allowance (cont'd.)

Staff financing

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to staff financing is as follows:

Group and Bank	Stage 1 Collective RM'000
At 1 January 2025	55
Assets derecognised or repaid (excluding written-off)	(11)
At 30 June 2025	44
At 1 January 2024	30
New assets originated	43
Assets derecognised or repaid (excluding written-off)	(18)
At 31 December 2024	55

No ECL allowance provided from the total staff financing outstanding.

(e) Other assets

	Note	Group and Bank 30 June 2025 RM'000	Group and Bank 31 December 2024 RM'000
Other debtors, deposits and prepayments		13,083	1,494
Less: ECL allowance	(i)	(1,750)	(583)
		11,333	911
Amounts due from clients	(ii)	333	9,389
		11,666	10,300

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(e) Other assets (cont'd.)

(i) Other debtors, deposits and prepayments

Movement in ECL allowance

Group and Bank	Stage 1 Collective RM'000	Stage 3 Individual RM'000	Total RM'000
At 1 January 2025	104	479	583
Charge [Note 32(m)]	1,167	-	1,167
At 30 June 2025	1,271	479	1,750
At 1 January 2024	144	1,010	1,154
(Writeback)/charge	(40)	63	23
Written off	-	(594)	(594)
At 31 December 2024	104	479	583

(ii) Amounts due from clients

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Clients	333	9,389
	333	9,389

Clients' debit balances arose from trading of securities through the Bank which are not yet due for settlement as at reporting date under the Rules of Bursa Malaysia Securities Berhad.

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(f) Deposits from customers

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
(i) By type of deposit		
Commodity murabahah fund		
Term deposits	2,120,227	2,270,560
(ii) By type of customer		
Commodity murabahah fund		
Business enterprises	694,323	1,024,337
Government and statutory bodies	1,425,904	1,246,223
	2,120,227	2,270,560
(iii) By maturity structure of term deposits		
Due within six months	2,057,775	2,000,607
Six months to one year	62,452	269,953
	2,120,227	2,270,560

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

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
(i) By types of deposit		
Commodity murabahah fund		
Term deposits	882,954	979,213
(ii) By type of customer		
Commodity murabahah fund		
Licensed banks	30,013	120,135
Other financial institutions	852,941	859,078
	882,954	979,213
(iii) By maturity structure of term deposits		
Due within six months	882,954	979,213

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32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(h) Other liabilities

	Note	Group and Bank 30 June 2025 RM'000	Group and Bank 31 December 2024 RM'000
Amounts due to brokers	(i)	332	9,373
Sundry creditors and accruals		22,221	22,240
ECL allowances on financing and advances commitments	(ii)	1,452	2,194
Amount due to immediate holding company		129	58
Amount due to Head Office		278,884	238,913
		303,018	272,778

(i) Amounts due to brokers

	Group and Bank 30 June 2025 RM'000	Group and Bank 31 December 2024 RM'000
Brokers	332	9,373
	332	9,373

Brokers' and clients' credit balances arose from trading of securities through the Bank which are not yet due for settlement as at reporting date under the Rules of Bursa Malaysia Securities Berhad.

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32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(h) Other liabilities (cont'd.)

(ii) Movements in the ECL allowances on financing and advances commitments is as follows:

Financing and advances commitments

Group and Bank	Stage 1 Collective RM'000	Stage 2 Collective RM'000	Stage 3 Individual RM'000	Totsl RM'000
Stage 1 Collective				
At 1 January 2025	2,171	23	-	2,194
Total (reversal)/charge to profit or loss	(742)	(23)	23	(742)
Changes in ECL due to transfer within stages:				
- Transfer to Stage 3	-	(23)	23	-
New financing/disbursement	205	-	-	205
Derecognised/converted to financing (other than write-offs)	(844)	-	-	(844)
Changes in credit risk parameters#	(103)	-	-	(103)
At 30 June 2025	1,429	-	23	1,452
At 1 January 2024	1,088	-	-	1,088
Total charge to profit or loss	1,083	23	-	1,106
Changes in ECL due to transfer within stages:				
- Transfer to Stage 2	(23)	23	-	-
New financing/disbursement	1,497	-	-	1,497
Derecognised/converted to financing (other than write-offs)	(773)	-	-	(773)
Changes in credit risk parameters#	382	-	-	382
At 31 December 2024	2,171	23	-	2,194

The changes in credit risk parameters include impact of forward-looking on key macroeconomic variables ("MEV") and changes to loss rate for the ECL model.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(i) Income derived from investment of depositors' funds

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Finance income and hibah:				
Financing and advances	8,301	9,580	17,060	18,331
Money at call and deposit placements with financial institutions	1,209	855	2,549	2,885
Financial investments at FVOCI	13,583	15,177	28,066	29,831
Financial investments at amortised costs	14,963	20,506	30,215	41,285
	38,056	46,118	77,890	92,332
Accretion of discount less amortisation of premium	980	(1,077)	1,035	(2,743)
Total finance income and hibah	39,036	45,041	78,925	89,589
Other operating income:				
Net gain on sale of financial assets at FVTPL	-	9	-	13
Net gain on sale of financial investments at FVOCI	1,484	164	1,713	261
	1,484	173	1,713	274
	40,520	45,214	80,638	89,863

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(j) Income derived from investment of Islamic Banking funds

Group and Bank	Individual Quarter 3 Months Ended		Cumulative quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Finance income and hibah:				
Financing and advances	922	1,064	1,895	2,036
Money at call and deposit placements with financial institutions	134	94	283	320
Financial investments at FVOCI	1,510	1,686	3,119	3,315
Financial investments at amortised costs	1,663	2,280	3,358	4,588
	4,229	5,124	8,655	10,259
Accretion of discount less amortisation of premium	109	(120)	115	(305)
Total finance income and hibah	4,338	5,004	8,770	9,954
Other operating income:				
Net gain on sale of financial assets at FVTPL	-	-	-	1
Net gain on sale of financial investments at FVOCI	165	18	190	29
	165	18	190	30
Fees and others:				
Fee income				
- Fees on financing and advances	299	297	582	606
- Corporate advisory fees	8,540	2,210	12,244	4,158
- Brokerage commission	275	1,337	549	2,026
- Participation fees	104	106	186	212
- Placement fee	-	-	375	-
- Other fee income	31	31	395	61
	9,249	3,981	14,331	7,063
Other income	7	9	12	11
	9,256	3,990	14,343	7,074
	13,759	9,012	23,303	17,058

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(k) Impairment loss written back/(made) on financing and advances

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
ECL allowance written back/(made)				
- Stage 1	(493)	1,364	532	(743)
- Stage 2	-	-	-	604
- Stage 3	(266)	(4,500)	(266)	(6,551)
	(759)	(3,136)	266	(6,690)
Bad debts recovered	834	-	834	
	75	(3,136)	1,100	(6,690)

(l) Impairment loss written back/(made) on financial investments

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Financial investments at FVOCI [Note 32(b)]	(48)	(40)	(107)	(164)
Financial investments at amortised cost [Note 32(c)]	193	(156)	238	37
	145	(196)	131	(127)

(m) Impairment loss (made)/written back on other assets

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Other assets				
- Impairment (made)/written back [Note 32(e)(i)]	(835)	49	(1,167)	52

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(n) Income attributable to depositors

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Commodity murabahah fund				
Deposits from customers	20,237	25,670	40,335	52,546
Deposits and placements of banks and other financial institutions	8,545	8,446	16,405	17,430
	28,782	34,116	56,740	69,976

(o) Operating expenses

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
(i) Staff costs:				
Wages, salaries and bonuses	6,967	417	7,465	920
Employees' benefits	19	-	19	-
Social security costs	49	4	53	7
Defined contribution plan	1,177	93	1,266	192
Other staff related expenses	3,952	63	3,938	164
	12,164	577	12,741	1,283

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(o) Operating expenses (cont'd.)

Group and Bank	Individual Quarter 3 Months Ended 30 June 2025 RM'000	30 June 2024 RM'000	Cumulative Quarter 6 Months Ended 30 June 2025 RM'000	30 June 2024 RM'000
(ii) Establishment costs:				
Premises rental*	1	-	1	-
IT expenses	105	510	352	690
Others	504	208	1,195	374
	610	718	1,548	1,064
(iii) Promotion and marketing related expenses				
Business promotion and advertisement	48	91	72	180
Entertainment	-	1	3	1
	48	92	75	181
(iv) Administrative and general expenses:				
Audit fees	55	56	131	112
Non-Executive Directors' remuneration	126	106	254	221
Management fees	2,909	3,062	8,370	6,223
Brokerage fees	76	130	149	200
Others	3,446	4,371	3,589	4,630
	6,612	7,725	12,493	11,386
	19,434	9,112	26,857	13,914

* Expense relating to short-term leases.

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(p) Net income from Islamic banking

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

Group and Bank	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Income derived from investment of depositors' funds	40,520	45,214	80,638	89,863
Income derived from investment of Islamic banking funds	13,759	9,012	23,303	17,058
Less: Income attributable to depositors	(28,782)	(34,116)	(56,740)	(69,976)
	25,497	20,110	47,201	36,945

(q) Capital adequacy

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

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Tier 1 Capital		
Common Equity Tier 1 ("CET1") Capital		
Islamic banking fund	426,600	426,600
Regulatory reserve	15,281	18,331
FVOCI reserve	5,185	(1,944)
Retained profits	178,795	311,018
	625,861	754,005
Less: Regulatory adjustments	(19,611)	(22,002)
Total CET 1 Capital, representing Total Tier 1 Capital	**606,250**	**732,003**
Tier 2 Capital		
Loss provision/loss provision and regulatory reserve	17,091	19,925
Total Tier 2 capital	**17,091**	**19,925**
Total Capital	**623,341**	**751,928**

Unaudited Interim Financial Statements

32. The operations of Islamic Banking Scheme ("SPI") (cont'd.)

(q) Capital adequacy (cont'd.)

(i) The capital adequacy ratio of the Group and of the Bank are as follows: (cont'd.)

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
CET1 Capital Ratio	40.623%	41.768%
Tier 1 Capital Ratio	40.623%	41.768%
Total Capital Ratio	41.768%	42.905%

The capital ratios after the proposed single-tier interim cash dividend of 8.17 sen per ordinary share in respect of financial period ended 30 June 2025 amounting to RM12,660,000 based on 155,000,000 shares issue (31 December 2024: single-tier final dividend of 96.774 sen per ordinary share amounting to RM150,000,000 based on 155,000,000 shares issue) are as follows:

After deducting dividend		
CET1 Capital Ratio	39.774%	33.209%
Tier 1 Capital Ratio	39.774%	33.209%
Total Capital Ratio	40.920%	34.346%

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

	Group and Bank	
	30 June 2025 RM'000	31 December 2024 RM'000
Total risk-weighted assets for credit risk	1,367,317	1,593,963
Total risk-weighted assets equivalent for operational risk	125,077	158,588
	1,492,394	1,752,551