Banking

POSITIVE (Maintain)

4QCY25 Wrap: An Excellent Quarter

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HIGHLIGHTS

- **Earnings summary: A strong quarter, with topline driven by fee income and NIM recovery, though investment income normalisation limits the scale of improvement from previous quarter. Lighter provisions were one of the core drivers this time (though this was just because heavy allocations have already been made in the past).**
- **Balance Sheet summary: Quarterly loan growth continued its steep recovery, driven by non-retail pipeline improvements. Liquidity-wise, it was of limited concern: While some ratios were tight, banks still seem to be maintaining aggressive uptake of CASA balances. No issues whatsoever with asset quality. With it being a solid dividend quarter, capital levels went down across the board noticeably (as Basel transition will be capital accretive for most).**
- **Management's latest guidance: Positive on NIM, fee income and provisioning outlook – regardless the ongoing Middle Eastern war could result in issues with asset quality (or at least instances of higher provisions) and dampen loan demand.**
- **Maintain POSITIVE call: Tailwinds outweigh headwinds with a bright dividend outlook, but a prolonged war spells trouble.**

Sector Verdict

Backed by Malaysia's geopolitical and interest rate stability and decent economic growth, tailwinds still outweigh headwinds. Only a few banks are particularly vulnerable to headwinds, which come in the form of slowing loan growth and heavier OPEX. Dividend outlook remains bright, as more upside announcements are expected in later quarters. But the Middle East war and weakening of working capital loans are issues of possible concern.

Core Themes

1. ▲ **Core beneficiary of emerging market inflows.** Our robust economic outlook, high dividend yields with upside possibility, excellent asset quality, and superior geopolitical stability (relative to neighbouring peers) make our banks look particularly attractive.
2. ▲ **Dividend outlook remains extremely bright.** We think the possibility of special dividends and other forms of capital release remains very high, though there may be a delay in announcements. While capital is elevated and Basel IV transition should be capital accretive in most cases, most banks want further certainty before pulling the trigger.
3. ▲ **NIMs to benefit from both asset yield and COF optimisation.** Most banks are very positive on NIM, guiding for NIM expansion on the back of FD release and interest rate stability. On the asset side, expect more aggressive loan rebalancing, favouring higher-yielding business loans.
4. ▲ **Expect fee income to drive topline in the near term.** Wealth management, bancassurance, and debt capital markets are major drivers of the fee side – especially as market performance, loan growth, and economic sentiment improve. Forex volatility aside, the stabilisation of interest rates should result in some moderation in investment income.
5. ▲ **Liquidity situation is improving.** Liquidity has improved significantly since the last quarter, with more readily available cheap CASA in the market. The Indonesian and Singapore situation has also improved. As most loan growth targets are not overly lofty, we doubt that most banks will run into any crippling liquidity shortages.
6. ▲ **With most major recoveries already sorted, the system GIL ratio is the best it hs ever been – only idiosyncratic shocks expected.** Further recoveries are still expected, and several banks' NCC guidance is on the low side. But for now, asset quality issues are largely idiosyncratic and don't hint towards more insidious trends.
7. ► **OPEX growth is a mixed bag and will vary from bank to bank.** While we expect further tech efficiencies to come online, tech spend remains the primary cause of drag for most banks. Expect further rapid OPEX growth among rapidly expanding smaller banks.
8. ► **Neutral on loan growth.** Business loans have been dwindling as of late, as working capital continues to weaken – particularly the SME segment. Retail loan growth has been on a downward trajectory for several years. For the most part, banks are not guiding for very strong local figures either – particularly the large banks.

COMPANY *IN FOCUS*

HL Bank

Maintain BUY | Target Price: RM30.50
Price @ 4 March 2026: RM23.06

- Loan growth is very high for a mid-sized bank.
- Defensive pick: Asset quality and provisioning remain the industry's best.
- Sharp NOII growth persists from regional offerings. "Low-hanging fruit" is still close.

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AMMB

Maintain BUY | Target Price: RM7.57
Price @ 4 March 2026: RM6.57

- Upside to dividend payouts. Breaking the 50% payout level is possible, given the Group's high capital levels.
- NIM outlook remains bright, with ongoing asset-liability management
- Excellent cost discipline, which helps with earning certainty.

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FIG 1: Earnings Scorecard

Banks	Surprise to Forecast?		Earnings Revision*			Adjustment Justification and Key Variances vs Estimates
	Ours	Street	FY26	FY27	FY28	
MAY			▲ +1%			New FY26 targets.
CIMB			▼ -2%	▼ -2%		New FY26 targets.
PBK			▼ -6%	▼ -5%		New FY26 targets.
RHB			▲ +3%	▲ +1%		New FY26 targets.
HLBK						
AMMB						
BIMB	▲ ABOVE (108%)	▲ ABOVE (107%)	▼ -3%	▼ -7%		This quarter had virtually zero provisions, leading to the strong result. New FY26 targets.
AFFIN			▼ -5%	▼ -6%		New FY26 targets.
ABMB						

Source: Banks, MBSBR

FIG 2: Summary of Fundamental Performance

	MAY	CIMB	PBK	RHB	HLBK	AMMB	BIMB	AFFIN	ABMB
1. Forward Guidance	▲	►	▼	▲	▲	▲	▲	►	▲
▲► Neutral to Positive	Most banks are largely optimistic on NIM, fee income and a healthy provisioning outlook. Regardless, earnings may see limited sequential year growth in CY26 due to heavy OPEX and normalisation in investment income. Banks with large regional exposure are more vulnerable to economic weakness plaguing foreign segments. A main concern is the outbreak of war in the Middle East. Logistical disruptions may lead to cost inflation plaguing small businesses, further disrupting growth. A prolonged conflict could even lead to asset quality issues (or at least instances of higher provisioning by banks).								
2. Earnings performance	▲	►	▲	▲	▲	▲	▲	▲	▲
▲ Very strong for a 4Q	A solid quarter, which held its own despite being subject to seasonal deposit competition. Topline growth was the standout (NIM recovery, fee income growth despite non-fee normalisation), while some banks benefited from lower provisions (having already taken larger ones earlier in the year).								
3. NIM movements	▲	▲	▲	▲	►	►	▲	▲	▲
▲ FD repricing benefits are kicking in	Largely positive, particularly for a 4Q, as FDs price downward following the OPR cut. Some banks benefited from ongoing liability management measures. We continue to see a surge in CASA balance offsetting FDs, largely driven by the business end.								
4. Non-II performance	►	▼	▲	▲	▲	►	▲	▲	►
▲► Largely maintained, though far from exceptional	The impact of investment income normalisation was clearly felt. But there were positive offsets: Forex volatility was a factor, as was higher fee income driven by improving economic prospects. Expect this trend to persist in the near term.								
5. OPEX (yoy)	▲	▲	►	▲	▲	▲	▲	▼	▼
▲ Largely well contained	OPEX growth ends the year on a much softer note, following 9MCY25's much more aggressive sequential year growth. It's possible that a solid 3QCY25 earnings performance led to several banks taking bonus accruals during the quarter, alleviating pressure this time.								

6. Loan growth (qoq)	►	▲	►	▲	▲	▲	▲	▲	▲
▲ Very clear growth recovery	**Loan growth recovery continued from last quarter, with some banks reporting even more impressive figures (particularly on non-retail balances).**								
7. Liquidity & Deposits	▲	►	▲	▲	▲	▲	▲	▼	▲
▲ Aggressive acquisition of cheap CASA persists	**Some banks had even tighter L/D ratios, but none of them strikes us as overly concerned. While overall deposit growth has slowed, banks have acquired a lot of cheap CASA in this quarter. FD repricing downwards and a surge in cheap CASA were trends we have seen throughout the industry.**								
8. Asset Quality movements	▲	▲	►	▲	►	►	▲	▲	▲
▲ Window dressing in full swing	**Nothing too concerning, as the window dressing quarter led to multiple write-downs and recoveries. Some banks highlighted possible issues with smaller businesses that may be hit with additional SST-related costs.**								
9. Provisioning levels	▲	▲	▲	▲	►	▲	▲	▲	►
▲ A mild quarter, after a pretty intense year.	**Provisioning this quarter was very low – but this was warranted given that some banks have already taken much larger provisions earlier in the year (due to fear of Trump tariffs). A lot of recoveries were seen.**								
10. Capital levels and Dividends	▲	▲	▲	►	▲	▲	▲	►	▲
▲ Good dividends, but not enough to satiate investors	**Although some banks saw some degree of dividend upside this quarter, we get the sense that investors had much higher expectations. The market rebalancing taking place after a lack of positive dividend announcements for certain banks was particularly apparent (namely, MAY and CIMB). We think dividend upside still exists, but we may have to wait a couple more quarters (for further certainty on Basel transition) before announcements are made.** **Banking capital levels seem a lot more optimised within the quarter, driven by improvements in local asset quality. Basel transition should lead to higher CET 1 ratios across the board, though anything above 1% is unlikely.**								

Source: Banks, MBSBR

FIG 3: Sector Picks

Our Call	BANK	Catalysts, concerns, and other notes
NEUTRAL	**MAY**	1. ▲ Dividend yields remain one of the industry's best, backed up by sizeable capital reserves. There is still a possibility of dividend upside, but this will come several quarters later. 2. ▲ Fee income is a core component of ROAR30's success. Its outlook remains very bright, with wealth management and Islamic finance as the main drivers. 3. ► After this quarter's steep NIM improvement, the Group seems more moderate on NIM outlook. There remains room for further asset/liability management, though be wary of potential headwinds from SG and MY. 4. ► Expect moderate loan growth figures, with a deeper focus on the SME segment. Management seems particularly confident about an Indonesian turnaround, while SG and MY outlooks are similarly positive. 5. ► Asset quality seems relatively benign for now, with only minor ongoing issues. The Group continues to undergo a "soft rerisking", but that's an issue for the future. The likelihood for further writebacks remains high, although LLC has declined. 6. ▼ Negative on OPEX outlook, with higher ROAR30 tech spend inbound. This was the main downside to earnings growth in the next couple of years.

GOOD Pick	**CIMB**	1. ▲ Dividend yields remain high, especially when bolstered by special dividends. Management is happy with the current 55% level and will supplement this with special dividends to clear out excess capital. However, further upside is capped given that CET 1 levels are close to the ideal state. 2. ▲ Has shown convincing NOII expansion thus far, with their cross-selling capability slowly netting growth. They seem particularly excited about MY outlook. 3. ▲ Superb cost control seen in FY25 (without having to crimp on tech investments), and further cost takeouts are expected (though on a much smaller scale). 4. ► Relatively neutral on NIM prospects, though recent outlook leans towards expansion as ID's liquidity situation improves and SG's SORA has shown more stability as of late. 5. ► Tepid, mid-single-digit level loan growth expected. Asset growth (which factors in bond market funding) prospects may be a lot stronger, hence a lot of growth may come in the form of NOII instead. 6. ▼ Economic headwinds provide a challenging environment for both Thai and Indonesian segments; growth prospects are temporarily weak for now. As a result, the Group has reallocated capital from these regions into MY, which has brighter prospects.
TOP Pick	**PBK**	1. ▲ While dividend payout seems to have plateaued at 60%, there is excess capital remaining, implying the possibility of special dividend payouts. LPI's share disposal and Basel IV transition support this. 2. ▲ PBK is gunning for double-digit fee income growth, driven mainly by bancassurance (STMB and AIA) and unit trust income segments. An improvement in market conditions bodes well for unit trust sales, and enhanced cross-sell capabilities are well overdue for PBK. 3. ▲ While asset quality remains stellar, a lower overlay balance implies less room for writebacks, and thus a more normalised provisioning outlook. 4. ► Ongoing loan portfolio optimisation limits loan growth. The priority is SME loans over lower-yielding retail loans, whose rates have become too competitive for PBK to handle. 5. ▼ NIM concerns: Largely from competitive loan yields, though deposit competition poses a smaller threat. Compression expected, and certainly one of the least optimistic banks. 6. ▼ Share price overhang from the Teh Family's plan to sell its stake persists.
TOP Pick	**RHB**	1. ▲ Dividend yields are high, with potential upside during stronger performing years. The Group remains among the most capitalised in the industry. 2. ▲ NIM outlook particularly bright, driven by ongoing CASA accumulation measures and a recovery in higher-yielding loan segments. MTC accounts and MySiswa programme prospects are still bright. 3. ▲ Bancassurance fees (and other drivers) to bolster NOII. FY26 should see a continuation of onboarding fees from the STMB and TokioMarine deal, alongside a possible bonus for achieving sales targets. 4. ▲ Loan growth has seen marked improvement in recent quarters, as management grows more confident on asset quality outlook. However, not all segments have fully recovered (notably Thailand and SME). 5. ▲ Convincing improvements to asset quality as of late. FY26's NCC is noticeably low, bolstered by a stream of recoveries.
TOP Pick	**HLBK**	1. ▲The Group's intention to further pare down its BOCD stake should further free the Group from persistent share price overhang. So far, HLBK has done an admirable job in maintaining profitability and post share pare down. 2. ▲ Rapid fee income growth to persist, with "low-hanging fruit" still close, particularly from SG's wealth management segment. 3. ▲ Cost control is the best in the industry, with much room for further cost optimisation. The Group's tech projects seem to be kicking in earlier and more effectively than peers – perhaps in part due to their CEO's heavier focus and experience. 4. ▲ Loan growth is the highest among large-to-mid-sized banks – even comparable to smaller peers. Overseas loans are growing particularly fast. 5. ▲ Asset quality and provisioning remain among the industry's best, with further recoveries expected. 6. ► Decent dividend yields, but tight capital levels limit further upside potential (unless a further BOCD stake sale occurs). 7. ▼ Expect further NIM compression, though management thinks NIM will recover by end-FY26

TOP Pick	AMMB	1. ▲ Given the Group's healthy capital levels (and the neutral to positive impact of Basel IV transition), further dividend upside to the current 50% level is highly likely. 2. ▲ Improvements in market performance should benefit fee income significantly, given the Group's heavy focus on asset management. The Group has an exceptional investment banking franchise. 3. ▲ NIM has performed well over the last 12 months. We think the Group can maintain its current level for now, given its ongoing asset/liability optimisation activity. The Group's steady progress in growing its retail CASA heavy deposit mix and Investment Account products is promising. 4. ▲ AMMB's cost discipline is very strict, which provides tremendous certainty to earnings. Its CIR is among the lowest in the industry. 5. ▲ Expect lower provisions in 4QFY26. Apart from the RSME segment, asset quality does not seem to pose any major issues for now. 6. ► Loan growth should remain unimpressive, given their ongoing portfolio rebalancing initiative and hiccups with their RSME portfolio. However, we are reaching the tail-end of the restructuring.
NEUTRAL	BIMB	1. ▲ Excellent dividend yields, though room for further payout upside is limited given the higher loan growth expected this year, and an already high payout figure of 60%. 2. ▲ After a painful FY25, NIM expansion is expected, as it is set to normalise back to its former higher levels. A higher-yielding loan mix should help. 3. ▲ BIMB seems optimistic on its fee income outlook, though it's important not to get carried away. FY25's excellent result could be partially due to a large bancatakaful (STMB) sign-on fee – subsequent years may not see this degree of growth. 4. ▲ Poised to gain loan market share, even if high loan growth targets are not fully achieved. Will be gunning for a more non-retail-heavy mix, and a recent recovery supports this. 5. ► While asset quality is very healthy, provisioning remains high given its GIL ratio. Then again, the Group has a history of setting NCC targets that are far more conservative than the actual result. 6. ▼ Cost inflation is among the highest in the industry. This should persist, given BIMB's rapid expansion and future transformation plans. CIR remains among the highest in the industry.
NEUTRAL	AFFIN	1. ▲ Improved dividend certainty. It has introduced a commitment to maintain a 40-60% dividend payout policy. With high loan growth targets and a moderate CET 1 level, we think actual payout will remain closer to the lower bound. 2. ▲ With its new linkups and burgeoning franchise, AFFIN has significant fee income growth potential (particularly with PHEIM), though it may take some time to set up. We think FY27 is when it should fully come online. 3. ▲ AFFIN has made laudable progress in improving its asset quality profile and seems no longer as vulnerable to asset quality shocks. However, its current, much lower LLC gives less room for writebacks. 4. ▲High loan growth expected – but this time, management is disciplined in making sure that it does not come at the expense of NIM or ROE. 5. ► The Group is optimistic about NIM prospects, with opportunities for both liability and asset optimisation – though whether they will reach their lofty FY26 target is a different matter. We hold a more cautious, neutral stance despite this quarter's improvement: AFFIN has a history of volatile NIM fluctuations. 6. ► Cost control needs more work. Despite keeping cost inflation to a minimum in FY25, CIR remains the industry's highest. Expect more normalised OPEX growth figures in FY26, instead of FY25's well-controlled result. 7. ▼ Ramping up lower-cost CASA growth is a problem the Group is yet to be solved. It is repivoting to a business operating account-led strategy, but we will be looking closely regardless.

GOOD Pick	ABMB	1. ▲ While tapering down from previous years, ABMB's loan growth remains high relative to the rest of the industry. The lower scale of growth reduces the strain on capital while allowing the Group to maintain market share capture. 2. ▲ Fee income performance is picking up, largely driven by rapid wealth management growth. With fewer glaring loan targets ahead, the Group can shift its efforts to fee income optimisation. Fee income has been notoriously underutilised – it should be a "easy-hanging fruit" type situation. 3. ► While NIM has underperformed this quarter, we think there's some room for improvement ahead. As management repeats, NIM is not the primary focus – it is NII (which should grow rapidly, regardless of further NIM compression or not). 4. ► High-cost inflation persists, especially since the Group has frontloaded marketing costs in the first few years of ACCELER8. We are now approaching the tail end of ACCELER8, implying lower cost pressure ahead. 5. ► Asset quality is not too large a concern for now, though ABMB historically has been noticeably vulnerable to such shocks. 6. ▼ Dividends remain at the lower end, though more subdued loan growth targets provide room for upside. With earnings flooding in since the bulk of loan acquisition already behind us, RWA should start slowing its pace of growth.

Maintain POSITIVE call. (Our comprehensive list of sector drivers is on the first page.)

Top downside risks include:

1. Disruptions to economic growth, which could lead to slower asset growth and asset quality issues.
2. Potential OPR cuts that will compress NIMs in the short term.
3. Asset quality flare-ups, which could lead to instances of heavier provisioning.

Top Picks: HL Bank (BUY, TP: RM30.50) and **AMMB (BUY, TP: RM7.57).**

PEER COMPARISON

Bank	Call	Share P	Target P	Upside	Mkt Cap	FY Basis	P/B	ROE	LTG	COE	P/E (x)		P/B (x)		ROE (%)		Div Yield (%)	
	^Top Pick	(RM)	(RM)	(%)	(RM b)		(x)	(%)	(%)	(%)	FY26	FY27	FY26	FY27	FY26	FY27	FY26	FY27
MAY	NEUTRAL	11.66	12.29	5.4	141.0	FY26F	1.53	11.1	3.0	8.3	13.3	12.8	1.45	1.40	11.1	11.1	5.4	5.6
CIMB	BUY	7.95	9.29	16.9	85.0	FY26F	1.37	10.9	4.0	9.0	11.0	10.5	1.17	1.14	10.9	11.0	5.9	6.1
PBK	NEUTRAL	4.84	5.05	4.3	93.5	FY26F	1.55	11.9	3.5	8.9	12.8	12.1	1.48	1.41	11.9	11.9	4.7	4.9
RHB	BUY	8.50	9.11	7.2	37.3	FY26F	1.12	9.6	4.0	9.0	11.1	10.9	1.05	1.00	9.6	9.4	5.4	5.5
HLBK	^BUY	23.06	30.50	32.3	47.3	FY27F	1.42	11.1	4.0	9.0	10.6	9.9	1.14	1.07	11.1	11.1	4.5	4.7
AMMB	^BUY	6.47	7.57	17.0	21.4	FY27F	1.10	9.4	4.0	8.9	10.6	10.3	0.99	0.94	9.5	9.4	4.2	4.4
BIMB	NEUTRAL	2.43	2.32	-4.5	5.5	FY26F	0.67	7.0	4.0	8.5	9.8	9.4	0.70	0.67	7.0	7.3	6.1	6.4
AFFIN	NEUTRAL	2.59	2.39	-7.9	6.7	FY27F	0.47	4.8	3.0	6.8	11.9	10.8	0.53	0.51	4.5	4.8	3.4	3.6
ABMB	BUY	4.94	6.08	23.0	8.5	FY27F	1.20	10.3	5.0	9.4	10.2	9.8	1.04	0.98	10.5	10.3	3.9	4.1
Total Weighted avg											12.0	11.5	1.28	1.23	10.9	10.9	5.1	5.3
Large-Cap	MAY, CIMB, PBK										12.5	12.0	1.39	1.33	11.3	11.3	5.3	5.5
Mid-Cap	RHB, HLBK, AMMB										10.8	10.3	1.07	1.02	10.2	10.2	4.7	4.9
Small-Cap	BIMB, AFFIN, ABMB										10.7	10.0	0.79	0.75	7.7	7.7	4.3	4.5

*Closing prices from 04 Mar 2026.
*HLBK, AMMB and ABMB use FY26F/27F values. ^HL Bank & HL FG uses FY23F/24F values.

Source: Banks, MBSBR

A. OUTLOOK AND GUIDANCE

FIG 4: Upcoming Targets

	P/L Statement			Balance Sheet			Asset Quality	
Bank	ROE	NIM	Cost /Inc. ratio	Loan growth	CASA ratio	Div payout	GIL ratio	NCC (bps)
MAY	>11.8	2.05 - 2.10 (from 2.05)	<49	4 - 5		~72		20
FY25	>11.3	Stable (from 2.05)	<49	3		~72		<20
CIMB	11.0 - 11.5	2.08 - 2.18 (from 2.13)	<47	Asset: 5 - 7 Loans (Unofficial): Mid-single-digit		55		25 - 35
FY25	11.0 - 11.5	5 - bps squeeze (from 2.21)	<46.7	5 - 7		55		25 - 35
PBK	12.0 - 13.0	Stable to single-digit squeeze (from 2.21)		4 - 5		60		Single digit
FY25	12.5 - 13.0	Mid-to-high-single digit squeeze (from 2.21)		5 - 6		60		Single digit
RHB	10.8 - 11.0	1.83 - 1.86 (from 1.80)	45.5 - 46.0	5 - 6	>30	50 - 60	1.35 - 1.40	13 - 14
FY25	10.4 - 10.8	1.81 - 1.83 (from 1.86)		5 - 6	28 - 29	>60	1.4 - 1.5	15 - 20
HLBK	11.5 - 12.0	1.80 - 1.90 (from 1.90)	39	6 - 7	>32		<0.65	<10
AMMB	>10	2 - 3 bps higher (from 1.94)	44	Mid-single-digit (to match GDP)		50		21 -25 ~~20 - 30~~
BIMB	>7.0	>2.1 (from 2.07)		8 - 9		60	<1.1	28 - 30
FY25	>7.0	>2.0 (<25bps from FY24)	63 - 64	6 - 7		60	<1.1	<30
AFFIN	5.0 PBT: RM850m	1.55 (from 1.45)	67	10	31	40 - 60	1.80	13 (GCC)
FY25	4.8 PBT: RM800m	1.45 (from 1.34)	68	8	30	DRP	1.70	12 (GCC)
ABMB	10	2.34 - 2.37 ~~2.37 - 2.43~~ (from 2.45)	48	8 - 10		40 -50		30 - 33 ~~35~~
MBSB	5 - 6	2.0 (from 1.95)	<53	7 - 8		80 - 90	4.0 - 5.0	30 - 40
FY25	5 - 6	2.0 (from 2.40)	<53	5 - 6		90	4.0 - 5.0	30

**Red font = New guidance, ~~Strikethrough font = Redundant former guidance~~.*

Source: Banks, MBSBR

FIG 5: Management's Guidance

Banks	Mgmt's Tone	Drivers
SECTOR	▲ Cautiously +ve	Main, convincing drivers exist in the form of fee income growth and NIM recovery (upon interest rate stability) – we can be assured that topline is expansionary. Other drivers are less certain: Loan growth may be hit by weakening working capital loans, which the ongoing middle east war could exacerbate. It could also lead to banks taking larger overlay provisions, though asset quality impact may be limited.
MAY	▲ Cautiously +ve	NOII (wealth management and Islamic finance), ongoing liability and asset management to maintain NIMs. Optimistic on SG and ID recovery for loan growth. Special dividend payout is likely in order but have to wait for management to fine tune ROAR30 details and await approval.
CIMB	► Neutral	NOII growth remains very strong, with more focus on wealth and SG's wholesale segment. To back it up, capital will continue to be shifted to MY, given its potential in NOII space. Capital will come from TH and ID, which are in a bad spot. NIM neutral: MY and ID NIM to offset weaker SG and TH outlook. Slower loan growth: Main drag by TH, while MY and ID figures are tepid; SG should see higher loan growth.
PBK	▼ -ve	More conservative FY26 ROE, NIM and loan growth estimates than FY25. It is clear PBK is facing trouble with its retail-heavy focus and is forced to branch out or risk falling further behind. Lower overlay balance also implies less room for writebacks than before. The bright spot is NOII, particularly on unit trust and bancassurance segments. The dividend payout ratio will no longer increase, though special dividends are possible.
RHB	▲ +ve	Fee income is bright, bolstered by bancassurance fees (following the recently signed deal with Tokio Marine & STMB). NIM outlook is also very bright, buoyed by ongoing CASA accumulation strategies and recovery in higher-yielding loan segments. A recovery in loan growth in recent quarters backs this up. This is due to convincing improvements to asset quality as of late. Also, FY26's noticeably low NCC guidance is a sign of further recoveries.
HLBK	▲ +ve	Apart from NIM compression, all earnings and growth drivers are very positive. Especially positive on further cost optimisation and very strong fee income growth.
AMMB	▲ +ve	Apart from a tepid loan growth expectation, all earnings and growth drivers are very positive. Particularly high chance of dividend upside, given elevated capital levels.
BIMB	► Neutral	NIM expansion is the main form of upside. Loan growth outlook is more positive, but BIMB doesn't have the best track record of achieving loan growth targets. While BIMB is optimistic about its fee income, we urge investors not to be carried away, as FY25's strong figures may have been buoyed by a large bancassurance onboarding fee. High-cost inflation and provisioning costs limit growth prospects. The small upside is that BIMB's NCC guidance is always more conservative than actual figures. Perhaps there will be more certainty in direction following the introduction of the new CEO and the introduction of a new multi-year plan.
AFFIN	▲ Cautiously +ve	We like AFFINS newer dividend certainty, solid improvements in asset quality, and management's more measured approach in its high loan growth (i.e. NIM and ROE will not be sacrificed). At the same time, CASA growth remains a huge issue (especially with such a lofty loan growth target), cost management needs work, and investment banking, though having progressed significantly, still needs some time to ramp up. Hence, we think there are a lot of barriers to achieving the required target.
ABMB	► Neutral	High loan growth and strong NOII growth, but high inflation and NIM underperformance are downward catalysts.

Source: Banks, MBSBR

B. DIVIDENDS, CAPITAL AND RISK-WEIGHTED ASSETS

FIG 6: Dividends

Bank	Dividend?	Current FY's Payout	Dividend payout (%)					Dividend yield (%)		CET 1 ratio (%)	
			FY23	FY24	FY25	FY26F	FY27F	FY26F	FY27F	Group	Bank
MAY	YES	71	77	73	72	72	72	5.4	5.6	16.0	15.6
CIMB	YES	65	66	65	65	65	65	5.9	6.1	14.3	13.4
PBK	YES	60	55	57	60	60	60	4.7	4.9	13.9	12.0
RHB	YES	65	61	60	65	60	60	5.4	5.5	15.2	13.9
HLBK	YES	27	31	33	42	47	47	4.5	4.7	12.6	12.5
AMMB			35	44	50	45	45	4.2	4.4	14.6	13.9
BIMB	YES	59	69	60	59	60	60	6.1	6.4	13.6	13.2
AFFIN	YES	39	33	-	40	40	40	3.4	3.6	13.4	12.9
ABMB			45	45	36	40	40	3.9	4.1	13.1	13.4
MBSB	YES	95								18.9	
AVERAGE			53	49	54	54	54	4.8	5.0		

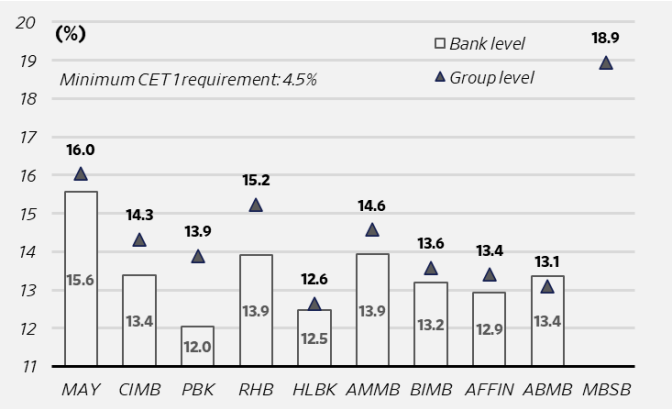
Source: Banks, MBSBR

FIG 7: More on Dividends and Capital

Banks	Basel Impact	Ideal CET level (%)	Additional notes
MAY	Unconfirmed	13.0	The plan is to retain dividend payout close to current ~72% level. But we think the likelihood of special dividends (or other forms of capital release) is still high – the Group just has to confirm its ROAR30 capital management plan first, which may take a couple of quarters.
CIMB	Mild Uplift	14.0	55% payout + RM2.0b worth of special dividends until FY27. Admittedly not too much room for further special dividend upside, given that current CET 1 ratio is pretty close to ideal level.
PBK	+100bps	13.0-13.5	PBK will no longer increase standard dividend payout above current level of 60%. But the likelihood of special dividends from LPI share disposal and Basel transition proceeds is very high.
RHB	-70-80bps	Top 3 highest CET 1 ratio	Payout of 50-60% (though usually falls in top end), with a higher payout ratio in years of stronger performance.
HLBK	+60bps	13.0	Limited space for further dividend release above its 50% level. HLBK's intended growth is on the high side, and current Bank CET 1 ratio of 12.5% which is below the ideal level.
AMMB	Neutral/+ve	14.0	The Group's extremely high CET 1 ratio makes upside to its current 50% range very likely.
BIMB	+35-50bps	-	Limited room for upside from standard 60%, given BIMB's commitments in growing riskier non-retail loans at an elevated growth rate and a relatively optimised CET 1 ratio.
AFFIN	+13bps	13.5	Intends to maintain the newly implemented 40-60% commitment (with DRP). AFFIN tends to be a wildcard when it comes to dividends.
ABMB	+15-20bps	12.5	Will likely maintain payout at lower end of 40-50% policy, given high loan growth rate.

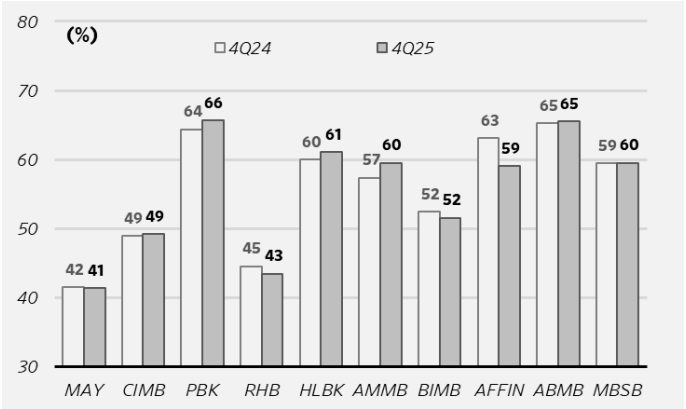
Source: Banks, MBSBR

Fig 8: Industry CET 1 ratios



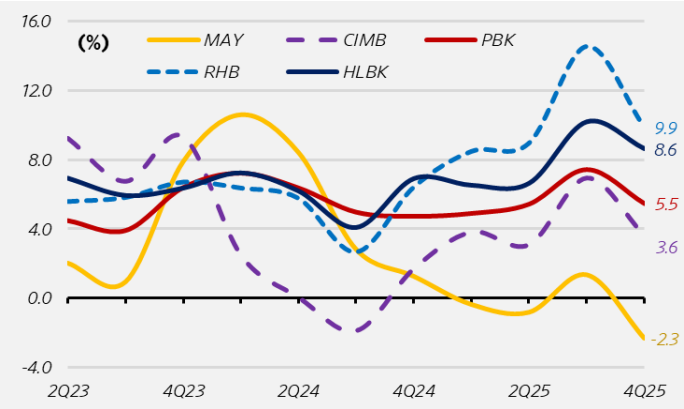
Source: Banks, MBSBR

Fig 9: RWA efficiency (RWA / Total Assets)



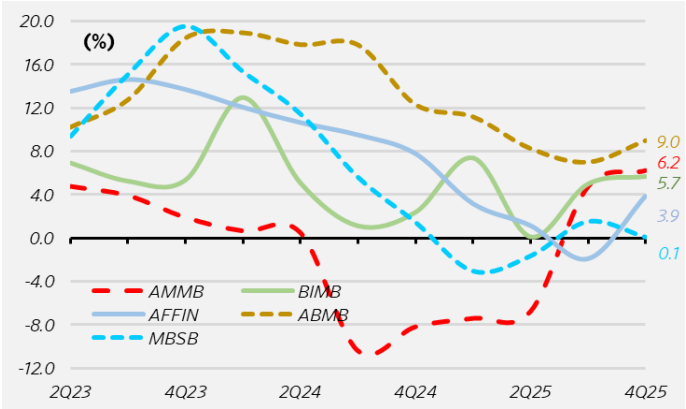
Source: Banks, MBSBR

Fig 10: yoy RWA growth: Big 5



Source: Banks, MBSBR

Fig 11: yoy RWA growth: Small 5



Source: Banks, MBSBR

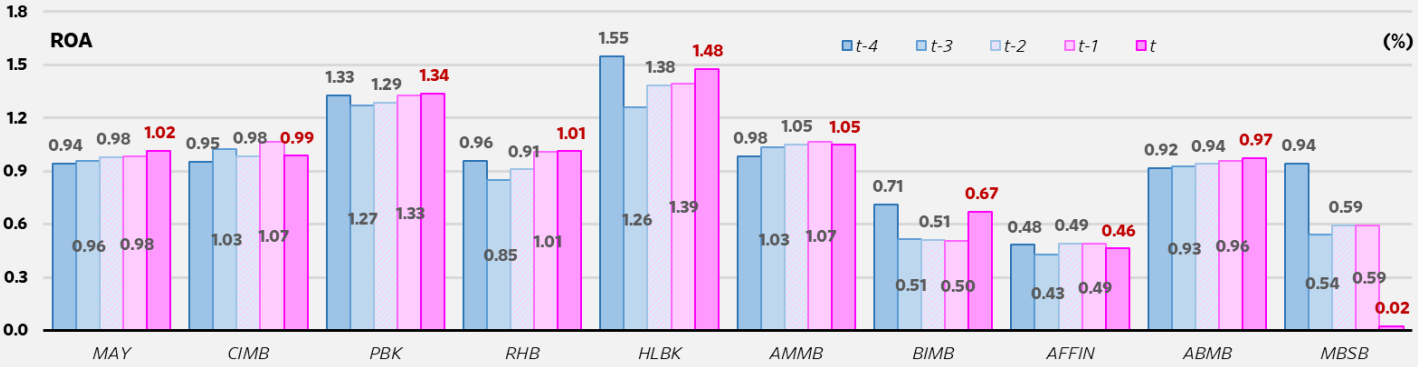
FIG 12: Industry CET 1 ratios (%)

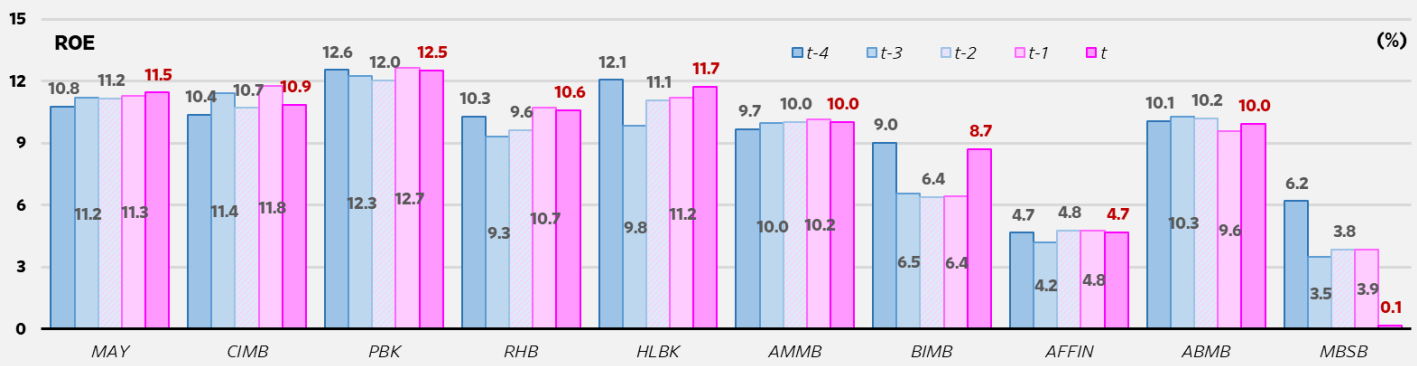
	MAY		CIMB		PBK		RHB		HLBK		AMMB		BIMB		AFFIN		ABMB		MBSB	
	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq	Ratio	qoq
CET 1 ratio (%)																				
4Q21	16.1		14.5		14.5		17.2		13.1		13.0		13.2		13.5		15.3		21.3	
1Q22	14.9	-1.2	14.5	+0.0	14.3	-0.2	16.8	-0.4	12.7	-0.4	12.2	-0.8	14.0	+0.8	13.7	+0.2	14.6	-0.7	20.7	-0.6
2Q22	15.0	+0.1	13.9	-0.6	14.1	-0.2	16.6	-0.2	13.4	+0.7	12.4	+0.2	13.8	-0.2	13.4	-0.3	14.5	-0.1	20.3	-0.4
3Q22	13.8	-1.1	13.9	-0.0	14.0	-0.1	16.4	-0.2	12.9	-0.5	12.2	-0.2	13.9	+0.1	16.3	+2.9	14.1	-0.4	20.5	+0.1
4Q22	15.7	+1.8	14.5	+0.7	14.6	+0.6	16.9	+0.5	13.0	+0.0	12.3	+0.1	13.6	-0.3	14.0	-2.3	14.2	+0.1	21.8	+1.4
1Q23	15.1	-0.6	13.9	-0.6	14.6	+0.1	16.9	+0.0	12.9	-0.1	12.5	+0.2	15.1	+1.5	14.6	+0.6	13.8	-0.4	19.5	-2.3
2Q23	15.2	+0.1	14.1	+0.2	14.6	-0.1	16.7	-0.2	12.8	-0.0	12.9	+0.4	13.9	-1.2	14.7	+0.1	13.3	-0.5	18.9	-0.6
3Q23	15.4	+0.2	13.9	-0.2	14.5	-0.1	16.2	-0.5	12.6	-0.2	12.7	-0.2	14.4	+0.4	13.8	-0.9	12.9	-0.4	18.1	-0.8
4Q23	16.2	+0.8	14.5	+0.6	14.7	+0.2	16.7	+0.5	12.9	+0.3	13.4	+0.7	14.1	-0.2	14.3	+0.5	12.8	-0.1	19.9	+1.8
1Q24	14.9	-1.3	14.5	+0.0	14.5	-0.2	16.5	-0.2	12.5	-0.4	13.0	-0.3	13.9	-0.2	13.4	-0.8	12.5	-0.3	19.5	-0.4
2Q24	15.5	+0.6	14.5	-0.0	14.5	+0.0	16.7	+0.2	13.3	+0.8	13.2	+0.2	13.7	-0.2	12.8	-0.6	12.2	-0.3	19.1	-0.4
3Q24	14.7	-0.7	14.5	-0.0	14.3	-0.2	16.6	-0.1	13.2	-0.2	15.3	+2.0	14.5	+0.7	13.3	+0.4	12.4	+0.2	20.0	+0.9
4Q24	15.8	+1.0	14.6	+0.2	14.3	-0.1	16.4	-0.2	13.0	-0.2	14.9	-0.4	13.8	-0.6	13.2	-0.1	12.4	+0.0	18.8	-1.2
1Q25	14.9	-0.9	14.2	-0.4	14.0	-0.2	16.0	-0.5	12.8	-0.2	12.9	-2.0	13.0	-0.8	13.5	+0.3	12.2	-0.2	19.4	+0.5
2Q25	15.5	+0.6	14.7	+0.5	14.0	-0.0	15.9	-0.1	13.2	+0.4	14.9	+2.0	13.9	+0.8	13.4	-0.2	12.4	+0.2	19.5	+0.1
3Q25	14.9	-0.5	14.3	-0.5	13.8	-0.2	15.2	-0.7	12.7	-0.5	15.2	+0.3	14.1	+0.2	13.5	+0.1	13.6	+1.2	19.2	-0.3
4Q25	16.0	+1.1	14.3	+0.1	13.9	+0.1	15.2	+0.0	12.6	-0.1	14.6	-0.7	13.6	-0.5	13.4	-0.1	13.1	-0.5	18.9	-0.2

Source: Company, MBSBR

C. EARNINGS AND RETURNS

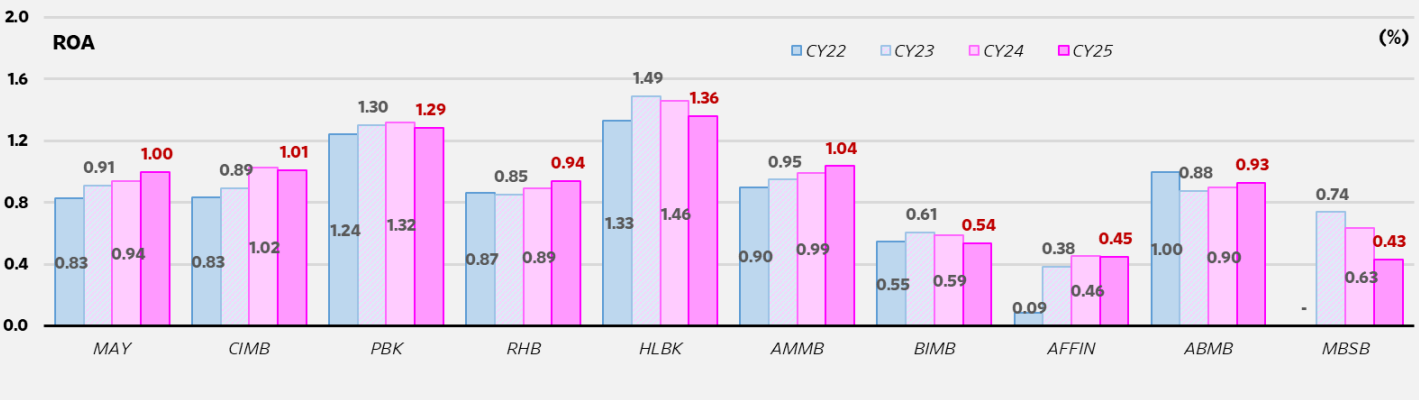
Fig 13: Quarterly ROAs + ROEs

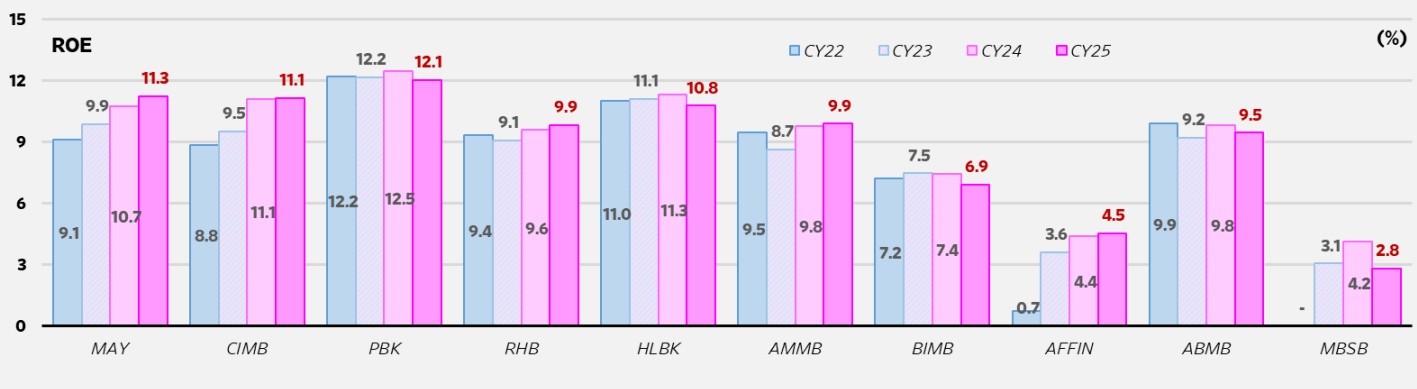




Source: Banks, MBSBR

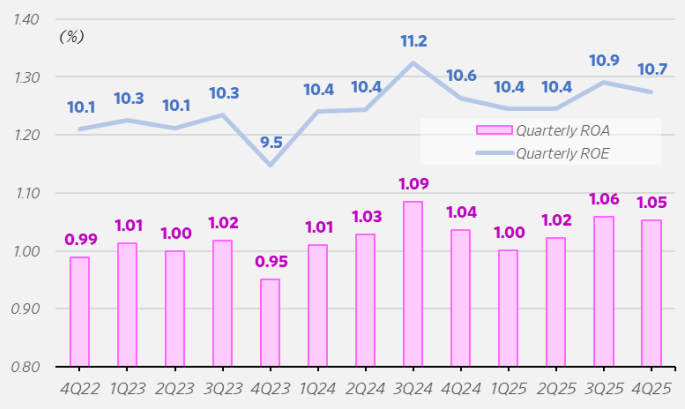
Fig 15: Yearly ROAs + ROEs (Annualised)





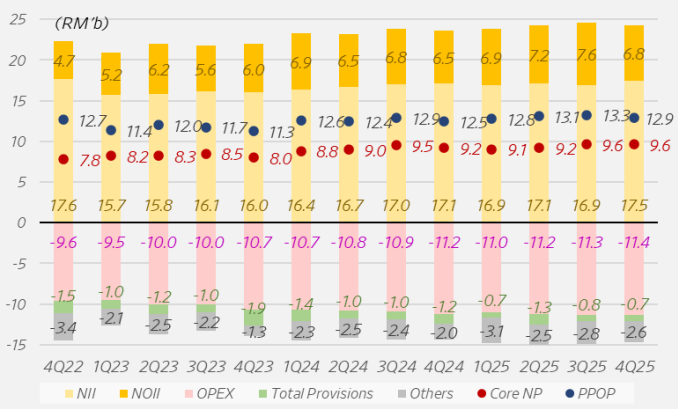
Source: Banks, MBSBR

Fig 16: Aggregated Sector ROEs and ROAs



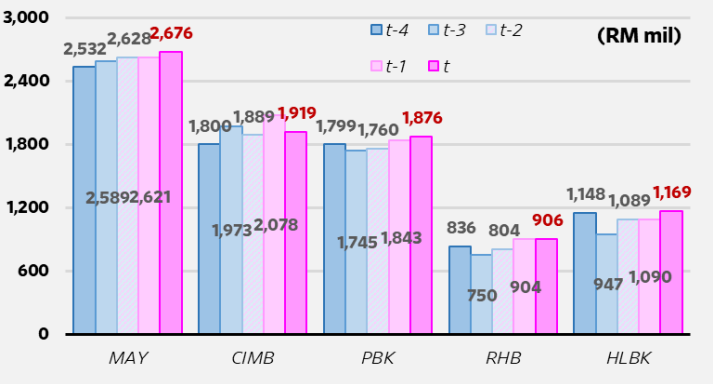
Source: Banks, MBSBR

Fig 17: Aggregated Sector Earnings Breakdown



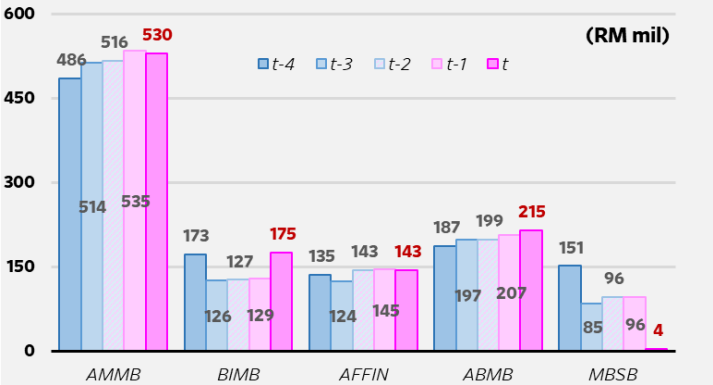
Source: Banks, MBSBR

Fig 18: Quarterly Core Net Profit: Big 5



Source: Banks, MBSBR

Fig 19: Quarterly Core Net Profit: Small 5



Source: Banks, MBSBR

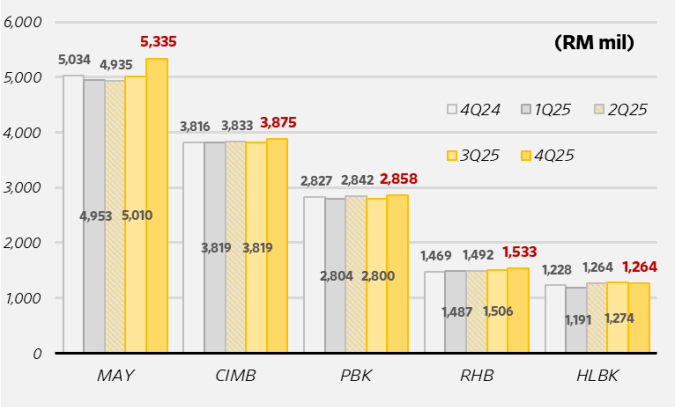
FIG 20: Calendarised Earnings Growth Rates

Bank	Topline			Pre-Provisioning Operating Profit			Pre-Tax Profit			Core Net Profit		
	Quarterly qoq	Quarterly yoy	Cumulative (CY) yoy	Quarterly qoq	Quarterly yoy	Cumulative (CY) yoy	Quarterly qoq	Quarterly yoy	Cumulative (CY) yoy	Quarterly qoq	Quarterly yoy	Cumulative (CY) yoy
MAY	0.7	1.3	2.7	1.3	3.4	2.8	6.1	9.0	4.6	2.1	5.7	4.2
CIMB	-8.9	1.7	0.7	-14.0	0.4	-0.3	-9.8	8.5	2.7	-7.6	6.6	1.7
PBK	-0.2	2.1	4.9	-1.6	-0.8	4.2	-0.3	18.0	6.8	1.8	4.3	1.1
RHB	4.2	5.5	2.0	0.2	6.3	0.8	0.2	13.2	8.9	0.2	8.4	7.7
HLBK	-1.1	2.1	6.2	-0.6	6.6	11.1	4.1	0.4	1.7	7.2	1.8	-0.5
AMMB	-0.9	2.4	6.2	-3.6	2.9	6.0	-2.1	8.6	5.8	-0.9	9.0	6.7
BIMB	7.8	3.3	6.4	1.5	-0.4	1.8	19.7	-7.8	-4.7	35.5	1.4	-2.0
AFFIN	20.6	27.1	13.2	66.6	167.1	50.6	26.7	12.2	9.7	-1.1	6.1	9.1
ABMB	0.9	12.5	9.6	1.8	12.6	8.1	4.5	9.8	10.8	4.2	15.3	11.9
MBSB	-15.3	-22.4	-8.9	-13.2	-28.6	-14.9	-98.2	-98.9	-33.5	-96.2	-97.6	-31.3
SUM	-1.2	2.5	3.2	-2.8	3.3	3.2	-0.5	7.6	4.3	-0.4	3.9	2.7

Source: Banks, MBSBR

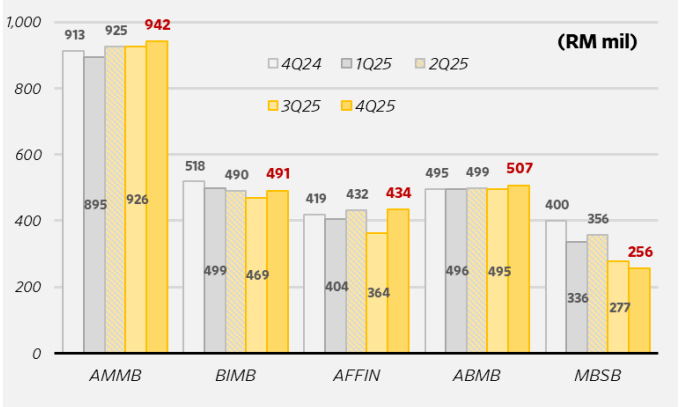
D. TOPLINE

Fig 21: Quarterly NII: Big 5



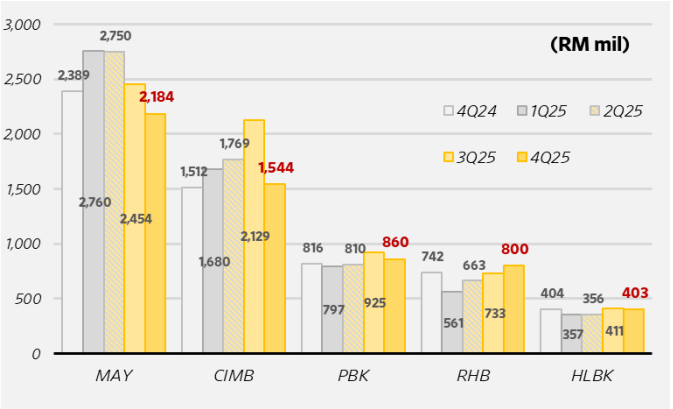
Source: Banks, MBSBR

Fig 22: Quarterly NII: Small 5



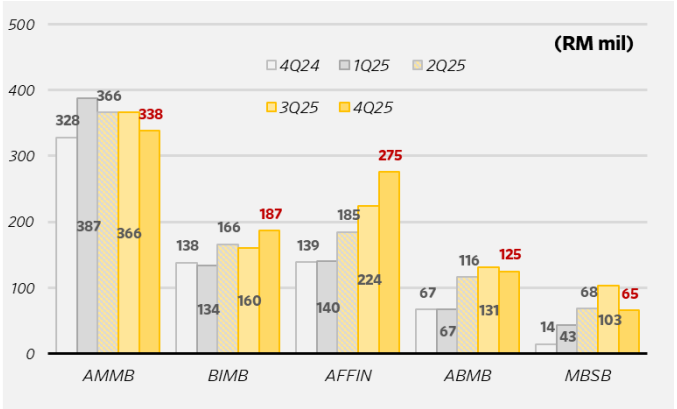
Source: Banks, MBSBR

Fig 23: Quarterly NOII: Big 5



Source: Banks, MBSBR

Fig 24: Quarterly NOII: Small 5



Source: Banks, MBSBR

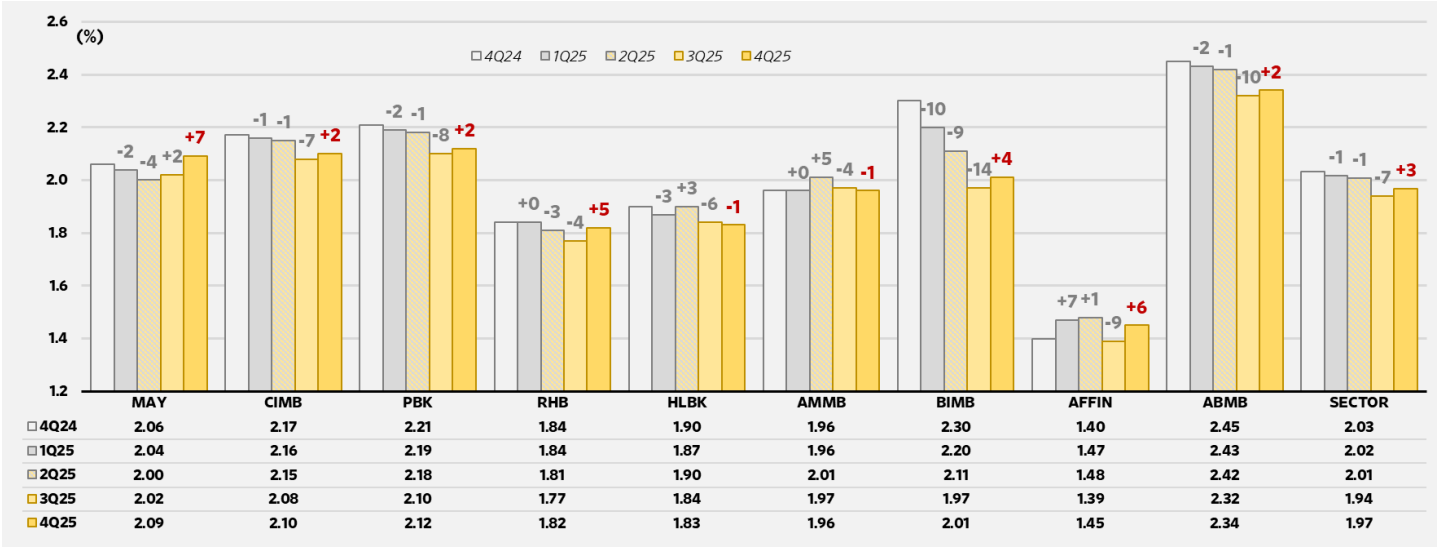
FIG 25: Calendarised NII & NOII Growth Rates

Bank	Net Interest Income					Non-Interest Income				
	Quarterly qoq	Quarterly yoy	As % of Topline	Cumulative (CY) yoy	As % of Topline	Quarterly qoq	Quarterly yoy	As % of Topline	Cumulative (CY) yoy	As % of Topline
MAY	1.5	2.5	67.1	1.6	65.2	-10.8	4.8	32.9	6.3	34.8
CIMB	-0.4	-2.8	64.2	-0.9	67.3	20.4	17.5	35.8	3.4	32.7
PBK	-1.5	-0.7	75.2	2.5	76.9	14.2	21.9	24.8	19.1	23.1
RHB	0.9	0.8	67.3	3.8	69.6	10.6	4.7	32.7	-5.6	30.4
HLBK	0.8	2.4	75.6	2.7	76.8	15.4	16.1	24.4	27.9	23.2
AMMB	0.1	2.8	71.7	6.2	71.0	0.0	11.9	28.3	12.8	29.0
BIMB	-4.2	-7.6	74.6	-4.3	76.0	-3.7	90.7	25.4	77.4	24.0
AFFIN	-1.5	10.9	72.3	14.7	72.1	-11.9	-29.0	27.7	-5.0	27.9
ABMB	-0.8	0.8	79.0	6.2	82.6	12.8	14.7	21.0	21.5	17.4
SUM	0.1	0.4	69.1	1.9	69.9	4.0	11.2	30.9	7.8	30.1

Source: Banks, MBSBR

E. NIM, ASSET YIELDS, COST OF FUNDS

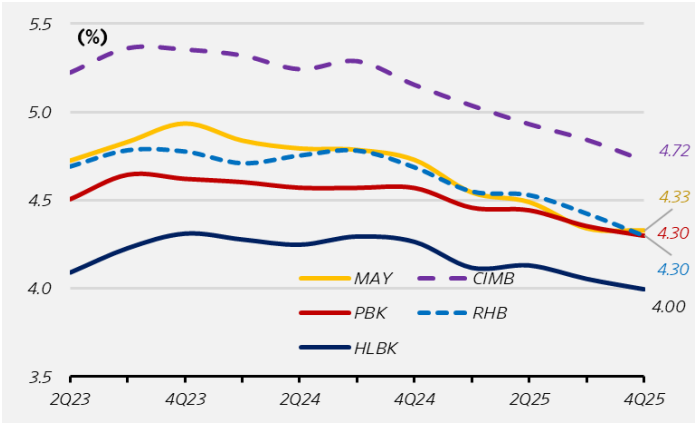
Fig 26: Sector Quarterly NIMs (Reported Figures)



	MAY	CIMB	PBK	RHB	HLBK	AMMB	BIMB	AFFIN	ABMB	SECTOR
4Q24	2.06	2.17	2.21	1.84	1.90	1.96	2.30	1.40	2.45	2.03
1Q25	2.04	2.16	2.19	1.84	1.87	1.96	2.20	1.47	2.43	2.02
2Q25	2.00	2.15	2.18	1.81	1.90	2.01	2.11	1.48	2.42	2.01
3Q25	2.02	2.08	2.10	1.77	1.84	1.97	1.97	1.39	2.32	1.94
4Q25	2.09	2.10	2.12	1.82	1.83	1.96	2.01	1.45	2.34	1.97

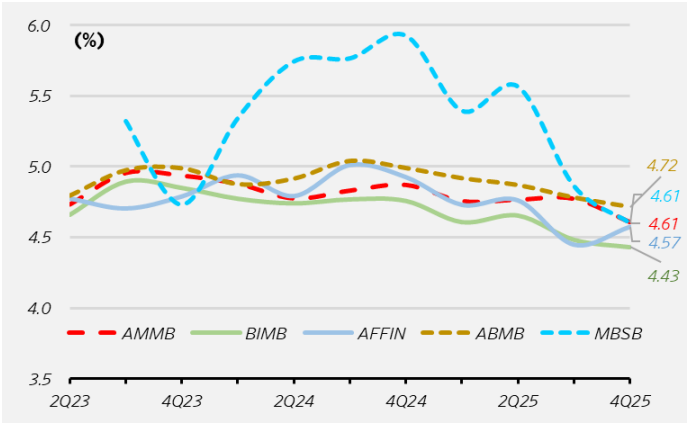
Source: Banks, MBSBR

Fig 27: Asset Yield trends: Big 5 (Our Estimates)



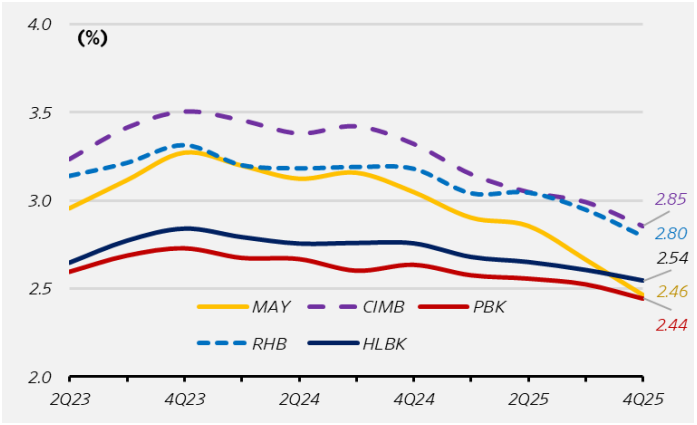
Source: Banks, MBSBR

Fig 28: Asset Yield trends: Small 5 (Our Estimates)



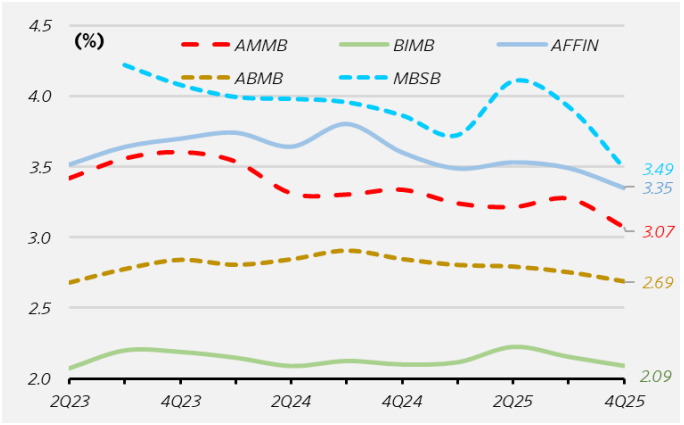
Source: Banks, MBSBR

Fig 29: Cost of Funds trends: Big 5 (Our Estimates)



Source: Banks, MBSBR

Fig 30: Cost of Funds trends: Small 5 (Our Estimates)



Source: Banks, MBSBR

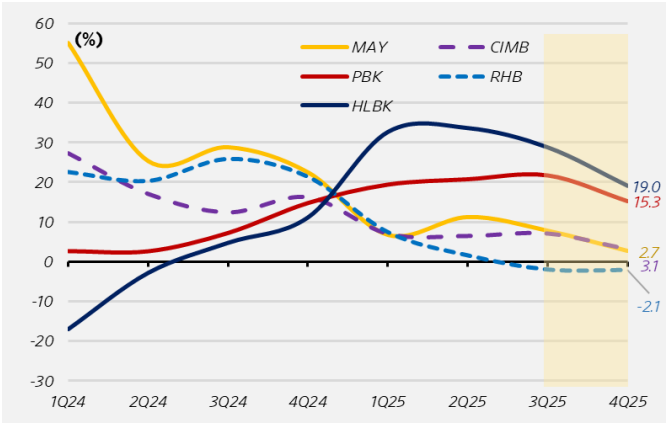
FIG 31: Quarterly NIM (%)

	MAY			CIMB			PBK			RHB			HLBK			AMMB			BIMB			AFFIN			ABMB		
	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)	NIM (%)	qoq (bps)	yoy (bps)
4Q22	2.39			2.57			2.58			2.36			2.09			2.13						2.01			2.75		
1Q23	2.19	-20		2.26	-31		2.26	-32		1.90	-46		1.82	-27		1.84	-29					1.76	-25		2.50	-25	
2Q23	2.14	-5		2.24	-2		2.18	-8		1.82	-8		1.83	+1		1.76	-8					1.33	-43		2.43	-7	
3Q23	2.09	-5		2.25	+1		2.21	+3		1.85	+3		1.84	+1		1.82	+6					1.24	-9		2.53	+10	
4Q23	2.09	+0	-30	2.15	-10	-42	2.15	-6	-43	1.77	-8	-59	1.85	+1	-24	1.79	-3	-34				1.44	+20	-57	2.49	-4	-26
1Q24	2.00	-9	-19	2.18	+3	-8	2.21	+6	-5	1.83	+6	-7	1.87	+2	+5	1.79	+0	-5				1.44	+0	-32	2.45	-4	-5
2Q24	2.02	+2	-12	2.22	+4	-2	2.19	-2	+1	1.90	+7	+8	1.89	+2	+6	1.89	+10	+13				1.40	-4	+7	2.45	+0	+2
3Q24	2.03	+1	-6	2.23	+1	-2	2.24	+5	+3	1.91	+1	+6	1.92	+3	+8	1.96	+7	+14				1.31	-9	+7	2.49	+4	-4
4Q24	2.06	+3	-3	2.17	-6	+2	2.21	-3	+6	1.84	-7	+7	1.90	-2	+5	1.96	+0	+17	2.30			1.40	+9	-4	2.45	-4	-4
1Q25	2.04	-2	+4	2.16	-1	-2	2.19	-2	-2	1.84	+0	+1	1.87	-3	+0	1.96	+0	+17	2.20	-10		1.47	+7	+3	2.43	-2	-2
2Q25	2.00	-4	-2	2.15	-1	-7	2.18	-1	-1	1.81	-3	-9	1.90	+3	+1	2.01	+5	+12	2.11	-9		1.48	+1	+8	2.42	-1	-3
3Q25	2.02	+2	-1	2.08	-7	-15	2.10	-8	-14	1.77	-4	-14	1.84	-6	-8	1.97	-4	+1	1.97	-14		1.39	-9	+8	2.32	-10	-17
4Q25	2.09	+7	+3	2.10	+2	-7	2.12	+2	-9	1.82	+5	-2	1.83	-1	-7	1.96	-1	+0	2.01	+4	-29	1.45	+6	+5	2.34	+2	-11

Source: Banks, MBSBR

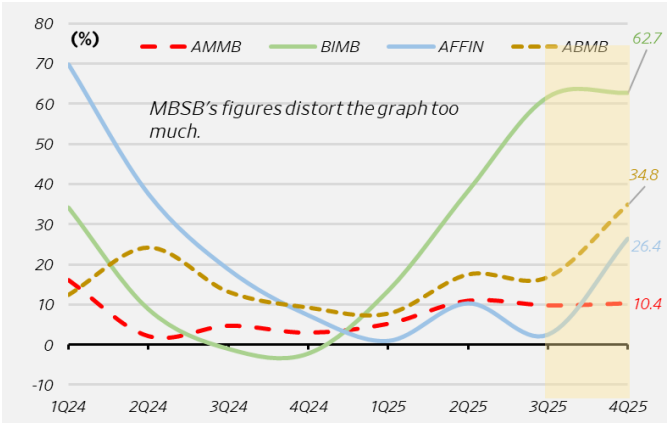
F. Non-Interest Income

Fig 32: yoy NOII growth Trailing 12M trend: Big 5



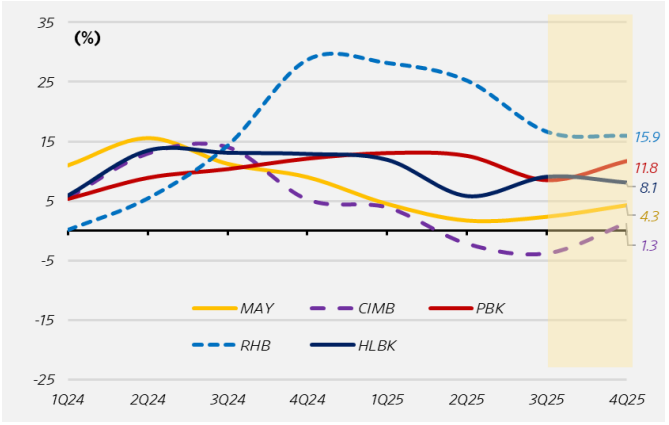
Source: Banks, MBSBR

Fig 33: yoy NOII growth Trailing 12M trend: Small 5



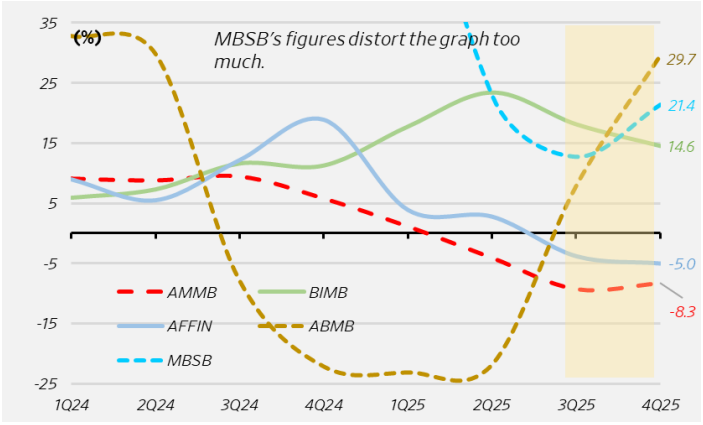
Source: Banks, MBSBR

Fig 34: yoy Fee Income growth Trailing 12M trend: Big 5



Source: Banks, MBSBR

Fig 35: yoy Fee Income growth Trailing 12M trend: Small 5



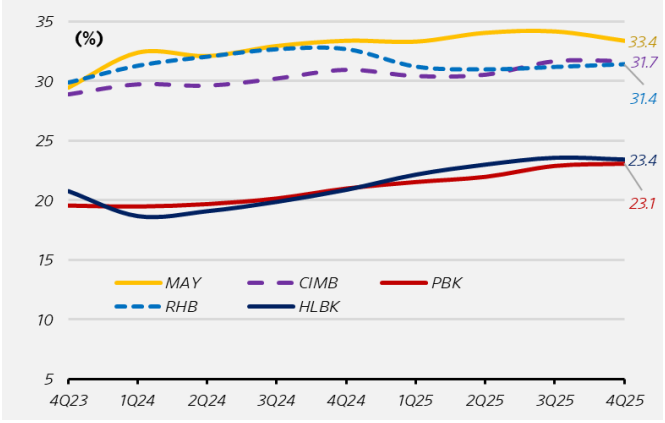
Source: Banks, MBSBR

Fig 36: Quarterly NOII Breakdown



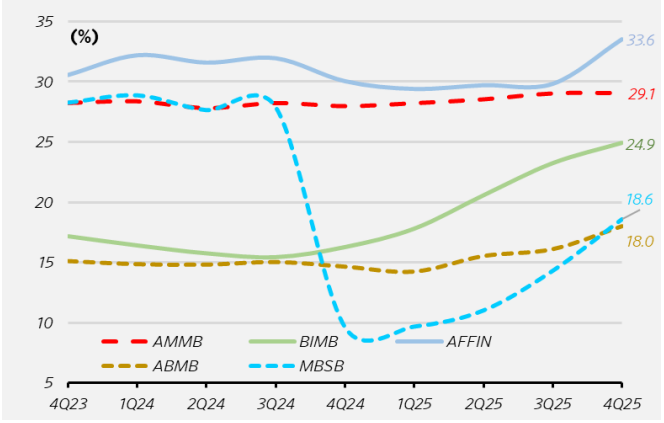
Source: Banks, MBSBR

Fig 37: % NOII as topline 12M trend: Big 5



Source: Banks, MBSBR

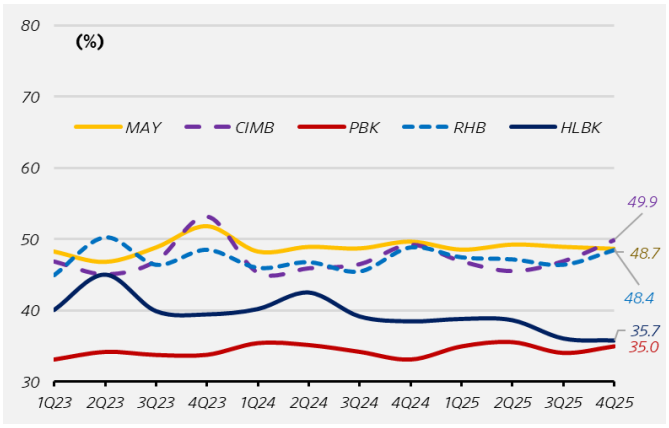
Fig 38: % NOII as topline 12M trend: Small 5



Source: Banks, MBSBR

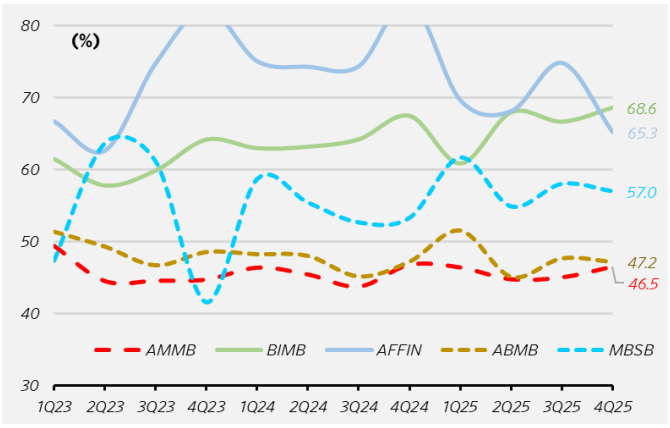
G. OPEX

Fig 39: Quarterly Cost/Income Ratios: Big 5



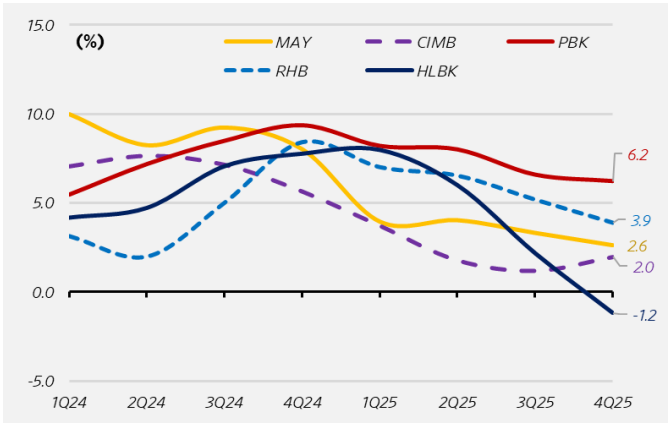
Source: Banks, MBSBR

Fig 40: Quarterly Cost/Income Ratios: Small 5



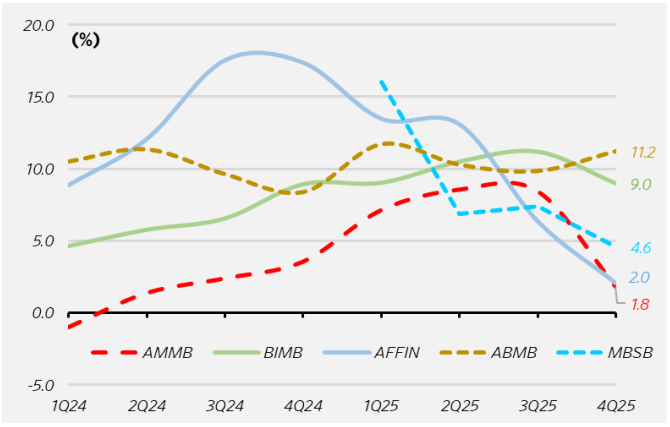
Source: Banks, MBSBR

Fig 41: OPEX Trailing 12M trend: Big 5



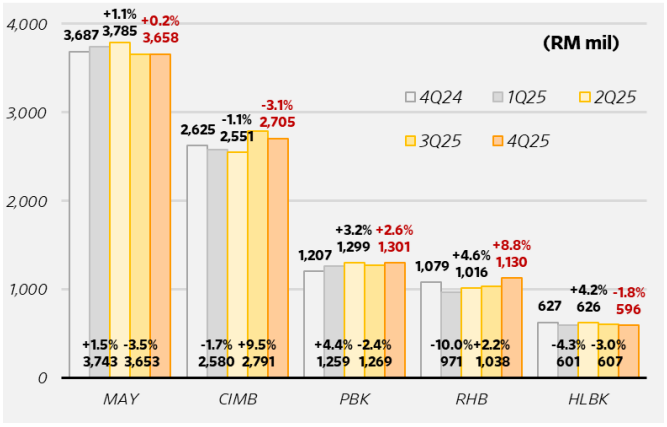
Source: Banks, MBSBR

Fig 42: OPEX Trailing 12M trend: Small 5



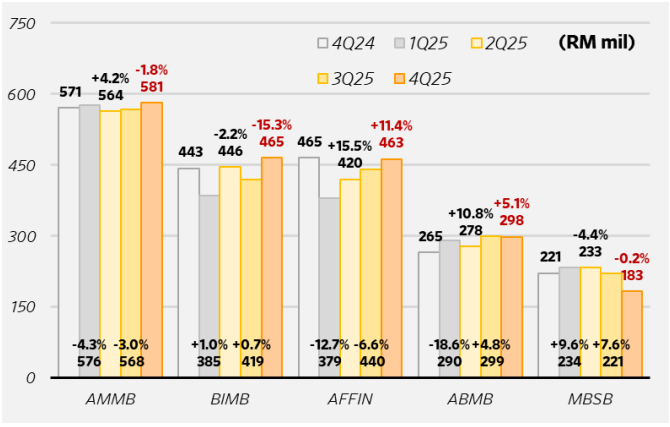
Source: Banks, MBSBR

Fig 43: Quarterly OPEX and qoq growth rates: Big 5



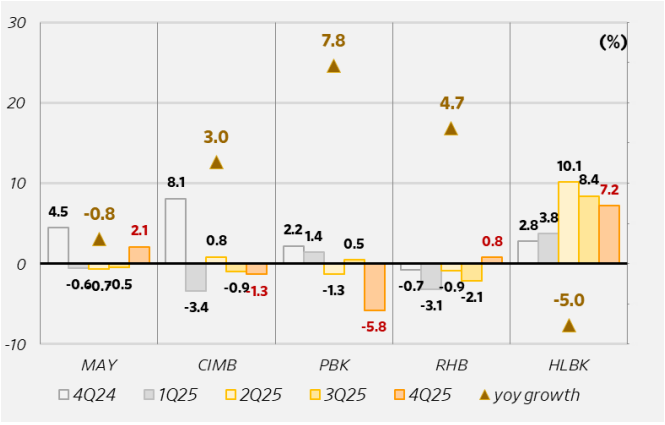
Source: Banks, MBSBR

Fig 44: Quarterly OPEX and qoq growth rates: Small 5



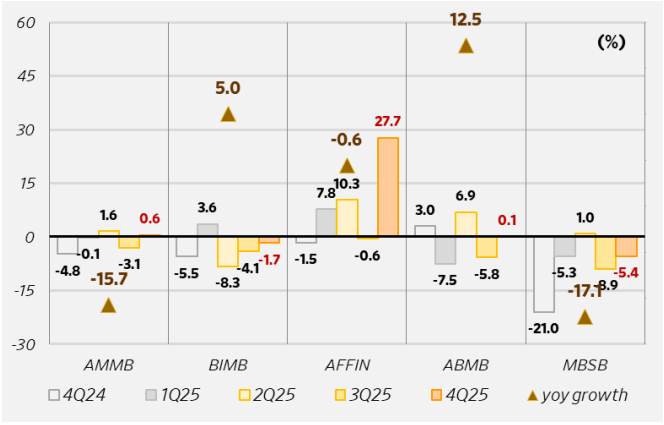
Source: Banks, MBSBR

Fig 45: Quarterly JAWS & OPEX yoy growth: Big 5



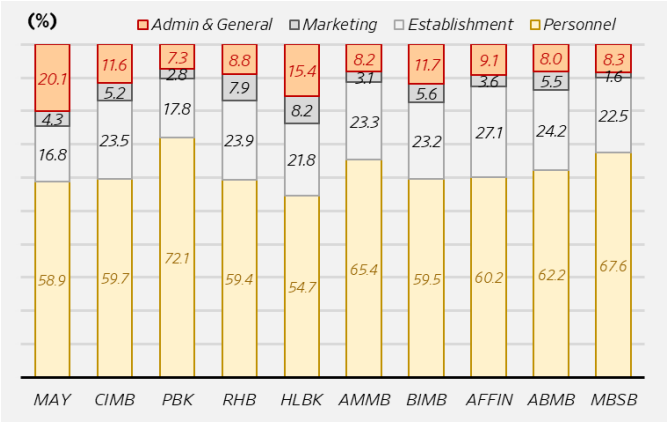
Source: Banks, MBSBR

Fig 46: Quarterly JAWS & OPEX yoy growth: Small 4



Source: Banks, MBSBR

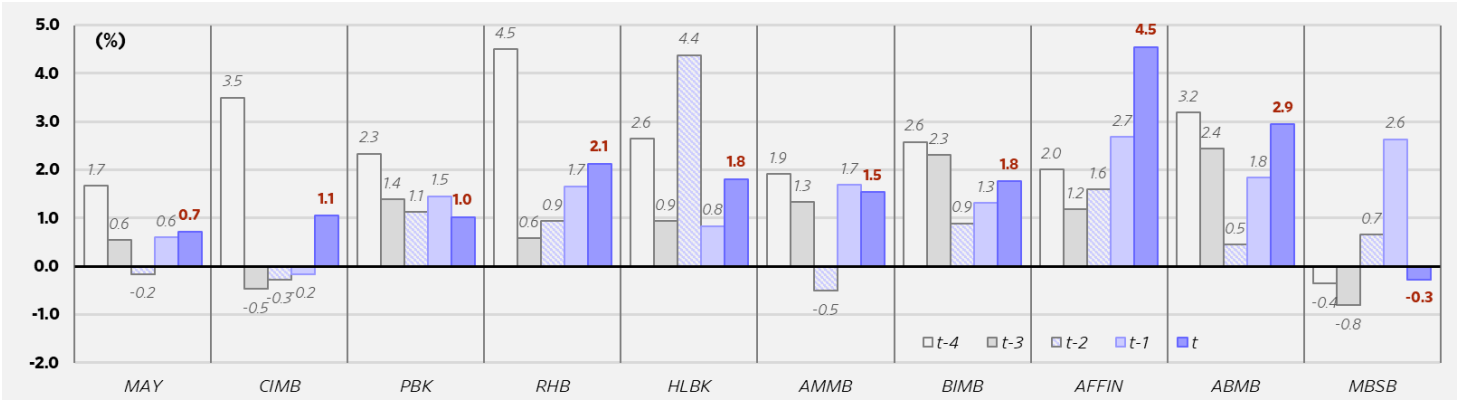
Fig 47: T12 OPEX split



Source: Banks, MBSBR

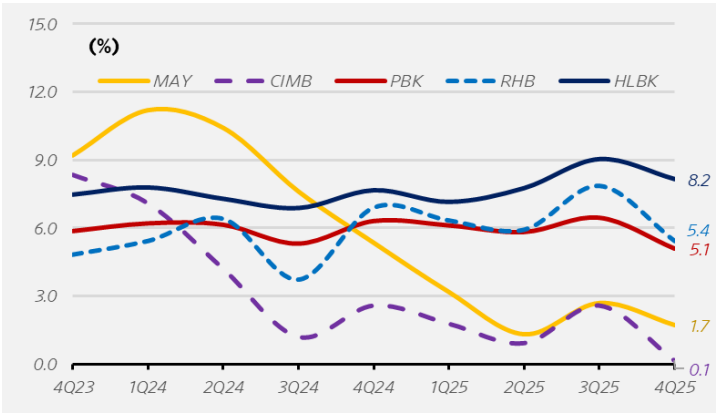
H. LOANS

Fig 48: qoq Loan growth



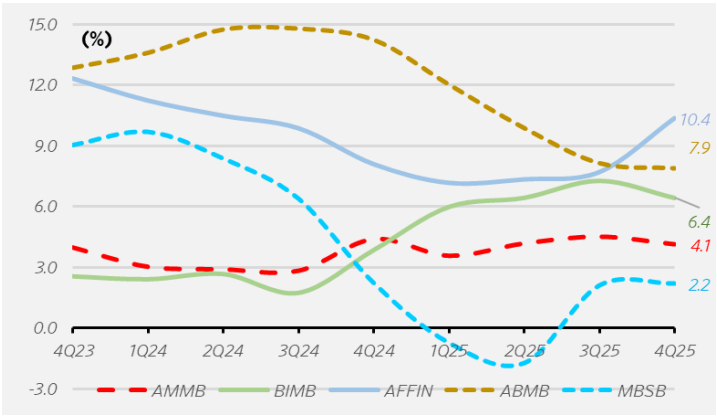
Source: Banks, MBSBR

Fig 50: yoy Loan growth: Big 5



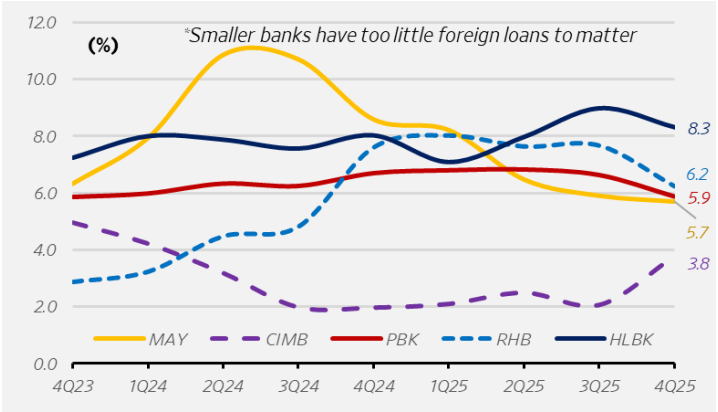
Source: Banks, MBSBR

Fig 51: yoy Loan growth: Small 5



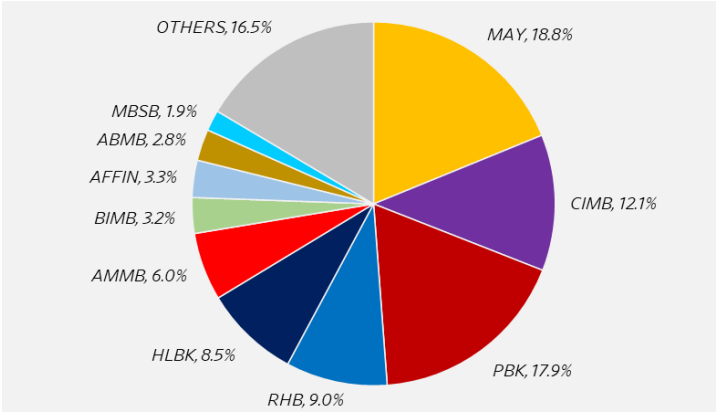
Source: Banks, MBSBR

Fig 52: yoy Domestic Loan growth: Big 5 only



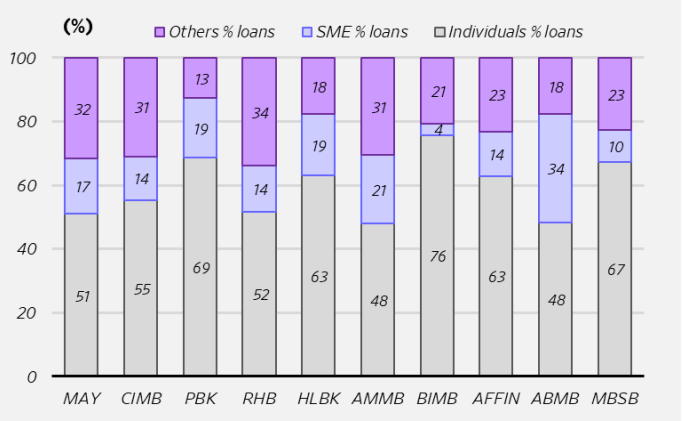
Source: Banks, MBSBR

Fig 53: Domestic Market Share by Bank



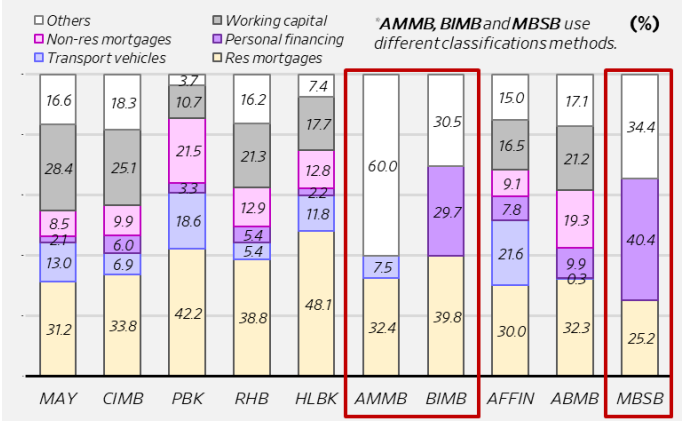
Source: Banks, MBSBR

Fig 54: Loans by Borrowers



Source: Banks, MBSBR

Fig 55: Loans by Type



Source: Banks, MBSBR

FIG 56: Overall & Domestic Loan growth (%)

	MAY			CIMB			PBK			RHB			HLBK			AMMB			BIMB			AFFIN			ABMB			MBSB		
	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*
Overall loans growth (%)																														
4Q23	9.2	3.9	9.2	8.3	2.1	8.3	5.9	1.4	5.9	4.8	1.4	4.8	7.5	1.9	1.9	4.0	0.4	0.8	2.6	0.5	2.6	12.3	3.7	12.3	12.9	3.7	8.7	9.0	3.7	9.0
1Q24	11.2	2.7	2.7	7.1	0.3	0.3	6.2	1.6	1.6	5.4	1.1	1.1	7.8	1.4	3.4	3.0	2.1	3.0	2.4	0.2	0.2	11.2	2.1	2.1	13.6	4.5	13.6	9.7	2.1	2.1
2Q24	10.4	1.7	4.4	4.2	0.6	0.9	6.1	1.4	3.1	6.4	1.3	2.5	7.3	3.8	7.3	2.9	-1.1	-1.1	2.7	0.5	0.7	10.5	1.4	3.5	14.8	2.4	2.4	8.4	1.7	3.9
3Q24	7.6	-0.7	3.6	1.2	-1.8	-0.9	5.3	0.9	4.0	3.7	-0.2	2.3	6.9	-0.4	-0.4	2.8	1.4	0.3	1.7	0.5	1.2	9.9	2.3	5.9	14.8	3.5	6.0	6.4	-1.2	2.6
4Q24	5.3	1.7	5.3	2.6	3.5	2.6	6.3	2.3	6.5	6.9	4.5	6.9	7.7	2.6	2.3	4.4	1.9	2.2	3.9	2.6	3.9	8.1	2.0	8.1	14.2	3.2	9.4	2.2	-0.4	2.2
1Q25	3.2	0.6	0.6	1.8	-0.5	-0.5	6.1	1.4	1.4	6.3	0.6	0.6	7.2	0.9	3.2	3.5	1.3	3.5	6.0	2.3	2.3	7.1	1.2	1.2	12.0	2.4	12.0	-0.7	-0.8	-0.8
2Q25	1.3	-0.2	0.4	0.9	-0.3	-0.7	5.8	1.1	2.6	5.9	0.9	1.5	7.8	4.4	7.8	4.2	-0.5	-0.5	6.4	0.9	3.2	7.3	1.6	2.8	9.9	0.5	0.5	-1.7	0.7	-0.2
3Q25	2.7	0.6	1.0	2.6	-0.2	-0.9	6.5	1.5	4.1	7.9	1.7	3.2	9.1	0.8	0.8	4.5	1.7	1.2	7.3	1.3	4.6	7.7	2.7	5.6	8.1	1.8	2.3	2.1	2.6	2.5
4Q25	1.7	0.7	1.7	0.1	1.1	0.1	5.1	1.0	5.2	5.4	2.1	5.4	8.2	1.8	2.7	4.1	1.5	2.7	6.4	1.8	6.4	10.4	4.5	10.4	7.9	2.9	5.3	2.2	-0.3	2.2
Domestic loans growth (%)																														
4Q23	6.3	4.2	6.3	4.9	2.3	5.4	5.9	1.5	5.9	2.9	1.1	2.9	7.2	1.8	2.2	4.0	0.4	0.9	2.6	0.5	2.6	11.2	3.3	11.2	12.9	3.7	8.7	9.0	3.7	9.0
1Q24	7.9	1.7	1.7	4.2	0.6	0.6	6.0	1.5	1.5	3.2	0.8	0.8	8.0	1.7	3.9	3.1	2.1	3.1	2.4	0.2	0.2	10.4	2.2	2.2	13.6	4.5	13.6	9.7	2.1	2.1
2Q24	10.9	2.4	4.2	3.2	0.3	0.9	6.3	1.4	2.9	4.5	1.2	2.1	7.9	3.8	7.9	3.0	-1.1	-1.1	2.7	0.5	0.7	10.6	2.0	4.3	14.8	2.4	2.4	6.4	-0.2	1.9
3Q24	10.7	1.9	6.2	2.0	1.1	2.0	6.2	1.7	4.7	4.8	1.5	3.6	7.6	0.1	0.1	2.6	1.2	0.1	1.7	0.5	1.2	9.4	1.6	5.9	14.8	3.5	6.0	6.1	0.3	2.3
4Q24	8.6	2.3	8.6	2.0	0.6	2.5	6.7	1.9	6.7	7.6	3.8	7.6	8.0	2.2	2.4	4.2	1.9	2.0	3.9	2.6	3.9	7.6	1.6	7.6	14.2	3.2	9.4	0.5	-1.8	0.5
1Q25	8.2	1.4	1.4	2.1	0.4	0.4	6.8	1.6	1.6	8.0	1.2	1.2	7.1	0.8	3.2	3.4	1.3	3.4	6.0	2.3	2.3	6.6	1.3	1.3	12.0	2.4	12.0	-2.5	-0.9	-0.9
2Q25	6.5	0.8	2.1	2.5	1.5	1.9	6.8	1.5	3.1	7.6	0.9	2.1	8.0	4.6	8.0	4.0	-0.5	-0.5	6.4	0.9	3.2	6.2	1.6	2.9	9.9	0.5	0.5	-1.6	0.7	-0.2
3Q25	5.9	1.4	3.6	2.1	0.1	2.1	6.6	1.5	4.6	7.7	1.6	3.7	9.0	1.1	1.1	4.5	1.7	1.2	7.3	1.3	4.6	7.6	2.9	5.9	8.1	1.8	2.3	0.7	2.7	2.5
4Q25	5.7	2.1	5.7	3.8	2.1	4.2	5.9	1.2	5.9	6.2	2.4	6.2	8.3	1.6	2.7	4.2	1.6	2.8	6.4	1.8	6.4	9.9	3.8	9.9	7.9	2.9	5.3	3.6	1.1	3.6

*YTD by FY

Source: Banks, MBSBR

FIG 57: Domestic Market Share (%)

	MAY			CIMB			PBK			RHB			HLBK			AMMB			BIMB			AFFIN			ABMB			MBSB			Others		
	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)	Share (%)	qoq (bps)	yoy (bps)
4Q22	18.0			12.5			17.4			8.9			7.9			6.2			3.3			2.9			2.3			1.9			18.6		
1Q23	17.9	-8		12.5	-2		17.5	+12		8.9	-1		7.9	+2		6.4	+15		3.2	-1		3.0	+7		2.4	+7		1.9	+2		18.3	-33	
2Q23	17.7	-19		12.6	+6		17.6	+6		8.9	-7		8.2	+24		6.3	-11		3.2	-2		3.0	+3		2.4	+1		2.0	+4		18.2	-7	
3Q23	17.8	+8		12.5	-4		17.6	+2		8.8	-4		8.1	-10		6.3	-1		3.2	-1		3.1	+3		2.5	+4		1.9	-2		18.2	+2	
4Q23	18.2	+36	+18	12.5	+1	+1	17.5	-12	+9	8.7	-9	-21	8.0	-3	+14	6.2	-11	-7	3.2	-5	-9	3.1	+3	+16	2.5	+4	+17	2.0	+3	+7	18.2	-8	-46
1Q24	18.2	+6	+32	12.4	-10	-6	17.5	+2	-1	8.7	-4	-24	8.1	+3	+15	6.2	+5	-18	3.1	-3	-11	3.1	+3	+12	2.6	+8	+17	2.0	+2	+7	18.0	-10	-23
2Q24	18.4	+23	+73	12.3	-11	-23	17.6	+5	-2	8.7	+1	-16	8.3	+21	+11	6.1	-14	-20	3.1	-2	-11	3.1	+3	+12	2.6	+3	+19	2.0	-3	-0	17.8	-26	-42
3Q24	18.7	+20	+85	12.4	+3	-16	17.7	+15	+10	8.8	+6	-7	8.2	-6	+15	6.1	+2	-18	3.1	-1	-12	3.2	+2	+11	2.7	+7	+21	2.0	-1	+1	17.3	-47	-91
4Q24	18.7	+4	+53	12.2	-18	-35	17.7	-2	+20	8.9	+15	+17	8.2	+1	+19	6.1	-1	-8	3.1	+2	-5	3.1	-2	+6	2.7	+3	+21	1.9	-7	-9	17.4	+5	-78
1Q25	18.7	+5	+51	12.1	-8	-34	17.8	+9	+26	8.9	+1	+23	8.2	-2	+14	6.1	+2	-11	3.2	+4	+2	3.2	+1	+4	2.7	+4	+17	1.8	-4	-15	17.3	-11	-78
2Q25	18.7	-5	+24	12.1	+5	-18	17.8	+8	+29	8.9	-1	+21	8.5	+29	+22	6.0	-9	-7	3.2	-0	+4	3.2	+2	+3	2.7	-2	+12	1.8	-1	-13	17.0	-25	-78
3Q25	18.7	+4	+8	12.0	-13	-33	17.9	+5	+19	8.9	+3	+18	8.5	-1	+27	6.0	+3	-5	3.2	+0	+5	3.2	+5	+6	2.7	+2	+7	1.9	+3	-9	16.9	-12	-43
4Q25	18.8	+12	+16	12.1	+8	-7	17.9	-4	+18	9.0	+9	+12	8.5	+2	+27	6.0	+1	-4	3.2	+1	+5	3.3	+8	+15	2.8	+4	+8	1.9	-1	-2	16.5	-40	-88

Source: Banks, MBSBR

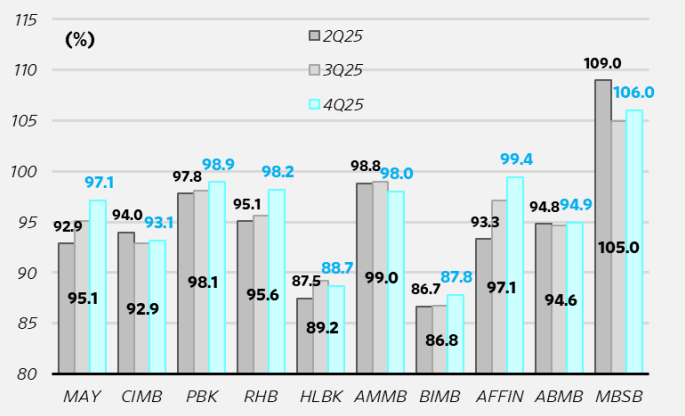
FIG 58: Loan Growth by Segments (%)

	MAY		CIMB		PBK		RHB		HLBK		AMMB		BIMB		AFFIN		ABMB		MBSB	
	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq	yoy	qoq
Loan growth by Individuals (%)																				
4Q23	6.2	1.9	11.0	6.0	6.8	1.5	6.0	1.9	6.6	1.8	4.2	0.8	4.3	1.2	18.1	4.3	10.4	3.1	8.3	3.0
1Q24	6.6	0.7	6.9	-2.9	7.3	2.1	6.5	1.3	6.3	1.4	2.5	-0.6	3.9	1.2	16.0	3.0	12.2	3.3	8.9	0.9
2Q24	8.3	3.5	9.0	4.4	5.1	-0.2	7.2	1.9	6.3	1.5	0.8	-0.5	4.4	1.3	14.8	2.3	13.6	3.6	5.2	0.0
3Q24	6.7	0.5	7.0	-0.4	4.2	0.8	7.5	2.1	6.0	1.3	-1.0	-0.6	5.5	1.7	13.3	3.1	13.9	3.2	1.3	-2.5
4Q24	8.0	3.1	3.2	2.2	4.6	1.9	7.7	2.1	6.3	2.0	-2.2	-0.5	6.3	2.0	12.1	3.2	13.9	3.1	0.9	2.5
1Q25	8.4	1.1	6.8	0.5	4.3	1.8	8.1	1.7	6.5	1.6	-2.7	-1.1	6.5	1.4	11.5	2.4	12.4	2.0	-0.9	-0.9
2Q25	5.7	0.9	2.8	0.5	5.9	1.3	7.5	1.4	6.5	1.5	-2.2	-0.1	5.9	0.7	11.7	2.5	11.0	2.3	-1.6	-0.7
3Q25	6.1	0.9	4.1	0.8	6.7	1.6	7.1	1.8	7.5	2.2	-1.5	0.1	5.3	1.1	11.3	2.8	10.1	2.4	0.5	-0.4
4Q25	4.0	1.1	2.2	0.4	6.1	1.3	6.7	1.7	7.4	1.9	-0.8	0.3	5.0	1.7	11.4	3.3	9.4	2.5	-1.8	0.1
Loan growth by Domestic SMEs (%)																				
4Q23	33.0	7.1	12.4	6.5	1.3	-0.1	7.5	2.0	9.6	2.7	2.5	-1.9	8.9	4.9	7.8	2.4	12.6	3.5	46.8	26.6
1Q24	21.1	-7.1	6.0	-4.2	1.8	1.0	6.0	-0.6	14.3	4.5	3.9	4.0	3.7	-3.2	4.8	-0.3	12.0	4.2	44.8	8.3
2Q24	8.3	11.0	9.8	6.7	2.2	0.9	7.8	2.1	13.6	4.9	4.2	1.3	14.4	11.0	6.9	2.5	15.1	2.4	41.5	0.9
3Q24	6.8	-3.2	9.0	0.2	1.2	-0.6	5.1	1.6	11.4	-1.1	3.7	0.2	6.6	-5.3	5.5	0.8	14.2	3.5	23.6	-10.7
4Q24	8.1	8.4	5.3	2.9	4.7	3.4	5.7	2.6	11.6	2.9	8.2	2.4	2.3	0.6	1.3	-1.7	13.8	3.1	-3.7	-1.4
1Q25	16.9	0.5	9.1	-0.8	7.8	4.1	7.0	0.5	6.8	0.0	6.7	2.6	3.7	-2.0	-0.8	-2.3	11.7	2.3	-7.8	3.8
2Q25	11.8	6.2	1.4	-0.8	8.9	1.8	4.4	-0.3	8.1	6.1	6.3	1.0	-8.5	-2.1	-3.3	0.0	10.0	0.8	-6.7	2.1
3Q25	24.3	7.6	2.2	1.0	10.4	0.8	5.6	2.7	8.7	-0.5	6.4	0.3	-9.2	-6.0	-4.1	-0.1	8.7	2.3	5.5	1.0
4Q25	14.9	0.2	-1.0	-0.4	9.3	2.3	2.3	-0.6	8.3	2.5	5.7	1.7	-4.3	6.1	-0.4	2.0	6.6	1.1	-1.4	-7.9
Residential Mortgages Loan growth (%)																				
4Q23	9.4	2.2	9.8	2.3	6.3	1.5	7.8	1.9	7.2	1.7	6.8	1.3	4.6	1.0	18.1	3.9	8.7	3.0	14.0	3.3
1Q24	13.4	5.2	8.4	1.1	6.4	1.5	7.7	1.9	6.8	1.5	6.0	1.2	3.8	0.7	15.2	2.3	10.4	3.3	15.5	3.7
2Q24	15.2	4.4	7.0	1.4	5.9	1.2	8.5	2.3	6.3	1.2	5.6	1.0	3.5	0.9	13.7	2.2	12.6	3.6	14.4	2.5
3Q24	13.6	1.2	4.7	-0.1	5.4	1.1	8.4	2.0	5.7	1.3	4.4	0.8	3.9	1.3	10.5	1.7	15.0	4.3	13.5	3.3
4Q24	13.0	1.7	3.8	1.4	5.6	1.7	8.8	2.2	5.9	1.8	3.7	0.6	4.8	1.8	7.9	1.5	15.7	3.6	11.6	1.6
1Q25	9.4	1.8	3.2	0.5	5.5	1.4	8.6	1.7	5.8	1.4	3.0	0.5	4.9	0.8	6.7	1.2	15.5	3.1	8.2	0.5
2Q25	6.6	1.8	2.1	0.3	5.5	1.2	7.8	1.6	6.0	1.4	2.5	0.5	4.8	0.8	6.8	2.3	14.7	2.9	5.8	0.3
3Q25	6.4	1.0	2.8	0.6	6.0	1.6	7.7	2.0	6.4	1.7	1.7	0.0	4.9	1.4	6.9	1.8	13.1	2.9	3.2	0.8
4Q25	5.4	0.7	1.7	0.2	5.7	1.4	7.2	1.7	6.2	1.6	1.3	0.2	5.0	1.8	7.6	2.2	12.3	2.9	3.1	1.5
Transport Vehicle Loan growth (%)																				
4Q23	11.6	2.3	10.9	3.0	10.4	2.2	7.1	2.1	10.1	3.4	6.9	-1.5			13.0	3.0	-21.7	-2.8		
1Q24	10.8	1.9	9.7	1.6	12.0	4.2	8.7	3.4	10.6	3.0	2.2	-2.3			10.3	1.7	-22.0	-6.3		
2Q24	8.6	1.6	6.5	0.1	12.1	2.8	10.1	3.0	12.1	3.5	-4.0	-3.3			9.0	0.8	-21.1	-5.3		
3Q24	6.0	0.1	5.4	0.7	12.3	2.5	11.2	2.3	11.7	1.4	-8.4	-4.1			8.2	2.4	-17.1	-3.9		
4Q24	5.8	2.1	5.7	3.3	12.3	2.3	11.3	2.2	11.2	2.9	-10.6	-4.3			6.9	1.8	-18.1	-4.0		
1Q25	4.5	0.6	4.8	0.8	11.7	3.6	10.0	2.2	10.9	2.7	-12.6	-4.2			5.2	0.1	-16.1	-3.9		
2Q25	3.5	0.6	4.4	-0.4	11.3	2.5	9.7	2.7	10.1	2.7	-12.4	-2.9			4.8	0.4	-17.1	-6.4		
3Q25	5.9	2.5	4.3	0.6	10.4	1.7	10.5	3.1	11.4	2.6	-10.4	-1.6			3.7	1.3	-15.0	-1.5		
4Q25	2.1	-1.6	1.7	0.7	9.4	1.3	11.0	2.6	10.8	2.3	-7.6	-0.2			3.5	1.6	-12.9	-1.7		
Working Capital Loan growth (%)																				
4Q23	6.6	4.8	9.6	3.6	5.3	1.2	1.1	-0.1	5.7	5.7					2.6	2.8	15.4	3.7		
1Q24	7.8	1.8	7.8	-0.8	5.3	0.4	-0.2	-0.4	6.1	6.1					5.2	3.3	12.4	7.4		
2Q24	7.7	-0.4	4.6	1.8	4.4	1.0	-0.4	-0.7	2.6	2.6					10.7	2.8	14.2	-1.2		
3Q24	2.3	-3.7	3.4	-1.2	2.6	-0.1	-4.3	-3.1	2.6	2.6					4.1	-4.6	13.2	2.9		
4Q24	-2.3	0.1	6.5	6.8	8.5	7.1	4.0	8.5	5.6	5.6					-0.6	-1.8	12.6	3.1		
1Q25	-3.5	0.5	4.4	-2.8	8.1	-0.0	1.3	-3.0	5.1	5.1					-3.4	0.3	8.7	3.6		
2Q25	-6.1	-3.0	4.1	1.6	6.4	-0.5	-0.4	-2.4	8.0	8.0					-5.6	0.4	5.7	-3.8		
3Q25	-3.8	-1.3	2.7	-2.6	7.9	1.3	2.1	-0.7	12.0	12.0					4.5	5.6	2.3	-0.5		
4Q25	-2.3	1.7	-1.8	2.1	-0.8	-1.6	-6.1	-0.2	7.5	7.5					13.9	7.0	1.3	2.2		
Personal Financing Loan growth (%)																				
4Q23	5.3	4.3	18.4	2.2	16.6	5.2	5.9	1.4	8.0	8.0			2.3	0.9	36.6	7.8	6.2	1.1	1.6	-1.2
1Q24	8.6	2.2	18.3	2.2	17.3	1.4	5.6	0.5	6.7	6.7			2.0	1.1	32.0	5.8	6.9	1.9	1.8	-0.7
2Q24	12.5	4.4	10.8	-1.1	14.9	-0.0	3.8	0.6	5.8	5.8			3.3	1.4	26.9	3.2	7.2	1.8	-3.3	-1.4
3Q24	37.5	23.5	1.5	-1.7	3.1	-3.3	2.1	-0.5	6.1	6.1			5.4	1.8	27.0	7.9	6.1	1.3	-4.4	-1.2
4Q24	38.4	5.1	3.9	4.6	1.6	3.6	3.3	2.6	10.0	10.0			6.2	1.7	27.2	7.9	4.8	-0.2	-4.5	-1.3
1Q25	39.0	2.7	2.9	1.2	0.6	0.4	4.2	1.5	12.9	12.9			6.7	1.7	28.5	6.9	2.2	-0.7	-5.5	-1.7
2Q25	36.2	2.2	6.6	2.4	-1.1	-1.7	4.4	0.8	12.1	12.1			5.4	0.2	32.1	6.1	0.4	-0.0	-5.4	-1.2
3Q25	11.6	1.2	10.8	2.2	-4.3	-6.5	5.6	0.6	16.1	16.1			4.1	0.5	28.6	5.1	-1.5	-0.6	-5.1	-0.9
4Q25	8.8	2.4	4.6	-1.3	-9.9	-2.4	2.5	-0.3	11.3	11.3			2.9	0.6	30.8	9.8	-2.2	-0.9	-4.6	-0.8

Source: Banks, MBSBR

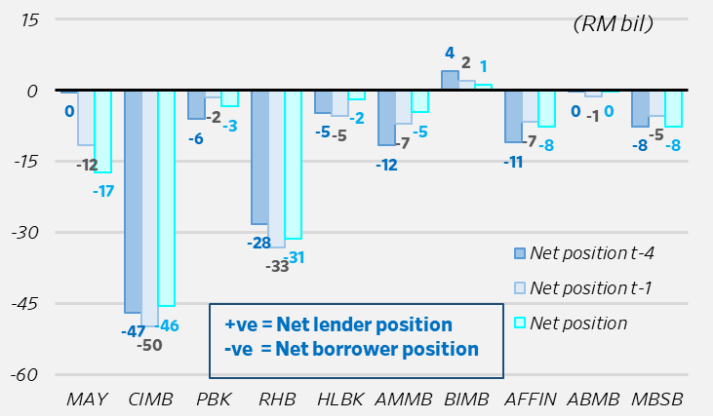
I. DEPOSITS & LIQUIDITY

Fig 59: Industry Loan/Deposit Ratios



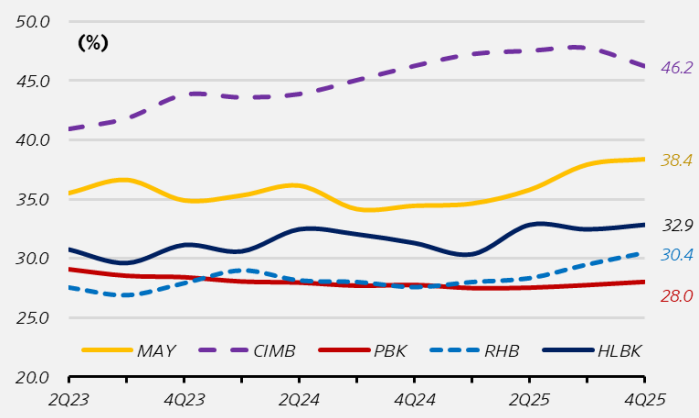
Source: Banks, MBSBR

Fig 60: Interbank Lending positions



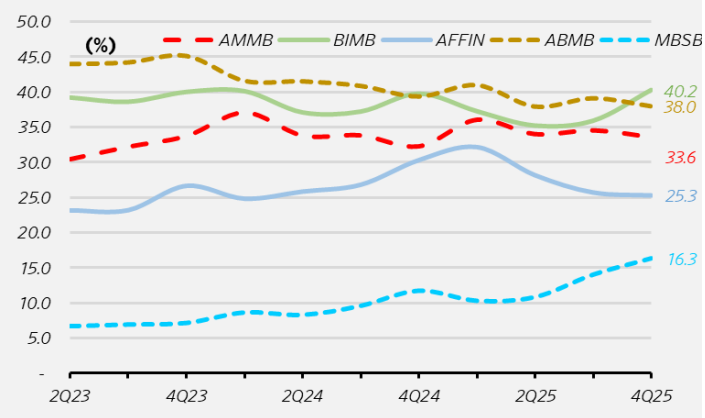
Source: Banks, MBSBR

Fig 61: CASA ratio trend: Big 5



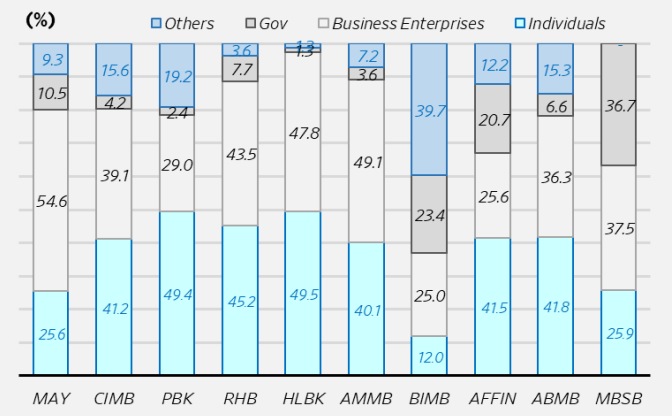
Source: Banks, MBSBR

Fig 62: CASA ratio trend: Small 4



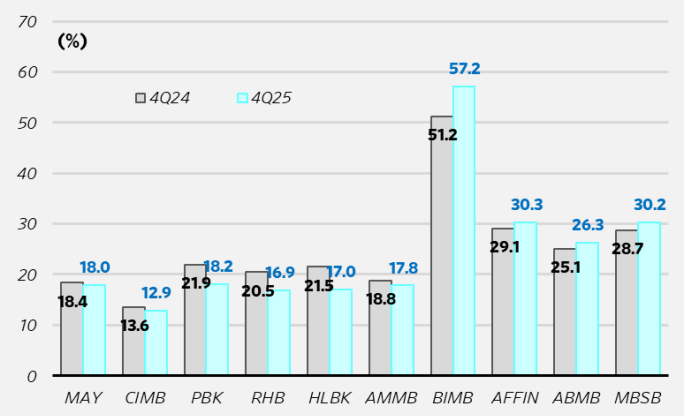
Source: Banks, MBSBR

Fig 63: Deposit Breakdown by Depositor



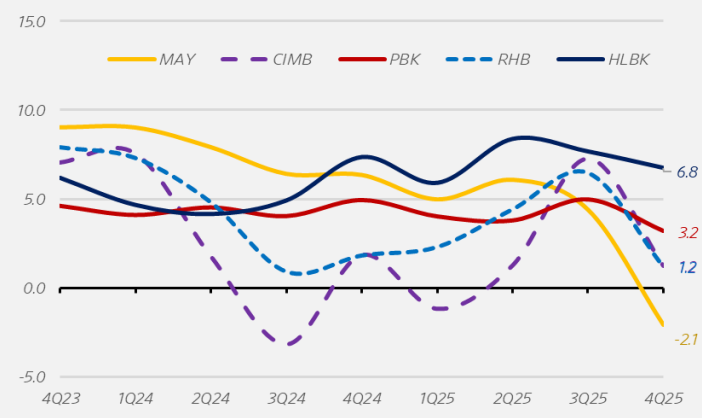
Source: Banks, MBSBR

Fig 64: % FDs > 6 months



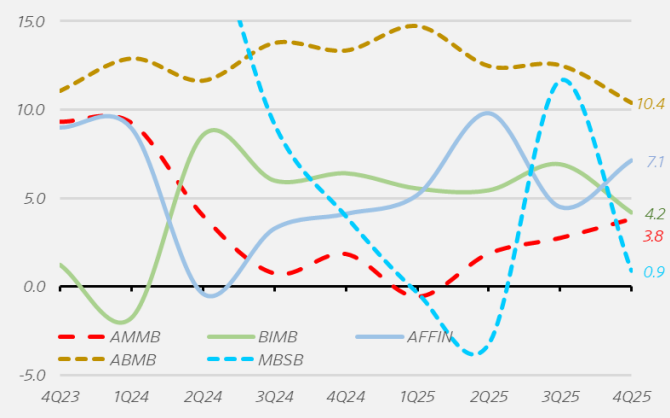
Source: Banks, MBSBR

Fig 65: yoy Deposit growth: Big 5



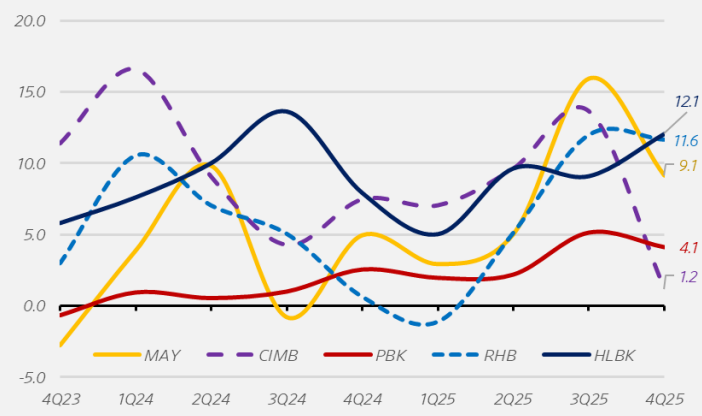
Source: Banks, MBSBR

Fig 66: yoy Deposit growth: Small 5



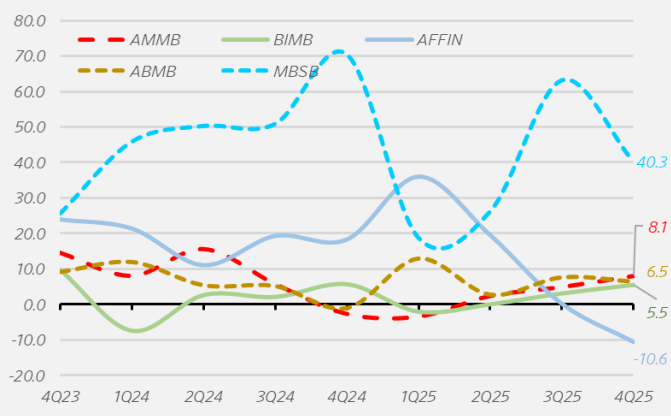
Source: Banks, MBSBR

Fig 67: yoy CASA growth: Big 5



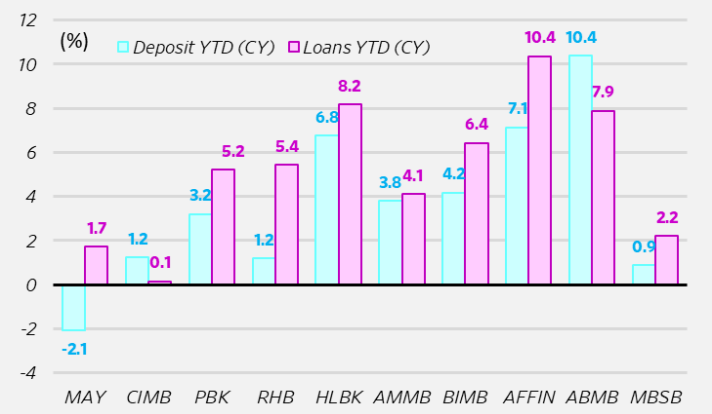
Source: Banks, MBSBR

Fig 68: yoy CASA growth: Small 5



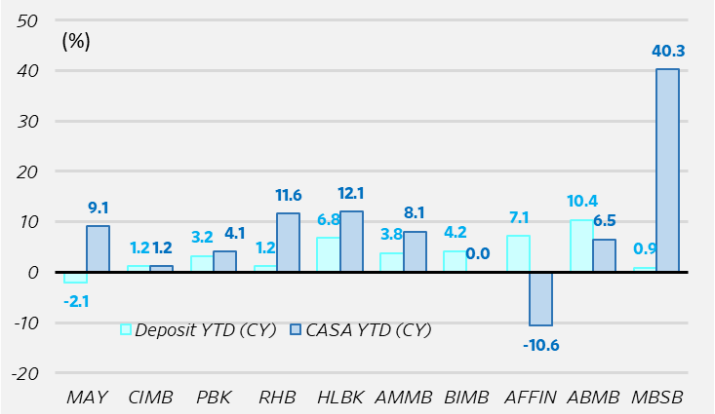
Source: Banks, MBSBR

Fig 69: Deposits vs Loans YTD growth



Source: Banks, MBSBR

Fig 70: Deposits vs CASA YTD growth



Source: Banks, MBSBR

FIG 71: Calendarised Deposit & CASA growth (%)

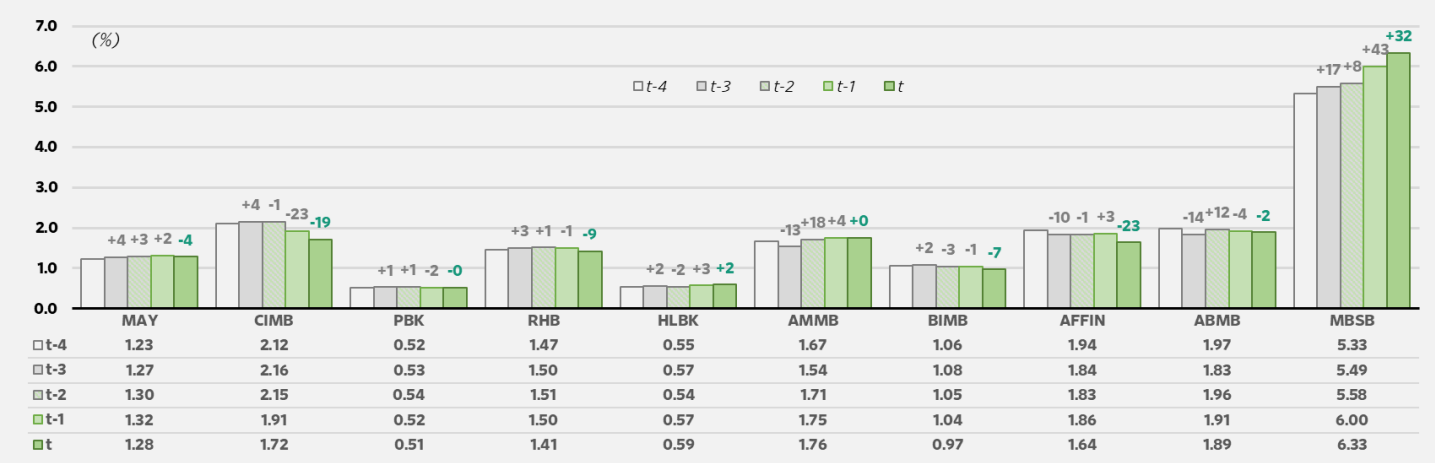
	MAY			CIMB			PBK			RHB			HLBK			AMMB			BIMB#			AFFIN			ABMB			MBSB		
	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*	yoy	qoq	YTD*
Deposits growth (%)																														
4Q23	9.0	5.3	9.0	7.0	1.7	7.0	4.6	1.0	4.6	7.9	3.8	7.9	6.2	1.0	-0.2	9.3	0.4	4.3	1.2	2.9	1.2	9.0	-1.1	9.0	11.1	5.0	7.0	25.0	14.8	25.0
1Q24	9.0	1.5	1.5	7.5	1.4	1.4	4.1	1.8	1.8	7.3	-0.9	-0.9	4.7	0.6	0.4	9.3	4.8	9.3	-1.8	0.4	0.4	8.9	1.3	1.3	12.9	5.5	12.9	27.1	1.7	1.7
2Q24	7.9	-0.4	1.1	1.8	-1.8	-0.4	4.5	1.1	2.9	4.8	-1.1	-1.9	4.1	3.8	4.1	4.0	-4.8	-4.8	8.5	2.7	3.1	-0.4	-0.7	0.6	11.6	0.7	0.7	21.3	1.1	2.9
3Q24	6.4	-0.0	1.1	-3.2	-4.5	-4.8	4.0	0.1	3.0	0.9	-0.8	-2.8	4.9	-0.5	-0.5	0.7	0.6	-4.3	6.0	-0.2	3.0	3.3	3.9	4.4	13.8	2.0	2.7	9.2	-7.6	-4.9
4Q24	6.3	5.2	6.3	1.8	7.0	1.8	4.9	1.9	4.9	1.8	4.7	1.8	7.4	3.3	2.9	1.8	1.5	-2.8	6.4	3.3	6.4	4.1	-0.3	4.1	13.3	4.6	7.4	4.0	9.4	4.0
1Q25	5.0	0.2	0.2	-1.2	-1.6	-1.6	4.0	0.9	0.9	2.3	-0.4	-0.4	5.9	-0.8	2.1	-0.6	2.3	-0.6	5.5	-0.4	-0.4	5.2	2.3	2.3	14.7	6.8	14.7	-0.4	-2.5	-2.5
2Q25	6.1	0.6	0.8	1.3	0.6	-1.0	3.8	0.9	1.8	4.4	1.0	0.5	8.4	6.2	8.4	1.9	-2.5	-2.5	5.4	2.6	2.2	9.8	3.6	6.0	12.5	-1.2	-1.2	-3.3	-1.8	-4.3
3Q25	4.4	-1.6	-0.8	7.3	1.2	0.2	5.0	1.2	3.0	6.5	1.1	1.7	7.7	-1.1	-1.1	2.7	1.5	-1.1	6.9	1.2	3.5	4.5	-1.2	4.8	12.5	2.0	0.8	11.6	6.6	2.1
4Q25	-2.1	-1.3	-2.1	1.2	1.0	1.2	3.2	0.2	3.2	1.2	-0.5	1.2	6.8	2.4	1.3	3.8	2.6	1.5	4.2	0.7	4.2	7.1	2.2	7.1	10.4	2.6	3.4	0.9	-1.2	0.9
CASA growth (%)																														
4Q23	-2.7	0.3	-2.7	11.4	6.6	11.4	-0.6	0.6	-0.6	3.0	7.6	3.0	5.8	6.2	1.0	14.6	5.2	-6.1	9.8	6.6	9.8	24.0	13.6	24.0	9.3	7.1	15.2	25.7	18.5	25.7
1Q24	3.9	2.8	2.8	16.6	0.9	0.9	1.0	0.5	0.5	10.5	2.9	2.9	7.6	-1.2	-0.1	8.1	15.2	8.1	-7.4	0.7	0.7	21.5	-5.6	-5.6	12.1	-2.7	12.1	45.9	22.9	22.9
2Q24	9.8	1.9	4.7	9.1	-1.2	-0.2	0.6	0.8	1.3	7.0	-3.9	-1.2	10.0	10.2	10.0	15.6	-13.3	-13.3	2.7	-5.1	-4.4	11.1	3.3	-2.5	5.5	0.6	0.6	50.3	-2.9	19.4
3Q24	-0.8	-5.5	-1.1	4.3	-1.9	-2.1	1.0	-0.9	0.4	5.0	-1.3	-2.4	13.6	-1.8	-1.8	5.8	0.7	-12.7	2.1	0.2	-4.2	19.4	7.7	5.0	5.3	0.4	1.0	50.9	6.7	27.4
4Q24	5.0	6.1	5.0	7.5	9.8	7.5	2.6	2.2	2.6	0.6	3.1	0.6	7.9	0.9	-0.9	-2.6	-3.1	-15.4	5.7	10.4	5.7	18.3	12.7	18.3	-1.0	0.8	1.8	70.5	33.9	70.5
1Q25	2.9	0.8	0.8	7.0	0.5	0.5	2.0	-0.1	-0.1	-1.1	1.1	1.1	5.0	-3.8	-4.7	-3.3	14.3	-3.3	-2.0	-6.7	-6.7	36.2	8.6	8.6	13.1	11.1	13.1	18.8	-14.4	-14.4
2Q25	5.0	4.0	4.8	9.6	1.2	1.8	2.2	1.0	0.9	5.1	2.1	3.2	9.6	15.0	9.6	2.5	-8.1	-8.1	0.1	-3.0	-9.5	19.6	-9.2	-1.4	2.8	-8.5	-8.5	26.2	3.2	-11.6
3Q25	15.9	4.3	9.3	13.7	1.7	3.5	5.2	2.0	3.0	12.0	5.2	8.6	9.1	-2.2	-2.2	4.9	3.1	-5.2	3.1	3.2	-6.6	0.2	-9.8	-11.1	7.7	5.2	-3.8	63.2	38.0	21.9
4Q25	9.1	-0.1	9.1	1.2	-2.2	1.2	4.1	1.2	4.1	11.6	2.8	11.6	12.1	3.6	1.3	8.1	-0.3	-5.5	5.5	13.0	5.5	-10.6	0.5	-10.6	6.5	-0.4	-4.1	40.3	15.1	40.3

*YTD by FY. #BIMB uses Deposits + Investment Accounts instead of Deposits, CASATIA instead of CASA

Source: Banks, MBSBR

J. ASSET QUALITY & PROVISIONING

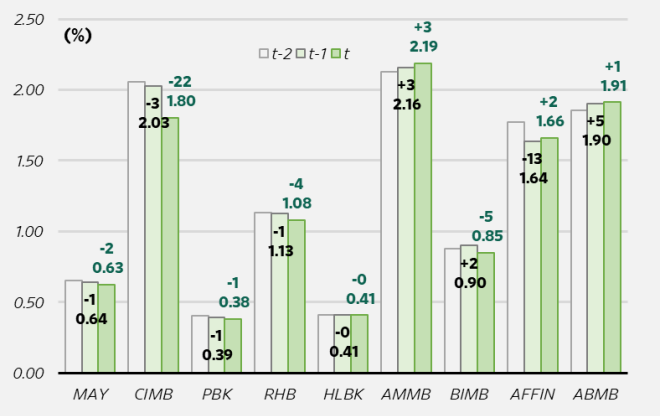
Fig 72: Sector GILs



	MAY	CIMB	PBK	RHB	HLBK	AMMB	BIMB	AFFIN	ABMB	MBSB
t-4	1.23	2.12	0.52	1.47	0.55	1.67	1.06	1.94	1.97	5.33
t-3	1.27	2.16	0.53	1.50	0.57	1.54	1.08	1.84	1.83	5.49
t-2	1.30	2.15	0.54	1.51	0.54	1.71	1.05	1.83	1.96	5.58
t-1	1.32	1.91	0.52	1.50	0.57	1.75	1.04	1.86	1.91	6.00
t	1.28	1.72	0.51	1.41	0.59	1.76	0.97	1.64	1.89	6.33

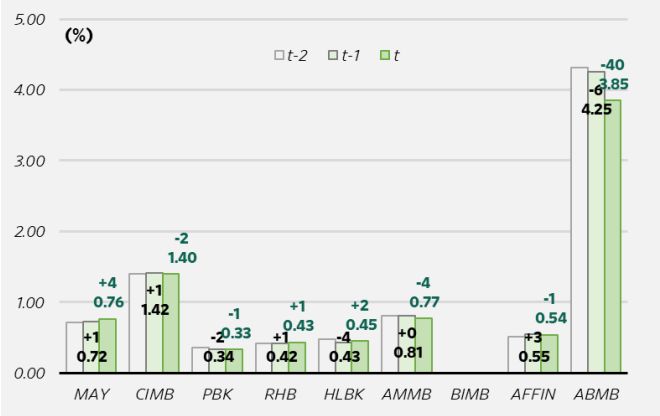
Source: Banks, MBSBR

Fig 73: GIL ratios: Residential Mortgages



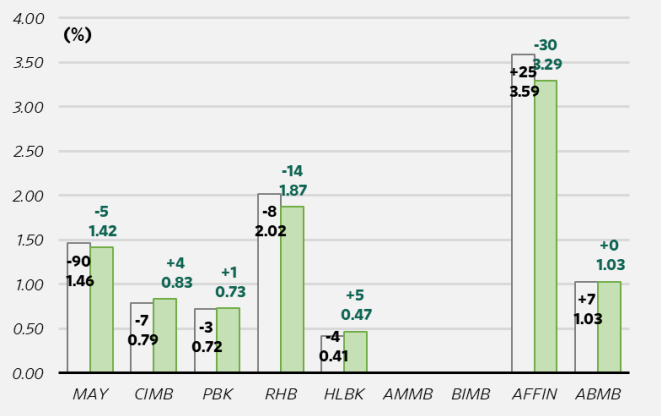
Source: Banks, MBSBR

Fig 74: GIL ratios: Hire purchase loans



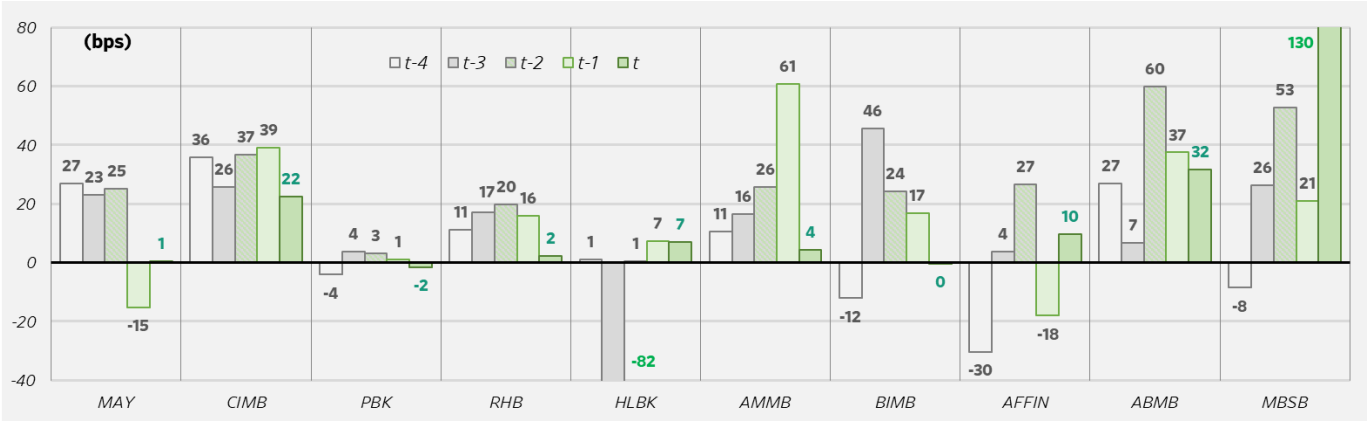
Source: Banks, MBSBR

Fig 75: GIL ratios: Working Capital



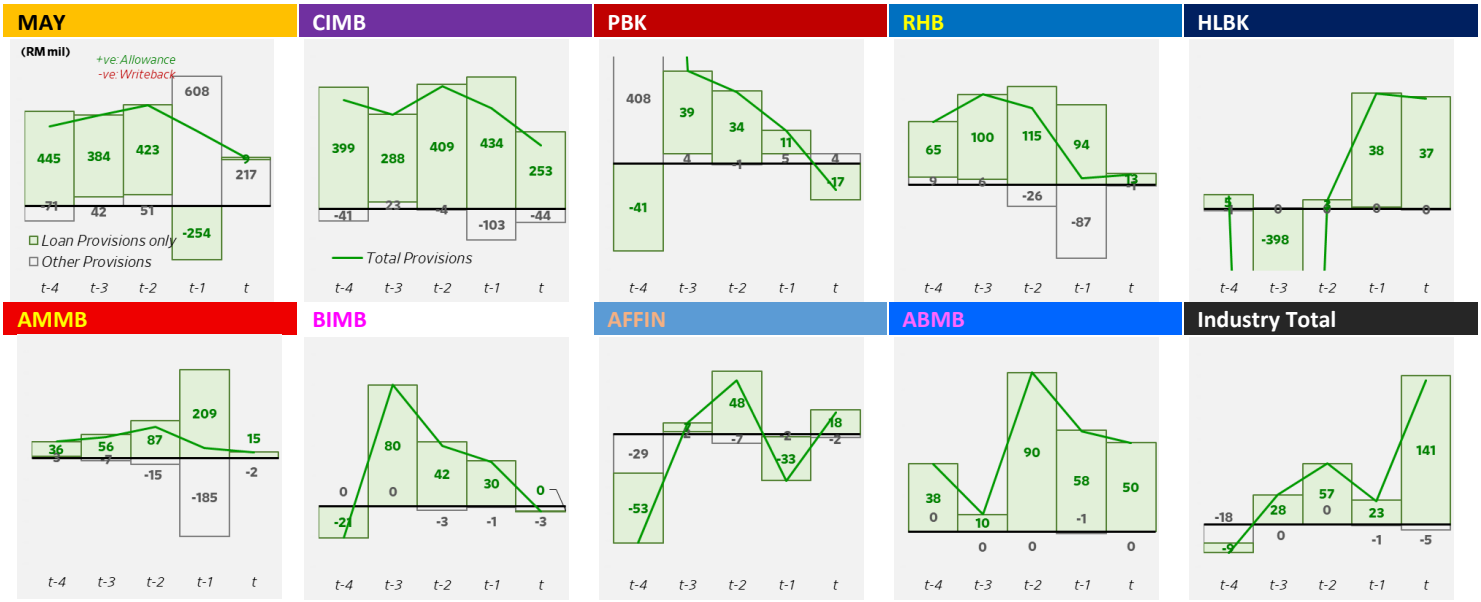
Source: Banks, MBSBR

Fig 76: Sector Quarterly Net Credit Costs (NCC) – Loan Provisions Only



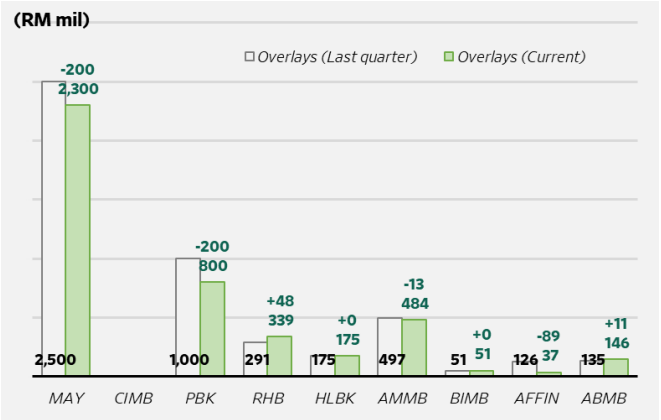
Source: Banks, MBSBR

Fig 77: Quarterly Provision Breakdown (By Loan and Non-loan)



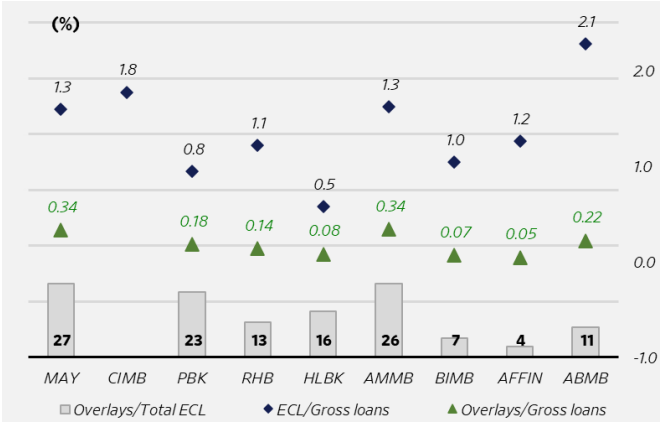
Source: Banks, MBSBR

Fig 78: Overlay balances



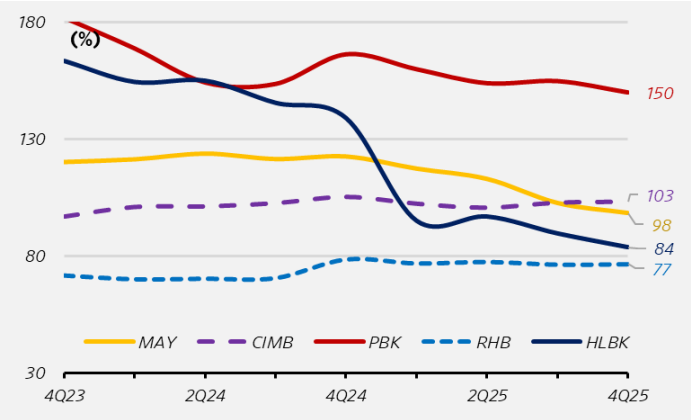
Source: Banks, MBSBR

Fig 79: % Overlays and Total ECL / Gross loans



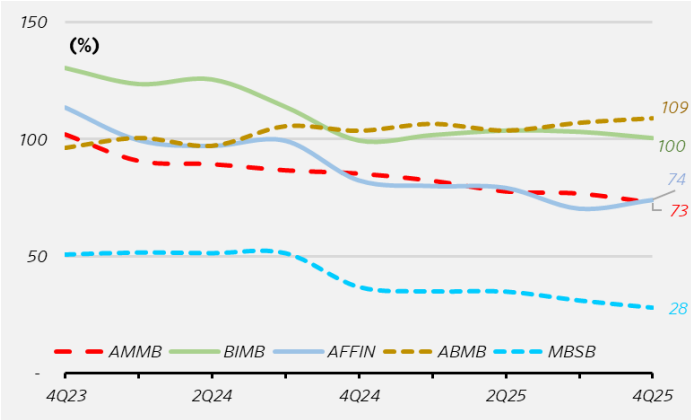
Source: Banks, MBSBR

Fig 80: Loan Loss Coverage (no reserves): Big 5



Source: Banks, MBSBR

Fig 81: Loan Loss Coverage (no reserves): Small 4



Source: Banks, MBSBR

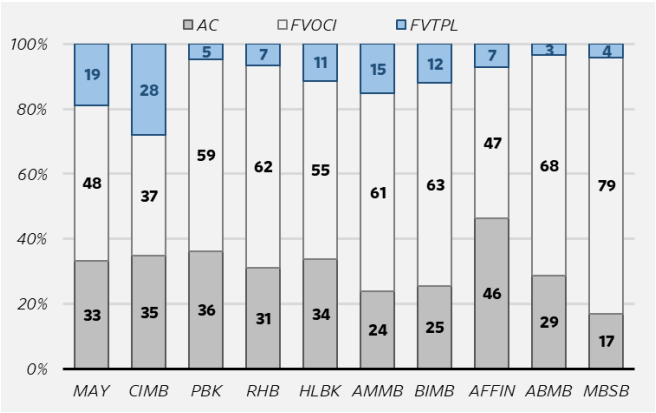
FIG 82: GIL ratio by Sector (%)

	MAY		CIMB		PBK		RHB		HLBK		AMMB		BIMB		AFFIN		ABMB	
	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq	GIL ratio	qoq
Overall GIL ratio (%)																		
4Q21	1.99		3.52		0.31		1.49		0.46		1.35		0.96		2.54		2.02	
1Q22	1.95	-4	3.44	-7	0.29	-2	1.50	+1	0.48	+2	1.40	+5	1.02	+6	2.43	-11	1.85	-17
2Q22	1.81	-14	3.55	+10	0.29	-0	1.62	+12	0.49	+1	1.55	+15	1.14	+12	2.28	-15	1.84	-0
3Q22	1.70	-11	3.49	-6	0.33	+5	1.57	-5	0.49	+1	1.52	-3	1.20	+6	1.91	-37	1.87	+3
4Q22	1.57	-13	3.27	-22	0.42	+9	1.55	-2	0.49	-1	1.62	+9	1.27	+6	1.97	+7	1.93	+6
1Q23	1.50	-7	3.22	-5	0.52	+10	1.59	+4	0.52	+3	1.46	-16	1.37	+11	1.96	-1	2.51	+58
2Q23	1.47	-3	3.35	+12	0.55	+4	1.64	+5	0.57	+5	1.66	+20	1.03	-34	1.78	-18	2.63	+11
3Q23	1.43	-4	3.17	-17	0.58	+3	1.79	+15	0.57	-1	1.65	-1	0.97	-6	1.84	+6	2.51	-12
4Q23	1.34	-9	2.67	-51	0.59	+1	1.74	-5	0.56	-1	1.60	-5	0.92	-5	1.90	+5	2.33	-17
1Q24	1.32	-3	2.55	-12	0.62	+3	1.83	+9	0.57	+1	1.67	+7	0.95	+3	1.96	+6	2.11	-22
2Q24	1.29	-3	2.50	-6	0.64	+2	1.76	-7	0.53	-4	1.70	+3	0.92	-3	1.89	-6	2.17	+6
3Q24	1.26	-2	2.34	-16	0.62	-2	1.77	+1	0.54	+1	1.67	-3	1.02	+10	1.74	-15	2.02	-15
4Q24	1.23	-3	2.12	-23	0.52	-9	1.47	-30	0.55	+1	1.67	+0	1.06	+4	1.94	+20	1.97	-5
1Q25	1.27	+4	2.16	+4	0.53	+1	1.50	+3	0.57	+2	1.54	-13	1.08	+2	1.84	-10	1.83	-14
2Q25	1.30	+3	2.15	-1	0.54	+1	1.51	+1	0.54	-2	1.71	+18	1.05	-3	1.83	-1	1.96	+12
3Q25	1.32	+2	1.91	-23	0.52	-2	1.50	-1	0.57	+3	1.75	+4	1.04	-1	1.86	+3	1.91	-4
4Q25	1.28	-4	1.72	-19	0.51	-0	1.41	-9	0.59	+2	1.76	+0	0.97	-7	1.64	-23	1.89	-2
Residential Mortgage GIL ratio (%)																		
4Q23	0.61		2.29		0.39		1.05		0.40		2.07				1.18		2.53	
1Q24	0.65	+3	2.19	-10	0.45	+7	1.06	+0	0.42	+2	2.12	+5	0.86		1.36	+18	2.19	-34
2Q24	0.64	-1	2.11	-8	0.45	+0	1.09	+3	0.41	-1	2.12	+0	0.82	-4	1.46	+9	2.26	+7
3Q24	0.62	-1	2.00	-11	0.44	-2	1.13	+3	0.41	+0	2.13	+1	0.82	+0	1.47	+2	2.05	-21
4Q24	0.60	-3	1.95	-5	0.43	-1	1.08	-5	0.39	-2	2.09	-4	0.86	+4	1.71	+23	1.96	-8
1Q25	0.61	+2	2.00	+5	0.40	-3	1.10	+3	0.43	+3	2.02	-6	0.91	+5	1.78	+7	1.56	-40
2Q25	0.65	+4	2.05	+6	0.41	+1	1.13	+3	0.41	-1	2.13	+10	0.88	-3	1.77	-0	1.86	+29
3Q25	0.64	-1	2.03	-3	0.39	-1	1.13	-1	0.41	-0	2.16	+3	0.90	+2	1.64	-13	1.90	+5
4Q25	0.63	-2	1.80	-22	0.38	-1	1.08	-4	0.41	-0	2.19	+3	0.85	-5	1.66	+2	1.91	+1
Personal Financing GIL ratio (%)																		
4Q23	5.15		1.68		0.78		1.27		0.87						0.49		4.35	
1Q24	5.57	+42	1.64	-3	0.81	+3	1.18	-9	0.75	-13			0.59		0.68	+19	3.71	-64
2Q24	5.03	-53	1.62	-3	0.88	+8	1.14	-4	0.69	-6			0.55	-4	1.14	+46	3.90	+19
3Q24	3.44	-160	1.76	+14	1.03	+15	1.14	-1	0.75	+6			0.57	+2	1.02	-12	3.48	-42
4Q24	3.21	-23	1.73	-2	0.99	-4	1.10	-4	0.78	+2			0.51	-6	0.64	-38	3.46	-2
1Q25	3.02	-19	1.79	+5	0.96	-3	1.09	-1	0.75	-3			0.53	+2	0.79	+15	3.07	-39
2Q25	2.95	-7	1.86	+7	1.03	+7	1.15	+6	0.73	-2			0.54	+1	0.74	-6	3.30	+23
3Q25	2.90	-6	1.89	+3	1.03	+0	1.12	-3	0.79	+6			0.52	-2	0.67	-7	3.26	-4
4Q25	1.53	-136	1.56	-33	1.04	+0	1.07	-5	0.97	+18			0.53	+1	0.61	-6	3.35	+9
Transport Vehicles GIL ratio (%)																		
4Q23	0.51		1.13		0.31		0.61		0.31		0.79				0.51		4.56	
1Q24	0.59	+9	1.07	-6	0.28	-4	0.50	-12	0.33	+2	0.78	-1			0.57	+5	4.42	-14
2Q24	0.64	+4	1.11	+3	0.31	+3	0.47	-3	0.35	+2	0.74	-4			0.54	-2	4.62	+19
3Q24	0.64	+0	1.11	+0	0.32	+1	0.45	-2	0.43	+8	0.77	+3			0.52	-2	4.54	-7
4Q24	0.63	-1	1.23	+13	0.32	+1	0.48	+3	0.42	-1	0.75	-2			0.46	-6	4.41	-13
1Q25	0.71	+8	1.21	-2	0.34	+1	0.43	-4	0.41	-0	0.59	-16			0.52	+6	4.34	-8
2Q25	0.71	+0	1.40	+19	0.36	+2	0.41	-2	0.47	+6	0.81	+21			0.52	-0	4.31	-2
3Q25	0.72	+1	1.42	+1	0.34	-2	0.42	+1	0.43	-4	0.81	+0			0.55	+3	4.25	-6
4Q25	0.76	+4	1.40	-2	0.33	-1	0.43	+1	0.45	+2	0.77	-4			0.54	-1	3.85	-40
Working Capital GIL ratio (%)																		
4Q23	2.13		4.05		0.89		3.16		0.94						4.23		2.24	
1Q24	1.99	-14	4.18	+13	0.99	+10	3.48	+33	0.97	+3					3.73	-49	2.20	-4
2Q24	1.94	-5	4.13	-5	1.02	+3	3.41	-8	0.80	-17					3.26	-48	2.30	+10
3Q24	1.97	+2	3.62	-51	0.95	-7	3.57	+17	0.83	+3					2.91	-34	2.31	+1
4Q24	2.05	+8	2.86	-76	0.89	-6	2.52	-105	0.93	+9					4.06	+114	2.36	+5
1Q25	2.14	+9	2.99	+13	0.92	+3	2.63	+11	1.01	+8					3.57	-48	2.50	+14
2Q25	2.24	+10	2.87	-12	0.88	-4	2.70	+7	0.86	-15					3.44	-13	2.53	+3
3Q25	2.62	+38	2.05	-82	0.84	-4	2.75	+5	1.12	+26					3.70	+26	2.59	+6
4Q25	2.29	-33	1.82	-23	0.84	+0	2.65	-10	1.21	+8					3.32	-39	2.63	+4

Source: Banks, MBSBR

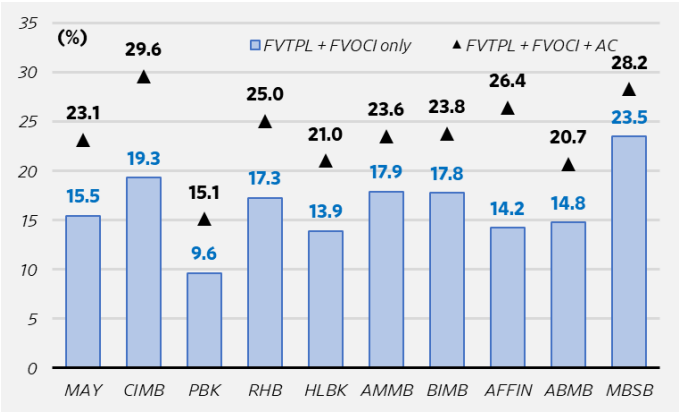
K. INVESTMENT SECURITIES

Fig 83: Investment Book Breakdown



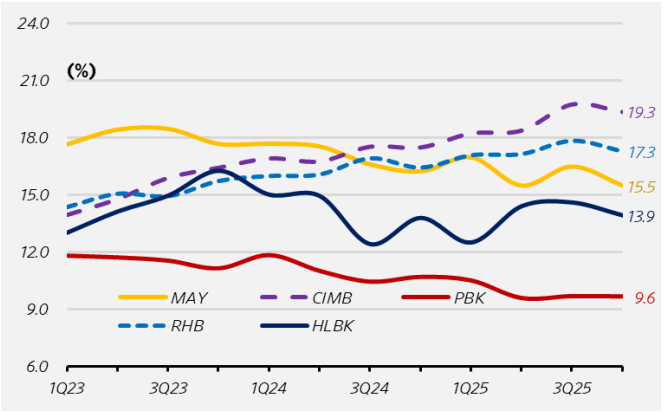
Source: Banks, MBSBR

Fig 84: Investment Book as % of total assets



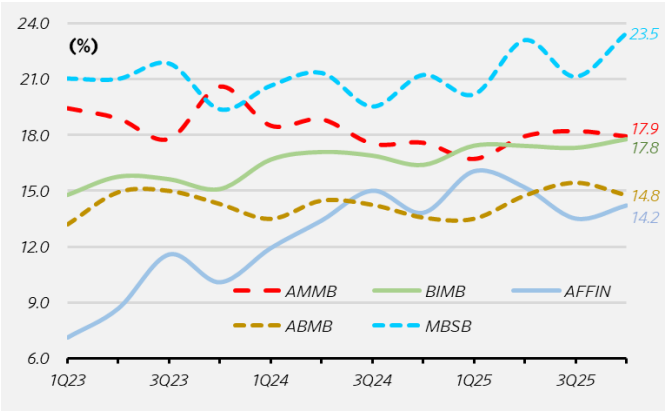
Source: Banks, MBSBR

Fig 85: Investment Securities as % of total Assets: Big 5



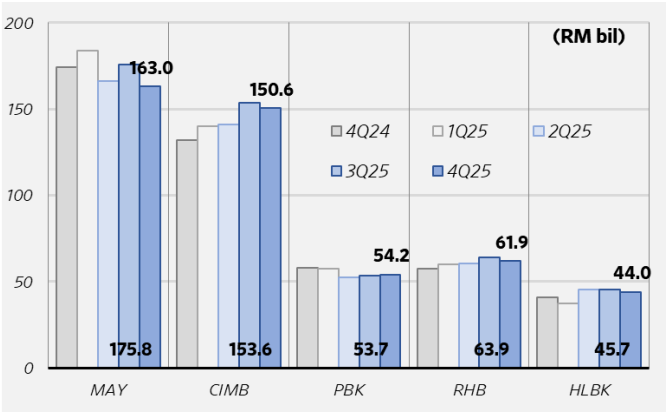
Source: Banks, MBSBR

Fig 86: Investment Securities as % of total Assets: Small 5



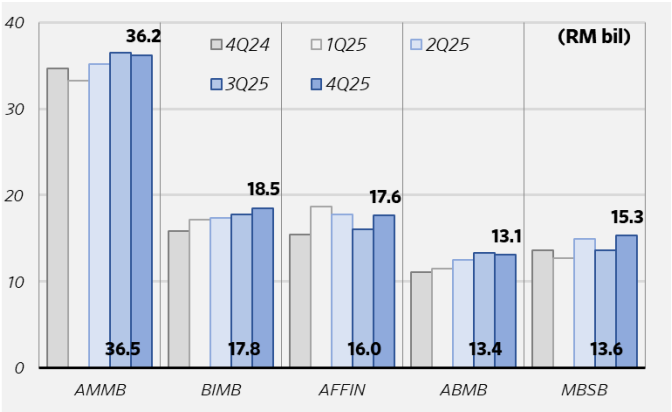
Source: Banks, MBSBR

Fig 87: Total FVTPL + FVOCI Book: Big 5



Source: Banks, MBSBR

Fig 88: Total FVTPL + FVOCI Book: Small 5



Source: Banks, MBSBR

Income Statement	Balance Sheet	Valuations & Sector
Core NP – Core Net Profit	LCR – Liquidity Coverage ratio	ROE – Return on Equity
PPOP – Pre-Provisioning Operating Profit	L/D ratio – Loan/Deposit ratio	GGM – Gordon Growth Model
NII – Net Interest Income	CASA – Current & Savings accounts	P/BV – Price to Book Value
NIM – Net Interest Margin	FD – Fixed Deposits	BVPS – Book Value per Share
COF – Cost of Funds	GIL – Gross Impaired Loans	BNM – Bank Negara Malaysia
NOII – Non-Interest Income	NIL – Net Impaired Loans	OPR – Overnight Policy Rate
MTM – Mark to Market	LLC – Loan Loss Coverage	SRR – Statutory Reserve Requirement
CIR – Cost to Income Ratio	NCC – Net Credit Costs	SBR – Standardised Base Rate
OPEX – Operational Expenses	GCC – Gross Credit Costs	ALR – Average Lending Rate
	CET 1 – Common Equity Tier 1	

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MBSB INVESTMENT BANK (formerly known as MIDF Amanah Investment Bank): GUIDE TO RECOMMENDATIONS

STOCK RECOMMENDATIONS

BUY	Total return is expected to be >10% over the next 12 months.
TRADING BUY	The stock price is expected to rise by >10% within 3 months after a Trading Buy rating has been assigned due to positive news flow.
NEUTRAL	Total return is expected to be between -10% and +10% over the next 12 months.
SELL	Total return is expected to be <-10% over the next 12 months.
TRADING SELL	The stock price is expected to fall by >10% within 3 months after a Trading Sell rating has been assigned due to negative news flow.

SECTOR RECOMMENDATIONS

POSITIVE	The sector is expected to outperform the overall market over the next 12 months.
NEUTRAL	The sector is to perform in line with the overall market over the next 12 months.
NEGATIVE	The sector is expected to underperform the overall market over the next 12 months.

ESG RECOMMENDATIONS* - source Bursa Malaysia and FTSE Russell

☆☆☆☆	Top 25% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆☆☆	Top 26-50% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆☆	Top 51%- 75% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆	Bottom 25% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell

* ESG Ratings of PLCs in FBM EMAS that have been assessed by FTSE Russell in accordance with FTSE Russell ESG Ratings Methodology