

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2025**

		<b>Bank</b>	
		<b>31 March</b>	<b>31 December</b>
		<b><u>2025</u></b>	<b><u>2024</u></b>
	Note	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>			
Cash and short-term funds		<b>4,748,671</b>	3,331,258
Deposits and placements with banks and other financial institutions		<b>1,079,035</b>	1,093,468
Derivative financial assets		<b>29,077</b>	89,968
Debt instruments at fair value through other comprehensive income ("FVOCI")	10	<b>2,366,099</b>	2,303,458
Equity instruments at FVOCI	11	<b>15,155</b>	15,155
Equity instrument at fair value through profit and loss ("FVTPL")	12	-	950
Debt instruments at amortised cost	13	<b>70,819</b>	70,183
Loans and advances	14	<b>12,030,804</b>	11,540,538
Other assets	15	<b>54,959</b>	18,356
Right-of-use assets		<b>16,777</b>	18,626
Tax recoverable		<b>8,279</b>	14,264
Deferred tax assets		<b>31,456</b>	31,148
Statutory deposits with Bank Negara Malaysia		<b>125,000</b>	116,000
Investment in a subsidiary		<b>1,000</b>	1,000
Property and equipment		<b>39,197</b>	40,455
Intangible assets		<b>1,589</b>	1,903
<b>TOTAL ASSETS</b>		<b><u>20,617,917</u></b>	<b><u>18,686,730</u></b>
<b>LIABILITIES AND EQUITY</b>			
Deposits from customers	16	<b>11,440,472</b>	10,481,355
Deposits and placements of banks and other financial institutions	17	<b>4,463,232</b>	3,788,462
Derivative financial liabilities		<b>27,410</b>	88,726
Other liabilities	18	<b>460,386</b>	381,884
Other borrowing	19	<b>490,061</b>	314,434
Subordinated loan	20	<b>1,391,187</b>	1,402,981
<b>TOTAL LIABILITIES</b>		<b><u>18,272,748</u></b>	<b><u>16,457,842</u></b>
Share capital		<b>814,734</b>	760,518
Reserves		<b>1,530,435</b>	1,468,370
<b>TOTAL EQUITY</b>		<b><u>2,345,169</u></b>	<b><u>2,228,888</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b><u>20,617,917</u></b>	<b><u>18,686,730</u></b>
<b>COMMITMENTS AND CONTINGENCIES</b>			
	27	<b><u>13,716,995</u></b>	<b><u>14,732,746</u></b>

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

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

		Three Months Ended		
		Group	Bank	
		31 March	31 March	31 March
		2024	2025	2024
Note		RM'000	RM'000	RM'000
Interest income	21	194,142	<b>198,189</b>	194,142
Interest expense	22	(114,149)	<b>(112,531)</b>	(114,149)
Net interest income		79,993	<b>85,658</b>	79,993
Other operating income	23	35,308	<b>32,726</b>	35,100
Other operating expenses	24	(43,882)	<b>(40,857)</b>	(42,237)
Operating profit before expected credit losses ("ECL")		71,419	<b>77,527</b>	72,856
ECL charge for loans, advances and other financial assets	25	(13,531)	<b>(2,523)</b>	(13,417)
Profit before taxation		57,888	<b>75,004</b>	59,439
Taxation		(14,475)	<b>(18,414)</b>	(14,532)
<b>Profit for the financial period</b>		<b>43,413</b>	<b>56,590</b>	<b>44,907</b>
<b>Other comprehensive income:</b>				
<b>Items that will be reclassified subsequently to profit or loss when specific conditions are met:</b>				
- Net fair value changes in debt instrument at FVOCI, net of tax		670	<b>5,421</b>	670
- Net changes in expected credit losses in debt instruments at FVOCI		(27)	<b>54</b>	(27)
- Net gain on foreign exchange translation		7	<b>-</b>	7
Other comprehensive income, net of tax		650	<b>5,475</b>	650
Total comprehensive income for the period, net of tax		<b>44,063</b>	<b>62,065</b>	<b>45,557</b>
<b>Earnings per share</b>				
- Basic/fully diluted (sen)		<b>5.71</b>	<b>6.95</b>	<b>5.90</b>

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

Registration No.: 200001008645 (511251-V)  
**BANK OF CHINA (MALAYSIA) BERHAD**  
(Incorporated in Malaysia)

## INTERIM FINANCIAL STATEMENTS

### UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

	← Non-distributable			→ Distributable	
	Share capital	Foreign exchange reserve	Fair value through other comprehensive reserve	Regulatory reserve	Retained profits
	RM'000	RM'000	RM'000	RM'000	RM'000
Total	RM'000				
<b>Group</b>					
As at 1 January 2024	760,518	11	8,160	55,000	1,175,102
Profit for the financial year	-	-	-	-	230,719
Distribution from liquidation of subsidiary	-	-	-	-	(2,615)
Other comprehensive (expense)/income, net of tax	-	(11)	2,004	-	-
Total comprehensive (expense)/income for the financial year, net of tax	-	(11)	2,004	-	228,104
Deconsolidation upon commencement of liquidation of the subsidiary (Note 31)	(760,518)	-	(10,164)	(55,000)	(1,403,206)
As at 31 December 2024	-	-	-	-	-

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

Registration No.: 200001008645 (511251-V)  
**BANK OF CHINA (MALAYSIA) BERHAD**  
(Incorporated in Malaysia)

## INTERIM FINANCIAL STATEMENTS

### UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025 (CONTINUED)

	Non-distributable			Distributable	
	Fair value				
	Share capital	Foreign exchange reserve	through other comprehensive reserve	Regulatory reserve	Retained profits
	RM'000	RM'000	RM'000	RM'000	RM'000
					Total RM'000
<b>Bank</b>					
As at 1 January 2025	760,518	-	10,164	55,000	1,403,206
Profit for the financial period	-	-	-	-	56,590
Other comprehensive (expense)/income, net of tax	-	-	5,475	-	-
Total comprehensive (expense)/income for the financial period, net of tax	-	-	5,475	-	56,590
Issue of share capital	54,216	-	-	-	-
Transfer from retained profits to regulatory reserve	-	-	-	10,000	(10,000)
<b>As at 31 March 2025</b>	<b>814,734</b>	<b>-</b>	<b>15,639</b>	<b>65,000</b>	<b>1,449,796</b>
As at 1 January 2024	760,518	11	8,160	55,000	1,176,810
Profit for the financial year	-	-	-	-	226,396
Other comprehensive (expense)/income, net of tax	-	(11)	2,004	-	-
Total comprehensive (expense)/income for the financial year, net of tax	-	(11)	2,004	-	226,396
As at 31 December 2024	760,518	-	10,164	55,000	1,403,206

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

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

	<b>Group</b>	<b>Bank</b>	
	31 March 2024 RM'000	<b>31 March 2025 RM'000</b>	31 March 2024 RM'000
Profit before taxation	57,888	<b>75,004</b>	59,439
Adjustments for non cash items	29,570	<b>2,552</b>	29,024
Operating profit before changes in working capital	87,458	<b>77,556</b>	88,463
Changes in working capital:			
Net changes in operating assets	(2,525,490)	<b>(524,609)</b>	(2,526,692)
Net changes in operating liabilities	1,539,378	<b>1,707,717</b>	1,539,449
Taxes paid	(10,838)	<b>(14,450)</b>	(10,838)
Net cash (used in)/generated from operating activities	(909,492)	<b>1,246,214</b>	(909,618)
Net cash generated from/(used in) investing activities	12,689	<b>(34,369)</b>	12,689
Net cash generated from financing activities	114,833	<b>205,568</b>	114,964
<b>Net (decrease)/increase in cash and cash equivalents during the financial period</b>	(781,970)	<b>1,417,413</b>	(781,965)
<b>Cash and cash equivalents at beginning of the financial period</b>	3,577,514	<b>3,331,258</b>	3,577,461
<b>Cash and cash equivalents at end of the financial period</b>	<u>2,795,544</u>	<u><b>4,748,671</b></u>	<u>2,795,496</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**1 Performance Review**

The Bank's operating income grew by 2.86% or RM3.29 million to RM118.38 million compared to the corresponding period, due to an increase in net interest income of RM5.67 million. Profit after tax increased by 26.02% or RM11.68 million to RM56.59 million compared to the corresponding period, mainly due to a decrease in ECL charge for loans and advances.

Total assets increased by 10.33% or RM1.93 billion to RM20.62 billion compared to 31 December 2024, mainly as a result of higher cash and short-term funds. Total liabilities increased by 11.03% or RM1.81 billion to RM18.27 billion compared to 31 December 2024, largely due to increase in deposits from customers and deposits and placements of banks and other financial institutions.

**2 Economic Outlook**

Global growth in the 1st Quarter 2025 was tempered by the announcement of baseline tariffs on country-specific tariffs on goods from its major trading partners, which have sparked retaliatory tariffs. Businesses and investors' confidence was dented. There remains uncertainty and anxiety over the "Liberation Day" tariffs unveiled on 2 April 2025. On 9 April 2025, the U.S. Administration has announced that country-specific "reciprocal" tariffs would be "paused" for 90 days for allowing the negotiation process. With the exception of China, all U.S. trading partners would continue to face 10% baseline tariffs. The U.S. economy has shown some signs of slowing amidst still steady labour market condition amid continued easing inflation. The Federal Reserve ("Fed") kept the federal funds rate unchanged at 4.25%-4.5% during March 2025, saying that the tariffs likely to boost inflation and slow growth.

For China, data for the first two months of 2025 suggest that the output growth remains positive amid relatively weak domestic demand as well as slowing exports. The tit-for-tat tariffs between China and U.S. are expected to dampen both countries' trade in the months ahead. The government has pledged to provide stronger fiscal and monetary policy support in 2025 to mitigate the impact of trade slowdown. China is maintaining its growth

The Malaysian economy continued to grow in the 1<sup>st</sup> Quarter 2025, supported by domestic demand amid a mixed performance of exports in January and February 2025. However, the trade tensions and reciprocal tariffs are expected to yield direct and indirect impact on Malaysia's exports, with potential negative spillover effects on domestic demand. The government and Bank Negara Malaysia will ensure supportive fiscal policy and accommodative interest rate to shield the domestic economy from the impact of tariffs.

The Bank will align with the strategic direction in responding to global economic uncertainties, adhering to the position of being the "preferred bank for China-related business". Leveraging the Bank's role as the Renminbi ("RMB") clearing bank, the Bank aims to be the leading provider of cross-border RMB services and financial solutions.

**3 Group Accounting Policies**

The unaudited condensed consolidated interim financial statements for the financial period ended 31 March 2025 have been prepared in accordance with MFRS134 Interim Financial Reporting issued by the Malaysian Accounting Standard Board ("MASB"). The unaudited interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2024.

The accounting policies adopted by the Bank for the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2024.

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**4 Audit Report**

The audit report for the financial year ended 31 December 2024 was not qualified.

**5 Seasonal or Cyclical Factors**

The business operations of the Bank have not been affected by any material seasonal cyclical factors.

**6 Exceptional or Extraordinary Items**

There were no exceptional or extraordinary items in the financial period ended 31 March 2025.

**7 Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the financial period ended 31 March 2025.

**8 Changes in Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period under review.

**9 Dividend Paid**

No dividend was paid during the financial period ended 31 March 2025.

**10 Debt Instruments at Fair Value Through Other Comprehensive Income ("FVOCI")**

	<b>Bank</b>	
	<b>31 March 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
Money market instrument:		
Malaysian Government Securities ("MGS")	<b>1,009,011</b>	984,587
Malaysian Government Investment Issue ("MGII") quoted securities	<b>1,259,118</b>	1,218,191
Unquoted securities:		
Corporate bond	<b>97,970</b>	100,680
Foreign bond	-	-
	<b>97,970</b>	100,680
	<b>2,366,099</b>	2,303,458

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**10 Debt Instruments at Fair Value Through Other Comprehensive Income ("FVOCI") (continued)**

**Movements in ECL on corporate bond**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
Stage 1 (12-month ECL):		
As at 1 January 2025/1 January 2024	<b>278</b>	137
ECL made during the financial period/year (Note 25)	<b>53</b>	141
As at 31 March 2025/31 December 2024	<b><u>331</u></b>	<b><u>278</u></b>

**11 Equity Instruments at FVOCI**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
At fair value:		
Unquoted securities in Malaysia		
of which:		
- Cagamas Holdings Berhad	<b>11,801</b>	11,801
- Credit Guarantee Corporation ("CGC")	<b>3,354</b>	3,354
	<b><u>15,155</u></b>	<b><u>15,155</u></b>

**12 Equity Instrument at Fair Value Through Profit and Loss ("FVTPL")**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
At fair value:		
Quoted securities		
Shares of corporation outside Malaysia	<b>-</b>	950
	<b><u>-</u></b>	<b><u>950</u></b>

**13 Debt Instruments at Amortised Cost**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
At amortised cost:		
Unquoted corporate bond	<b>70,819</b>	70,183
	<b><u>70,819</u></b>	<b><u>70,183</u></b>



**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**14 Loans and Advances**

**(i) By type**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At amortised cost</b>		
Overdrafts	200,204	202,655
Terms loans		
- Housing loans	1,145,420	1,102,752
- Syndicated term loans	3,844,658	3,721,056
- Other term loans	1,939,644	1,744,160
Bills receivables	894,447	647,639
Trust receipts	131	-
Claims on customers under acceptance credits	546,730	641,278
Revolving credits	3,693,274	3,711,474
Staff loans	481	500
Gross loans and advances	12,264,989	11,771,514
Less: Allowance for ECL	(234,185)	(230,976)
Total net loans and advances	12,030,804	11,540,538

**(ii) By geographical distribution**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At</b>		
Malaysia	8,978,110	8,620,850
Other countries	3,286,879	3,150,664
Gross loans and advances	12,264,989	11,771,514

**(iii) By interest rate sensitivity**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Fixed rate</b>		
- Other fixed rate loans	2,554,641	2,249,353
<b>Variable rate</b>		
- Base lending rate/base rate plus	1,855,034	1,800,700
- Cost of funds plus	7,679,116	7,584,814
- Other variable rates	176,198	136,647
Gross loans and advances	12,264,989	11,771,514

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**14 Loans and Advances (continued)**

**(iv) By economic sector**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Agriculture, forestry and fishing	394,513	486,710
Mining and quarrying	306,936	192,233
Manufacturing	1,988,355	1,921,134
Electricity, gas, steam and air conditioning supply	976,470	987,725
Water supply; sewerage, waste management and remediation activities	33,794	1,179
Construction	758,475	757,289
Wholesale and retail trade; repair of motor vehicles and motorcycles	536,034	563,531
Transportation and storage	1,156,296	1,161,920
Accommodation and food service activities	58,015	56,740
Information and communication	298,673	299,109
Financial and insurance/takaful activities	2,176,578	1,868,314
Real estate activities	1,565,795	1,516,306
Professional, scientific and technical activities	130,990	111,620
Administrative and support service activities	166,439	155,667
Public administration and defence; compulsory social security	-	8,452
Education	217,017	222,725
Arts, entertainment and recreation	73,806	72,949
Household	1,426,803	1,387,911
Gross loans and advances	<u>12,264,989</u>	<u>11,771,514</u>

**(v) By residual contractual maturity**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Maturing within one month	1,980,202	1,835,398
More than one month to three months	1,288,624	1,350,060
More than three months to six months	582,007	431,607
More than six months to twelve months	1,060,494	785,317
More than twelve months	7,353,662	7,369,132
Gross loans and advances	<u>12,264,989</u>	<u>11,771,514</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**14 Loans and Advances (continued)**

**(vi) Changes in gross loans and advances carrying amount**

	12-month ECL (Stage 1)	Lifetime ECL (non- credit impaired) (Stage 2)	Lifetime ECL (credit impaired) (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
<b><u>Bank</u></b>				
As at 1 January 2025	11,210,073	210,731	350,710	11,771,514
Transferred to 12-month ECL (Stage 1)	2,389	(2,389)	-	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(8,475)	8,475	-	-
Net change in exposure	295,279	(31,380)	3,052	266,951
New loans and advances originated	389,399	-	-	389,399
Full settlement	(161,072)	(644)	(1,113)	(162,829)
Amount written off	-	-	(46)	(46)
Gross carrying amount as at 31 March 2025	<u>11,727,593</u>	<u>184,793</u>	<u>352,603</u>	<u>12,264,989</u>
As at 1 January 2024	10,070,036	231,777	375,476	10,677,289
Transferred to 12-month ECL (Stage 1)	65,431	(65,064)	(367)	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(91,623)	91,623	-	-
Transferred to lifetime ECL (credit impaired) (Stage 3)	(482)	(6,068)	6,550	-
Net change in exposure	718,996	(9,524)	777	710,249
New loans and advances originated	1,438,507	-	-	1,438,507
Full settlement	(990,792)	(32,013)	(13,306)	(1,036,111)
Amount written off	-	-	(18,420)	(18,420)
Gross carrying amount as at 31 December 2024	<u>11,210,073</u>	<u>210,731</u>	<u>350,710</u>	<u>11,771,514</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**14 Loans and Advances (continued)**

**(vii) Movements in ECL on loans and advances measured at amortised cost**

	12-month ECL (Stage 1) RM'000	Lifetime ECL (non- credit impaired) (Stage 2) RM'000	Lifetime ECL (credit impaired) (Stage 3) RM'000	Total RM'000
<b>Bank</b>				
As at 1 January 2025	38,507	32,420	160,049	230,976
Transferred to 12-month ECL (Stage 1)	268	(268)	-	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(80)	80	-	-
New loans and advances originated	919	-	-	919
ECL (written-back)/made during the financial period	(689)	829	1,781	1,921
Full settlement	(488)	(5)	(335)	(828)
Amount written-off	-	-	(46)	(46)
Other movement	-	-	1,243	1,243
Allowance for ECL as at 31 March 2025	<b>38,437</b>	<b>33,056</b>	<b>162,692</b>	<b>234,185</b>
As at 1 January 2024	36,760	39,396	178,694	254,850
Transferred to 12-month ECL (Stage 1)	4,903	(4,536)	(367)	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(297)	297	-	-
Transferred to lifetime ECL (credit impaired) (Stage 3)	(2)	(578)	580	-
New loans and advances originated	4,691	-	-	4,691
ECL (written-back)/made during the financial year	(5,580)	5,594	18,507	18,521
Full settlement	(1,968)	(7,753)	(17,807)	(27,528)
Amount written-off	-	-	(18,420)	(18,420)
Other movement	-	-	(1,138)	(1,138)
Allowance for ECL as at 31 December 2024	<b>38,507</b>	<b>32,420</b>	<b>160,049</b>	<b>230,976</b>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**14 Loans and Advances (continued)**

**(viii) Gross credit impaired loans and advances**

**(a) Movements in credit impaired loans and advances**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
As at 1 January 2025/1 January 2024	<b>350,710</b>	375,476
Classified as credit impaired during the financial period/year	<b>4,384</b>	22,073
Reclassified as non-credit impaired during the financial period/year	-	(367)
Amount recovered	<b>(2,445)</b>	(28,052)
Amount written-off	<b>(46)</b>	(18,420)
As at 31 March 2025/31 December 2024	<b>352,603</b>	350,710
Less: Lifetime ECL (credit impaired) (Stage 3)	<b>(162,692)</b>	(160,049)
	<b>189,911</b>	190,661

**(b) By geographical distribution**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Malaysia	<b>352,603</b>	350,710
Other countries	-	-
	<b>352,603</b>	350,710

**(c) By economic sector**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Agriculture, forestry and fishing	<b>39,884</b>	39,050
Manufacturing	<b>74,134</b>	73,170
Construction	<b>568</b>	581
Accommodation and food service activities	<b>18,972</b>	18,639
Financial and insurance/takaful activities	<b>42,478</b>	42,007
Real estate activities	<b>6,444</b>	6,352
Arts, entertainment and recreation	<b>73,806</b>	72,949
Household	<b>96,317</b>	97,962
	<b>352,603</b>	350,710

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**15 Other Assets**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Other receivables	54,717	16,587
Sundry deposits	2,871	2,928
Prepayment	1,955	2,517
Precious metal inventories	28	28
	<b>59,571</b>	<b>22,060</b>
Less: ECL	<b>(4,612)</b>	<b>(3,704)</b>
	<b>54,959</b>	<b>18,356</b>

**Movements in ECL on other assets**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Stage 1 (12-month ECL):		
As at 1 January 2025/1 January 2024	3,704	1,035
ECL made during the financial period/year (Note 25)	908	2,713
Amount written-off	-	(44)
As at 31 March 2025/31 December 2024	<b>4,612</b>	<b>3,704</b>

**16 Deposits From Customers**

**(i) By type of deposits**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Demand deposits	3,951,132	3,985,078
Savings deposits	568,742	540,537
Fixed deposits	6,918,048	5,953,190
Other	2,550	2,550
	<b>11,440,472</b>	<b>10,481,355</b>

**(ii) By type of customers**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Government and statutory bodies	2,550	2,550
Business enterprises	5,458,818	4,702,753
Individuals	4,744,459	4,590,897
Others	1,234,645	1,185,155
	<b>11,440,472</b>	<b>10,481,355</b>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**16 Deposits From Customers (continued)**

(iii) The maturity structure of fixed deposits are as follows:

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Due within six months	5,198,793	4,232,640
Six months to one year	1,708,795	1,711,551
One year to three years	10,460	8,999
	<b>6,918,048</b>	<b>5,953,190</b>

**17 Deposits and Placements of Banks and Other Financial Institutions**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Bank Negara Malaysia	15,487	15,428
Licensed banks	4,435,181	3,759,145
Licensed investment banks	5,990	5,848
Licensed Islamic banks	6,568	8,034
Other financial institutions	6	7
	<b>4,463,232</b>	<b>3,788,462</b>

**18 Other Liabilities**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Accrued expenses	58,110	53,576
Margin deposits	154,134	165,629
Interest advances from loans	18,516	18,871
Remittances	111,621	90,215
Other liabilities	89,796	22,595
Lease liabilities	18,003	20,058
Allowance for ECL on commitments and contingencies (Note 18 (i))	10,206	10,940
	<b>460,386</b>	<b>381,884</b>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**18 Other Liabilities (continued)**

**(i) Movements in ECL on commitment and contingencies:**

	31 March 2025			
	12-month ECL (Stage 1)	Lifetime ECL (non-credit impaired) (Stage 2)	Lifetime ECL (credit impaired) (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
<b><u>Bank</u></b>				
As at 1 January 2025	8,181	2,759	-	10,940
New loans and advances originated	170	-	-	170
ECL written-back during the financial period	(108)	(783)	-	(891)
Full settlement	(13)	-	-	(13)
As at 31 March 2025	<u>8,230</u>	<u>1,976</u>	<u>-</u>	<u>10,206</u>
As at 1 January 2024	8,359	5,802	-	14,161
Transferred to 12-month ECL (Stage 1)	175	(175)	-	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(1)	1	-	-
New loans and advances originated	1,315	-	-	1,315
Allowance during the financial year	903	142	-	1,045
Full settlement	(2,570)	(3,011)	-	(5,581)
As at 31 December 2024	<u>8,181</u>	<u>2,759</u>	<u>-</u>	<u>10,940</u>



**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**19 Other borrowing**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Unsecured:		
Chinese Yuan Renminbi term loans	<b>490,061</b>	<b>314,434</b>

The unsecured Chinese Yuan Renminbi term loan is bearing interest rate equal to -0.95% plus one-year loan prime rate ("LPR1Y") with maturity in one (1) year.

**20 Subordinated Loan**

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
At cost	<b>1,442,120</b>	<b>1,442,120</b>
Interest accrued	<b>17,267</b>	<b>18,831</b>
Foreign exchange difference	<b>(68,200)</b>	<b>(57,970)</b>
	<b>1,391,187</b>	<b>1,402,981</b>

On 5 July 2023, the Bank has drawdown a new subordinated loan facility ("Subordinated Loan 2") of USD310 million and redeemed the existing unsecured subordinated loan facility ("Subordinated Loan 1") of USD310 million via contra-off/set-off against the Subordinated Loan 2 simultaneously. The Subordinated Loan 2 is an USD310 million subordinated loan (ten (10) years maturity, non-callable five (5) years from the drawdown date) which bears interest rate equal to 0.97% plus SOFR Overnight at a 5 days lookback, interest payable at every 3 months and is prepayable after first five years subject to BNM's approval and other conditions.

The Subordinated Loan 2 was approved by BNM for inclusion as Tier-2 capital of the Bank under BNM's capital adequacy regulations.

The subordinated loan constitutes a direct, unsecured and subordinated obligation of the Bank.

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**21 Interest Income**

	Three Months Ended		
	Group	Bank	
	31 March <u>2024</u> RM'000	31 March <u>2025</u> RM'000	31 March <u>2024</u> RM'000
Loans and advances			
- Interest income on non-credit impaired loans and advances	140,951	<b>134,794</b>	140,951
- Interest income on credit impaired loans and advances	1,866	<b>1,243</b>	1,866
Money at call and deposit placement with financial institutions	34,403	<b>41,241</b>	34,403
Debt instruments at FVOCI	18,744	<b>21,782</b>	18,744
Debt instruments at amortised cost	643	<b>635</b>	643
Others	443	<b>266</b>	443
	<u>197,050</u>	<b><u>199,961</u></b>	<u>197,050</u>
Amortisation of premium less accretion of discount	(2,908)	<b>(1,772)</b>	(2,908)
	<u>194,142</u>	<b><u>198,189</u></b>	<u>194,142</u>

**22 Interest Expense**

	Three Months Ended		
	Group	Bank	
	31 March <u>2024</u> RM'000	31 March <u>2025</u> RM'000	31 March <u>2024</u> RM'000
Deposits and placements of banks and other financial institutions	28,581	<b>28,763</b>	28,581
Deposits from customers	60,625	<b>62,672</b>	60,625
Other borrowing	871	<b>2,123</b>	871
Subordinated loan	23,384	<b>18,371</b>	23,384
Others	688	<b>602</b>	688
	<u>114,149</u>	<b><u>112,531</u></b>	<u>114,149</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**23 Other Operating Income**

	Three Months Ended		
	Group	Bank	
	31 March <u>2024</u> RM'000	31 March <u>2025</u> RM'000	31 March <u>2024</u> RM'000
Fee income:			
- Fee on loans and advances	2,266	1,735	2,266
- Service charges and fees	787	-	465
- Guarantee fees	3,933	4,066	3,933
	<u>6,986</u>	<u>5,801</u>	<u>6,664</u>
Fee expense:			
- Service charges and fees	-	(47)	-
- Commission related expenses	(130)	-	-
Net fee income	<u>6,856</u>	<u>5,754</u>	<u>6,664</u>
Foreign exchange gain/(loss):			
- Realised	32,299	22,800	32,299
- Unrealised	(3,731)	2,791	(3,731)
Net (loss)/gain on revaluation of derivatives	(754)	424	(754)
Unrealised gain on equity instrument at FVTPL	416	-	416
Gain on disposal of equity instrument at FVTPL	-	181	-
Gain from derivative financial instrument	134	764	134
Revenue from sale of precious metal products	7	-	7
Other income	81	12	65
	<u>35,308</u>	<u>32,726</u>	<u>35,100</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**24 Other Operating Expenses**

	<b>Three Months Ended</b>		
	<b>Group</b>	<b>Bank</b>	
	31 March 2024 RM'000	31 March 2025 RM'000	31 March 2024 RM'000
<u>Personnel expenses</u>			
Salaries & wages	17,811	<b>17,438</b>	17,451
Bonuses	7,794	<b>7,908</b>	7,794
Defined contribution plan ("EPF")	4,248	<b>3,640</b>	4,213
Staff welfare expenses	325	<b>295</b>	301
Other personnel costs	3,262	<b>2,679</b>	2,538
	<b>33,440</b>	<b>31,960</b>	32,297
<u>Marketing expenses</u>			
Advertising, marketing and communication	223	<b>177</b>	223
Others	394	<b>166</b>	394
	<b>617</b>	<b>343</b>	617
<u>Establishment costs</u>			
Rental of premises	-	<b>139</b>	-
Depreciation of property and equipment	1,455	<b>1,261</b>	1,364
Depreciation of right-of-use assets	2,192	<b>1,818</b>	1,910
Amortisation of intangible assets	273	<b>314</b>	273
Finance cost on lease liabilities	271	<b>186</b>	215
Repairs and maintenance	346	<b>344</b>	336
Property and equipment written-off	3	-	-
Information technology expenses	1,260	<b>1,073</b>	1,259
Other establishment costs	618	<b>471</b>	620
	<b>6,418</b>	<b>5,606</b>	5,977
<u>Administration and general expenses</u>			
Insurance premium	666	<b>750</b>	666
Auditors' remuneration			
- statutory audit	63	<b>64</b>	63
- regulatory related service	48	<b>48</b>	48
Travelling and accommodation	105	<b>102</b>	104
Telecommunication and utilities	130	<b>304</b>	119
Printing, stationery and postage	279	<b>186</b>	265
Legal and professional fees	136	<b>289</b>	136
Other administration and general expenses	1,977	<b>1,205</b>	1,942
	<b>3,404</b>	<b>2,948</b>	3,343
<u>Other expenses</u>			
Cost of sales of precious metal products	3	-	3
	<b>3</b>	<b>-</b>	3
	<b>43,882</b>	<b>40,857</b>	42,237

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**25 Allowance For Impairment On Loans and Advances and Other Financial Assets**

	Three Months Ended		
	Group	Bank	
	31 March 2024 RM'000	31 March 2025 RM'000	31 March 2024 RM'000
(Written-back)/allowance for impairment on:			
Cash and short-term funds			
- Stage 1	(93)	120	(93)
Deposits and placements with banks and other financial institutions			
- Stage 1	49	164	49
Debt instruments at FVOCI			
- Stage 1	(27)	53	(27)
Other assets			
- Stage 1	270	908	270
Loans and advances			
- Stage 1	2,114	(258)	2,114
- Stage 2	8,345	824	8,345
- Stage 3	1,514	1,446	1,514
Commitments and contingencies			
- Stage 1	755	49	641
- Stage 2	814	(783)	814
Bad debt recovered during the financial period	(210)	-	(210)
	<u>13,531</u>	<u>2,523</u>	<u>13,417</u>

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**26 Capital Adequacy**

(a) The capital adequacy ratios of the Bank are as follows:

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b><u>Common Equity Tier 1 ("CET1") Capital</u></b>		
Paid-up ordinary share capital	814,734	760,518
Retained profits	1,403,206	1,403,206
Regulatory reserve	65,000	55,000
Fair value through other comprehensive reserve	15,639	10,164
	<b>2,298,579</b>	<b>2,228,888</b>
Regulatory adjustment applied in the calculation of CET 1 Capital		
- Deferred tax assets	(31,456)	(31,148)
- Intangible assets	(1,589)	(1,903)
- 55% of cumulative gains of debt instruments at FVOCI	8,601	5,590
- Regulatory reserve attributable to financial assets	(65,000)	(55,000)
	<b>(89,444)</b>	<b>(82,461)</b>
Total CET1 capital/Total Tier 1 capital	<b>2,209,135</b>	<b>2,146,427</b>
<b><u>Tier-2 capital</u></b>		
General provision*	152,282	141,205
Subordinated loan	1,373,920	1,384,150
Less: Investment in a subsidiary company	(1,000)	(1,000)
Total Tier-2 capital	<b>1,525,202</b>	<b>1,524,355</b>
Total capital base	<b>3,734,337</b>	<b>3,670,782</b>
<b><u>Capital ratio</u></b>		
CET 1 capital ratio	<b>16.324%</b>	16.707%
Tier 1 capital ratio	<b>16.324%</b>	16.707%
Total capital ratio	<b>27.595%</b>	28.572%

\* General provision is subject to a maximum of 1.25% of total credit risk-weighted assets determined under the Standardised Approach for credit risk.

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**26 Capital Adequacy (continued)**

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

	<b>Bank</b>	
	<b>31 March</b>	<b>31 December</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
Credit risk	<b>12,884,937</b>	12,075,843
Market risk	<b>16,198</b>	3,744
Operational risk	<b>631,665</b>	767,893
Total risk-weighted assets	<b><u>13,532,800</u></b>	<b><u>12,847,480</u></b>

The total capital and capital adequacy ratio of the Group and of the Bank are computed in accordance with Bank Negara Malaysia's revised Capital Adequacy Framework (Capital Components) Policy. The Framework sets the approach for computing regulatory capital adequacy ratios, as well as the levels of those ratios at which a financial institution is required to operate. The framework has been developed based on internationally-agreed standards on capital adequacy promulgated by the Basel Committee on Banking Supervision ("BCBS").

The Bank has adopted the Standardised Approach for credit risk and market risk, and the Basic Indicator Approach for operational risk.

The Bank maintains, in aggregate, loss allowance for non-credit impaired exposures and regulatory reserves of no less than 1% of total credit exposures, net of loss allowance for credit impaired exposures in accordance with BNM's revised Financial Reporting Policy.

**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**27 Commitments and Contingencies**

	31 March 2025			31 December 2024		
	Principal	Credit equivalent	Risk weighted	Principal	Credit equivalent	Risk weighted
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Bank</u></b>						
Direct credit substitutes	17	17	-	1,898	1,898	1,882
Transaction-related contingent items	2,815,232	1,407,616	705,659	2,782,112	1,391,057	705,362
Short-term self-liquidation trade related contingencies	95,333	19,067	16,759	60,656	12,131	9,412
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	3,269,410	653,882	612,877	3,231,454	646,291	606,315
- Maturity exceeding one year	478,468	239,234	214,301	319,152	159,576	146,569
Foreign exchange related contracts:						
- Less than one year	5,550,626	84,349	28,928	7,375,786	175,141	54,818
Interest/Profit rate related contracts:						
- Less than one year	599,810	2,109	1,642	633,449	5,147	2,839
- More than one year to five year	908,099	30,550	21,690	328,239	14,660	11,275
Total	13,716,995	2,436,824	1,601,856	14,732,746	2,405,901	1,538,472



**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**28 Operations of Islamic Banking**

There were no Islamic banking operations for the financial period ended 31 March 2025.

**29 Valuation of Property, Plant and Equipment**

The Bank's property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items. There was no change in the valuation of property and equipment that were brought forward from the previous audited annual financial statements.

**30 Events Subsequent to Reporting Date**

There were no material events subsequent to the end of reporting date that require disclosure or adjustments to the unaudited condensed interim financial statements.

**31 Changes in the Composition of the Group**

China Bridge (Malaysia) Sdn Bhd ("the subsidiary") has commenced member's voluntary winding up on 18 November 2024. Pursuant to Section 445 (2) and Eleventh Schedule of Companies Act 2016, the liquidator has the power to act in the name of the subsidiary and the control over assets and liabilities of the subsidiary lies with the liquidator from 18 November 2024. Accordingly, the subsidiary is consolidated up to 17 November 2024.

There were no significant changes in the composition of the Group for the financial period ended 31 March 2025.