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

INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	Group		Bank
		30 June 2026	30 June 2026	31 December 2025
		RM'000	RM'000	RM'000
ASSETS				
Cash and short-term funds		**4,441,430**	**4,441,430**	4,354,394
Deposits and placements with banks and other financial institutions		**3,227,394**	**3,227,394**	2,378,862
Derivative financial assets		**74,637**	**74,637**	75,738
Debt instruments at fair value through other comprehensive income ("FVOCI")	10	**3,494,125**	**3,494,125**	3,118,774
Equity instruments at FVOCI	11	**14,351**	**14,351**	14,145
Debt instruments at amortised cost	12	**70,162**	**70,162**	70,169
Loans and advances	13	**12,537,279**	**12,537,279**	11,467,972
Other assets	14	**75,666**	**75,666**	86,841
Right-of-use assets		**33,678**	**33,678**	37,355
Deferred tax assets		**19,058**	**19,058**	19,975
Statutory deposits with Bank Negara Malaysia		**70,000**	**70,000**	65,000
Investment in subsidiaries	15	**-**	*****	-
Property and equipment		**39,857**	**39,857**	40,875
Intangible assets		**846**	**846**	1,138
TOTAL ASSETS		**24,098,483**	**24,098,483**	21,731,238
LIABILITIES AND EQUITY				
Deposits from customers	16	**13,688,017**	**13,688,017**	12,545,357
Deposits and placements of banks and other financial institutions	17	**5,964,054**	**5,964,054**	4,493,955
Derivative financial liabilities		**73,169**	**73,169**	75,084
Other liabilities	18	**433,434**	**433,434**	630,316
Other borrowing	19	**-**	**-**	175,120
Provision for taxation		**7,378**	**7,378**	641
Subordinated loan	20	**1,279,645**	**1,279,645**	1,273,508
TOTAL LIABILITIES		**21,445,697**	**21,445,697**	19,193,981
Share capital		**814,734**	**814,734**	814,734
Reserves		**1,838,052**	**1,838,052**	1,722,523
TOTAL EQUITY		**2,652,786**	**2,652,786**	2,537,257
TOTAL LIABILITIES AND EQUITY		**24,098,483**	**24,098,483**	21,731,238
COMMITMENTS AND CONTINGENCIES	27	**17,958,009**	**17,958,009**	16,739,908

***** Denotes RM 2.

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 2025.

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

INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

		2nd Quarter Ended		Six Months Ended	
		Group and Bank	Bank	Group and Bank	Bank
		30 June 2026	30 June 2025	30 June 2026	30 June 2025
	Note	RM'000	RM'000	RM'000	RM'000
Interest income	21	**195,032**	208,129	**379,978**	406,318
Interest expense	22	**(104,596)**	(117,972)	**(200,704)**	(230,503)
Net interest income		**90,436**	90,157	**179,274**	175,815
Other operating income	23	**42,236**	32,558	**84,098**	65,284
Other operating expenses	24	**(45,851)**	(42,721)	**(88,096)**	(83,578)
Operating profit before expected credit losses ("ECL")		**86,821**	79,994	**175,276**	157,521
(ECL charge)/Reversal of ECL for loans, advances and other financial assets	25	**(8,446)**	9,334	**(5,521)**	6,811
Profit before taxation		**78,375**	89,328	**169,755**	164,332
Taxation		**(18,956)**	(21,506)	**(41,122)**	(39,920)
Net profit for the financial period		**59,419**	67,822	**128,633**	124,412
Other comprehensive income:					
Items that will be reclassified subsequently to profit or loss when specific conditions are met:					
- Net fair value changes in debt instrument at FVOCI, net of tax		**(395)**	24,010	**(13,122)**	29,431
- Net changes in ECL in debt instruments at FVOCI		**(20)**	-	**(37)**	54
- Net gain on foreign exchange translation		**40**	-	**55**	-
Other comprehensive (expense)/ income, net of tax		**(375)**	24,010	**(13,104)**	29,485
Total comprehensive income for the financial period, net of tax		**59,044**	91,832	**115,529**	153,897
Earnings per share					
- Basic/fully diluted (sen)				**15.79**	15.27

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 2025.

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 30 JUNE 2026

	← Non-distributable →				Distributable	
	Share capital	Foreign exchange reserve	Fair value through other comprehensive reserve	Regulatory reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Group and Bank						
As at 1 January 2026	**814,734**	**3**	**38,665**	**110,000**	**1,573,855**	**2,537,257**
Profit for the financial period	**-**	**-**	**-**	**-**	**128,633**	**128,633**
Other comprehensive income/(expense), net of tax	**-**	**55**	**(13,159)**	**-**	**-**	**(13,104)**
Total comprehensive income/(expense) for the financial period, net of tax	**-**	**55**	**(13,159)**	**-**	**128,633**	**115,529**
As at 30 June 2026	**814,734**	**58**	**25,506**	**110,000**	**1,702,488**	**2,652,786**
Bank						
As at 1 January 2025	760,518	-	10,164	55,000	1,403,206	2,228,888
Profit for the financial year	-	-	-	-	225,649	225,649
Other comprehensive income, net of tax	-	3	28,501	-	-	28,504
Total comprehensive income for the financial year, net of tax	-	3	28,501	-	225,649	254,153
Issue of share capital	54,216	-	-	-	-	54,216
Transfer from retained profits to regulatory reserve	-	-	-	55,000	(55,000)	-
						-
As at 31 December 2025	814,734	3	38,665	110,000	1,573,855	2,537,257

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 2025.

UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Group	Bank	
	30 June 2026	**30 June 2026**	30 June 2025
	RM'000	**RM'000**	RM'000
Profit before taxation	**169,755**	**169,755**	164,332
Adjustments for non cash items	**14,802**	**14,802**	(21,567)
Operating profit before changes in working capital	**184,557**	**184,557**	142,765
Changes in working capital:			
Net changes in operating assets	**(1,951,349)**	**(1,951,349)**	(2,473,737)
Net changes in operating liabilities	**2,417,809**	**2,417,809**	3,465,068
Taxes paid	**(29,325)**	**(29,325)**	(28,900)
Net cash generated from operating activities	**621,692**	**621,692**	1,105,196
Net cash generated used in investing activities	**(325,423)**	**(325,423) ***	(409,984)
Net cash used in from financing activities	**(209,233)**	**(209,233)**	(206,223)
Net increase in cash and cash equivalents during the financial period	**87,036**	**87,036**	488,989
Cash and cash equivalents at beginning of the financial period	**4,354,394**	**4,354,394**	3,331,258
Cash and cash equivalents at end of the financial period	**4,441,430**	**4,441,430**	3,820,247

* The increase in investment in subsidiaries RM 2 is included in net cash generated from investing activities and disclosed in Notes 15.

1 Performance Review

The Bank’s operating income grew by 9.24% or RM22.27 million to RM263.37 million compared to the corresponding period. This was due to an increase in other operating income of RM18.81 million. Profit after tax increased by 3.39% or RM4.22 million to RM128.63 million compared to the corresponding period.

Total assets increased by 10.89% or RM2.37 billion to RM24.10 billion compared to 31 December 2025, mainly due to increase in loans and advances and deposits and placements with banks and other financial institutions. Total liabilities increased by 11.73% or RM2.25 billion to RM21.45 billion compared to 31 December 2025, largely due to an increase in customer deposits and deposits and placements of banks and other financial institutions.

2 Economic Outlook

The International Monetary Fund (“IMF”) downgraded its 2026 global economic forecast to 3.0%, a slight trim from its previous 3.1% projection in April 2026, inflicted by the ongoing military conflict in the Middle East and global energy disruptions amid softening demand in the artificial intelligence (“AI”)-driven technology sector. Global inflation has resurgence largely driven by surging energy costs and supply chain disruptions, combined with lingering effects from trade fragmentation and tariff shifts. However, the forecast is subject to significant downside risks if the on-going US-Iran conflict draws out for longer.

The United States economy has so far remained resilient. Real GDP increased at an annualized rate of 2.0% in the first quarter of 2026, underpinned by consumer spending, and booming investment related to AI. Amid cooling labour market conditions, an increase in energy prices pushed annual inflation to 3.5% in June 2026 from 2.4% in February 2026. The US Federal Reserve maintained its policy rate at between 3.50% and 3.75% during its June 2026 meeting.

China’s economy in the second quarter expanded at a slower annual rate of 4.3% compared to 5.0% in Q1 2026, due to the persistent sluggish investments, and weak domestic consumption. Exports remain a bright spot, powered by AI-related demand. Amid the global uncertainties, Beijing authorities are expected to meet its 2026’s growth target of between 4.5% and 5.0% on the acceleration of government spending and supportive policies to bolster economic growth.

The Malaysian economy increased by an annual rate of 5.4% in Q1 2026, driven by continued expansion in domestic demand, albeit slower and resilient exports amid the Middle-East war-induced energy shocks. The latest indicators include industrial production, exports and retail sales point to continued resilience in economic growth in Q2 2026. Bank Negara Malaysia ("BNM") has maintained the overnight policy rate (“OPR”) unchanged at 2.75% as of July 2026 amid a pick-up in headline inflation to 2.0% in May 2026. The central bank will remain vigilant to ongoing developments and assess the balance of risks surrounding the outlook for domestic inflation and growth.

The Bank focuses on the long-term strategies in responding to global economic developments and seizing new business opportunities to uphold the Bank’s position as the “preferred bank for China-related business”. As the RMB clearing bank in Malaysia, the Bank continues to be the linchpin in providing cross-border Renminbi (“RMB”) services and integrated financial solutions.

3 Group Accounting Policies

The unaudited condensed consolidated interim financial statements for the financial period ended 30 June 2026 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 2025.

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 2025.

4 Audit Report

The audit report for the financial year ended 31 December 2025 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 30 June 2026.

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 30 June 2026.

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 30 June 2026.

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

	Group and Bank	**Bank**
	30 June 2026	31 December 2025
	RM'000	RM'000
Money market instrument:		
Malaysian Government Securities ("MGS")	**1,555,872**	1,198,885
Malaysian Government Investment Issue ("MGII") quoted securities	**1,593,425**	1,575,822
Unquoted securities:		
Corporate bond	**223,608**	227,915
Foreign bond	**121,220**	116,152
	3,494,125	3,118,774

Movements in ECL on corporate bond

	Group and Bank	**Bank**
	30 June 2026	31 December 2025
	RM'000	RM'000
Stage 1 (12-month ECL):		
As at 1 January 2026/1 January 2025	**570**	278
(Reversal of ECL)/ ECL made during the financial period/year (Note 25)	**(37)**	292
As at 30 June 2026/31 December 2025	**533**	570

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

11 Equity Instruments at FVOCI

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
At fair value:		
Unquoted securities in Malaysia of which:		
- Cagamas Holdings Berhad	**10,912**	10,794
- Credit Guarantee Corporation ("CGC")	**3,439**	3,351
	14,351	14,145

12 Debt Instruments at Amortised Cost

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
At amortised cost:		
Unquoted corporate bond	**70,162**	70,169

13 Loans and Advances

(i) By type

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
At amortised cost		
Overdrafts	**165,764**	164,906
Terms loans		
- Housing loans	**1,259,298**	1,216,924
- Syndicated term loans	**3,998,294**	3,684,261
- Other term loans	**1,797,853**	1,831,081
Bills receivables	**924,004**	749,728
Trust receipts	**106**	61
Claims on customers under acceptance credits	**614,224**	626,633
Revolving credits	**4,018,192**	3,420,812
Staff loans	**409**	438
Gross loans and advances	**12,778,144**	11,694,844
Less: Allowance for ECL	**(240,865)**	(226,872)
Total net loans and advances	**12,537,279**	11,467,972

(ii) By geographical distribution

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
At		
Malaysia	**9,754,248**	8,368,732
Other countries	**3,023,896**	3,326,112
Gross loans and advances	**12,778,144**	11,694,844

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

13 Loans and Advances (continued)

(iii) By interest rate sensitivity

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Fixed rate		
- Other fixed rate loans	**2,536,119**	2,374,406
Variable rate		
- Base lending rate/base rate plus	**1,857,635**	1,842,963
- Cost of funds plus	**8,106,281**	7,241,811
- Other variable rates	**278,109**	235,664
Gross loans and advances	**12,778,144**	11,694,844

(iv) By economic sector

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Agriculture, forestry and fishing	**283,441**	353,880
Mining and quarrying	**136,698**	312,484
Manufacturing	**2,224,235**	1,953,222
Electricity, gas, steam and air conditioning supply	**1,001,893**	910,315
Water supply; sewerage, waste management and remediation activities	**45,142**	43,484
Construction	**946,814**	691,470
Wholesale and retail trade; repair of motor vehicles and motocycles	**472,581**	490,781
Transportation and storage	**754,482**	998,101
Accommodation and food service activities	**33,243**	31,957
Information and communication	**163,567**	79,876
Financial and insurance/takaful activities	**2,778,368**	2,204,333
Real estate activities	**1,509,307**	1,576,414
Professional, scientific and technical activities	**491,070**	138,036
Administrative and support service activities	**176,761**	172,394
Education	**201,052**	209,038
Arts, entertainment and recreation	**78,391**	76,171
Household	**1,481,099**	1,452,888
Gross loans and advances	**12,778,144**	11,694,844

(v) By residual contractual maturity

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Maturing within one month	**2,128,576**	1,811,309
More than one month to three months	**1,674,959**	1,792,379
More than three months to six months	**532,741**	379,174
More than six months to twelve months	**369,099**	316,782
More than twelve months	**8,072,769**	7,395,200
Gross loans and advances	**12,778,144**	11,694,844

13 Loans and Advances (continued)

(vi) Changes in gross loans and advances carrying amount

	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
Group and Bank				
As at 1 January 2026	**11,215,215**	**184,830**	**294,799**	**11,694,844**
Transferred to 12-month ECL (Stage 1)	**6,444**	**(6,444)**	**-**	**-**
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	**(99,510)**	**99,510**	**-**	**-**
Transferred to lifetime ECL (credit impaired) (Stage 3)	**(2,143)**	**(2,216)**	**4,359**	**-**
Net repayment/reduction in exposure	**255,543**	**(46,359)**	**3,513**	**212,697**
New loans and advances originated	**1,151,045**	**-**	**-**	**1,151,045**
Full settlement	**(280,236)**	**-**	**(206)**	**(280,442)**
Gross carrying amount as at 30 June 2026	**12,246,358**	**229,321**	**302,465**	**12,778,144**
Bank				
As at 1 January 2025	11,210,073	210,731	350,710	11,771,514
Transferred to 12-month ECL (Stage 1)	11,854	(11,589)	(265)	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(42,015)	42,059	(44)	-
Transferred to lifetime ECL (credit impaired) (Stage 3)	(998)	(3,244)	4,242	-
Net repayment/reduction in exposure	(915,444)	(45,396)	(13,907)	(974,747)
New loans and advances originated	1,610,608	805	-	1,611,413
Full settlement	(658,863)	(8,536)	(20,741)	(688,140)
Amount written off	-	-	(25,196)	(25,196)
Gross carrying amount as at 31 December 2025	11,215,215	184,830	294,799	11,694,844

13 Loans and Advances (continued)

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

	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
Group and Bank				
As at 1 January 2026	**25,733**	**24,455**	**176,684**	**226,872**
Transferred to 12-month ECL (Stage 1)	**1,093**	**(1,093)**	**-**	**-**
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	**(266)**	**266**	**-**	**-**
Transferred to lifetime ECL (credit impaired) (Stage 3)	**(26)**	**(354)**	**380**	**-**
New loans and advances originated	**2,701**	**-**	**-**	**2,701**
ECL (written-back)/made during the financial period	**(1,793)**	**2,527**	**4,995**	**5,729**
Full settlement	**(456)**	**-**	**-**	**(456)**
Other movement	**-**	**-**	**6,019**	**6,019**
Allowance for ECL as at 30 June 2026	**26,986**	**25,801**	**188,078**	**240,865**
Bank				
As at 1 January 2025	38,507	32,420	160,049	230,976
Transferred to 12-month ECL (Stage 1)	969	(961)	(8)	-
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(262)	262	-	-
Transferred to lifetime ECL (credit impaired) (Stage 3)	(46)	(600)	646	-
New loans and advances originated	5,344	236	-	5,580
ECL (written-back)/made during the financial year	(14,107)	(4,481)	52,692	34,104
Full settlement	(4,672)	(2,421)	(15,266)	(22,359)
Amount written-off	-	-	(25,196)	(25,196)
Other movement	-	-	3,767	3,767
Allowance for ECL as at 31 December 2025	25,733	24,455	176,684	226,872

13 Loans and Advances (continued)

(viii) Gross credit impaired loans and advances

(a) Movements in credit impaired loans and advances

	Group and Bank	**Bank**
	30 June 2026	31 December 2025
	RM'000	RM'000
As at 1 January	**294,799**	350,710
Classified as credit impaired during the financial period/year	**10,285**	16,881
Reclassified as non-credit impaired during the financial period/ year	**-**	(309)
Amount recovered	**(2,619)**	(47,287)
Amount written-off	**-**	(25,196)
As at 30 June 2026/31 December 2025	**302,465**	294,799
Less: Lifetime ECL (credit impaired) (Stage 3)	**(188,078)**	(176,684)
	114,387	118,115

(b) By geographical distribution

	Group and Bank	**Bank**
	30 June 2026	31 December 2025
	RM'000	RM'000
Malaysia	**302,465**	294,799

(c) By economic sector

	Group and Bank	**Bank**
	30 June 2026	31 December 2025
	RM'000	RM'000
Agriculture, forestry and fishing	**42,128**	42,128
Manufacturing	**58,955**	58,235
Construction	**503**	495
Wholesale and retail trade; repair of motor vehicles and motocycles	**94**	121
Accommodation and food service activities	**20,602**	19,900
Financial and insurance/takaful activities	**42,861**	41,134
Real estate activities	**1,377**	1,653
Arts, entertainment and recreation	**78,391**	76,171
Household	**57,554**	54,962
	302,465	294,799

14 Other Assets

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Settlements	**34,455**	13,222
Margin deposits	**23,650**	57,371
Other receivables	**11,799**	12,917
Sundry deposits	**2,604**	2,611
Prepayment	**6,462**	5,091
	78,970	91,212
Less: ECL	**(3,304)**	(4,371)
	75,666	86,841

Movements in ECL on other assets

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Stage 1 (12-month ECL):		
As at 1 January 2026/1 January 2025	**4,371**	3,704
(Reversal of ECL)/ECL charge during the financial period/year (Note 25)	**(1,067)**	1,586
Amount written-off	**-**	(919)
As at 30 June 2026/31 December 2025	**3,304**	4,371

15 Investment in Subsidiaries

	Bank	
	30 June	31 December
	2026	2025
	RM'000	RM'000
Unquoted shares, at cost, in Malaysia	*	-

The details of the subsidiaries of the Bank are as follows:

		Ownership interest		Share capital	
		30 June	31 December	**30 June**	31 December
Name	Principal activities	**2026**	2025	**2026**	2025
		%	%	**RM'000**	RM'000
China Bridge (Malaysia) Sdn. Bhd.	Dissolved	-	-	-	-
BOC Nominees (Asing) Sdn. Bhd.	Dormant	**100**	-	**#**	-
BOC Nominees (Tempatan) Sdn. Bhd.	Dormant	**100**	-	**#**	-

* Denotes RM 2.
# Denotes RM 1.

On 24 November 2025, the Bank has completed the liquidation of the subsidiary, China Bridge (Malaysia) Sdn. Bhd. and recorded a gain on liquidation of subsidiary amounting to RM2,629,000. On 31 March 2026, the subsidiary was dissolved pursuant to section 459 (5) of the Companies Act 2016.

On 30 March 2026, two new wholly-owned subisdiaries, BOC Nominees (Asing) Sdn. Bhd. and BOC Nominees (Tempatan) Sdn. Bhd. have been incorporated under the Companies Act 2016.

16 Deposits From Customers

(i) By type of deposits

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Demand deposits	**6,520,366**	5,324,875
Savings deposits	**703,550**	613,445
Fixed deposits	**6,461,551**	6,604,487
Other	**2,550**	2,550
	13,688,017	12,545,357

(ii) By type of customers

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Government and statutory bodies	**2,550**	2,550
Business enterprises	**7,978,687**	6,686,537
Individuals	**4,828,076**	5,052,515
Others	**878,704**	803,755
	13,688,017	12,545,357

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

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Due within six months	**4,391,995**	5,077,091
Six months to one year	**2,010,428**	1,474,802
One year to three years	**59,128**	52,594
	6,461,551	6,604,487

17 Deposits and Placements of Banks and Other Financial Institutions

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Bank Negara Malaysia	**15,329**	14,780
Licensed banks	**5,907,298**	4,463,268
Licensed investment banks	**585**	6,012
Licensed Islamic banks	**40,838**	9,889
Other financial institutions	**4**	6
	5,964,054	4,493,955

18 Other Liabilities

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Accrued expenses	**31,643**	58,693
Margin deposits	**162,726**	150,136
Interest advances from loans	**17,003**	15,441
Remittances	**140,562**	325,047
Other liabilities	**37,971**	34,914
Lease liabilities	**35,131**	38,678
Allowance for ECL on commitments and contingencies (Note 18 (i))	**8,398**	7,407
	433,434	630,316

(i) Movements in ECL on commitment and contingencies:

	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**
Group and Bank				
As at 1 January 2026	**5,792**	**1,615**	**-**	**7,407**
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	**(6)**	**6**	**-**	**-**
New loans and advances originated	**618**	**41**	**-**	**659**
ECL made/(written-back) during the financial period	**928**	**(564)**	**-**	**364**
Full settlement	**(32)**	**-**	**-**	**(32)**
As at 30 June 2026	**7,300**	**1,098**	**-**	**8,398**
Bank				
As at 1 January 2025	8,181	2,759	-	10,940
Transferred to lifetime ECL (non-credit impaired) (Stage 2)	(28)	28	-	-
Transferred to lifetime ECL (credit impaired) (Stage 3)	-	(14)	14	-
New loans and advances originated	536	-	-	536
ECL written-back during the financial year	(2,616)	(793)	(14)	(3,423)
Full settlement	(281)	(365)	-	(646)
As at 31 December 2025	5,792	1,615	-	7,407

19 Other borrowing

	Group and Bank	Bank
	30 June	31 December
	2026	2025
	RM'000	RM'000
Unsecured:		
Chinese Yuan Renminbi term loans	**-**	175,120

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

	Group and Bank	Bank
	30 June 2026	31 December 2025
	RM'000	RM'000
At cost	**1,442,120**	1,442,120
Interest accrued	**13,915**	15,218
Foreign exchange difference	**(176,390)**	(183,830)
	1,279,645	1,273,508

On 5 July 2023, the Bank has drawndown 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.

21 Interest Income

	2nd Quarter Ended		Six Months Ended	
	Group and Bank	**Bank**	**Group and Bank**	**Bank**
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
	RM'000	RM'000	**RM'000**	RM'000
Loans and advances				
- Interest income on non-credit impaired loans and advances	**117,586**	136,075	**232,304**	270,868
- Interest income on credit impaired loans and advances	**4,213**	1,277	**6,019**	2,521
Money at call and deposit placement with financial institutions	**44,351**	47,289	**85,461**	88,530
Debt instruments at FVOCI	**30,081**	24,567	**58,763**	46,349
Debt instruments at amortised cost	**642**	642	**1,277**	1,277
Others	**162**	220	**297**	486
	197,035	210,070	**384,121**	410,031
Amortisation of premium less accretion of discount	**(2,003)**	(1,941)	**(4,143)**	(3,713)
	195,032	208,129	**379,978**	406,318

22 Interest Expense

	2nd Quarter Ended		Six Months Ended	
	Group and Bank	**Bank**	**Group and Bank**	**Bank**
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
	RM'000	RM'000	**RM'000**	RM'000
Deposits and placements of banks and other financial institutions	**22,481**	21,997	**40,926**	50,760
Deposits from customers	**67,118**	74,312	**129,895**	136,984
Other borrowing	**-**	3,088	**78**	5,211
Subordinated loan	**14,427**	17,923	**28,723**	36,294
Others	**570**	652	**1,082**	1,254
	104,596	117,972	**200,704**	230,503

23 Other Operating Income

	2nd Quarter Ended		Six Months Ended	
	Group and Bank	**Bank**	**Group and Bank**	**Bank**
	30 June 2026 RM'000	30 June 2025 RM'000	**30 June 2026 RM'000**	30 June 2025 RM'000
Fee income:				
- Fee on loans and advances	**2,008**	2,065	**4,878**	3,800
- Service charges and fees	**2,016**	884	**3,074**	884
- Guarantee fees	**4,441**	3,765	**8,246**	7,831
Net fee income	**8,465**	6,714	**16,198**	12,515
Fee expense:				
- Service charges and fees	**-**	47	**-**	-
Net fee income	**8,465**	6,761	**16,198**	12,515
Foreign exchange gain/(loss):				
- Realised	**48,778**	9,379	**97,711**	32,179
- Unrealised	**(17,456)**	16,824	**(31,046)**	19,615
Net gain/(loss) on revaluation of derivatives	**2,223**	(764)	**813**	(340)
Gain from derivative financial instrument	**111**	70	**298**	834
Gain on disposal of equity instrument at FVTPL	**-**	-	**-**	181
Revenue from sale of precious metal products	**-**	30	**-**	30
Net loss on disposal of property and equipment	**-**	(1)	**-**	(1)
Dividend income:				
- Equity instruments at FVOCI	**45**	45	**45**	45
Other income	**70**	214	**79**	226
	42,236	32,558	**84,098**	65,284

24 Other Operating Expenses

	2nd Quarter Ended		Six Months Ended	
	Group and Bank	**Bank**	**Group and Bank**	**Bank**
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
	RM'000	RM'000	**RM'000**	RM'000
Personnel expenses				
Salaries & wages	**18,187**	17,545	**35,954**	34,983
Bonuses	**8,932**	7,908	**17,842**	15,816
Defined contribution plan ("EPF")	**4,051**	3,657	**8,123**	7,297
Staff welfare expenses	**1,606**	1,705	**2,309**	2,000
Other personnel costs	**3,563**	2,834	**6,106**	5,513
	36,339	33,649	**70,334**	65,609
Marketing expenses				
Advertising, marketing and communication	**154**	120	**301**	297
Others	**177**	224	**405**	390
	331	344	**706**	687
Establishment costs				
Rental of premises	**-**	140	**-**	279
Depreciation of property and equipment	**753**	1,219	**1,515**	2,480
Depreciation of right-of-use assets	**1,848**	1,859	**3,670**	3,677
Amortisation of intangible assets	**161**	297	**327**	611
Finance cost on lease liabilities	**329**	179	**674**	365
Repairs and maintenance	**488**	312	**923**	656
Property and equipment written-off	**-**	22	**3**	22
Information technology expenses	**1,526**	1,042	**2,273**	2,115
Electronic device and software expenses	**631**	443	**1,406**	811
Other establishment costs	**20**	26	**60**	129
	5,756	5,539	**10,851**	11,145
Administration and general expenses				
Insurance premium	**679**	425	**1,126**	1,175
Auditors' remuneration				
- statutory audit	**67**	64	**135**	128
- regulatory related service	**52**	47	**105**	95
Travelling and accommodation	**110**	73	**165**	175
Telecommunication and utilities	**478**	430	**856**	734
Printing, stationery and postage	**284**	321	**559**	507
Legal and professional fees	**223**	97	**375**	386
Other administration and general expenses	**1,532**	1,722	**2,884**	2,927
	3,425	3,179	**6,205**	6,127
Other expenses				
Cost of sales of precious metal products	**-**	10	**-**	10
	-	10	**-**	10
	45,851	42,721	**88,096**	83,578

25 ECL on Loans and Advances and Other Financial Assets

	2nd Quarter Ended		Six Months Ended	
	Group and Bank	**Bank**	**Group and Bank**	**Bank**
	30 June 2026 RM'000	30 June 2025 RM'000	**30 June 2026 RM'000**	30 June 2025 RM'000
Allowance/(write-back) for impairment on:				
Cash and short-term funds				
- Stage 1	**(125)**	55	**9**	175
Deposits and placements with banks and other financial institutions				
- Stage 1	**142**	132	**198**	296
Debt instruments at FVOCI (Note 10)				
- Stage 1	**(20)**	1	**(37)**	54
Other assets (Note 14)				
- Stage 1	**(448)**	31	**(1,067)**	939
Loans and advances (Note 13(vii))				
- Stage 1	**1,267**	(1,659)	**452**	(1,917)
- Stage 2	**4,078**	(597)	**2,527**	227
- Stage 3	**5,476**	(5,501)	**4,995**	(4,055)
Commitments and contingencies (Note 18(i))				
- Stage 1	**311**	(652)	**1,514**	(603)
- Stage 2	**(87)**	(224)	**(523)**	(1,007)
Bad debt recovered during the financial period	**(2,148)**	(920)	**(2,547)**	(920)
	8,446	(9,334)	**5,521**	(6,811)

26 Capital Adequacy

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

	Group		Bank
	30 June 2026	**30 June 2026**	31 December 2025
	RM'000	**RM'000**	RM'000
Common Equity Tier 1 ("CET1") Capital			
Paid-up ordinary share capital	**814,734**	**814,734**	814,734
Retained profits	**1,573,855**	**1,573,855**	1,573,855
Regulatory reserve	**110,000**	**110,000**	110,000
Fair value through other comprehensive reserve	**25,506**	**25,506**	38,665
Foreign exchange reserve	**58**	**58**	3
	2,524,153	**2,524,153**	2,537,257
Regulatory adjustment applied in the calculation of CET 1 Capital			
- Deferred tax assets	**(19,058)**	**(19,058)**	(19,975)
- Intangible assets	**(846)**	**(846)**	(1,138)
- 55% of cumulative gains of debt instruments at FVOCI	**(14,028)**	**(14,028)**	(21,266)
- Regulatory reserve attributable to financial assets	**(110,000)**	**(110,000)**	(110,000)
	(143,932)	**(143,932)**	(152,379)
Total CET1 capital/Total Tier 1 capital	**2,380,221**	**2,380,221**	2,384,878
Tier-2 capital			
General provision^	**175,815**	**175,815**	161,782
Subordinated loan	**1,265,730**	**1,265,730**	1,258,290
Less: Investment in subsidiary companies	**-**	*****	-
Total Tier-2 capital	**1,441,545**	**1,441,545**	1,420,072
Total capital base	**3,821,766**	**3,821,766**	3,804,950
Capital ratio			
CET 1 capital ratio	15.627%	15.636%	17.479%
Tier 1 capital ratio	15.627%	15.636%	17.479%
Total capital ratio	25.092%	25.105%	27.887%

* Denotes RM 2.

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

26 Capital Adequacy (continued)

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

	Group	**Bank**	
	30 June 2026	**30 June 2026**	31 December 2025
	RM'000	**RM'000**	RM'000
Credit risk	**14,487,259**	**14,487,259**	12,942,591
Market risk	**14,522**	**14,522**	14,119
Operational risk	**729,434**	**721,331**	687,299
Total risk-weighted assets	**15,231,215**	**15,223,112**	13,644,009

The total capital and capital adequacy ratio of the Group and Bank are computed in accordance with Bank Negara Malaysia's revised Capital Adequacy Framework (Capital Components) Policy dated 14 June 2024. 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 Group and Bank adopt Standardised Approach in computing capital requirement for credit risk and market risk, and adopt Business Indicator Component 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 Document issued on 29 April 2022.

27 Commitments and Contingencies

	Group and Bank			Bank		
	30 June 2026			31 December 2025		
	Principal	**Credit equivalent**	**Risk weighted**	Principal	Credit equivalent	Risk weighted
	RM'000	**RM'000**	**RM'000**	RM'000	RM'000	RM'000
Direct credit substitutes	**60,140**	**60,140**	**-**	58,107	58,107	-
Transaction-related contingent items	**2,993,817**	**1,496,908**	**763,737**	2,701,265	1,350,633	668,351
Short-term self-liquidation trade related contingencies	**93,378**	**18,676**	**12,893**	54,808	10,961	7,557
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	**3,991,049**	**798,210**	**678,182**	3,694,830	738,966	668,330
- Maturity exceeding one year	**1,430,149**	**715,074**	**507,290**	448,758	224,379	142,498
Foreign exchange related contracts:						
- Less than one year	**7,577,495**	**141,093**	**62,449**	8,328,249	111,449	49,978
Interest rate related contracts:						
- Less than one year	**796,777**	**5,028**	**1,753**	597,880	6,680	5,197
- More than one year to five year	**1,015,204**	**45,395**	**29,400**	856,011	38,866	29,445
Total	**17,958,009**	**3,280,524**	**2,055,704**	16,739,908	2,540,041	1,571,356

28 Operations of Islamic Banking

There were no Islamic banking operations for the financial period ended 30 June 2026.

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

There were no significant changes in the composition of the Group for the financial period ended 30 June 2026.