INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

			Group		Bank
		30 June	31 December	30 June	31 December
	Note	<u>2012</u> RM'000	<u>2011</u> RM'000	<u>2012</u> RM'000	<u>2011</u> RM'000
ASSETS					
Cash and short-term funds Deposits and placements with banks and other financial	9	1,544,514	1,206,298	1,543,773	1,206,248
institutions	10	805,066	223,286	805,066	223,286
Held-to-maturity securities	11	71,260	40,413	71,260	40,413
Loans and advances	12	2,367,866	1,440,824	2,367,866	1,440,824
Other assets	13	22,184	13,121	21,804	12,657
Deferred tax assets	.0	9,265	6,965	9,239	6,939
Statutory deposits with Bank Negara Malaysia		37,400	17,700	37,400	17,700
Property and equipment		6.728	7,388	5,766	6,311
Intangible assets		267	9	267	5
Investment in a subsidiary		-	-	1,000	1,000
TOTAL ASSETS	•	4,864,550	2,956,004	4,863,441	2,955,383
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY					
Deposits from customers Deposits and placements of banks and other financial	14	2,068,089	1,518,987	2,076,481	1,525,697
institutions	15	2,314,003	986,979	2,314,003	986,979
Other liabilities	16	53,800	35,484	52,886	34,373
Provision for taxation		5,347	1,532	5,182	1,367
TOTAL LIABILITIES		4,441,239	2,542,982	4,448,552	2,548,416
Financed by:					
Share capital		304,000	304,000	304,000	304,000
Reserves		119,311	109,022	110,889	102,967
SHAREHOLDERS' EQUITY	•	423,311	413,022	414,889	406,967
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		4,864,550	2,956,004	4,863,441	2,955,383
COMMITMENTS AND CONTINGENCIES	23	2,095,551	1,063,345	2,095,551	1,063,345

INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2012

Group	2nd Quarte	r Ended	Six Months	s Ended	
		30 June <u>2012</u>	30 June <u>2011</u>	30 June <u>2012</u>	30 June <u>2011</u>
		RM'000	RM'000	RM'000	RM'000
Interest income	17	40,376	18,401	71,925	34,882
Interest expense	18	(23,994)	(9,408)	(42,021)	(17,207)
Net interest income		16,382	8,993	29,904	17,675
Other operating income	19	10,686	7,767	20,064	16,354
Other operating expenses	20	(10,418)	(8,213)	(18,658)	(15,379)
Operating profit		16,650	8,547	31,310	18,650
Allowance for impairment on loans and advances	21	(3,500)	(1,311)	(14,023)	(1,311)
Profit before taxation		13,150	7,236	17,287	17,339
Taxation		(4,575)	(3,130)	(6,998)	(5,130)
Total comprehensive income for the period		8,575	4,106	10,289	12,209

Bank		2nd Quarte	r Ended	Six Months Ended		
		30 June	30 June	30 June	30 June	
		2012	2011	2012	2011	
		RM'000	RM'000	RM'000	RM'000	
Interest income	17	40,376	18,401	71,925	34,882	
Interest expense	18	(23,994)	(9,408)	(42,021)	(17,207)	
Net interest income		16,382	8,993	29,904	17,675	
Other operating income	19	8,022	4,890	14,694	10,839	
Other operating expenses	20	(9,338)	(7,233)	(16,655)	(13,613)	
Operating profit		15,066	6,650	27,943	14,901	
Allowance for losses on loans and advances	21	(3,500)	(1,311)	(14,023)	(1,311)	
Profit before taxation		11,566	5,339	13,920	13,590	
Taxation		(4,075)	(2,630)	(5,998)	(4,130)	
Profit for the financial period		7,491	2,709	7,922	9,460	
Other comprehensive income		-	· -	, -	· -	
Total comprehensive income for the period		7,491	2,709	7,922	9,460	

INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2012

	Issued and fully paid ordinary shares of RM1.00 each	Non- distributable Statutory reserves	Distributable Retained profits	Total RM'000
Group At 1 January 2012	RM'000 304,000	RM'000 72,218	RM'000 36,804	413,022
Profit for the financial period Total comprehensive income for the period At 30 June 2012	304,000	72,218	10,289 10,289 47,093	10,289 10,289 423,311
At 1 January 2011 Net profit for the financial period	304,000	58,378	23,095 12,209	385,473 12,209
Total recognised income for the financial period	-		12,209	12,209
At 30 June 2011	304,000	58,378	35,304	397,682
Bank At 1 January 2012 Profit for the financial period Total comprehensive income for the period At 30 June 2012	304,000	72,218 - - - 72,218	30,749 7,922 7,922 38,671	406,967 7,922 7,922 414,889
At 1 January 2011 Profit for the financial period Total comprehensive income for the period At 30 June 2011	304,000	58,378 - - - 58,378	16,909 9,640 9,640 26,549	379,287 9,640 9,640 388,927

INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2012

			Group		Bank
		30 June	30 June	30 June	30 June
	Note	<u>2012</u> RM'000	<u>2011</u> RM'000	<u>2012</u> RM'000	<u>2011</u> RM'000
CASH FLOWS FROM OPERATING ACTIVITIES	Note	IXIVI OOO	IXIVIOOO	KW 000	KWOOO
Profit before taxation Adjustment for:		17,287	17,339	13,920	13,590
Depreciation of property and equipment		779	753	663	662
Amortisation of intangible assets		57	39	55	36
Net gain on disposal of property and equipment Amortisation of premium less accretion of discount		95	(30) (42)	95	(30) (42)
Allowance for losses on loans and advances		14,023	1,311	14,023	1,311
Interest income from held-to-maturity securities		(824)	(674)	(824)	(674)
Unrealised foreign exchange loss / (gain) Property and equipment written off		6,124	(27) 17	6,124	(27) 2
Operating profit before changes in operating ssassets and liabilities		37,541	18,686	34,056	14,828
(INCREASE)/DECREASE IN OPERATING ASSETS					
Deposits and placements with banks and other financial institutions		(581,780)	(263,491)	(581,780)	(263,491)
Loans and advances		(941,065)	(247,500)	(941,065)	(247,500)
Held-to-maturity Securities		(30,802)	-	(30,802)	-
Other assets		(15,187)	6,811	(15,271)	6,612
Statutory deposits with Bank Negara Malaysia		(19,700)	(8,600)	(19,700)	(8,600)
INCREASE/(DECREASE) IN OPERATING LIABILITIES					
Deposits from customers		549,102	457,698	550,784	460,239
Deposits and placements of banks and other financial institutions		1,327,024	463,489	1,327,024	463,489
Other liabilities		18,316	(19,642)	18,513	(19,103)
	•		<u> </u>		
Cash generated from operating activities		343,449	407,451	341,759	406,474
Taxation paid		(5,483)	(4,000)	(4,483)	(3,000)
Net cash generated from operating activities		337,966	403,451	337,276	403,474
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of property and equipment		(119)	(94)	(118)	(117)
Purchase of intangible assets Proceeds from disposal of property and equipment		(315) -	30	(317) -	30
Interest received on held-to-maturity securities		684	751	684	751
Net cash generated from investing activities		250	687	249	664
CASH FLOWS FROM FINANCING ACTIVITIES		-	-	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS					
NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD		338,216	404,138	337,525	404,138
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD		1,206,298	1,173,318	1,206,248	1,173,316
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	9	1,544,514	1,577,456	1,543,773	1,577,454

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

Review of Performance and Commentary of Prospects

The Bank's profit before taxation for the six months ended 30 June 2012 was higher as compared with the corresponding period in 2011 mainly due to loan growth of 64% especially loans in Renminbi offset by additional collective impairment allowance made. Despite of the high loan growth, the Bank continued to exercise prudence risk management. At the same time emphasis will be placed on the development of other Renminbi business and other conventional commercial banking products.

Group Accounting Policies

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2012 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 2011.

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 2011.

Since the previous annual audited financial statements as at 31 December 2011 were issued, the Group has adopted the Malaysian Financial Reporting Standards ("MFRS") framework issued by the Malaysian Accounting Standards Board ("MASB") with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards ("FRS") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board. Whilst all FRSs issued under the previous FRS framework were equivalent to the MFRSs issued under the MFRS framework, there are some differences in relation to the transitional provisions and effective dates contained in certain of the FRSs.

Audit Report

The audit report for the financial period ended 31 December 2011 was not subject to any qualification.

Seasonal or Cyclical Factors

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

Exceptional or Extraordinary Items

There were no exceptional or extraordinary items in the three months ended 30 June 2012.

Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the six months ended 30 June 2012.

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.

Dividend paid

No dividend was paid during the three months ended 30 June 2012.

Cash and short-term funds

		Group		Bank
	30 June	31 December	30 June	31 December
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
	RM'000	RM'000	RM'000	RM'000
Cash and balances with banks and other financial institutions	240,461	64,166	239,720	64,116
Money at call and deposit placements maturing within 1 month	1,304,053	1,142,132	1,304,053	1,142,132
	1,544,514	1,206,298	1,543,773	1,206,248

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

Solume	10	Deposits and placements with banks and other financial institutions	Group an	d Bank
Bank Negara Malaysia				
Bank Negara Malaysia				
Pank Negara Malaysia 14				
Other financial institutions 744,952 (232,88) (232,				RIVIOUU
Meld-to-maturity securities Croup → Image			•	-
		Other financial institutions	744,952	
At amortised cost Money market instruments Money market instruments Money market instruments Money market instruments Money market instruments of deposits Money market instruments Money market instruments of deposits Money market instruments of Money market instruments Mon			805,066	223,286
At amortised cost Money market instruments Money market instruments Money market instruments Money market instruments Money market instruments of deposits Money market instruments Money market instruments of deposits Money market instruments of Money market instruments Mon				
At amortised cost At amortised cost RM 0000 RM	11	Held-to-maturity securities		
At amortised cost At amortised cost RM 0000 RM			Group an	d Bank
At amortised cost Money market instrument: Malaysian Government Securities 41,21				
At amortised cost RM000ey market instrument: At 1,219 40,413 Malaysian Government Securities 30,041 -1 Negotiable instruments of deposits 30,041 -1 12 Loans and advances Trust of 1,220 -20,11 At amortised cost Percentage 1 2012 2011 (I) By type RM000 RM000 RM000 Overdrafts 16,823 10,162 -30,702 - Emms Ioans 16,823 10,162 -30,702 -7,702 <th></th> <th></th> <th>2012</th> <th></th>			2012	
Money market instrument: Money market instruments of deposits 41,219 40,413 10,000				
Malaysia Coverment Securities 41,219 (40,413) 40,415 (30,041)		At amountined and	KIVI UUU	RIVIUUU
Malaysian Government Securities 40,413 40				
Negotiable instruments of deposits 30,041 71,250 40,131				
12 Loans and advances				40,413
At amortised cost Group and Bank At amortised cost 30 June 31 December 2012 2011 (i) By type RM 000 RM 000 Overdrafts 166,838 193,072 Terms loans 16,838 193,072 Terms loans 16,823 10,162 - Housing loans 16,823 10,162 - Other term loans 224,349 210,870 - Other term loans 224,349 210,870 - Other term loans 622,688 545,611 Revolving Credit 122,845 24,045 Bills receivable 1,080,842 295,209 Trust receipts 1,4109 8,467 Claims on customers under acceptance credits 1,293 1,580 Staff loans 1,939 1,580 Staff loans 1,939 1,158 Total gross loans and advances 2,404,237 1,463,372 Less: Allowance for impaired loans and advances 3,130 30,300 - Collective assessment allowance 1,116,20		Negotiable instruments of deposits	30,041	
At amortised cost Group at 10 pecember 2012 point 2011 point 2012 poi			71,260	40,413
At amortised cost Group at 10 pecember 2012 point 2011 point 2012 poi				
At amortised cost Group at 10 pecember 2012 point 2011 point 2012 poi	12	Loans and advances		
30 June 31 December 2012 2011 RM'000			Group an	d Bank
(i) By type RM 9000 RM 9000 O verdrafts 166,838 139,072 Terms loans 16,823 10,162 - Housing loans 16,823 10,162 - Other term loan 284,349 210,870 - Other term loans 622,688 545,611 Revolving Credit 122,845 224,045 Bills receivable 1,088,242 295,209 Trust receipts 14,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,1939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Collective assessment allowance (36,360) (22,337) - Individual assessment allowance (36,360) 22,367,866 1,440,824 (iii) By geographical distribution Group and Bank 2012 2011 RM 9000 RM 9000 RM 900		A unior nood oost		
(i) By type RM'000 RM'000 Overdrafts 166,338 193,072 Terms loans 166,233 10,162 - Housing loans 16,823 10,162 - Syndicated term loan 284,349 210,870 - Other term loans 622,688 545,611 Revolving Credit 122,845 24,045 Bills receivable 1,008,242 2295,209 Trust receipts 14,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Collective assessment allowance (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111) (111,80,01) 511,6				
Noverdrafts				
Terms loans 16,823 10,162 - Syndicated term loan 284,349 210,870 - Other term loans 622,688 545,611 Revolving Credit 122,845 24,045 Bills receivable 1,008,242 295,209 Trust receipts 141,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (11) (11) Total net loans and advances (11) (11) (iii) By geographical distribution Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Malaysia 1,218,236 951,549 Other countries 1,218,236 951,549 Other fixed rate sensitivity Group and Bank 30 June <		(i) By type	RM'000	RM'000
- Housing loans - Syndicated term loan - Other term loans - Other trixed rate loan - Other fixed rate loan - Other trixed rate loan - Other variable rates - Other Other variable rates - Other Variable r		Overdrafts	166,838	193,072
- Syndicated term loan - Other term loans - Eaglage - Other term loans - Other term loans - Other term loans - Other term loans - Other trixed rate - Other fixed rate loan - Variable rate - Other fixed rate - Other variable rates - Other outpains - Other variable rates - Other fixed rates - Other variable r		Terms loans		
- Syndicated term loan - Other term loans - Eaglage - Other term loans - Other term loans - Other term loans - Other term loans - Other trixed rate - Other fixed rate loan - Variable rate - Other fixed rate - Other variable rates - Other outpains - Other variable rates - Other fixed rates - Other variable r		- Housing loans	16.823	10.162
- Other term loans Revolving Credit Revolving Revol			•	
Revolving Credit 122,845 24,045 Bills receivable 1,008,242 295,209 Trust receipts 14,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Staff loans 1,939 1,540 Staff loans 2,404,237 1,463,172 East: Allowance for impaired loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances 2,367,866 1,340,824 Claims and advances 2,367,866 1,440,824 Claims and advances 2012 2011 RM'000 RM		·	•	
Bills receivable 1,008,242 295,209 Trust receipts 14,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (11) (11) (11) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and secondary and seconda			·	
Trust receipts 14,109 8,467 Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (11) (11) (11) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group arb mk 30 June 31 December 2012 2011 RM'000 RM'000 Malaysia 1,218,236 951,549 Other countries 1,186,001 511,623 Query 1,186,001 511,623 2,404,237 1,463,172 (iii) By interest rate sensitivity Group arb branch 2012 2011 RM'000 RM'000 RM'000 RM'000 Fixed rate - Other fixed rate loan 985,161 296,530		· · · · · · · · · · · · · · · · · · ·	,	
Claims on customers under acceptance credits 102,267 110,358 Staff loans 1,939 1,540 Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) 1,111 (111) (111				
Staff loans		·	•	
Loans to banks and other financial institutions 64,137 63,838 Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (11) (11) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and Bank		Claims on customers under acceptance credits	102,267	110,358
Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (111) (111) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and Bank		Staff loans	1,939	1,540
Total gross loans and advances 2,404,237 1,463,172 Less: Allowance for impaired loans and advances (36,360) (22,337) - Individual assessment allowance (111) (111) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and Bank		Loans to banks and other financial institutions	64.137	63.838
Less: Allowance for impaired loans and advances				
- Collective assessment allowance - Individual assessment allowance (11) (11) (11) Total net loans and advances (2,337,866 (1,440,824) (ii) By geographical distribution (2,367,866 (1,440,824) (iii) By geographical distribution (2012 (2011) RM'000 (RM'000) (RM'00			2,404,201	1,400,172
Individual assessment allowance (11) (11) Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and Bank 30 June 31 December 2012 2011 RM'000 RM000 Malaysia 1,218,236 951,549 Other countries 1,186,001 511,623 2,404,237 1,463,172 (iii) By interest rate sensitivity Group and Bank 30 June 31 December 2012 2011 RM'000 RM000 Fixed rate 2012 2011 RM'000 RM000 Fixed rate - Other fixed rate loan 985,161 296,530 Variable rate - BLR plus 785,416 664,312 - Cost plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905 - Other variable rate 373,750 374,905 - Other variable rate 373,750 374,905 - Other			(26.260)	(22.227)
Total net loans and advances 2,367,866 1,440,824 (ii) By geographical distribution Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Malaysia 1,218,236 951,549 Other countries 1,186,001 511,623 2,404,237 1,463,172 (iii) By interest rate sensitivity Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Fixed rate - Other fixed rate loan 985,161 296,530 Variable rate - BLR plus 785,416 664,312 - Cost plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905 - Other variable rate 373,750 354,905 - Other variable rate 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 373,750 37				
Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Malaysia 1,218,236 951,549 Other countries 1,186,001 511,623 2,404,237 1,463,172 (iii) By interest rate sensitivity Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Fixed rate 985,161 296,530 Variable rate 985,161 296,530 Variable rate 785,416 664,312 - Other fixed rate loan 785,416 664,312 - Cost plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905				
30 June 31 December 2012 2011 RM'000		Total net loans and advances	2,367,866	1,440,824
30 June 31 December 2012 2011 RM'000				
30 June 31 December 2012 2011 RM'000				
Malaysia		(ii) By geographical distribution	Group an	d Bank
RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 S11,623 S11			30 June	31 December
RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 S11,623 S11			2012	2011
Malaysia 1,218,236 951,549 Other countries 1,186,001 511,623 2,404,237 1,463,172 (iii) By interest rate sensitivity Group and Bank (iii) By interest rate sensitivity Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Fixed rate - Other fixed rate loan 985,161 296,530 Variable rate 985,416 664,312 - BLR plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905				· · · · · · · · · · · · · · · · · · ·
Other countries 1,186,001 / 2,404,237 511,623 / 2,404,237 (iii) By interest rate sensitivity Group and Bank 30 June 2012 2011 RM'000 2012 2011 RM'000 Fixed rate - Other fixed rate loan Variable rate 985,161 296,530 29		Malayeia		
(iii) By interest rate sensitivity Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Fixed rate - Other fixed rate loan Variable rate 985,161 296,530 Variable rate - BLR plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905		•		
Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Fixed rate 985,161 296,530 Variable rate 985,161 664,312 - BLR plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905		Other countries		
30 June 2012 2011 RM'000 RM'0			2,404,237	1,463,172
30 June 2012 2011 RM'000 RM'0				
Eixed rate 985,161 296,530 Variable rate 985,161 296,530 Variable rate 8LR plus 785,416 664,312 Cost plus 259,910 147,425 Other variable rates 373,750 354,905		(iii) By interest rate sensitivity		
RM'000 R				31 December
Fixed rate 985,161 296,530 Variable rate 985,161 296,530 Variable rate 785,416 664,312 Cost plus 259,910 147,425 Other variable rates 373,750 354,905			<u>2012</u>	<u>2011</u>
Fixed rate 985,161 296,530 Variable rate 985,161 296,530 Variable rate 785,416 664,312 Cost plus 259,910 147,425 Other variable rates 373,750 354,905			RM'000	RM'000
- Other fixed rate loan 985,161 296,530 Variable rate - BLR plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905		Fixed rate	000	
Variable rate 785,416 664,312 - BLR plus 259,910 147,425 - Other variable rates 373,750 354,905			005 404	000 500
- BLR plus 785,416 664,312 - Cost plus 259,910 147,425 - Other variable rates 373,750 354,905			985,161	296,530
- Cost plus 259,910 147,425 - Other variable rates 373,750 354,905				
- Other variable rates				
2,404,237 1,463,172		- Other variable rates		354,905
			2,404,237	1,463,172

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

Purchase of securities 2012 2011 2010 201		ns and advances (continued)	Group on	d Bank
Purchase of transport vehicles 2016 229,164 229	(iv)	By purpose		
Purchase of securities RW000 RV0001 Purchase of transport vehicles 29,164 29,165 Purchase of transport vehicles 21 29,165 Purchase of landed property:				
Purchase of transport vehicles				
Purchase of transport vehicles 21 37, 78, 707 281,077		Durahasa of accurities		
Purchase of fanded property:				
Pessidential 24,375 15,142 Non-residential 35,23,23 245,592 Purchase of fixed assets other than land and building 3 3 65,752 Personal use 3 83,33 61,775 Construction 19,959 18,755 Working capital 175,472 192,948 Cother purpose 2404,237 192,948 Cother purpose 2704,237 192,948 Cother purpose 2704,237 192,948 Purchase of fixed assets on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances were		•		
Non-residential \$35,232			•	,
Personal use				
Personal use			· ·	
19,959 18,756 1766,078 999,478 1766,078 999,478 176,6078 176,6078 176,472 132,844 175,472 132,844 175,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 132,844 176,472 17		Purchase of fixed assets other than land and building	3	652
Monking capital 1,766,078 999,074 1,266,078 132,484 2,404,237 1,463,772 132,484 2,404,237 1,463,772 1,46		Personal use	36,833	61,172
Spresidual contractual maturity Spr		Construction	19,959	18,759
(y) By residual contractual maturity Group and Bank 31 December 2012 2011 RM000 Up to one month 590,222 2011 RM000 4 52,638 2011 RM000 More than one month to three months More than one months to six months 855,838 217,428 21,404,237 21,404,		Working capital	1,766,078	959,478
		Other purpose	175,472	132,846
Serial Part			2,404,237	1,463,172
Series	(, ()	Purposidual contractual maturity		
2011	(v)	by residual contractual maturity	Group and	d Bank
More than one month othree months 590,222 452,632 More than one month to three months 590,222 452,632 More than share months to six months 355,333 217,425 More than six months to twelve months 3137,442 127,525 More than six months to twelve months 597,389 513,264 The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances Coroupand Bank			30 June	31 December
Up to one month Sep0,222 452,638 More than one month to three months Sep0,222 452,638 More than three months to six months Sep0,222 452,638 More than three months to twelve months Sep0,222 452,346 More than six months to twelve months Sep0,232 137,442 127,527 More than three months to twelve months Sep7,389 Sep7,3			2012	
More than one month to three months 223,446 152,314 More than three months to six months 855,838 217,425 More than six months to twelve months 137,442 127,527 More than twelve months 597,389 513,264 2,404,237 1,463,172 The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created.				
More than one month to three months 223,446 152,314 More than three months to six months 855,838 217,425 More than six months to twelve months 137,442 127,527 More than twelve months 597,389 513,264 2,404,237 1,463,172 The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created.		Un to one month	500 222	452 638
More than three months to six months to welve months 855,838 217,422 More than six months to twelve months 137,442 127,527 More than twelve months 137,422 127,527 More than twelve months 557,389 513,264 2,404,237 1,463,172 The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Croup and the part of		•		
More than six months to twelve months 137,442 (597,388) 513,266 (597,388) 513,2				
More than twelve months 597,389 513,264 2,404,237 1,463,172 1,463			•	
The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances Group and Bank 30 June 2012 2011 RM'000 RM'000				
The loans and advances were based on the remaining length of time that will be carried and from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances		More than twelve months		
Impaired Ioans and advances Ioans Ioan			2 404 227	1 463 172
30 June 2012 2011 RM'000 RM'000	(v.i)	from the report date to the expiry date of the contract created.	2,404,231	1,700,172
At beginning of financial period/year 2012 RM'000 2011 RM'000 At beginning of financial period/year 93 2,921 Classified as impaired during the period/year 32,790 37 Amount recovered - (991) Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assessment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1,37% 0.01% (b) By geographical Group and Bank 30 June 2011 31 December 2012 2011 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 2012 2011 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances		
At beginning of financial period/year RM'000 RM'000 Classified as impaired during the period/year 32,790 37 Amount recovered 1.991 (991) Amount written off - (1,874) (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 RM'000 RM'000 Malaysia 30 June 31 December 2012 2011 RM'000 RM'000 RM'000 C) By purposes Group and Bank 31 December 2012 2011 RM'000 RM'000 RM'000 Purchase of residential property 177 80 Working capital 32,706 90	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances	Group and	d Bank
At beginning of financial period/year 93 2,921 Classified as impaired during the period/year 32,790 37 Amount recovered - (991 Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 2012 2011 RM'000 Malaysia 33 June 31 December 2012 2011 RM'000 RM'000 31 December 2012 2011 RM'000 RM'000 2012 2011 RM'000 RM'000 Purchase of residential property 177 80 93 Working capital 32,706 93	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances	Group and	d Bank 31 December
Classified as impaired during the period/year 32,790 37 Amount recovered - (991) Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 RM'000 31 December 2012 2011 RM'000 2012 2011 RM'000 RM'000 Malaysia Group and Bank 30 June 31 December 2012 2011 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances	Group and	d Bank 31 December
Classified as impaired during the period/year 32,790 37 Amount recovered - (991) Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 RM'000 31 December 2012 2011 RM'000 2012 2011 RM'000 RM'000 Malaysia Group and Bank 30 June 31 December 2012 2011 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances	Group and 30 June 2012	3 Bank 31 December 2011
Amount recovered - (991) Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2011 RM'000 31 December 2012 RM'000 Malaysia 32,883 93 c) By purposes Group and Bank 30 June 31 December 2012 RM'000 2011 RM'000 Purchase of residential property 1177 RM'000 RM'000 Purchase of residential property 1177 RM'000 RM'000 Working capital 32,706 93	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances	Group and 30 June <u>2012</u> RM'000	J Bank 31 December 2011 RM'000
Amount written off - (1,874) At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2011 2011 RM'000 RM000 RM000 RM000 Malaysia 32,883 93 c) By purposes Group and Bank 30 June 31 December 2012 2011 RM'000 RM000 RM000 RM000 Purchase of residential property 177 93 Working capital 32,706 93	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year	Group and 30 June 2012 RM'000	d Bank 31 December 2011 RM'000 2,921
At end of financial period/year 32,883 93 Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 2012 2011 RM'000 2011 RM'000 RM'000 RM'000 SO June 30 June 2012 2011 RM'000 30 June 30 June 2012 2011 RM'000 RM'000 </td <td>(vi)</td> <td>from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year</td> <td>Group and 30 June 2012 RM'000</td> <td>d Bank 31 December 2011 RM'000 2,921 37</td>	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year	Group and 30 June 2012 RM'000	d Bank 31 December 2011 RM'000 2,921 37
Individual assesment allowance (11) (11) Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM*000 2011 RM*000 Malaysia 32,883 93 c) By purposes Group and Bank 30 June 31 December 2012 RM*000 2011 RM*000 Purchase of residential property 177 93 Working capital 32,706	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered	Group and 30 June 2012 RM'000	d Bank 31 December 2011 RM'000 2,92' 37 (991
Net impaired loans and advances 32,872 82 Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 RM'000 31 December 2012 RM'000 2011 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off	Group and 30 June <u>2012</u> RM'000 93 32,790	d Bank 31 December 2011 RM'000 2,92' 37 (991 (1,874
Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment 1.37% 0.01% (b) By geographical Group and Bank 30 June 2012 2011 2012 2011 RM'000 RM'000 RM'000 C) By purposes Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 Working capital 32,706 93	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year	Group and 30 June 2012 RM'000 93 32,790 - 32,883	31 December 2011 RM'000 2,921 37 (991 (1,874)
And advances less allowance for impairment 1.37% 0.01%	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance	Group and 30 June 2012 RM'000 93 32,790 - 32,883 (11)	31 December 2011 RM'000 2,92' 37 (991) (1,874
(b) By geographical Group and Bank 30 June 2012 2011 RM'000 RM'000 RM'000 S C) By purposes Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 Working capital 32,706 Purchase of residential property 177 93 93 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 93 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 2012 2011 2012 2011 2012 2011 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 2012 2011 <td>(vi)</td> <td>from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance</td> <td>Group and 30 June 2012 RM'000 93 32,790 - 32,883 (11)</td> <td>31 December 2011 RM'000 2,92' 37 (991) (1,874</td>	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance	Group and 30 June 2012 RM'000 93 32,790 - 32,883 (11)	31 December 2011 RM'000 2,92' 37 (991) (1,874
Group and Bank 30 June 2012 2011 RM'000 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872	d Bank 31 December 2011 RM'000 2,92' 37 (991 (1,874 93 (111 82
30 June 2012 2011 RM'000 RM'000 RM'000	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (111) 82
Malaysia Z012 RM'000 RM'000 2011 RM'000 c) By purposes Group and Bank 30 June 31 December 2012 RM'000 RM'000 2011 RM'000 RM'000 Purchase of residential property Working capital 177 93 93	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans and advances less allowance for impairment	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82
Nalaysia RM'000	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans and advances less allowance for impairment	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37%	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82
Malaysia 32,883 93 c) By purposes Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 Working capital 32,706 93	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans and advances less allowance for impairment	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December
c) By purposes Group and Bank 30 June 31 December 2012 2011 RM'000 RM'000 Purchase of residential property 177 93 Working capital 32,706 93	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances to gross loans and advances less allowance for impairment	Group and 30 June 2012 RM'000 93 32,790	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011
30 June 31 December 2012 2011 RM'000 RM'000	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical	Group and 30 June 2012 RM'000 93 32,790	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000
Purchase of residential property 177 93 Working capital 32,706	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical	Group and 30 June 2012 RM'000 93 32,790	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000
RM'000 RM'000 Purchase of residential property 177 93 Working capital 32,706 93	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia	Group and 30 June 2012 RM'000 93 32,790	31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000 93
Purchase of residential property 177 93 Working capital 32,706	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June 2012 RM'000 32,883 Group and 30 June 30 June 30 June 30 June	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000 93
Working capital 32,706	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June 2012 RM'000 32,883 Group and 30 June 2012 12 RM'000 30 June 2012 RM'000 30 June 2012	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000 93 d Bank 31 December 2011
<u> </u>	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia c) By purposes	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June 2012 RM'000 32,883 Group and 30 June 2012 RM'000 RM'000	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000 93 d Bank 31 December 2011 RM'000
	(vi)	from the report date to the expiry date of the contract created. Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia c) By purposes	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June 2012 RM'000 32,883 Group and 30 June 2012 RM'000 RM'000	d Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% d Bank 31 December 2011 RM'000 93 d Bank 31 December 2011
	(vi)	Impaired loans and advances (a) Movements in impaired loans and advances At beginning of financial period/year Classified as impaired during the period/year Amount recovered Amount written off At end of financial period/year Individual assesment allowance Net impaired loans and advances Ratio of net impaired loans and advances to gross loans and advances less allowance for impairment (b) By geographical Malaysia c) By purposes Purchase of residential property	Group and 30 June 2012 RM'000 93 32,790 32,883 (11) 32,872 1.37% Group and 30 June 2012 RM'000 32,883 Group and 30 June 2012 RM'000 177	1 Bank 31 December 2011 RM'000 2,921 37 (991) (1,874) 93 (11) 82 0.01% 1 Bank 31 December 2011 RM'000 93 1 Bank 31 December 2011 RM'000

NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

12 Loans and advances (continued) (vii) Allowance for impairment on loans and advances Movements in allowance for impairment for loans and advances

	Movements in allowance for impairment for loans and	advances			
				Group ar	nd Bank
				30 June	31 December
				<u>2012</u>	<u>2011</u>
				RM'000	RM'000
	Collective assessment allowance				
	At beginning of the financial period/year			22,337	17,466
	Allowance made during the financial period/year			14,023	4,871
	At end of the financial period/year			36,360	22,337
	,				
	Individual assessment allowance				
	At beginning of the financial period/year			11	2,874
	Amount recovered				(989)
	Amount written off			_	(1,874)
	At end of the financial period/year			11	11
	At end of the financial period/year			<u></u>	
13	Other Assets				
13	Other Assets		Group		Bank
		30 June	31 December	30 June	31 December
		2012		2012	
			2011 PM/000		2011 PM'000
	Otherware in the least	RM'000	RM'000	RM'000	RM'000
	Other receivables	20,991	11,773	20,790	11,487
	Sundry deposits	1,169	954	990	776
	Prepayment	24	394	24	394

22,184

13,121

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

14 Deposits from Customers

(i) By type	of	deposits
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30 June 31 December 30 June 31 December
2042 2044 2042 2044
2012 2011 2012 2011
RM'000 RM'000 RM'000 RM'000
Demand deposits 200,283 151,051 208,675 157,761
Savings deposits 39,821 39,575 39,821 39,575
Fixed deposits 1,826,385 1,326,761 1,826,385 1,326,761
Others
2,068,089 1,518,987 2,076,481 1,525,697

(ii) By type of customer

		Group		Bank
	30 June	31 December	30 June	31 December
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
	RM'000	RM'000	RM'000	RM'000
Government and statutory bodies	8,613	16,867	8,613	16,867
Business enterprises	1,286,708	843,708	1,295,100	850,418
Individuals	716,060	619,136	716,060	619,136
Others	56,708	39,276	56,708	39,276
	2,068,089	1,518,987	2,076,481	1,525,697

(iii) Maturity structure of fixed deposits and negotiable instrument of deposits are as follows:

	Group an	Group and Bank		
	30 June <u>2012</u> RM'000	31 December <u>2011</u> RM'000		
Due within six months	1,455,220	907,425		
Six months to one year	332,558	417,169		
More than one year	38,607	2,167		
	1,826,385	1,326,761		

15 Deposits and placements of banks and other financial institutions

	Group ar	Group and Bank		
	30 June	31 December		
	<u>2012</u>	<u>2011</u>		
	RM'000	RM'000		
Bank Negara Malaysia	441,287	-		
Licensed banks	1,872,033	986,025		
Licensed investment banks	41	952		
Other financial institutions	370	-		
Licensed islamic banks	272	2		
	2,314,003	986,979		

16 Other Liabilities

		Group		Bank
	30 June	31 December	30 June	31 December
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
	RM'000	RM'000	RM'000	RM'000
Accrued expenses	7,949	7,679	7,560	7,169
Margin deposits	7,904	11,425	7,904	11,425
Other liabilities	37,947	16,380	37,422	15,779
	53,800	35,484	52,886	34,373

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

17	Interest income	2nd Quarte		Six Months Ended		
		Group and	d Bank	Group and	d Bank	
		30 June	30 June	30 June	30 June	
		2012	2011	2012	2011	
		RM'000	RM'000	RM'000	RM'000	
	Loans and advances	INIVI 000	11111000	KIWI 000	11111000	
	- Interest income other than recoveries from impaired loans	23,786	11,387	44,315	21,550	
	·	•		•		
	Money at call and deposit placement with financial institutions	16,166	6,700	26,880	12,616	
	Securities		04.4		740	
	- Held-to-maturity investments	424	314	730	716	
		40,376	18,401	71,925	34,882	
18	Interest Expense	2nd Quarte	r Ended	Six Months	s Ended	
		Group and	d Bank	Group and Bank		
		30 June	30 June	30 June	30 June	
		2012	2011	2012	2011	
		RM'000	RM'000	RM'000	RM'000	
	Deposits and placements of banks and other financial institutions	10,721	2,790	17,483	5,621	
	Deposits from customers	13,248	6,598	24,488	11,553	
	•	=		•		
	Others	25	20	50	33	
		23,994	9,408	42,021	17,207	
19	Other operating income	2nd Quarte	r Ended	Six Months	Ended	
	3 · · · · · · · · · · · · · · · · · · ·	30 June	30 June	30 June	30 June	
	Group	2012	2011	2012	2011	
	5.0up	RM'000	RM'000	RM'000	RM'000	
	Fees income:	INIVI 000	11111000	KIWI 000	11111000	
	- Fee on loans and advances	2.424	667	4.252	1 2 1 1	
		2,434		4,353	1,344	
	- Service charges and fees	4,273	4,484	8,598	8,477	
	- Guarantee fees	867	489	1,729	1,412	
		7,574	5,640	14,680	11,233	
	Foreign exchange income:					
	- Realised	8,595	1,968	11,386	5,059	
	- Unrealised	(5,605)	154	(6,124)	27	
	Gain from disposal of property and equipment	_	_	_	30	
	Other income	122	5	122	5	
	Other income	10,686	7,767	20,064	16,354	
		10,000	7,707	20,004	10,334	
		2nd Quarte	r Ended	Six Months	Ended	
		30 June	30 June	30 June	30 June	
	Bank	2012	2011	2012	2011	
		RM'000	RM'000	RM'000	RM'000	
	Fees income:					
	- Fee on loans and advances	2,434	667	4,353	1,344	
		•	1,582		2,907	
	- Service charges and fees	1,579		3,168	,	
	- Guarantee fees	867	489	1,729	1,412	
		4,880	2,738	9,250	5,663	
	Foreign exchange income:					
	- Realised	8,595	1,968	11,386	5,059	
	- Unrealised	(5,605)	154	(6,124)	27	
	S danoda	(3,003)	104	(0,127)	21	
	Gain from disposal of property and equipment	-	-	-	30	
	Other income	152	30	182	60	
		8,022	4,890	14,694	10,839	

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

Other operating expenses			o	
Group	2nd Quarte 30 June	30 June	Six Months 30 June	30 June
		2011	2012	
	<u>2012</u> RM'000	RM'000	RM'000	<u>2011</u> RM'000
Personnel expenses	7,003	4,905	12,499	9,407
Salaries & wages	3,921	2,631	6,893	5,263
Bonuses	1,892	1,110	3,343	2,110
Defined contribution plan ("EPF")	808	502	1,415	993
Staff welfare expenses	134	340	435	476
Other personnel costs	248	322	413	565
Marketing expenses	169	177	294	334
Entertainment	149	137	235	270
Other marketing	20	40	59	64
Establishment costs	1,938	1,877	3,688	3,520
Rental of premises	818	829	1,673	1,637
Depreciation	391	390	779	753
Amortisation	46	18	57	39
Repairs and maintenance	97	94	232	257
Other establishment costs	586	546	947	834
Administration and general expenses	1,308	1,254	2,177	2,118
Insurance premium	135 346	143	183 516	209
Travelling and accommodation	346 150	118		199
Telecommunication and utilities Printing, stationery and postage	136	130 121	257 320	267 283
Legal and professional fees	46	152	85	235
Other administration and general expenses	495	590	816	925
	10,418	8,213	18,658	15,379
Bank	2nd Quarte	r Ended	Six Months	Ended
	30 June	30 June	30 June	30 June
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Personnel expenses	6,248	4,318	11,135	8,298
Salaries & wages	3,541	2,301	6,127	4,592
Bonuses	1,588	962	2,901	1,855
Defined contribution plan ("EPF")	776	465	1,343	920
Staff welfare expenses	114	282	377	391
Other personnel costs	229	308	387	540
		300	• • • • • • • • • • • • • • • • • • • •	0.0
<u> </u>	163	166	267	322
Entertainment	143	166 126	267 218	322 259
Marketing expenses Entertainment Other marketing		166	267	322
Entertainment Other marketing Establishment costs	143 20 1,679	166 126 40 1,568	267 218 49 3,177	322 259 63 2,986
Entertainment Other marketing Establishment costs Rental of premises	143 20 1,679 644	166 126 40 1,568 645	267 218 49 3,177 1,325	322 259 63 2,986 1,291
Entertainment Other marketing Establishment costs Rental of premises Depreciation	143 20 1,679 644 333	166 126 40 1,568 645 331	267 218 49 3,177 1,325 663	322 259 63 2,986 1,291 662
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation	143 20 1,679 644 333 45	166 126 40 1,568 645 331 18	267 218 49 3,177 1,325 663 55	322 259 63 2,986 1,291 662 36
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance	143 20 1,679 644 333 45 97	166 126 40 1,568 645 331 18 88	267 218 49 3,177 1,325 663 55 229	322 259 63 2,986 1,291 662 36 248
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation	143 20 1,679 644 333 45	166 126 40 1,568 645 331 18	267 218 49 3,177 1,325 663 55	322 259 63 2,986 1,291 662 36
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses	143 20 1,679 644 333 45 97 560	1,568 40 1,568 645 331 18 88 486	267 218 49 3,177 1,325 663 55 229 905	322 259 63 2,986 1,291 662 36 248 749
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium	143 20 1,679 644 333 45 97 560 1,248	166 126 40 1,568 645 331 18 88 486 1,181 144	267 218 49 3,177 1,325 663 55 229 905	322 259 63 2,986 1,291 662 36 248 749 2,007
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium Travelling and accommodation	143 20 1,679 644 333 45 97 560 1,248 135 336	166 126 40 1,568 645 331 18 88 486 1,181 144 118	267 218 49 3,177 1,325 663 55 229 905 2,076 180 506	322 259 63 2,986 1,291 662 36 248 749 2,007 207 199
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium Travelling and accommodation Telecommunication and utilities	143 20 1,679 644 333 45 97 560 1,248 135 336 138	166 126 40 1,568 645 331 18 88 486 1,181 144 118 121	267 218 49 3,177 1,325 663 55 229 905 2,076 180 506 234	322 259 63 2,986 1,291 662 36 248 749 2,007 207 199 248
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium Travelling and accommodation Telecommunication and utilities Printing, stationery and postage	143 20 1,679 644 333 45 97 560 1,248 135 336 138 118	166 126 40 1,568 645 331 18 88 486 1,181 144 118 121 109	267 218 49 3,177 1,325 663 55 229 905 2,076 180 506 234 291	322 259 63 2,986 1,291 662 36 248 749 2,007 199 248 256
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium Travelling and accommodation Telecommunication and utilities Printing, stationery and postage Legal and professional fees	143 20 1,679 644 333 45 97 560 1,248 135 336 138 118 46	166 126 40 1,568 645 331 18 88 486 1,181 144 118 121 109 126	267 218 49 3,177 1,325 663 55 229 905 2,076 180 506 234 291 85	322 259 63 2,986 1,291 662 36 248 749 2,007 207 199 248 256 209
Entertainment Other marketing Establishment costs Rental of premises Depreciation Amortisation Repairs and maintenance Other establishment costs Administration and general expenses Insurance premium Travelling and accommodation Telecommunication and utilities Printing, stationery and postage	143 20 1,679 644 333 45 97 560 1,248 135 336 138 118	166 126 40 1,568 645 331 18 88 486 1,181 144 118 121 109	267 218 49 3,177 1,325 663 55 229 905 2,076 180 506 234 291	322 259 63 2,986 1,291 662 36 248 749 2,007 199 248 256

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

21 All	lowance for impairment on loans and advances	Six Months Ended Group and Bank			
		30 June RM'0	2012 00	30 June RM'0	2011 000
		RM'0	000	RM'C	000
Co	ollective assessment allowance				
	- Made during the financial period		14,023		1,311
22 Ca	apital adequacy				
(a) Th	e capital adequacy ratios of the Bank are as follows:				
			Bai		
		30 Ju 201		31 Dece 201	
		RM'0		RM'C	
	er-1 capital				
	aid-up ordinary share capital etained profits		304,000 30,749		304,000
	her reserves		72,218		30,749 72,218
Oti	nei leseives	-	406,967		406,967
Le	ess: Deferred tax assets		(9,239)		(6,939)
То	otal Tier-1 Capital		397,728		400,028
	er-2 capital				
	ollective assessment allowance		36,360		22,337
То	tal Tier-2 Capital		36,360		22,337
Le	ss: Investment in a subsidiary		(1,000)		(1,000)
То	otal capital base		433,088		421,365
Ca	apital ratios				
	ore capital ratio		14.8%		22.7%
Ris	sk-weighted capital ratio		16.1%		23.9%
	eakdown of risk-weighted assets in the various categories of sk-weights are as follows :				
Cr	edit risk	2.5	72,284	1.	669,138
	arket risk	_,-	8,286	-,	4,591
Op	perational risk	1	06,943		91,096
То	otal risk-weighted assets	2,6	87,513	1,	764,825

The capital adequacy ratio of the Bank are disclosed pursuant to the requirements of Bank Negara Malaysia's Risk Weighted Capital Adequacy Framework (Basel II)-Disclosure Requirements (Pillar 3).

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

22 Capital Adequacy (Continued)

(c) The breakdown of risk-weighted assets ('RWA') by exposures in each major risk category as follows:

Bank 30 June Exposur	<u>2012</u> re Class	Gross exposure RM'000	Net exposure RM'000	Risk- weighted assets RM'000	<u>Capital</u> requirements RM'000
(i) <u>Cre</u>	edit Risk				
	n-balance sheet exposure:				
	overeigns & central banks	847,655	847,655	-	-
	inks, development financial institutions & MDBs*	1,601,564	1,601,564	497,799	39,824
	orporate esidential mortgages	2,387,703 16,533	2,387,703 16,533	1,707,571 6,863	136,606 549
	her assets	36,117	36,117	17,346	1,388
	otal on-balance sheet exposure	4,889,572	4,889,572	2,229,579	178,366
	f-balance sheet exposures:	507.404	507.404	0.40.705	07.440
	edit-related off-balance sheet exposure stal credit risk	527,484 5,417,056	527,484 5,417,056	342,705 2,572,284	27,416 205,783
10	tal Credit risk	5,417,030	3,417,030	2,372,264	205,765
		Net long position RM'000			
(ii) <u>Mar</u>	rket Risk				
Fore	reign currency risk	8,286		8,286	663
(iii) <u>Ope</u>	<u>erational Risk</u>		_	106,943	8,555
Tot	tal risk weighted assets and capital				
	quirement		_	2.687.513	215.001
* Multi-la	ateral Development Banks ('MDBs')				
				Di-I-	
Rank		Gross	Not	Risk-	Canital
Bank 31 Dece	ember 2011	Gross exposure	<u>Net</u> exposure	weighted	<u>Capital</u> requirements
31 Decei	ember 2011 re Class	Gross exposure RM'000	<u>Net</u> exposure RM'000		<u>Capital</u> requirements RM'000
31 Decei Exposur	re Class	exposure	exposure	weighted assets	requirements
31 Decer Exposur (i) <u>Cre</u>	re Class edit Risk	exposure	exposure	weighted assets	requirements
31 Decer Exposur (i) <u>Cre</u> On	re Class <u>edit Risk</u> n-balance sheet exposure:	exposure RM'000	exposure RM'000	weighted assets	requirements
31 Decer Exposur (i) <u>Cre</u> On	re Class edit Risk n-balance sheet exposure: overeigns & central banks	exposure RM'000	exposure RM'000	weighted assets RM'000	requirements RM'000
31 Decei Exposur (i) Cre On Soo Bar	re Class edit Risk n-balance sheet exposure: overeigns & central banks unks, development financial institutions & MDBs*	exposure RM'000 1,006,024 472,716	exposure RM'000 1,006,024 472,716	weighted assets RM'000	requirements RM'000
31 Decer Exposur (i) Cre On Soo Ban Co	re Class edit Risk n-balance sheet exposure: overeigns & central banks	exposure RM'000	exposure RM'000	weighted assets RM'000	requirements RM'000
31 Decer Exposur (i) Cre On Sor Ban Co	re Class edit Risk n-balance sheet exposure: overeigns & central banks unks, development financial institutions & MDBs* orporate	2xposure RM'000 1,006,024 472,716 1,453,336	2,006,024 472,716 1,453,336	weighted assets RM'000	requirements RM'000
(i) Cre On Sor Bal Co Res Ott	re Class edit Risk n-balance sheet exposure: evereigns & central banks enks, development financial institutions & MDBs* epropriate esidential mortgages	1,006,024 472,716 1,453,336 9,836	1,006,024 472,716 1,453,336 9,836	weighted assets RM'000 237,970 1,140,380 3,688	requirements RM'000
31 Decei Exposur (i) Cre On So Bai Co Re Ott	re Class edit Risk n-balance sheet exposure: overeigns & central banks inks, development financial institutions & MDBs* orporate esidential mortgages her assets otal on-balance sheet exposure	1,006,024 472,716 1,453,336 9,836 27,880	1,006,024 472,716 1,453,336 9,836 27,880	weighted assets RM'000	requirements RM'000 19,038 91,230 295 718
31 Decei Exposur (i) Cre On So Bai Co Ree Oth Tot	re Class edit Risk n-balance sheet exposure: evereigns & central banks enks, development financial institutions & MDBs* epropriate esidential mortgages her assets	1,006,024 472,716 1,453,336 9,836 27,880	1,006,024 472,716 1,453,336 9,836 27,880	weighted assets RM'000	requirements RM'000 19,038 91,230 295 718 111,281
31 Decer Exposur (i) Cre On So Bai Co Rea Oth Tot	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages her assets stal on-balance sheet exposure f-balance sheet exposures:	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718
31 Decer Exposur (i) Cre On So Bai Co Rea Oth Tot	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages ther assets atal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792 428,668 3,398,460	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718 111,281
31 Decer Exposur (i) Cre On So Bai Co Rea Oth Tot	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages ther assets atal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792 428,668 3,398,460	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718 111,281
31 Decer Exposur (i) Cre On So Bai Co Rea Oth Tot	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages ther assets atal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792 428,668 3,398,460 Net long position	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718 111,281
(i) Cre On Sov Bai Co Re Otf Tof	re Class edit Risk n-balance sheet exposure: evereigns & central banks enks, development financial institutions & MDBs* exporte esidential mortgages ther assets etal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure etal credit risk	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792 428,668 3,398,460	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718 111,281
31 Decei Exposur (i) Cre On Sov Bai Co Ott Tot Off Cre Tot	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages ther assets atal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792 428,668 3,398,460 Net long position	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008	requirements RM'000 19,038 91,230 295 718 111,281
(i) Cre On So Ball Co Off Cre Tot	re Class edit Risk n-balance sheet exposure: overeigns & central banks inks, development financial institutions & MDBs* orporate esidential mortgages her assets otal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure otal credit risk erign currency risk	2,969,792 428,668 3,398,460 Net long position RM'000	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 	requirements RM'000 19,038 91,230 295 718 111,281 22,250 133,531
(ii) Cre On So Ban Co Re Oth Tot (iii) Man Fore	re Class edit Risk n-balance sheet exposure: prereigns & central banks anks, development financial institutions & MDBs* proporate esidential mortgages her assets trai on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure trai credit risk rket Risk reign currency risk erational Risk	2,969,792 428,668 3,398,460 Net long position RM'000	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008 278,130 1,669,138	requirements RM'000 19,038 91,230 295 718 111,281 22,250 133,531
31 Decer Exposur (i) Cre On So' Bal Co Oth Tota (ii) Mar Ford	re Class edit Risk n-balance sheet exposure: overeigns & central banks inks, development financial institutions & MDBs* orporate esidential mortgages her assets otal on-balance sheet exposure f-balance sheet exposures: edit-related off-balance sheet exposure otal credit risk erign currency risk	2,969,792 428,668 3,398,460 Net long position RM'000	1,006,024 472,716 1,453,336 9,836 27,880 2,969,792	weighted assets RM'000 237,970 1,140,380 3,688 8,970 1,391,008 278,130 1,669,138	requirements RM'000 19,038 91,230 295 718 111,281 22,250 133,531

^{*} Multi-lateral Development Banks ('MDBs')

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

22 Capital Adequacy (Continued)

(d) The breakdown of credit risk exposures by risk weights as follows:

Bank 30 June 2012	← Ехро	sures after Ne	tting and Cred	dit Risk Mitigatio	n	Total exposure	
<u>Supervisory</u> <u>Risk weights</u>	Sovereigns and central banks RM'000	Banks, MDBs and FDIs RM'000	Corporate RM'000	Residential mortgages RM'000	Other assets RM'000	after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000
0%	847,655	-	24,304	107	16,077	888,143	-
20%	-	1,601,564	-	-	3,368	1,604,932	320,987
35%	-	-	-	11,265	-	11,265	3,943
50%	-	354,973	983,219	10,824	-	1,349,016	674,508
100%	-	-	1,528,652	84	16,672	1,545,408	1,545,408
150%		-	18,292	-	-	18,292	27,438
Total	847,655	1,956,537	2,554,467	22,280	36,117	5,417,056	2,572,284
Risk weighted asset							
By exposure	-	497,799	2,047,700	9,439	17,346	2,572,284	
Average risk weight	0.0%	25.4%	80.2%	42.4%	48.0%	47.5%	

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

22 Capital Adequacy (Continued)

(d) The breakdown of credit risk exposures by risk weights as follows:

Bank 31 December 2011	← Expos	sures after Ne	tting and Cred	dit Risk Mitigatio	n 	Total expecure	
Supervisory Risk weights	Sovereigns and central banks RM'000	Banks, MDBs and FDIs RM'000	Corporate RM'000	Residential mortgages RM'000	Other assets RM'000	Total exposure after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000
0%	1,006,024	-	30,339	137	14,234	1,050,734	-
20%	-	472,716	-	-	5,845	478,561	95,712
35%	-	-	-	8,079	-	8,079	2,828
50%	-	286,854	294,338	3,315	-	584,507	292,254
100%	-	-	1,265,247	-	7,801	1,273,048	1,273,048
150%		-	3,531	-	-	3,531	5,297
Total	1,006,024	759,570	1,593,455	11,531	27,880	3,398,460	1,669,138
Risk weighted asset By exposure	-	237,970	1,417,713	4,485	8,970	1,669,138	
Average risk weight	0.0%	31.3%	89.0%	38.9%	32.2%	49.1%	

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

23 Commitments and contingencies

_					Grou	up and Bank
			30 June 2012		31 De	cember 2011
		Credit	Risk		Credit	Risk
	Principal	equivalent	weighted	Principal	equivalent	weighted
-	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Direct credit substitutes	_	-	-	-	-	-
Transaction-related contingent items	726,516	363,258	182,083	593,217	296,608	147,257
Short-term self-liquidation trade related contingencies	5,720	1,144	1,092	2,676	535	524
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	401,009	80,202	79,664	318,085	63,617	63,211
- Maturity exceeding one year	165,760	82,880	79,866	135,816	67,908	67,138
Foreign exchange related contracts:						
- Less than one year	784,605	-	-	5,710	-	-
Others	11,941	-	-	7,841	-	-
Total	2,095,551	527,484	342,705	1,063,345	428,668	278,130

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2012

24 Credit Exposures Arising From Credit Transactions With Connected Parties

	Group and Bank		
	30 June 2012	31 December	
Outstanding credit exposures with connected parties (RM'000)	305,927	240,580	
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	13%	14%	
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	0%	0%	

The credit exposures above are derived based on Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties, which are effective on 1 January 2008. However, the Bank has obtained exemption from Bank Negara Malaysia's for the above credit transaction exposures with connected parties.

25 Operations of Islamic Banking

No Islamic banking activities was involved for the financial period ended 30 June 2012.

26 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.

27 Events subsequent to Balance Sheet Date

There were no material events subsequent to the balance sheet date that require disclosure or adjustments to the interim statements

28 Changes in the composition of the Group

There were no significant changes in the composition of the Group for the 2nd quarter ended 30 June 2012.