Registration No: 197201001799 (13491-P)

CIMB Bank Berhad

(Incorporated in Malaysia)

Reports and Financial Statements for the financial year ended 31 December 2024

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CIMB Bank Berhad
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Directors' Report
for the financial year ended 31 December 2024

The Directors have pleasure in submitting their Report and the audited Financial Statements of the Group and CIMB Bank Berhad ("CIMB Bank" or "the Bank") for the financial year ended 31 December 2024.

Principal activities

The principal activities of the Bank during the financial year are commercial banking and the provision of related financial services, including Islamic banking. The principal activities of the significant subsidiaries as set out in Note 16 to the Financial Statements, consist of Islamic banking, offshore banking, debt factoring, trustees and nominee services, and property ownership and management. There was no significant change in the nature of these activities during the financial year.

Financial results

	The Group RM'000	The Bank RM'000
Profit after taxation and zakat attributable to:		
- Owners of the Parent	**6,054,377**	**4,400,608**
- Non-controlling interests	**21,496**	**-**
	6,075,873	**4,400,608**

CIMB Bank Berhad
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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Dividends

The dividends on ordinary shares paid or declared by the Bank since 31 December 2023 are as follow:

	RM'000
In respect of the financial year ended 31 December 2023:	
Single tier 2nd interim dividend of 26.10 sen per ordinary share, paid on 15 March 2024	**1,693,307**
In respect of the financial year ended 31 December 2023:	
Single tier special dividend of 23.12 sen per ordinary share, settled on 15 March 2024	**1,499,972**
In respect of the financial year ended 31 December 2024:	
Single tier 1st interim dividend of 27.90 sen per ordinary share, paid on 12 September 2024	**1,876,939**

The Directors have proposed a single tier second interim dividend of approximately 24.40 sen per share on 6,727,379,733 ordinary shares, amounting to RM1,641 million in respect of the financial year ended 31 December 2024. The single tier second interim dividend was approved by the Board of Directors in a resolution dated 27 January 2025.

The Financial Statements for the current financial year do not reflect this proposed second interim dividend. The dividend will be accounted in equity as an appropriation of retained earnings in the next financial year.

The Directors do not recommend the payment of any final dividend on ordinary shares or Redeemable Preference Shares for the financial year ended 31 December 2024.

Reserves, provisions and allowances

There were no material transfers to or from reserves or provisions or allowances during the financial year other than those disclosed in the Financial Statements and Notes to the Financial Statements.

Issuance of shares

On 15 March 2024, the Bank distributed RM1,500 million in special dividends, settled via the issuance of 239,612,121 new shares at RM6.26 per share. The issuance resulted in a RM1,500 million increase in ordinary shares.

Bad and doubtful debts, and financing

Before the Financial Statements of the Group and of the Bank were prepared, the Directors took reasonable steps to ascertain that proper action had been taken in relation to the writing off of bad debts and financing and the making of allowance for doubtful debts and financing, and satisfied themselves that all known bad debts and financing had been written off and that adequate allowance had been made for doubtful debts and financing.

At the date of this Report, the Directors are not aware of any circumstances which would render the amounts written off for bad debts and financing, or the amount of the allowance for doubtful debts and financing in the Financial Statements of the Group and of the Bank, inadequate to any substantial extent.

Current assets

Before the Financial Statements of the Group and of the Bank were prepared, the Directors took reasonable steps to ascertain that any current assets, other than debts and financing, which were unlikely to realise in the ordinary course of business, including the values of current assets as shown in the accounting records of the Group and of the Bank, had been written down to an amount which the current assets might be expected so to realise.

At the date of this Report, the Directors are not aware of any circumstances which would render the values attributed to current assets in the Financial Statements of the Group and of the Bank misleading.

Directors' Report
for the financial year ended 31 December 2024 (Continued)

Valuation methods

At the date of this Report, the Directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Bank misleading or inappropriate.

Contingent and other liabilities

At the date of this Report, there does not exist:

(a) any charge on the assets of the Group or the Bank which has arisen since the end of the financial year which secures the liability of any other person; or

(b) any contingent liability of the Group or the Bank which has arisen since the end of the financial year other than in the ordinary course of banking business.

No contingent or other liability in the Group or the Bank has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Bank and its subsidiaries to meet their obligations when they fall due.

Change of circumstances

At the date of this Report, the Directors are not aware of any circumstances not otherwise dealt with in this Report or the Financial Statements of the Group and of the Bank, that would render any amount stated in the Financial Statements misleading.

Items of an unusual nature

In the opinion of the Directors:

(a) the results of the Group's and the Bank's operations for the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature other than those disclosed in Note 53.1 to the Financial Statements; and

(b) there has not arisen in the interval between the end of the financial year and the date of this Report any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group or the Bank for the financial year in which this Report is made other than those disclosed in Note 53.2 to the Financial Statements.

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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors

The Directors of the Bank who have held office during the financial year and during the period from the end of the financial year to the date of the report are:

Directors
Tan Sri Mohd Nasir Ahmad
Dato' Lee Kok Kwan
Mr. Chu Hong Keong
Mr. Sukanta Kumar Dutt
Ms. Ong Soo Chan
Ms. Kee E-Lene
Dr. Nurmazilah Mahzan
Encik Hafriz Abdul Rahman (Resigned on 1 February 2024)
Dato' Abdul Rahman Ahmad (Resigned on 30 June 2024)
Encik Muhammad Novan Amirudin (Appointed on 1 July 2024)
Tengku Dato' Sri Azmil Zahruddin Raja Abdul Aziz (Appointed on 1 July 2024)
Puan Marina Abdul Kahar (Appointed on 27 January 2025)
Mr. Choo Yoo Kwan @ Choo Yee Kwan (Appointed on 27 January 2025)

In accordance with Article 108 of the Bank's Constitution, the following Directors will retire from the Board at the forthcoming Annual General Meeting ("AGM") and being eligible, offer themselves for re-election:

Dato' Lee Kok Kwan
Mr. Chu Hong Keong
Ms. Ong Soo Chan

In accordance with Article 113 of the Bank's Constitution, the following Directors will retire from the Board at the forthcoming AGM and being eligible, offer themselves for re-election:

Encik Muhammad Novan Amirudin
Tengku Dato' Sri Azmil Zahruddin Raja Abdul Aziz
Puan Marina Abdul Kahar
Mr. Choo Yoo Kwan @ Choo Yee Kwan

The names of the directors of the Bank's subsidiaries in office since the beginning of the financial year to the date of this report are disclosed in Note 59 to the financial statements.

CIMB Bank Berhad
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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors' interests in shares, share options and debentures

According to the Register of Directors' Shareholdings required to be kept under Section 59 of the Companies Act 2016, the beneficial interests of Directors who held office at the end of the financial year in the shares, share options and debentures of the ultimate holding company and its related corporation during the financial year are as follows:

	Number of ordinary shares			
	As at 1 January/Date of Appointment 2024	Acquired/ Vested	Disposed	As at 31 December 2024
Ultimate holding company				
CIMB Group Holdings Berhad ("CIMB Group")				
Direct interest				
Encik Muhammad Novan Amirudin	309,620	882,433 (a)	(554,833) (b)	637,220
Dato' Lee Kok Kwan*	1,381,208	-	(900,000) (b)	481,208

*Includes shareholding of spouse/child, details of which are as follows:

	Number of ordinary shares			
	As at 1 January 2024	Acquired/ Vested	Disposed	As at 31 December 2024
*Datin Rosemary Yvonne Fong	95,498	-	-	95,498

(a) Shares granted under Equity Ownership Plan ("EOP")/Vested for ESOS and SGP under LTIP
(b) Shares released from EOP account and transferred into Director's account

	Number of ordinary shares			
	As at 1 January 2024	Granted	Disposed	31 December 2024
Related Company - PT Bank CIMB Niaga Tbk				
Direct interest				
Dato' Lee Kok Kwan*	427,305	-	-	427,305

*Includes shareholding of spouse/child, details of which are as follows:

	Number of ordinary shares			
	As at 1 January 2024	Granted	Disposed	31 December 2024
*Datin Rosemary Yvonne Fong	12,445	-	-	12,445

Other than as disclosed above, according to the Register of Directors' Shareholdings, the Directors in office at the end of the financial year did not hold any interest in shares, options over shares and debentures of the Bank, the holding company, the ultimate holding company and the Bank's related corporations during the financial year.

Directors' interests in shares, share options and debentures (Continued)

Long Term Incentive Plan ("LTIP")

The Group implemented a Long Term Incentive Plan ("LTIP") on 9 June 2021, which was approved by the shareholders at the Extraordinary General Meeting held on 15 April 2021. The LTIP is governed by the LTIP by-laws and is administered by the LTIP Committee.

The LTIP is awarded to employees who hold senior management positions and key roles within the CIMB Group and its subsidiary companies, and who fulfill the eligibility criteria and have been approved for participation by the LTIP Committee. Any LTIP awards made to Executive Directors (or any persons connected to the directors) is subject to the approval of the shareholders at a general meeting. Total awards under the LTIP is subject to a maximum of 2.5% of issued ordinary shares of CIMB Group Holdings Berhad.

The LTIP, which is valid for 7 years from the implementation date, comprises of 2 performance-based plans – the Employee Share Option Scheme ("ESOS") and the Share Grant Plan ("SGP").

- The ESOS is a share option scheme with a premium on the exercise price, where vesting is subject to service conditions. The LTIP Committee may, at any time within the duration of the LTIP, grant an ESOS award to eligible employees, subject to the terms and conditions of the by-laws. The ESOS shares may be settled through issuance and transfer of new shares, or other modes of settlement as provided by the by-laws.

- The SGP is a restricted share unit scheme where vesting is subject to service and performance conditions (based on return on equity targets and individual performance), and the LTIP Committee may, at any time within the duration of the LTIP, grant an SGP award to eligible employees, subject to the terms and conditions of the by-laws. The SGP shares may be settled through issuance and transfer of new shares, or other modes of settlement as provided by the by-laws.

Details of LTIP are as set out in Note 45(g) to the Financial Statements.

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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors' interests in shares, share options and debentures (Continued)

(i) Details of ESOS shares awarded:

Award Date	Fair Value	Awarded	Vesting Dates
	RM	(Units'000)	
9-Jun-21	0.45	216,758	31-Mar-24
			31-Mar-25
31-Mar-22	0.75	8,991	31-Mar-24
			31-Mar-25
8-Sep-22	0.74	3,430	31-Mar-24
			31-Mar-25
8-Dec-22	0.81	660	31-Mar-24
			31-Mar-25

The following table indicates the number and movement of ESOS shares during the financial year ended 31 December 2024:

	CIMB Bank Group					
	As at	Movement during the year			Outstanding as at	Exerciseable as at
	1 January 2024	Awarded	Exercised	Expired / Forfeited	31 December 2024	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	149,464	-	(43,895)	(8,900)	96,669	27,021
31-Mar-22	4,797	-	(1,770)	-	3,027	629
8-Sep-22	3,106	-	(1,191)	(34)	1,881	345
8-Dec-22	660	-	(330)	-	330	-

	CIMB Bank					
	As at	Movement during the year			Outstanding as at	Exerciseable as at
	1 January 2024	Awarded	Exercised	Expired / Forfeited	31 December 2024	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	120,630	-	(34,246)	(8,138)	78,246	22,588
31-Mar-22	4,318	-	(1,719)	-	2,599	440
8-Sep-22	2,719	-	(1,185)	-	1,534	175
8-Dec-22	660	-	(330)	-	330	-

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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors' interests in shares, share options and debentures (Continued)

(ii) Details of SGP shares awarded:

Award Date	Fair Value	Awarded	Vesting Dates	
	RM	(Units'000)		
9-Jun-21	4.65	15,748	31-Mar-24	*Subject to performance conditions*
			31-Mar-25	
31-Mar-22	5.33	1,965	31-Mar-24	
			31-Mar-25	
8-Sep-22	5.40	736	31-Mar-24	
			31-Mar-25	
8-Dec-22	5.61	142	31-Mar-24	
			31-Mar-25	
12-Jan-24	5.92	250	-	
			31-Mar-25	

The following table indicates the number and movement of SGP shares during the financial year ended 31 December 2024:

	CIMB Bank Group				
	As at	Movement during the year			As at
	1 January 2024	Awarded	Vested	Forfeited	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	10,859	-	(4,954)	(844)	5,061
31-Mar-22	1,048	-	(501)	(23)	524
8-Sep-22	666	-	(313)	(24)	329
8-Dec-22	142	-	(67)	(4)	71
12-Jan-24	-	250	-	-	250

	CIMB Bank				
	As at	Movement during the year			As at
	1 January 2024	Awarded	Vested	Forfeited	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	8,765	-	(3,987)	(733)	4,045
31-Mar-22	943	-	(451)	(20)	472
8-Sep-22	584	-	(276)	(16)	292
8-Dec-22	142	-	(67)	(4)	71
12-Jan-24	-	250	-	-	250

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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors' interests in shares, share options and debentures (Continued)

Executive Director and Key Management Personnel who have been awarded with the ESOS and SGP by the Bank and other related companies during the financial year ended 31 December 2024 and 31 December 2023 are listed below:

	2024		2023	
CIMB Bank Group	**No of ESOS Awarded**	**No of SGP Awarded**	**No of ESOS Awarded**	**No of SGP Awarded**
Name	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**
Muhammad Novan bin Amirudin	-	-	-	-
Dato' Abdul Rahman Ahmad	-	-	-	-
Key Management Personnel	-	250	-	-

	2024		2023	
CIMB Bank	**No of ESOS Awarded**	**No of SGP Awarded**	**No of ESOS Awarded**	**No of SGP Awarded**
Name	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**
Muhammad Novan bin Amirudin	-	-	-	-
Dato' Abdul Rahman Ahmad	-	-	-	-
Key Management Personnel	-	-	-	-

Directors' Report for the financial year ended 31 December 2024 (Continued)

Directors' remuneration

The remuneration in aggregate for Directors of the Group and the Bank for the financial year are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Executive Director				
- Salary and other remuneration	**13,588**	9,975	**13,588**	9,975
- Benefits-in-kind	**177**	81	**177**	81
	13,765	10,056	**13,765**	10,056
Non-Executive Directors				
- Fees	**1,246**	1,099	**1,125**	1,012
- Other remuneration	**2,061**	1,524	**1,755**	1,393
	3,307	2,623	**2,880**	2,405
	17,072	12,679	**16,645**	12,461

The Directors and Officers of the Group and of the Bank are covered by Directors and Officers liability insurance for any liability incurred in the discharge of their duties, provided that they have not acted fraudulently or dishonestly or derived any personal profit or advantage. The insurance premium paid during the financial year for the Group and the Bank amounted to RM1,209,437 (2023: RM1,322,732) and RM863,818 (2023: RM872,372) respectively.

Directors' Report
for the financial year ended 31 December 2024 (Continued)

Directors' benefits

Since the end of the previous financial year, no Director of the Bank has received or become entitled to receive any benefit (other than the benefits included in the aggregate amount of emoluments received or due and receivable by Directors shown in Note 46 to the Financial Statements or the fixed salary as a full time employee of the Bank) by reason of a contract made by the Bank or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest.

Neither at the end of the financial year, nor at any time during the financial year, did there subsist any other arrangements to which the Bank is a party, with the object or objects of enabling Directors of the Bank to acquire benefits by means of the acquisition of shares in, or debentures of, the Bank or any other body corporate, other than the Management Equity Scheme, Equity Ownership Plan and Long Term Incentive Plan of the ultimate holding company (shown in Note 45 to the Financial Statements) as disclosed in this Report.

Subsidiaries

(a) Details of subsidiaries

Details of subsidiaries are as set out in Note 16 to the Financial Statements.

(b) Subsidiaries' holding of shares in other related corporations

Details of subsidiaries' holding of shares in other related corporations are as set out in Note 16 to the Financial Statements.

Auditors' Remuneration

Auditors' remuneration of the Group and the Bank are RM14,761,000 and RM11,080,000 respectively. Details of auditors' remuneration are as set out in Note 42 to the Financial Statements.

2024 Business Plan and Strategy

In 2024, we maintained a cautious outlook in line with the tapering of global economic growth, driven by spread compression, weaker investment environment, and macro headwinds. Our businesses continue to drive Forward23+ strategic plan in the areas of loans & CASA growth, RAROC optimization, Preferred Banking & wealth management while prudently managing costs to ensure operational efficiency.

We placed heightened emphasis on digital proliferation, focusing on operational digitalization, product offerings, sales enablement, and acquisition to ensure that the growth of the franchise is sustainable for the future. We have also intensified efforts around operational resiliency by addressing key areas such as structure, governance, processes, and controls to strengthen our risk management capabilities and improve credit conditions.

Our commitment to sustainability remains unwavering, with multiple initiatives dedicated to promoting sustainable products and services across markets. Support has been provided to the customers impacted by floods through a flood relief program during the year as well.

The Group registered a profit before taxation and zakat of RM7,873 million for the financial year ended 31 December 2024, RM852 million or 12.1% higher as compared to the profit before taxation and zakat of RM7,021 million registered in the previous corresponding year.

During the financial year under review, the Group registered higher net interest income (after modification loss), income from Islamic banking operations and net non-interest income by RM546 million, RM408 million and RM643 million respectively, offset by higher overhead and expected credit losses by RM599 million and RM151 million respectively.

The two main operating subsidiaries of the Bank are CIMB Islamic Bank Berhad and CIMB Thai Bank Public Company Limited ("CIMB Thai"). Their total assets contributed approximately 26.7% (2023: 25.4%) and 10.4% (2023: 10.8%) respectively to the Bank consolidated total assets and their profit before taxation and zakat contributed approximately 20.6% (2023: 17.1%) and 5.9% (2023: 3.6%) to the Bank's consolidated profit before taxation.

Outlook for 2025

The Bank will continue to adopt a cautious stance in 2025 due to persistent external headwinds and volatility. The geopolitical shifts over the past year may lead to potential policy and economic changes, along with continued concerns on global inflation and GDP. Nevertheless, ASEAN economies remain resilient underpinned by robust domestic consumption and broader structural growth, which should help mitigate the impact of global uncertainties.

The Bank's direction will be guided by the new strategic plan with a focus on delivering sustainable shareholder returns via reallocation and optimisation of capital and resources, building a stronger CASA franchise, deepening cross-selling activities, enhancing our capabilities with a focus on investing in people and technology, whilst advancing the sustainability agenda.

The Bank's core financial performance is expected to maintain a positive trajectory in 2025 in tandem with prudent asset quality and credit risk management, net interest margin (NIM) prioritisation, driving non-interest income (NOII) expansion and stringent cost management. The Bank's performance is underpinned mainly by the financial results of CIMB Malaysia, CIMB Singapore and CIMB Thai. CIMB Malaysia's performance is expected to track the country's positive economic and investment momentum, with focus on preserving NIM and accelerating digital delivery. CIMB Singapore is expected to sustain its 2024 performance, with CIMB Thai will continue to capitalise on the ASEAN network flows and transform its consumer finance operations.

Ratings by External Rating Agencies

Details of the ratings of the Bank and its debt securities are as follows:

Rating Agency	Rating Date	Rating Classification	Rating Accorded	Outlook
Malaysian Rating Corporation Berhad ("MARC")	August 2024	1. Long-term Financial Institution Rating 2. Short-term Financial Institution Rating 3. RM10.0 billion Tier II Basel III Compliant Subordinated Debt Programme	AAA MARC-1 AA+	Stable
RAM Rating Services Berhad ("RAM")	August 2024	1. Long-term Financial Institution Rating 2. Short-term Financial Institution Rating 3. Proposed RM10.0 billion Commercial Papers Programme 4. RM10.0 billion Tier II Basel III Compliant Subordinated Debt Programme - Issuances on or after 1 January 2016 with non-viability events linked to CIMB Bank Berhad as well as CIMB Group Holdings Berhad and its subsidiaries 5. RM10.0 billion Additional Tier I Capital Securities Programme 6. RM20.0 billion Medium Term Notes Programme 7. RM15.0 billion Sukuk Wakalah Programme 8. RM15.0 billion Tier-2 Subordinated Sukuk Wakalah Programme 9. RM15.0 billion Additional Tier-1 Sukuk Wakalah Programme	AAA P1 P1 AA_2 A_1 AAA AAA AA_2 A_1	Stable

Ratings by External Rating Agencies (Continued)

Details of the ratings of the Bank and its debt securities are as follows (Continued):

Rating Agency	Rating Date	Rating Classification	Rating Accorded	Outlook
Moody's Investors Service ("Moody's")	May 2024	1. Long-term Foreign Currency Bank Deposits Rating 2. Short-term Foreign Currency Bank Deposits Rating 3. Long-term Domestic Currency Bank Deposits Rating 4. Short-term Domestic Currency Bank Deposits Rating 5. USD1.0 billion Multi-Currency Euro Medium Term Notes Programme 6. Senior Unsecured Notes 7. USD5.0 billion Euro Medium Term Note Programme (Senior Unsecured/ Subordinated)	A3 P-2 A3 P-2 (P)A3 A3 (P)A3/(P)Baa3	Stable
Standard & Poor's Ratings Services ("S&P")	October 2024	1. Long-term Foreign Currency Rating 2. Short-term Foreign Currency Rating 3. Long-term Local Currency Rating 4. Short-term Local Currency Rating	A- A-2 A- A-2	Stable

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Directors' Report
for the financial year ended 31 December 2024 (Continued)

Board Shariah Committee

Pursuant to the enterprise wide Shariah governance framework as provided by Bank Negara Malaysia in its Policy Document on Shariah Governance and the Islamic Financial Services Act 2013, the Board of Directors (the "Board'') is ultimately responsible and accountable for the oversight and management of Shariah matters in the Bank's Islamic banking and finance operations as well as those Islamic business undertaken under its subsidiaries or Islamic banking window that it has management control. In undertaking its duties and responsibilities relating to Shariah, the Board relies on the advice of the Board Shariah Committee ("BSC") of CIMB Group as established under CIMB Islamic Bank Berhad ("CIMB Islamic"), the core Islamic banking and finance operating entity of the Group.

The main responsibility of the BSC is to assist the Board in the oversight and management of all Shariah matters relating to the Islamic banking and finance business of the Bank and its subsidiaries or Islamic banking window that it has management control. The BSC operates on the authority as delegated and empowered to it by the Board and as attributed to it under relevant financial regulations and legislations.

All decisions by the Board on Shariah matters relating to the Islamic banking and finance business of the Bank and its subsidiaries or Islamic banking window shall be made based on the decisions, views and opinions of the BSC.

In due regard to the decisions and advice of the BSC on Shariah matters, the Board shall give sufficient attention to the facts and basis for the Shariah decisions as well as providing fair consideration to the implications of implementing the Shariah decisions made by the BSC.

Any decision of the Board on Shariah matter shall be made based on the final decisions, views and opinions of the BSC. All decisions of the Board and the BSC on Shariah matters shall at all times be subordinated to the decision of the Shariah Advisory Council of the relevant Malaysian financial regulators and shall take into consideration the relevant authority on Shariah matters in the relevant jurisdiction it is doing business.

The BSC shall at all times advise the Board to ensure that the Group's Islamic banking and finance business does not have elements or activities which are not permissible under Shariah.

The BSC members are as follows:

1. Associate Professor Dr. Mohamed Fairooz Abdul Khir (Chairman)
2. Professor Dr. Aishath Muneeza
3. Dr. Ahmad Sufian Che Abdullah
4. Dr. Mohammad Mahbubi Ali
5. En. Jalalullail Othman

Board Shariah Committee (Continued)

The Board hereby affirms that based on advice of the BSC, the operations of the Bank and its subsidiaries or Islamic banking window that it has management control in has been done in a manner that does not contradict with Shariah save and except for those that have been specifically disclosed in this financial report (if any). This affirmation by the Board is independently verified and confirmed by the BSC in a separate BSC Report made herein.

Meetings and Attendance

BSC convened 10 meetings during the financial year 2024 including two special meetings to cater for urgent business proposals. All BSC members have satisfied the minimum 75% attendance requirement under BNM Shariah Governance Policy Document.

Board Engagement and Trainings Attended

As part of the initiatives to strengthen the good governance and oversight function of the Board over Shariah matters, the following activities were carried out in 2024:

- Two Joint Board and BSC meetings were held in April and November 2024 respectively. The first meeting was held on 15 April 2024 deliberated the following topic:
  (i) BNM's Hajah Darurah Policy Document
  (ii) Application of Securities Commission Maqasid al-Shariah Guidance in Sukuk Pronouncement by CIMB Islamic
  (iii) BNM Submission on Assessment Survey – Way Forward to Resolve Ujrah-based Credit Card-i Issues. While the second Joint Board and BSC meeting held on 20 November 2024 discussed on Shariah Non-Compliant ("SNC") Risk Horizon and Shariah Compliance Culture.

- Management had invited Prof. Dr. Younes Soualhi, Senior Researcher from ISRA and lecturer from INCEIF to deliver a training on Scholars View of Tayyib Concept : Discussion Paper.

- In addition, BSC had also organized an Off-Site Meeting and discussed on i-Shares, Voluntary Carbon Credit, and Waqf-linked Sukuk.

As guided by Securities Commission's Guidelines for Shariah Advisers, BSC members had fulfilled with the minimum three SIDC's CPE approved courses on capital market during the financial year 2024.

Board Shariah Committee (Continued)

Among the training programs provided by SIDC which qualify for CPE points attended by BSC members were as follow:

- Insights into Securities Commission Malaysia's Maqasid Al-Shariah Guidance
- Cybersecurity and Data Privacy - The Fight Against Financial Crime
- Assets & Funds Management (SCLE Revision Module 10)
- Capital Market Director Programme ("CMDP") Module 1: Directors as Gatekeepers of Market
- Capital Market Director Programme ("CMDP") Module 2B: Business Challenges and Regulatory Expectations - What Directors Need to Know (Fund Management)

In addition to the above training programs, the BSC members also attended and participated in the following events and training:

- 2nd Nadwah of Shariah advisers in Islamic Capital Market (2024)
- Muzakarah Penasihat Syariah 2024
- The 5th International Shariah Scholars Roundtable
- 19th International Shariah Scholars Forum
- Muzakarah on Failure Resolution of Islamic Banks, PIDM
- CIIF Chartered Fast-Track Masterclass ("CFM")
- Joint Board for Group Sustainability

BSC Assessment

In compliance with BNM Shariah Governance Policy Document, the BSC undergoes the process of assessing the effectiveness of each individual BSC members and the committee as a whole annually.

Pursuant to CIMB's Annual Evaluation Manual and BNM's Corporate Governance Policy Document, CIMB is to obtain an independent perspective on the Board's effectiveness to gain insights on the Board's performance against peer Boards and best practices, once every three years. While BSC Effectiveness Assessment ("BEA") is facilitated annually by Group Company Secretarial and assisted by Secretariat of Board Shariah Committee ("BSC Secretariat") as per the CIMB Group Annual Evaluation Manual where it was conducted in 2024.

Board Shariah Committee (Continued)

Zakat obligations

CIMB Islamic pays business zakat by adopting the Adjusted Growth Method to state zakat authorities in line with the methodology approved by the BSC. However, the amount payable by the CIMB Islamic is at the discretion of the management of CIMB Islamic and it is the shareholder's responsibility to ensure that their own zakat obligations are fulfilled in relation to their ownership of the share.

The obligation and responsibility for specific payment of zakat on depositors fund lies with its Muslim customers only. The aforesaid is subject to the jurisdictional requirements on zakat payment as may be applicable from time to time on the Bank and its subsidiaries arising from changes to local legislation, regulation, law or market convention as the case may be. Accrual of zakat expenses (if any) in the Financial Statements of the Group is reflective of this.

The beneficiaries of the zakat fund are determined by relevant internal CIMB policy and procedure and guideline as approved by the BSC.

Significant events during the financial year

Significant events during the financial year are disclosed in Note 53.1 to the Financial Statements.

Subsequent event after the financial year end

Significant event after the financial year is disclosed in Note 53.2 to the Financial Statements.

CIMB Bank Berhad
(Incorporated in Malaysia)

Directors' Report
for the financial year ended 31 December 2024 (Continued)

Statement of Directors' Responsibility

In preparing the Financial Statements, the Directors have ensured that Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS"), and the requirements of the Companies Act 2016 have been complied with and reasonable and prudent judgements and estimates have been made.

It is the responsibility of the Directors to ensure that the Financial Statements of the Group and the Bank present a true and fair view of the financial position of the Group and of the Bank as at 31 December 2024 and financial performance of the Group and of the Bank for the financial year ended 31 December 2024.

The Financial Statements are prepared on a going concern basis and the Directors have ensured that proper accounting records are kept so as to enable the preparation of the Financial Statements with reasonable accuracy.

The Directors have also overall responsibilities for taking such steps as are reasonably open to them to safeguard the assets of the Group and the Bank and for the implementation and continued operation of adequate accounting and internal control systems for the prevention and detection of fraud and other irregularities. The system of internal controls is designed to provide reasonable and not absolute assurance for achieving certain internal control standards and helps the Group and the Bank manage the risk of failure to achieve business.

The Statement by Directors pursuant to Section 251(2) of the Companies Act 2016 is set out on page 23 of the Directors' Report.

Directors' Report for the financial year ended 31 December 2024 (Continued)

Ultimate holding company

The Directors regard CIMB Group Holdings Berhad, a quoted company incorporated in Malaysia, as the Bank's ultimate holding company.

Auditors

The auditors, PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146), have expressed their willingness to continue in office.

This report was approved by the Board of Directors on 14 March 2025.

Signed on behalf of the Board of Directors in accordance with their resolution.

Tan Sri Mohd Nasir Ahmad
Director

Muhammad Novan Amirudin
Director

Kuala Lumpur
14 March 2025

Registration No: 197201001799 (13491-P)

CIMB Bank Berhad

(Incorporated in Malaysia)

Statement by Directors
Pursuant to Section 251(2) of the Companies Act 2016

We, Tan Sri Mohd Nasir Ahmad and Muhammad Novan Amirudin, being two of the Directors of CIMB Bank Berhad, hereby state that, in the opinion of the Directors, the Financial Statements set out on pages 36 to 464 are drawn up so as to give a true and fair view of the financial position of the Group and of the Bank as at 31 December 2024 and financial performance of the Group and of the Bank for the financial year ended 31 December 2024, in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS"), and the requirements of the Companies Act 2016 in Malaysia.

Signed on behalf of the Board of Directors in accordance with their resolution.

Tan Sri Mohd Nasir Ahmad
Director

Muhammad Novan Amirudin
Director

Kuala Lumpur
14 March 2025

Registration No: 197201001799 (13491-P)

CIMB Bank Berhad

(Incorporated in Malaysia)

Statutory Declaration
Pursuant to Section 251(1) of the Companies Act 2016

I, Khairulanwar bin Rifaie, being the Officer primarily responsible for the financial management of CIMB Bank Berhad, do solemnly and sincerely declare that the Financial Statements set out on pages 36 to 464 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Khairulanwar bin Rifaie
(MIA No. CA 47164)

Subscribed and solemnly declared by the abovenamed Khairulanwar bin Rifaie at Kuala Lumpur before me, on 14 March 2025.

Commissioner for Oaths

CIMB Bank Berhad

(Incorporated in Malaysia)

Board Shariah Committee's Report

In the name of Allah, the Most Beneficent, the Most Merciful.

We, the members of the CIMB Group Board Shariah Committee ("BSC") as established under CIMB Islamic are responsible to advise the Board in the oversight and management of Shariah matters in the operation of the Bank. Although the Board is ultimately responsible and accountable for all Shariah matters under the Bank, the Board relies on our independent advice on the same.

Our main responsibility and accountability is to assist the Board in ensuring that the Bank's Islamic banking and finance businesses do not have elements or activities which are not permissible under Shariah. In undertaking our duties we shall follow and adhere to the decisions, views and opinions of the Shariah Advisory Council of the relevant Malaysian financial regulators for businesses undertaken in Malaysia and for businesses outside Malaysia. We shall take into consideration the decisions, views and opinions of the relevant authority on Shariah matters (if any, sanctioned by law or regulation to be followed by the Bank) in the relevant jurisdiction that the Bank is doing business.

As members of the BSC, we are responsible for providing an independent assessment and confirmation in this financial report that the Islamic banking and finance operations of the Bank has been done in conformity with Shariah as has been decided and opined by us and with those Notices, Rules, Standards, Guidelines and Frameworks on Shariah matters as announced and implemented by Malaysian regulators and where relevant by the financial regulators in the relevant jurisdictions that the Bank's businesses were undertaken during the period being reported.

Our independent assessment and confirmation has been used as the basis for the Board's affirmation of the same in the Director's Report herein before.

Board Shariah Committee's Report (Continued)

In making our independent assessment and confirmation, we have always recognised the importance of the Bank maintaining and reinforcing the highest possible standards of conduct in all of its actions, including the preparation and dissemination of statements presenting fairly the Shariah compliant status of its Islamic banking and finance businesses.

In this regard, sufficient internal controls are in place to ensure that any new Islamic financial transaction is properly authorised; the Bank's assets and liabilities under its statements of financial position are safeguarded against possible Shariah non-compliance; and, that the day to day conduct of its operations does not contradict with Shariah principles.

In addition to the necessary policies and procedures, the Bank has a well-defined division of responsibility by Management and the communication of Shariah policies and guidelines of business conduct to all staff.

Effective Shariah governance is supported mainly by qualified Shariah officers consisting of Shariah researchers as well as the advisory and consultancy function under Shariah Advisory & Governance department of Group Islamic Banking Division that supports us in our decision and deliberations, providing check and balance for all Shariah matters as presented to us by the Management. Shariah Advisory and Board Shariah Committee Secretariat Policy and Procedure are two main documents in governing the daily function of Shariah Advisory & Governance department.

CIMB Group Shariah Review Policy and Procedure were established to set out the policies for Shariah review applicable to the Islamic financial services of CIMB Group in ensuring compliance to Shariah and Islamic regulatory requirements, and handling of Shariah Non-Compliance ("SNC") events. In addition, it also sets out the procedures for Shariah review planning, execution, and SNC events reporting.

In ensuring that the activities and operations of CIMB Group are Shariah-compliant, Shariah Review conducts post review of CIMB Group's activities and operations in accordance with the annual Shariah review work plan approved by us and the respective Boards of Directors of CIMB Group. Additionally, Shariah Review conducts verification on issues escalated by the stakeholders to determine whether any particular issue contain Shariah concerns and performs ad-hoc review as required from time to time by us and the regulators.

As for effective risk management and control, the Group adopted the strategic implementation of tiered model i.e. Three Lines of Risk Defense in governing and managing Shariah Non-Compliant risk.

Board Shariah Committee's Report (Continued)

Lastly, there is also a team of internal auditors who conduct periodic Shariah audits of all the Bank's banking and finance operations on a scheduled basis. The Group Corporate Assurance Division ("GCAD"), headed by the Group Chief Internal Auditor ("GCIA"), reports independently to the CIMB Group Audit Committee ("AC") and the Banking Group Audit Committee ("Banking Group AC"). GCAD operates independent of the business activities and other support units. In addition, GCAD reports on matters related to Islamic Banking and Shariah audits to the BSC. The primary responsibility of GCAD is to independently assess the adequacy, efficiency and effectiveness of the risk management, control and governance processes implemented by Management. GCAD's scope of audit coverage encompasses all business and support units, including subsidiaries and overseas branches with independent audit units. The selection of audit areas within the audit universe is based on an annual audit plan approved by the CIMB Group AC and the Banking Group AC. The annual audit plan is developed based on assessment of risks, exposures and CIMB Group strategies using a risk-based assessment methodology. GCAD also undertakes investigations and ad-hoc reviews upon request from Management, the Board, or regulators. In addition, GCAD provides audit opinion on the state of governance, internal controls, risk management practices and audit conclusion based on Level of Conformance in relation to regulatory audit or reviews, and whether objectives were met for assignments that are based on specific audit or review objectives.

To strengthen the compliance towards Shariah, the Bank has continuously instilled a Shariah-Compliance Culture by adopting a holistic top-down approach within the organisation. At the apex, the Bank set an appropriate 'tone from the top', where the Board and BSC play their oversight role on the Shariah governance in the Bank. The Bank also held Board and BSC engagement sessions or Joint Board meeting between Board of Directors and BSC which serve as a platform for effective communication between Board, BSC and Senior Management on oversight over Shariah governance.

Board Shariah Committee's Report (Continued)

The Bank also continues Shariah Capacity Building programs to inculcate strong Shariah knowledge within the Bank. The Bank has supported CIMB Islamic and CIMB Bank staff to enroll in relevant certification programs such as Certified Shariah Advisor ("CSA"), Certified Professional Shariah Auditor ("CPSA"), Associate Qualification in Islamic Finance ("AQIF"), Intermediate Qualification in Islamic Finance ("IQIF"), Certified Qualification in Islamic Finance ("CQIF"), Islamic Professional Credit Certification ("IPCC") and others. The Bank had also organized a training session conducted by Assoc. Prof. Dr. Mohamed Fairooz as the representative from the BSC where he shared about the Maqasid al-Shariah Guidance in Islamic Capital Market.

All in all, the Management of the Bank is responsible and accountable to the Board to ensure that the Islamic banking and finance businesses of the Bank and its subsidiaries or Islamic banking window are conducted in accordance with the requirement of Shariah. It is our responsibility to form an independent opinion of the state of Shariah compliancy of the business and its operations and advise the Board accordingly. Based on the internal controls that have been put in place by the Management, in our opinion, to the best of our knowledge, the Bank has complied with the Shariah rulings issued by the Shariah Advisory Council of Bank Negara Malaysia and by all other financial regulators (where relevant), as well as Shariah decisions made by us, the overall aims and operations, business, affairs and activities of the Bank's Islamic banking and finance business or Islamic banking window are in compliance with Shariah but it has come to the BSC's attention that a material Shariah Non-Compliant event(s) has occurred within the Bank and in the process of being rectified.

Details of the Shariah Non-Compliant events is as follow:

1. CIMB Islamic credit card were used by the cardholders to facilitate Shariah Non-compliant transaction i.e., monthly conventional insurance premium payment. The rectification measures to address the event are currently ongoing. The measures include, inter alia, income earned from the merchant discount fees and any other fees amounting to approximately RM41,993.85 will be channeled to the charitable bodies and the cardholders are being engaged to switch to an alternative payment method for the future premium payments.

2. An application of ijarah muntahiya bi tamlik ("IMBT") contract for ijarah financing granted to the customer to finance a property under construction. The rectification measures to address the event are completed. The measures include, inter alia, conversion of IMBT contract to ijarah mawsufah fi zimmah ("IMFZ") contract for the property under construction whereby the letter was issued to the customer and subsequently acknowledged by the customer, process enhancement on the document checking and control effectiveness testing ("CET").

Board Shariah Committee's Report (Continued)

Apart from the above, CIMB Bank has instituted several rectification measures relating to processes and procedures to enhance control mechanism and minimise recurrence of Shariah Non-Compliant incidents.

Details of the SNC income are set out in Note 58 (al) to the Financial Statements.

In our opinion:

1. The contracts, transactions and dealings entered into by the Group during the financial year ended 31 December 2024 that were presented to us were done in compliance with Shariah save and except for the contracts involved in the abovementioned Shariah Non-Compliant event; and

2. The allocation of profit and charging of losses relating to investment accounts conformed to the basis that were approved by us in accordance with Shariah; and

3. All earnings that were realised from sources or by means prohibited by Shariah have been purified according to Shariah principle; and

4. The zakat calculation is in compliance with Shariah principles.

We have actively monitored and overseen the independent work carried out for Shariah review and Shariah audit functions by the relevant functionaries under the established system of internal control, which included the examination, on a test basis, of each type of transaction, of relevant documentation and procedures adopted by the Bank. We are satisfied that the Management has planned and performed the necessary review and audit so as to obtain all the information and explanations which are considered necessary to provide us with sufficient evidence to give reasonable assurance that the Bank has not violated Shariah.

Board Shariah Committee's Report (Continued)

We, the members of the BSC, are of the opinion that the operations of the Bank's Islamic banking and finance business for the financial year ended 31 December 2024 were conducted in conformity with Shariah.

On behalf of the Board Shariah Committee

Associate Professor Dr. Mohamed Fairooz Abdul Khir
Chairman

Dr. Ahmad Sufian Che Abdullah
Member

Kuala Lumpur
14 March 2025

pwc

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF CIMB BANK BERHAD

(Incorporated in Malaysia)
Registration No. 197201001799 (13491-P)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of CIMB Bank Berhad ("the Bank") and its subsidiaries ("the Group") give a true and fair view of the financial position of the Group and of the Bank as at 31 December 2024, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

What we have audited

We have audited the financial statements of the Group and of the Bank, which comprise the statements of financial position as at 31 December 2024 of the Group and of the Bank, and the statements of income, statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Bank for the financial year then ended, and notes to the financial statements, including a summary of material accounting policies, as set out on pages 36 to 464.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditors' responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

We are independent of the Group and of the Bank in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon

The Directors of the Bank are responsible for the other information. The other information comprises the Directors' Report and Board Shariah Committee's Report, but does not include the financial statements of the Group and of the Bank and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Bank does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Bank, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Bank or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the financial statements

The Directors of the Bank are responsible for the preparation of the financial statements of the Group and of the Bank that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Group and of the Bank that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Bank, the Directors are responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Bank or to cease operations, or have no realistic alternative but to do so.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Bank as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

(a) Identify and assess the risks of material misstatement of the financial statements of the Group and of the Bank, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

(b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Bank's internal control.

(c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

(d) Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Bank or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Bank to cease to continue as a going concern.

(e) Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Bank, including the disclosures, and whether the financial statements of the Group and of the Bank represent the underlying transactions and events in a manner that achieves fair presentation.

(f) Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the Group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 16 to the financial statements.

OTHER MATTERS

This report is made solely to the member of the Bank, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

NG YEE LING
03032/01/2027 J
Chartered Accountant

Kuala Lumpur
14 March 2025

CIMB Bank Berhad
(Incorporated in Malaysia)

Statements of Financial Position as at 31 December 2024

	Note	The Group 2024 RM'000	The Group 2023 RM'000	The Bank 2024 RM'000	The Bank 2023 RM'000
Assets					
Cash and short-term funds	**2(a)**	**26,218,269**	31,060,035	**17,801,178**	19,259,843
Reverse repurchase agreements/ reverse Collateralised Commodity Murabahah	**4**	**10,433,820**	8,109,090	**8,574,863**	7,062,834
Deposits and placements with banks and other financial institutions	**2(b)**	**4,497,333**	2,697,899	**5,045,166**	5,564,193
Investment account placement	**3**	**-**	-	**2,927,281**	3,424,851
Financial investments at fair value through profit or loss	**5**	**46,335,177**	43,114,258	**32,599,130**	31,005,872
Debt instruments at fair value through other comprehensive income	**6**	**62,880,242**	58,234,610	**46,684,128**	42,832,902
Equity instruments at fair value through other comprehensive income	**7**	**366,709**	279,000	**275,644**	272,783
Debt instruments at amortised cost	**8**	**74,284,787**	72,718,772	**57,061,404**	56,032,811
Derivative financial instruments	**27**	**14,703,828**	15,403,421	**7,591,511**	7,729,309
Loans, advances and financing	**9**	**380,075,496**	368,376,352	**210,516,683**	209,138,003
Other assets	**10**	**8,931,151**	8,414,152	**6,373,209**	6,696,297
Amounts due from holding company and ultimate holding company	**11**	**7,237**	17,510	**7,227**	17,509
Amounts due from subsidiaries	**12**	**-**	-	**11,378**	15,888
Amounts due from related companies	**13**	**4,707,543**	3,871,832	**4,702,380**	3,864,906
Tax recoverable		**175,076**	89,884	**-**	-
Deferred tax assets	**14**	**1,291,929**	1,457,581	**879,346**	891,209
Statutory deposits with central banks	**15**	**7,875,409**	7,583,591	**5,051,789**	4,909,259
Investment in subsidiaries	**16**	**-**	-	**6,510,537**	6,808,606
Investment in joint venture	**17**	**146,208**	152,311	**125,000**	125,000
Property, plant and equipment	**18**	**859,672**	903,984	**588,095**	618,557
Right-of-use assets	**19**	**440,687**	529,980	**361,060**	433,786
Investment properties	**20**	**8,485**	2,758	**-**	-
Goodwill	**21**	**3,945,365**	3,951,297	**3,555,075**	3,555,075
Intangible assets	**22**	**1,317,748**	1,256,016	**1,153,649**	1,084,043
		649,502,171	628,224,333	**418,395,733**	411,343,536
Non-current assets held for sale	**56**	**-**	5,584	**-**	5,584
Total assets		**649,502,171**	628,229,917	**418,395,733**	411,349,120

CIMB Bank Berhad
(Incorporated in Malaysia)

Statements of Financial Position as at 31 December 2024 (Continued)

	Note	The Group 2024 RM'000	The Group 2023 RM'000	The Bank 2024 RM'000	The Bank 2023 RM'000
Liabilities					
Deposits from customers	23	**408,230,634**	401,899,912	**257,056,372**	252,464,207
Investment accounts of customers	24	**24,443,310**	18,984,125	**-**	-
Deposits and placements of banks and other financial institutions	25	**43,872,150**	39,858,928	**39,290,714**	35,030,874
Repurchase agreements/Collateralised Commodity Murabahah		**44,093,953**	43,293,105	**34,489,619**	34,190,027
Financial liabilities at fair value through profit or loss	26	**6,594,338**	6,770,128	**2,053,440**	1,257,044
Derivative financial instruments	27	**14,182,348**	15,927,817	**7,019,986**	7,911,568
Bills and acceptances payable		**1,367,783**	1,425,504	**603,997**	605,688
Other liabilities	28	**17,136,701**	16,050,361	**13,817,845**	12,738,319
Lease liabilities	29	**467,319**	544,972	**381,153**	444,099
Recourse obligation on loans and financing sold to Cagamas	30	**4,934,842**	3,986,749	**1,321,350**	1,163,751
Amounts due to subsidiaries	12	**-**	-	**638,276**	638,743
Amounts due to related companies	13	**8,694**	34,528	**4,731**	32,431
Provision for taxation and zakat		**74,722**	304,979	**73,623**	284,073
Deferred tax liabilities	14	**706**	986	**-**	-
Bonds, Sukuk and debentures	31	**13,938,972**	12,232,122	**5,851,900**	10,291,731
Other borrowings	32	**4,841,483**	3,863,149	**4,839,166**	3,857,862
Subordinated obligations	33	**10,292,623**	10,097,469	**9,628,945**	9,601,035
Total liabilities		**594,480,578**	575,274,834	**377,071,117**	370,511,452
Equity					
Capital and reserves attributable to owners of the Parent					
Ordinary share capital	35	**24,539,214**	23,039,242	**24,539,214**	23,039,242
Reserves	37	**29,936,796**	29,387,832	**16,585,402**	17,598,426
		54,476,010	52,427,074	**41,124,616**	40,637,668
Perpetual preference shares	36	**200,000**	200,000	**200,000**	200,000
Non-controlling interests		**345,583**	328,009	**-**	-
Total equity		**55,021,593**	52,955,083	**41,324,616**	40,837,668
Total equity and liabilities		**649,502,171**	628,229,917	**418,395,733**	411,349,120
Commitments and contingencies	51	**1,909,082,278**	1,606,591,715	**1,150,671,012**	815,291,050
Net assets per ordinary share attributable to owners of the Parent (RM)		**8.10**	8.08	**6.11**	6.26

CIMB Bank Berhad
(Incorporated in Malaysia)

Statements of Income
for the financial year ended 31 December 2024

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Interest income	**38(a)**	**19,581,243**	18,387,373	**17,199,900**	16,188,999
Interest income for financial assets at fair value through profit or loss	**38(b)**	**1,295,594**	1,118,042	**1,014,555**	966,420
Interest expense	**39**	**(12,578,425)**	(11,752,313)	**(11,247,778)**	(10,706,215)
Net interest income (before modification loss)		**8,298,412**	7,753,102	**6,966,677**	6,449,204
Modification loss	**40**	**(2,718)**	(3,747)	**-**	(230)
Net interest income (after modification loss)		**8,295,694**	7,749,355	**6,966,677**	6,448,974
Income from Islamic banking operations	**58**	**3,806,202**	3,397,941	**224,294**	214,700
		12,101,896	11,147,296	**7,190,971**	6,663,674
Fee and commission income	**41(a)**	**2,422,956**	2,263,986	**3,354,193**	3,179,234
Fee and commission expense	**41(b)**	**(747,744)**	(634,522)	**(737,590)**	(645,174)
Net fee and commission income		**1,675,212**	1,629,464	**2,616,603**	2,534,060
Other non-interest income	**41(c)**	**3,151,189**	2,554,290	**2,979,243**	2,468,109
Net income		**16,928,297**	15,331,050	**12,786,817**	11,665,843
Overheads	**42**	**(7,778,757)**	(7,180,192)	**(6,522,008)**	(5,978,534)
Profit before expected credit losses		**9,149,540**	8,150,858	**6,264,809**	5,687,309
Expected credit losses on loans, advances and financing	**43**	**(1,111,738)**	(1,032,087)	**(619,012)**	(357,245)
Expected credit losses on commitments and contingencies written back	**28(b)**	**189,318**	105,824	**97,050**	144,529
Other expected credit losses and impairment allowances	**44**	**(347,990)**	(192,989)	**(81,296)**	(15,747)
Profit after expected credit losses		**7,879,130**	7,031,606	**5,661,551**	5,458,846
Share of results of joint venture	**17**	**(6,103)**	(10,595)	**-**	-
Profit before taxation and zakat		**7,873,027**	7,021,011	**5,661,551**	5,458,846
Taxation and zakat	**47**	**(1,797,154)**	(1,707,553)	**(1,260,943)**	(1,289,487)
Profit after taxation and zakat		**6,075,873**	5,313,458	**4,400,608**	4,169,359
Profit for the financial year attributable to:					
Owners of the Parent		**6,054,377**	5,300,797	**4,400,608**	4,169,359
Non-controlling interests		**21,496**	12,661	**-**	-
		6,075,873	5,313,458	**4,400,608**	4,169,359
Earnings per share attributable to ordinary equity holders of the Parent - basic/diluted (sen)	**48**	**90.66**	81.76	**65.89**	64.31

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Statements of Comprehensive Income for the financial year ended 31 December 2024

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Profit for the financial year	**6,075,873**	5,313,458	**4,400,608**	4,169,359
Other comprehensive (expense)/income:				
Items that will not be reclassified to profit or loss				
Remeasurement of post employment benefits obligations	**14,277**	(5,086)	**-**	-
- Actuarial gain/(loss)	**17,715**	(6,588)	**-**	-
- Income tax effects	**(3,543)**	1,318	**-**	-
- Currency translation difference	**105**	184	**-**	-
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	**44,540**	19,237	**(25)**	(449)
- Net gain/(loss) from change in fair value	**54,099**	8,280	**(25)**	(449)
- Income tax effects	**(11,312)**	14,665	**-**	-
- Currency translation difference	**1,753**	(3,708)	**-**	-
Equity instruments at fair value through other comprehensive income	**922**	(3,788)	**1,558**	(1,075)
- Net gain from change in fair value	**404**	2,750	**1,757**	4,140
- Income tax effects	**(716)**	(937)	**(799)**	(980)
- Currency translation difference	**1,234**	(5,601)	**600**	(4,235)
Revaluation reserve	**5,790**	-	**-**	-
- Net gain on revaluation reserve	**5,741**	-	**-**	-
- Currency translation difference	**49**	-	**-**	-
	65,529	10,363	**1,533**	(1,524)
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income	**184,355**	737,242	**105,165**	665,096
- Net gain from change in fair value	**476,517**	1,068,442	**286,138**	902,631
- Realised gain transferred to statement of income on disposal	**(257,194)**	(193,407)	**(147,608)**	(123,412)
- Changes in expected credit losses	**6,057**	17,173	**(9,028)**	16,142
- Income tax effects	**(41,339)**	(146,926)	**(24,648)**	(122,225)
- Currency translation difference	**314**	(8,040)	**311**	(8,040)
Net investment hedge	**134,203**	(339,013)	**110,712**	(302,568)
Cash flow hedge	**9,853**	6,903	**10,291**	11,428
- Net gain from change in fair value	**10,731**	8,999	**10,882**	15,292
- Income tax effects	**(520)**	(2,642)	**(591)**	(3,864)
- Currency translation difference	**(358)**	546	**-**	-
Exchange fluctuation reserve	**(756,443)**	874,699	**(528,876)**	481,198
Deferred hedging cost	**(93,368)**	6,202	**(58,846)**	15,413
- Net (loss)/gain from change in fair value	**(93,368)**	3,506	**(58,846)**	12,717
- Income tax effects	**-**	2,696	**-**	2,696
	(521,400)	1,286,033	**(361,554)**	870,567
Other comprehensive (expense)/income during the financial year, net of tax	**(455,871)**	1,296,396	**(360,021)**	869,043
Total comprehensive income for the financial year	**5,620,002**	6,609,854	**4,040,587**	5,038,402
Total comprehensive income attributable to:				
Owners of the Parent	**5,600,015**	6,581,135	**4,040,587**	5,038,402
Non-controlling interests	**19,987**	28,719	**-**	-
	5,620,002	6,609,854	**4,040,587**	5,038,402

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Statements of Changes in Equity for the financial year ended 31 December 2024

		Attributable to owners of the Parent																		
					Fair value reserve															
The Group	Note	Ordinary Share capital	Statutory reserve	Exchange fluctuation reserve	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Merger deficit	Capital reserve	Hedging reserve	Costs of hedging reserve	Share-based payment reserve	Regulatory reserve	Own credit risk reserve	Defined benefits reserve	Capital contribution by ultimate holding company	Revaluation reserve	Retained earnings	Total	Perpetual preference shares	Non-controlling interests	Total Equity
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024		**23,039,242**	**101,216**	**3,400,876**	**(517,623)**	**(1,072)**	**(1,085,928)**	**916,232**	**(1,940,291)**	**192,182**	**11,794**	**1,102,571**	**(57,415)**	**570**	**119,941**	**-**	**27,144,779**	**52,427,074**	**200,000**	**328,009**	**52,955,083**
Profit for the financial year		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,054,377	6,054,377	-	21,496	6,075,873
Other comprehensive (expense)/income(net of tax)		-	-	(747,259)	181,210	956	-	-	144,530	(93,368)	(492)	-	42,110	13,539	(1,378)	5,790	-	(454,362)	-	(1,509)	(455,871)
- debt instruments at fair value through other comprehensive income		-	-	-	181,210	-	-	-	-	-	-	-	-	-	-	-	-	181,210	-	3,145	184,355
- equity instruments at fair value through other comprehensive income		-	-	-	-	956	-	-	-	-	-	-	-	-	-	-	-	956	-	(34)	922
- net investment hedge		-	-	-	-	-	-	-	134,203	-	-	-	-	-	-	-	-	134,203	-	-	134,203
- cash flow hedge		-	-	-	-	-	-	-	10,327	-	-	-	-	-	-	-	-	10,327	-	(474)	9,853
- currency translation difference		-	-	(747,259)	-	-	-	-	-	-	(492)	-	-	-	(1,378)	-	-	(749,129)	-	(7,314)	(756,443)
- remeasurement of post employment benefits obligations		-	-	-	-	-	-	-	-	-	-	-	-	13,539	-	-	-	13,539	-	738	14,277
- fair value changes on financial liabilities designated at fair value relating to own credit risk		-	-	-	-	-	-	-	-	-	-	-	42,110	-	-	-	-	42,110	-	2,430	44,540
- deferred hedging cost		-	-	-	-	-	-	-	-	(93,368)	-	-	-	-	-	-	-	(93,368)	-	-	(93,368)
-net gain on revaluation reserve		-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,790	-	5,790	-	-	5,790
Total comprehensive (expense)/income for the financial year		-	-	(747,259)	181,210	956	-	-	144,530	(93,368)	(492)	-	42,110	13,539	(1,378)	5,790	6,054,377	5,600,015	-	19,987	5,620,002
Second interim dividend for the financial year ending 31 December 2023	49	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,693,307)	(1,693,307)	-	-	(1,693,307)
First interim dividend for the financial year ending 31 December 2024	49	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,876,939)	(1,876,939)	-	-	(1,876,939)
Distribution of special dividend via issuance of new shares	35,49	1,499,972	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,499,972)	-	-	-	-
Share-based payment expense		-	-	-	-	-	-	-	-	-	14,650	-	-	-	16,833	-	-	31,483	-	-	31,483
Shares released under Equity Ownership Plan		-	-	-	-	-	-	-	-	-	(12,316)	-	-	-	-	-	-	(12,316)	-	(13)	(12,329)
Total transactions with owners recognised directly in equity		1,499,972	-	-	-	-	-	-	-	-	2,334	-	-	-	16,833	-	(5,070,218)	(3,551,079)	-	(13)	(3,551,092)
Transfer to statutory reserve	37	-	17,636	-	-	-	-	-	-	-	-	-	-	-	-	-	(17,636)	-	-	-	-
Transfer to regulatory reserve	37	-	-	-	-	-	-	-	-	-	-	674,521	-	-	-	-	(674,521)	-	-	-	-
Transfer to capital reserve	37	-	-	-	-	-	-	105,250	-	-	-	-	-	-	-	-	(105,250)	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,400)	(2,400)
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings		-	-	-	-	85,368	-	-	-	-	-	-	-	-	-	-	(85,368)	-	-	-	-
Transfer of realised loss to retained earnings		-	-	-	-	-	-	-	-	-	-	-	3,339	-	-	-	(3,339)	-	-	-	-
At 31 December 2024		**24,539,214**	**118,852**	**2,653,617**	**(336,413)**	**85,252**	**(1,085,928)**	**1,021,482**	**(1,795,761)**	**98,814**	**13,636**	**1,777,092**	**(11,966)**	**14,109**	**135,396**	**5,790**	**27,242,824**	**54,476,010**	**200,000**	**345,583**	**55,021,593**

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Statements of Changes in Equity for the financial year ended 31 December 2024 (Continued)

The Group	Note	Attributable to owners of the Parent																			
						Fair value reserve															
		Ordinary Share capital	Redeemable Preference Shares	Statutory reserve	Exchange fluctuation reserve	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Merger deficit	Capital reserve	Hedging reserve	Costs of hedging reserve	Share-based payment reserve	Regulatory reserve	Own credit risk reserve	Defined benefits reserve	Capital contribution by ultimate holding company	Retained earnings	Total	Perpetual preference shares	Non-controlling interests	Total Equity
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2023		22,979,762	29,740	87,141	2,536,858	(1,256,086)	2,268	(1,085,928)	840,979	(1,608,029)	185,980	10,421	417,996	(76,689)	5,393	73,192	25,270,127	48,413,125	200,000	302,005	48,915,130
Profit for the financial year		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,300,797	5,300,797	-	12,661	5,313,458
Other comprehensive income/(expense) (net of tax)		-	-	-	856,782	738,463	(3,649)	-	-	(332,262)	6,202	109	-	18,130	(4,823)	1,386	-	1,280,338	-	16,058	1,296,396
- debt instruments at fair value through other comprehensive income		-	-	-	-	738,463	-	-	-	-	-	-	-	-	-	-	-	738,463	-	(1,221)	737,242
- equity instruments at fair value through other comprehensive income		-	-	-	-	-	(3,649)	-	-	-	-	-	-	-	-	-	-	(3,649)	-	(139)	(3,788)
- net investment hedge		-	-	-	-	-	-	-	-	(339,013)	-	-	-	-	-	-	-	(339,013)	-	-	(339,013)
- cash flow hedge		-	-	-	-	-	-	-	-	6,751	-	-	-	-	-	-	-	6,751	-	152	6,903
- currency translation difference		-	-	-	856,782	-	-	-	-	-	-	109	-	-	-	1,386	-	858,277	-	16,422	874,699
- remeasurement of post employment benefits obligations		-	-	-	-	-	-	-	-	-	-	-	-	-	(4,823)	-	-	(4,823)	-	(263)	(5,086)
- fair value changes on financial liabilities designated at fair value relating to own credit risk		-	-	-	-	-	-	-	-	-	-	-	-	18,130	-	-	-	18,130	-	1,107	19,237
- deferred hedging cost		-	-	-	-	-	-	-	-	-	6,202	-	-	-	-	-	-	6,202	-	-	6,202
Total comprehensive income/(expense) for the financial year		-	-	-	856,782	738,463	(3,649)	-	-	(332,262)	6,202	109	-	18,130	(4,823)	1,386	5,300,797	6,581,135	-	28,719	6,609,854
Second interim dividend for the financial year ending 31 December 2022	49	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(980,868)	(980,868)	-	-	(980,868)
First interim dividend for the financial year ending 31 December 2023	49	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,640,181)	(1,640,181)	-	-	(1,640,181)
Share-based payment expense		-	-	-	-	-	-	-	-	-	-	13,257	-	-	-	45,363	-	58,620	-	-	58,620
Redemption of Redeemable Preference Shares	34	29,740	(29,740)	-	-	-	-	-	-	-	-	-	-	-	-	-	(29,740)	(29,740)	-	-	(29,740)
Issue of shares during the financial year	35	29,740	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	29,740	-	-	29,740
Shares released under Equity Ownership Plan		-	-	-	-	-	-	-	-	-	-	(11,993)	-	-	-	-	-	(11,993)	-	21	(11,972)
Total transactions with owners recognised directly in equity		59,480	(29,740)	-	-	-	-	-	-	-	-	1,264	-	-	-	45,363	(2,650,789)	(2,574,422)	-	21	(2,574,401)
Transfer to statutory reserve	37	-	-	14,075	-	-	-	-	-	-	-	-	-	-	-	-	(14,075)	-	-	-	-
Transfer to regulatory reserve	37	-	-	-	-	-	-	-	-	-	-	-	684,575	-	-	-	(684,575)	-	-	-	-
Transfer to capital reserve	37	-	-	-	-	-	-	-	75,253	-	-	-	-	-	-	-	(75,253)	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,736)	(2,736)
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings		-	-	-	-	-	309	-	-	-	-	-	-	-	-	-	(309)	-	-	-	-
Transfer of realised loss to retained earnings		-	-	-	-	-	-	-	-	-	-	-	-	1,144	-	-	(1,144)	-	-	-	-
Liquidation of foreign branch		-	-	-	7,236	-	-	-	-	-	-	-	-	-	-	-	-	7,236	-	-	7,236
At 31 December 2023		23,039,242	-	101,216	3,400,876	(517,623)	(1,072)	(1,085,928)	916,232	(1,940,291)	192,182	11,794	1,102,571	(57,415)	570	119,941	27,144,779	52,427,074	200,000	328,009	52,955,083

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Statements of Changes in Equity
for the financial year ended 31 December 2024 (Continued)

		Non-distributable												Distributable			
				Fair value reserve													
The Bank	Note	Ordinary Share capital	Exchange fluctuation reserve	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Merger deficit	Capital reserve	Hedging reserve	Costs of hedging reserve	Share-based payment reserve	Regulatory reserve	Own credit risk reserve	Capital contribution by ultimate holding company	Retained earnings	Total	Perpetual preference shares	Total Equity
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024		**23,039,242**	**1,739,678**	**(400,630)**	**25,855**	**(1,047,872)**	**746,852**	**(1,392,089)**	**193,664**	**10,340**	**891,938**	**(122)**	**97,523**	**16,733,289**	**40,637,668**	**200,000**	**40,837,668**
Profit for the financial year		-	-	-	-	-	-	-	-	-	-	-	-	**4,400,608**	**4,400,608**	-	**4,400,608**
Other comprehensive (expense)/income (net of tax)		-	**(527,843)**	**105,165**	**1,558**	-	-	**121,003**	**(58,846)**	**(72)**	-	**(25)**	**(961)**	-	**(360,021)**	-	**(360,021)**
- debt instruments at fair value through other comprehensive income		-	-	**105,165**	-	-	-	-	-	-	-	-	-	-	**105,165**	-	**105,165**
- equity instruments at fair value through other comprehensive income		-	-	-	**1,558**	-	-	-	-	-	-	-	-	-	**1,558**	-	**1,558**
- net investment hedge		-	-	-	-	-	-	**110,712**	-	-	-	-	-	-	**110,712**	-	**110,712**
- cash flow hedge		-	-	-	-	-	-	**10,291**	-	-	-	-	-	-	**10,291**	-	**10,291**
- currency translation difference		-	**(527,843)**	-	-	-	-	-	-	**(72)**	-	-	**(961)**	-	**(528,876)**	-	**(528,876)**
- fair value changes on financial liabilities designated at fair value relating to own credit risk		-	-	-	-	-	-	-	-	-	-	**(25)**	-	-	**(25)**	-	**(25)**
- deferred hedging cost		-	-	-	-	-	-	-	**(58,846)**	-	-	-	-	-	**(58,846)**	-	**(58,846)**
Total comprehensive (expense)/income for the financial year		-	**(527,843)**	**105,165**	**1,558**	-	-	**121,003**	**(58,846)**	**(72)**	-	**(25)**	**(961)**	**4,400,608**	**4,040,587**	-	**4,040,587**
Second interim dividend for the financial year ending 31 December 2023	**49**	-	-	-	-	-	-	-	-	-	-	-	-	**(1,693,307)**	**(1,693,307)**	-	**(1,693,307)**
First interim dividend for the financial year ending 31 December 2024	**49**	-	-	-	-	-	-	-	-	-	-	-	-	**(1,876,939)**	**(1,876,939)**	-	**(1,876,939)**
Distribution of special dividend via issuance of new shares	**35,49**	**1,499,972**	-	-	-	-	-	-	-	-	-	-	-	**(1,499,972)**	-	-	-
Share-based payment expense		-	-	-	-	-	-	-	-	**13,489**	-	-	**14,448**	-	**27,937**	-	**27,937**
Shares released under Equity Ownership Plan		-	-	-	-	-	-	-	-	**(11,330)**	-	-	-	-	**(11,330)**	-	**(11,330)**
Total transactions with owners recognised directly in equity		**1,499,972**	-	-	-	-	-	-	-	**2,159**	-	-	**14,448**	**(5,070,218)**	**(3,553,639)**	-	**(3,553,639)**
Transfer to regulatory reserve	**37**	-	-	-	-	-	-	-	-	-	**487,932**	-	-	**(487,932)**	-	-	-
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings		-	-	-	**85,270**	-	-	-	-	-	-	-	-	**(85,270)**	-	-	-
At 31 December 2024		**24,539,214**	**1,211,835**	**(295,465)**	**112,683**	**(1,047,872)**	**746,852**	**(1,271,086)**	**134,818**	**12,427**	**1,379,870**	**(147)**	**111,010**	**15,490,477**	**41,124,616**	**200,000**	**41,324,616**

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Statements of Changes in Equity
for the financial year ended 31 December 2024 (Continued)

		Non-distributable												Distributable				
					Fair value reserve													
The Bank	Note	Ordinary Share capital RM'000	Redeemable Preference Shares RM'000	Exchange fluctuation reserve RM'000	Debt instruments at fair value through other comprehensive income RM'000	Equity instruments at fair value through other comprehensive income RM'000	Merger deficit RM'000	Capital reserve RM'000	Hedging reserve RM'000	Costs of hedging reserve RM'000	Share-based payment reserve RM'000	Regulatory reserve RM'000	Own credit risk reserve RM'000	Capital contribution by ultimate holding company RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Total Equity RM'000
At 1 January 2023		22,979,762	29,740	1,259,253	(1,065,726)	26,621	(1,047,872)	746,852	(1,100,949)	178,251	9,301	233,281	327	59,925	15,873,685	38,182,451	200,000	38,382,451
Profit for the financial year		-	-	-	-	-	-	-	-	-	-	-	-	-	4,169,359	4,169,359	-	4,169,359
Other comprehensive income/(expense) (net of tax)		-	-	480,425	665,096	(1,075)	-	-	(291,140)	15,413	43	-	(449)	730	-	869,043	-	869,043
- debt instruments at fair value through other comprehensive income		-	-	-	665,096	-	-	-	-	-	-	-	-	-	-	665,096	-	665,096
- equity instruments at fair value through other comprehensive income		-	-	-	-	(1,075)	-	-	-	-	-	-	-	-	-	(1,075)	-	(1,075)
- net investment hedge		-	-	-	-	-	-	-	(302,568)	-	-	-	-	-	-	(302,568)	-	(302,568)
- cash flow hedge		-	-	-	-	-	-	-	11,428	-	-	-	-	-	-	11,428	-	11,428
- currency translation difference		-	-	480,425	-	-	-	-	-	-	43	-	-	730	-	481,198	-	481,198
- fair value changes on financial liabilities designated at fair value relating to own credit risk		-	-	-	-	-	-	-	-	-	-	-	(449)	-	-	(449)	-	(449)
- deferred hedging cost		-	-	-	-	-	-	-	-	15,413	-	-	-	-	-	15,413	-	15,413
Total comprehensive income/(expense) for the financial year		-	-	480,425	665,096	(1,075)	-	-	(291,140)	15,413	43	-	(449)	730	4,169,359	5,038,402	-	5,038,402
Second interim dividend for the financial year ending 31 December 2022	49	-	-	-	-	-	-	-	-	-	-	-	-	-	(980,868)	(980,868)	-	(980,868)
First interim dividend for the financial year ending 31 December 2023	49	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,640,181)	(1,640,181)	-	(1,640,181)
Share-based payment expense		-	-	-	-	-	-	-	-	-	11,664	-	-	36,868	-	48,532	-	48,532
Redemption of Redeemable Preference Shares	34	29,740	(29,740)	-	-	-	-	-	-	-	-	-	-	-	(29,740)	(29,740)		(29,740)
f shares during the financial year	35	29,740	-	-	-	-	-	-	-	-	-	-	-	-	-	29,740	-	29,740
released under Equity Ownership Plan		-	-	-	-	-	-	-	-	-	(10,668)	-	-	-	-	(10,668)	-	(10,668)
Total transactions with owners recognised directly in equity		59,480	(29,740)	-	-	-	-	-	-	-	996	-	-	36,868	(2,650,789)	(2,583,185)	-	(2,583,185)
r to regulatory reserve	37	-	-	-	-	-	-	-	-	-	-	658,657	-	-	(658,657)	-	-	-
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings		-	-	-	-	309	-	-	-	-	-	-	-	-	(309)	-	-	-
At 31 December 2023		23,039,242	-	1,739,678	(400,630)	25,855	(1,047,872)	746,852	(1,392,089)	193,664	10,340	891,938	(122)	97,523	16,733,289	40,637,668	200,000	40,837,668

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Statements of Cash Flows
for the financial year ended 31 December 2024

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Cash flows from operating activities					
Profit before taxation and zakat		**7,873,027**	7,021,011	**5,661,551**	5,458,846
Adjustments for:					
Depreciation of property, plant and equipment	**42**	**171,557**	172,182	**128,460**	128,551
Depreciation of right-of-use assets	**42**	**209,187**	185,859	**177,400**	155,836
Amortisation of intangible assets	**42**	**400,135**	350,601	**333,314**	286,472
Gain on disposal of property, plant and equipment/ assets held for sale	**41**	**(1,761)**	(4,592)	**(624)**	(3,850)
Loss on disposal of foreclosed assets	**41**	**6,816**	16,615	**-**	-
Intangible assets written off	**42**	**7,502**	668	**7,502**	380
Property, plant and equipment written off	**42**	**2,771**	4,481	**2,641**	1,187
Net gain from sale of investment in debt instruments at fair value through other comprehensive income	**41**	**(243,038)**	(183,750)	**(147,608)**	(123,412)
Gain on disposal of loans, advances and financing	**41**	**(42,518)**	(43,633)	**(31,910)**	-
Gain from sale of derivative financial instruments	**41**	**(887,958)**	(3,585,193)	**(1,679,964)**	(3,071,626)
(Gain)/Loss on sale of financial investments at fair value through profit or loss	**41**	**(89,546)**	456,613	**150,736**	508,685
Net (gain)/loss from redemption of debt instruments at amortised cost	**41**	**(365)**	(567)	**(365)**	27
Net (gain)/loss from hedging activities	**41**	**(6,458)**	33,581	**(35,169)**	(26,333)
Unrealised gain from financial investments at fair value through profit or loss	**41**	**(898,486)**	(314,410)	**(312,137)**	(202,631)
Unrealised (gain)/loss from financial liabilities designated at fair value through profit or loss	**41**	**(50,513)**	(58,405)	**(14,182)**	27,329
Unrealised (gain)/loss from derivative financial instruments	**41**	**(762,074)**	865,920	**(618,887)**	238,888
Unrealised (gain)/loss on foreign exchange	**41**	**(61,137)**	306,742	**(79,488)**	469,413
Expected credit losses on loans, advances and financing	**43**	**1,957,668**	1,612,573	**1,129,583**	733,158
Other expected credit losses and impairment allowances	**44**	**347,990**	192,989	**81,296**	15,747
Interest income on debt instruments at fair value through other comprehensive income	**38(a)**	**(2,169,617)**	(1,833,407)	**(1,942,618)**	(1,691,902)
Interest income on debt instruments at amortised cost	**38(a)**	**(1,870,785)**	(1,736,713)	**(1,846,714)**	(1,720,874)
Interest expense on subordinated obligations	**39**	**414,619**	443,592	**418,160**	433,353
Interest expense on bonds, Sukuk and debentures	**39**	**501,813**	544,398	**490,284**	509,088
Interest expense on other borrowings	**39**	**257,848**	211,265	**264,491**	221,845
Interest expense on lease liabilities	**39**	**18,770**	18,163	**15,468**	15,198
Interest expense on recourse obligation on loans and financing sold to Cagamas	**39**	**53,015**	36,412	**53,015**	36,412
Accretion of discount less amortisation of premium	**38(a)(b)**	**(665,805)**	(636,838)	**(691,154)**	(645,197)
Loss/(Gain) on liquidation of a subsidiary	**41**	**51**	-	**(17)**	-
Gain on liquidation of a foreign branch	**41**	**-**	(8,127)	**-**	-
Dividend income	**41**	**(75,962)**	(66,381)	**(197,177)**	(194,328)
Expected credit losses for commitments and contingencies written back	**28(b)**	**(189,318)**	(105,824)	**(97,050)**	(144,529)
Share-based payment expense		**31,483**	58,620	**27,937**	48,532
Share of results of joint venture	**17**	**6,103**	10,595	**-**	-
Modification loss	**40**	**2,718**	3,747	**-**	230
		4,247,732	3,968,787	**1,246,774**	1,464,495

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Statements of Cash Flows for the financial year ended 31 December 2024 (Continued)

	Note	The Group 2024 RM'000	The Group 2023 RM'000	The Bank 2024 RM'000	The Bank 2023 RM'000
(Increase)/Decrease in operating assets					
Reverse repurchase agreements/ reverse Collateralised Commodity Murabahah		**(2,324,730)**	1,498,005	**(1,512,029)**	1,307,805
Deposits and placements with banks and other financial institutions with original maturity of more than three months		**(137,566)**	438,497	**1,101,213**	(1,177,752)
Cash and short-term funds with original maturity of more than three months		**(886,171)**	(704,836)	**(682,984)**	(725,085)
Financial investments at fair value through profit or loss		**(1,918,171)**	(11,896,440)	**(1,104,919)**	(4,853,700)
Loans, advances and financing		**(13,593,435)**	(29,077,931)	**(2,452,777)**	(11,720,975)
Amount due from holding company and ultimate holding company		**10,273**	(3,955)	**10,282**	(3,965)
Amount due from subsidiaries		**-**	-	**4,510**	(8,857)
Amount due from related companies		**(835,711)**	(922,707)	**(837,474)**	(918,479)
Other assets		**(1,243,574)**	409,231	**(2,789)**	(1,480,924)
Statutory deposits with central banks		**(291,818)**	788,140	**(142,530)**	1,039,558
Increase/(Decrease) in operating liabilities					
Deposits from customers		**6,331,204**	26,342,564	**4,592,644**	12,763,191
Deposits and placements of banks and other financial institutions		**4,032,576**	6,214,437	**4,279,194**	5,588,856
Investment account of customers		**5,459,185**	5,299,493	**-**	-
Repurchase agreements/Collateralised Commodity Murabahah		**800,848**	8,836,804	**299,592**	4,156,258
Derivative financial instruments		**734,138**	3,289,899	**1,723,789**	2,988,407
Bills and acceptances payable		**(57,721)**	17,007	**(1,691)**	(58,825)
Financial liabilities designated at fair value through profit or loss		**(69,383)**	178,875	**810,553**	109,302
Amount due to subsidiaries		**-**	-	**(467)**	182,128
Amount due to related companies		**(25,834)**	16,771	**(27,700)**	23,883
Other liabilities		**1,736,166**	(2,222,222)	**1,154,910**	562,188
Cash flows generated from operations		**1,968,008**	12,470,419	**8,458,101**	9,237,509
Taxation and zakat paid*		**(2,081,116)**	(1,683,189)	**(1,445,368)**	(1,029,346)
Net cash (used in)/generated from operating activities		**(113,108)**	10,787,230	**7,012,733**	8,208,163
Cash flows from investing activities					
Dividend income	**41**	**75,962**	66,381	**197,177**	194,328
Investment in subsidiaries		**-**	-	**(60,977)**	-
Capital repayment from a subsidiary		**-**	-	**350,569**	-
Interest income received from debt instruments at fair value through other comprehensive income		**2,396,804**	1,921,287	**1,916,296**	1,586,621
Net purchase of debt instruments at fair value through other comprehensive income		**(4,594,319)**	(8,924,326)	**(3,627,858)**	(7,233,699)
Interest income received from debt instruments at amortised cost		**2,557,050**	2,235,809	**1,944,647**	1,618,245
Net purchase of debt instruments at amortised cost		**(1,930,788)**	(14,597,669)	**(800,058)**	(8,888,774)
Purchase of property, plant and equipment	**18**	**(139,140)**	(242,087)	**(106,420)**	(197,405)
Proceeds from disposal of property, plant and equipment/assets held for sale		**6,698**	90,206	**5,650**	84,135
Proceeds from disposal of intangible assets		**-**	2,379	**-**	-
Purchase of intangible assets	**22**	**(474,234)**	(439,195)	**(409,053)**	(369,977)
Right-of-use assets		**(18,959)**	(119,237)	**(12,954)**	(96,997)
Net cash used in investing activities		**(2,120,926)**	(20,006,452)	**(602,981)**	(13,303,523)

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Statements of Cash Flows for the financial year ended 31 December 2024 (Continued)

	Note	The Group 2024 RM'000	The Group 2023 RM'000	The Bank 2024 RM'000	The Bank 2023 RM'000
Cash flows from financing activities					
Dividends paid		**(3,572,646)**	(2,623,785)	**(3,570,246)**	(2,621,049)
Interest expense paid on subordinated obligations	**(i)**	**(429,135)**	(449,016)	**(416,607)**	(436,125)
Interest expense paid on other borrowings	**(i)**	**(250,615)**	(206,659)	**(250,518)**	(200,375)
Interest expense paid on bonds, Sukuk and debentures	**(i)**	**(668,714)**	(513,639)	**(541,625)**	(481,463)
Interest expense paid on recourse obligation on loans and financing sold to Cagamas	**(i)**	**(174,854)**	(44,345)	**(49,589)**	(35,347)
Proceeds from issuance of bonds and debentures	**(i)**	**8,306,954**	5,013,614	**1,342,938**	1,251,255
Proceeds from other borrowings	**(i)**	**1,066,510**	466,025	**1,066,510**	466,025
Proceeds from issuance of subordinated obligations	**(i)**	**2,257,969**	1,840,000	**2,000,000**	1,700,000
Proceeds from issuance of recourse obligation on loans and financing sold to Cagamas	**(i)**	**1,943,025**	3,300,000	**670,002**	512,000
Repayment of recourse obligation on loans and financing sold to Cagamas	**(i)**	**(1,001,286)**	-	**(512,000)**	-
Repayment of bonds, Sukuk and debentures	**(i)**	**(6,354,112)**	(2,668,524)	**(5,426,957)**	-
Repayment of other borrowing	**(i)**	**(2,183)**	(94,609)	**-**	-
Repayment of subordinated obligations	**(i)**	**(2,100,000)**	(1,790,000)	**(2,000,000)**	(1,700,000)
Repayment of lease liabilities	**(i)**	**(197,582)**	(89,621)	**(170,359)**	(79,559)
Issuance of shares during the financial year	**35**	**-**	29,740	**-**	29,740
Redemption of Redeemable Preference Shares	**34**	**-**	(29,740)	**-**	(29,740)
Net cash (used)/generated in financing activities		**(1,176,669)**	2,139,441	**(7,858,451)**	(1,624,638)
Net decrease in cash and cash equivalents during the financial year		**(3,410,703)**	(7,079,781)	**(1,448,699)**	(6,719,998)
Effects of exchange rate differences		**(642,395)**	759,530	**(593,549)**	670,219
Cash and cash equivalents at beginning of financial year		**30,619,606**	36,939,857	**23,311,721**	29,361,500
Cash and cash equivalents at end of financial year		**26,566,508**	30,619,606	**21,269,473**	23,311,721
Cash and cash equivalents comprise:					
Cash and short-term funds	**2(a)**	**26,218,269**	31,060,035	**17,801,178**	19,259,843
Deposits and placements with banks and other financial institutions	**2(b)**	**4,497,333**	2,697,899	**5,045,166**	5,564,193
Investment account placement	**3**	**-**	-	**2,927,281**	3,424,851
		30,715,602	33,757,934	**25,773,625**	28,248,887
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months		**(3,577,368)**	(2,552,135)	**(3,932,426)**	(4,350,973)
Restricted cash	**2(a)(i)**	**(571,726)**	(586,193)	**(571,726)**	(586,193)
Cash and cash equivalents at end of financial year		**26,566,508**	30,619,606	**21,269,473**	23,311,721

* Included in taxation and zakat paid during the financial year is payment of zakat amounting to RM12 million (2023: RM15 million).

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Statements of Cash Flows for the financial year ended 31 December 2024 (Continued)

(i) An analysis of changes in liabilities arising from financing activities is as follows:

The Group	Bonds, Sukuk and debentures RM'000	Other borrowings RM'000	Subordinated obligations RM'000	Lease liabilities RM'000	Recourse obligation on loans and financing sold to Cagamas RM'000	Total RM'000
At 1 January 2024	**12,232,122**	**3,863,149**	**10,097,469**	**544,972**	**3,986,749**	**30,724,461**
Proceeds from issuance	**8,306,954**	**1,066,510**	**2,257,969**	**-**	**1,943,025**	**13,574,458**
Repayment and redemption	**(6,354,112)**	**(2,183)**	**(2,100,000)**	**(197,582)**	**(1,001,286)**	**(9,655,163)**
Interest paid	**(668,714)**	**(250,615)**	**(429,135)**	**-**	**(174,854)**	**(1,523,318)**
Exchange fluctuation	**(334,500)**	**(93,227)**	**25,344**	**-**	**-**	**(402,383)**
Other non cash movement	**757,222**	**257,849**	**440,976**	**119,929**	**181,208**	**1,757,184**
At 31 December 2024	**13,938,972**	**4,841,483**	**10,292,623**	**467,319**	**4,934,842**	**34,475,239**
At 1 January 2023	9,436,209	3,340,333	9,969,400	485,678	650,667	23,882,287
Proceeds from issuance	5,013,614	466,025	1,840,000	-	3,300,000	10,619,639
Repayment and redemption	(2,668,524)	(94,609)	(1,790,000)	(89,621)	-	(4,642,754)
Interest paid	(513,639)	(206,659)	(449,016)	-	(44,345)	(1,213,659)
Exchange fluctuation	297,010	146,794	(2,537)	-	-	441,267
Other non cash movement	667,452	211,265	529,622	148,915	80,427	1,637,681
At 31 December 2023	12,232,122	3,863,149	10,097,469	544,972	3,986,749	30,724,461

The Bank	Bonds, Sukuk and debentures RM'000	Other borrowings RM'000	Subordinated obligations RM'000	Lease liabilities RM'000	Recourse obligation on loans and financing sold to Cagamas RM'000	Total RM'000
At 1 January 2024	**10,291,731**	**3,857,862**	**9,601,035**	**444,099**	**1,163,751**	**25,358,478**
Proceeds from issuance	**1,342,938**	**1,066,510**	**2,000,000**	**-**	**670,002**	**5,079,450**
Repayment and redemption	**(5,426,957)**	**-**	**(2,000,000)**	**(170,359)**	**(512,000)**	**(8,109,316)**
Interest paid	**(541,625)**	**(250,518)**	**(416,607)**	**-**	**(49,589)**	**(1,258,339)**
Exchange fluctuation	**(336,007)**	**(92,437)**	**-**	**-**	**-**	**(428,444)**
Other non cash movement	**521,820**	**257,749**	**444,517**	**107,413**	**49,186**	**1,380,685**
At 31 December 2024	**5,851,900**	**4,839,166**	**9,628,945**	**381,153**	**1,321,350**	**22,022,514**
At 1 January 2023	8,629,698	3,244,898	9,517,776	397,838	650,667	22,440,877
Proceeds from issuance	1,251,255	466,025	1,700,000	-	512,000	3,929,280
Repayment and redemption	-	-	(1,700,000)	(79,559)	-	(1,779,559)
Interest paid	(481,463)	(200,375)	(436,125)	-	(35,347)	(1,153,310)
Exchange fluctuation	269,233	140,846	-	-	-	410,079
Other non cash movement	623,008	206,468	519,384	125,820	36,431	1,511,111
At 31 December 2023	10,291,731	3,857,862	9,601,035	444,099	1,163,751	25,358,478

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Summary of Material Accounting Policies for the financial year ended 31 December 2024

The following accounting policies have been used consistently in dealing with items that are considered material in relation to the Financial Statements, except as disclosed in the Financial Statements.

A Basis of preparation

The Financial Statements of the Group and the Bank have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS"), and the requirements of the Companies Act 2016 in Malaysia.

The Financial Statements have been prepared under historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, debts instruments at fair value through other comprehensive income, equity instruments at fair value through other comprehensive income, derivatives financial instruments, non-current assets/disposal groups held for sale and financial liabilities designated at fair value through profit or loss.

The Financial Statements incorporate those activities relating to Islamic banking which have been undertaken by the Bank and its wholly-owned subsidiaries, CIMB Islamic Bank Berhad ("CIMB Islamic") and CIMB Bank (L) Limited. Islamic banking refers generally to the acceptance of deposits, granting of financing and dealing in Islamic Securities in compliance with Shariah principles.

The preparation of Financial Statements in conformity with MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the Financial Statements, and the reported amounts of income and expenses during the reported period. It also requires the Directors to exercise their judgement in the process of applying the Group's and the Bank's accounting policies. Although these estimates and judgement are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the Financial Statements are disclosed in Note 54.

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Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

A Basis of preparation (Continued)

(a) Standards, amendments to published standards and interpretation that are effective and applicable to the Group and the Bank

The new accounting standards, amendments to published standards and interpretation that are effective and applicable to the Group and the Bank for the financial year beginning 1 January 2024 are as follows:

- Amendments to MFRS 101 "Non-current Liabilities with Covenants"
- IFRIC agenda decision on disclosure of revenues and expenses for reportable segments (MFRS 8 *Operating segments*)

The adoption of the above amendments to published standards and IFRIC agenda decision did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

(b) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Bank but not yet effective

The Group and the Bank will apply these standards, amendments to published standards from:

(i) Financial year beginning on/after 1 January 2025

- Amendments to MFRS 121 'Lack of Exchangeability'

Amendments to MFRS 121 'Lack of Exchangeability' clarify that a currency is exchangeable when an entity is able to exchange it into another currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism that creates enforceable rights and obligations. If an entity can only obtain no more than an insignificant amount of the other currency at the measurement date for the specified purpose, then the currency is not exchangeable. In such cases, the entity is required to estimate the spot exchange rate at the measurement date.

The amendments do not specify how an entity estimates the spot exchange rate, but permit an entity to use observable exchange rate without adjustment or another estimation technique, provided it could meet the objective for estimating the spot exchange rate set out in the amendments.

The impact assessment of the new amendments on the financial statements of the Group and the Bank is ongoing.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

A Basis of preparation (Continued)

(b) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Bank but not yet effective (Continued)

The Group and the Bank will apply these standards, amendments to published standards from: (Continued)

(ii) Financial year beginning on/after 1 January 2026

- Amendments to the Classification and Measurement of Financial Instruments – Amendments to MFRS 9 and MFRS 7

The amendments require financial assets to be derecognised on the date the contractual rights to the cash flows expire and financial liabilities to be derecognised when obligation under the contract is discharged (i.e. the settlement date). In addition, there is an optional exception to derecognise financial liabilities before the settlement date for settlement using electronic payment systems (if specified criteria are met).

The amendments clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest ("SPPI") criterion, add new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets), and update the disclosures for equity instruments designated at fair value through other comprehensive income ("FVOCI").

The impact assessment of the amendments on the financial statements of the Group and the Bank is ongoing.

(iii) Financial year beginning on/after 1 January 2027

- MFRS 19 Subsidiaries without Public Accountability

MFRS 19 Subsidiaries without Public Accountability allows for certain eligible subsidiaries of parent entities that report under IFRS Accounting Standards to apply reduced disclosure requirements.

The impact assessment of the new standard on the financial statements of the Group and the Bank is ongoing.

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Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

A Basis of preparation (Continued)

(b) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Bank but not yet effective (Continued)

The Group and the Bank will apply these standards, amendments to published standards from: (Continued)

(iii) Financial year beginning on/after 1 January 2027 (Continued)

- MFRS 18 Presentation and Disclosure in Financial Statements (replaces MFRS 101 Presentation of Financial Statements)

The new MFRS introduces a new structure of profit or loss statement.

Income and expenses are classified into 3 new main categories:

- Operating category which typically includes results from the main business activities
- Investing category that presents the results of investments in associates and joint ventures and other assets that generate a return largely independently of other resources; and
- Financing category that presents income and expenses from financing liabilities

The Group and the Bank are required to present two new specified subtotals: 'Operating profit or loss' and 'Profit or loss before financing and income taxes'.

Management-defined performance measures ("MPMs") are disclosed in a single note and reconciled to the most similar specified subtotal in MFRS Accounting Standards.

Changes to the guidance on aggregation and disaggregation which focus on grouping items based on their shared characteristics.

The impact assessment of the new standard on the financial statements of the Group and the Bank is ongoing.

The amendments shall be applied retrospectively.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

B Economic entities in the Group

(a) Subsidiaries

The consolidated Financial Statements include the Financial Statements of the Bank and all its subsidiaries made up to the end of the financial year.

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct relevant activities of the entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group and de-consolidated from the date that control ceases.

The Group applies the acquisition method to account for business combinations.

Under the acquisition method of accounting, the consideration transferred for an acquisition is measured as the acquisition date fair value of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interest issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs are expensed as incurred. Identifiable assets acquired, and liabilities and contingent liabilities assumed in the business combination are, with limited exceptions, measured initially at their fair value on the date of acquisition.

The Group applies predecessor accounting to account for business combinations under common control. Under predecessor accounting, assets and liabilities acquired are not restated to their respective fair values. They are recognised at the carrying amounts from the consolidated financial statements of the ultimate holding company of the Group and adjusted to conform with the accounting policies adopted by the Group. The difference between any consideration given and the aggregate carrying amounts of the assets and liabilities of the acquired entity is recognised as an adjustment to equity. No additional goodwill is recognised. The acquired entity's results and balance sheet are incorporated prospectively from the date on which the business combination between entities under common control occurred.

B Economic entities in the Group (Continued)

(a) Subsidiaries (Continued)

Any excess of the sum of the fair value of the consideration transferred in the business combination, the amount of non-controlling interest in acquiree (if any), and the fair value of the Group's previously held equity interest in acquiree (if any), over the fair value of the acquiree's identifiable net assets acquired is recorded as goodwill. The accounting policy for goodwill is set out in Note M. In instances where the latter amount exceeds the former, the excess is recognised as gain on bargain purchase in statement of income on the acquisition date.

If the business combination is achieved in stages, the carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date and any corresponding gain or loss is recognised in statement of income.

Non-controlling interest is the equity in a subsidiary not attributable, directly or indirectly, to a parent. On an acquisition-by-acquisition basis, the Group measures any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's identifiable net assets. At the end of reporting period, non-controlling interest consists of amount calculated on the date of combinations and its share of changes in the subsidiary's equity since the date of combination.

All earnings and losses of the subsidiary are attributed to the parent and the non-controlling interest, even if the attribution of losses to the non-controlling interest results in a debit balance in the shareholders' equity. Profit or loss attribution to non-controlling interests for prior years is not restated.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with MFRS 9 in profit or loss. Contingent consideration that is classified as equity is not remeasured, and its subsequent settlement is accounted for within equity.

All material transactions, balances and unrealised gains on transactions between group companies are eliminated and the consolidated Financial Statements reflect external transactions only. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Where necessary, amounts reported by subsidiaries have been adjusted to conform with the Group's accounting policies.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the statement of income, statement of comprehensive income, statement of changes in equity and statement of financial position respectively.

B Economic entities in the Group (Continued)

(b) Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests that do not result in loss in control are accounted for as transactions with equity owners of the Group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised in equity attributable to owners of the Group.

(c) Disposal of subsidiaries

When the Group ceases to have control, any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognised in statement of income. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to statement of income.

Gains or losses on the disposal of subsidiaries include the carrying amount of goodwill relating to the subsidiaries sold.

(d) Joint arrangements

A joint arrangement is an arrangement of which there is contractually agreed sharing of control by the Group with one or more parties, where decisions about the relevant activities relating to the joint arrangement require unanimous consent of the parties sharing control. The classification of a joint arrangement as a joint operation or a joint venture depends upon the rights and obligations of the parties to the arrangement. A joint venture is a joint arrangement whereby the joint venturers have rights to the net assets of the arrangement. A joint operation is a joint arrangement whereby the joint operators have rights to the assets and obligations for the liabilities, relating to the arrangement.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

B Economic entities in the Group (Continued)

(d) Joint arrangements (Continued)

The Group's interests in joint ventures are accounted for in the consolidated Financial Statements by using the equity method of accounting, after initially being recognised at cost in the statement of financial position. Under the equity method, the investment in a joint venture is initially recognised at cost, and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the joint venture in statement of income, and the Group's share of movements in other comprehensive income of the joint venture in other comprehensive income.

Dividends received or receivable from a joint venture are recognised as a reduction in the carrying amount of the investment. The cumulative post acquisition movements are adjusted against the cost of the investment and include goodwill on acquisition, net of accumulated impairment loss (if any). When the Group's share of losses in a joint venture equals or exceeds its interests in the joint ventures, including any long-term interests that, in substance, form part of the Group's net investment in the joint ventures, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the joint ventures.

The Group determines at each reporting date whether there is any objective evidence that the investment in the joint venture is impaired. An impairment loss is recognised for the amount by which the carrying amount of the joint venture exceeds its recoverable amount. The Group presents the impairment loss adjacent to 'share of results of joint ventures' in the statement of income.

Unrealised gains on transactions between the Group and its joint ventures are eliminated to the extent of the Group's interest in the joint ventures. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of the joint ventures have been changed where necessary to ensure consistency with the policies adopted by the Group.

When the Group ceases to equity account its joint venture because of a loss of joint control, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate or financial asset. In addition, any amount previously recognised in other comprehensive income in respect of the entity is accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to statement of income.

If the ownership interest in a joint venture is reduced but joint control is retained, only a proportionate share of the amounts previously recognised in other comprehensive income is reclassified to statement of income where appropriate.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

B Economic entities in the Group (Continued)

(e) Associates

Associates are all entities over which the Group has significant influence but not control or joint control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Significant influence is the power to participate in the financial and operating policy decisions of the associates but not the power to exercise control over those policies. The Group's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

Investments in associates are accounted for using equity method of accounting. Under the equity method, the investment is initially recognised at cost, and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the associate in statement of income, and the Group's share of post-acquisition movements in other comprehensive income of the associate in other comprehensive income. Dividends received or receivable from an associate are recognised as a reduction in the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interests in the associate, including any long-term interests that, in substance, form part of the Group's net investment in the associate, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate. The Group's investment in associates includes goodwill identified on acquisition.

After the Group's interest is reduced to zero, additional losses are provided for, and a liability is recognised, only to the extent that the investor has incurred legal or constructive obligations or made payments on behalf of the associate. If the associate subsequently reports profits, the Group resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. An impairment loss is recognised for the amount by which the carrying amount of the associate exceeds its recoverable amount. The Group presents the impairment loss adjacent to 'share of results of associates' in the statement of income.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

B Economic entities in the Group (Continued)

(e) Associates (Continued)

Profits and losses resulting from upstream and downstream transactions between the Group and its associate are recognised in the Group's financial statements only to the extent of unrelated investor's interests in the associates. Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates; unrealised losses are also eliminated unless the transaction provides evidence on impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

When the Group ceases to equity account its associate because of a loss of significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as a financial asset. In addition, any amount previously recognised in other comprehensive income in respect of the entity is accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amount previously recognised in the other comprehensive income is reclassified to statement of income where appropriate.

Dilution gains and losses arising from investments in associates are recognised in the statement of income.

(f) Interests in subsidiaries, joint arrangements and associates

In the Bank's separate financial statements, investments in subsidiaries, joint arrangements and associates are carried at cost less accumulated impairment losses. On disposal of investments in subsidiaries, joint arrangements and associates, the difference between disposal proceeds and the carrying amounts of the investments are recognised in statement of income.

The amounts due from subsidiaries of which the Bank does not expect repayment in the foreseeable future are considered as part of the Bank's investments in the subsidiaries.

C Recognition of interest/profit income and interest/profit expense

Interest and profit income and expense for all interest/profit-bearing financial instruments are recognised within "interest income", "interest expense" and "income from Islamic banking operations" respectively in the statement of income using the effective interest/profit method.

The effective interest/profit method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest/profit income or interest/profit expense over the relevant period. The effective interest/profit rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instruments or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest/profit rate, the Group takes into account all contractual terms of the financial instrument and includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the effective interest/profit rate, but not future credit losses.

Interest/profit income is calculated by applying effective interest/profit rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest/profit rate is applied to the net carrying amount of the financial assets (after deduction of the loss allowance).

Income from Islamic banking business is recognised on an accrual basis in accordance with the principles of Shariah.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

D Recognition of fees income and expenses and other income

The Group earns fee and commission income from a diverse range of products and services provided to its customers. Fee and commission income are recognised when the Group has satisfied its performance obligation in providing the promised products and services to the customer, and are recognised based on contractual rates or amount agreed with customers, and net of expenses directly related to it. The Group generally satisfy its performance obligation and recognises the fee and commission income on the following basis:

- Transaction-based fee and commission income is recognised on the completion of the transaction. Such fees include fees related to the completion of corporate advisory transactions, commissions, service charges and fees, credit card related fees and fees on loans, advances and financing. These fees constitute a single performance obligation.
- For a service that is provided over a period of time, fee and commission income is recognised on an equal proportion basis over the period during which the related service is provided or credit risk is undertaken. This basis of recognition most appropriately reflects the nature and pattern of provision of these services to the customers over time. Fees for these services will be billed periodically over time. Such fees include guarantee fees and commitment fees.

The Group does not provide any significant credit terms to customers for the above products and services.

Directly related expenses typically include card-related expenses and sales commissions, but do not include expenses for services delivered over a period (such as service contracts) and other expenses that are not specifically related to fee and commission income transactions.

Dividends are recognised when the right to receive payment is established. This applies even if they are paid out of pre-acquisition profits. However, the investment may need to be tested for impairment as a consequence.

Dividend income received from subsidiary companies, joint venture, associated companies, financial assets at fair value through profit or loss and financial investments at fair value through other comprehensive income are recognised as non-interest income in statements of income. Dividends that clearly represent a recovery of part of the cost of investment is recognised in other comprehensive income if it relates to an investment in equity instruments measured at fair value through other comprehensive income.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

E Sale and repurchase agreements/collateralised commodity murabahah

Securities purchased under resale agreements ("reverse repurchase agreements") are securities which the Group and the Bank had purchased with a commitment to re-sell at future dates. The commitment to re-sell the securities is reflected as an asset on the statements of financial position.

Conversely, obligations on securities sold/transferred under repurchase agreements/collateralised commodity murabahah are securities which the Group and the Bank had sold/transferred from its portfolio, with a commitment to repurchase/transfer back at future dates. Such financing transactions and the obligation to repurchase/transfer back the securities are reflected as a liability on the statements of financial position.

The difference between sale and repurchase price as well as purchase and resale price is treated as interest and accrued over the life of the resale/repurchase agreement/collateralised commodity murabahah using the effective yield method.

F Financial assets

(a) Classification

The Group and the Bank classify their financial assets into the following measurement categories:

- Fair value (either through other comprehensive income ("OCI"), or through profit or loss), and
- Amortised cost.

The classification depends on the Group's and the Bank's business model for managing the financial assets and the contractual terms of the cash flows.

Business model assessment

The Group and the Bank conduct assessment of the objective of a business model to align with how an asset held within a portfolio is being managed. Factors that are being considered include the key objectives of a portfolio whether the business strategy is to earn contractual interest revenue, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising a portfolio through sale of assets. Other factors considered also include the frequency and volume of sales in prior periods, how the asset's performance is evaluated and reported to key management personnel.

Assessment whether contractual cash flows are solely payments of principal and interest ("SPPI")

Where the business model is to hold the financial assets to collect contractual cash flows, or to collect contractual cash flows and sell, the Group and the Bank assess whether the financial assets' contractual cash flows represent solely payment of principal and interest. In applying the SPPI test, the Group and the Bank consider whether the contractual cash flows are consistent with a basic lending arrangement, i.e. interest includes only consideration for time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

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Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

F Financial assets (Continued)

(a) Classification (Continued)

For financial assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investment in debt instruments, this will depend on the business model in which the investment is held. For investment in equity instruments, it is determined by the irrevocable election at the time of initial recognition to account for the equity investment at fair value through OCI by the Group and the Bank.

(i) Financial assets at fair value through OCI comprise of:

- equity securities which are not held for trading, and for which the Group and the Bank have made an irrevocable election at initial recognition to recognise changes in fair value through other comprehensive income rather than profit or loss, and
- debt securities where the contractual cash flows are solely principal and interest and the objective of the Group's and the Bank's business model is achieved both by collecting contractual cash flows and selling financial assets.

(ii) The Group and the Bank classify their financial assets at amortised cost only if both of the following criteria are met:

- the asset is held within a business model with the objective of collecting the contractual cash flows, and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

(iii) The Group and the Bank classify the following financial assets at fair value through profit or loss:

- debt investments that do not qualify for measurement at either amortised cost or fair value through comprehensive income;
- equity investments that are held for trading, and
- equity investments for which the entity has not elected to recognise at fair value through other comprehensive income.

F Financial assets (Continued)

(b) Recognition and initial measurement

A financial asset is recognised in the statement of financial position when the Group and the Bank become parties to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised on trade date, the date on which the Group and the Bank commit to purchase and sell the assets.

At initial recognition, the Group and the Bank measure financial assets at their fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

(c) Subsequent measurement

Debt instruments

Subsequent measurement of debt instruments depends on the Group's and the Bank's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories in which the Group and the Bank classify their debt instruments.

(i) Amortised cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through profit or loss are measured at amortised cost using the effective interest/profit method. Any gain or loss on a debt investment measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired. Interest/profit income from these financial assets is included in interest/finance income using the effective interest/profit rate method.

(ii) Fair value through other comprehensive income ("FVOCI")

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment losses or reversal of impairment losses, interest income and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in non-interest income. Where the Group and the Bank hold more than one investment in the same security, they are deemed to be disposed of on a first-in, first-out basis. Interest/profit income from these financial assets is included in interest/finance income using the effective interest/profit rate method.

F Financial assets (Continued)

(c) Subsequent measurement (Continued)

Debt instruments (Continued)

(iii) Fair value through profit or loss ("FVTPL")

Financial assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. The Group may also irrevocably designate financial assets at FVTPL if doing so significantly reduces or eliminates a mismatch created by assets and liabilities being measured on different bases. Fair value changes is recognised in profit or loss and presented net within non-interest income in the period which it arises. Interest/profit income from these financial assets continue to be recognised in profit or loss as interest/profit income as disclosed in its respective note.

Equity instruments

The Group and the Bank subsequently measure all equity investments at fair value except where the management has elected, at initial recognition to irrevocably designate at equity instrument at FVOCI. Where the Group's and the Bank's management have elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Group's and the Bank's right to receive payments is established.

Changes in the fair value of financial investments at fair value through profit or loss are recognised in non-interest income in the statement of income as applicable.

(d) Reclassification of financial assets

The Group and the Bank reclassify financial assets when and only when their business model for managing those assets changes. In such cases, the Group and the Bank are required to reclassify all affected financial assets. However, it will be inappropriate to reclassify financial assets that have been designated at FVTPL, or equity instrument that have been designated at FVOCI even when there is a change in business model. Such designation are irrevocable.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

F Financial assets (Continued)

(e) Modification of loans/financing

The Group may renegotiate or otherwise modify the contractual cash flows of loans/financing to customers. When this happens, the Group assesses whether or not the new terms are substantially different to the original terms. The Group do this by considering, among others, the following factors:

- If the borrower is in financial difficulty, whether the modification merely reduces the contractual cash flows to amounts the borrower is expected to be able to pay.
- Whether any substantial new terms are introduced, such as a profit share/equity-based return that substantially affects the risk profile of the loan.
- Significant extension of the loan term when the borrower is not in financial difficulty.
- Significant change in the interest/profit rate.
- Change in the currency the loan/financing is denominated in.
- Insertion of collateral, other security or credit enhancements that significantly affect the credit risk associated with the loan/financing.

If the terms are substantially different, the Group derecognises the original financial asset and recognises a ”new” asset at fair value and recalculates a new effective interest/profit rate for the asset. The date of renegotiation is consequently considered to be the date of initial recognition for impairment calculation purposes, including for the purpose of determining whether a significant increase in credit risk has occurred. However, the Group also assesses whether the new financial asset recognised is deemed to be credit-impaired at initial recognition, especially in circumstances where the renegotiation was driven by the debtor being unable to make the originally agreed payments. Differences in the carrying amount are also recognised in statements of income as a gain or loss on derecognition.

If the terms are not substantially different, the renegotiation or modification does not result in derecognition, and the Group recalculates the gross carrying amount based on the revised cash flows of the financial asset and recognises a modification gain or loss in statements of income. The new gross carrying amount is recalculated by discounting the modified cash flows at the original effective interest/profit rate (or credit–adjusted effective interest/profit rate for purchased or originated credit-impaired financial assets).

The impact of modifications of financial assets is disclosed in Note 40. The ‘phase 2’ amendments for financial assets affected by IBOR reform is disclosed in Note K.

G Financial liabilities

Financial liabilities are measured at amortised cost, except for trading liabilities and liabilities designated at fair value, which are held at fair value through profit or loss. Financial liabilities are initially recognised at fair value less transaction costs for all financial liabilities not carried at fair value through profit or loss. Financial liabilities at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in statement of income. Financial liabilities are derecognised when extinguished.

(a) Financial liabilities at fair value through profit or loss

This category comprises two sub-categories: financial liabilities classified as held for trading, and financial liabilities designated at fair value through profit or loss upon initial recognition.

A financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term or if it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Derivatives are also categorised as held for trading unless they are designated and effective as hedging instruments. The specific Group and Bank accounting policy on derivatives is detailed in Note K.

The financial liabilities measured at fair value through profit or loss upon initial recognition are trading derivatives and financial liabilities designated at fair value.

Financial liabilities, other than those held for trading, are classified as financial liabilities designated at fair value through profit or loss if they meet one or more of the criteria set out below, and are so designated by management.

G Financial liabilities (Continued)

(a) Financial liabilities at fair value through profit or loss (Continued)

The Group and the Bank may designate financial liabilities at fair value through profit or loss when the designation:

- Eliminates or significantly reduces measurement or recognition inconsistencies that would otherwise arise from measuring financial assets or financial liabilities, or recognising gains and losses on them, on different bases. Certain structured investments with embedded callable range accrual swaps are designated by the Group and the Bank under this criterion. The interest payable on these structured investments has been hedged with trading derivatives. An accounting mismatch would arise if the structured investments were accounted for at amortised cost, because the related derivatives are measured at fair value with changes in the fair value recognised in the statements of income. By designating the structured investments at fair value, the movement in the fair value of the structured investments will also be recognised in the statement of income;

- Applies to groups of financial liabilities that are managed, and their performance evaluated, on a fair value basis in accordance with a documented risk management or investment strategy; and

- Relates to financial liabilities containing one or more embedded derivatives that significantly modify the cash flows resulting from those financial instruments.

The fair value designation, once made, is irrevocable. Designated financial liabilities are recognised when the Group and the Bank enter into the contractual provisions of the arrangements with counterparties, which is generally on trade date, and are normally derecognised when extinguished (liabilities). Measurement is initially at fair value, with transaction costs taken to the statements of income. Subsequently, the fair values are remeasured, and gains and losses from changes therein are recognised in the statements of income.

G Financial liabilities (Continued)

(a) Financial liabilities at fair value through profit or loss (Continued)

The component of fair value changes relating to the Group's own credit risk is recognised in OCI. Amounts recorded in OCI related to credit risk are not subject to recycling to profit or loss, but are transferred to retained earnings when realised.

The Group determines the amount of fair value changes which are attributable to credit risk, by first determining the changes due to market conditions which give rise to market risk, and then deducting those changes from the total change in fair value of the financial liabilities at fair value through profit or loss. Market conditions which give rise to market risk include changes in the benchmark interest rate. Fair value movements on the conversion option embedded derivative are excluded from the assessment of market risk fair value changes.

The Group believes that this approach most faithfully represents the amount of change in fair value due to the Group's own credit risk, as the changes in factors contributing to the fair value of the other items.

(b) Financial liabilities at amortised cost

Financial liabilities that are not classified as fair value through profit or loss fall into this category and are measured at amortised cost. The financial liabilities measured at amortised cost are deposits from customers, investment accounts of customers, deposits and placements of banks and other financial institutions, repurchase agreements, bills and acceptances payable, other financial liabilities in other liabilities, bonds, Sukuk and debentures, other borrowings, subordinated obligations, lease liabilities, recourse obligations on loans and financing sold to Cagamas and structured deposits. Structured deposits with embedded derivatives which are not closely related to the host contract are bifurcated and the derivatives are separately accounted for under derivatives in Note 27.

The 'phase 2' amendments for financial liabilities affected by IBOR reform is disclosed in Note K.

H Derecognition of financial assets and financial liabilities other than on a modification

Financial assets are derecognised when the contractual rights to receive the cash flows from these assets have ceased to exist or the assets have been transferred and substantially all the risks and rewards of ownership of the assets are also transferred (that is, if substantially all the risks and rewards have not been transferred, the Group and the Bank test control to ensure that continuing involvement on the basis of any retained powers of control does not prevent derecognition). Financial liabilities are derecognised when they have been redeemed or otherwise extinguished.

Collateral furnished by the Group and the Bank under standard repurchase agreements transactions is not derecognised because the Group and the Bank retains substantially all the risks and rewards on the basis of the predetermined repurchase price, and the criteria for derecognition are therefore not met.

I Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of defaults, insolvency or bankruptcy.

J Impairment of financial assets

The Group and the Bank assess on a forward looking basis the expected credit losses ("ECL") associated with its financial assets carried at amortised cost, FVOCI and with the exposure arising from loan commitments and financial guarantee contracts. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

(i) Financial assets accounted for at amortised cost, FVOCI and with the exposure arising from loan commitments and financial guarantee contracts.

The Group and the Bank use general 3-stage approach for financial assets accounted for at amortised cost, FVOCI and with the exposure arising from loan commitments and financial guarantee contracts which reflect their credit risk and how the ECL is determined for each of those categories.

A summary of the assumptions underpinning the Group's and the Bank's expected credit loss model is as follows:

(a) Stage 1: 12-months ECL
Stage 1 includes financial assets which have not had a significant increase in credit risk since initial recognition or which have low credit risk at reporting date. 12-month ECL is recognised and interest income is calculated on the gross carrying amount of the financial assets.

(b) Stage 2: Lifetime ECL – not credit impaired
Stage 2 includes financial assets which have had a significant increase in credit risk since initial recognition (unless they have low credit risk at the reporting date) but do not have objective evidence of impairment. Lifetime ECL is recognised and interest income is calculated on the gross carrying amount of the financial assets.

(c) Stage 3: Lifetime ECL – credit impaired
Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. Lifetime ECL is recognised and interest income is calculated on the net carrying amount of the financial assets.

The Group and the Bank account for their credit risk by appropriately providing for ECL on a timely basis. In calculating the ECL rates, the Group and Bank consider historical loss rates for each category of customers, and adjusts for forward looking macroeconomic data.

J Impairment of financial assets (Continued)

(ii) Other assets

For the other assets that are within the scope of MFRS 15 such as amount due from broker and other debtors, the Group and the Bank apply simplified approach as permitted by MFRS 9, which requires an entity to recognise a loss allowance based on lifetime ECL at each reporting date. MFRS 9 allows the use of practical expedients when measuring ECL and states that a provision matrix is an example of such expedient for trade receivables. An entity that applies a provision matrix may use historical loss experience on its trade receivables, and adjust historical loss rates to reflect information about current conditions and reasonable and supportable forecasts of future economic conditions.

K Derivative financial instruments and hedge accounting

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. Fair values are obtained from quoted market prices in active markets, including recent market transactions, and valuation techniques, including discounted cash flow models and option pricing models, as appropriate except for assets/liabilities that are classified as Level 3 fair value hierarchy. All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. Changes in the fair value of any derivatives that do not qualify for hedge accounting are recognised immediately in the statement of income.

The best evidence of fair value of a derivative at initial recognition is the transaction price (i.e. the fair value of the consideration given or received) unless the fair value of the instrument is evidenced by comparison with other observable current market transactions in the same instrument (i.e. without modification or repackaging) or based on a valuation technique whose variables include only data from observable markets. When such evidence exists, the Group and the Bank recognise the fair value of derivatives in the statement of income immediately.

The Group and the Bank designate certain derivatives to manage its exposure to foreign currency and interest rate risks. The instruments used included interest rate swap, cross currency interest rate swap and currency swap.

The Group and the Bank documents at the inception of the hedging transaction, the risk management objective & strategy and the economic relationship between hedging instruments and hedged items including whether the hedging instrument is expected to offset changes in cash flows of hedged items.

If the hedge ratio for risk management purposes is no longer optimal but the risk management objective remains unchanged and the hedge continues to qualify for hedge accounting, the hedge relationship will be rebalanced by adjusting either the volume of the hedging instrument or the volume of the hedged item so that the hedge ratio aligns with the ratio used for risk management purposes. Any hedge ineffectiveness is calculated and accounted for in profit or loss at the time of the hedge relationship rebalancing.

The fair values of various derivative financial instruments used for hedging purposes are disclosed in Note 27.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

K Derivative financial instruments and hedge accounting (Continued)

(a) Fair value hedge

Changes in the fair value of derivatives that are designated and qualified as fair value hedges are recorded in the statement of income, together with any changes in the fair value of the hedged assets or liabilities that are attributable to the hedged risk.

If the hedge no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item is amortised to the statement of income over the period to maturity based on recalculated effective interest rate method. The adjustment to the carrying amount of a hedged equity security remains as part of the carrying amount until the disposal of the equity security.

(b) Cash flow hedge

The effective portion of changes in the fair value of derivatives that are designated and qualified as cash flow hedges are recognised in equity. The gain and loss relating to the ineffective portion is recognised immediately in the statement of income. Amounts accumulated in equity are recycled to the statement of income in the periods in which the hedged item will affect the statement of income.

When a hedging instrument expires or is sold, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the statement of income. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the statement of income. The Group and the Bank assess the recoverability of the balance in one or more future periods when the cash flow hedge reserve is in a loss position.

(c) Net investment hedge

Hedges of net investments in foreign operations are accounted for similarly to cash flow hedges. When forward contracts are used to hedge net investment in foreign operation, the Group generally designates only the change in fair value of the forward contract related to the spot component as the hedging instrument. Any gain or loss on the hedging instrument relating to the effective portion of the hedge is recognised in equity. The gain or loss relating to the ineffective portion is recognised immediately in the statement of income. The change in the forward element of the contract that relates to the hedged item is recognised in other comprehensive income as deferred hedging cost and accumulated in costs of hedging reserve within equity.

Gains and losses accumulated in the equity are recycled to the statement of income when the foreign operation is partially disposed or sold. The Group and the Bank assess the recoverability of the balance in one or more future periods when the net investment hedge reserve is in a loss position.

K Derivative financial instruments and hedge accounting (Continued)

Interbank offered rates

Interbank offered rates ("IBORs"), such as the London Interbank Offered Rate ("LIBOR"), play a critical role in global financial markets, serving as reference rates for derivatives, loans and securities, and as parameters in the valuation of financial instruments.

In recent years, regulators, central banks and market participants have been working towards a transition to alternative risk-free benchmark reference rates ("RFRs") and market-led working groups in respective jurisdictions have recommended alternative risk-free reference rates, which are gradually being adopted in replacement of IBORs.

In response to the uncertainty about the long-term viability of these benchmark rates, and LIBOR in particular, the International Accounting Standards Board ("IASB") has established a project to consider the financial reporting implications of the reform. The transition from IBORs is expected to have an impact on various elements of financial instrument accounting, including hedge accounting, as well as fair value methodologies and disclosures.

BNM has announced the launch of the Malaysia Overnight Rate ("MYOR") as the new alternative RFRs for Malaysia and the MYOR will run in parallel to the existing Kuala Lumpur Interbank Offered Rate ("KLIBOR") with periodic reviews to ensure that the financial benchmark rates remain robust and reflective of an active underlying market. The Group has discontinued the publication of the 2- and 12-month KLIBOR tenors, which are the least referenced rates in the market for financial contracts, on 1 January 2023. The remaining one-, three- and six-month KLIBOR tenors, will continue to reflect an active underlying market.

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Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

K Derivative financial instruments and hedge accounting (Continued)

Impact of IBOR reform on the Group's and the Bank's hedging relationship

The Group and the Bank have hedge accounted relationships referencing IBORs, with the most significant interest rate benchmarks to which the Group's and the Bank's hedging relationships are exposed to are MYR KLIBOR.

The Group's and the Bank's risk exposures that are directly affected by the interest rate benchmark reform are the fair value hedge of the following financial instruments. These hedging relationships are designated using interest rate swaps, for changes attributable to MYR KLIBOR and HKD HIBOR that are respective current benchmark interest rate. Additional information about the Group's exposure to IBOR reform is presented in Note 27.

Fair value hedge	**2024**	
Hedged items	**The Group**	**The Bank**
Fixed rate liabilities	MYR8,925,000,000	MYR5,825,000,000
Fixed rate senior bonds	MYR7,875,000,000	MYR800,000,000
Fixed rate financial investments at fair value through other comprehensive income	MYR9,861,000,000	MYR9,051,000,000
Fixed rate financial investments at amortised cost	MYR50,000,000	MYR50,000,000
Fixed rate loans	MYR1,329,000,000	MYR1,329,000,000

Fair value hedge	**2023**	
Hedged items	**The Group**	**The Bank**
Fixed rate liabilities	MYR8,825,000,000	MYR7,409,000,000
Fixed rate senior bonds	MYR3,384,000,000	MYR2,000,000,000
Fixed rate financial investments at fair value through other comprehensive income	MYR11,510,000,000 HKD200,000,000	MYR10,585,000,000 HKD200,000,000
Fixed rate financial investments at amortised cost	MYR50,000,000	MYR50,000,000
Fixed rate loans	MYR1,329,000,000	MYR1,329,000,000

The Group will continue to record any ongoing hedge ineffectiveness, including that generated by changes as a result of interest rate reform, within the Statement of Income. One of the source of ineffectiveness would be due to the IBOR reform takes effect at a different time and have a different impact on the hedged items and hedging instruments.

K Derivative financial instruments and hedge accounting (Continued)

Managing the process to transition

The Group has established a steering committee to oversee the Group's IBORs transition plan. This steering committee has put in place a transition project which includes the assessment and actions necessary to accommodate the transition to RFRs as they apply to internal processes and systems in pricing, risk management, and valuation models, as well as managing related tax and accounting implications. The Group is continuing to monitor market developments in relation to the transition to RFRs from IBOR rates and their impact on the Group's financial assets and liabilities to ensure that there are no unexpected consequences or disruption from the transition.

The Group adopted the Phase 2 amendments and applied the practical expedient to update the effective interest rate for instruments measured at amortised cost to account for the changes in contractual cash flows that is a direct consequence of IBOR reform. As a result, no immediate gain or loss is recognised in profit or loss.

The amendments also provide reliefs that enable and require the Group to continue the MFRS 9 hedge accounting in circumstances when the Group updates the hedge documentation to reflect changes in hedged items and hedging instruments which are required by IBOR reform.

Hedge relationships

Since 2021, the Group has adopted the hedge accounting reliefs provided by 'phase 2' of the amendments for hedge designation. When the phase 1 amendments cease to apply, the Group will amend its hedge designation to reflect changes which are required by IBOR reform, but only to make one or more of these changes:

(i) designate an alternative benchmark rate (contractually or non-contractually specified) as a hedged risk;
(ii) amend the description of the hedged item, including the description of the designated portion of the fair value being hedged; or
(iii) amend the description of the hedging instrument. The Group will update its hedge documentation to reflect this change in designation by the end of the reporting period in which the changes are made.

These amendments to the hedge documentation do not require the Group to discontinue its hedge relationships. The Group has not made any amendments to its hedge documentation in the reporting period relating to IBOR reform.

K Derivative financial instruments and hedge accounting (Continued)

Hedge relationships (Continued)

Since 2021, changes required to systems, processes and models have been identified and fully implemented. The Group has identified that the areas of most significant risk arising from the replacement of LIBORs are: updating systems and processes which capture LIBORs referenced contracts; amendments to those contracts, or existing fallback/transition clauses not operating as anticipated; mismatches in timing of derivatives and loans transitioning from LIBORs and the resulting impact on economic risk management; and updating hedge designations. The Group continues to engage with industry participants and the regulator authorities, to ensure an orderly transition to RFRs and to minimise the risks arising from transition, and it will continue to identify and assess risks associated with LIBORs replacement.

Financial instruments measured using amortised cost measurement

'Phase 2' of the amendments requires that, for financial instruments measured using amortised cost measurement, changes to the basis for determining the contractual cash flows required by interest rate benchmark reform are reflected by adjusting their effective interest rate. No immediate gain or loss is recognised. These expedients are only applicable to changes that are required by interest rate benchmark reform, which is the case if, and only if, the change is necessary as a direct consequence of interest rate benchmark reform and the new basis for determining the contractual cash flows is economically equivalent to the previous basis (that is, the basis immediately preceding the change).

Where some or all of a change in the basis for determining the contractual cash flows of a financial asset and liability does not meet the above criteria, the above practical expedient is first applied to the changes required by interest rate benchmark reform, including updating the instrument's effective interest rate. Any additional changes are accounted for in the normal way (that is assessed for modification or derecognition, with the resulting modification gain/ loss recognised immediately in profit or loss where the instrument is not derecognised).

Since 2021, the Group has applied the practical expedients offered under 'phase 2' of the amendments on the financial instruments in the following section.

K Derivative financial instruments and hedge accounting (Continued)

Effect of IBOR reform

The following tables contain details of all financial instruments that the Group and the Bank holds at 31 December 2024 and 31 December 2023 which are referenced to MYR KLIBOR have not yet transitioned to alternative benchmark rates.

2024	**The Group**		**The Bank**	
	Notional amount of which: Have yet to transition to an alternative benchmark rate as at 31 December 2024			
	MYR KLIBOR		MYR KLIBOR	
	RM'000 Asset	**RM'000** Liability	**RM'000** Asset	**RM'000** Liability
Non-derivatives assets and liabilities				
Bonds/Sukuk and notes	575,000	120,000	575,000	-
Loans/financing	2,023,506	0	753,535	0
Recourse obligation on loans and financing sold to Cagamas	-	160,021	-	160,021
Derivatives	122,565,562	89,255,328	123,140,659	99,838,630

2023	**The Group**		**The Bank**	
	Notional amount of which: Have yet to transition to an alternative benchmark rate as at 31 December 2023			
	MYR KLIBOR		MYR KLIBOR	
	RM'000 Asset	**RM'000** Liability	**RM'000** Asset	**RM'000** Liability
Non-derivatives assets and liabilities				
Bonds/Sukuk and notes	260,000	-	230,000	-
Loans/financing	3,115,184	-	561,660	-
Recourse obligation on loans and financing sold to Cagamas	-	160,021	-	160,021
Derivatives	85,181,948	73,888,730	85,555,022	77,392,442

L Property, plant and equipment

Property, plant and equipment are initially stated at cost, less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the Bank and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance costs are charged to the statement of income during the financial period in which they are incurred.

Freehold land and capital work-in-progress are not depreciated. Other property, plant and equipment are depreciated on a straight line basis to allocate the cost of the assets to their residual values over their estimated useful lives, summarised as follows:

Buildings on freehold land	20 - 50 years
Buildings on leasehold land 50 years or more	40 - 50 years or over the remaining period of the lease, whichever is shorter
Building on leasehold land less than 50 years	40 - 50 years or over the remaining period of the lease, whichever is shorter
Office equipment, furniture and fixtures:	
- office equipment	3 - 10 years
- furniture and fixtures	5 - 10 years
Renovations	5 - 10 years or over the period of the tenancy, whichever is shorter
Computer equipment and hardware:	
- servers and hardware	3 - 7 years
- ATM machine	5 - 10 years
Motor vehicles	5 - 6 years
General plant and machinery	5 years

Depreciation on capital work-in-progress commences when the assets are ready for their intended use.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Property, plant and equipment are reviewed for impairment at the end of each reporting period and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down to its recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amounts and are included in non-interest income.

M Intangible assets

(a) Goodwill

Goodwill arises from a business combination and represents the excess of the aggregate of fair value of consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the net identifiable assets acquired and liabilities assumed on the acquisition date. If the fair value of consideration transferred, the amount of non-controlling interest and the fair value of previously held interest in the acquiree are less than the fair value of the net identifiable assets of the acquiree, the resulting gain is recognised in profit or loss.

Goodwill is not amortised but it is tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired, and carried at cost less accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to cash-generating units ("CGU"), or groups of CGUs, that is expected to benefit from the business combination in which goodwill arose, identified according to operating segment.

The carrying value of goodwill is compared to the recoverable amount, which is the higher of value in use and the fair value less costs of disposal. Any impairment is recognised immediately as an expense and is not subsequently reversed.

Goodwill on acquisitions of associates and joint arrangements respectively are included in investments in associates and joint arrangements. Such goodwill is tested for impairment as part of the overall balance.

(b) Other intangible assets

Other intangible assets include credit card customer relationships, core deposits, computer software and license. Other intangible assets are initially recognised when they are separable or arise from contractual or other legal rights, the cost can be measured reliably and, in the case of intangible assets not acquired in a business combination, when it is probable that future economic benefits attributable to the assets will flow to the Group and the Bank. The value of intangible assets which are acquired in a business combination is generally determined using fair value at acquisition date. Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software.

Intangible assets that have an indefinite useful life, or are not yet ready for use, are tested for impairment annually. This impairment test may be performed at any time during the financial year, provided it is performed at the same time every year. An intangible asset recognised during the current period is tested before the end of the current financial year.

Intangible assets that have a finite useful life are stated at cost less accumulated amortisation and accumulated impairment losses, and are amortised over their estimated useful lives.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

M Intangible assets (Continued)

(b) Other intangible assets (Continued)

Intangible assets are amortised over their finite useful lives as follows:

Customer relationships:	
- credit card	12 years
Computer software	3 - 15 years
Core deposits	8 - 20 years

N Leases – the Group and the Bank as lessee

Leases are recognised as right-of-use ("ROU") asset and a corresponding liability at the date on which the leased asset is available for use by the Group (i.e. the commencement date).

Contracts may contain both lease and non-lease components. The Group allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices.

Lease term

In determining the lease term, the Group considers all facts and circumstances that create an economic incentive to exercise an extension option, or not to exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not to be terminated).

The Group reassess the lease term upon the occurrence of a significant event or change in circumstances that is within the control of the Group and affects whether the Group is reasonably certain to exercise an option not previously included in the determination of lease term, or not to exercise an option previously included in the determination of lease term. A revision in lease term results in remeasurement of the lease liabilities. See accounting policy below on reassessment of lease liabilities.

ROU assets

ROU assets are initially measured at cost comprising the following:

- The amount of the initial measurement of lease liability;
- Any lease payments made at or before the commencement date less any lease incentive received;
- Any initial direct costs; and
- Decommissioning or restoration costs.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

N Leases – the Group and the Bank as lessee (Continued)

ROU assets (Continued)

ROU assets that are not investment properties are subsequently measured at cost, less accumulated depreciation and impairment loss (if any). The ROU assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Group is reasonably certain to exercise a purchase option, the ROU asset is depreciated over the underlying asset's useful life. In addition, the ROU assets are adjusted for certain remeasurement of the lease liabilities.

Lease liabilities

Lease liabilities are initially measured at the present value of the lease payments that are not paid at that date. The lease payments include the following:

- Fixed payments (including in-substance fixed payments), less any lease incentive receivable;
- Amounts expected to be payable by the Group under residual value guarantees;
- The exercise price of a purchase and extension options if the Group is reasonably certain to exercise that option; and
- Payments of penalties for terminating the lease, if the lease term reflects the Group exercising that option.

Lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Group, an incremental borrowing rate is used in determining the discount rate which assumes the interest rate that the Group would have to pay to borrow over a similar term, the funds necessary to obtain the asset.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

The Group presents the lease liabilities as a separate line item in the statement of financial position. Interest expense on the lease liability is presented under net interest income in the statement of income.

Short term leases and leases of low value assets

The Group elects to apply MFRS 16 recognition exemption such as short-term leases and leases for which the underlying asset is of low value. Short-term leases are leases with a lease term of 12 months or less with no purchase option. Low-value assets comprise IT equipment and small items of office furniture with value of RM20,000 (or equivalent to USD5,000) or below. Payments associated with short-term leases of equipment and vehicles and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss.

O Leases – the Group and the Bank as lessor

As a lessor, the Group determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Group makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset to the lessee. As part of this assessment, the Group considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

(a) Finance lease

The Group classifies a lease as a finance lease if the lease transfers substantially all the risks and rewards incidental to ownership of an underlying asset to the lessee.

The Group derecognises the underlying asset and recognises a receivable at an amount equal to the net investment in a finance lease. Net investment in a finance lease is measured at an amount equal to the sum of the present value of lease payments from lessee and the unguaranteed residual value of the underlying asset. Initial direct costs are also included in the initial measurement of the net investment. The net investments is subject to MFRS 9 impairment. In addition, the Group reviews regularly the estimated unguaranteed residual value.

Lease income is recognised over the term of the lease using the net investment method so as to reflect a constant periodic rate of return. The Group revises the lease income allocation if there is a reduction in the estimated unguaranteed residual value.

(b) Operating lease

The Group classifies a lease as an operating lease if the lease does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset to the lessee.

The Group recognises lease payments received under operating lease as lease income on a straight-line basis over the lease term. When assets are leased out under an operating lease, the asset is included in the statement of financial position based on the nature of the asset. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of underlying asset and recognised as an expense over the lease term on the same basis as lease income.

P Currency translations

(a) Functional and presentation currency

Items included in the Financial Statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The Financial Statements are presented in Ringgit Malaysia ("RM"), which is the Group's and the Bank's functional and presentation currency.

(b) Foreign currency transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income, except when deferred in equity as qualifying cash flow hedges and qualifying net investment hedges.

Changes in the fair value of monetary securities denominated in foreign currency classified as debt instruments at fair value through other comprehensive income are analysed between translation differences resulting from changes in the amortised cost of the security and other changes in the carrying amount of the security. Translation differences related to changes in the amortised cost are recognised in statement of income, and other changes in the carrying amount are recognised in equity.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Translation differences on non-monetary financial assets and liabilities, such as equity instruments held at fair value through profit or loss, are reported as part of the fair value gain or loss. Translation differences on non-monetary financial assets such as equities classified as fair value through other comprehensive income are included in the revaluation reserve of equity instruments at fair value through other comprehensive income.

P Currency translations (Continued)

(c) Group companies

The results and financial position of all the Group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of the statement of financial position;
- income and expenses for each statement of income are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of the transactions); and
- all resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation of the net investment in foreign operations and of borrowings and other financial instruments designated as hedges of such investments, are taken to shareholders' equity. When a foreign operation is partially disposed of or sold, exchange differences that were recorded in equity are recognised in the statement of income as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisitions of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences arising are recognised in other comprehensive income.

Q Income and deferred taxes

The tax expense for the financial year comprises current and deferred income tax. Tax is recognised in statement of income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax expense is determined according to the tax laws of each jurisdiction in which the Group operates and includes all taxes based upon the taxable profits.

Deferred income tax is recognised in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the Financial Statements. However, deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss, except for; where both an asset and a liability are recognised at the same time such as leases.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences and unused tax losses can be utilised.

Deferred income tax is recognised on temporary differences arising on investments in subsidiaries, associates and joint ventures except where the timing of the reversal of the temporary difference can be controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax related to fair value re-measurement of debt instruments at fair value through other comprehensive income and equity instruments at fair value, which is charged or credited directly to equity, is also credited or charged directly to equity and is subsequently recognised in the statement of income together with the deferred gain or loss.

Deferred income tax is determined using tax rates (and tax laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to taxes levied by the same taxation authority on either the taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

The Group is within the scope of the OECD's Pillar Two model rules. The disclosures in relation to the OECD Pillar Two have been included in Note 47.

R Share capital

(a) Classification

Ordinary shares and non-redeemable preference shares with discretionary dividends are classified as equity. Other shares are classified as equity and/or liability according to the economic substance of the contractual arrangement of the particular instrument.

(b) Share issue costs

Incremental external costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(c) Dividends

Dividends on ordinary shares and Redeemable Preference Shares are recognised as a liability when the shareholders' right to receive the dividend is established.

Distributions to holders of a financial instrument classified as an equity instrument are charged directly to equity.

(d) Earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Group and the Bank, excluding any costs of servicing equity other than ordinary shares; and
- by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year and excluding treasury shares.

(e) Diluted earnings per share

Diluted earnings per share adjusts the figures in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares; and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

S Employee benefits

(a) Short term employee benefits

The Group and the Bank recognise a liability and an expense for bonuses. The Group and the Bank recognise a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

Wages, salaries, paid annual leave and sick leave, bonuses, and non-monetary benefits are accrued in the financial year in which the associated services are rendered by employees of the Group and the Bank.

(b) Post-employment benefits

The Group and the Bank have various post-employment benefit schemes. These benefit plans are either defined contribution or defined benefit plans.

Defined contribution plans

Defined contribution plan is a pension plan under which the Group and the Bank pay fixed contributions into a separate entity (a fund) and will have no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees benefits relating to employee service in the current and prior periods.

The Group's and the Bank's contributions to defined contribution plans are charged to the statement of income in the financial year to which they relate. Once the contributions have been paid, the Group and the Bank have no further payment obligations. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Defined benefit plans

Defined benefit plan is a pension plan that is not a defined contribution plan. Defined benefit plans define an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation.

The defined benefit liability recognised in the statement of financial position is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets, together with adjustments for actuarial gains/losses and unrecognised past service cost.

S Employee benefits (Continued)

(b) Post-employment benefits (Continued)

Defined benefit plans (Continued)

The Group determines the present value of the defined benefit obligation and the fair value of any plan assets with sufficient regularity such that the amounts recognised in the financial statements do not differ materially from the amounts that would be determined at the end of the reporting period.

The defined benefit obligation, calculated using the projected credit unit method, is determined by independent actuaries, by discounting estimated future cash outflows using market rates on Thai government zero-coupon bond that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension obligation.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the financial year in which they arise.

Past-service costs are recognised immediately in profit or loss.

(c) Other long term employee benefits

The cost of long term employee benefits (for example, long term service leave) is accrued to match the rendering of the services by the employees concerned using a basis similar to that for defined benefit plans for the liability which is not expected to be settled within 12 months, except that remeasurements are recognised immediately in profit or loss.

(d) Termination benefits

Termination benefits are payable when employment is terminated by the Group and the Bank before the normal retirement date, or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Group and the Bank recognise termination benefits at the earlier of the following dates:

(a) when the Group and the Bank can no longer withdraw the offer of those benefits; and
(b) when the Group and the Bank recognise costs for a restructuring that is within the scope of MFRS 137 and involves the payment of termination benefits.

In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to their present value.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

S Employee benefits (Continued)

(e) Share-based compensation benefits

Long Term Incentive Plan ("LTIP")

The Group implements a Long Term Incentive Plan ("LTIP"), which is awarded to employees who hold senior management positions and key roles within the CIMB Group and its subsidiary companies, and who fulfill the eligibility criteria and have been approved for participation by the LTIP Committee. Any LTIP awards made to Executive Directors (or any persons connected to the directors) is subject to the approval of the shareholders at a general meeting.

The LTIP, which is valid for 7 years from the implementation date, comprises of 2 performance-based plans – the Employee Share Option Scheme ("ESOS") and the Share Grant Plan ("SGP"). Details of the key features of ESOS and SGP are set out in Note 45(g).

The fair value of the employee services received in exchange for the grant of the share options and shares is recognised as an expense in the statements of income over the vesting periods of the grant with a corresponding increase to share-based payment reserve within equity.

The total amount to be expensed over the vesting period is determined by reference to the fair value of the share options and shares granted, excluding the impact of any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of share options and shares that are expected to vest. At each reporting date, the Group revises its estimates of the number of share options and shares that are expected to vest. It recognises the impact of the revision of original estimates, if any, in the statements of income, with a corresponding adjustment to share-based payment reserve in equity.

Employee Ownership Plan ("EOP")

CIMB Group operates an equity-settled, share-based compensation plan, where ordinary shares of CIMB are purchased from the market at market value and awarded to the eligible executive employees.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the award is fully released to relevant employees ("the final release date"). The fair value of the employee services received in exchange for the grant of the shares is recognised as an expense in statement of income over the period of release, based on the best available estimate of the number of shares expected to be released at each of the relevant release date. On the final release date, the estimate will be revised to equal the actual number of shares that are ultimately released to the employees.

T Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows ("cash-generating units"). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

The impairment loss is charged to the statement of income unless it reverses a previous revaluation in which case it is charged to the revaluation surplus. Impairment losses on goodwill are not reversed. In respect of other assets, any subsequent increase in recoverable amount is recognised in the statement of income unless it reverses an impairment loss on a revalued asset in which case it is taken to revaluation surplus.

U Foreclosed assets

Foreclosed assets are stated at the lower of carrying amount and fair value less costs to sell and reported within "Other Assets".

V Provisions

Provisions are recognised by the Group and the Bank when all of the following conditions have been met:

(i) the Group and the Bank have a present legal or constructive obligation as a result of past events;
(ii) it is probable that an outflow of resources to settle the obligation will be required; and
(iii) a reliable estimate of the amount of obligation can be made.

Where the Group and the Bank expect a provision to be reimbursed by another party, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present values of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

W Financial guarantee contracts

Financial guarantee contracts are contracts that require the the Group and the Bank to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due, in accordance with the terms of a debt instrument. Such financial guarantees are given to banks, financial institutions and other bodies on behalf of customers to secure loans, overdrafts and other banking facilities.

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value. The fair value of financial guarantees is determined as the present value of the difference in net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee, or the estimated amount that would be payable to a third party for assuming the obligations. Subsequent to initial recognition, financial guarantee contracts are subsequently measured at the higher of the amount determined in accordance with the expected credit loss model under MFRS 9 “Financial instruments” and the amount initially recognised less cumulative amount of income recognised in accordance with the principles of MFRS 15 “Revenue from Contracts with Customers”, where appropriate.

Any increase in the liability relating to guarantees is reported in the statement of income within ECL for commitments and contingencies

X Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, bank balances and deposit placements with original maturity of 3 months or less.

Y Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Group Executive Committee as its chief operating decision-maker.

Intra-segment revenue and costs are eliminated at head office. Income and expenses directly associated with each segment are included in determining business segment performance.

Z Non-current assets held for sale

Non-current assets are classified as assets held for sale and stated at the lower of carrying amount and fair value less costs to sell if their carrying amount is recovered principally through a sale transaction rather than through continuing use.

CIMB Bank Berhad
(Incorporated in Malaysia)

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

AA Investment properties

Investment properties, comprising principally land and office buildings, are held for long term rental yields or for capital appreciation or both, and are not occupied by the Group and the Bank.

Investment properties of the Group are stated at fair value, representing the open-market value determined annually by external valuers. Fair value is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If this information is not available, the Group uses alternative valuation methods such as recent prices on less active markets or discounted cash flow projections. Changes in fair values are recorded in the statements of income as part of other income.

Subsequent expenditure is recognised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognised.

Changes in fair values are recognised in profit or loss. Investment properties are derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal.

On disposal of an investment property, or when it is permanently withdrawn from use and no future economic benefits are expected from its disposal, it shall be derecognised (eliminated from the statement of financial position). The difference between the net disposal proceeds and the carrying amount is recognised in statement of income in the period of the retirement or disposal.

Where the Group disposes of a property at fair value in an arm's length transaction, the carrying value immediately prior to the sale is adjusted to the transaction price, and the adjustment is recorded in profit or loss as a net gain/loss from fair value adjustment on investment property.

Summary of Material Accounting Policies for the financial year ended 31 December 2024 (Continued)

AB Contingent assets and contingent liabilities

Contingent assets arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Group. As this may result in the recognition of income that may never be realised, contingent assets are not recognised in the Group's Financial Statements but disclosed where inflows of economic benefits are probable, but not virtually certain.

Contingent liabilities, which do not include financial guarantee contracts, are possible obligations that arise from past events whose existence will be confirmed only by the occurrence, or non-occurrence, of one or more uncertain future events not wholly within the control of the Group; or are present obligations that have arisen from past events but are not recognised because it is not probable that settlement will require the outflow of economic benefits, or because the amount of the obligations cannot be reliably measured.

Contingent liabilities are not recognised in the Financial Statements but are disclosed unless the probability of settlement is remote.

AC Bills and acceptances payable

Bills and acceptances payable represent the Group's own bills and acceptances rediscounted and outstanding in the market.

AD Financing assistance scheme

Financing under a government scheme is recognised and measured in accordance with MFRS 9 "Financial Instruments", with the benefit at a below market and concession rate measured as the difference between the initial carrying amount or fair value of the financing and the amount received.

The benefit of government schemes that addresses identified costs or expenses incurred by the Group is recognised in the profit or loss in the same financial period when the cost or expenses are recognised, when the required conditions are fulfilled in accordance with MFRS 120 "Accounting for Government Grants and Disclosure of Government Assistance".

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024

1 General information

The Bank is principally engaged in all aspects of commercial banking and in the provision of related financial services, including Islamic banking. The principal activities of the significant subsidiaries as set out in Note 16 in the Financial Statements, consist of Islamic banking, offshore banking, debt factoring, trustees and nominee services, and property ownership and management. There was no significant change in the nature of these activities during the financial year.

The holding company of the Bank is CIMB Group Sdn. Bhd. and the Directors regard CIMB Group Holdings Bhd ("CIMB Group"), a company listed on the Main Board of the Bursa Malaysia Securities Berhad, as the ultimate holding company. Both companies are incorporated in Malaysia.

The Bank is a limited liability company, incorporated and domiciled in Malaysia.

The address of the Bank's registered office is 13th Floor, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur, Malaysia.

The Bank's principal place of business is at 17th Floor, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur, Malaysia.

2(a) Cash and short-term funds

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Cash and balances with banks and other financial institutions		**8,028,822**	8,026,080	**7,001,642**	7,048,299
Money at call and deposit placements maturing within one month		**18,189,983**	23,034,684	**10,799,536**	12,211,544
		26,218,805	31,060,764	**17,801,178**	19,259,843
Expected credit losses movement	**2(c)**	**(536)**	(729)	**-**	-
		26,218,269	31,060,035	**17,801,178**	19,259,843

(i) Balances with other financial institutions amounting to RM571,726,000 (2023: RM586,193,000) are not available for use in the Group's and the Bank's day-to-day operations because of the legal restriction in foreign jurisdiction.

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

2(b) Deposits and placements with banks and other financial institutions

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Licensed banks		**4,277,901**	2,490,127	**5,045,514**	5,390,166
Licensed investment banks		**-**	93,338	**-**	93,338
Other central banks		**20,164**	35,814	**-**	-
Other financial institutions		**200,042**	80,745	**-**	80,745
		4,498,107	2,700,024	**5,045,514**	5,564,249
Expected credit losses movement	**2(c)**	**(774)**	(2,125)	**(348)**	(56)
		4,497,333	2,697,899	**5,045,166**	5,564,193

2(c) Expected credit losses movement

Expected credit losses movement for money at call and deposits and placement with banks and other financial institutions:

The Group	**12-month expected credit losses (Stage 1) RM'000**	**Lifetime expected credit losses - not credit impaired (Stage 2) RM'000**	**Lifetime expected credit losses - Credit impaired (Stage 3) RM'000**	**Total RM'000**
At 1 January 2024	**2,854**	-	-	**2,854**
Total charge to Statement of Income:	**(1,496)**	-	-	**(1,496)**
New financial assets originated	**1,921**	-	-	**1,921**
Financial assets that have been derecognised	**(174)**	-	-	**(174)**
Change in credit risk	**(3,243)**	-	-	**(3,243)**
Exchange fluctuation	**(48)**	-	-	**(48)**
At 31 December 2024	**1,310**	-	-	**1,310**

The Group	**12-month expected credit losses (Stage 1) RM'000**	**Lifetime expected credit losses - not credit impaired (Stage 2) RM'000**	**Lifetime expected credit losses - Credit impaired (Stage 3) RM'000**	**Total RM'000**
At 1 January 2023	2,406	-	-	2,406
Total charge to Statement of Income:	426	-	-	426
New financial assets originated	1,553	-	-	1,553
Financial assets that have been derecognised	(58)	-	-	(58)
Change in credit risk	(1,069)	-	-	(1,069)
Exchange fluctuation	22	-	-	22
At 31 December 2023	2,854	-	-	2,854

CIMB Bank Berhad
(Incorporated in Malaysia)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

2(c) Expected credit losses movement (Continued)

Expected credit losses movement for money at call and deposits and placement with banks and other financial institutions: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**56**	**-**	**-**	**56**
Total charge to Statement of Income:	**317**	**-**	**-**	**317**
New financial assets originated	**1,649**	**-**	**-**	**1,649**
Financial assets that have been derecognised	**(79)**	**-**	**-**	**(79)**
Change in credit risk	**(1,253)**	**-**	**-**	**(1,253)**
Exchange fluctuation	**(25)**	**-**	**-**	**(25)**
At 31 December 2024	**348**	**-**	**-**	**348**

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	599	-	-	599
Total charge to Statement of Income:	(556)	-	-	(556)
New financial assets originated	764	-	-	764
Financial assets that have been derecognised	(10)	-	-	(10)
Change in credit risk	(1,310)	-	-	(1,310)
Exchange fluctuation	13	-	-	13
At 31 December 2023	56	-	-	56

3 Investment account placement

The investment account are exposures to Restricted Profit Sharing Investment Accounts ("RPSIA"), as part of an arrangement with CIMB Islamic. The RPSIA is a contract based on Shariah concept of Mudharabah between the Bank and CIMB Islamic to finance a specific business venture where the Bank solely provides capital and the business ventures are managed solely by the entrepreneur. The profit of the business venture is shared between both parties based on a pre-agreed ratio and management fees.

The underlying assets of CIMB Islamic for the RPSIA are as follows:

	The Bank	
	2024	2023
	RM'000	RM'000
Principal		
Term financing	**924,431**	1,422,062
Revolving credit	**2,003,664**	2,003,867
	2,928,095	3,425,929

As at 31 December 2024, the RPSIA placements have an average rate of return ranging between 3.68% to 4.30% (2023: 3.60% to 4.01%) per annum.

4 Reverse repurchase agreements/reverse Collateralised Commodity Murabahah

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Reverse repurchase agreements - at amortised cost	**10,433,820**	8,109,090	**8,574,863**	7,062,834

Included in reverse repurchase agreements/reverse Collateralised Commodity Murabahah of the Group and the Bank are financial instruments, which are pledged as collaterals for obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah amounting to RM4,221,046,000 and RM4,043,679,000 (31 December 2023: RM147,390,000 and RM147,390,000).

5 Financial investments at fair value through profit or loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Fair Value				
Money market instruments				
Unquoted:				
Malaysian Government Securities	**4,869,610**	3,047,851	**4,869,610**	3,047,851
Cagamas bonds	**985,174**	1,044,976	**631,637**	716,440
Malaysian Government treasury bills	**445,427**	983,420	**167,997**	345,440
Bank Negara Malaysia Monetary Notes	**3,750,808**	3,331,862	**2,220,121**	3,179,371
Negotiable instruments of deposit	**2,591,400**	2,398,255	**799,949**	1,008,810
Other Government securities	**10,093,347**	9,287,751	**2,712,959**	2,084,556
Government Investment Issues	**4,209,007**	1,937,431	**3,870,462**	1,394,939
Other Government treasury bills	**7,350,836**	8,927,008	**7,350,836**	8,927,008
Promissory Notes	**301,267**	308,890	**301,267**	308,890
Commercial papers	**1,811,580**	992,375	**966,265**	463,900
	36,408,456	32,259,819	**23,891,103**	21,477,205
Quoted securities:				
In Malaysia				
Shares	**1,573,525**	1,387,604	**1,573,525**	1,387,604
Outside Malaysia				
Shares	**417,593**	493,527	**417,593**	493,527
	1,991,118	1,881,131	**1,991,118**	1,881,131
Unquoted securities:				
In Malaysia				
Shares	**1,133,741**	1,037,006	**1,118,920**	1,023,021
Corporate bond and Sukuk	**3,112,566**	5,102,516	**2,690,678**	4,927,460
	4,246,307	6,139,522	**3,809,598**	5,950,481
Outside Malaysia				
Corporate bond	**3,635,969**	2,746,376	**2,853,984**	1,609,645
Private equity funds	**53,327**	87,410	**53,327**	87,410
	3,689,296	2,833,786	**2,907,311**	1,697,055
	46,335,177	43,114,258	**32,599,130**	31,005,872

Included in financial investments at FVTPL of the Group and the Bank are financial instruments, which are pledged as collaterals for obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah amounting to RM1,432,355,000 (31 December 2023: RM2,765,257,000).

6 Debt instruments at fair value through other comprehensive income

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Fair Value				
Money market instruments				
Unquoted:				
Malaysian Government Securities	**6,720,835**	6,099,862	**6,720,835**	6,099,862
Cagamas bonds	**447,572**	305,441	**371,684**	254,746
Other government treasury bills	**227,371**	58,434	**227,371**	58,434
Other government securities	**9,802,445**	7,756,926	**3,228,573**	1,425,844
Government investment issues	**9,087,127**	8,118,221	**6,823,731**	6,424,169
Negotiable instruments of deposit	**224,198**	656,664	**224,198**	656,664
	26,509,548	22,995,548	**17,596,392**	14,919,719
Unquoted securities:				
In Malaysia				
Corporate bond and Sukuk	**24,138,853**	22,791,055	**19,244,639**	19,169,507
Outside Malaysia				
Corporate bond and Sukuk	**12,231,841**	12,448,007	**9,843,097**	8,743,676
	12,231,841	12,448,007	**9,843,097**	8,743,676
	62,880,242	58,234,610	**46,684,128**	42,832,902

Securities and money market instruments amounting to RM7,009 million (2023: RM6,654 million) invested by asset management companies on behalf of the Group and the Bank.

Included in financial investments at FVOCI of the Group and the Bank are financial instruments, which are pledged as collaterals for obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah amounting to RM7,038,932,000 and RM7,038,932,000 (31 December 2023: RM5,390,082,000 and RM4,982,513,000).

6 Debt instruments at fair value through other comprehensive income (Continued)

Expected credit losses movement for debt instruments at fair value through other comprehensive income:

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position.

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Total RM'000
At 1 January 2024	**59,876**	**748**	**60,624**
Changes in expected credit losses due to transferred within stages:	**484**	**(484)**	**-**
Transferred to Stage 1	**721**	**(721)**	**-**
Transferred to Stage 2	**(237)**	**237**	**-**
Total charge to Statement of Income:	**(10,742)**	**16,799**	**6,057**
New financial assets purchased	**108,330**	**-**	**108,330**
Financial assets that have been derecognised	**(28,065)**	**(29)**	**(28,094)**
Change in credit risk	**(91,007)**	**16,828**	**(74,179)**
Exchange fluctuation	**(2,447)**	**86**	**(2,361)**
At 31 December 2024	**47,171**	**17,149**	**64,320**

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Total RM'000
At 1 January 2023	39,831	1,229	41,060
Changes in expected credit losses due to transferred within stages:	(32)	32	-
Transferred to Stage 2	(32)	32	-
Total charge to Statement of Income:	17,687	(514)	17,173
New financial assets purchased	73,420	-	73,420
Financial assets that have been derecognised	(15,581)	(33)	(15,614)
Change in credit risk	(40,152)	(481)	(40,633)
Exchange fluctuation	2,390	1	2,391
At 31 December 2023	59,876	748	60,624

6 Debt instruments at fair value through other comprehensive income (Continued)

Expected credit losses movement for debt instruments at fair value through other comprehensive income (Continued):

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position. (Continued)

The Bank	**12-month expected credit losses (Stage 1) RM'000**	**Lifetime expected credit losses - not credit impaired (Stage 2) RM'000**	**Total RM'000**
At 1 January 2024	**57,409**	**686**	**58,095**
Changes in expected credit losses due to transferred within stages:	**484**	**(484)**	**-**
Transferred to Stage 1	**721**	**(721)**	**-**
Transferred to Stage 2	**(237)**	**237**	**-**
Total charge to Statement of Income:	**(10,888)**	**1,860**	**(9,028)**
New financial assets purchased	**96,082**	**-**	**96,082**
Financial assets that have been derecognised	**(27,088)**	**-**	**(27,088)**
Change in credit risk	**(79,882)**	**1,860**	**(78,022)**
Exchange fluctuation	**(2,423)**	**(40)**	**(2,463)**
At 31 December 2024	**44,582**	**2,022**	**46,604**

The Bank	**12-month expected credit losses (Stage 1) RM'000**	**Lifetime expected credit losses - not credit impaired (Stage 2) RM'000**	**Total RM'000**
At 1 January 2023	38,370	1,226	39,596
Changes in expected credit losses due to transferred within stages:	(32)	32	-
Transferred to Stage 2	(32)	32	-
Total charge to Statement of Income:	16,714	(572)	16,142
New financial assets purchased	67,435	-	67,435
Financial assets that have been derecognised	(15,084)	(33)	(15,117)
Change in credit risk	(35,637)	(539)	(36,176)
Exchange fluctuation	2,357	-	2,357
At 31 December 2023	57,409	686	58,095

6 Debt instruments at fair value through other comprehensive income (Continued)

Gross carrying amount movement for debt instruments at fair value through other comprehensive income classified as credit impaired:

The Group and the Bank	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January/31 December 2024	-	-

The Group and the Bank	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January/31 December 2023	-	-

6 Debt instruments at fair value through other comprehensive income (Continued)

Impact of movements in gross carrying amount on expected credit losses

2024:
Stage 1 ECL decreased by RM12.7 million and RM12.8 million for the Group and the Bank respectively mainly due to change in credit risk and derecognition of the financial assets, offset by newly purchased financial assets.

Stage 2 ECL increased by RM16.4 million for the Group and RM1.3 million for the Bank mainly due to the change in credit risk.

2023:
Stage 1 ECL increased by RM20.0 million and RM19.0 million for the Group and the Bank respectively mainly due to newly purchased financial assets, offset by derecognition of the financial assets.

Stage 2 ECL decreased by RM0.5 million for both the Group and the Bank mainly due to the change in credit risk.

7 Equity instruments at fair value through other comprehensive income

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Quoted securities:				
Outside Malaysia				
Shares	**1,265**	1,718	**54**	54
Unquoted securities:				
In Malaysia				
Shares	**270,908**	269,240	**270,546**	268,909
Outside Malaysia				
Shares	**94,536**	8,042	**5,044**	3,820
	366,709	279,000	**275,644**	272,783

Equity investments at fair value through other comprehensive income comprise of the following individual investments:

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Quoted securities					
Compact Metal Industries Ltd		**54**	54	**54**	54
Premier Products Limited		**1,211**	1,664	**-**	-
		1,265	1,718	**54**	54
Unquoted securities					
Tabung Pemulihan Perumahan Terbengkalai		**93,210**	92,173	**93,210**	92,173
Swift		**5,044**	3,820	**5,044**	3,820
Financial Park (Labuan) Sdn Bhd		**169,932**	169,224	**169,932**	169,224
Global Maritime Ventures Bhd		**3,683**	3,825	**3,683**	3,825
Perbadanan Nasional Berhad		**3,721**	3,687	**3,721**	3,687
Thai Airways International PCL		**86,352**	-	**-**	-
Others	(a)	**3,502**	4,553	**-**	-
		365,444	277,282	**275,590**	272,729
Total equity investments at fair value through other comprehensive income comprise		**366,709**	279,000	**275,644**	272,783

(a) Included in others are unquoted equity instruments at fair value through other comprehensive income involved mainly in financial institutions and manufacturing sectors.

8 Debt instruments at amortised cost

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Money market instruments				
Unquoted:				
Malaysian Government securities	**11,386,220**	11,040,607	**11,386,220**	11,040,607
Cagamas bonds	**554,784**	524,581	**534,633**	489,380
Other Government treasury bills	**10,493,897**	8,019,307	**10,493,897**	8,019,307
Other Government's securities	**5,096,374**	5,193,723	**1,593,959**	1,632,295
Malaysian Government Investment Issue	**17,990,472**	19,045,969	**12,012,361**	12,884,218
Khazanah bonds	**112,980**	112,980	**112,980**	112,980
Commercial papers	**317,573**	137,081	**136,888**	137,081
	45,952,300	44,074,248	**36,270,938**	34,315,868
Unquoted securities:				
In Malaysia				
Corporate bond and Sukuk	**24,373,857**	24,926,620	**17,476,694**	18,225,471
Loan stock	**20,900**	20,900	**20,900**	20,900
	24,394,757	24,947,520	**17,497,594**	18,246,371
Outside Malaysia				
Corporate bond and Sukuk	**4,596,045**	4,384,784	**3,953,322**	4,158,674
Amortisation of premium net of accretion of discount	**(70,838)**	(69,824)	**(59,832)**	(62,977)
Less : Expected credit losses	**(587,477)**	(617,956)	**(600,618)**	(625,125)
	74,284,787	72,718,772	**57,061,404**	56,032,811

Securities and money market instruments amounting to RM1,384 million (2023: RM1,370 million) invested by asset management companies on behalf of the Group and the Bank.

Included in the debt instruments at amortised cost of the Group and the Bank as at 31 December 2024 are securities set aside as Deferred Net Settlement ("DNS") collateral for Retail Payment Settlement in RENTAS amounting to RM179,606,000 (2023: RM99,613,000). Withdrawal and substitution of DNS Collateral is subject to approval by Bank Negara Malaysia ("BNM") and Payments Network Malaysia Sdn Bhd ("PayNet").

Included in financial investments at amortised cost of the Group and the Bank are financial instruments, which are pledged as collaterals for obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah amounting to RM33,802,776,000 and RM24,378,560,000 (31 December 2023: RM37,722,216,000 and RM28,777,739,000).

8 Debt instruments at amortised cost (Continued)

Expected credit losses movement for debt instruments at amortised cost:

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**11,650**	**-**	**606,306**	**617,956**
Changes in expected credit losses due to transferred within stages:	**(285)**	**285**	**-**	**-**
Transferred to Stage 1	**88**	**(88)**	**-**	**-**
Transferred to Stage 2	**(373)**	**373**	**-**	**-**
Total charge to Statement of Income:	**(4,244)**	**934**	**69,380**	**66,070**
New financial assets purchased	**39,405**	**-**	**-**	**39,405**
Financial assets that have been derecognised	**(10,359)**	**-**	**-**	**(10,359)**
Change in credit risk	**(33,290)**	**934**	**69,380**	**37,024**
Write-offs	**-**	**-**	**(134,535)**	**(134,535)**
Exchange fluctuation	**(253)**	**(21)**	**(4)**	**(278)**
Other movements	**-**	**-**	**38,264**	**38,264**
At 31 December 2024	**6,868**	**1,198**	**579,411**	**587,477**

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	5,416	3,847	571,157	580,420
Changes in expected credit losses due to transferred within stages:	3,535	(3,535)	-	-
Transferred to Stage 1	3,675	(3,675)	-	-
Transferred to Stage 2	(140)	140	-	-
Total charge to Statement of Income:	2,434	(312)	(779)	1,343
New financial assets purchased	40,811	-	-	40,811
Financial assets that have been derecognised	(20,175)	-	-	(20,175)
Change in credit risk	(18,202)	(312)	(779)	(19,293)
Exchange fluctuation	265	-	8	273
Other movements	-	-	35,920	35,920
At 31 December 2023	11,650	-	606,306	617,956

8 Debt instruments at amortised cost (Continued)

Expected credit losses movement for debt instruments at amortised cost (Continued):

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**26,000**	**-**	**599,125**	**625,125**
Changes in expected credit losses due to transferred within stages:	**(285)**	**285**	**-**	**-**
Transferred to Stage 1	**88**	**(88)**	**-**	**-**
Transferred to Stage 2	**(373)**	**373**	**-**	**-**
Total charge to Statement of Income:	**(5,296)**	**934**	**69,380**	**65,018**
New financial assets purchased	**35,918**	**-**	**-**	**35,918**
Financial assets that have been derecognised	**(10,359)**	**-**	**-**	**(10,359)**
Change in credit risk	**(30,855)**	**934**	**69,380**	**39,459**
Write-offs	**-**	**-**	**(127,515)**	**(127,515)**
Exchange fluctuation	**(253)**	**(21)**	**-**	**(274)**
Other movements	**-**	**-**	**38,264**	**38,264**
At 31 December 2024	**20,166**	**1,198**	**579,254**	**600,618**

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	21,408	3,846	563,984	589,238
Changes in expected credit losses due to transferred within stages:	3,535	(3,535)	-	-
Transferred to Stage 1	3,675	(3,675)	-	-
Transferred to Stage 2	(140)	140	-	-
Total charge to Statement of Income:	792	(311)	(779)	(298)
New financial assets purchased	38,371	-	-	38,371
Financial assets that have been derecognised	(20,175)	-	-	(20,175)
Change in credit risk	(17,404)	(311)	(779)	(18,494)
Exchange fluctuation	265	-	-	265
Other movements	-	-	35,920	35,920
At 31 December 2023	26,000	-	599,125	625,125

8 Debt instruments at amortised cost (Continued)

Gross carrying amount movement for debt instruments at amortised cost classified as credit impaired:

The Group	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**1,457,754**	**1,457,754**
Other changes in debts instruments	**106,924**	**106,924**
Write-offs	**(134,535)**	**(134,535)**
Exchange fluctuation	**(12,356)**	**(12,356)**
At 31 December 2024	**1,417,787**	**1,417,787**

The Group	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	1,314,639	1,314,639
Other changes in debts instruments	122,157	122,157
Exchange fluctuation	20,958	20,958
At 31 December 2023	1,457,754	1,457,754

The Bank	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**855,895**	**855,895**
Other changes in debts instruments	**54,398**	**54,398**
Write-offs	**(127,515)**	**(127,515)**
At 31 December 2024	**782,778**	**782,778**

The Bank	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	805,694	805,694
Other changes in debts instruments	50,201	50,201
At 31 December 2023	855,895	855,895

8 Debt instruments at amortised cost (Continued)

Impact of movements in gross carrying amount on expected credit losses

2024:
Stage 1 ECL decreased by RM4.8 million for the Group and RM5.8 million for the Bank mainly due to derecognition of the financial assets, offset by newly purchased financial assets.

Stage 2 ECL increased by RM1.2 million for both the Group and the Bank respectively mainly due to financial assets migrated from Stage 1 to Stage 2 due to deterioration in credit quality.

Stage 3 ECL decreased by RM26.9 million for the Group and RM19.9 million for the Bank mainly due to financial assets being written off during the year.

2023:
Stage 1 ECL increased by RM6.2 million and RM4.6 million for the Group and the Bank respectively mainly due to newly purchased financial assets, offset by derecognition of the financial assets.

Stage 2 ECL decreased by RM3.8 million for both the Group and the Bank mainly due to financial assets migrated from Stage 2 to Stage 1 due to improvement in credit quality.

Stage 3 ECL increased by RM35.1 million for the Group and the Bank respectively due to deterioration in credit quality.

9 Loans, advances and financing

(i) By type:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
At amortised cost				
Overdrafts	**5,360,277**	5,114,091	**2,464,774**	2,477,961
Term loans/financing				
- Housing loan/financing	**137,137,039**	131,891,471	**66,075,757**	67,934,276
- Syndicated term loan	**23,799,374**	23,669,701	**22,533,986**	21,619,151
- Other term loans/financing	**133,047,351**	129,569,117	**74,746,889**	72,575,548
- Factoring receivables	**4,246**	2,831	**-**	-
- Lease receivables	**-**	115	**-**	-
- Hire purchase receivables	**25,982,336**	24,930,492	**1,086,851**	1,723,996
Bills receivable	**7,118,172**	6,682,262	**4,162,966**	4,193,638
Trust receipts	**2,065,795**	1,960,115	**832,630**	894,242
Claim on customers under acceptance credit	**3,278,450**	3,605,014	**2,021,173**	2,358,452
Staff loans	**1,520,425**	1,505,229	**1,035,367**	1,043,940
Credit card receivables	**8,170,765**	7,744,078	**7,579,309**	7,409,466
Revolving credit	**39,215,819**	38,337,190	**31,694,172**	30,888,271
Share margin financing	**22,637**	19,687	**22,637**	19,687
Gross loans, advances and financing at amortised cost	**386,722,686**	375,031,393	**214,256,511**	213,138,628
Fair value changes arising from fair value hedges	**(32,883)**	(59,698)	**(34,299)**	(58,765)
	386,689,803	374,971,695	**214,222,212**	213,079,863
Less:				
- Expected credit losses	**(6,614,307)**	(6,869,476)	**(3,705,529)**	(3,941,860)
Net loans, advances and financing at amortised cost	**380,075,496**	368,102,219	**210,516,683**	209,138,003
At fair value through profit or loss				
Term loans/financing				
- Syndicated term loan	**-**	274,133	**-**	-
Total net loans, advances and financing	**380,075,496**	368,376,352	**210,516,683**	209,138,003
Total gross loans, advances and financing				
- At amortised cost	**386,722,686**	375,031,393	**214,256,511**	213,138,628
- At fair value through profit or loss	**-**	274,133	**-**	-
	386,722,686	375,305,526	**214,256,511**	213,138,628

9 Loans, advances and financing (Continued)

(i) By type: (Continued)

(a) Included in the Group's and the Bank's loans, advances and financing balances are RM15,517,000 (2023: RM17,810,000) of reinstated loans which were previously impaired and written off prior to 2005. The reinstatements of these loans have been approved by BNM on 5 February 2010 and were done selectively on the basis of either full settlement of arrears or upon regularised payments of rescheduled loan repayments.

(b) The Group and the Bank have undertaken fair value hedge and cash flow hedge on the interest rate risk and foreign currency risk of loans, advances and financing of RM2,617,767,000 and RM1,994,302,000 respectively (2023: RM1,989,145,000 and RM1,723,889,000) using interest rate swaps.

(c) As part of an arrangement with CIMB Islamic in relation to the RPSIA, the Bank records as deposits and placements with banks and other financial institutions, its exposure in the arrangement (See Note 3), whereas CIMB Islamic records its exposure as loans, advances and financing. The RPSIA arrangement exposes the Bank to the risks and rewards on the financing and accordingly, the Bank accounts for all the expected credit losses arising from the RPSIA financing.

As at 31 December 2024, the gross exposure and expected credit losses relating to RPSIA financing are RM2,928,095,000 (2023: RM3,425,929,000) and RM352,000 (2023: RM415,000) respectively.

9 Loans, advances and financing (Continued)

(i) By type: (Continued)

(d) Included in the loans, advances and financing of the Group and the Bank as at 31 December 2024 are financing which are disclosed as "Restricted Agency Investment Account" in the financial statements of CIMB Islamic. The details are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Syndicated term loan	**1,532,005**	1,531,910	**1,532,005**	1,531,910
Revolving credit	**-**	1,202,943	**-**	1,202,943
Other term loan	**10,750,279**	10,147,962	**10,750,279**	10,147,962
	12,282,284	12,882,815	**12,282,284**	12,882,815

Restricted Agency Investment Account ("RAIA") arrangement is with the Bank's wholly owned subsidiary, CIMB Islamic, and the contract is based on the Wakalah principle where the Bank, solely provide the funds, whilst the assets are managed by CIMB Islamic (as the Wakeel or agent). In the arrangement, CIMB Islamic has transferred substantially all the risk and rewards of ownership of the Investment (i.e. the financing facility) to the Bank. Accordingly, the underlying assets (including the undisbursed portion of the financing commitment) and expected credit losses arising thereon, if any, are recognised and accounted for by the Bank.

9 Loans, advances and financing (Continued)

(ii) By type of customer:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Domestic banking institutions	**340,615**	208,444	**164,510**	8
Domestic non-bank financial institutions				
- stockbroking companies	**73,458**	281,240	**19,621**	253,759
- others	**7,261,730**	5,971,297	**3,731,198**	3,041,331
Domestic business enterprises				
- small medium enterprises	**45,234,629**	41,870,083	**20,029,528**	20,186,651
- others	**42,363,667**	47,392,393	**22,025,905**	25,133,004
Government and statutory bodies	**11,690,013**	11,788,572	**9,853,284**	10,009,687
Individuals	**223,868,726**	216,157,603	**105,592,502**	106,547,147
Other domestic entities	**2,998,253**	2,382,476	**889,693**	42,897
Foreign entities	**52,891,595**	49,253,418	**51,950,270**	47,924,144
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

(iii) By interest rate sensitivity:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Fixed rate				
- Housing loans	**5,085,535**	3,284,913	**568,818**	727,962
- Hire-purchase receivables	**22,516,759**	21,750,632	**893,028**	1,277,050
- Other fixed rate loans	**41,931,546**	39,513,278	**30,836,236**	28,738,350
Variable rate				
- BLR/BFR	**68,687,644**	74,385,122	**39,438,060**	46,671,489
- Cost-plus	**58,437,463**	61,354,041	**40,764,701**	43,046,370
- Other variable rates	**190,063,739**	175,017,540	**101,755,668**	92,677,407
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

9 Loans, advances and financing (Continued)

(iv) By economic purpose:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Personal use	**23,790,286**	21,812,098	**19,269,600**	17,572,740
Credit card	**8,170,765**	7,744,078	**7,579,309**	7,409,466
Purchase of consumer durables	**752,192**	649,888	**28,955**	33,971
Construction	**9,016,985**	9,712,989	**5,246,613**	6,003,072
Residential property (Housing)	**138,576,589**	133,196,794	**65,760,934**	67,559,330
Non-residential property	**41,866,500**	38,547,466	**25,521,742**	25,174,339
Purchase of fixed assets other than land and building	**3,787,395**	3,907,658	**2,634,881**	2,470,344
Merger and acquisition	**1,731,227**	2,228,564	**1,730,161**	2,001,039
Purchase of securities	**17,419,553**	18,961,132	**7,032,518**	6,988,628
Purchase of transport vehicles	**26,016,573**	25,072,945	**1,070,830**	1,735,901
Working capital	**87,340,181**	81,457,661	**59,646,795**	55,445,009
Other purpose	**28,254,440**	32,014,253	**18,734,173**	20,744,789
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

(v) By geographical distribution:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Malaysia	**273,805,487**	266,999,874	**140,279,142**	143,537,590
Indonesia	**2,699,426**	2,142,215	**2,699,426**	2,142,215
Thailand	**35,018,062**	35,802,475	**1,391,845**	2,435,068
Singapore	**47,506,861**	44,078,875	**47,506,861**	44,078,875
United Kingdom	**6,601,978**	6,956,802	**6,601,978**	6,956,802
Hong Kong	**2,173,007**	1,617,333	**2,173,007**	1,617,333
China	**4,657,391**	4,405,798	**4,657,391**	4,405,798
Other countries	**14,260,474**	13,302,154	**8,946,861**	7,964,947
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

9 Loans, advances and financing (Continued)

(vi) By economic sector:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Primary agriculture	**7,804,965**	8,685,575	**4,228,496**	4,544,887
Mining and quarrying	**3,379,783**	4,057,931	**2,911,392**	2,978,992
Manufacturing	**18,024,438**	19,398,308	**10,009,048**	11,589,747
Electricity, gas and water supply	**6,703,164**	7,126,566	**4,246,631**	3,587,933
Construction	**11,508,866**	12,156,798	**6,997,433**	8,047,966
Transport, storage and communications	**8,769,635**	9,602,507	**4,575,710**	5,296,757
Education, health and others	**18,916,261**	19,136,752	**15,371,505**	15,540,017
Wholesale and retail trade, and restaurants and hotels	**29,917,494**	27,882,360	**16,686,342**	16,381,009
Finance, insurance/takaful, real estate and business activities	**57,448,457**	50,815,440	**41,560,314**	36,577,932
Household	**219,261,251**	211,995,522	**102,780,130**	104,230,077
Others	**4,988,372**	4,447,767	**4,889,510**	4,363,311
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

(vii) By residual contractual maturity:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Maturing within one year	**76,030,665**	72,274,064	**56,111,939**	53,582,019
One year to less than three years	**26,362,367**	28,356,602	**18,920,354**	20,479,763
Three years to less than five years	**38,692,087**	35,753,335	**24,745,361**	23,376,606
Five years and more	**245,637,567**	238,921,525	**114,478,857**	115,700,240
Gross loans, advances and financing	**386,722,686**	375,305,526	**214,256,511**	213,138,628

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

9 Loans, advances and financing (Continued)

(viii) Credit impaired loans, advances and financing by economic purpose:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Personal use	**333,804**	311,576	**228,609**	197,102
Credit card	**153,964**	144,668	**143,575**	139,912
Purchase of consumer durables	**319**	832	**-**	46
Construction	**232,803**	272,218	**21,296**	89,811
Residential property (Housing)	**2,384,001**	3,035,763	**927,609**	1,212,534
Non-residential property	**356,119**	523,214	**183,803**	340,187
Purchased of fixed assets other than land and building	**18,520**	25,536	**-**	476
Purchase of securities	**1,135**	29,775	**286**	28,401
Purchase of transport vehicles	**323,401**	310,642	**29,778**	53,350
Working capital	**1,563,578**	1,733,434	**1,262,542**	1,484,444
Merger and acquisition	**44,619**	40,583	**44,619**	40,583
Other purpose	**759,001**	839,615	**557,241**	499,000
Gross credit impaired loans, advances and financing	**6,171,264**	7,267,856	**3,399,358**	4,085,846

9 Loans, advances and financing (Continued)

(ix) Credit impaired loans, advances and financing by geographical distribution:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Malaysia	**4,380,520**	5,326,355	**2,756,143**	3,531,391
Indonesia	**3,182**	27,625	**3,182**	27,625
Thailand	**1,036,970**	1,308,420	**110**	-
Singapore	**204,670**	157,209	**204,670**	157,209
United Kingdom	**45,862**	44,801	**45,862**	44,801
Hong Kong	**154,732**	160,808	**154,732**	160,808
China	**10,691**	5,351	**10,691**	5,351
Other countries	**334,637**	237,287	**223,968**	158,661
Gross credit impaired loans, advances and financing	**6,171,264**	7,267,856	**3,399,358**	4,085,846

(x) Credit impaired loans, advances and financing by economic sector:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Primary agriculture	**6,975**	68,828	**6,919**	14,491
Mining and quarrying	**936,147**	1,060,401	**926,260**	1,060,400
Manufacturing	**218,112**	260,440	**97,409**	176,642
Electricity, gas and water supply	**1,597**	496	**1,597**	496
Construction	**363,310**	184,571	**152,589**	65,275
Transport, storage and communications	**55,245**	262,471	**47,672**	253,052
Education, health and others	**109,374**	106,086	**31,065**	29,421
Wholesale and retail trade, and restaurants and hotels	**480,165**	705,968	**257,250**	367,297
Finance, insurance/takaful, real estate and business activities	**543,983**	480,496	**325,783**	252,022
Household	**3,330,259**	3,992,429	**1,428,606**	1,722,017
Others	**126,097**	145,670	**124,208**	144,733
Gross credit impaired loans, advances and financing	**6,171,264**	7,267,856	**3,399,358**	4,085,846

9 Loans, advances and financing (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows:

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
At 1 January 2024	**2,455,703**	**1,334,811**	**3,077,099**	**1,863**	**6,869,476**
Changes in expected credit losses due to transferred within stages:	**477,634**	**(445,886)**	**(31,748)**	**-**	**-**
Transferred to Stage 1	**1,050,982**	**(979,350)**	**(71,632)**	**-**	**-**
Transferred to Stage 2	**(503,562)**	**1,451,172**	**(947,610)**	**-**	**-**
Transferred to Stage 3	**(69,786)**	**(917,708)**	**987,494**	**-**	**-**
Total charge to Statement of Income:	**(833,887)**	**437,201**	**2,319,479**	**(587)**	**1,922,206**
New financial assets originated	**1,060,319**	**143,908**	**81,098**	**-**	**1,285,325**
Financial assets that have been derecognised	**(933,686)**	**(291,533)**	**-**	**-**	**(1,225,219)**
Writeback in respect of full recoveries	**-**	**-**	**(424,831)**	**(587)**	**(425,418)**
Change in credit risk	**(960,520)**	**584,826**	**2,663,212**	**-**	**2,287,518**
Write-offs	**(411)**	**(827)**	**(2,054,237)**	**(945)**	**(2,056,420)**
Disposal of loans, advances and financing	**-**	**-**	**(231,612)**	**-**	**(231,612)**
Exchange fluctuation	**(32,677)**	**(12,269)**	**(51,338)**	**(48)**	**(96,332)**
Other movements	**(1,097)**	**(23)**	**208,392**	**(283)**	**206,989**
At 31 December 2024	**2,065,265**	**1,313,007**	**3,236,035**	**-**	**6,614,307**

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

9 Loans, advances and financing (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows (Continued):

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
At 1 January 2023	1,112,032	2,940,456	3,665,331	1,771	7,719,590
Changes in expected credit losses due to transferred within stages:	1,874,579	(1,763,634)	(110,945)	-	-
Transferred to Stage 1	2,409,154	(2,278,733)	(130,421)	-	-
Transferred to Stage 2	(516,860)	1,572,531	(1,055,671)	-	-
Transferred to Stage 3	(17,715)	(1,057,432)	1,075,147	-	-
Total charge to Statement of Income:	(542,314)	139,707	1,948,805	-	1,546,198
New financial assets originated	918,088	212,278	64,386	-	1,194,752
Financial assets that have been derecognised	(503,819)	(343,062)	-	-	(846,881)
Writeback in respect of full recoveries	-	-	(238,840)	-	(238,840)
Change in credit risk	(956,583)	270,491	2,123,259	-	1,437,167
Write-offs	(95)	(598)	(2,681,691)	-	(2,682,384)
Exchange fluctuation	32,680	23,344	134,168	92	190,284
Other movements	(21,179)	(4,464)	121,431	-	95,788
At 31 December 2023	2,455,703	1,334,811	3,077,099	1,863	6,869,476

9 Loans, advances and financing (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows (Continued):

The Bank	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - Credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	**1,387,514**	**650,622**	**1,903,724**	**3,941,860**
Changes in expected credit losses due to transferred within stages:	**294,210**	**(296,332)**	**2,122**	**-**
Transferred to Stage 1	**587,375**	**(547,880)**	**(39,495)**	**-**
Transferred to Stage 2	**(224,301)**	**704,288**	**(479,987)**	**-**
Transferred to Stage 3	**(68,864)**	**(452,740)**	**521,604**	**-**
Total charge to Statement of Income:	**(556,361)**	**240,151**	**1,419,054**	**1,102,844**
New financial assets originated	**837,071**	**130,336**	**22,686**	**990,093**
Financial assets that have been derecognised	**(805,890)**	**(191,027)**	**-**	**(996,917)**
Writeback in respect of full recoveries	**-**	**-**	**(222,828)**	**(222,828)**
Change in credit risk	**(587,542)**	**300,842**	**1,619,196**	**1,332,496**
Write-offs	**(408)**	**(282)**	**(1,415,711)**	**(1,416,401)**
Exchange fluctuation	**(26,314)**	**(5,008)**	**(39,381)**	**(70,703)**
Other movements	**(971)**	**(96)**	**148,996**	**147,929**
At 31 December 2024	**1,097,670**	**589,055**	**2,018,804**	**3,705,529**

9 Loans, advances and financing (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows (Continued):

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	746,781	1,774,325	2,733,149	5,254,255
Changes in expected credit losses due to transferred within stages:	1,200,657	(1,071,204)	(129,453)	-
Transferred to Stage 1	1,468,561	(1,374,985)	(93,576)	-
Transferred to Stage 2	(258,340)	859,482	(601,142)	-
Transferred to Stage 3	(9,564)	(555,701)	565,265	-
Total charge to Statement of Income:	(559,499)	(54,319)	1,284,063	670,245
New financial assets originated	737,966	194,037	36,946	968,949
Financial assets that have been derecognised	(417,811)	(226,078)	-	(643,889)
Writeback in respect of full recoveries	-	-	(107,806)	(107,806)
Change in credit risk	(879,654)	(22,278)	1,354,923	452,991
Write-offs	(76)	(210)	(2,159,127)	(2,159,413)
Exchange fluctuation	20,807	6,372	105,036	132,215
Other movements	(21,156)	(4,342)	70,056	44,558
At 31 December 2023	1,387,514	650,622	1,903,724	3,941,860

9 Loans, advances and financing (Continued)

(xii) Movements in credit impaired loans, advances and financing

Gross carrying amount movement of loans, advances and financing at amortised cost classified as credit impaired:

	The Group		
	Lifetime expected credit losses - Credit impaired (Stage 3)	**Purchased credit impaired**	**Total**
	RM'000	**RM'000**	**RM'000**
At 1 January 2024	**7,261,739**	**6,117**	**7,267,856**
Transfer within stages	**1,793,543**	**-**	**1,793,543**
New financial assets originated	**40,653**	**-**	**40,653**
Write-offs	**(2,054,237)**	**(945)**	**(2,055,182)**
Amount fully recovered	**(597,456)**	**-**	**(597,456)**
Other changes in loans, advances and financing	**209,387**	**(5,033)**	**204,354**
Disposal of loans, advances and financing	**(418,123)**	**-**	**(418,123)**
Exchange fluctuation	**(64,242)**	**(139)**	**(64,381)**
At 31 December 2024	**6,171,264**	**-**	**6,171,264**

	The Group		
	Lifetime expected credit losses - Credit impaired (Stage 3)	**Purchased credit impaired**	**Total**
	RM'000	**RM'000**	**RM'000**
At 1 January 2023	8,147,023	5,948	8,152,971
Transfer within stages	2,030,513	-	2,030,513
New financial assets originated	222,608	-	222,608
Write-offs	(2,681,691)	-	(2,681,691)
Amount fully recovered	(759,670)	-	(759,670)
Other changes in loans, advances and financing	148,543	(141)	148,402
Exchange fluctuation	154,413	310	154,723
At 31 December 2023	7,261,739	6,117	7,267,856

	The Group	
	2024	2023
Ratio of credit impaired loans to total gross loans, advances and financing	**1.60%**	1.94%

9 Loans, advances and financing (Continued)

(xii) Movements in credit impaired loans, advances and financing (Continued)

Gross carrying amount movement of loans, advances and financing at amortised cost classified as credit impaired (Continued):

	The Bank	
	Lifetime expected credit losses - Credit impaired (Stage 3)	**Total**
	RM'000	**RM'000**
At 1 January 2024	**4,085,846**	**4,085,846**
Transfer within stages	**830,638**	**830,638**
New financial assets originated	**37,127**	**37,127**
Write-offs	**(1,415,711)**	**(1,415,711)**
Amount fully recovered	**(317,506)**	**(317,506)**
Other changes in loans, advances and financing	**211,360**	**211,360**
Exchange fluctuation	**(32,396)**	**(32,396)**
At 31 December 2024	**3,399,358**	**3,399,358**

	The Bank	
	Lifetime expected credit losses - Credit impaired (Stage 3)	**Total**
	RM'000	**RM'000**
At 1 January 2023	5,546,280	5,546,280
Transfer within stages	735,729	735,729
New financial assets originated	186,313	186,313
Write-offs	(2,159,127)	(2,159,127)
Amount fully recovered	(426,209)	(426,209)
Other changes in loans, advances and financing	109,025	109,025
Exchange fluctuation	93,835	93,835
At 31 December 2023	4,085,846	4,085,846

	The Bank	
	2024	2023
Ratio of credit impaired loans to total gross loans, advances and financing	**1.59%**	1.92%

9 Loans, advances and financing (Continued)

Impact of movements in gross carrying amount on expected credit losses

2024:

Stage 1 ECL decreased by RM390 million for the Group and RM290 million for the Bank mainly due to loans, advances and financing that were fully repaid, having movement in the existing account balances during the financial year, and accounts migrated from Stage 1 to Stage 2 or Stage 3 due to deterioration in credit quality amounting to RM162,529 million for the Group and RM105,189 million for the Bank, offset by newly originated loans and accounts migrated from Stage 2 or Stage 3 to Stage 1 due to improvement in credit quality amounting to RM177,550 million for the Group and RM110,866 million for the Bank.

Stage 2 ECL decreased by RM22 million for the Group and RM62 million for the Bank as a result of loans, advances and financing that were fully repaid, having movement in the existing account balances during the financial year, and accounts migrated from Stage 2 to Stage 1 due to improved credit quality amounting to RM33,393 million for the Group and RM20,241 million for the Bank, offset by accounts migrated from Stage 1 to Stage 2 due to deterioration in credit quality.

Stage 3 ECL increased by RM159 million for the Group and RM115 million for the Bank as a result of RM5,715 million and RM2,933 million of the Group's and the Bank's loans, advances and financing that were transferred to Stage 3 due to credit quality deterioration. This is however offset by the loans that were fully repaid, having movement in the existing account balances during the financial year, and transferred to Stage 1 or Stage 2 due to improvement in credit quality. Changes in S3 ECL is also due to loans, advances and financing which ECL mostly fully provided for that were written off during the financial year.

The amount of loans, advances and financing whose cash flows were modified of the Group and the Bank during the financial year were RM311,747,000 and RMNil.

9 Loans, advances and financing (Continued)

Impact of movements in gross carrying amount on expected credit losses (Continued)

2023:

Stage 1 ECL increased by RM1,344 million for the Group and RM641 million for the Bank mainly due to newly originated loans and accounts migrated from Stage 2 or Stage 3 to Stage 1 due to improvement in credit quality amounting to RM191,024 million for the Group and RM118,509 million for the Bank, offset by loans, advances and financing that were fully repaid, having movement in the existing account balances during the financial year, and accounts migrated from Stage 1 to Stage 2 or Stage 3 due to deterioration in credit quality.

Stage 2 ECL decreased by RM1,606 million for the Group and RM1,124 million for the Bank as a result loans, advances and financing that were fully repaid, having movement in the existing account balances during the financial year, and accounts migrated from Stage 2 to Stage 1 due to improved credit quality amounting to RM57,337 million for the Group and RM34,507 million for the Bank, offset by accounts migrated from Stage 1 to Stage 2 due to deterioration in credit quality.

Stage 3 ECL decreased by RM588 million for the Group and RM829 million for the Bank as a result of loans, advances and financing that were fully repaid, having movement in the existing account balances during the financial year, and transferred to Stage 1 or Stage 2. Changes in S3 ECL is also due to loans, advances and financing which ECL mostly fully provided for that were written off during the financial year of RM2,654 million and RM2,132 million for the Group and the Bank respectively. This is however offset by RM7,134 million and RM3,691 million of the Group's and the Bank's loans, advances and financing that were transferred into Stage 3 due to credit quality deterioration.

The amount of loans, advances and financing whose cash flows were modified of the Group and the Bank during the financial year were RM311,943,000 and RM52,299,000.

10 Other assets

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Foreclosed assets, net of allowance for impairment losses of RM33,990,000 (2023: RM63,024,000)	(a)	**139,494**	172,329	**-**	-
Due from brokers		**26,669**	45,045	**26,669**	45,045
Structured financing		**707,501**	504,996	**707,501**	504,996
Collateral pledged for derivative transactions		**4,318,096**	3,561,451	**2,775,071**	2,117,750
Treasury related receivables		**1,518,341**	1,233,083	**1,130,047**	1,185,680
Settlement accounts		**698,339**	1,323,115	**641,144**	1,284,742
Other debtors net of expected credit losses*, deposits and prepayments	(b)	**1,522,711**	1,574,133	**1,092,777**	1,558,084
		8,931,151	8,414,152	**6,373,209**	6,696,297

* net of expected credit losses of RM611,853,000 (2023: RM558,238,000) for the Group and RM555,573,000 (2023: RM537,221,000) for the Bank (see Note 10(b))

(a) Movements of allowance on impairment for foreclosed assets during the financial year are as follows:

	The Group	
	2024	2023
	RM'000	RM'000
At 1 January	**63,024**	32,672
Net allowance made during the financial year	**215,335**	170,455
Disposed during the financial year	**(242,698)**	(142,406)
Exchange difference	**(1,671)**	2,303
At 31 December	**33,990**	63,024

Foreclosed properties are stated at the lower of carrying amount and fair value less cost to sale. Independent valuation of the foreclosed properties was performed by valuers to determine the fair value of the foreclosed properties as at 31 December 2024. The fair values are within Level 2 of the fair value hierarchy. The fair values have been derived using the sale comparison approach. Sale price of comparable land and building in close proximity are adjusted for differences in key attributes such as property size.

10 Other assets (Continued)

(b) Movements of expected credit losses for other assets are as follows:

(i) Under simplified approach

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
At 1 January	**8,605**	12,519	**6,035**	8,447
Net expected credit losses charge/(writeback) during the financial year	**1,675**	(682)	**900**	(1,178)
Other movements	**-**	(612)	**-**	(612)
Write-offs	**(8,065)**	(3,312)	**(4,522)**	(663)
Exchange difference	**1,656**	692	**(115)**	41
At 31 December	**3,871**	8,605	**2,298**	6,035

(ii) Under general approach

The Group	**12-month expected credit losses (Stage 1)**	**Lifetime expected credit losses - not credit impaired (Stage 2)**	**Lifetime expected credit losses - Credit impaired (Stage 3)**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
At 1 January 2024	**29,751**	**2,000**	**517,882**	**549,633**
Total charge to Statement of Income:	**60,617**	**-**	**(268)**	**60,349**
Writeback in respect of recoveries	**-**	**-**	**(268)**	**(268)**
Change in credit risk	**60,617**	**-**	**-**	**60,617**
Write-offs	**-**	**(2,000)**	**-**	**(2,000)**
At 31 December 2024	**90,368**	**-**	**517,614**	**607,982**

The Group	**12-month expected credit losses (Stage 1)**	**Lifetime expected credit losses - not credit impaired (Stage 2)**	**Lifetime expected credit losses - Credit impaired (Stage 3)**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
At 1 January 2023	23,340	2,000	520,019	545,359
Total charge to Statement of Income:	6,411	-	(2,137)	4,274
Writeback in respect of recoveries	-	-	(344)	(344)
Change in credit risk	6,411	-	(1,793)	4,618
At 31 December 2023	29,751	2,000	517,882	549,633

Included in the ECL provided in the current and previous financial year under general approach is related to settlement of debit card balances.

10 Other assets (Continued)

(b) Movements of expected credit losses for other assets are as follows: (Continued)

(ii) Under general approach (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**11,839**	**2,000**	**517,347**	**531,186**
Total charge to Statement of Income:	**24,357**	**-**	**(268)**	**24,089**
Writeback in respect of recoveries	**-**	**-**	**(268)**	**(268)**
Change in credit risk	**24,357**	**-**	**-**	**24,357**
Write-offs	**-**	**(2,000)**	**-**	**(2,000)**
At 31 December 2024	**36,196**	**-**	**517,079**	**553,275**

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	9,258	2,000	518,291	529,549
Total charge to Statement of Income:	2,581	-	(944)	1,637
Writeback in respect of recoveries	-	-	(344)	(344)
Change in credit risk	2,581	-	(600)	1,981
At 31 December 2023	11,839	2,000	517,347	531,186

10 Other assets (Continued)

(b) Movements of expected credit losses for other assets are as follows: (Continued)

(iii) Gross carrying amount movement of other assets classified as credit impaired under general approach:

The Group	Lifetime expected credit losses - credit impaired (Stage 3)	
	2024	2023
	RM'000	RM'000
At 1 January	**517,882**	520,019
Writeback in respect of recoveries	**-**	(344)
Other changes	**(268)**	(1,793)
At 31 December	**517,614**	517,882

The Bank	Lifetime expected credit losses - credit impaired (Stage 3)	
	2024	2023
	RM'000	RM'000
At 1 January	**517,347**	518,291
Writeback in respect of recoveries	**-**	(344)
Other changes	**(268)**	(600)
At 31 December	**517,079**	517,347

10 Other assets (Continued)

Impact of movements in gross carrying amount on expected credit losses:

2024:

Stage 1 ECL increased by RM60.6 million and RM24.4 million for the Group and the Bank respectively due to change in credit risk.

Stage 2 ECL decreased by RM2.0 million for the Group and the Bank respectively due to write-offs during the year.

Stage 3 ECL decreased by RM0.3 for the Group and the Bank respectively due to recoveries.

2023:

Stage 1 ECL increased by RM6.4 million and RM2.6 million for the Group and the Bank respectively due to change in credit risk.

Stage 2 ECL remained unchanged.

Stage 3 ECL decreased by RM2.1 million and RM0.9 million for the Group and the Bank respectively due to change in credit risk.

11 Amounts due from holding company and ultimate holding company

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Amounts due from:				
- ultimate holding company	**6,034**	13,543	**6,024**	13,542
- holding company	**1,203**	3,967	**1,203**	3,967
	7,237	17,510	**7,227**	17,509

The amounts due from holding company and ultimate holding company are unsecured, interest free and recallable on demand.

12 Amounts due from/(to) subsidiaries

	The Bank	
	2024	2023
	RM'000	RM'000
Amounts due from subsidiaries	**11,378**	15,888
Amounts due to subsidiaries	**(638,276)**	(638,743)

The amounts due from/(to) subsidiaries are unsecured, interest free and recallable on demand.

13 Amounts due from/(to) related companies

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Amounts due from related companies	**4,707,543**	3,871,832	**4,702,380**	3,864,906
Amounts due to related companies	**(8,694)**	(34,528)	**(4,731)**	(32,431)

Included in amount due from related companies is an amount of RM4,613,966,000 (2023: RM3,815,531,000) due from Proton Commerce Sdn. Bhd. ("PCSB"). These comprise of the funding to PCSB for the hire purchase business.

Other than the above, the amounts from/(to) related companies are unsecured, interest free and recallable on demand.

14 Deferred taxation

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same tax authority. The following amounts are shown in the statements of financial position, after offsetting:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Deferred tax assets	**1,291,929**	1,457,581	**879,346**	891,209
Deferred tax liabilities	**(706)**	(986)	**-**	-
	1,291,223	1,456,595	**879,346**	891,209

Further breakdown are as follows:

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	The Group		The Bank	
	2024	2023	**2024**	2023
Deferred tax assets (before offsetting)	**RM'000**	RM'000	**RM'000**	RM'000
Expected credit losses	**733,184**	805,108	**377,162**	421,312
Fair value reserve - Debt instruments at fair value through other comprehensive income	**82,815**	145,787	**91,196**	115,985
Unutilised tax losses	**24,542**	14,957	**-**	-
Post employment benefit obligations	**37,904**	44,548	**-**	-
Provision for expenses	**482,376**	426,045	**452,492**	402,738
Own credit risk reserve	**3,227**	14,910	**-**	-
Lease liabilities	**51,971**	73,049	**36,987**	55,072
Other temporary differences	**79,530**	127,402	**74,707**	38,935
	1,495,549	1,651,806	**1,032,544**	1,034,042
Offsetting	**(203,620)**	(194,225)	**(153,198)**	(142,833)
Deferred tax assets (after offsetting)	**1,291,929**	1,457,581	**879,346**	891,209
Deferred tax liabilities (before offsetting)				
Fair value reserve - Equity instruments at fair value through other comprehensive income	**(39,535)**	(38,827)	**(39,294)**	(38,495)
Right-of-use assets	**(31,077)**	(58,916)	**(17,158)**	(42,026)
Property, plant and equipment	**(56,073)**	(51,572)	**(25,473)**	(20,805)
Intangible assets	**(76,176)**	(44,862)	**(70,163)**	(40,988)
Cash flow hedge reserve	**(1,465)**	(1,034)	**(1,110)**	(519)
	(204,326)	(195,211)	**(153,198)**	(142,833)
Offsetting	**203,620**	194,225	**153,198**	142,833
Deferred tax liabilities (after offsetting)	**(706)**	(986)	**-**	-

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

14 Deferred taxation (Continued)

The movements in deferred tax assets and liabilities during the financial year comprise the following:

The Group	Note	Expected credit losses	Accelerated tax depreciation	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Intangible assets	Post employment benefit obligations	Provision for expenses	Cash flow hedge	Own credit risk	Right-of-use assets	Lease liabilities	Unutilised tax losses	Other temporary differences	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred tax assets/(liabilities)															
At 1 January 2024		**805,108**	**(51,572)**	**145,787**	**(38,827)**	**(44,862)**	**44,548**	**426,045**	**(1,034)**	**14,910**	**(58,916)**	**73,049**	**14,957**	**127,402**	**1,456,595**
(Charged)/credited to statements of income	**47**	**(48,455)**	**(6,367)**	**(20,944)**	-	**(29,612)**	**(2,023)**	**39,919**	-	**65**	**25,982**	**(17,749)**	**6,182**	**(45,467)**	**(98,469)**
(Under)/over provision in prior financial year		**(20,631)**	**1,364**	-	-	**(1,799)**	-	**(1,208)**	-	-	**957**	**(2,801)**	**4,310**	**325**	**(19,483)**
Transferred to equity		-	-	**(41,339)**	**(716)**	-	**(3,543)**	-	**(520)**	**(11,312)**	-	-	-	**(42)**	**(57,472)**
Exchange difference		**(2,838)**	**502**	**(689)**	**8**	**97**	**(1,078)**	**17,620**	**89**	**(436)**	**900**	**(528)**	**(907)**	**(2,688)**	**10,052**
At 31 December 2024		**733,184**	**(56,073)**	**82,815**	**(39,535)**	**(76,176)**	**37,904**	**482,376**	**(1,465)**	**3,227**	**(31,077)**	**51,971**	**24,542**	**79,530**	**1,291,223**

The Group	Note	Expected credit losses	Accelerated tax depreciation	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Intangible assets	Post employment benefit obligations	Provision for expenses	Cash flow hedge	Own credit risk	Right-of-use assets	Lease liabilities	Unutilised tax losses	Other temporary differences	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred tax assets/(liabilities)															
At 1 January 2023		538,339	(53,954)	294,132	(37,872)	(15,919)	39,865	395,981	(952)	-	(53,476)	74,763	11,921	170,905	1,363,733
Credited/(charged) to statements of income	**47**	216,573	4,099	(2,914)	-	(25,227)	1,244	30,520	-	(66)	4,238	(3,151)	3,510	(76,809)	152,017
Over/(under) provision in prior financial year		48,245	(1,115)	-	-	(3,703)	-	(1,400)	-	-	(8,333)	575	(557)	28,725	62,437
Transferred to equity		-	-	(146,926)	(937)	-	1,318	-	54	14,665	-	-	-	-	(131,826)
Exchange difference		1,951	(602)	1,495	(18)	(13)	2,121	944	(136)	311	(1,345)	862	83	4,581	10,234
At 31 December 2023		805,108	(51,572)	145,787	(38,827)	(44,862)	44,548	426,045	(1,034)	14,910	(58,916)	73,049	14,957	127,402	1,456,595

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14 Deferred taxation (Continued)

The movements in deferred tax assets and liabilities during the financial year comprise the following (Continued):

The Bank	Note	Expected credit losses	Accelerated tax depreciation	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Intangible assets	Provision for expenses	Cash flow hedge	Right-of-use assets	Lease liabilities	Other temporary differences	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred tax assets/(liabilities)												
At 1 January 2024		**421,312**	**(20,805)**	**115,985**	**(38,495)**	**(40,988)**	**402,738**	**(519)**	**(42,026)**	**55,072**	**38,935**	**891,209**
(Charged)/credited to statements of income	**47**	**(23,974)**	**(6,150)**	**-**	**-**	**(27,401)**	**35,031**	**-**	**24,227**	**(15,968)**	**35,507**	**21,272**
(Under)/over provision in prior financial year		**(20,248)**	**863**	**-**	**-**	**(1,774)**	**(2,933)**	**-**	**-**	**(1,865)**	**328**	**(25,629)**
Transferred to equity		**-**	**-**	**(24,648)**	**(799)**	**-**	**-**	**(591)**	**-**	**-**	**-**	**(26,038)**
Exchange difference		**72**	**619**	**(141)**	**-**	**-**	**17,656**	**-**	**641**	**(252)**	**(63)**	**18,532**
At 31 December 2024		**377,162**	**(25,473)**	**91,196**	**(39,294)**	**(70,163)**	**452,492**	**(1,110)**	**(17,158)**	**36,987**	**74,707**	**879,346**

The Bank	Note	Expected credit losses	Accelerated tax depreciation	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Intangible assets	Provision for expenses	Cash flow hedge	Right-of-use assets	Lease liabilities	Other temporary differences	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred tax assets/(liabilities)												
At 1 January 2023		300,444	(21,224)	237,241	(37,515)	(14,265)	372,425	649	(51,077)	71,856	75,737	934,271
Credited/(charged) to statements of income	**47**	95,988	2,269	-	-	(23,028)	28,445	-	9,858	(9,326)	(61,345)	42,861
Over/(under) provision in prior financial year		24,988	(1,115)	-	-	(3,695)	964	-	-	(7,758)	24,466	37,850
Transferred to equity		-	-	(122,225)	(980)	-	-	(1,168)	-	-	-	(124,373)
Exchange difference		(108)	(735)	969	-	-	904	-	(807)	300	77	600
At 31 December 2023		421,312	(20,805)	115,985	(38,495)	(40,988)	402,738	(519)	(42,026)	55,072	38,935	891,209

15 Statutory deposits with central banks

The non-interest bearing statutory deposits maintained with Bank Negara Malaysia ("BNM") are in compliance with Section 26(2)(c) of the Central Bank of Malaysia Act 2009, the amounts of which are determined at set percentages of total eligible liabilities. The non-interest bearing statutory deposits of foreign subsidiaries and foreign branches are maintained with respective central banks in compliance with the applicable legislation.

16 Investments in subsidiaries

	The Bank	
	2024	2023
	RM'000	RM'000
Unquoted shares, at cost		
- ordinary shares	**6,142,994**	6,432,929
- preference shares	**350,000**	350,000
	6,492,994	6,782,929
Fair values arising from fair value hedge	**51,258**	59,752
Less: Allowance for impairment losses	**(33,715)**	(34,075)
	6,510,537	6,808,606

The Bank has undertaken fair value hedge on the foreign exchange risk arising from its investment in CIMB Bank PLC. The fair value hedge on CIMB Bank PLC is accounted for as net investment hedge at Group level.

(a) Additional investment in subsidiaries

i. On 18 March 2024, the Bank completed the capital injection of VND90 billion into new ordinary shares of CIMB Bank (Vietnam) Limited. The new ordinary shares were issued by CIMB Bank (Vietnam) Limited at an issue price of VND1 each to CIMB Bank.

ii. On 13 December 2024, the Bank completed the capital injection of VN250 billion into new ordinary shares of CIMB Bank (Vietnam) Limited. The new ordinary shares were issued by CIMB Bank (Vietnam) Limited at an issue price of VND1 each to CIMB Bank.

(b) CIMB Nominees (S) Ptd Ltd has been dissolved on 22 May 2024 via Member's Voluntary Liquidation.

(c) On 24 December 2024, CIMB Bank (L) Limited repatriated USD90 million to the Bank, of which RM282.1 million served as capital repayment whilst the excess as dividend distribution.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

16 Investments in subsidiaries (Continued)

The table below shows the movements in allowance for impairment losses during the financial year for the Bank:

	The Bank	
	2024	2023
	RM'000	RM'000
At 1 January	**34,075**	34,075
Liquidation of a subsidiary	**(360)**	-
At 31 December	**33,715**	34,075

(a) The subsidiaries of the Bank are as follows:

		Percentage of equity held:			
		Directly by the Bank		Through subsidiary company	
		2024	2023	**2024**	2023
Name	**Principal activities**	**%**	%	**%**	%
CIMB Group Nominees (Tempatan) Sdn. Bhd.	Provision of nominee services	**100**	100	-	-
CIMB Group Nominees (Asing) Sdn. Bhd.	Provision of nominee services	**100**	100	-	-
Bumiputra-Commerce Corporate Services Limited (Incorporated in the Federal Territory of Labuan) ~	Nominee services	-	-	**100**	100
BC Management Services Ltd. (Incorporated in the Federal Territory of Labuan) ~	Nominee services	-	-	**100**	100
CIMB Islamic Trustee Berhad	Trustee to unit trust funds, public debt financing issues and private trusts and other corporate trusts	**20**	20	**40**	40
CIMB Trust Limited (Incorporated in the Federal Territory of Labuan)	Trustee services	**100**	100	-	-
CIMB FactorLease Berhad	Leasing, hire purchase financing, debt factoring, loan management and property management	**100**	100	-	-
CIMB Bank (L) Limited (Incorporated in the Federal Territory of Labuan)	Carrying on business of a Labuan bank	**100**	100	-	-
iCIMB (Malaysia) Sdn. Bhd.	Provision of outsourcing services	**100**	100	-	-

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

16 Investments in subsidiaries (Continued)

(a) The subsidiaries of the Bank are as follows (Continued):

		Percentage of equity held:			
		Directly by the Bank		Through subsidiary company	
		2024	2023	**2024**	2023
Name	**Principal activities**	**%**	%	**%**	%
CIMB Islamic Bank Berhad	Islamic banking and related financial services	**100**	100	**-**	-
S.B. Venture Capital Corporation Sdn. Bhd.	Investment holding and provision of management services	**100**	100	**-**	-
CIMB Islamic Nominees (Tempatan) Sdn. Bhd.	Provision of nominee services	**-**	-	**100**	100
CIMB Islamic Nominees (Asing) Sdn. Bhd.	Provision of nominee services	**-**	-	**100**	100
CIMB Commerce Trustee Berhad	Provision of trustee, custodian and nominees services	**20**	20	**40**	40
S.B. Properties Sdn. Bhd.	Property ownership and management	**100**	100	**-**	-
BHLB Properties Sdn. Bhd.	To own and manage premises and other immovable properties	**100**	100	**-**	-
SIBB Berhad	Investment dealing	**80**	80	**-**	-
Perdana Nominees (Tempatan) Sdn. Bhd.	Provision of nominee services	**-**	-	**80**	80
SFB Auto Berhad	Financial services	**100**	100	**-**	-
SFB Development Sdn. Bhd.	Property investment	**100**	100	**-**	-
CIMB Nominees (S) Pte. Ltd. (Incorporated in Republic of Singapore) ^	Provision of nominee services	**-**	100	**-**	-
CIMB Thai Bank Public Company Limited (Incorporated in the Kingdom of Thailand) [α]	Commercial Banking	**94.83**	94.83	**-**	-
CIMB Bank PLC (Incorporated in Cambodia) [@@]	Commercial banking and related financial services	**100**	100	**-**	-
CIMB Bank (Vietnam) Limited (Incorporated in Vietnam) [@@]	Banking activities	**100**	100		
Merdeka Kapital Berhad **	Engaged in the purchase from multi originators of receivables and the raising of funds and related activities	**-**	-	**-**	-

16 Investments in subsidiaries (Continued)

(a) The subsidiaries of the Bank are as follows (Continued):

The subsidiaries held through CIMB Thai Bank Public Company Limited are as follows:

Name	Principal activities	Percentage of equity held: 2024 %	2023 %
CIMB Thai Auto Co. Ltd (Incorporated in the Kingdom of Thailand) α	Hire purchase sale & leaseback and financial lease	**99.99**	99.99
Worldlease Company Limited (Incorporated in the Kingdom of Thailand) α	Hire purchase of motorcycles	**99.99**	99.99

α Audited by a member firm of PricewaterhouseCoopers International Limited which is a separate and independent legal entity from PricewaterhouseCoopers PLT
@@ Audited by a firm other than member firms of PricewaterhouseCoopers International Limited
** The silo of Merdeka Kapital Berhad is consolidated pursuant to MFRS 10 and not audited by PricewaterhouseCoopers PLT
^ Strike off completed during the financial year
~ Not being audited

All the subsidiaries, unless otherwise stated, are incorporated in Malaysia.

Impairment test of investment in subsidiaries

As at 31 December 2024, the net assets of CIMB Vietnam was below its carrying amount. Accordingly, the Bank had undertaken an impairment test on the carrying amount of the investments in CIMB Vietnam.

CIMB Vietnam

The recoverable amount of the investment in CIMB Vietnam was determined based on the fair value less costs of disposal. The fair value was determined based on the price-to-book (P/B) multiples of comparable companies. The fair value measurement was categorised within level 2 of the fair value hierarchy. No impairment is required as the fair value less costs of disposal exceeded the carrying amount.

Further sensitivity tests have been performed and the estimated recoverable amount will only be equal to the carrying value under the assumptions when the P/B multiple is stressed by 645 basis points (2023: 827 basis points) while all other assumptions remained constant.

16 Investments in subsidiaries (Continued)

(b) Consolidation of the silo of Merdeka Kapital Berhad

In 2011, the Bank obtained funding through securitisation of its hire purchase receivables to Merdeka Kapital Berhad ("MKB"), a special purpose vehicle set up to undertake multi securitisation transactions. Arising from the adoption of MFRS 10 "Consolidated Financial Statements" in 2013, the Group has consolidated the silo of MKB in relation to the Bank's hire purchase receivables, as this silo has been legally ring-fenced for this transaction. The securitisation transaction was completed in 2016.

On 31 March 2017, the Bank obtained new funding through securitisation of its hire purchase receivables to MKB.

The securitisation transaction was completed on 27 March 2024.

16 Investments in subsidiaries (Continued)

(c) Details of subsidiaries that have material non-controlling interests:

Set out below are the Group's subsidiaries that have material non-controlling interests:

	Proportion of ownership interests and voting rights held by non-controlling interests		Profit allocated to non-controlling interests		Accumulated non-controlling interests	
	2024	2023	**2024**	2023	**2024**	2023
Name of subsidiaries	**%**	%	**RM'000**	RM'000	**RM'000**	RM'000
CIMB Thai Bank Public Company Limited and its subsidiaries (incorporated in the Kingdom of Thailand)	**5.17**	5.17	**19,230**	10,497	**333,717**	316,010
Individually immaterial subsidiaries with non-controlling interests					**11,866**	11,999
					345,583	328,009

Summarised financial information for each subsidiary that has non-controlling interests that are material to the Group is set out below. The summarised financial information below represents amounts before inter-company eliminations.

	CIMB Thai Bank Public Company Limited Group	
	2024	2023
	RM'000	RM'000
Total assets	**66,407,411**	68,029,490
Total liabilities	**(59,843,820)**	(61,812,012)
Net assets	**6,563,591**	6,217,478

	Year ended 31 December	
	2024	2023
	RM'000	RM'000
Revenue	**1,776,719**	1,702,728
Profit before taxation	**464,197**	255,981
Taxation	**(92,251)**	(52,939)
Other comprehensive income	**(27,460)**	302,815
Total comprehensive income	**344,486**	505,857
Profit allocated to non-controlling interest	**19,230**	10,497
Net cash generated from operating activities	**167,512**	382,852
Net cash generated from/(used in) investing activities	**1,540,816**	(830,980)
Net cash used in financing activities	**(1,871,002)**	(121,414)
Net decrease in cash and cash equivalents	**(162,674)**	(569,542)

17 Investment in joint venture

	The Group	
	2024	2023
	RM'000	RM'000
At 1 January	**152,311**	162,906
Share of loss	**(6,103)**	(10,595)
At 31 December	**146,208**	152,311

	The Bank	
	2024	2023
	RM'000	RM'000
Unquoted shares, at cost	**125,000**	125,000

(a) Information about joint venture:

The principal place of business and country of incorporation of the joint venture is Malaysia. The joint venture is measured using the equity method. There is no available quoted market price of the investment in the joint venture.

The direct joint venture of the Bank is:

Name	**Principal activity**	**Percentage of equity held**	
		2024	2023
		%	%
Proton Commerce Sdn. Bhd.	Financing of vehicles	**50**	50

On 22 October 2003, Bumiputra-Commerce Finance Berhad ("BCF") (now known as Mutiara Aset Berhad) entered into a joint venture agreement with Proton Edar Sdn. Bhd. ("PESB") for the purposes of building and operating a competitive vehicle financing business in Malaysia for vehicles distributed by PESB. Subsequently, a joint venture was incorporated under the name of Proton Commerce Sdn. Bhd. ("PCSB") which is 50:50 owned by BCF and PESB respectively. PCSB is primarily responsible for developing, managing and marketing hire purchase loans for vehicles sold to the customers of PESB. Pursuant to the joint venture, BCF issued RM200 million Perpetual Preference Shares ("PPS") which were fully subscribed by PCSB. Pursuant to the vesting of the finance company business and the related assets and liabilities of BCF to the Bank and the subsequent capital reduction exercise undertaken by BCF in 2006, the BCF PPS were cancelled, and the Bank issued RM200 million PPS to PCSB.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

17 Investment in joint venture (Continued)

(b) The summarised financial information below represents amounts shown in the material joint venture's financial statements prepared in accordance with MFRSs (adjusted by the Group for equity accounting purposes).

	PCSB	
	2024	2023
	RM'000	RM'000
Non-current assets	**4,711,946**	4,037,848
Current assets	**832,834**	764,156
Current liabilities (non-trade)	**(5,234,821)**	(4,479,316)
Non-current liabilities (non-trade)	**(17,543)**	(18,066)
Net assets	**292,416**	304,622
The above amounts of assets include the following:		
Cash and cash equivalents	**47,351**	31,176

	2024	2023
	RM'000	RM'000
Revenue	**249,585**	169,717
Loss for the financial year/Total comprehensive expense for the financial year	**(12,206)**	(21,189)
The above loss for the financial year include the following:		
Interest income	**250,064**	198,800
Interest expense	**(153,916)**	(108,753)
Taxation	**4,174**	3,973

(c) Reconciliation of the summarised financial information to the carrying amount of the interest in the material joint venture recognised in the consolidated financial statements:

	2024	2023
	RM'000	RM'000
Opening net assets as at 1 January	**304,622**	325,811
Loss for the financial year	**(12,206)**	(21,189)
Closing net assets as at 31 December	**292,416**	304,622
Interest in joint venture	**50%**	50%
Interest in joint venture (RM'000)	**146,208**	152,311

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

18 Property, plant and equipment

The Group 2024	Note	Freehold land RM'000	Buildings on freehold land RM'000	Buildings on leasehold land 50 years or more RM'000	Buildings on leasehold land less than 50 years RM'000	Renovations, work-in-progress, office equipment, plant and machinery and furniture and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicles RM'000	Total RM'000
Cost									
At 1 January		**120,623**	**361,233**	**32,810**	**4,118**	**1,001,253**	**1,090,277**	**22,748**	**2,633,062**
Additions		**-**	**-**	**-**	**-**	**40,629**	**98,099**	**412**	**139,140**
Disposals/write-offs		**(640)**	**(2,862)**	**-**	**-**	**(19,924)**	**(25,175)**	**(4,201)**	**(52,802)**
Reclassifications		**-**	**-**	**-**	**-**	**(2,440)**	**2,440**	**-**	**-**
Reclassified from intangible assets	**22**	**-**	**-**	**-**	**-**	**-**	**1,008**	**-**	**1,008**
Reclassified from non-current assets held for sale		**-**	**7,853**	**-**	**-**	**-**	**-**	**-**	**7,853**
Exchange fluctuation		**(1,099)**	**22,566**	**(644)**	**-**	**(14,127)**	**(6,767)**	**(892)**	**(963)**
At 31 December		**118,884**	**388,790**	**32,166**	**4,118**	**1,005,391**	**1,159,882**	**18,067**	**2,727,298**
Accumulated depreciation and impairment									
At 1 January		**2,625**	**134,737**	**11,662**	**3,898**	**672,900**	**886,016**	**17,240**	**1,729,078**
Charge for the financial year	**42**	**-**	**7,047**	**938**	**63**	**45,593**	**115,871**	**2,045**	**171,557**
Disposals/write-off		**-**	**(2,862)**	**-**	**-**	**(13,075)**	**(24,728)**	**(4,201)**	**(44,866)**
Reversal of impairment		**-**	**-**	**-**	**-**	**(229)**	**-**	**-**	**(229)**
Other reclassifications		**-**	**1,688**	**(1,890)**	**(23)**	**-**	**-**	**-**	**(225)**
Reclassified from non-current assets held for sale		**-**	**2,269**	**-**	**-**	**-**	**-**	**-**	**2,269**
Exchange fluctuation		**(60)**	**24,000**	**(245)**	**-**	**(3,520)**	**(8,997)**	**(1,136)**	**10,042**
At 31 December		**2,565**	**166,879**	**10,465**	**3,938**	**701,669**	**968,162**	**13,948**	**1,867,626**
Net book value at 31 December 2024		**116,319**	**221,911**	**21,701**	**180**	**303,722**	**191,720**	**4,119**	**859,672**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

18 Property, plant and equipment (Continued)

The Group 2023	Note	Freehold land RM'000	Buildings on freehold land RM'000	Buildings on leasehold land 50 years or more RM'000	Buildings on leasehold land less than 50 years RM'000	Renovations, work-in-progress, office equipment, plant and machinery and furniture and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicles RM'000	Total RM'000
Cost									
As 1 January		119,287	355,560	31,236	4,118	970,442	1,066,131	23,005	2,569,779
Additions		-	-	-	-	142,015	98,496	1,576	242,087
Disposals/write-offs		-	-	-	-	(121,147)	(95,205)	(2,879)	(219,231)
Reclassified to investment properties	20	(1,110)	(4,028)	-	-	-	-	-	(5,138)
Reclassifications		-	-	-	-	(8,922)	8,922	-	-
Reclassified from/(to) intangible assets	22	-	-	-	-	1,550	(788)	-	762
Exchange fluctuation		2,446	9,701	1,574	-	17,315	12,721	1,046	44,803
At 31 December		120,623	361,233	32,810	4,118	1,001,253	1,090,277	22,748	2,633,062
Accumulated depreciation and impairment									
At 1 January		4,799	124,020	10,392	3,849	649,287	861,537	16,926	1,670,810
Charge for the financial year	42	-	6,795	929	72	53,263	108,712	2,411	172,182
Disposals/write-off		-	-	-	-	(40,763)	(94,618)	(2,877)	(138,258)
Reversal of impairment		(2,424)	(187)	-	-	-	-	-	(2,611)
Other reclassifications		-	-	(202)	(23)	-	-	-	(225)
Reclassified to investment properties	20	-	(2,380)	-	-	-	-	-	(2,380)
Exchange fluctuation		250	6,489	543	-	11,113	10,385	780	29,560
At 31 December		2,625	134,737	11,662	3,898	672,900	886,016	17,240	1,729,078
Net book value at 31 December 2023		117,998	226,496	21,148	220	328,353	204,261	5,508	903,984

Work-in-progress amounted to RM188,623,259 (2023: RM204,396,686) for the Group.

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

18 Property, plant and equipment (Continued)

The Bank		Freehold land	Buildings on freehold land	Buildings on leasehold land 50 years or more	Buildings on leasehold land less than 50 years	Renovations, work-in-progress, office equipment, plant and machinery and furniture and fittings	Computer equipment and hardware	Motor vehicles	Total
2024	**Note**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Cost									
At 1 January		**68,635**	**125,502**	**32,517**	**3,607**	**769,980**	**867,367**	**1,980**	**1,869,588**
Additions		**-**	**-**	**-**	**-**	**17,823**	**88,597**	**-**	**106,420**
Disposals/write-off		**-**	**-**	**-**	**-**	**(10,407)**	**(21,553)**	**(261)**	**(32,221)**
Reclassified from non-current assets held for sale		**-**	**7,853**	**-**	**-**	**-**	**-**	**-**	**7,853**
Exchange fluctuation		**-**	**(215)**	**(637)**	**-**	**(8,477)**	**(3,520)**	**(6)**	**(12,855)**
At 31 December		**68,635**	**133,140**	**31,880**	**3,607**	**768,919**	**930,891**	**1,713**	**1,938,785**
Accumulated depreciation									
At 1 January		**-**	**33,447**	**11,386**	**3,389**	**497,552**	**703,293**	**1,964**	**1,251,031**
Charge for the financial year	**42**	**-**	**3,640**	**931**	**63**	**27,823**	**95,991**	**12**	**128,460**
Disposals/write off		**-**	**-**	**-**	**-**	**(3,114)**	**(21,179)**	**(261)**	**(24,554)**
Other reclassifications		**-**	**1,688**	**(1,890)**	**(23)**	**-**	**-**	**-**	**(225)**
Reclassified from non-current assets held for sale		**-**	**2,269**	**-**	**-**	**-**	**-**	**-**	**2,269**
Exchange fluctuation		**-**	**(41)**	**(238)**	**-**	**(2,732)**	**(3,274)**	**(6)**	**(6,291)**
At 31 December		**-**	**41,003**	**10,189**	**3,429**	**519,529**	**774,831**	**1,709**	**1,350,690**
Net book value at 31 December 2024		**68,635**	**92,137**	**21,691**	**178**	**249,390**	**156,060**	**4**	**588,095**

18 Property, plant and equipment (Continued)

The Bank 2023	Note	Freehold land RM'000	Buildings on freehold land RM'000	Buildings on leasehold land 50 years or more RM'000	Buildings on leasehold land less than 50 years RM'000	Renovations, work-in-progress, office equipment, plant and machinery and furniture and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicles RM'000	Total RM'000
Cost									
At 1 January		68,635	124,975	30,956	3,607	738,650	821,757	1,969	1,790,549
Additions		-	-	-	-	112,873	84,532	-	197,405
Disposals/write-off		-	-	-	-	(88,208)	(42,676)	-	(130,884)
Exchange fluctuation		-	527	1,561	-	6,665	3,754	11	12,518
At 31 December		68,635	125,502	32,517	3,607	769,980	867,367	1,980	1,869,588
Accumulated depreciation									
At 1 January		-	30,187	10,136	3,349	466,823	655,484	1,916	1,167,895
Charge for the financial year	42	-	3,159	921	63	37,213	87,158	37	128,551
Disposals/write off		-	-	-	-	(9,096)	(42,204)	-	(51,300)
Other reclassifications		-	-	(202)	(23)	-	-	-	(225)
Exchange fluctuation		-	101	531	-	2,612	2,855	11	6,110
At 31 December		-	33,447	11,386	3,389	497,552	703,293	1,964	1,251,031
Net book value at 31 December 2023		68,635	92,055	21,131	218	272,428	164,074	16	618,557

Work-in-progress amounted to RM185,993,373 (2023: RM194,487,704) for the Bank.

19 Right-of-use assets

Carrying amount of right-of-use assets by class of underlying assets are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Buildings	**323,010**	390,954	**256,455**	309,713
Leasehold land	**7,295**	7,563	**6,968**	7,226
Computer equipment	**109,996**	130,240	**97,637**	116,452
Motor vehicles	**386**	1,223	**-**	395
	440,687	529,980	**361,060**	433,786

Additions to the right-of-use assets and depreciation charge during the financial year for the Group and the Bank are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Additions	**230,116**	205,703	**214,471**	166,683
Charge for the financial year:				
Buildings	**159,910**	154,123	**133,614**	128,191
Leasehold land	**43**	43	**33**	33
Computer equipment	**48,746**	31,133	**43,688**	27,478
Motor vehicles	**488**	560	**65**	134
	209,187	185,859	**177,400**	155,836

Short-term leases expenses, low-value leases expenses and variable lease payments expenses that are not included in lease liabilities for the Group and the Bank are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Short-term lease expenses	**649**	3,277	**649**	3,277
Low-value lease expenses	**5,891**	6,030	**5,889**	6,028
Variable lease payment expenses	**42,504**	48,653	**41,848**	47,947

20 Investment properties

	Freehold land	Building on freehold land	Total
	RM'000	**RM'000**	**RM'000**
The Group			
2024			
At 1 January	**1,110**	**1,648**	**2,758**
Fair value adjustments	**5,506**	**284**	**5,790**
Exchange fluctuation	**(25)**	**(38)**	**(63)**
Fair value at 31 December	**6,591**	**1,894**	**8,485**

20 Investment properties (Continued)

	Note	Freehold land RM'000	Building on freehold land RM'000	Total RM'000
The Group				
2023				
Cost				
At 1 January		-	-	-
Reclassified from property, plant and equipment	18	1,110	1,648	2,758
Fair value at 31 December		1,110	1,648	2,758

21 Goodwill

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Cost				
At 1 January	**5,170,494**	5,157,590	**3,559,075**	3,559,075
Exchange fluctuation	**(5,932)**	12,904	**-**	-
At 31 December	**5,164,562**	5,170,494	**3,559,075**	3,559,075
Impairment				
At 1 January/31 December	**(1,219,197)**	(1,219,197)	**(4,000)**	(4,000)
Net book value at 31 December	**3,945,365**	3,951,297	**3,555,075**	3,555,075

Allocation of goodwill to cash-generating units

Goodwill has been allocated to the following cash-generating-units ("CGUs"). These CGUs do not carry any intangible assets with indefinite useful lives:

	The Group		The Bank	
	2024	2023	**2024**	2023
CGU	**RM'000**	RM'000	**RM'000**	RM'000
Consumer Banking				
Retail Financial Services	**1,262,272**	1,262,272	**1,262,272**	1,262,272
Islamic Banking	**136,000**	136,000	**-**	-
Group Cards	**425,803**	425,803	**425,803**	425,803
Commercial Banking	**911,000**	911,000	**911,000**	911,000
Wholesale Banking				
Corporate Banking	**419,000**	419,000	**419,000**	419,000
Treasury	**537,000**	537,000	**537,000**	537,000
Foreign Banking operations				
Thailand	**198,339**	198,339	**-**	-
Exchange fluctuation	**55,951**	61,883	**-**	-
	3,945,365	3,951,297	**3,555,075**	3,555,075

21 Goodwill (Continued)

In respect to the foreign banking operation in Thailand, goodwill is allocated to the following CGUs; Consumer Banking and Wholesale Banking of RM51,165,000 and RM147,174,000 respectively, as at 31 December 2023 and 31 December 2024.

Impairment test for goodwill

Value-in-use

The recoverable amount of CGU is determined based on the value-in-use calculations. These calculations use pre-tax cash flow projections based on the 2025 financial budgets approved by the Board of Directors, projected for four years based on the average historical Gross Domestic Product ("GDP") growth of the country covering a four-year period (2025-2028), revised for current economic conditions. Cash flows beyond the four years period are extrapolated using the estimated terminal growth rates and discounted using pre-tax discount rates which reflect the specific risks relating to the CGU. The cash flow projections are derived based on a number of key factors including the past performance and management's expectation of market developments.

The estimated terminal growth rates and discount rates used for value-in-use calculations are as follows:

	2024		2023	
	Terminal Growth rate	**Discount rate**	Terminal Growth rate	Discount rate
Malaysia				
Retail Finance Services	**4.08%**	**9.66%**	4.16%	10.36%
Islamic Banking	**4.08%**	**9.66%**	4.16%	10.36%
Group Cards	**4.08%**	**9.66%**	4.16%	10.36%
Commercial Banking	**4.08%**	**9.66%**	4.16%	10.36%
Corporate Banking	**4.08%**	**9.66%**	4.16%	10.36%
Treasury	**4.08%**	**9.66%**	4.16%	10.36%
Thailand				
Wholesale Banking	**1.79%**	**8.63%**	1.88%	9.33%
Consumer Banking	**1.79%**	**8.63%**	1.88%	9.33%

Management believes that no reasonably possible change in any of the key assumptions would cause the carrying value of any CGU to exceed its recoverable amount.

22 Intangible assets

The Group	Note	Customer relationships RM'000	Core deposits RM'000	Computer software and work-in-progress RM'000	Total RM'000
2024					
Cost					
At 1 January		**162,503**	**264,662**	**4,763,507**	**5,190,672**
Additions		**-**	**-**	**474,234**	**474,234**
Disposals/write-off		**-**	**-**	**(7,038)**	**(7,038)**
Net reclassified to property, plant and equipment	**18**	**-**	**-**	**(1,008)**	**(1,008)**
Exchange fluctuation		**-**	**-**	**(48,894)**	**(48,894)**
At 31 December		**162,503**	**264,662**	**5,180,801**	**5,607,966**
Amortisation					
At 1 January		**162,503**	**264,662**	**3,507,491**	**3,934,656**
Amortisation during the financial year	**42**	**-**	**-**	**400,135**	**400,135**
Disposals/write-off		**-**	**-**	**(7,038)**	**(7,038)**
Exchange fluctuation		**-**	**-**	**(37,535)**	**(37,535)**
At 31 December		**162,503**	**264,662**	**3,863,053**	**4,290,218**
Net book value at 31 December 2024		**-**	**-**	**1,317,748**	**1,317,748**

The Group	Note	Customer relationships RM'000	Core deposits RM'000	Computer software and work-in-progress RM'000	Total RM'000
2023					
Cost					
At 1 January		162,503	264,662	4,303,734	4,730,899
Additions		-	-	439,195	439,195
Disposals/write-off		-	-	(24,004)	(24,004)
Net reclassified to property, plant and equipment	18	-	-	(762)	(762)
Exchange fluctuation		-	-	45,344	45,344
At 31 December		162,503	264,662	4,763,507	5,190,672
Amortisation					
At 1 January		162,503	264,662	3,132,474	3,559,639
Amortisation during the financial year	42	-	-	350,601	350,601
Disposals/write-off		-	-	(18,067)	(18,067)
Exchange fluctuation		-	-	42,483	42,483
At 31 December		162,503	264,662	3,507,491	3,934,656
Net book value at 31 December 2023		-	-	1,256,016	1,256,016

22 Intangible assets (Continued)

	Note	Customer relationships RM'000	Core deposits RM'000	Computer software and work-in-progress RM'000	Total RM'000
The Bank					
2024					
Cost					
At 1 January		**153,091**	**263,612**	**4,080,019**	**4,496,722**
Additions		**-**	**-**	**409,053**	**409,053**
Disposals/write-off		**-**	**-**	**(6,952)**	**(6,952)**
Exchange fluctuation		**-**	**-**	**(33,573)**	**(33,573)**
At 31 December		**153,091**	**263,612**	**4,448,547**	**4,865,250**
Amortisation					
At 1 January		**153,091**	**263,612**	**2,995,976**	**3,412,679**
Amortisation during the financial year	**42**	**-**	**-**	**333,314**	**333,314**
Disposals/write-off		**-**	**-**	**(6,952)**	**(6,952)**
Exchange fluctuation		**-**	**-**	**(27,440)**	**(27,440)**
At 31 December		**153,091**	**263,612**	**3,294,898**	**3,711,601**
Net book value at 31 December 2024		**-**	**-**	**1,153,649**	**1,153,649**

	Note	Customer relationships RM'000	Core deposits RM'000	Computer software and work-in-progress RM'000	Total RM'000
The Bank					
2023					
Cost					
At 1 January		153,091	263,612	3,692,631	4,109,334
Additions		-	-	369,977	369,977
Disposals/write-off		-	-	(7,346)	(7,346)
Exchange fluctuation		-	-	24,757	24,757
At 31 December		153,091	263,612	4,080,019	4,496,722
Amortisation					
At 1 January		153,091	263,612	2,686,136	3,102,839
Amortisation during the financial year	42	-	-	286,472	286,472
Disposals/write-off		-	-	(3,789)	(3,789)
Exchange fluctuation		-	-	27,157	27,157
At 31 December		153,091	263,612	2,995,976	3,412,679
Net book value at 31 December 2023		-	-	1,084,043	1,084,043

Work-in-progress for the Group and the Bank amounted to RM602,960,267 (2023: RM506,039,176) and RM595,890,703 (2023: RM490,079,935) respectively.

22 Intangible assets (Continued)

The valuation of customer relationships was determined through the sum of the discounted future excess earnings attributable to existing customers over the remaining life span of the customer relationships. Income from existing customer base was projected, adjusted for expected attrition and taking into account applicable costs to determine future excess earnings. The discount rate used in the valuation of customer relationships was 9.9%-10.0%, which is arrived at using the weighted average cost of capital adjusted for the risk premium after taking into consideration the average market cost of equity.

The valuation of core deposits acquired in a business combination was derived by discounting the anticipated future benefits in the form of net interest savings from core deposits. The discount rate used was 8.0%-8.4%, which was derived from the average of the weighted average cost of capital and the cost of equity, reflecting the lower risk premium for core deposit intangibles compared with equity returns.

The remaining amortisation periods of the intangible assets are as follows:

Computer software	1 month – 10 years

23 Deposits from customers

(a) By type of deposit

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Demand deposits	**101,372,822**	100,455,572	**77,780,571**	76,708,268
Saving deposits	**69,378,203**	58,697,744	**35,351,436**	33,243,258
Fixed deposits	**158,182,668**	156,439,796	**109,358,812**	106,035,031
Negotiable instruments of deposit	**1,027,496**	532,709	**-**	-
Short term money market deposits	**77,004,625**	85,017,458	**33,849,414**	35,927,425
Others	**1,264,820**	756,633	**716,139**	550,225
	408,230,634	401,899,912	**257,056,372**	252,464,207

The maturity structure of fixed deposits and negotiable instruments of deposit is as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Due within six months	**135,823,379**	122,979,572	**95,537,058**	87,074,726
Six months to less than one year	**21,928,080**	31,001,071	**13,643,825**	18,691,322
One year to less than three years	**1,435,580**	2,090,260	**157,119**	255,664
Three years to less than five years	**23,125**	901,602	**20,810**	13,319
	159,210,164	156,972,505	**109,358,812**	106,035,031

(b) By type of customer

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Government and statutory bodies	**14,335,545**	14,681,556	**8,282,816**	7,206,020
Business enterprises	**150,459,635**	152,196,017	**94,246,274**	92,900,159
Individuals	**170,813,840**	165,511,170	**110,602,548**	111,208,434
Others	**72,621,614**	69,511,169	**43,924,734**	41,149,594
	408,230,634	401,899,912	**257,056,372**	252,464,207

24 Investment accounts of customers

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Unrestricted investment accounts	**58(o)**	**24,443,310**	18,984,125	**-**	**-**
		24,443,310	18,984,125	**-**	-

25 Deposits and placements of banks and other financial institutions

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Licensed banks	**27,886,769**	29,271,065	**27,795,752**	28,429,543
Licensed finance companies	**4,912,434**	2,399,926	**3,200,655**	554,870
Licensed investment banks	**397,529**	660,443	**115,272**	14,595
Bank Negara Malaysia ("BNM")	**1,314,775**	1,338,864	**1,314,775**	1,333,864
Other financial institutions	**9,360,643**	6,188,630	**6,864,260**	4,698,002
	43,872,150	39,858,928	**39,290,714**	35,030,874

The maturity structure of deposits and placement of banks and other financial institutions is as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Due within six months	**41,293,073**	36,476,495	**36,998,993**	31,986,238
Six months to less than one year	**1,156,673**	1,153,670	**982,861**	1,141,571
One year to less than three years	**772,719**	1,491,837	**659,175**	1,208,053
Three years to less than five years	**203,133**	41,915	**203,133**	-
Five years and more	**446,552**	695,011	**446,552**	695,012
	43,872,150	39,858,928	**39,290,714**	35,030,874

Included in deposits and placements by BNM are amounts received by the Group and the Bank under government financing scheme as part of the government support measures in response to COVID-19 pandemic for the purpose of SME lending/financing at below market rate with a maturity period ranging between 1.5 to 4.7 years (2023: 2.5 to 5.7 years).

26 Financial liabilities at fair value through profit or loss

	The Group		The Bank	
	2024	2023	**2024**	2023
Designated at fair value through profit or loss (Note a)	**RM'000**	RM'000	**RM'000**	RM'000
Deposits from customers - structured investments	**5,179,163**	4,078,828	**2,053,440**	1,257,044
Debentures	**73,492**	748,117	**-**	-
Bills payable	**1,341,683**	1,943,183	**-**	-
	6,594,338	6,770,128	**2,053,440**	1,257,044

(a) The Group and the Bank have issued structured investments, bills payable and debentures, and have designated them at fair value in accordance with MFRS9. The Group and the Bank have the ability to do this when designating these instruments at fair value reduces an accounting mismatch. These instruments are managed by the Group and the Bank on the basis of its fair value, and/or includes terms that have substantive derivative characteristics.

The carrying amount of financial liabilities designated at fair value of the Group and the Bank at 31 December 2024 were RM54,044,000 (2023: RM60,697,000) lower and RM407,000 (2023: RM14,563,000) higher than the contractual amount at maturity for the structured investments, RM6,801,000 (2023: RM1,478,000) higher than the contractual amount at maturity for the debentures and RM106,786,000 (2023: RM207,511,000) higher than the contractual amount at maturity for the bills payable.

27 Derivative financial instruments

The following tables summarise the contractual underlying principal amounts of trading derivative and financial instruments held for hedging purposes. The principal or contractual amounts of these instruments reflect the volume of transactions outstanding at the end of the reporting period, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative financial instruments" Assets and Liabilities respectively.

	The Group			The Bank		
		Fair values			Fair values	
2024	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
Trading derivatives						
Foreign exchange derivatives						
Currency forward	52,469,265	717,972	(616,384)	33,579,063	416,312	(425,804)
Currency swaps	511,332,750	5,807,264	(5,398,516)	305,423,379	3,269,715	(3,097,955)
Currency spots	4,557,256	6,761	(4,877)	4,432,611	6,498	(4,672)
Currency options	10,801,699	84,713	(83,609)	10,746,351	84,522	(83,560)
Cross currency interest rate swaps	118,629,305	2,966,213	(3,159,143)	32,426,808	1,022,472	(936,516)
	697,790,275	9,582,923	(9,262,529)	386,608,212	4,799,519	(4,548,507)
Interest rate derivatives						
Interest rate swaps	953,834,367	4,043,083	(3,342,046)	571,669,590	1,931,648	(1,654,000)
Interest rate futures	1,138,409	14,425	(1,117)	1,138,409	14,425	(1,117)
Interest rate options	2,543,696	16,641	(16,696)	2,478,298	16,244	(16,696)
	957,516,472	4,074,149	(3,359,859)	575,286,297	1,962,317	(1,671,813)
Equity related derivatives						
Equity swaps	587,820	30,533	(15,233)	587,820	30,533	(15,233)
Equity options	3,930,115	94,785	(266,938)	3,760,538	93,843	(267,481)
Equity futures	15,642	56	-	15,642	56	-
	4,533,577	125,374	(282,171)	4,364,000	124,432	(282,714)
Commodity related derivatives						
Commodity swaps	1,758,630	29,463	(31,474)	1,758,630	29,463	(31,474)
Commodity futures	277,899	2,703	(5,318)	277,899	2,703	(5,318)
Commodity options	3,408,330	64,430	(36,947)	3,408,330	64,385	(36,947)
	5,444,859	96,596	(73,739)	5,444,859	96,551	(73,739)
Credit related contracts						
Credit default swaps	2,659,303	14,513	(12,687)	2,666,040	14,514	(12,728)
Total return swaps	19,900	-	(450)	19,900	-	(450)
	2,679,203	14,513	(13,137)	2,685,940	14,514	(13,178)
Bond contracts						
Bond Forward	6,506,962	18,508	(600,678)	-	-	-
Hedging derivatives						
Currency swaps	8,038,818	135,463	(127,581)	7,267,960	135,004	(109,387)
Cross currency interest rate swaps	3,450,533	80,483	(65,653)	1,739,363	-	(58,020)
Interest rate swaps	48,921,030	575,819	(397,001)	31,534,564	459,174	(262,628)
Total derivatives assets/(liabilities)	1,734,881,729	14,703,828	(14,182,348)	1,014,931,195	7,591,511	(7,019,986)

27 Derivative financial instruments (Continued)

	The Group			The Bank		
		Fair values			Fair values	
2023	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
Trading derivatives						
Foreign exchange derivatives						
Currency forward	45,023,424	332,027	(671,337)	32,586,042	198,075	(476,689)
Currency swaps	542,988,920	6,327,099	(6,719,089)	352,433,412	3,334,258	(3,714,040)
Currency spots	5,400,190	7,169	(9,685)	4,536,446	5,776	(8,054)
Currency options	9,972,358	110,496	(98,871)	9,922,079	110,454	(98,718)
Cross currency interest rate swaps	120,247,944	2,983,224	(3,753,918)	32,989,370	1,264,804	(1,119,941)
	723,632,836	9,760,015	(11,252,900)	432,467,349	4,913,367	(5,417,442)
Interest rate derivatives						
Interest rate swaps	666,263,870	4,198,453	(3,583,236)	222,129,319	1,874,705	(1,583,615)
Interest rate futures	3,495,266	1,395	(31,604)	3,495,266	1,395	(31,604)
Interest rate options	452,248	4,521	(725)	278,248	725	(725)
	670,211,384	4,204,369	(3,615,565)	225,902,833	1,876,825	(1,615,944)
Equity related derivatives						
Equity swaps	505,755	26,771	(9,465)	505,755	26,771	(9,465)
Equity options	3,486,724	128,016	(244,574)	3,284,684	127,184	(244,691)
Equity futures	57,527	-	(229)	57,527	-	(229)
	4,050,006	154,787	(254,268)	3,847,966	153,955	(254,385)
Commodity related derivatives						
Commodity swaps	937,459	23,563	(23,846)	937,454	23,558	(23,846)
Commodity futures	152,835	1,319	(3,859)	152,835	1,319	(3,859)
Commodity options	2,115,795	21,979	(20,367)	2,115,795	21,979	(20,367)
	3,206,089	46,861	(48,072)	3,206,084	46,856	(48,072)
Credit related contracts						
Credit default swaps	2,756,315	18,738	(15,765)	2,758,130	18,738	(15,821)
Total return swaps	19,900	-	(610)	19,900	-	(610)
	2,776,215	18,738	(16,375)	2,778,030	18,738	(16,431)
Bond contracts						
Bond Forward	6,475,266	265,156	(104,143)	30,000	-	(668)
Hedging derivatives						
Currency swaps	8,891,777	133,606	(128,129)	8,520,117	123,711	(128,129)
Cross currency interest rate swaps	5,363,739	196,265	(79,709)	2,880,348	10,670	(64,859)
Interest rate swaps	40,689,757	623,624	(428,656)	32,438,798	585,187	(365,638)
Total derivatives assets/(liabilities)	1,465,297,069	15,403,421	(15,927,817)	712,071,525	7,729,309	(7,911,568)

27 Derivative financial instruments (Continued)

(i) Fair value hedge

The Group and the Bank use interest rate swaps to hedge its exposure to changes in the fair value of loans, advances and financing, bonds and debentures, deposits and placement of bank and other financial institutions, subordinated obligations, recourse obligation on loans and financing sold to Cagamas, other liabilities, debt instruments at FVOCI, debt instruments at amortised cost and deposits from customers in respect of benchmark interest rates.

The Group and the Bank use cross currency interest rate swap to hedge foreign currency risk from the issuance of senior bond and debentures issued denominated in foreign currencies. The foreign currency risk component is managed and mitigated by the use of cross currency swaps, which exchange fixed interest payments in foreign currencies for floating interest payment in MYR.

The Group's hedge accounting policy only allows for effective hedge relationships to be established. Hedge effectiveness is determined at the inception of the hedge relationship, and through periodic prospective effectiveness assessment to ensure that an economic relationship exists between the hedged item and hedging instrument. The hedge effectiveness is assessed by comparing changes in the fair value of the hedged items attributable to changes in the benchmark rate of interest with changes in the fair value of the interest rate swaps and cross currency interest rate swaps.

The Group and the Bank establish the hedge ratio by matching the notional of the derivatives with the principal of the underlying being hedged. Ineffectiveness is recognised on hedge where the change in the designated component value of the hedging instrument exceeds on an absolute basis the change in value of the hedged item attributable to the hedged risk. In hedges of the above interest rate risk, this may arise if differences arise between the credit risk inherent within the hedged item and the hedging instrument. The Group uses collateral/credit enhancement to mitigate the risk. However, the remaining risk can result in hedge ineffectiveness.

The main source of ineffectiveness that are expected to affect the hedging relationship during the financial year are:

- The effect of the counterparty and the Group's own credit risk on the fair value of the interest rate swap and cross currency swap, which is not reflected in the fair value of the hedged item attributable to the change in interest rate; and
- Differences in maturities and reset dates of the interest rate swaps and the fixed rate bonds or liabilities.

27 Derivative financial instruments (Continued)

(ii) Cash flows hedge

The Group used interest rate swaps and cross currency swaps to hedge interest rate risk in respect of benchmark interest rate and foreign currency risks of loans, advances and financing, bonds and debentures, deposits and placement of bank and other financial institutions, other borrowings, subordinated obligations and debt instruments at FVOCI denominated in foreign currencies. The interest rate risk and foreign currency risk component are managed and mitigated by the use of hedging instruments, which exchange floating rate payments for fixed rate payments (interest rate risk) and exchange floating rate payments for floating rate payments (foreign currency risks) in functional currency.

The effectiveness is assessed by comparing the changes in fair value of the interest rate swaps and cross currency swaps with changes in fair value of the hedged item attributable to the hedged risk using the hypothetical derivative method.

The Group established the hedging ratio by matching the notional of the derivative with the principal of the hedged item. Possible sources of ineffectiveness are as follow:

- Differences in timing of cash flows between hedged item, interest rate swaps and cross currency swaps;
- Hedging derivatives with non-zero fair value at the inception as a hedging instrument; and
- Counterparty credit risk which impacts the fair value of of interest rate swaps and cross currency swaps but not the hedged items.

27 Derivative financial instruments (Continued)

(iii) Net investment hedge

The Group and the Bank use non-derivative financial liability and currency swaps to hedge the foreign exchange rate exposure arising from net investment in foreign operations that have a different functional currency from the Group. The Group has investment in foreign operations which is consolidated in its financial statements and whose functional currencies are non MYR.

The foreign exchange risk arises from the fluctuation in spot exchange rates between the functional currency of the foreign operations and the Group's functional currency. The hedged risk is the risk of weakening foreign currencies against MYR that will result in reduction in the carrying amount of the Group's net investment in foreign operations. The foreign currency risk component is determined as the change in the carrying amount of net assets of the foreign operations arising solely from changes in spot foreign currency exchange rates.

The Group assesses effectiveness by comparing changes in the carrying amount of the non-derivative financial liability that attributable to a change in the spot rate (the offset method). The Group only designates the spot element of the forward foreign exchange contract. Changes in the fair value of the hedging instrument attributable to changes in forward points and the effect of discounting are recognised in other comprehensive income which does not included in the hedge effectiveness assessment.

The Group establishes the hedging ratio by matching the notional of the forward contracts with the designated net assets of the foreign operation. There is no ineffectiveness arises from hedge of net investment in foreign operations.

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27 Derivative financial instruments (Continued)

The Group and the Bank uses the following items as hedging instruments:

			The Group				
			Maturity				
			Less than 1 month	1 - 3 months	More than 3 months to less than 1 year	1 - 5 years	More than 5 years
31 December 2024	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Interest rate swaps	Interest rate	Fair value hedge & cash flow hedge	**8,952**	**244,055**	**4,810,859**	**26,447,474**	**17,409,690**
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**-**	**45,344**	**195,600**	**3,098,453**	**111,136**
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	**1,875,452**	**2,540,417**	**2,862,071**	**760,878**	**-**

			The Group				
			Maturity				
			Less than 1 month	1 - 3 months	More than 3 months to less than 1 year	1 - 5 years	More than 5 years
31 December 2023	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Interest rate swaps	Interest rate	Fair value hedge & cash flow hedge	670,000	1,678,582	3,648,120	25,944,055	8,749,000
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	-	1,737,768	3,511,455	114,516
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	2,958,331	4,871,709	1,061,737	-	-
Deposits and placement of bank and other financial institutions*	Foreign currency	Fair value hedge & net investment hedge	126,312	203,621	-	-	-
Deposit from customers*	Foreign currency	Net investment hedge	229,450	22,945	-	-	-

**This is fixed rate borrowing*

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27 Derivative financial instruments (Continued)

The Group and the Bank uses the following items as hedging instruments: (Continued)

			The Bank				
			Maturity				
31 December 2024	**Risk**	**Hedge type**	**Less than 1 month** RM'000	**1 - 3 months** RM'000	**More than 3 months to less than 1 year** RM'000	**1 - 5 years** RM'000	**More than 5 years** RM'000
Interest rate swaps	Interest rate	Fair value hedge	**8,952**	**244,055**	**4,793,934**	**19,103,715**	**7,383,908**
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**-**	**-**	**-**	**1,739,363**	**-**
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	**1,586,887**	**2,252,413**	**2,667,782**	**760,878**	**-**

			The Bank				
			Maturity				
31 December 2023	**Risk**	**Hedge type**	**Less than 1 month** RM'000	**1 - 3 months** RM'000	**More than 3 months to less than 1 year** RM'000	**1 - 5 years** RM'000	**More than 5 years** RM'000
Interest rate swaps	Interest rate	Fair value hedge	670,000	1,678,582	3,225,042	20,683,733	6,181,441
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	-	1,132,499	1,747,849	-
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	2,958,332	4,589,417	972,368	-	-
Deposits and placement of bank and other financial institutions*	Foreign currency	Fair value hedge & net investment hedge	14,405	136,508	-	-	-
Deposit from customers*	Foreign currency	Net investment hedge	229,450	22,945	-	-	-

**This is fixed rate borrowing*

27 Derivative financial instruments (Continued)

The average rate for major currencies of the final exchange of cross currency interest rate swaps and currency swaps designated in hedge accounting relationships is as follows:

	The Group	
	31 December 2024	**31 December 2023**
HKD:MYR	**0.575**	0.547
SGD:MYR	**3.280**	3.433
USD:MYR	**4.398**	4.406
USD:THB	**33.277**	32.610

The average executed rate for interest rate swaps in hedge accounting relationships for major currencies is as follows:

	The Group	
	31 December 2024	**31 December 2023**
MYR interest rates	**3.52%**	3.54%
SGD interest rates	**1.69%**	1.47%
USD interest rates	**3.49%**	2.85%
THB interest rates	**2.40%**	2.68%

27 Derivative financial instruments (Continued)

The average rate for major currencies of the final exchange of cross currency interest rate swaps and currency swaps designated in hedge accounting relationships is as follows: (Continued)

	The Bank	
	31 December 2024	**31 December 2023**
HKD:MYR	**0.575**	0.547
SGD:MYR	**3.280**	3.433
USD:MYR	**4.398**	4.600

The average executed rate for interest rate swaps in hedge accounting relationships for major currencies is as follows: (Continued)

	The Bank	
	31 December 2024	**31 December 2023**
MYR interest rates	**3.52%**	3.54%
SGD interest rates	**1.69%**	1.47%
USD interest rates	**3.49%**	2.85%

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows:

			The Group							
				Fair values*						
31 December 2024	Risk	Hedge type	Nominal amount RM'000	Assets RM'000	Liabilities RM'000	Changes in fair value used for calculating hedge ineffectiveness RM'000	Hedge ineffectiveness recognised in profit or loss** RM'000	Changes in fair value recognised in other comprehensive income RM'000	Amount reclassified from hedge reserve to profit or loss*** RM'000	Nominal amount directly impacted by IBOR reform RM'000
Interest rate swaps	Interest rate	Fair value hedge & cash flow hedge	**48,921,030**	**575,819**	**(397,001)**	**12,030**	**2,133**	**(15,238)**	**-**	**28,245,000**
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**3,450,533**	**80,483**	**(65,653)**	**(42,415)**	**3,825**	**(3,348)**	**(144,183)**	**-**
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	**8,038,818**	**135,463**	**(127,581)**	**81,534**	**-**	**(132,335)**	**(40,539)**	**-**
Deposits and placement of bank and other financial institutions	Foreign currency	Fair value hedge & net investment hedge	**-**	**-**	**-**	**6,157**	**-**	**6,157**	**-**	**-**

Of the RM28,245,000,000 nominal of interest rate swaps above,
RM28,245,000,000 related to MYR interest rate swaps and RM4,121,000,000 will mature before the anticipated MYR KLIBOR replacement in 2025.

			The Group							
				Fair values*						
31 December 2023	Risk	Hedge type	Nominal amount RM'000	Assets RM'000	Liabilities RM'000	Changes in fair value used for calculating hedge ineffectiveness RM'000	Hedge ineffectiveness recognised in profit or loss** RM'000	Changes in fair value recognised in other comprehensive income RM'000	Amount reclassified from hedge reserve to profit or loss*** RM'000	Nominal amount directly impacted by IBOR reform RM'000
Interest rate swaps	Interest rate	Fair value hedge & cash flow hedge	40,689,757	623,624	(428,656)	(141,740)	(44,814)	(5,796)	8,434	25,240,501
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	5,363,739	196,265	(79,709)	10,471	2,800	15,341	20,542	-
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	8,891,777	133,606	(128,129)	(142,811)	-	186,538	25,826	-
Deposits and placement of bank and other financial institutions	Foreign currency	Fair value hedge & net investment hedge	329,933	-	-	(56,877)	-	78,736	-	-
Deposit from customers	Foreign currency	Net investment hedge	252,395	-	-	(73,739)	-	73,739	-	-

Of the RM25,240,501,000 nominal of interest rate swaps above,
RM117,501,000 related to HKD interest rate swaps before the anticipated HKD HIBOR replacement;
RM25,123,000,000 related to MYR interest rate swaps before the anticipated MYR KLIBOR replacement.

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27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows: (Continued)

			The Bank							
				Fair values*						
31 December 2024	Risk	Hedge type	Nominal amount RM'000	Assets RM'000	Liabilities RM'000	Changes in fair value used for calculating hedge ineffectiveness RM'000	Hedge ineffectiveness recognised in profit or loss** RM'000	Changes in fair value recognised in other comprehensive income RM'000	Amount reclassified from hedge reserve to profit or loss*** RM'000	Nominal amount directly impacted by IBOR reform RM'000
Interest rate swaps	Interest rate	Fair value hedge	**31,534,564**	**459,174**	**(262,628)**	**122,551**	**31,344**	**(14,498)**	**-**	**17,225,000**
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**1,739,363**	**-**	**(58,020)**	**(52,752)**	**3,825**	**(4,494)**	**(44,403)**	**-**
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	**7,267,960**	**135,004**	**(109,387)**	**111,096**	**-**	**(102,603)**	**(47,346)**	**-**

Of the RM17,225,000,000 nominal of interest rate swaps above,
RM17,225,000,000 related to MYR interest rate swaps and RM4,121,000,000 will mature before the anticipated MYR KLIBOR replacement in 2025.

			The Bank							
				Fair values*						
31 December 2023	Risk	Hedge type	Nominal amount RM'000	Assets RM'000	Liabilities RM'000	Changes in fair value used for calculating hedge ineffectiveness RM'000	Hedge ineffectiveness recognised in profit or loss** RM'000	Changes in fair value recognised in other comprehensive income RM'000	Amount reclassified from hedge reserve to profit or loss*** RM'000	Nominal amount directly impacted by IBOR reform RM'000
Interest rate swaps	Interest rate	Fair value hedge	32,438,798	585,187	(365,638)	(75,301)	23,533	-	-	21,515,501
Cross currency interest rate swaps	Interest rate & foreign currency	Fair value hedge & cash flow hedge	2,880,348	10,670	(64,859)	(54,935)	2,800	15,292	(45,067)	-
Currency swaps	Foreign currency	Fair value hedge, cash flow hedge & net investment hedge	8,520,117	123,711	(128,129)	(147,984)	-	184,739	25,826	-
Deposits and placement of bank and other financial institutions	Foreign currency	Fair value hedge & net investment hedge	150,913	-	-	(22,231)	-	44,090	-	-
Deposit from customers	Foreign currency	Net investment hedge	252,395	-	-	(73,739)	-	73,739	-	-

Of the RM21,515,501,000 nominal of interest rate swaps above,
RM117,501,000 related to HKD interest rate swaps before the anticipated HKD HIBOR replacement;
RM21,398,000,000 related to MYR interest rate swaps before the anticipated MYR KLIBOR replacement.

27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows: (Continued)

*All hedging instruments are included in the derivative asset and derivative liabilities line item in the statement of financial position.
**All hedge ineffectiveness and reclassification recognised in the 'Net non-interest income' in the statement of income.
***All hedge ineffectiveness and reclassification from the 'Hedge reserve' to profit or loss are recognised in the 'Net non interest income' in the statement of income.

Effect of IBOR Reform - significant assumption [IFRS7 para 24H(d)]
In calculating the change in fair value attributable to the hedged risk for the fixed-rate loans and fixed rate bonds, the Group has made the following assumptions that reflect its current expectations:
• The Group has applied the assumptions afforded by IFRS/MFRS 9 6.8 where applicable
▪ The Group will cease applying IFRS/MFRS 9 6.8 prospectively when the uncertainty arises from IBOR reform is no longer exist and/or when the hedging relationship discontinued
▪ No other changes to the terms of the hedged items are anticipated

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27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedged items were as follows:

31 December 2024			The Group							
			Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the SOFP for any hedged items that have ceased to be adjusted for hedging gains and losses	Hedge reserve (DR)/CR	Balance remaining in the hedge reserve from hedging relationships for which hedge accounting is no longer applied
			Assets	Liabilities	Assets	Liabilities				
Hedged items	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Loans, advances and financing	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**2,584,884**	**-**	**7,996**	**(40,879)**	**34,023**	**-**	**(11,832)**	**-**
Bonds and debentures	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**-**	**(11,204,255)**	**188,254**	**(52,868)**	**(18,281)**	**-**	**(5,406)**	**-**
Deposits and placement of bank and other financial institutions	Interest rate	Fair value hedge	**-**	**-**	**-**	**-**	**19,353**	**-**	**-**	**-**
Other borrowings	Interest rate & foreign currency	Cash flow hedge	**-**	**-**	**-**	**-**	**5,872**	**-**	**292**	**-**
Subordinated obligations	Interest rate & foreign currency	Fair value hedge & cash flow hedge	**-**	**(6,465,777)**	**18,559**	**(21,830)**	**(36,966)**	**-**	**2,299**	**-**
Debt instruments at fair value through other comprehensive income	Interest rate	Fair value hedge	**26,025,843**	**-**	**224,820**	**(253,686)**	**42,338**	**(1,240)**	**-**	**-**
Debt instruments at amortised cost	Interest rate	Fair value hedge	**114,540**	**-**	**26**	**(1,172)**	**1,098**	**-**	**-**	**-**
Recourse obligation on loans and financing sold to Cagamas	Interest rate	Fair value hedge	**-**	**(3,624,884)**	**-**	**(31,106)**	**(1,781)**	**-**	**-**	**-**
Deposits from customers	Interest rate	Fair value hedge	**-**	**(249,156)**	**472**	**-**	**483**	**-**	**-**	**-**
GBP net investment	Foreign currency	Net investment hedge	**-**	**-**	**-**	**-**	**(3,546)**	**-**	**(2,836)**	**-**
HKD net investment	Foreign currency	Net investment hedge	**-**	**-**	**-**	**-**	**(4,379)**	**-**	**(21,430)**	**-**
SGD net investment	Foreign currency	Net investment hedge	**-**	**-**	**-**	**-**	**(104,395)**	**-**	**(422,247)**	**-**
USD net investment	Foreign currency	Net investment hedge	**-**	**-**	**-**	**-**	**(21,883)**	**-**	**(880,018)**	**(467,272)**
Bills and acceptances payable	Foreign currency	Cash flow hedge	**-**	**(484,554)**	**-**	**-**	**210**	**-**	**9,647**	**-**

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27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedged items were as follows: (Continued)

31 December 2023			The Group							
			Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the SOFP for any hedged items that have ceased to be adjusted for hedging gains and losses	Hedge reserve (DR)/CR	Balance remaining in the hedge reserve from hedging relationships for which hedge accounting is no longer applied
			Assets	Liabilities	Assets	Liabilities				
Hedged items	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Loans, advances and financing	Interest rate & foreign currency	Fair value hedge & cash flow hedge	1,929,447	-	2,867	(62,565)	69,695	-	(12,683)	-
Bonds and debentures	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	(6,999,580)	188,581	(63,647)	(126,486)	-	2,704	-
Deposits and placement of bank and other financial institutions	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	(884,790)	7,847	(498)	(36,378)	(498)	-	-
Other borrowings	Interest rate & foreign currency	Cash flow hedge	-	-	-	-	3,562	-	21	-
Subordinated obligations	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	(8,199,856)	45,116	(22,030)	(76,911)	-	13,209	-
Debt instruments at fair value through other comprehensive income	Interest rate	Fair value hedge & cash flow hedge	23,494,811	-	165,698	(334,062)	299,794	(965)	-	762
Debt instruments at amortised cost	Interest rate	Fair value hedge	163,762	-	114	(2,797)	1,213	-	-	-
Recourse obligation on loans and financing sold to Cagamas	Interest rate	Fair value hedge	-	(2,320,459)	-	(29,325)	(16,779)	-	-	-
GBP net investment	Foreign currency	Net investment hedge	-	-	-	-	9,196	-	(6,382)	-
HKD net investment	Foreign currency	Net investment hedge	-	-	-	-	(2,214)	-	(25,809)	-
SGD net investment	Foreign currency	Net investment hedge	-	-	-	-	177,905	-	(526,643)	-
USD net investment	Foreign currency	Net investment hedge	-	-	-	-	154,126	-	(938,345)	(467,272)
Bills and acceptances payable	Foreign currency	Cash flow hedge	-	(499,294)	-	-	2,338	-	9,657	-

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedged items were as follows: (Continued)

31 December 2024			The Bank							
			Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the SOFP for any hedged items that have ceased to be adjusted for hedging gains and losses	Hedge reserve (DR)/CR	Balance remaining in the hedge reserve from hedging relationships for which hedge accounting is no longer applied
			Assets	Liabilities	Assets	Liabilities				
Hedged items	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Loans, advances and financing	Interest rate & foreign currency	Fair value hedge	**1,960,004**	-	**6,393**	**(40,692)**	**31,547**	-	**(4,019)**	-
Bonds and debentures	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	**(3,880,300)**	**173,869**	**(13,658)**	**415**	-	**(5,321)**	-
Deposits and placement of bank and other financial institutions	Interest rate	Fair value hedge	-	-	-	-	**19,353**	-	-	-
Other borrowings	Interest rate & foreign currency	Cash flow hedge	-	-	-	-	**5,872**	-	**292**	-
Recourse obligation on loans and financing sold to Cagamas	Interest rate	Fair value hedge	-	**(486,167)**	-	**(8,736)**	**3,828**	-	-	-
Subordinated obligations	Interest rate	Fair value hedge	-	**(5,395,647)**	**18,559**	**(21,830)**	**(26,357)**	-	-	-
Other liabilities	Interest rate	Fair value hedge	-	-	-	-	**333**	-	-	-
Debt instruments at fair value through other comprehensive income	Interest rate	Fair value hedge	**19,013,295**	-	**94,235**	**(249,641)**	**(63,091)**	**(1,240)**	-	-
Debt instruments at amortised cost	Interest rate	Fair value hedge	**114,540**	-	**26**	**(1,172)**	**1,098**	-	-	-
Deposits from customers	Interest rate	Fair value hedge	-	**(249,156)**	**472**	-	**483**	-	-	-
Investment in subsidiary	Foreign currency	Fair value hedge	**289,703**	-	**51,258**	-	**(8,494)**	-	-	-
GBP net investment	Foreign currency	Net investment hedge	-	-	-	-	**(3,546)**	-	**(2,836)**	-
HKD net investment	Foreign currency	Net investment hedge	-	-	-	-	**(4,379)**	-	**(21,430)**	-
SGD net investment	Foreign currency	Net investment hedge	-	-	-	-	**(104,395)**	-	**(422,247)**	-
USD net investment	Foreign currency	Net investment hedge	-	-	-	-	**1,608**	-	**(832,514)**	**(25,320)**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

27 Derivative financial instruments (Continued)

The amounts relating to items designated as hedged items were as follows: (Continued)

			The Bank							
			Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the SOFP for any hedged items that have ceased to be adjusted for hedging gains and losses	Hedge reserve (DR)/CR	Balance remaining in the hedge reserve from hedging relationships for which hedge accounting is no longer applied
31 December 2023			Assets	Liabilities	Assets	Liabilities				
Hedged items	**Risk**	**Hedge type**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Loans, advances and financing	Interest rate & foreign currency	Fair value hedge	1,665,124	-	2,867	(61,632)	77,206	-	(4,559)	-
Bonds and debentures	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	(5,605,608)	188,581	(57,435)	(117,131)	-	2,704	-
Deposits and placement of bank and other financial institutions	Interest rate & foreign currency	Fair value hedge & cash flow hedge	-	(884,790)	7,847	(498)	(36,378)	(498)	-	-
Other borrowings	Interest rate & foreign currency	Cash flow hedge	-	-	-	-	3,562	-	21	-
Recourse obligation on loans and financing sold to Cagamas	Interest rate	Fair value hedge	-	(489,982)	-	(12,564)	(18)	-	-	-
Subordinated obligations	Interest rate	Fair value hedge	-	(6,586,707)	45,116	(22,030)	(86,030)	-	-	-
Other liabilities	Interest rate	Fair value hedge	-	(384,498)	-	(333)	(3,475)	-	-	-
Debt instruments at fair value through other comprehensive income	Interest rate	Fair value hedge	18,070,497	-	137,884	(327,348)	273,894	(965)	-	-
Debt instruments at amortised cost	Interest rate	Fair value hedge	163,762	-	114	(2,797)	1,213	-	-	-
Investment in subsidiary	Foreign currency	Fair value hedge	298,196	-	59,752	-	(14,888)	-	-	-
GBP net investment	Foreign currency	Net investment hedge	-	-	-	-	9,196	-	(6,382)	-
HKD net investment	Foreign currency	Net investment hedge	-	-	-	-	(2,214)	-	(25,809)	-
SGD net investment	Foreign currency	Net investment hedge	-	-	-	-	177,905	-	(526,643)	-
USD net investment	Foreign currency	Net investment hedge	-	-	-	-	117,681	-	(830,906)	(25,320)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

27 Derivative financial instruments (Continued)

(iv) Reconciliation of components of equity

The following table provides reconciliation by risk category of components of equity and analysis of OCI items (net of tax) resulting from hedge accounting:

	The Group	
	Cash flow hedge reserve	**Net investment hedge reserve**
	RM'000	**RM'000**
At 1 January 2024	**60,756**	**(1,808,865)**
Effective portion of changes in fair value		
-Interest rate	**(739)**	**-**
-Interest rate/foreign currency risk	**11,944**	**-**
Net loss on hedge of net investment in foreign operations	**-**	**134,203**
Cost of hedging	**15,227**	**(108,595)**
Income tax effects	**(520)**	**-**
Exchange fluctuation	**(358)**	**-**
At 31 December 2024	**86,310**	**(1,783,257)**

	The Group	
	Cash flow hedge reserve	**Net investment hedge reserve**
	RM'000	**RM'000**
At 1 January 2023	9,246	(1,431,296)
Effective portion of changes in fair value		
-Interest rate	(5,795)	-
-Interest rate/foreign currency risk	14,643	-
Net loss on hedge of net investment in foreign operations	-	(339,013)
Cost of hedging	42,062	(38,556)
Income tax effects	54	-
Exchange fluctuation	546	-
At 31 December 2023	60,756	(1,808,865)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

27 Derivative financial instruments (Continued)

(iv) Reconciliation of components of equity (Continued)

The following table provides reconciliation by risk category of components of equity and analysis of OCI items (net of tax) resulting from hedge accounting (Continued):

	The Bank	
	Cash flow hedge reserve	**Net investment hedge reserve**
	RM'000	**RM'000**
At 1 January 2024	**59,566**	**(1,257,992)**
Effective portion of changes in fair value		
-Interest rate/foreign currency risk	**10,882**	**-**
Net loss on hedge of net investment in foreign operations	**-**	**110,712**
Cost of hedging	**15,226**	**(74,072)**
Income tax effects	**(591)**	**-**
At 31 December 2024	**85,083**	**(1,221,352)**

	The Bank	
	Cash flow hedge reserve	**Net investment hedge reserve**
	RM'000	**RM'000**
At 1 January 2023	3,380	(926,079)
Effective portion of changes in fair value		
-Interest rate/foreign currency risk	15,292	-
Net loss on hedge of net investment in foreign operations	-	(302,568)
Cost of hedging	42,062	(29,345)
Income tax effects	(1,168)	-
At 31 December 2023	59,566	(1,257,992)

28 Other liabilities

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Due to brokers		**23,586**	20,358	**23,586**	20,358
Post employment benefit obligations	(a)	**232,708**	263,496	**52,311**	51,826
Sundry creditors		**1,186,688**	873,767	**951,453**	759,776
Expenditure payable		**2,230,404**	2,007,027	**1,910,014**	1,704,985
Expected credit losses for loan commitments and financial guarantee contracts	(b)	**333,463**	533,212	**244,830**	349,507
Provision for legal claims		**50,601**	50,251	**35,955**	35,004
Credit card expenditure payable		**115,891**	123,235	**114,452**	121,896
Collateral received for derivative transactions		**3,657,287**	4,045,657	**2,121,968**	2,394,321
Structured deposits		**3,697,288**	4,826,934	**3,676,287**	4,800,819
Treasury related payables		**3,491,453**	1,219,611	**3,070,678**	1,163,342
Settlement accounts		**1,075,863**	1,054,717	**963,738**	706,495
Others		**1,041,469**	1,032,096	**652,573**	629,990
		17,136,701	16,050,361	**13,817,845**	12,738,319

(a) Post employment benefit obligations

		The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Defined contribution plan – Employer Provident Fund ("EPF")	(i)	**54,272**	53,694	**52,311**	51,826
Defined benefit plans	(ii)	**178,436**	209,802	**-**	-
		232,708	263,496	**52,311**	51,826

(i) Defined contribution plan

Group companies incorporated in Malaysia contribute to the EPF, the national defined contribution plan. Once the contributions have been paid, the Group and the Bank have no further payment obligations.

28 Other liabilities (Continued)

(a) Post employment benefit obligations (Continued)

(ii) Defined benefit plans

CIMB Thai Bank operates final salary defined benefit plans for employees. The latest actuarial valuation of the plans for CIMB Thai Bank was carried out as at 31 December 2024.

The amounts recognised in the statements of financial position in respect of defined benefit plans are determined as follows:

	The Group	
	2024	2023
	RM'000	RM'000
Present value of unfunded obligations	**178,436**	209,802
Liability	**178,436**	209,802

The amount recognised in the statements of income and statements of comprehensive income in respect of defined benefit plans are as follows:

	The Group	
	2024	2023
	RM'000	RM'000
Service cost:		
Current service costs	**16,619**	16,229
Past service costs and gain from settlements	**(14,848)**	(429)
Net interest expense	**5,745**	6,456
Others	**(30)**	-
Components of defined benefits costs recognised in statements of income	**7,486**	22,256
Remeasurement:		
- Actuarial (gain)/loss:		
- from changes in financial assumptions	**(11,392)**	6,671
- Experience adjustments	**(6,323)**	(83)
Components of defined benefits costs recognised in statements of comprehensive income	**(17,715)**	6,588
	(10,229)	28,844

28 Other liabilities (Continued)

(a) Post employment benefit obligations (Continued)

(ii) Defined benefit plans (Continued)

Movements in the defined benefit obligation over the financial year are as follows:

	The Group	
	2024	2023
	RM'000	RM'000
At 1 January	**209,802**	191,507
Current services costs	**16,619**	16,229
Past service costs and gain from settlements	**(14,848)**	(429)
Interest costs	**5,745**	6,456
Others	**(30)**	-
	217,288	213,763
Remeasurement:		
- Actuarial (loss)/gain:		
- from changes in financial assumptions	**(11,392)**	6,671
- Experience adjustments	**(6,323)**	(83)
	(17,715)	6,588
Exchange fluctuation	**(5,007)**	10,045
Benefits paid	**(16,130)**	(20,594)
At 31 December	**178,436**	209,802

28 Other liabilities (Continued)

(a) Post employment benefit obligations (Continued)

(ii) Defined benefit plans (Continued)

The principal actuarial assumptions used in respect of the Group's defined benefit plans were as follows:

	The Group	
	2024	2023
	%	%
Discount rates	**2.50**	3.10
Future salary increases:		
- eligible employees	**2.00**	-
- others	**4.00**	5.00
Rate of price inflation - other fixed allowance	**2.00**	2.00

The sensitivity of defined benefit obligations to changes in the weighted principal assumption is:

		Impact on defined benefit obligations	
	Change in assumption	**Increase in assumption**	**Decrease in assumption**
2024			
Discount rates	0.5%	Decreased by 3.19%	Increased by 3.39%
Future salary increases	1.0%	Increased by 7.84%	Decreased by 7.02%
2023			
Discount rates	0.5%	Decreased by 3.19%	Increased by 3.40%
Future salary increases	1.0%	Increased by 7.32%	Decreased by 6.74%

Projected unit credit method is used in calculating the sensitivity of the defined benefit obligations to significant actuarial assumptions.

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated.

The methods and types of assumption used in preparing the sensitivity analysis did not change compared to the previous period.

The expected contribution to post-employment benefits plan for the financial year ended 31 December 2024 to the Group is RM23,292,000 (2023: RM17,740,000).

The weighted average duration of the defined benefit obligations of the Group is 6.58 years (2023: 6.59 years).

28 Other liabilities (Continued)

(b) Expected credit losses for loan commitments and financial guarantee contracts

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows:

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**300,347**	**61,943**	**170,922**	**533,212**
Changes in expected credit losses due to transferred within stages:	**86,539**	**(85,265)**	**(1,274)**	**-**
Transferred to Stage 1	**115,707**	**(113,968)**	**(1,739)**	**-**
Transferred to Stage 2	**(28,984)**	**63,590**	**(34,606)**	**-**
Transferred to Stage 3	**(184)**	**(34,887)**	**35,071**	**-**
Total charge to Statement of Income:	**(199,541)**	**96,370**	**(86,147)**	**(189,318)**
New exposures	**198,094**	**5,359**	**406**	**203,859**
Exposures derecognised or matured	**(194,323)**	**(25,341)**	**(34,509)**	**(254,173)**
Change in credit risk	**(203,312)**	**116,352**	**(52,044)**	**(139,004)**
Exchange fluctuation	**(4,028)**	**(634)**	**(1,989)**	**(6,651)**
Other movements	**580**	**(466)**	**(3,894)**	**(3,780)**
At 31 December 2024	**183,897**	**71,948**	**77,618**	**333,463**

28 Other liabilities (Continued)

(b) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows (Continued):

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	202,871	123,687	296,744	623,302
Changes in expected credit losses due to transferred within stages:	125,114	(112,634)	(12,480)	-
Transferred to Stage 1	154,370	(144,394)	(9,976)	-
Transferred to Stage 2	(28,931)	69,725	(40,794)	-
Transferred to Stage 3	(325)	(37,965)	38,290	-
Total charge to Statement of Income:	(31,981)	49,331	(123,174)	(105,824)
New exposures	196,176	4,960	18	201,154
Exposures derecognised or matured	(173,399)	(16,054)	(82,956)	(272,409)
Change in credit risk	(54,758)	60,425	(40,236)	(34,569)
Exchange fluctuation	5,124	430	3,545	9,099
Other movements	(781)	1,129	6,287	6,635
At 31 December 2023	300,347	61,943	170,922	533,212

28 Other liabilities (Continued)

(b) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows (Continued):

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**202,436**	**47,887**	**99,184**	**349,507**
Changes in expected credit losses due to transferred within stages:	**83,139**	**(79,157)**	**(3,982)**	**-**
Transferred to Stage 1	**102,691**	**(101,105)**	**(1,586)**	**-**
Transferred to Stage 2	**(19,373)**	**45,930**	**(26,557)**	**-**
Transferred to Stage 3	**(179)**	**(23,982)**	**24,161**	**-**
Total charge to Statement of Income:	**(132,647)**	**94,307**	**(58,710)**	**(97,050)**
New exposures	**141,674**	**4,901**	**-**	**146,575**
Exposures derecognised or matured	**(156,328)**	**(19,074)**	**(5,691)**	**(181,093)**
Change in credit risk	**(117,993)**	**108,480**	**(53,019)**	**(62,532)**
Exchange fluctuation	**(3,282)**	**(517)**	**(46)**	**(3,845)**
Other movements	**502**	**(404)**	**(3,880)**	**(3,782)**
At 31 December 2024	**150,148**	**62,116**	**32,566**	**244,830**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

28 Other liabilities (Continued)

(b) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows (Continued):

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	159,550	108,111	215,440	483,101
Changes in expected credit losses due to transferred within stages:	112,485	(100,984)	(11,501)	-
Transferred to Stage 1	134,455	(129,411)	(5,044)	-
Transferred to Stage 2	(21,687)	56,699	(35,012)	-
Transferred to Stage 3	(283)	(28,272)	28,555	-
Total charge to Statement of Income:	(72,930)	39,437	(111,036)	(144,529)
New exposures	149,338	4,530	4	153,872
Exposures derecognised or matured	(136,201)	(11,547)	(63,182)	(210,930)
Change in credit risk	(86,067)	46,454	(47,858)	(87,471)
Exchange fluctuation	4,075	225	-	4,300
Other movements	(744)	1,098	6,281	6,635
At 31 December 2023	202,436	47,887	99,184	349,507

As at 31 December 2024, the gross carrying amount of loan commitments and financial guarantee contracts that are credit impaired for the Group and the Bank is RM254,143,000 (2023: RM317,487,000) and RM154,756,000 (2023: RM242,520,000) respectively.

29 Lease liabilities

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Buildings	**354,544**	402,185	**281,355**	334,808
Computer equipments	**112,384**	141,538	**99,798**	108,878
Motor vehicles	**391**	1,249	**-**	413
	467,319	544,972	**381,153**	444,099

30 Recourse obligation on loans and financing sold to Cagamas

This represents the proceeds received from housing loans and Islamic house financing sold directly to Cagamas Berhad with recourse to the Bank and its wholly-owned subsidiary, CIMB Islamic Bank Berhad. Under these agreements, the Bank and its subsidiary undertake to administer the loans and financing on behalf of Cagamas Berhad and to buy-back any loans and financing which are regarded as defective based on prudential criteria set by Cagamas Berhad. These financial liabilities are stated at amortised cost.

31 Bonds, Sukuk and debentures

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Structured debentures	(a)	**214,111**	168,135	**-**	-
Short term debentures	(a)	**135,301**	378,284	**-**	-
Merdeka Kapital Berhad Medium Term Note	(b)	**-**	384,165	**-**	-
RM1.2 billion notes (2017/2024)	(c)	**-**	1,206,352	**-**	1,206,352
RM800 million notes (2017/2027)	(c)	**804,532**	804,327	**804,532**	804,327
USD88 million notes (2019/2024)	(d)	**-**	404,770	**-**	404,770
USD30 million notes (2019/2024)	(e)	**-**	139,557	**-**	139,557
HKD200 million notes (2019/2024)	(f)	**-**	107,508	**-**	107,508
USD20 million notes (2019/2024)	(g)	**-**	92,546	**-**	92,546
USD680 million notes (2019/2024)	(h)	**-**	3,166,913	**-**	3,166,913
USD20 million notes (2021/2026)	(i)	**89,778**	92,049	**89,778**	92,049
HKD610 million notes (2021/2024)	(j)	**-**	324,629	**-**	324,629
USD20 million notes (2021/2026)	(k)	**90,066**	92,344	**90,066**	92,344
HKD640 million notes (2021/2026)	(l)	**349,678**	349,715	**349,678**	349,715
HKD128 million notes (2021/2026)	(m)	**70,081**	70,127	**70,081**	70,127
USD500 million notes (2022/2027)	(n)	**2,255,795**	2,311,352	**2,255,795**	2,311,352
RM14 million notes (2023/2024)	(o)	**-**	13,748	**-**	13,748
RM19 million notes (2023/2024)	(p)	**-**	18,642	**-**	18,642
USD130 million notes (2023/2028)	(q)	**587,820**	603,194	**587,820**	603,194
RM17 million notes (2023/2024)	(r)	**-**	16,627	**-**	16,627
USD30 million notes (2023/2024)	(s)	**-**	137,781	**-**	137,781
USD100 million notes (2023/2026)	(t)	**470,647**	470,696	**470,647**	470,696
RM100 million senior sukuk (2023/2026)	(u)	**100,357**	100,346	**-**	-
RM600 million senior sukuk (2023/2028)	(v)	**602,180**	602,115	**-**	-
RM300 million senior sukuk (2023/2030)	(w)	**301,169**	301,134	**-**	-
USD50 million notes (2024/2029)	(x)	**225,063**	-	**225,063**	-
USD120 million notes (2024/2029)	(y)	**539,986**	-	**539,986**	-
RM250 million senior sukuk (2024/2027)	(z)	**252,466**	-	**-**	-
RM300 million senior sukuk (2024/2029)	(aa)	**303,045**	-	**-**	-
RM1,450 million senior sukuk (2024/2031)	(ab)	**1,465,369**	-	**-**	-
RM1,500 million senior sukuk (2024/2034)	(ac)	**1,516,293**	-	**-**	-
USD10 million notes (2024/2029)	(ad)	**45,353**	-	**45,353**	-
USD37 million notes (2024/2029)	(ae)	**167,270**	-	**167,270**	-
RM125 million senior sukuk (2024/2029)	(af)	**127,043**	-	**-**	-
RM700 million senior sukuk (2024/2032)	(ag)	**711,891**	-	**-**	-
RM2,175 million senior sukuk (2024/2035)	(ah)	**2,212,592**	-	**-**	-
USD40 million notes (2024/2029)	(ai)	**180,791**	-	**180,791**	-
USD30 million notes (2024/2029)	(aj)	**135,251**	-	**135,251**	-
RM120 million senior sukuk (2024/2027)	(ak)	**120,430**	-	**-**	-
		14,074,358	12,357,056	**6,012,111**	10,422,877
Fair value changes arising from fair value hedges		**(135,386)**	(124,934)	**(160,211)**	(131,146)
		13,938,972	12,232,122	**5,851,900**	10,291,731

31 Bonds, Sukuk and debentures (Continued)

(a) Structured debentures and short term debentures

(i) In 2024, CIMB Thai issued various unsecured structured debentures amounting to THB1.5 billion with tenures ranging between 1 month to 5 years from the respective issuance dates. It bears variable interest rates, payable at respective maturity dates.

During the financial year, CIMB Thai Bank has redeemed unsecured short term debentures amounting to THB1.2 billion.

(ii) On 16 July 2024, CIMB Thai Bank issued THB100 million unsecured short term debentures. The unsecured short term debentures, which bears a coupon rate of 2.45%, had matured on 15 August 2024.

On 8 October 2024, CIMB Thai Bank issued JPY4.8 billion unsecured short term debentures. The unsecured short term debentures, which bears zero coupon rate, will mature on 8 January 2025.

During the financial year, CIMB Thai Bank has redeemed unsecured short term debentures amounting to THB3.0 billion.

(b) Merdeka Kapital Berhad Medium Term Note

On 31 March 2017, MKB, a special purpose vehicle consolidated by the Bank, issued RM880 million Medium Term Note (“the MTN”) which bears a coupon rate of 3.92% per annum payable on monthly basis. The MTN is subject to monthly redemption with final redemption due on 28 March 2024.

The Bank has undertaken fair value hedge on the interest rate risk of the MTN using interest rate swaps.

On 28 March 2024, MKB undertook a final redemption of its MTN amounting to RM384 million.

31 Bonds, Sukuk and debentures (Continued)

(c) RM1.2 billion notes and RM800 million notes

On 18 May 2017, the Bank issued RM1.2 billion 7-year senior medium term notes ("the MTN") and RM800 million 10-year MTN under its senior medium term notes programme of RM20.0 billion. The MTN will mature on 17 May 2024 and 18 May 2027 respectively and bears coupon rates of 4.60% per annum and 4.70% per annum respectively, payable semi-annually.

The Bank has undertaken fair value hedge on the interest rate risk of the MTN using interest rate swaps.

On 17 May 2024, the Bank redeemed its existing RM1.2 billion 7-year MTN issued under its RM20.0 billion Senior Medium Term Note Programme.

(d) USD88 million notes

On 19 March 2019, the Bank issued USD88 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of compounded daily Secured Overnight Financing Rate ("SOFR") + 0.85% per annum + the Adjustment Rate of 0.26161% with effect from 19 June 2023, payable quarterly, will mature on 19 March 2024.

On 19 March 2024, the Bank redeemed its USD88 million 5-year floating rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

(e) USD30 million notes

On 15 April 2019, the Bank, acting through its Labuan Offshore Branch, issued USD30 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of compounded daily SOFR + 0.80% per annum + the Adjustment Rate of 0.26161% with effect from 17 April 2023, payable quarterly, will mature on 15 April 2024 (subject to adjustment in accordance with the modified following business day convention).

On 15 April 2024, the Bank redeemed its existing USD30 million 5-year floating rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

31 Bonds, Sukuk and debentures (Continued)

(f) HKD200 million notes

On 12 July 2019, the Bank issued HKD200 million 5-year fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 2.35% per annum payable annually in arrears, will mature on 12 July 2024.

The Bank has undertaken fair value hedge and cash flow hedge on the interest rate risk and currency risk of the Notes using cross currency interest rate swaps.

On 12 July 2024, the Bank redeemed its HKD200 million 5-year fixed rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

(g) USD20 million notes

On 8 August 2019, the Bank issued USD20 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of compounded daily SOFR + 0.73% per annum + the Adjustment Rate of 0.26161% with effect from 8 May 2023, payable quarterly, will mature on 8 August 2024.

On 8 August 2024, the Bank redeemed its existing USD20 million 5-year floating rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

(h) USD680 million notes

On 9 October 2019, the Bank issued USD680 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 3 months USD Term SOFR + 0.26161% (3 months credit adjustment spread) + 0.78%, payable quarterly, will mature on the interest payment date falling in or nearest to 9 October 2024.

On 9 October 2024, the Bank redeemed its existing USD680 million 5-year floating rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

31 Bonds, Sukuk and debentures (Continued)

(i) USD20 million notes

On 27 April 2021, the Bank issued USD20 million 5-year fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 1.60% per annum payable semi-annually, will mature on 27 April 2026 (subject to adjustment in accordance with the modified following business day convention).

The Bank has undertaken fair value hedge on the interest rate risk of the Notes using interest rate swaps.

(j) HKD610 million notes

On 5 May 2021, the Bank issued HKD610 million 3-year fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 0.88% per annum payable annually, will mature on 5 May 2024 (subject to adjustment in accordance with the modified following business day convention).

The Bank has undertaken fair value hedge and cash flow hedge on the interest rate risk and currency risk of the Notes using cross currency interest rate swaps.

On 5 May 2024, the Bank redeemed its existing HKD610 million 3-year fixed rate notes issued under its USD5.0 billion Euro Medium Term Note Programme.

(k) USD20 million notes

On 21 July 2021, the Bank issued USD20 million 5-year fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 1.35% per annum payable semi-annually, will mature on 21 July 2026 (subject to adjustment in accordance with the modified following business day convention).

(l) HKD640 million notes

On 27 July 2021, the Bank issued HKD640 million fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014. The Notes, which bears a coupon rate of 1.12% per annum payable annually, will mature on 17 July 2026 (subject to adjustment in accordance with the modified following business day convention).

The Bank has undertaken fair value hedge and cash flow hedge on the interest rate risk and currency risk of the Notes using cross currency interest rate swaps.

31 Bonds, Sukuk and debentures (Continued)

(m) HKD128 million notes

On 4 August 2021, the Bank issued HKD128 million fixed rate notes ("the Notes") under its USD5.0 billion Euro Medium Term Note Programme established on 15 August 2014 and the Notes were consolidated to form a single series with the existing HKD640.0 million 1.12% fixed rate notes issued on 27 July 2021. The Notes, which bears a coupon rate of 1.12% per annum payable annually, will mature on 17 July 2026 (subject to adjustment in accordance with the modified following business day convention).

The Bank has undertaken fair value hedge and cash flow hedge on the interest rate risk and currency risk of the Notes using cross currency interest rate swaps.

(n) USD500 million notes

On 20 January 2022, the Bank issued USD500 million 5-year fixed rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of 2.125% per annum payable semi-annually, will mature on 20 July 2027.

The Bank has undertaken fair value hedge on the interest rate risk of the Notes using interest rate swaps.

(o) RM14 million notes

On 5 July 2023, the Bank issued RM14 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 10 July 2024.

On 10 July 2024, the Bank redeemed its existing RM14 million 1-year zero coupon senior medium term notes issued under its RM20.0 billion Senior Medium Term Note Programme.

31 Bonds, Sukuk and debentures (Continued)

(p) RM19 million notes

On 17 July 2023, the Bank issued RM19 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 18 July 2024.

On 18 July 2024, the Bank redeemed its existing RM19 million 1-year zero coupon senior medium term notes issued under its RM20.0 billion Senior Medium Term Note Programme.

(q) USD130 million notes

On 28 July 2023, the Bank issued USD130 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 1.00% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 28 July 2028.

The Bank has undertaken cash flow hedge on the currency risk and interest rate risk of the Notes using cross currency interest rate swaps.

(r) RM17 million notes

On 15 August 2023, the Bank issued RM17 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 19 August 2024.

On 19 August 2024, the Bank redeemed its existing RM17 million 1-year zero coupon senior medium term notes issued under its RM20.0 billion Senior Medium Term Note Programme.

31 Bonds, Sukuk and debentures (Continued)

(s) USD30 million notes

On 26 September 2023, the Bank issued USD30 million 1-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.50% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 26 September 2024.

The Bank has undertaken cash flow hedge on the currency risk and interest rate risk of the Notes using cross currency interest rate swaps.

On 26 September 2024, the Bank redeemed its existing USD30 million 1-year floating rate notes issued under its USD5.0 billion Global Medium Term Note Programme.

(t) USD100 million notes

On 3 October 2023, the Bank issued USD100 million 35 months fixed rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of 5.45% per annum payable quarterly, will mature on 3 September 2026**.**

The Bank has undertaken fair value hedge on the currency risk and interest rate risk of the Notes using cross currency interest rate swaps.

(u) RM100 million senior sukuk

On 30 November 2023, CIMB Islamic issued RM100 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.95% per annum payable semi-annually, will mature on 30 November 2026.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

31 Bonds, Sukuk and debentures (Continued)

(v) RM600 million senior sukuk

On 30 November 2023, CIMB Islamic issued RM600 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.02% per annum payable semi-annually, will mature on 30 November 2028.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(w) RM300 million senior sukuk

On 30 November 2023, CIMB Islamic issued RM300 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.31% per annum payable semi-annually, will mature on 29 November 2030.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(x) USD50 million floating rate notes

On 23 February 2024, the Bank issued USD50 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.95% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 23 February 2029.

(y) USD120 million floating rate notes

On 27 February 2024, the Bank issued USD120 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.95% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 27 February 2029.

31 Bonds, Sukuk and debentures (Continued)

(z) RM250 million fixed rate senior sukuk

On 27 March 2024, CIMB Islamic Bank issued RM250 million 3-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.75% per annum payable semi-annually, will mature on 26 March 2027.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(aa) RM300 million fixed rate senior sukuk

On 27 March 2024, CIMB Islamic Bank issued RM300 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.86% per annum payable semi-annually, will mature on 27 March 2029.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(ab) RM1,450 million fixed rate senior sukuk

On 27 March 2024, CIMB Islamic Bank issued RM1,450 million 7-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.03% per annum payable semi-annually, will mature on 27 March 2031.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(ac) RM1,500 million fixed rate senior sukuk

On 27 March 2024, CIMB Islamic Bank issued RM1,500 million 10-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.13% per annum payable semi-annually, will mature on 27 March 2034.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

31 Bonds, Sukuk and debentures (Continued)

(ad) USD10 million floating rate notes

On 8 April 2024, the Bank issued USD10 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.90% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 8 April 2029.

(ae) USD37 million floating rate notes

On 26 April 2024, the Bank issued USD37 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.89% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 26 April 2029.

(af) RM125 million fixed rate senior sukuk

On 30 July 2024, CIMB Islamic Bank issued RM125 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.85% per annum payable semi-annually, will mature on 30 July 2029.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(ag) RM700 million fixed rate senior sukuk

On 30 July 2024, CIMB Islamic Bank issued RM700 million 8-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.00% per annum payable semi-annually, will mature on 30 July 2032.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

31 Bonds, Sukuk and debentures (Continued)

(ah) RM2,175 million fixed rate senior sukuk

On 30 July 2024, CIMB Islamic Bank issued RM2,175 million 11-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.07% per annum payable semi-annually, will mature on 30 July 2035.

CIMB Islamic has undertaken fair value hedge on the profit rate risk of the senior sukuk using Islamic profit rate swaps.

(ai) USD40 million floating rate notes

On 29 October 2024, the Bank issued USD40 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.85% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 29 October 2029.

The Bank has undertaken cash flow hedge on the interest rate risk and currency risk of the Notes using interest rate swaps and currency swaps respectively.

(aj) USD30 million floating rate notes

On 14 November 2024, the Bank issued USD30 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bears a coupon rate of compounded daily SOFR plus 0.85% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 14 November 2029.

The Bank has undertaken cash flow hedge on the interest rate risk and currency risk of the Notes using interest rate swaps and currency swaps respectively.

31 Bonds, Sukuk and debentures (Continued)

(ak) RM120 million floating rate senior sukuk

On 28 November 2024, CIMB Islamic Bank issued RM120 million 3-year floating rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3 month KLIBOR + plus 0.23% per annum payable quarterly, will mature on the profit payment date falling on or nearest to 26 November 2027.

32 Other borrowings

		The Group		The Bank	
		2024	2023	**2024**	2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Term loans	(a)	**4,774,148**	3,863,149	**4,771,831**	3,857,862
Commercial papers	(b)	**67,335**	-	**67,335**	-
		4,841,483	3,863,149	**4,839,166**	3,857,862

(a) These unsecured loans were undertaken by the Bank from various financial institutions for working capital purposes. The loans have maturities ranging between 4 December 2026 being the earliest to mature and 23 August 2029 being the latest to mature. Interest rates charged are between 5.17% to 5.55% per annum (2023: 4 December 2026 to 22 February 2028, 6.12% to 6.37% per annum).

(b) (i) On 13 December 2024, the Bank issued a nominal value of RM50 million 6-month commercial papers under its RM10.0 billion Commercial Papers Programme. The commercial papers, which bear a discount rate of 3.75% per annum, will mature on 26 June 2025.

(ii) On 18 December 2024, the Bank issued a nominal value of RM18.6 million 7-month commercial papers under its RM10.0 billion Commercial Papers Programme. The commercial papers, which bear a discount rate of 3.75% per annum, will mature on 8 July 2025.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

33 Subordinated obligations

		The Group		The Bank	
		31 December 2024	31 December 2023	**31 December 2024**	31 December 2023
	Note	**RM'000**	RM'000	**RM'000**	RM'000
Subordinated Debts 2018/2029 RM1.2 billion	(a)	**-**	1,217,648	**-**	1,217,648
Subordinated Notes 2019/2029 RM550 million	(b)	**-**	97,899	**-**	-
Subordinated Debts 2019/2029 RM800 million	(c)	**-**	802,953	**-**	802,953
Subordinated Debts 2020/2030 RM2.45 billion	(d)	**2,460,572**	2,460,149	**2,460,572**	2,460,149
Additional Tier I Securities RM550 million and RM200 million	(e)	**752,209**	752,133	**752,209**	752,133
Subordinated Debts 2020/2030 RM50 million	(f)	**50,039**	50,026	**50,039**	50,026
Subordinated Debts 2021/2031 RM660 million	(g)	**260,497**	259,904	**-**	-
Sustainability Sukuk Wakalah 2021/2031 RM100 million	(h)	**100,021**	100,031	**100,021**	100,031
Sukuk Wakalah 2022/2032 RM1.5 billion	(i)	**1,520,613**	1,520,795	**1,520,613**	1,520,795
Sustainability Sukuk Wakalah 2022/2032 RM1.0 billion	(j)	**1,004,068**	1,003,797	**1,004,068**	1,003,797
Sustainability Sukuk Wakalah 2023/2033 RM400 million	(k)	**405,372**	405,419	**405,372**	405,419
Subordinated Notes 2023/2033 RM415 million	(l)	**139,774**	138,631	**-**	-
Additional Tier I Sustainability Sukuk Wakalah 2023/2121 RM400 million	(m)	**403,644**	403,644	**403,644**	403,644
Sustainability Sukuk Wakalah 2023/2033 RM900 million	(n)	**907,526**	907,526	**907,526**	907,526
Tier 2 Sukuk Wakalah 2024/2036 RM1,850 million	(o)	**1,870,059**	-	**1,870,059**	-
Tier 2 Sukuk Wakalah 2024/2034 RM150 million	(p)	**151,551**	-	**151,551**	-
Tier 2 Subordinated Green Bonds 2024/2034 THB2 billion	(q)	**263,407**	-	**-**	-
		10,289,352	10,120,555	**9,625,674**	9,624,121
Fair value changes arising from fair value hedges		**3,271**	(23,086)	**3,271**	(23,086)
		10,292,623	10,097,469	**9,628,945**	9,601,035

33 Subordinated obligations (Continued)

(a) Subordinated debts 2018/2029 RM1.2 billion

On 13 September 2018, the Bank issued RM1.2 billion 11 years non-callable 6 years Tier 2 subordinated debt to CIMB Group Holdings Berhad bearing a fixed rate coupon of 4.88% per annum. The said subordinated debt was issued from the existing RM10 billion Tier 2 subordinated debt programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Tier 2 subordinated debt using interest rate swaps.

On 13 September 2024, the Bank redeemed its existing RM1.2 billion 11-year non-callable 6-year Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

(b) Subordinated notes 2019/2029 RM550 million

On 8 July 2019, CIMB Thai issued RM550 million Basel III compliant Tier 2 subordinated notes. The subordinated notes carry fixed interest rate of 4.15% per annum payable every six months. The subordinated notes will mature on 6 July 2029. CIMB Thai may exercise its right to early redeem the subordinated notes 5 years after issue date, and on each coupon payment date thereafter, subject to approval by the Bank of Thailand.

In 2023, included in the RM550 million subordinated notes is RM459 million held by the Bank, hence the amount was eliminated at consolidated level.

On 9 July 2024, CIMB Thai Bank redeemed its existing RM550 million Tier 2 Subordinated Debt on the first call date.

(c) Subordinated debts 2019/2029 RM800 million

On 25 November 2019, the Bank issued RM800 million 10 years non-callable 5 years Tier 2 subordinated debt to CIMB Group bearing a fixed rate coupon of 3.85% p.a., payable every six months. The said subordinated debt was issued from the existing RM10 billion Tier 2 subordinated debt programme.

On 25 November 2024, the Bank redeemed its existing RM800 million 10-year non-callable 5-year Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

33 Subordinated obligations (Continued)

(d) Subordinated debts 2020/2030 RM2.45 billion

On 12 November 2020, the Bank issued RM2.45 billion 10 years non-callable 5 years Tier 2 subordinated debt to CIMB Group bearing a fixed rate coupon of 3.15% p.a., payable on a semi-annual basis. The said subordinated debt was issued from the existing RM10 billion Tier 2 subordinated debt programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Tier 2 subordinated debt using interest rate swaps.

(e) Additional Tier 1 Securities RM550 million and RM200 million

On 3 December 2020, the Bank issued RM550 million perpetual non-callable 5 years Additional Tier 1 Capital Securities and RM200 million perpetual non-callable 10 years Additional Tier 1 Capital Securities to CIMBGH bearing a fixed rate coupon of 3.60% p.a. and 4.00% p.a. respectively, payable on a semi-annual basis. The said capital securities were issued from the existing RM10 billion AT1 Capital Securities programme.

(f) Subordinated debts 2020/2030 RM50 million

On 23 December 2020, the Bank issued RM50 million 10 years non-callable 5 years Tier 2 subordinated debt to CIMBGH bearing a fixed rate coupon of 3.15% p.a., payable on a semi-annual basis. The said subordinated debt was issued from the existing RM10 billion Tier 2 subordinated debt programme.

(g) Subordinated notes 2021/2031 RM660 million

On 12 July 2021, CIMB Thai issued RM660 million Basel III compliant Tier 2 subordinated notes The subordinated notes carry fixed interest rate of 3.90% per annum payable every six months. The subordinated notes will mature on 11 April 2031. CIMB Thai may exercise its right to early redeem the subordinated notes 5 years after issue date, and on each coupon payment date thereafter, subject to approval by the Bank of Thailand.

Included in the RM660 million subordinated notes is RM407 million (2023: RM407 million) which was held by the Bank, hence the amount was eliminated at consolidated level.

33 Subordinated obligations (Continued)

(h) Sustainability Sukuk Wakalah 2021/2031 RM100 million

On 29 December 2021, the Bank issued RM100 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group bearing a periodic distribution rate of 3.80% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15 billion Sukuk Wakalah programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Tier 2 Sustainability Sukuk Wakalah using interest rate swaps.

(i) Sukuk Wakalah 2022/2032 RM1.5 billion

On 8 September 2022, the Bank issued RM1.5 billion 10 years non-callable 5 years Tier 2 Sukuk Wakalah to CIMB Group bearing a periodic distribution rate of 4.40% per annum, payable on a semi-annual basis. The said Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Tier 2 Sukuk Wakalah using interest rate swaps.

(j) Sustainability Sukuk Wakalah 2022/2032 RM1.0 billion

On 2 December 2022, the Bank issued RM1.0 billion 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group bearing a periodic distribution rate of 4.95% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

(k) Sustainability Sukuk Wakalah 2023/2033 RM400 million

On 8 March 2023, the Bank issued RM400 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group bearing a periodic distribution rate of 4.30% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

33 Subordinated obligations (Continued)

(l) Subordinated notes 2023/2033 RM415 million

On 29 March 2023, CIMB Thai issued RM415 million Basel III compliant Tier 2 subordinated notes. The subordinated notes carry fixed interest rate of 4.70% per annum payable every six months. The subordinated notes will mature on 29 March 2033. CIMB Thai may exercise its right to early redeem the subordinated notes 5 years after issue date, and on each coupon payment date thereafter, subject to approval by the Bank of Thailand.

Included in the RM415 million subordinated notes is RM278 million (2023: RM278 million) held by the Bank, hence the amount was eliminated at consolidated level.

(m) Additional Tier 1 Sustainability Sukuk Wakalah 2023/2121 RM400 million

On 23 October 2023, the Bank issued RM400 million Perpetual non-callable 5 years Additional Tier 1 Sustainability Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 4.75% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Additional Tier 1 Sustainability Sukuk Wakalah using interest rate swaps.

(n) Sustainability Sukuk Wakalah 2023/2033 RM900 million

On 23 October 2023, the Bank issued RM900 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 4.36% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

The Bank has undertaken fair value hedge on the interest rate risk of the Tier 2 Sustainability Sukuk Wakalah using interest rate swaps.

(o) Tier 2 Sukuk Wakalah 2024/2036 RM1,850 million

On 26 September 2024, the Bank issued RM1,850 million 12-year non-callable 7-year Tier 2 Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 4.08% per annum, payable on a semi-annual basis. The said Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

33 Subordinated obligations (Continued)

(p) Tier 2 Sukuk Wakalah 2024/2034 RM150 million

On 26 September 2024, the Bank issued RM150 million 10-year non-callable 5-year Tier 2 Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 3.89% per annum, payable on a semi-annual basis. The said Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

(q) Tier 2 Subordinated Green Bonds 2024/2034 THB2 billion

On 28 October 2024, CIMB Thai Bank issued THB2 billion Basel III compliant Tier 2 subordinated green bonds with fixed interest rate of 3.90% per annum, payable every three months. The subordinated green bonds will mature on 28 October 2034. CIMB Thai may exercise its right to early redeem the subordinated green bonds 5 years after issue date, and on each coupon payment date thereafter, subject to approval by the Bank of Thailand.

The said subordinated green bonds was issued out of the THB2 billion Tier 2 subordinated green bonds programme.

34 Redeemable preference shares

	The Group and The Bank	
	2024	2023
	RM'000	RM'000
Issued and fully paid		
Redeemable preference shares (equity)		
At 1 January	-	29,740
Redemption during the previous financial year	-	(29,740)
At 31 December	-	-

On 30 January 2008, the Bank issued 2,974,009,486 Redeemable Preference Shares ("RPS") to the Bank's minority shareholders and to CIMB Group at an issue price of RM0.01 each, which was approved by the shareholders via an Extraordinary General Meeting on the same date.

The main features of the RPS are as follows:

(i) The RPS will rank equal in all respects with each other and senior to ordinary shares.

(ii) The RPS will be fully paid-up upon issue and allotment.

(iii) The RPS will not carry any fixed dividend but ranks the most senior in terms of dividend distribution.

(iv) The RPS will not carry any voting rights.

(v) The RPS will only be redeemable, subject to BNM's approval, at the option of the Bank.

(vi) The RPS will not be convertible.

(vii) The RPS will not be earmarked to any particular assets or banking activities.

(viii) The RPS will not represent any fixed charge on the earnings of the Bank.

On 17 July 2023, the Bank redeemed its existing 2,974,009,486 RPS, equivalent to RM29.7 million. As the RPS was redeemed out of profits, an equivalent amount has been transferred to the share capital of the Bank.

35 Ordinary share capital

		The Group and The Bank	
		2024	2023
	Note	**RM'000**	RM'000
Issued and fully paid shares:			
At 1 January		**23,039,242**	22,979,762
Redemption of redeemable preference shares	**34**	**-**	29,740
Issue of shares during the financial year		**1,499,972**	29,740
At 31 December		**24,539,214**	23,039,242

Increase in issued and paid-up capital

On 2 November 2023, the Bank issued 4.8 million ordinary shares at RM6.15 per share. The issuance has resulted in an increase in ordinary shares of RM29.7 million.

On 15 March 2024, the Bank distributed RM1,500 million in special dividends, settled via the issuance of 239,612,121 new shares at RM6.26 per share. The issuance resulted in a RM1,500 million increase in ordinary shares.

36 Perpetual preference shares

	The Group and The Bank	
	2024	2023
Issued and fully paid	**RM'000**	RM'000
Perpetual preference shares:		
At 1 January/31 December	**200,000**	200,000

The main features of the Perpetual Preference Shares ("PPS") are as follows:

(a) The PPS have no right to dividends.

(b) In the event of liquidation, dissolution or winding-up of the Bank, PCSB as holder of the PPS will be entitled to receive full repayment of the capital paid up on the PPS in priority to any payments to be made to the ordinary shareholders of the Bank.

(c) The PPS rank *pari passu* in all aspects among themselves.

(d) The Bank must not redeem or buy back any portion of the PPS and the PPS will be perpetual except for any capital reduction exercise permitted by the Companies Act 2016 and as approved by Bank Negara Malaysia.

37 Reserves

The detailed breakdown of the reserves are shown in the Statements of Changes in Equity of the Group and the Bank respectively.

(a) The statutory reserve is maintained in compliance with BNM guidelines. Effective 3 May 2017, there is no requirement to maintain statutory reserves for banking entities in Malaysia, in accordance with BNM Guideline – Capital Funds.

The statutory reserves of the foreign banking subsidiaries of the Group are in compliance with rules and regulations of the respective authorities.

(b) Currency translation differences have arisen from translation of net assets of foreign subsidiaries, Labuan offshore banking subsidiary and the Bank's foreign branches. These translation differences are shown under exchange fluctuation reserve.

(c) Capital reserves, which are non-distributable, relate to the retained earnings of Bumiputra-Commerce Finance Berhad (now known as Mutiara Aset Berhad) and CIMB Investment Bank Berhad, and the four months profit of SBB Berhad (formerly known as Southern Bank Berhad) from 1 July 2006 to 31 October 2006 which were transferred to the Bank, arising from the business combinations under common control using the predecessor basis of accounting in financial year 2006.

A foreign subsidiary of the Bank has transferred balance from retained earnings to capital reserve in order to meet the regulatory capital ratio calculation as retained earnings is capped for the purpose of calculation at 20% of Tier 1 capital following the local regulatory requirement.

(d) Merger deficit, which is non-distributable, relates to the difference between the cost of the merger between the Bank and CIMB Investment Bank Berhad and SBB Berhad (formerly known as Southern Bank Berhad) in 2006 and the value of the net assets and reserves transferred to the Group and the Bank.

(e) Hedging reserve mainly arise from net investment hedge activities undertaken by the Group and the Bank on overseas operations and foreign subsidiaries. The reserve is non-distributable and is reversed to the statement of income when the foreign operations and subsidiaries are partially or fully disposed. The Group and the Bank have also entered into cash flow hedges on loans, advances and financing, bonds and debentures, deposits and placement of bank and other financial institution, other borrowings, subordinated obligations and debt instruments at FVOCI.

37 Reserves (Continued)

(f) Regulatory reserve of the Group is maintained by the Bank and the banking subsidiaries in Malaysia, which is transferred from the retained earnings, as an additional credit risk absorbent to ensure robustness on the loan impairment assessment methodology with the adoption of MFRS 9 beginning 1 January 2018.

BNM Guidelines on Financial Reporting/Financial Reporting for Islamic Banking Institutions requires banking institutions to maintain in aggregate, loss allowance for non-credit-impaired exposures and regulatory reserve of no less than 1% of total credit exposures, net of loss allowance for credit-impaired exposures.

As at 31 December 2024, the regulatory reserve is maintained by the Bank and the banking subsidiaries in Malaysia to meet the local regulatory requirement.

(g) Share-based payment reserve arose from Employee Ownership Plan, Long Term Incentive Plan ("LTIP"), the Group's and the Bank's share-based compensation benefits.

(h) Defined benefit reserves relate to the cumulative actuarial gains and losses on defined benefit plans.

(i) For debt instruments at FVOCI, changes in fair value are accumulated within the financial assets at FVOCI reserve within equity. The accumulated changes in fair value are transferred to profit or loss when the investment is disposed of.

(j) The Group and the Bank have elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income. These changes are accumulated within the financial assets at FVOCI reserve within equity. The Group and the Bank transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

(k) The Group and the Bank designate the spot component of foreign currency swap contracts as hedging instruments in net investment hedge relationships. The Group and the Bank defer changes in the forward element of foreign currency swap contracts and the currency basis from the cross currency interest rate swaps contracts in the cost of hedging reserve.

(l) Changes in fair value of financial liabilities designated at fair value relating to the Group's and the Bank's own credit risk are recognised in other comprehensive income. These changes are also accumulated within own credit risk reserve within equity.

(m) Capital contribution by ultimate holding company is the cost of the ordinary shares and share options of the Group's and the Bank's awarded to eligible employees of the Group and the Bank.

38(a) Interest income

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Loans and advances				
- interest income	**13,757,778**	13,144,390	**11,512,025**	11,010,881
- unwinding income^	**100,703**	138,114	**84,126**	116,928
Money at call and deposits with financial institutions	**810,557**	954,795	**939,398**	1,088,918
Reverse repurchase agreements	**427,157**	299,855	**417,244**	276,327
Debt instruments at fair value through other comprehensive income	**2,169,617**	1,833,407	**1,942,618**	1,691,902
Debt instruments at amortised cost	**1,870,785**	1,736,713	**1,846,714**	1,720,874
Others	**155,548**	116,270	**155,548**	116,267
	19,292,145	18,223,544	**16,897,673**	16,022,097
Net accretion of discount less amortisation of premium	**289,098**	163,829	**302,227**	166,902
	19,581,243	18,387,373	**17,199,900**	16,188,999

^ *Unwinding income is interest income earned on credit impaired financial assets*

38(b) Interest income for financial assets at fair value through profit or loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financial investments at fair value through profit or loss	**918,887**	640,977	**625,628**	484,069
Loans, advances and financing at fair value through profit or loss	**-**	4,056	**-**	4,056
	918,887	645,033	**625,628**	488,125
Net accretion of discount less amortisation of premium	**376,707**	473,009	**388,927**	478,295
	1,295,594	1,118,042	**1,014,555**	966,420

39 Interest expense

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Deposits and placements of banks and other financial institutions	**1,479,734**	1,343,984	**1,390,888**	1,228,858
Deposits from customers	**7,849,328**	7,336,946	**6,862,333**	6,584,516
Repurchase agreements	**1,637,320**	1,436,388	**1,473,100**	1,374,409
Financial liabilities designated at fair value through profit or loss	**118,944**	100,333	**57,664**	41,054
Negotiable certificates of deposits	**77,628**	99,261	**77,101**	98,718
Recourse obligation on loan and financing sold to Cagamas	**53,015**	36,412	**53,015**	36,412
Bonds, Sukuk and debentures	**501,813**	544,398	**490,284**	509,088
Subordinated obligations	**414,619**	443,592	**418,160**	433,353
Other borrowings	**257,848**	211,265	**264,491**	221,845
Structured deposits	**145,177**	162,653	**145,177**	162,653
Lease liabilities	**18,770**	18,163	**15,468**	15,198
Others	**24,229**	18,918	**97**	111
	12,578,425	11,752,313	**11,247,778**	10,706,215

40 Modification loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Loss on modification of cash flows	**2,718**	3,747	**-**	230

41 Net non-interest income

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
(a) Fee and commission income				
Commissions	**873,577**	670,538	**631,996**	470,253
Fee on loans and advances	**604,692**	607,973	**584,342**	592,648
Service charges and fees	**649,757**	676,436	**1,867,475**	1,831,643
Guarantee fees	**39,879**	71,713	**31,194**	63,302
Other fee income	**255,051**	237,326	**239,186**	221,388
Fee and commission income	**2,422,956**	2,263,986	**3,354,193**	3,179,234
(b) Fee and commission expense	**(747,744)**	(634,522)	**(737,590)**	(645,174)
Net fee and commission income	**1,675,212**	1,629,464	**2,616,603**	2,534,060
(c) Other non-interest income				
Gross dividend income from:				
In Malaysia				
Financial investments at fair value through profit or loss	**71,290**	63,235	**71,200**	63,145
Equity instruments at fair value through other comprehensive income	**1,625**	1,000	**1,600**	1,000
Subsidiaries	**-**	-	**124,377**	80,000
	72,915	64,235	**197,177**	144,145
Outside Malaysia				
Equity instruments at fair value through other comprehensive income	**3,047**	2,146	**-**	-
Subsidiaries	**-**	-	**-**	50,183
	3,047	2,146	**-**	50,183
Net gain/(loss) arising from financial investments at fair value through profit or loss				
- realised	**89,546**	(456,613)	**(150,736)**	(508,685)
- unrealised	**898,486**	314,410	**312,137**	202,631
	988,032	(142,203)	**161,401**	(306,054)
Net gain/(loss) arising from derivative financial instruments				
- realised	**887,958**	3,585,193	**1,679,964**	3,071,626
- unrealised	**762,074**	(865,920)	**618,887**	(238,888)
	1,650,032	2,719,273	**2,298,851**	2,832,738
Net gain/(loss) arising from loans, advances and financing at fair value through profit or loss				
- realised	**12,113**	(112)	**12,113**	(112)
	12,113	(112)	**12,113**	(112)
Net (loss)/gain arising from financial liabilities designated at fair value through profit or loss				
- realised	**(65,241)**	(87,886)	**(2,505)**	284
- unrealised	**50,513**	58,405	**14,182**	(27,329)
	(14,728)	(29,481)	**11,677**	(27,045)

41 Net non-interest income (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Net gain/(loss) arising from hedging activities	**6,458**	(33,581)	**35,169**	26,333
Net gain from sale of investment in debt instruments at fair value through other comprehensive income	**243,038**	183,750	**147,608**	123,412
Net gain/(loss) from redemption of debt instruments at amortised cost	**365**	567	**365**	(27)
Other non-interest income				
Foreign exchange gain/(loss)	**69,541**	(333,634)	**20,014**	(442,228)
Rental income	**11,417**	11,853	**8,483**	10,505
Gain on disposal of property, plant and equipment/assets held for sale	**1,761**	4,592	**624**	3,850
Loss on disposal of foreclosed assets	**(6,816)**	(16,615)	**-**	-
Gain on disposal of loans, advances and financing	**42,518**	43,633	**31,910**	-
(Loss)/gain on liquidation of a subsidiary	**(51)**	-	**17**	-
Gain on liquidation of foreign branch	**-**	8,127	**-**	-
Others	**71,547**	71,740	**53,834**	52,409
	189,917	(210,304)	**114,882**	(375,464)
Total other non-interest income	**3,151,189**	2,554,290	**2,979,243**	2,468,109
Total net non-interest income	**4,826,401**	4,183,754	**5,595,846**	5,002,169

42 Overheads

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Personnel costs				
- Salaries, allowances and bonuses[2]	**3,725,658**	3,384,966	**3,052,998**	2,728,839
- Pension cost (defined contribution plan)	**375,837**	350,016	**343,035**	318,692
- Pension cost (defined benefit plan)	**7,486**	22,256	**-**	-
- Share-based expense[1]	**16,833**	45,363	**14,448**	36,868
- Overtime	**19,681**	24,992	**13,296**	17,834
- Staff incentives and other staff payments	**198,976**	150,393	**167,296**	153,702
- Medical expenses	**99,753**	87,496	**91,442**	79,242
- Others	**130,626**	120,013	**105,628**	91,661
	4,574,850	4,185,495	**3,788,143**	3,426,838
Establishment costs				
- Depreciation of property, plant and equipment	**171,557**	172,182	**128,460**	128,551
- Depreciation of right-of-use assets	**209,187**	185,859	**177,400**	155,836
- Amortisation of intangible assets	**400,135**	350,601	**333,314**	286,472
- Rental	**127,553**	113,779	**67,128**	65,870
- Repairs and maintenance	**702,463**	671,505	**646,175**	615,236
- Outsourced services	**75,207**	68,947	**43,963**	48,990
- Security expenses	**73,143**	74,293	**67,831**	69,253
- Utility expenses	**44,033**	45,710	**35,689**	36,253
- Intangible assets written off	**7,502**	668	**7,502**	380
- Others	**99,178**	107,981	**85,188**	92,356
	1,909,958	1,791,525	**1,592,650**	1,499,197
Marketing expenses				
- Advertisement	**154,747**	101,270	**121,977**	77,541
- Others	**150,961**	127,528	**143,130**	118,289
	305,708	228,798	**265,107**	195,830
Administration and general expenses				
- Communication	**90,907**	85,403	**61,222**	79,371
- Consultancy and professional fees	**112,021**	149,632	**96,654**	135,134
- Legal expenses	**65,844**	57,326	**50,378**	38,983
- Stationery	**20,560**	20,730	**14,377**	13,764
- Postages	**27,452**	28,353	**20,505**	20,895
- Administrative travelling and vehicle expenses	**27,673**	23,849	**18,959**	15,384
- Incidental expenses on banking operations	**50,324**	47,845	**27,890**	26,482
- Insurance	**13,311**	13,496	**9,175**	9,650
- Others	**580,149**	547,740	**576,948**	517,006
	988,241	974,374	**876,108**	856,669
	7,778,757	7,180,192	**6,522,008**	5,978,534

[1] The long term incentive plan ("LTIP") was implemented by CIMB Group Holdings in June 2021. The LTIP awards ordinary shares and share options of CIMB Group to eligible employees of the Group and the Bank. The eligibility of participation in the LTIP shall be at the discretion of the LTIP Committee of CIMB Group Holdings Berhad, and the awarded shares and share options will be vested in stages at predetermined dates subject to continued employment and performance conditions. Refer note 45(g).

[2] Included in salaries, allowances and bonus is shared-based payment expense of RM14,650,000 and RM13,489,000 (2023: RM13,257,000 and RM11,664,000) for the Group and the Bank respectively. Refer Note 45(f).

42 Overheads (Continued)

The above expenditure includes the following statutory disclosures:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Directors' remuneration (Note 46)	**17,072**	12,679	**16,645**	12,461
Hire of equipment	**47,657**	47,657	**46,934**	46,934
Lease rental	**11**	11	**11**	11
Auditors' remuneration:				
PricewaterhouseCoopers PLT* (audit)				
- statutory audit	**6,222**	5,843	**5,450**	4,995
- limited review	**1,160**	1,140	**1,066**	1,046
- other audit related	**-**	989	**-**	800
PricewaterhouseCoopers Malaysia (non audit)				
- Tax services	**429**	385	**273**	217
- Reporting accountant, regulatory-related services and others	**284**	-	**37**	-
Other member firms of PricewaterhouseCoopers				
- statutory audit	**3,479**	3,891	**2,472**	2,534
- limited review	**1,224**	1,084	**181**	214
- other audit related	**495**	376	**495**	198
Other member firms of PricewaterhouseCoopers International Limited* (non audit)				
- Tax services	**744**	754	**744**	754
- Reporting accountant, regulatory-related services and others	**358**	314	**358**	301
Other auditors' remuneration				
- Statutory audit	**366**	126	**4**	-
Property, plant and equipment written off	**2,771**	4,481	**2,641**	1,187

* PricewaterhouseCoopers PLT and other member firms of PricewaterhouseCoopers International Limited are separate and independent legal entities.

43 Expected credit losses on loans, advances and financing

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Expected credit losses on loans, advances and financing at amortised cost	**1,922,206**	1,546,198	**1,102,844**	670,245
Credit impaired loans, advances and financing:				
- recovered	**(845,930)**	(580,486)	**(510,571)**	(375,913)
- written off	**35,462**	66,375	**26,739**	62,913
	1,111,738	1,032,087	**619,012**	357,245

44 Other expected credit losses and impairment allowances made/(written back)

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Expected credit losses made/(written back) on:				
- Debt instrument at fair value through other comprehensive income	**6,057**	17,173	**(9,028)**	16,142
- Debt instrument at amortised cost	**66,070**	1,343	**65,018**	(298)
- Money at call and deposits and placements with banks and other financial institutions	**(1,496)**	426	**317**	(556)
- Other assets	**277,359**	174,047	**24,989**	459
	347,990	192,989	**81,296**	15,747

Included in the other impairment allowance made for other assets during the previous financial year is ECL related to settlement of debit card balances.

45 Significant related party transactions and balances

For the purposes of these financial statements, parties (both companies and key management personnel) are considered to be related to the Group if the Group or the Bank has the ability, directly or indirectly to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Bank and the party are subject to common control or common significant influence.

The Group and the Bank have related party relationships with their holding companies, subsidiaries, joint venture and key management personnel.

(a) The related parties of, and their relationship with the Bank, are as follows:

Related parties	Relationship
CIMB Group Holdings Berhad ("CIMB Group")	Ultimate holding company
CIMB Group Sdn. Bhd. ("CIMBG")	Immediate holding company
Subsidiaries of CIMB Group and CIMBG as disclosed in their Financial Statements	Subsidiaries of ultimate holding and immediate holding company
Subsidiaries of the Bank as disclosed in Note 16	Subsidiaries
Joint venture of the Bank as disclosed in Note 17	Joint venture
Joint ventures of CIMB Group as disclosed in their Financial Statements	Joint ventures of ultimate holding company
Associates of CIMB Group as disclosed in their Financial Statements	Associates of ultimate holding company
Key management personnel	Refer to below

Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the Group and the Bank either directly or indirectly. The key management personnel of the Group and the Bank include all the Directors of the Bank and employees of the Bank who make certain critical decisions in relation to the strategic direction of the Bank.

45 Significant related party transactions and balances (Continued)

(b) Related party transactions

A number of banking transactions are entered into with related parties in the normal course of business. These include loans, deposits, derivative transactions and other financial instruments. These transactions were carried out on agreed terms with the related party.

	← The Group and the Bank →			← The Group	← The Bank →	
	Holding and Ultimate Holding Company	**Other related companies**	**Joint venture**	**Key management personnel**	**Subsidiaries**	**Key management personnel**
2024	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Income						
Interest on deposits and placements with financial institutions	-	**170**	-	-	**319,383**	-
Interest on loans, advances and financing and reverse repurchase agreements	-	**189**	-	**11,558**	-	**138**
Interest on securities	-	-	-	-	**95,389**	-
Dividends	-	-	-	-	**126,377**	-
Others	**781**	**50,850**	**99,919**	**2**	**1,279**	-
Service charges and fees	**19,098**	**141,941**	-	-	**1,271,948**	-
Expenditure						
Interest on deposits from customers and securities sold under repurchase agreements	**19,143**	**12,417**	**1,287**	**71**	**15,822**	**100**
Interest on deposits and placements of banks and other financial institutions	-	**242**	-	-	**90,767**	-
Interest on other borrowing	-	-	-	-	**3,489**	-
Interest on subordinated obligations	**392,560**	-	-	-	-	-
Dividends	**5,070,218**	-	-	-	-	-
Others	-	**178,416**	-	-	**188,382**	-
2023						
Income						
Interest on deposits and placements with financial institutions	-	1,577	-	-	344,708	-
Interest on loans, advances and financing and reverse repurchase agreements	-	11,877	-	10,462	-	363
Interest on securities	-	-	-	-	101,136	-
Dividends	-	-	-	-	130,183	-
Others	1,255	7,900	147,986	2	2,206	76
Service charges and fees	18,227	119,605	-	-	1,211,327	-
Expenditure						
Interest on deposits from customers and securities sold under repurchase agreements	16,105	12,150	914	314	31,181	123
Interest on deposits and placements of banks and other financial institutions	-	7,681	-	-	83,228	-
Interest on other borrowing	-	-	-	-	16,604	-
Interest on subordinated obligations	392,372	-	-	-	-	-
Dividends	2,621,049	-	-	-	-	-
Others	-	180,723	-	-	166,278	-

45 Significant related party transactions and balances (Continued)

(c) Related party balances

	← The Group and the Bank →			The Group ←	The Bank →	
2024	**Holding and Ultimate Holding Company RM'000**	**Other related companies RM'000**	**Joint venture RM'000**	**Key management personnel RM'000**	**Subsidiaries RM'000**	**Key management personnel RM'000**
Amounts due from						
Current accounts, deposits and placements with banks and other financial institutions	-	**25,448**	-	-	**2,842,845**	-
Placement from Investment Account	-	-	-	-	**2,927,281**	-
Loans, advances and financing and reverse repurchase agreement	-	-	-	**18,890**	-	**7,417**
Derivative financial instruments	-	-	-	-	**477,352**	-
Investments securities	-	-	-	-	**2,344,079**	-
Others	**3,616**	**29,799**	**4,613,966**	-	**89,848**	-
Amounts due to						
Deposits from customers and securities sold under repurchase agreements	**470,760**	**582,419**	-	**18,448**	**482,222**	**17,334**
Deposits and placements of banks and other financial institutions	-	-	-	-	**1,273,294**	-
Other borrowings	-	-	-	-	-	-
Derivative financial instruments	-	-	-	-	**549,781**	-
Subordinated obligations	**9,627,646**	-	-	-	-	-
Reverse repurchase agreements	-	**10,390**	-	-	-	-
Others	-	**42,103**	-	-	**365,328**	-
Commitment and contingencies						
Foreign exchange related contracts	-	-	-	-	**25,386,302**	-
Equity related contracts	-	-	-	-	**28,092**	-
Commodity related derivatives	-	-	-	-	**1,263,369**	-
Interest rate related contracts	-	-	-	-	**31,705,318**	-
Credit related contracts	-	-	-	-	**755,720**	-

45 Significant related party transactions and balances (Continued)

(c) Related party balances (Continued)

	← The Group and the Bank →			The Group ←	The Bank →	
	Holding and Ultimate Holding Company RM'000	Other related companies RM'000	Joint venture RM'000	Key management personnel RM'000	Subsidiaries RM'000	Key management personnel RM'000
2023						
Amounts due from						
Current accounts, deposits and placements with banks and other financial institutions	-	25,878	-	-	3,493,696	-
Placement from Investment Account	-	-	-	-	3,424,851	-
Loans, advances and financing and reverse repurchase agreement	-	253,901	-	23,182	-	13,778
Derivative financial instruments	-	-	-	-	443,031	-
Investments securities	-	-	-	-	2,471,645	-
Others	15,638	96,365	3,815,531	-	91,519	-
Amounts due to						
Deposits from customers and securities sold under repurchase agreements	1,240,374	543,411	-	27,511	1,250,102	12,303
Deposits and placements of banks and other financial institutions	-	-	-	-	1,610,096	-
Other borrowings	-	-	-	-	384,498	-
Derivative financial instruments	-	-	-	-	309,839	-
Subordinated obligations	9,613,141	-	-	-	-	-
Reverse repurchase agreements	-	-	-	-	-	-
Others	-	46,398	-	-	471,524	-
Commitment and contingencies						
Foreign exchange related contracts	-	-	-	-	14,310,841	-
Equity related contracts	-	-	-	-	13,565	-
Commodity related derivatives	-	-	-	-	9,007	-
Interest rate related contracts	-	-	-	-	11,214,207	-
Credit related contracts	-	-	-	-	761,025	-

Other related party balances are unsecured, non-interest bearing and repayable on demand.

Pursuant to the service level agreement ("SLA") entered by the Bank with its subsidiary, CIMB Islamic Berhad ("CIMB Islamic"), CIMB Islamic has the right to seek indemnity from the Bank against all claims, demands, fines, penalties, payment, losses, costs, damages, charges and expenses as a results of the Bank breach of the terms of the SLA, except in the case of any gross negligence or willful default on the part of CIMB Islamic or its Directors, officers, employees or agents.

45 Significant related party transactions and balances (Continued)

(d) The breakdown of expenditure by geographical is as follows:

2024

	← The Group and the Bank →			← The Bank →		
	Interest expense	**Dividends**	**Others**	**Interest expense**	**Dividends**	**Others**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Malaysia	**424,863**	**5,070,218**	**178,275**	**470,659**	**5,070,218**	**359,399**
Singapore	**787**	**-**	**-**	**787**	**-**	**-**
Cambodia	**-**	**-**	**-**	**45,828**	**-**	**-**
Thailand	**-**	**-**	**-**	**-**	**-**	**7,257**
Others	**-**	**-**	**142**	**18,452**	**-**	**142**
	425,650	**5,070,218**	**178,417**	**535,726**	**5,070,218**	**366,798**

2023

	← The Group and the Bank →			← The Bank →		
	Interest expense	**Dividends**	**Others**	**Interest expense**	**Dividends**	**Others**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Malaysia	427,714	2,621,049	180,061	508,017	2,621,049	336,182
Singapore	1,508	-	498	1,508	-	498
Cambodia	-	-	-	33,123	-	-
Thailand	-	-	-	-	-	9,874
Others	-	-	164	17,587	-	447
	429,222	2,621,049	180,723	560,235	2,621,049	347,001

45 Significant related party transactions and balances (Continued)

(e) Key management personnel

Key management compensation

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Salaries and other short term employee benefits[#]	**92,923**	82,802	**69,408**	60,917

	The Group		The Bank	
	2024	2023	**2024**	2023
	Units	Units	**Units**	Units
Shares of the ultimate holding company awarded from EOP	**254,535**	761,505	**276,741**	462,838
Shares of the ultimate holding company awarded from LTIP				
- ESOS	**-**	-	**-**	-
- SGP	**250,000**	-	**-**	-

 # includes compensation paid by subsidiaries and other related companies

Loans to Directors of the Group and the Bank (including Directors of subsidiary) amounting to RM7,692,182 (2023: RM5,745,030) and RM3,669,677 (2023: RM3,508,771) respectively. Loans made to Directors and other key management personnel of the Group and the Bank are on similar terms and conditions generally available to other employees within the Group.

During the financial year, share based payment expenses to key management personnel of the Group and the Bank amounted to RM29,366,000 (2023: RM5,962,000) and RM14,823,000 (2023: RM2,305,000) respectively.

45 Significant related party transactions and balances (Continued)

(f) Equity Ownership Plan ("EOP")

The EOP was introduced on 1 April 2011 by CIMB Group where CIMB Group will grant ordinary shares of CIMB Group to selected employees of the Group and the Bank. Under the EOP, earmarked portions of variable remuneration of the selected employees of the Group and the Bank will be utilised to purchase ordinary shares of CIMB Group from the open market. The purchased shares will be released progressively to the eligible employees at various dates subsequent to the purchase date, subject to continued employment. A related company will act on behalf of CIMB Group to administer the EOP and to hold the shares in trust up to the pre-determined transfer date. The eligibility of participation in the EOP shall be at the discretion of the Group Nomination and Remuneration Committee of CIMB Group.

Upon termination of employment other than retirement, disability or death, any unreleased shares will cease to be transferable to the employee and will be disposed accordingly. In the event of retirement, disability or death of the eligible employee, the release of shares will be accelerated to the date of termination of employment and the shares will be assigned to the designated beneficiary.

The total share-based payment expense recognised in statement of income for the Group and the Bank during the financial year amounted to RM14,650,000 (2023: RM13,257,000) and RM13,489,000 (2023: RM11,664,000) respectively.

The weighted average fair value of shares awarded under EOP which were purchased over a period of 10 trading days was RM6.88 per ordinary share (2023: RM5.14 per ordinary share), based on observable market price.

Movements in the number of CIMB Group's ordinary shares awarded are as follows:

	The Group		**The Bank**	
	2024	2023	**2024**	2023
	Units	Units	**Units**	Units
	'000	'000	**'000**	'000
At 1 January	**4,414**	3,850	**3,906**	3,402
Awarded	**1,912**	3,189	**1,797**	2,827
Released	**(2,498)**	(2,625)	**(2,232)**	(2,323)
At 31 December	**3,828**	4,414	**3,471**	3,906

45 Significant related party transactions and balances (Continued)

(g) Long Term Incentive Plan ("LTIP")

The Group implemented a Long Term Incentive Plan ("LTIP") on 9 June 2021, which was approved by the shareholders at the Extraordinary General Meeting held on 15 April 2021. The LTIP is governed by the LTIP by-laws and is administered by the LTIP Committee.

The LTIP is awarded to employees who hold senior management positions and key roles within the CIMB Group and its subsidiary companies, and who fulfill the eligibility criteria and have been approved for participation by the LTIP Committee. Any LTIP awards made to Executive Directors (or any persons connected to the Directors) is subject to the approval of the shareholders at a general meeting.

The LTIP, which is valid for 7 years from the implementation date, comprises of 2 performance-based plans – the Employee Share Option Scheme ("ESOS") and the Share Grant Plan ("SGP").

- The ESOS is a share option scheme with a premium on the exercise price where vesting is subject to service conditions. The LTIP Committee may, at any time within the duration of the LTIP, grant an ESOS award to eligible employees, subject to the terms and conditions of the by-laws. The ESOS shares may be settled through issuance and transfer of new shares, or other modes of settlement as provided by the by-laws.

- The SGP is a restricted share unit scheme where vesting is subject to service and performance conditions (based on return on equity targets and individual performance), and the LTIP Committee may, at any time within the duration of the LTIP, grant an SGP award to eligible employees, subject to the terms and conditions of the by-laws. The SGP shares may be settled through issuance and transfer of new shares, or other modes of settlement as provided by the by-laws.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

45 Significant related party transactions and balances (Continued)

(g) Long Term Incentive Plan ("LTIP") (Continued)

(i) Details of ESOS shares awarded:

Award Date	Fair Value	Awarded	Vesting Dates
	RM	(Units'000)	
9-Jun-21	0.45	216,758	31-Mar-24
			31-Mar-25
31-Mar-22	0.75	8,991	31-Mar-24
			31-Mar-25
8-Sep-22	0.74	3,430	31-Mar-24
			31-Mar-25
8-Dec-22	0.81	660	31-Mar-24
			31-Mar-25

The following table indicates the number and movement of ESOS shares during the financial year ended 31 December 2024:

	CIMB Bank Group					
	As at	Movement during the year			Outstanding as at	Exerciseable as at
	1 January 2024	Awarded	Exercised	Expired / Forfeited	31 December 2024	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	149,464	-	(43,895)	(8,900)	96,669	27,021
31-Mar-22	4,797	-	(1,770)	-	3,027	629
8-Sep-22	3,106	-	(1,191)	(34)	1,881	345
8-Dec-22	660	-	(330)	-	330	-

	CIMB Bank					
	As at	Movement during the year			Outstanding as at	Exerciseable as at
	1 January 2024	Awarded	Exercised	Expired / Forfeited	31 December 2024	31 December 2024
Award Date	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)	(Units'000)
9-Jun-21	120,630	-	(34,246)	(8,138)	78,246	22,588
31-Mar-22	4,318	-	(1,719)	-	2,599	440
8-Sep-22	2,719	-	(1,185)	-	1,534	175
8-Dec-22	660	-	(330)	-	330	-

45 Significant related party transactions and balances (Continued)

(g) Long Term Incentive Plan ("LTIP") (Continued)

(i) Details of ESOS shares awarded: (Continued)

The fair value of ESOS shares awarded was determined using the Black Scholes model based on the terms and conditions of ESOS awards. The fair value of ESOS shares measured, closing share price at grant date and the valuation assumptions are as follows:

	Award Date	Award Date	Award Date	Award Date
	9-Jun-21	31-Mar-22	8-Sep-22	8-Dec-22
Fair value of ESOS shares (RM)	0.45	0.75	0.74	0.81
Exercise Price (RM)	4.96	5.58	5.75	5.93
Closing share price at award date (RM)	4.65	5.33	5.40	5.61
Option term	From award date until 8 June 2028	From award date until 8 June 2028	From award date until 8 June 2028	From award date until 8 June 2028
Expected volatility (%)	23.60	24.85	25.04	25.62
Risk-free rate (%)	2.87	3.50	3.82	3.69
Discounted dividend flow	2.05	1.72	1.67	1.63

(ii) Details of SGP shares awarded:

Award Date	Fair Value	Awarded	Vesting Dates	
	RM	(Units'000)		
9-Jun-21	4.65	15,748	31-Mar-24	*Subject to performance conditions*
			31-Mar-25	
31-Mar-22	5.33	1,965	31-Mar-24	
			31-Mar-25	
8-Sep-22	5.40	736	31-Mar-24	
			31-Mar-25	
8-Dec-22	5.61	142	31-Mar-24	
			31-Mar-25	
12-Jan-24	5.92	250	-	
			31-Mar-25	

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

45 Significant related party transactions and balances (Continued)

(g) Long Term Incentive Plan ("LTIP") (Continued)

(ii) Details of SGP shares awarded: (Continued)

The following table indicates the number and movement of SGP shares during the financial year ended 31 December 2024:

	CIMB Bank Group				
	As at	Movement during the year			As at
	1 January 2024	Awarded	Vested	Forfeited	31 December 2024
Award Date	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**
9-Jun-21	10,859	-	(4,954)	(844)	5,061
31-Mar-22	1,048	-	(501)	(23)	524
8-Sep-22	666	-	(313)	(24)	329
8-Dec-22	142	-	(67)	(4)	71
12-Jan-24	-	250	-		250

	CIMB Bank				
	As at	Movement during the year			As at
	1 January 2024	Awarded	Vested	Forfeited	31 December 2024
Award Date	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**	**(Units'000)**
9-Jun-21	8,765	-	(3,987)	(733)	4,045
31-Mar-22	943	-	(451)	(20)	472
8-Sep-22	584	-	(276)	(16)	292
8-Dec-22	142	-	(67)	(4)	71
12-Jan-24	-	250	-	-	250

The fair value of SGP shares awarded was determined using the closing market price of CIMB shares on the award date, as shown below:

	Award Date	Award Date	Award Date	Award Date	Award Date
	9-Jun-21	31-Mar-22	8-Sep-22	8-Dec-22	12-Jan-24
Fair value of SGP Shares (RM)	4.65	5.33	5.40	5.61	5.92
Closing share price at award date (RM)	4.65	5.33	5.40	5.61	5.92

45 Significant related party transactions and balances (Continued)

(h) Credit transactions and exposures with connected parties

Credit exposures with connected parties as per BNM's revised "Guidelines on Credit Transactions and Exposures with Connected Parties" which became effective in 2008 are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Outstanding credit exposures with connected parties	**15,893,194**	11,929,643	**12,504,867**	9,917,805
Percentage of outstanding credit exposures to connected parties as a proportion of total credit exposures	**2.6%**	2.1%	**2.9%**	2.4%
Percentage of outstanding credit exposures with connected parties which is impaired or in default	**0.0%**	0.0%	**0.0%**	0.0%

(i) Transactions with shareholders and Government

Khazanah Nasional Berhad ("KNB"), the major shareholder of the ultimate holding company, owns 21.54% of the issued capital of the ultimate holding company (2023: 23.01%). KNB is an entity controlled by the Malaysian Government. The Group and the Bank consider that, for the purpose of MFRS 124 "Related Party Disclosures", KNB and the Malaysian Government is in the position to exercise significant influence over it. As a result, the Malaysian Government and Malaysian Government controlled bodies (collectively referred to as "government-related entities") are related parties of the Group and the Bank.

The Group and the Bank have collectively, but not individually, entered into significant transactions with other government-related entities which include but not limited to the following:

- Purchase of securities issued by government-related entities
- Lending to government-related entities
- Deposit placing with and deposit taking from government-related entities

These transactions are conducted in the ordinary course of the Group's and the Bank's business based on agreed terms.

46 Directors' remuneration

The Directors of the Bank in office during the financial year were as follows:

Executive Director
Encik Muhammad Novan Amirudin (Appointed on 1 July 2024)
Dato' Abdul Rahman Ahmad (Resigned on 30 June 2024)

Non-Executive Directors
Tan Sri Mohd Nasir Ahmad
Dato' Lee Kok Kwan
Mr. Chu Hong Keong
Mr. Sukanta Kumar Dutt
Ms. Ong Soo Chan
Ms. Kee E-Lene
Dr. Nurmazilah Mahzan
Tengku Dato' Sri Azmil Zahruddin Raja Abdul Aziz (Appointed on 1 July 2024)
Encik Hafriz Abdul Rahman (Resigned on 1 February 2024)

The Directors of the Bank and their total remuneration during the financial year are analysed below:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Executive Director				
- Salary and other remuneration	**13,588**	9,975	**13,588**	9,975
- Benefits-in-kind	**177**	81	**177**	81
	13,765	10,056	**13,765**	10,056
Non-Executive Directors				
- Fees	**1,246**	1,099	**1,125**	1,012
- Other remuneration	**2,061**	1,524	**1,755**	1,393
	3,307	2,623	**2,880**	2,405
	17,072	12,679	**16,645**	12,461

46 Directors' remuneration (Continued)

	The Group				The Bank			
	Fees	Salary and/or other remuneration	Benefits-in-kind	Total	Fees	Salary and/or other remuneration	Benefits-in-kind	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
2024								
Executive Director								
Encik Muhammad Novan Amirudin *	-	6,902	35	6,937	-	6,902	35	6,937
Dato' Abdul Rahman Ahmad **	-	6,686	142	6,828	-	6,686	142	6,828
	-	13,588	177	13,765	-	13,588	177	13,765
Non-Executive Directors								
Tan Sri Mohd Nasir Ahmad	236	323	-	559	150	240	-	390
Dato' Lee Kok Kwan	150	145	-	295	150	145	-	295
Mr. Chu Hong Keong	150	245	-	395	150	245	-	395
Mr. Sukanta Kumar Dutt	150	245	-	395	150	215	-	365
Ms. Ong Soo Chan	150	180	-	330	150	180	-	330
Ms. Kee E-Lene	150	315	-	465	150	315	-	465
Dr. Nurmazilah Mahzan	150	388	-	538	150	365	-	515
Tengku Dato' Sri Azmil Zahruddin Raja Abdul	110	220	-	330	75	50	-	125
	1,246	2,061	-	3,307	1,125	1,755	-	2,880
	1,246	15,649	177	17,072	1,125	15,343	177	16,645

	The Group				The Bank			
	Fees	Salary and/or other remuneration	Benefits-in-kind	Total	Fees	Salary and/or other remuneration	Benefits-in-kind	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
2023								
Executive Director								
Dato' Abdul Rahman Ahmad **	-	9,975	81	10,056	-	9,975	81	10,056
	-	9,975	81	10,056	-	9,975	81	10,056
Non-Executive Directors								
Tan Sri Mohd Nasir Ahmad	237	314	-	551	150	235	-	385
Dato' Lee Kok Kwan	150	140	-	290	150	140	-	290
Mr. Chu Hong Keong	150	235	-	385	150	235	-	385
Mr. Sukanta Kumar Dutt	150	240	-	390	150	210	-	360
Encik Hafriz Abdul Rahman	-	-	-	-	-	-	-	-
Ms. Ong Soo Chan	125	145	-	270	125	145	-	270
Ms. Kee E-Lene	119	205	-	324	119	205	-	324
Dr. Nurmazilah Mahzan	62	123	-	185	62	117	-	179
Puan Nadzirah Abd Rashid	106	122	-	228	106	106	-	212
	1,099	1,524	-	2,623	1,012	1,393	-	2,405
	1,099	11,499	81	12,679	1,012	11,368	81	12,461

** Compensation shown in the table for the Executive Director in 2024 is in relation to his role as Group Chief Executive Officer of CIMB Group. The compensation includes an amount of RM0.8 million which arose from LTIP allocations that were attributed to the 2-year period from 2022 to 2023, and were vested/exercised in the period from 1 July to 31 December 2024. The related share based expenses have been recognised over the period of LTIP scheme.*

*** Compensation shown in the table for the Executive Director in 2024 is in relation to his role as Group Chief Executive Officer of CIMB Group. The compensation includes an amount of RM2.7 million which arose from LTIP allocations that were attributed to the 3-year period from 2021 to 2023, and were vested/exercised in the period from 1 January to 30 June 2024. The related share based expenses have been recognised over the period of LTIP scheme.*

The Directors and Officers of the Group and of the Bank are covered by Directors and Officers liability insurance for any liability incurred in the discharge of their duties, provided that they have not acted fraudulently or dishonestly or derived any personal profit or advantage. The insurance premium paid during the financial year for the Group and the Bank amounted to RM1,209,437 (2023: RM1,322,732) and RM863,818 (2023: RM872,372) respectively.

47 Taxation and zakat

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Taxation based on the profit for the financial year:				
- Malaysian income tax	**1,490,030**	1,597,617	**1,094,651**	1,167,544
- Foreign tax	**231,048**	250,099	**213,397**	174,464
Deferred taxation (Note 14)	**98,469**	(152,017)	**(21,272)**	(42,861)
Over provision in prior financial years	**(34,393)**	(3,146)	**(25,833)**	(9,660)
	1,785,154	1,692,553	**1,260,943**	1,289,487
Zakat	**12,000**	15,000	**-**	-
	1,797,154	1,707,553	**1,260,943**	1,289,487
Reconciliation between tax expense and the Malaysian tax rate				
Profit before taxation and zakat	**7,873,027**	7,021,011	**5,661,551**	5,458,846
Less:				
Share of results of joint venture	**6,103**	10,595	**-**	-
	7,879,130	7,031,606	**5,661,551**	5,458,846
Tax calculated at a rate of 24%	**1,890,991**	1,687,585	**1,358,772**	1,310,123
- different tax rates in Labuan and other countries	**(10,971)**	(3,610)	**18,771**	16,568
- expenses not deductible for tax purposes	**189,821**	133,813	**176,552**	134,572
- income not subject to tax	**(250,294)**	(122,089)	**(267,319)**	(162,116)
- over provision in prior financial years	**(34,393)**	(3,146)	**(25,833)**	(9,660)
Tax expense	**1,785,154**	1,692,553	**1,260,943**	1,289,487

The Group is within the scope of the OECD Pillar Two model rules, which has been substantively enacted in Malaysia on 29 December 2023, where it is expected to be implemented in 2025. Pillar Two introduces a global minimum Effective Tax Rate ("ETR") via a system where multinational groups with consolidated revenue over EUR 750 million are subject to a minimum ETR of 15% on income arising in low-tax jurisdictions.

As provided in the amendments to IAS 12 issued in May 2023, the Group applies the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

The Group has exposures to United Kingdom and Vietnam where the local Pillar Two legislation is effective beginning 1 January 2024. The Group has assessed that the entities in the respective jurisdiction qualify for Safe Harbour test based on routine profit test assessment, hence there are no additional tax required.

The Group is in the process of assessing its exposure to the Pillar Two legislation for Malaysia for the impact to year 2025 tax assessment.

48 Earnings per share

(a) Basic earnings per share

The basic earnings per ordinary share for the Group have been calculated based on the net profit attributable to ordinary equity holders of the Group of RM6,054,377,000 (2023: RM5,300,797,000). For the Bank, the basic earnings per ordinary share have been calculated based on the net profit attributable to ordinary equity holders of the Bank of RM4,400,608,000 (2023: RM4,169,359,000).

Ordinary shares issued arising from business combinations under common control are included in the calculation of the weighted average number of shares from the date the business combination had been effected. The weighted average number of shares in issue during the financial year of 6,678,279,000 (2023: 6,483,714,000) is used for the computation.

(b) Diluted earnings per share

There were no dilutive potential ordinary shares outstanding as at 31 December 2024 and 31 December 2023.

49 Dividends

The gross and net dividend declared per share for each financial year are as follows:

	2024			2023		
	Gross per share sen	**Net per share sen**	**Amount of dividend net of tax RM'000**	Gross per share sen	Net per share sen	Amount of dividend net of tax RM'000
Dividends recognised as distributions to equity holders:						
Interim dividend - for the financial year ended 31 December 2024						
Per ordinary shares - single tier	**27.90**	**27.90**	**1,876,939**	-	-	-
Interim dividend - for the financial year ended 31 December 2023						
Per ordinary shares - single tier	**26.10**	**26.10**	**1,693,307**	25.30	25.30	1,640,181
Special dividend - for the financial year ended 31 December 2023						
Per ordinary shares - single tier	**23.12**	**23.12**	**1,499,972**	-	-	-
Interim dividend - for the financial year ended 31 December 2022						
Per ordinary shares - single tier	-	-	-	15.13	15.13	980,868
	77.12	**77.12**	**5,070,218**	40.43	40.43	2,621,049

The Directors have proposed a single tier second interim dividend of approximately 24.40 sen per share on 6,727,379,733 ordinary shares, amounting to RM1,641 million in respect of the financial year ended 31 December 2024. The single tier second interim dividend was approved by the Board of Directors in a resolution dated 27 January 2025.

The Directors do not recommend the payment of any final dividend on ordinary shares or Redeemable Preference Shares for the financial year ended 31 December 2024.

50 Capital commitments

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Capital expenditure:				
- authorised and contracted for	**117,932**	284,918	**80,500**	284,194
- authorised but not contracted for	**1,098,809**	899,564	**983,980**	765,037
	1,216,741	1,184,482	**1,064,480**	1,049,231

Analysed as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Property, plant and equipment	**474,122**	573,576	**377,042**	505,568
Computer software	**742,619**	610,906	**687,438**	543,663
	1,216,741	1,184,482	**1,064,480**	1,049,231

51 Commitments and contingencies

In the normal course of business, the Group and the Bank enter into various commitments and incur certain contingent liabilities with legal recourse to their customers.

These commitments and contingencies are not secured over the assets of the Group and the Bank, except for certain financial assets at fair value through profit or loss being pledged as credit support assets for certain over-the-counter derivative contracts.

Treasury related derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative Financial Instruments" Assets and Liabilities respectively. Refer to Note 27.

The notional/principal amount of the commitments and contingencies constitute the following:

	The Group		**The Bank**	
	2024	2023	**2024**	2023
	Principal	Principal	**Principal**	Principal
	RM'000	RM'000	**RM'000**	RM'000
Credit-related				
Direct credit substitutes	**4,090,893**	3,778,634	**3,499,250**	3,237,344
Transaction-related contingent items	**5,880,987**	5,940,397	**3,612,076**	3,856,859
Short-term self-liquidating trade-related contingencies	**5,764,298**	5,285,710	**4,276,914**	3,799,246
Obligations under underwriting agreement	**173,002**	-	**-**	-
Irrevocable commitments to extend credit :				
- maturity not exceeding one year	**121,871,706**	89,956,097	**98,974,924**	70,362,369
- maturity exceeding one year	**33,039,876**	35,916,513	**22,236,475**	21,594,362
Miscellaneous commitments and contingencies	**3,379,787**	417,295	**3,140,178**	369,345
Total credit-related commitments and contingencies	**174,200,549**	141,294,646	**135,739,817**	103,219,525

51 Commitments and contingencies (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	Principal	Principal	**Principal**	Principal
	RM'000	RM'000	**RM'000**	RM'000
Treasury-related				
Foreign exchange related contracts :				
- less than one year	**622,353,552**	655,280,831	**366,052,164**	415,816,826
- one year to five years	**72,785,685**	67,829,943	**27,200,216**	24,920,268
- more than five years	**14,140,389**	14,777,578	**2,363,155**	3,130,720
	709,279,626	737,888,352	**395,615,535**	443,867,814
Interest rate related contracts :				
- less than one year	**520,385,180**	332,988,629	**299,337,313**	74,879,817
- one year to five years	**394,000,186**	311,375,980	**252,628,661**	157,118,919
- more than five years	**92,052,136**	66,536,532	**54,854,887**	26,342,895
	1,006,437,502	710,901,141	**606,820,861**	258,341,631
Equity related contracts:				
- less than one year	**3,819,271**	3,321,514	**3,743,513**	3,258,294
- one year to five years	**626,997**	631,819	**620,487**	589,672
- more than five years	**87,309**	96,673	**-**	-
	4,533,577	4,050,006	**4,364,000**	3,847,966
Credit related contracts :				
- less than one year	**889,891**	137,912	**891,709**	137,912
- one year to five years	**1,665,053**	2,496,364	**1,668,457**	2,497,763
- more than five years	**124,259**	141,939	**125,774**	142,355
	2,679,203	2,776,215	**2,685,940**	2,778,030
Commodity related contracts:				
- less than one year	**5,254,413**	3,180,139	**5,254,413**	3,180,134
- one year to five years	**190,446**	25,950	**190,446**	25,950
	5,444,859	3,206,089	**5,444,859**	3,206,084
Bond contracts:				
- less than one year	**1,825,118**	2,510,294	**-**	-
- one year to five years	**4,681,844**	3,934,972	**-**	-
- more than five years	**-**	30,000	**-**	30,000
	6,506,962	6,475,266	**-**	30,000
Total treasury-related commitments and contingencies	**1,734,881,729**	1,465,297,069	**1,014,931,195**	712,071,525
	1,909,082,278	1,606,591,715	**1,150,671,012**	815,291,050

The Bank has given a continuing guarantee to Bank Negara Malaysia to meet the liabilities and financial obligations and requirements of its subsidiary, CIMB Bank (L) Limited, arising from its offshore banking business in the Federal Territory of Labuan.

51 Commitments and contingencies (Continued)

Included under irrevocable commitments to extend credit are the amount related to the Restricted Agency Investment Account (refer Note 9(i)(d) for more details) as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	Principal RM'000	Principal RM'000	**Principal RM'000**	Principal RM'000
Irrevocable commitments to extend credit :				
- maturity not exceeding one year	**3,700,000**	2,500,000	**3,700,000**	2,500,000
- maturity exceeding one year	**500,000**	100,000	**500,000**	100,000
	4,200,000	2,600,000	**4,200,000**	2,600,000

52 Capital adequacy

The key driving principles of the Group's and the Bank's capital management policies are to diversify its sources of capital to allocate capital efficiently, and achieve and maintain an optimal and efficient capital structure of the Group and the Bank, with the objective of balancing the need to meet the requirements of all key constituencies, including regulators, shareholders and rating agencies.

This is supported by the Capital Management Plan which is centrally supervised by the CIMB Group Executive Committee who periodically assesses and reviews the capital requirements and source of capital across the Group, taking into account all ongoing and future activities that consume or create capital, and ensuring that the minimum target for capital adequacy is met. Quarterly updates on capital position of the Group and the Bank are also provided to the Board of Directors.

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia ("BNM") Capital Adequacy Framework ("CAF") (Capital Components)/Capital Adequacy Framework for Islamic Banks ("CAFIB") (Capital Components), of which the latest revision was issued on 14 June 2024. The revised guidelines took effect on 14 June 2024 for all banking institutions and financial holding companies and sets up the regulatory capital requirements concerning capital adequacy ratios and components of eligible regulatory capital in compliance with Basel III.

The risk-weighted assets of the Group and the Bank are computed in accordance with the Capital Adequacy Framework ("Basel II - Risk-Weighted Assets"), of which the latest revision was issued on 18 December 2023.

The Internal Ratings Based ("IRB") Approach adopted by CIMB Bank and CIMB Islamic Bank is applied for the major credit exposures with retail exposures on Advanced IRB approach and non-retail exposures on Foundation IRB approach. The remaining credit exposures and Market Risk are on the Standardised Approach while Operational Risk is based on the Basic Indicator Approach.

The capital adequacy ratios of CIMB Thai Bank is based on the Bank of Thailand's ("BOT") Notification No. SorNorSor. 12/2555 Re: Regulations on Supervision of Capital for Commercial Banks, dated 8 November 2012. Credit Risk and Market Risk are based on Standardised Approach while Operational Risk is based on Basic Indicator Approach.

The regulatory compliance ratio of CIMB Bank PLC refers to the Solvency Ratio. The Solvency ratio is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio is derived from CIMB Bank PLC's net worth divided by its risk-weighted assets.

Capital adequacy ratio of CIMB Bank (Vietnam) Ltd. is calculated and managed according to local regulations as per the requirement of State Bank of Vietnam ("SBV") in Circular 41/2016/TT-NHNN (dated 30 December 2016), which requires banks and branches of foreign banks to maintain the minimum CAR at 8% which covers credit, market and operational risks.

52 Capital adequacy (Continued)

Capital Structure and Adequacy

The table below sets out the summary of the sources of capital and the capital adequacy ratios of the Group and the Bank as at 31 December 2024.

The respective banking subsidiaries as listed in Note 52(d) have complied with the capital requirements in accordance with the local regulatory requirements for the financial year ended 31 December 2024 and 31 December 2023.

31 December 2024 - Basel III

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

Before deducting proposed dividends	**The Group**	**The Bank***
Common equity tier 1 ratio	**15.642%**	**15.089%**
Tier 1 ratio	**16.042%**	**15.517%**
Total capital ratio	**19.592%**	**19.353%**
After deducting proposed dividends		
Common equity tier 1 ratio	**15.088%**	**14.210%**
Tier 1 ratio	**15.487%**	**14.638%**
Total capital ratio	**19.037%**	**18.474%**

The Directors have proposed a single tier second interim dividend of approximately 24.40 sen per share on 6,727,379,733 ordinary shares, amounting to RM1,641 million in respect of the financial year ended 31 December 2024. The single tier second interim dividend was approved by the Board of Directors in a resolution dated 27 January 2025.

The single tier special dividend issued in 2023 do not have an impact on the capital ratios of CIMB Bank in 2023.

52 Capital adequacy (Continued)

31 December 2024 - Basel III (Continued)

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	The Group	The Bank*
	RM'000	RM'000
Credit risk [(1)]	**244,454,914**	**148,111,112**
Market risk	**21,471,826**	**15,864,820**
Large exposure risk requirements	**1,306,841**	**1,306,841**
Operational risk	**28,842,989**	**21,524,651**
Total risk-weighted assets	**296,076,570**	**186,807,424**

[(1)] The RWA for credit risk relating to the Restricted Agency Investment Account (refer Note 9(i)(d) for more details) are as follows:

	The Group	The Bank*
	RM'000	RM'000
Under Restricted Agency Investment Account arrangement	**1,241,607**	**1,241,607**
	1,241,607	**1,241,607**

52 Capital adequacy (Continued)

31 December 2024 - Basel III (Continued)

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	The Group RM'000	The Bank* RM'000
Common Equity Tier 1 capital		
Ordinary shares capital	**24,539,214**	**24,539,214**
Other reserves	**29,936,796**	**16,680,691**
Qualifying non-controlling interests	**162,120**	**-**
Less: Proposed dividends	**(1,641,481)**	**(1,641,481)**
Common Equity Tier 1 capital before regulatory adjustments	**52,996,649**	**39,578,424**
Less: Regulatory adjustments		
Goodwill	**(3,945,365)**	**(3,555,075)**
Intangible assets	**(1,241,572)**	**(1,083,486)**
Deferred tax assets	**(1,367,399)**	**(949,509)**
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	**-**	**(6,058,685)**
Regulatory reserve	**(1,777,092)**	**(1,379,870)**
Others	**5,801**	**(6,018)**
Common Equity Tier 1 capital after regulatory adjustments	**44,671,022**	**26,545,781**
Additional Tier 1 capital		
Perpetual subordinated capital securities	**1,150,000**	**1,150,000**
Qualifying capital instruments held by third parties	**33,398**	**-**
Additional Tier 1 capital before regulatory adjustments	**1,183,398**	**1,150,000**
Less: Regulatory adjustments		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	**-**	**(350,000)**
Additional Tier 1 capital after regulatory adjustments	**1,183,398**	**800,000**
Total Tier 1 capital	**45,854,420**	**27,345,781**
Tier 2 capital		
Subordinated obligations	**8,400,000**	**8,400,000**
Qualifying capital instruments held by third parties	**218,983**	**-**
Surplus of eligible provisions over expected loss	**1,074,626**	**707,665**
General provision ^	**816,883**	**377,087**
Tier 2 capital before regulatory adjustments	**10,510,492**	**9,484,752**
Less: Regulatory adjustments		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	**-**	**(2,319,469)**
Total Tier 2 capital	**10,510,492**	**7,165,283**
Total capital	**56,364,912**	**34,511,064**

52 Capital adequacy (Continued)

31 December 2024 - Basel III (Continued)

(d) The capital adequacy ratios of the banking subsidiary companies of the Bank are as follows:

At 31 December 2024	CIMB Islamic Bank	CIMB Thai Bank	CIMB Bank PLC	CIMB Bank (Vietnam) Ltd
Common equity tier 1 ratio	**14.543%**	**16.327%**	**N/A**	**N/A**
Tier 1 ratio	**15.065%**	**16.327%**	**N/A**	**N/A**
Total capital ratio	**17.749%**	**21.014%**	**18.766%**	**52.959%**

31 December 2023 - Basel III

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

Before deducting proposed dividends	**The Group**	**The Bank***
Common equity tier 1 ratio	15.375%	15.628%
Tier 1 ratio	15.781%	16.069%
Total capital ratio	19.399%	19.949%
After deducting proposed dividends		
Common equity tier 1 ratio	14.795%	14.695%
Tier 1 ratio	15.201%	15.136%
Total capital ratio	18.819%	19.015%

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	The Group RM'000	**The Bank* RM'000**
Credit risk [(1)]	246,710,002	149,695,988
Market risk	17,336,146	10,803,073
Large exposure risk requirements	1,235,055	1,235,055
Operational risk	26,613,172	19,625,465
Total risk-weighted assets	291,894,375	181,359,581

[(1)] The RWA for credit risk relating to the Restricted Agency Investment Account (refer Note 9(i)(d) for more details) are as follows:

	The Group RM'000	**The Bank* RM'000**
Under Restricted Agency Investment Account arrangement	830,893	830,893
	830,893	830,893

52 Capital adequacy (Continued)

31 December 2023 - Basel III (Continued)

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	The Group RM'000	The Bank* RM'000
Common Equity Tier 1 capital		
Ordinary shares capital	23,039,242	23,039,242
Other reserves	29,387,832	17,737,806
Qualifying non-controlling interests	166,906	-
Less: Proposed dividends	(1,693,307)	(1,693,307)
Common Equity Tier 1 capital before regulatory adjustments	50,900,673	39,083,741
Less: Regulatory adjustments		
Goodwill	(3,951,297)	(3,555,075)
Intangible assets	(1,211,154)	(1,043,055)
Deferred tax assets	(1,501,457)	(932,197)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(6,006,160)
Regulatory reserve	(1,102,571)	(891,938)
Others	52,119	(5,173)
Common Equity Tier 1 capital after regulatory adjustments	43,186,313	26,650,143
Additional Tier 1 capital		
Perpetual subordinated capital securities	1,150,000	1,150,000
Qualifying capital instruments held by third parties	33,572	-
Additional Tier 1 capital before regulatory adjustments	1,183,572	1,150,000
Less: Regulatory adjustments		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(350,000)
Additional Tier 1 capital after regulatory adjustments	1,183,572	800,000
Total Tier 1 capital	44,369,885	27,450,143
Tier 2 capital		
Subordinated obligations	8,400,000	8,400,000
Qualifying capital instruments held by third parties	273,950	-
Surplus of eligible provisions over expected loss	1,103,709	733,313
General provision ^	784,481	343,464
Tier 2 capital before regulatory adjustments	10,562,140	9,476,777
Less: Regulatory adjustments		
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	(2,440,683)
Total Tier 2 capital	10,562,140	7,036,094
Total capital	54,932,025	34,486,237

52 Capital adequacy (Continued)

31 December 2023 - Basel III (Continued)

(d) The capital adequacy ratios of the banking subsidiary companies of the Bank are as follows:

At 31 December 2023

	CIMB Islamic Bank	CIMB Thai Bank	CIMB Bank PLC	CIMB Bank (Vietnam) Ltd
Common equity tier 1 ratio	12.996%	15.255%	N/A	N/A
Tier 1 ratio	13.522%	15.255%	N/A	N/A
Total capital ratio	15.545%	20.876%	20.407%	60.916%

* Includes the operations of CIMB Bank (L) Limited.

^ The total capital of the Group and the Bank has excluded general provision/portfolio impairment allowance on impaired loans restricted from Tier 2 capital of RM433 million (2023: RM541 million) and RM226 million (2023: RM192 million) respectively.

53 Significant events

53.1 Significant events during the financial year

(a) Full redemption of subordinated obligations

(i) On 9 July 2024, CIMB Thai Bank redeemed its existing RM550 million Tier 2 Subordinated Debt on the first call date as disclosed in Note 33(b).

(ii) On 13 September 2024, the Bank redeemed its existing RM1.2 billion 11-year non-callable 6-year Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date as disclosed in Note 33(a).

(iii) On 25 November 2024, the Bank redeemed its existing RM800 million 10-year non-callable 5-year Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date as disclosed in Note 33(c).

53 Significant events (Continued)

53.1 Significant events during the financial year (Continued)

(b) Issuance of bonds/Sukuk

(i) On 23 February 2024, the Bank issued USD50 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(x).

(ii) On 27 February 2024, the Bank issued USD120 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(y).

(iii) On 27 March 2024, CIMB Islamic Bank issued RM250 million 3-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(z).

(iv) On 27 March 2024, CIMB Islamic Bank issued RM300 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(aa).

(v) On 27 March 2024, CIMB Islamic Bank issued RM1,450 million 7-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(ab).

(vi) On 27 March 2024, CIMB Islamic Bank issued RM1,500 million 10-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(ac).

(vii) On 8 April 2024, the Bank issued USD10 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(ad).

(viii) On 26 April 2024, the Bank issued USD37 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(ae).

(ix) On 30 July 2024, CIMB Islamic Bank issued RM125 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(af).

(x) On 30 July 2024, CIMB Islamic Bank issued RM700 million 8-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(ag).

(xi) On 30 July 2024, CIMB Islamic Bank issued RM2,175 million 11-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(ah).

53 Significant events (Continued)

53.1 Significant events during the financial year (Continued)

(b) Issuance of bonds/Sukuk (Continued)

(xii) On 29 October 2024, the Bank issued USD40 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(ai).

(xiii) On 14 November 2024, the Bank issued USD30 million 5-year floating rate notes under its USD5.0 billion Global Medium Term Note Programme as disclosed in Note 31(aj).

(xiv) On 28 November 2024, CIMB Islamic Bank issued RM120 million 3-year floating rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme as disclosed in Note 31(ak).

(c) Issuance of subordinated obligations

Issuance during the financial year are as follows:

(i) On 26 September 2024, the Bank issued RM1,850 million 12-year non-callable 7-year Tier 2 Sukuk Wakalah to CIMB Group as disclosed in Note 33(o).

(ii) On 26 September 2024, the Bank issued RM150 million 10-year non-callable 5-year Tier 2 Sukuk Wakalah to CIMB Group as disclosed in Note 33(p).

(iii) On 28 October 2024, CIMB Thai Bank issued THB2 billion Basel III compliant Tier 2 subordinated green bonds as disclosed in Note 33(q).

(d) Distribution of special dividend and share issuance at the Bank

On 15 March 2024, the Bank distributed RM1,500 million in special dividends, settled via the issuance of 239,612,121 new shares at RM6.26 per share. The issuance resulted in a RM1,500 million increase in ordinary shares.

53 Significant events (Continued)

53.2 Significant event subsequent to the financial year

Issuance and redemption of structured debentures and short term debentures at CIMB Thai

i. Subsequent to the financial year, CIMB Thai issued various unsecured structured debentures amounting to THB706 million with tenures ranges between 1 month to 3 months from respective issuance dates. It bears variable interest rates, payable at respective maturity dates.

   CIMB Thai had also redeemed various unsecured structured debentures amounting to THB505 million subsequent to the financial year.

ii. On 8 January 2025, CIMB Thai redeemed its unsecured short term debentures amounting to JPY4.8 billion.

54 Critical accounting estimates and judgements in applying accounting policies

The Group and the Bank make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Group's and the Bank's results and financial position are tested for sensitivity to changes in the underlying parameters. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year are outlined below:

(a) Expected credit loss allowance on financial assets at amortised cost and FVOCI

The expected credit loss allowance for financial assets at amortised cost and FVOCI requires the use of complex models and significant assumptions about future economic conditions and credit behaviour. Significant judgements are required in applying the accounting requirements for measuring expected credit loss, such as:

- Determining criteria for significant increase in credit risk;
- Choosing appropriate models and assumptions for the measurement of expected credit loss;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated expected credit loss; and
- Establishing groups of similar financial assets for the purposes of measuring expected credit loss.

Refer to Section 57.1 *Credit risk measurement* for details on the key judgements and assumptions of the estimation of expected credit loss allowance for financial assets at amortised cost and FVOCI.

(b) Goodwill impairment

The Group tests annually whether goodwill has suffered any impairment in accordance with the accounting policy stated in Note M of the Summary of Material Accounting Policies.

The first step of the impairment review process requires the identification of independent operating units, dividing the Group's business into the various CGU. The goodwill is then allocated to these various CGU. The allocation is based on the areas of the business expected to benefit from the synergies derived from the acquisition.

54 Critical accounting estimates and judgements in applying accounting policies (Continued)

(b) Goodwill impairment (Continued)

The carrying value of the CGU, including the allocated goodwill, is compared to the higher of fair value less cost to sell and value in use to determine whether any impairment exists. Detailed calculations may need to be carried out taking into consideration changes in the market in which a business operates. In the absence of readily available market price data, this calculation is usually based upon discounting expected pre-tax cash flows at the individual CGU's pre-tax discount rate, which reflect the specific risks relating to the CGU. This requires exercise of judgement. Refer to Note 21 for details of these assumptions and the potential impact of changes to the assumptions. Changes to the assumptions used by management, particularly the discount rate and the terminal growth rate, may significantly affect the results of the impairment.

Value-in-use does not reflect future cash outflows or related cost savings (for example reductions in staff costs) or benefits that are expected to arise from a future restructuring to which an entity is not yet committed.

(c) Investment in subsidiaries impairment

The Group tests annually whether the investment in subsidiaries have suffered any impairment in accordance with the accounting policy stated in Note B of the Summary of Material Accounting Policies.

The recoverable amount of the investment was determined at the higher of its fair value less costs of disposal or value in use. The Group determines whether its investments are impaired following certain indications of impairment such as, amongst others, prolonged shortfall between market value and carrying amount, significant changes with adverse effects on the investment and deteriorating financial performance of the investment due to observed changes in the economic environment. Depending on the investment itself, judgements are made on inputs such as underlying multipliers. Changes to the assumptions used by management may significantly affect the results of the impairment. Refer to Note 16 for details of these assumptions and the potential impact of changes to the assumptions.

54 Critical accounting estimates and judgements in applying accounting policies (Continued)

(d) Fair value of financial instruments

The majority of the Group's and the Bank's financial instruments reported at fair value are based on quoted and observable market prices. Where the fair values of financial assets and financial liabilities recorded on the statement of financial position cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of mathematical models. The inputs to these models are derived from observable market data where possible, but where observable market data are not available, judgement is required to establish fair values. The judgements include considerations of liquidity and model inputs such as volatility for longer dated derivatives and discount rates, prepayment rates and default rate assumptions for asset backed securities. The valuation of financial instruments using significant unobservable inputs (Level 3) is described in more detail in Note 57.4.

55 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Group Executive Committee as its chief operating decision-maker.

Segment information is presented in respect of the Group's business segment and geographical segment.

The business segment results are prepared based on the Group's internal management reporting, which reflect the organisation's management reporting structure.

(i) Business segment reporting

Definition of segments

The Group has four major operation divisions that form the basis on which the Group reports its segment information.

Consumer Banking

Consumer Banking provides everyday banking solutions to individual customers covering both conventional and Islamic financial products and services such as residential property loans, non-residential property loans, secured personal loans, motor vehicle financing, credit cards, unsecured personal financing, wealth management, bancassurance, remittance and foreign exchange, deposits and internet banking services.

Commercial Banking

Commercial Banking offers products and services for customer segments comprising small and medium-scale enterprises ("SMEs") and mid-sized corporations. Their products and services include banking credit facilities, trade financing, cash management, online business banking platform, remittance and foreign exchange, as well as general deposit products.

55 Segment reporting (Continued)

(i) Business segment reporting (Continued)

Wholesale Banking

Wholesale Banking comprises Investment Banking, Corporate Banking, Treasury and Markets, Transaction Banking, Equities and Private Banking.

Investment Banking includes end-to-end client coverage and advisory services. Client coverage focuses on marketing and delivering solutions to corporate and financial institutional clients whereas advisory offers financial advisory services to corporations on issuance of equity and equity-linked products, debt restructuring, initial public offerings, secondary offerings and general corporate advisory.

Corporate Banking offers a broad spectrum of both conventional and Islamic funding solutions ranging from trade, working capital lines and capital expenditure to leveraging, merger and acquisition, leveraged and project financing. Corporate Banking's client managers partner with product specialists within the Group to provide a holistic funding solution, from cash management, trade finance, foreign exchange, custody and corporate loans, to derivatives, structured products and debt capital market.

Treasury focuses on treasury activities and services which include foreign exchange, money market, derivatives and trading of capital market instruments. It includes the Group's equity derivatives which develops and issues new equity derivatives instruments such as structured warrants and over-the-counter options to provide investors with alternative investment avenues.

Transaction Banking comprises Trade Finance and Cash Management which provide various trade facilities and cash management solutions.

Equities provides broking services to corporate, institutional and retail clients.

Private Banking offers a full suite of wealth management solutions to high net worth individuals with access to a complete range of private banking services, extending from investment to securities financing to trust services.

CIMB Digital Assets & Group Funding

CIMB Digital Assets drives all strategic partnerships across business lines Group-wide and explores strategic equity joint ventures in the ecosystem space. Group Funding encompasses a wide range of activities from capital, balance sheet and fixed income investments and management, as well as the funding and incubation of corporate ventures and projects.

55 Segment reporting (Continued)

(i) Business segment reporting (Continued)

2024 Group	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
Net interest income - after modification loss					
- external	**3,674,971**	**477,412**	**1,980,991**	**2,162,320**	**8,295,694**
- inter-segment	**114,296**	**1,163,318**	**(581,288)**	**(696,326)**	**-**
	3,789,267	**1,640,730**	**1,399,703**	**1,465,994**	**8,295,694**
Income from Islamic banking operations	**1,606,317**	**1,062,170**	**570,430**	**567,285**	**3,806,202**
Net non-interest income	**1,324,884**	**506,738**	**2,633,848**	**360,931**	**4,826,401**
	6,720,468	**3,209,638**	**4,603,981**	**2,394,210**	**16,928,297**
Overheads	**(3,816,199)**	**(1,380,061)**	**(1,981,499)**	**(600,998)**	**(7,778,757)**
of which:					
Depreciation of property, plant and equipment	**(57,028)**	**(2,343)**	**(7,004)**	**(105,182)**	**(171,557)**
Amortisation of intangible assets	**(123,608)**	**(12,544)**	**(67,872)**	**(196,111)**	**(400,135)**
Profit before expected credit losses	**2,904,269**	**1,829,577**	**2,622,482**	**1,793,212**	**9,149,540**
Expected credit losses on loans, advances and financing (made)/written back	**(778,405)**	**20,223**	**19,217**	**(372,773)**	**(1,111,738)**
Expected credit losses written back/(made) on commitments and contingencies	**112,756**	**(10,843)**	**87,402**	**3**	**189,318**
Other expected credit losses and impairment allowances	**(210,111)**	**(5,785)**	**(70,429)**	**(61,665)**	**(347,990)**
Segment results	**2,028,509**	**1,833,172**	**2,658,672**	**1,358,777**	**7,879,130**
Share of results of joint venture	**(6,103)**	**-**	**-**	**-**	**(6,103)**
Taxation and zakat					**(1,797,154)**
Net profit after taxation					**6,075,873**

2024 Group	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
Segment assets	**213,822,663**	**57,825,663**	**266,480,139**	**94,175,933**	**632,304,398**
Unallocated assets					**17,197,773**
Total assets					**649,502,171**
Segment liabilities	**167,669,848**	**77,622,044**	**282,793,313**	**48,781,955**	**576,867,160**
Unallocated liabilities					**17,613,418**
Total liabilities					**594,480,578**
Other segment items					
Capital expenditure	**198,629**	**16,813**	**89,639**	**308,293**	**613,374**
Investment in joint venture	**146,208**	**-**	**-**	**-**	**146,208**

55 Segment reporting (Continued)

(i) Business segment reporting (Continued)

2023 Group	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
Net interest income					
- external	3,808,446	641,918	1,674,025	1,624,966	7,749,355
- inter-segment	(192,722)	986,861	(215,576)	(578,563)	-
	3,615,724	1,628,779	1,458,449	1,046,403	7,749,355
Income from Islamic banking operations	1,515,672	966,218	548,533	367,518	3,397,941
Net non-interest income	1,247,850	478,331	2,105,286	352,287	4,183,754
	6,379,246	3,073,328	4,112,268	1,766,208	15,331,050
Overheads	(3,544,333)	(1,219,160)	(1,855,661)	(561,038)	(7,180,192)
of which:					
Depreciation of property, plant and equipment	(61,261)	(2,873)	(9,846)	(98,202)	(172,182)
Amortisation of intangible assets	(86,656)	(12,208)	(57,241)	(194,496)	(350,601)
Profit before expected credit losses	2,834,913	1,854,168	2,256,607	1,205,170	8,150,858
Expected credit losses on loans, advances and financing	(397,408)	(112,233)	(249,090)	(273,356)	(1,032,087)
Expected credit losses (made)/written back on commitments and contingencies	(40,274)	2,706	143,392	-	105,824
Other expected credit losses and impairment allowances	(170,199)	(716)	(11,834)	(10,240)	(192,989)
Segment results	2,227,032	1,743,925	2,139,075	921,574	7,031,606
Share of results of joint venture	(10,595)	-	-	-	(10,595)
Taxation and zakat					(1,707,553)
Net profit after taxation					5,313,458

2023 Group	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
Segment assets	206,407,830	53,405,872	255,844,730	96,949,908	612,608,340
Unallocated assets					15,621,577
Total assets					628,229,917
Segment liabilities	163,306,264	74,110,720	274,124,488	47,102,516	558,643,988
Unallocated liabilities					16,630,846
Total liabilities					575,274,834
Other segment items					
Capital expenditure	192,696	20,205	91,339	377,042	681,282
Investment in joint venture	152,311	-	-	-	152,311

55 Segment reporting (Continued)

(i) Business segment reporting (Continued)

Basis of pricing for inter-segment transfers:

Intersegmental charges are computed on the interest-bearing assets and liabilities of each business segment with rates applied based on the interest yield curve according to the term structure of maturity.

(ii) Geographic segment reporting

The Group operates in two main geographical areas:

- Malaysia, the home country of the Group, which includes all the areas of operations in the business segments.

- Overseas operations, which include branch and subsidiary operations in Thailand, Cambodia, Singapore, United Kingdom, Hong Kong, Shanghai, Philippines and Vietnam. The overseas operations are involved mainly in corporate lending and borrowing activities. With the exception of Malaysia, Singapore and Thailand, no other individual country contributed more than 10% of the net interest income or of total assets.

	2024			
	Net interest income	**Total non-current assets**	**Total assets**	**Total liabilities**
	RM'000	**RM'000**	**RM'000**	**RM'000**
The Group				
Malaysia	**4,906,512**	**5,924,742**	**458,497,139**	**415,543,183**
Thailand	**1,332,333**	**308,102**	**66,407,411**	**59,843,820**
Singapore	**1,133,929**	**255,602**	**102,792,045**	**96,586,965**
Overseas operations	**922,920**	**229,719**	**21,805,576**	**22,506,610**
	8,295,694	**6,718,165**	**649,502,171**	**594,480,578**

`	2023			
	Net interest income	Total non-current assets	Total assets	Total liabilities
	RM'000	RM'000	RM'000	RM'000
The Group				
Malaysia	4,757,974	5,967,825	447,316,573	407,339,614
Thailand	1,300,828	318,263	68,029,490	61,812,012
Singapore	1,013,485	249,027	93,417,265	88,097,085
Overseas operations	677,068	261,231	19,466,589	18,026,123
	7,749,355	6,796,346	628,229,917	575,274,834

56 Non-current assets held for sale

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Non-current assets held for sale:				
- Property plant and equipment	-	5,584	-	5,584
Total non-current assets held for sale	-	5,584	-	5,584

Property, plant and equipment of the Group and the Bank where deposits have been received from buyers of the properties and where a definitive buyer has been identified have been classified as held for sale.

Fair value of property plant and equipment held for sale

In accordance with MFRS 5, the non-current assets held for sale were stated at the lower of carrying amount and fair value less cost to sell. As at 31 December 2024, the property, plant and equipment held for sale that were stated at fair value less cost to sell was RMNil (2023: RM5,584,000). This is a non-recurring fair value which has been measured using observable inputs under sales comparison approach performed by independent valuers. Sale prices of comparable land and building in close proximity are adjusted for differences in key attributes such as property size.

Therefore, it is within Level 2 of the fair value hierarchy.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management

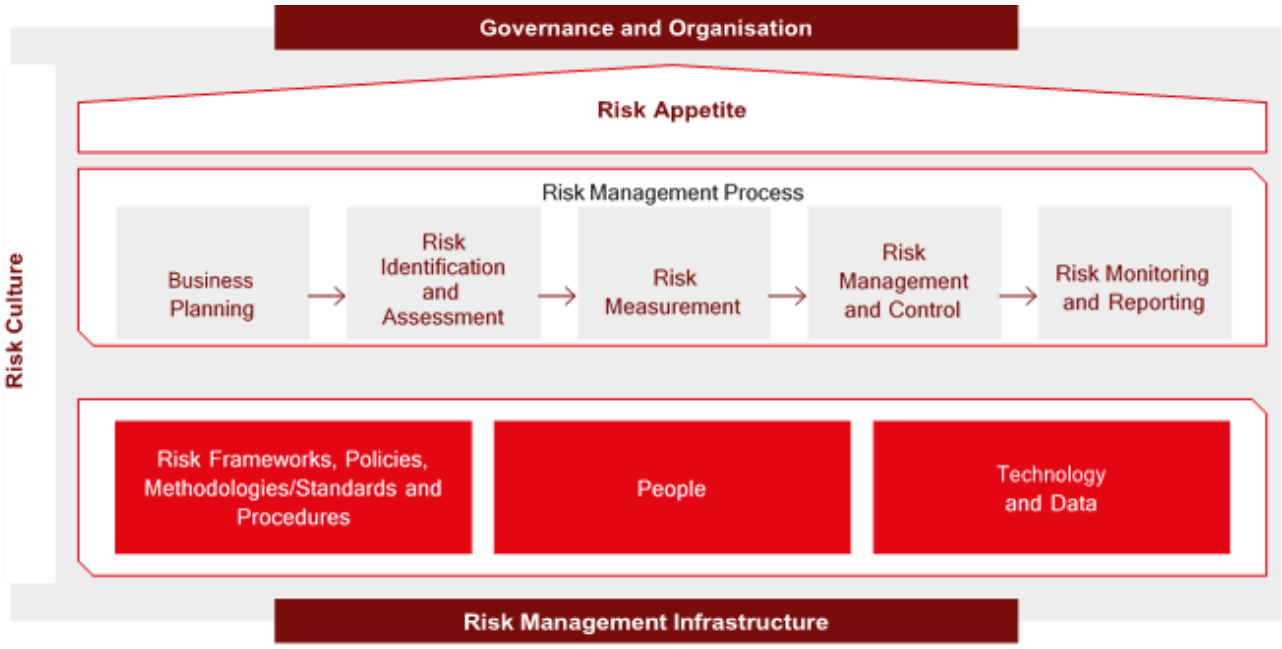
(a) Financial risk management objectives and policies

The Group embraces risk management as an integral part of the Group's strategy, business, operations and decision-making processes. In ensuring that the Group achieves optimum returns whilst operating within a sound business environment, the risk management teams are involved at the early stage of the strategy discussion and risk-taking process by providing independent inputs, including relevant valuations and scenario analysis, credit evaluations, new product assessments and quantification of capital requirements and risk return analysis/simulations. These inputs enable the business units to assess the risk-vs-reward of their propositions.

(b) Enterprise Wide Risk Management Framework ("EWRM")

The Group employs a Group Enterprise-Wide Risk Management ("EWRM") framework as a standardised approach to effectively manage its risks and opportunities. The Group EWRM framework provides the Board and management with tools to anticipate and manage both the existing and potential risks, taking into consideration evolving risk profiles as dictated by changes in business strategies, the external environment and/or regulatory environment.

The key components of the Group's EWRM framework are represented in the diagram below:



57 Financial Risk Management (Continued)

(b) Enterprise Wide Risk Management Framework ("EWRM") (Continued)

The design of the Group's EWRM framework incorporates a complementary 'top-down strategic' and 'bottom-up tactical' risk management approach.

The key features of the Group's EWRM framework include:

(i) Risk Culture

The Group embraces risk management as an integral part of its culture and decision-making processes. The Group's risk management philosophy is embodied in the Three Lines-of-Defence approach, whereby risks are managed initially from the onset of risk-taking activitites. There is clear accountability of risk ownership across the Group.

(ii) Governance & Organisation

A strong governance structure is important to ensure an effective and consistent implementation of the Group EWRM framework. The Board is ultimately responsible for the Group's strategic direction, which is supported by the risk appetite and relevant risk management frameworks, policies, methodologies/standards, and procedures. The Board is assisted by various risk committees and control functions in ensuring that the Group's risk management framework is effectively implemented.

(iii) Risk Appetite

It is defined as the amount and type of risks that the Group is able and willing to accept in pursuit of its strategic and business objectives. Risk appetite is set in conjunction with the annual strategy and business planning process to ensure appropriate alignment between strategy, growth aspirations, operating plans, capital and risk.

(iv) Risk Management Process

- Business Planning: Risk management is central to the business planning process, including setting frameworks for risk appetite, risk posture and new products & business activities.

- Risk Identification & Assessment: Risks are systematically identified and assessed through the robust application of the Group's risk frameworks, policies, methodologies/standards and procedures.

57 Financial Risk Management (Continued)

(b) Enterprise Wide Risk Management Framework ("EWRM") (Continued)

(iv) Risk Management Process (Continued)

- Risk Measurement: Risks are measured and aggregated using the Group-wide methodologies across each of the risk types, including stress testing.

- Risk Management and Control: Risk management limits and controls are used to manage risk exposures within the risk appetite set by the Board. Risk management limits and controls are regularly monitored and reviewed in the face of evolving business needs, market conditions and regulatory changes. This can be achieved by positioning various control tools to reduce the likelihood of an occurrence or the impact of the risk. The various control tools are accepting, treating, transferring and/or terminating the risk.

- Risk Monitoring and Reporting: Risks on an individual exposure, as well as on a portfolio basis, are monitored on a daily basis and periodically and/or ad-hoc basis in tandem with market developments and reported to the Group Risk & Compliance Committee ("GRCC") and the Board Risk & Compliance Committee ("BRCC") on a monthly basis or need basis to ensure they remain within the Group's risk appetite.

(v) Risk Management Infrastructure

- Risk Frameworks, Policies, Methodologies/Standards and Procedures addressing all areas of material risks: Frameworks provide broad objectives and overarching risk management architecture for managing risks. Well-defined risk policies by risk type provide the principles by which the Group manages its risks. Methodologies/standards provide specific directions that help support and enforce policies. Procedures provide more detailed guidance to assist with the implementation of policies.

- People: Attracting the right talent and skills is key to ensuring a well-functioning Group EWRM framework. The organisation continuously evolves and proactively responds to the increasing complexity of the Group as well as the economic and regulatory environment.

- Technology and Data: Appropriate technology and sound data management support risk management activities.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

(c) Risk Governance

At the apex of the governance structure are the respective Boards of entities within the Group, which decides on the entity's risk appetite corresponding to its business strategies. Each Board Risk & Compliance Committee ("BRCC") reports directly to the respective Boards and assumes responsibility on behalf of the respective Boards for the supervision of risk management and control activities. Each BRCC determines the relevant entity's risk strategies and policies, keeping them aligned with the principles within the risk appetite. Each BRCC also oversees the implementation of the Group EWRM framework, provides strategic guidance and reviews the decisions of the Group Risk & Compliance Committee ("GRCC").

To facilitate the effective implementation of the Group EWRM framework, the BRCC has established various specialised/sub-risk committees within the Group, each with distinct lines of responsibilities and functions, which are clearly defined in the terms of reference.

The responsibility of risk management supervision and control is delegated to the GRCC, which reports to the BRCC. The GRCC, comprised of senior management of the Group, performs the oversight function for the overall management of risks. The GRCC is supported by specialised delegated/sub-risk committees, namely Group Credit Committee ("GCC"), Group Market and Conduct Risk Committee ("GMCRC"), Group Operational and Resiliency Risk Committee, Group Asset Liability Management Committee, Group Asset Quality Committee, Group Basel Steering Committee, Management Product Approval Committee for Treasury Products, and Management Product Approval Committee for Non-Treasury Products, each addressing one or more of the following:

(i) Credit risk, defined as the possibility of losses due to an obligor, market counterparty or an issuer of securities or other instruments held, failing to perform its contractual obligations to the Group;

(ii) Market risk, defined as fluctuations in the value of financial instruments due to changes in market risk factors such as interest/profit rates, currency exchange rates, credit spreads, equity prices, commodities prices and their associated volatility;

(iii) Liquidity and Funding risk, defined as the current and potential risk to earnings, shareholders' funds or reputation arising from the inability to efficiently meet its present and future (both anticipated and unanticipated) funding needs or regulatory obligations when they come due, which may adversely affect its daily operations and incur unacceptable losses;

(iv) Interest rate risk/rate of return risk in the banking book, which is the current and potential risk to the Group's earnings and economic value arising from movements in interest/profit rates;

57 Financial Risk Management (Continued)

(c) Risk Governance (Continued)

(v) Capital risk, defined as the risk of a bank not having sufficient capital to withstand potential losses suffered in its operations. Capital is important as it can be used to repay depositors, customers, creditors, and other claimants in case there is insufficient liquidity during a crisis;

(vi) Model risk is defined as the type of risk that the method used to measure or quantify the bank's material risk is not accurate due to deterioration of model, hence limiting the usefulness and application of the model itself. It also covers improper implementation and improper usage of methods developed to quantify risk;

(vii) Operational risk, defined as the risk of loss resulting from inadequate or failed processes, people and systems, or from external events. It includes legal risk but excludes strategic and Shariah non-compliance risks;

(viii) Fraud risk, defined as the risk of loss resulting from an act or course of deception or omission with the intention to conceal, omit, distort, misrepresent, falsify or etc. to: (i) gain unlawful/illegal/unfair personal advantages, (ii) induce another individual(s) to surrender willing/unwilling of a legal right/possession or (iii) damage another individual(s) resulting in a loss to another;

(ix) Reputation risk is defined as the current or prospective risk to earnings and capital arising from the adverse perception by the stakeholders about the Group's business practices, conduct or financial condition. Such adverse perception, whether true or not, may impair public confidence in the Group, result in costly litigation, or lead to a decline in its customer base, business, revenue or share price;

(x) Technology risk, is the risk of loss resulting from inadequate or weaknesses in strategy, people, process, technology (including emerging technologies e.g. Cloud Artificial Intelligence etc.) or external events, which includes cyber risks, financial risk, regulatory/ compliance risk and the risk of reputational loss/damage;

(xi) Outsourcing risk, defined as the risk emanating from outsourcing arrangements that could result in a disruption to business operations, financial loss or reputational damage to the Group. As the organization moves towards Third Party Risk Management, the definition above will extend to non-outsourced service providers which the organization places reliance on to operate and deliver services to our customers;

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

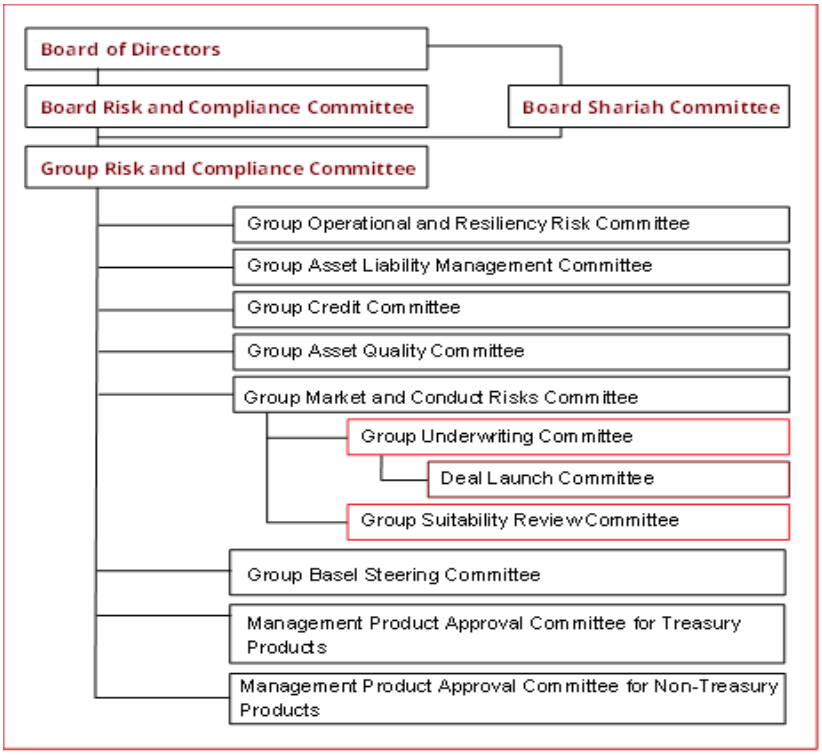
(c) Risk Governance (Continued)

(xii) Shariah Non Compliance ("SNC") risk, defined as the risk of legal or regulatory sanctions, financial loss or non-financial implications including reputational damage which the Group may suffer arising from failure to comply with Shariah requirements determined by Shariah Advisory Council ("SAC") of BNM and Securities Commissions ("SC"), including standards on Shariah matters issued by BNM pursuant to Section 29(1) of the IFSA; or decisions or advice by Board Shariah Committee ("BSC") of CIMB Islamic Bank; or other Shariah regulatory authorities of the jurisdictions in which the Group operates;

(xiii) Regulatory compliance risk, defined as the risk of legal or regulatory sanctions, financial loss or non-financial implications including reputational damage, which the Group may suffer arising from possible failure to comply with the applicable laws and regulations of the jurisdictions in which the Group operates; and

(xiv) Sustainability risk, defined as the risk of financial and non-financial impact arising from environmental, social and ethical issues stemming from transactions and/or activities associated with a business relation and its operations, and/or the Group's own internal operations and employees.

The structure of CIMB Group Risk Committees is depicted as follows:



57 Financial Risk Management (Continued)

(c) Risk Governance (Continued)

The overseas subsidiaries' risk committees are set-up in a similar structure in their respective jurisdictions. Whilst recognising the autonomy of the local jurisdiction and compliance to local requirements, the Group strives to ensure a consistent and standardised approach in its risk governance process. As such, the Group and regional committees have consultative and advisory responsibilities on regional matters across the Group as regulators allow. This structure increases regional communication and sharing of technical knowledge and best practices. It further enhances support towards managing and responding to risk management issues, thus providing the Board with a comprehensive view of the activities within the Group.

In addition to the CIMB Group Risk Committees, the Group has established a Group Sustainability and Governance Committee ("GSGC") consisting of Independent Directors to assist the Board in fulfilling its responsibilities in advocating and fostering a culture/DNA of sustainability, ethical conduct, and integrity across the Group.

Sustainability is also embedded in the roles and responsibilities of various Board Committees. To ensure information-symmetry and consensus across all Board Committees and entity boards, with regards to the direction and progress of the Group's sustainability and climate change strategy deliberated at the GSGC, selected GSGC members and business units such as Group Sustainability are responsible for providing relevant updates and inputs to the various Board Committees and entity boards on a periodic basis.

Three Lines-of-Defence

The Group's risk management culture is embodied through the adoption of the Three Lines-of-Defence philosophy, whereby risks are managed initially from the onset of risk-taking activities. This is to ensure clear accountability of risks across the Group and Group Risk as an enabler of business units. As a first line-of-defence, the line management (including key Business Pillars and Enablers) is primarily responsible for risk management on a day-to-day basis by taking appropriate actions to mitigate risks through effective controls. This includes the 1.5 line-of-defence, which provides independent advice, support, and assurance for risk & compliance related matters within the Business Pillars and Enablers (the first line-of-defence), integrating business, risk & compliance knowledge. The second line-of-defence (including Risk Stewards / Risk Type Owners / Oversight Parties) provides oversight and performs independent monitoring of business activities with reporting to the Board and management to ensure that the Group conducts business and operates within the approved appetite and is in compliance with regulations. The third line-of-defence is Group Corporate Assurance Division who provides independent assurance of the adequacy and effectiveness of the internal controls and risk management processes.

57 Financial Risk Management (Continued)

(c) Risk Governance (continued)

The Roles of Group Chief Risk Officer ("CRO") and Group Risk Division ("GRD")

Within the second line-of-defence is GRD, a function independent of business units that assists the Group's management and stakeholders in the monitoring and controlling of risk exposures within the Board-approved risk appetite statement.

GRD is headed by the Group CRO, appointed by the Board to lead the Group-wide risk management functions, including implementation of the Group EWRM framework. The Group CRO:

(a) Actively engages the respective Boards and senior management on risk management issues and initiatives; and

(b) Maintains an oversight on risk management functions across all entities within the Group. In each key country of operations, there is a local CRO or a local Head of Risk Management, whose main functions are to assess and manage the enterprise risk and liaise with regulators in the respective countries.

The organisational structure of Group Risk is made up of two major components, namely the CRO and the Risk Centres of Excellence ("CoE"):

(a) CRO

- The Group CRO is supported by the CROs who oversee the risk management functions in overseas branches and banking subsidiaries.

- CRO's main function is to assess and manage the enterprise risk and liaise with regulators in the respective country/entity under his/her purview.

- For countries where a CRO is not present and/or not required, a local Head of Risk Management is appointed to be the overall risk coordinator for that country.

57 Financial Risk Management (Continued)

(c) Risk Governance (continued)

The Roles of Group Chief Risk Officer ("CRO") and Group Risk Division ("GRD") (Continued)

(b) Risk Centres of Excellence

- These are specialised teams of risk officers responsible for the active oversight of Group-wide functional risk management and the teams support respective CROs in the various geographies.

- The Risk CoEs consist of Asset Liability Management, Credit Risk, Market Risk, Non-Financial Risk Management (comprising Operational, Business Continuity Management, Technology, Outsourcing and Fraud Risk Management), Shariah Risk Management and Enterprise Risk and Infrastructure CoEs.

(i) Asset Liability Management CoE

The Asset Liability Management CoE recommends the framework and policies for the independent assessment, measurement, monitoring and reporting of liquidity and funding risk and interest rate risk/rate of return risk in the banking book. It conducts regular stress testing on the Group's liquidity and interest rate risk/rate of return risk profile, by leveraging on the standardised infrastructure it has designed, built and implemented across the region. It provides the framework and tools for maintenance of the early warning system indicators and contingency funding plan by business owners across the Group.

(ii) Credit Risk CoE

The Credit Risk CoE consists of Retail and Non-Retail credit risk and is dedicated to the identification and assessment, measurement, management, monitoring and reporting of credit risk in the Group. The scope under the CoE function include areas ranging from development of credit risk policies, procedures and standards to advance portfolio analytics, and use of credit risk modelling (including rollout of alternative credit underwriting models leveraging on machine learning techniques for retail portfolios).

57 Financial Risk Management (Continued)

(c) Risk Governance (Continued)

The Roles of Group Chief Risk Officer ("CRO") and Group Risk Division ("GRD") (Continued)

(b) Risk Centres of Excellence (Continued)

(iii) Market Risk CoE

The Market Risk CoE recommends the framework and policies for the independent assessment, measurement and monitoring of market risk. This is operationalised through the review of treasury positions versus limits framework, performing mark-to-market valuation, validation of financial models, calculating Value-at-Risk and market risk capital, as well as performing stress testing.

(iv) Non-Financial Risk Management CoE

The Non-Financial Risk Management ("NFRM") CoE ensures the first line-of-defence manages their operational risk effectively by providing an operational risk framework that enables them to identify, assess, manage and report their operational risks. The NFRM CoE provides independent feedback, advisory and assessment to the first line-of-defence's execution of the non-financial risk frameworks.

(v) Shariah Risk Management CoE

The Shariah Risk Management ("SRM") CoE facilitates the process of identifying, measuring, controlling and monitoring SNC risks inherent in the Group's Islamic banking businesses and services. It formulates, recommends and implements appropriate SRM policies and procedures; as well as develops and implements processes to mitigate SNC risk and conducts training to enhance level of awareness on SNC risk.

57 Financial Risk Management (Continued)

(c) Risk Governance (Continued)

The Roles of Group Chief Risk Officer ("CRO") and Group Risk Division ("GRD") (Continued)

(b) Risk Centres of Excellence (Continued)

(vi) Enterprise Risk And Infrastructure CoE

The Enterprise Risk and Infrastructure CoE ensures the Group's compliance to capital adequacy and single counterparty exposure limit regulatory requirements, including Basel and underwriting model development, implementation and validation of risk models, and management of risk data for credit risk measurement and risk reporting across the Group. In addition, the climate risk unit within the CoE is responsible for working with Group Sustainability, various risk CoEs and business units to implement climate risk management at an enterprise level, in support of the Group's 2050 net zero ambition, which is to transition all operational and attributable greenhouse gas emissions from the Group's financing and investment portfolios in alignment with net zero pathways by 2050.

Sustainability risk (including climate risk) is recognised as a principal and cross-cutting risk that manifests itself through existing risk types. Due to the cross-cutting nature of Sustainability risk, the implementation of Group-wide Sustainability Governance Framework is currently spearheaded and managed by Group Sustainability as the Sustainability CoE, which sits outside of Group Risk. Notwithstanding this, Sustainability risk has been and will continue to be integrated into the Group's existing risk management frameworks.

57 Financial Risk Management (Continued)

Strategies and Processes for Various Risk Management

These information are available in later sections for each Credit Risk, Market Risk and Liquidity Risk.

57.1 Credit risk

Credit risk is defined as the possibility of losses due to an obligor, market counterparty or an issuer of securities or other instruments held, failing to perform its contractual obligations to the Group.

Credit risk is inherent in banking activities and arises from traditional financing activities through conventional loans, financing facilities, trade finance as well as commitments to support clients' obligations to third parties, e.g. guarantees or kafalah contracts. In derivatives, sales and trading activities, credit risk arises from the possibility that the Group's counterparties will be unable or unwilling to fulfil their obligation on transactions on or before settlement dates.

Credit Risk Management

Without effective credit risk management, the impact of the potential losses can be overwhelming. The purpose of credit risk management is to keep credit risk exposure to an acceptable level vis-à-vis the capital, and to ensure the returns commensurate with risks.

Consistent with the Three Lines-of-Defence model on risk management where risks are managed initially from the onset of risk-taking activities, the Group implemented the risk-based delegated authority framework. This promotes clarity of risk accountability whereby the business unit, being the first line-of-defence, manages risk in a proactive manner with Group Risk being independent from the business units, functions as the second line-of-defence. This enhances the collaboration between Group Risk and the business units.

The risk-based delegated authority framework encompasses joint delegated authority, enhanced credit approval process and a clear set of policies and procedures that defines the limits and types of authority designated to specific individuals.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Management (Continued)

The Group adopts a multi-tiered credit approving authority spanning from the delegated authorities at business level, joint delegated authorities between business units and Group Risk, to the various credit committees. The credit approving committees are set up to enhance the efficiency and effectiveness of the credit oversight as well as the credit approval process for all credit applications originating from the business units. For corporate, commercial and private banking loans/financing, credit applications are independently evaluated by the Credit Risk (Non-Retail) CoE team prior to submission to the joint delegated authority or the relevant committees for approval; certain business units' officers are delegated with credit approving authority to approve low value credit facilities. In addition, for loan/financing to sectors and clients that are exposed to high environmental and social risks, the Sustainability CoE conducts due diligence from an environmental and social point of view. For retail loans/financing, all credit applications are evaluated and approved by Consumer Credit Operations according to the designated delegated authority with higher limits submitted to joint delegated authority or relevant committees for approval.

The GRCC, with the support of Group Credit Committee, Group Asset Quality Committee, other relevant credit committees as well as Group Risk, is responsible for ensuring adherence to the Board's approved risk appetite and risk posture. This, amongst others, includes reviewing and analysing portfolio trends, asset quality, watch-list reporting and policy reviews. It is also responsible for articulating key credit risks and mitigating controls.

Adherence to and compliance with country sector limit, single customer and country and global counterparty limits, are approaches adopted to address concentration risk to any large sector or industry, or to a particular counterparty group or individual. In view of the tightening regulations around climate change and to support the Group's Net Zero commitment by 2050, a climate overlay focusing on sector sensitivity to transition risks (which references the Transition Risk Heatmap developed under United Nations Environment Program Finance Initiative) was integrated into Group Risk's Country Sector Limit Methodology for 2024. In order to ensure sustainability considerations are accounted for in the early stages of business planning, an overall sustainability rating was also developed and applied alongside other risk factors as part of the Risk Posture setting for 2023 to set the high level risk direction for the Group and its entities before the formal budget process starts.

Adherence to the above established credit limits is monitored daily by Group Risk, which combines all exposures for each counterparty or group, including off balance sheet items and potential exposures. For retail products, portfolio limits are monitored monthly by Group Risk.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Management (continued)

It is the Group policy that all exposures must be rated or scored based on the appropriate internal rating models, where available. Retail exposures are managed on a portfolio basis and the risk rating models are designed to assess the credit worthiness and the likelihood of the obligors to repay their debts, performed by way of statistical analysis from credit bureau and demographic information of the obligors. The risk rating models for non-retail exposures are designed to assess the credit worthiness of the corporations or entities in paying their obligations, derived from both quantitative and qualitative risk factors such as financial history and demographics or company profile. These rating models are developed and implemented to standardise and enhance the credit underwriting and decision-making process for the Group's retail and non-retail exposures.

Credit reviews and rating are conducted on the non-retail credit exposures at minimum on an annual basis, and more frequently when material information on the obligor or other external factors is made available. The exposures are actively monitored, reviewed on a regular basis and reported regularly to GRCC and BRCC. Asset quality is closely monitored so that deteriorating exposures are identified, analysed and discussed with the relevant business units for appropriate remedial actions including recovery actions, if required.

The Group recognises that the financing activities may have an impact on the environment and society and such impact may in turn result in potential financial and reputational risks to the Group. The sustainable financing approach integrates environmental, social and economic/ ethical considerations into the credit risk assessment process for the financing practices and capital raising transactions, whereby clients and transactions identified to have high sustainability risk or potential concern are subject to a structured due diligence and escalation process.

The Group quantifies credit concentration risk by leveraging on the credit VaR engine, CreditMetrics. Using the CreditMetrics approach, the portfolio's Value at Risk is estimated after taking into account effects of portfolio diversification across obligors and sectors. Hence, the risk computed covers both default/credit migration risk as well as credit concentration risk (single name and sector concentration).

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Mitigation

The employment of various credit risk mitigation techniques such as appropriate credit structuring, and posting of collateral and/or third party support, form an integral part of the credit risk management process. Credit risk mitigants are taken, where possible, and are considered secondary recourse to the obligor for the credit risk underwritten.

(i) Collaterals/Securities

All extension of secured credit facilities deemed prudent, must be appropriately and adequately collateralised. A credit proposal is considered secured only when the entire proposal is fully covered by approved collateral/securities within their approved margins as set out in the relevant credit policy/standard. GCC or the relevant credit approving authority is empowered to approve any inclusion of new acceptable collaterals/securities.

Recognised collaterals include both financial and physical assets. Financial collaterals consist of mainly cash deposits, quoted shares, unit trusts and debt securities, while physical collateral includes land, buildings and vehicles. Guarantors accepted are in line with BNM's CAF (Basel II - Risk-Weighted Assets) and CAFIB (Risk-Weighted Assets) guidelines. Eligible credit protection is also used to mitigate credit losses in the event that the obligor/counterparty defaults.

(ii) Collateral Valuation and Management

The Group has in place policies which govern the determination of eligibility of various collaterals including credit protection, to be considered for credit risk mitigation which includes the minimum operational requirements that are required for the specific collaterals to be considered as effective risk mitigants.

The collateral is valued periodically ranging from daily to annually, depending on the type of collateral. Specifically for real estate properties, a procedure for valuation of real estate properties is established to ensure adequate policies and procedures are in place for efficient and proper conduct of valuation of real estate properties and other related activities in relation to the interpretation, monitoring and management of valuation of real estate properties.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Mitigation (Continued)

(iii) Netting

In mitigating the counterparty credit risks in foreign exchange and derivative transactions, the Group enters into master agreements that provide for closeout netting with counterparties, whenever possible. A master agreement that governs all transactions between two parties, creates greater legal certainty that the netting of outstanding obligations can be enforced upon termination of outstanding transactions if an event of default occurs.

(iv) Portfolio diversification for better clarity

The Group avoids unwanted credit or market risk concentrations by diversifying the portfolios through a number of measures. Amongst others, there are guidelines in place relating to maximum exposure to any products, counterparty, sectors and country.

Credit Risk Measurement

The measurement of expected credit loss allowance under the MFRS9's three-stage approach is to recognise lifetime expected credit loss allowance for financial instrument for which there has been a significant increase in credit risk since initial origination or is credit-impaired as at the reporting date. The financial instrument which has not undergone any significant deterioration in credit risk shall be recognised with 12-month expected credit loss allowance.

Under the three-stage approach, the financial instrument is allocated into three stages based on the relative movement of the credit risk.

- Stage 1 includes financial instruments that neither have a significant increase in credit risk since initial recognition nor credit-impaired as at reporting date. For these assets, 12-month expected credit loss allowance are recognised.
- Stage 2 includes financial instruments that have had a significant increase in credit risk since initial recognition but do not have objective evidence of impairment. For these assets, lifetime expected credit loss allowance are recognised.
- Stage 3 includes financial instruments that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit loss allowance are recognised.
- Purchased or originated credit-impaired financial assets are those financial assets that are credit-impaired on initial recognition. Their expected credit loss allowance is always measured on a lifetime basis (Stage 3).

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

The key judgements and assumptions adopted by the Group in addressing the requirements of the standard on the measurement of allowances are:

(i) Significant increase in credit risk ("SICR")

The assessment of SICR shall be a multifactor and holistic analysis and based on a mixture of quantitative and/or qualitative information. To determine whether the risk of default of a loan and financing has increased significantly since initial recognition, the current risk of default at the reporting date is compared with the risk of default at initial recognition.

Retail
A retail loan, advances and financing is perceived to have experienced significant increase in credit risk when the asset meets one of the following criteria:

- Past due for more than 1 month on its contractual payment;
- Habitual delinquent;
- Modified under Agensi Kaunseling dan Pengurusan Kredit ("AKPK") scheme and subject to monitoring period.

Non-retail
The stage allocation will be performed at borrower level. A borrower is considered to have credit risk increased significantly since initial recognition if any of the following criteria is met:

- Significant downgrade of internal rating;
- Borrower on watchlist and exhibits weaknesses which, if uncorrected, will potentially become a non-performing account in the next 12 months;
- Past due for more than 1 month on its contractual payment;
- Habitual delinquent.

Treasury
A debt instrument is considered to have credit risk increased significantly since initial recognition if any of the following criteria is met:

- Significant downgrade of internal rating;
- Borrower on watchlist and exhibits weaknesses which will potentially become a non-performing account in the next 12 months;
- Margin call or force selling trigger not regularised within the stipulated period (applicable to option premium financing only).

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(i) Significant increase in credit risk ("SICR") (Continued)

The Group has not used the low credit risk exemption for any financial instruments for the year ended 31 December 2024 and 31 December 2023. The criteria used to identify SICR are monitored and reviewed periodically for appropriateness by the Management.

(ii) Definition of credit impaired

Loans, advances and financing

The Group classified a loan, advances and financing as credit impaired when it meets one or more of the following criteria:

(a) Where the principal or interest/profit or both of the credit facility is past due for more than 90 days or 3 months;
(b) In the case of revolving credit facilities (e.g. overdraft facilities), where the outstanding amount has remained in excess of the approved limit for a period of more than 90 days or 3 months;
(c) Where the amount is past due or the outstanding amount has been in excess of the approved limit for 90 days or 3 months or less, and the credit facility exhibits weaknesses in accordance with the Group's internal credit risk rating framework; or
(d) As soon as a default occurs where the principal and /or interest/profit repayments/payments are scheduled on intervals of 3 months or longer.

For the purpose of ascertaining the period in arrears:

- Repayment/payment on each of the instalment amount must be made in full. A partial repayment/payment made on an instalment amount shall be deemed to be still in arrears; and
- Where a moratorium on credit facilities is granted in relation to the rescheduling and restructuring exercise due to specific and exceptional circumstances as set in the Group's internal policy, the determination of period in arrears shall exclude the moratorium period granted.

(e) Force Impaired Credit Facilities

The credit facility is force impaired due to various reasons, such as bankruptcy, appointment of Independent Financial Advisor, etc. In the event where a credit facility is not in default or past due but force impaired, the credit facility shall be classified as impaired upon approval by GAQC.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(ii) Definition of credit impaired (Continued)

(f) Cross Default

When an obligor/counterparty has multiple credit facilities with the Group and cross default obligation applies, an assessment of provision is required under which default of one debt/financing obligation triggers default on another debt/financing obligation (cross default). Where there is no right to set off clause is available, assessment of provision needs to be performed on individual credit facility level instead of consolidated obligor/counterparty level.

Bonds and other debt instruments measured at amortised cost or FVOCI
The financial instruments are classified as impaired when it meets one or more of the following criteria:

- Bond that have an internal rating of 14 and above shall be classified as impaired upon approval by relevant approval authority. Impaired credits must be graded / classified with the appropriate regulatory financing grading(s).
- Bonds which are force impaired and approved by Group Asset Quality Committee will be subject to individual impairment assessment.
- When an obligor/counterparty has multiple loans/bonds with the Group and cross default obligation applies, an assessment of provision is required under which default of one debt obligation triggers default on another debt obligation (cross default). Where there is no right to set off clause is available, an assessment of provision needs to be performed on individual loan/bond level instead of consolidated obligor/counterparty level.

(iii) Definition of default

Loans, advances and financing
The Group defines a financial instrument as in default when it meets one or more of the following criteria:

- Credit-impaired;
- Restructured accounts by AKPK scheme;
- Write-off / charged-off accounts;
- Repossessed accounts (applicable for hire purchase receivables only);
- Force disposed accounts (applicable for non-voluntary ASB loans, advances and financing only).

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(iii) Definition of default (Continued)

The criteria above have been applied to all financial instruments held by the Group and are consistent with the definition of default used for internal credit risk management purposes. The default definition has been applied consistently to model the Probability of Default ("PD"), Exposure at Default ("EAD") and Loss given Default ("LGD") throughout the Group's expected loss calculations for loans, advances and financing.

An instrument is considered to no longer be in default (i.e. to have cured) when it no longer meets any of the default criteria for a consecutive period of six months. This period of six months has been determined based on an analysis which considers the likelihood of a financial instrument returning to default status after cure using different possible cure definitions.

Bonds and other debt instruments measured at amortised cost or FVOCI
The default criteria is fully aligned with external rating agency's default definition as the Group has chosen to benchmark external data for modelling purposes:

- Failure to make principal and/or interest/profit payment under the contractual terms, which is not remedied within the grace period.
- Bankruptcy filings, administration, receivership, liquidation, winding-up or cessation of business of issuer/obligor.
- Failure to honor corporate-guarantee obligations provided to subsidiaries.
- Distressed exchange offer (e.g. extended maturities, lower coupons and etc.).
- Change in payment terms of a credit arrangement or indenture imposed by the sovereign that results in a diminished financial obligation.

(iv) Measuring ECL - inputs, assumptions and estimation techniques

The Group assesses on a forward looking basis the expected credit losses ("ECL") associated with its loans, advances and financing. The ECL is measured on either a 12-month or lifetime basis depending on whether a significant increase in credit risk has occurred since initial recognition or whether an asset is considered to be credit-impaired. The 12-month or lifetime ECL reflects multiple forward-looking scenarios and is weighted based on the probability of occurrence for each scenario. The ECL can be assessed and measured either on collective or individual basis.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(iv) Measuring ECL - inputs, assumptions and estimation techniques (Continued)

For collective assessment, the ECL is determined by projecting the PD, LGD and EAD for each future month and for each individual exposure or collective segment. The three components are multiplied together to calculate an ECL for each future month, which is then discounted back to the reporting date and summed. The discount rate used in the ECL calculation is the original effective interest/profit rate or an approximation thereof.

For individual assessment, the ECL allowance is determined by comparing the outstanding exposure with the present value of cash flow which is expected to be received from the borrower.

Probability of Default
The PD represents the likelihood of a borrower will be unable to meet its financial obligation either over the next 12 months (12-month PD) or over the remaining lifetime (Lifetime PD) of the obligation.

The PD is derived based on the modelling approach of which statistical analysis and expert judgement was performed to identify the risk parameters which correlate with the historical observed default. The model relies on the risk parameters and its correlation with the historical observed default to predict the 12-month PD. The Lifetime PD is developed using forecasted MEV with the application of survival probabilities up to maturity of the loan facility.

Exposure at Default
EAD is the total amount that the Group is exposed to at the time the borrower defaults.

The 12-month and lifetime EADs are determined based on the expected payment profile, which varies by product type.

- For amortising products and bullet repayment loans, this is based on the contractual repayments owed by the borrower over a 12 month or remaining maturity.
- For revolving products the exposure at default is predicted by taking current drawn balance and adding a "credit conversion factor" which allows for the expected drawdown of the remaining limit by the time of default.

Loss Given Default
LGD represents the Group's expectation of the extent of loss on a defaulted exposure. LGD varies by type of counterparty, type and seniority of claim and availability of collateral or other credit support. LGD is expressed as a percentage loss per unit of exposure at the time of default.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(iv) Measuring ECL - inputs, assumptions and estimation techniques (Continued)

The 12-month and lifetime LGDs are determined based on the factors which impact the recoveries made post default. These vary by product type.

- For secured products, this is primarily based on collateral type and projected collateral values, historical discounts to market/book values due to forced sales, time to repossession and recovery costs observed.

- For unsecured products, LGD's are typically set at product level due to the limited differentiation in recoveries achieved across different borrowers. These LGD's are influenced by collection strategies, including contracted debt sales and price.

The assumptions underlying the ECL calculation are monitored and reviewed periodically. There have been no significant changes in estimation techniques or significant assumptions made during the reporting period.

(v) Forward-looking information incorporated into the ECL models

The estimation of ECL incorporates forward-looking information. The Group has performed statistical analysis based on historical experience and identified the key economic variables impacting credit risk and expected credit losses for each portfolio. The relationship of these economic variables on the PD, EAD and LGD has been determined by performing statistical regression analysis to understand the impact changes in these variables have had historically on default rates and on the components of PD and LGD. These economic variables and their associated impact on the PD, EAD and LGD vary by financial instrument. Expert judgement has also been applied in this process. Forecasts of these economic variables are sourced from Group's Economics team.

The Group applies three economic scenarios to reflect an unbiased probability-weighted range of possible future outcome in estimating ECL:

Base case: This represents 'most likely outcome' of future economic conditions which is aligned with information used by the Group for other purposes such as budgeting and stress testing.

Best and Worst case: This represent the 'upside' and 'downside' outcome of future economic conditions.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(vi) Forward-looking information incorporated into the ECL models (Continued)

As with any economic forecasts, the projections and likelihoods of occurrence are subject to some degree of inherent uncertainty and therefore the actual outcomes may be different to those projected. The Group considers these forecasts to represent its best estimate of the possible outcomes and are appropriately representative of the range of possible scenarios. The scenario weightage, number of scenarios and their attributes are reassessed periodically.

The Group and the Bank have also identified the key economic variables and carried out sensitivity assessment of ECL for loans, advances and financing (including undrawn loans, advances and financing) and treasury bonds in relation to the changes in these key economic variables while all other variables remain constant. The sensitivity factors used are derived based on expected standard deviation determined for each key economic variables to assess the impact on the ECL of the Group and the Bank.

The key economic variables used for the ECL sensitivity assessment:

Key variables:

	Changes (+/- bps) 2024	**Changes (+/- bps)** 2023
GDP growth	**75**	50
Equity market index	**300**	50
Housing Price Index ("HPI")	**75**	50
Overnight policy rate ("OPR")	**25**	50
Exchange Rate	**25**	50
Interbank rate	**25**	25
Crude oil price	**150**	700
Consumer Price Index, CPI*	**50**	50
Export*	**50**	0
Leading indicator*	**50**	50
Private consumption	**50**	100
Labour Rate*	**50**	0
Household debt*	**50**	0

* applicable for the Group only

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

(v) Forward-looking information incorporated into the ECL models (Continued)

	The Group			
	Made/(writeback)		Made/(writeback)	
	RM'000	RM'000	RM'000	RM'000
	2024		2023	
	+	-	+	-
Impact on expected credit losses	**36,431**	**1,991**	83,607	(75,873)

	The Bank			
	Made/(writeback)		Made/(writeback)	
	RM'000	RM'000	RM'000	RM'000
	2024		2023	
	+	-	+	-
Impact on expected credit losses	**51,948**	**(24,718)**	84,332	(74,001)

The impact captures the non-linearity and offsetting effect arising from the correlation of variables with the ECL and does not reflect any overlay or adjustment which could potentially be put in place as a result of the change in macroeconomics.

(vi) Grouping of exposure for ECL measured on collective basis

For expected credit loss provisions modelled on a collective basis, a grouping of exposures is performed on the basis of shared risk characteristics, such that risk exposures within a group are homogeneous.

In performing this grouping, there must be sufficient information for the Group to be statistically credible. Where sufficient information is not available internally, the Group has considered benchmarking internal/external supplementary data to use for modelling purposes.

The appropriateness of groupings is monitored and reviewed on a periodic basis by the Credit Risk and Modelling team.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Credit Risk Measurement (Continued)

Write off policy

Write-off is usually taken when relevant recovery actions have been exhausted or further recovery is not economically feasible or justifiable. When a loan or debt instrument is deemed uncollectible, it is written off against the related allowance for impairment. Such loans are either written off in full or partially after taking into consideration the realisable value of collateral (if any) and when in the judgement of the Management, there is no prospect of recovery. All write-offs must be approved by the Board or its delegated authorities.

The Group and the Bank may write-off loan or debt instruments that are still subject to enforcement activity. The outstanding contractual amounts of such assets written off for the Group and the Bank during the year ended 31 December 2024 were RM1,907 million and RM1,325 million respectively (2023: RM2,361 million and RM1,964 million respectively).

Modification of loans

Where the original contractual terms of a financial asset have been modified and the instrument has not been derecognised, the resulting modification loss is recognised in the income statements with a corresponding decrease in the gross carrying value of the asset.

If the modification involved a concession that the Group would not otherwise consider, the instrument is considered to be credit impaired and is considered forborne. ECL for modified financial assets that have not been derecognised and are not considered to be credit-impaired will be recognised on a 12-month basis, or a lifetime basis, if there is a significant increase in credit risk.

These assets are assessed to determine whether there has been a significant increase in credit risk subsequent to the modification. The risk of default of such loans after modification is assessed at the reporting date and compared with the risk under the original terms at initial recognition, when the modification is not substantial and so does not result in derecognition of the original loans. The Group monitors the subsequent performance of modified assets. The Group may determine that the credit risk has significantly improved after restructuring, so that the assets are moved from Stage 3 or Stage 2 (Lifetime ECL) to Stage 1 (12-month ECL). This is only the case for assets which have performed in accordance with the new terms for six consecutive months or more.

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

Off-Balance Sheet Exposures and Counterparty Credit Risk ("CCR")

Off-Balance Sheet exposures are exposures such as derivatives, trade facilities and undrawn commitments. The Group adopts the Current Exposure method to compute the capital requirement for CCR under BNM's guidelines on CAF (Basel II - Risk-Weighted Assets) and CAFIB (Risk-Weighted Assets).

(i) Credit Risk Mitigation

For credit derivatives and swaps transactions, the Group enters into master agreement with counterparties, whenever possible. Further, the Group may also enter into Credit Support Annexes, International Swaps and Derivatives Association Agreement ("CSA") with counterparties. The net credit exposure with each counterparty is monitored based on the threshold agreed in the master agreement and the Group may request for additional margin for any exposures above the agreed threshold, in accordance with the terms specified in the relevant CSA or the master agreement. The eligibility of collaterals and frequency calls are negotiated with the counterparty and endorsed by GCC or the relevant credit approving authority.

(ii) Treatment of Rating Downgrade

In the event of a one-notch downgrade of rating, based on the terms of the existing CSA and exposure as at 31 December 2024 and 31 December 2023, there was no requirement for additional collateral to be posted.

On the other hand, counterparty rating is being monitored and in the event of a rating downgrade, remedial actions such as revision of the counterparty credit limit, suspension of the limit or the request for additional collateral may be taken.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.1 Maximum exposure to credit risk (without taking into account any collateral held or other credit enhancements)

For financial assets reflected in the statement of financial position, the exposure to credit risk equals their carrying amount. For financial guarantees and similar contract granted, it is the maximum amount that the Group and the Bank would have to pay if the guarantees were called upon. For credit related commitments and contingents that are irrevocable over the life of the respective facilities, it is generally the full amount of the committed facilities.

All financial assets of the Group and the Bank are subject to Credit Risk except for cash in hands, securities instruments in financial investments at fair value through profit or loss, unit trust in debt instruments at fair value through other comprehensive income, equity instruments at fair value through other comprehensive income, statutory deposits with central banks as well as non-financial assets.

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financial guarantees	**7,428,134**	6,781,283	**5,699,131**	5,115,429
Credit related commitments and contingencies	**166,772,415**	134,513,363	**130,040,686**	98,104,096
	174,200,549	141,294,646	**135,739,817**	103,219,525

The financial effect of collateral (quantification to the extent to which collateral and other credit enhancements mitigate credit risk) held for net loans, advances and financing for the Group and the Bank is 67.5% (2023: 63.9%) and 64.7% (2023: 59.7%) respectively while the financial effect of collateral for derivatives for the Group and the Bank is 83.9% (2023: 82.6%) and 65.7% (2023: 64.4%) respectively. The financial effect of collateral held for the remaining financial assets are insignificant.

The financial effect of collateral (quantification to the extent to which collateral and other credit enhancements mitigate credit risk) held for net loans, advances and financing that are credit impaired as at 31 December 2024 for the Group and the Bank is 81.9% (2023: 82.0%) and 70.8% (2023: 78.4%) respectively.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.2 Offsetting financial assets and financial liabilities

(a) Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements – by type

	The Group						The Bank					
				Related amounts not offsetted in the statement of financial position						Related amounts not offsetted in the statement of financial position		
2024	**Gross amounts of recognised financial assets in the statement of financial position RM'000**	**Gross amounts of offsetted financial liabilities in the statement of financial position RM'000**	**Net amounts of financial assets in the statement of financial position RM'000**	**Financial instruments RM'000**	**Financial collateral RM'000**	**Net amount RM'000**	**Gross amounts of recognised financial assets in the statement of financial position RM'000**	**Gross amounts of offsetted financial liabilities in the statement of financial position RM'000**	**Net amounts of financial assets in the statement of financial position RM'000**	**Financial instruments RM'000**	**Financial collateral RM'000**	**Net amount RM'000**
Financial assets												
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	**10,433,820**	**-**	**10,433,820**	**(3,914,501)**	**(6,278,987)**	**240,332**	**8,574,863**	**-**	**8,574,863**	**(3,914,501)**	**(4,566,221)**	**94,141**
Derivatives	**14,703,828**	**-**	**14,703,828**	**(9,460,040)**	**(1,929,977)**	**3,313,811**	**7,591,511**	**-**	**7,591,511**	**(4,374,961)**	**(527,332)**	**2,689,218**
Share margin financing	**22,637**	**-**	**22,637**	**-**	**(21,593)**	**1,044**	**22,637**	**-**	**22,637**	**-**	**(21,593)**	**1,044**
Total	**25,160,285**	**-**	**25,160,285**	**(13,374,541)**	**(8,230,557)**	**3,555,187**	**16,189,011**	**-**	**16,189,011**	**(8,289,462)**	**(5,115,146)**	**2,784,403**
2023												
Financial assets												
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	8,109,090	-	8,109,090	(971,112)	(7,107,836)	30,142	7,062,834	-	7,062,834	(971,112)	(6,082,043)	9,679
Derivatives	15,403,421	-	15,403,421	(10,295,968)	(1,959,386)	3,148,067	7,729,309	-	7,729,309	(4,669,655)	(325,983)	2,733,671
Share margin financing	19,687	-	19,687	-	(18,695)	992	19,687	-	19,687	-	(18,695)	992
Amount due from brokers	68,287	(23,242)	45,045	-	-	45,045	68,287	(23,242)	45,045	-	-	45,045
Total	23,600,485	(23,242)	23,577,243	(11,267,080)	(9,085,917)	3,224,246	14,880,117	(23,242)	14,856,875	(5,640,767)	(6,426,721)	2,789,387

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.2 Offsetting financial assets and financial liabilities (Continued)

(b) Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements – by type

	The Group						The Bank					
				Related amounts not offsetted in the statement of financial position						Related amounts not offsetted in the statement of financial position		
2024	**Gross amounts of recognised financial liabilities in the statement of financial position RM'000**	**Gross amounts of offsetted financial assets in the statement of financial position RM'000**	**Net amounts of financial liabilities in the statement of financial position RM'000**	**Financial instruments RM'000**	**Financial collateral RM'000**	**Net amount RM'000**	**Gross amounts of recognised financial liabilities in the statement of financial position RM'000**	**Gross amounts of offsetted financial assets in the statement of financial position RM'000**	**Net amounts of financial liabilities in the statement of financial position RM'000**	**Financial instruments RM'000**	**Financial collateral RM'000**	**Net amount RM'000**
Financial liabilities												
Repurchase agreements/												
Collateralised Commodity Murabahah	**44,093,953**	**-**	**44,093,953**	**(43,880,722)**	**-**	**213,231**	**34,489,619**	**-**	**34,489,619**	**(34,449,828)**	**-**	**39,791**
Derivatives	**14,182,348**	**-**	**14,182,348**	**(9,434,872)**	**(1,797,453)**	**2,950,023**	**7,019,986**	**-**	**7,019,986**	**(4,376,754)**	**(666,182)**	**1,977,050**
Amount due to brokers	**52,026**	**(28,440)**	**23,586**	**-**	**-**	**23,586**	**52,026**	**(28,440)**	**23,586**	**-**	**-**	**23,586**
Total	**58,328,327**	**(28,440)**	**58,299,887**	**(53,315,594)**	**(1,797,453)**	**3,186,840**	**41,561,631**	**(28,440)**	**41,533,191**	**(38,826,582)**	**(666,182)**	**2,040,427**
2023												
Financial liabilities												
Repurchase agreements/												
Collateralised Commodity Murabahah	43,293,105	-	43,293,105	(42,905,360)	-	387,745	34,190,027	-	34,190,027	(34,085,484)	-	104,543
Derivatives	15,927,817	-	15,927,817	(10,288,053)	(1,375,063)	4,264,701	7,911,568	-	7,911,568	(4,669,694)	(372,065)	2,869,809
Total	59,220,922	-	59,220,922	(53,193,413)	(1,375,063)	4,652,446	42,101,595	-	42,101,595	(38,755,178)	(372,065)	2,974,352

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure

A concentration of credit risk exists when a number of counterparties are engaged in similar activities and have similar economic characteristics that would cause their ability to meet contractual obligations to be similarly affected by changes in economic or other conditions.

(a) Geographical sectors

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) based on the location of the counterparty as at 31 December 2024 and 31 December 2023 are as follows:

The Group
2024

	Malaysia RM'000	Indonesia RM'000	Thailand RM'000	Singapore RM'000	United States RM'000	United Kingdom RM'000	Hong Kong RM'000	China RM'000	Others RM'000	Total RM'000
Cash and short-term funds	11,560,195	26,662	48,806	3,190,182	1,260,197	1,305,496	800,659	663,743	3,434,897	22,290,837
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	5,991,794	2,914	124,352	2,440,459	27,299	87,680	448,454	10,637	1,300,231	10,433,820
Deposits and placements with banks and other financial institutions	961,336	-	-	2,157,754	-	-	326,651	142,269	909,323	4,497,333
Financial investments at fair value through profit or loss	21,775,572	656,982	8,203,479	8,416,601	265,315	473,577	86,232	211,013	3,068,220	43,156,991
Debt instruments at fair value through other comprehensive income	40,394,386	2,112,017	9,363,415	2,590,100	526,291	852,564	1,527,310	817,567	4,696,592	62,880,242
Debt instruments at amortised cost	54,010,581	608,545	4,964,039	13,750,948	-	223,214	80,183	185,796	461,481	74,284,787
Derivative financial instruments	2,841,136	7,515	5,644,445	865,408	3,588	3,563,859	272,812	73,026	1,432,039	14,703,828
Loans, advances and financing	269,219,243	2,689,625	33,933,398	47,064,026	568,951	6,542,336	2,083,531	4,649,267	13,325,119	380,075,496
Other assets	1,568,202	106,649	1,757,899	1,286,917	633,081	962,774	96,160	3,687	1,680,140	8,095,509
Amounts due from holding company and ultimate holding company	7,237	-	-	-	-	-	-	-	-	7,237
Amounts due from related companies	4,705,013	25	2,474	-	31	-	-	-	-	4,707,543
Financial guarantees	3,020,059	17,400	2,838	2,931,988	-	-	-	104,686	1,351,163	7,428,134
Credit related commitments and contingencies	129,360,995	645,902	3,875,388	14,353,650	225,524	655,536	2,283,916	4,074,023	11,297,481	166,772,415
Total credit exposures	545,415,749	6,874,236	67,920,533	99,048,033	3,510,277	14,667,036	8,005,908	10,935,714	42,956,686	799,334,172

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(a) Geographical sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) based on the location of the counterparty as at 31 December 2024 and 31 December 2023 are as follows: (Continued)

The Group
2023

	Malaysia RM'000	Indonesia RM'000	Thailand RM'000	Singapore RM'000	United States RM'000	United Kingdom RM'000	Hong Kong RM'000	China RM'000	Others RM'000	Total RM'000
Cash and short-term funds	15,887,250	24,958	171,337	2,745,297	1,750,128	947,798	983,068	909,217	3,744,942	27,163,995
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	3,481,225	797	439,979	2,320,943	21,718	79,744	19,284	13,701	1,731,699	8,109,090
Deposits and placements with banks and other financial institutions	1,738,591	-	-	447,996	-	-	237,737	136,726	136,849	2,697,899
Financial investments at fair value through profit or loss	18,726,330	759,094	8,453,409	8,566,790	151,604	111,698	61,148	136,251	3,142,387	40,108,711
Debt instruments at fair value through other comprehensive income	37,314,580	1,387,465	10,382,667	3,099,027	154,756	767,515	1,743,628	390,145	2,994,827	58,234,610
Debt instruments at amortised cost	55,060,187	480,270	5,131,311	11,305,784	-	118,207	124,900	156,959	341,154	72,718,772
Derivative financial instruments	2,577,676	11,585	6,403,172	693,149	17,052	4,035,839	405,689	29,282	1,229,977	15,403,421
Loans, advances and financing	262,182,370	2,100,984	34,594,492	43,564,739	663,855	6,927,495	1,519,279	4,397,604	12,425,534	368,376,352
Other assets	1,780,943	27,929	1,474,930	1,314,722	327,389	969,124	257,400	3,803	1,351,168	7,507,408
Amounts due from holding company and ultimate holding company	17,510	-	-	-	-	-	-	-	-	17,510
Amounts due from related companies	3,869,047	28	2,416	-	341	-	-	-	-	3,871,832
Financial guarantees	2,958,614	42,282	49,552	2,161,640	794	-	34,331	261	1,533,809	6,781,283
Credit related commitments and contingencies	107,584,766	679,532	4,607,566	13,153,357	18,782	1,697,434	1,379,598	2,966,458	2,425,870	134,513,363
Total credit exposures	513,179,089	5,514,924	71,710,831	89,373,444	3,106,419	15,654,854	6,766,062	9,140,407	31,058,216	745,504,246

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(a) Geographical sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) based on the location of the counterparty as at 31 December 2024 and 31 December 2023 as follows: (Continued)

The Bank
2024

	Malaysia RM'000	Indonesia RM'000	Thailand RM'000	Singapore RM'000	United States RM'000	United Kingdom RM'000	Hong Kong RM'000	China RM'000	Others RM'000	Total RM'000
Cash and short-term funds	**5,289,862**	**23,954**	**26,722**	**2,632,288**	**1,179,371**	**1,260,215**	**777,919**	**663,148**	**2,332,819**	**14,186,298**
Reverse repurchase agreements	**4,257,189**	**2,914**	**-**	**2,440,459**	**27,299**	**87,680**	**448,454**	**10,637**	**1,300,231**	**8,574,863**
Deposits and placements with banks and other financial institutions	**2,217,352**	**-**	**-**	**1,928,817**	**-**	**-**	**326,651**	**142,269**	**430,077**	**5,045,166**
Investment account placement	**2,927,281**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,927,281**
Financial investments at fair value through profit or loss	**16,216,719**	**656,982**	**41,106**	**8,416,601**	**265,315**	**473,577**	**86,232**	**211,013**	**3,068,220**	**29,435,765**
Debt instruments at fair value through other comprehensive income	**33,160,888**	**2,112,017**	**400,799**	**2,590,100**	**526,291**	**852,564**	**1,527,310**	**817,567**	**4,696,592**	**46,684,128**
Debt instruments at amortised cost	**40,924,701**	**608,545**	**751,846**	**13,750,948**	**-**	**223,214**	**80,183**	**185,796**	**536,171**	**57,061,404**
Derivative financial instruments	**2,928,278**	**7,515**	**125,304**	**749,936**	**-**	**2,561,826**	**265,972**	**73,026**	**879,654**	**7,591,511**
Loans, advances and financing	**137,478,614**	**2,689,625**	**1,377,028**	**47,064,026**	**568,951**	**6,542,336**	**2,083,531**	**4,649,267**	**8,063,305**	**210,516,683**
Other assets	**1,501,692**	**106,649**	**90,865**	**1,245,495**	**532,128**	**809,406**	**11,263**	**3,687**	**1,648,777**	**5,949,962**
Amounts due from holding company and ultimate holding company	**7,227**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**7,227**
Amounts due from subsidiaries	**10,828**	**-**	**96**	**-**	**-**	**-**	**-**	**-**	**454**	**11,378**
Amounts due from related companies	**4,702,349**	**-**	**-**	**-**	**31**	**-**	**-**	**-**	**-**	**4,702,380**
Financial guarantees	**2,521,418**	**17,400**	**-**	**2,931,988**	**-**	**-**	**-**	**104,686**	**123,639**	**5,699,131**
Credit related commitments and contingencies	**97,738,498**	**645,798**	**175,523**	**14,285,831**	**225,524**	**654,794**	**2,283,055**	**4,072,467**	**9,959,196**	**130,040,686**
Total credit exposures	**351,882,896**	**6,871,399**	**2,989,289**	**98,036,489**	**3,324,910**	**13,465,612**	**7,890,570**	**10,933,563**	**33,039,135**	**528,433,863**

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(a) Geographical sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) based on the location of the counterparty as at 31 December 2024 and 31 December 2023 are as follows: (Continued)

The Bank
2023

	Malaysia RM'000	Indonesia RM'000	Thailand RM'000	Singapore RM'000	United States RM'000	United Kingdom RM'000	Hong Kong RM'000	China RM'000	Others RM'000	Total RM'000
Cash and short-term funds	6,657,858	23,534	40,833	1,917,974	1,596,324	899,333	891,231	909,217	2,789,937	15,726,241
Reverse repurchase agreements	2,781,158	797	93,790	2,320,943	21,718	79,744	19,284	13,701	1,731,699	7,062,834
Deposits and placements with banks and other financial institutions	4,787,838	-	-	401,892	-	-	237,737	136,726	-	5,564,193
Investment account placement	3,424,851	-	-	-	-	-	-	-	-	3,424,851
Financial investments at fair value through profit or loss	14,971,856	759,094	113,482	8,566,790	151,604	111,698	61,148	136,251	3,142,387	28,014,310
Debt instruments at fair value through other comprehensive income	31,948,285	1,387,465	347,254	3,099,027	154,756	767,515	1,743,628	390,145	2,994,827	42,832,902
Debt instruments at amortised cost	42,157,821	480,270	1,178,598	11,305,784	-	118,207	124,900	156,959	510,272	56,032,811
Derivative financial instruments	2,704,848	11,585	235,227	643,181	17,039	2,857,445	403,802	29,282	826,900	7,729,309
Loans, advances and financing	140,431,466	2,100,984	2,409,541	43,564,739	663,855	6,927,495	1,519,279	4,397,604	7,123,040	209,138,003
Other assets	1,948,339	27,929	40,830	1,514,093	326,012	804,798	103,486	3,803	1,328,009	6,097,299
Amounts due from holding company and ultimate holding company	17,509	-	-	-	-	-	-	-	-	17,509
Amounts due from subsidiaries	12,133	-	1,436	-	-	-	-	-	2,319	15,888
Amounts due from related companies	3,864,563	2	-	-	341	-	-	-	-	3,864,906
Financial guarantees	2,548,609	42,282	49,552	2,161,640	794	-	34,331	261	277,960	5,115,429
Credit related commitments and contingencies	76,453,828	656,885	8,588	13,104,902	18,782	1,696,351	1,379,598	2,962,042	1,823,120	98,104,096
Total credit exposures	334,710,962	5,490,827	4,519,131	88,600,965	2,951,225	14,262,586	6,518,424	9,135,991	22,550,470	488,740,581

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for items recognised in the statements of financial position as at 31 December 2024 and 31 December 2023 based on the industry sectors of the counterparty are as follows:

The Group

2024

	Cash and short term funds RM'000	Reverse repurchase agreements/ reverse Collateralised Commodity Murabahah RM'000	Deposits and placements with banks and other financial institutions RM'000	Financial investments at fair value through profit or loss RM'000	Debt instruments at fair value through other comprehensive income RM'000	Debt instruments at amortised cost RM'000	Derivative financial instruments RM'000	Loans, advances and financing RM'000	Other financial assets * RM'000	Total RM'000
Primary agriculture	-	-	-	-	294,042	55,075	1,398	7,752,521	-	8,103,036
Mining and quarrying	-	-	-	80,587	716,210	904,072	41,824	2,636,855	-	4,379,548
Manufacturing	-	-	-	142,994	753,513	48,220	102,459	17,750,824	-	18,798,010
Electricity, gas and water supply	-	-	-	921,704	4,901,445	1,997,024	99,651	6,663,177	26,687	14,609,688
Construction	-	-	-	1,244,561	1,201,326	1,614,821	8,390	11,095,728	17	15,164,843
Transport, storage and communications	-	-	-	371,147	3,495,062	3,418,595	43,603	8,753,571	64	16,082,042
Education, health and others	-	-	-	-	-	-	740	18,799,125	-	18,799,865
Wholesale and retail trade, and restaurants and hotels	-	-	-	36,833	335,813	-	4,774	29,318,351	1,327	29,697,098
Finance, insurance/takaful, real estate and business activities	22,290,837	9,191,478	4,497,333	17,229,825	22,545,666	22,373,020	14,075,877	56,644,044	11,137,095	179,985,175
Others										
Household	-	-	-	-	-	-	244	215,642,220	-	215,642,464
Others	-	1,242,342	-	23,129,340	28,637,165	43,873,960	324,868	5,019,080	1,645,099	103,871,854
	22,290,837	10,433,820	4,497,333	43,156,991	62,880,242	74,284,787	14,703,828	380,075,496	12,810,289	625,133,623

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for items recognised in the statements of financial position as at 31 December 2024 and 31 December 2023 based on the industry sectors of the counterparty are as follows: (Continued)

The Group
2023

	Cash and short term funds RM'000	Reverse repurchase agreements RM'000	Deposits and placements with banks and other financial institutions RM'000	Financial investments at fair value through profit or loss RM'000	Debt instruments at fair value through other comprehensive income RM'000	Debt instruments at amortised cost RM'000	Derivative financial instruments RM'000	Loans, advances and financing RM'000	Other financial assets * RM'000	Total RM'000
Primary agriculture	-	-	-	4,773	343,975	55,081	3,234	8,578,668	-	8,985,731
Mining and quarrying	-	-	-	79,357	543,197	1,003,281	35,546	3,225,204	-	4,886,585
Manufacturing	-	-	-	279,041	1,001,077	29,750	134,485	19,049,588	-	20,493,941
Electricity, gas and water supply	-	-	-	880,451	4,692,607	2,938,455	73,349	7,067,885	1,242	15,653,989
Construction	-	-	-	588,160	945,419	1,260,238	6,363	11,926,388	5,630	14,732,198
Transport, storage and communications	-	-	-	2,822,089	3,706,193	3,619,534	157,988	9,462,377	132	19,768,313
Education, health and others	-	-	-	-	16,277	-	508	18,857,177	-	18,873,962
Wholesale and retail trade, and restaurants and hotels	-	-	-	52,599	222,480	-	6,237	27,236,055	-	27,517,371
Finance, insurance/takaful, real estate and business activities	27,163,995	7,155,675	2,697,899	17,088,774	21,935,771	21,112,567	14,820,057	50,014,894	9,863,324	171,852,956
Others										
Household	-	-	-	-	-	-	61	208,526,385	-	208,526,446
Others	-	953,415	-	18,313,467	24,827,614	42,699,866	165,593	4,431,731	1,526,422	92,918,108
	27,163,995	8,109,090	2,697,899	40,108,711	58,234,610	72,718,772	15,403,421	368,376,352	11,396,750	604,209,600

* Other financial assets include amount due from holding company and ultimate holding company, amount due from related companies and other financial assets

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for items recognised in the statements of financial position as at 31 December 2024 and 31 December 2023 based on the industry sectors of the counterparty are as follows: (Continued)

The Bank
2024

	Cash and short term funds RM'000	Reverse repurchase agreements RM'000	Deposits and placements with banks and other financial institutions RM'000	Investment account placement RM'000	Financial investments at fair value through profit or loss RM'000	Debt instruments at fair value through other comprehensive income RM'000	Debt instruments at amortised cost RM'000	Derivative financial instruments RM'000	Loans, advances and financing RM'000	Other financial assets * RM'000	Total RM'000
Primary agriculture	-	-	-	-	-	223,841	29,726	1,398	4,180,078	-	4,435,043
Mining and quarrying	-	-	-	-	67,856	588,787	269,220	35,802	2,172,245	-	3,133,910
Manufacturing	-	-	-	-	2,109	513,308	48,220	23,586	9,897,698	-	10,484,921
Electricity, gas and water supply	-	-	-	-	625,717	4,095,625	1,282,318	4,859	4,223,179	-	10,231,698
Construction	-	-	-	-	379,427	841,788	961,625	8,365	6,740,942	-	8,932,147
Transport, storage and communications	-	-	-	-	353,735	2,280,786	1,942,505	39,548	4,579,717	21	9,196,312
Education, health and others	-	-	-	-	-	-	-	-	15,315,966	-	15,315,966
Wholesale and retail trade, and restaurants and hotels	-	-	-	-	-	219,556	-	201	16,354,746	-	16,574,503
Finance, insurance/takaful, real estate and business activities	14,186,298	7,449,785	5,045,166	2,927,281	12,834,454	18,909,156	19,951,922	7,383,278	40,999,402	9,618,925	139,305,667
Others											
Household	-	-	-	-	-	-	-	-	101,286,356	-	101,286,356
Others	-	1,125,078	-	-	15,172,467	19,011,281	32,575,868	94,474	4,766,354	1,052,001	73,797,523
	14,186,298	8,574,863	5,045,166	2,927,281	29,435,765	46,684,128	57,061,404	7,591,511	210,516,683	10,670,947	392,694,046

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for items recognised in the statements of financial position as at 31 December 2024 and 31 December 2023 based on the industry sectors of the counterparty are as follows: (Continued)

The Bank
2023

	Cash and short term funds RM'000	Reverse repurchase agreements RM'000	Deposits and placements with banks and other financial institutions RM'000	Investment account placement RM'000	Financial investments at fair value through profit or loss RM'000	Debt instruments at fair value through other comprehensive income RM'000	Debt instruments at amortised cost RM'000	Derivative financial instruments RM'000	Loans, advances and financing RM'000	Other financial assets * RM'000	Total RM'000
Primary agriculture	-	-	-	-	4,773	248,186	29,657	3,234	4,484,630	-	4,770,480
Mining and quarrying	-	-	-	-	48,461	452,977	408,603	35,546	2,148,578	-	3,094,165
Manufacturing	-	-	-	-	34,439	528,625	29,750	29,044	11,372,425	-	11,994,283
Electricity, gas and water supply	-	-	-	-	472,365	3,908,003	1,109,197	2,502	3,552,942	1,242	9,046,251
Construction	-	-	-	-	582,935	704,036	710,106	6,288	7,943,387	412	9,947,164
Transport, storage and communications	-	-	-	-	2,293,858	2,516,709	2,625,875	153,814	5,170,403	-	12,760,659
Education, health and others	-	-	-	-	-	-	-	-	15,307,107	-	15,307,107
Wholesale and retail trade, and restaurants and hotels	-	-	-	-	-	39,899	-	2,279	16,048,995	-	16,091,173
Finance, insurance/takaful, real estate and business activities	15,726,241	6,109,419	5,564,193	3,424,851	14,226,140	17,844,459	19,607,501	7,395,757	36,013,530	8,776,946	134,689,037
Others											
Household	-	-	-	-	-	-	-	-	102,922,979	-	102,922,979
Others	-	953,415	-	-	10,351,339	16,590,008	31,512,122	100,845	4,173,027	1,217,002	64,897,758
	15,726,241	7,062,834	5,564,193	3,424,851	28,014,310	42,832,902	56,032,811	7,729,309	209,138,003	9,995,602	385,521,056

* Other financial assets include amount due from holding company and ultimate holding company, amount due from subsidiaries, amount due from related companies and other financial asset

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for financial guarantees and credit related commitments and contingencies, based on the industry sectors of the counterparty are as follows:

	The Group			
	2024		2023	
	Financial guarantees RM'000	**Credit related commitments and contingencies RM'000**	**Financial guarantees RM'000**	**Credit related commitments and contingencies RM'000**
Primary agriculture	**44,334**	**2,177,034**	47,439	3,095,591
Mining and quarrying	**106,109**	**5,009,441**	68,331	3,853,070
Manufacturing	**695,656**	**12,277,389**	808,125	11,278,394
Electricity, gas and water supply	**485,738**	**8,640,722**	531,868	5,762,052
Construction	**626,752**	**11,898,049**	598,102	10,215,604
Transport, storage and communications	**316,843**	**5,208,663**	160,830	4,318,229
Education, health and others	**71,733**	**7,157,396**	77,177	7,073,495
Wholesale and retail trade, and restaurants and hotels	**4,199,265**	**14,487,345**	3,773,828	12,189,610
Finance, insurance/takaful, real estate and business activities	**720,829**	**47,836,780**	514,802	21,952,768
Others				
Household	**124,262**	**50,699,716**	115,268	53,247,634
Others	**36,613**	**1,379,880**	85,513	1,526,916
	7,428,134	**166,772,415**	6,781,283	134,513,363

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.3 Concentration of risks of financial assets with credit risk exposure (Continued)

(b) Industry sectors (Continued)

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) for financial guarantees and credit related commitments and contingencies, based on the industry sectors of the counterparty are as follows: (Continued)

	The Bank			
	2024		2023	
	Financial guarantees RM'000	Credit related commitments and contingencies RM'000	Financial guarantees RM'000	Credit related commitments and contingencies RM'000
Primary agriculture	**40,311**	**1,185,166**	45,621	1,946,428
Mining and quarrying	**96,515**	**4,749,175**	64,592	3,535,824
Manufacturing	**539,962**	**9,175,017**	644,396	8,590,860
Electricity, gas and water supply	**462,203**	**4,609,140**	508,282	2,742,077
Construction	**361,662**	**7,101,326**	362,462	6,076,401
Transport, storage and communications	**299,210**	**3,233,940**	145,756	2,284,597
Education, health and others	**58,531**	**6,240,255**	72,865	6,037,073
Wholesale and retail trade, and restaurants and hotels	**3,010,189**	**10,189,665**	2,651,247	8,732,626
Finance, insurance/takaful, real estate and business activities	**693,899**	**41,929,562**	471,601	16,279,591
Others				
Household	**103,949**	**40,328,756**	113,298	40,426,590
Others	**32,700**	**1,298,684**	35,309	1,452,029
	5,699,131	**130,040,686**	5,115,429	98,104,096

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets

(a) Financial assets using General 3-stage approach

Where expected credit loss model is applied, the credit quality of financial instruments subject to credit risk are assessed by reference to internal rating system adopted by the Group, as summarised below:

Loans, advances and financing and loans commitment and financial guarantees

Rating classification	Internal rating label
Good	1 to 17
Satisfactory	18 to 25
Impaired	26 and above

Other financial instruments

Rating classification	Internal rating label
Investment Grade (IG)	1 to 10
Non-Investment Grade	11 to 25
Impaired	26 and above

Other financial instruments include cash and short-term funds, deposits and placements with banks and other financial institutions, reverse repurchase agreements/reverse Collateralised Commodity Murabahah at amortised cost, debt instruments at fair value through other comprehensive income ("FVOCI"), debt instruments at amortised cost, amount due from intercompany balances and other assets.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

Credit quality description can be summarised as follows:

Good – There is a high likelihood of the asset being recovered in full and therefore, of no cause for concern to the Group and the Bank.

Satisfactory – There is concern over the counterparty's ability to make payments when due. However, these have not yet converted to actual delinquency and the counterparty is continuing to make payments when due and is expected to settle all outstanding amounts of principal and interest.

Investment Grade – It refers to the credit quality of the financial asset where there is a relatively low risk of credit default as the issuer of the financial asset has a high likelihood to meet payment obligations.

Non-investment Grade – There is concern over the credit quality of the financial asset due to the issuer's ability to repay its obligation when due.

No rating – This includes exposures under the Standardised Approach and those where ratings are not available and portfolio average were applied.

Impaired – Refers to the asset that is being impaired.

Sovereign – Refers to exposures relate to government and central bank.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised.

The Group 2024	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Cash and short-term fund and deposits and placement with banks and other financial institutions					
Sovereign	**1,553,289**	**-**	**-**	**-**	**1,553,289**
Investment grade	**12,427,304**	**-**	**-**	**-**	**12,427,304**
Non-investment grade	**2,318**	**-**	**-**	**-**	**2,318**
No rating	**12,806,569**	**-**	**-**	**-**	**12,806,569**
Gross carrying amount	**26,789,480**	**-**	**-**	**-**	**26,789,480**
Total ECL	**(1,310)**	**-**	**-**	**-**	**(1,310)**
Net carrying amount	**26,788,170**	**-**	**-**	**-**	**26,788,170**
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah, at amortised cost					
Investment grade	**2,111,272**	**-**	**-**	**-**	**2,111,272**
Non-investment grade	**-**	**-**	**-**	**-**	**-**
No rating	**8,322,548**	**-**	**-**	**-**	**8,322,548**
Gross carrying amount	**10,433,820**	**-**	**-**	**-**	**10,433,820**
Total ECL	**-**	**-**	**-**	**-**	**-**
Net carrying amount	**10,433,820**	**-**	**-**	**-**	**10,433,820**
Debt instruments at FVOCI					
Sovereign	**31,686,537**	**-**	**-**	**-**	**31,686,537**
Investment grade	**23,765,809**	**20,510**	**-**	**-**	**23,786,319**
Non-investment grade	**6,796,313**	**38,384**	**-**	**-**	**6,834,697**
No rating	**572,689**	**-**	**-**	**-**	**572,689**
Gross carrying amount*	**62,821,348**	**58,894**	**-**	**-**	**62,880,242**
Total ECL ^^	**(47,171)**	**(17,149)**	**-**	**-**	**(64,320)**
Debt instruments at amortised cost					
Sovereign	**62,353,646**	**-**	**-**	**-**	**62,353,646**
Investment grade	**7,189,431**	**31,269**	**-**	**-**	**7,220,700**
Non-investment grade	**3,348,801**	**-**	**-**	**-**	**3,348,801**
Impaired	**-**	**-**	**1,417,787**	**-**	**1,417,787**
No rating	**531,330**	**-**	**-**	**-**	**531,330**
Gross carrying amount	**73,423,208**	**31,269**	**1,417,787**	**-**	**74,872,264**
Total ECL	**(6,868)**	**(1,198)**	**(579,411)**	**-**	**(587,477)**
Net carrying amount	**73,416,340**	**30,071**	**838,376**	**-**	**74,284,787**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Group 2024	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost (i)					
Good	**227,132,115**	**3,570,142**	**-**	**-**	**230,702,257**
Satisfactory	**53,559,543**	**17,068,532**	**-**	**-**	**70,628,075**
Impaired	**-**	**-**	**6,171,264**	**-**	**6,171,264**
No rating	**76,841,370**	**2,346,837**	**-**	**-**	**79,188,207**
Gross carrying amount	**357,533,028**	**22,985,511**	**6,171,264**	**-**	**386,689,803**
Total ECL	**(2,065,265)**	**(1,313,007)**	**(3,236,035)**	**-**	**(6,614,307)**
Net carrying amount	**355,467,763**	**21,672,504**	**2,935,229**	**-**	**380,075,496**
Other assets					
Sovereign	**871,015**	**-**	**-**	**-**	**871,015**
Investment grade	**4,885,512**	**-**	**-**	**-**	**4,885,512**
Non-investment grade	**67,736**	**-**	**-**	**-**	**67,736**
Impaired	**-**	**-**	**517,614**	**-**	**517,614**
No rating	**1,810,821**	**-**	**-**	**-**	**1,810,821**
Gross carrying amount	**7,635,084**	**-**	**517,614**	**-**	**8,152,698**
Total ECL	**(90,368)**	**-**	**(517,614)**	**-**	**(607,982)**
Net carrying amount	**7,544,716**	**-**	**-**	**-**	**7,544,716**
Intercompany balances					
Investment grade	**11,021**	**-**	**-**	**-**	**11,021**
No rating	**4,703,759**	**-**	**-**	**-**	**4,703,759**
Gross carrying amount	**4,714,780**	**-**	**-**	**-**	**4,714,780**
Total ECL	**-**	**-**	**-**	**-**	**-**
Net carrying amount	**4,714,780**	**-**	**-**	**-**	**4,714,780**
Loan commitments and financial guarantee contracts					
Good	**106,346,424**	**1,229,960**	**-**	**-**	**107,576,384**
Satisfactory	**8,187,529**	**2,702,040**	**-**	**-**	**10,889,569**
Impaired	**-**	**-**	**252,398**	**-**	**252,398**
No rating	**55,430,776**	**50,527**	**895**	**-**	**55,482,198**
Gross exposure	**169,964,729**	**3,982,527**	**253,293**	**-**	**174,200,549**
Total ECL	**(183,897)**	**(71,948)**	**(77,618)**	**-**	**(333,463)**
Net exposure	**169,780,832**	**3,910,579**	**175,675**	**-**	**173,867,086**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Group 2023	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Cash and short-term fund and deposits and placement with banks and other financial institutions					
Sovereign	4,146,644	-	-	-	4,146,644
Investment grade	12,339,326	-	-	-	12,339,326
Non-investment grade	2,261	-	-	-	2,261
No rating	13,376,517	-	-	-	13,376,517
Gross carrying amount	29,864,748	-	-	-	29,864,748
Total ECL	(2,854)	-	-	-	(2,854)
Net carrying amount	29,861,894	-	-	-	29,861,894
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah, at amortised cost					
Investment grade	1,977,175	-	-	-	1,977,175
Non-investment grade	66,942	-	-	-	66,942
No rating	6,064,973	-	-	-	6,064,973
Gross carrying amount	8,109,090	-	-	-	8,109,090
Total ECL	-	-	-	-	-
Net carrying amount	8,109,090	-	-	-	8,109,090
Debt instruments at FVOCI					
Sovereign	29,804,595	-	-	-	29,804,595
Investment grade	16,910,393	-	-	-	16,910,393
Non-investment grade	9,676,058	142,564	-	-	9,818,622
No rating	1,701,000	-	-	-	1,701,000
Gross carrying amount*	58,092,046	142,564	-	-	58,234,610
Total ECL ^^	(59,876)	(748)	-	-	(60,624)
Debt instruments at amortised cost					
Sovereign	61,961,177	-	-	-	61,961,177
Investment grade	5,034,988	-	-	-	5,034,988
Non-investment grade	4,173,500	-	-	-	4,173,500
Impaired	-	-	1,457,754	-	1,457,754
No rating	709,309	-	-	-	709,309
Gross carrying amount	71,878,974	-	1,457,754	-	73,336,728
Total ECL	(11,650)	-	(606,306)	-	(617,956)
Net carrying amount	71,867,324	-	851,448	-	72,718,772

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Group 2023	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost (i)					
Good	238,915,560	6,417,662	-	-	245,333,222
Satisfactory	37,052,182	12,900,980	-	-	49,953,162
Impaired	-	-	7,261,739	6,117	7,267,856
No rating	70,358,858	2,058,597	-	-	72,417,455
Gross carrying amount	346,326,600	21,377,239	7,261,739	6,117	374,971,695
Total ECL	(2,455,703)	(1,334,811)	(3,077,099)	(1,863)	(6,869,476)
Net carrying amount	343,870,897	20,042,428	4,184,640	4,254	368,102,219
Other assets					
Sovereign	1,196,109	-	-	-	1,196,109
Investment grade	3,247,341	-	-	-	3,247,341
Non-investment grade	15,282	-	-	-	15,282
Impaired	-	-	517,882	-	517,882
No rating	2,646,993	2,000	-	-	2,648,993
Gross carrying amount	7,105,725	2,000	517,882	-	7,625,607
Total ECL	(29,751)	(2,000)	(517,882)	-	(549,633)
Net carrying amount	7,075,974	-	-	-	7,075,974
Intercompany balances					
Investment grade	16,699	-	-	-	16,699
No rating	3,872,643	-	-	-	3,872,643
Gross carrying amount	3,889,342	-	-	-	3,889,342
Total ECL	-	-	-	-	-
Net carrying amount	3,889,342	-	-	-	3,889,342
Loan commitments and financial guarantee contracts					
Good	81,821,707	944,506	-	-	82,766,213
Satisfactory	8,474,665	2,490,736	-	-	10,965,401
Impaired	-	-	265,501	-	265,501
No rating	47,218,984	78,547	-	-	47,297,531
Gross exposure	137,515,356	3,513,789	265,501	-	141,294,646
Total ECL	(300,347)	(61,943)	(170,922)	-	(533,212)
Net exposure	137,215,009	3,451,846	94,579	-	140,761,434

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Bank 2024	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Cash and short-term fund and deposits and placement with banks and other financial institutions					
Sovereign	**1,126,645**	-	-	-	**1,126,645**
Investment grade	**12,129,993**	-	-	-	**12,129,993**
Non-investment grade	**241**	-	-	-	**241**
No rating	**5,974,933**	-	-	-	**5,974,933**
Gross carrying amount	**19,231,812**	-	-	-	**19,231,812**
Total ECL	**(348)**	-	-	-	**(348)**
Net carrying amount	**19,231,464**	-	-	-	**19,231,464**
Investment account placement					
No rating	**2,927,281**	-	-	-	**2,927,281**
Gross carrying amount	**2,927,281**	-	-	-	**2,927,281**
Total ECL	-	-	-	-	-
Net carrying amount	**2,927,281**	-	-	-	**2,927,281**
Reverse repurchase agreements, at amortised cost					
Investment grade	**1,986,920**	-	-	-	**1,986,920**
No rating	**6,587,943**	-	-	-	**6,587,943**
Gross carrying amount	**8,574,863**	-	-	-	**8,574,863**
Total ECL	-	-	-	-	-
Net carrying amount	**8,574,863**	-	-	-	**8,574,863**
Debt instruments at FVOCI					
Sovereign	**19,932,178**	-	-	-	**19,932,178**
Investment grade	**20,984,424**	**20,510**	-	-	**21,004,934**
Non-investment grade	**5,177,857**	-	-	-	**5,177,857**
No rating	**569,159**	-	-	-	**569,159**
Gross carrying amount*	**46,663,618**	**20,510**	-	-	**46,684,128**
Total ECL	**(44,582)**	**(2,022)**	-	-	**(46,604)**
Debt instruments at amortised cost					
Sovereign	**45,914,665**	-	-	-	**45,914,665**
Investment grade	**5,567,674**	**31,269**	-	-	**5,598,943**
Non-investment grade	**2,980,498**	-	-	-	**2,980,498**
Impaired	-	-	**782,778**	-	**782,778**
No rating	**2,385,138**	-	-	-	**2,385,138**
Gross carrying amount	**56,847,975**	**31,269**	**782,778**	-	**57,662,022**
Total ECL	**(20,166)**	**(1,198)**	**(579,254)**	-	**(600,618)**
Net carrying amount	**56,827,809**	**30,071**	**203,524**	-	**57,061,404**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Bank 2024	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost (i)					
Good	**145,408,911**	**2,813,325**	**-**	**-**	**148,222,236**
Satisfactory	**17,208,415**	**8,980,194**	**-**	**-**	**26,188,609**
Impaired	**-**	**-**	**3,399,358**	**-**	**3,399,358**
No rating	**35,560,533**	**851,476**	**-**	**-**	**36,412,009**
Gross carrying amount	**198,177,859**	**12,644,995**	**3,399,358**	**-**	**214,222,212**
Total ECL	**(1,097,670)**	**(589,055)**	**(2,018,804)**	**-**	**(3,705,529)**
Net carrying amount	**197,080,189**	**12,055,940**	**1,380,554**	**-**	**210,516,683**
Other assets					
Sovereign	**153,415**	**-**	**-**	**-**	**153,415**
Investment grade	**3,650,898**	**-**	**-**	**-**	**3,650,898**
Impaired	**-**	**-**	**517,079**	**-**	**517,079**
No rating	**1,750,794**	**-**	**-**	**-**	**1,750,794**
Gross carrying amount	**5,555,107**	**-**	**517,079**	**-**	**6,072,186**
Total ECL	**(36,196)**	**-**	**(517,079)**	**-**	**(553,275)**
Net carrying amount	**5,518,911**	**-**	**-**	**-**	**5,518,911**
Intercompany balances					
Investment grade	**8,866**	**-**	**-**	**-**	**8,866**
No rating	**4,712,119**	**-**	**-**	**-**	**4,712,119**
Gross carrying amount	**4,720,985**	**-**	**-**	**-**	**4,720,985**
Total ECL	**-**	**-**	**-**	**-**	**-**
Net carrying amount	**4,720,985**	**-**	**-**	**-**	**4,720,985**
Loan commitments and financial guarantee contracts					
Good	**85,656,321**	**1,109,542**	**-**	**-**	**86,765,863**
Satisfactory	**4,910,974**	**2,326,864**	**-**	**-**	**7,237,838**
Impaired	**-**	**-**	**141,152**	**-**	**141,152**
No rating	**41,545,494**	**48,575**	**895**	**-**	**41,594,964**
Gross exposure	**132,112,789**	**3,484,981**	**142,047**	**-**	**135,739,817**
Total ECL	**(150,148)**	**(62,116)**	**(32,566)**	**-**	**(244,830)**
Net exposure	**131,962,641**	**3,422,865**	**109,481**	**-**	**135,494,987**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

The Bank 2023	12-month ECL (Stage 1) RM'000	Lifetime ECL - not credit impaired (Stage 2) RM'000	Lifetime ECL - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Cash and short-term fund and deposits and placement with banks and other financial institutions					
Sovereign	3,821,911	-	-	-	3,821,911
Investment grade	12,001,385	-	-	-	12,001,385
Non-investment grade	79	-	-	-	79
No rating	5,467,115	-	-	-	5,467,115
Gross carrying amount	21,290,490	-	-	-	21,290,490
Total ECL	(56)	-	-	-	(56)
Net carrying amount	21,290,434	-	-	-	21,290,434
Investment account placement					
No rating	3,424,851	-	-	-	3,424,851
Gross carrying amount	3,424,851	-	-	-	3,424,851
Total ECL	-	-	-	-	-
Net carrying amount	3,424,851	-	-	-	3,424,851
Reverse repurchase agreements, at amortised cost					
Investment grade	1,697,927	-	-	-	1,697,927
No rating	5,364,907	-	-	-	5,364,907
Gross carrying amount	7,062,834	-	-	-	7,062,834
Total ECL	-	-	-	-	-
Net carrying amount	7,062,834	-	-	-	7,062,834
Debt instruments at FVOCI					
Sovereign	18,735,599	-	-	-	18,735,599
Investment grade	14,954,992	-	-	-	14,954,992
Non-investment grade	7,318,617	126,224	-	-	7,444,841
No rating	1,697,470	-	-	-	1,697,470
Gross carrying amount*	42,706,678	126,224	-	-	42,832,902
Total ECL	(57,409)	(686)	-	-	(58,095)
Debt instruments at amortised cost					
Sovereign	44,966,391	-	-	-	44,966,391
Investment grade	6,439,827	-	-	-	6,439,827
Non-investment grade	3,514,090	-	-	-	3,514,090
Impaired	-	-	855,895	-	855,895
No rating	881,733	-	-	-	881,733
Gross carrying amount	55,802,041	-	855,895	-	56,657,936
Total ECL	(26,000)	-	(599,125)	-	(625,125)
Net carrying amount	55,776,041	-	256,770	-	56,032,811

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

The following tables are analysis of the credit risk exposure of financial assets for which an expected credit losses ("ECL") is recognised. (Continued)

2023	RM'000	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing at amortised cost (i)					
Good	151,775,331	4,706,586	-	-	156,481,917
Satisfactory	13,862,948	7,878,591	-	-	21,741,539
Impaired	-	-	4,085,846	-	4,085,846
No rating	30,103,381	667,180	-	-	30,770,561
Gross carrying amount	195,741,660	13,252,357	4,085,846	-	213,079,863
Total ECL	(1,387,514)	(650,622)	(1,903,724)	-	(3,941,860)
Net carrying amount	194,354,146	12,601,735	2,182,122	-	209,138,003
Other assets					
Sovereign	472,655	-	-	-	472,655
Investment grade	2,685,880	-	-	-	2,685,880
Impaired	-	-	517,347	-	517,347
No rating	2,614,877	2,000	-	-	2,616,877
Gross carrying amount	5,773,412	2,000	517,347	-	6,292,759
Total ECL	(11,839)	(2,000)	(517,347)	-	(531,186)
Net carrying amount	5,761,573	-	-	-	5,761,573
Intercompany balances					
Investment grade	19,552	-	-	-	19,552
No rating	3,878,751	-	-	-	3,878,751
Gross carrying amount	3,898,303	-	-	-	3,898,303
Total ECL	-	-	-	-	-
Net carrying amount	3,898,303	-	-	-	3,898,303
Loan commitments and financial guarantee contracts					
Good	58,435,464	628,452	-	-	59,063,916
Satisfactory	5,799,669	2,261,190	-	-	8,060,859
Impaired	-	-	163,891	-	163,891
No rating	35,857,235	73,624	-	-	35,930,859
Gross exposure	100,092,368	2,963,266	163,891	-	103,219,525
Total ECL	(202,436)	(47,887)	(99,184)	-	(349,507)
Net exposure	99,889,932	2,915,379	64,707	-	102,870,018

* This represents the fair value of the securities

^^ The ECL is recognised in other comprehensive income instead of in the statement of financial position as the carrying amount of debt instruments at FVOCI are equivalent to their fair value.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

(i) Analysis of credit quality of loans, advances and financing by product

The Group
2024

	Loans, advances and financing at amortised cost									
	Overdraft RM'000	Term loans / financing RM'000	Bills receivable RM'000	Trust receipts RM'000	Claims on customers under acceptance credits RM'000	Staff loans RM'000	Credit card receivables RM'000	Revolving credits RM'000	Share margin financing RM'000	Total gross carrying amount RM'000
12-month ECL (Stage 1)	**4,242,318**	**296,930,026**	**6,180,177**	**1,585,038**	**2,587,358**	**1,519,055**	**7,795,479**	**36,670,940**	**22,637**	**357,533,028**
- Good	**1,437,476**	**194,590,978**	**4,133,352**	**1,157,037**	**1,190,174**	**1,346,699**	**3,912,244**	**19,364,155**	**-**	**227,132,115**
- Satisfactory	**356,832**	**46,871,451**	**494,271**	**141,155**	**194,298**	**975**	**3,545,048**	**1,955,513**	**-**	**53,559,543**
- No rating	**2,448,010**	**55,467,597**	**1,552,554**	**286,846**	**1,202,886**	**171,381**	**338,187**	**15,351,272**	**22,637**	**76,841,370**
Lifetime ECL - not credit impaired (Stage 2)	**914,769**	**17,440,469**	**903,822**	**463,678**	**587,269**	**597**	**258,063**	**2,416,844**	**-**	**22,985,511**
- Good	**218,076**	**2,079,882**	**130,040**	**415,423**	**122,513**	**-**	**1,667**	**602,541**	**-**	**3,570,142**
- Satisfactory	**630,398**	**13,197,065**	**772,796**	**34,695**	**464,756**	**597**	**252,156**	**1,716,069**	**-**	**17,068,532**
- No rating	**66,295**	**2,163,522**	**986**	**13,560**	**-**	**-**	**4,240**	**98,234**	**-**	**2,346,837**
Lifetime ECL - credit impaired (Stage 3)	**203,190**	**5,566,968**	**34,173**	**17,079**	**103,823**	**773**	**117,223**	**128,035**	**-**	**6,171,264**
- Impaired	**203,190**	**5,566,968**	**34,173**	**17,079**	**103,823**	**773**	**117,223**	**128,035**	**-**	**6,171,264**
Total	**5,360,277**	**319,937,463**	**7,118,172**	**2,065,795**	**3,278,450**	**1,520,425**	**8,170,765**	**39,215,819**	**22,637**	**386,689,803**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

(i) Analysis of credit quality of loans, advances and financing by product (Continued)

The Group
2023

	Loans, advances and financing at amortised cost									
	Overdraft RM'000	**Term loans / financing RM'000**	**Bills receivable RM'000**	**Trust receipts RM'000**	**Claims on customers under acceptance credits RM'000**	**Staff loans RM'000**	**Credit card receivables RM'000**	**Revolving credits RM'000**	**Share margin financing RM'000**	**Total gross carrying amount RM'000**
12-month ECL (Stage 1)	4,233,738	286,544,501	6,011,470	1,504,556	3,014,892	1,503,280	7,390,233	36,104,243	19,687	346,326,600
- Good	1,587,486	204,508,999	4,944,063	1,129,701	1,743,766	1,324,588	3,776,979	19,899,978	-	238,915,560
- Satisfactory	289,153	31,386,961	122,996	99,630	99,006	1,659	3,343,411	1,709,366	-	37,052,182
- No rating	2,357,099	50,648,541	944,411	275,225	1,172,120	177,033	269,843	14,494,899	19,687	70,358,858
Lifetime ECL - not credit impaired (Stage 2)	688,149	16,772,588	632,802	414,723	488,790	1,450	249,987	2,128,750	-	21,377,239
- Good	217,044	3,739,017	349,641	383,992	344,035	385	1,667	1,381,881	-	6,417,662
- Satisfactory	406,338	11,107,521	282,043	23,799	144,629	730	245,979	689,941	-	12,900,980
- No rating	64,767	1,926,050	1,118	6,932	126	335	2,341	56,928	-	2,058,597
Lifetime ECL - credit impaired (Stage 3)	192,204	6,680,823	37,990	40,836	101,332	499	103,858	104,197	-	7,261,739
- Impaired	192,204	6,680,823	37,990	40,836	101,332	499	103,858	104,197	-	7,261,739
Purchase credit impaired	-	6,117	-	-	-	-	-	-	-	6,117
- Impaired	-	6,117	-	-	-	-	-	-	-	6,117
Total	5,114,091	310,004,029	6,682,262	1,960,115	3,605,014	1,505,229	7,744,078	38,337,190	19,687	374,971,695

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

(i) Analysis of credit quality of loans, advances and financing by product (Continued)

The Bank
2024

	Loans, advances and financing at amortised cost									
	Overdraft	Term loans / financing	Bills receivable	Trust receipts	Claims on customers under acceptance credits	Staff loans	Credit card receivables	Revolving credits	Share margin financing	Total gross carrying amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12-month ECL (Stage 1)	**1,780,568**	**152,488,481**	**3,680,369**	**446,284**	**1,574,895**	**1,034,573**	**7,233,723**	**29,916,329**	**22,637**	**198,177,859**
- Good	**625,812**	**122,269,347**	**2,209,002**	**319,570**	**754,293**	**1,008,424**	**3,689,731**	**14,532,732**	**-**	**145,408,911**
- Satisfactory	**139,523**	**11,494,345**	**256,810**	**49,164**	**87,691**	**975**	**3,230,314**	**1,949,593**	**-**	**17,208,415**
- No rating	**1,015,233**	**18,724,789**	**1,214,557**	**77,550**	**732,911**	**25,174**	**313,678**	**13,434,004**	**22,637**	**35,560,533**
Lifetime ECL - not credit impaired (Stage 2)	**550,252**	**8,912,738**	**463,977**	**380,070**	**402,106**	**350**	**238,736**	**1,696,766**	**-**	**12,644,995**
- Good	**130,254**	**1,714,098**	**42,130**	**352,359**	**85,219**	**-**	**1,518**	**487,747**	**-**	**2,813,325**
- Satisfactory	**389,125**	**6,477,000**	**421,847**	**27,006**	**316,887**	**350**	**233,165**	**1,114,814**	**-**	**8,980,194**
- No rating	**30,873**	**721,640**	**-**	**705**	**-**	**-**	**4,053**	**94,205**	**-**	**851,476**
Lifetime ECL - credit impaired (Stage 3)	**133,954**	**3,007,965**	**18,620**	**6,276**	**44,172**	**444**	**106,850**	**81,077**	**-**	**3,399,358**
- Impaired	**133,954**	**3,007,965**	**18,620**	**6,276**	**44,172**	**444**	**106,850**	**81,077**	**-**	**3,399,358**
Total	**2,464,774**	**164,409,184**	**4,162,966**	**832,630**	**2,021,173**	**1,035,367**	**7,579,309**	**31,694,172**	**22,637**	**214,222,212**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(a) Financial assets using General 3-stage approach (Continued)

(i) Analysis of credit quality of loans, advances and financing by product (Continued)

The Bank
2023

	Loans, advances and financing at amortised cost									
	Overdraft	Term loans / financing	Bills receivable	Trust receipts	Claims on customers under acceptance credits	Staff loans	Credit card receivables	Revolving credits	Share margin financing	Total gross carrying amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12-month ECL (Stage 1)	1,948,189	150,606,014	3,829,749	506,222	2,018,129	1,043,026	7,071,728	28,698,916	19,687	195,741,660
- Good	768,944	127,023,328	3,068,561	355,437	1,095,435	1,014,289	3,664,349	14,784,988	-	151,775,331
- Satisfactory	137,264	8,593,036	106,315	98,599	67,856	1,659	3,153,866	1,704,353	-	13,862,948
- No rating	1,041,981	14,989,650	654,873	52,186	854,838	27,078	253,513	12,209,575	19,687	30,103,381
Lifetime ECL - not credit impaired (Stage 2)	417,193	9,507,655	341,766	378,848	278,133	730	238,661	2,089,371	-	13,252,357
- Good	121,376	2,471,775	182,418	363,067	187,435	-	1,647	1,378,868	-	4,706,586
- Satisfactory	264,827	6,455,603	159,348	15,781	90,572	730	234,933	656,797	-	7,878,591
- No rating	30,990	580,277	-	-	126	-	2,081	53,706	-	667,180
Lifetime ECL - credit impaired (Stage 3)	112,579	3,680,537	22,123	9,172	62,190	184	99,077	99,984	-	4,085,846
- Impaired	112,579	3,680,537	22,123	9,172	62,190	184	99,077	99,984	-	4,085,846
Total	2,477,961	163,794,206	4,193,638	894,242	2,358,452	1,043,940	7,409,466	30,888,271	19,687	213,079,863

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(b) Financial assets using simplified approach

The credit quality of other assets are assessed by reference to internal rating system adopted by the Group. Where internal rating system is not applied, external credit rating by major credit rating agencies will be adopted, as summarised below:

The Group and the Bank

Rating classification	Internal rating label	External credit rating
Investment Grade (IG)	1 to 10	AAA to BBB-
Non-Investment Grade	11 to 28	BB+ and below

The following tables are analysis of the credit risk exposure of other asset using simplified approach:

The Group

2024	**Sovereign**	**Investment grade**	**No rating**	**Gross carrying amount**	**ECL**	**Net carrying amount**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Other assets	**-**	**36,201**	**518,463**	**554,664**	**(3,871)**	**550,793**
	-	**36,201**	**518,463**	**554,664**	**(3,871)**	**550,793**

2023	**Sovereign**	**Investment grade**	**No rating**	**Gross carrying amount**	**ECL**	**Net carrying amount**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Other assets	-	63,968	376,071	440,039	(8,605)	431,434
	-	63,968	376,071	440,039	(8,605)	431,434

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.4 Credit quality of financial assets (Continued)

(b) Financial assets using simplified approach (Continued)

The following tables are analysis of the credit risk exposure of other asset using simplified approach: (Continued)

The Bank

2024

	Sovereign	Investment grade	No rating	Gross carrying amount	ECL	Net carrying amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Other assets	-	**25,430**	**407,919**	**433,349**	**(2,298)**	**431,051**
	-	**25,430**	**407,919**	**433,349**	**(2,298)**	**431,051**

2023

	Sovereign	Investment grade	No rating	Gross carrying amount	ECL	Net carrying amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Other assets	-	48,424	293,337	341,761	(6,035)	335,726
	-	48,424	293,337	341,761	(6,035)	335,726

Credit quality description can be summarised below:

Investment Grade – It refers to the credit quality of the financial asset where there is a relatively low risk of credit default as the issuer of the financial asset has a high likelihood to meet payment obligations.

Non-investment Grade – There is concern over the credit quality of the financial asset due to the issuer's ability to repay its obligation when due.

No rating – This includes exposures where ratings are not available and portfolio average were applied.

Sovereign – Refers to exposures relate to government and central bank.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.5 Repossessed collateral

The Group obtained assets by taking possession of collateral held as security as follows:

	The Group Carrying amount	
	2024	2023
Nature of assets	**RM'000**	RM'000
Industrial and residential properties, development land and motor vehicles	**139,494**	172,329

Repossessed collaterals are sold as soon as practicable. The Group does not utilise the repossessed collaterals for its business use.

57.1.6 Modification of loans, advances and financing

The following table provides information on financial assets that were modified while they had a loss allowance measured at an amount equal to lifetime ECL – not credit impaired (Stage 2):

	The Group	
	2024	2023
	RM'000	RM'000
Amortised cost before modification	**230,250**	105,790
Modification loss	**(1,396)**	(1,168)
Amortised cost after modification	**228,854**	104,622

	The Bank	
	2024	2023
	RM'000	RM'000
Amortised cost before modification	**-**	9,617
Modification loss	**-**	(230)
Amortised cost after modification	-	9,387

Gross carrying amounts of loans, advances and financing of the Group and the Bank as at 31 December 2024, for which loss allowance has changed to 12-month measurement (Stage 1) of the Group and the Bank during the financial year amounting to RM3,472,000 (2023: RM4,305,000) and RMNil (2023: RM33,000) respectively.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.1 Credit risk (Continued)

57.1.7 Overlays and adjustments for expected credit losses

In the post-COVID-19 environment, the Group continued to apply overlays and post-model adjustments to address economic uncertainties and external risks including, but not limited to, international trade trends, the prevailing effects of high policy rates and inflation, as well as the potential consequences of global geopolitical tensions for the adequacy of the overall level of ECL for the year ended 31 December 2024.

These overlays and post-model adjustments were applied to reflect the latest macroeconomic outlook not captured in the modelled outcome and the potential impact on delinquencies and defaults arising from the potential risks mentioned above.

The overlays and post-model adjustments involved a significant level of judgement and have reflected the management's views on the severity of post-pandemic impacts and paths to recovery in the forward-looking assessment of ECL estimation.

The impact of these overlays and post-model adjustments is estimated at the portfolio level, which remains outside the core MFRS 9 process and amounts to RM1,138.0 million (2023: RM1,549.3 million) and RM340.6 million (2023: RM594.0 million) of the Group’s and the Bank’s ECL on loans, advances and financing (including undrawn loans, advances and financing). Total overlays for ECL inclusive of the macro-economic adjustments is maintained by the Group within loans, advances and financing as at 31 December 2024.

57 Financial Risk Management (Continued)

57.2 Market risk

Market risk is defined as fluctuations in the value of financial instruments due to changes in market risk factors such as interest rates/profit rates, currency exchange rates, credit spreads, equity prices, commodities prices and their associated volatility.

Market Risk Management ("MRM")

The Group hedges the exposures to market risk by employing various strategies, including the use of derivative instruments.

The Group adopts various measures as part of risk management process. The GRCC with the assistance of GMCRC and its delegated committees ensure that the risk exposures undertaken by the Group is within the risk appetite approved by the Board.

Market Risk CoE is responsible for measuring and controlling the Group's market risk through robust measurement and market risk limit monitoring while facilitating business growth within a controlled and transparent risk management framework. Market Risk CoE evaluates the market exposures using the applicable market price and pricing model. The valuation process is carried out with the independent price verification requirements to ensure that financial assets/liabilities are recorded at fair value. The valuation methods and models used are validated by Market Risk Management quantitative analysts to assess their applicability relative to market conditions.

The Group adopts the VaR methodology as an approach in the measurement of market risk. VaR is a statistical measure of the potential losses that could occur as a result of movements in market rates and prices over a specified time horizon within a given confidence level. The usage of market VaR by risk type based on 1-day holding period of the Group's and the Bank's trading exposures as at 31 December 2024 is shown in table 57.2.1.

Stress testing is conducted to capture the potential market risk exposures from an unexpected market movement. In formulating stress scenarios, consideration is given to various aspects of the market; for example, identification of areas where unexpected losses can occur and areas where historical correlation may no longer hold true.

In addition to the above, Market Risk CoE undertakes the monitoring and oversight process at Treasury & Markets' trading floors, which include reviewing and analysing treasury trading activities vis-à-vis changes in the financial markets, monitoring limit usage, assessing limit adequacy and verifying transaction prices.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

Market Risk Management ("MRM") (Continued)

Capital Treatment for Market Risk

At present, the Group adopts the Standardised Approach to compute market risk capital requirement under BNM's guidelines on Capital Adequacy Framework ("CAF") (Basel II – Risk Weighted Assets) and Capital Adequacy Framework for Islamic Banks ("CAFIB") (Risk-Weighted Assets).

57.2.1 VaR

The usage of market VaR by risk type based on 1-day holding period of the Group's and the Bank's trading exposures are set out below:

	The Group		The Bank *	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Foreign exchange risk	**22,893**	13,446	**17,493**	9,963
Interest rate risk	**15,474**	13,775	**12,172**	7,846
Equity risk	**2,667**	2,797	**2,667**	2,797
Commodity risk	**171**	514	**171**	514
Total	**41,205**	30,532	**32,503**	21,120
Total shareholder's fund	**54,476,010**	52,427,074	**41,124,616**	40,637,668
Percentage over shareholder's funds	**0.08%**	0.06%	**0.08%**	0.05%

* Includes the operations of CIMB Bank (L) Limited.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk

Interest rate risk relates to the potential adverse impact on the net interest income arising from the changes in market rates. One of the primary sources of interest rate risk is the repricing mismatches between interest earning assets and interest bearing liabilities. Interest rate risk is measured and reported at various levels through various techniques including Earnings-at-Risk ("EaR").

(a) The tables below summarise the Group's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates:

The Group
2024

	Non-trading book								
	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Trading book RM'000	Total RM'000
Financial assets									
Cash and short-term funds	**20,001,864**	-	-	-	-	-	**6,216,405**	-	**26,218,269**
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	**7,914,882**	**1,078,570**	**447,673**	**953,672**	-	-	**39,023**	-	**10,433,820**
Deposits and placements with banks and other financial institutions	-	**3,680,593**	**777,899**	**21,097**	-	-	**17,744**	-	**4,497,333**
Financial investments at fair value through profit or loss	-	-	-	-	-	-	**1,488,335**	**44,846,842**	**46,335,177**
Debt instruments at fair value through other comprehensive income	**611,706**	**1,806,488**	**1,626,665**	**2,203,869**	**25,652,250**	**30,437,973**	**541,291**	-	**62,880,242**
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	**366,709**	-	**366,709**
Debt instruments at amortised cost	**2,749,790**	**7,514,659**	**5,447,038**	**3,608,215**	**22,409,111**	**31,844,708**	**711,266**	-	**74,284,787**
Derivative financial instruments	**54,659**	**30,685**	**49,123**	**10,378**	**339,713**	**307,207**	-	**13,912,063**	**14,703,828**
Loans, advances and financing	**301,533,922**	**10,411,193**	**4,752,602**	**6,471,840**	**23,751,767**	**33,113,209**	**40,963**	-	**380,075,496**
Other assets	**5,663,177**	-	-	-	**405**	-	**2,431,927**	-	**8,095,509**
Amounts due from holding company and ultimate holding company	-	-	-	-	-	-	**7,237**	-	**7,237**
Amounts due from related companies	-	-	-	-	-	-	**4,707,543**	-	**4,707,543**
Total financial assets	**338,530,000**	**24,522,188**	**13,101,000**	**13,269,071**	**72,153,246**	**95,703,097**	**16,568,443**	**58,758,905**	**632,605,950**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(a) The tables below summarise the Group's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates: (Continued)

The Group

2024

	← Non-trading book →								
	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Trading book RM'000	Total RM'000
Financial liabilities									
Deposits from customers	**209,162,934**	**69,535,258**	**49,220,278**	**32,933,309**	**1,473,914**	**422,113**	**45,482,828**	**-**	**408,230,634**
Investment accounts of customers	**3,931,239**	**6,536,126**	**7,371,843**	**5,660,764**	**621,395**	**-**	**321,943**	**-**	**24,443,310**
Deposits and placements of banks and other financial institutions	**24,430,592**	**13,363,051**	**2,983,937**	**1,330,416**	**975,842**	**446,552**	**341,760**	**-**	**43,872,150**
Repurchase agreements/Collateralised Commodity Murabahah	**16,997,757**	**22,667,674**	**3,634,541**	**585,252**	**-**	**-**	**208,729**	**-**	**44,093,953**
Financial liabilities designated at fair value through profit or loss	**201,075**	**924,305**	**581,471**	**83,021**	**4,725,337**	**1,072**	**34,535**	**43,522**	**6,594,338**
Derivative financial instruments	**31,567**	**29,405**	**65,342**	**26,578**	**303,367**	**133,976**	**-**	**13,592,113**	**14,182,348**
Bills and acceptances payable	**624,858**	**350,421**	**352,459**	**37**	**-**	**-**	**40,008**	**-**	**1,367,783**
Other liabilities	**4,680,572**	**1,418,584**	**446,850**	**738,104**	**684,923**	**12,680**	**7,791,917**	**-**	**15,773,630**
Lease liabilities	**20,440**	**5,995**	**11,131**	**31,107**	**279,050**	**110,182**	**9,414**	**-**	**467,319**
Recourse obligation on loans and financing sold to Cagamas	**-**	**160,021**	**-**	**699,772**	**2,573,037**	**1,477,627**	**24,385**	**-**	**4,934,842**
Amounts due to related companies	**-**	**-**	**-**	**-**	**-**	**-**	**8,694**	**-**	**8,694**
Bonds, Sukuk and debentures	**231,092**	**242,474**	**1,826,306**	**34,975**	**5,319,295**	**6,148,869**	**135,961**	**-**	**13,938,972**
Other borrowings	**-**	**3,177,783**	**1,615,511**	**18,305**	**2,225**	**-**	**27,659**	**-**	**4,841,483**
Subordinated obligations	**-**	**-**	**-**	**3,032,592**	**4,470,680**	**2,694,769**	**94,582**	**-**	**10,292,623**
Total financial liabilities	**260,312,126**	**118,411,097**	**68,109,669**	**45,174,232**	**21,429,065**	**11,447,840**	**54,522,415**	**13,635,635**	**593,042,079**
Net interest sensitivity gap	**78,217,874**	**(93,888,909)**	**(55,008,669)**	**(31,905,161)**	**50,724,181**	**84,255,257**		**45,123,270**	
Financial guarantees and commitments and contingencies									
Financial guarantees	**-**	**-**	**-**	**-**	**-**	**-**	**7,428,134**	**-**	**7,428,134**
Credit related commitments and contingencies	**-**	**-**	**-**	**-**	**-**	**-**	**166,772,415**	**-**	**166,772,415**
Treasury related commitments and contingencies (hedging)	**1,884,404**	**2,829,816**	**1,949,785**	**5,918,745**	**30,306,805**	**17,520,826**	**-**	**-**	**60,410,381**
Net interest sensitivity gap	**1,884,404**	**2,829,816**	**1,949,785**	**5,918,745**	**30,306,805**	**17,520,826**	**174,200,549**	**-**	**234,610,930**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(a) The tables below summarise the Group's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates: (Continued)

The Group
2023

	Non-trading book								
	Up to 1 month RM'000	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**Non-interest sensitive RM'000**	**Trading book RM'000**	**Total RM'000**
Financial assets									
Cash and short-term funds	25,006,698	-	-	-	-	-	6,053,337	-	31,060,035
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	6,152,730	1,624,852	2,942	292,273	-	-	36,293	-	8,109,090
Deposits and placements with banks and other financial institutions	-	1,896,330	759,384	19,764	-	-	22,421	-	2,697,899
Financial investments at fair value through profit or loss	-	-	-	-	-	-	1,419,321	41,694,937	43,114,258
Debt instruments at fair value through other comprehensive income	694,849	1,595,303	709,818	2,294,366	25,090,336	27,343,675	506,263	-	58,234,610
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	279,000	-	279,000
Debt instruments at amortised cost	3,321,619	6,836,001	4,247,062	3,459,015	22,678,234	31,413,201	763,640	-	72,718,772
Derivative financial instruments	14,218	108,172	34,977	92,038	422,059	282,031	-	14,449,926	15,403,421
Loans, advances and financing	293,163,735	10,217,402	5,448,502	4,910,346	23,711,921	30,888,016	36,430	-	368,376,352
Other assets	4,676,749	385,263	5,356	5,417	414	-	2,434,209	-	7,507,408
Amounts due from holding company and ultimate holding company	-	-	-	-	-	-	17,510	-	17,510
Amounts due from related companies	-	-	-	-	-	-	3,871,832	-	3,871,832
Total financial assets	333,030,598	22,663,323	11,208,041	11,073,219	71,902,964	89,926,923	15,440,256	56,144,863	611,390,187

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(a) The tables below summarise the Group's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates: (Continued)

The Group

2023	← Non-trading book →								
	Up to 1 month RM'000	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**Non-interest sensitive RM'000**	**Trading book RM'000**	**Total RM'000**
Financial liabilities									
Deposits from customers	200,109,655	58,238,255	52,480,213	44,526,313	3,025,519	269,738	43,250,219	-	401,899,912
Investment accounts of customers	3,662,911	4,390,680	5,022,693	5,037,556	521,316	-	348,969	-	18,984,125
Deposits and placements of banks and other financial institutions	19,121,691	15,369,942	1,481,741	1,325,191	1,531,245	695,011	334,107	-	39,858,928
Repurchase agreements/Collateralised Commodity Murabahah	17,375,844	22,833,086	2,776,607	-	-	-	307,568	-	43,293,105
Financial liabilities designated at fair value through profit or loss	864,960	881,834	721,605	35,192	4,078,180	9,733	32,717	145,907	6,770,128
Derivative financial instruments	41,099	61,301	34,969	18,256	357,426	123,443	-	15,291,323	15,927,817
Bills and acceptances payable	620,278	360,702	366,027	5	-	-	78,492	-	1,425,504
Other liabilities	5,537,586	1,657,056	495,156	1,119,524	756,791	27,630	5,481,248	-	15,074,991
Lease liabilities	20,315	5,579	10,076	76,766	310,822	121,414	-	-	544,972
Recourse obligation on loans and financing sold to Cagamas	-	160,021	512,000	488,000	2,804,345	-	22,383	-	3,986,749
Amounts due to related companies	-	622	-	-	-	-	33,906	-	34,528
Bonds, Sukuk and debentures	3,327,310	634,738	2,514,683	273,041	4,690,046	686,684	105,620	-	12,232,122
Other borrowings	-	3,258,191	458,900	626	117,865	1,520	26,047	-	3,863,149
Subordinated obligations	-	-	-	2,789,830	6,829,030	367,103	111,506	-	10,097,469
Total financial liabilities	250,681,649	107,852,007	66,874,670	55,690,300	25,022,585	2,302,276	50,132,782	15,437,230	573,993,499
Net interest sensitivity gap	82,348,949	(85,188,684)	(55,666,629)	(44,617,081)	46,880,379	87,624,647		40,707,633	
Financial guarantees and commitments and contingencies									
Financial guarantees	-	-	-	-	-	-	6,781,283	-	6,781,283
Credit related commitments and contingencies	-	-	-	-	-	-	134,513,363	-	134,513,363
Treasury related commitments and contingencies (hedging)	3,678,332	6,910,459	2,654,070	4,075,846	26,364,032	11,262,534	-	-	54,945,273
Net interest sensitivity gap	3,678,332	6,910,459	2,654,070	4,075,846	26,364,032	11,262,534	141,294,646	-	196,239,919

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(b) The tables below summarise the Bank's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates:

The Bank
2024

	← Non-trading book →								
	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Trading book RM'000	Total RM'000
Financial assets									
Cash and short-term funds	**12,619,055**	-	-	-	-	-	**5,182,123**	-	**17,801,178**
Reverse repurchase agreements	**6,675,150**	**777,292**	**447,673**	**644,647**	-	-	**30,101**	-	**8,574,863**
Deposits and placements with banks and other financial institutions	-	**3,868,407**	**674,133**	**478,748**	-	-	**23,878**	-	**5,045,166**
Investment account placement	**2,923,061**	-	-	-	-	-	**4,220**		**2,927,281**
Financial investments at fair value through profit or loss	-	-	-	-	-	-	**1,473,514**	**31,125,616**	**32,599,130**
Debt instruments at fair value through other comprehensive income	**574,048**	**1,743,625**	**1,513,956**	**1,571,846**	**18,600,462**	**22,237,394**	**442,797**	-	**46,684,128**
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	**275,644**	-	**275,644**
Debt instruments at amortised cost	**2,602,686**	**7,023,028**	**5,056,939**	**2,776,669**	**14,529,428**	**24,625,274**	**447,380**	-	**57,061,404**
Derivative financial instruments	**54,601**	**30,685**	**47,822**	**10,152**	**229,774**	**221,144**	-	**6,997,333**	**7,591,511**
Loans, advances and financing	**175,001,001**	**6,875,656**	**3,322,592**	**1,727,227**	**11,711,710**	**11,878,497**	-	-	**210,516,683**
Other assets	**4,003,985**	-	-	-	-	-	**1,945,977**	-	**5,949,962**
Amounts due from holding company and ultimate holding company	-	-	-	-	-	-	**7,227**	-	**7,227**
Amounts due from subsidiaries	-	-	-	-	-	-	**11,378**	-	**11,378**
Amounts due from related companies	-	-	-	-	-	-	**4,702,380**	-	**4,702,380**
Total financial assets	**204,453,587**	**20,318,693**	**11,063,115**	**7,209,289**	**45,071,374**	**58,962,309**	**14,546,619**	**38,122,949**	**399,747,935**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(b) The tables below summarise the Bank's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates: (Continued)

The Bank
2024

	Non-trading book								
	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Trading book RM'000	Total RM'000
Financial liabilities									
Deposits from customers	**125,005,352**	**42,654,879**	**27,535,945**	**17,778,800**	**197,483**	**411,805**	**43,472,108**	**-**	**257,056,372**
Deposits and placements of banks and other financial institutions	**20,673,169**	**13,179,461**	**2,940,081**	**978,020**	**862,308**	**446,552**	**211,123**	**-**	**39,290,714**
Repurchase agreements	**12,402,801**	**18,924,880**	**2,397,608**	**585,252**	**-**	**-**	**179,078**	**-**	**34,489,619**
Financial liabilities designated at fair value through profit or loss	**-**	**258,849**	**87,438**	**74,032**	**1,619,901**	**1,071**	**11,742**	**407**	**2,053,440**
Derivative financial instruments	**18,555**	**26,970**	**61,063**	**21,243**	**267,972**	**34,232**	**-**	**6,589,951**	**7,019,986**
Bills and acceptances payable	**545,480**	**34,972**	**23,495**	**37**	**-**	**-**	**13**	**-**	**603,997**
Other liabilities	**3,028,082**	**1,416,554**	**446,680**	**738,104**	**665,023**	**12,680**	**6,841,834**	**-**	**13,148,957**
Lease liabilities	**2,705**	**5,802**	**10,233**	**26,242**	**224,382**	**102,375**	**9,414**	**-**	**381,153**
Recourse obligation on loans and financing sold to Cagamas	**-**	**160,021**	**-**	**226,773**	**256,984**	**670,002**	**7,570**	**-**	**1,321,350**
Amounts due to subsidiaries	**-**	**-**	**-**	**-**	**-**	**-**	**638,276**	**-**	**638,276**
Amounts due to related company	**-**	**-**	**-**	**-**	**-**	**-**	**4,731**	**-**	**4,731**
Bonds	**-**	**44,758**	**1,821,629**	**-**	**3,939,574**	**-**	**45,939**	**-**	**5,851,900**
Other borrowing	**-**	**3,177,783**	**1,615,511**	**18,214**	**-**	**-**	**27,658**	**-**	**4,839,166**
Subordinated obligations	**-**	**-**	**-**	**3,032,592**	**4,470,679**	**2,050,000**	**75,674**	**-**	**9,628,945**
Total financial liabilities	**161,676,144**	**79,884,929**	**36,939,683**	**23,479,309**	**12,504,306**	**3,728,717**	**51,525,160**	**6,590,358**	**376,328,606**
Net interest sensitivity gap	**42,777,443**	**(59,566,236)**	**(25,876,568)**	**(16,270,020)**	**32,567,068**	**55,233,592**		**31,532,591**	
Financial guarantees and commitments and contingencies									
Financial guarantees	**-**	**-**	**-**	**-**	**-**	**-**	**5,699,131**	**-**	**5,699,131**
Credit related commitments and contingencies	**-**	**-**	**-**	**-**	**-**	**-**	**130,040,686**	**-**	**130,040,686**
Treasury related commitments and contingencies (hedging)	**1,595,839**	**2,496,468**	**1,180,865**	**6,280,851**	**21,603,956**	**7,383,908**	**-**	**-**	**40,541,887**
Net interest sensitivity gap	**1,595,839**	**2,496,468**	**1,180,865**	**6,280,851**	**21,603,956**	**7,383,908**	**135,739,817**	**-**	**176,281,704**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(b) The tables below summarise the Bank's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity date: (Continued)

The Bank

2023

	← Non-trading book →								
	Up to 1 month RM'000	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**Non-interest sensitive RM'000**	**Trading book RM'000**	**Total RM'000**
Financial assets									
Cash and short-term funds	14,042,871	-	-	-	-	-	5,216,972	-	19,259,843
Reverse repurchase agreements	5,706,334	1,322,544	2,942	-	-	-	31,014	-	7,062,834
Deposits and placements with banks and other financial institutions	-	4,501,344	852,460	178,591	-	-	31,798	-	5,564,193
Investment account placement	3,420,222	-	-	-	-	-	4,629		3,424,851
Financial investments at fair value through profit or loss	-	-	-	-	-	-	1,419,322	29,586,550	31,005,872
Debt instruments at fair value through other comprehensive income	626,161	1,520,546	703,869	1,935,496	17,072,834	20,557,529	416,467	-	42,832,902
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	272,783	-	272,783
Debt instruments at amortised cost	3,317,999	6,657,143	3,616,645	2,752,507	14,929,195	24,213,999	545,323	-	56,032,811
Derivative financial instruments	14,218	101,389	31,688	12,555	286,612	273,106	-	7,009,741	7,729,309
Loans, advances and financing	174,386,091	6,680,595	3,109,992	1,234,652	12,144,546	11,582,127	-	-	209,138,003
Other assets	3,023,627	385,263	-	-	-	-	2,688,409	-	6,097,299
Amounts due from holding company and ultimate holding company	-	-	-	-	-	-	17,509	-	17,509
Amounts due from subsidiaries	-	-	-	-	-	-	15,888	-	15,888
Amounts due from related companies	-	-	-	-	-	-	3,864,906	-	3,864,906
Total financial assets	204,537,523	21,168,824	8,317,596	6,113,801	44,433,187	56,626,761	14,525,020	36,596,291	392,319,003

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(b) The tables below summarise the Bank's financial assets and financial liabilities at their full carrying amounts, analysed by the earlier of contractual repricing or maturity dates: (Continued)

The Bank
2023

	← Non-trading book →								
	Up to 1 month RM'000	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**Non-interest sensitive RM'000**	**Trading book RM'000**	**Total RM'000**
Financial liabilities									
Deposits from customers	121,901,119	33,031,234	32,253,623	22,855,192	301,206	259,354	41,862,479	-	252,464,207
Deposits and placements of banks and other financial institutions	15,202,263	15,277,853	1,211,945	1,134,547	1,205,552	695,011	303,703	-	35,030,874
Repurchase agreements	13,500,050	18,592,631	1,804,843	-	-	-	292,503	-	34,190,027
Financial liabilities designated at fair value through profit or loss	-	-	-	24,437	1,216,587	1,865	1,976	12,179	1,257,044
Derivative financial instruments	41,098	61,301	34,969	14,755	328,549	79,363	-	7,351,533	7,911,568
Bills and acceptances payable	541,208	37,326	27,057	5	-	-	92	-	605,688
Other liabilities	3,682,224	1,650,493	477,771	1,119,443	736,891	27,630	4,685,550	-	12,380,002
Lease liabilities	2,382	5,330	9,104	53,972	252,399	120,912	-	-	444,099
Recourse obligation on loans and financing sold to Cagamas	-	160,021	512,000	-	487,585	-	4,145	-	1,163,751
Amounts due to subsidiaries	-	-	-	-	-	-	638,743	-	638,743
Amounts due to related company	-	-	-	-	-	-	32,431	-	32,431
Bonds	3,258,190	403,832	2,379,587	165,964	3,986,352	-	97,806	-	10,291,731
Other borrowing	-	3,258,190	458,900	-	114,725	-	26,047	-	3,857,862
Subordinated obligations	-	-	-	1,989,830	7,337,084	200,000	74,121	-	9,601,035
Total financial liabilities	158,128,534	72,478,211	39,169,799	27,358,145	15,966,930	1,384,135	48,019,596	7,363,712	369,869,062
Net interest sensitivity gap	46,408,989	(51,309,387)	(30,852,203)	(21,244,344)	28,466,257	55,242,626		29,232,579	
Financial guarantees and commitments and contingencies									
Financial guarantees	-	-	-	-	-	-	5,115,429	-	5,115,429
Credit related commitments and contingencies	-	-	-	-	-	-	98,104,096	-	98,104,096
Treasury related commitments and contingencies (hedging)	3,678,332	6,910,459	2,807,410	2,522,499	19,340,106	8,580,457	-	-	43,839,263
Net interest sensitivity gap	3,678,332	6,910,459	2,807,410	2,522,499	19,340,106	8,580,457	103,219,525	-	147,058,788

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(c) Sensitivity of profit

The table below shows the sensitivity of the Group's and the Bank's banking book to movement in interest rates:

	The Group			
	2024		**2023**	
	Increase/(Decrease)		**Increase/(Decrease)**	
	+100 basis point	**-100 basis point**	**+100 basis point**	**-100 basis point**
	RM'000	**RM'000**	RM'000	RM'000
Impact to profit (after tax)	**(350,911)**	**350,911**	(288,365)	288,365

	The Bank			
	2024		**2023**	
	Increase/(Decrease)		**Increase/(Decrease)**	
	+100 basis point	**-100 basis point**	**+100 basis point**	**-100 basis point**
	RM'000	**RM'000**	RM'000	RM'000
Impact to profit (after tax)	**(223,190)**	**223,190**	(174,320)	174,320

Sensitivity is measured using the EaR methodology. The treatments and assumptions applied are based on the contractual repricing and remaining maturity of the products, whichever is earlier. Items with indefinite repricing maturity are treated based on the earliest possible repricing date. The actual dates may vary from the repricing profile allocated due to factors such as pre-mature withdrawals, prepayment and others.

A 100 bps parallel rate movement is applied to the yield curve to model the potential impact on profit in the next 12 months from policy rate change.

The projection assumes that interest rates of all maturities move by the same amount and, therefore, do not reflect the potential impact on profit of some rates changing while others remain unchanged. The projections also assume that all other variables are held constant and are based on a constant reporting date position and that all positions run to maturity.

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.2 Interest rate risk (Continued)

(d) Sensitivity of reserves

The table below shows the sensitivity of the Group's and the Bank's banking book to movement in interest rates:

	The Group			
	2024		**2023**	
	Increase/(Decrease)		**Increase/(Decrease)**	
	+100 basis point	**-100 basis point**	**+100 basis point**	**-100 basis point**
	RM'000	**RM'000**	RM'000	RM'000
Impact to fair value reserve - debt instruments at fair value through other comprehensive income	**(3,215,336)**	**3,215,336**	(2,855,413)	2,855,413

	The Bank			
	2024		**2023**	
	Increase/(Decrease)		**Increase/(Decrease)**	
	+100 basis point	**-100 basis point**	**+100 basis point**	**-100 basis point**
	RM'000	**RM'000**	RM'000	RM'000
Impact to fair value reserve - debt instruments at fair value through other comprehensive income	**(2,280,962)**	**2,280,962**	(2,122,358)	2,122,358

A 100 bps parallel rate movement is applied to the yield curve to model the potential impact on reserve in the next 12 months from changes in risk free rates. The impact on reserves arises from changes in valuation of financial investments at fair value through other comprehensive income following movements in risk free rates.

The projection assumes that all other variables are held constant. It also assumes a constant reporting date position and that all positions run to maturity.

The above sensitivities of profit and reserves do not take into account the effects of hedging and do not incorporate actions that the Group and the Bank would take to mitigate the impact of this interest rate risk. In practice, the Group and the Bank proactively seeks to mitigate the effect of prospective interest movements.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk

The Group and Bank are exposed to transactional foreign exchange exposures which are exposures on assets and liabilities denominated in currencies other than the functional currency of the transacting entity.

The Group and the Bank take minimal exposure to the effects of fluctuations in the prevailing foreign currency exchange rates on its financial position and cash flows. The Group manages its exposure to foreign exchange currencies at each entity level.

(a) Sensitivity of profit and reserves

The table below shows the sensitivity of the Group's and the Bank's profit and reserves to movement in foreign exchange rates:

	The Group		The Bank	
	1% appreciation in foreign currency	1% depreciation in foreign currency	1% appreciation in foreign currency	1% depreciation in foreign currency
	Increase/(decrease)		Increase/(decrease)	
2024	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Impact to profit (after tax)	**67**	**(67)**	**(2,307)**	**2,307**
USD	**(1,791)**	**1,791**	**(3,909)**	**3,909**
THB	**233**	**(233)**	**227**	**(227)**
HKD	**(594)**	**594**	**(587)**	**587**
GBP	**399**	**(399)**	**393**	**(393)**
JPY	**(45)**	**45**	**76**	**(76)**
SGD	**553**	**(553)**	**529**	**(529)**
EUR	**(42)**	**42**	**(8)**	**8**
AUD	**730**	**(730)**	**792**	**(792)**
IDR	**242**	**(242)**	**210**	**(210)**
KHR	**440**	**(440)**	**-**	**-**
Others	**(58)**	**58**	**(30)**	**30**
Impact to reserves	**(54,619)**	**54,619**	**(48,264)**	**48,264**
USD	**(24,348)**	**24,348**	**(17,993)**	**17,993**
SGD	**(26,791)**	**26,791**	**(26,791)**	**26,791**
GBP	**(857)**	**857**	**(857)**	**857**
Others	**(2,623)**	**2,623**	**(2,623)**	**2,623**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(a) Sensitivity of profit and reserves (Continued)

The table below shows the sensitivity of the Group's and the Bank's profit and reserves to movement in foreign exchange rates: (Continued)

	The Group		The Bank	
	1% appreciation in foreign currency	1% depreciation in foreign currency	1% appreciation in foreign currency	1% depreciation in foreign currency
	Increase/(decrease)		Increase/(decrease)	
2023	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Impact to profit (after tax)	(1,737)	1,737	2,987	(2,987)
USD	(7,338)	7,338	(2,231)	2,231
THB	227	(227)	221	(221)
HKD	100	(100)	62	(62)
GBP	638	(638)	394	(394)
JPY	282	(282)	609	(609)
SGD	1,464	(1,464)	1,463	(1,463)
EUR	1,578	(1,578)	1,582	(1,582)
Others	1,312	(1,312)	887	(887)
Impact to reserves	(74,397)	74,397	(68,890)	68,890
USD	(36,345)	36,345	(30,838)	30,838
SGD	(34,955)	34,955	(34,955)	34,955
GBP	(965)	965	(965)	965
Others	(2,132)	2,132	(2,132)	2,132

The impact on profit arises from transactional exposures while the impact on reserves arises from net investment hedge from parallel shifts in foreign exchange rates.

The projection assumes that foreign exchange rates move by the same amount and, therefore, do not reflect the potential impact on profit and reserves of some rates changing while others remain unchanged. The projections also assume that all other variables are held constant and are based on a constant reporting date position and that all positions run to maturity.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(b) The table below summarises the net foreign exchange positions of the Group by major currencies profile of the Group:

The Group

2024	MYR	IDR	THB	SGD	USD	AUD	GBP	JPY	RMB	EUR	HKD	Others	Total non-MYR	Grand total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial assets														
Cash and short-term funds	11,407,790	35,849	200,608	1,318,328	6,276,381	1,333,159	928,047	2,045,483	107,109	297,677	147,332	2,120,506	14,810,479	26,218,269
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	4,267,692	-	124,352	1,495,445	3,693,442	144,112	349,644	9,749	-	1,560	1,839	345,985	6,166,128	10,433,820
Deposits and placements with banks and other financial institutions	213,804	-	-	-	2,399,306	897,836	-	504,674	373,232	-	-	108,481	4,283,529	4,497,333
Financial investments at fair value through profit or loss	20,050,875	-	8,162,374	8,790,265	5,768,596	797,571	-	1,851,229	220,244	390,960	303,063	-	26,284,302	46,335,177
Debt instruments at fair value through other comprehensive income	39,322,618	-	8,962,617	2,290,466	8,267,224	2,282,463	-	135,500	-	172,719	1,385,121	61,514	23,557,624	62,880,242
Equity instruments at fair value through other comprehensive income	270,908	-	90,635	54	-	-	-	-	-	5,112	-	-	95,801	366,709
Debt instruments at amortised cost	53,513,136	-	4,217,869	13,921,158	2,490,001	-	-	28,880	-	44,947	-	68,796	20,771,651	74,284,787
Derivative financial instruments	(36,699,781)	(133,542)	22,531,025	(35,791,422)	132,858,688	(8,491,752)	(23,019,725)	(23,191,482)	(4,516,050)	(4,521,581)	2,023,216	(6,343,766)	51,403,609	14,703,828
Loans, advances and financing	261,901,508	-	31,399,135	38,815,487	25,834,920	579,221	6,822,220	823,226	2,858,750	859,708	2,202,377	7,978,944	118,173,988	380,075,496
Other assets	1,680,782	259,613	2,195,056	211,714	3,150,774	20,053	1,330	23,887	3,626	271,431	76,977	200,266	6,414,727	8,095,509
Amounts due from ultimate holding company	7,237	-	-	-	-	-	-	-	-	-	-	-	-	7,237
Amounts due from related companies	4,705,044	-	2,474	-	25	-	-	-	-	-	-	-	2,499	4,707,543
	360,641,613	161,920	77,886,145	31,051,495	190,739,357	(2,437,337)	(14,918,484)	(17,768,854)	(953,089)	(2,477,467)	6,139,925	4,540,726	271,964,337	632,605,950

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(b) The table below summarises the net foreign exchange positions of the Group by major currencies profile of the Group: (Continued)

The Group
2024

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial liabilities														
Deposits from customers	248,930,214	116	34,917,002	50,565,002	57,057,503	2,365,159	1,785,269	370,075	1,047,698	970,377	5,990,016	4,232,203	159,300,420	408,230,634
Investment accounts of customers	23,811,559	-	-	-	631,751	-	-	-	-	-	-	-	631,751	24,443,310
Deposits and placements of banks and other financial institutions	9,056,561	2,499	3,421,196	2,736,864	20,000,114	50,765	104,821	10,992	5,802,477	299,381	2,178,160	208,320	34,815,589	43,872,150
Repurchase agreements/Collateralised Commodity Murabahah	25,512,765	-	5,254,602	411,777	8,243,898	3,526,323	-	1,144,588	-	-	-	-	18,581,188	44,093,953
Financial liabilities designated at fair value through profit or loss	5,179,163	-	1,415,175	-	-	-	-	-	-	-	-	-	1,415,175	6,594,338
Derivatives financial instruments	(12,207,142)	(34,550)	25,535,866	(29,038,470)	90,394,129	(8,581,404)	(16,654,339)	(19,324,768)	(8,070,433)	(3,969,246)	(2,337,138)	(1,530,157)	26,389,490	14,182,348
Bills and acceptances payable	320,451	-	267,922	170,710	608,628	-	56	-	12	-	-	4	1,047,332	1,367,783
Other liabilities	6,523,516	259,887	1,554,634	2,969,970	3,508,424	85,246	61,231	67,364	40,636	81,755	120,132	500,835	9,250,114	15,773,630
Lease liabilities	290,875	-	25,249	82,962	23,046	-	2,177	-	-	-	16,396	26,614	176,444	467,319
Recourse obligation on loans and financing sold to Cagamas	4,934,842	-	-	-	-	-	-	-	-	-	-	-	-	4,934,842
Amounts due to related companies	2,265	-	1,830	-	-	-	-	-	-	-	2,803	1,796	6,429	8,694
Bonds, Sukuk and debentures	8,549,991	-	186,860	-	4,641,201	-	-	135,301	-	-	425,619	-	5,388,981	13,938,972
Other borrowings	67,335	-	-	-	4,774,148	-	-	-	-	-	-	-	4,774,148	4,841,483
Subordinated obligations	10,029,216	-	263,407	-	-	-	-	-	-	-	-	-	263,407	10,292,623
	331,001,611	227,952	72,843,743	27,898,815	189,882,842	(2,553,911)	(14,700,785)	(17,596,448)	(1,179,610)	(2,617,733)	6,395,988	3,439,615	262,040,468	593,042,079
Financial guarantees	3,032,575	-	3,492	410,418	3,686,006	-	19,302	538	183,856	48,362	-	43,585	4,395,559	7,428,134
Credit related commitments and contingencies	128,007,361	59,873	3,630,157	11,773,124	15,975,779	1,267,296	794,535	67,747	610,225	850,696	1,297,066	2,438,556	38,765,054	166,772,415
	131,039,936	59,873	3,633,649	12,183,542	19,661,785	1,267,296	813,837	68,285	794,081	899,058	1,297,066	2,482,141	43,160,613	174,200,549

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(b) The table below summarises the net foreign exchange positions of the Group by major currencies profile of the Group: (Continued)

The Group

2023	MYR	IDR	THB	SGD	USD	AUD	GBP	JPY	RMB	EUR	HKD	Others	Total non-MYR	Grand total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial assets														
Cash and short-term funds	16,501,306	33,255	182,844	1,002,328	8,057,528	399,654	594,050	757,580	454,891	589,377	162,547	2,324,675	14,558,729	31,060,035
Reverse repurchase agreements/reverse	2,424,626	-	346,190	2,338,057	2,304,550	75,440	351,923	4,904	-	1,723	1,082	260,595	5,684,464	8,109,090
Deposits and placements with banks and other financial institutions	157,087	-	-	-	1,439,721	240,164	-	616,088	136,726	-	75,925	32,188	2,540,812	2,697,899
Financial investments at fair value through profit or loss	17,768,557	336,162	8,339,927	8,621,392	4,860,867	491,246	-	2,126,990	145,934	90,873	318,045	14,265	25,345,701	43,114,258
Debt instruments at fair value through other comprehensive income	36,404,941	-	10,035,413	2,681,099	5,909,795	1,584,683	-	198,708	383,231	186,012	782,800	67,928	21,829,669	58,234,610
Equity instruments at fair value through other comprehensive income	269,240	-	5,811	54	-	-	-	-	-	3,895	-	-	9,760	279,000
Debt instruments at amortised cost	55,429,349	-	3,957,903	11,306,277	1,873,845	-	-	55,473	-	49,336	-	46,589	17,289,423	72,718,772
Derivative financial instruments	25,286,981	25,059	62,639,885	10,122,934	(151,941,256)	13,886,788	14,998,991	21,536,318	(59,943)	11,484,824	2,278,014	5,144,826	(9,883,560)	15,403,421
Loans, advances and financing	254,678,403	-	30,895,540	37,835,261	26,500,984	690,999	6,727,422	777,483	2,159,283	1,050,211	1,487,077	5,573,689	113,697,949	368,376,352
Other assets	1,981,844	197,930	1,341,239	581,162	2,808,578	24,258	3,968	6,607	3,772	94,034	79,241	384,775	5,525,564	7,507,408
Amounts due from ultimate holding company	17,510	-	-	-	-	-	-	-	-	-	-	-	-	17,510
Amounts due from related companies	3,867,669	-	4,081	56	26	-	-	-	-	-	-	-	4,163	3,871,832
	414,787,513	592,406	117,748,833	74,488,620	(98,185,362)	17,393,232	22,676,354	26,080,151	3,223,894	13,550,285	5,184,731	13,849,530	196,602,674	611,390,187

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(b) The table below summarises the net foreign exchange positions of the Group by major currencies profile of the Group: (Continued)

The Group
2023

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial liabilities														
Deposits from customers	264,717,695	65	33,056,481	47,876,191	44,799,891	1,498,304	1,733,687	360,086	762,175	1,041,382	2,715,941	3,338,014	137,182,217	401,899,912
Investment accounts of customers	18,391,538	-	-	-	592,587	-	-	-	-	-	-	-	592,587	18,984,125
Deposits and placements of banks and other financial institutions	7,848,240	1,034	2,783,810	3,309,132	19,639,062	80,718	252,622	13,636	2,586,328	529,165	2,677,369	137,812	32,010,688	39,858,928
Repurchase agreements/Collateralised Commodity Murabahah	24,428,806	-	6,873,957	396,643	10,782,144	-	-	811,555	-	-	-	-	18,864,299	43,293,105
Financial liabilities designated at fair value through profit or loss	4,078,828	-	2,691,300	-	-	-	-	-	-	-	-	-	2,691,300	6,770,128
Derivatives financial instruments	38,760,510	430,042	65,750,476	20,982,908	(189,201,426)	15,585,155	20,538,256	24,793,873	(1,118,671)	11,867,722	(922,375)	8,461,347	(22,832,693)	15,927,817
Bills and acceptances payable	269,506	-	310,930	142,960	694,778	-	59	-	3,590	3,664	-	17	1,155,998	1,425,504
Other liabilities	6,776,349	196,333	1,303,434	1,183,124	4,588,207	146,730	72,216	21,897	42,074	119,311	151,279	474,037	8,298,642	15,074,991
Lease liabilities	339,491	-	26,040	85,563	31,901	-	4,051	-	-	-	20,555	37,371	205,481	544,972
Recourse obligation on loans and financing sold to Cagamas	3,986,749	-	-	-	-	-	-	-	-	-	-	-	-	3,986,749
Amounts due to related companies	31,652	-	1,796	-	-	-	-	-	-	-	1,080	-	2,876	34,528
Bonds, Sukuk and debentures	3,464,575	-	535,122	-	7,333,920	-	-	-	-	-	898,505	-	8,767,547	12,232,122
Other borrowings	-	-	-	-	3,863,149	-	-	-	-	-	-	-	3,863,149	3,863,149
Subordinated obligations	10,097,469	-	-	-	-	-	-	-	-	-	-	-	-	10,097,469
	383,191,408	627,474	113,333,346	73,976,521	(96,875,787)	17,310,907	22,600,891	26,001,047	2,275,496	13,561,244	5,542,354	12,448,598	190,802,091	573,993,499
Financial guarantees	2,821,024	-	677	454,213	3,265,140	-	20,169	1,081	96,878	81,512	-	40,589	3,960,259	6,781,283
Credit related commitments and contingencies	99,325,079	42,013	4,557,545	10,809,816	14,565,747	88,919	1,969,309	254,448	841,000	185,936	1,263,242	610,309	35,188,284	134,513,363
	102,146,103	42,013	4,558,222	11,264,029	17,830,887	88,919	1,989,478	255,529	937,878	267,448	1,263,242	650,898	39,148,543	141,294,646

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(c) The table below summarises the net foreign exchange positions of the Bank by major currencies profile of the Bank:

The Bank
2024

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial assets														
Cash and short-term funds	3,921,278	31,722	60,684	1,348,277	5,799,180	1,316,191	1,018,122	2,021,771	133,824	265,018	146,596	1,738,515	13,879,900	17,801,178
Reverse repurchase agreements	2,845,719	-	-	1,495,445	3,693,442	144,112	37,012	9,749	-	1,560	1,839	345,985	5,729,144	8,574,863
Deposits and placements with banks and other financial institutions	655,225	-	-	-	2,301,673	897,836	312,526	504,674	373,232	-	-	-	4,389,941	5,045,166
Investment account placement	2,927,281	-	-	-	-	-	-	-	-	-	-	-	-	2,927,281
Financial investments at fair value through profit or loss	16,354,418	-	-	8,790,265	3,891,380	797,571	-	1,851,229	220,244	390,960	303,063	-	16,244,712	32,599,130
Debt instruments at fair value through other comprehensive income	32,089,121	-	-	2,290,466	8,267,224	2,282,463	-	135,500	-	172,719	1,385,121	61,514	14,595,007	46,684,128
Equity instruments at fair value through other comprehensive income	270,546	-	-	54	-	-	-	-	-	5,044	-	-	5,098	275,644
Debt instruments at amortised cost	41,065,151	-	-	13,921,158	2,001,268	-	-	28,880	-	44,947	-	-	15,996,253	57,061,404
Derivative financial instruments	(37,554,529)	(133,542)	56,611	(35,728,237)	143,301,916	(7,853,598)	(22,953,981)	(20,791,042)	(4,727,560)	(2,256,317)	2,019,010	(5,787,220)	45,146,040	7,591,511
Loans, advances and financing	130,956,364	-	-	38,815,487	20,201,156	380,796	6,807,045	823,226	2,858,666	709,219	2,202,377	6,762,347	79,560,319	210,516,683
Other assets	1,947,811	259,611	269,663	211,813	2,427,493	20,018	1,379	23,893	3,606	271,467	76,977	436,231	4,002,151	5,949,962
Amounts due from holding company and ultimate holding company	7,227	-	-	-	-	-	-	-	-	-	-	-	-	7,227
Amounts due from subsidiaries	11,375	-	-	3	-	-	-	-	-	-	-	-	3	11,378
Amounts due from related companies	4,702,380	-	-	-	-	-	-	-	-	-	-	-	-	4,702,380
	200,199,367	157,791	386,958	31,144,731	191,884,732	(2,014,611)	(14,777,897)	(15,392,120)	(1,137,988)	(395,383)	6,134,983	3,557,372	199,548,568	399,747,935

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(c) The table below summarises the net foreign exchange positions of the Bank by major currencies profile of the Bank: (Continued)

The Bank
2024

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial liabilities														
Deposits from customers	**145,766,811**	**110**	**131,770**	**50,547,970**	**44,698,855**	**2,224,649**	**1,746,415**	**330,613**	**1,046,760**	**766,036**	**5,988,279**	**3,808,104**	**111,289,561**	**257,056,372**
Deposits and placements of banks and other financial institutions	**7,733,394**	**2,499**	**556**	**3,398,977**	**19,659,262**	**50,765**	**103,857**	**10,990**	**5,818,001**	**291,940**	**2,201,266**	**19,207**	**31,557,320**	**39,290,714**
Repurchase agreements	**21,163,033**	**-**	**-**	**411,777**	**8,243,898**	**3,526,323**	**-**	**1,144,588**	**-**	**-**	**-**	**-**	**13,326,586**	**34,489,619**
Financial liabilities designated at fair value through profit or loss	**2,053,440**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,053,440**
Derivatives financial instruments	**(15,561,583)**	**(34,550)**	**(32,823)**	**(28,954,543)**	**106,033,565**	**(8,020,246)**	**(16,474,730)**	**(16,761,846)**	**(8,030,499)**	**(1,616,281)**	**(2,341,324)**	**(1,185,154)**	**22,581,569**	**7,019,986**
Bills and acceptances payable	**320,451**	**-**	**-**	**170,710**	**112,824**	**-**	**-**	**-**	**12**	**-**	**-**	**-**	**283,546**	**603,997**
Other liabilities	**6,408,958**	**259,855**	**269,664**	**2,957,205**	**2,402,216**	**82,971**	**61,195**	**53,749**	**17,246**	**33,059**	**120,132**	**482,707**	**6,739,999**	**13,148,957**
Lease liabilities	**271,293**	**-**	**-**	**82,962**	**1,088**	**-**	**2,177**	**-**	**-**	**-**	**16,396**	**7,237**	**109,860**	**381,153**
Recourse obligation on loans and financing sold to Cagamas	**1,321,350**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,321,350**
Amounts due to subsidiaries	**630,189**	**-**	**-**	**-**	**8,056**	**-**	**-**	**-**	**-**	**-**	**-**	**31**	**8,087**	**638,276**
Amounts due to related companies	**1,928**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,803**	**-**	**2,803**	**4,731**
Bonds	**812,331**	**-**	**-**	**-**	**4,613,950**	**-**	**-**	**-**	**-**	**-**	**425,619**	**-**	**5,039,569**	**5,851,900**
Other borrowings	**67,335**	**-**	**-**	**-**	**4,771,831**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4,771,831**	**4,839,166**
Subordinated obligations	**9,628,945**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**9,628,945**
	180,617,875	**227,914**	**369,167**	**28,615,058**	**190,545,545**	**(2,135,538)**	**(14,561,086)**	**(15,221,906)**	**(1,148,480)**	**(525,246)**	**6,413,171**	**3,132,132**	**195,710,731**	**376,328,606**
Financial guarantees	**2,540,821**	**-**	**-**	**410,418**	**2,488,241**	**-**	**11,099**	**538**	**183,856**	**34,995**	**-**	**29,163**	**3,158,310**	**5,699,131**
Credit related commitments and contingencies	**97,200,814**	**57,099**	**402**	**11,770,822**	**14,101,641**	**1,266,995**	**794,535**	**39,213**	**414,783**	**838,845**	**1,297,066**	**2,258,471**	**32,839,872**	**130,040,686**
	99,741,635	**57,099**	**402**	**12,181,240**	**16,589,882**	**1,266,995**	**805,634**	**39,751**	**598,639**	**873,840**	**1,297,066**	**2,287,634**	**35,998,182**	**135,739,817**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(c) The table below summarises the net foreign exchange positions of the Bank by major currencies profile of the Bank: (Continued)

The Bank
2023

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial assets														
Cash and short-term funds	6,445,840	30,266	57,913	1,022,540	6,842,945	329,798	963,374	731,533	453,162	573,276	161,935	1,647,261	12,814,003	19,259,843
Reverse repurchase agreements	2,019,238	-	-	2,338,057	2,304,550	75,440	57,245	4,904	-	1,723	1,082	260,595	5,043,596	7,062,834
Deposits and placements with banks and other financial institutions	897,601	-	-	-	3,597,689	240,164	-	616,088	136,726	-	75,925	-	4,666,592	5,564,193
Investment account placement	3,424,851	-	-	-	-	-	-	-	-	-	-	-	-	3,424,851
Financial investments at fair value through profit or loss	14,255,836	336,162	-	8,621,392	4,605,129	491,246	-	2,126,990	145,934	90,873	318,045	14,265	16,750,036	31,005,872
Debt instruments at fair value through other comprehensive income	31,038,646	-	-	2,681,099	5,909,795	1,584,683	-	198,708	383,231	186,012	782,800	67,928	11,794,256	42,832,902
Equity instruments at fair value through	268,909	-	-	54	-	-	-	-	-	3,820	-	-	3,874	272,783
Debt instruments at amortised cost	43,123,545	-	-	11,306,277	1,498,180	-	-	55,473	-	49,336	-	-	12,909,266	56,032,811
Derivative financial instruments	25,602,948	25,059	86,804	10,165,398	(97,123,659)	13,312,466	14,759,205	21,749,877	(173,123)	11,818,669	2,319,651	5,186,014	(17,873,639)	7,729,309
Loans, advances and financing	134,099,212	-	-	37,835,261	20,165,063	539,262	6,708,905	777,483	2,159,153	884,662	1,487,077	4,481,925	75,038,791	209,138,003
Other assets	2,613,990	197,946	191,919	580,375	1,931,992	24,258	3,462	6,594	3,772	93,780	79,241	369,970	3,483,309	6,097,299
Amounts due from holding company and ultimate holding company	17,509	-	-	-	-	-	-	-	-	-	-	-	-	17,509
Amounts due from subsidiaries	15,888	-	-	-	-	-	-	-	-	-	-	-	-	15,888
Amounts due from related companies	3,864,850	-	-	56	-	-	-	-	-	-	-	-	56	3,864,906
	267,688,863	589,433	336,636	74,550,509	(50,268,316)	16,597,317	22,492,191	26,267,650	3,108,855	13,702,151	5,225,756	12,027,958	124,630,140	392,319,003

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.2 Market risk (Continued)

57.2.3 Foreign exchange risk (Continued)

(c) The table below summarises the net foreign exchange positions of the Bank by major currencies profile of the Bank: (Continued)

The Bank
2023

	MYR RM'000	IDR RM'000	THB RM'000	SGD RM'000	USD RM'000	AUD RM'000	GBP RM'000	JPY RM'000	RMB RM'000	EUR RM'000	HKD RM'000	Others RM'000	Total non-MYR RM'000	Grand total RM'000
Financial liabilities														
Deposits from customers	156,939,465	58	122,205	47,861,565	36,906,033	1,418,037	1,704,341	314,289	761,585	890,183	2,715,690	2,830,756	95,524,742	252,464,207
Deposits and placements of banks and other financial institutions	6,150,616	1,034	175	3,319,131	19,373,829	80,718	252,634	13,634	2,586,608	529,130	2,680,007	43,358	28,880,258	35,030,874
Repurchase agreements	22,199,685	-	-	396,643	10,782,144	-	-	811,555	-	-	-	-	11,990,342	34,190,027
Financial liabilities designated at fair value through profit or loss	1,257,044	-	-	-	-	-	-	-	-	-	-	-	-	1,257,044
Derivatives financial instruments	38,164,345	430,042	(17,760)	21,034,185	(130,594,949)	14,865,254	20,410,774	25,027,274	(1,118,671)	12,169,922	(880,855)	8,422,007	(30,252,777)	7,911,568
Bills and acceptances payable	269,506	-	-	142,960	185,968	-	-	-	3,590	3,664	-	-	336,182	605,688
Other liabilities	6,479,465	196,327	187,637	1,177,152	3,338,645	146,353	71,629	21,897	41,770	117,761	151,279	450,087	5,900,537	12,380,002
Lease liabilities	320,360	-	-	85,563	3,597	-	4,051	-	-	-	20,555	9,973	123,739	444,099
Recourse obligation on loans and financing sold to Cagamas	1,163,751	-	-	-	-	-	-	-	-	-	-	-	-	1,163,751
Amounts due to subsidiaries	631,010	-	-	198	7,534	-	1	-	-	-	-	-	7,733	638,743
Amounts due to related companies	31,351	-	-	-	-	-	-	-	-	-	1,080	-	1,080	32,431
Bonds	2,070,604	-	-	-	7,322,622	-	-	-	-	-	898,505	-	8,221,127	10,291,731
Other borrowings	-	-	-	-	3,857,862	-	-	-	-	-	-	-	3,857,862	3,857,862
Subordinated obligations	9,601,035	-	-	-	-	-	-	-	-	-	-	-	-	9,601,035
	245,278,237	627,461	292,257	74,017,397	(48,816,715)	16,510,362	22,443,430	26,188,649	2,274,882	13,710,660	5,586,261	11,756,181	124,590,825	369,869,062
Financial guarantees	2,411,352	-	-	454,213	2,045,384	-	11,547	1,081	96,878	64,202	-	30,772	2,704,077	5,115,429
Credit related commitments and contingencies	68,766,512	41,657	48,833	10,806,935	13,390,698	88,620	1,969,309	229,338	733,672	159,531	1,263,242	605,749	29,337,584	98,104,096
	71,177,864	41,657	48,833	11,261,148	15,436,082	88,620	1,980,856	230,419	830,550	223,733	1,263,242	636,521	32,041,661	103,219,525

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk

Liquidity and funding risk is defined as the current and potential risk to earnings, shareholders' funds or reputation arising from the Group's inability to efficiently meet its present and future (both anticipated and unanticipated) funding needs or regulatory obligations when they are due, which may adversely affect its daily operations and incur unacceptable losses. Liquidity risk arises from mismatches in the timing of cash flows.

The objective of the Group's liquidity risk management is to ensure that the Group can meet its cash obligations in a timely and cost-effective manner. To this end, the Group's liquidity risk management policy is to maintain high quality and well diversified portfolios of liquid assets and sources of funds under both business-as-usual and stress conditions. Due to its large delivery network and marketing focus, the Group is able to maintain a diversified core deposit base comprising savings, demand and term deposits, thus providing the Group with a stable, large funding base from individuals, SMEs, corporates and financial institutions segments. The Group maintains some buffers of liquidity throughout the year to ensure safe and sound operations from a strategic, structural and tactical perspective.

The day-to-day responsibility for liquidity risk management and control in each individual entity is delegated to the respective Country Asset Liability Management Committee, which subsequently reports to Group Asset Liability Management Committee. The Group Asset Liability Management Committee meets at least once a month to discuss the liquidity risk and funding profile of the Group. The key liquidity risk metrics comprise of internal liquidity gaps or cashflow maturity profile mismatches under business-as-usual and stress scenarios, regulatory Liquidity Coverage Ratio ("LCR") and Net Stable Funding Ratio ("NSFR") which are measured and monitored regularly. LCR is a quantitative regulatory requirement which seeks to ensure that banking institutions hold sufficient High Quality Liquid Assets ("HQLA") to withstand an acute liquidity stress scenario over a 30-calendar-day horizon. The Group monitors and reports LCR and NSFR based on the BNM LCR and NSFR Policy Document dated 25 August 2016 and 31 July 2019 respectively. The effective date for NSFR is 1 July 2020. As part of its ordinary course of business, the Bank maintains the LCR and NSFR above the regulatory requirements. In addition, liquidity risk stress testing under various scenarios covering bank-specific (idiosyncratic), market-wide and combined crises is performed regularly to identify sources of potential liquidity strain. Liquidity risk positions based on balance sheet forecasts and relevant risk drivers are projected to help in business planning.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

In addition to regulatory limits, liquidity risk undertaken by the Group is governed by a set of established liquidity risk appetite and limits. Management Action Triggers ("MATs") have been established to alert the management to potential and emerging liquidity pressures. Any trigger of liquidity risk appetite, limits or MATs will be escalated to the board and management in accordance to the approved framework. The Group's Liquidity Risk Management Policy is subjected to periodic review. The assumptions, risk limits and appetite are regularly reviewed in response to regulatory changes, changing business needs and market conditions.

The Asset Liability Management function, which is responsible for the independent monitoring of the Group's liquidity risk profile, works closely with Treasury and Markets in its surveillance on market conditions. Business units are responsible for establishing and maintaining strong business relations with their respective depositors and key providers of funds. Overseas branches and subsidiaries should seek to be self-sufficient in funding at all times. Treasury and Markets only acts as a global provider of funds on a need-to or contingency basis. Each entity has to prudently manage its liquidity position to meet its daily operating needs.

The Group's Contingency Funding Plan ("CFP") is in place to alert and enable the management to act effectively and efficiently during a liquidity or funding crisis and under adverse market conditions. The CFP is subjected to regular testing.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines:

The Group

2024	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Assets								
Cash and short-term funds	**25,665,429**	**-**	**-**	**-**	**-**	**-**	**552,840**	**26,218,269**
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	**7,935,800**	**1,083,700**	**449,131**	**965,189**	**-**	**-**	**-**	**10,433,820**
Deposits and placements with banks and other financial institutions	**-**	**3,697,773**	**778,461**	**21,099**	**-**	**-**	**-**	**4,497,333**
Financial investments at fair value through profit or loss	**5,465,483**	**8,580,211**	**3,463,520**	**2,204,851**	**11,803,281**	**11,639,645**	**3,178,186**	**46,335,177**
Debt instruments at fair value through other comprehensive income	**373,688**	**934,719**	**1,788,994**	**2,207,939**	**26,983,938**	**30,590,964**	**-**	**62,880,242**
Equity instruments at fair value through other comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**	**366,709**	**366,709**
Debt instruments at amortised cost	**2,227,623**	**6,073,056**	**5,592,537**	**3,619,492**	**19,767,373**	**37,004,706**	**-**	**74,284,787**
Derivative financial instruments	**2,991,745**	**2,574,675**	**1,188,962**	**1,571,518**	**3,969,298**	**2,407,630**	**-**	**14,703,828**
Loans, advances and financing	**100,092,709**	**8,444,460**	**4,962,038**	**16,254,423**	**48,092,108**	**202,229,758**	**-**	**380,075,496**
Other assets	**8,191,243**	**88,991**	**54,566**	**1,276**	**594,968**	**107**	**-**	**8,931,151**
Amounts due from holding company and ultimate holding company	**7,237**	**-**	**-**	**-**	**-**	**-**	**-**	**7,237**
Amounts due from related companies	**4,707,543**	**-**	**-**	**-**	**-**	**-**	**-**	**4,707,543**
Tax recoverable	**-**	**-**	**-**	**-**	**-**	**-**	**175,076**	**175,076**
Deferred taxation	**-**	**-**	**-**	**-**	**-**	**-**	**1,291,929**	**1,291,929**
Statutory deposits with central banks	**-**	**-**	**-**	**-**	**-**	**-**	**7,875,409**	**7,875,409**
Investment in joint venture	**-**	**-**	**-**	**-**	**-**	**-**	**146,208**	**146,208**
Property, plant and equipment	**-**	**-**	**-**	**-**	**-**	**-**	**859,672**	**859,672**
Right-of-use assets	**-**	**-**	**-**	**-**	**-**	**-**	**440,687**	**440,687**
Investment properties	**-**	**-**	**-**	**-**	**-**	**-**	**8,485**	**8,485**
Goodwill	**-**	**-**	**-**	**-**	**-**	**-**	**3,945,365**	**3,945,365**
Intangible assets	**-**	**-**	**-**	**-**	**-**	**-**	**1,317,748**	**1,317,748**
Total assets	**157,658,500**	**31,477,585**	**18,278,209**	**26,845,787**	**111,210,966**	**283,872,810**	**20,158,314**	**649,502,171**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Group
2024

	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Liabilities								
Deposits from customers	**253,045,499**	**70,237,259**	**49,606,340**	**33,462,275**	**1,457,148**	**422,113**	**-**	**408,230,634**
Investment accounts of customers	**4,242,818**	**6,546,490**	**7,371,843**	**5,660,764**	**621,395**	**-**	**-**	**24,443,310**
Deposits and placements of banks and other financial institutions	**24,732,564**	**13,567,268**	**2,996,743**	**1,153,172**	**975,851**	**446,552**	**-**	**43,872,150**
Repurchase agreements/Collateralised Commodity Murabahah	**16,958,999**	**22,898,315**	**3,643,710**	**592,929**	**-**	**-**	**-**	**44,093,953**
Financial liabilities designated at fair value through profit or loss	**21,637**	**266,282**	**136,091**	**83,815**	**5,001,639**	**1,084,874**	**-**	**6,594,338**
Derivative financial instruments	**2,501,289**	**2,749,967**	**1,081,379**	**1,687,755**	**3,949,232**	**2,212,726**	**-**	**14,182,348**
Bills and acceptances payable	**579,991**	**34,972**	**157,140**	**37**	**481,991**	**113,652**	**-**	**1,367,783**
Other liabilities	**13,672,832**	**333,198**	**447,786**	**749,235**	**801,591**	**1,132,059**	**-**	**17,136,701**
Lease liabilities	**22,226**	**10,080**	**18,037**	**49,546**	**266,960**	**100,470**	**-**	**467,319**
Recourse obligation on loans and financing sold to Cagamas	**14,901**	**8,336**	**2,431**	**699,772**	**2,573,040**	**1,636,362**	**-**	**4,934,842**
Amounts due to related companies	**8,694**	**-**	**-**	**-**	**-**	**-**	**-**	**8,694**
Provision for taxation and zakat	**74,722**	**-**	**-**	**-**	**-**	**-**	**-**	**74,722**
Deferred tax liabilities	**-**	**-**	**-**	**-**	**-**	**-**	**706**	**706**
Bonds, Sukuk and debentures	**250,872**	**81,086**	**85,328**	**58,172**	**7,318,413**	**6,145,101**	**-**	**13,938,972**
Other borrowings	**-**	**19,883**	**56,748**	**18,332**	**4,746,520**	**-**	**-**	**4,841,483**
Subordinated obligations	**13,962**	**52,543**	**28,078**	**3,032,592**	**4,470,679**	**2,694,769**	**-**	**10,292,623**
Total liabilities	**316,141,006**	**116,805,679**	**65,631,654**	**47,248,396**	**32,664,459**	**15,988,678**	**706**	**594,480,578**
Net liquidity gap	**(158,482,506)**	**(85,328,094)**	**(47,353,445)**	**(20,402,609)**	**78,546,507**	**267,884,132**	**20,157,608**	

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Group

2023	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Assets								
Cash and short-term funds	30,493,207	-	-	-	-	-	566,828	31,060,035
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah	6,159,016	1,651,021	2,943	296,110	-	-	-	8,109,090
Deposits and placements with banks and other financial institutions	-	1,918,493	759,539	19,867	-	-	-	2,697,899
Financial investments at fair value through profit or loss	6,023,276	9,880,287	3,050,502	3,112,584	8,231,214	9,810,848	3,005,547	43,114,258
Debt instruments at fair value through other comprehensive income	451,126	758,929	947,675	2,237,287	26,305,902	27,533,691	-	58,234,610
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	279,000	279,000
Debt instruments at amortised cost	2,570,459	5,618,580	4,392,608	2,714,625	20,352,062	37,070,438	-	72,718,772
Derivative financial instruments	3,398,393	2,357,047	1,118,572	1,864,399	4,558,140	2,106,870	-	15,403,421
Loans, advances and financing	60,838,294	13,021,119	5,572,386	14,253,258	66,622,695	208,068,600	-	368,376,352
Other assets	7,474,789	408,406	60,822	57,455	407,898	4,782	-	8,414,152
Amounts due from holding company and ultimate holding company	17,510	-	-	-	-	-	-	17,510
Amounts due from related companies	3,871,832	-	-	-	-	-	-	3,871,832
Tax recoverable	-	-	-	-	-	-	89,884	89,884
Deferred taxation	-	-	-	-	-	-	1,457,581	1,457,581
Statutory deposits with central banks	-	-	-	-	-	-	7,583,591	7,583,591
Investment in joint venture	-	-	-	-	-	-	152,311	152,311
Property, plant and equipment	-	-	-	-	-	-	903,984	903,984
Right-of-use assets	-	-	-	-	-	-	529,980	529,980
Investment properties	-	-	-	-	-	-	2,758	2,758
Goodwill	-	-	-	-	-	-	3,951,297	3,951,297
Intangible assets	-	-	-	-	-	-	1,256,016	1,256,016
Non-current assets held for sale	-	-	-	-	-	-	5,584	5,584
Total assets	121,297,902	35,613,882	15,905,047	24,555,585	126,477,911	284,595,229	19,784,361	628,229,917

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Group

2023	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Liabilities								
Deposits from customers	241,970,465	58,791,398	53,015,617	44,821,276	3,031,416	269,740	-	401,899,912
Investment accounts of customers	3,940,608	4,461,952	5,022,693	5,037,556	521,316	-	-	18,984,125
Deposits and placements of banks and other financial institutions	18,839,523	16,150,709	1,486,263	1,153,670	1,533,752	695,011	-	39,858,928
Repurchase agreements/Collateralised Commodity Murabahah	16,801,737	23,703,565	2,787,803	-	-	-	-	43,293,105
Financial liabilities designated at fair value through profit or loss	11,255	6,858	219,878	707,867	4,475,604	1,348,666	-	6,770,128
Derivative financial instruments	3,482,640	3,120,578	1,209,225	1,899,521	4,223,365	1,992,488	-	15,927,817
Bills and acceptances payable	610,551	37,326	27,057	5	633,223	117,342	-	1,425,504
Other liabilities	12,488,161	489,389	449,504	685,547	753,849	1,183,911	-	16,050,361
Lease liabilities	3,990	8,864	14,853	72,104	318,742	126,419	-	544,972
Recourse obligation on loans and financing sold to Cagamas	15,438	4,526	514,417	488,000	2,804,347	160,021	-	3,986,749
Amounts due to related companies	34,528	-	-	-	-	-	-	34,528
Provision for taxation and zakat	304,979	-	-	-	-	-	-	304,979
Deferred tax liabilities	-	-	-	-	-	-	986	986
Bonds, Sukuk and debentures	93,179	579,284	1,842,852	3,627,485	5,787,137	302,185	-	12,232,122
Other borrowings	-	26,047	-	626	3,834,956	1,520	-	3,863,149
Subordinated obligations	17,098	62,780	31,628	2,789,830	5,382,984	1,813,149	-	10,097,469
Total liabilities	298,614,152	107,443,276	66,621,790	61,283,487	33,300,691	8,010,452	986	575,274,834
Net liquidity gap	(177,316,250)	(71,829,394)	(50,716,743)	(36,727,902)	93,177,220	276,584,777	19,783,375	

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Bank

2024	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Assets								
Cash and short-term funds	**17,248,338**	**-**	**-**	**-**	**-**	**-**	**552,840**	**17,801,178**
Reverse repurchase agreements	**6,692,001**	**781,174**	**449,131**	**652,557**	**-**	**-**	**-**	**8,574,863**
Deposits and placements with banks and other financial institutions	**-**	**3,887,669**	**675,248**	**482,249**	**-**	**-**	**-**	**5,045,166**
Investment account placement	**2,927,281**	**-**	**-**	**-**	**-**	**-**	**-**	**2,927,281**
Financial investments at fair value through profit or loss	**4,132,624**	**5,864,290**	**2,578,477**	**1,893,103**	**10,735,920**	**4,231,351**	**3,163,365**	**32,599,130**
Debt instruments at fair value through other comprehensive income	**320,163**	**831,264**	**1,637,785**	**1,575,915**	**19,932,150**	**22,386,851**	**-**	**46,684,128**
Equity instruments at fair value through other comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**	**275,644**	**275,644**
Debt instruments at amortised cost	**2,052,926**	**5,405,056**	**5,135,168**	**2,779,115**	**14,232,917**	**27,456,222**	**-**	**57,061,404**
Derivative financial instruments	**1,810,039**	**1,307,767**	**855,425**	**688,783**	**2,082,516**	**846,981**	**-**	**7,591,511**
Loans, advances and financing	**93,932,066**	**5,726,090**	**3,192,148**	**8,749,759**	**24,664,114**	**74,252,506**	**-**	**210,516,683**
Other assets	**5,651,678**	**88,559**	**50,800**	**111**	**581,961**	**100**	**-**	**6,373,209**
Amounts due from holding company and ultimate holding company	**7,227**	**-**	**-**	**-**	**-**	**-**	**-**	**7,227**
Amounts due from subsidiaries	**11,378**	**-**	**-**	**-**	**-**	**-**	**-**	**11,378**
Amounts due from related companies	**4,702,380**	**-**	**-**	**-**	**-**	**-**	**-**	**4,702,380**
Deferred taxation	**-**	**-**	**-**	**-**	**-**	**-**	**879,346**	**879,346**
Statutory deposits with central banks	**-**	**-**	**-**	**-**	**-**	**-**	**5,051,789**	**5,051,789**
Investment in subsidiaries	**-**	**-**	**-**	**-**	**-**	**-**	**6,510,537**	**6,510,537**
Investment in joint venture	**-**	**-**	**-**	**-**	**-**	**-**	**125,000**	**125,000**
Property, plant and equipment	**-**	**-**	**-**	**-**	**-**	**-**	**588,095**	**588,095**
Right-of-use assets	**-**	**-**	**-**	**-**	**-**	**-**	**361,060**	**361,060**
Goodwill	**-**	**-**	**-**	**-**	**-**	**-**	**3,555,075**	**3,555,075**
Intangible assets	**-**	**-**	**-**	**-**	**-**	**-**	**1,153,649**	**1,153,649**
Total assets	**139,488,101**	**23,891,869**	**14,574,182**	**16,821,592**	**72,229,578**	**129,174,011**	**22,216,400**	**418,395,733**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Bank
2024

	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Liabilities								
Deposits from customers	**167,670,236**	**43,073,297**	**27,774,679**	**17,926,619**	**199,735**	**411,806**	**-**	**257,056,372**
Deposits and placements of banks and other financial institutions	**20,811,839**	**13,234,272**	**2,952,882**	**982,861**	**862,308**	**446,552**	**-**	**39,290,714**
Repurchase agreements	**12,476,252**	**19,015,245**	**2,405,193**	**592,929**	**-**	**-**	**-**	**34,489,619**
Financial liabilities designated at fair value through profit or loss	**11,750**	**258,902**	**87,463**	**74,686**	**1,619,567**	**1,072**	**-**	**2,053,440**
Derivative financial instruments	**1,646,813**	**1,633,548**	**659,801**	**637,789**	**1,751,902**	**690,133**	**-**	**7,019,986**
Bills and acceptances payable	**545,493**	**34,972**	**23,495**	**37**	**-**	**-**	**-**	**603,997**
Other liabilities	**10,487,387**	**315,316**	**447,559**	**749,138**	**700,535**	**1,117,910**	**-**	**13,817,845**
Lease liabilities	**3,673**	**7,996**	**13,017**	**31,714**	**226,261**	**98,492**	**-**	**381,153**
Recourse obligation on loans and financing sold to Cagamas	**-**	**5,137**	**2,431**	**226,773**	**256,987**	**830,022**	**-**	**1,321,350**
Provision for taxation	**73,623**	**-**	**-**	**-**	**-**	**-**	**-**	**73,623**
Amounts due to subsidiaries	**638,276**	**-**	**-**	**-**	**-**	**-**	**-**	**638,276**
Amounts due to related companies	**4,731**	**-**	**-**	**-**	**-**	**-**	**-**	**4,731**
Bonds	**31,814**	**7,048**	**4,795**	**2,282**	**5,805,961**	**-**	**-**	**5,851,900**
Other borrowings	**-**	**19,883**	**56,748**	**18,240**	**4,744,295**	**-**	**-**	**4,839,166**
Subordinated obligations	**-**	**47,595**	**28,078**	**3,032,592**	**4,470,680**	**2,050,000**	**-**	**9,628,945**
Total liabilities	**214,401,887**	**77,653,211**	**34,456,141**	**24,275,660**	**20,638,231**	**5,645,987**	**-**	**377,071,117**
Net liquidity gap	**(74,913,786)**	**(53,761,342)**	**(19,881,959)**	**(7,454,068)**	**51,591,347**	**123,528,024**	**22,216,400**	

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Bank

2023	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Assets								
Cash and short-term funds	18,693,015	-	-	-	-	-	566,828	19,259,843
Reverse repurchase agreements	5,711,464	1,348,427	2,943	-	-	-	-	7,062,834
Deposits and placements with banks and other financial institutions	-	4,529,195	856,407	178,591	-	-	-	5,564,193
Investment account placement	3,424,851	-	-	-	-	-	-	3,424,851
Financial investments at fair value through profit or loss	5,558,163	8,300,300	2,286,578	2,472,054	6,880,153	2,517,062	2,991,562	31,005,872
Debt instruments at fair value through other comprehensive income	364,018	645,289	912,767	1,878,417	18,288,400	20,744,011	-	42,832,902
Equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	272,783	272,783
Debt instruments at amortised cost	2,540,556	5,314,022	3,694,479	2,008,117	15,058,230	27,417,407	-	56,032,811
Derivative financial instruments	1,993,342	1,413,327	547,482	640,538	2,269,096	865,524	-	7,729,309
Loans, advances and financing	55,407,679	10,782,482	3,812,288	7,729,442	42,552,060	88,854,052	-	209,138,003
Other assets	5,784,464	406,429	50,723	49,485	405,091	105	-	6,696,297
Amounts due from holding company and ultimate holding company	17,509	-	-	-	-	-	-	17,509
Amounts due from subsidiaries	15,888	-	-	-	-	-	-	15,888
Amounts due from related companies	3,864,906	-	-	-	-	-	-	3,864,906
Deferred taxation	-	-	-	-	-	-	891,209	891,209
Statutory deposits with central banks	-	-	-	-	-	-	4,909,259	4,909,259
Investment in subsidiaries	-	-	-	-	-	-	6,808,606	6,808,606
Investment in joint venture	-	-	-	-	-	-	125,000	125,000
Property, plant and equipment	-	-	-	-	-	-	618,557	618,557
Right-of-use assets	-	-	-	-	-	-	433,786	433,786
Goodwill	-	-	-	-	-	-	3,555,075	3,555,075
Intangible assets	-	-	-	-	-	-	1,084,043	1,084,043
Non-current assets held for sale	-	-	-	-	-	-	5,584	5,584
Total assets	103,375,855	32,739,471	12,163,667	14,956,644	85,453,030	140,398,161	22,262,292	411,349,120

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.1 Contractual maturity of assets and liabilities (Continued)

The table below analyses assets and liabilities of the Group and the Bank based on the remaining period to the contractual maturity date in accordance with the requirements of BNM Guidelines: (Continued)

The Bank

2023	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Liabilities								
Deposits from customers	162,647,082	33,449,427	32,712,922	23,091,904	303,517	259,355	-	252,464,207
Deposits and placements of banks and other financial institutions	15,373,264	15,397,589	1,215,386	1,141,571	1,208,053	695,011	-	35,030,874
Repurchase agreements	12,919,029	19,456,357	1,814,641	-	-	-	-	34,190,027
Financial liabilities designated at fair value through profit or loss	1,976	-	-	25,147	1,228,056	1,865	-	1,257,044
Derivative financial instruments	2,375,941	1,725,171	690,635	342,410	2,045,780	731,631	-	7,911,568
Bills and acceptances payable	541,300	37,326	27,057	5	-	-	-	605,688
Other liabilities	9,279,262	452,265	449,275	685,546	701,660	1,170,311	-	12,738,319
Lease liabilities	2,617	7,198	11,886	46,112	265,552	110,734	-	444,099
Recourse obligation on loans and financing sold to Cagamas	-	1,725	514,417	-	487,588	160,021	-	1,163,751
Provision for taxation	284,073	-	-	-	-	-	-	284,073
Amounts due to subsidiaries	638,743	-	-	-	-	-	-	638,743
Amounts due to related companies	32,431	-	-	-	-	-	-	32,431
Bonds	77,274	407,698	1,704,373	3,519,463	4,582,923	-	-	10,291,731
Other borrowings	-	26,047	-	-	3,831,815	-	-	3,857,862
Subordinated obligations	-	43,862	30,259	1,989,830	7,337,084	200,000	-	9,601,035
Total liabilities	204,172,992	71,004,665	39,170,851	30,841,988	21,992,028	3,328,928	-	370,511,452
Net liquidity gap	(100,797,137)	(38,265,194)	(27,007,184)	(15,885,344)	63,461,002	137,069,233	22,262,292	

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis

Non-derivative financial liabilities

The tables below present the cash flows payable by the Group and the Bank under non-derivative financial liabilities by remaining contractual maturities at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow:

The Group
2024

	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Non-derivative financial liabilities								
Deposits from customers	**254,505,039**	**70,576,013**	**50,097,483**	**34,118,297**	**1,580,310**	**431,494**	**-**	**411,308,636**
Investment accounts of customers	**4,245,555**	**6,588,545**	**7,471,647**	**5,803,759**	**736,395**	**-**	**-**	**24,845,901**
Deposits and placements of banks and other financial institutions	**24,982,254**	**13,670,541**	**3,033,654**	**1,189,832**	**968,181**	**446,552**	**-**	**44,291,014**
Repurchase agreements/Collateralised Commodity Murabahah	**16,991,090**	**22,903,886**	**3,643,710**	**592,929**	**-**	**-**	**-**	**44,131,615**
Bills and acceptances payable	**580,123**	**36,911**	**165,237**	**14,918**	**535,210**	**126,410**	**-**	**1,458,809**
Financial liabilities designated at fair value through profit or loss	**18,361**	**294,523**	**179,439**	**172,125**	**5,504,466**	**1,214,772**	**-**	**7,383,686**
Other liabilities	**12,489,621**	**334,085**	**448,958**	**750,690**	**861,860**	**1,575,249**	**-**	**16,460,463**
Lease liabilities	**4,695**	**37,403**	**43,152**	**88,646**	**300,066**	**16,523**	**-**	**490,485**
Recourse obligation on loans and financing sold to Cagamas	**34,651**	**27,406**	**38,515**	**801,889**	**3,092,448**	**1,876,248**	**-**	**5,871,157**
Amounts due to related companies	**8,694**	**-**	**-**	**-**	**-**	**-**	**-**	**8,694**
Bonds, Sukuk and debentures	**268,014**	**126,901**	**150,066**	**323,029**	**8,980,486**	**7,143,003**	**-**	**16,991,499**
Other borrowings	**3,177**	**62,735**	**54,931**	**29,949**	**5,566,631**	**-**	**-**	**5,717,423**
Subordinated obligations	**16,809**	**103,534**	**117,598**	**3,284,789**	**5,431,071**	**3,263,440**	**-**	**12,217,241**
Financial guarantees	**4,073,642**	**1,310,873**	**107,496**	**1,685,333**	**216,806**	**33,984**	**-**	**7,428,134**
Credit related commitments and contingencies	**115,901,178**	**2,319,256**	**4,006,582**	**8,524,933**	**8,580,559**	**27,439,907**	**-**	**166,772,415**
	434,122,903	**118,392,612**	**69,558,468**	**57,381,118**	**42,354,489**	**43,567,582**	**-**	**765,377,172**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Non-derivative financial liabilities (Continued)

The tables below present the cash flows payable by the Group and the Bank under non-derivative financial liabilities by remaining contractual maturities at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Group 2023	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Non-derivative financial liabilities								
Deposits from customers	243,085,443	58,793,862	53,748,431	46,070,580	3,227,793	279,626	-	405,205,735
Investment accounts of customers	3,943,899	4,492,137	5,102,985	5,190,453	680,860	-	-	19,410,334
Deposits and placements of banks and other financial institutions	19,593,806	16,328,050	1,539,851	1,189,851	1,526,424	695,011	-	40,872,993
Repurchase agreements/Collateralised Commodity Murabahah	16,852,345	23,695,680	2,786,762	-	-	-	-	43,334,787
Bills and acceptances payable	610,677	39,415	58,272	4,875	741,846	117,342	-	1,572,427
Financial liabilities designated at fair value through profit or loss	3,210	26,554	260,908	791,335	4,852,057	1,556,276	-	7,490,340
Other liabilities	11,282,973	582,885	466,548	1,159,934	933,266	1,727,576	4,497	16,157,679
Lease liabilities	3,980	42,104	46,507	107,390	351,802	39,017	-	590,800
Recourse obligation on loans and financing sold to Cagamas	18,486	16,950	547,662	560,818	3,218,329	209,011	-	4,571,256
Amounts due to related companies	33,175	-	-	-	-	-	-	33,175
Bonds, Sukuk and debentures	104,648	592,863	1,969,307	3,837,403	6,384,778	328,010	-	13,217,009
Other borrowings	-	62,016	7,077	14,754	4,763,695	1,809	-	4,849,351
Subordinated obligations	20,296	103,120	135,520	3,049,457	6,295,295	2,231,690	-	11,835,378
Financial guarantees	3,887,164	1,028,492	114,872	1,591,166	132,974	26,615	-	6,781,283
Credit related commitments and contingencies	82,062,596	3,841,489	4,171,070	6,076,023	7,347,769	31,014,416	-	134,513,363
	381,502,698	109,645,617	70,955,772	69,644,039	40,456,888	38,226,399	4,497	710,435,910

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Non-derivative financial liabilities (Continued)

The tables below present the cash flows payable by the Group and the Bank under non-derivative financial liabilities by remaining contractual maturities at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Bank 2024	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Non-derivative financial liabilities								
Deposits from customers	**168,091,440**	**43,254,501**	**27,992,541**	**18,159,392**	**202,819**	**413,168**	**-**	**258,113,861**
Deposits and placements of banks and other financial institutions	**21,059,439**	**13,328,250**	**2,992,312**	**1,010,358**	**862,308**	**446,552**	**-**	**39,699,219**
Repurchase agreements	**12,508,202**	**19,019,616**	**2,405,193**	**592,929**	**-**	**-**	**-**	**34,525,940**
Bills and acceptances payable	**545,493**	**34,972**	**23,495**	**37**	**-**	**-**	**-**	**603,997**
Financial liabilities designated at fair value through profit or loss	**8,141**	**276,445**	**104,242**	**110,925**	**1,785,905**	**1,314**	**-**	**2,286,972**
Other liabilities	**9,832,207**	**316,202**	**448,729**	**750,592**	**760,804**	**1,561,100**	**-**	**13,669,634**
Lease liabilities	**3,464**	**33,952**	**36,676**	**69,072**	**247,768**	**12,742**	**-**	**403,674**
Recourse obligation on loans and financing sold to Cagamas	**-**	**8,729**	**11,943**	**255,729**	**419,317**	**919,897**	**-**	**1,615,615**
Amounts due to subsidiaries	**638,276**	**-**	**-**	**-**	**-**	**-**	**-**	**638,276**
Amounts due to related companies	**4,731**	**-**	**-**	**-**	**-**	**-**	**-**	**4,731**
Bonds	**38,546**	**18,525**	**50,541**	**111,914**	**6,308,651**	**-**	**-**	**6,528,177**
Other borrowings	**3,177**	**62,735**	**54,931**	**29,849**	**5,564,062**	**-**	**-**	**5,714,754**
Subordinated obligations	**-**	**81,804**	**109,122**	**3,225,081**	**5,280,840**	**2,208,960**	**-**	**10,905,807**
Financial guarantees	**3,575,001**	**1,308,036**	**107,496**	**457,809**	**216,806**	**33,983**	**-**	**5,699,131**
Credit related commitments and contingencies	**93,638,098**	**1,573,341**	**2,681,804**	**7,850,106**	**6,686,465**	**17,610,872**	**-**	**130,040,686**
	309,946,215	**79,317,108**	**37,019,025**	**32,623,793**	**28,335,745**	**23,208,588**	**-**	**510,450,474**

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Non-derivative financial liabilities (Continued)

The tables below present the cash flows payable by the Group and the Bank under non-derivative financial liabilities by remaining contractual maturities at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Bank

2023	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Non-derivative financial liabilities								
Deposits from customers	163,705,388	33,282,023	33,181,603	23,748,472	317,264	260,461	-	254,495,211
Deposits and placements of banks and other financial institutions	16,126,247	15,541,272	1,237,764	1,175,418	1,206,598	695,011	-	35,982,310
Repurchase agreements	12,968,384	19,446,686	1,813,600	-	-	-	-	34,228,670
Bills and acceptances payable	541,301	37,326	27,057	5	-	-	-	605,689
Financial liabilities designated at fair value through profit or loss	2,153	11,549	11,853	50,199	1,281,105	2,083	-	1,358,942
Other liabilities	8,809,628	542,266	464,993	1,159,632	831,018	1,632,221	-	13,439,758
Lease liabilities	2,777	38,643	41,428	78,850	291,567	30,664	-	483,929
Recourse obligation on loans and financing sold to Cagamas	-	6,547	528,874	15,355	563,420	209,011	-	1,323,207
Amounts due to subsidiaries	638,743	-	-	-	-	-	-	638,743
Amounts due to related companies	32,431	-	-	-	-	-	-	32,431
Bonds	88,630	420,233	1,811,495	3,705,663	5,023,094	-	-	11,049,115
Other borrowings	-	62,016	7,077	14,078	4,760,118	-	-	4,843,289
Subordinated obligations	-	71,074	124,220	2,186,374	8,115,052	216,000	-	10,712,720
Financial guarantees	3,477,161	1,005,588	114,872	358,219	132,974	26,615	-	5,115,429
Credit related commitments and contingencies	62,864,426	3,225,571	2,279,928	6,647,836	5,019,342	18,066,993	-	98,104,096
	269,257,269	73,690,794	41,644,764	39,140,101	27,541,552	21,139,059	-	472,413,539

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities

The table below analyses the Group's and the Bank's trading derivative financial liabilities and hedging derivative financial liabilities.

All trading derivatives, whether net or gross settled are analysed based on the expected maturity as the contractual maturity is not considered to be essential to the understanding of the timing of the cash flows. The amounts disclosed in respect of such contracts are the fair values.

Hedging derivatives are disclosed based on remaining contractual maturities as the contractual maturities of such contracts are essential for an understanding of the timing of the cash flows. The amounts disclosed in respect of such contracts are the contractual undiscounted cash flows.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's trading derivative financial liabilities and hedging derivative financial liabilities that will be settled on a net basis:

The Group 2024	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	**(855,985)**	**-**	**-**	**-**	**-**	**-**	**-**	**(855,985)**
- Interest rate derivatives	**(3,359,859)**	**-**	**-**	**-**	**-**	**-**	**-**	**(3,359,859)**
- Equity related derivatives	**(282,171)**	**-**	**-**	**-**	**-**	**-**	**-**	**(282,171)**
- Commodity related derivatives	**(73,739)**	**-**	**-**	**-**	**-**	**-**	**-**	**(73,739)**
- Credit related contracts	**(13,137)**	**-**	**-**	**-**	**-**	**-**	**-**	**(13,137)**
- Bond forward	**(600,678)**	**-**	**-**	**-**	**-**	**-**	**-**	**(600,678)**
Hedging derivatives								
- Interest rate derivatives	**(12,179)**	**(19,257)**	**(36,405)**	**(72,104)**	**(157,000)**	**(100,056)**	**-**	**(397,001)**
	(5,197,748)	**(19,257)**	**(36,405)**	**(72,104)**	**(157,000)**	**(100,056)**	**-**	**(5,582,570)**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's trading derivative financial liabilities and hedging derivative financial liabilities that will be settled on a net basis: (Continued)

The Group 2023	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	(1,859,844)	-	-	-	-	-	-	(1,859,844)
- Interest rate derivatives	(3,615,565)	-	-	-	-	-	-	(3,615,565)
- Equity related derivatives	(254,268)	-	-	-	-	-	-	(254,268)
- Commodity related derivatives	(48,072)	-	-	-	-	-	-	(48,072)
- Credit related contracts	(16,375)	-	-	-	-	-	-	(16,375)
- Bond forward	(104,143)	-	-	-	-	-	-	(104,143)
Hedging derivatives								
- Foreign exchange derivatives	219,408	-	-	-	-	-	-	219,408
- Interest rate derivatives	17,478	(24,363)	(28,941)	(55,803)	(243,377)	(93,650)	-	(428,656)
	(5,661,381)	(24,363)	(28,941)	(55,803)	(243,377)	(93,650)	-	(6,107,515)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's trading derivative financial liabilities and hedging derivative financial liabilities that will be settled on a net basis: (Continued)

The Bank 2024	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	**(853,410)**	**-**	**-**	**-**	**-**	**-**	**-**	**(853,410)**
- Interest rate derivatives	**(1,671,813)**	**-**	**-**	**-**	**-**	**-**	**-**	**(1,671,813)**
- Equity related derivatives	**(282,714)**	**-**	**-**	**-**	**-**	**-**	**-**	**(282,714)**
- Commodity related derivatives	**(73,739)**	**-**	**-**	**-**	**-**	**-**	**-**	**(73,739)**
- Credit related contracts	**(13,178)**	**-**	**-**	**-**	**-**	**-**	**-**	**(13,178)**
Hedging derivatives								
- Foreign exchange derivatives	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
- Interest rate derivatives	**(11,949)**	**(18,782)**	**(29,651)**	**(60,772)**	**(105,939)**	**(35,535)**	**-**	**(262,628)**
	(2,906,803)	**(18,782)**	**(29,651)**	**(60,772)**	**(105,939)**	**(35,535)**	**-**	**(3,157,482)**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's trading derivative financial liabilities and hedging derivative financial liabilities that will be settled on a net basis: (Continued)

The Bank 2023	Up to 1 month RM'000	> 1 – 3 months RM'000	> 3 – 6 months RM'000	> 6 – 12 months RM'000	> 1 – 5 years RM'000	Over 5 years RM'000	No-specific maturity RM'000	Total RM'000
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	(1,854,557)	-	-	-	-	-	-	(1,854,557)
- Interest rate derivatives	(1,614,535)	-	-	-	-	-	-	(1,614,535)
- Equity related derivatives	(254,385)	-	-	-	-	-	-	(254,385)
- Commodity related derivatives	(48,072)	-	-	-	-	-	-	(48,072)
- Credit related contracts	(16,431)	-	-	-	-	-	-	(16,431)
- Bond forward	(668)	-	-	-	-	-	-	(668)
Hedging derivatives								
- Interest rate derivatives	67,738	(24,321)	(32,940)	(59,895)	(254,681)	(62,948)	-	(367,047)
	(3,720,910)	(24,321)	(32,940)	(59,895)	(254,681)	(62,948)	-	(4,155,695)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The Group's and the Bank's derivatives that will be settled on a gross basis include foreign exchange derivatives, such as currency forward, currency swap, and cross currency interest rate swaps.

The table below analyses the Group's and the Bank's derivative financial liabilities that will be settled on a gross basis into relevant maturity groupings by expected maturity at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow:

The Group **2024**	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	**(8,406,544)**	**-**	**-**	**-**	**-**	**-**	**-**	**(8,406,544)**
Hedging derivatives								
Foreign exchange derivatives								
- Outflow	**(420,927)**	**(1,995,996)**	**(2,664,977)**	**(95,454)**	**(3,504,963)**	**(47,596)**	**-**	**(8,729,913)**
- Inflow	**389,580**	**1,971,950**	**2,591,815**	**104,330**	**3,473,117**	**46,414**	**-**	**8,577,206**
	(8,437,891)	**(24,046)**	**(73,162)**	**8,876**	**(31,846)**	**(1,182)**	**-**	**(8,559,251)**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's derivative financial liabilities that will be settled on a gross basis into relevant maturity groupings by expected maturity at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Group **2023**	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	(9,393,056)	-	-	-	-	-	-	(9,393,056)
Hedging derivatives								
Foreign exchange derivatives								
- Outflow	(184,869)	(2,951,761)	(1,313,395)	(1,532,888)	(2,265,384)	(53,549)	-	(8,301,846)
- Inflow	170,798	2,872,535	1,268,249	1,432,265	2,087,326	53,682	-	7,884,855
	(9,407,127)	(79,226)	(45,146)	(100,623)	(178,058)	133	-	(9,810,047)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's derivative financial liabilities that will be settled on a gross basis into relevant maturity groupings by expected maturity at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Bank **2024**	**Up to 1 month** **RM'000**	**> 1 – 3 months** **RM'000**	**> 3 – 6 months** **RM'000**	**> 6 – 12 months** **RM'000**	**> 1 – 5 years** **RM'000**	**Over 5 years** **RM'000**	**No-specific maturity** **RM'000**	**Total** **RM'000**
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	**(3,695,097)**	-	-	-	-	-	-	**(3,695,097)**
Derivative financial liabilities								
Hedging derivatives								
Foreign exchange derivatives								
- Outflow	**(395,555)**	**(1,949,969)**	**(2,648,207)**	**(35,127)**	**(2,270,161)**	-	-	**(7,299,019)**
- Inflow	**376,593**	**1,918,101**	**2,576,416**	**37,515**	**2,256,964**	-	-	**7,165,589**
	(3,714,059)	**(31,868)**	**(71,791)**	**2,388**	**(13,197)**	-	-	**(3,828,527)**

57 Financial Risk Management (Continued)

57.3 Liquidity risk (Continued)

57.3.2 Contractual maturity of financial liabilities on an undiscounted basis (Continued)

Derivative financial liabilities (Continued)

The table below analyses the Group's and the Bank's derivative financial liabilities that will be settled on a gross basis into relevant maturity groupings by expected maturity at the end of the reporting period. The amounts disclosed in the table are the contractual undiscounted cash flow: (Continued)

The Bank **2023**	**Up to 1 month RM'000**	**> 1 – 3 months RM'000**	**> 3 – 6 months RM'000**	**> 6 – 12 months RM'000**	**> 1 – 5 years RM'000**	**Over 5 years RM'000**	**No-specific maturity RM'000**	**Total RM'000**
Derivative financial liabilities								
Trading derivatives								
- Foreign exchange derivatives	(3,562,885)	-	-	-	-	-	-	(3,562,885)
Derivative financial liabilities								
Hedging derivatives								
Foreign exchange derivatives								
- Outflow	(184,869)	(2,926,231)	(1,203,363)	(803,590)	(737,426)	-	-	(5,855,479)
- Inflow	170,798	2,862,880	1,164,613	806,073	709,372	-	-	5,713,736
	(3,576,956)	(63,351)	(38,750)	2,483	(28,054)	-	-	(3,704,628)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

57.4.1 Determination of fair value and fair value hierarchy

The fair value hierarchy has the following levels:

Level 1	Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.
Level 2	Inputs to the valuation methodology include: • Quoted prices for similar assets and liabilities in active markets; or • Quoted prices for identical or similar assets and liabilities in non-active markets; or • Inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
Level 3	One or more inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Assets/liabilities are classified as Level 1 when the valuation is based on quoted prices for identical assets or liabilities in active markets.

Assets/liabilities are regarded as being quoted in an active market if the prices are readily available from a published and reliable source and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When fair value is determined using quoted prices of similar assets/liabilities in active markets or quoted prices of identical or similar assets and liabilities in non-active markets, such assets/liabilities are classified as Level 2. In cases where quoted prices are generally not available, the Group determines fair value based upon valuation techniques that use market parameters as inputs. Most valuation techniques employ observable market data, including but not limited to yield curves, equity prices, volatilities and foreign exchange rates.

Assets/liabilities are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data. Such inputs are determined based on observable inputs of a similar nature, historical observations or other analytical techniques.

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

If prices or quotes are not available for an instrument or a similar instrument, fair value will be established by using valuation techniques or Mark-to-Model. Judgement may be required to assess the need for valuation adjustments to appropriately reflect unobservable parameters. The valuation models shall also consider relevant transaction data such as maturity. The inputs are then benchmarked and extrapolated to derive the fair value.

Valuation Model Review and Approval

- Fair valuation of financial instruments is determined either through Mark-to-Market or Mark-to-Model methodology, as appropriate;

- Market Risk Management is mandated to perform Mark-to-Market, Mark-to-Model and rate reasonableness verification. Market price and/or rate sources for Mark-to-Market are validated by Market Risk Management as part and parcel of market data reasonableness verification;

- Valuation methodologies for the purpose of determining Mark-to-Model prices will be verified by Group Risk Management Quantitative analysts before submitting to the GMCRC for approval;

- Mark-to-Model process shall be carried out by Market Risk Management in accordance with the approved valuation methodologies. Group Risk Management Quantitative analysts are responsible for independent evaluation and validation of the Group's financial models used for valuation;

- Group Risk Management Quantitative analysts are the guardian of the financial models and valuation methodologies. Market rate sources and model inputs for the purpose of Mark-to-Model must be verified by Group Risk Management Quantitative analysts and approved by Regional Head, Market Risk Management and/or the GMCRC;

- Model risk and unobservable parameter reserve must be considered to provide for the uncertainty of the model assumptions;

- The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer; and

- Independent price verification process shall be carried out by Market Risk Management to ensure that financial assets/liabilities are recorded at fair value.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following table represents financial assets and liabilities measured at fair value and classified by level with the following fair value hierarchy:

	The Group				The Bank			
	Fair Value				Fair Value			
	Level 1	Level 2	Level 3	Carrying amount	Level 1	Level 2	Level 3	Carrying amount
2024	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Recurring fair value measurements								
Financial assets								
Financial investments at fair value through profit or loss								
-Money market instruments	-	36,107,189	301,267	36,408,456	-	23,589,836	301,267	23,891,103
-Quoted securities	1,991,118	-	-	1,991,118	1,991,118	-	-	1,991,118
-Unquoted securities	-	6,748,535	1,187,068	7,935,603	-	5,544,662	1,172,247	6,716,909
Debt instruments at fair value through other comprehensive income								
-Money market instruments	-	26,509,548	-	26,509,548	-	17,596,392	-	17,596,392
-Unquoted securities	-	36,370,694	-	36,370,694	-	29,087,736	-	29,087,736
Equity instruments at fair value through other comprehensive income								
-Quoted securities	1,265	-	-	1,265	54	-	-	54
-Unquoted securities	-	86,352	279,092	365,444	-	-	275,590	275,590
Derivative financial instruments								
-Trading derivatives	17,514	13,799,238	95,311	13,912,063	17,514	6,885,416	94,403	6,997,333
-Hedging derivatives	-	791,765	-	791,765	-	594,178	-	594,178
Total	2,009,897	120,413,321	1,862,738	124,285,956	2,008,686	83,298,220	1,843,507	87,150,413
Recurring fair value measurements								
Financial liabilities								
Derivative financial instruments								
-Trading derivatives	122,577	13,314,786	154,750	13,592,113	122,577	6,308,743	158,631	6,589,951
-Hedging derivatives	-	590,235	-	590,235	-	430,035	-	430,035
Financial liabilities designated at fair value through profit or loss	-	6,594,338	-	6,594,338	-	2,053,440	-	2,053,440
Total	122,577	20,499,359	154,750	20,776,686	122,577	8,792,218	158,631	9,073,426

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following table represents financial assets and liabilities measured at fair value and classified by level with the following fair value hierarchy: (Continued)

	The Group Fair Value				The Bank Fair Value			
2023	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Carrying amount RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Carrying amount RM'000
Recurring fair value measurements								
Financial assets								
Financial investments at fair value through profit or loss								
-Money market instruments	-	31,950,929	308,890	32,259,819	-	21,168,315	308,890	21,477,205
-Quoted securities	1,881,131	-	-	1,881,131	1,881,131	-	-	1,881,131
-Unquoted securities	-	7,848,892	1,124,416	8,973,308	-	6,537,105	1,110,431	7,647,536
Debt instruments at fair value through other								
-Money market instruments	-	22,995,548	-	22,995,548	-	14,919,719	-	14,919,719
-Unquoted securities	-	35,239,062	-	35,239,062	-	27,913,183	-	27,913,183
Equity instruments at fair value through								
-Quoted securities	1,718	-	-	1,718	54	-	-	54
-Unquoted securities	-	-	277,282	277,282	-	-	272,729	272,729
Derivative financial instruments								
-Trading derivatives	3,178	14,318,646	128,102	14,449,926	3,178	6,878,852	127,711	7,009,741
-Hedging derivatives	-	953,495	-	953,495	-	719,568	-	719,568
Loans, advances and financing at fair value through profit or loss	-	274,133	-	274,133	-	-	-	-
Total	1,886,027	113,580,705	1,838,690	117,305,422	1,884,363	78,136,742	1,819,761	81,840,866
Recurring fair value measurements								
Financial liabilities								
Derivative financial instruments								
-Trading derivatives	135,489	15,009,598	146,236	15,291,323	135,489	7,066,116	151,337	7,352,942
-Hedging derivatives	-	636,494	-	636,494	-	558,626	-	558,626
Financial liabilities designated at fair value through profit or loss	-	6,770,128	-	6,770,128	-	1,257,044	-	1,257,044
Total	135,489	22,416,220	146,236	22,697,945	135,489	8,881,786	151,337	9,168,612

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2024 and 31 December 2023 for the Group and the Bank:

	Financial Assets				Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments	Total	Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
The Group	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
2024						
At 1 January	**1,433,306**	**277,282**	**128,102**	**1,838,690**	**(146,236)**	**(146,236)**
Total gains/(losses) recognised in statement of income	**82,531**	**-**	**(31,154)**	**51,377**	**(11,290)**	**(11,290)**
Total gains recognised in other comprehensive income	**-**	**1,915**	**-**	**1,915**	**-**	**-**
Purchases	**108**	**-**	**12,108**	**12,216**	**(318,489)**	**(318,489)**
Sales and redemptions	**(18,545)**	**-**	**-**	**(18,545)**	**-**	**-**
Settlements	**-**	**-**	**(11,989)**	**(11,989)**	**319,673**	**319,673**
Exchange fluctuation	**(9,065)**	**(105)**	**(1,756)**	**(10,926)**	**1,592**	**1,592**
At 31 December	**1,488,335**	**279,092**	**95,311**	**1,862,738**	**(154,750)**	**(154,750)**
Total gains/(losses) recognised in statement of income for financial year ended 31 December 2024 under:						
- net non-interest income	**82,531**	**-**	**(31,154)**	**51,377**	**(11,290)**	**(11,290)**
Total gains recognised in other comprehensive income for financial year ended 31 December 2024 under "revaluation reserves"	**-**	**1,915**	**-**	**1,915**	**-**	**-**
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2024 under "net non-interest income"	**82,875**	**-**	**186,610**	**269,485**	**(99,287)**	**(99,287)**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2024 and 31 December 2023 for the Group and the Bank: (Continued)

	Financial Assets				Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments	Total	Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
The Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
2023						
At 1 January	1,445,538	272,761	115,732	1,834,031	(120,230)	(120,230)
Total gains recognised in statement of income	24,146	-	7,600	31,746	6,792	6,792
Total gains recognised in other comprehensive income	-	4,238	-	4,238	-	-
Purchases	568	422	11,084	12,074	(390,282)	(390,282)
Sales and redemptions	(56,256)	(374)	-	(56,630)	-	-
Settlements	-	-	(9,656)	(9,656)	360,703	360,703
Exchange fluctuation	19,310	235	3,342	22,887	(3,219)	(3,219)
At 31 December	1,433,306	277,282	128,102	1,838,690	(146,236)	(146,236)
Total gains recognised in statement of income for financial year ended 31 December 2023 under:						
- net non-interest income	24,146	-	7,600	31,746	6,792	6,792
Total gains recognised in other comprehensive income for financial year ended 31 December 2023 under "revaluation reserves"	-	4,238	-	4,238	-	-
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2023 under "net non-interest income"	10,173	-	226,121	236,294	(95,443)	(95,443)

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2024 and 31 December 2023 for the Group and the Bank: (Continued)

	Financial Assets				Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments	Total	Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
The Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
2024						
At 1 January	**1,419,321**	**272,729**	**127,711**	**1,819,761**	**(151,337)**	**(151,337)**
Total gains/(losses) recognised in statement of income	**81,695**	**-**	**(31,227)**	**50,468**	**(10,138)**	**(10,138)**
Total gains recognised in other comprehensive income	**-**	**2,861**	**-**	**2,861**	**-**	**-**
Purchases	**108**	**-**	**11,603**	**11,711**	**(318,401)**	**(318,401)**
Sales and redemptions	**(18,545)**	**-**	**-**	**(18,545)**	**-**	**-**
Settlements	**-**	**-**	**(11,928)**	**(11,928)**	**319,653**	**319,653**
Exchange fluctuation	**(9,065)**	**-**	**(1,756)**	**(10,821)**	**1,592**	**1,592**
At 31 December	**1,473,514**	**275,590**	**94,403**	**1,843,507**	**(158,631)**	**(158,631)**
Total gains/(losses) recognised in statement of income for financial year ended 31 December 2024 under:						
- net non-interest income	**81,695**	**-**	**(31,227)**	**50,468**	**(10,138)**	**(10,138)**
Total gains recognised in other comprehensive income for financial year ended 31 December 2024 under "revaluation reserves"	**-**	**2,861**	**-**	**2,861**	**-**	**-**
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2024 under "net non-interest income"	**82,039**	**-**	**186,539**	**268,578**	**(98,111)**	**(98,111)**

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.1 Determination of fair value and fair value hierarchy (Continued)

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2024 and 31 December 2023 for the Group and the Bank: (Continued)

	Financial Assets				Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments	Total	Derivative financial instruments	Total
	Money market instruments and unquoted securities	Unquoted securities	Trading derivatives		Trading derivatives	
The Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
2023						
At 1 January	1,432,008	267,685	115,732	1,815,425	(127,384)	(127,384)
Total gains recognised in statement of income	23,691	-	7,514	31,205	8,781	8,781
Total gains recognised in other comprehensive income	-	5,414	-	5,414	-	-
Purchases	568	-	10,743	11,311	(390,199)	(390,199)
Sales and redemptions	(56,256)	(374)	-	(56,630)	-	-
Settlements	-	-	(9,620)	(9,620)	360,685	360,685
Exchange fluctuation	19,310	4	3,342	22,656	(3,220)	(3,220)
At 31 December	1,419,321	272,729	127,711	1,819,761	(151,337)	(151,337)
Total gains recognised in statement of income for financial year ended 31 December 2023 under:						
- net non-interest income	23,691	-	7,514	31,205	8,781	8,781
Total gains recognised in other comprehensive income for financial year ended 31 December 2023 under "revaluation reserves"	-	5,414	-	5,414	-	-
Change in unrealised gains/(losses) recognised in statement of income relating to assets held on 31 December 2023 under "net non-interest income"	9,719	-	226,042	235,761	(98,481)	(98,481)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost

The following tables analyse within the fair value hierarchy the Group's assets' and liabilities' fair value at 31 December 2024 and 31 December 2023 where the fair value does not approximate to carrying amount in the statement of financial position:

		The Group		
		Fair Value		
	Carrying amount	Level 1	Level 2	Total
2024	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial assets				
Deposits and placements with banks and other financial institutions	**4,497,333**	**-**	**4,495,466**	**4,495,466**
Reverse repurchase agreements	**10,433,820**	**-**	**10,476,660**	**10,476,660**
Debt instruments at amortised cost	**74,284,787**	**-**	**74,565,091**	**74,565,091**
Loans, advances and financing at amortised cost	**380,075,496**	**-**	**376,769,307**	**376,769,307**
Total	**469,291,436**	**-**	**466,306,524**	**466,306,524**
Financial liabilities				
Deposits from customers	**408,230,634**	**-**	**408,181,231**	**408,181,231**
Investment accounts of customer	**24,443,310**	**-**	**24,468,488**	**24,468,488**
Deposits and placements of banks and other financial institutions	**43,872,150**	**-**	**43,799,450**	**43,799,450**
Repurchase agreements	**44,093,953**	**-**	**44,060,444**	**44,060,444**
Recourse obligation on loans and financing sold to Cagamas	**4,934,842**		**4,925,290**	**4,925,290**
Bonds, Sukuk and debentures	**13,938,972**	**-**	**14,004,618**	**14,004,618**
Other borrowings	**4,841,483**	**-**	**4,851,968**	**4,851,968**
Subordinated obligations	**10,292,623**	**-**	**10,253,554**	**10,253,554**
Total	**554,647,967**	**-**	**554,545,043**	**554,545,043**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

The following tables analyse within the fair value hierarchy the Group's assets' and liabilities' fair value at 31 December 2024 and 31 December 2023 where the fair value does not approximate to carrying amount in the statement of financial position: (Continued)

	The Group			
		Fair Value		
	Carrying amount	Level 1	Level 2	Total
2023	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial assets				
Deposits and placements with banks and other financial institutions	2,697,899	-	2,691,051	2,691,051
Debt instruments at amortised cost	72,718,772	-	72,926,116	72,926,116
Loans, advances and financing at amortised cost	368,102,219	-	364,914,217	364,914,217
Total	443,518,890	-	440,531,384	440,531,384
Financial liabilities				
Deposits from customers	401,899,912	-	400,142,241	400,142,241
Investment accounts of customer	18,984,125	-	19,030,370	19,030,370
Deposits and placements of banks and other financial institutions	39,858,928	-	39,797,660	39,797,660
Recourse obligation on loans and financing sold to Cagamas	3,986,749		4,050,013	4,050,013
Bonds, Sukuk and debentures	12,232,122	-	12,169,706	12,169,706
Other borrowings	3,863,149	-	3,896,339	3,896,339
Subordinated obligations	10,097,469	-	10,152,110	10,152,110
Total	490,922,454	-	489,238,439	489,238,439

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

The following tables analyse within the fair value hierarchy the Bank's assets' and liabilities' fair value at 31 December 2024 and 31 December 2023 where the fair value does not approximate to carrying amount in the statement of financial position:

		The Bank		
		Fair Value		
	Carrying amount	Level 1	Level 2	Total
2024	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial assets				
Deposits and placement with banks and other financial institutions	**5,045,166**	**-**	**5,043,299**	**5,043,299**
Reverse repurchase agreements	**8,574,863**	**-**	**8,617,703**	**8,617,703**
Debt instruments at amortised cost	**57,061,404**	**-**	**57,117,346**	**57,117,346**
Loans, advances and financing at amortised cost	**210,516,683**	**-**	**208,252,479**	**208,252,479**
Total	**281,198,116**	**-**	**279,030,827**	**279,030,827**
Financial liabilities				
Deposits from customers	**257,056,372**	**-**	**256,996,608**	**256,996,608**
Deposits and placements of banks and other financial institutions	**39,290,714**	**-**	**39,223,101**	**39,223,101**
Repurchase agreements	**34,489,619**	**-**	**34,456,110**	**34,456,110**
Recourse obligation on loans and financing sold to Cagamas	**1,321,350**	**-**	**1,324,865**	**1,324,865**
Bonds	**5,851,900**	**-**	**5,999,111**	**5,999,111**
Other borrowings	**4,839,166**	**-**	**4,849,651**	**4,849,651**
Subordinated obligations	**9,628,945**	**-**	**9,589,821**	**9,589,821**
Total	**352,478,066**	**-**	**352,439,267**	**352,439,267**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

The following tables analyse within the fair value hierarchy the Bank's assets' and liabilities' fair value at 31 December 2024 and 31 December 2023 where the fair value does not approximate to carrying amount in the statement of financial position: (Continued)

		The Bank		
		Fair Value		
	Carrying amount	Level 1	Level 2	Total
2023	RM'000	RM'000	RM'000	RM'000
Financial assets				
Deposits and placement with banks and other financial institutions	5,564,193	-	5,557,344	5,557,344
Debt instruments at amortised cost	56,032,811	-	56,021,926	56,021,926
Loans, advances and financing at amortised cost	209,138,003	-	206,599,129	206,599,129
Total	270,735,007	-	268,178,399	268,178,399
Financial liabilities				
Deposits from customers	252,464,207	-	252,445,764	252,445,764
Deposits and placements of banks and other financial institutions	35,030,874	-	34,981,185	34,981,185
Recourse obligation on loans and financing sold to Cag	1,163,751	-	1,188,423	1,188,423
Bonds	10,291,731	-	10,204,026	10,204,026
Other borrowings	3,857,862	-	3,891,053	3,891,053
Subordinated obligations	9,601,035	-	9,646,542	9,646,542
Total	312,409,460	-	312,356,993	312,356,993

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

The fair values are based on the following methodologies and assumptions:

Short-term funds and placements with financial institutions

For short-term funds and placements with financial institutions with maturities of less than six months, the carrying value is a reasonable estimate of fair value. For deposits and placements with maturities of six months and above, the estimated fair value is based on discounted cash flows using prevailing money market interest rates at which similar deposits and placements would be made with financial institutions of similar credit risk and remaining period to maturity.

Debt instruments at amortised cost

The estimated fair value is generally based on quoted and observable market prices. Where there is no ready market in certain securities, the Group and the Bank establishes fair value by using valuation techniques. These include the use of recent arm's length transactions, discounted cash flow analysis and other valuation techniques commonly used by market participants.

Other assets

The fair value of other assets approximates the carrying value less impairment allowance at the statement of financial position date.

Loans, advances and financing

For floating rate loans, the carrying value is generally a reasonable estimate of fair value.

For fixed rate loans with maturities of six months or more, the fair value is estimated by discounting the estimated future cash flows using the prevailing market rates of loans with similar credit risks and maturities.

The fair values of impaired floating and fixed rate loans are represented by their carrying value, net of expected credit losses being the expected recoverable amount.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

Amount due (to)/from subsidiaries and related companies and amount due from holding company and ultimate holding company

The estimated fair values of the amount due (to)/from subsidiaries and related companies and amount due from ultimate holding company approximate the carrying values as the balances are either recallable on demand or are based on the current rates for such similar loans.

Deposits from customers

For deposits from customers with maturities of less than six months, the carrying amounts are a reasonable estimate of their fair value. For deposit with maturities of six months or more, fair values are estimated using discounted cash flows based on prevailing market rates for similar deposits from customers.

Investment accounts of customers

The estimated fair values of placements from investment accounts with maturities of less than six months approximate the carrying values. For placements with maturities of six months or more, the fair values are estimated based on discounted cash flows using prevailing money market profit rates for placements with similar remaining period to maturities.

Deposits and placements of banks and other financial institutions

The estimated fair values of deposits and placements of banks and other financial institutions with maturities of less than six months approximate the carrying values. For deposits and placements with maturities of six months or more, the fair values are estimated based on discounted cash flows using prevailing money market interest rates for deposits and placements with similar remaining period to maturities.

Obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah

The estimated fair values of obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah with maturities of less than six months approximate the carrying values. For obligations on securities sold under repurchase agreements/Collateralised Commodity Murabahah with maturities of six months or more, the fair values are estimated based on discounted cash flows using prevailing money market interest rates with similar remaining period to maturity.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

Bills and acceptances payable

The estimated fair values of bills and acceptances payable with maturities of less than six months approximate the carrying values. For floating rate bills and acceptances payable, the carrying value is generally a reasonable estimate of fair value.

For bills and acceptance payable with maturities of six months or more, the fair values are estimated based on discounted cash flows using prevailing money market interest rates for bills and acceptance payable with similar remaining period to maturity.

Other liabilities

The fair value of other liabilities approximates the carrying value at the statement of financial position date.

Lease liabilities

The estimated fair values of lease liabilities approximates the carrying value at the statement of financial position date.

Recourse obligation on loans and financing sold to Cagamas

The estimated fair values of loans and financing sold to Cagamas with maturities of less than six months approximate the carrying values. For loans and financing sold to Cagamas with maturities six months or more, the fair values are estimated based on discounted cash flows using prevailing market rates for loans and financing sold to Cagamas with similar risk profile.

Bonds, Sukuk and debentures and other borrowings

The estimated fair values of bonds, Sukuk and debentures and other borrowings with maturities of less than six months approximate the carrying values. For bonds, Sukuk and debentures and other borrowings with maturities six months or more, the fair values are estimated based on discounted cash flows using prevailing market rates for bonds, Sukuk and debentures and other borrowings with similar risk profile.

Subordinated obligations

The fair values for the quoted subordinated obligations are obtained from quoted market prices while the fair values for unquoted subordinated obligations are estimated based on discounted cash flow models.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.2 Fair value of financial assets and liabilities measured at amortised cost (Continued)

Credit related commitment and contingencies

The net fair value of these items was not calculated as estimated fair values are not readily ascertainable. These financial instruments generally relate to credit risks and attract fees in line with market prices for similar arrangements. They are not presently sold nor traded. The fair value may be represented by the present value of fees expected to be received, less associated costs.

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3)

Certain credit derivatives products where valuation inputs are unobservable are valued using analytic/semi-analytic pricing models that model credit default with other market variables such as foreign exchange ("FX") rates in a mathematically and theoretically consistent framework. These valuation models are the usual market standard used in credit derivatives pricing.

Credit derivatives inputs deemed to trigger Level 3 classification:

- Correlation between Credit and FX

Actual transactions, where available, are used to regularly recalibrate such unobservable parameters.

For the purpose of Model Reserve, the following ranges (where applicable) are proposed to be used for calculating such reserves:

- Credit and FX correlation (reserve on a Level 3 input) -

    1. Short Quanto CDS position shocked with larger negative correlation.
    2. Long Quanto CDS position shocked with larger positive correlation.

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3) (Continued)

- FX Volatility (reserve on valuation model) -

    1. Long volatility shocked with lower volatility.
    2. Short volatility shocked with higher volatility.

Equity derivatives which primarily include over-the-counter options on individual or basket of shares or market indices are valued using option pricing models such as Black-Scholes and Monte Carlo Simulations.

These models are calibrated with the inputs which include underlying spot prices, dividend and yield curves. A Level 3 input for equity options is historical volatility i.e. volatility derived from the shares' historical prices. The magnitude and direction of the impact to the fair value depend on whether the Group is long or short the exposure.

- Higher volatility will result in higher fair value for net long positions.
- Higher volatility will result in lower fair value for net short positions.

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3) (Continued)

2024 Description	Fair value assets RM'000	Fair value liabilities RM'000	Valuation technique(s)	Unobservable inputs	Range of unobservable input	Inter-relationship between significant unobservable inputs and fair value measurement
Derivative financial instruments						
- Credit derivatives (The Group)	**891**	**(3,259)**	**Discounted Cash Flow, Stochastic Default and FX Correlation Model**	**Credit default / FX correlation**	**-45.00% to +31.00%**	**Given a short correlation position, an increase in correlation, in isolation, would generally result in a decrease in fair value measurement.**
- Credit derivatives (The Bank)	**891**	**(7,291)**				
- Equity derivatives (The Group)	**94,420**	**(151,491)**	**Option pricing**	**Equity volatility**	**7.21% to 71.99%**	**Higher volatility results in higher/lower fair value depending on the net long/short positions.**
- Equity derivatives (The Bank)	**93,512**	**(151,340)**				
Financial investments at fair value through profit or loss						
- Unquoted shares and private equity funds (The Group)	**1,187,068**	**Not applicable**	**Net tangible assets**	**Net tangible assets**	**Not applicable**	**Higher net tangible assets results in higher fair value.**
- Promissory notes (The Group and The Bank)	**301,267**	**Not applicable**	**Weighted probability valuation based on market comparables and discounted cash flow**	**Estimated revenue of underlying asset, discount factor and probability assigned to each scenario**	**Not applicable**	**Higher estimated revenue and lower discount factor would results in higher valuation. Probability assigned would result in higher/lower fair value depending on the amount of cash flows generated for each scenario.**
- Unquoted shares and private equity funds (The Bank)	**1,172,247**	**Not applicable**	**Net tangible assets**	**Net tangible assets**	**Not applicable**	**Higher net tangible assets results in higher fair value.**
Equity instruments at fair value through other comprehensive income						
- Unquoted shares and private equity funds (The Group)	**279,092**	**Not applicable**	**Net tangible assets**	**Net tangible assets**	**Not applicable**	**Higher net tangible assets results in higher fair value.**
- Unquoted shares and private equity funds (The Bank)	**275,590**					

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3) (Continued)

2023 Description	Fair value assets RM'000	Fair value liabilities RM'000	Valuation technique(s)	Unobservable inputs	Range of unobservable input	Inter-relationship between significant unobservable inputs and fair value measurement
Derivative financial instruments						
- Credit derivatives (The Group)	991	(1,159)	Discounted Cash Flow, Stochastic Default and FX Correlation Model	Credit default / FX correlation	-45.00% to +30.00%	Given a short correlation position, an increase in correlation, in isolation, would generally result in a decrease in fair value measurement.
- Credit derivatives (The Bank)	991	(6,443)				
- Equity derivatives (The Group)	127,111	(145,077)	Option pricing	Equity volatility	4.36% to 84.62%	Higher volatility results in higher/lower fair value depending on the net long/short positions.
- Equity derivatives (The Bank)	126,720	(144,894)				
Financial investments at fair value through profit or loss						
- Unquoted shares and private equity funds (The Group)	1,124,416	Not applicable	Net tangible assets	Net tangible assets	Not applicable	Higher net tangible assets results in higher fair value.
- Promissory notes (The Group and The Bank)	308,890	Not applicable	Weighted probability valuation based on market comparables and discounted cash flow	Estimated revenue of underlying asset, discount factor and probability assigned to each scenario	Not applicable	Higher estimated revenue and lower discount factor would results in higher valuation. Probability assigned would result in higher/lower fair value depending on the amount of cash flows generated for each scenario.
- Unquoted shares and private equity funds (The Bank)	1,110,431	Not applicable	Net tangible assets	Net tangible assets	Not applicable	Higher net tangible assets results in higher fair value.
Equity instruments at fair value through other comprehensive income						
- Unquoted shares and private equity funds (The Group)	277,282	Not applicable	Net tangible assets	Net tangible assets	Not applicable	Higher net tangible assets results in higher fair value.
- Unquoted shares and private equity funds (The Bank)	272,729					

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3) (Continued)

Sensitivity analysis for Level 3

The Group

2024	Sensitivity of significant unobservable input	Effect of reasonably possible alternative assumptions to: Profit or loss Favorable changes RM'000	Unfavorable changes RM'000
Derivative financial instruments			
Trading derivatives			
- Credit derivatives	**+10%**	**9**	**-**
	-10%	**-**	**(12)**
- Equity derivatives	**+25%**	**9,599**	**-**
	-25%	**-**	**(12,402)**
Financial investments at fair value through profit or loss			
Promissory notes	**+10%***	**18,744**	**-**
	-10%*	**-**	**(18,744)**
Total		**28,352**	**(31,158)**

2023	Sensitivity of significant unobservable input	Effect of reasonably possible alternative assumptions to: Profit or loss Favorable changes RM'000	Unfavorable changes RM'000
Derivative financial instruments			
Trading derivatives			
- Credit derivatives	+10%	29	-
	-10%	-	(39)
- Equity derivatives	+25%	12,099	-
	-25%	-	(15,437)
Financial investments at fair value through profit or loss			
Promissory notes	+10%*	19,218	-
	-10%*	-	(19,218)
Total		31,346	(34,694)

* 10% stress is applied to the estimated revenue of underlying assets

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

57 Financial Risk Management (Continued)

57.4 Fair value estimation (Continued)

57.4.3 Quantitative information about fair value measurements using significant unobservable inputs (Level 3) (Continued)

Sensitivity analysis for Level 3 (Continued)

The Bank

2024	Sensitivity of significant unobservable input	Effect of reasonably possible alternative assumptions to: Profit or loss Favorable changes RM'000	Unfavorable changes RM'000
Derivative financial instruments			
Trading derivatives			
- Credit derivatives	**+10%**	**9**	**-**
	-10%	**-**	**(12)**
- Equity derivatives	**+25%**	**9,599**	**-**
	-25%	**-**	**(12,402)**
Financial investments at fair value through profit or loss			
Promissory notes	**+10%***	**18,744**	**-**
	-10%*	**-**	**(18,744)**
Total		**28,352**	**(31,158)**

2023	Sensitivity of significant unobservable input	Effect of reasonably possible alternative assumptions to: Profit or loss Favorable changes RM'000	Unfavorable changes RM'000
Derivative financial instruments			
Trading derivatives			
- Credit derivatives	+10%	29	-
	-10%	-	(39)
- Equity derivatives	+25%	12,099	-
	-25%	-	(15,437)
Financial investments at fair value through profit or loss			
Promissory notes	+10%*	19,218	-
	-10%*	-	(19,218)
Total		31,346	(34,694)

* 10% stress is applied to the estimated revenue of underlying assets

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking

Statements of Financial Position as at 31 December 2024

	Note	The Group 31 December 2024 RM'000	The Group 31 December 2023 RM'000	The Bank 31 December 2024 RM'000	The Bank 31 December 2023 RM'000
Assets					
Cash and short-term funds	(a)	**9,934,285**	11,715,313	**2,419,051**	2,073,320
Reverse Collateralised Commodity Murabahah		**1,734,605**	700,067	**-**	-
Deposits and placements with banks and other financial institutions	(b)	**603,136**	974,677	**811,037**	917,349
Financial investments at fair value through profit or loss	(c)	**5,592,074**	3,754,474	**31,957**	-
Debt instruments at fair value through other comprehensive income	(d)	**7,317,641**	5,628,427	**87,673**	265,663
Debt Instruments at amortised cost	(e)	**14,609,802**	14,036,365	**26,897**	41,280
Islamic derivative financial instruments	(f)(i)	**793,338**	419,424	**9,972**	62,263
Financing, advances and other financing/loans	(g)	**136,454,694**	124,911,601	**5,040,609**	3,435,114
Other assets	(h)	**1,030,396**	894,450	**752,876**	544,459
Deferred taxation	(i)	**253,132**	282,971	**-**	-
Tax recoverable		**172,994**	86,760	**-**	-
Amount due from conventional operations		**1,906,937**	1,913,449	**-**	-
Amount due from related companies		**17,808,620**	14,807,394	**17,808,572**	14,807,354
Statutory deposits with Bank Negara Malaysia	15	**1,829,850**	1,870,210	**-**	-
Goodwill	(j)	**136,000**	136,000	**-**	-
Intangible assets	(k)	**1,182**	3,587	**7**	37
Property, plant and equipment	(l)	**712**	788	**330**	284
Right-of-use assets	(m)	**122**	770	**122**	201
Total assets		**200,179,520**	182,136,727	**26,989,103**	22,147,324
Liabilities					
Deposits from customers	(n)	**113,698,928**	115,142,801	**4,646,504**	4,311,057
Investment accounts of customers	(o)	**24,443,310**	18,984,125	**-**	-
Deposits and placements of banks and other financial institutions	(p)	**3,204,310**	4,599,947	**223,703**	22,994
Collateralised Commodity Murabahah		**4,349,732**	2,229,121	**-**	-
Investment accounts due to designated financial institutions	(q)	**2,927,281**	3,424,851	**-**	-
Financial liabilities designated at fair value through profit or loss	(r)	**3,125,723**	2,821,784	**-**	-
Islamic derivative financial instruments	(f)(i)	**629,666**	482,305	**163**	48,865
Other liabilities	(s)	**21,320,240**	17,075,501	**20,670,750**	16,254,495
Lease liabilities	(t)	**269**	1,150	**269**	364
Recourse obligation on loans and financing sold to Cagamas		**3,614,777**	2,822,998	**-**	-
Senior Sukuk	(u)	**7,741,429**	1,009,474	**-**	-
Amount due to related companies		**380,906**	419,945	**275,067**	310,807
Amount due to conventional operations		**77,751**	163,356	**77,751**	163,356
Subordinated Sukuk	(v)	**1,513,741**	1,109,424	**-**	-
Total liabilities		**187,028,063**	170,286,782	**25,894,207**	21,111,938
Equity					
Ordinary share capital	(w)	**1,000,000**	1,000,000	**-**	-
Perpetual preference shares	(x)	**350,000**	350,000	**-**	-
Reserves	(y)	**11,801,457**	10,499,945	**1,094,896**	1,035,386
Total equity		**13,151,457**	11,849,945	**1,094,896**	1,035,386
Total equity and liabilities		**200,179,520**	182,136,727	**26,989,103**	22,147,324
Restricted Agency Investment Account(*)	(z)	**16,482,284**	15,482,815	**-**	-
Total Islamic Banking Assets		**216,661,804**	197,619,542	**26,989,103**	22,147,324
Commitment and contingencies	(f)(ii)	**106,936,871**	74,380,099	**10,055,167**	5,584,684

** The disclosure is in accordance with the requirements of Bank Negara Malaysia's Guideline on Financial Reporting for Islamic Banking Institutions.*

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Income for the financial year ended 31 December 2024

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Income derived from investment of depositors' funds and others	(aa)	**6,267,669**	5,366,231	**224,224**	232,583
Income derived from investment of investment accounts	(ab)	**1,264,446**	1,103,220	**-**	-
Net income derived from investment of shareholders' funds	(ac)	**819,402**	1,106,047	**77,963**	48,230
Modification loss	(ad)	**(1)**	(77)	**-**	-
Expected credit losses made on financing,advances and other financing/loans	(ae)	**(389,102)**	(420,906)	**(103,790)**	(37,491)
Expected credit losses written back/(made) for commitments and contingencies	(s)(i)	**26,002**	(49,861)	**(1,443)**	(1,735)
Other expected credit losses and impairment allowances (made)/written back	(af)	**(36,824)**	(2,977)	**74**	301
Total distributable income		**7,951,592**	7,101,677	**197,028**	241,888
Income attributable to depositors	(ag)	**(3,987,404)**	(3,695,589)	**(77,893)**	(66,113)
Profit distributed to investment account holder	(ah)	**(852,394)**	(753,427)	**-**	-
Total net income		**3,111,794**	2,652,661	**119,135**	175,775
Personnel expenses	(ai)	**(38,648)**	(38,188)	**(6,595)**	(6,562)
Other overheads and expenditures	(aj)	**(1,336,777)**	(1,244,262)	**(112)**	(2,703)
Profit before taxation and zakat		**1,736,369**	1,370,211	**112,428**	166,510
Taxation and zakat	(ak)	**(404,217)**	(311,393)	**-**	-
Profit after taxation and zakat		**1,332,152**	1,058,818	**112,428**	166,510

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Comprehensive Income for the financial year ended 31 December 2024

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Profit for the financial year	**1,332,152**	1,058,818	**112,428**	166,510
Other comprehensive income/(expense):				
Items that will not be reclassified to profit or loss				
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	**903**	(588)	**-**	-
	903	(588)	**-**	-
Items that may be reclassified to profit or loss				
Debt instruments at fair value through other comprehensive income	**24,887**	100,300	**6,524**	4,534
- Net gain from change in fair value	**38,499**	139,852	**1,014**	4,972
- Realised (loss)/gain transferred to statement of income on disposal	**(8,644)**	(10,044)	**5,511**	(387)
- Changes in expected credit losses	**631**	545	**(1)**	(51)
- Income tax effects	**(5,599)**	(30,053)	**-**	-
Exchange fluctuation reserves	**(52,319)**	50,953	**(54,988)**	55,631
Deferred hedging cost	**(4,454)**	4,128	**(4,454)**	4,128
- Net (loss)/gain from change in fair value	**(4,454)**	4,128	**(4,454)**	4,128
	(31,886)	155,381	**(52,918)**	64,293
Other comprehensive (expense)/income for the financial year, net of tax	**(30,983)**	154,793	**(52,918)**	64,293
Total comprehensive income for the financial year	**1,301,169**	1,213,611	**59,510**	230,803
Total net income	**3,111,794**	2,652,661	**119,135**	175,775
Add:				
Expected credit losses made/(written back) on financing,advances and other financing/loans	**389,102**	420,906	**103,790**	37,491
Expected credit losses (written back)/made for commitments and contingencies	**(26,002)**	49,861	**1,443**	1,735
Other expected credit losses and impairment allowances made/(written back)	**36,824**	2,977	**(74)**	(301)
	3,511,718	3,126,405	**224,294**	214,700
Elimination for transactions with conventional operations	**294,484**	271,536	**-**	-
	3,806,202	3,397,941	**224,294**	214,700

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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Changes in Equity for the financial year ended 31 December 2024

	Share capital	Perpetual preference shares	Exchange fluctuation reserves	Debt instruments at fair value through other comprehensive income	Capital contribution by ultimate holding company	Costs of Hedging reserve	Regulatory reserve	Own credit risk reserve	Share-based payment reserve	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
The Group											
At 1 January 2024	**1,000,000**	**350,000**	**81,867**	**(58,961)**	**4,212**	**4,454**	**210,633**	**(477)**	**2**	**10,258,215**	**11,849,945**
Profit for the financial year	-	-	-	-	-	-	-	-	-	**1,332,152**	**1,332,152**
Other comprehensive (expense)/income, net of tax	-	-	**(52,319)**	**24,887**	-	**(4,454)**	-	**903**	-	-	**(30,983)**
- debt instruments at fair value through other comprehensive income	-	-	-	**24,887**	-	-	-	-	-	-	**24,887**
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	**903**	-	-	**903**
- deferred hedging cost	-	-	-	-	-	**(4,454)**	-	-	-	-	**(4,454)**
- currency translation difference	-	-	**(52,319)**	-	-	-	-	-	-	-	**(52,319)**
Total comprehensive (expense)/income for the financial year	-	-	**(52,319)**	**24,887**	-	**(4,454)**	-	**903**	-	**1,332,152**	**1,301,169**
Share-based payment expense	-	-	-	-	**345**	-	-	-	-	-	**345**
Shares released under Equity Ownership plan	-	-	-	-		-	-	-	**(2)**	-	**(2)**
Total transactions with owners recognised directly in equity	-	-	-	-	**345**	-	-	-	**(2)**	-	**343**
Transfer from regulatory reserve	-	-	-	-	-	-	**186,589**	-	-	**(186,589)**	-
At 31 December 2024	**1,000,000**	**350,000**	**29,548**	**(34,074)**	**4,557**	**-**	**397,222**	**426**	**-**	**11,403,778**	**13,151,457**

CIMB Bank Berhad
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Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Changes in Equity for the financial year ended 31 December 2024 (Continued)

	Share capital	Perpetual preference shares	Exchange fluctuation reserves	Debt instruments at fair value through other comprehensive income	Capital contribution by ultimate holding company	Costs of Hedging reserve	Regulatory reserve	Own credit risk reserve	Share-based payment reserve	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
The Group											
At 1 January 2023	1,000,000	350,000	30,914	(159,261)	2,514	326	184,715	111	25	9,225,315	10,634,659
Profit for the financial year	-	-	-	-	-	-	-	-	-	1,058,818	1,058,818
Other comprehensive income/(expense), net of tax	-	-	50,953	100,300	-	4,128	-	(588)	-	-	154,793
- debt instruments at fair value through other comprehensive income	-	-	-	100,300	-	-	-	-	-	-	100,300
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	(588)	-	-	(588)
- cash flow hedge	-	-	-	-	-	4,128	-	-	-	-	4,128
- currency translation difference	-	-	50,953	-	-	-	-	-	-	-	50,953
Total comprehensive income/(expense) for the financial year	-	-	50,953	100,300	-	4,128	-	(588)	-	1,058,818	1,213,611
Share-based payment expense	-	-	-	-	1,698	-	-	-	6	-	1,704
Shares released under Equity Ownership plan	-	-	-	-		-	-	-	(29)	-	(29)
Total transactions with owners recognised directly in equity	-	-	-	-	1,698	-	-	-	(23)	-	1,675
Transfer from regulatory reserve	-	-	-	-	-	-	25,918	-	-	(25,918)	-
At 31 December 2023	1,000,000	350,000	81,867	(58,961)	4,212	4,454	210,633	(477)	2	10,258,215	11,849,945

58 The operations of Islamic Banking (Continued)

Statements of Changes in Equity for the financial year ended 31 December 2024 (Continued)

	Non- distributable			Distributable	
	Exchange fluctuation reserves RM'000	Costs of Hedging reserve RM'000	Debt instruments at fair value through other comprehensive income RM'000	Retained earnings RM'000	Total RM'000
The Bank					
At 1 January 2024	**118,883**	**4,454**	**(6,176)**	**918,225**	**1,035,386**
Profit for the financial year	**-**	**-**	**-**	**112,428**	**112,428**
Other comprehensive (expense)/income, net of tax	**(54,988)**	**(4,454)**	**6,524**	**-**	**(52,918)**
- currency translation difference	**(54,988)**	**-**	**-**	**-**	**(54,988)**
- deferred hedging cost	**-**	**(4,454)**	**-**	**-**	**(4,454)**
- debt instruments at fair value through other comprehensive income	**-**	**-**	**6,524**	**-**	**6,524**
At 31 December 2024	**63,895**	**-**	**348**	**1,030,653**	**1,094,896**

	Non- distributable			Distributable	
	Exchange fluctuation reserves RM'000	Costs of Hedging reserve RM'000	Debt instruments at fair value through other comprehensive income RM'000	Retained earnings RM'000	Total RM'000
The Bank					
At 1 January 2023	63,252	326	(10,710)	751,715	804,583
Profit for the financial year	-	-	-	166,510	166,510
Other comprehensive income, net of tax	55,631	4,128	4,534	-	64,293
- currency translation difference	55,631	-	-	-	55,631
- deferred hedging cost	-	4,128	-	-	4,128
- debt instruments at fair value through other comprehensive income	-	-	4,534	-	4,534
At 31 December 2023	118,883	4,454	(6,176)	918,225	1,035,386

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Cash Flow for the financial year ended 31 December 2024

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Cash flows from operating activities				
Profit before taxation and zakat	**1,736,369**	1,370,211	**112,428**	166,510
Adjustments for:				
Depreciation of property, plant and equipment	**225**	361	**17**	13
Amortisation of intangible assets	**2,943**	1,015	**29**	30
Depreciation of Right-of-use assets	**453**	639	**70**	70
Other expected credit losses and impairment allowances made	**36,824**	2,977	**(74)**	(301)
Unrealised loss/(gain) from financial investments at fair value through profit or loss	**383**	(6,914)	**(5)**	(271)
Unrealised (gain)/loss on Islamic derivative financial instruments	**(139,403)**	(189,157)	**627**	(2,359)
Unrealised (gain)/loss on foreign exchange	**(177,092)**	216,918	**12,951**	8,946
Expected credit losses on financing, advances and other financing/loans made	**524,422**	504,024	**113,560**	42,085
Unrealised loss from financial liabilities designated fair value through profit and loss	**21,713**	-	**-**	-
Profit expense on recourse obligation on loans and financing sold to Cagamas	**125,126**	27,236	**-**	-
Accretion of discount less amortisation of premium	**(138,957)**	(71,534)	**2,976**	2,161
Profit income from debt instruments at fair value through other comprehensive income	**(275,652)**	(227,183)	**(13,447)**	(15,051)
Profit income from debt instruments at amortised cost	**(615,806)**	(547,486)	**(2,083)**	(2,279)
Net (gain)/loss from sale of debt instruments at fair value through other comprehensive income	**(8,644)**	(10,044)	**5,511**	(387)
Net gain from hedging activities	**(486)**	(495)	**(324)**	(387)
Profit expense on subordinated Sukuk	**49,140**	44,700	**-**	-
Profit expense on senior Sukuk	**189,627**	3,556	**-**	-
Expected credit losses (written back)/made for commitments and contingencies	**(26,002)**	49,861	**1,443**	1,735
Modification loss	**1**	77	**-**	-
	1,305,184	1,168,762	**233,679**	200,515

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

Statements of Cash Flow for the financial year ended 31 December 2024 (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Decrease/(Increase) in operating assets				
Deposits and placements with banks and other financial institutions	**(74)**	263	**12**	262
Cash and short-term funds with original maturity of more than three months	**(154,786)**	(45,996)	**-**	-
Reverse Collateralised Commodity Murabahah	**(1,034,538)**	(196,861)	**-**	-
Financial investments at fair value through profit or loss	**(1,665,187)**	(1,573,475)	**(31,952)**	33,046
Financing, advances and other financing/loans	**(12,083,456)**	(15,103,734)	**(1,735,764)**	(758,940)
Other assets	**(261,664)**	(46,148)	**(212,871)**	(103,084)
Amount due from conventional operations	**6,512**	(201,264)	**-**	-
Amount due from related companies	**(3,001,226)**	(2,923,134)	**(3,001,218)**	(2,923,114)
Statutory deposits with Bank Negara Malaysia	**40,360**	(174,210)	**-**	-
Right-of-use assets	**195**	(148)	**9**	(15)
Increase/(Decrease) in operating liabilities				
Deposits from customers	**(1,443,873)**	8,268,171	**335,447**	262,403
Investment accounts of customers	**5,459,185**	5,299,493	**-**	-
Deposits and placements of banks and other financial institutions	**(1,395,637)**	(1,025,105)	**200,709**	(562,082)
Collateralised Commodity Murabahah	**2,120,611**	301,395	**-**	-
Investment accounts due to designated financial institutions	**(497,570)**	(151,739)	**-**	-
Islamic derivative financial instruments	**(62,589)**	10,519	**664**	4,335
Financial liabilities designated at fair value through profit or loss	**282,226**	(35,220)	**-**	-
Amount due to conventional operations	**(85,605)**	163,356	**(85,605)**	163,356
Amount due to related companies	**(39,039)**	4,147	**(35,740)**	(752)
Other liabilities	**4,534,069**	2,546,248	**4,401,862**	2,349,918
Lease liabilities	**(271)**	145	**(95)**	(53)
Cash flows (used in)/generated from operations	**(7,977,173)**	(3,714,535)	**69,137**	(1,334,205)
Taxation and zakat paid *	**(466,212)**	(516,125)	**-**	-
Cash flows (used in)/generated from operating activities	**(8,443,385)**	(4,230,660)	**69,137**	(1,334,205)

58 The operations of Islamic Banking (Continued)

Statements of Cash Flow for the financial year ended 31 December 2024 (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Cash flows from investing activities				
Net purchase of debt instruments at fair value through other comprehensive income	**(1,651,082)**	(187,949)	**180,692**	22,000
Net purchase of debt instruments at amortised cost	**(535,966)**	(4,744,878)	**15,000**	(1,425)
Profit income from debt instruments at fair value through other comprehensive income	**255,944**	198,684	**11,230**	9,896
Profit income from debt instruments at amortised cost	**569,511**	650,244	**1,701**	1,937
Purchase of property, plant and equipment	**(163)**	(348)	**(77)**	(274)
Purchase of intangible assets	**(539)**	(3,036)	**-**	-
Cash flows (used in)/generated from investing activities	**(1,362,295)**	(4,087,283)	**208,546**	32,134
Cash flows from financing activities				
Proceeds from issuance of subordinated Sukuk	**1,200,000**	-	**-**	-
Proceeds from issuance of recourse obligation on loans and financing sold to Cagamas	**1,273,023**	2,787,999	**-**	-
Repayment of recourse obligation on loans and financing sold to Cagamas	**(488,000)**	-	**-**	
Issuance of senior Sukuk	**6,620,000**	1,000,000	**-**	-
Profit expense paid on recourse obligation on loans and financing sold to Cagamas	**(125,264)**	(8,998)	**-**	-
Profit expense paid on subordinated Sukuk	**(44,823)**	(44,618)	**-**	-
Profit expense paid on senior Sukuk	**(100,384)**	39	**-**	
Repayment of subordinated Sukuk	**(800,000)**	-	**-**	-
Repayment of lease liabilities	**(610)**	(610)	**-**	-
Cash flows generated from financing activities	**7,533,942**	3,733,812	**-**	-

58 The operations of Islamic Banking (Continued)

Statements of Cash Flow for the financial year ended 31 December 2024 (Continued)

		The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Net (decrease)/increase in cash and cash equivalents		**(2,271,738)**	(4,584,131)	**277,683**	(1,302,071)
Effects of exchange rate differences		**(35,617)**	50,078	**(38,264)**	54,816
Cash and cash equivalents at beginning of financial year		**12,643,993**	17,178,046	**2,990,669**	4,237,924
Cash and cash equivalents at end of financial year		**10,336,638**	12,643,993	**3,230,088**	2,990,669
Cash and cash equivalents comprise:					
Cash and short-term funds	**(a)**	**9,934,285**	11,715,313	**2,419,051**	2,073,320
Deposits and placements with banks and other financial institutions	**(b)**	**603,136**	974,677	**811,037**	917,349
		10,537,421	12,689,990	**3,230,088**	2,990,669
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months		**(200,783)**	(45,997)	**-**	-
Cash and cash equivalents at end of financial year		**10,336,638**	12,643,993	**3,230,088**	2,990,669

* Included in taxation and zakat paid during the financial year is payment of zakat amounting to RM12 million (2023: RM15 million).

(i) An analysis of debt movements for the financial year ended 31 December 2024 and 31 December 2023 is as follows:

The Group	**Senior Sukuk RM'000**	**Recourse obligation on loans and financing sold to Cagamas RM'000**	**Subordinated Sukuk RM'000**	**Lease Liabilities RM'000**	**Total RM'000**
At 1 January 2024	**1,009,474**	**2,822,998**	**1,109,424**	**1,150**	**4,943,046**
Proceeds from issuance	**6,620,000**	**1,273,023**	**1,200,000**	**-**	**9,093,023**
Repayment and redemption	**-**	**(488,000)**	**(800,000)**	**(610)**	**(1,288,610)**
Profit paid	**(100,384)**	**(125,264)**	**(44,823)**	**-**	**(270,471)**
Other non cash movement	**212,339**	**132,020**	**49,140**	**(271)**	**393,228**
At 31 December 2024	**7,741,429**	**3,614,777**	**1,513,741**	**269**	**12,870,216**

The Group	**Senior Sukuk RM'000**	**Recourse obligation on loans and financing sold to Cagamas RM'000**	**Subordinated Sukuk RM'000**	**Lease Liabilities RM'000**	**Total RM'000**
At 1 January 2023	-	-	1,109,342	1,615	1,110,957
Proceeds from issuance	1,000,000	2,787,999	-	-	3,787,999
Repayment and redemption	-	-	-	(610)	(610)
Profit paid	39	(8,998)	(44,618)	-	(53,577)
Other non cash movement	9,435	43,997	44,700	145	98,277
At 31 December 2023	1,009,474	2,822,998	1,109,424	1,150	4,943,046

58 The operations of Islamic Banking (Continued)

(a) Cash and short-term funds

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Cash and balances with banks and other financial institutions	**2,036,108**	2,104,422	**1,953,152**	2,034,138
Money at call and deposit placements maturing within one month	**7,898,177**	9,610,891	**465,899**	39,182
	9,934,285	11,715,313	**2,419,051**	2,073,320

(b) Deposits and placements with banks and other financial institutions

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Licensed Islamic banks	**403,191**	974,701	**811,048**	917,373
Other financial institutions	**200,042**	-	**-**	-
	603,233	974,701	**811,048**	917,373
Less: Expected credit loss	**(97)**	(24)	**(11)**	(24)
	603,136	974,677	**811,037**	917,349

Expected credit losses movement for money at call and deposits and placements with banks and other financial institutions:

The Group	**12-month expected credit losses (Stage 1)**	**Total**
	RM'000	**RM'000**
At 1 January 2024	**24**	**24**
Total charge to Statement of Income:	**74**	**74**
New financial assets originated	**180**	**180**
Financial assets that have been derecognised	**(95)**	**(95)**
Change in credit risk	**(11)**	**(11)**
Exhange fluctuation	**(1)**	**(1)**
At 31 December 2024	**97**	**97**

The Group	**12-month expected credit losses (Stage 1)**	**Total**
	RM'000	**RM'000**
At 1 January 2023	275	275
Total charge to Statement of Income:	(263)	(263)
New financial assets originated	47	47
Financial assets that have been derecognised	(48)	(48)
Change in credit risk	(262)	(262)
Exhange fluctuation	12	12
At 31 December 2023	24	24

58 The operations of Islamic Banking (Continued)

(b) Deposits and placements with banks and other financial institutions (Continued)

Expected credit losses movement for money at call and deposits and placements with banks and other financial institutions: (Continued)

The Bank	12-month expected credit losses (Stage 1)	Total
	RM'000	RM'000
At 1 January 2024	**24**	**24**
Total charge to Statement of Income:	**(12)**	**(12)**
Change in credit risk	**(12)**	**(12)**
Exhange fluctuation	**(1)**	**(1)**
At 31 December 2024	**11**	**11**

The Bank	12-month expected credit losses (Stage 1)	Total
	RM'000	RM'000
At 1 January 2023	275	275
Total charge to Statement of Income:	(262)	(262)
Change in credit risk	(262)	(262)
Exhange fluctuation	11	11
At 31 December 2023	24	24

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(c) Financial investments at fair value through profit or loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Money market instruments				
Unquoted:				
Government investment issue	**338,545**	542,492	**-**	-
Malaysian Government treasury bills	**277,430**	637,980	**-**	-
Bank Negara Malaysia monetary notes	**1,530,686**	152,491	**-**	-
Islamic Cagamas bonds	**353,537**	328,536	-	-
Islamic negotiable instruments of deposit	**1,791,452**	1,389,445	-	-
Islamic commercial paper	**845,315**	528,475	**-**	-
	5,136,965	3,579,419	-	-
Unquoted securities:				
In Malaysia				
Corporate Sukuk	**455,109**	175,055	**31,957**	-
	5,592,074	3,754,474	**31,957**	-

(d) Debt instruments at fair value through other comprehensive income

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Money market instruments				
Unquoted:				
Government Investment Issues	**2,263,396**	1,870,878	**-**	176,827
Islamic Cagamas bonds	**75,888**	50,695	**-**	-
	2,339,284	1,921,573	-	176,827
Unquoted securities:				
In Malaysia				
Corporate Sukuk	**4,978,357**	3,706,854	**87,673**	88,836
	7,317,641	5,628,427	**87,673**	265,663

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(d) Debt instruments at fair value through other comprehensive income (Continued)

Expected credit losses movement for debt instruments at fair value through other comprehensive income:

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position.

The Group	12-month expected credit losses (Stage 1) RM'000	Total RM'000
Debt instruments at fair value through other comprehensive income		
At 1 January 2024	**1,603**	**1,603**
Total charge to Statement of Income:	**631**	**631**
New financial assets purchased	**11,894**	**11,894**
Financial assets that have been derecognised	**(369)**	**(369)**
Change in credit risk	**(10,894)**	**(10,894)**
At 31 December 2024	**2,234**	**2,234**

The Group	12-month expected credit losses (Stage 1) RM'000	Total RM'000
Debt instruments at fair value through other comprehensive income		
At 1 January 2023	1,056	1,056
Total charge to Statement of Income:	545	545
New financial assets purchased	5,460	5,460
Financial assets that have been derecognised	(274)	(274)
Change in credit risk	(4,641)	(4,641)
Exchange fluctuation	2	2
At 31 December 2023	1,603	1,603

58 The operations of Islamic Banking (Continued)

(d) Debt instruments at fair value through other comprehensive income (Continued)

Expected credit losses movement for debt instruments at fair value through other comprehensive income: (Continued)

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position. (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Total RM'000
Debt instruments at fair value through other comprehensive income		
At 1 January 2024	**10**	**10**
Total charge to Statement of Income:	**(1)**	**(1)**
Change in credit risk	**(1)**	**(1)**
At 31 December 2024	**9**	**9**

The Bank	12-month expected credit losses (Stage 1) RM'000	Total RM'000
Debt instruments at fair value through other comprehensive income		
At 1 January 2023	58	58
Total charge to Statement of Income:	(51)	(51)
Change in credit risk	(51)	(51)
Exchange fluctuation	3	3
At 31 December 2023	10	10

58 The operations of Islamic Banking (Continued)

(e) Debt instruments at amortised cost

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Money market instruments				
Unquoted:				
Islamic Cagamas bonds	**20,151**	35,201	**-**	-
Other Government's securities	**26,927**	13,474	**26,927**	13,474
Government Investment Issue	**5,978,111**	6,161,751	**-**	-
Commercial papers	**180,685**	-	**-**	-
	6,205,874	6,210,426	**26,927**	13,474
Unquoted securities:				
In Malaysia				
Corporate Sukuk	**8,410,904**	7,803,553	**-**	-
Outside Malaysia				
Corporate Sukuk	**-**	27,900	**-**	27,900
	8,410,904	7,831,453	**-**	27,900
Amortisation of premium net of accretion of discount	**(6,573)**	(4,951)	**-**	-
Less : Expected credit losses	**(403)**	(563)	**(30)**	(94)
	14,609,802	14,036,365	**26,897**	41,280

58 The operations of Islamic Banking (Continued)

(e) Debt instruments at amortised cost (Continued)

Expected credit losses movement for debt instruments at amortised cost:

The Group	12-month expected credit losses (Stage 1) RM'000	Total RM'000
At 1 January 2024	**563**	**563**
Total charge to Statement of Income:	**(157)**	**(157)**
New financial assets purchased	**3,486**	**3,486**
Change in credit risk	**(3,643)**	**(3,643)**
Exchange fluctuation	**(3)**	**(3)**
At 31 December 2024	**403**	**403**

The Group	12-month expected credit losses (Stage 1) RM'000	Total RM'000
At 1 January 2023	495	495
Total charge to Statement of Income:	63	63
New financial assets purchased	2,438	2,438
Change in credit risk	(2,375)	(2,375)
Exchange fluctuation	5	5
At 31 December 2023	563	563

58 The operations of Islamic Banking (Continued)

(e) Debt instruments at amortised cost (Continued)

Expected credit losses movement for debt instruments at amortised cost: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Total RM'000
At 1 January 2024	**94**	**94**
Total charge to Statement of Income:	**(61)**	**(61)**
Change in credit risk	**(61)**	**(61)**
Exchange fluctuation	**(3)**	**(3)**
At 31 December 2024	**30**	**30**

The Bank	12-month expected credit losses (Stage 1) RM'000	Total RM'000
At 1 January 2023	77	77
Total charge to Statement of Income:	12	12
Change in credit risk	12	12
Exchange fluctuation	5	5
At 31 December 2023	94	94

58 The operations of Islamic Banking (Continued)

(e) Debt instruments at amortised cost (Continued)

Gross carrying amount movement for debt instruments at amortised cost classified as credit impaired:

The Group	Lifetime expected credit losses - Credit impaired (Stage 3)	Total
	RM'000	RM'000
At 1 January 2024	**594,678**	**594,678**
Other movements	**52,526**	**52,526**
Exchange fluctuation	**(12,352)**	**(12,352)**
At 31 December 2024	**634,852**	**634,852**

The Group	Lifetime expected credit losses - Credit impaired (Stage 3)	Total
	RM'000	RM'000
Debt instruments at amortised cost		
At 1 January 2023	501,772	501,772
Other movements	71,956	71,956
Exchange fluctuation	20,950	20,950
At 31 December 2023	594,678	594,678

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(f) Islamic derivative financial instruments, commitments and contingencies

(i) Islamic derivative financial instruments

The following tables summarise the contractual or underlying principal amounts of trading derivative and financial instruments held for hedging purposes. The principal or contractual amounts of these instruments reflect the volume of transactions outstanding at the date of statement of financial position, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Islamic derivative financial instruments" Assets and Liabilities respectively.

	The Group			The Bank		
		Fair values			Fair values	
	Principal	Assets	Liabilities	Principal	Assets	Liabilities
At 31 December 2024	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Trading derivatives						
Foreign exchange derivatives						
Currency forward	**18,172,427**	**327,042**	**(216,697)**	**-**	**-**	**-**
Currency swaps	**31,995,184**	**235,159**	**(249,998)**	**9,690,883**	**200**	**(163)**
Currency spot	**406,338**	**284**	**(494)**	**-**	**-**	**-**
Currency option	**97,548**	**935**	**(935)**	**-**	**-**	**-**
Cross currency profit rate swaps	**836,319**	**55,848**	**(53,758)**	**-**	**-**	**-**
	51,507,816	**619,268**	**(521,882)**	**9,690,883**	**200**	**(163)**
Profit rate derivatives						
Islamic profit rate swaps	**8,752,818**	**17,174**	**(73,774)**	**-**	**-**	**-**
Equity related derivatives						
Equity options	**56,184**	**996**	**(996)**	**-**	**-**	**-**
Commodity related derivatives						
Commodity options	**2,526,737**	**26,279**	**(26,234)**	**-**	**-**	**-**
	2,526,737	**26,279**	**(26,234)**	**-**	**-**	**-**
Credit related contracts						
Total return swaps	**39,800**	**450**	**(450)**	**-**	**-**	**-**
Hedging derivatives						
Islamic profit rate swaps	**11,124,202**	**129,171**	**(6,330)**	**87,277**	**9,772**	**-**
Total derivative assets/(liabilities)	**74,007,557**	**793,338**	**(629,666)**	**9,778,160**	**9,972**	**(163)**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(f) Islamic derivative financial instruments, commitments and contingencies (Continued)

(i) Islamic derivative financial instruments (Continued)

	The Group			The Bank		
		Fair values			Fair values	
	Principal	Assets	Liabilities	Principal	Assets	Liabilities
At 31 December 2023	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Trading derivatives						
Foreign exchange derivatives						
Currency forward	12,766,159	128,632	(184,842)	572,437	2,243	(2,287)
Currency swaps	16,553,386	174,148	(145,942)	4,712,704	45,413	(46,559)
Currency spot	117,214	291	(343)	-	-	-
Currency option	280,105	2,561	(2,614)	-	-	-
Cross currency profit rate swaps	964,055	39,344	(37,018)	-	-	-
	30,680,919	344,976	(370,759)	5,285,141	47,656	(48,846)
Profit rate derivatives						
Islamic profit rate swaps	7,896,745	26,666	(103,580)	-	-	(19)
Equity related derivatives						
Equity swap	27,130	510	(510)	-	-	-
Commodity related derivatives						
Commodity Swap	732	15	(10)	-	-	-
Commodity options	17,035	22	(22)	-	-	-
	17,767	37	(32)	-	-	-
Credit related contracts						
Total return swaps	39,800	610	(610)	-	-	-
Hedging derivatives						
Islamic profit rate swaps	3,861,373	46,625	(6,814)	100,000	14,607	-
Total derivative assets/(liabilities)	42,523,734	419,424	(482,305)	5,385,141	62,263	(48,865)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(f) Islamic derivative financial instruments, commitments and contingencies (Continued)

(ii) Commitments and contingencies

In the normal course of business, the Group and the Bank entered into various commitments and incurred certain contingent liabilities with legal recourse to their customers.

These commitments and contingencies are not secured over the assets of the Group and the Bank, except for certain financial assets at fair value through profit or loss being pledged as credit support assets for certain over-the-counter derivative contracts.

Treasury related derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative Financial Instruments" Assets and Liabilities respectively.

The notional/principal amount of the commitments and contingencies constitute the following:

	The Group		The Bank	
	2024	2023	**2024**	2023
	Principal	Principal	**Principal**	Principal
	RM'000	RM'000	**RM'000**	RM'000
Credit related				
Direct credit substitutes	**592,823**	518,387	**895**	-
Certain transaction-related contingent items	**1,252,135**	1,052,177	**-**	-
Short-term self-liquidating trade-related contingencies	**232,200**	144,821	**-**	-
Irrevocable commitments to extend credit:				
- maturity not exceeding one year	**20,539,916**	17,029,337	**77,553**	-
- maturity exceeding one year	**10,072,631**	13,063,693	**198,559**	199,543
Miscellaneous commitments and contingencies	**239,609**	47,950	**-**	-
Total credit-related commitments and contingencies	**32,929,314**	31,856,365	**277,007**	199,543

58 The operations of Islamic Banking (Continued)

(f) Islamic derivative financial instruments, commitments and contingencies (Continued)

(ii) Commitments and contingencies (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	Principal	Principal	**Principal**	Principal
	RM'000	RM'000	**RM'000**	RM'000
Treasury related				
Foreign exchange related contracts:				
- less than one year	**50,741,587**	29,532,306	**9,690,883**	5,285,141
- one year to less than five years	**463,460**	714,796	**-**	-
- five years and above	**302,769**	433,817	**-**	-
	51,507,816	30,680,919	**9,690,883**	5,285,141
Profit rate related contracts:				
- less than one year	**1,155,255**	518,377	**-**	-
- one year to less than five years	**11,002,237**	9,611,626	**56,842**	100,000
- five years and above	**7,719,528**	1,628,115	**30,435**	-
	19,877,020	11,758,118	**87,277**	100,000
Equity related contracts:				
- less than one year	**50,914**	1,873	**-**	-
- one year to less than five years	**5,270**	25,257	**-**	-
	56,184	27,130	-	-
Commodity related contracts:				
- less than one year	**2,526,737**	17,767	**-**	-
	2,526,737	17,767	-	-
Credit related contracts:				
- one year to less than five years	**39,800**	39,800	**-**	-
	39,800	39,800	-	-
Total treasury-related commitments and contingencies	**74,007,557**	42,523,734	**9,778,160**	5,385,141
	106,936,871	74,380,099	**10,055,167**	5,584,684

CIMB Bank Berhad
(Incorporated in Malaysia)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans

(i) By type and Shariah contract:

The Group
At 31 December 2024

	Murabahah RM'000	Bai' Bithaman Ajil RM'000	Bai' al-'inah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Ijarah Muntahiah Bi al-Tamlik * RM'000	Al-Ijarah Thumma al-Bai # RM'000	Qard RM'000	Ujrah RM'000	Total RM'000
At amortised cost										
Cash line^	-	-	-	-	**1,890,281**	-	-	**7,386**	-	**1,897,667**
Term financing										
- House financing	-	**3,269,654**	-	-	**50,904,382**	**921,601**	-	-	-	**55,095,637**
- Syndicated financing	-	-	-	-	**1,265,388**	-	-	-	-	**1,265,388**
- Hire purchase receivables	-	-	-	-	-	-	**19,830,538**	-	-	**19,830,538**
- Other term financing	**91,283**	**631,260**	**887,419**	-	**47,132,376**	**28,766**	-	-	-	**48,771,104**
Bills receivable	-	-	-	**102,171**	**1,097,863**	-	-	-	-	**1,200,034**
Islamic trust receipts	-	-	-	-	**15,826**	-	-	-	-	**15,826**
Claims on customers under acceptance credits	-	-	-	-	**1,208,563**	-	-	-	-	**1,208,563**
Staff financing	-	-	-	-	**338,903**	-	-	-	-	**338,903**
Revolving credits	-	-	-	-	**8,186,099**	-	-	-	-	**8,186,099**
Credit card receivables	-	-	-	-	-	-	-	-	**558,518**	**558,518**
Gross financing, advances and other financing/loans, at amortised cost	**91,283**	**3,900,914**	**887,419**	**102,171**	**112,039,681**	**950,367**	**19,830,538**	**7,386**	**558,518**	**138,368,277**
Fair value changes arising from fair value hedge										**(187)**
										138,368,090
Less: Expected credit losses										**(1,913,396)**
Net financing, advances and other financing/loans										**136,454,694**

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

The Group
At 31 December 2023

At amortised cost	Murabahah RM'000	Bai' Bithaman Ajil RM'000	Bai' al-'inah RM'000	Bai' al-Dayn RM'000	Tawarruq RM'000	Ijarah Muntahiah Bi al-Tamlik * RM'000	Al-Ijarah Thumma al-Bai # RM'000	Qard RM'000	Ujrah RM'000	Total RM'000
Cash line^	-	100	157	-	1,600,559	-	-	11,639	-	1,612,455
Term financing										
- House financing	-	3,646,653	-	-	43,691,549	995,640	-	-	-	48,333,842
- Syndicated financing	-	-	-	-	2,050,549	-	-	-	-	2,050,549
- Hire purchase receivables	-	-	-	-	-	-	17,998,019	-	-	17,998,019
- Other term financing	87,492	757,895	1,058,383	-	43,777,685	32,457	-	-	-	45,713,912
Bills receivable	-	-	210,481	-	1,090,078	-	-	-	-	1,300,559
Islamic trust receipts	-	-	-	-	21,065	-	-	-	-	21,065
Claims on customers under acceptance credits	-	-	-	-	1,226,003	-	-	-	-	1,226,003
Staff financing	-	-	-	-	310,822	-	-	-	-	310,822
Revolving credits	-	-	-	-	7,503,537	-	-	-	-	7,503,537
Credit card receivables	-	-	-	-	-	-	-	-	302,377	302,377
Gross financing, advances and other financing/loans	87,492	4,404,648	1,269,021	-	101,271,847	1,028,097	17,998,019	11,639	302,377	126,373,140
Fair value changes arising from fair value hedge										(934)
										126,372,206
Less: Expected credit losses										(1,734,738)
Net financing, advances and other financing/loans, at amortised cost										124,637,468
At Fair value through Profit or loss										
Term financing										
- Syndicated financing	-	-	-	-	274,133	-	-	-	-	274,133
Net financing, advances and other financing/loans, at fair value through profit or loss	-	-	-	-	274,133	-	-	-	-	274,133
Net financing, advances and other financing/loans										124,911,601

^ Includes current account in excess
* CIMB Islamic is the beneficial owner of the asset. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.
# CIMB Islamic is the owner of the asset. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

The Bank
At 31 December 2024

	Sale-based contracts			
	Murabahah	**Bai' al-Dayn**	**Tawarruq**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
At amortised cost				
Cash line^	**-**	**-**	**152**	**152**
Term financing				
- Other term financing	**91,283**	**-**	**4,014,492**	**4,105,775**
Bills receivable	**-**	**102,171**	**46**	**102,217**
Revolving credits	**-**	**-**	**974,560**	**974,560**
Gross financing, advances and other financing/loans, at amortised cost	**91,283**	**102,171**	**4,989,250**	**5,182,704**
Less: Expected credit losses				**(142,095)**
Net financing, advances and other financing/loans				**5,040,609**

At 31 December 2023

	Sale-based contracts			
	Murabahah	**Bai' al-Dayn**	**Tawarruq**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
At amortised cost				
Cash line^	-	-	407	407
Term financing				
- Other term financing	87,492	-	2,864,862	2,952,354
Bills receivable	-	210,481	-	210,481
Revolving credits	-	-	316,752	316,752
Gross financing, advances and other financing/loans	87,492	210,481	3,182,021	3,479,994
Less: Expected credit losses				(44,880)
Net financing, advances and other financing/loans				3,435,114

^ Includes current account in excess

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Gross financing, advances and other financing/loans				
- At amortised cost	**138,368,277**	126,373,140	**5,182,704**	3,479,994
- At Fair value through Profit or loss	**-**	274,133	**-**	-
	138,368,277	126,647,273	**5,182,704**	3,479,994

Sale-based contracts

- Murabahah

A contract of sale of assets at a mark-up price, which includes a profit margin as agreed by the contracting parties. The price, costs and profit margin in Murabahah shall be made transparent and agreed upon between buyer and seller. Income is recognised on effective profit rate basis over the expected life of the contract based on the principal amounts outstanding.

- Bai' al-'inah

A contract of sale and purchase of an asset whereby the seller sells to buyer in cash and subsequently buys back the asset at a marked up and deferred. Income is recognised on effective profit rate basis over the expected life of the contract based on principal amount outstanding.

- Tawarruq vis-à-vis Commodity Murabahah

Tawarruq structure for CIMB Islamic's financing product consists of three (3) sales and purchases transaction. The first involves, the purchase of a commodity by the Bank from Commodity Trader 1, on cash and spot basis. Secondly, the Bank will sell the commodity using Murabahah contract, to customer on deferred basis. Subsequently, the customer will sell the commodity-to-Commodity Trader 2 on cash and spot basis. Finally, the customer will get a cash to finance the customer's needs.

- Bai' Bithaman Ajil

A contract of sale and purchase of an asset in which the payment of price is deferred either be paid in lump-sum or installment basis within an agreed period of time. Income from financing shall be recognised on effective profit rate basis over the expected life of the contract based on principal amount outstanding. Meanwhile, profit expense from deposits shall be recognised on accrual basis by maturity date.

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

- Bai' al-Dayn

A contract of trading of debt and the outstanding debt may be sold to the debtor or to a third party on cash basis. Income from financing shall be recognised on effective profit rate basis over the expected life of the contract based on principal amount outstanding. Meanwhile, profit expense from deposits shall be recognised on accrual basis by maturity date.

Lease-based contracts

- Ijarah

A lease contract that transfers the ownership of a usufruct of an asset to another party for a specified period in exchange for a rental. Ijarah contract may end with the transfer of the legal title of the leased asset to the lessee is called Ijarah Muntahia bi al-Tamlik ("IMBT"). Effective transfer of the legal title is a consequent to the conclusion of the lease arrangement that can be in the form of a sale or a gift of the asset to the lessee. Al-Ijarah Thumma al-Bai ("AITAB") is a form of Ijarah Muntahia bi al-Tamlik where the sale of asset to the lessee is executed at the completion of the lease period. Income is recognised on effective profit rate basis over the lease term.

Loan contracts

- Qard

A contract of lending a fungible asset to a borrower who is bound to return an equivalent replacement. No income from financing shall be generated from the transactions.

Rahnu
Rahnu is a contract between a pledgor (rahin) and a pledgee (murtahin) whereby an asset is pledged as collateral (marhun) to the pledgee to provide assurance that the liability or obligation against the pledgee will be fulfilled.

Ujrah
Arrangement that involves payment of a service fee in exchange for the services rendered to customers

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

(a) During the financial year, the Group has undertaken fair value hedges on the profit rate risk of RM17,195,000 (2023: RM36,682,000) financing using Islamic profit rate swaps.

(b) Included in financing, advances and other financing/loans of the Group are exposures to Restricted Profit Sharing Investment Accounts ("RPSIA"), as part of an arrangement between CIMB Islamic and CIMB Bank. CIMB Bank is exposed to risks and rewards on RPSIA financing and will account for all the expected credit losses arising thereon.

As at 31 December 2024, the gross exposure and expected credit losses relating to RPSIA financing are RM2,928,095,000 (2023: RM3,425,929,000) and RM352,000 (2023: RM415,000) respectively.

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(i) By type and Shariah contract: (Continued)

(c) Movement in Qard financing:

	The Group	
	2024	2023
	RM'000	RM'000
As at 1 January	**11,639**	12,917
New disbursement	**1,857**	6,252
Repayment	**(6,110)**	(7,530)
As at 31 December	**7,386**	11,639
Sources of Qard fund:		
Depositors' fund	**6,850**	10,825
Shareholders' fund	**536**	814
	7,386	11,639
Uses of Qard fund:		
Personal use	**446**	5,410
Business purpose	**6,940**	6,229
	7,386	11,639

(ii) By type of customer:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Domestic non-bank financial institutions	**3,007,855**	2,697,204	**-**	-
Domestic business enterprises				
- small medium enterprises	**23,726,144**	20,101,501	**-**	-
- others	**10,550,118**	12,549,489	**-**	-
Government and statutory bodies	**1,836,729**	1,778,885	**-**	-
Individuals	**92,655,926**	84,527,399	**288,432**	444,929
Other domestic entities	**1,047,914**	969,159	**151**	585
Foreign entities	**5,543,591**	4,023,636	**4,894,121**	3,034,480
	138,368,277	126,647,273	**5,182,704**	3,479,994

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(iii) By profit rate sensitivity:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Fixed rate				
- House financing	**627,836**	571,778	**-**	-
- Hire-purchase receivables	**16,887,334**	15,550,009	**-**	-
- other financing/loans	**5,300,445**	5,678,408	**821,217**	1,326,496
Variable rate				
- House financing	**54,467,802**	47,762,063	**-**	-
- Others	**61,084,860**	57,085,015	**4,361,487**	2,153,498
	138,368,277	126,647,273	**5,182,704**	3,479,994

(iv) By economic purposes:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Personal use	**2,505,705**	2,593,279	**288,559**	445,127
Credit card	**558,518**	302,377	**-**	-
Purchase of consumer durables	**5,627**	7,437	**-**	-
Residential property	**56,161,122**	49,429,715	**-**	-
Non residential property	**18,515,168**	14,641,569	**2,171,800**	1,270,419
Purchase of fixed assets other than land and building	**776,090**	1,128,934	**-**	-
Construction	**2,160,150**	1,835,359	**-**	-
Purchase of securities	**10,782,005**	11,972,504	**394,970**	-
Purchase of transport vehicles	**20,199,304**	18,415,703	**-**	-
Working capital	**25,407,029**	23,700,142	**2,027,033**	1,390,357
Merger and acquisition	**-**	226,166	**-**	-
Other purpose	**1,297,559**	2,394,088	**300,342**	374,091
	138,368,277	126,647,273	**5,182,704**	3,479,994

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(v) By economic sector:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Primary agriculture	**3,362,171**	4,210,205	**55,547**	136,249
Mining and quarrying	**155,539**	663,193	**44,870**	46,709
Manufacturing	**5,308,371**	4,843,135	**428,501**	248,234
Electricity, gas and water supply	**1,302,068**	1,528,568	**663,127**	1,294
Construction	**4,374,672**	3,972,075	**412,705**	263,339
Transport, storage and communications	**3,622,835**	3,704,396	**105,815**	45,653
Education, health and others	**2,861,336**	2,719,435	**-**	-
Wholesale and retail trade, and restaurants and hotels	**10,392,549**	8,021,243	**1,134,339**	622,965
Finance, insurance/takaful, real estate and business activities	**13,784,845**	11,941,816	**1,818,564**	1,484,089
Household	**92,969,857**	84,849,628	**291,339**	448,332
Others	**234,034**	193,579	**227,897**	183,130
	138,368,277	126,647,273	**5,182,704**	3,479,994

(vi) By geographical distribution:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Malaysia	**133,186,206**	123,168,209	**633**	930
Indonesia	**245**	362	**245**	362
Singapore	**4,978,362**	3,166,887	**4,978,362**	3,166,887
Other countries	**203,464**	311,815	**203,464**	311,815
	138,368,277	126,647,273	**5,182,704**	3,479,994

(vii) By residual contractual maturity:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Within one year	**14,132,857**	13,347,213	**1,211,631**	675,218
One year to less than three years	**2,996,480**	3,236,342	**372,019**	564,739
Three years to less than five years	**9,377,325**	7,095,329	**597,681**	693,669
Five years and more	**111,861,615**	102,968,389	**3,001,373**	1,546,368
	138,368,277	126,647,273	**5,182,704**	3,479,994

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(viii) Credit impaired financing, advances and other financing/loans by economic purposes:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Personal uses	**51,529**	48,757	**32,013**	21,150
Credit card	**7,911**	3,171	**-**	-
Purchase of consumer durables	**4**	110	**-**	-
Residential property	**930,353**	1,143,198	**-**	-
Non residential property	**172,316**	183,026	**-**	-
Purchased of fixed assets other than land & building	**7,005**	6,561	**-**	-
Purchase of securities	**850**	1,374	**-**	-
Purchase of transport vehicles	**177,890**	169,394	**-**	-
Working capital	**235,587**	157,785	**6,695**	4,234
Other	**158,779**	87,883	**91,285**	-
	1,742,224	1,801,259	**129,993**	25,384

(ix) Credit impaired financing, advances and other financing/loans by economic sector:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Primary agriculture	**4**	12,600	**-**	-
Mining and quarrying	**644**	1	**-**	-
Manufacturing	**106,677**	20,734	**481**	662
Electricity, gas and water supply	**1**	1	**-**	-
Construction	**213,875**	59,876	**91,283**	-
Transport, storage and communications	**6,544**	8,849	**-**	458
Education, health and others	**16,913**	17,941	**-**	-
Wholesale, retail trade, restaurants and hotels	**114,904**	177,244	**1,397**	1,655
Finance, insurance/takaful, real estate and business activities	**76,444**	77,873	**3,913**	1,459
Household	**1,204,935**	1,426,064	**32,013**	21,150
Others	**1,283**	76	**906**	-
	1,742,224	1,801,259	**129,993**	25,384

(x) Credit impaired financing, advances and other financing/loans by geographical distribution:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Malaysia	**1,612,308**	1,775,877	**77**	-
Singapore	**38,564**	25,382	**38,564**	25,384
Other countries	**91,352**	-	**91,352**	-
	1,742,224	1,801,259	**129,993**	25,384

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xi) Movements in the expected credit losses for financing, advances and other financing/loans are as follows:

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**781,017**	**380,501**	**573,220**	**1,734,738**
Changes in expected credit losses due to transferred within stages:	**206,221**	**(87,561)**	**(118,660)**	**-**
Transferred to Stage 1	**384,972**	**(359,846)**	**(25,126)**	**-**
Transferred to Stage 2	**(178,369)**	**613,880**	**(435,511)**	**-**
Transferred to Stage 3	**(382)**	**(341,595)**	**341,977**	**-**
Total charge to Statement of Income:	**(377,497)**	**201,587**	**691,685**	**515,775**
New financial assets originated	**108,718**	**2,474**	**1,255**	**112,447**
Financial assets that have been derecognised	**(81,014)**	**(35,679)**	**-**	**(116,693)**
Writeback in respect of full recoveries	**-**	**-**	**(50,625)**	**(50,625)**
Change in credit risk	**(405,201)**	**234,792**	**741,055**	**570,646**
Write-offs	**-**	**(164)**	**(354,562)**	**(354,726)**
Exhange fluctuation	**(614)**	**(426)**	**(14,254)**	**(15,294)**
Other movements	**(126)**	**73**	**32,956**	**32,903**
At 31 December 2024	**609,001**	**494,010**	**810,385**	**1,913,396**

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xi) Movements in the expected credit losses for financing, advances and other financing/loans are as follows: (Continued)

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	166,945	893,360	442,228	1,502,533
Changes in expected credit losses due to transferred within stages:	665,186	(586,530)	(78,656)	-
Transferred to Stage 1	830,582	(804,974)	(25,608)	-
Transferred to Stage 2	(158,404)	572,408	(414,004)	-
Transferred to Stage 3	(6,992)	(353,964)	360,956	-
Total charge to Statement of Income:	(51,490)	73,653	478,403	500,566
New financial assets originated	94,042	2,995	22,062	119,099
Financial assets that have been derecognised	(53,357)	(31,812)	-	(85,169)
Writeback in respect of full recoveries	-	-	(39,614)	(39,614)
Change in credit risk	(92,175)	102,470	495,955	506,250
Write-offs	-	-	(292,713)	(292,713)
Exhange fluctuation	398	140	(832)	(294)
Other movements	(22)	(122)	24,790	24,646
At 31 December 2023	781,017	380,501	573,220	1,734,738

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xi) Movements in the expected credit losses for financing, advances and other financing/loans are as follows: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**8,908**	**12,338**	**23,634**	**44,880**
Changes in expected credit losses due to transferred	**-**	**(10,536)**	**10,536**	**-**
Transferred to Stage 3	**-**	**(10,536)**	**10,536**	**-**
Total charge to Statement of Income:	**3,707**	**1,752**	**108,101**	**113,560**
Change in credit risk	**3,707**	**1,752**	**108,101**	**113,560**
Write-offs	**-**	**-**	**(3,846)**	**(3,846)**
Exhange fluctuation	**(636)**	**(426)**	**(14,254)**	**(15,316)**
Other movements	**-**	**-**	**2,817**	**2,817**
At 31 December 2024	**11,979**	**3,128**	**126,988**	**142,095**

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xi) Movements in the expected credit losses for financing, advances and other financing/loans are as follows: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	3,698	562	10,619	14,879
Changes in expected credit losses due to transferred	(170)	170	-	-
Transferred to Stage 2	(170)	170	-	-
Total charge to Statement of Income:	5,029	11,480	25,576	42,085
Change in credit risk	5,029	11,480	25,576	42,085
Write-offs	-	-	(11,730)	(11,730)
Exhange fluctuation	351	126	(831)	(354)
At 31 December 2023	8,908	12,338	23,634	44,880

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xii) Gross carrying amount movement of financing, advances and other financing/loans at amortised cost classified as credit impaired:

The Group	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**1,801,259**	**1,801,259**
Transfer within stages	**469,695**	**469,695**
New financial assets originated	**3,300**	**3,300**
Write-offs	**(354,562)**	**(354,562)**
Amount fully recovered	**(149,407)**	**(149,407)**
Other changes in financing, advances and other financing/loans	**(26,668)**	**(26,668)**
Exchange fluctuation	**(1,393)**	**(1,393)**
At 31 December 2024	**1,742,224**	**1,742,224**

The Group	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	1,428,581	1,428,581
Transfer within stages	721,313	721,313
New financial assets originated	34,616	34,616
Write-offs	(292,713)	(292,713)
Amount fully recovered	(112,071)	(112,071)
Other changes in financing, advances and other financing/loans	20,368	20,368
Exchange fluctuation	1,165	1,165
At 31 December 2023	1,801,259	1,801,259

	The Group	
	31 December 2024	**31 December 2023**
Ratio of credit impaired financing, advances and other financing/loans to total financing, advances and other financing/loans	**1.26%**	1.42%

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(g) Financing, advances and other financing/loans (Continued)

(xii) Gross carrying amount movement of financing, advances and other financing/loans at amortised cost classified as credit impaired: (Continued)

The Bank	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**25,385**	**25,385**
Transfer within stages	**93,290**	**93,290**
Write-offs	**(3,846)**	**(3,846)**
Amount recovered	**(156)**	**(156)**
Other changes in financing, advances and other financing/loans	**16,713**	**16,713**
Exchange fluctuation	**(1,393)**	**(1,393)**
At 31 December 2024	**129,993**	**129,993**

The Bank	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	19,244	19,244
Transfer within stages	4,234	4,234
Write-offs	(11,730)	(11,730)
Other changes in financing, advances and other financing/loans	12,471	12,471
Exchange fluctuation	1,165	1,165
At 31 December 2023	25,384	25,384

	The Bank	
	31 December 2024	**31 December 2023**
Ratio of credit impaired financing, advances and other financing/loans to total financing, advances and other financing/loans	**2.51%**	0.73%

58 The operations of Islamic Banking (Continued)

(h) Other assets

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Deposits and prepayments	**10,676**	11,921	**-**	-
Sundry debtors net of expected credit losses*	**923,039**	773,779	**752,876**	544,459
Treasury related receivables	**45,064**	77,890	**-**	-
Collateral pledged for derivative transactions	**27,369**	25,250	**-**	-
Clearing accounts	**24,248**	5,610	**-**	-
	1,030,396	894,450	**752,876**	544,459

* Sundry debtors net of expected credit losses of the group of RM54,829,000 (2023: RM18,553,000).

(a) Movements of expected credit losses on sundry debtors are as follows:

(i) Under simplified approach

	The Group	
	2024	2023
	RM'000	RM'000
At 1 January	**106**	111
Expected credit losses made/(written back) during the financial year	**17**	(5)
At 31 December	**123**	106

(ii) Under general approach

The Group	**12-month expected credit losses (Stage 1) RM'000**	**Lifetime expected credit losses - credit impaired (Stage 3) RM'000**	**Total RM'000**
At 1 January 2024	**17,913**	**534**	**18,447**
Total charge to Income Statement:	**36,259**	**-**	**36,259**
Change in credit risk	**36,259**	**-**	**36,259**
At 31 December 2024	**54,172**	**534**	**54,706**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(h) Other assets (Continued)

(ii) Under general approach (Continued)

The Group	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	14,083	1,727	15,810
Total charge to Income Statement:	3,830	(1,193)	2,637
Change in credit risk	3,830	(1,193)	2,637
At 31 December 2023	17,913	534	18,447

(iii) Gross carrying amount movement of other assets classified as credit impaired under general approach:

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3)	
	2024 RM'000	2023 RM'000
At 1 January	**534**	1,727
Other changes	**-**	(1,193)
At 31 December	**534**	534

Impact of movements in gross carrying amount on expected credit losses:

2024
Stage 1 ECL increased by RM36.3 million for the Group and the Bank due to change in credit risk.

2023
Stage 1 ECL increased by RM3.8 million and Stage 3 ECL decreased by RM1.2 million for the Group and the Bank due to change in credit risk.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(i) Deferred taxation

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same tax authority. The following amounts are offset and shown in the statements of financial position, after offsetting:

	The Group		The Bank	
	31 December 2024	31 December 2023	**31 December 2024**	31 December 2023
	RM'000	RM'000	**RM'000**	RM'000
Deferred tax assets	**253,132**	282,971	**-**	-

Further breakdown are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
Deferred tax assets	**RM'000**	RM'000	**RM'000**	RM'000
Property, plant and equipment	**-**	23	**-**	-
Provision for expenses	**17,609**	12,346	**-**	-
Expected credit losses	**223,789**	253,060	**-**	-
Debt instruments at fair value through other comprehensive income	**12,158**	17,757	**-**	-
Lease liabilities	**-**	189	**-**	-
	253,556	283,375	**-**	-
Offsetting	**(424)**	(404)	**-**	-
	253,132	282,971	**-**	-

	The Group		The Bank	
	2024	2023	**2024**	2023
Deferred tax liabilities	**RM'000**	RM'000	**RM'000**	RM'000
Rights of use assets	**-**	(136)	**-**	-
Intangible assets	**(424)**	(268)	**-**	-
	(424)	(404)	**-**	-
Offsetting	**424**	404	**-**	-
	-	-	**-**	-

58 The operations of Islamic Banking (Continued)

(i) Deferred taxation (Continued)

The movements in deferred tax assets and liabilities during the financial year comprise the following:

The Group	Note	Expected credit losses RM'000	Accelerated tax depreciation RM'000	Debt instruments at fair value through other comprehensive income RM'000	Right-of-use assets RM'000	Other temporary differences RM'000	Intangible assets RM'000	Lease Liabilities RM'000	Provision for expenses RM'000	Total RM'000
Deferred tax assets/(liabilities)										
At 1 January 2024		**253,060**	**23**	**17,757**	**(136)**	**-**	**(268)**	**189**	**12,346**	**282,971**
(Charged)/credited to statement of income	(ak)	**(29,271)**	**(16)**	**-**	**136**	**(29)**	**(131)**	**(189)**	**4,739**	**(24,761)**
(Under)/over provision in prior years		**-**	**(7)**	**-**	**-**	**29**	**(25)**	**-**	**524**	**521**
Transferred to equity		**-**	**-**	**(5,599)**	**-**	**-**	**-**	**-**	**-**	**(5,599)**
At 31 December 2024		**223,789**	**-**	**12,158**	**-**	**-**	**(424)**	**-**	**17,609**	**253,132**

58 The operations of Islamic Banking (Continued)

(i) Deferred taxation (Continued)

The movements in deferred tax assets and liabilities during the financial year comprise the following: (Continued)

The Group	Note	Expected credit losses	Accelerated tax depreciation	Debt instruments at fair value through other comprehensive income	Right-of-use assets	Other temporary differences	Intangible assets	Lease Liabilities	Provision for expenses	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred tax assets/(liabilities)										
At 1 January 2023		126,075	27	47,810	(240)	6	(114)	288	15,031	188,883
Credited/(charged) to statement of income	(ak)	103,728	(4)	-	104	(4,691)	(146)	(99)	(321)	98,571
Over/(under) provision in prior years		23,257	-	-	-	4,685	(8)	-	(2,364)	25,570
Transferred to equity		-	-	(30,053)	-	-	-	-	-	(30,053)
At 31 December 2023		253,060	23	17,757	(136)	-	(268)	189	12,346	282,971

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(j) Goodwill

	The Group	
	2024	2023
	RM'000	RM'000
Cost		
At 1 January/31 December	**136,000**	136,000

Goodwill is wholly allocated to the consumer banking cash-generating unit ("CGU"). This CGUs do not carry any intangible assets with indefinite useful life.

Impairment test for goodwill

Value-in-use

The recoverable amount of the CGU is determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on the 2025 financial budgets approved by the Board of Directors, projected for four years (2025 - 2028) based on the average historical Gross Domestic Product ("GDP") growth of the country covering a four years period, revised for current economic conditions. Cash flows beyond the four years period are extrapolated using an estimated growth rate of 4.08% (2023: 4.16%). The cash flow projections are derived based on a number of key factors including the past performance and management's expectation of market developments. The discount rate used in determining the recoverable amount of all the CGU is 9.66% (2023: 10.36%). The discount rate is pre-tax and reflects the specific risks relating to the CGU.

Management believes that no reasonably possible change in any of the key assumptions would cause the carrying value of any CGU to exceed its recoverable amount.

Impairment charge

There was no impairment charge for the financial year ended 31 December 2024 and 31 December 2023.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(k) Intangible assets

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Computer software				
Cost				
At 1 January	**144,989**	141,859	**1,378**	1,284
Additions	**539**	3,036	**-**	-
Reclassified from property, plant and equipment (Note l)	**-**	14	**-**	14
Exchange fluctuation	**(84)**	80	**(84)**	80
At 31 December	**145,444**	144,989	**1,294**	1,378
Amortisation				
At 1 January	**141,402**	140,308	**1,341**	1,232
Charge for the financial year	**2,943**	1,015	**29**	30
Exchange fluctuation	**(83)**	79	**(83)**	79
At 31 December	**144,262**	141,402	**1,287**	1,341
Net book value at 31 December	**1,182**	3,587	**7**	37

The remaining amortisation period of the intangible assets is between 7.6 months and 4.2 years.

The above intangible assets include computer software under construction at cost of the Group of RM46,124 (2023: RM1,297,580).

58 The operations of Islamic Banking (Continued)

(l) Property, plant and equipment

The Group **2024**	**Renovations, work-in-progess, office and plant equipment, furniture and fittings** **RM'000**	**Computer equipments** **RM'000**	**Motor vehicles** **RM'000**	**Total** **RM'000**
Cost				
At 1 January	**3,779**	**20,161**	**387**	**24,327**
Additions	**10**	**153**	**-**	**163**
Written-off	**-**	**(14)**	**-**	**(14)**
Exchange fluctuation	**-**	**(17)**	**-**	**(17)**
At 31 December	**3,789**	**20,283**	**387**	**24,459**
Accumulated depreciation				
At 1 January	**3,392**	**19,760**	**387**	**23,539**
Charge for the financial year	**114**	**111**	**-**	**225**
Written-off	**-**	**(14)**	**-**	**(14)**
Exchange fluctuation	**-**	**(3)**	**-**	**(3)**
At 31 December	**3,506**	**19,854**	**387**	**23,747**
Net book value at 31 December	**283**	**429**	**-**	**712**

The Group **2023**	Renovations, work-in-progess, office and plant equipment, furniture and fittings RM'000	Computer equipments RM'000	Motor vehicles RM'000	Total RM'000
Cost				
At 1 January	3,779	19,887	387	24,053
Additions	-	348	-	348
Written-off	-	(65)	-	(65)
Reclassified from intangible assets (Note k)	-	(14)	-	(14)
Exchange fluctuation	-	5	-	5
At 31 December	3,779	20,161	387	24,327
Accumulated depreciation				
At 1 January	3,136	19,717	388	23,241
Charge for the financial year	256	106	(1)	361
Written-off	-	(65)	-	(65)
Exchange fluctuation	-	2	-	2
At 31 December	3,392	19,760	387	23,539
Net book value at 31 December	387	401	-	788

58 The operations of Islamic Banking (Continued)

(l) Property, plant and equipment (Continued)

The Bank 2024	Renovations, work-in-progess, office and plant equipment, furniture and fittings RM'000	Computer equipments RM'000	Total RM'000
Cost			
At 1 January	**1**	**329**	**330**
Additions	**-**	**77**	**77**
Exchange fluctuation	**-**	**(17)**	**(17)**
At 31 December	**1**	**389**	**390**
Accumulated depreciation			
At 1 January	**1**	**45**	**46**
Charge for the financial year	**-**	**17**	**17**
Exchange fluctuation	**-**	**(3)**	**(3)**
At 31 December	**1**	**59**	**60**
Net book value at 31 December	**-**	**330**	**330**

The Bank 2023	Renovations, work-in-progess, office and plant equipment, furniture and fittings RM'000	Computer equipments RM'000	Total RM'000
Cost			
At 1 January	1	64	65
Additions	-	274	274
Reclassified to intangible assets (Note k)	-	(14)	(14)
Exchange fluctuation	-	5	5
At 31 December	1	329	330
Accumulated depreciation			
At 1 January	1	30	31
Charge for the financial year	-	13	13
Exchange fluctuation	-	2	2
At 31 December	1	45	46
Net book value at 31 December	-	284	284

No work-in-progress for the Group and the Bank in 2024 and 2023.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(m) Right-of-use assets

Carrying amount of Right-of-use assets by class of underlying assets are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Buildings	**122**	770	**122**	201

No additions to the right-of-use assets during the financial year of the Group and the Bank (2023: RMNil). Depreciation charge during the financial year for right-of-use assets of the Group and the Bank are RM639,000 and RM70,000 respectively (2023: RM639,000 and RM70,000).

At 31 December 2024, the short-term leases expense and low-value leases expense that are not included in lease liabilities are RM267,000 (2023: RM305,000) and RMNil (2023: RMNil) respectively.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(n) Deposits from customers

(i) By type of deposits

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Savings deposits				
Commodity Murabahah (via Tawarruq arrangement)*	**10,831,142**	9,794,398	**1,060,694**	850,090
Demand deposits				
Qard	**19,521,051**	19,649,152	**6,689**	11,565
Commodity Murabahah (via Tawarruq arrangement)*	**4,437,070**	4,467,245	**2,465,044**	2,481,103
Term deposits				
Commodity Murabahah Deposits-i (via Tawarruq arrangement)	**43,879,864**	50,768,984	**569,961**	602,107
Fixed Return Income Account-i (via Tawarruq arrangement)*	**33,489,634**	29,761,063	**544,116**	366,192
Negotiable Islamic Debt Certificate ("NIDC")				
Hybrid (Bai' Bithamin Ajil ("BBA") and Bai' al-Dayn)	**991,570**	495,669	**-**	-
Specific investment account				
Mudharabah	**24,971**	25,160	**-**	-
Others				
Qard	**523,626**	181,130	**-**	-
	113,698,928	115,142,801	**4,646,504**	4,311,057

Included Qard contract of the Group and of the Bank of RM4,295,352,000 and RM3,538,390,000 respectively (2023: RM4,424,360,000 and RM3,534,236,000).

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(n) Deposits from customers (Continued)

(ii) By maturity structures of term deposits and investment account are as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Due within six months	**64,014,348**	64,627,200	**1,041,279**	867,557
Six months to less than one year	**13,232,576**	15,372,827	**72,043**	100,742
One year to less than three years	**1,111,828**	173,634	**755**	-
Three years to less than five years	**16,888**	866,737	**-**	-
Five years and more	**10,399**	10,478	**-**	-
	78,386,039	81,050,876	**1,114,077**	968,299

(iii) By type of customer

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Government and statutory bodies	**6,046,635**	7,469,648	**195**	126
Business enterprises	**42,097,231**	46,499,861	**2,750,830**	2,842,053
Individuals	**37,757,761**	33,367,907	**1,683,533**	1,293,350
Others	**27,797,301**	27,805,385	**211,946**	175,528
	113,698,928	115,142,801	**4,646,504**	4,311,057

58 The operations of Islamic Banking (Continued)

(n) Deposits from customers (Continued)

Wadiah (Yad Dhamanah)
A safe keeping contract whereby the custodian guarantees payment of the whole amount of deposits, or any part thereof, outstanding in the account of the depositors, when demanded. The depositors are not entitled to any share of the profits (generated from usage of the deposits by the custodian). However, the custodian, at its discretion, may give hibah to the depositors, nevertheless, the hibah shall not be pre-conditioned.

Commodity Murabahah
A contract of sale and purchase of commodities as underlying assets. The customer appoints the Bank to act as the customer's agent for the purchase and sale of the commodity. At the first stage, the buyer will purchase an asset on credit from the original seller, and at the second stage, the buyer will then sell the asset on cash basis to a third party. It is name as Tawarruq because the buyer purchased the asset on credit with no intention of benefitting from it, rather to sell it to obtain cash. Profit expense shall be recognised on accrual basis by maturity date.

Mudharabah
A contract between a capital provider (rabbul mal) and an entrepreneur (Mudharib) under which the rabbul mal provides capital to be managed by the mudharib and any profit generated from the capital is shared between the rabbul mal and mudharib according to mutually agreed Profit Sharing Ratio ("PSR") whilst financial losses are borne by the rabbul mal provided that such losses are not due to the mudharib's negligence (taqsir) or breach of specified terms (mukhalafah al-shurut). Mudharabah contract shall not stipulate a pre-determined fixed amount of profit to one contracting party. This contract is categorized into two types:

(a) Unrestricted Mudharabah (Mudharabah Mutlaqah) is a contract in which the rabbul mal permits the mudharib to manage the venture without any specific restriction.

(b) Restricted Mudharabah (Mudharabah Muqayyadah) is a contract in which the rabbul mal imposes specific restriction on the mudharabah terms such as determination of location, period for investment, type of project and commingling of funds.

Profit shall be recognised on accrual basis by actual liquidation of assets of mudharabah contract or constructive basis according to acceptable profit recognition method which may include valuation according to acceptable market methodology, independent valuation or valuation based on estimated figures.

58 The operations of Islamic Banking (Continued)

(n) Deposits from customers (Continued)

Bai' Bithaman Ajil
A contract of sale and purchase of an asset in which the payment of price is deferred either be paid in lump-sum or instalment basis within an agreed period of time. Profit expense from deposits shall be recognised on accrual basis by maturity date.

Bai' al-Dayn
A contract of trading of debt and the outstanding debt may be sold to the debtor or to a third party on cash basis. Profit expense from deposits shall be recognised on accrual basis by maturity date.

Qard
A contract of lending a fungible asset to a borrower who is bound to return an equivalent replacement. No profit expense from deposits shall be paid from the transactions.

Tawarruq vis-à-vis Commodity Murabahah
Tawarruq structure for CIMB Islamic's financing product consists of three (3) sales and purchases transaction. The first involves, the purchase of a commodity by the Bank from Commodity Trader 1, on cash and spot basis. Secondly, the Bank will sell the commodity using Murabahah contract, to customer on deferred basis. Subsequently, the customer will sell the commodity to Commodity Trader 2 on cash and spot basis. Finally, the customer will get a cash to finance the customer's needs.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(o) Investment accounts of customers

	Note	The Group 2024 RM'000	2023 RM'000
Mudharabah			
Unrestricted investment accounts (Mudharabah)			
-without maturity			
Special Mudharabah Investment Account		**2,007,761**	1,665,728
Saving Mudharabah		**178,745**	17,698
-with maturity			
Term Investment Account-i		**21,492,133**	16,659,812
Unrestricted investment accounts (Wakalah)			
-without maturity			
Daily Investment Account-i		**132,920**	48,300
Restricted investment accounts (Mudharabah)			
-with maturity			
Restricted Profit Sharing Investment Account ("RPSIA")		**631,751**	592,587
	24	**24,443,310**	18,984,125

(i) Movement in the investment accounts

The Group	Mudharabah Unrestricted Investment Account RM'000	Mudharabah Restricted Investment Account RM'000	Wakalah Unrestricted Investment Account RM'000	Total RM'000
As at 1 January 2024	**18,343,238**	**592,587**	**48,300**	**18,984,125**
Funding inflows/outflows				
New placement during the financial year	**26,743,825**	**-**	**108,573**	**26,852,398**
Redemption during the financial year	**(22,081,956)**	**-**	**(24,481)**	**(22,106,437)**
Income from investment	**981,491**	**40,211**	**3,284**	**1,024,986**
CIMB Islamic Bank's share of profit				
Profit distributed to mudarib	**(307,959)**	**(454)**	**(2,756)**	**(311,169)**
Incentive fee	**-**	**(593)**	**-**	**(593)**
As at 31 December 2024	**23,678,639**	**631,751**	**132,920**	**24,443,310**
Investment asset:				
House financing	**6,822,278**	**-**	**-**	**6,822,278**
Hire purchase receivables	**14,309,842**	**-**	**-**	**14,309,842**
Other term financing	**2,518,899**	**-**	**132,920**	**2,651,819**
Marketable securities	**-**	**631,141**	**-**	**631,141**
Miscellaneous Other Assets	**27,620**	**610**	**-**	**28,230**
Total investment	**23,678,639**	**631,751**	**132,920**	**24,443,310**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(o) Investment accounts of customers (Continued)

(i) Movement in the investment accounts (Continued)

	Mudharabah		Wakalah	
	Unrestricted Investment Account	Restricted Investment Account	Unrestricted Investment Account	Total
The Group	RM'000	RM'000	RM'000	RM'000
As At 1 January 2023	13,155,418	501,666	27,548	13,684,632
Funding inflows/outflows				
New placement during the financial year	22,242,955	-	35,118	22,278,073
Redemption during the financial year	(17,631,866)	-	(14,426)	(17,646,292)
Income from investment	843,882	91,910	1,119	936,911
CIMB Islamic Bank's share of profit				
Profit distributed to mudarib	(267,151)	(459)	(1,059)	(268,669)
Incentive fee	-	(530)	-	(530)
As at 31 December 2023	18,343,238	592,587	48,300	18,984,125
Investment asset:				
House financing	4,043,013	-	-	4,043,013
Hire purchase receivables	12,062,216	-	-	12,062,216
Other term financing	2,235,330	-	48,300	2,283,630
Marketable securities	-	591,926	-	591,926
Miscellaneous Other Assets	2,679	661	-	3,340
Total investment	18,343,238	592,587	48,300	18,984,125

58 The operations of Islamic Banking (Continued)

(o) Investment accounts of customers (Continued)

(ii) Profit Sharing Ratio and Rate of Return

	2024		2023	
	Investment account holder		Investment account holder	
	Average profit sharing ratio (%)	**Average rate of return (%)**	Average profit sharing ratio (%)	Average rate of return (%)
Unrestricted investment accounts:				
- no specific tenure	**8.38**	**0.30**	4.19	0.15
- less than 1 year	**71.89**	**3.75**	74.31	3.81
- more than 1 year	**69.45**	**2.80**	-	-

	2024			2023		
	Investment account holder			Investment account holder		
	Average profit sharing ratio (%)	**Average rate of return (%)**	**Performance incentive fee (%)**	Average profit sharing ratio (%)	Average rate of return (%)	Performance incentive fee (%)
Restricted investment accounts:						
- more than 5 years	**99.00**	**4.51**	**0.78**	99.00	4.19	0.91

58 The operations of Islamic Banking (Continued)

(o) Investment accounts of customers (Continued)

(iii) By type of customers

	The Group	
	2024	2023
	RM'000	RM'000
Government and statutory bodies	**2,010**	-
Business enterprises	**3,007,896**	2,569,571
Individuals	**20,754,595**	15,886,730
Others	**678,809**	527,824
	24,443,310	18,984,125

Mudharabah

This category comprises restricted and unrestricted investment accounts. The placements from investment accounts that are used to fund specific financing are called Restricted Profit Sharing Investment Accounts ("RPSIA"). The RPSIA and unrestricted investment accounts are a contract based on the Shariah concept of Mudharabah between two parties, i.e. investor and entrepreneur to finance a business venture where the investor provides capital and the business venture is managed solely by the entrepreneur. The profit of the business venture will be shared based on pre-agreed ratios with CIMB Islamic as Mudharib (manager or manager of funds), and losses shall be borne solely by investors.

Wakalah

Daily Investment Account-i is a daily investment account based on a Wakalah bi al-istithmar contract, agreed between the customers as capital providers (principal) and CIMB Islamic as an investment agent whereby CIMB Islamic will channel the funds in investment assets which are Shariah compliant. The profit distribution is after deducting the agency fee and any agreed performance incentive fee to CIMB Islamic (if any). The principal may agree to the agent retaining all or part of the excess profit as performance incentive fee if the actual profit is higher than the indicative profit. Any losses (if any) shall be borne by the customer, provided that such losses are not due to CIMB Islamic's misconduct (Ta'addi), negligence (Taqsir), or breach of specific terms (Mukhalafah al-Shurut). Daily Investment Account-i is classified as unrestricted investment accounts.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

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

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Licensed banks	**1,639,003**	2,803,912	**190,565**	-
Licensed Islamic Banks	**100,712**	400,329	**-**	-
Licensed investment banks	**282,258**	645,848	**-**	-
Bank Negara Malaysia	**-**	5,000	**-**	-
Other financial institutions	**1,182,337**	744,858	**33,138**	22,994
	3,204,310	4,599,947	**223,703**	22,994

(q) Investment accounts due to designated financial institutions

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Restricted investment accounts				
Mudharabah	**2,927,281**	3,424,851	**-**	-
By type of counterparty				
Licensed banks	**2,927,281**	3,424,851	**-**	-

(i) Movement in the investment accounts

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Mudharabah				
Restricted Profit Sharing Investment Account				
As at 1 January	**3,424,851**	3,576,590	**-**	-
Funding inflows/outflows				
Redemption during the financial year	**(623,344)**	(275,530)	**-**	-
Income from investment	**155,508**	161,246	**-**	-
CIMB Islamic Bank's share of profit				
Profit distributed to mudarib	**(1,555)**	(1,612)	**-**	-
Incentive fee	**(28,179)**	(35,843)	**-**	-
As at 31 December	**2,927,281**	3,424,851	**-**	-
Investment asset:				
Other term financing	**2,537,282**	3,064,850	**-**	-
Miscellaneous other assets	**389,999**	360,001	**-**	-
Total investment	**2,927,281**	3,424,851	**-**	-

58 The operations of Islamic Banking (Continued)

(q) Investment accounts due to designated financial institutions (Continued)

(ii) Profit Sharing Ratio, Rate of Return and Performance Incentive Fee

	2024			2023		
	Investment account holder			Investment account holder		
	Average profit sharing ratio (%)	**Average rate of return (%)**	**Performance incentive fee (%)**	Average profit sharing ratio (%)	Average rate of return (%)	Performance incentive fee (%)
Restricted investment accounts: less than 1 year	**99.00**	**4.51**	**0.78**	99.00	4.19	0.91

Included in the investment accounts due to designated financial institutions is the Restricted Profit Sharing Investment Account ("RPSIA") placed by CIMB Bank amounting to RM2,927,381,000 (2023: RM3,424,851,000) for tenures within 1 month (2023: within 1 month) at indicative profit rates from 3.68% to 4.30% per annum (2023: 3.60% to 4.01% per annum). These placements are used to fund certain specific financing. The RPSIA is a contract based on the Shariah concept of Mudharabah between two parties, i.e. investor and entrepreneur to finance a business venture where the investor provides capital and the business venture is managed solely by the entrepreneur. The profit of the business venture is shared between both parties based on pre-agreed ratios. Losses shall be borne solely by the investors.

58 The operations of Islamic Banking (Continued)

(r) Financial liabilities designated at fair value through profit or loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Deposits from customers - structured investments	**3,125,723**	2,821,784	**-**	-

The Group has issued structured investments and has designated them at fair value in accordance with MFRS 9. The Group has the ability to do this when designating these instruments at fair value reduces an accounting mismatch and this is managed by the Group on the basis of its fair value, or includes terms that have substantive derivative characteristics.

The carrying amount of the Group as at 31 December 2024 of financial liabilities designated at fair value was RM54,450,000 (2023: RM75,260,000) lower than the contractual amount at maturity.

(s) Other liabilities

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Clearing accounts		**10,308,455**	9,089,411	**10,308,455**	8,979,842
Accruals and other payables		**27,894**	6,627	**27,894**	6,627
Structured deposits		**-**	42,374	**-**	-
Expected credit losses for loan commitments and financial guarantee contracts	(i)	**69,162**	95,487	**3,482**	2,157
Others		**10,914,729**	7,841,602	**10,330,919**	7,265,869
		21,320,240	17,075,501	**20,670,750**	16,254,495

58 The operations of Islamic Banking (Continued)

(s) Other liabilities (Continued)

(i) Expected credit losses for loan commitments and financial guarantee contracts

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows:

The Group	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - Credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	**77,302**	**10,470**	**7,715**	**95,487**
Changes in expected credit losses due to transferred within stages:	**6,142**	**(11,033)**	**4,891**	**-**
Transferred to Stage 1	**11,886**	**(11,773)**	**(113)**	**-**
Transferred to Stage 2	**(5,741)**	**13,778**	**(8,037)**	**-**
Transferred to Stage 3	**(3)**	**(13,038)**	**13,041**	**-**
Total charge to Statement of Income:	**(49,929)**	**6,007**	**17,920**	**(26,002)**
New exposures	**49,683**	**-**	**375**	**50,058**
Exposures derecognised or matured	**(32,959)**	**(5,361)**	**(3,989)**	**(42,309)**
Change in credit risk	**(66,653)**	**11,368**	**21,534**	**(33,751)**
Exhange fluctuation	**(164)**	**-**	**(159)**	**(323)**
Other movements	**77**	**(62)**	**(15)**	**-**
At 31 December 2024	**33,428**	**5,382**	**30,352**	**69,162**

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(s) Other liabilities (Continued)

(i) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows: (Continued)

The Group	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - Credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2023	25,475	12,015	8,037	45,527
Changes in expected credit losses due to transferred within stages:	10,339	(11,039)	700	-
Transferred to Stage 1	17,009	(14,047)	(2,962)	-
Transferred to Stage 2	(6,633)	12,413	(5,780)	-
Transferred to Stage 3	(37)	(9,405)	9,442	-
Total charge to Statement of Income:	41,436	9,452	(1,027)	49,861
New exposures	44,486	264	-	44,750
Exposures derecognised or matured	(35,435)	(4,030)	(4,907)	(44,372)
Change in credit risk	32,385	13,218	3,880	49,483
Exhange fluctuation	90	12	-	102
Other movements	(38)	30	5	(3)
At 31 December 2023	77,302	10,470	7,715	95,487

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(s) Other liabilities (Continued)

(i) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	**856**	**1,301**	**-**	**2,157**
Changes in expected credit losses due to transferred within stages:	**-**	**(2,453)**	**2,453**	**-**
Transferred to Stage 3	**-**	**(2,453)**	**2,453**	**-**
Total charge to Statement of Income:	**452**	**(1,092)**	**2,083**	**1,443**
Change in credit risk	**452**	**(1,092)**	**2,083**	**1,443**
Exhange fluctuation	**(67)**	**(9)**	**(42)**	**(118)**
At 31 December 2024	**1,241**	**(2,253)**	**4,494**	**3,482**

58 The operations of Islamic Banking (Continued)

(s) Other liabilities (Continued)

(i) Expected credit losses for loan commitments and financial guarantee contracts (Continued)

Movement in the expected credit losses for loan commitments and financial guarantee contracts are as follows: (Continued)

The Bank	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2023	380	-	-	380
Total charge to Statement of Income:	1,735	-	-	1,735
Change in credit risk	1,735	-	-	1,735
Exhange fluctuation	42	-	-	42
At 31 December 2023	2,157	-	-	2,157

As at 31 December 2024, the gross exposures of loan commitments and financial guarantee contracts that are credit impaired is RM87,575,000 (2023: RM54,837,000).

58 The operations of Islamic Banking (Continued)

(t) Lease liabilities

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Buildings	**269**	1,150	**269**	364

(u) Senior Sukuk

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
RM100 million Senior Sukuk (2023/2026)	(a)	**100,357**	100,346	-	-
RM600 million Senior Sukuk (2023/2028)	(b)	**602,181**	602,115	-	-
RM300 million Senior Sukuk (2023/2030)	(c)	**301,169**	301,133	-	-
RM250 million Senior Sukuk (2024/2027)	(d)	**252,466**	-	-	-
RM300 million Senior Sukuk (2024/2029)	(e)	**303,046**	-	-	-
RM1,450 million Senior Sukuk (2024/2031)	(f)	**1,465,369**	-	-	-
RM1,500 million Senior Sukuk (2024/2034)	(g)	**1,516,294**	-	-	-
RM125 million Senior Sukuk (2024/2029)	(h)	**127,044**	-	-	-
RM700 million Senior Sukuk (2024/2032)	(i)	**711,890**	-	-	-
RM2,175 million Senior Sukuk (2024/2035)	(j)	**2,212,592**	-	-	-
RM120 million Senior Sukuk (2024/2027)	(k)	**120,430**	-	-	-
		7,712,838	1,003,594	-	-
Fair value changes arising from fair value hedges		**28,591**	5,880	-	-
		7,741,429	1,009,474	-	-

(a) On 30 November 2023, CIMB Islamic issued RM100 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.95% per annum payable semi-annually, will mature on 30 November 2026.

(b) On 30 November 2023, CIMB Islamic issued RM600 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.02% per annum payable semi-annually, will mature on 30 November 2028.

(c) On 30 November 2023, CIMB Islamic issued RM300 million senior sukuk under its RM10 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.31% per annum payable semi-annually, will mature on 29 November 2030.

(d) On 27 March 2024, the Bank issued RM250.0 million 3-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.75% per annum payable semi-annually, will mature on 26 March 2027.

58 The operations of Islamic Banking (Continued)

(u) Senior Sukuk (Continued)

(e) On 27 March 2024, the Bank issued RM300.0 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.86% per annum payable semi-annually, will mature on 27 March 2029.

(f) On 27 March 2024, the Bank issued RM1,450.0 million 7-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.03% per annum payable semi-annually, will mature on 27 March 2031.

(g) On 27 March 2024, the Bank issued RM1,500.0 million 10-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.13% per annum payable semi-annually, will mature on 27 March 2034.

(h) On 30 July 2024, the Bank issued RM125.0 million 5-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3.85% per annum payable semi-annually, will mature on 30 July 2029.

(i) On 30 July 2024, the Bank issued RM700.0 million 8-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.00% per annum payable semi-annually, will mature on 30 July 2032.

(j) On 30 July 2024, the Bank issued RM2,175.0 million 11-year fixed rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 4.07% per annum payable semi-annually, will mature on 30 July 2035.

(k) On 28 November 2024, the Bank issued RM120.0 million 3-year floating rate senior sukuk under its RM10.0 billion Sukuk Wakalah Programme. The senior sukuk, which bears a profit rate of 3 month KLIBOR + plus 0.23% per annum payable quarterly will mature on the profit payment date falling on or nearest to 26 November 2027.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(v) Subordinated Sukuk

	Note	The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Subordinated Sukuk 2019/2029 RM800 million	(a)	**-**	808,055	-	-
Subordinated Sukuk 2022/2032 RM300 million	(b)	**301,369**	301,369	-	-
Subordinated Sukuk 2024/2034 RM1,200 million	(c)	**1,212,372**	-	-	-
		1,513,741	1,109,424	-	-

(a) On 25 September 2019, CIMB Islamic had issued RM800 million Tier 2 Junior Sukuk ("the Sukuk") at par and is due on 25 September 2029, with optional redemption on 25 September 2024 or any periodic payment date thereafter. The Sukuk bears a profit rate of 3.75% per annum.

The Sukuk is part of the Basel III Tier 2 Junior Sukuk programme which was approved by the Securities Commission on 22 September 2014. Under the programme, CIMB Islamic is allowed to raise Tier 2 capital of up to RM5.0 billion nominal value outstanding at any one time.

The RM800 million Sukuk qualify as Tier 2 Capital for the purpose of the total capital ratio computation of CIMB Islamic.

On 25 September 2024, the Bank redeemed its existing RM800 million Tier 2 Junior Sukuk issued from the RM5 billion Tier 2 Junior Sukuk Programme on the first call date.

(b) On 28 November 2022, CIMB Islamic had issued RM300 million Tier 2 Junior Sukuk ("the Sukuk") at par and is due on 26 November 2032, with optional redemption on 28 November 2027 or any periodic payment date thereafter. The Sukuk bears a profit rate of 4.90% per annum.

The Sukuk is part of the Basel III Tier 2 Junior Sukuk programme which was approved by the Securities Commission on 22 September 2014. Under the programme, CIMB Islamic is allowed to raise Tier 2 capital of up to RM5.0 billion in nominal value outstanding at any one time.

The RM300 million Sukuk qualify as Tier 2 Capital for the purpose of the total capital ratio computation of CIMB Islamic.

58 The operations of Islamic Banking (Continued)

(v) Subordinated Sukuk (Continued)

(c) On 25 September 2024, the Bank had issued RM1.2 billion Tier 2 Junior Sukuk ("the Sukuk") at par and is due on 25 September 2034, with optional redemption on 25 September 2029 or any periodic payment date thereafter. The Sukuk bears a profit rate of 3.84% per annum.

The Sukuk is part of the Basel III Tier 2 Junior Sukuk programme which was approved by the Securities Commission on 22 September 2014. Under the programme, the Bank is allowed to raise Tier 2 capital of up to RM5.0 billion in nominal value outstanding at any one time.

The RM1,200 million Sukuk qualify as Tier 2 Capital for the purpose of the total capital ratio computation of the Bank.

58 The operations of Islamic Banking (Continued)

(w) Ordinary share capital

	The Group	
	2024	2023
	RM'000	RM'000
Issued and fully paid		
At 1 January/31 December	**1,000,000**	1,000,000

(x) Perpetual preference shares

	The Group	
	2024	2023
	RM'000	RM'000
Issued and fully paid		
Perpetual preference shares:		
At 1 January/31 December	**350,000**	350,000

The preference shares shall rank pari passu among themselves, and in priority to the ordinary shares.

Each preference share shall on a winding-up or other return of capital confer on its holder the right to receive, in priority to the holders of ordinary shares, the cash repayment in full the nominal amount and premium payable of that preference share after the payment and discharge of all debts and liabilities of CIMB Islamic and the costs of winding up or such capital reduction exercise.

A preference share shall not entitle its holder to participate in the surplus assets and profits of CIMB Islamic beyond such redemption rights as are expressly set out in these Articles.

CIMB Islamic may declare dividends on any of the preference shares.

The preference shares are not convertible to ordinary shares or any other class of share of CIMB Islamic.

On 14 January 2023, CIMB Islamic has redeemed RM70 million Basel II Additional Tier 1 Perpetual Preference Shares from CIMB Bank Berhad.

58 The operations of Islamic Banking (Continued)

(y) Reserves

(a) Regulatory reserve of the Group is maintained by the banking subsidiaries in Malaysia, which is transferred from the retained earnings, as an additional credit risk absorbent to ensure robustness on the loan impairment assessment methodology with the adoption of MFRS 9 beginning 1 January 2018.

BNM Guidelines on Financial Reporting for Islamic Banking Institutions requires banking institutions to maintain in aggregate, loss allowance for non-credit-impaired exposures and regulatory reserve of no less than 1% of total credit exposures, net of loss allowance for credit-impaired exposures.

(b) Share-based payment reserve arose from the Employee Ownership Plan, the Group's share-based compensation benefits.

(c) Exchange translation differences have arisen from translation of net assets of foreign subsidiaries, Labuan offshore banking subsidiary and the Bank's foreign branches. These translation differences are shown under exchange fluctuation reserve.

(d) For debt instruments at fair value through other comprehensive income ("FVOCI"), changes in fair value are accumulated within the financial assets at FVOCI reserve within equity. The accumulated changes in fair value are transferred to profit or loss when the investment is disposed of.

(e) Changes in fair value of financial liabilities designated at fair value relating to the Group's own credit risk are recognised in other comprehensive income. These changes are also accumulated within own credit risk reserve within equity.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(z) Restricted Agency Investment Account

(i) The details of the Restricted Agency Investment ("RAIA") financing is as below. The exposures and corresponding risk weighted amount are reported in investors' financial statements.

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financing and advances	**12,282,284**	12,882,815	**-**	-
Commitments and contingencies	**4,200,000**	2,600,000	**-**	-
	16,482,284	15,482,815	**-**	-

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Total RWA for Credit Risk	**1,241,607**	830,893	**-**	-
	1,241,607	830,893	**-**	-

RAIA is an arrangement between CIMB Bank and CIMB Islamic, and the contract is based on the Wakalah principle where CIMB Bank provides the funds, whilst the assets are managed by CIMB Islamic (as the Wakeel or agent). In the arrangement, CIMB Islamic has transferred substantially all the risk and rewards of ownership of the Investment (i.e. the financing facility) to CIMB Bank. Accordingly, the underlying assets (including the undisbursed portion of the financing commitment) and allowance for impairment arising thereon, if any, are recognised and accounted for by CIMB Bank.

58 The operations of Islamic Banking (Continued)

(z) Restricted Agency Investment Account (Continued)

(ii) Movement in the Investment Account

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Wakalah				
Restricted Agency Investment Account - RAIA				
1 January	**12,882,815**	11,280,429	-	-
Funding inflows/outflows				
New placement during the year	**600,000**	1,800,000	-	-
Redemption during the year	**(2,228,388)**	(138,934)	-	-
Income from investment	**1,027,857**	(58,680)	-	-
31 December	**12,282,284**	12,882,815	-	-
Investment asset:				
Trade financing	**1,532,005**	1,531,910	-	-
Revolving credit	**-**	1,202,943	-	-
Other term financing	**10,750,279**	10,147,962	-	-
Total investment	**12,282,284**	12,882,815	-	-

(iii) Rate of Return

	2024	2023
	Investment account holder Average rate of return	
	(%)	**(%)**
Restricted investment accounts:		
1 month or less	**3.95**	3.63
more than 1 month to 3 months	**3.83**	3.57
more than 4 years to 5 years	**4.21**	3.71
more than 5 years	**4.20**	4.15

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(aa) Income derived from investment of depositors' funds and others

		The Group		The Bank	
		2024	2023	**2024**	2023
		RM'000	RM'000	**RM'000**	RM'000
Income derived from investment of:					
(i)	General investment deposits	**3,918,584**	3,730,546	**224,226**	232,546
(ii)	Specific investment deposits	**988**	1,078	**-**	-
(iii)	Other deposits	**2,348,097**	1,634,607	**(2)**	37
		6,267,669	5,366,231	**224,224**	232,583

58 The operations of Islamic Banking (Continued)

(aa) Income derived from investment of depositors' funds and others (Continued)

(i) Income derived from investment of general investment deposits

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financing, advances and other financing/loans				
- profit income	**2,967,163**	2,851,349	**148,527**	112,362
- unwinding income^	**27,261**	36,218	**-**	-
Money at call and deposits with financial institutions	**176,547**	342,419	**61,402**	97,555
Debt instruments at fair value through other comprehensive income	**162,156**	148,446	**12,452**	13,994
Debt instrument at amortised cost	**327,119**	318,399	**1,937**	2,147
Reverse Collateralised Commodity Murabahah	**23,495**	16,343	**-**	-
	3,683,741	3,713,174	**224,318**	226,058
Accretion of discount less amortisation of premium	**(24,869)**	(23,222)	**(2,620)**	(1,961)
Other finance income for financial assets at fair value through profit or loss				
- Financial investments at fair value through profit or loss	**32,150**	62,240	**555**	273
- Financing, advances and other financing/loans at fair value through profit or loss	**3,717**	2,745	**-**	-
- Net accretion of discount less amortisation of premium	**98,739**	62,663	**-**	-
Total finance income and hibah	**3,793,478**	3,817,600	**222,253**	224,370
Other operating income				
- Foreign exchange gain/(loss)	**90,971**	(142,109)	**(10,935)**	(7,919)
- Net gain/(loss) from sale of investment in debt instruments at fair value through other comprehensive income	**3,415**	6,399	**(4,720)**	340
- Net gain from maturity of financial assets measured at amortised cost	**235**	-	**-**	-
- Net gain/(loss) arising from financing, advances and other financings at fair value through profit or loss				
-unrealised	**1,282**	(1,330)	**-**	-
- Net gain/(loss) arising from sale of financial investments at fair value through profit or loss				
-realised	**5,615**	17,214	**-**	-
-unrealised	**(234)**	4,455	**-**	271
	101,284	(115,371)	**(15,655)**	(7,308)
Fee and commission income	**23,822**	28,317	**17,628**	15,484
	3,918,584	3,730,546	**224,226**	232,546

^ *Unwinding income is income earned on credit impaired financial assets*

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(aa) Income derived from investment of depositors' funds and others (Continued)

(ii) Income derived from specific investment deposits

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Money at call and deposit with financial institutions	**988**	1,078	**-**	-
	988	1,078	**-**	-

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(aa) Income derived from investment of depositors' funds and others (Continued)

(iii) Income derived from investment of other deposits

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financing, advances and other financing/loans				
- profit income	**1,754,507**	1,276,833	**-**	-
- unwinding income^	**16,718**	16,876	**-**	-
Money at call and deposits with financial institutions	**110,330**	113,168	**-**	-
Securities purchased under resale agreement	**14,770**	7,790	**-**	-
Debt instruments at fair value through other comprehensive income	**93,509**	62,647	**-**	-
Debt instrument at amortised cost	**201,926**	147,872	**-**	-
Others	**2,097**	1,385	**-**	-
	2,193,857	1,626,571	**-**	-
Accretion of discount less amortisation of premium	**(13,832)**	(9,897)	**-**	-
Other finance income for financial assets at fair value through profit or loss				
- Financial investments at fair value through profit or loss	**18,044**	28,853	**-**	-
- Net accretion of discount less amortisation of premium	**61,544**	29,389	**-**	-
Total finance income and hibah	**2,259,613**	1,674,916	**-**	-
Other operating income				
- Foreign exchange gain/(loss)	**75,539**	(58,475)	**(15)**	(16)
- Net gain from sale of investment in debt instruments at fair value through other comprehensive income	**4,994**	2,915	**-**	-
- Net gain from maturity of financial assets measured at amortised cost	**159**	-	**-**	-
- Net gain/(loss) arising from financing, advances and other financings at fair value through profit or loss				
-unrealised	**714**	(671)	**-**	-
- Net gain/(loss) arising from financial investments at fair value through profit or loss:				
-realised	**3,444**	7,898	**-**	-
-unrealised	**(125)**	1,992	**-**	-
	84,725	(46,341)	**(15)**	(16)
Fee and commission income	**3,774**	6,015	**28**	36
Other income	**(15)**	17	**(15)**	17
	2,348,097	1,634,607	**(2)**	37

^ *Unwinding income is income earned on credit impaired financial assets*

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(ab) Income derived from investment of investment account

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financing,advances and other financing/loans				
- Profit income	**1,209,520**	1,048,180	-	-
- Unwinding income^	**16**	10	-	-
Debt instrument at amortised cost	**45,450**	45,679	-	-
	1,254,986	1,093,869	-	-
Accretion of discount less amortisation of premium	**8,036**	8,146	-	-
	1,263,022	1,102,015	-	-
Other operating income				
- Net gain from sale of securities at amortised cost	**-**	65	-	-
- Net (loss)/gain from foreign exchange transactions	**(88)**	124	-	-
	(88)	189	-	-
Fees and commission income				
- Service charges and fees	**1,508**	1,014	-	-
Other income	**4**	2	-	-
	1,264,446	1,103,220	-	-

^ *Unwinding income is income earned on credit impaired financing, advances and other financing/loans*

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(ac) Net income derived from investment of shareholders' funds

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Financing, advances and other financing/loans				
- profit income	**381,289**	320,618	**24,179**	14,368
- unwinding income^	**3,435**	4,053	**-**	-
Money at call and deposits with financial institutions	**22,398**	36,216	**9,384**	8,914
Debt instruments at fair value through other comprehensive income	**19,987**	16,090	**995**	1,057
Debt instrument at amortised cost	**41,311**	35,536	**146**	132
Reverse Collateralised Commodity Murabahah	**2,988**	1,838	**-**	-
	471,408	414,351	**34,704**	24,471
Accretion of discount less amortisation of premium	**(3,174)**	(2,576)	**(356)**	(200)
Other finance income for financial assets at fair value through profit or loss				
- Financial investments at fair value through profit or loss	**3,983**	6,925	**93**	-
- Financing, advances and other financing/loans at fair value through profit or loss	**455**	311	**-**	-
- Net accretion of discount less amortisation of premium	**12,513**	7,031	**-**	-
Total finance income and hibah	**485,185**	426,042	**34,441**	24,271
Other operating income				
- Net gain from hedging activities	**486**	495	**324**	387
- Foreign exchange gain/(loss)	**11,633**	(15,937)	**(2,005)**	(1,011)
- Net gain/(loss) from sale of investment in debt instruments at fair value through other comprehensive income	**235**	730	**(791)**	47
- Net gain from maturity of financial assets measured at amortised cost	**31**	-	**-**	-
- Net gain/(loss) arising from financing, advances and other financings at fair value through profit or loss				
- Unrealised	**156**	(150)	**-**	-
- Net gain/(loss) arising from financial investments at fair value through profit or loss:				
- Realised	**1,687**	3,493	**981**	1,581
- Unrealised	**(24)**	467	**5**	-
- Net gain/(loss) arising from financial liabilities designated at fair value				
- Realised	**22,447**	59,648	**-**	-
- Unrealised	**(21,713)**	(146,829)	**-**	-
- Net (loss)/gain from derivative financial instruments				
- Realised	**(75,167)**	320,224	**42,692**	18,498
- Unrealised	**139,403**	189,157	**(627)**	2,359
	79,174	411,298	**40,579**	21,861
Fee and commission income	**321,715**	310,868	**2,943**	2,098
Fee and commission expense	**(68,950)**	(43,197)	**-**	-
Net fee and commission income	**252,765**	267,671	**2,943**	2,098
Other income	**2,278**	1,036	**-**	-
	819,402	1,106,047	**77,963**	48,230

^ *Unwinding income is income earned on credit impaired financial assets*

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(ad) Modification loss

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Loss on modification of cash flows	**1**	77	**-**	-

(ae) Expected credit losses for impairment losses on financing, advances and other financing/loans

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Expected credit losses on financing, advances and other financing/loans at amortised cost:				
- Expected credit losses on financing, advances and other financing/loans	**515,775**	500,566	**113,560**	42,085
Credit impaired financing, advances and other financing/loans:				
- recovered	**(135,320)**	(83,118)	**(9,770)**	(4,594)
- written off	**8,647**	3,458	**-**	-
	389,102	420,906	**103,790**	37,491

(af) Other expected credit losses and impairment allowances

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Expected credit losses made/(written back) on:				
- Debt instrument at fair value through other comprehensive income	**631**	545	**(1)**	(51)
- Debt instrument at amortised cost	**(157)**	63	**(61)**	12
- Money at call and deposits and placements with banks and other financial institutions	**74**	(263)	**(12)**	(262)
- Other receivables	**36,276**	2,632	**-**	-
	36,824	2,977	**(74)**	(301)

58 The operations of Islamic Banking (Continued)

(ag) Income attributable to depositors

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Deposits from customers				
- Mudharabah	**988**	1,078	**-**	-
- Non-Mudharabah	**3,210,962**	3,156,731	**74,330**	57,117
- Other	**1,886**	728	**1,886**	728
Deposits and placements of banks and other financial institutions				
- Non-Mudharabah	**197,093**	288,034	**1,312**	3,925
- Other	**361**	4,338	**361**	4,338
Financial liabilities designated at fair value	**102,982**	97,781	**-**	-
Subordinated Sukuk	**49,140**	44,700	**-**	-
Recourse obligation on loan and financing sold to Cagamas	**125,126**	27,236	**-**	-
Sukuk	**189,627**	3,556	**-**	-
Structured deposits	**132**	163	**-**	-
Lease liabilities	**14**	68	**4**	5
Collateralised Commodity Murabahah	**109,093**	71,176	**-**	-
	3,987,404	3,695,589	**77,893**	66,113

(ah) Profit distributed to investment account holder

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
- Restricted	**178,212**	176,627	**-**	-
- Unrestricted	**674,182**	576,800	**-**	-
	852,394	753,427	**-**	-

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(ai) Personnel expenses

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Salaries, allowances and bonuses[2]	**29,555**	28,459	**3,703**	3,673
Pension costs (defined contribution plan)	**3,430**	2,936	**383**	280
Staff incentives and other staff payments	**3,008**	3,498	**2,464**	2,562
Medical expenses	**528**	459	**14**	11
Share-based expense[1]	**345**	1,698	**-**	-
Others	**1,782**	1,138	**31**	36
	38,648	38,188	**6,595**	6,562

[1] *The long term incentive plan ("LTIP") was implemented by CIMB Group Holdings in June 2021. The LTIP awards ordinary shares and share options of CIMB Group to eligible employees of the Group and the Bank. The eligibility of participation in the LTIP shall be at the discretion of the LTIP Committee of CIMB Group Holdings Berhad, and the awarded shares and share options will be vested in stages at predetermined dates subject to continued employment and performance conditions. Refer note 45(g).*

[2] *Included in salaries, allowances and bonuses is shared-based payment expense (EOP) of RM7,019 (2023: RM7,019) for the group. Refer note 45(f).*

Included in the personnel costs are fees paid to the Shariah Committee's members amounting to RM676,000 (2023: RM700,000).

58 The operations of Islamic Banking (Continued)

(aj) Other overheads and expenditures

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Establishment costs				
Rental	**524**	534	**1**	1
Depreciation of property, plant and equipment	**225**	361	**17**	13
Repairs and maintenance	**459**	212	**26**	4
Depreciation of Right-of-use assets	**453**	639	**70**	70
Amortisation of intangible assets	**2,943**	1,015	**29**	30
Utility expenses	**40**	42	**10**	12
Others	**7,736**	5,727	**1**	-
Marketing expenses				
Advertisement and publicity	**5,906**	2,320	**131**	98
Others	**2,270**	519	**1,370**	(3)
Administration and general expenses				
Consultancy and professional fees	**4,265**	2,685	**151**	262
Legal expenses	**(3,020)**	3,241	**(1,789)**	2,030
Stationery	**347**	398	**1**	3
Incidental expenses on banking operations	**3,535**	4,465	**-**	-
Postage	**287**	196	**-**	-
Service expense #	**1,268,626**	1,200,217	**-**	-
Others	**42,181**	21,691	**94**	183
	1,336,777	1,244,262	**112**	2,703

CIMB Islamic has changed its shared operating model from cost sharing arrangement to service agreement arrangement.

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(ak) Taxation and zakat

(i) Tax expense for the financial year

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Taxation based on the profit for the financial year:				
- Malaysian income tax	**371,894**	391,975	**-**	-
Deferred taxation (Note i)	**24,761**	(98,571)	**-**	-
(Over)/under provision in prior financial year	**(4,438)**	2,989	**-**	-
	392,217	296,393	**-**	-
Zakat	**12,000**	15,000	**-**	-
	404,217	311,393	**-**	-

(ii) Numerical reconciliation of income tax expense

The explanation on the relationship between tax expense and profit before taxation and zakat is as follows:

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Profit before taxation and zakat	**1,736,369**	1,370,211	**112,428**	166,510
Tax calculated at a tax rate of @ 24%	**416,729**	328,851	**26,983**	39,962
- effect of different tax rates in other countries	**15,632**	(7,166)	**15,632**	(7,166)
- income not subject to tax	**(42,615)**	(32,887)	**(42,615)**	(32,796)
- expenses not deductible for tax purposes	**6,909**	4,606	**-**	-
(Over)/under provision in prior financial year	**(4,438)**	2,989	**-**	-
	392,217	296,393	**-**	-

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

58 The operations of Islamic Banking (Continued)

(al) Sources and uses of charity funds

Earnings that were realised from sources or by means prohibited by Shariah have been considered for disposal to charitable causes.

	The Group		The Bank	
	2024	2023	**2024**	2023
	RM'000	RM'000	**RM'000**	RM'000
Sources of charity funds				
Balance as at 1 January	**-**	-	**-**	-
Shariah non-compliance income	**17**	-	**-**	-
Total sources of charity funds during the year	**17**	-	**-**	-
Uses of charity funds				
Contribution to non-profit organisation	**17**	-	**-**	-
Total uses of charity funds during the year	**17**	-	**-**	-
Undistributed charity funds as at 31 December	**-**	-	**-**	-

CIMB Bank Berhad
(Incorporated in Malaysia)

Notes to the Financial Statements for the financial year ended 31 December 2024 (Continued)

59 Directors of subsidiaries of the Group

Name of Company	Name of Directors
BC MANAGEMENT SERVICES LIMITED	1. Sharifah Nadia Syed Abdul Rani 2. Amizah Salamat
BHLB PROPERTIES SDN BHD	1. Leslie In Hoe Aun 2. Chong Yew Leong
BUMIPUTRA-COMMERCE CORPORATE SERVICES LIMITED	1. Sharifah Nadia Syed Abdul Rani 2. Amizah Salamat
CIMB BANK (L) LIMITED	1. Zahardin Omardin 2. Mustafa Shafiq Razalli (Appointed w.e.f. 15 November 2024) 3. Yew Teik Jin (Resigned w.e.f. 30 June 2024)
CIMB BANK (VIETNAM) LIMITED	1. Effendy Shahul Hamid 2. Gurdip Singh Sidhu Gurbachan Singh 3. Thomson Fam 4. Aisyah Lam Abdullah 5. Le Ie Thuy 6. Ahmed Baqar Rehman (Appointed w.e.f. 1 July 2024)
CIMB BANK PLC	1. Tan Sri Mohd Nasir Ahmad 2. Aisyah Lam Abdullah 3. Long Beang 4. Bun Yin 5. Mohd Haniz Mohd Nazlan (Appointed w.e.f. 6 February 2025) 6. Ankur Sehral (Appointed w.e.f. 6 February 2025) 7. Cheong Weng Teong (Resigned w.e.f. 6 February 2025) 8. Ahmad Shazli Kamarulzaman (Resigned w.e.f. 6 February 2025)
CIMB COMMERCE TRUSTEE BERHAD	1. Zahardin Omardin 2. Paul Gui Eng Hock 3. Datin Ezreen Eliza Zulkiplee
CIMB FACTORLEASE BERHAD	1. Yew Teik Beng 2. Ahmad Shazli Kamarulzaman
CIMB GROUP NOMINEES (ASING) SDN BHD	1. Rosmawarni Abdul Samad 2. Datin Ezreen Eliza Zulkiplee
CIMB GROUP NOMINEES (TEMPATAN) SDN BHD	1. Rosmawarni Abdul Samad 2. Datin Ezreen Eliza Zulkiplee
CIMB ISLAMIC BANK BERHAD	1. Dato' Mohamed Ross Mohd Din 2. Ahmed Baqar Rehman 3. Jalalullail Othman 4. Dr. Azura Othman 5. Ahmad Shahriman Mohd Shariff 6. Zuhaida Zulkifli 7. Datin Azlina Mahmad (Appointed w.e.f. 1 September 2024)
CIMB ISLAMIC NOMINEES (ASING) SDN BHD	1. Rosmawarni Abdul Samad 2. Datin Ezreen Eliza Zulkiplee
CIMB ISLAMIC NOMINEES (TEMPATAN) SDN BHD	1. Rosmawarni Abdul Samad 2. Datin Ezreen Eliza Zulkiplee
CIMB ISLAMIC TRUSTEE BERHAD	1. Zahardin Omardin 2. Datin Ezreen Eliza Zulkiplee

59 Directors of subsidiaries of the Group (Continued)

Name of Company	Name of Directors
CIMB THAI AUTO COMPANY LIMITED	1. Tan Keat Jin 2. Visit Phuengpornsawan 3. Vijay K Manoharan (Appointed w.e.f. 13 February 2024) 4. Arthit Masathirakul (Appointed w.e.f. 26 April 2024) 5. Ankit Gutgutia (Appointed w.e.f. 26 April 2024) 6. Boey Wai Yee (Resigned w.e.f. 30 January 2024) 7. Kwong Hon Yean (Resigned w.e.f. 30 January 2024) 8. Mr. Chaiwat Limvipaveanan (Resigned w.e.f. 30 January 2024) 9. Piyawan Thianphranon (Resigned w.e.f. 2 February 2024)
CIMB THAI BANK PUBLIC COMPANY LIMITED	1. Paul Wong Chee Kin 2. Anon Sirisaengtaksin 3. Oranuch Apisaksirikul 4. Natasak Rodjanapiches 5. Vera Handajani 6. Worapong Janyangyuen (Appointed w.e.f. 14 February 2024) 7. Tengku Dato' Sri Azmil Zahruddin bin Raja Abdul Aziz (Appointed w.e.f. 19 July 2024) 8. Dato' Robert Cheim Dau Meng (Retired w.e.f. 19 April 2024) 9. Dato' Abdul Rahman bin Ahmad (Resigned w.e.f. 30 June 2024)
CIMB TRUST LIMITED	1. Zahardin Omardin 2. Paul Gui Eng Hock 3. Michael Yee Weng Kuan
iCIMB (MALAYSIA) SDN BHD	1. Lim Sau Hong 2. Daniel Cheong Weng Teong 3. Ros Aziah Mohd Yusoff 4. Rosmawarni Abdul Samad
PERDANA NOMINEES (TEMPATAN) SDN BHD	1. Wong Joon Hian 2. Khairulanwar Rifaie
S.B. PROPERTIES SDN BHD	1. Khairulanwar Rifaie 2. Leslie In Hoe Aun
S.B. VENTURE CAPITAL CORPORATION SDN BHD	1. Khairulanwar Rifaie 2. Datin Rossaya Mohd Nashir
SFB AUTO BERHAD	1. Khairulanwar Rifaie (Appointed w.e.f. 28 August 2024) 2. Datin Rossaya Mohd Nashir (Appointed w.e.f. 28 August 2024) 3. Wong Joon Hian (Resigned w.e.f. 28 August 2024) 4. Ivy Ong Ai Wai (Resigned w.e.f. 28 August 2024)
SFB DEVELOPMENT SDN BHD	1. Khairulanwar Rifaie (Appointed w.e.f. 28 August 2024) 2. Datin Rossaya Mohd Nashir (Appointed w.e.f. 28 August 2024) 3. Wong Joon Hian (Resigned w.e.f. 28 August 2024) 4. Ivy Ong Ai Wai (Resigned w.e.f. 28 August 2024)
SIBB BERHAD	1. Wong Joon Hian 2. Khairulanwar Rifaie
WORLDLEASE COMPANY LIMITED	1. Yeong Thian Lim 2. Buppha Chaipin 3. Kwong Hon Yean (Appointed w.e.f 14 February 2024) 4. Naranont Lewchalermwongs (Appointed w.e.f. 2 January 2025) 5. Jason Leong Kok Yew (Resigned w.e.f. 30 January 2024) 6. Montri Puangpool (Resigned w.e.f. 30 January 2024) 7. Pornpat Artornsombudh (Resigned w.e.f. 30 January 2024) 8. Ankit Gutgutia (Resigned w.e.f. 30 January 2024) 9. Kunwadee Sutasatitchai (Resigned w.e.f. 2 February 2024) 10. Kriangpop Panurach (Resigned w.e.f. 2 February 2024)

60 Authorisation for issue of Financial Statements

The Financial Statements have been authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 14 March 2025.