



Your Choice Bank

**CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD  
ENDED 30 JUNE 2015**

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**UNAUDITED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2015**

	Note	Group		Bank	
		30 June 2015 RM'000	31 December 2014 RM'000	30 June 2015 RM'000	31 December 2014 RM'000
<b>ASSETS</b>					
Cash and bank balances		<b>1,041,085</b>	956,994	<b>1,039,110</b>	955,219
Deposits and placements with financial institutions		<b>1,182,851</b>	2,309,398	<b>1,159,695</b>	2,283,659
Financial assets available-for-sale	1	<b>13,418,974</b>	11,962,018	<b>13,415,408</b>	11,958,602
Financial assets held-to-maturity	2	<b>10,812,838</b>	11,131,717	<b>10,812,838</b>	11,131,717
Financing and advances	3	<b>61,645,997</b>	60,482,549	<b>61,645,997</b>	60,482,549
Trade receivables		<b>8,591</b>	6,484	-	-
Other assets	4	<b>863,879</b>	908,730	<b>789,761</b>	851,118
Inventories		<b>11,784</b>	9,484	-	-
Investment in subsidiaries		-	-	<b>61,976</b>	43,500
Property and equipment		<b>827,466</b>	765,413	<b>791,629</b>	739,321
Goodwill on consolidation		<b>13,185</b>	13,185	-	-
Investment properties		<b>539,288</b>	539,288	<b>524,179</b>	524,179
Prepaid lease payments		<b>79,738</b>	80,674	<b>66,024</b>	66,790
Deferred tax assets		<b>81,221</b>	139,221	<b>82,000</b>	140,000
<b>TOTAL ASSETS</b>		<b>90,526,897</b>	89,305,155	<b>90,388,617</b>	89,176,654

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2015 (CONTINUED)**

	Note	Group		Bank	
		30 June 2015 RM'000	31 December 2014 RM'000	30 June 2015 RM'000	31 December 2014 RM'000
<b>LIABILITIES</b>					
Deposits from customers	5	<b>70,237,184</b>	68,522,973	<b>70,237,184</b>	68,522,973
Deposits and placements from banks and financial institutions		<b>900,000</b>	1,800,000	<b>900,000</b>	1,800,000
Trade payables		<b>6,706</b>	3,348	-	-
Recourse obligations on financing sold to Cagamas		<b>1,685,682</b>	1,777,618	<b>1,685,682</b>	1,777,618
Debt securities issued		<b>3,020,958</b>	3,020,571	<b>3,020,958</b>	3,020,571
Other liabilities	6	<b>1,365,501</b>	1,431,012	<b>1,530,139</b>	1,592,597
Provision for taxation		<b>1,249</b>	1,073	-	-
Profit equalisation reserve (Investor)		-	18,776	-	18,776
<b>TOTAL LIABILITIES</b>		<b>77,217,280</b>	76,575,371	<b>77,373,963</b>	76,732,535
<b>SHAREHOLDERS' FUND</b>					
Share capital		<b>2,977,332</b>	2,973,677	<b>2,977,332</b>	2,973,677
Share redemption fund		<b>53,268</b>	52,800	<b>53,268</b>	52,800
Reserves	7	<b>10,279,017</b>	9,673,442	<b>9,984,054</b>	9,387,777
Profit equalisation reserve (Bank)		-	29,865	-	29,865
<b>TOTAL SHAREHOLDERS' FUND</b>		<b>13,309,617</b>	12,729,784	<b>13,014,654</b>	12,444,119
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUND</b>		<b>90,526,897</b>	89,305,155	<b>90,388,617</b>	89,176,654
<b>COMMITMENTS AND CONTINGENCIES</b>	13	<b>2,323,309</b>	2,633,804	<b>2,323,309</b>	2,633,804

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 JUNE 2015**

Group	Note	2nd Quarter Ended		Six Months Ended	
		30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
Income	8	1,412,525	1,362,101	2,802,338	2,717,161
Expenditure	9	(743,455)	(519,922)	(1,413,239)	(991,937)
Net income		669,070	842,179	1,389,099	1,725,224
Allowance for impairment	10	(9,697)	(111,579)	(152,623)	(304,450)
Other operating income	11	129,721	101,043	291,136	185,105
Operating expenses	12	(214,139)	(246,215)	(404,971)	(480,472)
Profit before taxation and zakat		574,955	585,428	1,122,641	1,125,407
Taxation		(105,735)	(66,090)	(164,332)	(132,135)
Zakat		(6,037)	(9,134)	(11,976)	(18,262)
<b>Profit after taxation and zakat</b>		<b>463,183</b>	510,204	<b>946,333</b>	975,010
Net gain/(loss) on revaluation of financial assets available-for-sale		(25,052)	1,625	102,640	(25,687)
Utilisation of profit equalisation reserve (Bank)		(4,767)	(67,765)	(29,865)	(146,197)
<b>Other comprehensive income/(loss) for the period</b>		<b>(29,819)</b>	(66,140)	<b>72,775</b>	(171,884)
<b>Total comprehensive income for the period</b>		<b>433,364</b>	444,064	<b>1,019,108</b>	803,126

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 JUNE 2015 (CONTINUED)**

Bank	Note	2nd Quarter Ended		Six Months Ended	
		30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
Income	8	<b>1,393,204</b>	1,336,075	<b>2,768,623</b>	2,665,901
Expenditure	9	<b>(721,826)</b>	(503,065)	<b>(1,373,372)</b>	(958,553)
Net income		<b>671,378</b>	833,010	<b>1,395,251</b>	1,707,348
Allowance for impairment	10	<b>(9,697)</b>	(111,579)	<b>(152,623)</b>	(304,450)
Other operating income	11	<b>128,961</b>	95,459	<b>290,025</b>	178,955
Operating expenses	12	<b>(222,528)</b>	(241,138)	<b>(422,712)</b>	(471,975)
Profit before taxation and zakat		<b>568,114</b>	575,752	<b>1,109,941</b>	1,109,878
Taxation		<b>(104,185)</b>	(64,960)	<b>(161,352)</b>	(129,919)
Zakat		<b>(5,777)</b>	(9,024)	<b>(11,554)</b>	(18,048)
<b>Profit after taxation and zakat</b>		<b>458,152</b>	501,768	<b>937,035</b>	961,911
Net gain/(loss) on revaluation of financial assets available-for-sale		<b>(25,052)</b>	1,625	<b>102,640</b>	(25,687)
Utilisation of profit equalisation reserve (Bank)		<b>(4,767)</b>	(67,765)	<b>(29,865)</b>	(146,197)
<b>Other comprehensive income/(loss) for the period</b>		<b>(29,819)</b>	(66,140)	<b>72,775</b>	(171,884)
<b>Total comprehensive income for the period</b>		<b>428,333</b>	435,628	<b>1,009,810</b>	790,027

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 30 JUNE 2015**

Group	← Non-distributable			→ Distributable		Total RM'000
	Share capital RM'000	Share redemption fund RM'000	Profit equalisation reserve (Bank) RM'000	Other reserves RM'000	Retained profits RM'000	
<b>At 1 January 2014</b>	2,973,677	53,671	254,494	3,782,331	4,486,576	11,550,749
Total comprehensive income for the period	-	-	(146,197)	(25,687)	975,010	803,126
Issuance to new members	1,244	-	-	-	-	1,244
Dividends	-	-	-	-	(441,052)	(441,052)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	-	150	150
<b>At 30 June 2014</b>	2,974,921	53,671	108,297	3,756,644	5,020,684	11,914,217
<b>At 1 January 2015</b>	<b>2,973,677</b>	<b>52,800</b>	<b>29,865</b>	<b>4,471,509</b>	<b>5,201,933</b>	<b>12,729,784</b>
Total comprehensive income for the period	-	-	(29,865)	102,640	946,333	1,019,108
Issuance to new members	4,123	-	-	-	-	4,123
Transfer from share capital	(468)	468	-	-	-	-
Transfer from retained profits	-	-	-	13,087	(13,087)	-
Dividends	-	-	-	-	(443,493)	(443,493)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	-	95	95
<b>At 30 June 2015</b>	<b>2,977,332</b>	<b>53,268</b>	<b>-</b>	<b>4,587,236</b>	<b>5,691,781</b>	<b>13,309,617</b>

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 30 JUNE 2015 (CONTINUED)**

Bank	← Non-distributable			→ Distributable		Total RM'000
	Share capital RM'000	Share redemption fund RM'000	Profit equalisation reserve (Bank) RM'000	Other reserves RM'000	Retained profits RM'000	
<b>At 1 January 2014</b>	2,973,677	53,671	254,494	3,783,072	4,218,310	11,283,224
Total comprehensive income for the period	-	-	(146,197)	(25,687)	961,911	790,027
Issuance to new members	1,244	-	-	-	-	1,244
Dividends	-	-	-	-	(441,052)	(441,052)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	-	150	150
<b>At 30 June 2014</b>	2,974,921	53,671	108,297	3,757,385	4,739,319	11,633,593
<b>At 1 January 2015</b>	<b>2,973,677</b>	<b>52,800</b>	<b>29,865</b>	<b>4,472,250</b>	<b>4,915,527</b>	<b>12,444,119</b>
Total comprehensive income for the period	-	-	(29,865)	102,640	937,035	1,009,810
Issuance to new members	4,123	-	-	-	-	4,123
Transfer from share capital	(468)	468	-	-	-	-
Transfer from retained profits	-	-	-	13,087	(13,087)	-
Dividends	-	-	-	-	(443,493)	(443,493)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	-	95	95
<b>At 30 June 2015</b>	<b>2,977,332</b>	<b>53,268</b>	<b>-</b>	<b>4,587,977</b>	<b>5,396,077</b>	<b>13,014,654</b>

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENTS OF CASH FLOWS  
FOR THE SIX MONTHS ENDED 30 JUNE 2015**

	Group		Bank	
	Six Months Ended 30 June 2015 RM'000	30 June 2014 RM'000	Six Months Ended 30 June 2015 RM'000	30 June 2014 RM'000
<b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>				
Profit for the period	<b>946,333</b>	975,010	<b>937,035</b>	961,911
<b>Adjustments for:</b>				
Taxation	<b>164,332</b>	132,135	<b>161,352</b>	129,919
Zakat	<b>11,976</b>	18,262	<b>11,554</b>	18,048
Profit expense on debt securities issued	<b>64,813</b>	43,056	<b>64,813</b>	43,056
Allowance for impairment on financing and advances	<b>152,623</b>	304,450	<b>152,623</b>	304,450
Depreciation of property and equipment	<b>47,878</b>	40,185	<b>46,951</b>	38,642
Amortisation of prepaid lease payment	<b>936</b>	980	<b>766</b>	845
Property and equipment written off	<b>121</b>	8	<b>12</b>	8
Gain on disposal of property and equipment	<b>(3)</b>	-	<b>(3)</b>	-
Loss on financing written off	<b>6,516</b>	4,158	<b>6,516</b>	4,158
Provision for defined benefit plan	<b>10,278</b>	12,135	<b>10,278</b>	12,135
Allowance for doubtful debts	<b>47</b>	-	<b>47</b>	-
Gain on revaluation of investment properties	-	-	-	(3,325)
Finance cost	-	(39,685)	-	-
Allowance for doubtful debts no longer required	<b>(18,476)</b>	(98)	<b>(18,476)</b>	(98)
Provision for impairment loss on financial assets held-to-maturity no longer required	<b>(284)</b>	(1,231)	<b>(284)</b>	(1,231)
Net gain on disposal of financial assets available-for-sale	<b>(15,290)</b>	(9,213)	<b>(15,290)</b>	(9,213)
Net gain on disposal of financial assets held-for-trading	<b>(72)</b>	(128)	<b>(72)</b>	(128)
Transfer to profit equalisation reserve	<b>(48,641)</b>	(233,000)	<b>(48,641)</b>	(233,000)
Profit expense on financing sold with recourse to Cagamas	<b>33,785</b>	28,395	<b>33,785</b>	28,395
Adjustment to Bank Rakyat Foundation	-	150	-	150
Operating profit before working capital changes	<b>1,356,872</b>	1,275,569	<b>1,342,966</b>	1,294,722

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014



**UNAUDITED STATEMENTS OF CASH FLOWS  
FOR THE SIX MONTHS ENDED 30 JUNE 2015 (CONTINUED)**

	Group		Bank	
	Six Months Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
<b>(Increase)/Decrease in assets:</b>				
Deposits and placements with financial institutions	1,126,547	(127,221)	1,123,964	(128,361)
Financing and advances	(1,322,588)	(1,683,722)	(1,322,588)	(1,683,722)
Property development	-	(446)	-	-
Trade receivables	(2,106)	(2,468)	-	-
Other assets	(50,109)	(63,631)	(52,320)	(30,306)
Inventories	(2,300)	7,750	-	-
Asset classified as held-for-sale	-	428	-	-
<b>Increase/(Decrease) in liabilities:</b>				
Deposits from customers	1,714,210	1,436,560	1,714,210	1,436,560
Deposits and placements from banks and financial institutions	(900,000)	930,000	(900,000)	930,000
Trade payables	3,358	(1,758)	-	-
Recourse obligations on financing sold to Cagamas	(125,721)	(90,298)	(125,721)	(90,298)
Other liabilities	(49,246)	66,779	(46,392)	90,449
Cash generated from operations	1,748,917	1,747,542	1,734,119	1,819,044
Income tax paid	(3,046)	(72,583)	-	(69,847)
Zakat paid	(31,832)	(34,212)	(31,211)	(34,231)
Increase in/(Contribution to) defined benefits plan	-	(106,270)	-	(106,270)
<b>Net cash from operating activities</b>	<b>1,714,039</b>	<b>1,534,477</b>	<b>1,702,908</b>	<b>1,608,696</b>

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

**UNAUDITED STATEMENTS OF CASH FLOWS  
FOR THE SIX MONTHS ENDED 30 JUNE 2015 (CONTINUED)**

	Group		Bank	
	Six Months Ended 30 June 2015 RM'000	30 June 2014 RM'000	Six Months Ended 30 June 2015 RM'000	30 June 2014 RM'000
<b>CASH FLOWS FROM/(USED IN)</b>				
<b>INVESTING ACTIVITIES</b>				
Purchases of financial assets held-for-trading	(232,500)	(245,000)	(232,500)	(245,000)
Proceeds from disposal of financial assets held-for-trading	232,572	245,128	232,572	245,128
Purchases of financial assets available-for-sale	(2,552,350)	(1,685,000)	(2,552,350)	(1,685,000)
Proceeds from disposal of financial assets available-for-sale	1,213,325	615,046	1,213,475	614,272
Purchases of financial assets held-to-maturity	(58,270)	(705,470)	(58,270)	(705,470)
Proceeds from disposal of financial assets held-to-maturity	377,432	(53,898)	377,432	(53,898)
Purchases of property and equipment	(110,048)	(67,571)	(99,267)	(66,626)
Proceeds from disposal of investment properties	-	75,035	-	-
<b>Net cash used in investing activities</b>	<b>(1,129,839)</b>	<b>(1,821,730)</b>	<b>(1,118,908)</b>	<b>(1,896,594)</b>
<b>CASH FLOWS FROM/(USED IN)</b>				
<b>FINANCING ACTIVITIES</b>				
Proceeds from issue of shares to members	4,123	1,244	4,123	1,244
Dividend paid	(443,494)	(441,052)	(443,494)	(441,052)
Fund received from government	3,688	-	3,688	-
Proceeds from debt securities issued	-	999,989	-	999,989
Payment of profit expenses on debt securities issued	(64,426)	(30,659)	(64,426)	(30,659)
<b>Net cash (used in)/from financing activities</b>	<b>(500,109)</b>	<b>529,522</b>	<b>(500,109)</b>	<b>529,522</b>
Net increase in cash and cash equivalents	84,091	242,269	83,891	241,626
Cash and cash equivalents at beginning of period	956,994	746,196	955,219	744,018
Cash and cash equivalents at end of period	1,041,085	988,465	1,039,110	985,644

These interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2014

## **EXPLANATORY NOTES PURSUANT TO MALAYSIAN REPORTING STANDARD 134 (“MFRS 134”)**

### **Basis of Preparation**

The unaudited interim financial statements for the second quarter and six months ended 30 June 2015 have been prepared under historical cost convention except for the following assets and liabilities which are stated at fair values, i.e. financial assets held-for-trading, financial assets available-for-sale, and investment properties.

The unaudited interim financial statements have been prepared in accordance with MFRS 134; Interim Financial Reporting issued by Malaysian Accounting Standards Board (“MASB”). The unaudited interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2014. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Bank since the year ended 31 December 2014.

### **Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the audited financial statements for the financial year ended 31 December 2014 was not qualified.

### **Comments on Seasonal or Cyclical Factors**

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical factors in the second quarter and six months ended 30 June 2015.

### **Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank in the second quarter and six months ended 30 June 2015.

### **Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the second quarter and six months ended 30 June 2015.

### **Debt and Equity Securities**

There were no new issuance of debt securities by the Bank during the period.

### **Dividends Paid and Distributed**

During the six months ended 30 June 2015, final dividend for the year ended 31 December 2014 was paid amounting to RM443,493,522 comprising of 15% cash dividend.

**NOTE 1: FINANCIAL ASSETS AVAILABLE-FOR-SALE**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At fair value</b>				
Islamic debt securities	2,726,867	2,652,177	2,726,867	2,652,177
Government investment issues	7,591,155	6,793,223	7,591,155	6,793,223
Government bonds	2,595,387	2,162,419	2,595,387	2,162,419
Khazanah bonds	98,651	85,259	98,651	85,259
Cagamas bonds	182,961	53,627	182,961	53,627
Quoted shares	211,896	203,347	211,896	203,347
Unit trust shares	1,658	1,717	1,658	1,717
<b>At cost, net of impairment loss</b>				
Unquoted shares	10,399	10,249	6,833	6,833
<b>Net carrying amount</b>	<b>13,418,974</b>	<b>11,962,018</b>	<b>13,415,408</b>	<b>11,958,602</b>

**NOTE 2: FINANCIAL ASSETS HELD-TO-MATURITY**

	<b>Group and Bank</b>	
	<b>30 June</b>	<b>31 December</b>
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At amortised cost</b>		
Islamic debt securities	699,952	767,814
Government investment issues	8,673,480	8,673,072
Government bonds	1,067,257	1,078,786
Khazanah bonds	458,391	449,742
Cagamas bonds	122,726	122,835
Negotiable Islamic debt certificates	-	248,719
Islamic commercial papers	57,036	57,036
	<b>11,078,842</b>	<b>11,398,004</b>
<b>Less: accumulated impairment losses</b>		
Islamic debt securities	(208,968)	(209,251)
Islamic commercial papers	(57,036)	(57,036)
	<b>(266,004)</b>	<b>(266,287)</b>
<b>Net carrying amount</b>	<b>10,812,838</b>	<b>11,131,717</b>

**NOTE 3: FINANCING AND ADVANCES**

(i) By type of financing

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
<b>At amortised cost</b>		
Term financing	<b>4,833,603</b>	4,739,780
Personal financing	<b>51,667,481</b>	50,551,046
Revolving credit	<b>448,534</b>	525,226
House financing	<b>2,719,147</b>	2,637,902
Hire-purchase receivables	<b>560,531</b>	536,556
Pawn broking	<b>1,543,263</b>	1,662,191
Bridging	<b>505,719</b>	557,446
Syndicated financing	<b>166,376</b>	134,526
Credit card	<b>453,968</b>	468,833
Staff financing	<b>301,530</b>	286,115
Gross financing and advances, net of unearned income	<b>63,200,152</b>	62,099,621
<b>Allowance for impairment on financing and advances</b>		
Individual assessment impairment	<b>(508,845)</b>	(492,436)
Collective assessment impairment	<b>(1,045,310)</b>	(1,124,636)
	<b>(1,554,155)</b>	(1,617,072)
<b>Net financing and advances</b>	<b>61,645,997</b>	60,482,549

**NOTE 3: FINANCING AND ADVANCES (CONTINUED)**

(ii) By type of customer

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	31 December 2014 RM'000
Individuals	57,875,087	56,724,284
Business enterprises	3,322,122	3,366,931
Non-bank financial institutions:		
Co-operatives	1,856,425	1,869,353
Others	49,337	51,279
Foreign entities	33,508	36,566
Other entities	63,646	51,174
Banking institutions	27	34
	<b>63,200,152</b>	<b>62,099,621</b>

(iii) By economic sector

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	31 December 2014 RM'000
Purchase of securities	75,290	67,180
Purchase of property	2,018,925	2,370,866
Consumption credit	56,188,765	54,339,439
Agriculture	389,854	437,215
Mining and quarrying	90,375	87,259
Manufacturing	266,936	598,011
Electricity, gas and water	100,308	100,074
Construction	1,335,469	1,399,162
Wholesale and retail trade	134,400	165,101
Transportation and communication	187,952	297,254
Financial, takaful and business services	2,378,608	2,197,824
Community, social and personal services	33,270	40,236
	<b>63,200,152</b>	<b>62,099,621</b>

**NOTE 3: FINANCING AND ADVANCES (CONTINUED)**

(iv) Impaired financing and advances by economic sector

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
Purchase of securities	818	345
Purchase of property	169,798	127,240
Consumption credit	433,335	344,204
Agriculture	30,945	71,532
Mining and quarrying	90,375	87,259
Manufacturing	73,099	137,078
Electricity, gas and water	-	9
Construction	303,372	348,588
Wholesale and retail trade	31,368	37,858
Transportation and communication	26,098	322
Financial, takaful and business services	80,466	109,676
Community, social and personal services	17,248	3,196
	<b>1,256,922</b>	<b>1,267,307</b>

(v) Movement in impaired financing and advances

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
As of 1 January	1,267,307	1,305,119
Classified as impaired during the period	784,914	1,794,281
Amount written back in respect of recoveries	(581,268)	(1,256,871)
Amount written off during the period	(214,031)	(575,222)
	<b>(10,385)</b>	<b>(37,812)</b>
Closing balance	<b>1,256,922</b>	<b>1,267,307</b>
Gross impaired financing and advances as a percentage of gross financing and advances	<b>1.99%</b>	<b>2.04%</b>

**NOTE 3: FINANCING AND ADVANCES (CONTINUED)**

(vi) Movement in allowance for individual assessment impairment on financing and advances

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
<b>Individual assessment impairment</b>		
As of 1 January	<b>492,436</b>	212,222
Allowance made during the period	<b>118,733</b>	497,265
Amount written back in respect of recoveries	<b>(102,324)</b>	(210,463)
Amount written off during the period	-	(6,588)
	<b>16,409</b>	280,214
Closing balance	<b>508,845</b>	492,436

(vii) Movement in allowance for collective assessment impairment on financing and advances

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
<b>Collective assessment impairment</b>		
As of 1 January	<b>1,124,636</b>	1,292,556
Allowance made during the period	<b>604,187</b>	1,316,981
Amount written back in respect of recoveries	<b>(472,744)</b>	(920,416)
Amount written off during the period	<b>(210,769)</b>	(564,485)
	<b>(79,326)</b>	(167,920)
Closing balance	<b>1,045,310</b>	1,124,636



**NOTE 4: OTHER ASSETS**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
Other receivables	411,531	345,004	398,800	340,305
Defined benefit plan	263,868	274,146	263,868	274,146
Income receivable	56,164	61,209	56,164	61,209
Tax recoverable	56,440	159,550	55,945	159,297
Prepayments	25,268	24,803	19,035	20,752
Refundable deposits	65,878	59,389	10,051	9,344
Amount due from subsidiaries	-	-	1,168	1,325
Allowance for doubtful debts	(15,270)	(15,371)	(15,270)	(15,260)
	<b>863,879</b>	<b>908,730</b>	<b>789,761</b>	<b>851,118</b>

**NOTE 5: DEPOSITS FROM CUSTOMERS**

(i) By type of deposit

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	<b>31 December 2014 RM'000</b>
<b>Non-Mudarabah</b>		
Term deposits	56,275,799	52,494,140
Savings deposits	3,813,180	3,585,232
Negotiable Islamic debt certificate	10,148,026	10,633,679
	<b>70,237,005</b>	<b>66,713,051</b>
<b>Mudarabah</b>		
General investment accounts	179	1,627,722
Special investment accounts	-	182,200
	<b>179</b>	<b>1,809,922</b>
	<b>70,237,184</b>	<b>68,522,973</b>

**NOTE 5: DEPOSITS FROM CUSTOMERS (CONTINUED)**

(ii) By type of customer

	Group and Bank	
	30 June 2015 RM'000	31 December 2014 RM'000
Government	32,637,897	30,692,105
Business enterprises	24,848,529	24,086,611
Co-operatives	1,092,228	1,220,504
Individuals	10,461,249	11,290,827
Others	1,197,281	1,232,926
	<b>70,237,184</b>	<b>68,522,973</b>

**NOTE 6: OTHER LIABILITIES**

	Group		Bank	
	30 June 2015 RM'000	31 December 2014 RM'000	30 June 2015 RM'000	31 December 2014 RM'000
Amount due to subsidiaries	-	-	189,187	194,846
Sundry creditors	257,761	243,138	241,490	217,804
Income payable	557,314	421,314	557,314	421,314
Other liabilities and accruals	347,608	520,576	339,756	513,275
Government fund	177,494	200,803	177,494	200,803
Zakat payable	25,324	45,181	24,898	44,555
	<b>1,365,501</b>	<b>1,431,012</b>	<b>1,530,139</b>	<b>1,592,597</b>

**NOTE 7: RESERVES**

	Group		Bank	
	30 June 2015 RM'000	31 December 2014 RM'000	30 June 2015 RM'000	31 December 2014 RM'000
Retained profits	5,691,781	5,201,933	5,396,077	4,915,527
Statutory reserve	4,288,740	4,288,740	4,288,740	4,288,740
Capital reserve	14,617	14,617	15,358	15,358
Fair value reserve	25,226	(77,414)	25,226	(77,414)
Regulatory reserve	258,653	245,566	258,653	245,566
	<b>10,279,017</b>	<b>9,673,442</b>	<b>9,984,054</b>	<b>9,387,777</b>

**NOTE 8: INCOME**

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' fund (i)	1,102,345	1,071,291	2,184,257	2,141,900
Income derived from investment of shareholders' fund (ii)	290,859	264,783	584,366	524,001
Income generated by subsidiary companies (iii)	19,321	26,027	33,715	51,260
	<b>1,412,525</b>	<b>1,362,101</b>	<b>2,802,338</b>	<b>2,717,161</b>

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' fund (i)	1,102,345	1,071,292	2,184,257	2,141,900
Income derived from investment of shareholders' fund (ii)	290,859	264,783	584,366	524,001
	<b>1,393,204</b>	<b>1,336,075</b>	<b>2,768,623</b>	<b>2,665,901</b>

(i) Income derived from investment of depositors' fund

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	908,245	899,103	1,804,409	1,801,246
Income from deposits and placements with bank and other financial institutions	18,155	14,044	34,520	29,300
Income from financial assets	175,945	158,145	345,328	311,354
	<b>1,102,345</b>	<b>1,071,292</b>	<b>2,184,257</b>	<b>2,141,900</b>

**NOTE 8: INCOME (CONTINUED)**

(ii) Income derived from investment of shareholders' fund

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June 2015	30 June 2014	30 June 2015	30 June 2014
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	<b>239,627</b>	222,234	<b>482,743</b>	440,662
Income from deposits and placements with bank and other financial institutions	<b>4,795</b>	3,474	<b>9,235</b>	7,168
Income from financial assets	<b>46,437</b>	39,075	<b>92,388</b>	76,171
	<b>290,859</b>	264,783	<b>584,366</b>	524,001

(iii) Income generated by subsidiary companies

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2015	30 June 2014	30 June 2015	30 June 2014
	RM'000	RM'000	RM'000	RM'000
Agency income	<b>4,122</b>	11,846	<b>8,513</b>	24,459
Pawning income	<b>10,540</b>	7,100	<b>17,620</b>	14,076
Rental income	<b>697</b>	3,309	<b>1,274</b>	6,285
Management fee	<b>3,741</b>	2,500	<b>5,394</b>	3,969
Sale of goods	<b>186</b>	808	<b>829</b>	1,751
Other charges	<b>35</b>	464	<b>85</b>	720
	<b>19,321</b>	26,027	<b>33,715</b>	51,260

**NOTE 9: EXPENDITURE**

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2015	30 June 2014	30 June 2015	30 June 2014
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	<b>679,802</b>	569,108	<b>1,320,134</b>	1,117,241
Profit expense on financing sold with recourse to Cagamas	<b>16,668</b>	14,091	<b>33,785</b>	28,395
Transfer from profit equalisation reserve	<b>(8,641)</b>	(108,000)	<b>(48,641)</b>	(233,000)
Profit expense on debt securities issued	<b>32,372</b>	26,578	<b>64,813</b>	43,056
Cost of sales	<b>23,254</b>	18,145	<b>43,148</b>	36,245
	<b>743,455</b>	519,922	<b>1,413,239</b>	991,937

Bank	2nd Quarter Ended		Six Months Ended	
	30 June 2015	30 June 2014	30 June 2015	30 June 2014
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	<b>681,427</b>	570,395	<b>1,323,415</b>	1,120,102
Profit expense on financing sold with recourse to Cagamas	<b>16,668</b>	14,091	<b>33,785</b>	28,395
Transfer from profit equalisation reserve	<b>(8,641)</b>	(108,000)	<b>(48,641)</b>	(233,000)
Profit expense on debt securities issued	<b>32,372</b>	26,579	<b>64,813</b>	43,056
	<b>721,826</b>	503,065	<b>1,373,372</b>	958,553

**NOTE 9: EXPENDITURE (CONTINUED)**

(i) Income attributable to depositors

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
<b>Deposits from customers</b>				
Mudarabah	(15,349)	112,467	12,747	254,244
Non-Mudarabah	673,853	442,225	1,267,695	837,345
<b>Deposits and placements from banks and other financial institutions</b>				
Mudarabah	19,012	14,416	36,969	25,652
Non-Mudarabah	2,286	-	2,723	-
	<b>679,802</b>	<b>569,108</b>	<b>1,320,134</b>	<b>1,117,241</b>

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
<b>Deposits from customers</b>				
Mudarabah	(17,005)	113,754	12,747	257,105
Non-Mudarabah	677,134	442,225	1,270,976	837,345
<b>Deposits and placements from banks and other financial institutions</b>				
Mudarabah	19,012	14,416	36,969	25,652
Non-Mudarabah	2,286	-	2,723	-
	<b>681,427</b>	<b>570,395</b>	<b>1,323,415</b>	<b>1,120,102</b>

**NOTE 10: ALLOWANCE FOR IMPAIRMENT**

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances (i)	<b>9,697</b>	111,579	<b>152,623</b>	304,450
	<b>9,697</b>	111,579	<b>152,623</b>	304,450

(i) Allowance for impairment on financing and advances

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Individual impairment	<b>(40,467)</b>	100,257	<b>16,409</b>	116,762
Individual impairment on rescheduled financing	<b>2,772</b>	3,628	<b>4,771</b>	6,064
Collective impairment	<b>47,392</b>	7,694	<b>131,443</b>	181,624
	<b>9,697</b>	111,579	<b>152,623</b>	304,450

**NOTE 11: OTHER OPERATING INCOME**

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	15,488	15,535	30,133	30,201
Other income (ii)	114,233	85,508	261,003	154,904
	<b>129,721</b>	<b>101,043</b>	<b>291,136</b>	<b>185,105</b>

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	15,488	15,535	30,133	30,201
Other income (ii)	113,473	79,924	259,892	148,754
	<b>128,961</b>	<b>95,459</b>	<b>290,025</b>	<b>178,955</b>

(i) Fees and commission

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Takaful commission	3,977	3,529	7,169	6,475
ATM service fees	3,406	3,280	6,688	5,932
Wasiat commission	757	1,367	1,658	2,819
Other commission	4,298	3,538	8,441	7,335
Processing fees	243	207	341	428
MEPS fees	1,965	2,066	4,215	4,095
Guarantee fees	61	491	71	1,185
Other fees	781	1,057	1,550	1,932
	<b>15,488</b>	<b>15,535</b>	<b>30,133</b>	<b>30,201</b>



**NOTE 11: OTHER OPERATING INCOME (CONTINUED)**

(ii) Other income

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
<b>Other income from financial instruments</b>				
Dividend from financial assets available-for-sale	<b>2,896</b>	2,314	<b>4,332</b>	3,166
Net gain on disposal of financial assets held-for-trading	<b>36</b>	99	<b>72</b>	128
Net loss on revaluation of financial assets held-for-trading	-	9	-	-
Net gain on disposal of financial assets available-for-sale	<b>8,568</b>	6,518	<b>15,290</b>	9,213
<b>Others</b>				
Rental income	<b>3,971</b>	1,658	<b>7,437</b>	3,214
Compensation for late payment	<b>1,267</b>	1,708	<b>2,793</b>	3,352
Charges from credit card services	<b>4,126</b>	4,642	<b>8,349</b>	9,171
Other service charges	<b>1,932</b>	2,207	<b>4,089</b>	4,235
Recoveries on financing written off	<b>81,913</b>	53,057	<b>182,316</b>	98,407
Allowance for doubtful debts no longer required	-	98	<b>18,476</b>	98
Allowance for impairment loss on financial assets held-to-maturity no longer required	<b>284</b>	1,231	<b>284</b>	1,231
Gain on disposal of property and equipment	<b>3</b>	-	<b>3</b>	-
Other income	<b>9,237</b>	11,967	<b>17,562</b>	22,689
	<b>114,233</b>	85,508	<b>261,003</b>	154,904

**NOTE 11: OTHER OPERATING INCOME (CONTINUED)**

(ii) Other income (cont'd)

Bank	2nd Quarter Ended		Six Months Ended	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
<b>Other income from financial instruments</b>				
Dividend from financial assets available-for-sale	2,896	2,314	4,332	3,166
Net gain on disposal of financial assets held-for-trading	36	99	72	128
Net loss on revaluation of financial assets held-for-trading	-	9	-	9
Net gain on disposal of financial assets available-for-sale	8,568	6,518	15,290	9,213
<b>Others</b>				
Rental income	3,929	1,658	7,430	3,214
Compensation for late payment	1,267	1,708	2,793	3,352
Charges from credit card services	4,126	4,642	8,349	9,171
Other service charges	1,932	2,207	4,089	4,235
Recoveries on financing written-off	81,913	53,057	182,316	98,407
Allowance for doubtful debts no longer required	-	98	18,476	98
Allowance for impairment loss on financial assets held-to-maturity no longer required	284	1,231	284	1,231
Gain on disposal of property and equipment	3	-	3	-
Other income	8,519	6,383	16,458	16,530
	<b>113,473</b>	<b>79,924</b>	<b>259,892</b>	<b>148,754</b>

**NOTE 12: OPERATING EXPENSES**

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
Personnel expenses (i)	88,655	132,435	185,066	268,534
Other overheads and expenditure (ii)	125,484	113,780	219,905	211,938
	<b>214,139</b>	<b>246,215</b>	<b>404,971</b>	<b>480,472</b>

**NOTE 12: OPERATING EXPENSES (CONTINUED)**

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	85,424	130,042	178,661	264,390
Other overheads and expenditure (ii)	137,104	111,096	244,051	207,585
	<b>222,528</b>	241,138	<b>422,712</b>	471,975

(i) Personnel expenses

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	68,298	58,804	134,014	116,442
Allowances and bonuses	(12,545)	39,501	(16,729)	78,341
Defined benefit plan	5,139	6,068	10,278	12,135
Defined contribution plan - EPF	18,137	15,936	35,204	31,744
Social security contributions - SOCSO	726	675	1,434	1,347
Other staff related costs	8,900	11,451	20,865	28,525
	<b>88,655</b>	132,435	<b>185,066</b>	268,534

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	66,365	57,471	130,346	113,880
Allowances and bonuses	(13,384)	38,908	(18,709)	77,409
Defined benefit plan	5,139	6,067	10,278	12,135
Defined contribution plan - EPF	17,847	15,765	34,704	31,413
Social security contributions - SOCSO	704	660	1,394	1,319
Other staff related costs	8,753	11,171	20,648	28,234
	<b>85,424</b>	130,042	<b>178,661</b>	264,390

**NOTE 12: OPERATING EXPENSES (CONTINUED)**

(ii) Other overheads and expenditure

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
<b>Establishment</b>				
Rental	5,787	5,344	11,176	10,178
Depreciation of property and equipment and amortisation of prepaid lease payment	28,133	20,772	48,814	41,165
Repair and maintenance	21,188	18,955	36,203	32,028
Takaful	1,567	996	2,186	2,123
	<b>56,675</b>	<b>46,067</b>	<b>98,379</b>	<b>85,494</b>
<b>Promotion</b>				
Advertisement and publicity	11,900	8,025	16,173	11,678
	<b>11,900</b>	<b>8,025</b>	<b>16,173</b>	<b>11,678</b>
<b>General expenses</b>				
Legal and profesional fees	3,522	523	5,727	2,455
Auditors' remuneration	305	487	606	975
Communication expenses	(4,049)	6,882	3,154	16,609
Utilities expenses	7,655	6,996	13,425	14,428
Printing and stationery	4,670	3,435	8,268	5,802
Postage and courier	3,797	3,810	5,764	5,634
Security expenses	5,775	3,494	11,839	8,282
Service charges	6,748	12,861	12,547	22,530
Loss on financing written off	3,350	2,439	6,516	4,158
Loss on property and equipment written off	83	5	121	8
Commission expenses	17,203	9,615	25,454	14,830
Travelling and transportation	2,266	3,484	2,882	6,939
Others	5,584	5,657	9,050	12,116
	<b>56,909</b>	<b>59,687</b>	<b>105,353</b>	<b>114,765</b>
	<b>125,484</b>	<b>113,780</b>	<b>219,905</b>	<b>211,938</b>

**NOTE 12: OPERATING EXPENSES (CONTINUED)**

(ii) Other overheads and expenditure (cont'd)

Bank	2nd Quarter Ended		Six Months Ended	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
<b>Establishment</b>				
Rental	6,819	5,323	13,181	10,149
Depreciation of property and equipment and amortisation of prepaid lease payment	27,565	19,947	47,717	39,487
Repair and maintenance	21,145	18,917	36,031	31,919
Takaful	1,549	964	2,151	2,060
	<b>57,078</b>	45,151	<b>99,080</b>	83,615
<b>Promotion</b>				
Advertisement and publicity	11,660	6,717	15,753	10,211
	<b>11,660</b>	6,717	<b>15,753</b>	10,211
<b>General expenses</b>				
Legal and profesional fees	3,131	1,003	5,239	2,720
Auditors' remuneration	250	446	500	892
Communication expenses	(4,108)	6,828	3,037	16,521
Utilities expenses	7,616	6,848	13,349	14,134
Printing and stationery	4,613	3,395	8,148	5,698
Postage and courier	3,792	3,797	5,754	5,612
Security expenses	5,765	3,469	11,807	8,239
Service charges	13,836	12,820	26,602	23,561
Loss on financing written-off	3,350	2,438	6,516	4,158
Loss on property and equipment written-off	5	5	12	8
Commission expenses	17,203	9,615	25,454	14,830
Travelling and transportation	4,484	3,322	7,558	6,581
Others	8,429	5,242	15,242	10,805
	<b>68,366</b>	59,228	<b>129,218</b>	113,759
	<b>137,104</b>	111,096	<b>244,051</b>	207,585

**NOTE 13: COMMITMENTS AND CONTINGENCIES**

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

	<b>Group and Bank</b>	
	<b>30 June 2015 RM'000</b>	31 December 2014 RM'000
<b>Contingent liabilities</b>		
Bank guarantee given in respect of banking facilities granted to customers	<b>259,418</b>	509,375
Claims for damages from litigation taken against the Bank	<b>29,450</b>	7,594
<b>Commitments</b>		
Undrawn financing	<b>2,034,441</b>	2,116,835
	<b>2,323,309</b>	2,633,804

**NOTE 14: CAPITAL ADEQUACY**

The Bank is required to comply with the core capital ratio and risk-weighted capital adequacy ratio prescribed by Bank Negara Malaysia. The Bank was in compliance with all prescribed capital ratios throughout the period.

	<b>Bank</b>	
	<b>30 June 2015</b>	31 December 2014 Restated
<b>Before deducting final dividend</b>		
Core capital ratio	<b>17.46%</b>	18.26%
Risk-weighted capital ratio	<b>18.73%</b>	19.66%
<b>After deducting final dividend *</b>		
Core capital ratio	<b>17.46%</b>	17.60%
Risk-weighted capital ratio	<b>18.73%</b>	19.00%

**NOTE 14: CAPITAL ADEQUACY (CONTINUED)**

The capital ratios are derived by taking into account the core capital and capital base against the risk weighted assets of the Bank. Components of the capital are as follows:

	<b>Bank</b>	
	<b>30 June 2015 RM'000</b>	31 December 2014 RM'000
<b>Tier I capital</b>		
Paid-up share capital	2,977,332	2,973,677
Retained profits *	4,459,042	4,915,527
Other reserves	4,304,098	4,304,098
<b>Total Tier I capital (core)</b>	<b>11,740,472</b>	12,193,302
<b>Tier II capital</b>		
Collective impairment **	656,047	731,757
Regulatory reserve	258,653	245,566
<b>Total Tier II capital</b>	<b>914,700</b>	977,323
Total capital	12,655,172	13,170,625
Less: Investment in subsidiaries	(61,976)	(43,500)
	<b>(61,976)</b>	(43,500)
<b>Total capital base</b>	<b>12,593,196</b>	13,127,125

\* After deducting final dividend for 2014 that was paid in March 2015.

\*\* This is a surplus amount allowable after taking into account the collective impairment allowance on impaired financing of the Bank.

Assets in various categories are risk-weighted as follows:

	<b>Bank</b>	
	<b>30 June 2015 RM'000</b>	31 December 2014 RM'000
Total assets assigned 20% risk-weighted	293,076	541,768
Total assets assigned 50% risk-weighted	1,415,455	1,352,334
Total assets assigned 100% risk-weighted	64,446,214	63,521,927
Off-Balance Sheet claims assigned 100% risk-weighted	1,073,195	1,356,114
	<b>67,227,940</b>	66,772,143