



**CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
FOR THE FIRST QUARTER
ENDED 31 MARCH 2021**

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	Group		Bank	
		31 March 2021 RM'000	31 December 2020 RM'000	31 March 2021 RM'000	31 December 2020 RM'000
ASSETS					
Cash and bank balances		888,010	881,621	887,127	881,165
Deposits and placements with financial institutions		588,292	377,290	588,292	377,290
Financial investments at fair value through profit or loss	1	922,657	447,826	922,657	447,826
Financial investments at fair value through other comprehensive income	2	20,598,580	20,620,070	20,598,572	20,620,062
Financial investments at amortised cost	3	10,295,205	9,747,865	10,295,205	9,747,865
Financing and advances	4	75,907,174	76,083,198	76,125,209	76,285,365
Trade receivables		2,409	147	-	-
Other assets	5	862,859	947,839	842,099	924,408
Right-of-use assets		62,184	56,345	78,188	74,930
Inventories		10,494	3,457	-	-
Investment in subsidiaries		-	-	100,744	100,744
Property and equipment		598,190	602,106	503,459	507,166
Intangible assets		460,705	471,005	447,519	457,820
Investment properties		1,384,831	1,353,684	946,141	939,305
Prepaid lease payment		60,230	60,628	60,230	60,628
Tax recoverable		126,392	97,492	124,538	94,053
Deferred tax assets		451	571	-	-
TOTAL ASSETS		112,768,663	111,751,144	112,519,980	111,518,627

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 2020.

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021 (CONTINUED)**

	Note	Group		Bank	
		31 March 2021 RM'000	31 December 2020 RM'000	31 March 2021 RM'000	31 December 2020 RM'000
LIABILITIES					
Deposits from customers	6	84,670,170	85,575,431	84,670,170	85,575,431
Deposits and placements from banks and financial institutions		2,250,000	150,000	2,250,000	150,000
Trade payables		1,381	1,374	-	-
Recourse obligations on financing sold to Cagamas		334,505	339,826	334,505	339,826
Debt securities issued		2,670,282	2,642,558	2,670,282	2,642,558
Cashline facility		400,000	400,870	400,000	400,870
Other liabilities	7	1,485,319	1,599,962	1,688,986	1,811,536
Provision for taxation		22	33	-	-
Deferred tax liabilities		18,708	92,702	6,000	80,000
TOTAL LIABILITIES		91,830,387	90,802,756	92,019,943	91,000,221
SHAREHOLDERS' FUND					
Share capital		2,986,030	2,986,030	2,986,030	2,986,030
Share redemption fund		9,152	9,977	9,152	9,977
Reserves	8	17,943,094	17,952,381	17,504,855	17,522,399
TOTAL SHAREHOLDERS' FUND		20,938,276	20,948,388	20,500,037	20,518,406
TOTAL LIABILITIES AND SHAREHOLDERS' FUND		112,768,663	111,751,144	112,519,980	111,518,627
COMMITMENTS AND CONTINGENCIES	14	2,625,328	2,697,856	2,625,328	2,697,856

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 2020

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2021**

Group	Note	1st Quarter Ended		Three Months Ended	
		31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Income	9	1,441,460	1,603,659	1,441,460	1,603,659
Expenditure	10	(529,927)	(781,590)	(529,927)	(781,590)
Net income		911,533	822,069	911,533	822,069
Allowance for impairment	11	(197,767)	(173,330)	(197,767)	(173,330)
Other operating income	12	57,798	81,357	57,798	81,357
Operating expenses	13	(360,290)	(336,157)	(360,290)	(336,157)
Profit before taxation and zakat		411,274	393,939	411,274	393,939
Taxation		58,890	(27,962)	58,890	(27,962)
Zakat		(8,620)	(600)	(8,620)	(600)
Profit after taxation and zakat		461,544	365,377	461,544	365,377
<u>Other comprehensive income</u>					
Items that may be reclassified subsequently to profit or loss:					
Net loss on revaluation of financial investments at fair value through other comprehensive income					
		(470,831)	(89,632)	(470,831)	(89,632)
Other comprehensive income for the period		(470,831)	(89,632)	(470,831)	(89,632)
Total comprehensive income for the period		(9,287)	275,745	(9,287)	275,745

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 2020

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2021 (CONTINUED)**

Bank	Note	1st Quarter Ended		Three Months Ended	
		31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Income	9	1,437,513	1,594,990	1,437,513	1,594,990
Expenditure	10	(528,035)	(774,755)	(528,035)	(774,755)
Net income		909,478	820,235	909,478	820,235
Allowance for impairment	11	(200,599)	(173,157)	(200,599)	(173,157)
Other operating income	12	52,179	81,363	52,179	81,363
Operating expenses	13	(360,979)	(336,762)	(360,979)	(336,762)
Profit before taxation and zakat		400,079	391,679	400,079	391,679
Taxation		61,173	(26,794)	61,173	(26,794)
Zakat		(7,965)	(500)	(7,965)	(500)
Profit after taxation and zakat		453,287	364,385	453,287	364,385
<u>Other comprehensive income</u>					
Items that may be reclassified subsequently to profit or loss:					
Net loss on revaluation of financial investments at fair value through other comprehensive income					
		(470,831)	(89,632)	(470,831)	(89,632)
Other comprehensive income for the period		(470,831)	(89,632)	(470,831)	(89,632)
Total comprehensive income for the period		(17,544)	274,753	(17,544)	274,753

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 2020

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2021**

Group	← Non-distributable →			Distributable		Total RM'000
	Share capital RM'000	Share redemption fund RM'000	Other reserves RM'000	Retained profits RM'000		
At 1 January 2020	2,986,030	9,860	7,450,144	9,108,674	19,554,708	
Total comprehensive income for the period	-	-	(89,632)	365,377	275,745	
Issuance to new members	3,106	-	-	-	3,106	
Share withdrawal	(8,219)	-	-	-	(8,219)	
Transfer to share capital	5,113	(5,113)	-	-	-	
Dividends	-	-	-	(405,467)	(405,467)	
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	459	459	
At 31 March 2020	2,986,030	4,747	7,360,512	9,069,043	19,420,332	
At 1 January 2021	2,986,030	9,977	8,091,563	9,860,818	20,948,388	
Total comprehensive income for the period	-	-	(470,831)	461,544	(9,287)	
Issuance to new members	7,392	-	-	-	7,392	
Share withdrawal	(8,217)	-	-	-	(8,217)	
Transfer to share capital	825	(825)	-	-	-	
At 31 March 2021	2,986,030	9,152	7,620,732	10,322,362	20,938,276	

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 2020

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2021 (CONTINUED)**

Bank	Non-distributable			Distributable	
	Share capital RM'000	Share redemption fund RM'000	Other reserves RM'000	Retained profits RM'000	Total RM'000
At 1 January 2020	2,986,030	9,860	7,450,885	8,701,684	19,148,459
Total comprehensive income for the period	-	-	(89,632)	364,385	274,753
Issuance to new members	3,106	-	-	-	3,106
Share withdrawal	(8,219)	-	-	-	(8,219)
Transfer to share capital	5,113	(5,113)	-	-	-
Dividends	-	-	-	(405,467)	(405,467)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	459	459
At 31 March 2020	2,986,030	4,747	7,361,253	8,661,061	19,013,091
At 1 January 2021	2,986,030	9,977	8,092,304	9,430,095	20,518,406
Total comprehensive income for the period	-	-	(470,831)	453,287	(17,544)
Issuance to new members	7,392	-	-	-	7,392
Share withdrawal	(8,217)	-	-	-	(8,217)
Transfer to share capital	825	(825)	-	-	-
At 31 March 2021	2,986,030	9,152	7,621,473	9,883,382	20,500,037

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 2020

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2021**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS GENERATED FROM/ (USED IN) OPERATING ACTIVITIES				
Profit for the period	461,544	365,377	453,287	364,385
Adjustments for:				
Taxation	(58,890)	27,962	(61,173)	26,794
Zakat	8,620	600	7,965	500
Profit expense on debt securities issued	27,724	29,303	27,724	29,303
Allowance for impairment on financing and advances	197,731	174,002	200,562	173,829
Allowance/(Writeback) for impairment on financial investment at fair value through other comprehensive income	34	(107)	34	(107)
Allowance/(Writeback) for impairment on financial investment at amortised cost	3	(565)	3	(565)
Depreciation of property and equipment	9,540	11,465	9,287	11,363
Depreciation of right-of-use assets	4,271	4,785	5,626	5,837
Amortisation of prepaid lease payment	398	382	398	382
Amortisation of intangible assets	12,216	5,978	12,216	5,978
Finance cost on lease liabilities	577	843	743	872
Property and equipment written off	33	19	33	19
Gain on disposal of property and equipment	(4)	-	-	-
Loss on financing written off	1,733	3,564	1,733	3,564
Gain on revaluation of investment properties	(5,616)	-	-	-
Impairment of trade and other receivables	120	1,030	120	990
Writeback for impairment on trade receivables	(805)	-	-	-
Net gain on disposal of financial investment at fair value through profit or loss	(958)	(10,474)	(958)	(10,474)
Net loss on revaluation of financial investments at fair value through profit or loss	26,293	76,025	26,293	76,025
Net gain on disposal of financial investments at fair value through other comprehensive income	(2,304)	(54,118)	(2,304)	(54,118)
Profit expense on financing sold with recourse to Cagamas	4,243	4,506	4,243	4,506
Profit expense on cashline facility	1,449	878	1,449	878
Dividend from financial investments at fair value through profit or loss	(316)	(842)	(316)	(842)
Operating profit before working capital changes	687,636	640,613	686,965	639,119

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 2020

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2021 (CONTINUED)**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
(Increase)/Decrease in assets:				
Deposits and placements with financial institutions	(211,002)	498,065	(211,002)	498,065
Financing and advances	(23,327)	(345,509)	(42,026)	(359,543)
Trade receivables	(1,457)	(619)	-	-
Other assets	84,860	615,974	82,189	614,881
Inventories	(7,037)	1,822	-	-
Increase/(Decrease) in liabilities:				
Deposits from customers	(905,261)	(91,691)	(905,261)	(91,691)
Deposits and placements from banks and financial institutions	2,100,000	24,500	2,100,000	24,500
Trade payables	7	(70)	-	-
Recourse obligations on financing sold to Cagamas	(9,564)	(9,693)	(9,564)	(9,693)
Other liabilities	(225,994)	(186,237)	(231,764)	(168,565)
Cash generated from operations	1,488,861	1,147,155	1,469,537	1,147,073
Income tax paid	(43,895)	(13,811)	(43,312)	(12,794)
Zakat paid	(1,611)	(3,336)	(1,611)	(3,336)
Net cash generated from operating activities	1,443,355	1,130,008	1,424,614	1,130,943
CASH FLOWS GENERATED FROM/ (USED IN) INVESTING ACTIVITIES				
Purchases of financial investments at fair value through profit or loss	(530,000)	(1,280,000)	(530,000)	(1,280,000)
Net proceed from disposal of financial investments at fair value through profit or loss	29,834	1,231,813	29,834	1,231,813
Purchases of financial investments at fair value through other comprehensive income	(1,513,000)	(1,740,000)	(1,513,000)	(1,740,000)
Net proceed from disposal of financial investment at fair value through other comprehensive income	1,065,929	1,476,378	1,065,929	1,476,378

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 2020

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2021 (CONTINUED)**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS GENERATED FROM/ (USED IN) INVESTING ACTIVITIES (CONTINUED)				
Purchases of financial investments at amortised cost	(1,010,000)	(1,430,000)	(1,010,000)	(1,430,000)
Proceed from disposal of financial investments at amortised cost	462,657	655,222	462,657	655,222
Purchases of investment property	(25,531)	-	(6,836)	-
Purchases of property and equipment	(5,697)	(4,967)	(5,652)	(4,967)
Purchases of intangible assets	(1,906)	(1,176)	(1,906)	(1,176)
Proceeds from disposal of property and equipment	34	16	30	7
Purchase of right-of-use assets	(10,110)	-	(8,884)	-
Dividend from financial investments at fair value through profit or loss	316	842	316	842
Net cash used in investing activities	(1,537,474)	(1,091,872)	(1,517,512)	(1,091,881)
CASH FLOWS GENERATED FROM/ (USED IN) FINANCING ACTIVITIES				
Proceeds from issue of shares to members	7,392	3,106	7,392	3,106
Dividend paid	-	(405,467)	-	(405,467)
Fund received from government	100,000	-	100,000	-
Repayment of lease liabilities	(4,565)	(5,142)	(6,213)	(6,494)
Repayment of cashline facility	(402,319)	(201,485)	(402,319)	(201,485)
Receipt of cashline facility	400,000	400,000	400,000	400,000
Net cash generated from/ (used in) financing activities	100,508	(208,988)	98,860	(210,340)
Net increase/ (decrease) in cash and cash equivalents	6,389	(170,852)	5,962	(171,278)
Cash and cash equivalents at beginning of period	881,621	1,060,218	881,165	1,059,600
Cash and cash equivalents at end of period	888,010	889,366	887,127	888,322

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 2020

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

Basis of Preparation

The unaudited interim financial statements for the first quarter and three months ended 31 March 2021 have been prepared under historical cost convention except for the following assets and liabilities which are stated at fair values, i.e. financial investments at fair value through profit or loss, financial investments at fair value through other comprehensive income, 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 2020. 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 2020.

Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the audited financial statements for the financial year ended 31 December 2020 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 first quarter and three months ended 31 March 2021.

Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, shareholders’ fund, net income or cash flows of the Group and the Bank in the first quarter and three months ended 31 March 2021.

Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the first quarter and three months ended 31 March 2021.

Debt and Equity Securities

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

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONTINUED)

Significant Changes in Regulatory Requirements

Based on the BNM’s revised guideline on Financial Reporting for Development Financial Institutions, the prescribed development financial institutions (“DFIs”) shall make a one-time election in 2020 to apply revisions to the original effective profit rate in respect of any modifications made to the contractual cash flows of financing. In the event of election, the requirements shall apply for two financial years beginning on or after 1 January 2020 and in respect of financing for which the contractual cash flows are modified, including payments deferred under moratoriums provided by DFIs during these two financial years.

The Group and the Bank elected to adopt the modified accounting treatment. The comparison of the financial impact of applying the accounting treatment in accordance with Malaysian Financial Reporting Standard (“MFRS”) and the modified accounting treatment is as follows:

As at 31 March 2021	Group and Bank RM'000
Financing and Advances	
Closing balance under MFRS	78,018,895
Modification loss	349,094
Adjustment of income	(70,855)
Closing balance under modified accounting treatment	<u>78,297,134</u>
The First Quarter Ended 31 March 2021	Group and Bank RM'000
Income	
Closing balance under MFRS	1,131,832
Modification loss	21,366
Adjustment of income	(12,957)
Closing balance under modified accounting treatment	<u>1,140,241</u>

NOTE 1: FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
Debt instruments at fair value through profit or loss:		
Government investment issues	585,363	89,942
Islamic redeemable convertible preference shares	213,200	213,200
	798,563	303,142
Equity securities at fair value through profit or loss:		
Quoted shares	124,094	144,684
	124,094	144,684
Total financial investments at fair value through profit or loss	922,657	447,826

NOTE 2: FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	Group		Bank	
	31 March 2021 RM'000	31 December 2020 RM'000	31 March 2021 RM'000	31 December 2020 RM'000
Debt instruments at fair value through other comprehensive income:				
Islamic debt securities	4,969,437	4,764,843	4,969,437	4,764,843
Government investment issues	5,832,746	6,034,142	5,832,746	6,034,142
Government sukuk	7,959,305	7,703,704	7,959,305	7,703,704
Khazanah sukuk	155,298	235,038	155,298	235,038
Cagamas sukuk	1,622,926	1,824,378	1,622,926	1,824,378
	20,539,712	20,562,105	20,539,712	20,562,105
Equity securities at fair value through other comprehensive income:				
Unquoted shares	58,868	57,965	58,860	57,957
	58,868	57,965	58,860	57,957
Total financial investments at fair value through other comprehensive income	20,598,580	20,620,070	20,598,572	20,620,062

Movement of allowance for Expected Credit Loss (“ECL”) by stage for debt instruments at fair value through other comprehensive income is as follows:

Group and Bank	12-month ECL Stage 1 RM'000
At 1 January 2020	274
Changes in credit risk	(100)
At 31 December 2020 / 1 January 2021	174
Changes in credit risk	34
At 31 March 2021	208

NOTE 3: FINANCIAL INVESTMENTS AT AMORTISED COST

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
At amortised cost		
Islamic debt securities	592,249	572,783
Government investment issues	6,071,724	5,480,409
Government sukuk	3,104,085	2,923,692
Khazanah sukuk	96,976	240,070
Cagamas sukuk	448,864	449,617
Negotiable Islamic debt certificates	-	99,984
	10,313,898	9,766,555
Less: Allowance for ECL		
Negotiable Islamic debt certificates	-	(2)
Islamic debt securities	(18,693)	(18,688)
	(18,693)	(18,690)
Total financial investments at amortised cost	10,295,205	9,747,865

Movement of allowance for ECL by stage is as follows:

	12-month ECL	Lifetime ECL Credit Impaired	Total RM'000
	Stage 1 RM'000	Stage 3 RM'000	
Group and Bank			
At 1 January 2020	94	19,829	19,923
Changes in credit risk	(55)	(1,178)	(1,233)
At 31 December 2020/ 1 January 2021	39	18,651	18,690
Changes in credit risk	3	-	3
At 31 March 2021	42	18651	18,693

NOTE 4: FINANCING AND ADVANCES

(i) By type of financing

	Group		Bank	
	31 March 2021 RM'000	31 December 2020 RM'000	31 March 2021 RM'000	31 December 2020 RM'000
At amortised cost				
Term financing				
- Personal financing	59,145,170	59,378,027	59,145,170	59,378,027
- House financing	7,692,765	7,473,095	7,926,515	7,688,145
- Hire-purchase receivables	1,835,662	1,872,092	1,835,662	1,872,092
- Syndicated financing	322,299	313,742	322,299	313,742
- Bridging financing	292,245	258,354	292,245	258,354
- Other term financing	5,371,422	5,307,414	5,371,422	5,307,414
Pawn broking	2,063,071	2,194,779	2,063,071	2,194,779
Cashline	143,836	147,637	143,836	147,637
Revolving credit	342,246	356,659	342,246	356,659
Credit card	371,490	376,004	371,490	376,004
Staff financing	483,177	478,080	483,177	478,080
Gross financing and advances, net of unearned income	78,063,383	78,155,883	78,297,133	78,370,933
Allowance for ECL on financing and advances:				
Stage 1 - 12 months ECL	(607,810)	(388,082)	(623,525)	(400,965)
Stage 2 - lifetime ECL not credit impaired	(540,381)	(709,254)	(540,381)	(709,254)
Stage 3 - lifetime ECL credit impaired	(1,008,018)	(975,349)	(1,008,018)	(975,349)
Net financing and advances	75,907,174	76,083,198	76,125,209	76,285,365

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(ii) By type of customer

	Group		Bank	
	31 March 2021 RM'000	31 December 2020 RM'000 Restated	31 March 2021 RM'000	31 December 2019 RM'000 Restated
Individuals	72,639,694	72,751,865	72,639,694	72,751,865
Business enterprises	2,709,593	2,729,571	2,943,343	2,944,621
Non-bank financial institutions				
- Co-operatives	2,391,604	2,347,505	2,391,604	2,347,505
Non-bank financial institutions				
- Others	123	122	123	122
Foreign entities	1,969	2,132	1,969	2,132
Other entities	320,400	324,688	320,400	324,688
	78,063,383	78,155,883	78,297,133	78,370,933

(iii) By economic sector

	Group		Bank	
	31 March 2021 RM'000	31 December 2020 RM'000 Restated	31 March 2021 RM'000	31 December 2020 RM'000 Restated
Purchase of securities	25,841	20,934	25,841	20,934
Purchase of non-residential property	5,538	5,746	5,538	5,746
Consumption credit	72,610,284	72,774,316	72,610,284	72,774,316
Agriculture	75,478	79,230	75,478	79,230
Mining and quarrying	-	-	-	-
Manufacturing	38,541	35,489	38,541	35,489
Electricity, gas and water	13,042	11,151	13,042	11,151
Construction	968,068	920,075	968,068	920,075
Wholesale and retail trade	371,968	349,440	371,968	349,440
Transportation and communication	256,362	253,761	256,362	253,761
Financial, takaful and business services	3,393,128	3,406,774	3,626,878	3,621,824
Community, social and personal services	305,133	298,967	305,133	298,967
	78,063,383	78,155,883	78,297,133	78,370,933

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(iv) Impaired financing and advances by economic sector

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000 Restated
Purchase of securities	6,904	1,121
Purchase of non-residential property	3,135	5,617
Consumption credit	947,865	814,736
Agriculture	32,585	13,264
Manufacturing	14,259	6,925
Electricity, gas and water	3,755	603
Construction	83,913	135,036
Wholesale and retail trade	202,091	120,889
Transportation and communication	5,920	4,841
Financial, takaful and business services	322,306	398,600
Community, social and personal services	35,344	16,509
	1,658,077	1,518,141

(v) Movement in impaired financing and advances

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
As of 1 January	1,518,141	1,406,672
Classified as impaired during the period	677,165	1,207,376
Amount written back in respect of recoveries	(423,023)	(826,264)
Amount written off during the period	(114,206)	(269,643)
	139,936	111,469
Closing balance	1,658,077	1,518,141
Gross impaired financing and advances as a percentage of gross financing and advances	2.12%	1.94%

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(vi) Movements in allowance for ECL on financing and advances are as follows:

Group	12-month ECL Stage 1 RM'000	Lifetime ECL Not Credit Impaired Stage 2 RM'000	Lifetime ECL Credit Impaired Stage 3 RM'000	Total RM'000
ECL Allowance				
As of 1 January 2020	240,394	399,011	820,128	1,459,533
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	6,819	(41,217)	(3,300)	(37,698)
- Transfer to lifetime ECL not credit impaired (Stage 2)	(17,255)	225,971	(85,361)	123,355
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,475)	(57,697)	354,483	295,311
New financial assets originated	84,720	36,888	30,988	152,596
Changes in credit risk	108,218	196,685	158,771	463,674
Financial assets derecognised	(33,339)	(50,387)	(30,717)	(114,443)
Amount written off	-	-	(269,643)	(269,643)
At 31 December 2020	388,082	709,254	975,349	2,072,685
As of 1 January 2021	388,082	709,254	975,349	2,072,685
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	49,349	(250,737)	(24,519)	(225,907)
- Transfer to lifetime ECL not credit impaired (Stage 2)	(14,649)	122,287	(50,717)	56,921
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,543)	(55,183)	177,063	120,337
New financial assets originated	23,776	400	1,176	25,352
Changes in credit risk	170,138	19,311	49,967	239,416
Financial assets derecognised	(7,343)	(4,951)	(6,095)	(18,389)
Amount written off	-	-	(114,206)	(114,206)
At 31 March 2021	607,810	540,381	1,008,018	2,156,209

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(vi) Movements in allowance for ECL on financing and advances are as follows:

Bank	12-month ECL Stage 1 RM'000	Lifetime ECL Not Credit Impaired Stage 2 RM'000	Lifetime ECL Credit Impaired Stage 3 RM'000	Total RM'000
ECL Allowance				
As of 1 January 2020	250,121	399,011	820,128	1,469,260
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	6,819	(41,217)	(3,300)	(37,698)
- Transfer to lifetime ECL not credit impaired (Stage 2)	(17,255)	225,971	(85,361)	123,355
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,475)	(57,697)	354,483	295,311
New financial assets originated	84,720	36,888	30,988	152,596
Changes in credit risk	111,374	196,685	158,771	466,830
Financial assets derecognised	(33,339)	(50,387)	(30,717)	(114,443)
Amount written off	-	-	(269,643)	(269,643)
At 31 December 2020	400,965	709,254	975,349	2,085,568
As of 1 January 2021	400,965	709,254	975,349	2,085,568
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	49,349	(250,737)	(24,519)	(225,907)
- Transfer to lifetime ECL not credit impaired (Stage 2)	(14,649)	122,287	(50,717)	56,921
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,543)	(55,183)	177,063	120,337
New financial assets originated	23,776	400	1,176	25,352
Changes in credit risk	172,970	19,311	49,967	242,248
Financial assets derecognised	(7,343)	(4,951)	(6,095)	(18,389)
Amount written off	-	-	(114,206)	(114,206)
At 31 March 2021	623,525	540,381	1,008,018	2,171,924

NOTE 5: OTHER ASSETS

	Group		Bank	
	31 March 2021 RM'000	31 December 2020 RM'000	31 March 2021 RM'000	31 December 2020 RM'000
Amount due from subsidiaries	-	-	16,027	13,976
Other receivables	597,726	663,015	596,775	661,211
Allowance for ECL	(31,973)	(31,973)	(31,333)	(31,333)
Refundable deposits	46,462	46,433	10,509	10,290
Prepayments	50,644	70,364	50,121	70,264
Contribution to Central Liquidity Monetary Fund	200,000	200,000	200,000	200,000
	862,859	947,839	842,099	924,408

NOTE 6: DEPOSITS FROM CUSTOMERS

(i) By type of deposit

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
Savings deposits		
Qard	8,585,453	8,283,345
Term deposits		
Tawarruq	73,594,717	72,992,086
Negotiable Islamic debt certificate	2,490,000	4,300,000
	84,670,170	85,575,431

(ii) By type of customer

	Group and Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
Government	37,022,407	38,041,363
Business enterprises	24,050,728	23,717,792
Co-operatives	2,950,398	3,041,520
Individuals	19,302,425	19,212,057
Others	1,344,212	1,562,699
	84,670,170	85,575,431

NOTE 7: OTHER LIABILITIES

	Group		Bank	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Amount due to subsidiaries	-	-	191,109	200,430
Sundry creditors	192,343	233,432	200,367	237,685
Income payable	444,778	473,204	444,778	473,203
Other liabilities and accruals	461,657	597,567	452,878	587,924
Lease liabilities	64,006	58,027	80,623	77,210
Allowance for ECL on financial guarantee	6,075	5,962	6,075	5,962
Government fund	273,897	192,913	270,593	192,913
Zakat payable	42,563	38,857	42,563	36,209
	1,485,319	1,599,962	1,688,986	1,811,536

NOTE 8: RESERVES

	Group		Bank	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Retained profits	10,322,362	9,860,818	9,883,382	9,430,095
Statutory reserve	6,833,392	6,833,392	6,833,392	6,833,392
Capital reserve	14,617	14,617	15,358	15,358
Fair value reserve of financial investments at FVOCI	443,051	913,882	443,051	913,882
Regulatory reserve	329,672	329,672	329,672	329,672
	17,943,094	17,952,381	17,504,855	17,522,399

NOTE 9: INCOME

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' fund (i)	1,113,411	1,245,696	1,113,411	1,245,696
Income derived from investment of shareholders' fund (ii)	322,462	347,445	322,462	347,445
Income generated by subsidiaries (iii)	5,587	10,518	5,587	10,518
	1,441,460	1,603,659	1,441,460	1,603,659

NOTE 9: INCOME (CONTINUED)

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' fund (i)	1,114,683	1,247,142	1,114,683	1,247,142
Income derived from investment of shareholders' fund (ii)	322,830	347,848	322,830	347,848
	1,437,513	1,594,990	1,437,513	1,594,990

(i) Income derived from investment of depositors' fund

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	882,899	980,188	882,899	980,188
Income from deposits and placements with bank and financial institutions	1,617	3,654	1,617	3,654
Income from financial investments	228,895	261,854	228,895	261,854
	1,113,411	1,245,696	1,113,411	1,245,696

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	884,170	981,634	884,170	981,634
Income from deposits and placements with bank and financial institutions	1,617	3,654	1,617	3,654
Income from financial investments	228,896	261,854	228,896	261,854
	1,114,683	1,247,142	1,114,683	1,247,142

NOTE 9: INCOME (CONTINUED)

(ii) Income derived from investment of shareholders' fund

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	255,702	273,391	255,702	273,391
Income from deposits and placements with bank and financial institutions	468	1,019	468	1,019
Income from financial investments	66,292	73,035	66,292	73,035
	322,462	347,445	322,462	347,445

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	256,070	273,794	256,070	273,794
Income from deposits and placements with bank and financial institutions	468	1,019	468	1,019
Income from financial investments	66,292	73,035	66,292	73,035
	322,830	347,848	322,830	347,848

(iii) Income generated by subsidiaries

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Pawning income	3,046	8,542	3,046	8,542
Rental income	198	285	198	285
Management fee	2,343	1,623	2,343	1,623
Sale of goods	-	68	-	68
	5,587	10,518	5,587	10,518

NOTE 10: EXPENDITURE

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	493,507	738,840	493,507	738,840
Profit expense on financing sold with recourse to Cagamas	4,243	4,506	4,243	4,506
Profit expense on debt securities issued	27,724	29,303	27,724	29,303
Profit expense on cashline facility	1,449	878	1,449	878
Cost of sales	3,004	8,063	3,004	8,063
	529,927	781,590	529,927	781,590

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	494,619	740,068	494,619	740,068
Profit expense on financing sold with recourse to Cagamas	4,243	4,506	4,243	4,506
Profit expense on debt securities issued	27,724	29,303	27,724	29,303
Profit expense on cashline facility	1,449	878	1,449	878
	528,035	774,755	528,035	774,755

NOTE 10: EXPENDITURE (CONTINUED)

(i) Income attributable to depositors

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	485,653	729,965	485,653	729,965
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	7,854	8,875	7,854	8,875
	493,507	738,840	493,507	738,840

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	486,765	731,193	486,765	731,193
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	7,854	8,875	7,854	8,875
	494,619	740,068	494,619	740,068

NOTE 11: ALLOWANCE FOR IMPAIRMENT

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances (i)	197,730	174,002	197,730	174,002
Allowance for impairment on financial investments (ii)	37	(672)	37	(672)
	197,767	173,330	197,767	173,330

NOTE 11: ALLOWANCE FOR IMPAIRMENT (CONTINUED)

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances (i)	200,562	173,829	200,562	173,829
Allowance for impairment on financial investments (ii)	37	(672)	37	(672)
	200,599	173,157	200,599	173,157

(i) Allowance for impairment on financing and advances

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Stage 1 - 12 months ECL	219,728	6,236	219,728	6,236
Stage 2 - lifetime ECL not credit impaired	(168,873)	25,037	(168,873)	25,037
Stage 3 - lifetime ECL credit impaired	146,875	142,729	146,875	142,729
	197,730	174,002	197,730	174,002

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Stage 1 - 12 months ECL	222,560	6,063	222,560	6,063
Stage 2 - lifetime ECL not credit impaired	(168,873)	25,037	(168,873)	25,037
Stage 3 - lifetime ECL credit impaired	146,875	142,729	146,875	142,729
	200,562	173,829	200,562	173,829

(ii) Allowance for impairment on financial investments

Group and Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Financial investments at fair value through other comprehensive income	34	(107)	34	(107)
Financial investments at amortised cost	3	(565)	3	(565)
	37	(672)	37	(672)

NOTE 12: OTHER OPERATING INCOME

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	23,415	25,442	23,415	25,442
Other income (ii)	34,383	55,915	34,383	55,915
	57,798	81,357	57,798	81,357

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	23,415	25,442	23,415	25,442
Other income (ii)	28,764	55,921	28,764	55,921
	52,179	81,363	52,179	81,363

(i) Fees and commission

Group and Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Takaful commission	13,778	9,596	13,778	9,596
ATM service fees	2	2,761	2	2,761
Wasiat commission	2,339	2,003	2,339	2,003
Other commission	5,948	8,153	5,948	8,153
Processing fees	1	1	1	1
MEPS fees	623	2,418	623	2,418
Other fees	724	510	724	510
	23,415	25,442	23,415	25,442

NOTE 12: OTHER OPERATING INCOME (CONTINUED)

(ii) Other income

Group	1st Quarter Ended		Three Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	316	842	316	842
Net gain on disposal of financial investments at fair value through profit or loss	958	10,474	958	10,474
Net (loss)/gain on revaluation of financial investments at fair value through profit or loss	(26,293)	(76,025)	(26,293)	(76,025)
Net gain on disposal of financial investments at fair value through other comprehensive income	2,304	54,118	2,304	54,118
Others				
Rental income	5,205	5,287	5,205	5,287
Compensation for late payment	1,701	1,167	1,701	1,167
Charges from credit card services	1,685	2,652	1,685	2,652
Other service charges	3,212	2,812	3,212	2,812
Recoveries from financing written off	32,186	46,715	32,186	46,715
Gain on revaluation of investment properties	5,616	-	5,616	-
Gain on disposal of property and equipment	4	-	4	-
Other income	7,489	7,873	7,489	7,873
	34,383	55,915	34,383	55,915

NOTE 12: OTHER OPERATING INCOME (CONTINUED)

(ii) Other income (continued)

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	316	842	316	842
Net gain on disposal of financial investments at fair value through profit or loss	958	10,474	958	10,474
Net (loss)/gain on revaluation of financial investments at fair value through profit or loss	(26,293)	(76,025)	(26,293)	(76,025)
Net gain on disposal of financial investments at fair value through other comprehensive income	2,304	54,118	2,304	54,118
Others				
Rental income	5,212	5,298	5,212	5,298
Compensation for late payment	1,701	1,167	1,701	1,167
Charges from credit card services	1,685	2,652	1,685	2,652
Other service charges	3,212	2,812	3,212	2,812
Recoveries from financing written off	32,186	46,715	32,186	46,715
Gain on disposal of property and equipment		-		-
Other income	7,483	7,868	7,483	7,868
	28,764	55,921	28,764	55,921

NOTE 13: OPERATING EXPENSES

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	220,898	211,637	220,898	211,637
Other overheads and expenditure (ii)	139,392	124,520	139,392	124,520
	360,290	336,157	360,290	336,157

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	219,844	210,675	219,844	210,675
Other overheads and expenditure (ii)	141,135	126,087	141,135	126,087
	360,979	336,762	360,979	336,762

(i) Personnel expenses

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	107,441	103,943	107,441	103,943
Allowances and bonuses	46,015	61,832	46,015	61,832
Defined contribution plan - EPF	31,642	29,914	31,642	29,914
Social security contributions - SOCSO	1,279	1,283	1,279	1,283
Other staff related costs	34,521	14,665	34,521	14,665
	220,898	211,637	220,898	211,637

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	106,821	103,406	106,821	103,406
Allowances and bonuses	45,695	61,505	45,695	61,505
Defined contribution plan - EPF	31,591	29,865	31,591	29,865
Social security contributions - SOCSO	1,274	1,277	1,274	1,277
Other staff related costs	34,463	14,622	34,463	14,622
	219,844	210,675	219,844	210,675

NOTE 13: OPERATING EXPENSES (CONTINUED)

(ii) Other overheads and expenditure

Group	1st Quarter Ended		Three Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Establishment				
Rental	(283)	466	(283)	466
Depreciation of property and equipment	21,756	11,465	21,756	11,465
Depreciation of right-of-use assets	4,271	4,784	4,271	4,784
Amortisation of prepaid lease payment	397	382	397	382
Amortisation of intangible assets		5,978		5,978
Finance cost on lease liabilities	577	843	577	843
Repair and maintenance	27,831	14,561	27,831	14,561
Takaful	4,691	4,708	4,691	4,708
	59,240	43,187	59,240	43,187
Promotion				
Advertisement and publicity	1,795	1,435	1,795	1,435
	1,795	1,435	1,795	1,435
General expenses				
Legal and professional fees	1,246	2,799	1,246	2,799
Auditors' remuneration	505	581	505	581
Communication expenses	3,968	7,762	3,968	7,762
Utilities expenses	(4,175)	8,174	(4,175)	8,174
Printing and stationery	2,948	2,922	2,948	2,922
Postage and courier	1,151	1,112	1,151	1,112
Security expenses	3,488	6,295	3,488	6,295
Service charges	10,589	10,446	10,589	10,446
Loss on financing written off	1,733	3,564	1,733	3,564
Property and equipment written off	33	19	33	19
Commission expenses	13,917	16,333	13,917	16,333
Travelling and transportation	(105)	4,294	(105)	4,294
Others	43,059	15,597	43,059	15,597
	78,357	79,898	78,357	79,898
	139,392	124,520	139,392	124,520

NOTE 13: OPERATING EXPENSES (CONTINUED)

(ii) Other overheads and expenditure (continued)

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Establishment				
Rental	(273)	449	(273)	449
Depreciation of property and equipment	9,287	11,363	9,287	11,363
Depreciation of right-of-use assets	5,626	5,837	5,626	5,837
Amortisation of prepaid lease payment	398	382	398	382
Amortisation of intangible assets	12,216	5,978	12,216	5,978
Finance cost on lease liabilities	743	872	743	872
Repair and maintenance	27,799	14,532	27,799	14,532
Takaful	4,688	4,696	4,688	4,696
	60,484	44,109	60,484	44,109
Promotion				
Advertisement and publicity	1,793	1,432	1,793	1,432
	1,793	1,432	1,793	1,432
General expenses				
Legal and professional fees	1,222	2,769	1,222	2,769
Auditors' remuneration	437	516	437	516
Communication expenses	3,954	7,741	3,954	7,741
Utilities expenses	(4,186)	8,153	(4,186)	8,153
Printing and stationery	2,927	2,898	2,927	2,898
Postage and courier	1,144	1,106	1,144	1,106
Security expenses	3,488	6,295	3,488	6,295
Service charges	11,062	11,561	11,062	11,561
Loss on financing written off	1,733	3,564	1,733	3,564
Property and equipment written off	33	19	33	19
Commission expenses	13,917	16,333	13,917	16,333
Travelling and transportation	(110)	4,285	(110)	4,285
Others	43,237	15,306	43,237	15,306
	78,858	80,546	78,858	80,546
	141,135	126,087	141,135	126,087

NOTE 14: COMMITMENT 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.

	Group and Bank	
	31 March 2021	31 December 2020
	RM'000	RM'000
Contingent liabilities		
Bank guarantee given in respect of banking facilities granted to customers	112,897	111,407
Claims for damages from litigation taken against the Bank	292,827	292,327
Commitments		
Undrawn financing	2,219,604	2,294,122
	2,625,328	2,697,856

NOTE 15: 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.

	Bank	
	31 March 2021	31 December 2020
Before proposed dividend		
Core capital ratio	22.642%	22.671%
Risk-weighted capital ratio	24.631%	24.600%
After proposed dividend		
Core capital ratio	22.642%	22.212%
Risk-weighted capital ratio	24.631%	24.141%

NOTE 15: 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:

	Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
Tier I capital		
Paid-up share capital	2,986,030	2,986,030
Retained profits	9,430,095	9,430,095
Other reserves	6,848,750	6,848,750
Total Tier I capital (core)	19,264,875	19,264,875
Tier II capital		
Subordinated sukuk	300,000	300,000
Collective impairment *	1,163,906	1,110,219
Regulatory reserve	329,672	329,672
Total Tier II capital	1,793,578	1,739,891
Total capital	21,058,453	21,004,766
Less: Investment in subsidiaries	(100,744)	(100,744)
	(100,744)	(100,744)
Total capital base	20,957,709	20,904,022

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

Assets in various categories are risk-weighted as follows:

	Bank	
	31 March 2021 RM'000	31 December 2020 RM'000
Total assets assigned 20% risk-weighted	532,016	530,251
Total assets assigned 50% risk-weighted	2,531,381	2,533,856
Total assets assigned 100% risk-weighted	81,051,155	80,910,841
Off-Balance Sheet claims assigned 100% risk-weighted	971,199	1,000,609
	85,085,751	84,975,557