



**CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
FOR THE FIRST QUARTER
ENDED 31 MARCH 2023**

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023**

Group	Note	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
ASSETS				
Cash and bank balances		926,953	1,048,827	835,189
Deposits and placements with financial institutions		471,023	1,154,038	672,463
Financial investments at fair value through profit or loss	1	244,354	255,027	976,032
Financial investments at fair value through other comprehensive income	2	21,232,754	20,466,301	20,781,718
Financial investments at amortised cost	3	13,428,422	12,427,045	10,826,850
Financing and advances	4	77,359,911	77,122,646	76,643,263
Trade receivables		3,080	1,228	909
Other assets	5	861,855	975,749	620,169
Right-of-use assets		35,800	40,262	49,075
Inventories		37,943	43,801	23,393
Property and equipment		616,156	613,202	606,186
Intangible assets		535,959	544,365	579,046
Investment properties		1,514,851	1,490,411	1,388,091
Prepaid lease payment		54,824	55,193	59,038
Tax recoverable		194,713	218,713	142,078
Deferred tax assets		189,672	290,672	201,484
TOTAL ASSETS		117,708,270	116,747,480	114,404,984

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 2022

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023 (CONTINUED)**

Group	Note	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
LIABILITIES				
Deposits from customers	6	87,344,192	86,338,197	86,523,884
Investment accounts of customers		52,924	19,983	-
Deposits and placements from banks and financial institutions		1,588,231	1,592,461	850,000
Trade payables		1,371	1,735	1,839
Recourse obligations on financing sold to Cagamas		1,000,000	500,000	318,311
Debt securities issued		4,063,846	4,023,391	3,297,940
Cashline facility		-	704,122	700,417
Other liabilities	7	1,588,271	1,585,415	1,697,022
Deferred tax liabilities		15,170	15,170	13,550
TOTAL LIABILITIES		95,654,005	94,780,474	93,402,963
SHAREHOLDERS' FUND				
Share capital		2,986,030	2,986,030	2,986,030
Share redemption fund		1,192	2,120	5,885
Reserves	8	19,067,043	18,978,856	18,010,106
TOTAL SHAREHOLDERS' FUND		22,054,265	21,967,006	21,002,021
TOTAL LIABILITIES AND SHAREHOLDERS' FUND		117,708,270	116,747,480	114,404,984
COMMITMENTS AND CONTINGENCIES	14	2,578,381	2,573,104	2,543,134

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 2022

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023 (CONTINUED)**

Bank	Note	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
ASSETS				
Cash and bank balances		922,820	1,046,115	834,987
Deposits and placements with financial institutions		471,023	1,153,897	672,463
Financial investments at fair value through profit or loss	1	244,354	255,027	976,032
Financial investments at fair value through other comprehensive income	2	21,232,746	20,466,293	20,781,710
Financial investments at amortised cost	3	13,428,422	12,427,045	10,826,850
Financing and advances	4	77,667,725	77,410,671	76,863,407
Other assets	5	838,857	948,807	596,551
Right-of-use assets		41,088	46,954	60,948
Investment in subsidiaries		100,744	100,744	100,744
Property and equipment		526,383	523,536	514,446
Intangible assets		522,774	531,180	565,861
Investment properties		958,370	958,370	948,920
Prepaid lease payment		54,824	55,193	59,038
Tax recoverable		193,411	215,653	138,747
Deferred tax assets		189,000	290,000	201,000
TOTAL ASSETS		117,392,541	116,429,485	114,141,704

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 2022

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023 (CONTINUED)**

Bank	Note	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
LIABILITIES				
Deposits from customers	6	87,344,192	86,338,197	86,523,884
Investment accounts of customers		52,924	19,983	-
Deposits and placements from banks and financial institutions		1,588,231	1,592,461	850,000
Recourse obligations on financing sold to Cagamas		1,000,000	500,000	318,311
Debt securities issued		4,063,846	4,023,391	3,297,940
Cashline facility		-	704,122	700,417
Other liabilities	7	1,744,601	1,732,357	1,884,260
TOTAL LIABILITIES		95,793,794	94,910,511	93,574,812
SHAREHOLDERS' FUND				
Share capital		2,986,030	2,986,030	2,986,030
Share redemption fund		1,192	2,120	5,885
Reserves	8	18,611,525	18,530,824	17,574,977
TOTAL SHAREHOLDERS' FUND		21,598,747	21,518,974	20,566,892
TOTAL LIABILITIES AND SHAREHOLDERS' FUND		117,392,541	116,429,485	114,141,704
COMMITMENTS AND CONTINGENCIES	14	2,578,381	2,573,104	2,543,134

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 2022

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023**

Group	Note	1st Quarter Ended		Three Months Ended	
		31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Income	9	1,625,710	1,419,281	1,625,710	1,419,281
Expenditure	10	(860,657)	(558,193)	(860,657)	(558,193)
Net income		765,053	861,088	765,053	861,088
Allowance for impairment	11	(35,428)	(173,322)	(35,428)	(173,322)
Other operating income	12	119,696	90,092	119,696	90,092
Operating expenses	13	(421,412)	(364,270)	(421,412)	(364,270)
Profit before taxation and zakat		427,909	413,588	427,909	413,588
Taxation		(105,810)	(30,307)	(105,810)	(30,307)
Zakat		(11,525)	(9,342)	(11,525)	(9,342)
Profit after taxation and zakat		310,574	373,939	310,574	373,939
<u>Other comprehensive income/(loss)</u>					
Items that will not be reclassified to profit or loss:					
Change in fair value reserve (equity instruments)		4,366	188	4,366	188
Items that may be reclassified subsequently to profit or loss:					
Fair value reserve (debt instruments)					
- Change in fair value		199,329	(184,333)	199,329	(184,333)
Change in expected credit loss ("ECL") reserve on debt Instruments at FVOCI		(9)	(4)	(9)	(4)
Other comprehensive income/(loss) for the period		203,686	(184,149)	203,686	(184,149)
Total comprehensive income for the period		514,260	189,790	514,260	189,790

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 2022

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023 (CONTINUED)**

Bank	Note	1st Quarter Ended		Three Months Ended	
		31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Income	9	1,572,836	1,389,100	1,572,836	1,389,100
Expenditure	10	(812,988)	(532,328)	(812,988)	(532,328)
Net income		759,848	856,772	759,848	856,772
Allowance for impairment	11	(35,588)	(173,325)	(35,588)	(173,325)
Other operating income	12	113,934	89,973	113,934	89,973
Operating expenses	13	(420,898)	(363,105)	(420,898)	(363,105)
Profit before taxation and zakat		417,296	410,315	417,296	410,315
Taxation		(103,242)	(28,902)	(103,242)	(28,902)
Zakat		(10,966)	(8,851)	(10,966)	(8,851)
Profit after taxation and zakat		303,088	372,562	303,088	372,562
<u>Other comprehensive income/(loss)</u>					
Items that will not be reclassified to profit or loss:					
Change in fair value reserve (equity instruments)		4,366	188	4,366	188
Items that may be reclassified subsequently to profit or loss:					
Fair value reserve (debt instruments)					
- Change in fair value		199,329	(184,332)	199,329	(184,332)
Change in expected credit loss ("ECL") reserve on debt Instruments at FVOCI		(9)	(4)	(9)	(4)
Other comprehensive income/(loss) for the period		203,686	(184,149)	203,686	(184,149)
Total comprehensive income for the period		506,774	188,413	506,774	188,413

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 2022

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2023**

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 2022, as previously reported	2,986,030	5,885	7,853,902	10,809,378	21,655,195
Prior year adjustments	-	-	-	(653,174)	(653,174)
As 1 January 2022, as restated	2,986,030	5,885	7,853,902	10,156,204	21,002,021
Total comprehensive income for the period	-	-	(184,149)	373,939	189,790
Issuance to new members	3,807	-	-	-	3,807
Share withdrawal	(5,093)	-	-	-	(5,093)
Transfer to share capital	1,286	(1,286)	-	-	-
Dividends	-	-	-	(13)	(13)
At 31 March 2022	2,986,030	4,599	7,669,753	10,530,130	21,190,512
At 1 January 2023, as previously reported	2,986,030	2,120	7,897,423	11,668,679	22,554,252
Prior year adjustments	-	-	-	(587,246)	(587,246)
As 1 January 2023, as restated	2,986,030	2,120	7,897,423	11,081,433	21,967,006
Total comprehensive income for the period	-	-	203,686	310,574	514,260
Issuance to new members	6,831	-	-	-	6,831
Share withdrawal	(7,759)	-	-	-	(7,759)
Transfer to share capital	928	(928)	-	-	-
Dividends	-	-	-	(426,803)	(426,803)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	730	730
At 31 March 2023	2,986,030	1,192	8,101,109	10,965,934	22,054,265

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 2022

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2023 (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 2022, as previously reported	2,986,030	5,885	7,854,643	10,373,508	21,220,066
Prior year adjustments	-	-	-	(653,174)	(653,174)
As 1 January 2022, as restated	2,986,030	5,885	7,854,643	9,720,334	20,566,892
Total comprehensive income for the period	-	-	(184,149)	372,562	188,413
Issuance to new members	3,807	-	-	-	3,807
Share withdrawal	(5,093)	-	-	-	(5,093)
Transfer to share capital	1,286	(1,286)	-	-	-
Dividends	-	-	-	(13)	(13)
At 31 March 2022	2,986,030	4,599	7,670,494	10,092,883	20,754,006
At 1 January 2023, as previously reported	2,986,030	2,120	7,898,164	11,219,906	22,106,220
Prior year adjustments	-	-	-	(587,246)	(587,246)
As 1 January 2023, as restated	2,986,030	2,120	7,898,164	10,632,660	21,518,974
Total comprehensive income for the period	-	-	203,686	303,088	506,774
Issuance to new members	6,831	-	-	-	6,831
Share withdrawal	(7,759)	-	-	-	(7,759)
Transfer to share capital	928	(928)	-	-	-
Dividends	-	-	-	(426,803)	(426,803)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	730	730
At 31 March 2023	2,986,030	1,192	8,101,850	10,509,675	21,598,747

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 2022

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2023**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation and zakat	427,909	413,588	417,296	410,315
Adjustments for:				
Profit expense on debt securities issued	40,455	32,111	40,455	32,111
Allowance for impairment on financing and advances	35,440	173,326	35,600	173,329
Writeback for impairment on financial investment at fair value through other comprehensive income	(9)	(4)	(9)	(4)
Writeback for impairment on financial investment at amortised cost	(3)	-	(3)	-
Depreciation of property and equipment	9,333	7,840	9,267	7,782
Depreciation of right-of-use assets	6,095	6,058	7,137	5,933
Amortisation of prepaid lease payment	369	397	369	397
Amortisation of intangible assets	12,904	14,026	12,904	14,026
Finance cost on lease liabilities	548	485	607	467
Property and equipment written off	1	5	1	5
Loss on financing written off	904	1,809	904	1,809
Impairment of trade and other receivables	1,487	96	1,487	96
Allowance for doubtful debts no longer required	-	(59)	-	-
Gain on disposal of property and equipment	-	(13)	-	-
Gain on revaluation of investment properties	(5,740)	-	-	-
Net gain on disposal of financial investment at fair value through profit or loss	(1,103)	(203)	(1,103)	(203)
Net (gain)/loss on revaluation of financial investments at fair value through profit or loss	(422)	10,399	(422)	10,399
Profit expense on financing sold with recourse to Cagamas	9,642	3,972	9,642	3,972
Profit expense on cashline facility	1,409	1,927	1,409	1,927
Dividend from financial investments at fair value through profit or loss	-	(83)	-	(83)
Operating profit before working capital changes	539,219	665,677	535,541	662,278

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 2022

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2023 (CONTINUED)**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
(Increase)/Decrease in assets:				
Deposits and placements with financial institutions	683,015	(537)	682,874	(537)
Financing and advances	(276,273)	(90,116)	(296,222)	(90,116)
Other assets	111,597	(247,569)	108,463	(250,318)
Inventories	5,858	4,507	-	-
Trade receivables	(1,852)	(1,717)	-	-
Increase/(Decrease) in liabilities:				
Deposits from customers	1,005,995	1,788,957	1,005,995	1,788,957
Investment accounts of customers	32,941	-	32,941	-
Deposits and placements from banks and financial institutions	(4,230)	(20,764)	(4,230)	(20,764)
Trade payables	(364)	(352)	-	-
Recourse obligations on financing sold to Cagamas	490,358	(9,497)	490,358	(9,497)
Other liabilities	(7,879)	(135,061)	3,446	(128,132)
Cash generated from operations	2,578,385	1,953,528	2,559,166	1,951,871
Income tax paid	20,000	(4,806)	20,000	(3,634)
Zakat paid	(5,705)	(5,767)	(5,705)	(5,767)
Net cash generated from operating activities	2,592,680	1,942,955	2,573,461	1,942,470
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchases of financial investments at fair value through profit or loss	(340,000)	-	(340,000)	-
Net proceed from disposal of financial investments at fair value through profit or loss	352,198	98,098	352,198	98,098
Purchases of financial investments at fair value through other comprehensive income	(965,000)	(555,000)	(965,000)	(555,000)

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 2022

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2023 (CONTINUED)**

	Group		Bank	
	Three Months Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
CASH FLOWS FROM INVESTING ACTIVITIES				
Net proceed from disposal of financial investment at fair value through other comprehensive income	402,242	549,784	402,242	549,784
Purchases of financial investments at amortised cost	(1,355,000)	(1,540,000)	(1,355,000)	(1,540,000)
Proceed from disposal of financial investments at amortised cost	353,626	226,085	353,626	226,085
Purchases of investment properties	(18,700)	-	-	-
Purchases of property and equipment	(12,300)	(5,735)	(12,127)	(5,730)
Purchases of intangible assets	(4,498)	(7,632)	(4,498)	(7,632)
Proceeds from disposal of property and equipment	12	115	12	95
Dividend from financial investments at fair value through profit or loss	-	83	-	83
Net cash used in investing activities	(1,587,420)	(1,234,202)	(1,568,547)	(1,234,217)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issue of shares to members	6,831	3,807	6,831	3,807
Dividend paid	(426,803)	(13)	(426,803)	(13)
Fund received from government	5,000	53,879	5,000	53,879
Repayment of lease liabilities	(6,631)	(4,129)	(7,706)	(3,986)
Repayment of cashline facility	(705,531)	(702,344)	(705,531)	(702,344)
Net cash used in financing activities	(1,127,134)	(648,800)	(1,128,209)	(648,657)
Net increase in cash and cash equivalents	(121,874)	59,953	(123,295)	59,596
Cash and cash equivalents at beginning of period	1,048,827	835,189	1,046,115	834,987
Cash and cash equivalents at end of period	926,953	895,142	922,820	894,583

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 2022

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 2023 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 2022. 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 2022.

Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 31 December 2022 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 2023.

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 2023.

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 2023.

Debt and Equity Securities

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

Dividends Paid and Distributed

During the three months ended 31 March 2023, final dividend for the year ended 31 December 2022 was paid amounting to RM426,802,956 comprising of 15% cash dividend.

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

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
Debt instruments at fair value through profit or loss:		
Government investment issues	31,154	41,827
Islamic redeemable convertible preference shares	213,200	213,200
	244,354	255,027
Total financial investments at fair value through profit or loss	244,354	255,027

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

	Group		Bank	
	31 March 2023 RM'000	31 December 2022 RM'000	31 March 2023 RM'000	31 December 2022 RM'000
Debt instruments at fair value through other comprehensive income:				
Islamic debt securities	4,650,975	4,520,183	4,650,975	4,520,183
Government investment issues	7,289,012	6,803,294	7,289,012	6,803,294
Government sukuk	8,363,984	8,403,783	8,363,984	8,403,783
Cagamas sukuk	837,243	651,866	837,243	651,866
	21,141,214	20,379,126	21,141,214	20,379,126
Equity securities at fair value through other comprehensive income:				
Unquoted shares	91,540	87,175	91,532	87,167
	91,540	87,175	91,532	87,167
Total financial investments at fair value through other comprehensive income	21,232,754	20,466,301	21,232,746	20,466,293

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

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 2022	129
Changes in credit risk	(51)
At 31 December 2022/1 January 2023	78
Changes in credit risk	(9)
At 31 March 2023	69

NOTE 3: FINANCIAL INVESTMENTS AT AMORTISED COST

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
At amortised cost		
Islamic debt securities	1,297,117	1,286,778
Government investment issues	8,387,668	7,803,055
Government sukuk	3,308,233	3,184,122
Khazanah sukuk	64,005	63,354
Cagamas sukuk	282,273	50,451
Negotiable Islamic debt certificates	99,764	49,926
	13,439,060	12,437,686
Less: Allowance for ECL		
Negotiable Islamic debt certificates	(2)	(1)
Islamic debt securities	(10,636)	(10,640)
Total financial investments at amortised cost	13,428,422	12,427,045

NOTE 3: FINANCIAL INVESTMENTS AT AMORTISED COST (CONTINUED)

Movement of allowance for ECL by stage is as follows:

Group and Bank	12-month ECL Stage 1 RM'000	Lifetime ECL Credit Impaired Stage 3 RM'000	Total RM'000
At 1 January 2022	32	18,010	18,042
Changes in credit risk	4	(7,405)	(7,401)
At 31 December 2022/1 January 2023	36	10,605	10,641
Changes in credit risk	(3)	-	(3)
At 31 March 2023	33	10,605	10,638

NOTE 4: FINANCING AND ADVANCES

(i) By type of financing

Group	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
At amortised cost			
Term financing			
- Personal financing	57,390,534	57,783,306	59,396,893
- House financing	9,463,814	9,230,171	8,322,604
- Hire-purchase receivables	2,367,762	2,240,023	1,872,949
- Syndicated financing	398,265	397,821	346,195
- Bridging financing	30,816	71,320	257,291
- Other term financing	6,298,182	6,196,447	5,351,751
Pawn broking	2,472,571	2,336,283	2,015,803
Cashline	507,588	482,496	224,006
Revolving credit	197,532	192,309	304,539
Credit card	395,826	391,826	356,279
Staff financing	494,247	495,202	484,852
Gross financing and advances, net of unearned income	80,017,137	79,817,204	78,933,162
Allowance for ECL on financing and advances:			
Stage 1 - 12-months ECL	(753,779)	(856,220)	(930,978)
Stage 2 - lifetime ECL not credit impaired	(840,758)	(850,780)	(589,953)
Stage 3 - lifetime ECL credit impaired	(1,062,689)	(987,558)	(768,968)
Net financing and advances	77,359,911	77,122,646	76,643,263

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(i) By type of financing (continued)

Bank	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
At amortised cost			
Term financing			
- Personal financing	57,390,534	57,783,305	59,396,893
- House financing	9,782,098	9,528,506	8,556,354
- Hire-purchase receivables	2,367,762	2,240,024	1,872,949
- Syndicated financing	398,265	397,821	346,195
- Bridging financing	30,816	71,320	257,291
- Other term financing	6,298,182	6,196,447	5,351,751
Pawn broking	2,472,571	2,336,283	2,015,803
Cashline	507,588	482,496	224,006
Revolving credit	197,532	192,309	304,539
Credit card	395,826	391,826	356,279
Staff financing	494,247	495,202	484,852
Gross financing and advances, net of unearned income	80,335,421	80,115,539	79,166,912
Allowance for ECL on financing and advances:			
Stage 1 - 12-months ECL	(764,249)	(866,530)	(944,585)
Stage 2 - lifetime ECL not credit impaired	(840,758)	(850,780)	(589,954)
Stage 3 - lifetime ECL credit impaired	(1,062,689)	(987,558)	(768,966)
Net financing and advances	77,667,725	77,410,671	76,863,407

NOTE 4: FINANCING AND ADVANCES (CONTINUED)**(ii) By type of customer**

Group	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Individuals	73,682,802	73,538,791	73,421,852
Business enterprises	3,836,706	3,833,726	3,041,960
Non-bank financial institutions			
- Co-operatives	2,337,209	2,277,135	2,214,452
Foreign entities	1,731	1,515	1,566
Other entities	158,689	166,037	253,332
	80,017,137	79,817,204	78,933,162

Bank	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Individuals	73,682,802	73,538,791	73,421,852
Business enterprises	4,154,990	4,132,061	3,275,710
Non-bank financial institutions			
- Co-operatives	2,337,209	2,277,135	2,214,452
Foreign entities	1,731	1,515	1,566
Other entities	158,689	166,037	253,332
	80,335,421	80,115,539	79,166,912

(iii) By economic sector

Group	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Household	73,684,534	73,532,777	73,505,623
Agriculture	89,180	97,812	81,262
Mining & quarrying	4,704	4,450	300
Manufacturing	105,941	107,068	76,503
Electricity, gas and water	211,087	163,602	27,433
Construction	765,216	798,941	961,923
Wholesale & retail trade	883,396	862,019	512,490
Transportation & communication	901,892	923,683	358,223
Financial, takaful & business services	2,459,445	2,414,303	2,462,052
Community, social & personal services	911,742	912,549	947,353
	80,017,137	79,817,204	78,933,162

NOTE 4: FINANCING AND ADVANCES (CONTINUED)**(iii) By economic sector (continued)**

Bank	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Household	73,684,534	73,532,777	73,505,623
Agriculture	89,180	97,812	81,262
Mining & quarrying	4,704	4,450	300
Manufacturing	105,941	107,068	76,503
Electricity, gas and water	211,087	163,602	27,433
Construction	765,216	798,941	961,923
Wholesale & retail trade	883,396	862,019	512,490
Transportation & communication	901,892	923,683	358,223
Financial, takaful & business services	2,777,729	2,712,638	2,695,802
Community, social & personal services	911,742	912,549	947,353
	80,335,421	80,115,539	79,166,912

(iv) Impaired financing and advances by economic sector

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
Household	1,038,657	889,764
Agriculture	4,786	3,965
Mining and quarrying	1,310	1,301
Manufacturing	6,794	5,395
Electricity, gas and water	2,961	2,634
Construction	89,071	116,051
Wholesale and retail trade	53,577	45,935
Transportation and communication	118,956	108,280
Financial, takaful and business services	371,430	374,639
Community, social and personal services	51,775	47,011
	1,739,317	1,594,975

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(v) Movement in impaired financing and advances

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
As of 1 January	1,594,975	1,353,500
Classified as impaired during the period	660,058	2,156,229
Amount written back in respect of recoveries	(440,280)	(1,647,166)
Amount written off during the period	(75,436)	(267,588)
	144,342	241,475
Closing balance	1,739,317	1,594,975
Gross impaired financing and advances as a percentage of gross financing and advances	2.17%	1.99%

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 2022, as previously reported	934,553	609,842	774,632	2,319,027
Prior year adjustments	(3,575)	(19,889)	(5,664)	(29,128)
As of 1 January 2022, as restated	930,978	589,953	768,968	2,289,899
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	105,573	(75,179)	(30,394)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(25,929)	73,626	(47,697)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(7,412)	(52,555)	59,967	-
New financial assets originated	145,558	39,255	84,145	268,958
Changes in credit risk	(232,931)	319,727	455,741	542,537
Financial assets derecognised	(59,617)	(44,047)	(35,584)	(139,248)
Amount written off	-	-	(267,588)	(267,588)
At 31 December 2022	856,220	850,780	987,558	2,694,558
As of 1 January 2023, as previously reported	860,331	874,052	996,155	2,730,538
Prior year adjustments	(4,111)	(23,272)	(8,597)	(35,980)
As of 1 January 2023, as restated	856,220	850,780	987,558	2,694,558
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	123,992	(104,134)	(19,858)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(23,072)	68,492	(45,420)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,760)	(68,700)	70,460	-
New financial assets originated	42,572	952	11,935	55,459
Changes in credit risk	(221,639)	103,773	149,983	32,117
Financial assets derecognised	(22,534)	(10,405)	(16,533)	(49,472)
Amount written off	-	-	(75,436)	(75,436)
At 31 March 2023	753,779	840,758	1,062,689	2,657,226

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 2022, as previously reported	948,160	609,843	774,630	2,332,633
Prior year adjustments	(3,575)	(19,889)	(5,664)	(29,128)
As of 1 January 2022, as restated	944,585	589,954	768,966	2,303,505
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	105,573	(75,179)	(30,394)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(25,929)	73,626	(47,697)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(7,412)	(52,555)	59,967	-
New financial assets originated	145,558	39,255	84,145	268,958
Changes in credit risk	(236,228)	319,726	455,743	539,241
Financial assets derecognised	(59,617)	(44,047)	(35,584)	(139,248)
Amount written off	-	-	(267,588)	(267,588)
At 31 December 2022	866,530	850,780	987,558	2,704,868
As of 1 January 2023, as previously reported	870,641	874,052	996,155	2,740,848
Prior year adjustments	(4,111)	(23,272)	(8,597)	(35,980)
As of 1 January 2023, as restated	866,530	850,780	987,558	2,704,868
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	123,992	(104,134)	(19,858)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(23,072)	68,492	(45,420)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(1,760)	(68,700)	70,460	-
New financial assets originated	42,572	952	11,935	55,459
Changes in credit risk	(221,479)	103,773	149,983	32,277
Financial assets derecognised	(22,534)	(10,405)	(16,533)	(49,472)
Amount written off	-	-	(75,436)	(75,436)
At 31 March 2023	764,249	840,758	1,062,689	2,667,696

NOTE 5: OTHER ASSETS

	Group		Bank	
	31 March 2023 RM'000	31 December 2022 RM'000	31 March 2023 RM'000	31 December 2022 RM'000
Amount due from subsidiaries	-	-	9,972	7,941
Other receivables	624,145	723,365	622,313	720,574
Allowance for ECL	(19,414)	(19,875)	(18,885)	(19,346)
Refundable deposits	42,097	42,775	10,554	10,564
Prepayments	15,027	29,484	14,903	29,074
Contribution to Central Liquidity Monetary Fund	200,000	200,000	200,000	200,000
	861,855	975,749	838,857	948,807

NOTE 6: DEPOSITS FROM CUSTOMERS

(i) By type of deposit

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
Savings deposits		
Qard	9,803,369	9,494,314
Term deposits		
Tawarruq	75,553,323	75,856,383
Negotiable Islamic debt certificate	1,987,500	987,500
	87,344,192	86,338,197

(ii) By type of customer

	Group and Bank	
	31 March 2023 RM'000	31 December 2022 RM'000
Government	42,177,931	41,953,477
Business enterprises	21,311,409	20,689,800
Co-operatives	2,699,264	2,691,533
Individuals	18,875,746	19,042,369
Others	2,279,842	1,961,018
	87,344,192	86,338,197

NOTE 7: OTHER LIABILITIES

	Group		Bank	
	31 March 2023 RM'000	31 December 2022 RM'000	31 March 2023 RM'000	31 December 2022 RM'000
Amount due to subsidiaries	-	-	156,424	148,921
Sundry creditors	321,778	167,601	326,699	172,000
Income payable	533,248	428,136	533,248	428,136
Other liabilities and accruals	325,781	586,074	317,564	574,556
Lease liabilities	37,928	42,378	43,629	49,457
Allowance for ECL on financial guarantee	-	2,664	-	2,664
Government fund	308,394	303,240	308,393	303,240
Zakat payable	61,142	55,322	58,644	53,383
	1,588,271	1,585,415	1,744,601	1,732,357

NOTE 8: RESERVES

Group	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Retained profits	10,965,934	11,081,433	10,156,204
Statutory reserve	7,766,819	7,766,819	7,306,694
Capital reserve	14,617	14,617	14,617
ECL reserve	69	77	129
Fair value reserve	(10,068)	(213,762)	202,790
Regulatory reserve	329,672	329,672	329,672
	19,067,043	18,978,856	18,010,106

Bank	31 March 2023 RM'000	31 December 2022 RM'000 Restated	1 January 2022 RM'000 Restated
Retained profits	10,509,675	10,632,660	9,720,334
Statutory reserve	7,766,819	7,766,819	7,306,694
Capital reserve	15,358	15,358	15,358
ECL reserve	69	77	129
Fair value reserve	(10,068)	(213,762)	292,790
Regulatory reserve	329,672	329,672	329,672
	18,611,525	18,530,824	17,574,977

NOTE 9: INCOME

Group	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2022 RM'000	31 March 2022 RM'000 Restated
Income derived from investment of depositors' fund (i)	1,183,316	1,065,271	1,183,316	1,065,271
Income derived from investment of shareholders' fund (ii)	385,680	321,982	385,680	321,982
Income derived from investment account fund (iii)	505	-	505	-
Income generated by subsidiaries (iv)	56,209	32,028	56,209	32,028
	1,625,710	1,419,281	1,625,710	1,419,281

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2022 RM'000	31 March 2022 RM'000 Restated
Income derived from investment of depositors' fund (i)	1,185,831	1,066,689	1,185,831	1,066,689
Income derived from investment of shareholders' fund (ii)	386,500	322,411	386,500	322,411
Income derived from investment account fund (iii)	505	-	505	-
	1,572,836	1,389,100	1,572,836	1,389,100

(i) Income derived from investment of depositors' fund

Group	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Income from financing and advances	934,094	828,213	934,094	828,213
Income from deposits and placements with bank and financial institutions	6,574	4,623	6,574	4,623
Income from financial investments	242,648	232,435	242,648	232,435
	1,183,316	1,065,271	1,183,316	1,065,271

NOTE 9: INCOME (CONTINUED)

(i) Income derived from investment of depositors' fund (continued)

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Income from financing and advances	936,609	829,631	936,609	829,631
Income from deposits and placements with bank and financial institutions	6,574	4,623	6,574	4,623
Income from financial investments	242,648	232,435	242,648	232,435
	1,185,831	1,066,689	1,185,831	1,066,689

(ii) Income derived from investment of shareholders' fund

Group	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Income from financing and advances	304,451	250,330	304,451	250,330
Income from deposits and placements with bank and financial institutions	2,143	1,398	2,143	1,398
Income from financial investments	79,086	70,254	79,086	70,254
	385,680	321,982	385,680	321,982

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2022 RM'000	31 March 2022 RM'000 Restated
Income from financing and advances	305,271	250,759	305,271	250,759
Income from deposits and placements with bank and financial institutions	2,143	1,398	2,143	1,398
Income from financial investments	79,086	70,254	79,086	70,254
	386,500	322,411	386,500	322,411

NOTE 9: INCOME (CONTINUED)

(iii) Income derived from investment account fund

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	403	-	403	-
Income from financial investments	102	-	102	-
	505	-	505	-

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2022	2022
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	403	-	403	-
Income from financial investments	102	-	102	-
	505	-	505	-

(iv) Income generated by subsidiaries

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Pawning income	53,175	28,086	53,175	28,086
Rental income	225	1,865	225	1,865
Management fee	2,809	2,077	2,809	2,077
	56,209	32,028	56,209	32,028

NOTE 10: EXPENDITURE

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	760,469	493,492	760,469	493,492
Income attributable to investment account holders	24	-	24	-
Profit expense on financing sold with recourse to Cagamas	9,642	3,972	9,642	3,972
Profit expense on debt securities issued	40,455	32,111	40,455	32,111
Profit expense on cashline facility	1,409	1,927	1,409	1,927
Cost of sales	48,658	26,691	48,658	26,691
	860,657	558,193	860,657	558,193

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	761,458	494,318	761,458	494,318
Income attributable to investment account holders	24	-	24	-
Profit expense on financing sold with recourse to Cagamas	9,642	3,972	9,642	3,972
Profit expense on debt securities issued	40,455	32,111	40,455	32,111
Profit expense on cashline facility	1,409	1,927	1,409	1,927
	812,988	532,328	812,988	532,328

NOTE 10: EXPENDITURE (CONTINUED)

(i) Income attributable to depositors

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	751,937	490,040	751,937	490,040
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	8,532	3,452	8,532	3,452
	760,469	493,492	760,469	493,492

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	752,926	490,866	752,926	490,866
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	8,532	3,452	8,532	3,452
	761,458	494,318	761,458	494,318

NOTE 11: ALLOWANCE FOR IMPAIRMENT

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
Allowance for impairment on financing and advances (i)	35,440	173,326	35,440	173,326
Allowance for impairment on financial investments (ii)	(12)	(4)	(12)	(4)
	35,428	173,322	35,428	173,322

NOTE 11: ALLOWANCE FOR IMPAIRMENT (CONTINUED)

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Allowance for impairment on financing and advances (i)	35,600	173,329	35,600	173,329
Allowance for impairment on financial investments (ii)	(12)	(4)	(12)	(4)
	35,588	173,325	35,588	173,325

(i) Allowance for impairment on financing and advances

Group	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Stage 1 - 12-months ECL	(102,441)	(27,579)	(102,441)	(27,579)
Stage 2 - lifetime ECL not credit impaired	(10,022)	118,370	(10,022)	118,370
Stage 3 - lifetime ECL credit impaired	147,903	82,535	147,903	82,535
	35,440	173,326	35,440	173,326

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000 Restated	31 March 2023 RM'000	31 March 2022 RM'000 Restated
Stage 1 - 12-months ECL	(102,281)	(27,576)	(102,281)	(27,576)
Stage 2 - lifetime ECL not credit impaired	(10,022)	118,370	(10,022)	118,370
Stage 3 - lifetime ECL credit impaired	147,903	82,535	147,903	82,535
	35,600	173,329	35,600	173,329

NOTE 11: ALLOWANCE FOR IMPAIRMENT (CONTINUED)**(ii) Allowance for impairment on financial investments**

Group and Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Financial investments at fair value through other comprehensive income	(9)	(4)	(9)	(4)
Financial investments at amortised cost	(3)	-	(3)	-
	(12)	(4)	(12)	(4)

NOTE 12: OTHER OPERATING INCOME

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	33,428	22,478	33,428	22,478
Other income (ii)	86,268	67,614	86,268	67,614
	119,696	90,092	119,696	90,092

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	33,428	22,478	33,428	22,478
Other income (ii)	80,506	67,495	80,506	67,495
	113,934	89,973	113,934	89,973

NOTE 12: OTHER OPERATING INCOME (CONTINUED)**(i) Fees and commission**

Group and Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Takaful commission	19,073	13,142	19,073	13,142
ATM service fees	2	1	2	1
Wasiat commission	2,152	2,329	2,152	2,329
Other commission	6,692	2,997	6,692	2,997
Processing fees	1	1	1	1
MEPS fees	3,870	3,040	3,870	3,040
Other fees	1,638	968	1,638	968
	33,428	22,478	33,428	22,478

(ii) Other income

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	-	83	-	83
Net gain on disposal of financial investments at fair value through profit or loss	1,103	203	1,103	203
Net gain/(loss) on revaluation of financial investments at fair value through profit or loss	422	(10,399)	422	(10,399)
Others				
Rental income	5,003	5,461	5,003	5,461
Compensation for late payment	1,806	1,671	1,806	1,671
Charges from credit card services	1,745	1,254	1,745	1,254
Other service charges	4,023	3,499	4,023	3,499
Recoveries from financing written off	54,817	42,944	54,817	42,944
Writeback for impairment on trade receivables	-	59	-	59
Gain on revaluation of investment properties	5,740	-	5,740	-
Gain on disposal of property and equipment	-	13	-	13
Other income	11,609	22,826	11,609	22,826
	86,268	67,614	86,268	67,614

NOTE 12: OTHER OPERATING INCOME (CONTINUED)**(ii) Other income (continued)**

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	-	83	-	83
Net gain on disposal of financial investments at fair value through profit or loss	1,103	203	1,103	203
Net gain/(loss) on revaluation of financial investments at fair value through profit or loss	422	(10,399)	422	(10,399)
Others				
Rental income	5,012	5,457	5,012	5,457
Compensation for late payment	1,806	1,671	1,806	1,671
Charges from credit card services	1,745	1,254	1,745	1,254
Other service charges	4,023	3,499	4,023	3,499
Recoveries from financing written off	54,817	42,944	54,817	42,944
Other income	11,578	22,783	11,578	22,783
	80,506	67,495	80,506	67,495

NOTE 13: OPERATING EXPENSES

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	274,284	243,312	274,284	243,312
Other overheads and expenditure (ii)	147,128	120,958	147,128	120,958
	421,412	364,270	421,412	364,270

NOTE 13: OPERATING EXPENSES (CONTINUED)

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	272,436	241,883	272,436	241,883
Other overheads and expenditure (ii)	148,462	121,222	148,462	121,222
	420,898	363,105	420,898	363,105

(i) Personnel expenses

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	132,542	120,091	132,542	120,091
Allowances and bonuses	81,024	72,284	81,024	72,284
Defined contribution plan - EPF	40,217	35,842	40,217	35,842
Social security contributions - SOCSO	1,666	1,340	1,666	1,340
Other staff related costs	18,835	13,755	18,835	13,755
	274,284	243,312	274,284	243,312

Bank	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	131,408	119,264	131,408	119,264
Allowances and bonuses	80,424	71,918	80,424	71,918
Defined contribution plan - EPF	40,124	35,667	40,124	35,667
Social security contributions - SOCSO	1,657	1,333	1,657	1,333
Other staff related costs	18,823	13,701	18,823	13,701
	272,436	241,883	272,436	241,883

NOTE 13: OPERATING EXPENSES (CONTINUED)**(ii) Other overheads and expenditure**

Group	1st Quarter Ended		Three Months Ended	
	31 March	31 March	31 March	31 March
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Establishment				
Rental	486	1,858	486	1,858
Depreciation of property and equipment	9,333	7,840	9,333	7,840
Depreciation of right-of-use assets	6,095	6,058	6,095	6,058
Amortisation of prepaid lease payment	369	397	369	397
Amortisation of intangible assets	12,904	14,026	12,904	14,026
Finance cost on lease liabilities	548	485	548	485
Repair and maintenance	13,569	12,827	13,569	12,827
Takaful	3,234	4,855	3,234	4,855
	46,538	48,346	46,538	48,346
Promotion				
Advertisement and publicity	4,587	2,213	4,587	2,213
	4,587	2,213	4,587	2,213
General expenses				
Legal and professional fees	1,572	3,482	1,572	3,482
Auditors' remuneration	429	923	429	923
Communication expenses	10,465	11,152	10,465	11,152
Utilities expenses	7,247	6,762	7,247	6,762
Printing and stationery	4,135	2,550	4,135	2,550
Postage and courier	2,787	1,612	2,787	1,612
Security expenses	6,504	5,732	6,504	5,732
Service charges	11,222	10,236	11,222	10,236
Loss on financing written off	904	1,809	904	1,809
Property and equipment written off	1	5	1	5
Commission expenses	24,642	13,507	24,642	13,507
Travelling and transportation	4,904	2,847	4,904	2,847
Others	21,191	9,782	21,191	9,782
	96,003	70,399	96,003	70,399
	147,128	120,958	147,128	120,958

NOTE 13: OPERATING EXPENSES (CONTINUED)**(ii) Other overheads and expenditure (continued)**

Bank	1st Quarter Ended		Three Months Ended	
	31 March 2023 RM'000	31 March 2022 RM'000	31 March 2023 RM'000	31 March 2022 RM'000
Establishment				
Rental	486	1,855	486	1,855
Depreciation of property and equipment	9,267	7,782	9,267	7,782
Depreciation of right-of-use assets	7,137	5,933	7,137	5,933
Amortisation of prepaid lease payment	12,904	397	12,904	397
Amortisation of intangible assets	369	14,026	369	14,026
Finance cost on lease liabilities	607	467	607	467
Repair and maintenance	13,563	12,803	13,563	12,803
Takaful	3,234	4,855	3,234	4,855
	47,567	48,118	47,567	48,118
Promotion				
Advertisement and publicity	4,584	2,205	4,584	2,205
	4,584	2,205	4,584	2,205
General expenses				
Legal and professional fees	1,457	3,465	1,457	3,465
Auditors' remuneration	375	852	375	852
Communication expenses	10,452	11,141	10,452	11,141
Utilities expenses	7,212	6,754	7,212	6,754
Printing and stationery	4,121	2,532	4,121	2,532
Postage and courier	2,779	1,600	2,779	1,600
Security expenses	6,504	5,732	6,504	5,732
Service charges	11,816	11,119	11,816	11,119
Loss on financing written off	904	1,809	904	1,809
Property and equipment written off	1	5	1	5
Commission expenses	24,642	13,507	24,642	13,507
Travelling and transportation	4,897	2,843	4,897	2,843
Others	21,151	9,540	21,151	9,540
	96,311	70,899	96,311	70,899
	148,462	121,222	148,462	121,222

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 2023 RM'000	31 December 2022 RM'000
Contingent liabilities		
Bank guarantee given in respect of banking facilities granted to customers	156,736	149,847
Claims for damages from litigation taken against the Bank	10,546	15,575
Commitments		
Undrawn financing	2,411,099	2,407,682
	2,578,381	2,573,104

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 2023	31 December 2022 Restated
Before proposed dividend		
Core capital ratio	23.948%	24.492%
Risk-weighted capital ratio	26.385%	27.063%
After proposed dividend		
Core capital ratio	23.948%	23.977%
Risk-weighted capital ratio	26.385%	26.548%

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:

	31 March 2023 RM'000	Bank 31 December 2022 RM'000 Restated
Tier I capital		
Paid-up share capital	2,986,030	2,986,030
Retained profits	10,206,586	10,632,660
Other reserves	7,782,177	7,782,176
Total Tier I capital (core)	20,974,793	21,400,866
Tier II capital		
Subordinated sukuk	300,000	300,000
Collective impairment *	1,605,007	1,717,310
Regulatory reserve	329,672	329,672
Total Tier II capital	2,234,679	2,346,982
Total capital	23,209,472	23,747,848
Less: Investment in subsidiaries	(100,744)	(100,744)
Total capital base	23,108,728	23,647,104

* 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:

	31 March 2023 RM'000	Bank 31 December 2022 RM'000 Restated
Total assets assigned 20% risk-weighted	338,061	224,109
Total assets assigned 50% risk-weighted	2,387,184	2,479,554
Total assets assigned 100% risk-weighted	83,810,386	83,623,897
Off-Balance Sheet claims assigned 100% risk-weighted	1,047,439	1,051,069
	87,583,070	87,378,629

NOTE 16: PRIOR YEAR RESTATEMENTS

Prior year restatements were made upon the expiry of the adoption of modified accounting treatment. The effects of restatements have been accounted for retrospectively in the financial statements.

Group	As previously reported RM'000	Prior year restatements RM'000	As restated RM'000
Statements of Financial Position as at 1 January 2022			
Financing and advances	77,296,437	(653,174)	76,643,263
Reserves	(18,663,280)	653,174	(18,010,106)
Statements of Financial Position as at 31 December 2022			
Financing and advances	77,709,892	(587,246)	77,122,646
Reserves	(19,566,102)	587,246	(18,978,856)
Statements of Profit or Loss and Other Comprehensive Income for the Quarter Ended 31 March 2022			
Income	1,424,335	(5,054)	1,419,281
Allowances for Impairment	(180,126)	6,804	(173,322)
Profit for the year	372,189	1,750	373,939

Bank	As previously reported RM'000	Prior year restatements RM'000	As restated RM'000
Statements of Financial Position as at 1 January 2022			
Financing and advances	77,516,581	(653,174)	76,863,407
Reserves	(18,228,151)	653,174	(17,574,977)
Statements of Financial Position as at 31 December 2022			
Financing and advances	77,997,917	(587,246)	77,410,671
Reserves	(19,118,070)	587,246	(18,530,824)
Statements of Profit or Loss and Other Comprehensive Income for the Quarter Ended 31 March 2022			
Income	1,394,154	(5,054)	1,389,100
Allowances for Impairment	(180,129)	6,804	(173,325)
Profit for the year	370,812	1,750	372,562