



**CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
FOR THE FINANCIAL HALF YEAR
ENDED 30 JUNE 2022**

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

		Group		Bank	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
	Note	RM'000	RM'000	RM'000	RM'000
ASSETS					
Cash and bank balances		886,456	835,189	884,779	834,987
Deposits and placements with financial institutions		804,914	672,463	804,914	672,463
Financial investments at fair value through profit or loss	1	880,613	976,032	880,613	976,032
Financial investments at fair value through other comprehensive income	2	19,749,507	20,781,718	19,749,499	20,781,710
Financial investments at amortised cost	3	13,316,194	10,826,850	13,316,194	10,826,850
Financing and advances	4	76,752,560	77,296,437	77,021,821	77,516,581
Trade receivables		1,380	909	-	-
Other assets	5	856,853	620,169	836,345	596,551
Right-of-use assets		43,955	49,075	53,119	60,948
Inventories		25,753	23,393	-	-
Investment in subsidiaries		-	-	100,744	100,744
Property and equipment		602,665	606,186	510,647	514,446
Intangible assets		559,146	579,046	545,961	565,861
Investment properties		1,452,246	1,388,091	948,920	948,920
Prepaid lease payment		58,243	59,038	58,243	59,038
Tax recoverable		121,877	142,078	120,576	138,747
Deferred tax assets		295,484	201,484	295,000	201,000
TOTAL ASSETS		116,407,846	115,058,158	116,127,375	114,794,878

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 2021

**UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2022 (CONTINUED)**

		Group		Bank	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
	Note	RM'000	RM'000	RM'000	RM'000
LIABILITIES					
Deposits from customers	6	88,283,875	86,523,884	88,283,875	86,523,884
Investment accounts of customers	7	564	-	564	-
Deposits and placements from banks and financial institutions		828,000	850,000	828,000	850,000
Trade payables		1,489	1,839	-	-
Recourse obligations on financing sold to Cagamas		307,212	318,311	307,212	318,311
Debt securities issued		3,953,301	3,297,940	3,953,301	3,297,940
Cashline facility		-	700,417	-	700,417
Other liabilities	8	1,406,821	1,697,022	1,590,950	1,884,260
Provision for taxation		1,755	-	-	-
Deferred tax liabilities		13,550	13,550	-	-
TOTAL LIABILITIES		94,796,567	93,402,963	94,963,902	93,574,812
SHAREHOLDERS' FUND					
Share capital		2,986,030	2,986,030	2,986,030	2,986,030
Share redemption fund		6,722	5,885	6,722	5,885
Reserves	9	18,618,527	18,663,280	18,170,721	18,228,151
TOTAL SHAREHOLDERS' FUND		21,611,279	21,655,195	21,163,473	21,220,066
TOTAL LIABILITIES AND SHAREHOLDERS' FUND		116,407,846	115,058,158	116,127,375	114,794,878
COMMITMENTS AND CONTINGENCIES	15	2,476,723	2,543,134	2,476,723	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 2021

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 JUNE 2022**

Group	Note	2nd Quarter Ended		Six Months Ended	
		30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Income	10	1,424,832	1,422,475	2,849,167	2,863,935
Expenditure	11	(559,141)	(540,336)	(1,117,333)	(1,070,263)
Net income		865,691	882,139	1,731,834	1,793,672
Allowance for impairment	12	(178,001)	(224,459)	(358,127)	(422,226)
Other operating income	13	97,321	104,025	187,413	161,823
Operating expenses	14	(314,517)	(372,505)	(678,788)	(732,795)
Profit before taxation and zakat		470,494	389,200	882,332	800,474
Taxation		96,925	35,277	66,618	94,167
Zakat		(9,928)	(9,348)	(19,270)	(17,968)
Profit after taxation and zakat		557,491	415,129	929,680	876,673
<u>Other comprehensive (loss)/income</u>					
Items that will not be reclassified to profit or loss:					
Change in fair value reserve (equity instruments)		6,806	4,012	6,994	4,915
Items that may be reclassified subsequently to profit or loss:					
Fair value reserve (debt instruments)					
- Change in fair value		(366,880)	95,153	(551,213)	(374,311)
- Amount transferred to profit or loss		(1,349)	-	(1,349)	(2,304)
Change in expected credit loss ("ECL") reserve on debt Instruments at FVOCI		(12)	(53)	(16)	(19)
Other comprehensive (loss)/income for the period		(361,435)	99,112	(545,584)	(371,719)
Total comprehensive income for the period		196,056	514,241	384,096	504,954

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 2021

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 JUNE 2022 (CONTINUED)**

Bank	Note	2nd Quarter Ended		Six Months Ended	
		30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Income	10	1,411,600	1,416,639	2,805,754	2,854,152
Expenditure	11	(545,730)	(534,772)	(1,078,058)	(1,062,807)
Net income		865,870	881,867	1,727,696	1,791,345
Allowance for impairment	12	(177,968)	(224,432)	(358,097)	(425,031)
Other operating income	13	82,226	103,850	172,199	156,029
Operating expenses	14	(316,034)	(372,825)	(679,139)	(733,804)
Profit before taxation and zakat		454,094	388,460	862,659	788,539
Taxation		101,097	36,174	72,195	97,347
Zakat		(9,000)	(8,999)	(17,851)	(16,964)
Profit after taxation and zakat		546,191	415,635	917,003	868,922
<u>Other comprehensive (loss)/income</u>					
Items that will not be reclassified to profit or loss:					
Change in fair value reserve (equity instruments)		6,806	4,012	6,994	4,915
Items that may be reclassified subsequently to profit or loss:					
Fair value reserve (debt instruments)					
- Change in fair value		(366,880)	95,153	(551,213)	(374,311)
- Amount transferred to profit or loss		(1,349)	-	(1,349)	(2,304)
Change in expected credit loss ("ECL") reserve on debt instruments at FVOCI		(12)	(53)	(16)	(19)
Other comprehensive (loss)/income for the period		(361,435)	99,112	(545,584)	(371,719)
Total comprehensive income for the period		184,756	514,747	371,419	497,203

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 2021

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2022**

Group	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 2021	2,986,030	9,977	8,091,563	9,860,818	20,948,388
Total comprehensive income for the period	-	-	(371,719)	876,673	504,954
Issuance to new members	9,973	-	-	-	9,973
Share withdrawal	(11,362)	-	-	-	(11,362)
Transfer to share capital	1,389	(1,389)	-	-	-
Dividends	-	-	-	(373,230)	(373,230)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	589	589
At 30 June 2021	2,986,030	8,588	7,719,844	10,364,850	21,079,312
At 1 January 2022	2,986,030	5,885	7,853,902	10,809,378	21,655,195
Total comprehensive income for the period	-	-	(545,584)	929,680	384,096
Issuance to new members	12,825	-	-	-	12,825
Share withdrawal	(11,988)	-	-	-	(11,988)
Transfer to share capital	(837)	837	-	-	-
Dividends	-	-	-	(429,476)	(429,476)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	627	627
At 30 June 2022	2,986,030	6,722	7,308,318	11,310,209	21,611,279

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 2021

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (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 2021	2,986,030	9,977	8,092,304	9,430,095	20,518,406
Total comprehensive income for the period	-	-	(371,719)	868,922	497,203
Issuance to new members	9,973	-	-	-	9,973
Share withdrawal	(11,362)	-	-	-	(11,362)
Transfer to share capital	1,389	(1,389)	-	-	-
Dividends	-	-	-	(373,230)	(373,230)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	589	589
At 30 June 2021	2,986,030	8,588	7,720,585	9,926,376	20,641,579
At 1 January 2022	2,986,030	5,885	7,854,643	10,373,508	21,220,066
Total comprehensive income for the period	-	-	(545,584)	917,003	371,419
Issuance to new members	12,825	-	-	-	12,825
Share withdrawal	(11,988)	-	-	-	(11,988)
Transfer to share capital	(837)	837	-	-	-
Dividends	-	-	-	(429,476)	(429,476)
Overprovision in contribution to Bank Rakyat Foundation	-	-	-	627	627
At 30 June 2022	2,986,030	6,722	7,309,059	10,861,662	21,163,473

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 2021

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2022**

	Group		Bank	
	Six Months Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit for the period	929,680	876,673	917,003	868,922
Adjustments for:				
Taxation	(66,618)	(94,167)	(72,195)	(97,347)
Zakat	19,270	17,968	17,851	16,964
Profit expense on debt securities issued	70,043	62,682	70,043	62,682
Allowance for impairment on financing and advances	365,544	422,571	365,514	425,376
Writeback for impairment on financial investment at fair value through other comprehensive income	(16)	(19)	(16)	(19)
Writeback for impairment on financial investment at amortised cost	(7,401)	(326)	(7,401)	(326)
Depreciation of property and equipment	15,428	18,365	15,300	17,867
Depreciation of right-of-use assets	8,901	8,444	11,267	11,152
Amortisation of prepaid lease payment	795	795	795	795
Amortisation of intangible assets	27,711	24,511	27,711	24,511
Finance cost on lease liabilities	1,097	1,124	1,241	1,451
Property and equipment written off	6	129	6	129
Gain on disposal of property and equipment	(17)	(12)	-	-
Loss on financing written off	3,288	4,020	3,288	4,020
Gain on revaluation of investment properties	(15,068)	(5,616)	-	-
Impairment of trade and other receivables	155	120	155	120
Writeback for impairment on trade receivables	(100)	(938)	-	-
Net loss/(gain) on disposal of financial investment at fair value through profit or loss	114	(1,474)	114	(1,474)
Net loss on revaluation of financial investments at fair value through profit or loss	28,334	29,348	28,334	29,348
Net gain on disposal of financial investments at fair value through other comprehensive income	-	(2,304)	-	(2,304)
Profit expense on financing sold with recourse to Cagamas	7,874	8,418	7,874	8,418
Profit expense on cashline facility	1,927	2,523	1,927	2,523
Dividend from financial investments at fair value through profit or loss	(1,507)	(3,295)	(1,507)	(3,295)
Operating profit before working capital changes	1,389,440	1,369,540	1,387,304	1,369,513

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 2021

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (CONTINUED)**

	Group		Bank	
	Six Months Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
(Increase)/Decrease in assets:				
Deposits and placements with financial institutions	(132,451)	(12,110)	(132,451)	(12,110)
Financing and advances	174,220	212,596	125,133	193,896
Trade receivables	(371)	(1,217)	-	-
Other assets	(236,839)	59,413	(239,949)	57,134
Inventories	(2,360)	(14,933)	-	-
Increase/(Decrease) in liabilities:				
Deposits from customers	1,759,991	1,598,406	1,759,991	1,598,406
Investment accounts of customers	564	-	564	-
Deposits and placements from banks and financial institutions	(22,000)	730,000	(22,000)	730,000
Trade payables	(350)	(12)	-	-
Recourse obligations on financing sold to Cagamas	(18,973)	(19,101)	(18,973)	(19,101)
Other liabilities	(353,714)	(231,189)	(356,900)	(246,522)
Cash generated from operations	2,557,157	3,691,393	2,502,719	3,671,216
Income tax paid	(5,426)	(44,895)	(3,634)	(43,311)
Zakat paid	(13,970)	(22,303)	(12,724)	(20,847)
Net cash generated from operating activities	2,537,761	3,624,195	2,486,361	3,607,058
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchases of financial investments at fair value through profit or loss	(290,000)	(870,000)	(290,000)	(870,000)
Net proceed from disposal of financial investments at fair value through profit or loss	356,971	282,042	356,971	282,042
Purchases of financial investments at fair value through other comprehensive income	(1,265,000)	(3,093,000)	(1,265,000)	(3,093,000)
Net proceed from disposal of financial investment at fair value through other comprehensive income	1,751,643	2,137,711	1,751,643	2,137,711

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 2021

**UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (CONTINUED)**

	Group		Bank	
	Six Months Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchases of financial investments at amortised cost	(3,126,150)	(3,265,000)	(3,126,150)	(3,265,000)
Proceed from disposal of financial investments at amortised cost	644,207	980,366	644,207	980,366
Purchases of investment property	(49,087)	(25,531)	-	(6,836)
Purchases of property and equipment	(11,929)	(13,662)	(11,522)	(13,573)
Purchases of intangible assets	(7,811)	(24,344)	(7,811)	(24,344)
Proceeds from disposal of property and equipment	33	45	15	30
Purchase of right-of-use assets	-	(9,503)	-	(8,275)
Dividend from financial investments at fair value through profit or loss	1,507	3,295	1,507	3,295
Net cash used in investing activities		(3,897,581)	(1,946,140)	(3,877,584)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issue of shares to members	12,825	9,973	12,825	9,973
Dividend paid	(429,476)	(373,230)	(429,476)	(373,230)
Fund received from government	55,779	105,000	55,779	105,000
Proceeds from debt securities issued	1,500,000	1,300,000	1,500,000	1,300,000
Payment of profit expenses on debt securities issued	(914,682)	(355,768)	(914,682)	(355,768)
Repayment of lease liabilities	(12,980)	(9,098)	(12,531)	(12,318)
Repayment of cashline facility	(702,344)	(803,393)	(702,344)	(803,393)
Receipt of cashline facility	-	400,000	-	400,000
Net cash (used in)/generated from financing activities	(490,878)	273,484	(490,429)	270,264
Net increase/(decrease) in cash and cash equivalents	51,267	98	49,792	(262)
Cash and cash equivalents at beginning of period	835,189	881,621	834,987	881,165
Cash and cash equivalents at end of period	886,456	881,719	884,779	880,903

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 2021

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

Basis of Preparation

The unaudited interim financial statements for the second quarter and six months ended 30 June 2022 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 2021. 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 2021.

Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 31 December 2021 was not qualified.

Comments on Seasonal or Cyclical Factors

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical factors in the second quarter and six months ended 30 June 2022.

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 second quarter and six months ended 30 June 2022.

Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the second quarter and six months ended 30 June 2022.

Debt and Equity Securities

On 12 May 2022, the Bank issued the fifth and sixth tranches of RM700 million and RM800 million, respectively. The fifth tranche bears a profit distribution rate at 4.38% maturing on 12 May 2027. The sixth tranche bears a profit distribution rate at 4.77% maturing on 11 May 2029. The profit is payable semi-annually each year commencing 14 November 2022.

Dividends Paid and Distributed

During the six months ended 30 June 2022, final dividend for the year ended 31 December 2021 was paid amounting to RM 429,476,370 comprising of 15% cash dividend.

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 financial years beginning between 1 January 2020 to 31 December 2022 and in respect of financing for which the contractual cash flows are modified, including payments deferred under moratoriums provided by DFIs during these 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:

	Group		Bank	
	2022	2021	2022	2021
As at 30 June	RM'000	RM'000	RM'000	RM'000
Financing and Advances				
Closing balance under MFRS	78,846,506	77,336,221	79,129,343	77,569,971
Modification loss	768,798	554,448	768,798	554,448
Loss of income due to changes in effective rate	(254,646)	(103,737)	(254,646)	(103,737)
Closing balance under modified accounting treatment	79,360,658	77,786,932	79,643,495	78,020,682

	Group		Bank	
	2022	2021	2022	2021
The Second Quarter Ended 30 June	RM'000	RM'000	RM'000	RM'000
Income				
Closing balance under MFRS	2,244,926	2,081,609	2,249,484	2,085,831
Modification loss	5,762	205,018	5,762	205,018
Loss of income due to changes in effective rate	(78,113)	(41,797)	(78,113)	(41,797)
Closing balance under modified accounting treatment	2,172,575	2,244,830	2,177,133	2,249,052

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

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Debt instruments at fair value through profit or loss:		
Government investment issues	615,557	695,939
Islamic redeemable convertible preference shares	213,200	213,200
	828,757	909,139
Equity securities at fair value through profit or loss:		
Quoted shares	51,856	66,893
	51,856	66,893
Total financial investments at fair value through profit or loss	880,613	976,032

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

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
Debt instruments at fair value through other comprehensive income:				
Islamic debt securities	4,793,457	5,036,372	4,793,457	5,036,372
Government investment issues	5,854,662	5,550,252	5,854,662	5,550,252
Government sukuk	7,948,907	8,709,494	7,948,907	8,709,494
Khazanah sukuk	77,966	156,319	77,966	156,319
Cagamas sukuk	994,742	1,256,502	994,742	1,256,502
	19,669,734	20,708,939	19,669,734	20,708,939
Equity securities at fair value through other comprehensive income:				
Unquoted shares	79,773	72,779	79,765	72,771
	79,773	72,779	79,765	72,771
Total financial investments at fair value through other comprehensive income	19,749,507	20,781,718	19,749,499	20,781,710

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 2021	174
Changes in credit risk	(45)
At 31 December 2021/1 January 2022	129
Changes in credit risk	(16)
At 30 June 2022	113

NOTE 3: FINANCIAL INVESTMENTS AT AMORTISED COST

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
At amortised cost		
Islamic debt securities	969,118	471,788
Government investment issues	8,631,858	6,925,903
Government sukuk	3,388,040	3,170,872
Khazanah sukuk	62,039	100,040
Cagamas sukuk	75,917	76,349
Negotiable Islamic debt certificates	199,863	99,940
	13,326,835	10,844,892
Less: Allowance for ECL		
Negotiable Islamic debt certificates	-	(12)
Islamic debt securities	(10,641)	(18,030)
Total financial investments at amortised cost	13,316,194	10,826,850

Movement of allowance for ECL by stage is as follows:

	12-month ECL Stage 1 RM'000	Lifetime ECL Credit Impaired Stage 3 RM'000	Total RM'000
Group and Bank			
At 1 January 2021	39	18,651	18,690
Changes in credit risk	(7)	(641)	(648)
At 31 December 2021/1 January 2022	32	18,010	18,042
Changes in credit risk	3	(7,404)	(7,401)
At 30 June 2022	35	10,606	10,641

Included in financial investments at amortised cost are government sukuk that are used for the underlying assets of Unrestricted Investment Accounts. The details are as follows:

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Government sukuk		
Unrestricted Investment Accounts	169	-

NOTE 4: FINANCING AND ADVANCES

(i) By type of financing

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
At amortised cost				
Term financing				
- Personal financing	59,013,143	59,910,443	59,013,143	59,910,443
- House financing	8,843,649	8,389,280	9,126,486	8,623,030
- Hire-purchase receivables	2,012,537	1,922,355	2,012,537	1,922,355
- Syndicated financing	354,913	346,196	354,913	346,196
- Bridging financing	269,450	257,291	269,450	257,291
- Other term financing	5,476,780	5,402,134	5,476,780	5,402,134
Pawn broking	1,975,854	2,015,803	1,975,854	2,015,803
Cashline	278,180	224,006	278,180	224,006
Revolving credit	273,983	304,539	273,983	304,539
Credit card	365,957	356,279	365,957	356,279
Staff financing	496,212	487,138	496,212	487,138
Gross financing and advances, net of unearned income	79,360,658	79,615,464	79,643,495	79,849,214
Allowance for ECL on financing and advances:				
Stage 1 - 12 months ECL	(1,016,493)	(934,553)	(1,030,069)	(948,159)
Stage 2 - lifetime ECL not credit impaired	(711,876)	(609,842)	(711,876)	(609,842)
Stage 3 - lifetime ECL credit impaired	(879,729)	(774,632)	(879,729)	(774,632)
Net financing and advances	76,752,560	77,296,437	77,021,821	77,516,581

Included in financing and advances are personal financing that are used for the underlying assets of Unrestricted Investment Accounts. The details are as follows:

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Personal financing		
Unrestricted Investment Accounts	395	-

NOTE 4: FINANCING AND ADVANCES (CONTINUED)

(ii) By type of customer

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
Individuals	73,759,256	74,104,154	73,759,256	74,104,154
Business enterprises	3,171,850	3,041,960	3,454,687	3,275,710
Non-bank financial institutions				
- Co-operatives	2,178,258	2,214,452	2,178,258	2,214,452
Foreign entities	1,453	1,566	1,453	1,566
Other entities	249,841	253,332	249,841	253,332
	79,360,658	79,615,464	79,643,495	79,849,214

(iii) By economic sector

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
		Restated		Restated
Purchase of securities	13,526	13,370	13,526	13,370
Purchase of non-residential property	111,407	110,945	111,407	110,945
Consumption credit	73,635,775	73,981,405	73,635,775	73,981,405
Agriculture	79,484	79,408	79,484	79,408
Mining and quarrying	6,499	3,225	6,499	3,225
Manufacturing	103,735	69,211	103,735	69,211
Electricity, gas and water	49,263	47,628	49,263	47,628
Construction	694,128	654,022	694,128	654,022
Wholesale and retail trade	617,493	544,081	617,493	544,081
Transportation and communication	742,177	736,135	742,177	736,135
Financial, takaful and business services	2,790,765	2,874,224	3,073,602	3,107,974
Community, social and personal services	516,406	501,810	516,406	501,810
	79,360,658	79,615,464	79,643,495	79,849,214

NOTE 4: FINANCING AND ADVANCES (CONTINUED)**(iv) Impaired financing and advances by economic sector**

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000 Restated
Purchase of securities	86	465
Purchase of non-residential property	2,399	2,245
Consumption credit	788,367	626,372
Agriculture	2,393	2,397
Mining and quarrying	1,282	-
Manufacturing	2,678	2,011
Electricity, gas and water	424	-
Construction	185,683	184,089
Wholesale and retail trade	39,197	8,060
Transportation and communication	112,907	119,438
Financial, takaful and business services	423,296	407,789
Community, social and personal services	40,076	634
	1,598,788	1,353,500

(v) Movement in impaired financing and advances

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
At 1 January	1,353,500	1,518,204
Classified as impaired during the period	1,098,994	2,005,755
Amount written back in respect of recoveries	(776,408)	(1,685,467)
Amount written off during the period	(77,298)	(484,992)
	245,288	(164,704)
Closing balance	1,598,788	1,353,500
Gross impaired financing and advances as a percentage of gross financing and advances	2.01%	1.70%

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				
At 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)	398,873	(336,297)	(62,576)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(30,758)	113,902	(83,144)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(2,623)	(35,976)	38,599	-
New financial assets originated	108,643	14,599	16,998	140,240
Changes in credit risk	99,925	174,923	405,806	680,654
Financial assets derecognised	(27,589)	(30,563)	(31,408)	(89,560)
Amount written off	-	-	(484,992)	(484,992)
At 31 December 2021	934,553	609,842	774,632	2,319,027
At 1 January 2022	934,553	609,842	774,632	2,319,027
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	87,004	(66,237)	(20,767)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(17,651)	55,911	(38,260)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(4,012)	(39,942)	43,954	-
New financial assets originated	66,153	1,705	41,221	109,079
Changes in credit risk	(20,517)	173,455	177,360	330,298
Financial assets derecognised	(29,037)	(22,858)	(21,113)	(73,008)
Amount written off	-	-	(77,298)	(77,298)
At 30 June 2022	1,016,493	711,876	879,729	2,608,098

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				
At 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)	398,873	(336,297)	(62,576)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(30,758)	113,902	(83,144)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(2,623)	(35,976)	38,599	-
New financial assets originated	108,643	14,599	16,998	140,240
Changes in credit risk	100,648	174,923	405,806	681,377
Financial assets derecognised	(27,589)	(30,563)	(31,408)	(89,560)
Amount written off	-	-	(484,992)	(484,992)
At 31 December 2021	948,159	609,842	774,632	2,332,633
At 1 January 2022	948,159	609,842	774,632	2,332,633
Changes due to financing and advances movements:				
- Transfer to 12-month ECL (Stage 1)	87,004	(66,237)	(20,767)	-
- Transfer to lifetime ECL not credit impaired (Stage 2)	(17,651)	55,911	(38,260)	-
- Transfer to lifetime ECL credit impaired (Stage 3)	(4,012)	(39,942)	43,954	-
New financial assets originated	66,153	1,705	41,221	109,079
Changes in credit risk	(20,547)	173,455	177,360	330,268
Financial assets derecognised	(29,037)	(22,858)	(21,113)	(73,008)
Amount written off	-	-	(77,298)	(77,298)
At 30 June 2022	1,030,069	711,876	879,729	2,621,674

NOTE 5: OTHER ASSETS

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
Amount due from subsidiaries	-	-	14,022	12,524
Other receivables	585,519	351,626	584,982	350,797
Allowance for ECL	(9,552)	(11,096)	(9,023)	(10,567)
Refundable deposits	44,672	45,989	10,552	10,479
Prepayments	36,214	33,650	35,812	33,318
Contribution to Central Liquidity Monetary Fund	200,000	200,000	200,000	200,000
	856,853	620,169	836,345	596,551

NOTE 6: DEPOSITS FROM CUSTOMERS

(i) By type of deposit

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Savings deposits		
Qard	9,893,847	9,231,952
Term deposits		
Tawarruq	75,464,528	74,016,432
Negotiable Islamic debt certificate	2,925,500	3,275,500
	88,283,875	86,523,884

(ii) By type of customer

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Government	39,356,552	43,517,087
Business enterprises	24,459,917	19,314,090
Co-operatives	2,826,627	2,439,694
Individuals	19,528,426	19,597,897
Others	2,112,353	1,655,116
	88,283,875	86,523,884

NOTE 7: INVESTMENT ACCOUNTS OF CUSTOMERS

(i) By type of deposit

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Unrestricted investment accounts		
Without maturity		
Mudharabah	564	-
Investment portfolio:		
Personal financing	395	-
Government sukuk	169	-
	564	-

(ii) By type of customer

	Group and Bank	
	30 June 2022 RM'000	31 December 2021 RM'000
Individuals	564	-

NOTE 8: OTHER LIABILITIES

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
Amount due to subsidiaries	-	-	181,343	177,889
Sundry creditors	173,182	169,554	176,828	176,286
Income payable	417,943	431,786	417,943	431,786
Other liabilities and accruals	385,439	654,131	374,143	646,389
Lease liabilities	43,134	51,236	55,853	63,705
Allowances for ECL on financial guarantee	3,388	4,213	3,388	4,213
Government fund	326,065	333,732	326,065	333,732
Zakat payable	57,670	52,370	55,387	50,260
	1,406,821	1,697,022	1,590,950	1,884,260

NOTE 9: RESERVES

	Group		Bank	
	30 June 2022 RM'000	31 December 2021 RM'000	30 June 2022 RM'000	31 December 2021 RM'000
Retained profits	11,310,209	10,809,378	10,861,662	10,373,508
Statutory reserve	7,306,693	7,306,693	7,306,693	7,306,693
Capital reserve	14,617	14,617	15,358	15,358
ECL reserve	113	129	113	129
Fair value reserve	(342,777)	202,791	(342,777)	202,791
Regulatory reserve	329,672	329,672	329,672	329,672
	18,618,527	18,663,280	18,170,721	18,228,151

NOTE 10: INCOME

Group	2nd Quarter Ended		Six Months Ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Income derived from investment of depositors' fund (i)	1,087,539	1,090,324	2,156,691	2,203,735
Income derived from investment of shareholders' fund (ii)	321,348	323,733	644,503	646,195
Income derived from investment account fund (iii)	2	-	2	-
Income generated by subsidiaries (iv)	15,943	8,418	47,971	14,005
	1,424,832	1,422,475	2,849,167	2,863,935

Bank	2nd Quarter Ended		Six Months Ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Income derived from investment of depositors' fund (i)	1,089,630	1,092,316	2,160,200	2,206,999
Income derived from investment of shareholders' fund (ii)	321,968	324,323	645,552	647,153
Income derived from investment account fund (iii)	2	-	2	-
	1,411,600	1,416,639	2,805,754	2,854,152

NOTE 10: INCOME (CONTINUED)**(i) Income derived from investment of depositors' fund**

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	840,611	852,937	1,672,705	1,735,836
Income from deposits and placements with bank and financial institutions	3,236	1,439	7,859	3,056
Income from financial investments	243,692	235,948	476,127	464,843
	1,087,539	1,090,324	2,156,691	2,203,735

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	842,702	854,930	1,676,214	1,739,100
Income from deposits and placements with bank and financial institutions	3,236	1,439	7,859	3,056
Income from financial investments	243,692	235,947	476,127	464,843
	1,089,630	1,092,316	2,160,200	2,206,999

(ii) Income derived from investment of shareholders' fund

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	248,366	253,292	499,869	508,994
Income from deposits and placements with bank and financial institutions	951	428	2,349	896
Income from financial investments	72,031	70,013	142,285	136,305
	321,348	323,733	644,503	646,195

NOTE 10: INCOME (CONTINUED)**(ii) Income derived from investment of shareholders' fund (continued)**

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	248,986	253,882	500,918	509,952
Income from deposits and placements with bank and financial institutions	951	428	2,349	896
Income from financial investments	72,031	70,013	142,285	136,305
	321,968	324,323	645,552	647,153

(iii) Income derived from investment account fund

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income from financing and advances	1	-	1	-
Income from financial investments	1	-	1	-
	2	-	2	-

(iv) Income generated by subsidiaries

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Pawning income	13,544	5,651	43,277	8,697
Rental income	201	197	418	395
Management fee	2,198	2,570	4,276	4,913
	15,943	8,418	47,971	14,005

NOTE 11: EXPENDITURE

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	503,012	493,845	996,504	987,352
Profit expense on financing sold with recourse to Cagamas	3,902	4,175	7,874	8,418
Profit expense on debt securities issued	37,932	34,958	70,043	62,682
Profit expense on cashline facility	-	1,074	1,927	2,523
Cost of sales	14,295	6,284	40,985	9,288
	559,141	540,336	1,117,333	1,070,263

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income attributable to depositors (i)	503,896	494,565	998,214	989,184
Profit expense on financing sold with recourse to Cagamas	3,902	4,175	7,874	8,418
Profit expense on debt securities issued	37,932	34,958	70,043	62,682
Profit expense on cashline facility	-	1,074	1,927	2,523
	545,730	534,772	1,078,058	1,062,807

NOTE 11: EXPENDITURE (CONTINUED)**(i) Income attributable to depositors**

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	499,300	486,462	989,340	972,115
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	3,712	7,383	7,164	15,237
	503,012	493,845	996,504	987,352

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
Non-Mudarabah	500,184	487,182	991,050	973,947
Deposits and placements from banks and other financial institutions				
Non-Mudarabah	3,712	7,383	7,164	15,237
	503,896	494,565	998,214	989,184

NOTE 12: ALLOWANCE FOR IMPAIRMENT

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances (i)	185,414	224,841	365,544	422,571
Allowance for impairment on financial investments (ii)	(7,413)	(382)	(7,417)	(345)
	178,001	224,459	358,127	422,226

NOTE 12: ALLOWANCE FOR IMPAIRMENT (CONTINUED)

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment on financing and advances (i)	185,381	224,814	365,514	425,376
Allowance for impairment on financial investments (ii)	(7,413)	(382)	(7,417)	(345)
	177,968	224,432	358,097	425,031

(i) Allowance for impairment on financing and advances

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Stage 1 - 12 months ECL	108,357	45,740	81,115	265,468
Stage 2 - lifetime ECL not credit impaired	(21,042)	5,861	102,034	(163,012)
Stage 3 - lifetime ECL credit impaired	98,099	173,240	182,395	320,115
	185,414	224,841	365,544	422,571

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Stage 1 - 12 months ECL	108,324	45,713	81,085	268,273
Stage 2 - lifetime ECL not credit impaired	(21,042)	5,861	102,034	(163,012)
Stage 3 - lifetime ECL credit impaired	98,099	173,240	182,395	320,115
	185,381	224,814	365,514	425,376

(ii) Allowance for impairment on financial investments

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Financial investments at fair value through other comprehensive income	(12)	(53)	(16)	(19)
Financial investments at amortised cost	(7,401)	(329)	(7,401)	(326)
	(7,413)	(382)	(7,417)	(345)

NOTE 13: OTHER OPERATING INCOME

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	29,078	27,877	51,556	51,292
Other income (ii)	68,243	76,148	135,857	110,531
	97,321	104,025	187,413	161,823

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Fees and commission (i)	29,078	27,877	51,556	51,292
Other income (ii)	53,148	75,973	120,643	104,737
	82,226	103,850	172,199	156,029

(i) Fees and commission

Group and Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Takaful commission	15,331	16,418	28,473	30,196
ATM service fees	1	3	2	5
Wasiat commission	1,875	2,308	4,204	4,647
Other commission	6,500	4,757	9,497	10,705
Processing fees	24	-	25	1
MEPS fees	4,153	2,948	7,193	3,571
Other fees	1,194	1,443	2,162	2,167
	29,078	27,877	51,556	51,292

NOTE 13: OTHER OPERATING INCOME (CONTINUED)

(ii) Other income

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	1,424	2,979	1,507	3,295
Net (loss)/gain on disposal of financial investments at fair value through profit or loss	(317)	516	(114)	1,474
Net loss on revaluation of financial investments at fair value through profit or loss	(17,935)	(3,055)	(28,334)	(29,348)
Net gain on disposal of financial investments at fair value through other comprehensive income	1,349	-	1,349	2,304
Others				
Rental income	4,658	4,268	10,119	9,473
Compensation for late payment	679	1,655	2,350	3,356
Charges from credit card services	1,378	1,172	2,632	2,857
Other service charges	3,594	3,191	7,093	6,403
Recoveries from financing written off	48,133	56,275	91,077	88,461
Writeback for impairment on trade receivables	41	-	100	-
Gain on revaluation of investment properties	15,068	-	15,068	5,616
Gain on disposal of property and equipment	4	8	17	12
Other income	10,167	9,139	32,993	16,628
	68,243	76,148	135,857	110,531

NOTE 13: OTHER OPERATING INCOME (CONTINUED)**(ii) Other income (continued)**

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Other income from financial instruments				
Dividend from financial investments at fair value through profit or loss	1,424	2,979	1,507	3,295
Net (loss)/gain on disposal of financial investments at fair value through profit or loss	(317)	516	(114)	1,474
Net loss on revaluation of financial investments at fair value through profit or loss	(17,935)	(3,055)	(28,334)	(29,348)
Net gain on disposal of financial investments at fair value through other comprehensive income	1,349	-	1,349	2,304
Others				
Rental income	4,675	4,273	10,132	9,485
Compensation for late payment	679	1,655	2,350	3,356
Charges from credit card services	1,378	1,172	2,632	2,857
Other service charges	3,594	3,191	7,093	6,403
Recoveries from financing written off	48,133	56,275	91,077	88,461
Other income	10,168	8,967	32,951	16,450
	53,148	75,973	120,643	104,737

NOTE 14: OPERATING EXPENSES

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	202,464	231,898	445,776	452,796
Other overheads and expenditure (ii)	112,053	140,607	233,012	279,999
	314,517	372,505	678,788	732,795

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Personnel expenses (i)	200,941	230,761	442,824	450,605
Other overheads and expenditure (ii)	115,093	142,064	236,315	283,199
	316,034	372,825	679,139	733,804

(i) Personnel expenses

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	123,333	119,746	243,424	227,187
Allowances and bonuses	19,108	64,596	91,392	110,611
Defined contribution plan - EPF	41,218	34,947	77,060	66,589
Social security contributions - SOCSO	1,342	1,287	2,682	2,566
Other staff related costs	17,463	11,322	31,218	45,843
	202,464	231,898	445,776	452,796

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Salaries and wages	122,454	119,015	241,718	225,836
Allowances and bonuses	18,730	64,271	90,648	109,966
Defined contribution plan - EPF	41,134	34,906	76,801	66,497
Social security contributions - SOCSO	1,334	1,282	2,667	2,556
Other staff related costs	17,289	11,287	30,990	45,750
	200,941	230,761	442,824	450,605

NOTE 14: OPERATING EXPENSES (CONTINUED)**(ii) Other overheads and expenditure**

Group	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Establishment				
Rental	-	(408)	1,858	(691)
Depreciation of property and equipment	7,588	8,825	15,428	18,365
Depreciation of right-of-use assets	2,843	4,173	8,901	8,444
Amortisation of prepaid lease payment	398	398	795	795
Amortisation of intangible assets	13,685	12,295	27,711	24,511
Finance cost on lease liabilities	612	547	1,097	1,124
Repair and maintenance	9,529	32,386	22,356	60,217
Takaful	408	1,985	5,263	6,676
	35,063	60,201	83,409	119,441
Promotion				
Advertisement and publicity	3,962	2,183	6,175	3,978
	3,962	2,183	6,175	3,978
General expenses				
Legal and professional fees	3,889	2,865	7,371	4,111
Auditors' remuneration	208	504	1,131	1,009
Communication expenses	5,664	9,751	16,816	13,719
Utilities expenses	(665)	7,564	6,097	3,389
Printing and stationery	3,575	3,144	6,125	6,092
Postage and courier	2,902	2,702	4,514	3,853
Security expenses	10,288	5,437	16,020	8,925
Service charges	10,532	10,099	20,768	20,688
Loss on financing written off	1,479	2,287	3,288	4,020
Property and equipment written off	1	96	6	129
Commission expenses	19,023	17,684	32,530	31,601
Travelling and transportation	3,415	1,934	6,262	1,829
Others	12,717	14,156	22,500	57,215
	73,028	78,223	143,428	156,580
	112,053	140,607	233,012	279,999

NOTE 14: OPERATING EXPENSES (CONTINUED)**(ii) Other overheads and expenditure (continued)**

Bank	2nd Quarter Ended		Six Months Ended	
	30 June	30 June	30 June	30 June
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Establishment				
Rental	-	(398)	1,855	(671)
Depreciation of property and equipment	7,518	8,580	15,300	17,867
Depreciation of right-of-use assets	5,334	5,526	11,267	11,152
Amortisation of prepaid lease payment	398	397	795	795
Amortisation of intangible assets	13,685	12,295	27,711	24,511
Finance cost on lease liabilities	774	708	1,241	1,451
Repair and maintenance	9,514	32,365	22,317	60,164
Takaful	393	1,984	5,248	6,672
	37,616	61,457	85,734	121,941
Promotion				
Advertisement and publicity	3,960	2,183	6,165	3,976
	3,960	2,183	6,165	3,976
General expenses				
Legal and professional fees	3,872	2,848	7,337	4,070
Auditors' remuneration	139	438	991	875
Communication expenses	5,651	9,737	16,792	13,691
Utilities expenses	(676)	7,555	6,078	3,369
Printing and stationery	3,546	3,116	6,078	6,043
Postage and courier	2,888	2,688	4,488	3,832
Security expenses	10,288	5,437	16,020	8,925
Service charges	11,359	10,407	22,478	21,469
Loss on financing written off	1,479	2,287	3,288	4,020
Property and equipment written off	1	96	6	129
Commission expenses	19,023	17,684	32,530	31,601
Travelling and transportation	3,409	1,930	6,252	1,820
Others	12,538	14,201	22,078	57,438
	73,517	78,424	144,416	157,282
	115,093	142,064	236,315	283,199

NOTE 15: 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	
	30 June 2022 RM'000	31 December 2021 RM'000
Contingent liabilities		
Bank guarantee given in respect of banking facilities granted to customers	130,667	130,900
Claims for damages from litigation taken against the Bank	111,573	140,403
Commitments		
Undrawn financing	2,234,483	2,271,831
	2,476,723	2,543,134

NOTE 16: 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	
	30 June 2022	31 December 2021
Before proposed dividend		
Core capital ratio	23.367%	23.868%
Risk-weighted capital adequacy ratio	25.988%	26.277%
After proposed dividend		
Core capital ratio	23.367%	23.349%
Risk-weighted capital adequacy ratio	25.988%	25.757%

NOTE 16: 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	
	30 June 2022 RM'000	31 December 2021 RM'000
Tier I capital		
Paid-up share capital	2,986,030	2,986,030
Retained profits	9,944,659	10,373,508
Other reserves	7,322,051	7,322,051
Total Tier I capital (core)	20,252,740	20,681,589
Tier II capital		
Subordinated sukuk	300,000	300,000
Collective impairment *	1,741,945	1,558,001
Regulatory reserve	329,672	329,672
Total Tier II capital	2,371,617	2,187,673
Total capital	22,624,357	22,869,262
Less: Investment in subsidiaries	(100,744)	(100,744)
Total capital base	22,523,613	22,768,518

* 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	
	30 June 2022 RM'000	31 December 2021 RM'000
Total assets assigned 20% risk-weighted	415,087	421,050
Total assets assigned 50% risk-weighted	2,570,204	2,596,734
Total assets assigned 100% risk-weighted	82,703,547	82,638,060
Off-Balance Sheet claims assigned 100% risk-weighted	981,737	993,140
	86,670,575	86,648,984