

Bank Islam Malaysia Berhad (98127-X)

(Incorporated in Malaysia)
and its subsidiaries

Condensed Interim Financial Statement Unaudited Balance Sheets as at 30 June 2010

| | Note | Group | | Bank | |
|--|----------|---------------------------|---------------------------|---------------------------|---------------------------|
| | | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| ASSETS | | | | | |
| Cash and short term funds | 8 | 5,962,825 | 8,445,587 | 5,948,280 | 8,430,872 |
| Deposits and placements with banks and other financial institutions | 9 | 27 | - | 27 | - |
| Securities: | | | | | |
| <i>Held-for-trading</i> | 10 (i) | 1,562,294 | 287,675 | 1,562,294 | 287,628 |
| <i>Held-to-maturity</i> | 10 (ii) | 154,481 | 162,763 | 154,481 | 162,763 |
| <i>Available-for-sale</i> | 10 (iii) | 10,943,646 | 8,465,430 | 10,943,646 | 8,465,430 |
| Financing, advances and others | 11 | 11,289,732 | 9,661,864 | 11,283,996 | 9,661,864 |
| Other assets | | 134,969 | 105,920 | 129,290 | 102,987 |
| Statutory deposit with Bank Negara Malaysia | | 20,000 | 139,729 | 20,000 | 139,729 |
| Investments in subsidiary companies | | - | - | 27,127 | 20,127 |
| Investment in associated company | | 23,625 | - | 23,625 | - |
| Current tax assets | | 15,364 | 15,733 | 14,258 | 14,258 |
| Deferred tax assets | | 59,609 | 61,660 | 59,583 | 61,660 |
| Property and equipment | | 154,387 | 127,710 | 153,200 | 126,450 |
| Prepaid lease payments | | 14,262 | 14,436 | 14,262 | 14,436 |
| Total Assets | | 30,335,221 | 27,488,507 | 30,334,069 | 27,488,204 |
| LIABILITIES AND EQUITY | | | | | |
| Deposits from customers | 13 | 26,686,739 | 25,204,631 | 26,703,903 | 25,211,516 |
| Deposits and placements of banks and other financial institutions | 14 | 374,750 | 8,078 | 374,750 | 8,078 |
| Bills and acceptance payable | | 295,841 | 283,212 | 297,576 | 289,469 |
| Other liabilities | | 541,793 | 330,958 | 539,606 | 329,529 |
| Zakat and taxation | | 72,642 | 30,446 | 71,367 | 30,059 |
| Subordinated financing | | - | 100,000 | - | 100,000 |
| Long term borrowing | | 5,000 | - | - | - |
| Total Liabilities | | 27,976,765 | 25,957,325 | 27,987,202 | 25,968,651 |
| Equity | | | | | |
| Share capital | | 2,265,490 | 1,725,490 | 2,265,490 | 1,725,490 |
| Reserves | | 92,436 | (194,308) | 81,377 | (205,937) |
| | | 2,357,926 | 1,531,182 | 2,346,867 | 1,519,553 |
| Minority interests | | 530 | - | - | - |
| Total Equity | | 2,358,456 | 1,531,182 | 2,346,867 | 1,519,553 |
| Total Liabilities and Equity | | 30,335,221 | 27,488,507 | 30,334,069 | 27,488,204 |
| Off-Balance Sheet Exposures | 20 (iv) | 9,429,834 | 7,693,378 | 9,429,834 | 7,693,378 |
| CAPITAL ADEQUACY | | | | | |
| | 20 (i) | | | | |
| Core capital ratio | | 15.64% | 12.25% | 15.60% | 12.16% |
| Risk-weighted capital ratio | | 16.87% | 13.87% | 16.65% | 13.61% |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

Bank Islam Malaysia Berhad (98127-X)(Incorporated in Malaysia)
and its subsidiaries**Condensed Interim Financial Statement
Unaudited Income Statements
For the Twelve Months Ended 30 June 2010**

| <u>Group</u> | Note | 3 months ended | | 12 months ended | |
|---|------|---------------------------|---------------------------|---------------------------|---------------------------|
| | | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Income derived from investment of depositors' funds | 15 | 301,876 | 275,416 | 1,141,034 | 1,022,420 |
| Income derived from investment of shareholders' funds | 16 | 55,765 | 54,568 | 224,913 | 252,277 |
| Allowance for losses on financing | 17 | (24,421) | (32,169) | (124,718) | (123,291) |
| Impairment loss | | - | (4,563) | (234) | (4,663) |
| Profit equalisation reserve | | - | (2,278) | 8,308 | 2,716 |
| Direct expenses | | (5,134) | (4,824) | (18,001) | (16,563) |
| Total distributable income | | 328,086 | 286,150 | 1,231,302 | 1,132,896 |
| Income attributable to depositors | 18 | (103,344) | (103,376) | (371,866) | (431,241) |
| Total net income | | 224,742 | 182,774 | 859,436 | 701,655 |
| Other operating expenses | | (148,117) | (117,441) | (545,804) | (463,034) |
| Finance cost | | - | (498) | - | (2,755) |
| Profit before zakat and tax | | 76,625 | 64,835 | 313,632 | 235,866 |
| Zakat | | (2,584) | (1,869) | (10,495) | (6,369) |
| Tax expense | | (27,374) | (37,377) | (89,857) | (67,621) |
| Profit after zakat and taxation | | 46,667 | 25,589 | 213,280 | 161,876 |
| Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) dividends | | (19,115) | - | (19,115) | - |
| Profit for the period | | 27,552 | 25,589 | 194,165 | 161,876 |
| Attributable to: | | | | | |
| Equity holders of the Bank | | 27,548 | 25,589 | 194,161 | 161,876 |
| Minority interest | | 4 | - | 4 | - |
| Profit for the period | | 27,552 | 25,589 | 194,165 | 161,876 |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

Bank Islam Malaysia Berhad (98127-X)(Incorporated in Malaysia)
and its subsidiaries**Condensed Interim Financial Statement
Unaudited Income Statements
For the Twelve Months Ended 30 June 2010**

| | <u>Bank</u> | 3 months ended | | 12 months ended | |
|---|-------------|-----------------|-----------------|------------------|------------------|
| | | 30 June 2010 | 30 June 2009 | 30 June 2010 | 30 June 2009 |
| | Note | RM'000 | RM'000 | RM'000 | RM'000 |
| Income derived from investment of depositors' funds | 15 | 301,888 | 275,386 | 1,140,781 | 1,022,362 |
| Income derived from investment of shareholders' funds | 16 | 52,874 | 54,315 | 217,832 | 244,725 |
| Allowance for losses on financing | 17 | (24,421) | (32,169) | (124,718) | (123,291) |
| Impairment loss | | - | (5,383) | (234) | (5,483) |
| Profit equalisation reserve | | - | (2,278) | 8,308 | 2,716 |
| Direct expenses | | (5,134) | (4,824) | (18,001) | (16,563) |
| Total distributable income | | 325,207 | 285,047 | 1,223,968 | 1,124,466 |
| Income attributable to depositors | 18 | (103,392) | (103,408) | (372,019) | (431,486) |
| Total net income | | 221,815 | 181,639 | 851,949 | 692,980 |
| Other operating expenses | | (146,331) | (115,785) | (538,914) | (457,129) |
| Finance cost | | - | (498) | - | (2,755) |
| Profit before zakat and tax | | 75,484 | 65,356 | 313,035 | 233,096 |
| Zakat | | (2,226) | (1,500) | (9,993) | (6,000) |
| Tax expense | | (27,071) | (37,461) | (89,192) | (66,489) |
| Profit after zakat and taxation | | 46,187 | 26,395 | 213,850 | 160,607 |
| Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) dividends | | (19,115) | - | (19,115) | - |
| Profit for the period | | 27,072 | 26,395 | 194,735 | 160,607 |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

Bank Islam Malaysia Berhad (98127-X)

(Incorporated in Malaysia)
and its subsidiaries

Condensed Interim Financial Statement Unaudited Consolidated Statement of Changes in Equity For the Twelve Months Ended 30 June 2010

| Group | Attributable to shareholders of the Bank | | | | | | Total | Minority interest | Total equity |
|---|--|-------------------------|-----------------------------|------------------------------|-------------------------------|------------------------------|------------------|-------------------|------------------|
| | Non-Distributable | | | | | | | | |
| | Share capital RM'000 | Share premium RM'000 | Statutory reserve RM'000 | Fair value reserve RM'000 | Translation reserve RM'000 | Accumulated losses RM'000 | RM'000 | | |
| At 1 July 2008 | 1,725,490 | 500,020 | 508,821 | (82,610) | 58,483 | (1,390,935) | 1,319,269 | - | 1,319,269 |
| Foreign exchange translation differences | - | - | - | - | (23,030) | - | (23,030) | - | (23,030) |
| Unrealised net gain on revaluation of securities available-for-sale | - | - | - | 73,067 | - | - | 73,067 | - | 73,067 |
| Net gain/(loss) recognised directly in equity | - | - | - | 73,067 | (23,030) | - | 50,037 | - | 50,037 |
| Profit for the year | - | - | - | - | - | 161,876 | 161,876 | - | 161,876 |
| Total recognised income and expense for the year | - | - | - | 73,067 | (23,030) | 161,876 | 211,913 | - | 211,913 |
| Transfer to statutory reserve | - | - | 80,303 | - | - | (80,303) | - | - | - |
| At 30 June 2009 | 1,725,490 | 500,020 | 589,124 | (9,543) | 35,453 | (1,309,362) | 1,531,182 | - | 1,531,182 |
| At 1 July 2009 | 1,725,490 | 500,020 | 589,124 | (9,543) | 35,453 | (1,309,362) | 1,531,182 | - | 1,531,182 |
| Foreign exchange translation differences | - | - | - | - | 27,090 | - | 27,090 | - | 27,090 |
| Unrealised net gain on revaluation of securities available-for-sale | - | - | - | 65,493 | - | - | 65,493 | - | 65,493 |
| Net gain recognised directly in equity | - | - | - | 65,493 | 27,090 | - | 92,583 | - | 92,583 |
| Profit for the period | - | - | - | - | - | 194,161 | 194,161 | 4 | 194,165 |
| Total recognised income for the period | - | - | - | 65,493 | 27,090 | 194,161 | 286,744 | 4 | 286,748 |
| Transfer to statutory reserve | - | - | 97,368 | - | - | (97,368) | - | - | - |
| Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) issued | 540,000 | - | - | - | - | - | 540,000 | - | 540,000 |
| Minority interests' subscription of shares of a subsidiary | - | - | - | - | - | - | - | 526 | 526 |
| At 30 June 2010 | 2,265,490 | 500,020 | 686,492 | 55,950 | 62,543 | (1,212,569) | 2,357,926 | 530 | 2,358,456 |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

Bank Islam Malaysia Berhad (98127-X)

(Incorporated in Malaysia)

and its subsidiaries

Condensed Interim Financial Statement Unaudited Statement of Changes in Equity For the Twelve Months Ended 30 June 2010

Bank

| | Share capital | | Non-Distributable | | | Accumulated losses | Total equity |
|---|------------------|----------------|-----------------------------|------------------------------|-------------------------------|--------------------|------------------|
| | RM'000 | RM'000 | Statutory reserve RM'000 | Fair value reserve RM'000 | Translation reserve RM'000 | RM'000 | RM'000 |
| At 1 July 2008 | 1,725,490 | 500,020 | 508,821 | (82,610) | 58,630 | (1,401,401) | 1,308,950 |
| Foreign exchange translation differences | - | - | - | - | (23,071) | - | (23,071) |
| Unrealised net gain on revaluation of securities available-for-sale | - | - | - | 73,067 | - | - | 73,067 |
| Net gain/(loss) recognised directly in equity | - | - | - | 73,067 | (23,071) | - | 49,996 |
| Profit for the year | - | - | - | - | - | 160,607 | 160,607 |
| Total recognised income and expense for the year | - | - | - | 73,067 | (23,071) | 160,607 | 210,603 |
| Transfer to statutory reserve | - | - | 80,303 | - | - | (80,303) | - |
| At 30 June 2009 | 1,725,490 | 500,020 | 589,124 | (9,543) | 35,559 | (1,321,097) | 1,519,553 |
| At 1 July 2009 | 1,725,490 | 500,020 | 589,124 | (9,543) | 35,559 | (1,321,097) | 1,519,553 |
| Foreign exchange translation differences | - | - | - | - | 27,086 | - | 27,086 |
| Unrealised net gain on revaluation of securities available-for-sale | - | - | - | 65,493 | - | - | 65,493 |
| Net gain recognised directly in equity | - | - | - | 65,493 | 27,086 | - | 92,579 |
| Profit for the period | - | - | - | - | - | 194,735 | 194,735 |
| Total recognised income for the period | - | - | - | 65,493 | 27,086 | 194,735 | 287,314 |
| Transfer to statutory reserve | - | - | 97,368 | - | - | (97,368) | - |
| Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) issued | 540,000 | - | - | - | - | - | 540,000 |
| At 30 June 2010 | 2,265,490 | 500,020 | 686,492 | 55,950 | 62,645 | (1,223,730) | 2,346,867 |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

Bank Islam Malaysia Berhad (98127-X)(Incorporated in Malaysia)
and its subsidiaries**Unaudited Cash Flow Statement
For the Twelve Months Ended 30 June 2010**

| | Group | | Bank | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Cash flows from operating activities | | | | |
| Profit before zakat and tax | 313,632 | 235,866 | 313,035 | 233,096 |
| Adjustments for : | | | | |
| Depreciation of property and equipment | 36,714 | 32,812 | 36,341 | 32,543 |
| Amortisation of prepaid lease payment | 174 | 174 | 174 | 174 |
| Impairment loss on securities available for sale | 234 | 100 | 234 | 100 |
| Impairment loss on other receivables | - | 10,557 | - | 10,557 |
| Allowance for losses on financing | 124,718 | 123,291 | 124,718 | 123,291 |
| Reversal of impairment loss on securities held to maturity | - | (5,994) | - | (5,994) |
| (Reversal) / impairment loss on investment in subsidiary | - | - | - | 820 |
| Dividend from shares and unit trusts | (6,276) | (5,173) | (6,276) | (5,171) |
| Loss/(Gain) on disposal of property and equipment | 840 | (335) | 840 | (335) |
| Net loss/(gain) on sale of securities held-for-trading | 687 | (3,204) | 705 | (3,204) |
| Net (gain)/loss on sale of securities available-for-sale | (13,730) | (4,185) | (13,730) | (4,185) |
| Fair value gain on securities held-for-trading | (12,128) | (5,738) | (12,128) | (5,742) |
| Accretion of discount less amortisation of premium | (73,154) | (62,104) | (73,154) | (62,104) |
| Property and equipment written off | - | 19,457 | - | 19,457 |
| Operating profit before changes in assets and liabilities | 371,711 | 335,524 | 370,759 | 333,303 |
| Changes in assets and liabilities : | | | | |
| Deposits and placements with banks and other financial institutions | 366,672 | (50,365) | 366,672 | (50,365) |
| Financing, advances and others | (1,752,586) | (723,837) | (1,746,850) | (723,837) |
| Statutory deposits with Bank Negara Malaysia | 119,729 | 222,422 | 119,729 | 222,422 |
| Bills receivables | 446 | 29,561 | 446 | 29,561 |
| Other receivables | (29,310) | (47,050) | (27,104) | (45,947) |
| Deposits from customers | 1,482,108 | 4,450,312 | 1,492,387 | 4,448,348 |
| Bills and acceptance payable | 12,629 | (707,236) | 8,107 | (706,702) |
| Other liabilities | 196,720 | 3,100 | 190,962 | 2,835 |
| Cash (used in)/generated from operations | 768,119 | 3,512,431 | 775,108 | 3,509,618 |
| Zakat paid | (11,200) | (1,962) | (11,200) | (1,962) |
| Tax paid | (44,101) | (28,338) | (43,751) | (26,250) |
| Tax refund | 400 | 14 | - | - |
| Net cash (used in)/generated from operating activities | 713,218 | 3,482,145 | 720,157 | 3,481,406 |
| Cash flows from investing activities | | | | |
| Investment in new & existing subsidiary | - | - | (7,000) | (5,000) |
| Investment in associated company | (21,009) | - | (21,009) | - |
| Purchase of property and equipment | (66,135) | (52,122) | (65,826) | (50,916) |
| Proceeds from disposal of property and equipment | 1,892 | 670 | 1,892 | 670 |
| Dividends received from shares and unit trusts | 5,427 | 3,936 | 5,427 | 3,934 |
| Net proceeds from purchase of securities | (3,583,230) | (5,108,026) | (3,583,295) | (5,109,811) |
| Net cash used in investing activities | (3,663,055) | (5,155,542) | (3,669,811) | (5,161,123) |

Bank Islam Malaysia Berhad (98127-X)
(Incorporated in Malaysia)
and its subsidiaries

Unaudited Cash Flow Statement (continued)
For the Twelve Months Ended 30 June 2010

| | Group | | Bank | |
|---|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Cash flows from financing activities | | | | |
| Proceeds from issuance of Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) | 540,000 | - | 540,000 | - |
| Redemption of subordinated financing | (100,000) | - | (100,000) | - |
| Net cash generated from financing activities | <u>440,000</u> | <u>-</u> | <u>440,000</u> | <u>-</u> |
| Net decrease in cash and cash equivalents | (2,509,837) | (1,673,397) | (2,509,654) | (1,679,717) |
| Cash and cash equivalents as at beginning of year | 8,445,587 | 10,142,422 | 8,430,872 | 10,134,055 |
| Exchange difference on translation | 27,102 | (23,438) | 27,089 | (23,466) |
| Cash and cash equivalents as at end of period | <u>5,962,852</u> | <u>8,445,587</u> | <u>5,948,307</u> | <u>8,430,872</u> |
| Cash and cash equivalents comprise : | | | | |
| Cash and short term funds | 5,962,825 | 8,445,587 | 5,948,280 | 8,430,872 |
| Deposits and placements with bank and other financial institutions | 27 | - | 27 | - |
| | <u>5,962,852</u> | <u>8,445,587</u> | <u>5,948,307</u> | <u>8,430,872</u> |

The condensed interim financial statement should be read in conjunction with the audited Financial Statement of the Group and Bank for the year ended 30 June 2009.

EXPLANATORY NOTES

1. Basis of preparation

The interim financial statements of the Group and Bank have been prepared in accordance with applicable approved accounting Financial Reporting Standard (FRS) issued by the Malaysian Accounting Standard Board (MASB) as modified by Bank Negara Malaysia Guidelines, accounting principles generally accepted in Malaysia, the provisions of the Companies Act, 1965 and Shariah requirements. The interim financial statements should be read in conjunction with the Annual Financial Statements for the financial year ended 30 June 2009.

The accounting policies and method of computation in the interim financial statements are similar to that adopted in the annual financial statements for the financial year ended 30 June 2009.

2. Auditor's report on preceding annual financial statements

The auditor's report on the financial statements for the financial year ended 30 June 2009 was not qualified. The financial statements for the financial year ended 30 June 2009 was prepared on a going concern basis.

3. Seasonality or cyclical of operations.

The business operations of the Bank are not directly affected by any event of cyclical or seasonal in nature.

4. Unusual items

There were no unusual items for the twelve months ended 30 June 2010.

5. Changes in accounting estimates

Commencing December 2009, the Bank's NPF classification is on 3-months basis for all financing products. As at 30 June 2009, NPF was based on 6-months classification except for personal financing, credit card and trade facilities which were on 3-months NPF classification.

Other than the above change, there were no changes in estimate of amount reported in the prior financial year that would have a material effect on the twelve months ended 30 June 2010 financial statements.

6. Debt and equity securities

On 21 April 2009, Bank Negara Malaysia granted approval to the Bank to issue up to 540,000,000 Islamic Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) with a nominal value of RM1.00 each.

The CRNCPS was subscribed in two tranches, whereby the first tranche of RM324,000,000 was paid-up on 1 July 2009 and the second tranche of RM216,000,000 was paid-up on 13 October 2009. This resulted in an increase in share capital to RM2,265,490,000 as at 30 June 2010 from RM1,725,490,000 as at 30 June 2009.

7 Significant events during the twelve months ended 30 June 2010

(i) Following restricted share issue, Lembaga Tabung Haji (LTH) has become the holding company of BIMB Holdings Berhad and the ultimate holding company of Bank Islam. As stipulated in the Companies Act 1965, the financial year of a subsidiary company must coincide with its holding company. To comply with LTH's financial year end which is 31st December, the Bank has extended its current financial period to 18 months ending 31 December 2010

(ii) Acquisition of subsidiary - Farihan Corporation Sdn Bhd

On 14 June 2010, the Bank acquired a strategic stake of 80% in Farihan Corporation Sdn Bhd, an existing Islamic pawn broking operator through a capital injection of RM2.0 million.

(iii) Investment in associate company - Amana Bank Limited, Sri Lanka

On 31 May 2010, the Bank acquired a strategic stake of 20% in Amana Bank Limited, Sri Lanka for LKR766.0 million

8. Cash and short term funds

| | Group | | Bank | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Cash and balances with banks and other financial institutions | 684,114 | 664,645 | 669,820 | 650,112 |
| Money at call and interbank placements with remaining maturity not exceeding one month | 5,278,711 | 7,780,942 | 5,278,460 | 7,780,760 |
| | <u>5,962,825</u> | <u>8,445,587</u> | <u>5,948,280</u> | <u>8,430,872</u> |

9. Deposits and placements with banks and other financial institutions

| | Group and Bank | |
|----------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Licensed banks | <u>27</u> | - |
| | <u>27</u> | - |

10. Securities

| (i) Securities held-for-trading | Group | | Bank | |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| At fair value | | | | |
| <u>Quoted Securities in Malaysia</u> | | | | |
| Shares | - | 47 | - | - |
| <u>Unquoted Securities in Malaysia</u> | | | | |
| Bank Negara Negotiable Notes | 1,432,688 | - | 1,432,688 | - |
| Islamic Commercial Papers | 74,304 | 137,891 | 74,304 | 137,891 |
| Malaysian Government Investment Issues | 35,513 | 149,737 | 35,513 | 149,737 |
| Malaysian Islamic Treasury Bills | 19,789 | - | 19,789 | - |
| Total held-for-trading | <u>1,562,294</u> | <u>287,675</u> | <u>1,562,294</u> | <u>287,628</u> |
| (ii) Securities held-to-maturity | | | | |
| At amortised cost | | | | |
| Islamic Debt Securities | 177,548 | 175,050 | 177,548 | 175,050 |
| Less: Accumulated impairment loss | (23,067) | (12,287) | (23,067) | (12,287) |
| Total held-to-maturity | <u>154,481</u> | <u>162,763</u> | <u>154,481</u> | <u>162,763</u> |
| (iii) Securities available-for-sale | | | | |
| At fair value | | | | |
| <u>Quoted Securities In Malaysia</u> | | | | |
| Unit trust | 3,184 | 3,184 | 3,184 | 3,184 |
| Less: Accumulated impairment loss | (562) | (562) | (562) | (562) |
| | <u>2,622</u> | <u>2,622</u> | <u>2,622</u> | <u>2,622</u> |
| At fair value | | | | |
| <u>Quoted Securities outside Malaysia</u> | | | | |
| Bond | 64,730 | 70,380 | 64,730 | 70,380 |
| At fair value | | | | |
| <u>Unquoted Securities In Malaysia</u> | | | | |
| Malaysian Government Investment Issues | 3,785,070 | 2,651,555 | 3,785,070 | 2,651,555 |
| Islamic Commercial Papers | 582,327 | 453,816 | 582,327 | 453,816 |
| Accepted Bills | 265,626 | 107,997 | 265,626 | 107,997 |
| Promissory Notes | 5,108 | 5,604 | 5,108 | 5,604 |
| Negotiable Islamic Debt Certificates | 1,890,799 | 1,437,982 | 1,890,799 | 1,437,982 |
| Islamic Debt Securities | 4,347,773 | 3,735,135 | 4,347,773 | 3,735,135 |
| Malaysian Islamic Treasury Bills | 19,977 | 29,819 | 19,977 | 29,819 |
| Less: Accumulated impairment loss | (30,879) | (45,154) | (30,879) | (45,154) |
| | <u>10,865,801</u> | <u>8,376,754</u> | <u>10,865,801</u> | <u>8,376,754</u> |
| At fair value | | | | |
| <u>Unquoted securities outside Malaysia</u> | | | | |
| Islamic Development Bank Unit Trust | 1,923 | 1,923 | 1,923 | 1,923 |
| At cost | | | | |
| <u>Unquoted securities in Malaysia</u> | | | | |
| Unquoted shares | 22,754 | 26,590 | 22,754 | 26,590 |
| Less: Accumulated impairment loss | (14,564) | (15,835) | (14,564) | (15,835) |
| | <u>8,190</u> | <u>10,755</u> | <u>8,190</u> | <u>10,755</u> |
| At cost | | | | |
| <u>Unquoted securities outside Malaysia</u> | | | | |
| Unquoted shares | 380 | 2,996 | 380 | 2,996 |
| Total available-for-sale | <u>10,943,646</u> | <u>8,465,430</u> | <u>10,943,646</u> | <u>8,465,430</u> |

11. Financing, advances and others

| (i) By type | Group | | Bank | |
|---|-----------------|-----------------|-----------------|-----------------|
| | 30 June 2010 | 30 June 2009 | 30 June 2010 | 30 June 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Cash line | 403,058 | 164,272 | 403,058 | 164,272 |
| Term financing | | | | |
| House financing | 8,905,227 | 7,136,157 | 8,905,227 | 7,136,157 |
| Syndicated financing | 70,201 | 81,329 | 70,201 | 81,329 |
| Leasing receivables | 541,913 | 329,189 | 541,913 | 329,189 |
| Bridging financing | 328,705 | 299,524 | 328,705 | 299,524 |
| Personal financing | 4,182,895 | 2,733,611 | 4,182,895 | 2,733,611 |
| Other term financing | 3,828,432 | 3,874,823 | 3,828,812 | 3,874,823 |
| Staff financing | 296,770 | 298,368 | 296,770 | 298,368 |
| Credit cards | 433,636 | 393,442 | 433,636 | 393,442 |
| Trade bills discounted | 1,347,547 | 1,539,200 | 1,347,547 | 1,539,200 |
| Trust receipts | 60,604 | 151,672 | 60,604 | 151,672 |
| Pawn broking | 6,116 | - | - | - |
| | 20,405,104 | 17,001,587 | 20,399,368 | 17,001,587 |
| Less: Unearned income | (8,396,829) | (6,290,584) | (8,396,829) | (6,290,584) |
| | 12,008,275 | 10,711,003 | 12,002,539 | 10,711,003 |
| Less: Allowance for bad and doubtful financing: | | | | |
| General | (171,825) | (170,844) | (171,825) | (170,844) |
| Specific | (546,718) | (878,295) | (546,718) | (878,295) |
| Total net financing, advances and others | 11,289,732 | 9,661,864 | 11,283,996 | 9,661,864 |
| | | | | |
| (ii) By contract | Group | | Bank | |
| | 30 June 2010 | 30 June 2009 | 30 June 2010 | 30 June 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Bai' Bithaman Ajil | 6,082,385 | 5,719,619 | 6,082,385 | 5,719,619 |
| Ijarah | 338,275 | 289,200 | 338,275 | 289,200 |
| Ijarah Muntahiah Bit-Tamleek | 13,741 | 28,367 | 13,741 | 28,367 |
| Mudharabah | 6,109 | 8,934 | 6,489 | 8,934 |
| Murabahah | 1,401,399 | 1,680,071 | 1,401,399 | 1,680,071 |
| At-Tawarruq | 1,761,034 | 167,378 | 1,761,034 | 167,378 |
| Bai Al-Inah | 1,892,025 | 2,274,418 | 1,892,025 | 2,274,418 |
| Istisna' | 507,191 | 543,016 | 507,191 | 543,016 |
| Ar-Rahn | 6,116 | - | - | - |
| | 12,008,275 | 10,711,003 | 12,002,539 | 10,711,003 |
| | | | | |
| (iii) By type of customer | Group | | Bank | |
| | 30 June 2010 | 30 June 2009 | 30 June 2010 | 30 June 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Domestic banking institutions | 63 | 94 | 63 | 94 |
| Domestic non-bank financial institutions | 11,080 | 12,459 | 11,460 | 12,459 |
| Domestic business enterprise | | | | |
| - Small medium industries | 575,980 | 867,061 | 575,980 | 867,061 |
| - Others | 2,248,669 | 2,093,772 | 2,248,669 | 2,093,772 |
| Government & Statutory | 125,920 | 156,910 | 125,920 | 156,910 |
| Individuals | 8,562,247 | 7,145,048 | 8,556,131 | 7,145,048 |
| Others domestic entities | 59,891 | 17,932 | 59,891 | 17,932 |
| Foreign entities | 424,425 | 417,727 | 424,425 | 417,727 |
| | 12,008,275 | 10,711,003 | 12,002,539 | 10,711,003 |
| | | | | |
| (iv) By profit rate sensitivity | Group | | Bank | |
| | 30 June 2010 | 30 June 2009 | 30 June 2010 | 30 June 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Fixed rate | | | | |
| Housing financing | 2,140,625 | 2,298,214 | 2,140,625 | 2,298,214 |
| Others fixed rate financing | 7,863,399 | 7,462,649 | 7,857,663 | 7,462,649 |
| Floating rate | 2,004,251 | 950,140 | 2,004,251 | 950,140 |
| | 12,008,275 | 10,711,003 | 12,002,539 | 10,711,003 |

11. Financing, advances and others, continued

(v) By sector

| | Group | | Bank | |
|--|-------------------|-------------------|-------------------|-------------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2010 | 2009 | 2010 | 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Primary agriculture | 221,738 | 342,277 | 221,738 | 342,277 |
| Mining and quarrying | 936 | 18,835 | 936 | 18,835 |
| Manufacturing (including agro-based) | 736,276 | 962,784 | 736,276 | 962,784 |
| Electricity, gas and water | 138,621 | 105,367 | 138,621 | 105,367 |
| Wholesale & retail trade, and hotels & restaurants | 720,633 | 546,741 | 720,633 | 546,741 |
| Construction | 702,081 | 750,994 | 702,081 | 750,994 |
| Real estate | 108,997 | 124,565 | 108,997 | 124,565 |
| Transport, storage and communications | 447,616 | 360,304 | 447,616 | 360,304 |
| Finance, insurance and business activities | 101,214 | 280,621 | 101,594 | 280,621 |
| Education, health & others | 258,934 | 67,815 | 258,934 | 67,815 |
| Household sector | 8,548,826 | 7,077,728 | 8,542,710 | 7,077,728 |
| Other sector | 22,403 | 72,972 | 22,403 | 72,972 |
| | <u>12,008,275</u> | <u>10,711,003</u> | <u>12,002,539</u> | <u>10,711,003</u> |

12. Non performing financing, advances and others

(i) Movement in the non-performing financing, advances and others

| | Group and Bank | |
|---|-------------------|------------------|
| | 30 June | 30 June |
| | 2010 | 2009 |
| | RM'000 | RM'000 |
| At 1 July | 1,360,449 | 1,949,904 |
| Addition arising from change to 3 months classification | 140,641 | - |
| Classified as non-performing | 134,088 | 228,431 |
| Reclassified as performing | (71,241) | (131,580) |
| Amount recovered | (210,791) | (184,080) |
| Amount written off | (410,048) | (540,033) |
| Exchange differences | (25,087) | 37,807 |
| At end of period / year | <u>918,011</u> | <u>1,360,449</u> |
| Less:- Specific allowance | <u>(546,718)</u> | <u>(878,295)</u> |
| Net non-performing financing, advances and others | <u>371,293</u> ** | <u>482,154</u> * |
| Ratio of net non-performing financing to total net financing, advances and others | <u>3.24%</u> ** | <u>4.90%</u> * |

Note:

* Based on 6 months Non-Performing Financing (NPF) classification. If based on 3 months NPF classification Net NPF would be RM663,058k and Net NPF ratio 6.74%.

** Based on 3 months NPF classification.

12. Non performing financing, advances and others

(ii) Movements in the allowance for bad and doubtful financing

| | Group | | Bank | |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| <u>General allowance</u> | | | | |
| At 1 July | 170,844 | 169,382 | 170,844 | 169,382 |
| Allowance made | 2,613 | - | 2,613 | - |
| Exchange differences | (1,632) | 1,462 | (1,632) | 1,462 |
| At end of period / year | <u>171,825</u> | <u>170,844</u> | <u>171,825</u> | <u>170,844</u> |
| As % of gross financing, advances and others less specific allowance | 1.50% | 1.74% | 1.50% | 1.74% |

| | Group and Bank | |
|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| <u>Specific allowance</u> | | |
| At 1 July | 878,295 | 1,228,131 |
| Allowance made | 378,342 | 303,755 |
| Amount recovered | (148,263) | (133,074) |
| Amount written off | (551,016) | (540,033) |
| Exchange differences | (10,640) | 19,516 |
| At end of period / year | <u>546,718</u> | <u>878,295</u> |

(iii) NPF by sector

| | Group and Bank | |
|--|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Primary agriculture | 31,858 | 64,900 |
| Mining and quarrying | 887 | 2,130 |
| Manufacturing (including agro-based) | 138,182 | 290,385 |
| Electricity, gas and water | - | 75,046 |
| Wholesale & retail trade, and hotels & restaurants | 59,236 | 94,821 |
| Construction | 276,195 | 403,423 |
| Real estate | 2,940 | 8,700 |
| Transport, storage and communications | 3,207 | 13,476 |
| Finance, insurance and business activities | 7,662 | 51,598 |
| Education, health & others | 4,626 | 10,553 |
| Household sector | 389,122 | 338,344 |
| Other sector | 4,096 | 7,073 |
| | <u>918,011</u> | <u>1,360,449</u> |

13. Deposits from customers

(i) By type of deposit

| | Group | | Bank | |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| <u>Non-Mudharabah Fund:</u> | | | | |
| Demand deposits | 6,727,215 | 6,347,081 | 6,730,895 | 6,347,908 |
| Savings deposits | 2,223,138 | 2,032,461 | 2,223,138 | 2,032,461 |
| Negotiable Islamic Debt Certificates (NIDC) | 5,633,696 | 7,133,790 | 5,634,336 | 7,134,987 |
| Others | 60,673 | 60,419 | 60,673 | 60,419 |
| | <u>14,644,722</u> | <u>15,573,751</u> | <u>14,649,042</u> | <u>15,575,775</u> |
| <u>Mudharabah Fund:</u> | | | | |
| Savings deposits | 947,859 | 680,589 | 947,859 | 680,589 |
| General investment deposits | 2,749,971 | 2,535,289 | 2,749,971 | 2,535,289 |
| Special investment deposits | 8,344,187 | 6,414,767 | 8,357,031 | 6,419,628 |
| Others | - | 235 | - | 235 |
| | <u>12,042,017</u> | <u>9,630,880</u> | <u>12,054,861</u> | <u>9,635,741</u> |
| | <u>26,686,739</u> | <u>25,204,631</u> | <u>26,703,903</u> | <u>25,211,516</u> |

(ii) By type of customer

| | Group | | Bank | |
|---------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Government and statutory bodies | 6,602,657 | 5,934,355 | 6,602,657 | 5,934,355 |
| Business enterprises | 8,879,747 | 10,486,914 | 8,879,747 | 10,486,914 |
| Individuals | 4,092,679 | 3,795,843 | 4,092,679 | 3,795,843 |
| Others | 7,111,656 | 4,987,519 | 7,128,820 | 4,994,404 |
| | <u>26,686,739</u> | <u>25,204,631</u> | <u>26,703,903</u> | <u>25,211,516</u> |

14. Deposits and placements of banks and other financial institutions

| | Group and Bank | |
|------------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Mudharabah: | | |
| Licensed Islamic banks | 328,030 | 8,078 |
| Other financial institutions | 46,720 | - |
| | <u>374,750</u> | <u>8,078</u> |

15. Income derived from investment of depositors' funds

| Group | 3 months ended | | 12 months ended | |
|-------------------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Income derived from investment of : | | | | |
| (i) General investment deposits | 34,665 | 30,357 | 124,460 | 126,536 |
| (ii) Other deposits | 267,211 | 245,059 | 1,016,574 | 895,884 |
| | <u>301,876</u> | <u>275,416</u> | <u>1,141,034</u> | <u>1,022,420</u> |

(i) Income derived from investment of general investment deposits

| | 3 months ended | | 12 months ended | |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 23,082 | 18,907 | 80,259 | 84,357 |
| Held-for-trading | 90 | 171 | 242 | 364 |
| Held-to-maturity | 51 | 385 | 680 | 621 |
| Available-for-sale | 6,584 | 4,471 | 24,283 | 13,352 |
| Money at call and deposits with financial institutions | 2,578 | 4,684 | 10,308 | 21,088 |
| | <u>32,385</u> | <u>28,618</u> | <u>115,772</u> | <u>119,782</u> |
| Accretion of discount less amortisation of premium | 1,593 | 949 | 6,017 | 5,368 |
| | <u>33,978</u> | <u>29,567</u> | <u>121,789</u> | <u>125,150</u> |
| Other dealing income | | | | |
| Net (loss)/gain from sale of securities held-for-trading | (5) | 279 | (71) | 485 |
| Net gain on revaluation of securities held-for-trading | 614 | 164 | 1,337 | 715 |
| | <u>609</u> | <u>443</u> | <u>1,266</u> | <u>1,200</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | 78 | 347 | 1,405 | 186 |
| | <u>78</u> | <u>347</u> | <u>1,405</u> | <u>186</u> |
| | <u>34,665</u> | <u>30,357</u> | <u>124,460</u> | <u>126,536</u> |

(ii) Income derived from investment of other deposits

| | 3 months ended | | 12 months ended | |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 177,854 | 152,175 | 654,014 | 595,380 |
| Held-for-trading | 694 | 1,402 | 1,983 | 2,673 |
| Held-to-maturity | 395 | 2,749 | 5,932 | 4,426 |
| Available-for-sale | 50,797 | 36,145 | 198,445 | 96,630 |
| Money at call and deposits with financial institutions | 19,885 | 38,591 | 84,995 | 150,496 |
| | <u>249,625</u> | <u>231,062</u> | <u>945,369</u> | <u>849,605</u> |
| Accretion of discount less amortisation of premium | 12,288 | 7,642 | 49,151 | 37,208 |
| | <u>261,913</u> | <u>238,704</u> | <u>994,520</u> | <u>886,813</u> |
| Other dealing income | | | | |
| Net (loss)/gain from sale of securities held-for-trading | (38) | 2,278 | (634) | 2,719 |
| Net gain on revaluation of securities held-for-trading | 4,733 | 1,308 | 10,791 | 5,016 |
| | <u>4,695</u> | <u>3,586</u> | <u>10,157</u> | <u>7,735</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | 603 | 2,769 | 11,897 | 1,336 |
| | <u>603</u> | <u>2,769</u> | <u>11,897</u> | <u>1,336</u> |
| | <u>267,211</u> | <u>245,059</u> | <u>1,016,574</u> | <u>895,884</u> |

15. Income derived from investment of depositors' funds

| Bank | 3 months ended | | 12 months ended | |
|-------------------------------------|-----------------------|----------------|------------------------|------------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2010 | 2009 | 2010 | 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Income derived from investment of : | | | | |
| (i) General investment deposits | 34,642 | 30,323 | 124,326 | 126,383 |
| (ii) Other deposits | 267,246 | 245,063 | 1,016,455 | 895,979 |
| | <u>301,888</u> | <u>275,386</u> | <u>1,140,781</u> | <u>1,022,362</u> |

(i) Income derived from investment of general investment deposits

| | 3 months ended | | 12 months ended | |
|--|-----------------------|----------------|------------------------|----------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2010 | 2009 | 2010 | 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 23,059 | 18,873 | 80,125 | 84,204 |
| Held-for-trading | 90 | 171 | 242 | 364 |
| Held-to-maturity | 51 | 385 | 680 | 621 |
| Available-for-sale | 6,584 | 4,471 | 24,283 | 13,352 |
| Money at call and deposits with financial institutions | 2,578 | 4,684 | 10,308 | 21,088 |
| | <u>32,362</u> | <u>28,584</u> | <u>115,638</u> | <u>119,629</u> |
| Accretion of discount less amortisation of premium | 1,593 | 949 | 6,017 | 5,368 |
| | <u>33,955</u> | <u>29,533</u> | <u>121,655</u> | <u>124,997</u> |
| Other dealing income | | | | |
| Net (loss)/gain from sale of securities held-for-trading | (5) | 279 | (71) | 485 |
| Net gain on revaluation of securities held-for-trading | 614 | 164 | 1,337 | 715 |
| | <u>609</u> | <u>443</u> | <u>1,266</u> | <u>1,200</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | 78 | 347 | 1,405 | 186 |
| | <u>78</u> | <u>347</u> | <u>1,405</u> | <u>186</u> |
| | <u>34,642</u> | <u>30,323</u> | <u>124,326</u> | <u>126,383</u> |

(ii) Income derived from investment of other deposits

| | 3 months ended | | 12 months ended | |
|--|-----------------------|----------------|------------------------|----------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2010 | 2009 | 2010 | 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 177,889 | 152,179 | 653,895 | 595,475 |
| Held-for-trading | 694 | 1,402 | 1,983 | 2,673 |
| Held-to-maturity | 395 | 2,749 | 5,932 | 4,426 |
| Available-for-sale | 50,797 | 36,145 | 198,445 | 96,630 |
| Money at call and deposits with financial institutions | 19,885 | 38,591 | 84,995 | 150,496 |
| | <u>249,660</u> | <u>231,066</u> | <u>945,250</u> | <u>849,700</u> |
| Accretion of discount less amortisation of premium | 12,288 | 7,642 | 49,151 | 37,208 |
| | <u>261,948</u> | <u>238,708</u> | <u>994,401</u> | <u>886,908</u> |
| Other dealing income | | | | |
| Net (loss)/gain from sale of securities held-for-trading | (38) | 2,278 | (634) | 2,719 |
| Net gain on revaluation of securities held-for-trading | 4,733 | 1,308 | 10,791 | 5,016 |
| | <u>4,695</u> | <u>3,586</u> | <u>10,157</u> | <u>7,735</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | 603 | 2,769 | 11,897 | 1,336 |
| | <u>603</u> | <u>2,769</u> | <u>11,897</u> | <u>1,336</u> |
| | <u>267,246</u> | <u>245,063</u> | <u>1,016,455</u> | <u>895,979</u> |

16. Income derived from investment of shareholders' funds

| Group | 3 months ended | | 12 months ended | |
|---|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 914 | 825 | 3,507 | 3,209 |
| Available-for-sale | 19,738 | 14,184 | 74,892 | 45,369 |
| Money at call and deposits with financial institutions | 1,850 | 497 | 4,205 | 57,282 |
| | <u>22,502</u> | <u>15,506</u> | <u>82,604</u> | <u>105,860</u> |
| Accretion of discount less amortisation of premium | 3,809 | 5,285 | 17,986 | 19,528 |
| | <u>26,311</u> | <u>20,791</u> | <u>100,590</u> | <u>125,388</u> |
| Other dealing income | | | | |
| Net gain from foreign exchange transactions | 1,991 | 6,257 | 11,297 | 26,178 |
| Net gain from sale of securities held-for-trading | - | - | 18 | - |
| Net (loss)/gain on revaluation of securities held-for-trading | - | (4) | - | 7 |
| | <u>1,991</u> | <u>6,253</u> | <u>11,315</u> | <u>26,185</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | - | 2,663 | 428 | 2,663 |
| Unrealised foreign exchange gain on foreign currency cash balance | - | - | - | 150 |
| Profit/(loss) on sale of foreign currencies | 1,747 | (210) | 3,559 | 1,266 |
| Reversal of allowance for doubtful debts | 60 | 60 | 240 | 4,490 |
| Gross dividend income from securities : | | | | |
| Quoted in Malaysia | - | - | - | 11 |
| Unit trust in Malaysia | - | - | 36 | 138 |
| Unit trust outside Malaysia | - | 41 | 96 | 104 |
| Unquoted in Malaysia | 412 | 1,294 | 6,144 | 4,920 |
| | <u>2,219</u> | <u>3,848</u> | <u>10,503</u> | <u>13,742</u> |
| Fees and commission | | | | |
| Fees | 9,859 | 11,532 | 44,032 | 37,520 |
| Commission | 13,480 | 8,232 | 47,279 | 26,806 |
| Others | 1,737 | 3,799 | 11,789 | 22,132 |
| | <u>25,076</u> | <u>23,563</u> | <u>103,100</u> | <u>86,458</u> |
| Other Income | | | | |
| Net (loss)/gain on disposal of property & equipment | (123) | 101 | (840) | 335 |
| Rental Income | (17) | - | (124) | - |
| Other Income | 308 | 12 | 369 | 169 |
| | <u>168</u> | <u>113</u> | <u>(595)</u> | <u>504</u> |
| | <u><u>55,765</u></u> | <u><u>54,568</u></u> | <u><u>224,913</u></u> | <u><u>252,277</u></u> |

16. Income derived from investment of shareholders' funds

| Bank | 3 months ended | | 12 months ended | |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Finance income and hibah | | | | |
| Financing, advances and others | 885 | 825 | 3,478 | 3,209 |
| Available-for-sale | 19,738 | 14,164 | 74,892 | 45,369 |
| Money at call and deposits with financial institutions | 1,849 | 498 | 4,204 | 57,274 |
| | <u>22,472</u> | <u>15,487</u> | <u>82,574</u> | <u>105,852</u> |
| Accretion of discount less amortisation of premium | 3,809 | 5,285 | 17,986 | 19,528 |
| | <u>26,281</u> | <u>20,772</u> | <u>100,560</u> | <u>125,380</u> |
| Other dealing income | | | | |
| Net gain from foreign exchange transactions | 1,991 | 6,257 | 11,297 | 26,178 |
| Net gain on revaluation of securities held-for-trading | - | - | - | 11 |
| | <u>1,991</u> | <u>6,257</u> | <u>11,297</u> | <u>26,189</u> |
| Other operating income | | | | |
| Net gain from sale of securities available-for-sale | - | 2,663 | 428 | 2,663 |
| Dividend income from securities : | | | | |
| Quoted in Malaysia | - | - | - | 9 |
| Unit trust in Malaysia | - | - | 36 | 138 |
| Unit trust outside Malaysia | - | 41 | 96 | 104 |
| Unquoted in Malaysia | 412 | 1,294 | 6,144 | 4,920 |
| | <u>412</u> | <u>3,998</u> | <u>6,704</u> | <u>7,834</u> |
| Fees and commission | | | | |
| Fees | 9,379 | 11,278 | 42,504 | 36,701 |
| Commission | 13,480 | 8,232 | 47,279 | 26,806 |
| Others | 1,454 | 3,656 | 10,384 | 21,356 |
| | <u>24,313</u> | <u>23,166</u> | <u>100,167</u> | <u>84,863</u> |
| Other Income | | | | |
| Net (loss)/gain on disposal of property & equipment | (123) | 101 | (840) | 335 |
| Rental Income | - | 17 | (56) | 68 |
| Other Income | - | 4 | - | 56 |
| | <u>(123)</u> | <u>122</u> | <u>(896)</u> | <u>459</u> |
| | <u>52,874</u> | <u>54,315</u> | <u>217,832</u> | <u>244,725</u> |

17. Allowance for losses on financing

| <u>Group & Bank</u> | 3 months ended | | 12 months ended | |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| <u>Allowance for bad and doubtful financing</u> | | | | |
| Specific allowance | | | | |
| - Provided | 75,120 | 109,426 | 378,342 | 303,755 |
| - Written back | (29,607) | (54,967) | (148,263) | (133,074) |
| General allowance | | | | |
| - Provided | 2,613 | - | 2,613 | - |
| Bad debts on financing | | | | |
| - Recovered | (23,705) | (22,290) | (107,974) | (44,964) |
| Recovered from Danaharta | - | - | - | (2,426) |
| | <u>24,421</u> | <u>32,169</u> | <u>124,718</u> | <u>123,291</u> |

18. Income attributable to depositors

| <u>Group</u> | 3 months ended | | 12 months ended | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Deposits from customers | | | | |
| - Mudharabah Fund | 64,883 | 44,525 | 210,434 | 181,794 |
| - Non-Mudharabah Fund | 33,307 | 59,947 | 147,261 | 241,956 |
| Deposits and placement of banks and other financial institutions | | | | |
| - Mudharabah Fund | 5,154 | (1,096) | 14,171 | 7,491 |
| Profit attributable to BIMB Holding | - | 498 | - | 2,755 |
| | <u>103,344</u> | <u>103,376</u> | <u>371,866</u> | <u>431,241</u> |

Bank

| | | | | |
|---|----------------|----------------|----------------|----------------|
| Deposits from customers | | | | |
| - Mudharabah Fund | 64,915 | 44,525 | 210,537 | 181,794 |
| - Non-Mudharabah Fund | 33,323 | 59,979 | 147,311 | 242,201 |
| Deposits and placements of banks and other financial institutions | | | | |
| other financial institutions | | | | |
| - Mudharabah Fund | 5,154 | (1,096) | 14,171 | 7,491 |
| | <u>103,392</u> | <u>103,408</u> | <u>372,019</u> | <u>431,486</u> |

19. Credit transactions and exposures with Connected Parties

Credit transactions and exposures with connected parties as per BNM's revised Guidelines, which became effective on 1 January 2008 are as follows:

| | Group and Bank | |
|--|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| Outstanding credit exposures with connected parties | 556,893 | 573,311 |
| % of outstanding credit exposures to connected parties as a proportion of total credit exposures | 4.77% | 2.01% |
| % of outstanding credit exposures with connected parties which is non-performing or in default | 0.003% | 0.002% |

20. Capital adequacy

(i) The capital adequacy ratios of the Group and Bank are as follows:

| | Group | | Bank | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| | 30 June 2010 RM'000 | 30 June 2009 RM'000 | 30 June 2010 RM'000 | 30 June 2009 RM'000 |
| <u>Tier I capital</u> | | | | |
| Paid-up share capital | 1,725,490 | 1,725,490 | 1,725,490 | 1,725,490 |
| Paid-up Convertible Redeemable Non-Cumulative Preference Shares (CRNCPS) | 540,000 | - | 540,000 | - |
| Share premium | 500,020 | 500,020 | 500,020 | 500,020 |
| Accumulated losses | (1,212,569) | (1,309,362) | (1,223,730) | (1,321,097) |
| Other reserves | 686,492 | 589,124 | 686,492 | 589,124 |
| Less : Deferred tax assets | (59,609) | (61,660) | (59,583) | (61,660) |
| Total Tier-I capital | <u>2,179,824</u> | <u>1,443,612</u> | <u>2,168,689</u> | <u>1,431,877</u> |
| <u>Tier II capital</u> | | | | |
| Redeemable Subordinated Mudharabah financing | - | 20,000 | - | 20,000 |
| General allowance for bad and doubtful financing | 171,825 | 170,844 | 171,825 | 170,844 |
| Total Tier-II capital | <u>171,825</u> | <u>190,844</u> | <u>171,825</u> | <u>190,844</u> |
| Total capital | 2,351,649 | 1,634,456 | 2,340,514 | 1,622,721 |
| Less: Investment in subsidiaries | - | - | (27,127) | (20,127) |
| Capital base | <u>2,351,649</u> | <u>1,634,456</u> | <u>2,313,387</u> | <u>1,602,594</u> |
| Core capital ratio | 15.64% | 12.25% | 15.60% | 12.16% |
| Risk-weighted capital ratio | 16.87% | 13.87% | 16.65% | 13.61% |

20. Capital adequacy , continued

(ii) Breakdown of risk-weighted assets by exposures in each major risk category:

Group

30 June 2010

| Item | Exposure Class | Gross Exposures RM'000 | | Net Exposures RM'000 | Risk Weighted Assets RM'000 | Capital Requirements RM'000 |
|------|--|---------------------------|--------------------|-------------------------|--------------------------------|--------------------------------|
| 1.0 | <u>Credit Risk</u> | | | | | |
| | On-Balance Sheet Exposures: | | | | | |
| | Sovereigns/Central Banks | 9,087,001 | | 9,087,001 | - | - |
| | Public Sector Entities | 438,344 | | 438,344 | 187,478 | 14,998 |
| | Banks, Development Financial Institutions & MDBs | 2,501,929 | | 2,501,929 | 528,653 | 42,292 |
| | Insurance Companies, Securities Firms and Fund Managers | - | | - | - | - |
| | Corporates | 7,063,729 | | 6,905,077 | 3,254,914 | 260,393 |
| | Regulatory Retail | 6,184,703 | | 6,014,531 | 4,497,216 | 359,777 |
| | Residential Mortgages | 1,924,898 | | 1,924,807 | 776,264 | 62,101 |
| | Higher Risk Assets | 26,333 | | 26,333 | 39,500 | 3,160 |
| | Other Assets | 908,534 | | 908,534 | 492,743 | 39,421 |
| | Equity Exposures | - | | - | - | - |
| | Defaulted Exposures | 776,792 | | 771,901 | 880,491 | 70,439 |
| | Total for On-Balance Sheet Exposures | 28,912,263 | | 28,578,457 | 10,657,259 | 852,581 |
| | Off-Balance Sheet Exposures: | | | | | |
| | Credit-related Off-Balance Sheet Exposures | 1,319,902 | | 1,319,936 | 1,169,368 | 93,549 |
| | Derivative Financial Instruments | 32,688 | | 32,688 | 13,660 | 1,093 |
| | Other Treasury-related Off-Balance Sheet Exposures | 33,474 | | 33,474 | 9,018 | 722 |
| | Defaulted Exposures | 51,661 | | 51,627 | 58,001 | 4,640 |
| | Total for Off-Balance Sheet Exposures | 1,437,725 | | 1,437,725 | 1,250,047 | 100,004 |
| | Total On and Off-Balance Sheet Exposures | 30,349,988 | | 30,016,182 | 11,907,306 | 952,585 |
| 2.0 | Large Exposures Risk Requirement | | | - | - | - |
| 3.0 | <u>Market Risk</u> | Long Position | Short Position | | | |
| | Benchmark Rate Risk | 4,050,235 | (2,487,954) | 1,562,281 | 178,654 | 14,292 |
| | Foreign Exchange Risk | 12,466 | (214,949) | (202,484) | 214,949 | 17,196 |
| | Equity Risk | 4,688 | - | 4,688 | 4,688 | 375 |
| | Total Market Risk | 4,067,389 | (2,702,903) | 1,364,485 | 398,291 | 31,863 |
| 4.0 | Operational Risk | | | | 1,633,380 | 130,670 |
| 5.0 | Total RWA and Capital Requirements | | | | 13,938,977 | 1,115,118 |

20. Capital adequacy , continued

(ii) Breakdown of risk-weighted assets by exposures in each major risk category (continued):

Group

30 June 2009

| Item | Exposure Class | Gross Exposures RM'000 | | Net Exposures RM'000 | Risk Weighted Assets RM'000 | Capital Requirements RM'000 |
|------|--|---------------------------|--------------------|-------------------------|--------------------------------|--------------------------------|
| 1.0 | <u>Credit Risk</u> | | | | | |
| | On-Balance Sheet Exposures: | | | | | |
| | Sovereigns/Central Banks | 10,837,287 | | 10,837,287 | - | - |
| | Public Sector Entities | 826,760 | | 826,760 | 167,905 | 13,432 |
| | Banks, Development Financial Institutions & MDBs | 1,611,307 | | 1,611,263 | 354,649 | 28,372 |
| | Insurance Companies, Securities Firms and Fund Managers | - | | - | - | - |
| | Corporates | 5,453,204 | | 5,311,543 | 2,337,795 | 187,024 |
| | Regulatory Retail | 4,958,778 | | 4,775,661 | 3,581,337 | 286,507 |
| | Residential Mortgages | 1,809,555 | | 1,809,555 | 750,184 | 60,015 |
| | Higher Risk Assets | 27,671 | | 27,671 | 41,507 | 3,321 |
| | Other Assets | 966,817 | | 966,716 | 537,535 | 43,003 |
| | Equity Exposures | - | | - | - | - |
| | Defaulted Exposures | 948,357 | | 897,510 | 1,175,986 | 94,079 |
| | Total for On-Balance Sheet Exposures | 27,439,736 | | 27,063,966 | 8,946,898 | 715,753 |
| | Off-Balance Sheet Exposures: | | | | | |
| | Credit-related Off-Balance Sheet Exposures | 1,363,896 | | 1,363,896 | 1,034,528 | 82,762 |
| | Derivative Financial Instruments | 36,357 | | 36,357 | 10,728 | 858 |
| | Other Treasury-related Off-Balance Sheet Exposures | 25,000 | | 25,000 | 25,000 | 2,000 |
| | Defaulted Exposures | 36,016 | | 36,016 | 47,565 | 3,805 |
| | Total for Off-Balance Sheet Exposures | 1,461,269 | | 1,461,269 | 1,117,821 | 89,425 |
| | Total On and Off-Balance Sheet Exposures | 28,901,005 | | 28,525,235 | 10,064,719 | 805,178 |
| 2.0 | Large Exposures Risk Requirement | - | | - | - | - |
| 3.0 | <u>Market Risk</u> | | | | | |
| | | Long Position | Short Position | | | |
| | Benchmark Rate Risk | 1,797,717 | (1,411,820) | 385,897 | 133,439 | 10,675 |
| | Foreign Exchange Risk | 67,426 | (179,868) | (112,442) | 179,868 | 14,389 |
| | Equity Risk | 47 | - | 47 | 112 | 9 |
| | Total Market Risk | 1,865,190 | (1,591,688) | 273,502 | 313,419 | 25,073 |
| 4.0 | Operational Risk | | | | 1,403,225 | 112,258 |
| 5.0 | Total RWA and Capital Requirements | | | | 11,781,363 | 942,509 |

20. Capital adequacy , continued

(ii) Breakdown of risk-weighted assets by exposures in each major risk category (continued):

Bank

30 June 2010

| Item | Exposure Class | Gross Exposures RM'000 | | Net Exposures RM'000 | Risk Weighted Assets RM'000 | Capital Requirements RM'000 |
|------|--|---------------------------|--------------------|-------------------------|--------------------------------|--------------------------------|
| 1.0 | <u>Credit Risk</u> | | | | | |
| | On-Balance Sheet Exposures: | | | | | |
| | Sovereigns/Central Banks | 9,087,001 | | 9,087,001 | - | - |
| | Public Sector Entities | 438,344 | | 438,344 | 187,478 | 14,998 |
| | Banks, Development Financial Institutions & MDBs | 2,501,572 | | 2,501,572 | 528,581 | 42,286 |
| | Insurance Companies, Securities Firms and Fund Managers | - | | - | - | - |
| | Corporates | 7,063,729 | | 6,905,077 | 3,254,914 | 260,393 |
| | Regulatory Retail | 6,184,703 | | 6,014,531 | 4,497,216 | 359,777 |
| | Residential Mortgages | 1,924,898 | | 1,924,807 | 776,264 | 62,101 |
| | Higher Risk Assets | 26,333 | | 26,333 | 39,500 | 3,160 |
| | Other Assets | 879,974 | | 879,974 | 478,373 | 38,271 |
| | Equity Exposures | - | | - | - | - |
| | Defaulted Exposures | 776,792 | | 771,901 | 880,491 | 70,439 |
| | Total for On-Balance Sheet Exposures | 28,883,346 | | 28,549,540 | 10,642,817 | 851,425 |
| | Off-Balance Sheet Exposures: | | | | | |
| | Credit-related Off-Balance Sheet Exposures | 1,319,902 | | 1,319,936 | 1,169,368 | 93,549 |
| | Derivative Financial Instruments | 32,688 | | 32,688 | 13,660 | 1,093 |
| | Other Treasury-related Off-Balance Sheet Exposures | 33,474 | | 33,474 | 9,018 | 722 |
| | Defaulted Exposures | 51,661 | | 51,627 | 58,001 | 4,640 |
| | Total for Off-Balance Sheet Exposures | 1,437,725 | | 1,437,725 | 1,250,047 | 100,004 |
| | Total On and Off-Balance Sheet Exposures | 30,321,071 | | 29,987,265 | 11,892,864 | 951,429 |
| 2.0 | Large Exposures Risk Requirement | | | - | - | - |
| 3.0 | <u>Market Risk</u> | Long Position | Short Position | | | |
| | Benchmark Rate Risk | 4,050,235 | (2,487,954) | 1,562,281 | 178,654 | 14,292 |
| | Foreign Exchange Risk | 4,776 | (219,906) | (215,130) | 219,905 | 17,593 |
| | Equity Risk | 4,688 | - | 4,688 | 4,688 | 375 |
| | Total Market Risk | 4,059,699 | (2,707,860) | 1,351,839 | 403,247 | 32,260 |
| 4.0 | Operational Risk | | | | 1,601,460 | 128,117 |
| 5.0 | Total RWA and Capital Requirements | | | | 13,897,571 | 1,111,806 |

20. Capital adequacy , continued

(ii) Breakdown of risk-weighted assets by exposures in each major risk category (continued):

Bank

30 June 2009

| Item | Exposure Class | Gross Exposures RM'000 | | Net Exposures RM'000 | Risk Weighted Assets RM'000 | Capital Requirements RM'000 |
|------|--|---------------------------|-------------------|-------------------------|--------------------------------|--------------------------------|
| 1.0 | <u>Credit Risk</u> | | | | | |
| | On-Balance Sheet Exposures: | | | | | |
| | Sovereigns/Central Banks | 10,837,287 | | 10,837,287 | - | - |
| | Public Sector Entities | 826,760 | | 826,760 | 167,905 | 13,432 |
| | Banks, Development Financial Institutions & MDBs | 1,611,119 | | 1,611,075 | 354,611 | 28,369 |
| | Insurance Companies, Securities Firms and Fund Managers | - | | - | - | - |
| | Corporates | 5,453,204 | | 5,311,543 | 2,337,795 | 187,024 |
| | Regulatory Retail | 4,958,778 | | 4,775,661 | 3,581,337 | 286,507 |
| | Residential Mortgages | 1,809,555 | | 1,809,555 | 750,184 | 60,015 |
| | Higher Risk Assets | 27,671 | | 27,671 | 41,507 | 3,321 |
| | Other Assets | 946,616 | | 946,515 | 531,861 | 42,549 |
| | Equity Exposures | - | | - | - | - |
| | Defaulted Exposures | 948,357 | | 897,510 | 1,175,986 | 94,079 |
| | Total for On-Balance Sheet Exposures | 27,419,347 | | 27,043,577 | 8,941,186 | 715,296 |
| | Off-Balance Sheet Exposures: | | | | | |
| | Credit-related Off-Balance Sheet Exposures | 1,363,896 | | 1,363,896 | 1,034,528 | 82,762 |
| | Derivative Financial Instruments | 36,357 | | 36,357 | 10,728 | 858 |
| | Other Treasury-related Off-Balance Sheet Exposures | 25,000 | | 25,000 | 25,000 | 2,000 |
| | Defaulted Exposures | 36,016 | | 36,016 | 47,565 | 3,805 |
| | Total for Off-Balance Sheet Exposures | 1,461,269 | | 1,461,269 | 1,117,821 | 89,425 |
| | Total On and Off-Balance Sheet Exposures | 28,880,616 | | 28,504,846 | 10,059,007 | 804,721 |
| 2.0 | Large Exposures Risk Requirement | | | - | - | - |
| 3.0 | <u>Market Risk</u> | Long Position | Short Position | | | |
| | Benchmark Rate Risk | 1,797,717 | (1,411,820) | 385,897 | 133,439 | 10,675 |
| | Foreign Exchange Risk | 56,278 | (183,192) | (126,914) | 183,192 | 14,655 |
| | Equity Risk | - | - | - | - | - |
| | Total Market Risk | 1,853,995 | (1,595,012) | 258,983 | 316,631 | 25,330 |
| 4.0 | Operational Risk | | | | 1,397,202 | 111,776 |
| 5.0 | Total RWA and Capital Requirements | | | | 11,772,840 | 941,827 |

20. Capital adequacy , continued

(iii) The breakdown of credit risk-weights:

Group

30 June 2010

| Risk weights | Exposures after Netting & Credit Risk Mitigation | | | | | | | | | | | Total Risk Weighted Asset RM'000 |
|-----------------------------|--|-------------------------------|--|--|-------------------|--------------------------|------------------------------|---------------------------|---------------------|-------------------------|---|----------------------------------|
| | Sovereigns / Central Banks RM'000 | Public Sector Entities RM'000 | Banks, Development Financial Institution & MDBs RM'000 | Insurance Companies, Securities Firms and Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Residential Mortgages RM'000 | Higher Risk Assets RM'000 | Other Assets RM'000 | Equity Exposures RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | |
| 0% | 9,087,012 | - | 142,030 | - | 670,689 | 20,587 | - | - | 415,750 | - | 10,336,068 | - |
| 20% | - | 313,582 | 2,220,871 | - | 3,858,857 | 26,101 | - | - | - | - | 6,419,411 | 1,283,882 |
| 35% | - | - | - | - | - | - | 1,240,927 | - | - | - | 1,240,927 | 434,324 |
| 50% | - | - | 200,508 | - | 136,222 | 34,799 | 686,955 | - | - | - | 1,058,484 | 529,242 |
| 75% | - | - | - | - | 29,500 | 6,160,294 | - | - | - | - | 6,189,794 | 4,642,346 |
| 100% | - | 150,241 | 9,620 | - | 3,585,707 | 62,738 | 15,594 | - | 455,571 | - | 4,279,471 | 4,279,471 |
| 150% | - | 277 | - | - | 145,356 | 292,381 | - | 54,013 | - | - | 492,027 | 738,041 |
| Total Exposures | 9,087,012 | 464,100 | 2,573,029 | - | 8,426,331 | 6,596,900 | 1,943,476 | 54,013 | 871,321 | - | 30,016,182 | 11,907,306 |
| RWA by Exposures | - | 213,373 | 554,048 | - | 4,665,748 | 5,144,150 | 793,396 | 81,020 | 455,571 | - | 11,907,306 | |
| Average Risk Weight | 0.0% | 46.0% | 21.5% | - | 55.4% | 78.0% | 40.8% | 150.0% | 52.3% | - | 39.7% | |
| Deduction from Capital Base | | | | | | | | | | | | |

20. Capital adequacy , continued

(iii) The breakdown of credit risk-weights (continued):

Group

30 June 2009

| Risk weights | Exposures after Netting & Credit Risk Mitigation | | | | | | | | | | | |
|-----------------------------------|--|-------------------------------------|---|--|----------------------|--------------------------------|------------------------------------|------------------------------------|---------------------------|-------------------------------|--|---|
| | Sovereigns / Central Banks RM'000 | Public Sector Entities RM'000 | Banks, Development Financial Institution & MDBs RM'000 | Insurance Companies, Securities Firms and Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Residential Mortgages RM'000 | Higher Risk Assets RM'000 | Other Assets RM'000 | Equity Exposures RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | Total Risk Weighted Asset RM'000 |
| 0% | 10,873,305 | 400,197 | 782 | - | 1,194,401 | - | - | - | 311,427 | - | 12,780,112 | - |
| 20% | - | 323,323 | 1,533,124 | - | 2,473,372 | - | - | - | 39,702 | - | 4,369,521 | 873,904 |
| 35% | - | - | - | - | - | - | 1,032,442 | - | - | - | 1,032,442 | 361,355 |
| 50% | - | - | 108,927 | - | 146,030 | 7,660 | 799,206 | - | 4,771 | - | 1,066,594 | 533,297 |
| 75% | - | - | - | - | - | 5,028,748 | - | - | - | - | 5,028,748 | 3,771,561 |
| 100% | - | 135,648 | - | - | 2,794,077 | 50,830 | 92,210 | - | 621,484 | - | 3,694,249 | 3,694,249 |
| 150% | - | - | - | - | 299,994 | 184,304 | - | 64,968 | 4,303 | - | 553,569 | 830,353 |
| Total Exposures | 10,873,305 | 859,168 | 1,642,833 | - | 6,907,874 | 5,271,542 | 1,923,858 | 64,968 | 981,687 | - | 28,525,235 | 10,064,719 |
| RWA by Exposures | - | 200,313 | 361,089 | - | 3,811,757 | 4,102,677 | 853,168 | 97,451 | 638,264 | - | 10,064,719 | |
| Average Risk Weight | 0.0% | 23.3% | 22.0% | - | 59.4% | 16.2% | 5.1% | 150.0% | 65.0% | - | 35.3% | |
| Deduction from Capital Base | | | | | | | | | | | | |

20. Capital adequacy , continued

(iii) The breakdown of credit risk-weights (continued):

Bank

30 June 2010

| Risk weights | Exposures after Netting & Credit Risk Mitigation | | | | | | | | | | | Total Risk Weighted Asset RM'000 |
|-----------------------------|--|-------------------------------------|---|--|----------------------|--------------------------------|------------------------------------|------------------------------------|---------------------------|-------------------------------|--|-------------------------------------|
| | Sovereigns / Central Banks RM'000 | Public Sector Entities RM'000 | Banks, Development Financial Institution & MDBs RM'000 | Insurance Companies, Securities Firms and Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Residential Mortgages RM'000 | Higher Risk Assets RM'000 | Other Assets RM'000 | Equity Exposures RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | |
| 0% | 9,087,012 | - | 142,030 | - | 670,689 | 20,587 | - | - | 401,561 | - | 10,321,879 | - |
| 20% | - | 313,582 | 2,220,514 | - | 3,858,857 | 26,101 | - | - | - | - | 6,419,054 | 1,283,811 |
| 35% | - | - | - | - | - | - | 1,240,927 | - | - | - | 1,240,927 | 434,324 |
| 50% | - | - | 200,508 | - | 136,222 | 34,799 | 686,955 | - | - | - | 1,058,484 | 529,242 |
| 75% | - | - | - | - | 29,500 | 6,160,294 | - | - | - | - | 6,189,794 | 4,642,346 |
| 100% | - | 150,241 | 9,620 | - | 3,585,707 | 62,738 | 15,594 | - | 441,200 | - | 4,265,100 | 4,265,100 |
| 150% | - | 277 | - | - | 145,356 | 292,381 | - | 54,013 | - | - | 492,027 | 738,041 |
| Total Exposures | 9,087,012 | 464,100 | 2,572,672 | - | 8,426,331 | 6,596,900 | 1,943,476 | 54,013 | 842,761 | - | 29,987,265 | 11,892,864 |
| RWA by Exposures | - | 213,373 | 553,977 | - | 4,665,748 | 5,144,150 | 793,396 | 81,020 | 441,200 | - | 11,892,864 | |
| Average Risk Weight | 0.0% | 46.0% | 21.5% | - | 55.4% | 78.0% | 40.8% | 150.0% | 52.4% | - | 39.7% | |
| Deduction from Capital Base | | | | | | | | | | | | |

20. Capital adequacy , continued

(iii) The breakdown of credit risk-weights (continued):

Bank

30 June 2009

| Risk weights | Exposures after Netting & Credit Risk Mitigation | | | | | | | | | | | Total Risk Weighted Asset RM'000 |
|-----------------------------|--|-------------------------------|--|--|-------------------|--------------------------|------------------------------|---------------------------|---------------------|-------------------------|---|----------------------------------|
| | Sovereigns / Central Banks RM'000 | Public Sector Entities RM'000 | Banks, Development Financial Institution & MDBs RM'000 | Insurance Companies, Securities Firms and Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Residential Mortgages RM'000 | Higher Risk Assets RM'000 | Other Assets RM'000 | Equity Exposures RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | |
| 0% | 10,873,305 | 400,197 | 782 | - | 1,194,401 | - | - | - | 296,900 | - | 12,765,585 | - |
| 20% | - | 323,323 | 1,532,936 | - | 2,473,372 | - | - | - | 39,702 | - | 4,369,333 | 873,866 |
| 35% | - | - | - | - | - | - | 1,032,442 | - | - | - | 1,032,442 | 361,355 |
| 50% | - | - | 108,927 | - | 146,030 | 7,660 | 799,206 | - | 4,771 | - | 1,066,594 | 533,297 |
| 75% | - | - | - | - | - | 5,028,748 | - | - | - | - | 5,028,748 | 3,771,561 |
| 100% | - | 135,648 | - | - | 2,794,077 | 50,830 | 92,210 | - | 615,810 | - | 3,688,575 | 3,688,575 |
| 150% | - | - | - | - | 299,994 | 184,304 | - | 64,968 | 4,303 | - | 553,569 | 830,353 |
| Total Exposures | 10,873,305 | 859,168 | 1,642,645 | - | 6,907,874 | 5,271,542 | 1,923,858 | 64,968 | 961,486 | - | 28,504,846 | 10,059,007 |
| RWA by Exposures | - | 200,313 | 361,051 | - | 3,811,757 | 4,102,677 | 853,168 | 97,451 | 632,590 | - | 10,059,007 | |
| Average Risk Weight | 0.0% | 23.3% | 22.0% | - | 59.4% | 16.2% | 5.1% | 150.0% | 65.8% | - | 35.3% | |
| Deduction from Capital Base | | | | | | | | | | | | |

20. Capital adequacy , continued

(iv) The off-balance sheet and counterparty credit risk for the Group and the Bank:

30 June 2010

| Nature of Item | Principal Amount RM'000 | Positive Fair Value of Derivative Contracts RM'000 | Credit Equivalent Amount RM'000 | Risk Weighted Asset RM'000 |
|--|----------------------------|--|---------------------------------------|-------------------------------|
| <u>Credit-related Exposures</u> | | | | |
| Direct credit substitutes | 539,669 | | 539,669 | 498,218 |
| Assets sold with recourse | 242 | | 242 | 242 |
| Transaction related contingent Items | 780,548 | | 390,274 | 366,078 |
| Short Term self liquidating trade related contingencies | 233,613 | | 46,723 | 32,726 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of: | | | | |
| - exceeding one year | 552,337 | | 276,169 | 234,848 |
| - not exceeding one year | 18,745 | | 3,749 | 3,773 |
| Unutilised credit card lines | 436,189 | | 87,238 | 63,984 |
| Any commitments that are unconditionally cancelled at any time by the time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness | 4,325,553 | | - | - |
| | 6,886,896 | | 1,344,063 | 1,199,869 |
| <u>Derivative Financial Instruments</u> | | | | |
| Foreign exchange related contracts | | | | |
| - Less than one year | 1,816,198 | 12,093 | 32,688 | 13,660 |
| - One year to less than five years | - | - | - | - |
| - Five years and above | - | - | - | - |
| Profit rate related contracts | | | | |
| - Less than one year | - | - | - | - |
| - One year to less than five years | 671,740 | 17 | 33,474 | 9,018 |
| - Five years and above | - | - | - | - |
| | 2,487,938 | 12,110 | 66,162 | 22,678 |
| <u>Other Treasury-related Exposures</u> | | | | |
| Obligations under an on-going underwriting agreement | 55,000 | | 27,500 | 27,500 |
| | 55,000 | | 27,500 | 27,500 |
| Total | 9,429,834 | 12,110 | 1,437,725 | 1,250,047 |

20. Capital adequacy , continued

(iv) The off-balance sheet and counterparty credit risk for the Group and the Bank (continued):

30 June 2009

| Nature of Item | Principal Amount RM'000 | Positive Fair Value of Derivative Contracts RM'000 | Credit Equivalent Amount RM'000 | Risk Weighted Asset RM'000 |
|--|----------------------------|--|---------------------------------------|-------------------------------|
| <u>Credit-related Exposures</u> | | | | |
| Direct credit substitutes | 615,699 | | 615,699 | 417,935 |
| Assets sold with recourse | 6,220 | | 6,220 | 6,220 |
| Transaction related contingent Items | 702,411 | | 351,206 | 339,589 |
| Short Term self liquidating trade related contingencies | 390,819 | | 78,164 | 26,367 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of: | | | | |
| - exceeding one year | 333,712 | | 166,856 | 155,622 |
| - not exceeding one year | 238 | | 48 | 71 |
| Unutilised credit card lines | 908,596 | | 181,719 | 136,289 |
| Any commitments that are unconditionally cancelled at any time by the time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness | 3,035,041 | | - | - |
| | 5,992,736 | - | 1,399,912 | 1,082,093 |
| <u>Derivative Financial Instruments</u> | | | | |
| Foreign exchange related contracts | | | | |
| - Less than one year | 1,455,651 | 6,015 | 15,753 | 6,607 |
| - One year to less than five years | - | - | - | - |
| - Five years and above | - | - | - | - |
| Profit rate related contracts | | | | |
| - Less than one year | 9,538 | 25 | 25 | 5 |
| - One year to less than five years | 185,453 | 179 | 20,579 | 4,116 |
| - Five years and above | - | - | - | - |
| | 1,650,642 | 6,219 | 36,357 | 10,728 |
| <u>Other Treasury-related Exposures</u> | | | | |
| Obligations under an on-going underwriting agreement | 50,000 | | 25,000 | 25,000 |
| | 50,000 | | 25,000 | 25,000 |
| Total | 7,693,378 | 6,219 | 1,461,269 | 1,117,821 |

21. Profit Rate Risk

| <u>Group</u> | ← | | Non-trading book | | | → | | Total | Effective profit rate % |
|--|--------------------|------------------|------------------|------------------|------------------|----------------------|------------------|-------------------|-------------------------|
| | Up to 1 month | > 1-3 months | > 3-12 months | 1-5 years | Over 5 years | Non profit sensitive | Trading book | | |
| 30 June 2010 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| Assets | | | | | | | | | |
| Cash, short term funds and deposits & placements with banks & other financial institutions | 5,278,738 | - | - | - | - | 684,114 | - | 5,962,852 | 2.04 |
| Securities | | | | | | | | | |
| - Held-for-trading | - | - | - | - | - | - | 1,562,294 | 1,562,294 | 0.35 |
| - Held-to-maturity | - | - | - | 85,092 | 69,389 | - | - | 154,481 | 4.29 |
| - Available-for-sale | 718,966 | 2,076,154 | 911,163 | 5,351,217 | 1,886,146 | - | - | 10,943,646 | 2.81 |
| Financing, advances & others | | | | | | | | | |
| - performing | 693,658 | 729,062 | 799,525 | 2,608,957 | 6,087,237 | - | - | 10,918,439 | 7.31 |
| - non-performing | - | - | - | - | - | 371,293 | - | 371,293 | - |
| Other assets | - | - | - | - | - | 422,216 | - | 422,216 | - |
| Total Assets | 6,691,362 | 2,805,216 | 1,710,688 | 8,045,266 | 8,042,772 | 1,477,623 | 1,562,294 | 30,335,221 | |
| Liabilities | | | | | | | | | |
| Deposits from customers | 12,617,338 | 320,830 | 246,601 | 3,539,406 | - | 9,962,564 | - | 26,686,739 | 1.71 |
| Deposits & placement of banks & other financial institutions | 361,575 | 6,477 | - | 6,698 | - | - | - | 374,750 | 1.43 |
| Bills & acceptance payable | 295,841 | - | - | - | - | - | - | 295,841 | 2.40 |
| Other liabilities | - | - | - | - | - | 619,435 | - | 619,435 | - |
| Total Liabilities | 13,274,754 | 327,307 | 246,601 | 3,546,104 | - | 10,581,999 | - | 27,976,765 | |
| Shareholders' equity | - | - | - | - | - | 2,357,926 | - | 2,357,926 | |
| Minority interests | - | - | - | - | - | 530 | - | 530 | |
| Total Liabilities and shareholders equity | 13,274,754 | 327,307 | 246,601 | 3,546,104 | - | 12,940,455 | - | 30,335,221 | |
| On balance sheet profit sensitivity gap | (6,583,392) | 2,477,909 | 1,464,087 | 4,499,162 | 8,042,772 | (11,462,832) | 1,562,294 | - | |
| Off balance sheet profit sensitivity gap (Profit rate swaps) | 500,000 | - | - | (500,000) | - | - | - | - | |
| Total profit sensitivity gap | (6,083,392) | 2,477,909 | 1,464,087 | 3,999,162 | 8,042,772 | (11,462,832) | 1,562,294 | - | |

21. Profit Rate Risk, continued

| <u>Group</u> | ←----- Non-trading book -----→ | | | | | | Trading book | Total | Effective profit rate |
|--|--------------------------------|------------------|------------------|------------------|------------------|----------------------|----------------|-------------------|-----------------------|
| | Up to 1 month | > 1-3 months | > 3-12 months | 1-5 years | Over 5 years | Non profit sensitive | | | |
| 30 June 2009 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| Assets | | | | | | | | | |
| Cash, short term funds and deposits & placements with banks & other financial institutions | 7,795,293 | 182 | - | - | - | 650,112 | - | 8,445,587 | 2.76 |
| Securities | | | | | | | | | |
| -Held-for-trading | - | - | - | - | - | - | 287,675 | 287,675 | 2.09 |
| -Held-to-maturity | - | 7,760 | - | 155,003 | - | - | - | 162,763 | 2.39 |
| -Available-for-sale | 330,554 | 1,080,040 | 1,124,752 | 3,303,180 | 2,626,904 | - | - | 8,465,430 | 3.92 |
| Financing, advances & others | | | | | | | | | |
| - performing | 711,659 | 868,035 | 544,284 | 2,116,720 | 4,939,012 | - | - | 9,179,710 | 7.73 |
| - non-performing | - | - | - | - | - | 482,154 | - | 482,154 | - |
| Other assets | - | - | - | - | - | 465,188 | - | 465,188 | - |
| Total Assets | 8,837,506 | 1,956,017 | 1,669,036 | 5,574,903 | 7,565,916 | 1,597,454 | 287,675 | 27,488,507 | |
| Liabilities | | | | | | | | | |
| Deposits from customers | 9,758,073 | 2,797,708 | 2,015,425 | 1,511,812 | - | 9,121,613 | - | 25,204,631 | 2.12 |
| Deposits & placement of banks & other financial institutions | 8,078 | - | - | - | - | - | - | 8,078 | 3.76 |
| Bills & acceptance payable | 283,212 | - | - | - | - | - | - | 283,212 | 3.20 |
| Subordinated financing | - | - | - | 100,000 | - | - | - | 100,000 | 2.75 |
| Other liabilities | - | - | - | - | - | 361,404 | - | 361,404 | - |
| Total Liabilities | 10,049,363 | 2,797,708 | 2,015,425 | 1,611,812 | - | 9,483,017 | - | 25,957,325 | |
| Shareholders' equity | - | - | - | - | - | 1,531,182 | - | 1,531,182 | |
| Total Liabilities and shareholders equity | 10,049,363 | 2,797,708 | 2,015,425 | 1,611,812 | - | 11,014,199 | - | 27,488,507 | |
| On balance sheet profit sensitivity gap | (1,211,857) | (841,691) | (346,389) | 3,963,091 | 7,565,916 | (9,416,745) | 287,675 | - | |
| Off balance sheet profit sensitivity gap (Profit rate swaps) | - | 100,000 | - | (100,000) | - | - | - | - | |
| Total profit sensitivity gap | (1,211,857) | (741,691) | (346,389) | 3,863,091 | 7,565,916 | (9,416,745) | 287,675 | - | |

21. Profit Rate Risk, continued

| Bank | ← | | Non-trading book | | | → | | Trading book | Total | Effective profit rate |
|--|--------------------|------------------|------------------|------------------|------------------|----------------------|------------------|-------------------|------------|-----------------------|
| | Up to 1 month | > 1-3 months | > 3-12 months | 1-5 years | Over 5 years | Non profit sensitive | RM'000 | | | |
| 30 June 2010 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | % |
| Assets | | | | | | | | | | |
| Cash, short term funds and deposits & placements with banks & other financial institutions | 5,278,487 | - | - | - | - | - | 669,820 | - | 5,948,307 | 1.98 |
| Securities | | | | | | | | | | |
| - Held-for-trading | - | - | - | - | - | - | - | 1,562,294 | 1,562,294 | 0.35 |
| - Held-to-maturity | - | - | - | 85,092 | 69,389 | - | - | - | 154,481 | 4.29 |
| - Available-for-sale | 718,966 | 2,076,154 | 911,163 | 5,351,217 | 1,886,146 | - | - | - | 10,943,646 | 2.81 |
| Financing, advances & others | | | | | | | | | | |
| - performing | 693,658 | 729,062 | 793,409 | 2,608,957 | 6,087,617 | - | - | - | 10,912,703 | 7.31 |
| - non-performing | - | - | - | - | - | - | 371,293 | - | 371,293 | - |
| Other assets | - | - | - | - | - | - | 441,345 | - | 441,345 | - |
| Total Assets | 6,691,111 | 2,805,216 | 1,704,572 | 8,045,266 | 8,043,152 | 1,482,458 | 1,562,294 | 30,334,069 | | |
| Liabilities | | | | | | | | | | |
| Deposits from customers | 12,630,583 | 324,749 | 246,601 | 3,539,406 | - | - | 9,962,564 | - | 26,703,903 | 1.71 |
| Deposits & placement of banks & other financial institutions | 361,575 | 6,477 | - | 6,698 | - | - | - | - | 374,750 | 1.43 |
| Bills & acceptance payable | 297,576 | - | - | - | - | - | - | - | 297,576 | 2.40 |
| Other liabilities | - | - | - | - | - | - | 610,973 | - | 610,973 | - |
| Total Liabilities | 13,289,734 | 331,226 | 246,601 | 3,546,104 | - | 10,573,537 | - | 27,987,202 | | |
| Shareholders' equity | - | - | - | - | - | - | 2,346,867 | - | 2,346,867 | |
| Total Liabilities and shareholders equity | 13,289,734 | 331,226 | 246,601 | 3,546,104 | - | 12,920,404 | - | 30,334,069 | | |
| On balance sheet profit sensitivity gap | (6,598,623) | 2,473,990 | 1,457,971 | 4,499,162 | 8,043,152 | (11,437,946) | 1,562,294 | - | - | |
| Off balance sheet profit sensitivity gap (Profit rate swaps) | 500,000 | - | - | (500,000) | - | - | - | - | - | |
| Total profit sensitivity gap | (6,098,623) | 2,473,990 | 1,457,971 | 3,999,162 | 8,043,152 | (11,437,946) | 1,562,294 | - | | |

21. Profit Rate Risk, continued

| Bank | ←----- Non-trading book -----→ | | | | | | Trading book | Total | Effective profit rate |
|--|--------------------------------|------------------|------------------|------------------|------------------|----------------------|----------------|-------------------|-----------------------|
| | Up to 1 month | > 1-3 months | > 3-12 months | 1-5 years | Over 5 years | Non profit sensitive | | | |
| 30 June 2009 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| Assets | | | | | | | | | |
| Cash, short term funds and deposits & placements with banks & other financial institutions | 7,780,760 | - | - | - | - | 650,112 | - | 8,430,872 | 2.74 |
| Securities | | | | | | | | | |
| -Held-for-trading | - | - | - | - | - | - | 287,628 | 287,628 | 2.04 |
| -Held-to-maturity | - | 7,760 | - | 155,003 | - | - | - | 162,763 | 2.39 |
| -Available-for-sale | 330,554 | 1,080,040 | 1,124,752 | 3,303,180 | 2,626,904 | - | - | 8,465,430 | 3.92 |
| Financing, advances & others | | | | | | | | | |
| - performing | 711,659 | 868,035 | 544,284 | 2,116,720 | 4,939,012 | - | - | 9,179,710 | 7.73 |
| - non-performing | - | - | - | - | - | 482,154 | - | 482,154 | - |
| Other assets | - | - | - | - | - | 479,647 | - | 479,647 | - |
| Total Assets | 8,822,973 | 1,955,835 | 1,669,036 | 5,574,903 | 7,565,916 | 1,611,913 | 287,628 | 27,488,204 | |
| Liabilities | | | | | | | | | |
| Deposits from customers | 9,764,204 | 2,798,463 | 2,015,425 | 1,511,812 | - | 9,121,612 | - | 25,211,516 | 2.12 |
| Deposits & placement of banks & other financial institutions | 8,078 | - | - | - | - | - | - | 8,078 | 3.76 |
| Bills & acceptance payable | 289,469 | - | - | - | - | - | - | 289,469 | 3.20 |
| Subordinated financing | - | - | - | 100,000 | - | - | - | 100,000 | 2.75 |
| Other liabilities | - | - | - | - | - | 359,588 | - | 359,588 | - |
| Total Liabilities | 10,061,751 | 2,798,463 | 2,015,425 | 1,611,812 | - | 9,481,200 | - | 25,968,651 | |
| Shareholders' equity | - | - | - | - | - | 1,519,553 | - | 1,519,553 | |
| Total Liabilities and shareholders equity | 10,061,751 | 2,798,463 | 2,015,425 | 1,611,812 | - | 11,000,753 | - | 27,488,204 | |
| On balance sheet profit sensitivity gap | (1,238,778) | (842,628) | (346,389) | 3,963,091 | 7,565,916 | (9,388,840) | 287,628 | - | |
| Off balance sheet profit sensitivity gap (Profit rate swaps) | - | 100,000 | - | (100,000) | - | - | - | - | |
| Total profit sensitivity gap | (1,238,778) | (742,628) | (346,389) | 3,863,091 | 7,565,916 | (9,388,840) | 287,628 | - | |