

**Bank Islam Malaysia Berhad (98127-X)**  
(Incorporated in Malaysia)  
**Unaudited Interim Financial Statements**

**Statements of Financial Position as at 30 June 2012**

		<b>Group</b>			<b>Bank</b>		
	<b>Note</b>	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>1.1.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>1.1.2011</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>							
Cash and short-term funds	9	<b>2,753,773</b>	3,364,180	2,519,695	<b>2,709,073</b>	3,355,764	2,509,483
Deposits and placements with banks and other financial institutions	10	<b>300,002</b>	860,181	352,798	<b>300,002</b>	860,181	352,798
Financial assets held-for-trading	11	<b>741,041</b>	1,228,952	2,279,447	<b>741,041</b>	1,228,952	2,279,447
Derivative financial assets	12	<b>18,469</b>	15,877	80,108	<b>18,469</b>	15,877	80,108
Financial assets available-for-sale	13	<b>12,058,080</b>	11,005,121	12,763,020	<b>12,060,091</b>	11,007,132	12,765,031
Financial assets held-to-maturity	14	<b>264,944</b>	327,334	215,944	<b>264,944</b>	327,334	215,944
Financing, advances and others	15	<b>16,356,472</b>	14,161,837	11,858,599	<b>16,410,234</b>	14,160,337	11,857,108
Other assets	16	<b>169,851</b>	43,671	39,091	<b>142,835</b>	43,514	37,792
Statutory deposits with Bank Negara Malaysia		<b>874,000</b>	912,000	10,000	<b>874,000</b>	912,000	10,000
Current tax assets		<b>40,916</b>	42,746	39,605	<b>40,468</b>	42,258	38,500
Deferred tax assets		<b>23,386</b>	23,386	44,224	<b>23,560</b>	23,560	44,198
Investments in subsidiary companies		-	-	-	<b>28,027</b>	28,027	27,127
Investment in associate company		<b>23,518</b>	21,180	-	<b>22,563</b>	22,563	-
Property and equipment		<b>211,395</b>	200,853	181,489	<b>210,655</b>	199,005	180,380
<b>Total assets</b>		<b><u>33,835,847</u></b>	<u>32,207,318</u>	<u>30,384,020</u>	<b><u>33,845,962</u></b>	<u>32,226,504</u>	<u>30,397,916</u>

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**Statements of Financial Position as at 30 June 2012 (continued)**

		<b>Group</b>			<b>Bank</b>		
	<b>Note</b>	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>1.1.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>1.1.2011</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Liabilities and equity</b>							
Deposits from customers	17	<b>28,685,844</b>	28,279,678	26,866,555	<b>28,699,916</b>	28,304,907	26,888,250
Deposits and placements of banks and other financial institutions	18	<b>1,430,981</b>	384,628	378,129	<b>1,430,981</b>	384,628	378,129
Derivative financial liabilities	12	<b>34,378</b>	23,299	66,708	<b>34,378</b>	23,299	66,708
Bills and acceptance payable		<b>270,866</b>	259,153	163,191	<b>270,866</b>	262,075	165,532
Other liabilities	19	<b>401,864</b>	430,161	364,084	<b>401,779</b>	428,362	362,786
Zakat and taxation		<b>41,505</b>	22,556	11,124	<b>41,157</b>	22,276	11,067
<b>Total liabilities</b>		<b>30,865,438</b>	29,399,475	27,849,791	<b>30,879,077</b>	29,425,547	27,872,472

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**Statements of Financial Position as at 30 June 2012 (continued)**

	Note	30.06.2012 RM'000	Group 31.12.2011 RM'000	1.1.2011 RM'000	30.06.2012 RM'000	Bank 31.12.2011 RM'000	1.1.2011 RM'000
<b>Equity</b>							
Share capital		2,265,490	2,265,490	2,265,490	2,265,490	2,265,490	2,265,490
Reserves		704,919	542,353	268,264	701,395	535,467	259,954
<b>Equity attributable to equity holders of the Bank</b>		<b>2,970,409</b>	2,807,843	2,533,754	<b>2,966,885</b>	2,800,957	2,525,444
Non-controlling interests		-	-	475	-	-	-
<b>Total equity</b>		<b>2,970,409</b>	2,807,843	2,534,229	<b>2,966,885</b>	2,800,957	2,525,444
<b>Total liabilities and equity</b>		<b>33,835,847</b>	32,207,318	30,384,020	<b>33,845,962</b>	32,226,504	30,397,916
<b>Off-balance sheet exposures</b>	28	<b>10,591,373</b>	9,286,104	13,081,292	<b>10,591,373</b>	9,286,104	13,081,292
<b>Capital adequacy</b>							
<u>Before proposed dividend</u>							
Tier 1 Capital Ratio		<b>14.64%</b>	15.81%	16.26%	<b>14.65%</b>	15.83%	16.24%
Risk-Weighted Capital Ratio		<b>15.86%</b>	17.02%	17.49%	<b>15.73%</b>	16.86%	17.29%
<u>After proposed dividend</u>							
Tier 1 Capital Ratio		<b>14.38%</b>	15.55%	15.71%	<b>14.39%</b>	15.57%	15.69%
Risk-Weighted Capital Ratio		<b>15.59%</b>	16.75%	16.95%	<b>15.47%</b>	16.60%	16.74%

*The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Bank for the financial year ended 31 December 2011.*

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**Income Statements for the six months ended 30 June 2012**

Group	Note	3 months ended		6 months ended	
		30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
Income derived from investment of depositors' funds	20	<b>386,397</b>	345,913	<b>766,836</b>	679,978
Income derived from investment of shareholders' funds	21	<b>71,517</b>	64,888	<b>147,668</b>	131,430
Allowances for impairment on financing and advances	22	<b>(2,606)</b>	10,094	<b>(17,895)</b>	8,273
Allowances for impairment on investments		<b>10,169</b>	1,414	<b>392</b>	1,414
Reversal of allowances for impairment on other assets		-	-	<b>1,356</b>	-
Provision for contingent liability		-	(5,952)	-	(15,231)
Direct expenses		<b>(9,418)</b>	(6,395)	<b>(16,299)</b>	(11,231)
Total distributable income		<b>456,059</b>	409,962	<b>882,058</b>	794,633
Income attributable to depositors	23	<b>(138,138)</b>	(117,285)	<b>(271,639)</b>	(239,404)
<b>Total net income</b>		<b>317,921</b>	292,677	<b>610,419</b>	555,229
Personnel expenses	24	<b>(93,091)</b>	(82,633)	<b>(182,200)</b>	(162,380)
Other overhead expenses	25	<b>(78,853)</b>	(71,365)	<b>(152,155)</b>	(140,480)
		<b>145,977</b>	138,679	<b>276,064</b>	252,369
Share of results of associate company		<b>1,798</b>	(154)	<b>2,338</b>	(154)
<b>Profit before zakat and tax</b>		<b>147,775</b>	138,525	<b>278,402</b>	252,215
Zakat		<b>(1,688)</b>	(978)	<b>(3,365)</b>	(1,895)
Tax expense		<b>(37,490)</b>	(28,908)	<b>(76,473)</b>	(63,274)
<b>Profit for the period</b>		<b>108,597</b>	108,639	<b>198,564</b>	187,046
Attributable to:					
Equity holders of the Bank		<b>108,597</b>	108,661	<b>198,564</b>	187,020
Non-controlling interests		-	(22)	-	26
<b>Profit for the period</b>		<b>108,597</b>	108,639	<b>198,564</b>	187,046
<b>Earnings per share (sen)</b>				<b>8.76</b>	8.26

*The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Bank for the financial year ended 31 December 2011.*

**Bank Islam Malaysia Berhad (98127-X)**  
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**Unaudited Interim Financial Statements**

**Statements of Comprehensive Income**  
**for the six months ended 30 June 2012**

<b>Group</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the period	<b>108,597</b>	108,639	<b>198,564</b>	187,046
Other comprehensive income				
Currency translation differences in respect of foreign operations	<b>(11,044)</b>	855	<b>(1,099)</b>	6,662
Net gain/(loss) on revaluation of financial assets available-for-sale	<b>2,707</b>	(3,895)	<b>9,787</b>	11,725
Other comprehensive income for the period, net of tax	<b>(8,337)</b>	(3,040)	<b>8,688</b>	18,387
Total comprehensive income for the period	<b>100,260</b>	105,599	<b>207,252</b>	205,433
Attributable to:				
Equity holders of the Bank	<b>100,260</b>	105,621	<b>207,252</b>	205,407
Non-controlling interests	-	(22)	-	26
Total comprehensive income for the period	<b>100,260</b>	105,599	<b>207,252</b>	205,433

*The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Bank for the financial year ended 31 December 2011.*

**Bank Islam Malaysia Berhad (98127-X)**  
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**Unaudited Interim Financial Statements**

**Income Statements for the six months ended 30 June 2012**

Bank	Note	3 months ended		6 months ended	
		30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
Income derived from investment of depositors' funds	20	<b>386,825</b>	346,388	<b>768,298</b>	680,715
Income derived from investment of shareholders' funds	21	<b>75,324</b>	62,080	<b>147,609</b>	125,700
Allowances for impairment on financing and advances	22	<b>(2,606)</b>	10,094	<b>(17,895)</b>	8,273
Allowances for impairment on investments		<b>10,169</b>	1,414	<b>392</b>	1,414
Reversal of allowances for impairment on other assets		-	-	<b>1,356</b>	-
Provision for contingent liability		-	(5,952)	-	(15,231)
Direct expenses		<b>(9,418)</b>	(6,395)	<b>(16,299)</b>	(11,231)
Total distributable income		<b>460,294</b>	407,629	<b>883,461</b>	789,640
Income attributable to depositors	23	<b>(138,229)</b>	(117,346)	<b>(271,818)</b>	(239,537)
<b>Total net income</b>		<b>322,065</b>	290,283	<b>611,643</b>	550,103
Personnel expenses	24	<b>(91,864)</b>	(81,478)	<b>(179,759)</b>	(160,204)
Other overhead expenses	25	<b>(78,145)</b>	(69,967)	<b>(150,421)</b>	(137,556)
<b>Profit before zakat and tax</b>		<b>152,056</b>	138,838	<b>281,463</b>	252,343
Zakat		<b>(1,650)</b>	(900)	<b>(3,300)</b>	(1,800)
Tax expense		<b>(37,320)</b>	(28,950)	<b>(76,235)</b>	(63,193)
<b>Profit for the period</b>		<b>113,086</b>	108,988	<b>201,928</b>	187,350

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**Statements of Comprehensive Income**  
**for the six months ended 30 June 2012**

<b>Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the period	<b>113,086</b>	108,988	<b>201,928</b>	187,350
Other comprehensive income				
Currency translation differences in respect of foreign operations	<b>(11,054)</b>	856	<b>(1,101)</b>	6,666
Net gain/(loss) on revaluation of financial assets available-for-sale	<b>2,707</b>	(3,895)	<b>9,787</b>	11,725
Other comprehensive income for the period, net of tax	<b>(8,347)</b>	(3,039)	<b>8,686</b>	18,391
Total comprehensive income for the period	<b>104,739</b>	105,949	<b>210,614</b>	205,741

*The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Bank for the financial year ended 31 December 2011.*

**Bank Islam Malaysia Berhad (98127-X)**  
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**Consolidated Statement of Changes in Equity for the six months ended 30 June 2012**

Group	← Attributable to equity holders of the Bank →						Non-controlling interests RM'000	Total equity RM'000
	← Non-distributable →			Distributable		Total RM'000		
	Share capital RM'000	Share premium RM'000	Other reserves RM'000	Retained Earnings/ (Accumulated Losses) RM'000				
<b>At 1 January 2012</b>	<b>2,265,490</b>	<b>500,020</b>	<b>1,082,603</b>	<b>(1,040,270)</b>	<b>2,807,843</b>	-	<b>2,807,843</b>	
Profit for the period	-	-	-	198,564	198,564	-	198,564	
Other comprehensive income	-	-	8,688	-	8,688	-	8,688	
Total comprehensive income for the period	-	-	8,688	198,564	207,252	-	207,252	
Dividend payable	-	-	-	(44,686)	(44,686)	-	(44,686)	
Zerorisation of accumulated losses	-	(500,020)	(684,335)	1,184,355	-	-	-	
Transfer to statutory reserve	-	-	100,964	(100,964)	-	-	-	
<b>At 30 June 2012</b>	<b>2,265,490</b>	<b>-</b>	<b>507,920</b>	<b>196,999</b>	<b>2,970,409</b>	<b>-</b>	<b>2,970,409</b>	
<b>At 1 January 2011</b>	2,265,490	500,020	878,439	(1,110,195)	2,533,754	475	2,534,229	
Profit for the year, restated	-	-	-	187,020	187,020	26	187,046	
Other comprehensive income	-	-	18,387	-	18,387	-	18,387	
Total comprehensive income for the year	-	-	18,387	187,020	205,407	26	205,433	
Transfer to statutory reserve	-	-	89,381	(89,381)	-	-	-	
Dividends paid on ordinary shares	-	-	-	(80,708)	(80,708)	-	(80,708)	
<b>At 30 June 2011</b>	<b>2,265,490</b>	<b>500,020</b>	<b>986,207</b>	<b>(1,093,264)</b>	<b>2,658,453</b>	<b>501</b>	<b>2,658,954</b>	

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**Statement of Changes in Equity for the six months ended 30 June 2012**

Bank	← Non-distributable →		Other reserves	Distributable Retained Earnings/ (Accumulated Losses)	Total equity
	Share capital RM'000	Share premium RM'000			
<b>At 1 January 2012</b>	<b>2,265,490</b>	<b>500,020</b>	<b>1,082,595</b>	<b>(1,047,148)</b>	<b>2,800,957</b>
Profit for the period	-	-	-	201,928	201,928
Other comprehensive income	-	-	8,686	-	8,686
Total comprehensive income for the period	-	-	8,686	201,928	210,614
Dividend payable	-	-	-	(44,686)	(44,686)
Zerorisation of accumulated losses	-	(500,020)	(684,335)	1,184,355	-
Transfer to statutory reserve	-	-	100,964	(100,964)	-
<b>At 30 June 2012</b>	<b>2,265,490</b>	<b>-</b>	<b>507,910</b>	<b>193,485</b>	<b>2,966,885</b>
<b>At 1 January 2011</b>	<b>2,265,490</b>	<b>500,020</b>	<b>878,439</b>	<b>(1,118,505)</b>	<b>2,525,444</b>
Profit for the year, restated	-	-	-	187,350	187,350
Other comprehensive income	-	-	18,391	-	18,391
Total comprehensive income for the year	-	-	18,391	187,350	205,741
Transfer to statutory reserve	-	-	89,381	(89,381)	-
Dividends paid on ordinary shares	-	-	-	(80,708)	(80,708)
<b>At 30 June 2011</b>	<b>2,265,490</b>	<b>500,020</b>	<b>986,211</b>	<b>(1,101,244)</b>	<b>2,650,477</b>

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**Bank Islam Malaysia Berhad (98127-X)**  
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**Condensed Statements of Cash Flow**  
**for the six months period 30 June 2012**

	Group		Bank	
	6 months ended		6 months ended	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
	RM'000	RM'000	RM'000	RM'000
Profit before zakat and tax	<b>278,402</b>	252,215	<b>281,463</b>	252,343
Adjustment for non-cash items	<b>9,337</b>	3,289	<b>5,521</b>	2,349
Operating profit before working capital changes	<b>287,739</b>	255,504	<b>286,984</b>	254,692
Changes in working capital:				
Net changes in operating assets	<b>(1,181,509)</b>	(1,137,495)	<b>(1,209,502)</b>	(1,131,412)
Net changes in operating liabilities	<b>393,537</b>	(2,716,167)	<b>381,172</b>	(2,728,694)
Cash used in operations	<b>(500,233)</b>	(3,598,158)	<b>(541,346)</b>	(3,605,414)
Zakat and tax paid	<b>(60,849)</b>	(88,928)	<b>(60,654)</b>	(88,575)
Tax refund	<b>1,790</b>	-	<b>1,790</b>	-
Net cash used in operating activities	<b>(559,292)</b>	(3,687,086)	<b>(600,210)</b>	(3,693,989)
Net cash (used in)/generated from investing activities	<b>(489,048)</b>	2,630,541	<b>(484,001)</b>	2,631,702
Net cash used in financing activities	<b>(44,686)</b>	(80,708)	<b>(44,686)</b>	(80,708)
Net decrease in cash and cash equivalents	<b>(1,093,026)</b>	(1,137,253)	<b>(1,128,897)</b>	(1,142,995)
Cash and cash equivalents at beginning of the period	<b>4,224,361</b>	2,872,493	<b>4,215,945</b>	2,862,281
Exchange difference on translation	<b>(77,560)</b>	6,662	<b>(77,973)</b>	6,666
Cash and cash equivalents at end of the period	<b>3,053,775</b>	1,741,902	<b>3,009,075</b>	1,725,952

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## **Unaudited Interim Financial Statements**

### **Notes to the unaudited interim financial statements for the six months period ended 30 June 2012**

#### **1. Basis of preparation**

On 19 November 2011, Malaysian Accounting Standards Board (MASB) issued the Malaysian Financial Reporting Standard (MFRS) framework for application in the annual periods beginning on or after 1 January 2012. The MFRS framework was introduced by MASB to fully converge with the International Financial Reporting Standards (IFRS) framework issued by the International Accounting Standards Board (IASB). Whilst the MFRSs issued by MASB are mostly adopted from IFRSs, there are some differences as first-time adoption of MFRS requires retrospective application and there are also differences in relation to transitional provisions and effective dates.

Upon transition to MFRS framework, reporting entities are required to adopt MFRS 1, *First-time Adoption of MFRSs* in order to ensure that an entity's first MFRS adopted financial statements are prepared in accordance with the requirements of the MFRS framework.

The Group and the Bank have adopted the MFRS framework with effect from 1 January 2012. The transition date for the purpose of the presentation of comparative information for the Group and the Bank is 1 January 2011. The unaudited interim financial statements of the Group and of the Bank for the financial half year ended 30 June 2012 have been prepared in accordance with the applicable requirements of MFRS 134: *Interim Financial Reporting* in Malaysia, Bank Negara Malaysia (BNM) Guidelines, the provisions of the Companies Act, 1965 and Shariah requirements.

The unaudited interim financial statements have been prepared under the historical cost convention except for derivative financial instruments, financial assets held-for-trading and financial assets available-for-sale, which have been measured at fair value.

The unaudited interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011, except those restatements of comparative information arising from adoption of the MFRSs which are disclosed in Note 34 Change in Accounting Policies. The explanatory notes attached to the unaudited 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 Bank since the financial year ended 31 December 2011.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the recent audited financial statements for the financial year ended 31 December 2011, except for the adoption of the following MFRSs:

- Application of MFRS1, *First-time Adoption of MFRSs*

The transition date for the purpose of the presentation of comparative information for the Group and the Bank is 1 January 2011, which is the beginning of the financial period for which the Group and the Bank present the full comparative information under the MFRS framework in its first MFRS financial statements.

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**1. Basis of preparation (continued)**

- Application of MFRS1, *First-time Adoption of MFRSs (continued)*

Upon transition to MFRSs, the Group and the Bank have elected to deem the cumulative translation differences for all foreign operations to be zero at the date of transition.

The impact of electing to deem the cumulative translation differences for all foreign operations to be zero at the date of transition and transferring the amount to Retained Earnings has been accounted for retrospectively and disclosed in Note 34 Change in Accounting Policies.

The adoption of the other policy elections does not have any financial impact on the Group and the Bank.

- MFRS 139, *Financial Instruments: Recognition and Measurement*

With the issuance of the MFRS framework, BNM has revised the Guidelines on Classification and Impairment Provisions for Loans/Financing to align the requirements on the determination of collective assessment allowance with that of MFRS 139. The transitional provision which was allowed under the earlier guidelines was removed with effect from 1 January 2012.

This change in accounting policy has been accounted for retrospectively and disclosed in Note 34 Change in Accounting Policies.

The following MFRSs and IC Interpretations have been issued by the MASB and are not yet effective:

Effective for annual periods commencing on or after 1 July 2012

Presentation of Items of Other Comprehensive Income (Amendments to MFRS 101)

Effective for annual periods commencing on or after 1 January 2013

MFRS 10	<i>Consolidated Financial Statements</i>
MFRS 11	<i>Joint Arrangements</i>
MFRS 12	<i>Disclosure of Interests in Other Entities</i>
MFRS 13	<i>Fair Value Measurement</i>
MFRS 119	<i>Employee Benefits</i> (as amended in June 2011)
MFRS 127	Separate Financial Statements (as amended by IASB in May 2011)
MFRS 128	Investments in Associates and Joint Ventures (as amended by IASB in May 2011)
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Disclosures – Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 7)	

Effective for annual periods commencing on or after 1 January 2014

Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 132)

Effective for annual periods commencing on or after 1 January 2015

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009)
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)

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**1. Basis of preparation (continued)**

Some of the above MFRSs and IC Interpretation will not have any financial impact to the Group as it is not relevant to the Group's operations. The financial effects of the above MFRSs and Amendments to MFRSs are still being assessed due to the complexity of these new MFRSs and Amendments to MFRSs and their proposed changes.

**2. Auditors' reports on preceding financial period financial statements**

The auditors' report on the audited financial statements for the financial year ended 31 December 2011 was not qualified.

**3. Seasonal or cyclical factors**

The operations of the Bank were not materially affected by any seasonal or cyclical factors in the six months ended 30 June 2012.

**4. Unusual items**

There were no unusual items in the six months ended 30 June 2012.

**5. Changes in accounting estimates**

There was no material changes in estimates of amounts reported in the prior financial years that have a material effect to the six months ended 30 June 2012.

**6. Debt and equity securities**

There were no issuance or repayment of debt and equity securities or share buy-back during the six months ended 30 June 2012.

**7. Significant events during the six months ended 30 June 2012**

**a) Zerorisation of Accumulated Loss**

A proposal approved by the Bank's Board of Directors was submitted to BNM on 14 October 2010 requesting to write-off the accumulated losses in the books against the Share Premium and Statutory Reserves. BNM via their reply dated 25 February 2011 had no objections on the Bank's proposal.

Nevertheless, the Bank was required to fulfil the requirements of Section 64 of the Companies Act 1965 prior to utilising the share premium which includes obtaining general meeting's approval by way of special resolution and court's approval.

On 23 February 2012, the High Court of Malaya granted the Bank approval to reduce the Bank's Share Premium Account. The amount from the Share Premium account of RM 500.02 million and an amount of RM 684.34 million from the Statutory Reserve Account have been utilised to write off the outstanding accumulated loss as at 31 December 2011 of RM 1,184.36 million (after putting aside the final dividend payable for the financial year ended 31 December 2011 of RM 44.69 million).

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**7. Significant events during the six months ended 30 June 2012 (continued)**

**b) Transfer of Ar-Rahnu business from Farihan Corporation Sdn Bhd (FCSB) to Bank Islam Malaysia Berhad (the Bank)**

FCSB is a wholly-owned subsidiary of the Bank which operates Ar-Rahnu (Islamic pawn broking) business under a licence granted by the Ministry of Housing and Local Government, Malaysia under the Pawnbrokers Act 1972.

On 8 July 2011, the Bank has been granted approval from Bank Negara Malaysia (with certain condition) to commence Ar-Rahnu business. Consequently upon meeting BNM's conditions, on 13 April 2012, the business, assets and liabilities of FCSB have been transferred to the Bank.

FCSB continues to be in operation providing management services to the Bank for the Ar-Rahnu business.

Assets and liabilities transferred to the Bank as at 13 April 2012 are as follows:

	<b>RM'000</b>
Financing and receivables	63,335
Cash in hand and transit	878
Property and equipment	889
Other assets	6
<b>Total assets</b>	<b><u>65,108</u></b>
Borrowing	60,184
Amount due to Farihan	4,693
Other liabilities	140
Deferred tax liability	91
	<b><u>65,108</u></b>

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**8. Dividend**

During the financial half year ended 30 June 2012, a final dividend of 2.63 sen per ordinary share less 25% income tax, amounting to RM44,686,790 was paid on 15 May 2012 in respect of the financial year ended 31 December 2011.

We propose an interim dividend of 3 sen per ordinary share for the six months ended 30 June 2012, amounting to RM50,973,525 (net of tax).

**9. Cash and short-term funds**

	Group		Bank	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Cash and balances with banks and other financial institutions	791,022	871,036	746,783	862,904
Money at call and interbank placements with remaining maturity not exceeding one month	1,962,751	2,493,144	1,962,290	2,492,860
	<u>2,753,773</u>	<u>3,364,180</u>	<u>2,709,073</u>	<u>3,355,764</u>

**10. Deposits and placements with banks and other financial institutions**

	Group and Bank	
	30.06.2012	31.12.2011
	RM'000	RM'000
Licensed Islamic banks	300,002	860,181
	<u>300,002</u>	<u>860,181</u>

**11. Financial assets held-for-trading**

	Group and Bank	
	30.06.2012	31.12.2011
	RM'000	RM'000
<b>At fair value</b>		
Malaysian Government Investment Issues	449,634	71,804
Bank Negara Negotiable Notes	198,656	1,116,264
Islamic Debt Securities	92,751	31,032
Islamic Commercial Papers	-	9,852
	<u>741,041</u>	<u>1,228,952</u>

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**12. Derivative financial assets/liabilities**

The following tables summarise the contractual or underlying principal amounts of derivative financial instruments held at fair value through income statements and for hedging purposes. The principal or contractual amount of these instruments reflect the volume of transactions outstanding at financial position date, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position and the unrealised gains or losses are reflected in derivative financial assets and liabilities respectively.

<b>Group and Bank</b>	<b>Principal amount</b>	<b>Fair value</b>	
		<b>Assets</b>	<b>Liabilities</b>
<b>30.06.2012</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Forward contracts	1,321,298	7,039	(6,009)
Cross currency profit rate swaps	171,740	7,157	(7,144)
Profit rate swaps	1,100,000	3,417	(20,369)
Structured deposits	116,195	856	(856)
	<b>2,709,233</b>	<b>18,469</b>	<b>(34,378)</b>

<b>Group and Bank</b>	<b>Principal amount</b>	<b>Fair value</b>	
		<b>Assets</b>	<b>Liabilities</b>
<b>31.12.2011</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Forward contracts	1,684,899	5,589	(4,854)
Cross currency profit rate swaps	171,740	7,549	(7,509)
Profit rate swaps	500,000	-	(8,197)
Structured deposits	137,005	2,739	(2,739)
	<b>2,493,644</b>	<b>15,877</b>	<b>(23,299)</b>



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**13. Financial assets available-for-sale**

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
<b>At fair value</b>				
Unit trust	<u>3,229</u>	<u>3,229</u>	<u>3,229</u>	<u>3,229</u>
<b>At fair value</b>				
Malaysian Government				
Investment Issues	<b>2,052,108</b>	2,583,230	<b>2,052,108</b>	2,583,230
Negotiable Islamic Debt				
Certificates	<b>1,690,471</b>	1,170,238	<b>1,690,471</b>	1,170,238
Islamic Debt Securities	<b>8,158,899</b>	6,779,449	<b>8,160,910</b>	6,781,460
Promissory notes	<b>5,108</b>	5,108	<b>5,108</b>	5,108
Islamic Commercial Papers	<b>135,938</b>	208,566	<b>135,938</b>	208,566
Accepted Bills	<u>-</u>	<u>243,500</u>	<u>-</u>	<u>243,500</u>
	<u><b>12,042,524</b></u>	<u>10,990,091</u>	<u><b>12,044,535</b></u>	<u>10,992,102</u>
<b>At fair value</b>				
Islamic Development Bank				
Unit Trust	<u>1,923</u>	<u>1,923</u>	<u>1,923</u>	<u>1,923</u>
<b>At cost</b>				
Unquoted shares in Malaysia	<b>23,006</b>	22,448	<b>23,006</b>	22,448
Less: Accumulated impairment loss	<u>(14,290)</u>	<u>(14,258)</u>	<u>(14,290)</u>	<u>(14,258)</u>
	<u><b>8,716</b></u>	<u>8,190</u>	<u><b>8,716</b></u>	<u>8,190</u>
<b>At cost</b>				
Unquoted shares outside Malaysia	<u>1,688</u>	<u>1,688</u>	<u>1,688</u>	<u>1,688</u>
	<u><b>12,058,080</b></u>	<u>11,005,121</u>	<u><b>12,060,091</b></u>	<u>11,007,132</u>

**14. Financial assets held-to-maturity**

	Group and Bank	
	30.06.2012 RM'000	31.12.2011 RM'000
<b>At amortised cost</b>		
Quoted securities outside Malaysia:		
Bond	<u>-</u>	<u>63,369</u>
Unquoted securities in Malaysia:		
Islamic Debt Securities	<b>284,867</b>	284,280
Less: Accumulated impairment loss	<u>(19,923)</u>	<u>(20,315)</u>
	<u><b>264,944</b></u>	<u>263,965</u>
	<u><b>264,944</b></u>	<u>327,334</u>

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**15. Financing, advances and others**

(a) By type

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
<b>At amortised cost</b>				
Cash line	454,178	406,590	507,940	452,442
Term financing				
House financing	4,758,543	4,393,020	4,758,543	4,393,020
Syndicated financing	204,283	164,649	204,283	164,649
Leasing financing	267,979	280,403	267,979	280,403
Bridging financing	158,940	160,779	158,940	160,779
Personal financing	4,953,689	3,786,432	4,953,689	3,786,432
Other term financing	3,810,751	3,358,527	3,810,751	3,358,527
Staff financing	161,161	157,510	161,161	157,510
Credit cards	433,858	451,538	433,858	451,538
Trade bills discounted	1,446,040	1,309,598	1,446,040	1,309,598
Trust receipts	48,560	48,897	48,560	48,897
Pawn broking	75,926	47,352	75,926	-
Gross financing, advances and others	<b>16,773,908</b>	14,565,295	<b>16,827,670</b>	14,563,795
Allowance for impaired financing, advances and others				
- collective assessment allowance	(345,642)	(327,688)	(345,642)	(327,688)
- individual assessment allowance	(71,794)	(75,770)	(71,794)	(75,770)
Net financing, advances and others	<b>16,356,472</b>	14,161,837	<b>16,410,234</b>	14,160,337

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**15. Financing, advances and others (continued)**

**(b) By contract**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Bai' Bithaman Ajil	<b>7,964,040</b>	7,291,742	<b>7,964,040</b>	7,291,742
Ijarah	<b>274,149</b>	295,881	<b>274,149</b>	295,881
Ijarah Muntahiah Bit-Tamleek	<b>30,480</b>	22,648	<b>30,480</b>	22,648
Mudharabah	<b>6,000</b>	6,000	<b>6,000</b>	6,000
Murabahah	<b>1,450,640</b>	1,316,853	<b>1,450,640</b>	1,316,853
At-Tawarruq	<b>5,359,898</b>	3,903,981	<b>5,359,898</b>	3,903,981
Bai Al-Inah	<b>1,364,437</b>	1,435,588	<b>1,418,199</b>	1,481,440
Istisna'	<b>248,338</b>	245,250	<b>248,338</b>	245,250
Ar-Rahnu	<b>75,926</b>	47,352	<b>75,926</b>	-
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

**(c) By type of customer**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Domestic non-bank financial institutions	<b>25,188</b>	25,755	<b>78,950</b>	24,255
Domestic business enterprise	<b>3,203,542</b>	2,683,710	<b>3,203,542</b>	2,683,710
Small medium industries	<b>464,547</b>	391,947	<b>464,547</b>	391,947
Government & statutory	<b>125,843</b>	129,766	<b>125,843</b>	129,766
Individuals	<b>12,737,447</b>	10,989,077	<b>12,737,447</b>	10,989,077
Other domestic entities	<b>5,836</b>	73,239	<b>5,836</b>	73,239
Foreign entities	<b>211,505</b>	271,801	<b>211,505</b>	271,801
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

**(d) By profit rate sensitivity**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Fixed rate				
House financing	<b>1,670,933</b>	2,087,060	<b>1,670,933</b>	2,087,060
Others	<b>8,806,178</b>	8,680,517	<b>8,859,940</b>	8,679,017
Floating rate				
Others	<b>6,296,797</b>	3,797,718	<b>6,296,797</b>	3,797,718
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

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**15. Financing, advances and others (continued)**

**(e) By remaining contractual maturity**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Maturity within one year	<b>2,675,647</b>	2,672,329	<b>2,675,647</b>	2,624,977
More than one year to three years	<b>1,102,971</b>	863,680	<b>1,102,971</b>	863,680
More than three years to five years	<b>1,051,041</b>	818,561	<b>1,104,803</b>	864,413
More than five years	<b>11,944,249</b>	10,210,725	<b>11,944,249</b>	10,210,725
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

**(f) By geographical distribution**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Central Region	<b>6,851,922</b>	6,035,689	<b>6,905,684</b>	6,081,541
Eastern Region	<b>3,150,900</b>	2,643,657	<b>3,150,900</b>	2,596,305
Northern Region	<b>2,724,641</b>	2,321,457	<b>2,724,641</b>	2,321,457
Southern Region	<b>2,757,247</b>	2,334,693	<b>2,757,247</b>	2,334,693
East Malaysia Region	<b>1,289,198</b>	1,229,799	<b>1,289,198</b>	1,229,799
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

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**15. Financing, advances and others (continued)**

**(g) By sector**

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Primary agriculture	<b>193,192</b>	149,182	<b>193,192</b>	149,182
Mining and quarrying	<b>49,235</b>	48,249	<b>49,235</b>	48,249
Manufacturing (including agro-based)	<b>1,080,329</b>	904,779	<b>1,080,329</b>	904,779
Electricity, gas and water	<b>3,837</b>	7,221	<b>3,837</b>	7,221
Wholesale & retail trade, and hotels & restaurants	<b>520,407</b>	558,811	<b>520,407</b>	558,811
Construction	<b>1,157,206</b>	756,014	<b>1,157,206</b>	756,014
Real estate	<b>392,187</b>	385,261	<b>392,187</b>	385,261
Transport, storage and communications	<b>206,298</b>	233,766	<b>206,298</b>	233,766
Finance, insurance and business activities	<b>247,910</b>	180,770	<b>301,672</b>	226,622
Education, health and others	<b>207,263</b>	122,204	<b>207,263</b>	122,204
Household sectors	<b>12,706,626</b>	11,016,473	<b>12,706,626</b>	10,969,121
Other sectors	<b>9,418</b>	202,565	<b>9,418</b>	202,565
	<b><u>16,773,908</u></b>	<u>14,565,295</u>	<b><u>16,827,670</u></b>	<u>14,563,795</u>

**(h) Movement in impaired financing and advances (“impaired financing”) are as follows:**

	<b>Group and Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2012/1 January 2011	<b>379,790</b>	552,221
Classified as impaired during the period/year	<b>199,957</b>	549,075
Reclassified as not impaired during the period/year	<b>(123,060)</b>	(297,191)
Amount recovered	<b>(52,134)</b>	(238,876)
Amount written off	<b>(74,161)</b>	(187,141)
Exchange differences	<b>847</b>	1,702
At 30 June 2012/31 December 2011	<b><u>331,239</u></b>	<u>379,790</u>
Gross impaired financing as a percentage of gross financing, advances and others	<b><u>1.97%</u></b>	<u>2.61%</u>

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**15. Financing, advances and others (continued)**

**(i) Impaired financing by geographical distribution**

	<b>Group and Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
Central Region	<b>138,436</b>	155,544
Eastern Region	<b>33,392</b>	45,950
Northern Region	<b>56,395</b>	58,028
Southern Region	<b>33,170</b>	44,940
East Malaysia Region	<b>69,846</b>	75,328
	<b>331,239</b>	379,790

**(j) Impaired financing by sector**

	<b>Group and Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
Primary agriculture	<b>1,370</b>	3,511
Manufacturing (including agro-based)	<b>30,956</b>	42,184
Wholesale & retail trade, and hotels & restaurants	<b>22,914</b>	23,606
Construction	<b>67,894</b>	71,680
Real estate	<b>1,128</b>	1,203
Transport, storage and communications	<b>978</b>	1,062
Finance, insurance and business activities	<b>7,923</b>	16,255
Education, health and others	<b>40</b>	71
Household sectors	<b>197,994</b>	217,371
Other sectors	<b>42</b>	2,847
	<b>331,239</b>	379,790

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**15. Financing, advances and others (continued)**

**(k) Movement of allowance for impaired financing**

	<b>Group and Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b><u>Collective assessment allowance</u></b>		
At 1 January 2012/1 January 2011		
- as previously stated	<b>348,555</b>	345,041
- effect of adopting MFRS139	<b>(20,867)</b>	2,032
At 1 January 2012/1 January 2011, as restated	<b>327,688</b>	347,073
Allowance made during the period/year	<b>63,905</b>	84,268
Amount written off	<b>(47,394)</b>	(100,816)
Exchange differences	<b>1,443</b>	(2,837)
At 30 June 2012/31 December 2011	<b>345,642</b>	327,688
<b><u>Individual assessment allowance</u></b>		
At 1 January 2012/1 January 2011	<b>75,770</b>	79,061
Allowance made during the period/year	<b>22,191</b>	87,101
Amount written off	<b>(26,167)</b>	(90,392)
At 30 June 2012/31 December 2011	<b>71,794</b>	75,770

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**16. Other assets**

	Group		Bank	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Other receivables	134,100	8,842	106,253	8,917
Deposit and prepayments	35,580	34,781	35,027	34,225
Related companies	171	48	1,555	372
	<u>169,851</u>	<u>43,671</u>	<u>142,835</u>	<u>43,514</u>

**17. Deposits from customers**

**a) By type of deposit**

	Group		Bank	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
<i>Non-Mudharabah fund</i>				
Demand deposits	7,932,588	8,415,669	7,934,688	8,419,942
Saving deposits	2,488,966	2,599,243	2,488,966	2,599,243
Negotiable Islamic Debt Securities ("NIDC")	2,113,313	1,690,306	2,113,313	1,690,306
Waheed-i Ziyad	2,961,532	3,809,248	2,962,032	3,809,918
An-Najah	-	18,000	-	18,000
Others	187,242	103,256	187,242	103,256
	<u>15,787,176</u>	<u>16,740,458</u>	<u>15,789,776</u>	<u>16,745,401</u>
<i>Mudharabah fund</i>				
Saving deposits	1,561,102	1,263,591	1,561,102	1,263,591
General investment deposits	2,094,285	1,851,695	2,094,285	1,851,695
Special investment deposits	9,243,281	8,423,934	9,254,753	8,444,220
	<u>12,898,668</u>	<u>11,539,220</u>	<u>12,910,140</u>	<u>11,559,506</u>
	<u>28,685,844</u>	<u>28,279,678</u>	<u>28,699,916</u>	<u>28,304,907</u>

**b) By type of customer**

	Group		Bank	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Government and statutory bodies	5,662,294	7,769,225	5,662,294	7,769,225
Business enterprises	8,451,321	7,263,391	8,451,321	7,263,391
Individuals	4,895,143	4,750,716	4,895,143	4,750,716
Others	9,677,086	8,496,346	9,691,158	8,521,575
	<u>28,685,844</u>	<u>28,279,678</u>	<u>28,699,916</u>	<u>28,304,907</u>



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**17. Deposits from customers (continued)**

c) Maturity structure of investment deposits and NIDCs are as follows:

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
Due within six months	13,605,902	13,403,835	13,617,874	13,424,791
More than six months to one year	1,433,499	1,444,323	1,433,499	1,444,323
More than one year to three years	1,437,934	1,020,357	1,437,934	1,020,357
More than three years to five years	38,611	29,404	38,611	29,404
	<u>16,515,946</u>	<u>15,897,919</u>	<u>16,527,918</u>	<u>15,918,875</u>

**18. Deposits and placements of banks and other financial institutions**

	Group and Bank	
	30.06.2012 RM'000	31.12.2011 RM'000
<i>Non-Mudharabah fund</i>		
Licensed Islamic banks	1,459	1,424
Other financial institutions	72,824	81,506
	<u>74,283</u>	<u>82,930</u>
<i>Mudharabah fund</i>		
Licensed Islamic banks	1,297,668	251,698
Other financial institutions	59,030	50,000
	<u>1,356,698</u>	<u>301,698</u>
	<u>1,430,981</u>	<u>384,628</u>

**19. Other liabilities**

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
Other payable	322,702	321,451	323,541	320,584
Accruals	79,162	108,710	78,238	107,778
	<u>401,864</u>	<u>430,161</u>	<u>401,779</u>	<u>428,362</u>

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**20. Income derived from investment of depositors' funds**

Group	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
Income derived from investment of:				
(i) General investment deposits	29,397	33,725	60,620	68,390
(ii) Other deposits	357,000	312,188	706,216	611,588
	<u>386,397</u>	<u>345,913</u>	<u>766,836</u>	<u>679,978</u>

*(i) Income derived from investment of general investment deposits*

Group	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<b><i>Finance, income and hibah</i></b>				
Financing, advances and others	20,354	21,712	41,464	44,287
Financial assets:				
- held-for-trading	115	105	242	175
- available-for-sale	6,895	9,021	13,799	18,242
- held-to-maturity	285	99	594	204
Money at call and deposits with financial institutions	980	1,942	2,341	3,708
	<u>28,629</u>	<u>32,879</u>	<u>58,440</u>	<u>66,616</u>
<b><i>Other dealing income</i></b>				
Net gain from sale of financial assets held-for-trading	51	341	155	338
Net gain on revaluation of financial assets held-for-trading	348	475	782	1,198
	<u>399</u>	<u>816</u>	<u>937</u>	<u>1,536</u>
<b><i>Other operating income</i></b>				
Net gain from sale of financial assets available-for-sale	369	30	1,243	238
	<u>369</u>	<u>30</u>	<u>1,243</u>	<u>238</u>
	<u>29,397</u>	<u>33,725</u>	<u>60,620</u>	<u>68,390</u>
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	<u>324</u>	<u>1,003</u>	<u>845</u>	<u>2,111</u>

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**20. Income derived from investment of depositors' funds (continued)**

*(ii) Income derived from investment of other deposits*

Group	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<b><i>Finance, income and hibah</i></b>				
Financing, advances and others	247,000	200,822	483,029	395,670
Financial assets:				
- held-for-trading	1,407	977	2,830	1,588
- available-for-sale	83,818	83,545	161,394	163,348
- held-to-maturity	3,468	920	6,905	1,831
Money at call and deposits with financial institutions	11,826	17,990	27,049	33,187
	<u>347,519</u>	<u>304,254</u>	<u>681,207</u>	<u>595,624</u>
<b><i>Other dealing income</i></b>				
Net gain from sale of financial assets held-for-trading	632	3,202	1,796	3,176
Net gain on revaluation of financial assets held-for-trading	4,250	4,438	9,072	10,651
	<u>4,882</u>	<u>7,640</u>	<u>10,868</u>	<u>13,827</u>
<b><i>Other operating income</i></b>				
Net gain from sale of financial assets available-for-sale	4,599	294	14,141	2,137
	<u>4,599</u>	<u>294</u>	<u>14,141</u>	<u>2,137</u>
	<u>357,000</u>	<u>312,188</u>	<u>706,216</u>	<u>611,588</u>
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	<u>4,102</u>	<u>9,298</u>	<u>9,940</u>	<u>18,852</u>

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**20. Income derived from investment of depositors' funds (continued)**

<b>Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Income derived from investment of:				
(i) General investment deposits	<b>29,397</b>	33,703	<b>60,614</b>	68,349
(ii) Other deposits	<b>357,428</b>	312,685	<b>707,684</b>	612,366
	<b>386,825</b>	346,388	<b>768,298</b>	680,715

*(i) Income derived from investment of general investment deposits*

<b>Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><i>Finance, income and hibah</i></b>				
Financing, advances and others	<b>20,354</b>	21,690	<b>41,458</b>	44,246
Financial assets:				
- held-for-trading	<b>115</b>	105	<b>242</b>	175
- available-for-sale	<b>6,895</b>	9,021	<b>13,799</b>	18,242
- held-to-maturity	<b>285</b>	99	<b>594</b>	204
Money at call and deposits with financial institutions	<b>980</b>	1,942	<b>2,341</b>	3,708
	<b>28,629</b>	32,857	<b>58,434</b>	66,575
<b><i>Other dealing income</i></b>				
Net gain from sale of financial assets held-for-trading	<b>51</b>	341	<b>155</b>	338
Net gain on revaluation of financial assets held-for-trading	<b>348</b>	475	<b>782</b>	1,198
	<b>399</b>	816	<b>937</b>	1,536
<b><i>Other operating income</i></b>				
Net gain from sale of financial assets available-for-sale	<b>369</b>	30	<b>1,243</b>	238
	<b>369</b>	30	<b>1,243</b>	238
	<b>29,397</b>	33,703	<b>60,614</b>	68,349
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	<b>324</b>	1,003	<b>845</b>	2,111

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**20. Income derived from investment of depositors' funds (continued)**

*(ii) Income derived from investment of other deposits*

Bank	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<b><i>Finance, income and hibah</i></b>				
Financing, advances and others	247,428	201,319	484,497	396,448
Financial assets:				
- held-for-trading	1,407	977	2,830	1,588
- available-for-sale	83,818	83,545	161,394	163,348
- held-to-maturity	3,468	920	6,905	1,831
Money at call and deposits with financial institutions	11,826	17,990	27,049	33,187
	<u>347,947</u>	<u>304,751</u>	<u>682,675</u>	<u>596,402</u>
<b><i>Other dealing income</i></b>				
Net gain from sale of financial assets held-for-trading	632	3,202	1,796	3,176
Net gain on revaluation of financial assets held-for-trading	4,250	4,438	9,072	10,651
	<u>4,882</u>	<u>7,640</u>	<u>10,868</u>	<u>13,827</u>
<b><i>Other operating income</i></b>				
Net gain from sale of financial assets available-for-sale	4,599	294	14,141	2,137
	<u>4,599</u>	<u>294</u>	<u>14,141</u>	<u>2,137</u>
	<u>357,428</u>	<u>312,685</u>	<u>707,684</u>	<u>612,366</u>
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	<u>4,102</u>	<u>9,298</u>	<u>9,940</u>	<u>18,852</u>

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**21. Income derived from investment of shareholders' funds**

Group	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<b><i>Finance, income and hibah</i></b>				
Financing, advances and others	1,570	1,739	4,632	3,829
Financial assets available-for-sale	25,196	13,902	50,480	36,894
Money at call and deposits with financial institutions	626	2,452	962	6,036
	<u>27,392</u>	<u>18,093</u>	<u>56,074</u>	<u>46,759</u>
<b><i>Other dealing income</i></b>				
Net gain from foreign exchange transactions	10,040	6,666	19,056	13,639
Net derivatives (loss)/gain	(12,526)	(1,967)	(6,235)	850
	<u>(2,486)</u>	<u>4,699</u>	<u>12,821</u>	<u>14,489</u>
<b><i>Other operating income</i></b>				
Profit on sale of foreign currencies	1,008	622	1,655	954
Reversal of impairment allowance	60	60	120	120
Gross dividend income from securities				
- unit trust in Malaysia	-	-	43	-
- unit trust outside Malaysia	32	-	32	-
- unquoted in Malaysia	2,857	4,137	2,857	4,137
	<u>3,957</u>	<u>4,819</u>	<u>4,707</u>	<u>5,211</u>
<b><i>Fees and commission</i></b>				
Fees	21,136	16,408	33,473	27,221
Commission	16,665	13,922	31,607	27,709
Others	4,632	3,787	7,859	6,838
	<u>42,433</u>	<u>34,117</u>	<u>72,939</u>	<u>61,768</u>
<b><i>Other income</i></b>				
Net (loss)/gain on disposal of property and equipment	(24)	3,018	(18)	3,022
Rental income	319	14	570	21
Other income	(74)	128	575	160
	<u>221</u>	<u>3,160</u>	<u>1,127</u>	<u>3,203</u>
	<u>71,517</u>	<u>64,888</u>	<u>147,668</u>	<u>131,430</u>

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**21. Income derived from investment of shareholders' funds (continued)**

Bank	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<b>Finance, income and hibah</b>				
Financing, advances and others	1,045	964	2,044	1,894
Financial assets available-for-sale	25,196	13,902	50,480	36,894
Money at call and deposits with financial institutions	635	2,453	971	6,037
	<u>26,876</u>	<u>17,319</u>	<u>53,495</u>	<u>44,825</u>
<b>Other dealing income</b>				
Net gain from foreign exchange transactions	10,040	6,666	19,056	13,639
Net derivatives (loss)/gain	(12,526)	(1,967)	(6,235)	850
	<u>(2,486)</u>	<u>4,699</u>	<u>12,821</u>	<u>14,489</u>
<b>Other operating income</b>				
Gross dividend income from securities				
- unit trust in Malaysia	-	-	43	-
- unit trust outside Malaysia	32	-	32	-
- unquoted in Malaysia	2,857	4,137	2,857	4,137
Gross dividend income from subsidiary	6,000	-	6,000	-
	<u>8,889</u>	<u>4,137</u>	<u>8,932</u>	<u>4,137</u>
<b>Fees and commission</b>				
Fees	19,837	15,561	30,882	25,647
Commission	16,665	13,922	31,607	27,709
Others	5,241	3,403	8,789	5,843
	<u>41,743</u>	<u>32,886</u>	<u>71,278</u>	<u>59,199</u>
<b>Other income</b>				
Net (loss)/gain on disposal of property and equipment	(24)	3,018	(18)	3,022
Rental income	319	14	570	21
Other income	7	7	531	7
	<u>302</u>	<u>3,039</u>	<u>1,083</u>	<u>3,050</u>
	<u>75,324</u>	<u>62,080</u>	<u>147,609</u>	<u>125,700</u>

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**22. Allowances for impairment on financing and advances**

<b>Group and Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowances for impaired financing, advances and others:				
- collective assessment allowance	<b>28,838</b>	39,012	<b>63,905</b>	61,387
- individual assessment allowance	<b>4,936</b>	12,711	<b>22,191</b>	22,170
Bad debts and financing recovered	<b>(31,168)</b>	(61,817)	<b>(68,201)</b>	(91,830)
	<b>2,606</b>	(10,094)	<b>17,895</b>	(8,273)

**23. Income attributable to depositors**

<b>Group</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Deposits from customers				
- Mudharabah fund	<b>84,703</b>	62,796	<b>166,288</b>	131,906
- Non-Mudharabah fund	<b>50,355</b>	50,038	<b>99,324</b>	99,012
Deposits and placements of banks and other financial institutions				
- Mudharabah fund	<b>3,080</b>	4,451	<b>6,027</b>	8,486
	<b>138,138</b>	117,285	<b>271,639</b>	239,404

<b>Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Deposits from customers				
- Mudharabah fund	<b>84,786</b>	62,848	<b>166,451</b>	132,025
- Non-Mudharabah fund	<b>50,363</b>	50,047	<b>99,340</b>	99,026
Deposits and placements of banks and other financial institutions				
- Mudharabah fund	<b>3,080</b>	4,451	<b>6,027</b>	8,486
	<b>138,229</b>	117,346	<b>271,818</b>	239,537



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**24. Personnel expenses**

<b>Group</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Salaries, allowances and bonuses	<b>73,956</b>	66,123	<b>147,758</b>	131,590
Employees' Provident Fund	<b>9,194</b>	7,849	<b>18,024</b>	15,545
Other staff related costs	<b>9,941</b>	8,661	<b>16,418</b>	15,245
	<b><u>93,091</u></b>	<u>82,633</u>	<b><u>182,200</u></b>	<u>162,380</u>

<b>Bank</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Salaries, allowances and bonuses	<b>72,992</b>	65,235	<b>145,831</b>	129,927
Employees' Provident Fund	<b>9,071</b>	7,717	<b>17,751</b>	15,292
Other staff related costs	<b>9,801</b>	8,526	<b>16,177</b>	14,985
	<b><u>91,864</u></b>	<u>81,478</u>	<b><u>179,759</u></b>	<u>160,204</u>

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**25. Other overhead expenses**

Group	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<i>Promotion</i>				
Advertisement and publicity	3,118	2,954	4,924	4,316
Credit card expenses	4,084	4,295	7,535	9,588
Commissions	1,702	2,258	4,055	4,157
	<u>8,904</u>	<u>9,507</u>	<u>16,514</u>	<u>18,061</u>
<i>Establishment</i>				
Office rental	12,408	7,899	24,725	15,647
Depreciation of property and equipment	9,907	11,224	19,385	23,293
Information technology expenses	6,182	6,427	13,222	14,083
Rental equipment	1,053	848	2,032	1,637
Office maintenance	2,115	1,342	3,511	2,581
Utilities	3,159	2,718	6,035	5,248
Security services	2,815	3,559	6,068	6,571
Takaful and insurance	1,247	1,056	2,060	2,342
Others	6	20	295	295
	<u>38,892</u>	<u>35,093</u>	<u>77,333</u>	<u>71,697</u>
<i>General expenses</i>				
Professional fees	2,174	732	3,184	1,229
Office supplies	2,002	3,122	4,245	5,890
Outsourcing fees	12,033	10,138	22,870	19,564
Others	14,848	12,773	28,009	24,039
	<u>31,057</u>	<u>26,765</u>	<u>58,308</u>	<u>50,722</u>
	<u>78,853</u>	<u>71,365</u>	<u>152,155</u>	<u>140,480</u>

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**25. Other overhead expenses (continued)**

Bank	3 months ended		6 months ended	
	30.06.2012 RM'000	30.06.2011 RM'000	30.06.2012 RM'000	30.06.2011 RM'000
<i>Promotion</i>				
Advertisement and publicity	3,041	2,929	4,756	4,278
Credit card expenses	4,084	4,295	7,535	9,588
Commissions	1,625	2,058	3,922	3,852
	<u>8,750</u>	<u>9,282</u>	<u>16,213</u>	<u>17,718</u>
<i>Establishment</i>				
Office rental	12,247	7,673	24,348	15,257
Depreciation of property and equipment	9,877	10,885	19,242	22,552
Information technology expenses	6,182	6,427	13,222	14,083
Rental equipment	1,041	838	2,015	1,616
Office maintenance	2,085	1,316	3,440	2,530
Utilities	3,108	2,681	5,934	5,157
Security services	2,735	3,459	5,791	6,346
Takaful and insurance	1,218	997	1,926	2,258
Others	6	20	295	295
	<u>38,499</u>	<u>34,296</u>	<u>76,213</u>	<u>70,094</u>
<i>General expenses</i>				
Professional fees	2,116	655	3,028	842
Office supplies	1,977	3,061	4,239	5,770
Outsourcing fees	12,033	10,138	22,870	19,564
Others	14,770	12,535	27,858	23,568
	<u>30,896</u>	<u>26,389</u>	<u>57,995</u>	<u>49,744</u>
	<u>78,145</u>	<u>69,967</u>	<u>150,421</u>	<u>137,556</u>

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**26. Operating Segments**

<u>6 months ended 30 June 2012</u>	<b>Consumer Banking RM'000</b>	<b>Corporate and Commercial Banking RM'000</b>	<b>Treasury RM'000</b>	<b>Shareholders unit RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Total Revenue</b>	<b>476,602</b>	<b>121,140</b>	<b>254,018</b>	<b>73,301</b>	<b>(10,557)</b>	<b>914,504</b>
Net fund based income	323,503	134,733	25,193	42,127	(1,476)	<b>524,080</b>
Non-fund based income	49,846	21,590	40,269	15,982	(8,902)	<b>118,785</b>
<b>Net income</b>	<b>373,349</b>	<b>156,323</b>	<b>65,462</b>	<b>58,109</b>	<b>(10,378)</b>	<b>642,865</b>
Allowances for impairment	(12,354)	(5,541)	1,748	-	-	<b>(16,147)</b>
<b>Profit before overheads, zakat &amp; taxation</b>	<b>360,995</b>	<b>150,782</b>	<b>67,210</b>	<b>58,109</b>	<b>(10,378)</b>	<b>626,718</b>
Operating expenses						<b>(350,654)</b>
						<b>276,064</b>
Share of results of associate company						<b>2,338</b>
<b>Profit before zakat &amp; taxation</b>						<b>278,402</b>
<u>Selected Balance Sheets items</u>						
Gross Financing	12,740,045	4,033,863	-	-	-	16,773,908
Deposits from customers	7,004,955	7,542,739	14,138,150	-	-	28,685,844

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**26. Operating Segments (continued)**

<b><u>6 months ended 30 June 2011</u></b>	<b>Consumer Banking RM'000</b>	<b>Corporate and Commercial Banking RM'000</b>	<b>Treasury RM'000</b>	<b>Shareholders unit RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Total Revenue</b>	408,985	97,784	234,294	72,593	(2,248)	811,408
Net fund based income	261,433	110,627	(1,629)	99,937	(778)	469,590
Non-fund based income	51,652	12,652	25,266	14,181	(1,337)	102,414
<b>Net income</b>	313,085	123,279	23,637	114,118	(2,115)	572,004
Allowances for impairment	(30,734)	23,776	1,414	-	-	(5,544)
<b>Profit before overheads, zakat &amp; taxation</b>	282,351	147,055	25,051	114,118	(2,115)	566,460
Operating expenses						(314,091)
						252,369
Share of results of associate company						(154)
<b>Profit before zakat &amp; taxation</b>						252,215
<b><u>Selected Balance Sheets items</u></b>						
Gross Financing	10,024,317	3,206,213	-	-	-	13,230,530
Deposits from customers	6,691,920	7,110,383	10,233,595	-	-	24,035,898

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**27. Capital adequacy**

The Bank is required to comply with the core capital ratio and risk-weighted capital adequacy ratio prescribed by BNM. The Bank was in compliance with all prescribed capital ratios throughout the period. The Bank's regulatory capital and capital adequacy ratios are determined according to the requirements of the Capital Adequacy Framework for Islamic Banks (CAFIB) as required under the Islamic Banking Act (IBA) 1983.

*(a) The capital adequacy ratios of the Group and of the Bank:*

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
<i>Before proposed dividend</i>				
Tier 1 Capital Ratio	<b>14.64%</b>	15.81%	<b>14.65%</b>	15.83%
Risk-Weighted Capital Ratio	<b>15.86%</b>	17.02%	<b>15.73%</b>	16.86%
<i>After proposed dividend</i>				
Tier 1 Capital Ratio	<b>14.38%</b>	15.55%	<b>14.39%</b>	15.57%
Risk-Weighted Capital Ratio	<b>15.59%</b>	16.75%	<b>15.47%</b>	16.60%

*(b) Tier I and Tier II capital components of the Group and of the Bank:*

	Group		Bank	
	30.06.2012 RM'000	31.12.2011 RM'000	30.06.2012 RM'000	31.12.2011 RM'000
<i>Tier I capital</i>				
Paid-up share capital	<b>2,265,490</b>	2,265,490	<b>2,265,490</b>	2,265,490
Share premium	-	500,020	-	500,020
Retained earnings/ (Accumulated losses)	<b>196,999</b>	(1,040,270)	<b>193,485</b>	(1,047,148)
Other reserves	<b>391,223</b>	974,594	<b>391,223</b>	974,594
Less: Deferred tax assets	<b>(23,386)</b>	(23,386)	<b>(23,560)</b>	(23,560)
<b>Total Tier I capital</b>	<b>2,830,326</b>	2,676,448	<b>2,826,638</b>	2,669,396
<i>Tier II capital</i>				
Collective assessment allowance #	<b>258,213</b>	224,776	<b>258,213</b>	224,776
<b>Total Tier II capital</b>	<b>258,213</b>	224,776	<b>258,213</b>	224,776
<b>Total capital</b>	<b>3,088,539</b>	2,901,224	<b>3,084,851</b>	2,894,172
Less: investment in subsidiaries	-	-	<b>(28,027)</b>	(28,027)
Less: investment in associate company	<b>(23,518)</b>	(21,180)	<b>(22,563)</b>	(22,563)
<b>Capital base</b>	<b>3,065,021</b>	2,880,044	<b>3,034,261</b>	2,843,582

# Excludes collective assessment allowance restricted from Tier II capital by BNM amounting to RM 87,429,000 (December 2011: RM 123,779,000).

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**27. Capital adequacy (continued)**

*(c) The breakdown of risk-weighted assets by each major risk category is as follows:-*

	<b>Group</b>		<b>Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>	<b>30.06.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Credit risk	<b>16,661,318</b>	14,495,066	<b>16,626,907</b>	14,444,198
Market risk	<b>611,617</b>	501,309	<b>624,483</b>	503,621
Operational risk	<b>2,055,972</b>	1,929,294	<b>2,038,065</b>	1,914,767
	<b><u>19,328,907</u></b>	<u>16,925,669</u>	<b><u>19,289,455</u></b>	<u>16,862,586</u>

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**28. Commitment and Contingencies**

The commitment and contingencies and their related counterparty credit risk for the Group and Bank are as follows:

	<b>Principal Amount RM'000</b>	<b>Positive Fair Value of Derivative Contracts RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk Weighted Asset RM'000</b>
<b>As at 30 June 2012</b>				
<i><b>Credit related exposures</b></i>				
Direct credit substitutes	532,792		532,792	524,913
Assets sold with recourse	2		2	2
Transaction related contingent items	955,695		477,847	471,500
Short term self-liquidating trade related contingencies	300,400		60,080	60,123
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- not exceeding one year	157		31	1
- exceeding one year	631,916		315,958	292,029
Unutilised credit card lines	866,621		173,324	129,993
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	4,710,752		-	-
	<u>7,998,335</u>		<u>1,560,034</u>	<u>1,478,561</u>
<i><b>Derivative Financial Instruments</b></i>				
Foreign exchange related contracts				
- less than one year	1,281,054	6,300	13,797	8,849
- one year to less than five years	40,244	738	2,750	1,941
Profit rate related contracts				
- less than one year	271,740	7,236	2,998	600
- one year to less than five years	600,000	2,220	16,000	3,200
- five years and above	400,000	1,119	24,000	4,800
	<u>2,593,038</u>	<u>17,613</u>	<u>59,545</u>	<u>19,390</u>
<b>Total</b>	<u><u>10,591,373</u></u>	<u><u>17,613</u></u>	<u><u>1,619,579</u></u>	<u><u>1,497,951</u></u>



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**28. Commitment and Contingencies (continued)**

The commitment and contingencies and their related counterparty credit risk for the Group and Bank are as follows (continued):

<b>As at 31 December 2011</b>	<b>Principal Amount RM'000</b>	<b>Positive Fair Value of Derivative Contracts RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk Weighted Asset RM'000</b>
<b><i>Credit related exposures</i></b>				
Direct credit substitutes	452,553		452,553	444,839
Assets sold with recourse	2		2	2
Transaction related contingent items	884,095		442,048	435,825
Short term self-liquidating trade related contingencies	288,665		57,733	57,221
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:				
- not exceeding one year	1		-	-
- exceeding one year	589,414		294,707	274,384
Unutilised credit card lines	817,113		163,423	122,567
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	3,897,622		-	-
	<u>6,929,465</u>		<u>1,410,466</u>	<u>1,334,838</u>
<b><i>Derivative Financial Instruments</i></b>				
Foreign exchange related contracts				
- less than one year	1,644,655	5,589	14,344	8,409
- one year to less than five years	40,244	-	2,754	1,944
Profit rate related contracts				
- less than one year	171,740	7,549	5,582	1,116
- one year to less than five years	500,000	-	12,000	2,400
	<u>2,356,639</u>	<u>13,138</u>	<u>34,680</u>	<u>13,869</u>
<b>Total</b>	<u><u>9,286,104</u></u>	<u><u>13,138</u></u>	<u><u>1,445,146</u></u>	<u><u>1,348,707</u></u>

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**29. Performance review for the financial half year ended 30 June 2012**

The Group's profit before tax for the financial half year ended 30 June 2012 of RM278.4 million was RM26.2 million or 10.4% higher than the previous corresponding half year of RM252.2 million. The improved performance was mainly attributed to growth in business activities during the period under review.

During the six months period, net financing grew RM2.2 billion or an annualised growth of 32% to reach RM16.4 billion as at end June 2012. Correspondingly, fund based income from financing also increased by RM85.7 million or 19.3%. Non fund based income also reported a 16% growth or RM16.4 million mainly from fees and commission and gain on sale of securities.

Year-on-year customer deposits grew 19.4% or RM4.6 billion to reach RM28.7 billion as at end June 2012. Similarly, the low cost current and savings accounts (CASA) also increased RM1.3 billion or 12.4% year-on-year. The CASA ratio as at end June 2012 was 41.8%, much higher than the Islamic Banking Industry ratio of 26.1% as at end May 2012.

The Group's impaired financing ratio continued to record significant improvements. The gross impaired financing ratio improved from 2.61% as at end December 2011 to 1.97% as at end June 2012 while the net impaired financing ratio also improved from a negative 0.17% as at end December 2011 to a negative 0.53% as at end June 2012. The Islamic Banking Industry gross and net impaired ratios were 2.36% and -0.14% respectively as at end May 2012.

The Group's key performance ratios as at end June 2012 also compared favourably against the Islamic Banking Industry ratios as at end December 2011. The return on equity was 18.96% against the Islamic Banking Industry ratio of 13.7%; return on assets was 1.7% against the Islamic Banking Industry ratio of 1.0% and the Risk Weighted Capital Adequacy ratio was 15.73% against the Islamic Banking Industry ratio of 14.0%.

**30. Prospect for 2012**

For the 1<sup>st</sup> Quarter of 2012, GDP expanded at a respectable 4.7%. However, growth going forward will become more challenging. Economic growth would be largely domestic driven due to the uncertainties in the global economy. The country's strong economic fundamentals, pragmatic macroeconomic policies and the Economic Transformation Programme ("ETP") are expected to enhance domestic sources of growth.

We expect to maintain last financial year's robust growth. However, growth could be higher due to financing related to ETP and arising from a launch of a new product for financing, which have received and overwhelming response. The Bank will continue to grow its consumer financing products as well as focus on resilient industries in particular those that are set to benefit from the ETP. The reshaping initiatives and work towards the right mix and portfolio composition between retail and non-retail business; secured and unsecured assets and fixed and floating rates would continue. To sustain the strong asset quality, the current controls and practices would continue and be further enhanced.

Apart from financing, the Bank will continue to expand its customer deposits, particularly its low cost Current and Savings deposits to ensure a stable funding base.

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**30. Prospect for 2012 (continued)**

Focus will also be on enhancing the non fund based income. Apart from continuing to grow the income from the current corporate finance and advisory activities, treasury and other investment banking services, card business, remittances, wealth management/unit trust products and foreign exchange related business, the Bank would also develop and launch innovative products with high fee-income generating capacity to further boost the contribution of non fund based income.

The Bank will also continue to strengthen its presence by expanding its current delivery channels to meet customers' expectations and remain competitive. The Bank's branches currently stand at 123, with another 2 branches to be opened by end of July 2012 and another 8 branches by December 2012 to reach 133 branches.

**31. Subsequent events**

There were no material events subsequent to the end of the reporting period that require disclosure or adjustments to the unaudited interim financial statements.

**32. Credit Transactions and Exposures with Connected Parties**

	<b>Group and Bank</b>	
	<b>30.06.2012</b>	<b>31.12.2011</b>
Outstanding credit exposures with connected parties (RM'000)	<b>763,647</b>	590,143
% of outstanding credit exposures to connected parties as a proportion of total credit exposures	<b>4.54%</b>	4.05%
% of outstanding credit exposures to connected parties which is non-performing or in default	<b>0.002%</b>	0.002%

The above disclosure on Credit Transaction and Exposures with Connected Parties is presented in accordance with Para 9.1 of Bank Negara Malaysia's Revised Guidelines on Credit Transaction and Exposures with Connected Parties.

**33. Profit Rate Risk**

The table below summarises the Group's and Bank's exposure to profit rate risk. The table indicates average profit rates at the reporting date and the periods in which the financial instruments reprice or mature, whichever is earlier.

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**33. Profit Rate Risk (continued)**

Group	Non trading book						Trading book RM'000	Total RM'000	Effective profit rate %
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit Sensitive RM'000			
<i>As at 30 June 2012</i>									
<i>Assets</i>									
Cash, balances and placements with banks	2,112,292	15,461	135,000	-	-	791,022	-	3,053,775	2.98
Financial assets held-for-trading	-	-	-	-	-	-	741,041	741,041	3.65
Derivative financial assets	-	-	-	-	-	-	18,469	18,469	0.68
Financial assets available-for-sale	871,599	373,186	2,502,128	5,092,476	3,203,179	15,512	-	12,058,080	4.01
Financial assets held-to-maturity	23,287	94,092	5,000	60,000	82,565	-	-	264,944	4.81
Financing, advances and others									
- non-impaired	7,518,770	714,803	804,017	3,419,902	3,985,177	-	-	16,442,669	7.03
- impaired net of allowances *	-	-	-	-	-	(86,197)	-	(86,197)	-
Other assets	-	-	-	-	-	1,343,066	-	1,343,066	-
<b>Total assets</b>	<b>10,525,948</b>	<b>1,197,542</b>	<b>3,446,145</b>	<b>8,572,378</b>	<b>7,270,921</b>	<b>2,063,403</b>	<b>759,510</b>	<b>33,835,847</b>	

\* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired financing.

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**33. Profit Rate Risk (continued)**

Group As at 30 June 2012	←		Non trading book				→		Total RM'000	Effective profit rate %
	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000	Trading book RM'000			
<b>Liabilities</b>										
Deposits from customers	14,919,898	1,326,600	165,557	103,891	-	12,169,898	-	28,685,844	1.92	
Deposits and placements of banks and other financial institutions	1,429,512	1,469	-	-	-	-	-	1,430,981	1.24	
Derivative financial liabilities	-	-	-	-	-	-	34,378	34,378	1.27	
Bills and acceptance payable	-	-	-	-	-	270,866	-	270,866		
Other liabilities	-	-	-	-	-	443,369	-	443,369	-	
<b>Total liabilities</b>	<b>16,349,410</b>	<b>1,328,069</b>	<b>165,557</b>	<b>103,891</b>	<b>-</b>	<b>12,884,133</b>	<b>34,378</b>	<b>30,865,438</b>		
<b>Equity</b>										
Equity attributable to equity holders of the Bank	-	-	-	-	-	2,970,409	-	2,970,409		
<b>Total equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,970,409</b>	<b>-</b>	<b>2,970,409</b>		
<b>Total liabilities and shareholders' equity</b>	<b>16,349,410</b>	<b>1,328,069</b>	<b>165,557</b>	<b>103,891</b>	<b>-</b>	<b>15,854,542</b>	<b>34,378</b>	<b>33,835,847</b>		

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**33. Profit Rate Risk (continued)**

Group	Non trading book						Trading book RM'000	Total RM'000
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit sensitive RM'000		
As at 30 June 2012								
On-balance sheet profit sensitivity gap	(5,823,462)	(130,527)	3,280,588	8,468,487	7,270,921	(13,791,139)	725,132	-
Off-balance sheet profit sensitivity gap (profit rate swaps)	1,100,000	-	(100,000)	(600,000)	(400,000)	-	-	-
<b>Total profit sensitivity gap</b>	<b>(4,723,462)</b>	<b>(130,527)</b>	<b>3,180,588</b>	<b>7,868,487</b>	<b>6,870,921</b>	<b>(13,791,139)</b>	<b>725,132</b>	<b>-</b>

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**33. Profit Rate Risk (continued)**

Group As at 31 December 2011	Non trading book						Trading book RM'000	Total RM'000	Effective profit rate %
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit Sensitive RM'000			
<i>Assets</i>									
Cash, balances and placements with banks	2,593,040	425,000	335,000	-	-	871,321	-	4,224,361	2.63
Financial assets held-for- trading	-	-	-	-	-	-	1,228,952	1,228,952	3.62
Derivative financial assets	-	-	-	-	-	-	15,877	15,877	0.64
Financial assets available- for-sale	497,432	1,252,541	1,514,284	5,382,883	2,342,995	14,986	-	11,005,121	4.19
Financial assets held-to- maturity	23,287	9,000	153,461	35,000	106,586	-	-	327,334	3.61
Financing, advances and others									
- non-impaired	4,174,586	110,680	3,361,000	4,130,242	2,361,645	47,352	-	14,185,505	7.11
- impaired net of allowances *	-	-	-	-	-	(23,668)	-	(23,668)	-
Other assets	-	-	-	-	-	1,243,836	-	1,243,836	-
<b>Total assets</b>	<b>7,288,345</b>	<b>1,797,221</b>	<b>5,363,745</b>	<b>9,548,125</b>	<b>4,811,226</b>	<b>2,153,827</b>	<b>1,244,829</b>	<b>32,207,318</b>	

\* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired financing.

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**33. Profit Rate Risk (continued)**

Group As at 31 December 2011	←		Non trading book				→		Total RM'000	Effective profit rate %
	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000	Trading book RM'000			
<b>Liabilities</b>										
Deposits from customers	13,720,453	1,832,130	236,327	104,736	-	12,386,032	-	28,279,678	1.83	
Deposits and placements of banks and other financial institutions	377,930	-	6,698	-	-	-	-	384,628	1.92	
Derivative financial liabilities	-	-	-	-	-	-	23,299	23,299	0.93	
Bills and acceptance payable	-	-	-	-	-	259,153	-	259,153	3.09	
Other liabilities	-	-	-	-	-	452,717	-	452,717	-	
<b>Total liabilities</b>	<b>14,098,383</b>	<b>1,832,130</b>	<b>243,025</b>	<b>104,736</b>	<b>-</b>	<b>13,097,902</b>	<b>23,299</b>	<b>29,399,475</b>		
<b>Equity</b>										
Equity attributable to equity holders of the Bank	-	-	-	-	-	2,807,843	-	2,807,843		
<b>Total equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,807,843</b>	<b>-</b>	<b>2,807,843</b>		
<b>Total liabilities and shareholders' equity</b>	<b>14,098,383</b>	<b>1,832,130</b>	<b>243,025</b>	<b>104,736</b>	<b>-</b>	<b>15,905,745</b>	<b>23,299</b>	<b>32,207,318</b>		



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**33. Profit Rate Risk (continued)**

Group	Non trading book						Trading book RM'000	Total RM'000
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit sensitive RM'000		
As at 31 December 2011								
On-balance sheet profit sensitivity gap	(6,810,038)	(34,909)	5,120,720	9,443,389	4,811,226	(13,751,918)	1,221,530	-
Off-balance sheet profit sensitivity gap (profit rate swaps)	100,000	400,000	-	(500,000)	-	-	-	-
<b>Total profit sensitivity gap</b>	<b>(6,710,038)</b>	<b>365,091</b>	<b>5,120,720</b>	<b>8,943,389</b>	<b>4,811,226</b>	<b>(13,751,918)</b>	<b>1,221,530</b>	<b>-</b>

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**33. Profit Rate Risk (continued)**

Bank As at 30 June 2012	←		Non trading book				→		Effective Profit rate %
	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000	Trading book RM'000	Total RM'000	
<i>Assets</i>									
Cash, balances and placements with banks	2,112,292	15,000	135,000	-	-	746,783	-	3,009,075	3.04
Financial assets held-for- trading	-	-	-	-	-	-	741,041	741,041	3.65
Derivative financial assets	-	-	-	-	-	-	18,469	18,469	0.68
Financial assets available- for-sale	871,599	373,186	2,502,128	5,092,476	3,203,179	17,523	-	12,060,091	4.01
Financial assets held-to- maturity	23,287	94,092	5,000	60,000	82,565	-	-	264,944	4.81
Financing, advances and others									
- non-impaired	7,518,770	714,803	804,327	3,473,354	3,985,177	-	-	16,496,431	7.03
- impaired net of allowances*	-	-	-	-	-	(86,197)	-	(86,197)	-
Other assets	-	-	-	-	-	1,342,108	-	1,342,108	-
<b>Total assets</b>	<b>10,525,948</b>	<b>1,197,081</b>	<b>3,446,455</b>	<b>8,625,830</b>	<b>7,270,921</b>	<b>2,020,217</b>	<b>759,510</b>	<b>33,845,962</b>	

\* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired financing.

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**33. Profit Rate Risk (continued)**

Bank As at 30 June 2012	Non trading book						Trading book RM'000	Total RM'000	Effective profit rate %
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit sensitive RM'000			
<b>Liabilities</b>									
Deposits from customers	14,919,898	1,338,072	166,057	103,891	-	12,171,998	-	28,699,916	1.92
Deposits and placements of banks and other financial institutions	1,429,512	1,469	-	-	-	-	-	1,430,981	1.24
Derivative financial liabilities	-	-	-	-	-	-	34,378	34,378	1.27
Bills and acceptance payable	-	-	-	-	-	270,866	-	270,866	-
Other liabilities	-	-	-	-	-	442,936	-	442,936	-
<b>Total liabilities</b>	<b>16,349,410</b>	<b>1,339,541</b>	<b>166,057</b>	<b>103,891</b>	<b>-</b>	<b>12,885,800</b>	<b>34,378</b>	<b>30,879,077</b>	
<b>Equity</b>									
Equity attributable to equity holders of the Bank	-	-	-	-	-	2,966,885	-	2,966,885	
<b>Total equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,966,885</b>	<b>-</b>	<b>2,966,885</b>	
<b>Total liabilities and shareholders' equity</b>	<b>16,349,410</b>	<b>1,339,541</b>	<b>166,057</b>	<b>103,891</b>	<b>-</b>	<b>15,852,685</b>	<b>34,378</b>	<b>33,845,962</b>	

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**33. Profit Rate Risk (continued)**

Bank	Non trading book						Trading book RM'000	Total RM'000
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit sensitive RM'000		
As at 30 June 2012								
On-balance sheet profit sensitivity gap	(5,823,462)	(142,460)	3,280,398	8,521,939	7,270,921	(13,832,468)	725,132	-
Off-balance sheet profit sensitivity gap (profit rate swaps)	1,100,000	-	(100,000)	(600,000)	(400,000)	-	-	-
<b>Total profit sensitivity gap</b>	<b>(4,723,462)</b>	<b>(142,460)</b>	<b>3,180,398</b>	<b>7,921,939</b>	<b>6,870,921</b>	<b>(13,832,468)</b>	<b>725,132</b>	<b>-</b>

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**33. Profit Rate Risk (continued)**

Bank As at 31 December 2011	←		Non trading book				→		Effective Profit rate %
	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000	Trading book RM'000	Total RM'000	
<i>Assets</i>									
Cash, balances and placements with banks	2,593,041	425,000	335,000	-	-	862,904	-	4,215,945	2.57
Financial assets held-for- trading	-	-	-	-	-	-	1,228,952	1,228,952	3.62
Derivative financial assets	-	-	-	-	-	-	15,877	15,877	0.64
Financial assets available- for-sale	497,432	1,252,541	1,514,284	5,382,883	2,342,995	16,997	-	11,007,132	4.19
Financial assets held-to- maturity	23,287	9,000	153,461	35,000	106,586	-	-	327,334	3.61
Financing, advances and others									
- non-impaired	4,174,586	110,680	3,381,852	4,155,242	2,361,645	-	-	14,184,005	7.09
- impaired net of allowances*	-	-	-	-	-	(23,668)	-	(23,668)	-
Other assets	-	-	-	-	-	1,270,927	-	1,270,927	-
<b>Total assets</b>	<b>7,288,346</b>	<b>1,797,221</b>	<b>5,384,597</b>	<b>9,573,125</b>	<b>4,811,226</b>	<b>2,127,160</b>	<b>1,244,829</b>	<b>32,226,504</b>	

\* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired financing.

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**33. Profit Rate Risk (continued)**

Bank As at 31 December 2011	Non trading book						Trading book RM'000	Total RM'000	Effective profit rate %
	← Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	→ Non profit sensitive RM'000			
<b>Liabilities</b>									
Deposits from customers	13,738,328	1,839,154	236,657	104,736	-	12,386,032	-	28,304,907	1.83
Deposits and placements of banks and other financial institutions	377,930	-	6,698	-	-	-	-	384,628	1.92
Derivative financial liabilities	-	-	-	-	-	-	23,299	23,299	0.93
Bills and acceptance payable	2,922	-	-	-	-	259,153	-	262,075	3.09
Other liabilities	-	-	-	-	-	450,638	-	450,638	-
<b>Total liabilities</b>	<b>14,119,180</b>	<b>1,839,154</b>	<b>243,355</b>	<b>104,736</b>	<b>-</b>	<b>13,095,823</b>	<b>23,299</b>	<b>29,425,547</b>	
<b>Equity</b>									
Equity attributable to equity holders of the Bank	-	-	-	-	-	2,800,957	-	2,800,957	
<b>Total equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,800,957</b>	<b>-</b>	<b>2,800,957</b>	
<b>Total liabilities and shareholders' equity</b>	<b>14,119,180</b>	<b>1,839,154</b>	<b>243,355</b>	<b>104,736</b>	<b>-</b>	<b>15,896,780</b>	<b>23,299</b>	<b>32,226,504</b>	

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**33. Profit Rate Risk (continued)**

Bank	Non trading book						Trading book	Total
	←					→		
As at 31 December 2011	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	1-5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000	RM'000	RM'000
On-balance sheet profit sensitivity gap	(6,830,834)	(41,933)	5,141,242	9,468,389	4,811,226	(13,769,620)	1,221,530	-
Off-balance sheet profit sensitivity gap (profit rate swaps)	100,000	400,000	-	(500,000)	-	-	-	-
<b>Total profit sensitivity gap</b>	<b>(6,730,834)</b>	<b>358,067</b>	<b>5,141,242</b>	<b>8,968,389</b>	<b>4,811,226</b>	<b>(13,769,620)</b>	<b>1,221,530</b>	<b>-</b>

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**34. Changes in accounting policies**

*Adoption of MFRS Framework*

The unaudited interim financial statements were prepared in accordance with the MFRS framework. The Bank's policy elections arising from application of MFRS 1, *First-time Adoption of MFRSs*, does not result in any financial impact. The financial impact arises mainly from transition to *MFRS 139, Financial Instruments: Recognition and Measurement*.

Financial impact due to adoption of MFRS 139, *Financial Instruments: Recognition and Measurement* is as follows:

With the issuance of the MFRS framework, BNM has revised the Guidelines on Classification and Impairment Provisions for Loans/Financing to align the requirements on the determination of collective assessment allowance with that of MFRS 139. The transitional provisions which were allowed under the earlier guidelines were removed with effect from 1 January 2012.

Financing and advances which are not individually significant are collectively assessed using the incurred loss approach. If it is determined that no objective evidence of impairment exists for an individually assessed financing or the individually assessed financing does not result in impairment provisions, the financing is also included in the group of financing with similar credit risk characteristics for collective impairment assessment. The future cash flows of each group of financing with similar credit risk characteristic are estimated on the basis of historical loss experience for such assets and discounted to present value. Collective assessment allowance is made on any shortfall in these discounted cash flows against the carrying value of the group of financing.

The adoption of the accounting policy has been accounted for retrospectively and the collective assessment allowances charged in the Income Statement have been restated. Consequently, the retained profits and the collective assessment allowances in the statement of financial position have also been restated.



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**34. Changes in accounting policies (continued)**

The restatements due to the change in accounting policy are as follows:

	←	Group Effect of transition to MFRS	→	←	Bank Effect of transition to MFRS	→
	FRS RM'000	RM'000	MFRS RM'000	FRS RM'000	RM'000	MFRS RM'000
<b>As at 31 December 2011</b>						
<b>Statement of Financial Position</b>						
Total assets	32,186,451	20,867	32,207,318	32,205,637	20,867	32,226,504
Financing, advances and others	14,140,970	20,867	14,161,837	14,139,470	20,867	14,160,337
<i>of which: Collective assessment allowance</i>	348,555	(20,867)	327,688	348,555	(20,867)	327,688
Zakat and taxation	17,339	5,217	22,556	17,059	5,217	22,276
Total equity	2,792,193	15,650	2,807,843	2,785,307	15,650	2,800,957
<i>of which: Accumulated losses</i>	(1,132,381)	92,111	(1,040,270)	(1,139,669)	92,521	(1,047,148)
Other reserves	1,159,064	(76,461)	1,082,603	1,159,466	(76,871)	1,082,595
<b>Income Statement for the financial year ended 31 December 2011</b>						
Allowances for impairment on financing and advances	(44,023)	22,899	(21,124)	(44,023)	22,899	(21,124)
Profit before zakat and tax	469,568	22,899	492,467	470,099	22,899	492,998
Tax expense	(103,357)	(5,725)	(109,082)	(103,123)	(5,725)	(108,848)
Profit for the year	358,152	17,174	375,326	359,159	17,174	376,333
<b>Statement of Comprehensive Income for the financial year ended 31 December 2011</b>						
Profit for the year	358,152	17,174	375,326	359,159	17,174	376,333
Total comprehensive income for the year	382,735	17,174	399,909	383,734	17,174	400,908

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**34. Changes in accounting policies (continued)**

The restatements due to the change in accounting policy are as follows:

	←	Group Effect of transition to MFRS RM'000	→	←	Bank Effect of transition to MFRS RM'000	→
	FRS RM'000	MFRS RM'000	FRS RM'000	FRS RM'000	MFRS RM'000	MFRS RM'000
<b>As at 30 June 2011</b>						
<b>Income Statement for the financial half year ended 30 June 2011</b>						
Allowances for impairment on financing and advances	(2,782)	11,450	8,668	(2,782)	11,450	8,668
Profit before zakat and tax	240,765	11,450	252,215	240,893	11,450	252,343
Tax expense	(60,412)	(2,862)	(63,274)	(60,331)	(2,862)	(63,193)
Profit for the period	178,458	8,588	187,046	178,762	8,588	187,350
<b>Statement of Comprehensive Income for the financial half year ended 30 June 2011</b>						
Profit for the period	178,458	8,588	187,046	178,762	8,588	187,350
Total comprehensive income for the period	196,845	8,588	205,433	197,153	8,588	205,741
<b>As at 1 January 2011</b>						
<b>Statement of Financial Position</b>						
Total assets	30,386,052	(2,032)	30,384,020	30,399,948	(2,032)	30,397,916
Financing, advances and others	11,860,631	(2,032)	11,858,599	11,859,140	(2,032)	11,857,108
<i>of which:</i> Collective assessment allowance	345,041	2,032	347,073	345,041	2,032	347,073
Zakat and taxation	11,632	(508)	11,124	11,575	(508)	11,067
Total equity	2,535,753	(1,524)	2,534,229	2,526,968	(1,524)	2,525,444
<i>of which:</i> Accumulated losses	(1,185,132)	74,937	(1,110,195)	(1,193,852)	75,347	(1,118,505)
Other reserves	954,900	(76,461)	878,439	955,310	(76,871)	878,439