

J.P.Morgan

J.P. MORGAN CHASE BANK BERHAD

(Company number: 199401030666 (316347-D))

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

Domiciled in Malaysia
Principal place of business:
Level 18, Integra Tower
The Intermark
348, Jalan Tun Razak
50400 Kuala Lumpur

J.P. MORGAN CHASE BANK BERHAD (199401030666 (316347-D))
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

ASSETS	Note	30 Sep 2022 RM'000	31 Dec 2021 RM'000
Cash and short-term funds	a	19,201,155	4,624,936
Securities purchased under resale agreement		4,953,724	2,442,786
Financial assets held at fair value through profit and loss	b	1,927,917	611,164
Derivative financial instruments		2,066,868	821,733
Financial assets held at fair value through other comprehensive income	c	400,475	377,948
Loans and advances	d	619,940	461,288
Amount due from related parties		3,348,922	566,929
Statutory deposits with Bank Negara Malaysia		2	2
Other assets	e	457,881	374,982
Tax recoverable		10,700	34,475
Deferred tax assets		6,845	5,834
Fixed assets		7,512	8,909
Right-of-use assets		11,832	15,898
TOTAL ASSETS		<u>33,013,773</u>	<u>10,346,884</u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
Deposits from customers	f	22,045,323	4,173,237
Deposits and placements of banks and other financial institutions	g	1,266,530	586,965
Financial liabilities designated as fair value through profit and loss	h	239,427	-
Obligations on securities sold under repurchase agreements		515,046	343,738
Derivative financial instruments		1,726,933	731,034
Amount due to related parties		4,815,941	2,218,618
Other liabilities	i	519,392	496,788
Total liabilities		<u>31,128,592</u>	<u>8,550,380</u>
Share capital		437,500	437,500
Retained earnings		1,415,091	1,340,841
Reserves		32,590	18,163
Shareholders' equity		<u>1,885,181</u>	<u>1,796,504</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>33,013,773</u>	<u>10,346,884</u>
COMMITMENTS AND CONTINGENCIES	q	<u>133,914,306</u>	<u>119,148,257</u>

J.P. MORGAN CHASE BANK BERHAD (199401030666 (316347-D))
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	<u>Note</u>	<u>30 Sep 2022</u> (Quarter 3 2022) RM'000	<u>30 Sep 2021</u> (Quarter 3 2021) RM'000
Interest income	j	158,158	70,982
Interest expense	k	(72,668)	(21,688)
		<hr/>	<hr/>
Net interest income		85,490	49,294
Other operating income	l	201,827	145,846
		<hr/>	<hr/>
Net income		287,317	195,140
Other operating expenses	m	(148,626)	(128,167)
		<hr/>	<hr/>
Operating profit before allowances		138,691	66,973
Expected credit losses made on loans and advances	n	(12,015)	-
		<hr/>	<hr/>
Profit before taxation		126,676	66,973
Taxation		(37,436)	(18,421)
		<hr/>	<hr/>
Net profit for the financial period		<u>89,240</u>	<u>48,552</u>

J.P. MORGAN CHASE BANK BERHAD (199401030666 (316347-D))
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Share capital RM'000	Fair value reserves of OCI RM'000	Option reserve RM'000	Regulatory reserve RM'000	Distributable Retained earnings RM'000	Total RM'000
At 1 January 2022	437,500	317	11,953	5,893	1,340,841	1,796,504
Net profit for the financial period	-	-	-	-	89,240	89,240
Other comprehensive income (net of tax)	-	(563)	-	-	-	(563)
Net unrealised loss on revaluation of financial assets at fair value through other comprehensive income	-	(741)	-	-	-	(741)
Income tax relating to component of other comprehensive income	-	178	-	-	-	178
Total comprehensive income for the financial period	-	(563)	-	-	89,240	88,677
Transfer to regulatory reserve	-	-	-	14,990	(14,990)	-
At 30 September 2022	<u>437,500</u>	<u>(246)</u>	<u>11,953</u>	<u>20,883</u>	<u>1,415,091</u>	<u>1,885,181</u>
At 1 January 2021	437,500	1,010	11,953	973	1,286,237	1,737,673
Net profit for the financial year	-	-	-	-	59,524	59,524
Other comprehensive income (net of tax)	-	(693)	-	-	-	(693)
Net unrealised loss on revaluation of financial assets at fair value through other comprehensive income	-	(911)	-	-	-	(911)
Income tax relating to component of other comprehensive income	-	218	-	-	-	218
Total comprehensive income for the financial year	-	(693)	-	-	59,524	58,831
Transfer to regulatory reserve	-	-	-	4,920	(4,920)	-
At 31 December 2021	<u>437,500</u>	<u>317</u>	<u>11,953</u>	<u>5,893</u>	<u>1,340,841</u>	<u>1,796,504</u>

J.P. MORGAN CHASE BANK BERHAD (199401030666 (316347-D))

(Incorporated in Malaysia)

UNAUDITED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> RM'000	<u>30 Sep 2021</u> RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	126,676	66,973
Adjustments for items not involving the movement of cash and cash equivalents:		
Depreciation of fixed assets	4,735	5,637
Amortisation of lease	3,854	3,613
Loss on disposal of fixed assets	-	198
Expected credit losses on loans and advances	12,015	-
Net unrealised (gain)/loss on revaluation of financial assets held at fair value through profit and loss	(3,313)	3,657
Net loss/(gain) on derivatives	24,809	(27,232)
Net unrealised (gain)/loss in revaluation on derivatives	(81,680)	19,985
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>87,096</u>	<u>72,831</u>
(Increase)/decrease in securities purchased under resale agreement	(2,510,938)	678,515
Increase in amount due from related parties	(434,754)	(423,115)
Increase in financial assets held at fair value through profit and loss	(1,313,440)	(769,562)
Increase in derivative financial instruments	(192,365)	(100,809)
(Increase)/decrease in financial assets held at fair value through other comprehensive income	(23,090)	69,867
Increase in loans and advances	(170,667)	(83,746)
Increase in other assets	(79,148)	(656,438)
Increase in deposits from customers	17,872,086	1,278,770
Increase in deposits and placements of banks and other financial institutions	679,565	203,370
Increase in financial liabilities designated as fair value through profit or loss	239,427	-
Increase in other liabilities	22,604	741,510
Increase in securities sold under repurchase agreements	171,308	174,322
Increase in amount due to related parties	2,597,323	268,025
Cash generated from operating activities	<u>16,945,007</u>	<u>1,453,540</u>
Income taxes paid	(14,494)	(26,565)
Net cash generated from operating activities	<u>16,930,513</u>	<u>1,426,975</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(3,338)	(2,411)
Net cash used in investing activities	<u>(3,338)</u>	<u>(2,411)</u>

J.P. MORGAN CHASE BANK BERHAD (199401030666 (316347-D))

(Incorporated in Malaysia)

UNAUDITED CASH FLOW STATEMENT

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022 (CONTINUED)

	<u>30 Sep 2022</u> RM'000	<u>30 Sep 2021</u> RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Lease rental payment	(3,717)	(3,762)
Net cash flow used in financing activities	<u>(3,717)</u>	<u>(3,762)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		
	16,923,458	1,420,802
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD		
	4,806,275	3,250,353
CASH AND CASH EQUIVALENT AT END OF FINANCIAL PERIOD	<u><u>21,729,733</u></u>	<u><u>4,671,155</u></u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash and short term funds	19,201,155	4,366,693
Amount due from related parties	2,528,578	304,462
	<u><u>21,729,733</u></u>	<u><u>4,671,155</u></u>

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

A Basis of preparation

The unaudited interim financial statements herein have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board.

The unaudited interim financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2021. The explanatory notes attached in the unaudited interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Bank since the financial year ended 31 December 2021.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2021.

B Auditor's Report on preceding Annual Financial Statements

The auditor's report on the financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

C Seasonality or Cyclical factors

The business operations of the Bank are not subject to material seasonal or cyclical fluctuation.

D Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Bank for the financial period ended 30 September 2022.

E Change in estimates

There were no changes in estimates of amounts reported in prior financial years that have material effect on the financial results and position of the Bank for the financial period ended 30 September 2022.

F Issuance and repayment of Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period ended 30 September 2022.

G Dividend

No dividend was paid during the financial period ended 30 September 2022.

H Subsequent events

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

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

I Review of Bank's Performance

The Bank's profit before taxation for the financial period to September 2022 amounted to RM126.7 million. Net interest income for the period was RM85.5 million. Major contributor for interest income include inter-bank lending (RM142.4 million), interest income from loans and advances (RM10.4 million) and interest earned from financial assets held at fair value through other comprehensive income for the period amounted to RM5.2 million. As for interest expense, amount incurred on inter-bank borrowings was RM47.6 million and interest incurred on customer deposits was RM25.1 million.

Income generated from the Bank's treasury activities comprises net gain from financial assets held at fair value through profit and loss of RM31.7 million, net gain from financial liabilities designated as fair value through profit and loss of RM10.6 million, net gain from foreign exchange transaction of RM39.8 million and net gain on derivatives of RM56.9 million. Inter-company charges, commission and fees earned by the Bank amounted to RM62.8 million.

Total overhead expenditure incurred in the 9 months was RM148.6 million. Staff cost and benefits came up to RM52.6 million while establishment expenses amounted to RM8.8 million. Inter-company management fees and attribution fees incurred during the period was RM76.9 million while administration and general expenses amounted to RM8.9 million. Expected credit losses provided for loans and advances for the period was RM12.0 million, mainly contributed by higher exposures.

Performance for year-to-date September 2022 was higher than that of the corresponding period in 2021. In the current period, the profit before taxation was RM126.7 million (YTD September 2021: RM67.0 million). Net interest income for the current period was higher by RM36.2 million while other operating income in the first 9 months of 2022 was RM201.8 million, higher than the amount earned in the corresponding period in 2021 by RM56.0 million. The higher net interest income recorded was attributable to higher interest income from money at call and placements with financial institutions by RM80.6 million, offset by higher interest expense arising from deposits and placements of banks and other financial institutions and deposits from customers by RM35.2 million and RM15.8 million respectively. During the current period, there was lower foreign exchange gain by RM5.7 million. Net income from financial assets held at fair value through profit and loss for the first 9 months of 2022 amounted to RM31.7 million against a net gain of RM30.8 million recorded in the corresponding period of 2021, while net income from financial liabilities designated as fair value through profit and loss during the current period amounted to RM10.6 mil. As for derivatives trading, a net gain of RM56.9 million was recorded in the period against a net gain of RM7.2 million recorded in first 9 months of 2021. Other operating expenses increased to RM148.6 million as compared with RM128.2 million incurred during the corresponding period of 2021, reflecting an increase of RM20.5 million.

J Business outlook for 2022

The Bank continues to address the impact of a challenging environment even as the pandemic enters a third year.

Malaysia is an open, export-orientated economy and is therefore exposed to macro factors that influence economic growth.

The high vaccination rate in Malaysia, however, is a positive development and the Bank stands ready to support clients comprising of multi-national corporations, large domestic corporates, financial institutions and non-bank financial institutions with its broad product mix across Corporate Banking, Payments and Markets.

Our commitment to developing our business in Malaysia has allowed us to become a leader among foreign banks in the country, and we are confident of further growth with the support of the Bank's strong capitalization, global network and fortress balance sheet.

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(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> RM '000	<u>31 Dec 2021</u> RM '000
a) Cash and short-term funds		
Cash and balances with banks and other financial institutions	69,085	126,731
Money at call and deposit placements maturing within one month	<u>19,132,070</u>	<u>4,498,205</u>
	<u>19,201,155</u>	<u>4,624,936</u>
b) Financial assets held at fair value through profit or loss		
<u>Money market instruments</u>		
Malaysian Government Securities	1,339,582	442,108
Malaysian Treasury Bills	394,284	-
Malaysian Government Investment Issuance	163,051	138,485
Malaysian Government Guaranteed Bonds	24,283	24,016
<u>Unquoted securities</u>		
Unquoted shares	<u>6,717</u>	<u>6,555</u>
	<u>1,927,917</u>	<u>611,164</u>
c) Financial assets held at fair value through other comprehensive income		
<u>Money market instruments</u>		
Malaysian Government Investment Issuance	51,204	51,923
Bank Negara Bills	149,396	-
Malaysian Treasury Bills	<u>199,875</u>	<u>326,025</u>
	<u>400,475</u>	<u>377,948</u>
d) Loans and advances		
i) Loans and advances analysed by type of loan are as follows:		
Overdrafts	132,435	148,974
Housing loans	758	531
Staff loans	373	407
Revolving credits	316,989	232,316
Trade finance	<u>188,593</u>	<u>85,945</u>
	639,148	468,173
Less: Allowance for losses on loans and advances:		
- ECL not credit impaired	(19,166)	(6,839)
- ECL credit impaired	<u>(42)</u>	<u>(46)</u>
Total net loans and advances	<u>619,940</u>	<u>461,288</u>

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(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	30 Sep 2022 RM '000	31 Dec 2021 RM '000
d) Loans and advances (continued)		
ii) The maturity structure of loans and advances are as follows:		
Maturity within		
- one year	638,170	467,278
- one year to three years	389	332
- three years to five years	80	26
- over five years	509	537
	<u>639,148</u>	<u>468,173</u>
iii) Loans and advances analysed by type of customers are as follows:		
Domestic business enterprises		
- Others	589,128	461,848
Individuals	1,131	938
Foreign entities	48,889	5,387
	<u>639,148</u>	<u>468,173</u>
iv) Loans and advances analysed by interest sensitivity are as follows:		
Fixed rate		
- Housing loans	1,131	938
Variable rate		
- Cost-plus	638,017	467,235
	<u>639,148</u>	<u>468,173</u>
v) Loans and advances analysed by their economic purpose are as follows:		
Purchase of landed properties	1,131	938
Working capital	638,017	467,235
	<u>639,148</u>	<u>468,173</u>
vi) Loans and advances analysed by their geographical distribution are as follows:		
In Malaysia	590,259	462,786
Other countries	48,889	5,387
	<u>639,148</u>	<u>468,173</u>
vii) Loans and advances analysed by measurement basis are as follows:		
Amortised cost	<u>639,148</u>	<u>468,173</u>

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NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> RM '000	<u>31 Dec 2021</u> RM '000
d) Loans and advances (continued)		
viii) Impaired loans		
a) Movement in impaired loans and advances are as follows:		
At 1 January	198	90
Classified as impaired during the financial period/year	71	116
Reclassified as performing during the financial period/year	(40)	-
Amount recovered	<u>(4)</u>	<u>(8)</u>
At end of financial period/year	225	198
ECL credit impaired	<u>(42)</u>	<u>(46)</u>
Net impaired loans and advances	<u><u>183</u></u>	<u><u>152</u></u>
b) Impaired loans analysed by their economic purpose are as follows:		
Purchase of landed property	<u>225</u>	<u>198</u>
c) Impaired loans analysed by their geographical distribution are as follows:		
In Malaysia	<u>225</u>	<u>198</u>
d) Movement in allowance for impaired loans and advances are as follows:		
<u>ECL credit impaired</u>		
At 1 January	46	23
- Allowance (written-back)/made during the financial period/year	<u>(4)</u>	<u>23</u>
Balance at end of financial period/year	<u>42</u>	<u>46</u>
<u>ECL not credit impaired</u>		
At 1 January	6,839	8,164
- Allowance made/(written-back) during the financial period/year	<u>12,327</u>	<u>(1,325)</u>
Balance at end of financial period/year	<u>19,166</u>	<u>6,839</u>
e) Other assets		
Receivable from securities sold pending settlement	447,727	372,298
Other receivable, deposits and prepayments	<u>10,154</u>	<u>2,684</u>
	<u><u>457,881</u></u>	<u><u>374,982</u></u>

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(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> RM '000	<u>31 Dec 2021</u> RM '000
f) Deposits from customers		
i) Deposits from customers analysed by type of deposits are as follows:		
Demand deposits	21,763,661	4,091,831
Fixed deposits	281,662	81,406
	<u>22,045,323</u>	<u>4,173,237</u>
Maturity structure of fixed deposits are as follows:		
Due within six months	<u>281,662</u>	<u>81,406</u>
ii) Deposits from customers analysed by type of customers are as follows:		
Business enterprises	22,044,358	4,172,135
Others	965	1,102
	<u>22,045,323</u>	<u>4,173,237</u>
g) Deposits and placements of banks and other financial institutions		
Licensed banks	1,134,238	452,916
Other financial institutions	132,292	134,049
	<u>1,266,530</u>	<u>586,965</u>
h) Financial liabilities designated as fair value through profit and loss		
Structured deposits	<u>239,427</u>	<u>-</u>
i) Other liabilities		
Other payables	492,608	459,742
Accruals and charges	13,273	19,444
Lease liabilities	12,372	16,157
Expected credit loss - off-balance sheet lending commitment	1,139	1,445
	<u>519,392</u>	<u>496,788</u>

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NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> (Quarter 3 2022) RM '000	<u>30 Sep 2021</u> (Quarter 3 2021) RM '000
j) Interest income		
Loans and advances		
- Interest income other than recoveries from impaired loans	10,365	5,333
- Recoveries from impaired loans	4	3
Money at call and placements with financial institutions	142,399	61,807
Financial assets held at fair value through other comprehensive income	5,227	3,700
Other interest income	163	139
	<u>158,158</u>	<u>70,982</u>
k) Interest expense		
Deposits from customers	25,094	9,277
Deposits and placements of banks and other financial institutions	47,574	12,411
	<u>72,668</u>	<u>21,688</u>
l) Other operating income		
Fee income:		
Service charges and fees	4,801	3,738
Guarantee fees	1,368	1,455
	<u>6,169</u>	<u>5,193</u>
Net income from securities:		
Net gain from sale of financial assets fair value through profit or loss	2,723	11,927
Unrealised gain/(loss) from revaluation of financial assets fair value through profit or loss	3,313	(3,657)
Interest income from assets held at fair value through profit and loss	25,686	22,487
Net income from financial liabilities designated as fair value through profit or loss	10,573	-
Derivatives:		
Net (loss)/gain from trading of derivatives	(24,809)	27,232
Unrealised gain/(loss) from revaluation of derivatives	81,680	(19,985)
Other income:		
Foreign exchange gain	39,843	45,542
Management and attribution income	56,649	57,107
	<u>201,827</u>	<u>145,846</u>
m) Other operating expenses		
Personnel expenses	52,625	46,081
Establishment expenses	8,776	10,213
Marketing expenses	1,481	296
Management and attribution fees paid	76,886	62,496
General administrative expenses	8,858	9,081
	<u>148,626</u>	<u>128,167</u>

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

	<u>30 Sep 2022</u> (Quarter 3 2022) RM '000	<u>30 Sep 2021</u> (Quarter 3 2021) RM '000
n) Expected credit losses (made)/written-back for losses on loans and advances:		
ECL - off-balance sheet lending commitment	306	1,516
ECL - loans and advances	(12,323)	(1,520)
Loans and advances recovered	2	4
	<u>(12,015)</u>	<u>-</u>

	<u>30 Sep 2022</u> RM '000	<u>31 Dec 2021</u> RM '000
o) Credit exposures arising from transactions with connected parties		
Outstanding credit exposures with connected parties	<u>267,169</u>	<u>298,836</u>
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	<u>4.93%</u>	<u>7.56%</u>
Percentage of outstanding credit exposures to connected parties which is non-performing or in default	<u>0%</u>	<u>0%</u>

p) Capital adequacy

The capital adequacy ratios of the Bank are computed in accordance with Bank Negara Malaysia's revised Risk-Weighted Capital Adequacy Framework: Standardised Approach for Credit and Market Risk, and Basic Indicator Approach for Operational Risk (Basel II).

i) The capital adequacy ratios of the Bank are as follows:	<u>30 Sep 2022</u> RM '000	<u>31 Dec 2021</u> RM '000
Tier-I capital		
Share capital	437,500	437,500
Retained earnings	1,340,841	1,340,841
Fair value reserve through other comprehensive income	(246)	317
Option reserve	11,953	11,953
	<u>1,790,048</u>	<u>1,790,611</u>
Deferred tax assets	(6,845)	(5,834)
Financial assets at fair value through other comprehensive income	-	(174)
Total Tier I capital	<u>1,783,203</u>	<u>1,784,603</u>
Tier-II capital		
Regulatory reserve	20,883	5,893
ECL not credit impaired	19,166	6,839
Total Tier-II capital	<u>40,049</u>	<u>12,732</u>
Total capital	<u>1,823,252</u>	<u>1,797,335</u>
Common Equity Tier 1 capital ratio	15.851%	24.042%
Tier 1 capital ratio	15.851%	24.042%
Total capital ratio	16.207%	24.214%

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

p) Capital adequacy (continued)

ii) Total risk weighted assets and capital requirements as at 30 September 2022 and 31 December 2021

Exposure class	30 September 2022				31 December 2021			
	Gross exposures RM'000	Net exposures RM'000	Risk weighted assets RM'000	Capital requirements RM'000	Gross exposures RM'000	Net exposures RM'000	Risk weighted assets RM'000	Capital requirements RM'000
(a) Credit risk								
On-balance sheet exposures								
Sovereigns/central banks	19,937,320	19,337,536	2,590,769	207,262	5,635,681	5,635,681	41,660	3,333
Public Sector Entities	-	-	-	-	19,946	19,946	3,989	319
Banks, development financial institutions and fund managers	7,753,918	3,497,188	699,456	55,956	2,331,968	2,331,968	466,394	37,311
Insurance companies, securities firms	861,381	638,614	247,657	19,813	540,995	540,995	156,689	12,535
Corporates	647,115	647,115	602,562	48,205	467,253	467,253	467,253	37,380
Regulatory retail	373	373	373	30	407	407	407	33
Residential mortgages	529	529	224	18	334	334	122	10
Higher risk assets	4	4	6	-	-	-	-	-
Other assets	28,770	28,770	23,013	1,841	93,400	93,400	766,087	61,287
Defaulted exposures	182	182	160	13	159	159	145	12
Total on-balance sheet exposures	<u>29,229,592</u>	<u>24,150,311</u>	<u>4,164,220</u>	<u>333,138</u>	<u>9,090,143</u>	<u>9,090,143</u>	<u>1,902,746</u>	<u>152,220</u>
Off-balance sheet exposures over-the-counter ('OTC') derivatives	4,648,603	4,648,603	1,917,414	153,393	3,197,678	3,197,678	1,295,165	103,613
Off-balance sheet exposures other than OTC derivatives	127,304	127,304	120,626	9,650	288,428	288,428	281,115	22,489
Total off-balance sheet exposures	<u>4,775,907</u>	<u>4,775,907</u>	<u>2,038,040</u>	<u>163,043</u>	<u>3,486,106</u>	<u>3,486,106</u>	<u>1,576,280</u>	<u>126,102</u>
Total on and off-balance sheet exposures	<u>34,005,499</u>	<u>28,926,218</u>	<u>6,202,260</u>	<u>496,181</u>	<u>12,576,249</u>	<u>12,576,249</u>	<u>3,479,026</u>	<u>278,322</u>
(b) Market risk	<u>Long position</u>	<u>Short position</u>			<u>Long position</u>	<u>Short position</u>		
Interest rate risk	127,703,913	127,064,952	3,864,665	309,174	119,338,039	118,012,168	3,159,354	252,748
Foreign currency risk	202,480	74,228	202,480	16,198	1,279	24,730	24,730	1,978
Option risk			308,238	24,659			109,775	8,782
(c) Operational risk			672,380	53,790			649,901	51,992
Total risk weighted assets and capital requirements			<u>11,250,023</u>	<u>900,002</u>			<u>7,422,786</u>	<u>593,822</u>

NOTES TO THE FINANCIAL STATEMENTS - 30 SEPTEMBER 2022

q) Commitments and contingencies

Total risk weighted assets and capital requirements as at 30 September 2022 and 31 December 2021

	30 September 2022			31 December 2021		
	Principal amount RM'000	Credit equivalent amount* RM'000	Risk-weighted amount RM'000	Principal amount RM'000	Credit equivalent amount* RM'000	Risk-weighted amount RM'000
Direct credit substitutes	97,868	97,867	93,142	263,690	263,690	259,553
Transaction-related contingent items	31,563	15,782	13,829	26,062	13,031	9,855
Short-term self-liquidating trade related contingencies	-	-	-	308	62	62
Foreign exchange related contracts:						
- less than one year	61,042,612	1,842,238	802,415	47,588,914	949,229	462,954
- one year to less than five years	1,752,032	192,246	110,642	2,531,462	231,757	86,204
Interest rate related contracts:						
- less than one year	20,173,816	104,367	38,147	23,555,312	122,893	47,427
- one year to less than five years	45,795,297	1,996,552	744,998	38,398,314	1,182,563	407,879
- more than five years	1,325,032	193,417	87,778	3,121,393	396,997	173,807
Credit derivatives contracts						
- less than one year	231,198	30,119	15,059	70,822	9,766	4,883
- one year to less than five years	327,604	79,140	24,453	291,545	50,708	18,969
Equity related contracts						
- less than one year	1,110,343	194,312	85,816	1,633,094	243,303	88,054
- one year to less than five years	78,294	16,212	8,106	72,223	10,462	4,988
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	27,310	13,655	13,655	23,290	11,645	11,645
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 borrower's creditworthiness	1,921,337	-	-	1,571,828	-	-
	<u>133,914,306</u>	<u>4,775,907</u>	<u>2,038,040</u>	<u>119,148,257</u>	<u>3,486,106</u>	<u>1,576,280</u>

* The credit equivalent amount is arrived at using the credit conversion factor as per Bank Negara Malaysia guidelines.