



**BNP PARIBAS**

**BNP PARIBAS MALAYSIA BERHAD**

(Company No. 918091 - T)

Incorporated in Malaysia

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2019**

**BNP PARIBAS MALAYSIA BERHAD**  
**(Incorporated in Malaysia)**

**1. PERFORMANCE REVIEW**

For the second quarter ended 30 June 2019, the Bank recorded a net profit after taxation of RM38.13 million. This was contributed by net interest income of RM52.09 million and non-interest income of RM55.20 million. Operating expenses was RM56.88 million whilst written back of expected credit losses on financial assets of RM0.04 million, resulting in pre-tax profit of RM50.66 million.

**2. CURRENT YEAR PROSPECT**

The Malaysian Institute of Economic Research (MIER) has forecasted Malaysia's 2019 gross domestic product (GDP) to grow between 4.5% as compared to 4.7%. The lower growth forecast was due to overall slowdown in the global and domestic demand.

Private sector expenditure will remain the key driver of growth, with stable employment and wage growth, supporting private consumption which accounts for approximately 55% of GDP. Private sector is expected to expand with outlays channeled into the services and manufacturing sectors. Malaysia's lower public investment is weighing on growth, most notably post-General Elections whereby the new Government is taking a more prudent approach on new mega-projects.

Meanwhile, the Bank would continue to focus on services which brings the best value to its customers amid a challenging economic environment locally and globally.

**3. DIVIDENDS**

The Directors propose the payment of an interim single-tier dividend of 10.00 sen per ordinary shares on 650,000,000 ordinary shares amounting to RM65,000,000 in respect of the current financial period ended 31 March 2019. The financial statements for the current financial period do not reflect this proposed dividend. Such dividend, if approved by the shareholder will be accounted for in equity as an appropriation of retained earnings in the financial year ended 31 December 2019.

Company No. 918091-T  
**BNP PARIBAS MALAYSIA BERHAD**  
**(Incorporated in Malaysia)**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

	Note	Bank 30-Jun 2019 RM'000	Bank 31-Dec 2018 RM'000
<b>ASSETS</b>			
Cash and short-term funds	2	2,149,493	2,003,833
Deposits and placements with banks and other financial institutions	3	-	300,110
Reverse repurchase agreements	4	9,950	49,225
Financial assets at fair value through Profit or Loss ("FVTPL")	5	678,562	1,734,650
Financial investments at fair value through other comprehensive income ("FVOCI")	6	753,924	280,836
Loans, advances and financing	7	1,238,515	1,168,302
Derivative financial assets		363,903	374,980
Other assets	8	14,076	56,534
Property, plant and equipment	9	3,451	1,730
Intangible assets	10	1,136	1,807
Deferred tax assets		2,312	3,704
<b>TOTAL ASSETS</b>		<b>5,215,322</b>	<b>5,975,711</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
Deposits from customers	11	1,597,865	1,969,571
Deposits and placements from banks and other financial institutions	12	2,135,884	2,759,765
Derivative financial liabilities		311,825	230,293
Other liabilities	13	332,066	222,514
Tax liabilities		9,033	3,723
<b>TOTAL LIABILITIES</b>		<b>4,386,673</b>	<b>5,185,866</b>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December 2018.

Company No. 918091-T  
**BNP PARIBAS MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019 (CONTD.)**

	Note	Bank 30-Jun 2019 RM'000	Bank 31-Dec 2018 RM'000
Share capital	14	650,000	650,000
Retained profits		161,054	124,513
Reserves	15	<u>17,595</u>	<u>15,332</u>
<b>SHAREHOLDER'S EQUITY</b>		<u>828,649</u>	<u>789,845</u>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>		<u>5,215,322</u>	<u>5,975,711</u>
<b>COMMITMENTS AND CONTINGENCIES</b>	23	<u>85,797,976</u>	<u>58,167,877</u>

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Company No. 918091-T  
**BNP PARIBAS MALAYSIA BERHAD**  
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**UNAUDITED STATEMENT OF PROFIT OR LOSS**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

	Note	Bank 30-Jun 2019 RM'000	Bank 30-Jun 2018 RM'000
Interest income	16	69,040	53,107
Interest income for financial asset at FVTPL	16	19,324	17,237
Interest expenses	17	<u>(36,271)</u>	<u>(21,240)</u>
Net interest income		52,093	49,104
Net income from Islamic banking business	24	<u>210</u>	<u>252</u>
		52,303	49,356
Other operating income	18	55,196	31,679
Operating expenses	19	(56,884)	(30,562)
Expected credit losses for impairment on financial asset	20	42	(132)
Profit before tax		<u>50,657</u>	<u>50,341</u>
Taxation		<u>(12,526)</u>	<u>(12,256)</u>
Profit for the financial period		<u>38,131</u>	<u>38,085</u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December 2018.

Company No. 918091-T  
**BNP PARIBAS MALAYSIA BERHAD**  
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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

	Note	Bank 30-Jun 2019 RM'000	Bank 30-Jun 2018 RM'000
Profit for the financial period		38,131	38,085
Other comprehensive income, net of income tax:			
Items that may be reclassified subsequently to profit or loss :			
Revaluation reserve - financial investments at FVOCI :			
Net changes in fair value		899	142
Other comprehensive income		899	142
Total comprehensive income for the financial period		39,030	38,227

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Company No. 918091-T  
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**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
<b>Cash Flows from/(Used In) Operating Activities</b>		
Profit before tax	50,657	50,341
Adjustments for:		
Depreciation of property, plant and equipment	1,690	275
Amortisation of intangible assets	671	464
Expected credit losses/Allowance for impairment on loans, advances and financing	(42)	132
Amortisation of premium less accretion of discount	1,435	209
Loss/(Gain) from sale on financial assets at FVTPL	-	7
Realised (gain)/loss on financial investments at FVOCI	(34)	-
Interest income on financial investments at FVOCI	(13,883)	-
Unrealised (gain)/loss on derivative financial instrument	(12,217)	(85,039)
Unrealised (gain)/loss on foreign exchange	83,178	(609,140)
Unrealised gain on financial assets at FVTPL	(245)	(661)
Operating profit before working capital changes	111,210	(643,412)

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**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
(Increase)/Decrease in:		
Deposits and placements with banks and other financial institutions	300,110	-
Financial assets at FVTPL	1,056,333	(792,546)
Financial investments at FVOCI	-	(342,447)
Loans, advances and financing	(70,397)	(71,123)
Statutory deposit with Bank Negara Malaysia	-	(1,900)
Right of use asset	(2,977)	-
Reverse repurchase agreements	39,275	(142,037)
Other assets	42,458	238,880
Increase/(Decrease) in:		
Deposits from customers	(371,706)	221,813
Deposits and placements from banks and other financial institutions	(623,881)	1,780,736
Derivative financial assets/liabilities	21,648	375,774
Other liabilities	110,941	15,612
Net cash generated from operations	613,014	639,350
Income taxes paid	(5,824)	(5,909)
Net cash generated from operating activities	<u>607,190</u>	<u>633,441</u>
<b>Cash Flows used in Investing Activities</b>		
Purchase of property, plant and equipment	(435)	(163)
Net proceeds from sales of financial investments at FVOCI	(470,856)	-
Interest income on financial investments at FVOCI	11,150	-
Net cash used in investing activities	<u>(460,141)</u>	<u>(163)</u>



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**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

	<b>Bank</b>	<b>Bank</b>
	<b>30-Jun</b>	<b>30-Jun</b>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows Used In Financing Activities</b>		
Payment for lease liabilities	<u>(1,389)</u>	<u>-</u>
Net cash used in financing activities	<u>(1,389)</u>	<u>-</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	145,660	633,278
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>2,003,833</u>	<u>1,299,423</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>2,149,493</u>	<u>1,932,701</u>
<b>Cash and cash equivalents comprise the following:</b>		
Cash and short-term funds	<u>2,149,493</u>	<u>1,932,701</u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December 2018.

**BNP PARIBAS MALAYSIA BERHAD**  
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**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

	←—Non-distributable —→				
	Share capital	Regulatory reserves	Revaluation reserve- financial investments at FVOCI	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2019	650,000	15,234	98	124,513	789,845
Effect of adoption MFRS 16	-	-	-	(226)	(226)
At 1 January 2019, as restated	650,000	15,234	98	124,287	789,619
Profit for the quarter ended	-	-	-	38,131	38,131
Transfer to regulatory reserve	-	1,364	-	(1,364)	-
Other comprehensive income	-	-	899	-	899
At 30 June 2019	650,000	16,598	997	161,054	828,649

	←—Non-distributable —→				
	Share capital	Regulatory reserves	Revaluation reserve- financial investments at FVOCI	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2018	650,000	12,705	12	61,889	724,606
Effect of adoption MFRS 9	-	-	-	(417)	(417)
At 1 January 2018, as restated	650,000	12,705	12	61,472	724,189
Profit for the year	-	-	-	65,570	65,570
Transfer to regulatory reserve	-	2,529	-	(2,529)	-
Other comprehensive income	-	-	86	-	86
At 31 December 2018	650,000	15,234	98	124,513	789,845

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December 2018.

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

**1. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation of the Financial Statements**

The financial statement of the Bank have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

**2. CASH AND SHORT-TERM FUNDS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At Amortised Cost:		
Cash and balances with banks and other financial institutions	86,692	38,610
Money at call and deposit placements maturing within one month	2,062,801	1,965,223
	<u>2,149,493</u>	<u>2,003,833</u>

**3. DEPOSITS AND PLACEMENTS WITH BANK AND OTHER FINANCIAL INSTITUTIONS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
Bank Negara Malaysia	<u>-</u>	<u>300,110</u>

**4. REVERSE REPURCHASE AGREEMENTS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At Amortised Cost:		
Government Securities:		
Malaysian Government Securities	<u>9,950</u>	<u>49,225</u>

**5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At Fair Value:		
Government Securities:		
Malaysian Government Securities	609,492	1,458,050
Malaysian Government Investment Issues	69,070	276,600
	<u>678,562</u>	<u>1,734,650</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**6. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI")**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At Fair Value:		
Government securities:		
Malaysian Government Securities	591,913	270,841
Malaysian Government Investment Issues	162,006	-
Bank Negara Malaysia Debt Securities	-	9,995
Money market instrument:		
Negotiable Instruments of Deposit	5	-
	<u>753,924</u>	<u>280,836</u>

**7. LOANS, ADVANCES AND FINANCING**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At amortised cost:		
<b>(i) By type</b>		
Revolving credit	801,585	634,581
Term loans	307,896	391,974
Trust receipts	98,969	115,783
Other trade bills discounted	11,129	10,428
Overdrafts	20,110	16,955
	<u>1,239,689</u>	<u>1,169,721</u>
Less: Expected Credit Losses ("ECL")	(1,174)	(1,419)
Net loans, advances and financing	<u>1,238,515</u>	<u>1,168,302</u>
<b>(ii) By type of customer</b>		
Domestic business enterprises	1,239,689	1,131,848
Financial institutions	-	37,873
	<u>1,239,689</u>	<u>1,169,721</u>
<b>(iii) By interest rate sensitivity</b>		
Variable rate:		
Cost plus	1,239,689	1,169,721
	<u>1,239,689</u>	<u>1,169,721</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**7. LOANS, ADVANCES AND FINANCING (CONTD.)**

	<b>Bank</b>	<b>Bank</b>
	<b>30-Jun</b>	<b>31-Dec</b>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>(iv) By residual contractual maturity</b>		
Maturing within one year	985,691	714,749
More than one year to five years	243,082	443,549
More than five years	10,916	11,423
	<u>1,239,689</u>	<u>1,169,721</u>
<b>(v) By geographical distribution</b>		
In Malaysia	1,239,689	1,169,721
Outside Malaysia	-	-
	<u>1,239,689</u>	<u>1,169,721</u>
<b>(vi) By Sector</b>		
Manufacturing	1,051,270	930,078
Mining & Quarrying	6,039	6,545
Construction	10,004	6,001
Wholesale and retail	65,314	66,583
Financial services	-	37,873
Other business services	96,146	111,218
Real estate activities	10,916	11,423
	<u>1,239,689</u>	<u>1,169,721</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**7. LOANS, ADVANCES AND FINANCING (CONTD.)**

(vii) **Movements in Expected Credit Losses ("ECL") on loans, advances and financing are as follows:**

	<b>12 mth ECL (Stage 1) RM'000</b>	<b>Lifetime ECL not credit impaired (Stage 2) RM'000</b>	<b>Lifetime ECL credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>30 June 2019</b>				
Balance at beginning of financial year	1,243	176	-	1,419
Changes in credit risk	158	(158)	-	-
Allowances made during the financial period	(45)	128	-	83
Derecognised during the financial period	(317)	-	-	(317)
Exchange differences	(10)	(1)	-	(11)
At end of financial period	<u>1,029</u>	<u>145</u>	<u>-</u>	<u>1,174</u>
<b>31 December 2018</b>				
Balance at beginning of financial year	-	-	-	-
Effects of adopting MFRS 9	720	300	-	1,020
As restated	<u>720</u>	<u>300</u>	<u>-</u>	<u>1,020</u>
Changes in credit risk	250	(250)	-	-
Allowances made during the financial period	412	149	-	561
Derecognised during the financial period	(181)	(24)	-	(205)
Exchange differences	42	1	-	43
At end of financial period	<u>1,243</u>	<u>176</u>	<u>-</u>	<u>1,419</u>

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**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**8. OTHER ASSETS**

	<b>Bank 31-Mar 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
Other receivables	4,920	9,546
Less: Allowance for impairment on other receivables	(1)	(1)
	<u>4,919</u>	<u>9,545</u>
Collateral assets	7,552	44,991
Deposit	669	696
Prepayments	936	1,302
	<u>14,076</u>	<u>56,534</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**9. PROPERTY, PLANT AND EQUIPMENT**

	<b>Office Equipment and Machinery RM'000</b>	<b>Renovation and Installation RM'000</b>	<b>Furniture, Fixtures and Fittings RM'000</b>	<b>Computer equipment and hardware RM'000</b>	<b>Motor Vehicles RM'000</b>	<b>Work-in progress RM'000</b>	<b>Right of use asset RM'000</b>	<b>Total RM'000</b>
<b>At 30 June 2019</b>								
<b>Cost</b>								
At 1 January 2019	269	4,256	1,847	4,936	15	455	-	11,778
Effect of adoption MFRS 16	-	-	-	-	-	-	8,217	8,217
At 1 January 2019, as restated	269	4,256	1,847	4,936	15	455	8,217	19,995
Additions	-	-	4	430	-	-	-	434
Reclassification	-	-	-	45	-	(45)	-	-
At 30 June 2019	269	4,256	1,851	5,411	15	410	8,217	20,429
<b>Accumulated Depreciation</b>								
At 1 January 2019	197	3,984	1,536	4,317	14	-	-	10,048
Effect of adoption MFRS 16	-	-	-	-	-	-	5,240	5,240
At 1 January 2019, as restated	197	3,984	1,536	4,317	14	-	5,240	15,288
Charge for the period	16	64	56	184	1	-	1,369	1,690
At 30 June 2019	213	4,048	1,592	4,501	15	-	6,609	16,978
<b>Net Book Value 30 June 2019</b>	<b>56</b>	<b>208</b>	<b>259</b>	<b>910</b>	<b>-</b>	<b>410</b>	<b>1,608</b>	<b>3,451</b>



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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**9. PROPERTY, PLANT AND EQUIPMENT (CONTD.)**

	Office equipment and machinery RM'000	Renovation and installation RM'000	Furniture, fixtures and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicle RM'000	Work-in progress RM'000	Right of use asset RM'000	Total RM'000
<b>At 31 December 2018</b>								
<b>Cost</b>								
At 1 January 2018	213	4,256	1,825	4,443	15	-	-	10,752
Additions	56	-	22	493	-	455	-	1,026
At 31 December 2018	<u>269</u>	<u>4,256</u>	<u>1,847</u>	<u>4,936</u>	<u>15</u>	<u>455</u>	<u>-</u>	<u>11,778</u>
<b>Accumulated Depreciation</b>								
At 1 January 2018	168	3,842	1,423	4,054	11	-	-	9,498
Charge for the year	29	142	113	263	3	-	-	550
At 31 December 2018	<u>197</u>	<u>3,984</u>	<u>1,536</u>	<u>4,317</u>	<u>14</u>	<u>-</u>	<u>-</u>	<u>10,048</u>
<b>Net Book Value 31 December 2018</b>	<u>72</u>	<u>272</u>	<u>311</u>	<u>619</u>	<u>1</u>	<u>455</u>	<u>-</u>	<u>1,730</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**10. INTANGIBLE ASSETS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<u>Computer Software:</u>		
<b>Cost</b>		
At 1 January	3,090	3,032
Additions	-	58
At 30 June/31 Dec	<u>3,090</u>	<u>3,090</u>
<b>Accumulated Amortisation</b>		
At 1 January	1,283	358
Amortisation for the year	671	925
At 30 June/31 Dec	<u>1,954</u>	<u>1,283</u>
<b>Total Net Book Value</b>	<u><u>1,136</u></u>	<u><u>1,807</u></u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**11. DEPOSITS FROM CUSTOMERS**

<b>Type</b>	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At amortised cost:		
Demand deposits	527,837	754,335
Fixed deposits	1,058,250	1,208,579
Commodity Murabahah	11,778	6,657
	<u>1,597,865</u>	<u>1,969,571</u>
(i) Maturity structure of fixed deposits and Commodity Murabahah are as follows:		
Due within six months	1,070,028	1,214,384
Six months to one year	-	852
	<u>1,070,028</u>	<u>1,215,236</u>
(ii) The deposits are sourced from the following types of customers:		
Business enterprises	1,585,048	1,951,475
Non-bank financial institutions	12,817	18,096
	<u>1,597,865</u>	<u>1,969,571</u>

**12. DEPOSITS AND PLACEMENTS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
At amortised cost:		
Other financial institutions	2,135,884	2,759,765
	<u>2,135,884</u>	<u>2,759,765</u>

**13. OTHER LIABILITIES**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
Collateral deposits	280,144	174,534
Other payables	41,366	38,014
Accruals and charges	8,005	9,548
Lease Liabilities	1,928	-
Expected credit losses	623	418
	<u>332,066</u>	<u>222,514</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**14. SHARE CAPITAL**

	<b>Bank</b> <b>30-Jun</b> <b>2019</b> <b>RM'000</b>	<b>Bank</b> <b>31-Dec</b> <b>2018</b> <b>RM'000</b>
Ordinary shares issued and fully paid:		
Balance as at 30 June/December	650,000	650,000

**15. RESERVES**

	<b>Bank</b> <b>30-Jun</b> <b>2019</b> <b>RM'000</b>	<b>Bank</b> <b>31-Dec</b> <b>2018</b> <b>RM'000</b>
Non-distributable:		
Revaluation reserve financial investments at FVOCI	997	98
Regulatory reserve	16,598	15,234
	<u>17,595</u>	<u>15,332</u>

**16. INTEREST INCOME**

	<b>Bank</b> <b>30-Jun</b> <b>2019</b> <b>RM'000</b>	<b>Bank</b> <b>30-Jun</b> <b>2018</b> <b>RM'000</b>
Loans, advances and financing	23,946	24,162
Money at call and deposit placements with financial institutions	25,022	11,772
Financial investment at FVOCI	13,745	5,776
Financial assets at FVTPL	19,324	17,237
Other interest income	7,762	11,606
	<u>89,799</u>	<u>70,553</u>
Amortisation of premium less accretion of discount	(1,435)	(209)
Total Interest Income	<u>88,364</u>	<u>70,344</u>

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**17. INTEREST EXPENSE**

	<b>Bank</b>	<b>Bank</b>
	<b>30-Jun</b>	<b>30-Jun</b>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits and placements from banks and other financial institutions	15,062	9,227
Deposits from customers	21,023	11,907
Other interest expense	186	106
	<u>36,271</u>	<u>21,240</u>

**18. OTHER OPERATING INCOME**

	<b>Bank</b>	<b>Bank</b>
	<b>30-Jun</b>	<b>30-Jun</b>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Fee income:		
Commissions	1,774	591
Guarantee fees	798	1,041
Other fee income	3,967	3,485
	<u>6,539</u>	<u>5,117</u>
Gain arising from sale of securities:		
Financial assets at fair value through Profit or Loss	25,871	(7)
Financial investments at fair value through other comprehensive income	34	-
	<u>25,905</u>	<u>(7)</u>
Gain on derivatives trading		
Realised gain	15,063	(53,698)
Unrealised gain	12,217	85,039
	<u>27,280</u>	<u>31,341</u>
Unrealised gain on revaluation of financial assets:		
Financial assets at fair value through Profit or Loss	245	661
	<u>245</u>	<u>661</u>
Other income:		
Foreign exchange:		
- Realised gain/(loss)	71,370	(623,862)
- Unrealised (loss)/gain	(83,178)	609,140
Others	7,035	9,289
	<u>(4,773)</u>	<u>(5,433)</u>
Total	<u>55,196</u>	<u>31,679</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**19. OTHER OPERATING EXPENSES**

	<b>Bank</b> <b>30-Jun</b> <b>2019</b> <b>RM'000</b>	<b>Bank</b> <b>30-Jun</b> <b>2018</b> <b>RM'000</b>
Personnel costs (Note a)	19,736	18,998
Establishment costs (Note b)	8,478	7,700
Marketing expenses (Note c)	397	424
Administration and general expenses (Note d)	28,273	3,440
	<u>56,884</u>	<u>30,562</u>
<b>(a) Personnel costs</b>		
Salaries, bonuses and allowances	14,062	13,429
EPF - defined contribution plan	2,129	1,794
Social Security cost	415	313
Other staff related expenses	3,130	3,462
	<u>19,736</u>	<u>18,998</u>
<b>(b) Establishment costs</b>		
Information technology costs	4,472	3,382
Depreciation of property, plant and equipment	1,690	275
Amortization of intangible asset	671	464
Rental of premises	-	970
Others	1,645	2,609
	<u>8,478</u>	<u>7,700</u>
<b>(c) Marketing Expenses</b>		
Advertising	27	27
Others	370	397
	<u>397</u>	<u>424</u>
<b>(d) Administration and general expenses</b>		
Legal and professional fees	1,105	636
Communication & transportation	123	112
Others general expenses	27,045	2,692
	<u>28,273</u>	<u>3,440</u>

**20. EXPECTED CREDIT LOSSES FOR IMPAIRMENT ON FINANCIAL ASSETS**

	<b>Bank</b> <b>30-Jun</b> <b>2019</b> <b>RM'000</b>	<b>Bank</b> <b>30-Jun</b> <b>2018</b> <b>RM'000</b>
Expected credit losses:		
Allowance made during the financial year	-	132
Allowance written back during the financial year	(42)	-
	<u>(42)</u>	<u>132</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**21. CAPITAL ADEQUACY**

The components of Tier I and Tier II capital are as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<b>Tier-I capital</b>		
Paid-up share capital	650,000	650,000
Retained profits	124,513	124,513
IFRS16 Day 1 Adjustment	(226)	-
Other disclosed reserves	997	98
	<u>775,284</u>	<u>774,611</u>
<u>Less : Regulatory adjustments</u>		
Intangible assets	(1,136)	(1,807)
Deferred tax assets	(2,312)	(3,704)
55% of cumulative gains of financial instruments at FVOCI	(548)	(54)
Total Tier-I capital	<u>771,288</u>	<u>769,046</u>
	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<b>Tier-II Capital</b>		
Expected Credit Losses ("ECL")	1,797	1,837
Regulatory reserve	16,598	15,234
Total Tier-II capital	<u>18,395</u>	<u>17,071</u>
Total capital funds	<u>789,683</u>	<u>786,117</u>
Total capital base	<u><u>789,683</u></u>	<u><u>786,117</u></u>
<b>Capital Ratios</b>		
Common Equity Tier 1 Ratio	15.285%	19.989%
Tier 1 Capital Ratio	15.285%	19.989%
Total Capital Ratio	<u>15.649%</u>	<u>20.433%</u>

The breakdown of risk-weighted assets by each major risk category is as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
Credit Risk	2,403,070	2,119,262
Market Risk	2,201,101	1,329,763
Operational Risk	442,001	398,206
Total risk-weighted assets	<u>5,046,172</u>	<u>3,847,231</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**22. INTEREST RATE RISK**

The following table represents the Bank's assets and liabilities at carrying amounts as at 30 June 2019

	Non-Trading Book					Trading book RM'000	Non-interest sensitive 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			
<b>Assets</b>								
Cash and short-term funds	2,147,692	-	-	-	-	-	1,801	2,149,493
Deposits and placements with banks and other financial institutions	-	-	-	-	-	-	-	-
Reverse repurchase agreements	9,929	-	-	-	-	-	21	9,950
Financial assets at fair value through profit or loss	-	-	-	-	-	678,562	-	678,562
Financial investments at fair value through other comprehensive income	4	-	579,183	170,538	-	-	4,199	753,924
Loans, advances and financing	659,623	472,613	104,638	-	-	-	1,641	1,238,515
Derivatives Financial assets	-	-	-	-	-	363,903	-	363,903
Other assets	-	-	-	-	-	-	12,471	12,471
<b>Total Assets</b>	<b>2,817,248</b>	<b>472,613</b>	<b>683,821</b>	<b>170,538</b>	<b>-</b>	<b>1,042,465</b>	<b>20,133</b>	<b>5,206,818</b>
<b>Liabilities</b>								
Deposits from customers	1,365,023	199,605	31,529	-	-	-	1,708	1,597,865
Deposits and placements from banks and other financial institutions	1,563,998	570,874	-	-	-	-	1,012	2,135,884
Derivatives Financial Liabilities	-	-	-	-	-	311,825	-	311,825
Other liabilities	-	-	-	-	-	-	332,066	332,066
<b>Total Liabilities</b>	<b>2,929,021</b>	<b>770,479</b>	<b>31,529</b>	<b>-</b>	<b>-</b>	<b>311,825</b>	<b>334,786</b>	<b>4,377,640</b>
<b>Net interest rate gap</b>	<b>(111,773)</b>	<b>(297,866)</b>	<b>652,292</b>	<b>170,538</b>	<b>-</b>	<b>730,640</b>	<b>(314,653)</b>	<b>829,178</b>



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**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**22. INTEREST RATE RISK (CONTD)**

The following table represents the Bank's assets and liabilities at carrying amounts as of 31 December 2018

	Non-Trading Book					Trading book RM'000	Non-interest sensitive 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			
<b>Assets</b>								
Cash and short-term funds	2,001,610	-	-	-	-	-	2,223	2,003,833
Deposits and placements with banks and other financial institutions	-	300,000	-	-	-	-	110	300,110
Reverse repurchase agreements	49,136	-	-	-	-	-	89	49,225
Financial assets at fair value through profit or loss	-	-	-	-	-	1,734,650	-	1,734,650
Financial investments at fair value through other comprehensive income	9,998	-	268,570	-	-	-	2,268	280,836
Loans, advances and financing	498,727	163,459	61,968	442,230	-	-	1,918	1,168,302
Derivative financial assets	-	-	-	-	-	374,980	-	374,980
Other assets	-	-	-	-	-	-	54,536	54,536
<b>Total Assets</b>	<b>2,559,471</b>	<b>463,459</b>	<b>330,538</b>	<b>442,230</b>	<b>-</b>	<b>2,109,630</b>	<b>61,144</b>	<b>5,966,472</b>
<b>Liabilities</b>								
Deposits from customers	1,762,153	198,339	7,155	-	-	-	1,924	1,969,571
Deposits and placements from banks and other financial institutions	2,548,695	208,375	-	-	-	-	2,695	2,759,765
Derivatives financial liabilities	-	-	-	-	-	230,293	-	230,293
Other liabilities	-	-	-	-	-	-	222,514	222,514
<b>Total Liabilities</b>	<b>4,310,848</b>	<b>406,714</b>	<b>7,155</b>	<b>-</b>	<b>-</b>	<b>230,293</b>	<b>227,133</b>	<b>5,182,143</b>
<b>Net interest rate gap</b>	<b>(1,751,377)</b>	<b>56,745</b>	<b>323,383</b>	<b>442,230</b>	<b>-</b>	<b>1,879,337</b>	<b>(165,989)</b>	<b>784,329</b>

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**23. COMMITMENTS AND CONTINGENCIES**

In the normal course of business, the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions. The commitments and contingencies are not secured against the Bank's assets.

The commitments and contingencies and their related counterparty credit risk of the Bank are as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<u>Commitments and Contingent Liabilities</u>		
Direct credit substitutes	420,893	406,655
Short-term self-liquidating trade-related contingencies	1,255	3,245
Irrevocable commitments to extend credit:		
Maturity more than one year	183,826	183,841
Total credit related commitment and contingencies	<u>605,974</u>	<u>593,741</u>
Foreign exchange derivatives:		
One year or less	52,008,037	44,584,659
Over one year to five years	1,668,771	944,655
Interest rate derivatives:		
One year or less	6,540,067	1,056,750
Over one year to five years	22,414,966	9,566,530
Over five years	1,403,118	204,000
Credit Derivatives:		
One year or less	11,705	-
Over one year to five years	1,145,338	1,217,542
Total treasury related commitment and contingencies	<u>85,192,002</u>	<u>57,574,136</u>
Total commitment and contingencies	<u>85,797,976</u>	<u>58,167,877</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**24. Islamic Banking Window**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

	<b>Note</b>	<b>30-Jun 2019 RM'000</b>	<b>31-Dec 2018 RM'000</b>
<b>ASSETS</b>			
Cash and short-term funds	(a)	28,216	17,813
Financial investments at fair value through other comprehensive income ("FVOCI")	(b)	-	9,995
Loans, advances and financing		-	-
Other assets	(c)	9,605	9,575
Property, plant and equipment	(d)	-	1
Intangible assets	(e)	4	4
<b>TOTAL ASSETS</b>		<u><u>37,825</u></u>	<u><u>37,388</u></u>
<b>LIABILITIES AND ISLAMIC BANKING FUNDS</b>			
Deposits from customers	(f)	15,401	15,586
Other liabilities		171	189
Tax Liabilities		-	-
<b>Total liabilities</b>		<u><u>15,572</u></u>	<u><u>15,775</u></u>
Capital fund		26,850	25,750
Accumulated losses		(4,645)	(4,185)
Reserves		48	48
<b>Islamic banking funds</b>		<u><u>22,253</u></u>	<u><u>21,613</u></u>
<b>TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS</b>		<u><u>37,825</u></u>	<u><u>37,388</u></u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December 2018.

**BNP PARIBAS MALAYSIA BERHAD**  
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**24. Islamic Banking Window**

UNAUDITED STATEMENT OF PROFIT OR LOSS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Income derived from investment of Islamic banking funds and depositors' funds (g)	365	403
Profit expense to depositors	(155)	(151)
Net income derived from investment of Islamic banking funds and depositors' funds	210	252
Other operating income (h)	255	155
Other operating expenses (i)	(925)	(870)
Expected credit losses for impairment on financial asset	-	-
<b>Loss for the financial quarter before zakat and taxation</b>	<b>(460)</b>	<b>(463)</b>
Zakat	-	-
Taxation	-	-
<b>Loss for the financial quarter after zakat and taxation</b>	<b>(460)</b>	<b>(463)</b>
Other comprehensive loss:		
Items that may be reclassified subsequently to profit or loss :		
Financial investments at FVOCI :		
Net unrealised loss on changes in fair value	-	(2)
Other comprehensive loss for the financial quarter, net of tax	-	(2)
<b>Total comprehensive loss for the quarter</b>	<b>(460)</b>	<b>(465)</b>

**BNP PARIBAS MALAYSIA BERHAD****(Incorporated in Malaysia)****Islamic Banking Operations****UNAUDITED STATEMENT OF CHANGES IN EQUITY IN ISLAMIC BANKING FUNDS****FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

	<b>Capital fund RM'000</b>	<b>Regulatory reserve RM'000</b>	<b>Revaluation reserve- financial investments at FVOCI RM'000</b>	<b>Accumulated losses RM'000</b>	<b>Total RM'000</b>
At 1 January 2019	25,750	48	-	(4,185)	21,613
Additional capital fund	1,100	-	-	-	1,100
Loss for the quarter	-	-	-	(460)	(460)
At 30 June 2019	<u>26,850</u>	<u>48</u>	<u>-</u>	<u>(4,645)</u>	<u>22,253</u>

	<b>Capital fund RM'000</b>	<b>Regulatory reserve RM'000</b>	<b>Revaluation reserve- financial investments at FVOCI RM'000</b>	<b>Accumulated losses RM'000</b>	<b>Total RM'000</b>
At 1 January 2018	24,350	48	-	(3,137)	21,261
Additional capital fund	1,400	-	-	-	1,400
Loss for the financial year	-	-	-	(1,048)	(1,048)
At 31 December 2018	<u>25,750</u>	<u>48</u>	<u>-</u>	<u>(4,185)</u>	<u>21,613</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**24. Islamic Banking Window**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019**

**(a) CASH AND SHORT-TERM FUNDS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<u>At Amortised Cost</u>		
Cash and balances with banks and other financial institutions	4,210	3,812
Money at call and deposit placements maturing within one month	24,006	14,001
	<u>28,216</u>	<u>17,813</u>

**(b) FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI")**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<u>At Fair Value</u>		
Government Securities:		
Bank Negara Malaysia Debt Securities	-	9,995
	<u>-</u>	<u>9,995</u>

**(c) OTHER ASSETS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
Other receivables, deposit and prepayments	9,605	9,575
	<u>9,605</u>	<u>9,575</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED**  
**30 JUNE 2019 (CONTD.)**

**24. Islamic Banking Window**

**(d) PROPERTY, PLANT AND EQUIPMENT**

	<b>Office Equipment and Machinery RM'000</b>	<b>Computer Equipment RM'000</b>	<b>Total RM'000</b>
<b>At 30 June 2019</b>			
<b>Cost</b>			
At 1 January 2019	6	23	29
At 30 June 2019	<u>6</u>	<u>23</u>	<u>29</u>
<b>Accumulated Depreciation</b>			
At 1 January 2019	5	23	28
Charge for the year	1	-	1
At 30 June 2019	<u>6</u>	<u>23</u>	<u>29</u>
<b>Net Book Value 30 June 2019</b>	<u>-</u>	<u>-</u>	<u>-</u>
	<b>Office Equipment and Machinery RM'000</b>	<b>Computer Equipment RM'000</b>	<b>Total RM'000</b>
<b>At 31 December 2018</b>			
<b>Cost</b>			
At 1 January 2018	6	23	29
At 31 December 2018	<u>6</u>	<u>23</u>	<u>29</u>
<b>Accumulated Depreciation</b>			
At 1 January 2018	3	23	26
Charge for the year	2	-	2
At 31 December 2018	<u>5</u>	<u>23</u>	<u>28</u>
<b>Net Book Value 31 Dec 2018</b>	<u>1</u>	<u>-</u>	<u>1</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**24. Islamic Banking Window**

**(e) INTANGIBLE ASSETS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 31-Dec 2018 RM'000</b>
<u>Computer Software:</u>		
<b>Cost</b>		
At 1 January	41	41
Additions	-	-
Write Off	-	-
At 30 June/31 Dec	<u>41</u>	<u>41</u>
<b>Accumulated Amortisation</b>		
At 1 January	37	37
Amortisation for the year	-	-
Write-off	-	-
At 30 June/31 Dec	<u>37</u>	<u>37</u>
<b>Net Book Value</b>	<u>4</u>	<u>4</u>

**(f) DEPOSITS FROM CUSTOMERS**

<b>Type</b>	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
At Amortised Cost:		
Non-Mudharabah Fund		
Demand deposits	3,623	8,929
Commodity Murabahah	11,778	6,657
	<u>15,401</u>	<u>15,586</u>

(i) Maturity structure of Commodity Murabahah is as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Due within six months	<u>11,778</u>	<u>6,657</u>

(ii) The deposits are sourced from the following types of customers:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Business enterprise	8,857	8,356
Domestic non-bank financial institution	6,544	7,230
	<u>15,401</u>	<u>15,586</u>



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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**(g) INCOME DERIVED FROM INVESTMENT OF ISLAMIC BANKING FUNDS AND DEPOSITORS' FUNDS**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Loans, advances and financing	-	62
Money at call and deposit placement with financial institutions	236	338
Financial investment at FVOCI	138	3
	<u>374</u>	<u>403</u>
Amortisation of premium less accretion of discount	(9)	-
	<u>365</u>	<u>403</u>

**(h) OTHER OPERATING INCOME**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Fee income:		
Other fee income	19	71
Net gain/(loss) arising from sale of:		
Financial investments at FVOCI	34	-
Other income:		
Foreign exchange:		
- Unrealised Gain	6	17
Others	196	67
Total	<u>255</u>	<u>155</u>

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**24. Islamic Banking Window**

**(i) OTHER OPERATING EXPENSES**

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Personnel costs (Note i)	636	636
Establishment costs (Note ii)	51	46
Marketing expenses (Note iii)	3	3
Administration and general expenses (Note iv)	235	185
	<u>925</u>	<u>870</u>
<b>(i) Personnel Costs</b>		
Salaries, bonuses and allowances	504	489
EPF - defined contribution plan	93	88
Other staff related expenses	39	59
	<u>636</u>	<u>636</u>
<b>(ii) Establishment costs</b>		
Rental of premises	42	38
Amortisation of intangible assets	1	-
Depreciation of property, plant and equipment	-	-
Others	8	8
	<u>51</u>	<u>46</u>
<b>(iii) Marketing Expenses</b>		
Others	3	3
	<u>3</u>	<u>3</u>
<b>(iv) Administration and general expenses</b>		
Legal and professional fees	129	131
Others	106	54
	<u>235</u>	<u>185</u>

**BNP PARIBAS MALAYSIA BERHAD**  
**(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2019 (CONTD.)**

**24. Islamic Banking Window**

**(j) CAPITAL ADEQUACY**

The components of Tier I and Tier II capital are as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
<b>Tier-I capital</b>		
Capital fund	26,850	25,750
Accumulated losses	(4,645)	(4,185)
Other disclosed reserves	-	-
	<u>22,205</u>	<u>21,565</u>
Less :		
- Intangible assets	(4)	(4)
- 55% of cumulative gains of AFS financial instruments	-	-
Total Tier-I capital	<u>22,201</u>	<u>21,561</u>
<b>Tier-II Capital</b>		
Regulatory reserve	48	48
Total Tier-II capital	<u>48</u>	<u>48</u>
Total capital base	<u>22,249</u>	<u>21,609</u>
<b>Capital Ratios</b>		
Tier 1 Capital Ratio	164.342%	158.409%
Tier 1 Capital Ratio	164.342%	158.409%
Total Capital Ratio	<u>164.698%</u>	<u>158.761%</u>

The breakdown of risk-weighted assets by each major risk category is as follows:

	<b>Bank 30-Jun 2019 RM'000</b>	<b>Bank 30-Jun 2018 RM'000</b>
Credit Risk	8,466	8,398
Market Risk	2,321	1,959
Operational Risk	2,722	3,254
Total risk-weighted assets	<u>13,509</u>	<u>13,611</u>