



BASEL II PILLAR 3 REPORT

**BNP PARIBAS MALAYSIA BERHAD
(COMPANY No. 201001034168 (918091-T))
(INCORPORATED IN MALAYSIA)**

30 JUNE 2024

1.0 Disclosure on Capital Adequacy under the Standardised Approach

1.1 Risk Weighted assets and capital requirements

The following table presents the minimum regulatory capital requirements to support the Bank's risk weighted assets.

BANK	30 June 2024			
	Gross Exposures	Net Exposures	Risk Weighted Assets	Capital Requirement
	RM'000	RM'000	RM'000	RM'000
Exposure Classes				
(i) Credit Risk				
a) On-Balance Sheet Exposures				
Sovereign/Central Banks	2,338,946	2,338,946	139,889	11,191
Banks, Development Financial Institutions & MDBs	80,759	80,759	16,152	1,292
Corporates	1,640,634	1,640,634	1,640,634	131,251
Other Assets	183,786	183,786	60,950	4,876
	4,244,125	4,244,125	1,857,625	148,610
b) Off-Balance Sheet Exposures*				
OTC Derivatives	1,818,894	1,296,842	627,516	50,201
Off balance sheet exposures other than OTC derivatives or credit derivatives	429,689	429,689	358,449	28,676
Defaulted Exposures	6,650	6,650	9,975	798
	2,255,233	1,733,181	995,940	79,675
Total On-Balance Sheet and Off Balance Sheet Credit Risk	6,499,358	5,977,306	2,853,565	228,285
(ii) Large Exposures Risk Requirement				
	-	-	-	-
(iii) Market Risk				
	Long Position	Short Position		
Interest Rate Risk	1,017,998	935,327	1,811,779	144,942
Foreign Currency Risk	340,817	57,437	340,817	27,265
Option Risk			24,226	1,938
Total Market Risk			2,176,822	174,145
(iv) Operational Risk				
			276,851	22,148
(v) Total Exposures, Risk Weighted Assets and Capital Requirements	6,499,358	5,977,306	5,307,238	424,578
Note:				
<i>*Credit equivalent of off-balance sheet items</i>				

Table 1: Risk-weighted Assets and Capital Requirements



BANK	31 December 2023			
	Gross Exposures	Net Exposures	Risk Weighted Assets	Capital Requirement
	RM'000	RM'000	RM'000	RM'000
Exposure Classes				
(I) Credit Risk				
a) On-Balance Sheet Exposures				
Sovereign/Central Banks	2,098,476	2,098,476	181,849	14,548
Banks, Development Financial Institutions & MDBs	81,622	81,622	16,324	1,306
Corporates	1,604,296	1,604,296	1,604,296	128,344
Other Assets	221,290	221,290	73,009	5,841
	4,005,684	4,005,684	1,875,478	150,039
b) Off-Balance Sheet Exposures*				
OTC Derivatives	1,750,555	950,012	334,982	26,799
Off balance sheet exposures other than OTC derivatives or credit derivatives	405,951	405,951	332,714	26,617
Defaulted Exposures	6,650	6,650	9,975	798
	2,163,156	1,362,613	677,671	54,214
Total On-Balance Sheet and Off Balance Sheet Credit Risk	6,168,840	5,368,297	2,553,149	204,253
(II) Large Exposures Risk Requirement	-	-	-	-
(III) Market Risk				
	Long Position	Short Position		
Interest Rate Risk	910,536	849,586	1,570,432	125,635
Foreign Currency Risk	53,788	57,577	59,788	4,783
Option Risk			28,713	2,297
Total Market Risk			1,658,933	132,715
(iv) Operational Risk			143,527	11,482
(v) Total Exposures, Risk Weighted Assets and Capital Requirements	6,168,840	5,368,297	4,355,609	348,450
Note:	<i>*Credit equivalent of off-balance sheet items</i>			

Table 1: Risk Weighted Assets and Capital Requirements



The following table presents the minimum regulatory capital requirements to support the Islamic Banking Window's risk weighted assets.

		30 June 2024			
ISLAMIC BANKING WINDOW		Gross Exposures	Net Exposures	Risk Weighted Assets	Capital Requirement
<u>Exposure Classes</u>		RM'000	RM'000	RM'000	RM'000
(I) Credit Risk					
a) On-Balance Sheet Exposures					
Sovereign/Central Banks		39,339	39,339	-	-
Banks, Development Financial Institutions & MDBs		5,145	5,145	1,029	82
Other Assets		13	13	13	1
Total On-Balance Sheet and Off Balance Sheet Credit Risk		44,497	44,497	1,042	83
(II) Large Exposures Risk Requirement		-	-	-	-
(III) Market Risk					
		Long Position	Short Position		
Foreign Currency Risk		2,180	25	2,180	174
(iv) Operational Risk				2,090	167
(v) Total Exposures, Risk Weighted Assets and Capital Requirements		44,497	44,497	5,312	424

		31 December 2023			
ISLAMIC BANKING WINDOW		Gross Exposures	Net Exposures	Risk Weighted Assets	Capital Requirement
<u>Exposure Classes</u>		RM'000	RM'000	RM'000	RM'000
(I) Credit Risk					
a) On-Balance Sheet Exposures					
Sovereign/Central Banks		46,713	46,713	-	-
Banks, Development Financial Institutions & MDBs		7,991	7,991	1,598	128
Other Assets		119	119	119	10
Total On-Balance Sheet and Off Balance Sheet Credit Risk		54,823	54,823	1,717	138
(II) Large Exposures Risk Requirement		-	-	-	-
(III) Market Risk					
		Long Position	Short Position		
Foreign Currency Risk		2,232	25	2,232	179
(iv) Operational Risk				1,868	149
(v) Total Exposures, Risk Weighted Assets and Capital Requirements		54,823	54,823	5,817	466

Table 1: Risk Weighted Assets and Capital Requirements



1.2 Capital Adequacy Ratios

The following table depicts the regulatory capital structure and capital adequacy ratios of the Bank:

BANK	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
Common Equity Tier 1 Capital/Tier 1 Capital:		
Paid-up share capital	650,000	650,000
Retained profits	204,162	277,067
Other disclosed reserves	20,410	20,310
	<u>874,572</u>	<u>947,377</u>
Less: Regulatory adjustments		
Intangible assets	(114)	(145)
Deferred tax assets	(2,872)	(2,946)
55% of cumulative gains of financial instruments at FVOCI	-	(95)
Hedging reserve	(752)	(1,605)
Regulatory reserve	(19,750)	(18,532)
Total Common Equity Tier 1 Capital/Tier 1 Capital	<u>851,084</u>	<u>924,054</u>
Tier 2 Capital:		
General Provision (Expected credit losses and regulatory reserves)	22,770	22,938
Subordinated term loan	417,506	420,188
Total Tier 2 Capital	<u>440,276</u>	<u>443,126</u>
Total Capital Base	<u>1,291,360</u>	<u>1,367,180</u>
Common Equity Tier 1 Capital Ratio ⁽¹⁾	<u>16.036%</u>	<u>19.569% *</u>
Tier 1 Capital Ratio ⁽²⁾	<u>16.036%</u>	<u>19.569% *</u>
Total Capital Ratio ⁽³⁾	<u>24.332%</u>	<u>29.743% *</u>
Note:		
<i>(1) Minimum Common Equity Tier 1 Capital Ratio is 4.5%</i>		
<i>(2) Minimum Tier 1 Capital Ratio is 6.0%</i>		
<i>(3) Minimum Total Capital Ratio is 8.0%</i>		
<i>* The capital ratio as at 31 December 2023 are after dividend declared in respect of financial year ended 31 December 2023.</i>		

Table 2: Constituent of Eligible Capital and Capital Adequacy Ratios

The following table depicts the regulatory capital structure and capital adequacy ratios of the Islamic Banking Window:

ISLAMIC BANKING WINDOW	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
Common Equity Tier 1 Capital/Tier 1 Capital:		
Paid-up share capital	26,850	26,850
Accumulated losses	(3,242)	(3,242)
Other disclosed reserves	-	4
	<u>23,608</u>	<u>23,612</u>
Less: Regulatory adjustments		
55% of cumulative gains of financial instruments at FVOCI	-	(2)
Total Common Equity Tier 1 Capital/Tier 1 Capital	<u>23,608</u>	<u>23,610</u>
Total Capital Base	<u>23,608</u>	<u>23,610</u>
Common Equity Tier 1 Capital Ratio ⁽¹⁾	<u>444.451%</u>	<u>405.936%</u>
Tier 1 Capital Ratio ⁽²⁾	<u>444.451%</u>	<u>405.936%</u>
Total Capital Ratio ⁽³⁾	<u>444.451%</u>	<u>405.936%</u>
Note:		
<i>(1) Minimum Common Equity Tier 1 Capital Ratio is 4.5%</i>		
<i>(2) Minimum Tier 1 Capital Ratio is 6.0%</i>		
<i>(3) Minimum Total Capital Ratio is 8.0%</i>		

Table 2: Constituent of Eligible Capital and Capital Adequacy Ratios

2.0 Credit Risk

2.1 Distribution of Credit Exposures

- (i) The following table depicts the geographical distribution of the Bank's credit exposures, based on the country of incorporation or residence:

30 June 2024								
BANK	Malaysia	United Kingdom	France	Hong Kong	Singapore	Others	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	2,338,946	-	-	-	-	-	2,338,946	2,338,945
Banks	56,113	870	660	2,023	7,052	14,041	80,759	80,759
Corporates	1,640,634	-	-	-	-	-	1,640,634	1,640,634
Other Assets	183,786	-	-	-	-	-	183,786	183,786
Commitments and Contingencies	1,848,344	58	337,475	1,657	46,815	20,884	2,255,233	1,733,182
	6,067,823	928	338,135	3,680	53,867	34,925	6,499,358	5,977,306
31 December 2023								
BANK	Malaysia	United Kingdom	France	Hong Kong	Singapore	Others	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	2,098,476	-	-	-	-	-	2,098,476	2,098,476
Banks	52,057	1,154	262	853	11,776	15,520	81,622	81,622
Corporates	1,604,296	-	-	-	-	-	1,604,296	1,604,296
Other Assets	221,290	-	-	-	-	-	221,290	221,290
Commitments and Contingencies	1,465,437	56	656,973	7,215	11,046	22,429	2,163,156	1,362,613
	5,441,556	1,210	657,235	8,068	22,822	37,949	6,168,840	5,368,297

Table 3: Credit Exposures by Geographic Distribution

- (ii) The following table depicts the geographical distribution of the Islamic Banking Window's credit exposures, based on the country of incorporation or residence:

30 June 2024				
ISLAMIC BANKING WINDOW	Malaysia	Others	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	39,339	-	39,339	39,339
Banks	3,774	1,371	5,145	5,145
Other Assets	13	-	13	13
	43,126	1,371	44,497	44,497
31 December 2023				
ISLAMIC BANKING WINDOW	Malaysia	Others	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	46,713	-	46,713	46,713
Banks	229	7,762	7,991	7,991
Other Assets	119	-	119	119
	47,061	7,762	54,823	54,823

Table 3: Credit Exposures by Geographic Distribution

(iii) The following table depicts the Bank's credit exposures by sector analysis or industrial distribution:

30 June 2024										
BANK	Government & Central Banks	Finance, Insurance & Business Services	Manufacturing	Construction	Wholesale & Retail	Transport, Storage & Communication	Mining & Quarrying	Other Business Services	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	2,338,946	-	-	-	-	-	-	-	2,338,946	2,338,945
Banks	-	80,759	-	-	-	-	-	-	80,759	80,759
Corporates	-	51,663	867,564	7,496	123,014	139,018	4,000	447,879	1,640,634	1,640,634
Other Assets	-	153,418	3,339	20	27	83	23	26,876	183,786	183,786
Commitments and Contingencies	22,719	1,743,872	377,888	14,163	30,274	3,177	1,553	61,587	2,255,233	1,733,182
	2,361,665	2,029,712	1,248,791	21,679	153,315	142,278	5,576	536,342	6,499,358	5,977,306
31 December 2023										
BANK	Government & Central Banks	Finance, Insurance & Business Services	Manufacturing	Construction	Wholesale & Retail	Transport, Storage & Communication	Mining & Quarrying	Other Business Services	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	2,098,476	-	-	-	-	-	-	-	2,098,476	2,098,476
Banks	-	81,622	-	-	-	-	-	-	81,622	81,622
Corporates	-	41,909	753,363	8,580	247,035	147,644	4,000	401,765	1,604,296	1,604,296
Other Assets	170	192,018	3,487	8	380	102	26	25,099	221,290	221,290
Commitments and Contingencies	17,560	1,720,474	299,831	11,506	31,305	3,378	1,727	77,375	2,163,156	1,362,613
	2,116,206	2,036,023	1,056,681	20,094	278,720	151,124	5,753	504,239	6,168,840	5,368,297

Table 4: Credit Exposures by Sectorial Analysis or Industrial Distribution



- (iv) The following table depicts the Islamic Banking Window's credit exposures by sector analysis or industrial distribution:

30 June 2024					
ISLAMIC BANKING WINDOW	Government & Central Banks	Finance, Insurance & Business Services	Other Business Services	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	39,339	-	-	39,339	39,339
Banks	-	5,145	-	5,145	5,145
Other Assets	13	-	-	13	13
	39,352	5,145	-	44,497	44,497
31 December 2023					
ISLAMIC BANKING WINDOW	Government & Central Banks	Finance, Insurance & Business Services	Other Business Services	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereign/ Central Bank	46,713	-	-	46,713	46,713
Banks	-	7,991	-	7,991	7,991
Other Assets	4	-	115	119	119
	46,717	7,991	115	54,823	54,823

Table 4: Credit Exposures by Sectorial Analysis or Industrial Distribution



(v) The following table depicts the Bank's credit exposures by residual contractual maturity analysis:

30 June 2024							
BANK	Sovereign/ Central Bank	Banks	Corporates	Other Assets	Commitments and Contingencies	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
< 1 year	2,173,852	5,545	298,235	154,356	816,223	3,448,211	3,286,765
> 1 - 5 years	154,127	-	153,076	240	1,275,594	1,583,037	1,256,996
Over 5 years	-	-	289,352	571	163,416	453,339	418,773
No Specific Maturity	10,967	75,214	899,971	28,619	-	1,014,771	1,014,772
	2,338,946	80,759	1,640,634	183,786	2,255,233	6,499,358	5,977,306
31 December 2023							
BANK	Sovereign/ Central Bank	Banks	Corporates	Other Assets	Commitments and Contingencies	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
< 1 year	2,077,556	229	313,528	193,439	987,265	3,572,017	3,102,707
> 1 - 5 years	-	-	166,349	290	1,041,746	1,208,385	901,407
Over 5 years	-	-	220,074	400	134,145	354,619	330,365
No Specific Maturity	20,920	81,393	904,345	27,161	-	1,033,819	1,033,818
	2,098,476	81,622	1,604,296	221,290	2,163,156	6,168,840	5,368,297

Table 5 : Credit Exposures by Residual Contractual Maturity Analysis

- (vi) The following table depicts the Islamic Banking Window's credit exposures by residual contractual maturity analysis:

30 June 2024					
ISLAMIC BANKING WINDOW	Sovereign/ Central Bank	Banks	Other Assets	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000
< 1 year	39,169	3,774	13	42,956	42,956
No Specific Maturity	170	1,371	-	1,541	1,541
	39,339	5,145	13	44,497	44,497
31 December 2023					
ISLAMIC BANKING WINDOW	Sovereign/ Central Bank	Banks	Other Assets	Total On & Off Balance Sheet Gross Exposures	Total On & Off Balance Sheet Net Exposures
	RM'000	RM'000	RM'000	RM'000	RM'000
< 1 year	45,949	229	4	46,182	46,182
No Specific Maturity	764	7,762	115	8,641	8,641
	46,713	7,991	119	54,823	54,823

Table 5 : Credit Exposures by Residual Contractual Maturity Analysis

2.2 Credit Risk Assessment under Standardised Approach

(i) Credit Exposure by Risk Weights

The following table depicts the credit exposure of the Bank by risk weight:

30 June 2024							
BANK	Sovereigns & Central Banks	Banks, MDBs, and FDIs	Insurance Cos, Securities & Fund Managers	Corporates	Other Assets	Total On & Off Balance Sheet Net Exposures	Total Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Risk Weights (%)							
0%	1,639,499	-	-	-	-	1,639,499	-
20%	722,165	502,952	36,198	-	153,545	1,414,860	282,972
50%	-	710,077	1,282	-	-	711,359	355,680
100%	-	-	31,111	2,143,586	30,241	2,204,938	2,204,938
150%	-	-	-	6,650	-	6,650	9,975
Total	2,361,664	1,213,029	68,591	2,150,236	183,786	5,977,306	2,853,565
31 December 2023							
BANK	Sovereigns & Central Banks	Banks, MDBs, and FDIs	Insurance Cos, Securities & Fund Managers	Corporates	Other Assets	Total On & Off Balance Sheet Net Exposures	Total Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Risk Weights (%)							
0%	1,206,792	-	-	-	-	1,206,792	-
20%	909,244	817,852	29,714	-	185,353	1,942,163	388,433
50%	-	112,008	3,895	-	-	115,903	57,952
100%	-	-	15,314	2,045,538	35,937	2,096,789	2,096,789
150%	-	-	-	6,650	-	6,650	9,975
Total	2,116,036	929,860	48,923	2,052,188	221,290	5,368,297	2,553,149

Table 6: Credit Risk Exposure by Risk Weight

The following table depicts the credit exposure of the Islamic Banking Window by risk weight:

30 June 2024					
ISLAMIC BANKING WINDOW	Sovereigns & Central Banks	Banks, MDBs, and FDIs	Other Assets	Total On & Off Balance Sheet Net Exposures	Total Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000	RM'000
Risk Weights (%)					
0%	39,339	-	-	39,339	-
20%	-	5,145	-	5,145	1,029
100%	-	-	13	13	13
Total	39,339	5,145	13	44,497	1,042
31 December 2023					
ISLAMIC BANKING WINDOW	Sovereigns & Central Banks	Banks, MDBs, and FDIs	Other Assets	Total On & Off Balance Sheet Net Exposures	Total Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000	RM'000
Risk Weights (%)					
0%	46,713	-	-	46,713	-
20%	-	7,991	-	7,991	1,598
100%	-	-	119	119	119
Total	46,713	7,991	119	54,823	1,717

Table 6: Credit Risk Exposure by Risk Weight

(ii) **Credit Exposure by Ratings from External Credit Assessment Institution (“ECAI”)**

The following table depicts the credit exposure of the Bank by Ratings from ECAI:

Corporate Exposures	Ratings of Corporate by Approved ECAIs						Total On & Off Balance Sheet Net Exposures
	Moody's S&P Fitch RAM MARC	Aaa to Aa3 AAA to AA- AAA to AA- AAA to AA3 AAA to AA-	A1 to A3 A+ to A- A+ to A- A to A3 A+ to A-	Baa1 to Ba3 BBB+ to BB- BBB+ to BB- BBB+ to BB3 BBB+ to BB-	B1 to C B+ to D B+ to D B to D B+ to D	Unrated Unrated Unrated Unrated Unrated	
BANK							
30 June 2024							
Insurance Cos, Securities Firms & Fund Managers		36,198	1,282	-	-	31,111	68,591
Corporates		-	-	-	-	2,150,236	2,150,236
Total		36,198	1,282	-	-	2,181,347	2,218,827
31 December 2023							
Insurance Cos, Securities Firms & Fund Managers		29,714	3,895	-	-	15,314	48,923
Corporates		-	-	-	-	2,052,188	2,052,188
Total		29,714	3,895	-	-	2,067,502	2,101,111

Table 7.1: Ratings of Insurance and Corporate Exposures by Approved ECAIs

Sovereign/Central Banks Exposures	Government Guaranteed	Ratings of Sovereigns and Central Banks by Approved ECAIs						Total On & Off Balance Sheet Net Exposures	
		Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C		Unrated
		S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to BB-	CCC+ to D		Unrated
		Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to BB-	CCC+ to D		Unrated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
BANK									
30 June 2024									
Sovereign/Central Banks	2,361,664	-	-	-	-	-	-	2,361,664	
31 December 2023									
Sovereign/Central Banks	2,116,036	-	-	-	-	-	-	2,116,036	

Table 7.2: Ratings of Sovereigns and Central Banks Exposures by Approved ECAIs

Banks, Development Financial Insitutions & MDBs Exposures	Moody's	Ratings of Banking Institutions by Approved ECAIs						Total On & Off Balance Sheet Net Exposures	
		Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated		
		S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D		Unrated
		Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D		Unrated
	RAM	AAA to AA3	A1 to A3	BBB+ to BBB3	BB1 to B3	C1 to D	Unrated		
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
BANK									
30 June 2024									
Banks, Development Financial Insitutions & MDBs		423,681	705,843	27	1	-	83,477	1,213,029	
31 December 2023									
Banks, Development Financial Insitutions & MDBs		813,482	36,852	33	-	-	79,493	929,860	

Table 7.3: Ratings of Banking Institutions Exposures by Approved ECAIs

The following table depicts the credit exposure of the Islamic Banking Window by Ratings from ECAI:

Sovereign/Central Banks Exposures	Government Guaranteed	Ratings of Sovereigns and Central Banks by Approved ECAIs						Total On & Off Balance Sheet Net Exposures	
		Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C		Unrated
		S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to BB-	CCC+ to D		Unrated
		Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to BB-	CCC+ to D		Unrated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
ISLAMIC BANKING WINDOW									
30 June 2024									
Sovereign/Central Banks	39,339	-	-	-	-	-	-	39,339	
31 December 2023									
Sovereign/Central Banks	46,713	-	-	-	-	-	-	46,713	

Table 7.2: Ratings of Sovereigns and Central Banks Exposures by Approved ECAIs

Banks, Development Financial Insitutions & MDBs Exposures	Moody's	Ratings of Banking Institutions by Approved ECAIs						Total On & Off Balance Sheet Net Exposures	
		Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated		
		S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D		Unrated
		Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D		Unrated
	RAM	AAA to AA3	A1 to A3	BBB+ to BBB3	BB1 to B3	C1 to D	Unrated		
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
ISLAMIC BANKING WINDOW									
30 June 2024									
Banks, Development Financial Insitutions & MDBs		5,145	-	-	-	-	-	5,145	
31 December 2023									
Banks, Development Financial Insitutions & MDBs		7,991	-	-	-	-	-	7,991	

Table 7.3: Ratings of Banking Institutions Exposures by Approved ECAIs

2.3 Credit Risk Mitigation Techniques under Standardised Approach

The following table depicts disclosure of the Bank's credit risk mitigation techniques:

BANK	Gross Exposures before CRM	Exposures Covered by Guarantees/ Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
	RM'000	RM'000	RM'000	RM'000
30 June 2024				
On-Balance Sheet Exposures				
Sovereigns/Central Banks	2,338,946	-	-	-
Banks, Development Financial Institutions & MDBs	80,759	-	-	-
Corporates	1,640,634	-	-	-
Other Assets	183,786	-	-	-
	4,244,125	-	-	-
Off-Balance Sheet Exposures				
OTC Derivatives	1,818,894	-	522,052	-
Off-Balance Sheet Exposures other than OTC Derivatives or Credit Derivatives	429,689	-	-	-
Defaulted Exposures	6,650	-	-	-
	2,255,233	-	522,052	-
Total On and Off-Balance Sheet Exposures	6,499,358	-	522,052	-
31 December 2023				
On-Balance Sheet Exposures				
Sovereigns/Central Banks	2,098,476	-	-	-
Banks, Development Financial Institutions & MDBs	81,622	-	-	-
Corporates	1,604,296	-	-	-
Other Assets	221,290	-	-	-
	4,005,684	-	-	-
Off-Balance Sheet Exposures				
OTC Derivatives	1,750,555	-	800,543	-
Off-Balance Sheet Exposures other than OTC Derivatives or Credit Derivatives	405,951	-	-	-
Defaulted Exposures	6,650	-	-	-
	2,163,156	-	800,543	-
Total On and Off-Balance Sheet Exposures	6,168,840	-	800,543	-

Table 8: Credit Exposures by Credit Risk Mitigation



The following table depicts disclosure of the Islamic Banking Window's credit risk mitigation techniques:

ISLAMIC BANKING WINDOW	Gross Exposures before CRM	Exposures Covered by Guarantees/ Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
	RM'000	RM'000	RM'000	RM'000
30 June 2024				
On-Balance Sheet Exposures:				
Sovereigns/Central Banks	39,339	-	-	-
Banks, Development Financial Institutions & MDBs	5,145	-	-	-
Other Assets	13	-	-	-
Total On and Off-Balance Sheet Exposures	44,497	-	-	-
31 December 2023				
On-Balance Sheet Exposures:				
Sovereigns/Central Banks	46,713	-	-	-
Banks, Development Financial Institutions & MDBs	7,991	-	-	-
Other Assets	119	-	-	-
Total On and Off-Balance Sheet Exposures	54,823	-	-	-

Table 8: Credit Exposures by Credit Risk Mitigation

2.4 Off-Balance Sheet Exposure and Counterparty Credit Risk

The following table depicts disclosure of the Bank's off-balance sheet exposure and counterparty credit risk:

BANK	30 June 2024				31 December 2023			
	Principal Amount	Positive Fair Value of Derivatives Contracts	Gross Credit Equivalent Amount	Risk Weighted Assets	Principal Amount	Positive Fair Value of Derivatives Contracts	Gross Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Direct Credit Substitutes	185,223	-	185,223	185,223	245,694	-	245,694	245,694
Transaction related contingent items	81,108	-	40,554	29,601	93,908	-	46,954	33,664
Short Term Self Liquidating trade related contingencies	229	-	46	46	379	-	76	76
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions (i.e. repurchase/reverse repurchase and securities lending/borrowing transaction)	71,202	-	71,202	14,240	70,777	-	70,777	14,155
Foreign exchange related contracts								
One year or less	58,593,304	258,692	517,178	229,176	64,800,281	590,426	708,755	130,187
Over one year to five years	3,067,985	56,502	154,321	58,068	3,656,876	94,100	179,355	41,041
Over five years	542,513	34,729	87,873	27,479	527,735	26,229	40,523	6,316
Interest/Profit rate related contracts								
One year or less	21,110,356	21,947	31,964	9,763	24,681,158	26,388	32,095	5,470
Over one year to five years	52,071,671	311,666	917,130	278,957	47,006,980	332,364	708,395	139,397
Over five years	1,639,133	19,819	60,761	19,557	1,615,133	24,318	44,521	8,701
Credit Derivative Contracts								
One year or less	61,397	1,238	853	-	38,675	102	1,833	233
Over one year to five years	978,115	27,511	47,183	4,309	790,191	19,280	35,078	3,637
Over five years	31,290	736	1,632	207	-	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	278,627	-	139,314	139,314	98,200	-	49,100	49,100
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	2,718,044	-	-	-	2,731,883	-	-	-
	141,430,197	732,840	2,255,234	995,940	146,357,870	1,113,207	2,163,156	677,671
		Principal Amount	Credit Equivalent Amount	Risk Weighted Assets		Principal Amount	Credit Equivalent Amount	Risk Weighted Assets
		RM'000	RM'000	RM'000		RM'000	RM'000	RM'000
Credit Derivatives Contracts in clients' Intermediation activities								
Credit default swaps - Protection bought	487,785	37,850	4,516		437,240	29,565	3,870	
Credit default swaps - Protection Sold	583,017	11,818	-		391,626	7,346	-	
	1,070,802	49,668	4,516		828,866	36,911	3,870	

Table 9: Off-Balance Sheet and Counterparty Credit Risk

**3.0 MARKET RISK**

The following table depicts disclosure of the Bank's market risk capital requirements:

BANK	As at 30 June 2024 Standardised Approach RM'000	As at 31 December 2023 Standardised Approach RM'000
Capital charge requirement for		
Interest Rate Risk	144,942	125,635
Foreign Exchange Risk	27,265	4,783
Options	1,938	2,297
Total	174,145	132,715

The following table depicts disclosure of the Islamic Banking Window's market risk capital requirements:

ISLAMIC BANKING WINDOW	As at 30 June 2024 Standardised Approach RM'000	As at 31 December 2023 Standardised Approach RM'000
Capital charge requirement for		
Profit Rate Risk	-	-
Foreign Exchange Risk	174	179
Options	-	-
Total	174	179



The following table depicts the sensitivity of the Bank's positions in banking book to interest rate changes:

BANK	As at 30 June 2024	As at 31 December 2023
	Increase / (Decline) 200 basis points (Parallel Shifts)	Increase / (Decline) 200 basis points (Parallel Shifts)
	RM'000	RM'000
Impact on Earnings		
MYR	27,832	20,553
USD	(16,861)	5,210
Others	(16,580)	(17,952)
Total	(5,609)	7,811
Impact on Economic Value		
MYR	6,927	12,410
USD	28,081	21,083
Others	4,593	3,319
Total	39,601	36,812

The following table depicts the sensitivity of the Islamic Banking Window's positions in banking book to interest rate changes:

ISLAMIC BANKING WINDOW	As at 30 June 2024	As at 31 December 2023
	Increase / (Decline) 200 basis points (Parallel Shifts)	Increase / (Decline) 200 basis points (Parallel Shifts)
	RM'000	RM'000
Impact on Earnings		
MYR	555	813
USD	2	117
Others	-	-
Total	557	930
Impact on Economic Value		
MYR	(54)	242
USD	80	138
Others	-	-
Total	26	380



BNP PARIBAS

The bank
for a changing
world

**Attestation by Chief Executive Officer pursuant to BASEL II – Pillar 3 Disclosures
as of 30 June 2024**

I hereby confirm to the best of my knowledge that the Pillar 3 disclosures as of 30 June 2024 have been prepared in accordance with Bank Negara Malaysia's Risk Weighted Capital Adequacy Framework (Basel II) – Disclosure Requirements (Pillar 3) and Capital Adequacy Framework for Islamic Banks (CAFIB) – Disclosure Requirements (Pillar 3). The Pillar 3 disclosures are consistent with the manner that the risks are assessed and managed and are not misleading in any particular way.

I also acknowledge that the Pillar 3 disclosures have undergone an extensive review process by the Chief Financial Officer and Chief Risk Officer, thereafter, validated by the Chief Operating Officer.

A handwritten signature in black ink, appearing to read 'Anthony Lo', written over a horizontal line.

Anthony Lo
Chief Executive Officer

Date: 30 July 2024