



**BNP PARIBAS**

**BNP PARIBAS MALAYSIA BERHAD**  
(Company No.201001034168 (918091 - T))  
Incorporated in Malaysia

**UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

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

**1. PERFORMANCE REVIEW**

The Bank registered profit after tax of RM49.71 million for the six month financial period ended 30 June 2024, compared to RM29.50 million in the corresponding period last year.

Other operating income improved by RM30.8 million or 56% against last year, mainly driven by stronger performance from our Global Market business.

Net interest income however, saw a reduction of RM7.05 million or 21% year on year attributable mainly to higher funding cost.

Other operating expenses were relatively flat at RM48.3 million.

There was a net writeback in Provision for Expected Credit Losses amounting to RM1.40 million this period compared to a charge of RM0.97 million last year as our portfolio credit quality remains strong.

Loans, advances and financing was relatively flat at RM1.69 billion while Deposits from customers showed strong growth momentum, increasing by RM461.32 million during the period to close at RM3.25 billion, mainly driven by current account deposits.

The Bank remained well capitalised with CET 1 and Total Capital Ratio of 16.036% and 24.332% respectively as at 30 June 2024.

**2. CURRENT YEAR PROSPECTS**

At the 2024 Budget announcements, the government forecasted Malaysia's 2024 GDP growth at between 4% to 5%, supported by resilient private consumption and investment and a rebound in public spending, while the rate of inflation was expected to moderate at 2.7%. The European Central Bank initiated its first interest rate cut in June this year. Recent signs that inflation is easing may pave the way for the US Federal Reserve to initiate rate cuts in the second half of 2024. For Malaysia, the market consensus is for BNM to keep the OPR at 3.00% throughout the year, subject to developments in the US Federal Reserve policy.

Amidst this outlook, the Bank plans to continue driving the underlying growth momentum of its loans, financing, Transaction Banking and Global Market activities by deepening its existing relationships while broadening its client base.

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

|   | Note | Bank<br>30-Jun<br>2024<br>RM'000 | Bank<br>31-Dec<br>2023<br>RM'000 |
|---|------|----------------------------------|----------------------------------|
| <b>ASSETS</b>   |      |                                  |                                  |
| Cash and short-term funds   | 2    | 1,286,024                        | 741,700                          |
| Reverse repurchase agreements   |      | 2,315,511                        | 1,910,888                        |
| Financial assets at fair value through profit or loss ('FVTPL')             | 3    | 2,655,677                        | 2,196,893                        |
| Financial assets at fair value through other comprehensive income ('FVOCI') | 4    | 1,077,672                        | 1,387,556                        |
| Loans, advances and financing   | 5    | 1,693,323                        | 1,656,287                        |
| Derivative financial assets   |      | 732,840                          | 1,113,207                        |
| Other assets  | 6    | 167,423                          | 194,868                          |
| Property, plant and equipment   | 7    | 11,339                           | 13,896                           |
| Intangible assets   | 8    | 114                              | 145                              |
| Tax recoverable   |      | -                                | 4,276                            |
| Deferred tax assets   |      | 2,872                            | 2,946                            |
| <b>TOTAL ASSETS</b>   |      | <b>9,942,795</b>                 | <b>9,222,662</b>                 |
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>                                 |      |                                  |                                  |
| Deposits from customers   | 9    | 3,253,630                        | 2,792,306                        |
| Deposits and placements from banks and other financial institutions         | 10   | 1,972,683                        | 1,360,724                        |
| Repurchase agreements   |      | 1,428,297                        | 1,052,895                        |
| Derivative financial liabilities  |      | 644,095                          | 1,107,193                        |
| Subordinated term loan  |      | 417,506                          | 420,188                          |
| Other liabilities   | 11   | 1,297,677                        | 1,541,979                        |
| Tax liabilities   |      | 4,624                            | -                                |
| <b>TOTAL LIABILITIES</b>  |      | <b>9,018,512</b>                 | <b>8,275,285</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 2023.

Company No.201001034168 (918091-T)

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024 (CONTD.)**

|   | Note | Bank<br>30-Jun<br>2024<br>RM'000 | Bank<br>31-Dec<br>2023<br>RM'000 |
|---|------|----------------------------------|----------------------------------|
| Share capital   | 12   | 650,000                          | 650,000                          |
| Retained profits  |      | 253,873                          | 277,067                          |
| Reserves  | 13   | 20,410                           | 20,310                           |
| <b>SHAREHOLDER'S EQUITY</b>                               |      | <u>924,283</u>                   | <u>947,377</u>                   |
| <b>TOTAL LIABILITIES<br/>AND SHAREHOLDER'S<br/>EQUITY</b> |      | <u>9,942,795</u>                 | <u>9,222,662</u>                 |
| <b>COMMITMENTS AND<br/>CONTINGENCIES</b>                  | 22   | <u>138,640,951</u>               | <u>143,555,210</u>               |

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

**UNAUDITED STATEMENT OF TOTAL COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

|   | Note | Bank<br>30-Jun<br>2024<br>RM'000 | Bank<br>30-Jun<br>2023<br>RM'000 |
|---|------|----------------------------------|----------------------------------|
| Interest income   | 14   | 126,669                          | 121,075                          |
| Interest income for financial asset at FVTPL                    | 14   | 41,361                           | 36,611                           |
| Interest expenses   | 15   | (142,223)                        | (124,830)                        |
| Net interest income   |      | 25,807                           | 32,856                           |
| Net income from Islamic banking business                        | 23   | 577                              | 443                              |
|   |      | 26,384                           | 33,299                           |
| Other operating income  | 16   | 86,357                           | 55,522                           |
| Other operating expenses  | 17   | (48,325)                         | (48,729)                         |
| Expected credit losses written back/(made)                      | 18   | 1,396                            | (965)                            |
| Profit before tax   |      | 65,812                           | 39,127                           |
| Taxation  |      | (16,101)                         | (9,623)                          |
| Profit for the financial period                                 |      | 49,711                           | 29,504                           |
| Other comprehensive loss, net of income tax:                    |      |                                  |                                  |
| Items that may be reclassified subsequently to profit or loss : |      |                                  |                                  |
| Revaluation reserve - financial assets at FVOCI :               |      |                                  |                                  |
| Net changes in fair value                                       |      | (265)                            | 323                              |
| Net change in cash flow hedge                                   |      | (853)                            | (3,661)                          |
| Other comprehensive loss  |      | (1,118)                          | (3,338)                          |
| Total comprehensive income for the financial period             |      | 48,593                           | 26,166                           |

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 2023.

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

**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

|  | <b>Bank<br/>30-Jun<br/>2024<br/>RM'000</b> | <b>Bank<br/>30-Jun<br/>2023<br/>RM'000</b> |
|--|--|--|
| <b>Cash Flows from/(Used In) Operating Activities</b>      |  |  |
| Profit before tax  | 65,812                                     | 39,127                                     |
| Adjustments for:   |  |  |
| Depreciation of property, plant and equipment              | 1,590                                      | 1,510                                      |
| Amortisation of intangible assets                          | 31   | -  |
| Expected credit losses on loans, advances and financing    | (1,396)                                    | 965  |
| Amortisation of premium less accretion of discount         | (3,550)                                    | (3,570)                                    |
| Unrealised (gain)/loss on derivative financial instruments | (91,579)                                   | 39,793                                     |
| Unrealised loss/(gain) on foreign exchange                 | 83,972                                     | (140,709)                                  |
| Unrealised loss on financial assets at FVTPL               | 546  | 2,204                                      |
| Unrealised gain on reverse repurchase agreements           | (338)                                      | (810)                                      |
| Realised loss on repurchase agreements                     | 312  | (1,110)                                    |
| Interest income on financial assets at FVOCI               | (23,836)                                   | (19,612)                                   |
| Interest expense on lease liabilities                      | 130  | 13   |
| Operating profit/(loss) before working capital changes     | 31,694                                     | (82,199)                                   |

**BNP PARIBAS MALAYSIA BERHAD**  
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**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

|   | <b>Bank</b>    | <b>Bank</b>      |
|---|----------------|------------------|
|   | <b>30-Jun</b>  | <b>30-Jun</b>    |
|   | <b>2024</b>    | <b>2023</b>      |
|   | <b>RM'000</b>  | <b>RM'000</b>    |
| (Increase)/Decrease in:   |                |                  |
| Financial assets at FVTPL   | (459,330)      | (1,513,989)      |
| Loans, advances and financing                                       | (35,640)       | 351,025          |
| Right of use asset  | 2,291          | (5,855)          |
| Reverse repurchase agreements                                       | (404,285)      | (1,275,605)      |
| Other assets  | 27,445         | 174,958          |
| Increase/(Decrease) in:   |                |                  |
| Deposits from customers   | 461,324        | 191,741          |
| Deposits and placements from banks and other financial institutions | 611,959        | 1,092,032        |
| Repurchase agreements   | 375,090        | 1,164,923        |
| Derivative financial assets/liabilities                             | (78,573)       | (251,865)        |
| Subordinated term loan  | (87)           | 1,356            |
| Other liabilities   | (315,243)      | (587,076)        |
| Net cash generated from/(used in) operations                        | 216,645        | (740,554)        |
| Income taxes paid   | (7,042)        | (3,321)          |
| Net cash generated from/(used in) operating activities              | <u>209,603</u> | <u>(743,875)</u> |
| <b>Cash Flows used in Investing Activities</b>                      |                |                  |
| Purchase of property, plant and equipment                           | (1,324)        | (33)             |
| Purchase of intangible assets                                       | -              | (91)             |
| Net sales/(purchase) of financial assets at FVOCI                   | 319,803        | (786,957)        |
| Interest income on financial assets at FVOCI                        | 17,118         | 22,254           |
| Net cash generated from/(used in) investing activities              | <u>335,597</u> | <u>(764,827)</u> |

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**UNAUDITED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

|   | <b>Bank</b>      | <b>Bank</b>      |
|---|------------------|------------------|
|   | <b>30-Jun</b>    | <b>30-Jun</b>    |
|   | <b>2024</b>      | <b>2023</b>      |
|   | <b>RM'000</b>    | <b>RM'000</b>    |
| <b>Cash Flows Used In Financing Activities</b>              |                  |                  |
| Payment for lease liabilities                               | <u>(876)</u>     | <u>(1,282)</u>   |
| Net cash used in financing activities                       | <u>(876)</u>     | <u>(1,282)</u>   |
| <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b> | 544,324          | (1,509,984)      |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>       | <u>741,700</u>   | <u>2,170,758</u> |
| <b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>             | <u>1,286,024</u> | <u>660,774</u>   |
| <b>Cash and cash equivalents comprise the following:</b>    |                  |                  |
| Cash and short-term funds                                   | <u>1,286,024</u> | <u>1,788,148</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 2023.



**BNP PARIBAS MALAYSIA BERHAD**  
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**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

|                                  | ← Non-distributable →      |                               |                                  | →  | Retained<br>profits<br>RM'000 | Total<br>RM'000 |
|----------------------------------|----------------------------|-------------------------------|----------------------------------|--|-------------------------------|-----------------|
|                                  | Share<br>capital<br>RM'000 | Hedging<br>reserves<br>RM'000 | Regulatory<br>reserves<br>RM'000 | Revaluation<br>reserve-<br>financial<br>assets<br>at FVOCI<br>RM'000 |                               |                 |
| At 1 January 2024                | 650,000                    | 1,605                         | 18,532                           | 173  | 277,067                       | 947,377         |
| Profit for the period            | -                          | -                             | -                                | -  | 49,711                        | 49,711          |
| Transfer to regulatory reserve   | -                          | -                             | 1,218                            | -  | (1,218)                       | -               |
| Other comprehensive loss         | -                          | (853)                         | -                                | (265)  | -                             | (1,118)         |
| Dividend paid on ordinary shares | -                          | -                             | -                                | -  | (71,687)                      | (71,687)        |
| At 30 June 2024                  | 650,000                    | 752                           | 19,750                           | (92)   | 253,873                       | 924,283         |

|                                  | ← Non-distributable →      |                               |                                  | →  | Retained<br>profits<br>RM'000 | Total<br>RM'000 |
|----------------------------------|----------------------------|-------------------------------|----------------------------------|--|-------------------------------|-----------------|
|                                  | Share<br>capital<br>RM'000 | Hedging<br>reserves<br>RM'000 | Regulatory<br>reserves<br>RM'000 | Revaluation<br>reserve-<br>financial<br>assets<br>at FVOCI<br>RM'000 |                               |                 |
| At 1 January 2023                | 650,000                    | 4,073                         | 18,532                           | 175  | 255,828                       | 928,608         |
| Profit for the period            | -                          | -                             | -                                | -  | 71,687                        | 71,687          |
| Other comprehensive loss         | -                          | (2,468)                       | -                                | (2)  | -                             | (2,470)         |
| Dividend paid on ordinary shares | -                          | -                             | -                                | -  | (50,448)                      | (50,448)        |
| At 31 December 2023              | 650,000                    | 1,605                         | 18,532                           | 173  | 277,067                       | 947,377         |

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 2023.

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

**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>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| At Amortised Cost:   |                                   |                                   |
| Cash and balances with banks and other financial institutions  | 35,716                            | 51,530                            |
| Money at call and deposit placements maturing within one month | 1,250,308                         | 690,170                           |
|  | <u>1,286,024</u>                  | <u>741,700</u>                    |

**3. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ('FVTPL')**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| At Fair Value:                         |                                   |                                   |
| Government Securities:                 |                                   |                                   |
| Malaysian Government Securities        | 1,453,589                         | 1,666,370                         |
| Malaysian Government Investment Issues | 693,589                           | 530,523                           |
| Treasury Bills                         | 508,499                           | -                                 |
|  | <u>2,655,677</u>                  | <u>2,196,893</u>                  |

**4. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ('FVOCI')**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| At Fair Value:                         |                                   |                                   |
| Government securities:                 |                                   |                                   |
| Malaysian Government Securities        | 358,047                           | -                                 |
| Malaysian Government Investment Issues | 20,177                            | 149,058                           |
| Bank Negara Malaysia Debt Securities   | 699,448                           | 1,238,498                         |
|  | <u>1,077,672</u>                  | <u>1,387,556</u>                  |

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**5. LOANS, ADVANCES AND FINANCING**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| At amortised cost:   |                                   |                                   |
| <b>(i) By type</b>   |                                   |                                   |
| Revolving credit   | 920,911                           | 817,043                           |
| Term loans   | 607,904                           | 599,057                           |
| Bridging loans   | -                                 | 90,554                            |
| Bill receivables   | -                                 | 801                               |
| Factoring receivables  | 134,380                           | 101,740                           |
| Overdrafts   | 32,920                            | 51,279                            |
| Gross loans, advances and financing  | <u>1,696,115</u>                  | <u>1,660,474</u>                  |
| Less: Expected Credit Losses ('ECL')   | <u>(2,792)</u>                    | <u>(4,187)</u>                    |
| Net loans, advances and financing  | <u><u>1,693,323</u></u>           | <u><u>1,656,287</u></u>           |
| <p>Funding extended to BNP Paribas Najmah (an Islamic Banking window in the Bank) under Profit Sharing Investment Account ("PSIA") are included as Loans, Advances and Financing. As at current reporting date, there is no such balance outstanding (31 December 2023: RM 110.35 million). The PSIA is a contract based on the Wakalah principle.</p> |                                   |                                   |
| <b>(ii) By type of customer</b>  |                                   |                                   |
| Domestic business enterprises  | 1,593,424                         | 1,567,190                         |
| Domestic non-bank financial institutions   | 51,765                            | 42,009                            |
| Financial institutions   | 50,926                            | 51,275                            |
|  | <u>1,696,115</u>                  | <u>1,660,474</u>                  |
| <b>(iii) By interest rate sensitivity</b>  |                                   |                                   |
| Variable rate:   |                                   |                                   |
| Cost plus  | 1,690,098                         | 1,654,457                         |
| Fixed rate   | 6,017                             | 6,017                             |
|  | <u>1,696,115</u>                  | <u>1,660,474</u>                  |
| <b>(iv) By residual contractual maturity</b>   |                                   |                                   |
| Maturing within one year   | 1,113,775                         | 1,130,655                         |
| More than one year to five years   | 292,417                           | 309,345                           |
| More than five years   | 289,923                           | 220,474                           |
|  | <u>1,696,115</u>                  | <u>1,660,474</u>                  |
| <b>(v) By geographical distribution</b>  |                                   |                                   |
| In Malaysia  | 1,696,115                         | 1,660,474                         |
|  | <u>1,696,115</u>                  | <u>1,660,474</u>                  |

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

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

|                                      | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--------------------------------------|-----------------------------------|-----------------------------------|
| <b>(vi) By Sector</b>                |                                   |                                   |
| Mining & Quarrying                   | 4,023                             | 4,023                             |
| Manufacturing                        | 870,903                           | 756,851                           |
| Electricity, gas and water supply    | 207,862                           | 215,441                           |
| Construction                         | 7,502                             | 8,588                             |
| Wholesale and retail                 | 123,021                           | 247,415                           |
| Transport, storage and communication | 139,101                           | 142,706                           |
| Financial services                   | 102,691                           | 93,284                            |
| Real estate activities               | 3,471                             | 5,006                             |
| Other business services              | 237,541                           | 187,160                           |
|                                      | <u>1,696,115</u>                  | <u>1,660,474</u>                  |

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

|  | <b>12 mth<br/>ECL<br/>(Stage 1)<br/>RM'000</b> | <b>Lifetime ECL<br/>not credit<br/>impaired<br/>(Stage 2)<br/>RM'000</b> | <b>Lifetime ECL<br/>credit<br/>impaired<br/>(Stage 3)<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--|--|--|--|-------------------------|
| <b>30 June 2024</b>  |  |  |  |                         |
| Balance at beginning of financial year                     | 2,307  | 1,880  | -  | 4,187                   |
| Changes in credit risk                                     | 236  | (236)  | -  | -                       |
| Allowances (written-back)/made during the financial period | (150)  | 122  | -  | (28)                    |
| Derecognised during the financial period                   | (438)  | (929)  | -  | (1,367)                 |
| Balance at end of financial period                         | <u>1,955</u>                                   | <u>837</u>   | <u>-</u>   | <u>2,792</u>            |
| <b>31 December 2023</b>                                    |  |  |  |                         |
| Balance at beginning of financial year                     | 4,539  | 1,258  | -  | 5,797                   |
| Changes in credit risk                                     | (255)  | 255  | -  | -                       |
| Allowances (written-back)/made during the financial period | (825)  | 503  | -  | (322)                   |
| Derecognised during the financial period                   | (1,152)  | (136)  | -  | (1,288)                 |
| Balance at end of financial period                         | <u>2,307</u>                                   | <u>1,880</u>   | <u>-</u>   | <u>4,187</u>            |

**(viii) Movements on loans, advances and financing are as follows:**

|  | <b>12 mth<br/>ECL<br/>(Stage 1)<br/>RM'000</b> | <b>Lifetime ECL<br/>not credit<br/>impaired<br/>(Stage 2)<br/>RM'000</b> | <b>Lifetime ECL<br/>credit<br/>impaired<br/>(Stage 3)<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--|--|--|--|-------------------------|
| <b>30 June 2024</b>                      |  |  |  |                         |
| Balance at beginning of financial year   | 1,486,897                                      | 173,577  | -  | 1,660,474               |
| Changes in credit risk                   | 22,373   | (22,373)   | -  | -                       |
| Purchases and origination                | 489,725  | 2,214  | -  | 491,939                 |
| Derecognised during the financial period | (367,064)                                      | (89,234)   | -  | (456,298)               |
| Balance at end of financial period       | <u>1,631,931</u>                               | <u>64,184</u>  | <u>-</u>   | <u>1,696,115</u>        |

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

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

(viii) **Movements on loans, advances and financing are as follows (continued):**

|  | <b>12 mth<br/>ECL<br/>(Stage 1)<br/>RM'000</b> | <b>Lifetime ECL<br/>not credit<br/>impaired<br/>(Stage 2)<br/>RM'000</b> | <b>Lifetime ECL<br/>credit<br/>impaired<br/>(Stage 3)<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--|--|--|--|-------------------------|
| <b>31 December 2023</b>                  |  |  |  |                         |
| Balance at beginning of financial year   | 1,839,689                                      | 68,547   | -  | 1,908,236               |
| Changes in credit risk                   | (166,740)                                      | 166,740  | -  | -                       |
| Purchases and origination                | 564,772  | -  | -  | 564,772                 |
| Derecognised during the financial period | (750,824)                                      | (61,710)   | -  | (812,534)               |
| Balance at end of financial period       | <u>1,486,897</u>                               | <u>173,577</u>   | <u>-</u>   | <u>1,660,474</u>        |

**6. OTHER ASSETS**

|                   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|-------------------|-----------------------------------|-----------------------------------|
| Collateral assets | 153,546                           | 185,353                           |
| Other receivables | 11,535                            | 7,784                             |
| Deposit           | 688                               | 820                               |
| Prepayments       | 1,654                             | 911                               |
|                   | <u>167,423</u>                    | <u>194,868</u>                    |

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**7. PROPERTY, PLANT AND EQUIPMENT**

|   | Office<br>equipment<br>and<br>machinery<br>RM'000 | Renovation<br>and<br>installation<br>RM'000 | Furniture,<br>fixtures<br>and fittings<br>RM'000 | Computer<br>equipment<br>and<br>hardware<br>RM'000 | Motor<br>vehicles<br>RM'000 | Work-in<br>progress<br>RM'000 | Right of<br>use asset<br>RM'000 | Total<br>RM'000 |
|---|---|---|--|--|-----------------------------|-------------------------------|---------------------------------|-----------------|
| <b>30 June 2024</b>                       |   |   |  |  |                             |                               |                                 |                 |
| <b>Cost</b>                               |   |   |  |  |                             |                               |                                 |                 |
| At beginning of the financial year        | 638   | 1,589                                       | 1,049  | 10,664   | 6                           | -                             | 10,609                          | 24,555          |
| Additions                                 | 54  | 968   | 242  | 60   | -                           | -                             | -                               | 1,324           |
| Lease remeasurement                       | -   | -   | -  | -  | -                           | -                             | (2,291)                         | (2,291)         |
| At end of the financial period            | 692   | 2,557                                       | 1,291  | 10,724   | 6                           | -                             | 8,318                           | 23,588          |
| <b>Accumulated Depreciation</b>           |   |   |  |  |                             |                               |                                 |                 |
| At beginning of the financial year        | 378   | 86  | 197  | 8,339  | 3                           | -                             | 1,656                           | 10,659          |
| Depreciation charged for financial period | 42  | 208   | 112  | 438  | -                           | -                             | 790                             | 1,590           |
| At end of the financial period            | 420   | 294   | 309  | 8,777  | 3                           | -                             | 2,446                           | 12,249          |
| <b>Net Book Value</b>                     |   |   |  |  |                             |                               |                                 |                 |
| As at 30 June 2024                        | 272   | 2,263                                       | 982  | 1,947  | 3                           | -                             | 5,872                           | 11,339          |

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

|   | Office<br>equipment<br>and<br>machinery<br>RM'000 | Renovation<br>and<br>installation<br>RM'000 | Furniture,<br>fixtures<br>and fittings<br>RM'000 | Computer<br>equipment<br>and<br>hardware<br>RM'000 | Motor<br>vehicles<br>RM'000 | Work-in<br>progress<br>RM'000 | Right of<br>use asset<br>RM'000 | Total<br>RM'000 |
|---|---|---|--|--|-----------------------------|-------------------------------|---------------------------------|-----------------|
| <b>31 December 2023</b>                 |   |   |  |  |                             |                               |                                 |                 |
| <b>Cost</b>                             |   |   |  |  |                             |                               |                                 |                 |
| At beginning of the financial year      | 490   | 4,256                                       | 1,855  | 9,450  | 6                           | 99                            | 12,088                          | 28,244          |
| Additions                               | 167   | 1,549                                       | 877  | 1,214  | -                           | 91                            | 10,609                          | 14,507          |
| Write-off                               | (19)  | (4,216)                                     | (1,683)  | -  | -                           | -                             | -                               | (5,918)         |
| Matured during the financial year       | -   | -   | -  | -  | -                           | -                             | (12,088)                        | (12,088)        |
| Reclassification to intangible assets   | -   | -   | -  | -  | -                           | (190)                         | -                               | (190)           |
| At end of the financial year            | 638   | 1,589                                       | 1,049  | 10,664   | 6                           | -                             | 10,609                          | 24,555          |
| <b>Accumulated Depreciation</b>         |   |   |  |  |                             |                               |                                 |                 |
| At beginning of the financial year      | 342   | 4,250                                       | 1,849  | 7,404  | 2                           | -                             | 11,709                          | 25,556          |
| Depreciation charged for financial year | 55  | 52  | 31   | 935  | 1                           | -                             | 2,035                           | 3,109           |
| Write-off                               | (19)  | (4,216)                                     | (1,683)  | -  | -                           | -                             | -                               | (5,918)         |
| Matured during the financial year       | -   | -   | -  | -  | -                           | -                             | (12,088)                        | (12,088)        |
| At end of the financial year            | 378   | 86  | 197  | 8,339  | 3                           | -                             | 1,656                           | 10,659          |
| <b>Net Book Value</b>                   |   |   |  |  |                             |                               |                                 |                 |
| As at 31 December 2023                  | 260   | 1,503                                       | 852  | 2,325  | 3                           | -                             | 8,953                           | 13,896          |

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**8. INTANGIBLE ASSETS**

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| <u>Computer Software:</u>                           |                                   |                                   |
| <b>Cost</b>   |                                   |                                   |
| At beginning of the financial year                  | 3,280                             | 3,090                             |
| Reclassification from property, plant and equipment | -                                 | 190                               |
| At end of the financial period/year                 | <u>3,280</u>                      | <u>3,280</u>                      |
| <b>Accumulated Amortisation</b>                     |                                   |                                   |
| At beginning of the financial year                  | 3,135                             | 3,090                             |
| Amortisation for the year                           | 31                                | 45                                |
| At end of the financial period/year                 | <u>3,166</u>                      | <u>3,135</u>                      |
| <b>Total Net Book Value</b>                         | <u>114</u>                        | <u>145</u>                        |

**9. DEPOSITS FROM CUSTOMERS**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| <b>Type</b>  |                                   |                                   |
| At amortised cost:   |                                   |                                   |
| Demand deposits  | 2,560,409                         | 1,997,329                         |
| Fixed deposits   | 690,820                           | 794,977                           |
| Commodity Murabahah  | 2,401                             | -                                 |
|  | <u>3,253,630</u>                  | <u>2,792,306</u>                  |
| (i) Maturity structure of fixed deposits and Commodity Murabahah are as follows: |                                   |                                   |
| Due within six months  | <u>693,221</u>                    | <u>794,977</u>                    |
| (ii) The deposits are sourced from the following types of customers:             |                                   |                                   |
| Business enterprises   | 3,230,430                         | 2,761,409                         |
| Non-bank financial institutions  | 23,200                            | 30,897                            |
|  | <u>3,253,630</u>                  | <u>2,792,306</u>                  |

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

|                              | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|------------------------------|-----------------------------------|-----------------------------------|
| At amortised cost:           |                                   |                                   |
| Other financial institutions | <u>1,972,683</u>                  | <u>1,360,724</u>                  |



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**11. OTHER LIABILITIES**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Collateral deposits  | 1,157,645                         | 1,479,373                         |
| Other payables   | 48,400                            | 39,662                            |
| Accruals and charges   | 13,789                            | 13,760                            |
| Dividend payable   | 71,687                            | -                                 |
| Lease Liabilities  | 5,928                             | 8,965                             |
| Expected credit losses on loans commitment and financial guarantee | 228                               | 219                               |
|  | <u>1,297,677</u>                  | <u>1,541,979</u>                  |

(i) Movements in ECL on loans commitments and financial guarantee are as follows:

|  | <b>12 mth<br/>ECL<br/>(Stage 1)<br/>RM'000</b> | <b>Lifetime ECL<br/>not credit<br/>impaired<br/>(Stage 2)<br/>RM'000</b> | <b>Lifetime ECL<br/>credit<br/>impaired<br/>(Stage 3)<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--|--|--|--|-------------------------|
| <b>30 June 2024</b>                    |  |  |  |                         |
| Balance at beginning of financial year | 204  | 15   | -  | 219                     |
| Changes in credit risk                 | (2)  | 2  | -  | -                       |
| Allowances made/(written back)         |  |  |  |                         |
| during the financial period            | 25   | (16)   | -  | 9                       |
| At end of financial period             | <u>227</u>                                     | <u>1</u>   | <u>-</u>   | <u>228</u>              |
| <b>31 December 2023</b>                |  |  |  |                         |
| Balance at beginning of financial year | 225  | 24   | -  | 249                     |
| Changes in credit risk                 | 5  | (5)  | -  | -                       |
| Allowances written back                |  |  |  |                         |
| during the financial period            | (26)   | (4)  | -  | (30)                    |
| At end of financial period             | <u>204</u>                                     | <u>15</u>  | <u>-</u>   | <u>219</u>              |

**12. SHARE CAPITAL**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Ordinary shares issued and fully paid: |                                   |                                   |
| Balance as at 30 June/31 December      | <u>650,000</u>                    | <u>650,000</u>                    |

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**13. RESERVES**

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| Non-distributable:                            |                                   |                                   |
| Revaluation reserve financial assets at FVOCI | (92)                              | 173                               |
| Regulatory reserve                            | 19,750                            | 18,532                            |
| Hedging reserve                               | 752                               | 1,605                             |
|   | <u>20,410</u>                     | <u>20,310</u>                     |

**14. INTEREST INCOME**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Loans, advances and financing                                    | 41,261                            | 39,018                            |
| Money at call and deposit placements with financial institutions | 12,648                            | 22,454                            |
| Financial assets at FVTPL  | 41,360                            | 36,611                            |
| Financial assets at FVOCI  | 23,828                            | 19,612                            |
| Reverse repurchase agreements                                    | 40,886                            | 30,037                            |
| Other interest income  | 4,497                             | 6,384                             |
|  | <u>164,480</u>                    | <u>154,116</u>                    |
| Amortisation of premium less accretion of discount               | 3,550                             | 3,570                             |
|  | <u>168,030</u>                    | <u>157,686</u>                    |

**15. INTEREST EXPENSE**

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| Deposits from customers   | 32,087                            | 28,006                            |
| Deposits and placements from banks and other financial institutions | 26,714                            | 24,087                            |
| Repurchase agreements   | 36,849                            | 32,018                            |
| Lease Liabilities   | 130                               | 62                                |
| Subordinated term loan  | 10,886                            | 7,634                             |
| Financial collateral  | 35,028                            | 32,966                            |
| Other interest expense  | 529                               | 57                                |
|   | <u>142,223</u>                    | <u>124,830</u>                    |

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**16. OTHER OPERATING INCOME**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Fee income:                                      |                                   |                                   |
| Commissions                                      | 185                               | 144                               |
| Guarantee fees                                   | 221                               | 799                               |
| Other fee income                                 | 1,419                             | 969                               |
|  | <u>1,825</u>                      | <u>1,912</u>                      |
| Gain arising from sale of:                       |                                   |                                   |
| Financial assets at FVTPL                        | <u>2,569</u>                      | <u>260</u>                        |
| Gain/(Loss) on derivatives trading:              |                                   |                                   |
| Realised (loss)/gain                             | (73,311)                          | 38,201                            |
| Unrealised gain/(loss)                           | 91,579                            | (39,793)                          |
|  | <u>18,268</u>                     | <u>(1,592)</u>                    |
| Unrealised loss on revaluation of:               |                                   |                                   |
| Financial assets at FVTPL                        | (546)                             | (2,204)                           |
| Net loss arising from hedging activities         | (40)                              | (1,311)                           |
| Unrealised gain on reverse repurchase agreements | 338                               | 810                               |
| Realised (loss)/gain on repurchase agreements    | (312)                             | 1,110                             |
| Other income:                                    |                                   |                                   |
| Foreign exchange:                                |                                   |                                   |
| - Realised gain/(loss)                           | 143,522                           | (89,346)                          |
| - Unrealised (loss)/gain                         | (83,972)                          | 140,709                           |
| Others   | 4,705                             | 5,174                             |
|  | <u>64,255</u>                     | <u>56,537</u>                     |
|  | <u>86,357</u>                     | <u>55,522</u>                     |

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**17. OTHER OPERATING EXPENSES**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Personnel costs (Note a)                       | 25,848                            | 26,139                            |
| Establishment costs (Note b)                   | 13,665                            | 10,172                            |
| Marketing expenses                             | 444                               | 668                               |
| Administration and general expenses (Note c)   | 8,368                             | 11,750                            |
|  | <u>48,325</u>                     | <u>48,729</u>                     |
| <b>(a) Personnel costs</b>                     |                                   |                                   |
| Salaries, bonuses and allowances               | 20,038                            | 21,125                            |
| Defined contribution plan                      | 3,011                             | 2,468                             |
| Social security cost                           | 81                                | 110                               |
| Other staff related expenses                   | 2,718                             | 2,436                             |
|  | <u>25,848</u>                     | <u>26,139</u>                     |
| <b>(b) Establishment costs</b>                 |                                   |                                   |
| Information technology costs                   | 5,079                             | 4,468                             |
| Depreciation of property, plant and equipment  | 1,590                             | 1,510                             |
| Amortization of intangible asset               | 31                                | 13                                |
| Others   | 6,965                             | 4,181                             |
|  | <u>13,665</u>                     | <u>10,172</u>                     |
| <b>(c) Administration and general expenses</b> |                                   |                                   |
| Legal and professional fees                    | 801                               | 1,209                             |
| Communication & transportation                 | 697                               | 783                               |
| Others general expenses                        | 6,870                             | 9,758                             |
|  | <u>8,368</u>                      | <u>11,750</u>                     |

**18. EXPECTED CREDIT LOSSES**

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| Expected credit losses:                                   |                                   |                                   |
| Allowance (written-back)/made during the financial period | <u>(1,396)</u>                    | <u>965</u>                        |

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**19. CAPITAL ADEQUACY**

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

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| <b>Tier-I capital</b>  |                                   |                                   |
| 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>                    |
| <u>Less : Regulatory adjustments</u>                               |                                   |                                   |
| 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 Tier-I capital   | <u>851,084</u>                    | <u>924,054</u>                    |
| <b>Tier-II Capital</b>   |                                   |                                   |
| General provisions (Expected Credit Losses and regulatory reserve) | 22,770                            | 22,938                            |
| Subordinated term loan   | 417,506                           | 420,188                           |
| Total Tier-II capital  | <u>440,276</u>                    | <u>443,126</u>                    |
| Total capital base   | <u>1,291,360</u>                  | <u>1,367,180</u>                  |
| <b>Capital Ratios</b>  |                                   |                                   |
| <b>Before deducting proposed dividend</b>                          |                                   |                                   |
| Common Equity Tier 1 Ratio   | 16.036%                           | 21.215%                           |
| Tier 1 Capital Ratio   | 16.036%                           | 21.215%                           |
| Total Capital Ratio  | <u>24.332%</u>                    | <u>31.389%</u>                    |
| <b>After deducting proposed dividend*</b>                          |                                   |                                   |
| Common Equity Tier 1 Ratio   | 16.036%                           | 19.569%                           |
| Tier 1 Capital Ratio   | 16.036%                           | 19.569%                           |
| Total Capital Ratio  | <u>24.332%</u>                    | <u>29.743%</u>                    |

\* The proposed dividend is in respect of financial year ended 31 December 2023.

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

|                            | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|----------------------------|-----------------------------------|-----------------------------------|
| Credit Risk                | 2,853,565                         | 2,553,149                         |
| Market Risk                | 2,176,822                         | 1,658,933                         |
| Operational Risk           | 276,851                           | 143,527                           |
| Total risk-weighted assets | <u>5,307,238</u>                  | <u>4,355,609</u>                  |

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**20. INTEREST RATE RISK**

The following table represents the Bank's assets and liabilities at carrying amounts as at 30 June 2024

|  | Non-Trading Book           |                             |                              |                            |                           | Trading<br>book<br>RM'000 | Non-interest<br>sensitive<br>RM'000 | Total<br>RM'000  |
|--|----------------------------|-----------------------------|------------------------------|----------------------------|---------------------------|---------------------------|-------------------------------------|------------------|
|  | Up to<br>1 month<br>RM'000 | > 1 - 3<br>months<br>RM'000 | > 3 - 12<br>months<br>RM'000 | > 1 - 5<br>years<br>RM'000 | Over<br>5 years<br>RM'000 |                           |                                     |                  |
| <b>Assets</b>  |                            |                             |                              |                            |                           |                           |                                     |                  |
| Cash and short-term funds  | 1,285,716                  | -                           | -                            | -                          | -                         | -                         | 308                                 | <b>1,286,024</b> |
| Reverse repurchase agreements  | -                          | -                           | -                            | -                          | -                         | 2,309,968                 | 5,543                               | <b>2,315,511</b> |
| Financial assets at fair value through profit or loss                  | -                          | -                           | -                            | -                          | -                         | 2,655,677                 | -                                   | <b>2,655,677</b> |
| Financial assets at fair value through other<br>comprehensive income   | 203,691                    | 466,934                     | 252,682                      | 152,201                    | -                         | -                         | 2,164                               | <b>1,077,672</b> |
| Loans, advances and financing  | 561,663                    | 865,254                     | 264,182                      | -                          | -                         | -                         | 2,224                               | <b>1,693,323</b> |
| Derivatives Financial assets   | -                          | -                           | -                            | 7,669                      | -                         | 725,171                   | -                                   | <b>732,840</b>   |
| Other assets   | -                          | -                           | -                            | -                          | -                         | -                         | 165,081                             | <b>165,081</b>   |
| <b>Total Assets</b>  | <b>2,051,070</b>           | <b>1,332,188</b>            | <b>516,864</b>               | <b>159,870</b>             | <b>-</b>                  | <b>5,690,816</b>          | <b>175,319</b>                      | <b>9,926,128</b> |
| <b>Liabilities</b>   |                            |                             |                              |                            |                           |                           |                                     |                  |
| Deposits from customers  | 3,212,788                  | 12,451                      | 27,253                       | -                          | -                         | -                         | 1,138                               | <b>3,253,630</b> |
| Deposits and placements from banks and<br>other financial institutions | 1,197,434                  | 770,139                     | 3,500                        | -                          | -                         | -                         | 1,610                               | <b>1,972,683</b> |
| Repurchase agreements  | -                          | -                           | -                            | -                          | -                         | 1,423,589                 | 4,708                               | <b>1,428,297</b> |
| Derivatives Financial Liabilities                                      | -                          | -                           | -                            | -                          | -                         | 644,095                   | -                                   | <b>644,095</b>   |
| Subordinated term loan   | -                          | -                           | -                            | -                          | 413,817                   | -                         | 3,689                               | <b>417,506</b>   |
| Other liabilities  | -                          | -                           | -                            | -                          | -                         | -                         | 1,297,677                           | <b>1,297,677</b> |
| <b>Total Liabilities</b>   | <b>4,410,222</b>           | <b>782,590</b>              | <b>30,753</b>                | <b>-</b>                   | <b>413,817</b>            | <b>2,067,684</b>          | <b>1,308,822</b>                    | <b>9,013,888</b> |
| <b>Net interest rate gap</b>   | <b>(2,359,152)</b>         | <b>549,598</b>              | <b>486,111</b>               | <b>159,870</b>             | <b>(413,817)</b>          | <b>3,623,132</b>          | <b>(1,133,503)</b>                  | <b>912,240</b>   |

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

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

The following table represents the Bank's assets and liabilities at carrying amounts as of 31 December 2023

|   | Non-Trading Book           |                             |                              |                            |                           | Trading book<br>RM'000 | Non-interest sensitive<br>RM'000 | Total<br>RM'000  |
|---|----------------------------|-----------------------------|------------------------------|----------------------------|---------------------------|------------------------|----------------------------------|------------------|
|   | Up to<br>1 month<br>RM'000 | > 1 - 3<br>months<br>RM'000 | > 3 - 12<br>months<br>RM'000 | > 1 - 5<br>years<br>RM'000 | Over<br>5 years<br>RM'000 |                        |                                  |                  |
| <b>Assets</b>   |                            |                             |                              |                            |                           |                        |                                  |                  |
| Cash and short-term funds   | 741,530                    | -                           | -                            | -                          | -                         | -                      | 170                              | 741,700          |
| Reverse repurchase agreements                                       | -                          | -                           | -                            | -                          | -                         | 1,903,928              | 6,960                            | 1,910,888        |
| Financial assets at fair value through profit or loss               | -                          | -                           | -                            | -                          | -                         | 2,196,893              | -                                | 2,196,893        |
| Financial assets at fair value through other comprehensive income   | 557,743                    | 829,813                     | -                            | -                          | -                         | -                      | -                                | 1,387,556        |
| Loans, advances and financing                                       | 717,852                    | 813,995                     | 123,231                      | -                          | -                         | -                      | 1,209                            | 1,656,287        |
| Derivative financial assets   | -                          | -                           | -                            | 11,257                     | -                         | 1,101,950              | -                                | 1,113,207        |
| Other assets  | -                          | -                           | -                            | -                          | -                         | -                      | 193,137                          | 193,137          |
| <b>Total Assets</b>   | <b>2,017,125</b>           | <b>1,643,808</b>            | <b>123,231</b>               | <b>11,257</b>              | <b>-</b>                  | <b>5,202,771</b>       | <b>201,476</b>                   | <b>9,199,668</b> |
| <b>Liabilities</b>  |                            |                             |                              |                            |                           |                        |                                  |                  |
| Deposits from customers   | 2,639,917                  | 151,436                     | -                            | -                          | -                         | -                      | 953                              | 2,792,306        |
| Deposits and placements from banks and other financial institutions | 825,761                    | 529,932                     | 3,500                        | -                          | -                         | -                      | 1,531                            | 1,360,724        |
| Repurchase agreements   | -                          | -                           | -                            | -                          | -                         | 1,042,822              | 10,073                           | 1,052,895        |
| Derivatives financial liabilities                                   | -                          | -                           | -                            | -                          | -                         | 1,107,193              | -                                | 1,107,193        |
| Subordinated term loan  | -                          | -                           | -                            | -                          | 416,411                   | -                      | 3,777                            | 420,188          |
| Other liabilities   | -                          | -                           | -                            | -                          | -                         | -                      | 1,541,979                        | 1,541,979        |
| <b>Total Liabilities</b>  | <b>3,465,678</b>           | <b>681,368</b>              | <b>3,500</b>                 | <b>-</b>                   | <b>416,411</b>            | <b>2,150,015</b>       | <b>1,558,313</b>                 | <b>8,275,285</b> |
| <b>Net interest rate gap</b>  | <b>(1,448,553)</b>         | <b>962,440</b>              | <b>119,731</b>               | <b>11,257</b>              | <b>(416,411)</b>          | <b>3,052,756</b>       | <b>(1,356,837)</b>               | <b>924,383</b>   |

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**21. CREDIT TRANSACTIONS AND EXPOSURES WITH CONNECTED PARTIES**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Outstanding credit exposures with connected parties  | 20,696                            | 22,905                            |
| Total credit exposures   | <u>3,429,296</u>                  | <u>3,023,087</u>                  |
| Percentage of outstanding credit exposure to connected parties as a proportion of total credit exposures | <u>0.60%</u>                      | <u>0.76%</u>                      |
| Percentage of outstanding credit exposures with connected parties which is non-performing or in default  | <u>0.00%</u>                      | <u>0.00%</u>                      |

**22. 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 principal amount of the commitments and contingencies of the Bank are as follows:

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| <u>Commitments and Contingent Liabilities</u>           |                                   |                                   |
| Direct credit substitutes                               | 185,223                           | 245,694                           |
| Transaction-related contingent items                    | 81,108                            | 93,908                            |
| Short-term self-liquidating trade-related contingencies | 229                               | 379                               |
| Irrevocable commitments to extend credit:               |                                   |                                   |
| Maturity more than one year                             | 278,627                           | 98,200                            |
| Total credit related commitments and contingencies      | <u>545,187</u>                    | <u>438,181</u>                    |
| Foreign exchange derivatives:                           |                                   |                                   |
| One year or less  | 58,593,304                        | 64,800,281                        |
| Over one year to five years                             | 3,067,985                         | 3,656,876                         |
| Over five years   | 542,513                           | 527,735                           |
| Interest rate derivatives:                              |                                   |                                   |
| One year or less  | 21,110,356                        | 24,681,158                        |
| Over one year to five years                             | 52,071,671                        | 47,006,980                        |
| Over five years   | 1,639,133                         | 1,615,133                         |
| Credit Derivatives:                                     |                                   |                                   |
| One year or less  | 61,397                            | 38,675                            |
| Over one year to five years                             | 978,115                           | 790,191                           |
| Over five years   | 31,290                            | -                                 |
| Total treasury related commitments and contingencies    | <u>138,095,764</u>                | <u>143,117,029</u>                |
| Total commitment and contingencies                      | <u>138,640,951</u>                | <u>143,555,210</u>                |



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**23. Islamic Banking Window**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

|  | <b>Note</b> | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-------------|-----------------------------------|-----------------------------------|
| <b>ASSETS</b>  |             |                                   |                                   |
| Cash and short-term funds  | (a)         | 24,319                            | 24,758                            |
| Financial assets at fair value through<br>other comprehensive income ('FVOCI') | (b)         | 20,177                            | 29,949                            |
| Other assets   | (d)         | -                                 | 114                               |
| Property, plant and equipment  | (e)         | -                                 | -                                 |
| Intangible assets  | (f)         | -                                 | -                                 |
| <b>TOTAL ASSETS</b>  |             | <u>44,496</u>                     | <u>54,821</u>                     |
| <b>LIABILITIES AND ISLAMIC BANKING FUNDS</b>                                   |             |                                   |                                   |
| Deposits from customers  | (g)         | 11,400                            | 20,787                            |
| Other liabilities  | (h)         | 9,277                             | 10,422                            |
| <b>Total liabilities</b>   |             | <u>20,677</u>                     | <u>31,209</u>                     |
| Capital fund   |             | 26,850                            | 26,850                            |
| Accumulated losses   |             | (3,031)                           | (3,242)                           |
| Reserves   |             | -                                 | 4                                 |
| <b>Islamic banking funds</b>   |             | <u>23,819</u>                     | <u>23,612</u>                     |
| <b>TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS</b>                             |             | <u>44,496</u>                     | <u>54,821</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 2023.

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

**UNAUDITED STATEMENT OF PROFIT OR LOSS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

|   |     | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|---|-----|-----------------------------------|-----------------------------------|
| Income derived from investment of<br>Islamic banking funds and depositors' funds  | (i) | 686                               | 503                               |
| Profit expense to depositors  |     | (109)                             | (60)                              |
| Net income derived from investment of Islamic<br>banking funds and depositors' funds  |     | 577                               | 443                               |
| Other operating income  | (j) | 332                               | 283                               |
| Other operating expenses  | (k) | (698)                             | (849)                             |
| <b>Profit/(Loss) for the financial period before<br/>taxation</b>   |     | 211                               | (123)                             |
| Taxation  |     | -                                 | -                                 |
| <b>Profit/(Loss) for the financial period after<br/>taxation</b>  |     | 211                               | (123)                             |
| Other comprehensive loss, net of income tax:<br>Items that may be reclassified subsequently to profit or loss :<br>Revaluation reserve - financial assets at FVOCI :<br>Net changes in fair value |     | (4)                               | -                                 |
| Other comprehensive loss  |     | (4)                               | -                                 |
| <b>Total comprehensive profit/(loss) for the period</b>   |     | 207                               | (123)                             |

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 2023.

**BNP PARIBAS MALAYSIA BERHAD**  
**(Incorporated in Malaysia)**  
**Islamic Banking Window**

**UNAUDITED STATEMENT OF CHANGES IN EQUITY IN ISLAMIC BANKING FUNDS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

|                          | <b>Capital<br/>fund<br/>RM'000</b> | <b>Regulatory<br/>reserve<br/>RM'000</b> | <b>Revaluation<br/>reserve-<br/>financial<br/>assets<br/>at FVOCI<br/>RM'000</b> | <b>Accumulated<br/>losses<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|--------------------------|------------------------------------|--|--|--|-------------------------|
| At 1 January 2024        | 26,850                             | -  | 4  | (3,242)                                  | 23,612                  |
| Profit for the period    | -                                  | -  | -  | 211                                      | 211                     |
| Other comprehensive loss | -                                  | -  | (4)  | -  | (4)                     |
| At 30 June 2024          | <u>26,850</u>                      | <u>-</u>                                 | <u>-</u>   | <u>(3,031)</u>                           | <u>23,819</u>           |

|                            | <b>Capital<br/>fund<br/>RM'000</b> | <b>Regulatory<br/>reserve<br/>RM'000</b> | <b>Revaluation<br/>reserve-<br/>financial<br/>assets<br/>at FVOCI<br/>RM'000</b> | <b>Accumulated<br/>losses<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|----------------------------|------------------------------------|--|--|--|-------------------------|
| At 1 January 2023          | 26,850                             | -  | -  | (3,932)                                  | 22,918                  |
| Profit for the year        | -                                  | -  | -  | 690                                      | 690                     |
| Other comprehensive income | -                                  | -  | 4  | -  | 4                       |
| At 31 December 2023        | <u>26,850</u>                      | <u>-</u>                                 | <u>4</u>   | <u>(3,242)</u>                           | <u>23,612</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 2023.

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

**23. Islamic Banking Window**

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

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| <u>At Amortised Cost</u>                                       |                                   |                                   |
| Cash and balances with banks and other financial institutions  | 1,541                             | 8,525                             |
| Money at call and deposit placements maturing within one month | 22,778                            | 16,233                            |
|  | <u>24,319</u>                     | <u>24,758</u>                     |

**(b) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ('FVOCI')**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| At Fair value                          |                                   |                                   |
| Government securities:                 |                                   |                                   |
| Malaysian Government Investment Issues | 20,177                            | -                                 |
| Bank Negara Malaysia Debt Securities   | -                                 | 29,949                            |
|  | <u>20,177</u>                     | <u>29,949</u>                     |

**(c) LOANS, ADVANCES AND FINANCING**

Funding extended to BNP Paribas Najmah under Profit Sharing Investment Account (“PSIA”) are included in the Bank’s loans, advances and financing. As at current reporting date, there is no such balance outstanding (31 December 2023: RM 110.35 million). The PSIA is a contract based on the Wakalah principle.

**(d) OTHER ASSETS**

|                   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|-------------------|-----------------------------------|-----------------------------------|
| Other receivables | <u>-</u>                          | <u>114</u>                        |

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**23. Islamic Banking Window**

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

|   | <b>Office<br/>Equipment<br/>and<br/>Machinery<br/>RM'000</b> | <b>Computer<br/>Equipment<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|---|--|--|-------------------------|
| <b>30 June 2024</b>                                 |  |  |                         |
| <b>Cost</b>   |  |  |                         |
| At beginning of year/At end of the financial period | -  | 23                                       | 23                      |
| <b>Accumulated Depreciation</b>                     |  |  |                         |
| At beginning of year/At end of the financial period | -  | 23                                       | 23                      |
| <b>Net Book Value</b>                               | -  | -  | -                       |
| <b>31 December 2023</b>                             |  |  |                         |
| <b>Cost</b>   |  |  |                         |
| At 1 January  | 6  | 23                                       | 29                      |
| Write-off   | (6)  | -  | (6)                     |
| At beginning of year/At end of the financial period | -  | 23                                       | 23                      |
| <b>Accumulated Depreciation</b>                     |  |  |                         |
| At 1 January  | 6  | 23                                       | 29                      |
| Write-off   | (6)  | -  | (6)                     |
| At beginning of year/At end of the financial period | -  | 23                                       | 23                      |
| <b>Net Book Value</b>                               | -  | -  | -                       |

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**23. Islamic Banking Window**

**(f) INTANGIBLE ASSETS**

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| <u>Computer Software:</u>                           |                                   |                                   |
| <b>Cost</b>   |                                   |                                   |
| At beginning of year/At end of the financial period | 41                                | 41                                |
| <b>Accumulated Amortisation</b>                     |                                   |                                   |
| At beginning of year/At end of the financial period | 41                                | 41                                |
| <b>Net Book Value</b>                               | -                                 | -                                 |

**(g) DEPOSITS FROM CUSTOMERS**

| <b>Type</b>         | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---------------------|-----------------------------------|-----------------------------------|
| At Amortised Cost:  |                                   |                                   |
| Non-Mudharabah Fund |                                   |                                   |
| Demand deposits     | 9,000                             | 20,787                            |
| Commodity Murabahah | 2,400                             | -                                 |
|                     | 11,400                            | 20,787                            |

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

|                       | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|-----------------------|-----------------------------------|-----------------------------------|
| Due within six months | 2,400                             | -                                 |

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

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| Business enterprises                    | 18                                | -                                 |
| Domestic non-bank financial institution | 11,382                            | 20,787                            |
|   | 11,400                            | 20,787                            |

**(h) OTHER LIABILITIES**

|                | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|----------------|-----------------------------------|-----------------------------------|
| Other payables | 9,277                             | 10,422                            |

**BNP PARIBAS MALAYSIA BERHAD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**23. Islamic Banking Window**

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

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| Money at call and deposit placement with financial institutions | 299                               | 503                               |
| Financial assets at FVOCI                                       | 8                                 | -                                 |
| Amortisation of premium less accretion of discount              | 379                               | -                                 |
|   | <u>686</u>                        | <u>503</u>                        |

**(j) OTHER OPERATING INCOME**

|                   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|-------------------|-----------------------------------|-----------------------------------|
| Foreign exchange: |                                   |                                   |
| - Unrealised gain | 61                                | 122                               |
| Others            | 271                               | 161                               |
|                   | <u>332</u>                        | <u>283</u>                        |

**(k) OTHER OPERATING EXPENSES**

|  | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>30-Jun<br/>2023<br/>RM'000</b> |
|--|-----------------------------------|-----------------------------------|
| Personnel costs (Note i)                         | 545                               | 658                               |
| Establishment costs (Note ii)                    | 39                                | 62                                |
| Marketing expenses                               | 5                                 | 3                                 |
| Administration and general expenses (Note iii)   | 109                               | 126                               |
|  | <u>698</u>                        | <u>849</u>                        |
| <b>(i) Personnel Costs</b>                       |                                   |                                   |
| Salaries, bonuses and allowances                 | 465                               | 538                               |
| Defined contribution plan                        | 50                                | 98                                |
| Other staff related expenses                     | 30                                | 22                                |
|  | <u>545</u>                        | <u>658</u>                        |
| <b>(ii) Establishment costs</b>                  |                                   |                                   |
| Rental of premises                               | 27                                | 45                                |
| Information technology costs                     | 1                                 | 4                                 |
| Others   | 11                                | 13                                |
|  | <u>39</u>                         | <u>62</u>                         |
| <b>(iii) Administration and general expenses</b> |                                   |                                   |
| Legal and professional fees                      | 66                                | 92                                |
| Communication & transportation                   | 8                                 | 8                                 |
| Others   | 35                                | 26                                |
|  | <u>109</u>                        | <u>126</u>                        |

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024 (CONTD.)**

**23. Islamic Banking Window**

**(i) CAPITAL ADEQUACY**

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

|   | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|---|-----------------------------------|-----------------------------------|
| <b>Tier-I capital</b>                                     |                                   |                                   |
| Capital fund  | 26,850                            | 26,850                            |
| Accumulated losses  | (3,242)                           | (3,242)                           |
| Other disclosed reserves                                  | -                                 | 4                                 |
|   | <u>23,608</u>                     | <u>23,612</u>                     |
| <b>Less : Regulatory adjustments</b>                      |                                   |                                   |
| 55% of cumulative gains of financial instruments at FVOCI | -                                 | (2)                               |
|   | <u>-</u>                          | <u>(2)</u>                        |
| Total capital base  | <u>23,608</u>                     | <u>23,610</u>                     |
| <b>Capital Ratios</b>                                     |                                   |                                   |
| Common Equity Tier 1 Capital Ratio                        | 444.451%                          | 405.936%                          |
| Tier 1 Capital Ratio                                      | 444.451%                          | 405.936%                          |
| Total Capital Ratio                                       | <u>444.451%</u>                   | <u>405.936%</u>                   |

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

|                            | <b>30-Jun<br/>2024<br/>RM'000</b> | <b>31-Dec<br/>2023<br/>RM'000</b> |
|----------------------------|-----------------------------------|-----------------------------------|
| Credit Risk                | 1,042                             | 1,717                             |
| Market Risk                | 2,180                             | 2,231                             |
| Operational Risk           | 2,090                             | 1,868                             |
| Total risk-weighted assets | <u>5,312</u>                      | <u>5,816</u>                      |