



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

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

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

1. PERFORMANCE REVIEW

The Bank registered profit after tax of RM71.08 million for the nine month financial period ended 30 September 2024, compared to RM48.07 million in the corresponding period last year.

Other operating income was higher by RM30.16 million or 30% against last year, mainly driven by stronger performance from Global Market business.

Higher net interest income by RM12.66 million or 57% year on year was mainly attributable to lower funding costs due to better funding mix and the initiation of rate cuts in Eurozone and United States this year.

Other operating expenses were higher by RM13.19 million inter alia due to higher group recharges this year.

There was a net writeback in Provision for Expected Credit Losses amounting to RM1.11 million this period compared to a writeback of RM0.28 million last year as our portfolio credit quality remains strong.

Loans, advances and financing was higher by RM207.57 million, or 13% and closed at RM1.86 billion while Deposits from customers showed strong growth momentum, increasing by RM183.03 million, or 7% during the period to close at RM2.98 billion, driven by current account deposits.

The Bank remained well capitalised with CET 1 and Total Capital Ratio of 16.151% and 23.884% respectively as at 30 September 2024.

2. CURRENT YEAR PROSPECTS

Recent announcements by Bank Negara Malaysia ('BNM') indicate that GDP growth for Malaysia will likely be 4% to 5%, following a strong Q2 GDP growth of 5.8%.

The European Central Bank ('ECB') and US Federal Reserve ('Feds') initiated their first interest rate cuts in June and September this year respectively due to improved inflation data. The ECB reduced rates by 0.85% while the Feds reduced by 0.5%. For Malaysia, the market consensus is for BNM to keep the Overnight Policy Rate ('OPR') at 3.00% throughout the year, subject to developments in the US.

The Ringgit reached its highest level in 3 years at 4.11 against the US Dollar and is expected to remain relatively strong due to narrowing yield differentials, resilient economic growth and robust foreign direct investment inflows.

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 whilst broadening its client base.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

	Note	Bank 30-Sep 2024 RM'000	Bank 31-Dec 2023 RM'000
ASSETS			
Cash and short-term funds	2	1,060,422	741,700
Reverse repurchase agreements		2,503,291	1,910,888
Financial assets at fair value through profit or loss ('FVTPL')	3	2,406,164	2,196,893
Financial assets at fair value through other comprehensive income ('FVOCI')	4	855,821	1,387,556
Loans, advances and financing	5	1,863,856	1,656,287
Derivative financial assets		1,936,850	1,113,207
Other assets	6	662,108	194,868
Property, plant and equipment	7	11,078	13,896
Intangible assets	8	98	145
Tax recoverable		-	4,276
Deferred tax assets		3,869	2,946
TOTAL ASSETS		11,303,557	9,222,662
LIABILITIES AND SHAREHOLDERS' EQUITY			
Deposits from customers	9	2,975,334	2,792,306
Deposits and placements from banks and other financial institutions	10	936,746	1,360,724
Repurchase agreements		1,469,310	1,052,895
Derivative financial liabilities		2,576,642	1,107,193
Subordinated term loan		380,726	420,188
Other liabilities	11	2,015,577	1,541,979
Tax liabilities		4,663	-
TOTAL LIABILITIES		10,358,998	8,275,285

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 SEPTEMBER 2024 (CONTD.)

	Note	Bank 30-Sep 2024 RM'000	Bank 31-Dec 2023 RM'000
Share capital	12	650,000	650,000
Retained profits		272,874	277,067
Reserves	13	21,685	20,310
SHAREHOLDER'S EQUITY		944,559	947,377
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		11,303,557	9,222,662
COMMITMENTS AND CONTINGENCIES	21	153,130,607	143,555,210

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 STATEMENT OF TOTAL COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	Note	Bank 30-Sep 2024 RM'000	Bank 30-Sep 2023 RM'000
Interest income	14	192,989	197,085
Interest income for financial asset at FVTPL	14	65,129	47,142
Interest expenses	15	(223,260)	(222,026)
Net interest income		34,858	22,201
Net income from Islamic banking business	22	849	668
		35,707	22,869
Other operating income	16	131,833	101,670
Other operating expenses	17	(74,682)	(61,495)
Expected credit losses written back	18	1,134	276
Profit before tax		93,992	63,320
Taxation		(22,914)	(15,253)
Profit for the financial period		71,078	48,067
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		124	96
Net change in cash flow hedge		(2,333)	(1,501)
Other comprehensive loss		(2,209)	(1,405)
Total comprehensive income for the financial period		68,869	46,662

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 SEPTEMBER 2024

	Bank 30-Sep 2024 RM'000	Bank 30-Sep 2023 RM'000
Cash Flows from/(Used In) Operating Activities		
Profit before tax	93,992	63,320
Adjustments for:		
Depreciation of property, plant and equipment	2,383	2,296
Amortisation of intangible assets	47	29
Expected credit losses on loans, advances and financing	(1,134)	(276)
Amortisation of premium less accretion of discount	(3,302)	(18,851)
Unrealised (gain)/loss on derivative financial instruments	(56,342)	21,800
Unrealised loss on foreign exchange	29,733	136,350
Unrealised loss/(gain) on financial assets at FVTPL	1,375	(1,460)
Unrealised gain on reverse repurchase agreements	(713)	(478)
Realised loss/(gain) on repurchase agreements	1,302	(1,005)
Interest income on financial assets at FVOCI	(36,662)	(27,946)
Interest expense on lease liabilities	180	13
Operating profit before working capital changes	30,859	173,792

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

	Bank	Bank
	30-Sep	30-Sep
	2024	2023
	RM'000	RM'000
(Increase)/Decrease in:		
Financial assets at FVTPL	(210,646)	(999,617)
Loans, advances and financing	(206,435)	249,362
Right of use asset	2,291	(5,763)
Reverse repurchase agreements	(591,690)	(1,832,843)
Other assets	(467,241)	223,938
Increase/(Decrease) in:		
Deposits from customers	183,028	171,903
Deposits and placements from banks and other financial institutions	(423,978)	910,616
Repurchase agreements	415,113	1,640,424
Derivative financial assets/liabilities	631,099	(296,007)
Subordinated term loan	(478)	1,689
Other liabilities	474,807	(915,592)
Net cash used in operations	(163,271)	(678,098)
Income taxes paid	(14,937)	(7,925)
Net cash generated used in operating activities	<u>(178,208)</u>	<u>(686,023)</u>
Cash Flows Used In Investing Activities		
Purchase of property, plant and equipment	(1,856)	(1,803)
Purchase of intangible assets	-	(91)
Net sales/(purchase) of financial assets at FVOCI	536,783	(750,027)
Interest income on financial assets at FVOCI	35,078	30,589
Net cash generated from/(used in) investing activities	<u>570,005</u>	<u>(721,332)</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

	Bank	Bank
	30-Sep	30-Sep
	2024	2023
	RM'000	RM'000
Cash Flows Used In Financing Activities		
Dividend paid	(71,687)	(50,448)
Payment for lease liabilities	(1,388)	(1,922)
Net cash used in financing activities	<u>(73,075)</u>	<u>(52,370)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	318,722	(1,459,725)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>741,700</u>	<u>2,170,758</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>1,060,422</u>	<u>711,033</u>
Cash and cash equivalents comprise the following:		
Cash and short-term funds	<u>1,060,422</u>	<u>711,033</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
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	← Non-distributable →			Revaluation reserve- financial assets at FVOCI RM'000	Retained profits RM'000	Total RM'000
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves RM'000			
At 1 January 2024	650,000	1,605	18,532	173	277,067	947,377
Profit for the period	-	-	-	-	71,078	71,078
Transfer to regulatory reserve	-	-	3,584	-	(3,584)	-
Other comprehensive (loss)/gain	-	(2,333)	-	124	-	(2,209)
Dividend paid on ordinary shares	-	-	-	-	(71,687)	(71,687)
At 30 September 2024	<u>650,000</u>	<u>(728)</u>	<u>22,116</u>	<u>297</u>	<u>272,874</u>	<u>944,559</u>

	← Non-distributable →			Revaluation reserve- financial assets at FVOCI RM'000	Retained profits RM'000	Total RM'000
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves 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	<u>650,000</u>	<u>1,605</u>	<u>18,532</u>	<u>173</u>	<u>277,067</u>	<u>947,377</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
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At Amortised Cost:		
Cash and balances with banks and other financial institutions	60,340	51,530
Money at call and deposit placements maturing within one month	1,000,082	690,170
	<u>1,060,422</u>	<u>741,700</u>

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At Fair Value:		
Government Securities:		
Malaysian Government Securities	1,395,984	1,666,370
Malaysian Government Investment Issues	944,187	530,523
Treasury Bills	65,993	-
	<u>2,406,164</u>	<u>2,196,893</u>

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At Fair Value:		
Government securities:		
Malaysian Government Securities	152,857	-
Malaysian Government Investment Issues	50,786	149,058
Bank Negara Malaysia Debt Securities	652,178	1,238,498
	<u>855,821</u>	<u>1,387,556</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

5. LOANS, ADVANCES AND FINANCING

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At amortised cost:		
(i) By type		
Revolving credit	1,035,250	817,043
Term loans	592,503	599,057
Bridging loans	-	90,554
Bill receivables	2,119	801
Factoring receivables	218,049	101,740
Overdrafts	18,904	51,279
Gross loans, advances and financing	<u>1,866,825</u>	<u>1,660,474</u>
Less: Expected Credit Losses ('ECL')	<u>(2,969)</u>	<u>(4,187)</u>
Net loans, advances and financing	<u><u>1,863,856</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, the amount is RM54.96 million (31 December 2023: RM 110.35 million). The PSIA is a contract based on the Wakalah principle.</p>		
(ii) By type of customer		
Domestic business enterprises	1,780,297	1,567,190
Domestic non-bank financial institutions	40,093	42,009
Financial institutions	46,435	51,275
	<u>1,866,825</u>	<u>1,660,474</u>
(iii) By interest rate sensitivity		
Variable rate:		
Cost plus	1,860,808	1,654,457
Fixed rate	6,017	6,017
	<u>1,866,825</u>	<u>1,660,474</u>
(iv) By residual contractual maturity		
Maturing within one year	1,284,883	1,130,655
More than one year to five years	287,787	309,345
More than five years	294,155	220,474
	<u>1,866,825</u>	<u>1,660,474</u>
(v) By geographical distribution		
In Malaysia	1,866,825	1,660,474
	<u>1,866,825</u>	<u>1,660,474</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

5. LOANS, ADVANCES AND FINANCING (CONTD.)

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
(vi) By Sector		
Mining & Quarrying	4,070	4,023
Manufacturing	919,839	756,851
Electricity, gas and water supply	206,525	215,441
Construction	10,581	8,588
Wholesale and retail	265,714	247,415
Transport, storage and communication	133,148	142,706
Financial services	86,528	93,284
Real estate activities	2,314	5,006
Other business services	238,106	187,160
	<u>1,866,825</u>	<u>1,660,474</u>

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

	12 mth ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
30 September 2024				
Balance at beginning of financial year	2,307	1,880	-	4,187
Changes in credit risk	213	(213)	-	-
Allowances (written-back)/made during the financial period	(129)	120	-	(9)
Derecognised during the financial period	(284)	(925)	-	(1,209)
Balance at end of financial period	<u>2,107</u>	<u>862</u>	<u>-</u>	<u>2,969</u>
31 December 2023				
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:

	12 mth ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
30 September 2024				
Balance at beginning of financial year	1,486,897	173,577	-	1,660,474
Changes in credit risk	(47,233)	47,233	-	-
Purchases and origination	728,002	4,179	-	732,181
Derecognised during the financial period	(415,405)	(110,425)	-	(525,830)
Balance at end of financial period	<u>1,752,261</u>	<u>114,564</u>	<u>-</u>	<u>1,866,825</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

5. LOANS, ADVANCES AND FINANCING (CONTD.)

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

	12 mth ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
31 December 2023				
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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Collateral assets	652,735	185,353
Other receivables	7,365	7,784
Deposit	670	820
Prepayments	1,338	911
	<u>662,108</u>	<u>194,868</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

7. PROPERTY, PLANT AND EQUIPMENT

	Office equipment and machinery RM'000	Renovation and installation RM'000	Furniture, fixtures and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicles RM'000	Work-in progress RM'000	Right of use asset RM'000	Total RM'000
30 September 2024								
Cost								
At beginning of the financial year	638	1,589	1,049	10,664	6	-	10,609	24,555
Additions	94	968	316	478	-	-	-	1,856
Lease remeasurement	-	-	-	-	-	-	(2,291)	(2,291)
At end of the financial period	<u>732</u>	<u>2,557</u>	<u>1,365</u>	<u>11,142</u>	<u>6</u>	<u>-</u>	<u>8,318</u>	<u>24,120</u>
Accumulated Depreciation								
At beginning of the financial year	378	86	197	8,339	3	-	1,656	10,659
Depreciation charged for financial period	66	313	175	680	1	-	1,148	2,383
At end of the financial period	<u>444</u>	<u>399</u>	<u>372</u>	<u>9,019</u>	<u>4</u>	<u>-</u>	<u>2,804</u>	<u>13,042</u>
Net Book Value								
As at 30 September 2024	<u>288</u>	<u>2,158</u>	<u>993</u>	<u>2,123</u>	<u>2</u>	<u>-</u>	<u>5,514</u>	<u>11,078</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

7. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

	Office equipment and machinery RM'000	Renovation and installation RM'000	Furniture, fixtures and fittings RM'000	Computer equipment and hardware RM'000	Motor vehicles RM'000	Work-in progress RM'000	Right of use asset RM'000	Total RM'000
31 December 2023								
Cost								
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
Accumulated Depreciation								
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
Net Book Value								
As at 31 December 2023	260	1,503	852	2,325	3	-	8,953	13,896

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

8. INTANGIBLE ASSETS

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
<u>Computer Software:</u>		
Cost		
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>
Accumulated Amortisation		
At beginning of the financial year	3,135	3,090
Amortisation for the year	47	45
At end of the financial period/year	<u>3,182</u>	<u>3,135</u>
Total Net Book Value	<u>98</u>	<u>145</u>

9. DEPOSITS FROM CUSTOMERS

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Type		
At amortised cost:		
Demand deposits	2,475,663	1,997,329
Fixed deposits	491,410	794,977
Commodity Murabahah	8,261	-
	<u>2,975,334</u>	<u>2,792,306</u>
(i) Maturity structure of fixed deposits and Commodity Murabahah are as follows:		
Due within six months	<u>499,671</u>	<u>794,977</u>
(ii) The deposits are sourced from the following types of customers:		
Business enterprises	2,946,552	2,761,409
Non-bank financial institutions	28,782	30,897
	<u>2,975,334</u>	<u>2,792,306</u>

10. DEPOSITS AND PLACEMENTS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At amortised cost:		
Other financial institutions	<u>936,746</u>	<u>1,360,724</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

11. OTHER LIABILITIES

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Collateral deposits	1,937,975	1,479,373
Other payables	56,981	39,662
Accruals and charges	14,985	13,760
Lease Liabilities	5,466	8,965
Expected credit losses on loans commitment and financial guarantee	170	219
	<u>2,015,577</u>	<u>1,541,979</u>

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

	12 mth ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
30 September 2024				
Balance at beginning of financial year	204	15	-	219
Allowances written back during the financial period	(35)	(14)	-	(49)
At end of financial period	<u>169</u>	<u>1</u>	<u>-</u>	<u>170</u>
31 December 2023				
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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Ordinary shares issued and fully paid:		
Balance as at 30 September/31 December	<u>650,000</u>	<u>650,000</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

13. RESERVES

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Non-distributable:		
Revaluation reserve - financial assets at FVOCI	297	173
Regulatory reserve	22,116	18,532
Hedging reserve	(728)	1,605
	<u>21,685</u>	<u>20,310</u>

14. INTEREST INCOME

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Loans, advances and financing	63,015	58,461
Money at call and deposit placements with financial institutions	18,271	27,934
Financial assets at FVTPL	65,129	47,142
Financial assets at FVOCI	36,413	27,946
Reverse repurchase agreements	65,065	54,546
Other interest income	6,923	9,347
	<u>254,816</u>	<u>225,376</u>
Amortisation of premium less accretion of discount	3,302	18,851
	<u>258,118</u>	<u>244,227</u>

15. INTEREST EXPENSE

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Deposits from customers	48,724	42,846
Deposits and placements from banks and other financial institutions	42,337	42,942
Repurchase agreements	62,254	76,060
Lease Liabilities	180	104
Subordinated term loan	15,984	12,705
Financial collateral	52,910	47,233
Other interest expense	871	136
	<u>223,260</u>	<u>222,026</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

16. OTHER OPERATING INCOME

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Fee income:		
Commissions	285	235
Guarantee fees	235	1,079
Other fee income	2,071	1,447
	<u>2,591</u>	<u>2,761</u>
Loss arising from sale of:		
Financial assets at FVTPL	<u>(1,214)</u>	<u>(549)</u>
Gain/(Loss) on derivatives trading:		
Realised (loss)/gain	(38,254)	19,780
Unrealised gain/(loss)	56,342	(21,800)
	<u>18,088</u>	<u>(2,020)</u>
Unrealised (loss)/gain on revaluation of:		
Financial assets at FVTPL	(1,375)	1,460
Net gain/(loss) arising from hedging activities	735	(986)
Unrealised gain on reverse repurchase agreements	713	478
Realised (loss)/gain on repurchase agreements	(1,302)	1,005
Other income:		
Foreign exchange:		
- Realised gain	136,133	227,627
- Unrealised loss	(29,733)	(136,350)
Others	7,197	8,244
	<u>113,597</u>	<u>99,521</u>
	<u>131,833</u>	<u>101,670</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

17. OTHER OPERATING EXPENSES

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Personnel costs (Note a)	36,800	37,536
Establishment costs (Note b)	21,957	15,394
Marketing expenses	591	804
Administration and general expenses (Note c)	15,334	7,761
	<u>74,682</u>	<u>61,495</u>
(a) Personnel costs		
Salaries, bonuses and allowances	28,266	29,667
Defined contribution plan	4,557	4,043
Social security cost	81	150
Other staff related expenses	3,896	3,676
	<u>36,800</u>	<u>37,536</u>
(b) Establishment costs		
Information technology costs	9,010	6,738
Depreciation of property, plant and equipment	2,383	2,296
Amortization of intangible asset	47	29
Others	10,517	6,331
	<u>21,957</u>	<u>15,394</u>
(c) Administration and general expenses		
Legal and professional fees	1,544	1,778
Communication & transportation	1,089	1,057
Others general expenses	12,701	4,926
	<u>15,334</u>	<u>7,761</u>

18. EXPECTED CREDIT LOSSES

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Expected credit losses:		
Allowance written-back during the financial period	<u>(1,134)</u>	<u>(276)</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

19. CAPITAL ADEQUACY

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Tier-I capital		
Paid-up share capital	650,000	650,000
Retained profits	201,796	277,067
Other disclosed reserves	21,685	20,310
	<u>873,481</u>	<u>947,377</u>
<u>Less : Regulatory adjustments</u>		
Intangible assets	(98)	(145)
Deferred tax assets	(3,869)	(2,946)
55% of cumulative gains of financial instruments at FVOCI	(163)	(95)
Hedging reserve	728	(1,605)
Regulatory reserve	(22,116)	(18,532)
Total Tier-I capital	<u>847,963</u>	<u>924,054</u>
Tier-II Capital		
General provisions (Expected Credit Losses and regulatory reserve)	25,255	22,938
Subordinated term loan	380,726	420,188
Total Tier-II capital	<u>405,981</u>	<u>443,126</u>
Total capital base	<u>1,253,944</u>	<u>1,367,180</u>
Capital Ratios		
Before deducting proposed dividend		
Common Equity Tier 1 Ratio	16.151%	21.215%
Tier 1 Capital Ratio	16.151%	21.215%
Total Capital Ratio	<u>23.884%</u>	<u>31.389%</u>
After deducting proposed dividend*		
Common Equity Tier 1 Ratio	15.199%	19.569%
Tier 1 Capital Ratio	15.199%	19.569%
Total Capital Ratio	<u>22.931%</u>	<u>29.743%</u>

* The proposed dividend is in respect of prior year's retained earnings repatriation.

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Credit Risk	3,136,557	2,553,149
Market Risk	1,776,972	1,658,933
Operational Risk	336,680	143,527
Total risk-weighted assets	<u>5,250,209</u>	<u>4,355,609</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

20. INTEREST RATE RISK

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

	Non-Trading Book					Trading book RM'000	Non-interest sensitive RM'000	Total RM'000
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	> 1 - 5 years RM'000	Over 5 years RM'000			
Assets								
Cash and short-term funds	1,060,340	-	-	-	-	-	82	1,060,422
Reverse repurchase agreements	-	-	-	-	-	2,492,629	10,662	2,503,291
Financial assets at fair value through profit or loss	-	-	-	-	-	2,406,164	-	2,406,164
Financial assets at fair value through other comprehensive income	102,261	163,406	406,660	182,057	-	-	1,437	855,821
Loans, advances and financing	825,226	684,251	351,658	-	-	-	2,721	1,863,856
Derivatives Financial assets	-	-	-	-	-	1,936,850	-	1,936,850
Other assets	-	-	-	-	-	-	660,100	660,100
Total Assets	1,987,827	847,657	758,318	182,057	-	6,835,643	675,001	11,286,504
Liabilities								
Deposits from customers	2,911,674	31,614	30,858	-	-	-	1,188	2,975,334
Deposits and placements from banks and other financial institutions	724,207	209,950	1,300	-	-	-	1,289	936,746
Repurchase agreements	-	-	-	-	-	1,458,321	10,989	1,469,310
Derivatives Financial Liabilities	-	-	-	30,845	-	2,545,797	-	2,576,642
Subordinated term loan	-	-	-	-	377,428	-	3,298	380,726
Other liabilities	-	-	-	-	-	-	2,015,577	2,015,577
Total Liabilities	3,635,881	241,564	32,158	30,845	377,428	4,004,118	2,032,341	10,354,335
Net interest rate gap	(1,648,054)	606,093	726,160	151,212	(377,428)	2,831,525	(1,357,340)	932,169

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 RM'000	Non-interest sensitive RM'000	Total RM'000
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	> 1 - 5 years RM'000	Over 5 years RM'000			
Assets								
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
Total Assets	2,017,125	1,643,808	123,231	11,257	-	5,202,771	201,476	9,199,668
Liabilities								
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
Total Liabilities	3,465,678	681,368	3,500	-	416,411	2,150,015	1,558,313	8,275,285
Net interest rate gap	(1,448,553)	962,440	119,731	11,257	(416,411)	3,052,756	(1,356,837)	924,383

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

21. 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:

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
<u>Commitments and Contingent Liabilities</u>		
Direct credit substitutes	220,005	245,694
Transaction-related contingent items	71,781	93,908
Short-term self-liquidating trade-related contingencies	2,787	379
Irrevocable commitments to extend credit:		
Maturity more than one year	249,539	98,200
Total credit related commitments and contingencies	<u>544,112</u>	<u>438,181</u>
Foreign exchange derivatives:		
One year or less	70,840,297	64,800,281
Over one year to five years	4,291,771	3,656,876
Over five years	519,160	527,735
Interest rate derivatives:		
One year or less	17,763,940	24,681,158
Over one year to five years	56,755,267	47,006,980
Over five years	1,346,133	1,615,133
Credit Derivatives:		
One year or less	69,225	38,675
Over one year to five years	994,402	790,191
Over five years	6,300	-
Total treasury related commitments and contingencies	<u>152,586,495</u>	<u>143,117,029</u>
Total commitment and contingencies	<u>153,130,607</u>	<u>143,555,210</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

22. Islamic Banking Window

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

	Note	30-Sep 2024 RM'000	31-Dec 2023 RM'000
ASSETS			
Cash and short-term funds	(a)	26,885	24,758
Financial assets at fair value through other comprehensive income ('FVOCI')	(b)	20,341	29,949
Other assets	(d)	-	114
Property, plant and equipment	(e)	-	-
Intangible assets	(f)	-	-
TOTAL ASSETS		<u>47,226</u>	<u>54,821</u>
LIABILITIES AND ISLAMIC BANKING FUNDS			
Deposits from customers	(g)	12,571	20,787
Other liabilities	(h)	10,927	10,422
Total liabilities		<u>23,498</u>	<u>31,209</u>
Capital fund		26,850	26,850
Accumulated losses		(3,123)	(3,242)
Reserves		1	4
Islamic banking funds		<u>23,728</u>	<u>23,612</u>
TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS		<u>47,226</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
(Incorporated in Malaysia)

22. Islamic Banking Window

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

		30-Sep 2024 RM'000	30-Sep 2023 RM'000
Income derived from investment of Islamic banking funds and depositors' funds	(i)	1,064	777
Profit expense to depositors		(215)	(109)
Net income derived from investment of Islamic banking funds and depositors' funds		849	668
Other operating income	(j)	354	743
Other operating expenses	(k)	(1,084)	(1,410)
Profit for the financial period before taxation		119	1
Taxation		-	-
Profit for the financial period after taxation		119	1
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		(3)	-
Other comprehensive loss		(3)	-
Total comprehensive profit for the period		116	1

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 SEPTEMBER 2024

	Capital fund RM'000	Regulatory reserve RM'000	Revaluation reserve- financial assets at FVOCI RM'000	Accumulated losses RM'000	Total RM'000
At 1 January 2024	26,850	-	4	(3,242)	23,612
Profit for the period	-	-	-	119	119
Other comprehensive loss	-	-	(3)	-	(3)
At 30 September 2024	<u>26,850</u>	<u>-</u>	<u>1</u>	<u>(3,123)</u>	<u>23,728</u>

	Capital fund RM'000	Regulatory reserve RM'000	Revaluation reserve- financial assets at FVOCI RM'000	Accumulated losses RM'000	Total RM'000
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
(Incorporated in Malaysia)**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024****22. Islamic Banking Window****(a) CASH AND SHORT-TERM FUNDS**

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
<u>At Amortised Cost</u>		
Cash and balances with banks and other financial institutions	2,618	8,525
Money at call and deposit placements maturing within one month	24,267	16,233
	<u>26,885</u>	<u>24,758</u>

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
<u>At Fair value</u>		
Government securities:		
Malaysian Government Investment Issues	20,341	-
Bank Negara Malaysia Debt Securities	-	29,949
	<u>20,341</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, the amount is RM54.96 million (31 December 2023: RM 110.35 million). The PSIA is a contract based on the Wakalah principle.

(d) OTHER ASSETS

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Other receivables	<u>-</u>	<u>114</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

22. Islamic Banking Window

(e) PROPERTY, PLANT AND EQUIPMENT

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

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTD.)****22. Islamic Banking Window****(f) INTANGIBLE ASSETS**

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

(g) DEPOSITS FROM CUSTOMERS

Type	30-Sep 2024 RM'000	31-Dec 2023 RM'000
At Amortised Cost:		
Non-Mudharabah Fund		
Demand deposits	4,310	20,787
Commodity Murabahah	8,261	-
	<u>12,571</u>	<u>20,787</u>

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Due within six months	8,261	-

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Business enterprises	18	-
Domestic non-bank financial institution	12,553	20,787
	<u>12,571</u>	<u>20,787</u>

(h) OTHER LIABILITIES

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Other payables	10,927	10,422

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

22. Islamic Banking Window

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

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Money at call and deposit placement with financial institutions	468	650
Financial assets at FVOCI	249	-
Amortisation of premium less accretion of discount	347	127
	<u>1,064</u>	<u>777</u>

(j) OTHER OPERATING INCOME

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Foreign exchange:		
- Unrealised (loss)/gain	(214)	130
Others	568	613
	<u>354</u>	<u>743</u>

(k) OTHER OPERATING EXPENSES

	30-Sep 2024 RM'000	30-Sep 2023 RM'000
Personnel costs (Note i)	846	1,125
Establishment costs (Note ii)	62	91
Marketing expenses	6	4
Administration and general expenses (Note iii)	170	190
	<u>1,084</u>	<u>1,410</u>

(i) Personnel Costs

Salaries, bonuses and allowances	701	896
Defined contribution plan	93	162
Other staff related expenses	52	67
	<u>846</u>	<u>1,125</u>

(ii) Establishment costs

Rental of premises	45	67
Information technology costs	2	4
Others	15	20
	<u>62</u>	<u>91</u>

(iii) Administration and general expenses

Legal and professional fees	111	133
Communication & transportation	12	11
Others	47	46
	<u>170</u>	<u>190</u>

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

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

22. Islamic Banking Window

(I) CAPITAL ADEQUACY

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Tier-I capital		
Capital fund	26,850	26,850
Accumulated losses	(3,242)	(3,242)
Other disclosed reserves	1	4
	<u>23,609</u>	<u>23,612</u>
Less : Regulatory adjustments		
55% of cumulative gains of financial instruments at FVOCI	(1)	(2)
	<u>(1)</u>	<u>(2)</u>
 Total capital base	 <u>23,608</u>	 <u>23,610</u>
 Capital Ratios		
Common Equity Tier 1 Capital Ratio	466.595%	405.936%
Tier 1 Capital Ratio	466.595%	405.936%
Total Capital Ratio	<u>466.595%</u>	<u>405.936%</u>

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

	30-Sep 2024 RM'000	31-Dec 2023 RM'000
Credit Risk	1,100	1,717
Market Risk	1,903	2,231
Operational Risk	2,057	1,868
Total risk-weighted assets	<u>5,060</u>	<u>5,816</u>