



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

**UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

1. PERFORMANCE REVIEW

The Bank registered profit after tax of RM72.06 million for the nine months ended 30 September 2025, compared to RM71.08 million in the corresponding period last year.

Net interest income increased by RM25.62 million or 72% year on year substantially attributable to lower funding costs subsequent to the initiation of interest rate cuts in Eurozone and United States last year, coupled with strong loan growth during the period.

While other operating income was lower by 19% or RM24.52 million against last year, the Global Markets derivatives business continued to perform strongly in a volatile environment.

Other operating expenses were lower by RM3.90 million or 5% mainly attributable to timing of accruals.

Expected Credit Loss charge amounted to RM2.45 million this period compared to a writeback of RM1.13 million last year mainly due to the credit downgrade of one counterparty.

Loans, advances and financing grew strongly by 17% or RM313.4 million during the period to close at RM2.13 billion. Meanwhile, deposits from customers decreased by RM271.6 million, or 9% during the period inter alia due to cyclical outflows to close at RM2.64 billion.

The Bank remained well capitalised with CET 1 and Total Capital Ratio of 15.675% and 23.791% before deducting the proposed dividend, and 14.749% and 22.865% after deducting the proposed dividend amounting to RM50 million, as at 30 September 2025.

2. CURRENT YEAR PROSPECTS

During the recent Budget 2026 address, the Prime Minister announced that Malaysia's economy was expected to grow by 4% to 4.8% in 2025, amidst low unemployment rate, moderate inflation and a resilient Ringgit.

The US Federal Reserve further cut the policy rate by 25bps to 4.00% - 4.25% in September 2025, against a backdrop of a weakening labour market. With the latest round of cuts, the Federal Reserve rate has now reduced by 75bps since September 2024. Meanwhile, BNM announced a 100 bps reduction in the Statutory Reserve Requirement from 2% to 1% while also reducing the Overnight Policy Rate ("OPR") by 25 bps to 2.75% in May 2025 and July 2025 respectively.

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. The Bank remains cautiously optimistic of achieving a reasonable performance this year.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025

	Note	Bank 30-Sep 2025	Bank 31-Dec 2024
		RM'000	RM'000
ASSETS			
Cash and short-term funds	2	587,286	974,907
Reverse repurchase agreements		685,835	1,980,300
Financial assets at fair value through profit or loss ('FVTPL')	3	1,683,357	1,258,871
Financial assets at fair value through other comprehensive income ('FVOCI')	4	1,086,030	1,155,219
Loans, advances and financing	5	2,127,060	1,813,673
Derivative financial assets		768,156	967,525
Other assets	6	94,996	123,125
Property, plant and equipment	7	8,332	10,346
Intangible assets	8	367	82
Tax recoverable		-	3,169
Deferred tax assets		4,671	4,462
TOTAL ASSETS		7,046,090	8,291,679
LIABILITIES AND SHAREHOLDERS' EQUITY			
Deposits from customers	9	2,638,330	2,909,929
Deposits and placements from banks and other financial institutions	10	962,182	655,228
Repurchase agreements		186,427	1,391,725
Derivative financial liabilities		761,192	906,844
Subordinated term loan		407,871	384,907
Other liabilities	11	1,189,675	1,130,460
Tax liabilities		3,337	-
TOTAL LIABILITIES		6,149,014	7,379,093

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 2024.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025

	Note	Bank 30-Sep 2025	Bank 31-Dec 2024
		RM'000	RM'000
Share capital	12	650,000	650,000
Retained profits		220,737	239,793
Reserves	13	26,339	22,793
SHAREHOLDER'S EQUITY		897,076	912,586
 TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		 7,046,090	 8,291,679
 COMMITMENTS AND CONTINGENCIES	21	 169,934,937	 144,962,591

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 2024.

BNP PARIBAS MALAYSIA BERHAD
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**UNAUDITED STATEMENT OF TOTAL COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

	Note	Bank 30-Sep 2025	Bank 30-Sep 2024
		RM'000	RM'000
Interest income	14	206,722	258,118
Interest expenses	15	(146,239)	(223,260)
Net interest income		60,483	34,858
Net income from Islamic banking business	22	844	849
		61,327	35,707
Other operating income	16	107,308	131,833
Other operating expenses	17	(70,779)	(74,682)
Expected credit losses (made)/written back	18	(2,452)	1,134
Profit before tax		95,404	93,992
Taxation		(23,346)	(22,914)
Profit for the financial period		72,058	71,078
Other comprehensive income/(loss), net of income tax:			
Items that may be reclassified subsequently to profit or loss :			
Financial assets at fair value through other comprehensive income :			
Net changes in fair value		779	124
Net change in cash flow hedge			
Net changes in fair value		758	(2,333)
Other comprehensive income/(loss)		1,537	(2,209)
Total comprehensive income for the financial period		73,595	68,869

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BNP PARIBAS MALAYSIA BERHAD
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UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

	Bank 30-Sep 2025 RM'000	Bank 30-Sep 2024 RM'000
Cash Flows from/(Used In) Operating Activities		
Profit before tax	95,404	93,992
Adjustments for:		
Depreciation of property, plant and equipment	2,260	2,383
Amortisation of intangible assets	47	47
Expected credit losses on loans, advances and financing	2,452	(1,134)
Amortisation of premium less accretion of discount	1,088	(3,302)
Interest income on financial assets at FVOCI	(34,378)	(36,662)
Interest expense on lease liabilities	126	180
Unrealised gain/(loss) on derivative financial instruments	13,201	(56,342)
Unrealised (gain)/loss on foreign exchange	(103,781)	29,733
Unrealised loss on financial assets at FVTPL	2,168	1,375
Unrealised loss/(gain) on reverse repurchase agreements	100	(713)
Realised loss on repurchase agreements	304	1,302
Right of use asset	-	2,291
Operating (loss)/gain before working capital changes	<hr style="border-top: 1px solid black; border-bottom: none; border-left: none; border-right: none; margin-bottom: 5px;"/> (21,488)	<hr style="border-top: 1px solid black; border-bottom: none; border-left: none; border-right: none; margin-bottom: 5px;"/> 33,150

BNP PARIBAS MALAYSIA BERHAD
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UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

	Bank 30-Sep 2025	Bank 30-Sep 2024
	RM'000	RM'000
Decrease/(Increase) in:		
Reverse repurchase agreements	1,294,365	(591,690)
Financial assets at FVTPL	(426,654)	(210,646)
Loans, advances and financing	(315,689)	(206,435)
Other assets	28,129	(467,241)
(Decrease)/Increase in:		
Deposits from customers	(271,599)	183,028
Deposits and placements from banks and other financial institutions	306,954	(423,978)
Repurchase agreements	(1,205,602)	415,113
Derivative financial assets/liabilities	168,658	631,099
Subordinated term loan	(640)	(478)
Other liabilities	<u>60,255</u>	<u>474,807</u>
Net cash used in operations	(383,311)	(163,271)
Income taxes paid	<u>(17,295)</u>	<u>(14,937)</u>
Net cash used in operating activities	<u>(400,606)</u>	<u>(178,208)</u>
Cash Flows Used In Investing Activities		
Purchase of property, plant and equipment	(246)	(1,856)
Purchase of intangible asset	(332)	-
Net sales of financial assets at FVOCI	69,649	536,783
Interest received on financial assets at FVOCI	<u>34,335</u>	<u>35,078</u>
Net cash generated from investing activities	<u>103,406</u>	<u>570,005</u>

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UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

	Bank 30-Sep 2025 RM'000	Bank 30-Sep 2024 RM'000
Cash Flows Used In Financing Activities		
Dividend paid	(89,105)	(71,687)
Payment for lease liabilities	<u>(1,316)</u>	<u>(1,388)</u>
Net cash used in financing activities	<u>(90,421)</u>	<u>(73,075)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	(387,621)	318,722
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		
	<u>974,907</u>	<u>741,700</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		
	<u>587,286</u>	<u>1,060,422</u>
Cash and cash equivalents comprise the following:		
Cash and short-term funds	<u>587,286</u>	<u>1,060,422</u>

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UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

	Non-distributable		Revaluation reserve- financial	Retained profits	Total
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves RM'000	assets at FVOCI RM'000	RM'000
At 1 January 2025	650,000	(597)	23,223	167	239,793 912,586
Profit for the period	-	-	-	-	72,058 72,058
Transfer to regulatory reserve	-	-	2,009	-	(2,009) -
Other comprehensive income	-	758	-	779	- 1,537
Dividend paid on ordinary shares	-	-	-	-	(89,105) (89,105)
At 30 September 2025	<u>650,000</u>	<u>161</u>	<u>25,232</u>	<u>946</u>	<u>220,737</u> <u>897,076</u>

	Non-distributable		Revaluation reserve- financial	Retained profits	Total
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves RM'000	assets at FVOCI RM'000	RM'000
At 1 January 2024	650,000	1,605	18,532	173	277,067 947,377
Profit for the period	-	-	-	-	89,104 89,104
Other comprehensive loss	-	(2,202)	-	(6)	- (2,208)
Transfer to regulatory reserve	-	-	4,691	-	(4,691) -
Dividend paid on ordinary shares	-	-	-	-	(121,687) (121,687)
At 31 December 2024	<u>650,000</u>	<u>(597)</u>	<u>23,223</u>	<u>167</u>	<u>239,793</u> <u>912,586</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 2024.

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

1. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of the Financial Statements

The financial statements 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 2025 RM'000	31-Dec 2024 RM'000
At Amortised Cost:		
Cash and balances with banks and other financial institutions	50,245	56,831
Money at call and deposit placements maturing within one month	537,041	918,076
	<u>587,286</u>	<u>974,907</u>

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

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
At Fair Value:		
Government Securities:		
Malaysian Government Securities	911,192	805,148
Malaysian Government Investment Issues	717,287	447,077
Malaysian Islamic Treasury Bills	54,878	6,646
	<u>1,683,357</u>	<u>1,258,871</u>

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

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
At Fair Value:		
Government securities:		
Malaysian Government Securities	327,184	153,808
Malaysian Government Investment Issues	111,419	112,311
Bank Negara Malaysia Bills	647,427	889,100
	<u>1,086,030</u>	<u>1,155,219</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

5. LOANS, ADVANCES AND FINANCING

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
At amortised cost:		
(i) By type		
Revolving credit	1,000,051	905,042
Term loans	655,707	578,911
Bill receivables	4,136	2,259
Factoring receivables	440,034	291,007
Trust receipts	-	14,237
Overdrafts	32,208	25,001
Gross loans, advances and financing	2,132,136	1,816,457
Less: Expected Credit Losses ('ECL')	(5,076)	(2,784)
Net loans, advances and financing	<u>2,127,060</u>	<u>1,813,673</u>
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 RM104.63 million (31 December 2024: RM 14.24 million). The PSIA is a contract based on the Wakalah principle.		
(ii) By type of customer		
Domestic business enterprises	2,001,957	1,729,413
Domestic non-bank financial institutions	80,450	40,098
Financial institutions	49,729	46,946
	<u>2,132,136</u>	<u>1,816,457</u>
(iii) By interest rate sensitivity		
Variable rate:		
Cost plus	2,126,135	1,816,457
Fixed rate	6,001	-
	<u>2,132,136</u>	<u>1,816,457</u>
(iv) By residual contractual maturity		
Maturing within one year	1,476,429	1,239,819
More than one year to five years	371,148	286,562
More than five years	284,559	290,076
	<u>2,132,136</u>	<u>1,816,457</u>
(v) By geographical distribution		
In Malaysia	<u>2,132,136</u>	<u>1,816,457</u>

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

5. LOANS, ADVANCES AND FINANCING (CONTD.)

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
(vi) By Sector		
Mining & Quarrying	4,068	4,022
Manufacturing	969,897	950,612
Electricity, gas and water supply	187,906	198,703
Construction	1,452	8,655
Wholesale and retail	345,205	222,095
Transport, storage and communication	148,766	139,681
Financial services	175,711	103,516
Real estate activities	-	1,157
Other business services	299,131	188,016
	<u>2,132,136</u>	<u>1,816,457</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 2025				
Balance at beginning of financial year	1,094	1,690	-	2,784
Changes in credit risk	28	(28)	-	-
Allowances made during the financial period	779	1,620	-	2,399
Derecognised during the financial period	(21)	(86)	-	(107)
Balance at end of financial period	<u>1,880</u>	<u>3,196</u>	<u>-</u>	<u>5,076</u>
31 December 2024				
Balance at beginning of financial year	2,307	1,880	-	4,187
Changes in credit risk	(295)	295	-	-
Allowances (written-back)/made during the financial period	(274)	1,292	-	1,018
Derecognised during the financial period	(644)	(1,777)	-	(2,421)
Balance at end of financial period	<u>1,094</u>	<u>1,690</u>	<u>-</u>	<u>2,784</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 2025				
Balance at beginning of financial year	1,548,320	268,137	-	1,816,457
Changes in credit risk	130,166	(130,166)	-	-
Purchases and origination	582,264	40,920	-	623,184
Derecognised during the financial period	(282,253)	(25,252)	-	(307,505)
Balance at end of financial period	<u>1,978,497</u>	<u>153,639</u>	<u>-</u>	<u>2,132,136</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

5. LOANS, ADVANCES AND FINANCING (CONTD.)

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

	Lifetime ECL		Lifetime ECL		Total RM'000
	12 mth ECL (Stage 1) RM'000	not credit impaired (Stage 2) RM'000	credit impaired (Stage 3) RM'000		
31 December 2024					
Balance at beginning of financial year	1,486,897	173,577	-	1,660,474	
Changes in credit risk	(200,506)	200,506	-	-	
Purchases and origination	692,513	-	-	692,513	
Derecognised during the financial period	(430,584)	(105,946)	-	(536,530)	
Balance at end of financial period	1,548,320	268,137	-	1,816,457	

6. OTHER ASSETS

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Collateral assets	78,218	111,037
Other receivables	15,169	10,560
Deposit	610	606
Prepayments	999	922
	94,996	123,125

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (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	Right of use asset RM'000	Total RM'000
30 September 2025							
Cost							
At beginning of the financial year	656	2,557	1,369	5,061	6	8,318	17,967
Additions	9	-	4	233	-	-	246
At end of the financial period	<u>665</u>	<u>2,557</u>	<u>1,373</u>	<u>5,294</u>	<u>6</u>	<u>8,318</u>	<u>18,213</u>
Accumulated Depreciation							
At beginning of the financial year	381	505	432	3,127	4	3,172	7,621
Depreciation charged for financial period	64	314	180	619	-	1,083	2,260
At end of the financial period	<u>445</u>	<u>819</u>	<u>612</u>	<u>3,746</u>	<u>4</u>	<u>4,255</u>	<u>9,881</u>
Net Book Value							
As at 30 September 2025	<u>220</u>	<u>1,738</u>	<u>761</u>	<u>1,548</u>	<u>2</u>	<u>4,063</u>	<u>8,332</u>

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (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	Right of use asset RM'000	Total RM'000
31 December 2024							
Cost							
At beginning of the financial year	638	1,589	1,049	10,664	6	10,609	24,555
Additions	111	968	320	518	-	-	1,917
Write-off	(93)	-	-	(6,121)	-	-	(6,214)
Lease remeasurement	-	-	-	-	-	(2,291)	(2,291)
At end of the financial year	<u>656</u>	<u>2,557</u>	<u>1,369</u>	<u>5,061</u>	<u>6</u>	<u>8,318</u>	<u>17,967</u>
Accumulated Depreciation							
At beginning of the financial year	378	86	197	8,339	3	1,656	10,659
Depreciation charged for financial period	89	419	235	909	1	1,516	3,169
Write-off	(86)	-	-	(6,121)	-	-	(6,207)
At end of the financial year	<u>381</u>	<u>505</u>	<u>432</u>	<u>3,127</u>	<u>4</u>	<u>3,172</u>	<u>7,621</u>
Net Book Value							
As at 31 December 2024	<u>275</u>	<u>2,052</u>	<u>937</u>	<u>1,934</u>	<u>2</u>	<u>5,146</u>	<u>10,346</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

8. INTANGIBLE ASSETS

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
<u>Computer Software:</u>		
Cost		
At beginning of the financial year	190	3,280
Addition	332	-
Write-off	-	(3,090)
At end of the financial period/year	<u>522</u>	<u>190</u>
Accumulated Amortisation		
At beginning of the financial year	108	3,135
Amortisation for the year	47	63
Write-off	-	(3,090)
At end of the financial period/year	<u>155</u>	<u>108</u>
Total Net Book Value	<u>367</u>	<u>82</u>

9. DEPOSITS FROM CUSTOMERS

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Type		
At amortised cost:		
Demand deposits	2,166,957	2,270,071
Fixed deposits	460,292	630,906
Commodity Murabahah	<u>11,081</u>	<u>8,952</u>
	<u>2,638,330</u>	<u>2,909,929</u>

(i) Maturity structure of fixed deposits and Commodity Murabahah are as follows:

Due within six months	471,373	635,136
Six months to one year	-	4,722
	<u>471,373</u>	<u>639,858</u>

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

Business enterprises	2,608,656	2,880,389
Non-bank financial institutions	29,674	29,540
	<u>2,638,330</u>	<u>2,909,929</u>

10. DEPOSITS AND PLACEMENTS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
At amortised cost:		
Other financial institutions	<u>962,182</u>	<u>655,228</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

11. OTHER LIABILITIES

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Collateral deposits	1,110,941	1,064,243
Other payables	60,198	44,900
Accruals and charges	14,287	16,028
Expected credit losses on loans commitment and financial guarantee	218	68
Lease Liabilities	4,031	5,221
	<hr/> <hr/> 1,189,675	<hr/> <hr/> 1,130,460

(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 2025				
Balance at beginning of financial year	68	-	-	68
Changes in credit risk	(1)	1	-	-
Allowances made				
during the financial period	145	5	-	150
At end of financial period	<hr/> <hr/> 212	<hr/> <hr/> 6	<hr/> <hr/> -	<hr/> <hr/> 218
31 December 2024				
Balance at beginning of financial year	204	15	-	219
Allowances written back				
during the financial period	(136)	(15)	-	(151)
At end of financial period	<hr/> <hr/> 68	<hr/> <hr/> -	<hr/> <hr/> -	<hr/> <hr/> 68

12. SHARE CAPITAL

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Ordinary shares issued and fully paid:		
Balance as at 30 September/31 December	<hr/> <hr/> 650,000	<hr/> <hr/> 650,000

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

13. RESERVES

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Non-distributable:		
Revaluation reserve - financial assets at FVOCI	946	167
Regulatory reserve	25,232	23,223
Hedging reserve	161	(597)
	<u>26,339</u>	<u>22,793</u>

14. INTEREST INCOME

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Loans and advances		
Money at call and deposit placements with financial institutions	69,675	63,015
Reverse repurchase agreements	13,207	18,271
Financial assets at FVTPL	46,536	65,065
Financial assets at FVOCI	41,682	65,129
Other interest income	33,592	36,413
	<u>3,118</u>	<u>6,923</u>
	<u>207,810</u>	<u>254,816</u>
Amortisation of premium less accretion of discount	<u>(1,088)</u>	<u>3,302</u>
	<u>206,722</u>	<u>258,118</u>

15. INTEREST EXPENSE

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Deposits from customers		
Deposits and placements from banks and other financial institutions	41,966	48,724
Repurchase agreements	23,437	42,337
Lease Liabilities	34,951	62,254
Subordinated term loan	126	180
Financial collateral	10,772	15,984
Other interest expense	34,564	52,910
	<u>423</u>	<u>871</u>
	<u>146,239</u>	<u>223,260</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

16. OTHER OPERATING INCOME

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Fee income:		
Commissions	296	285
Guarantee fees	72	235
Other fee income	5,903	2,071
	<u>6,271</u>	<u>2,591</u>
Gain arising from sale of:		
Financial assets at FVTPL	15,986	(1,214)
Financial assets at FVOCI	479	-
	<u>16,465</u>	<u>(1,214)</u>
Gain on derivatives trading:		
Realised gain/(loss)	16,923	(38,254)
Unrealised (loss)/gain	(13,201)	56,342
	<u>3,722</u>	<u>18,088</u>
Unrealised loss on revaluation of:		
Financial assets at FVTPL	(2,168)	(1,375)
Net (loss)/gain arising from hedging activities	(392)	735
Unrealised (loss)/gain on reverse repurchase agreements	(100)	713
Realised loss on repurchase agreements	(304)	(1,302)
Other income:		
Foreign exchange:		
- Realised (loss)/gain	(27,521)	136,133
- Unrealised gain/(loss)	103,781	(29,733)
Others	7,554	7,197
	<u>83,814</u>	<u>113,597</u>
	<u>107,308</u>	<u>131,833</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

17. OTHER OPERATING EXPENSES

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Personnel costs (Note a)	35,018	35,981
Establishment costs (Note b)	22,165	22,776
Marketing expenses	623	591
Administration and general expenses (Note c)	12,973	15,334
	<u>70,779</u>	<u>74,682</u>

(a) Personnel costs

Salaries, bonuses and allowances	26,589	28,266
Defined contribution plan	4,369	4,638
Other staff related expenses	4,060	3,077
	<u>35,018</u>	<u>35,981</u>

(b) Establishment costs

Information technology costs	9,064	9,010
Depreciation of property, plant and equipment	2,260	2,383
Amortization of intangible asset	47	47
Others	10,794	11,336
	<u>22,165</u>	<u>22,776</u>

(c) Administration and general expenses

Legal and professional fees	1,366	1,544
Communication & transportation	951	1,089
Others general expenses	10,656	12,701
	<u>12,973</u>	<u>15,334</u>

18. EXPECTED CREDIT LOSSES

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Expected credit losses:		
Allowance made/(written-back) during the financial period	<u>2,452</u>	<u>(1,134)</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

19. CAPITAL ADEQUACY

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

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
Tier-I capital		
Paid-up share capital	650,000	650,000
Retained profits	201,325	239,793
Other disclosed reserves	26,339	22,793
	<hr/>	<hr/>
	877,664	912,586
Less : Regulatory adjustments		
Intangible assets	(367)	(82)
Deferred tax assets	(4,671)	(4,462)
55% of cumulative gains of financial instruments at FVOCI	(520)	(92)
Hedging reserve	(161)	597
Regulatory reserve	(25,232)	(23,223)
Total Tier-I capital	<hr/>	<hr/>
	846,713	885,324
Tier-II Capital		
General provisions (Expected Credit Losses and regulatory reserve)	30,526	26,074
Subordinated term loan	407,871	384,907
Total Tier-II capital	<hr/>	<hr/>
	438,397	410,981
Total capital base	<hr/>	<hr/>
	1,285,110	1,296,305
Capital Ratios		
Before deducting proposed dividend		
Common Equity Tier 1 Ratio	15.675%	21.000%
Tier 1 Capital Ratio	15.675%	21.000%
Total Capital Ratio	<hr/>	<hr/>
	23.791%	30.748%
After deducting proposed dividend		
Common Equity Tier 1 Ratio	14.749% *	18.886%
Tier 1 Capital Ratio	14.749% *	18.886%
Total Capital Ratio	<hr/>	<hr/>
	22.865% *	28.635%

* The proposed dividend amounting to RM50 million is in respect of profit after tax for the period ended 30 June 2025.

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

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
Credit Risk		
Credit Risk	3,370,253	3,042,104
Market Risk	1,723,830	930,764
Operational Risk	307,668	243,010
Total risk-weighted assets	<hr/>	<hr/>
	5,401,751	4,215,878

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

20. INTEREST RATE RISK

The following table represents the Bank's assets and liabilities at carrying amounts as at 30 September 2025

	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	587,246	-	-	-	-	-	-	40	587,286
Reverse repurchase agreements	-	-	-	-	-	-	681,710	4,125	685,835
Financial assets at fair value through profit or loss	-	-	-	-	-	-	1,683,357	-	1,683,357
Financial assets at fair value through other comprehensive income	250,868	-	558,006	273,778	-	-	-	3,378	1,086,030
Loans, advances and financing	947,968	491,233	330,004	168,527	187,491	-	-	1,837	2,127,060
Derivatives Financial assets	-	-	-	-	-	-	768,156	-	768,156
Other assets	-	-	-	-	-	-	-	93,387	93,387
Total Assets	1,786,082	491,233	888,010	442,305	187,491	3,133,223	102,766	7,031,111	
Liabilities									
Deposits from customers	2,600,535	19,114	18,348	-	-	-	-	333	2,638,330
Deposits and placements from banks and other financial institutions	511,873	448,859	1,300	-	-	-	-	150	962,182
Repurchase agreements	-	-	-	-	-	-	183,575	2,852	186,427
Derivatives Financial Liabilities	-	-	-	3,235	-	-	757,957	-	761,192
Subordinated term loan	-	-	-	-	405,544	-	-	2,327	407,871
Other liabilities	-	-	-	-	-	-	-	1,189,675	1,189,675
Total Liabilities	3,112,408	467,973	19,648	3,235	405,544	941,532	1,195,337	6,145,677	
Net interest rate gap	(1,326,326)	23,260	868,362	439,070	(218,053)	2,191,691	(1,092,571)	885,434	

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

20. INTEREST RATE RISK (CONTD)

The following table represents the Bank's assets and liabilities at carrying amounts as of 31 December 2024

	Non-Trading Book						Trading book	Non-interest sensitive	Total
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	> 1 - 5 years	Over 5 years				
	RM'000	RM'000	RM'000	RM'000	RM'000				
Assets									
Cash and short-term funds	974,831	-	-	-	-	-	76	974,907	
Reverse repurchase agreements	-	-	-	-	-	1,964,373	15,927	1,980,300	
Financial assets at fair value through profit or loss	-	-	-	-	-	1,258,871	-	1,258,871	
Financial assets at fair value through other comprehensive income	445,970	443,130	20,121	242,314	-	-	3,684	1,155,219	
Loans, advances and financing	631,955	888,218	250,903	40,000	-	-	2,597	1,813,673	
Derivative financial assets	-	-	-	-	-	967,525	-	967,525	
Other assets	-	-	-	-	-	-	121,597	121,597	
Total Assets	2,052,756	1,331,348	271,024	282,314	-	4,190,769	143,881	8,272,092	
Liabilities									
Deposits from customers	2,707,440	191,410	9,400	-	-	-	1,679	2,909,929	
Deposits and placements from banks and other financial institutions	425,886	228,725	500	-	-	-	117	655,228	
Repurchase agreements	-	-	-	-	-	1,371,952	19,773	1,391,725	
Derivatives financial liabilities	-	-	-	-	-	906,844	-	906,844	
Subordinated term loan	-	-	-	-	381,940	-	2,967	384,907	
Other liabilities	-	-	-	-	-	-	1,130,460	1,130,460	
Total Liabilities	3,133,326	420,135	9,900	-	381,940	2,278,796	1,154,996	7,379,093	
Net interest rate gap	(1,080,570)	911,213	261,124	282,314	(381,940)	1,911,973	(1,011,115)	892,999	

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (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 2025 RM'000	31-Dec 2024 RM'000
<u>Commitments and Contingent Liabilities</u>		
Direct credit substitutes	353,259	215,349
Transaction-related contingent items	37,236	64,963
Short-term self-liquidating trade-related contingencies	22,625	1,442
Irrevocable commitments to extend credit:		
Maturity more than one year	<u>457,139</u>	<u>232,890</u>
Total credit related commitments and contingencies	<u>870,259</u>	<u>514,644</u>
 Foreign exchange derivatives:		
One year or less	66,806,755	61,555,463
Over one year to five years	2,467,753	4,199,783
Over five years	709,805	609,453
Interest rate derivatives:		
One year or less	22,322,557	19,783,793
Over one year to five years	73,485,147	55,533,496
Over five years	1,891,380	1,549,453
Credit Derivatives:		
One year or less	36,534	72,609
Over one year to five years	1,344,747	1,143,897
Total treasury related commitments and contingencies	<u>169,064,678</u>	<u>144,447,947</u>
Total commitment and contingencies	<u>169,934,937</u>	<u>144,962,591</u>

BNP PARIBAS MALAYSIA BERHAD
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22. Islamic Banking Window

UNAUDITED STATEMENT OF FINANCIAL POSITION
As at 30 September 2025

	Note	30-Sep 2025	31-Dec 2024
		RM'000	RM'000
ASSETS			
Cash and short-term funds	(a)	13,908	26,630
Financial assets at fair value through other comprehensive income ('FVOCI')	(b)	20,376	20,276
Other assets		1,438	-
Property, plant and equipment	(d)	-	-
Intangible assets	(e)	-	-
Deferred tax assets		-	2
TOTAL ASSETS		35,722	46,908
LIABILITIES AND ISLAMIC BANKING FUNDS			
Deposits from customers	(f)	11,108	10,926
Other liabilities	(g)	-	11,713
Deferred tax liabilities		1	-
Total liabilities		11,109	22,639
Capital fund		26,850	26,850
Accumulated losses		(2,239)	(2,575)
Reserves		2	(6)
Islamic banking funds		24,613	24,269
TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS		35,722	46,908

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 2024.

BNP PARIBAS MALAYSIA BERHAD
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22. Islamic Banking Window

UNAUDITED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

		30-Sep 2025	30-Sep 2024
		RM'000	RM'000
Income derived from investment of			
Islamic banking funds and depositors' funds	(h)	986	1,064
Profit expense to depositors		<u>(142)</u>	<u>(215)</u>
Net income derived from investment of Islamic banking funds and depositors' funds		844	849
Other operating income	(i)	829	354
Other operating expenses	(j)	<u>(1,337)</u>	<u>(1,084)</u>
Profit for the financial period before taxation		336	119
Taxation		-	-
Profit for the financial period after taxation		336	119
Other comprehensive income, net of income tax:			
Items that may be reclassified subsequently to profit or loss :			
Debt instruments at fair value through other comprehensive income :			
Net changes in fair value	8	(3)	
Other comprehensive income/(loss)		8	(3)
Total comprehensive profit for the period		<u>344</u>	<u>116</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 2024.

BNP PARIBAS MALAYSIA BERHAD
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23. Islamic Banking Window

**UNAUDITED STATEMENT OF CHANGES IN EQUITY IN ISLAMIC BANKING FUNDS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

	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 2025	26,850	-	(6)	(2,575)	24,269
Profit for the period	-	-	-	336	336
Other comprehensive income	-	-	8	-	8
At 30 September 2025	<u>26,850</u>	<u>-</u>	<u>2</u>	<u>(2,239)</u>	<u>24,613</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 2024	26,850	-	4	(3,242)	23,612
Profit for the year	-	-	-	667	667
Other comprehensive loss	-	-	(10)	-	(10)
At 31 December 2024	<u>26,850</u>	<u>-</u>	<u>(6)</u>	<u>(2,575)</u>	<u>24,269</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 2024.

BNP PARIBAS MALAYSIA BERHAD
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

22. Islamic Banking Window

(a) CASH AND SHORT-TERM FUNDS

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
At Amortised Cost		
Cash and balances with banks and other financial institutions	907	2,628
Money at call and deposit placements maturing within one month	13,001	24,002
	<u>13,908</u>	<u>26,630</u>

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

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
At Fair value		
Government securities:		
Malaysian Government Investment Issues	20,376	20,276
	<u>20,376</u>	<u>20,276</u>

(c) LOANS, ADVANCES AND FINANCING

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 RM104.63 million (31 December 2024: RM 14.24 million). The PSIA is a contract based on the Wakalah principle.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

22. Islamic Banking Window

(d) PROPERTY, PLANT AND EQUIPMENT

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
Computer Equipment:		
Cost		
At 1 January	-	23
Write-off	-	(23)
At 31 December	-	-
Accumulated Amortisation		
At 1 January	-	23
Write-off	-	(23)
At 31 December	-	-
Net Book Value	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

(e) INTANGIBLE ASSETS

	30-Sep 2025	31-Dec 2024
	RM'000	RM'000
Computer Software:		
Cost		
At 1 January	-	41
Write-off	-	(41)
At 31 December	-	-
Accumulated Amortisation		
At 1 January	-	41
Write-off	-	(41)
At 31 December	-	-
Net Book Value	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

22. Islamic Banking Window

(f) DEPOSITS FROM CUSTOMERS

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Type		
At Amortised Cost:		
Non-Mudharabah Fund		
Demand deposits	27	1,974
Commodity Murabahah	<u>11,081</u>	<u>8,952</u>
	<u><u>11,108</u></u>	<u><u>10,926</u></u>

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

Due within six months	<u>11,081</u>	<u>8,952</u>
-----------------------	---------------	--------------

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

Business enterprises	3	18
Non-bank financial institution	<u>11,105</u>	<u>10,908</u>
	<u><u>11,108</u></u>	<u><u>10,926</u></u>

(g) OTHER LIABILITIES

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Other payables	<u>-</u>	<u>11,713</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

22. Islamic Banking Window

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

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Money at call and deposit placement with financial institutions	341	468
Financial assets at FVOCI	786	249
Amortisation of premium less accretion of discount	(141)	347
	<u>986</u>	<u>1,064</u>

(i) OTHER OPERATING INCOME

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Net gain arising from sale of:		
Financial investments at FVOCI	6	-
Other income:		
Foreign exchange:		
- Unrealised loss	(1)	(214)
Others	824	568
	<u>829</u>	<u>354</u>

(j) OTHER OPERATING EXPENSES

	30-Sep 2025 RM'000	30-Sep 2024 RM'000
Personnel costs (Note i)	1,031	846
Establishment costs (Note ii)	86	62
Marketing expenses	33	6
Administration and general expenses (Note iii)	187	170
	<u>1,337</u>	<u>1,084</u>

(i) Personnel Costs

Salaries, bonuses and allowances	794	701
Defined contribution plan	157	93
Other staff related expenses	80	52
	<u>1,031</u>	<u>846</u>

(ii) Establishment costs

Rental of premises	46	45
Information technology costs	2	2
Others	38	15
	<u>86</u>	<u>62</u>

(iii) Administration and general expenses

Legal and professional fees	129	111
Communication & transportation	9	12
Others	49	47
	<u>187</u>	<u>170</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONTD.)

22. Islamic Banking Window

(k) CAPITAL ADEQUACY

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

	30-Sep 2025 RM'000	#REF! 2024 RM'000
Tier-I capital		
Capital fund	26,850	26,850
Accumulated losses	(2,291)	(2,575)
Other disclosed reserves	2	(6)
	<u>24,561</u>	<u>24,269</u>
Less : Regulatory adjustments		
Deferred tax assets	-	(2)
55% of cumulative gains of financial instruments at FVOCI	(1)	-
	<u>(1)</u>	<u>(2)</u>
Total capital base	<u>24,560</u>	<u>24,267</u>
Capital Ratios		
Common Equity Tier 1 Capital Ratio	1224.938%	878.602%
Tier 1 Capital Ratio	1224.938%	878.602%
Total Capital Ratio	<u>1224.938%</u>	<u>878.602%</u>

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

	30-Sep 2025 RM'000	31-Dec 2024 RM'000
Credit Risk	3	548
Market Risk	26	23
Operational Risk	1,976	2,191
Total risk-weighted assets	<u>2,005</u>	<u>2,762</u>