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

UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

1. PERFORMANCE REVIEW

The Bank registered profit after tax of RM45.3 million for the six-month period ended 30 June 2026, a 14% or RM7.3 million decrease year on year.

Net interest income increased by RM1.5 million or 4% year on year substantially attributable to lower funding costs subsequent to the interest rate cuts in the Eurozone and the United States from April and September of 2025 respectively, coupled with higher average loan balances this year.

While other operating income was lower by 18% or RM14.03 million against last year, the Global Markets business continued to perform strongly in a volatile environment.

Other operating expenses were lower by RM1.1 million or 2% mainly attributable to the timing of certain cost provisions.

Expected Credit Loss charge decreased by RM1.6 million mainly because last year's charge was elevated due to credit downgrades of two counterparties in the previous year.

Loans, advances and financing closed at RM2.2 billion, 9% higher than December 2025, while customer deposits decreased by RM157.8 million or 5.3% against December 2025.

The Bank remained well capitalised with CET 1 and Total Capital Ratio of 13.719% and 20.179% respectively, as at 30 June 2026.

2. CURRENT YEAR PROSPECTS

Malaysia recorded GDP growth at 5.4% in Q1 2026. In its *Economic & Monetary Review 2025* publication, Bank Negara Malaysia ("BNM") expected 2026 growth outlook to remain at between 4.0% and 5.0% in view of strong domestic demand, stable labour market and sustained investment activity. However, the geo-political situation in the Middle East remains volatile.

The US Federal Reserve has paused its interest rate-cutting cycle to monitor inflationary pressures, while the European Central Bank initiated its first rate hike in June 2026 to combat inflation attributable to the Middle Eastern geopolitical developments. BNM has maintained the Overnight Policy Rate ("OPR") at 2.75%, following the 25-basis-point cut in July 2025, viewing the current monetary policy stance as appropriate and consistent with the outlook for economic growth.

The Ringgit experienced a highly volatile first half in 2026 against the US Dollar, initially rallying to an eight-year high of 3.92–3.94 in January and February 2026, but retraced its earlier gains to hover at around the 4.00–4.10 level in June 2026.

Amidst this outlook, the Bank will continue driving the underlying growth momentum of its loans, financing, Transaction Banking, and Global Markets activities by deepening its existing relationships whilst broadening its client base. The ESG agenda will continue to be a strong strategic proposition.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	Bank 30-Jun 2026 RM'000	Bank 31-Dec 2025 RM'000
ASSETS			
Cash and short-term funds	2	987,903	748,675
Reverse repurchase agreements		1,892,779	773,007
Financial assets at fair value through profit or loss ('FVTPL')	3	721,161	1,045,197
Financial assets at fair value through other comprehensive income ('FVOCI')	4	1,194,662	1,244,203
Loans, advances and financing	5	2,177,727	1,992,415
Derivative financial assets		1,185,529	1,117,620
Other assets	6	68,432	235,710
Property, plant and equipment	7	4,163	3,918
Intangible assets	8	241	320
Tax recoverable		-	4,135
Deferred tax assets		4,897	4,792
TOTAL ASSETS		8,237,494	7,169,992
LIABILITIES AND SHAREHOLDERS' EQUITY			
Deposits from customers	9	2,834,365	2,992,134
Deposits and placements from banks and other financial institutions	10	577,532	238,737
Repurchase agreements		1,263,495	-
Derivative financial liabilities		1,009,976	1,146,684
Subordinated term loan		382,990	393,014
Other liabilities	11	1,251,029	1,531,461
Tax liabilities		6,268	-
TOTAL LIABILITIES		7,325,655	6,302,030

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	Bank 30-Jun 2026 RM'000	Bank 31-Dec 2025 RM'000
Share capital	12	650,000	650,000
Retained profits		235,175	191,022
Reserves	13	26,664	26,940
SHAREHOLDER'S EQUITY		911,839	867,962
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		8,237,494	7,169,992
COMMITMENTS AND CONTINGENCIES	22	222,850,052	182,002,949

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF TOTAL COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Note	Bank 30-Jun 2026 RM'000	Bank 30-Jun 2025 RM'000
Interest income	14	129,126	141,599
Interest expenses	15	(86,857)	(100,845)
Net interest income		42,269	40,754
Net income from Islamic banking business	22	401	587
		42,670	41,341
Other operating income	16	63,789	77,816
Other operating expenses	17	(45,806)	(46,856)
Expected credit losses made	18	(793)	(2,354)
Profit before tax		59,860	69,947
Taxation		(14,551)	(17,301)
Profit for the financial period		45,309	52,646
Other comprehensive (loss)/income, 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		(1,378)	808
Net change in cash flow hedge			
Net changes in fair value		(54)	333
Other comprehensive (loss)/income		(1,432)	1,141
Total comprehensive income for the financial period		43,877	53,787

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Bank 30-Jun 2026 RM'000	Bank 30-Jun 2025 RM'000
Cash Flows from/(Used In) Operating Activities		
Profit before tax	59,860	69,947
Adjustments for:		
Depreciation of property, plant and equipment	1,529	1,520
Amortisation of intangible assets	79	31
Expected credit losses on loans, advances and financing	793	2,354
Amortisation of premium less accretion of discount	840	654
Interest income on financial assets at FVOCI	(28,711)	(26,491)
Interest expense on lease liabilities	15	88
Unrealised loss/(gain) on derivative financial instruments	43,257	(10,291)
Unrealised gain on foreign exchange	(273,247)	(41,928)
Unrealised gain on financial assets at FVTPL	(1,464)	(3,375)
Realised gain on financial investments at FVOCI	(154)	(473)
Unrealised loss on reverse repurchase agreements	71	68
Realised loss/(gain) on repurchase agreements	153	(126)
Operating loss before working capital changes	(196,979)	(8,022)

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

	Bank 30-Jun 2026 RM'000	Bank 30-Jun 2025 RM'000
Decrease/(Increase) in:		
Reverse repurchase agreements	(1,119,843)	(432,705)
Financial assets at FVTPL	325,500	(823,723)
Loans, advances and financing	(185,972)	(17,296)
Right of use	(334)	-
Other assets	167,278	40,147
(Decrease)/Increase in:		
Deposits from customers	(157,769)	(305,895)
Deposits and placements from banks and other financial institutions	338,795	530,603
Repurchase agreements	1,263,342	(350,091)
Derivative financial assets/liabilities	15,134	154,928
Subordinated term loan	(33)	(524)
Other liabilities	(279,755)	32,353
Net cash generated from/(used in) operations	169,364	(1,180,225)
Income taxes paid	(3,816)	(8,769)
Net cash generated from/(used in) operating activities	165,548	(1,188,994)
Cash Flows Used In Investing Activities		
Purchase of property, plant and equipment	(1,440)	(39)
Net sales of financial assets at FVOCI	46,092	523,583
Interest received on financial assets at FVOCI	29,662	27,875
Net cash generated from investing activities	74,314	551,419

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

	Bank 30-Jun 2026 RM'000	Bank 30-Jun 2025 RM'000
Cash Flows Used In Financing Activities		
Payment for lease liabilities	(827)	(804)
Net cash used in financing activities	(827)	(804)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	239,035	(638,379)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	748,675	974,907
CASH AND CASH EQUIVALENTS AT END OF YEAR	987,710	336,528
Cash and cash equivalents comprise the following:		
Cash and short-term funds	987,903	336,528

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

		← Non-distributable		→		
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves RM'000	Revaluation reserve- financial assets at FVOCI RM'000	Retained profits RM'000	Total RM'000
At 1 January 2026	650,000	55	25,369	1,516	191,022	867,962
Profit for the period	-	-	-	-	45,309	45,309
Other comprehensive loss	-	(54)	-	(1,378)	-	(1,432)
Transfer to regulatory reserve	-	-	1,156	-	(1,156)	-
At 30 June 2026	650,000	1	26,525	138	235,175	911,839

		← Non-distributable		→		
	Share capital RM'000	Hedging reserves RM'000	Regulatory reserves RM'000	Revaluation reserve- financial assets at FVOCI RM'000	Retained profits RM'000	Total RM'000
At 1 January 2025	650,000	(597)	23,223	167	239,793	912,586
Profit for the period	-	-	-	-	92,479	92,479
Other comprehensive income	-	652	-	1,349	-	2,001
Transfer to regulatory reserve	-	-	2,146	-	(2,146)	-
Dividend paid on ordinary shares	-	-	-	-	(139,104)	(139,104)
At 31 December 2025	650,000	55	25,369	1,516	191,022	867,962

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

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-Jun 2026 RM'000	31-Dec 2025 RM'000
At Amortised Cost:		
Cash and balances with banks and other financial institutions	52,833	59,623
Money at call and deposit placements maturing within one month	935,070	689,052
	987,903	748,675

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At Fair Value:		
Government Securities:		
Malaysian Government Securities	317,028	811,836
Malaysian Government Investment Issues	404,133	178,093
Malaysian Islamic Treasury Bills	-	55,268
	721,161	1,045,197

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At Fair Value:		
Government securities:		
Malaysian Government Securities	272,518	325,226
Malaysian Government Investment Issues	111,418	112,045
Bank Negara Malaysia Bills	810,726	806,932
	1,194,662	1,244,203

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

5. LOANS, ADVANCES AND FINANCING

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At amortised cost:		
(i) By type		
Revolving credit	1,033,052	941,195
Term loans	634,935	554,333
Bill receivables	5,908	4,389
Factoring receivables	484,296	480,081
Banker acceptance	1,821	-
Overdrafts	22,289	16,329
Gross loans, advances and financing	2,182,301	1,996,327
Less: Expected Credit Losses ('ECL')	(4,574)	(3,912)
Net loans, advances and financing	2,177,727	1,992,415

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 RM135.69 million (31 December 2025: RM 69.97 million). The PSIA is a contract based on the Wakalah principle.

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
(ii) By type of customer		
Domestic business enterprises	2,099,930	1,858,195
Domestic non-bank financial institutions	80,550	90,223
Financial institutions	1,821	47,909
	2,182,301	1,996,327
(iii) By interest rate sensitivity		
Variable rate:		
Cost plus	2,182,301	1,996,327
	2,182,301	1,996,327
(iv) By residual contractual maturity		
Maturing within one year	1,569,903	1,441,995
More than one year to five years	518,622	457,780
More than five years	93,776	96,552
	2,182,301	1,996,327
(v) By geographical distribution		
In Malaysia	2,180,480	1,996,327
Outside Malaysia	1,821	-
	2,182,301	1,996,327

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

5. LOANS, ADVANCES AND FINANCING (CONTD.)

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
(vi) By Sector		
Mining & Quarrying	5,031	5,688
Manufacturing	788,990	932,667
Electricity, gas and water supply	210,899	182,285
Construction	500	592
Wholesale and retail	512,692	325,699
Transport, storage and communication	156,247	49,883
Financial services	136,813	185,943
Research and development	-	1,853
Other business services	371,129	311,717
	2,182,301	1,996,327

(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 June 2026				
Balance at beginning of financial year	1,719	2,193	-	3,912
Changes in credit risk	83	(83)	-	-
Allowances made/(written-back) during the financial period	1,059	(337)	-	722
Derecognised during the financial period	(60)	-	-	(60)
Balance at end of financial period	2,801	1,773	-	4,574
31 December 2025				
Balance at beginning of financial year	1,094	1,690	-	2,784
Changes in credit risk	20	(20)	-	-
Allowances made during the financial period	633	609	-	1,242
Derecognised during the financial period	(28)	(86)	-	(114)
Balance at end of financial period	1,719	2,193	-	3,912

(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 June 2026				
Balance at beginning of financial year	1,765,044	231,283	-	1,996,327
Changes in credit risk	85,489	(85,489)	-	-
Purchases and origination	639,910	11,309	-	651,219
Derecognised during the financial period	(459,563)	(5,682)	-	(465,245)
Balance at end of financial period	2,030,880	151,421	-	2,182,301

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (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 2025				
Balance at beginning of financial year	1,548,320	268,137	-	1,816,457
Changes in credit risk	57,382	(57,382)	-	-
Purchases and origination	574,225	46,058	-	620,283
Derecognised during the financial period	(414,883)	(25,530)	-	(440,413)
Balance at end of financial period	1,765,044	231,283	-	1,996,327

6. OTHER ASSETS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Collateral assets	37,097	217,593
Other receivables	29,494	17,028
Deposit	1,324	610
Prepayments	517	479
	68,432	235,710

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (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 June 2026								
Cost								
At beginning of the financial year	671	2,557	1,374	5,700	6	-	5,579	15,887
Additions	16	304	125	160	-	835	334	1,774
Lease expired	-	-	-	-	-	-	(889)	(889)
At end of the financial period	687	2,861	1,499	5,860	6	835	5,024	16,772
Accumulated Depreciation								
At beginning of the financial year	466	2,237	702	3,942	5	-	4,617	11,969
Depreciation charged for financial period	38	220	125	370	-	-	776	1,529
Lease expired	-	-	-	-	-	-	(889)	(889)
At end of the financial period	504	2,457	827	4,312	5	-	4,504	12,609
Net Book Value								
As at 30 June 2026	183	404	672	1,548	1	835	520	4,163

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (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 2025								
Cost								
At beginning of the financial year	656	2,557	1,369	5,061	6	-	8,318	17,967
Additions	15	-	5	639	-	-	-	659
Lease remeasurement	-	-	-	-	-	-	(2,739)	(2,739)
At end of the financial year	671	2,557	1,374	5,700	6	-	5,579	15,887
Accumulated Depreciation								
At beginning of the financial year	381	505	432	3,127	4	-	3,172	7,621
Depreciation charged for financial period	85	419	240	815	1	-	1,445	3,005
Allowance for impairment	-	1,313	30	-	-	-	-	1,343
At end of the financial year	466	2,237	702	3,942	5	-	4,617	11,969
Net Book Value								
As at 31 December 2025	205	320	672	1,758	1	-	962	3,918

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

8. INTANGIBLE ASSETS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Computer Software:		
Cost		
At beginning of the financial year	552	190
Addition	-	362
At end of the financial period/year	552	552
Accumulated Amortisation		
At beginning of the financial year	232	108
Amortisation for the year	79	124
At end of the financial period/year	311	232
Total Net Book Value	241	320

9. DEPOSITS FROM CUSTOMERS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Type		
At amortised cost:		
Demand deposits	2,232,562	2,258,876
Fixed deposits	594,783	719,129
Commodity Murabahah	7,020	14,129
	2,834,365	2,992,134

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Due within six months	601,803	733,258

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Business enterprises	2,809,992	2,956,745
Non-bank financial institutions	24,373	35,389
	2,834,365	2,992,134

10. DEPOSITS AND PLACEMENTS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At amortised cost:		
Other financial institutions	577,532	238,737

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

11. OTHER LIABILITIES

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Collateral deposits	1,195,079	1,465,153
Other payables	42,788	48,178
Accruals and charges	12,273	16,897
Expected credit losses on loans commitment and financial guarantee	270	136
Lease Liabilities	619	1,097
	1,251,029	1,531,461

(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 June 2026				
Balance at beginning of financial year	130	6	-	136
Changes in credit risk	3	(3)	-	-
Allowances made during the financial period	112	22	-	134
At end of financial period	245	25	-	270
31 December 2025				
Balance at beginning of financial year	68	-	-	68
Allowances written back during the financial period	62	6	-	68
At end of financial period	130	6	-	136

12. SHARE CAPITAL

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Ordinary shares issued and fully paid at no par value:		
Balance as at 30 June/31 December	650,000	650,000

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

13. RESERVES

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Non-distributable:		
Revaluation reserve - financial assets at FVOCI	138	1,516
Regulatory reserve	26,525	25,369
Hedging reserve	1	55
	26,664	26,940

14. INTEREST INCOME

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Loans and advances	45,538	45,650
Money at call and deposit placements with financial institutions	9,567	9,732
Reverse repurchase agreements	22,842	33,261
Financial assets at FVTPL	21,225	25,939
Financial assets at FVOCI	28,372	25,969
Other interest income	2,422	1,702
	129,966	142,253
(Amortisation of premiums)/Accretion of discounts, net	(840)	(654)
	129,126	141,599

15. INTEREST EXPENSE

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Deposits from customers	27,476	28,027
Deposits and placements from banks and other financial institutions	18,496	18,705
Repurchase agreements	9,717	24,440
Lease Liabilities	15	88
Subordinated term loan	6,354	7,419
Financial collateral	24,201	21,951
Other interest expense	598	215
	86,857	100,845

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

16. OTHER OPERATING INCOME

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Fee income:		
Commissions	204	196
Guarantee fees	1	69
Other fee income	3,285	4,721
	3,490	4,986
(Loss)/Gain arising from sale of:		
Financial assets at FVTPL	(5,486)	10,837
Financial assets at FVOCI	154	473
	(5,332)	11,310
Gain/(Loss) on derivatives trading:		
Realised gain/(loss)	54,707	(2,603)
Unrealised (loss)/gain	(43,257)	10,291
	11,450	7,688
Unrealised gain on revaluation of:		
Financial assets at FVTPL	1,464	3,375
Net gain/(loss) arising from hedging activities	67	(378)
Unrealised loss on reverse repurchase agreements	(71)	(68)
Realised (loss)/gain on repurchase agreements	(153)	126
Other income:		
Foreign exchange:		
- Realised (loss)/gain	(226,805)	3,814
- Unrealised gain	273,247	41,928
Others	6,432	5,035
	52,874	50,777
	63,789	77,816

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

17. OTHER OPERATING EXPENSES

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Personnel costs (Note a)	21,906	24,046
Establishment costs (Note b)	15,231	13,904
Marketing expenses	551	497
Administration and general expenses (Note c)	8,118	8,409
	45,806	46,856

(a) Personnel costs

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Salaries, bonuses and allowances	16,852	18,696
Defined contribution plan	2,663	2,870
Other staff related expenses	2,391	2,480
	21,906	24,046

(b) Establishment costs

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Information technology costs	7,736	5,257
Depreciation of property, plant and equipment	1,529	1,520
Amortization of intangible asset	79	31
Others	5,887	7,096
	15,231	13,904

(c) Administration and general expenses

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Legal and professional fees	1,542	1,042
Communication & transportation	818	637
Others general expenses	5,758	6,730
	8,118	8,409

18. EXPECTED CREDIT LOSSES

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Expected credit losses:		
Allowance made during the financial period	793	2,354

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

19. CAPITAL ADEQUACY

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Tier-I capital		
Paid-up share capital	650,000	650,000
Retained profits	235,175	191,022
Other disclosed reserves	26,664	26,940
	911,839	867,962
Less : Regulatory adjustments		
Intangible assets	(241)	(320)
Deferred tax assets	(4,897)	(4,792)
55% of cumulative gains of financial instruments at FVOCI	(76)	(834)
Hedging reserve	(1)	(55)
Regulatory reserve	(26,525)	(25,369)
Total Tier-I capital	880,099	836,592
Tier-II Capital		
General provisions (Expected Credit Losses and regulatory reserve)	31,369	29,417
Subordinated term loan	382,990	393,014
Total Tier-II capital	414,359	422,431
Total capital base	1,294,458	1,259,023
Capital Ratios		
Common Equity Tier 1 Ratio	13.719%	16.166%
Tier 1 Capital Ratio	13.719%	16.166%
Total Capital Ratio	20.179%	24.330%

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Credit Risk	3,539,298	3,115,169
Market Risk	2,560,427	1,752,595
Operational Risk	315,273	307,116
Total risk-weighted assets	6,414,998	5,174,880

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

20. INTEREST RATE RISK

The following table represents the Bank's assets and liabilities at carrying amounts as at 30 June 2026

	Non-Trading Book							
	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	Trading book RM'000	Non-interest sensitive RM'000	Total RM'000
Assets								
Cash and short-term funds	987,833	-	-	-	-	-	70	**987,903**
Reverse repurchase agreements	-	-	-	-	-	1,885,344	7,435	**1,892,779**
Financial assets at fair value through profit or loss	-	-	-	-	-	721,161	-	**721,161**
Financial assets at fair value through other comprehensive income	405,963	494,841	120,147	171,835	-	-	1,876	**1,194,662**
Loans, advances and financing	907,460	744,673	320,402	203,383	-	-	1,809	**2,177,727**
Derivatives Financial assets	-	-	-	-	-	1,185,529	-	**1,185,529**
Other assets	-	-	-	-	-	-	66,591	**66,591**
Total Assets	**2,301,256**	**1,239,514**	**440,549**	**375,218**	**-**	**3,792,034**	**77,780**	**8,226,352**
Liabilities								
Deposits from customers	2,703,188	111,455	19,143		-	-	579	**2,834,365**
Deposits and placements from banks and other financial institutions	470,713	106,575	-	-	-	-	244	**577,532**
Repurchase agreements	-	-	-	-	-	1,255,470	8,025	**1,263,495**
Derivatives Financial Liabilities	28,140	-	-	-	-	981,836	-	**1,009,976**
Subordinated term loan	-	-	-	-	380,694	-	2,296	**382,990**
Other liabilities	-	-	-	-	-	-	1,251,029	**1,251,029**
Total Liabilities	**3,202,041**	**218,030**	**19,143**	**-**	**380,694**	**2,237,306**	**1,262,173**	**7,319,387**
Net interest rate gap	**(900,785)**	**1,021,484**	**421,406**	**375,218**	**(380,694)**	**1,554,728**	**(1,184,393)**	**906,965**

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

20. INTEREST RATE RISK (CONTD)

The following table represents the Bank's assets and liabilities at carrying amounts as of 31 December 2025

	Non-Trading Book							
	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**	**Trading book RM'000**	**Non-interest sensitive RM'000**	**Total RM'000**
Assets								
Cash and short-term funds	748,623	-	-	-	-	-	52	**748,675**
Reverse repurchase agreements	-	-	-	-	-	771,941	1,066	**773,007**
Financial assets at fair value through profit or loss	-	-	-	-	-	1,045,197	-	**1,045,197**
Financial assets at fair value through other comprehensive income	202,290	604,150	140,601	292,587	-	-	4,575	**1,244,203**
Loans, advances and financing	956,024	533,533	267,384	233,283	-	-	2,191	**1,992,415**
Derivative financial assets	-	-	-	-	-	1,117,620	-	**1,117,620**
Other assets	-	-	-	-	-	-	234,621	**234,621**
Total Assets	**1,906,937**	**1,137,683**	**407,985**	**525,870**	**-**	**2,934,758**	**242,505**	**7,155,738**
Liabilities								
Deposits from customers	2,914,673	76,067	-	-	-	-	1,394	**2,992,134**
Deposits and placements from banks and								**-**
other financial institutions	233,466	3,750	-	-	-	-	1,521	**238,737**
Repurchase agreements	-	-	-	-	-	-	-	**-**
Derivatives financial liabilities	-	-	18,005	-	-	1,128,679	-	**1,146,684**
Subordinated term loan	-	-	-	-	390,685	-	2,329	**393,014**
Other liabilities	-	-	-	-	-	-	1,531,461	**1,531,461**
Total Liabilities	**3,148,139**	**79,817**	**18,005**	**-**	**390,685**	**1,128,679**	**1,536,705**	**6,302,030**
Net interest rate gap	**(1,241,202)**	**1,057,866**	**389,980**	**525,870**	**(390,685)**	**1,806,079**	**(1,294,200)**	**853,708**

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

21. CREDIT TRANSACTIONS AND EXPOSURES WITH CONNECTED PARTIES

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Outstanding credit exposures with connected parties	310,631	348,649
Total credit exposures	5,123,660	4,356,554
Percentage of outstanding credit exposure to connected parties as a proportion of total credit exposures	6.06%	8.00%
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	0.00%	0.00%

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:

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Commitments and Contingent Liabilities		
Direct credit substitutes	541,595	632,428
Transaction-related contingent items	150,907	111,865
Short-term self-liquidating trade-related contingencies	31,134	20,662
Irrevocable commitments to extend credit:		
Maturity more than one year	464,864	421,329
Total credit related commitments and contingencies	1,188,500	1,186,284
Foreign exchange derivatives:		
One year or less	73,637,492	66,133,245
Over one year to five years	4,566,282	2,588,546
Over five years	416,976	759,366
Interest rate derivatives:		
One year or less	51,856,656	27,925,159
Over one year to five years	87,350,228	79,793,862
Over five years	2,430,235	2,233,333
Credit Derivatives:		
One year or less	257,865	70,940
Over one year to five years	1,145,818	1,312,214
Total treasury related commitments and contingencies	221,661,552	180,816,665
Total commitment and contingencies	222,850,052	182,002,949

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

23. Islamic Banking Window

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	30-Jun 2026 RM'000	31-Dec 2025 RM'000
ASSETS			
Cash and short-term funds	(a)	10,848	17,651
Financial assets at fair value through other comprehensive income ('FVOCI')	(b)	20,250	20,318
Other assets		1,891	1,382
Deferred tax assets		2	-
TOTAL ASSETS		32,991	39,351
LIABILITIES AND ISLAMIC BANKING FUNDS			
Deposits from customers	(d)	7,227	14,350
Other liabilities	(e)	-	3
Deferred tax liabilities		-	5
Total liabilities		7,227	14,358
Capital fund		26,850	26,850
Accumulated losses		(1,078)	(1,873)
Reserves		(8)	16
Islamic banking funds		25,764	24,993
TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS		32,991	39,351

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

23. Islamic Banking Window

UNAUDITED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

		30-Jun 2026 RM'000	30-Jun 2025 RM'000
Income derived from investment of Islamic banking funds and depositors' funds	(f)	491	693
Profit expense to depositors		(90)	(106)
Net income derived from investment of Islamic banking funds and depositors' funds		401	587
Other operating income	(g)	1,088	544
Other operating expenses	(h)	(694)	(847)
Profit for the financial period before taxation		795	284
Taxation		-	-
Profit for the financial period after taxation		795	284
Other comprehensive (loss)/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		(24)	26
Other comprehensive (loss)/income		(24)	26
Total comprehensive profit for the period		771	310

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

23. Islamic Banking Window

UNAUDITED STATEMENT OF CHANGES IN EQUITY IN ISLAMIC BANKING FUNDS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	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 2026	26,850	-	16	(1,873)	24,993
Profit for the period	-	-	-	795	795
Other comprehensive loss	-	-	(24)	-	(24)
At 30 June 2026	26,850	-	(8)	(1,078)	25,764

	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 year	-	-	-	702	702
Other comprehensive income	-	-	22	-	22
At 31 December 2025	26,850	-	16	(1,873)	24,993

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 2025.

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

23. Islamic Banking Window

(a) CASH AND SHORT-TERM FUNDS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At Amortised Cost		
Cash and balances with banks and other financial institutions	847	650
Money at call and deposit placements maturing within one month	10,001	17,001
	10,848	17,651

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
At Fair value		
Government securities:		
Malaysian Government Investment Issues	20,250	20,318
	20,250	20,318

(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 RM135.69 million (31 December 2025: RM 69.97 million). The PSIA is a contract based on the Wakalah principle.

(d) OTHER ASSETS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Other receivables	1,891	1,382

23. Islamic Banking Window

(e) DEPOSITS FROM CUSTOMERS

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Type		
At Amortised Cost:		
Non-Mudharabah Fund		
Demand deposits	206	221
Commodity Murabahah	7,021	14,129
	7,227	14,350

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Due within six months	7,021	14,129

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Non-bank financial institution	7,227	14,350
	7,227	14,350

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

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Money at call and deposit placement with financial institutions	186	266
Financial assets at FVOCI	339	522
(Amortisation of premiums)/Accretion of discounts, net	(34)	(95)
	491	693

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

23. Islamic Banking Window

(g) OTHER OPERATING INCOME

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Foreign exchange:		
- Unrealised gain	1	-
Others	1,087	544
	1,088	544

(h) OTHER OPERATING EXPENSES

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
Personnel costs (Note i)	538	654
Establishment costs (Note ii)	40	61
Marketing expenses	3	3
Administration and general expenses (Note iii)	113	129
	694	847

	30-Jun 2026 RM'000	30-Jun 2025 RM'000
(i) Personnel Costs		
Salaries, bonuses and allowances	413	544
Defined contribution plan	75	97
Other staff related expenses	50	13
	538	654
(ii) Establishment costs		
Rental of premises	28	28
Information technology costs	-	1
Others	12	32
	40	61
(iii) Administration and general expenses		
Legal and professional fees	83	84
Communication & transportation	2	10
Others	28	35
	113	129

BNP PARIBAS MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTD.)

23. Islamic Banking Window

(i) CAPITAL ADEQUACY

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Tier-I capital		
Capital fund	26,850	26,850
Accumulated losses	(1,078)	(1,873)
Other disclosed reserves	(8)	16
	25,764	24,993
Less : Regulatory adjustments		
Deferred tax assets	(2)	-
55% of cumulative gains of financial instruments at FVOCI	-	(10)
	(2)	(10)
Total capital base	25,762	24,983
Capital Ratios		
Common Equity Tier 1 Capital Ratio	1381.340%	1257.323%
Tier 1 Capital Ratio	1381.340%	1257.323%
Total Capital Ratio	1381.340%	1257.323%

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

	30-Jun 2026 RM'000	31-Dec 2025 RM'000
Credit Risk	6	13
Market Risk	23	40
Operational Risk	1,836	1,934
Total risk-weighted assets	1,865	1,987