Registration No: 197301000792 (14389-U)

# Affin Hwang Investment Bank Berhad

(Incorporated in Malaysia)

# PILLAR 3 DISCLOSURES
## for the financial period ended 30 June 2026

**Affin Hwang Investment Bank Berhad**
(Incorporated in Malaysia)

**PILLAR 3 DISCLOSURES**

## 1 SCOPE OF APPLICATION

The Pillar 3 Disclosures attached herewith relates to the Bank and its subsidiaries (“the Group”) and is published for

For financial reporting purposes, the basis for consolidation of the Group financial statements is in accordance with the Malaysian Financial Reporting Standards.

The principal activities of the Bank are in investment banking, stockbroking activities, dealing in options and futures and related financial services.

The principal activities of the subsidiaries are investment holdings, trustee services and nominee services. There were no significant changes in the nature of these activities during the financial year.

During the financial year, the Group and the Bank did not encounter any restriction or impediment in the distribution of dividends, transfer of funds or regulatory capital.

There were no capital deficiencies in any of the subsidiaries of the Bank as at financial period ended 30 June 2026.

## 2 CAPITAL MANAGEMENT

### 2.1 Internal Capital Adequacy Assessment Process ('ICAAP')

In line with the BNM guideline on Risk-Weighted Capital Adequacy Framework - Internal Capital Adequacy Assessment Process (ICAAP) (Pillar 2), The Group and the Bank have instituted the Group ICAAP Framework (“Framework”) to assess the overall capital adequacy in relation to the nature, size and complexity of The Group and the Bank that impacts the institutional risk profile. The Framework aims to ensure that the Group and the Bank are able to maintain healthy capital levels to support strategic business priorities and forward-looking risk assessment in order to ensure that capital demand and supply is considered for both business as-usual and stressed conditions.

The Group's and the Bank's capital management approach is anchored in the integration of risk management and capital planning process. The Bank operate within a Board approved Risk Appetite that ensures that business growth is done in a responsible and sustainable manner.

A key aspect of the risk management process on an enterprise-wide basis is the annual comprehensive risk assessment undertaken by the Group and the Bank to identify and measure the following risks:

- Risks captured under Pillar 1 (credit risk including exposure to central counterparties, market risk and operational risk);
- Risks not fully captured under Pillar 1 (e.g. model risk); and
- Risk types not covered by Pillar 1 (e.g. credit concentration risk, interest rate risk/rate of return on banking book, reputation risk, business and strategic risk, amongst others).

### 2.1 Internal Capital Adequacy Assessment Process ('ICAAP') (continued)

Material Risk Assessment (MRA) is conducted as part of the ICAAP to identify material risks of the Group and the Bank spanning across retail, commercial, investment banking and business operations. The identification of material risks are aimed to ensure that the Group and the Bank are aware of the potential downside impact that are associated with the day-to-day running of the business. The identification of risks allows for robust management of the potential impact in the event the material risks crystalize. For each material risk identified, the Group and the Bank will ensure appropriate risk mitigation is in place and conduct regular risk monitoring to manage the risk. The management of risk across the Group and the Bank is facilitated by the Risk Management Process and it is embedded through various risk policies and frameworks across the entities.

The Group's and the Bank’s stress testing process is guided by the Group Stress Test Policy. Stress testing is an essential risk management tool to assess a banking institution’s potential vulnerabilities to stressed business conditions. It involves identifying possible events or future changes in the financial and macroeconomic conditions that potentially have unfavorable effects on the Group's and Bank’s exposure and ability to withstand such changes usually in relation to the resilience of its capital, earnings sustainability and liquidity strength.

It forms an integral part of the ICAAP and risk management process, enabling the Group and the Bank to assess the impact on its capital adequacy in line with supervisory expectations and requirements.

The Bank’s stress testing has the following objectives:

- to identify and quantify vulnerabilities of the portfolio under stressed conditions;
- to develop appropriate strategies for mitigating and actively managing such risks under stressed conditions, e.g. setting of risk appetite, restructuring positions and contingency plans;
- to evaluate the capacity to withstand stressed situations in terms of solvency;
- to produce stress test results as an input in determining the internal capital threshold; and

### 2.2 Capital Adequacy Ratios

The capital adequacy ratios of the Group and the Bank consist of total capital and risk-weighted assets derived from

i) Credit risk (Standardised Approach)
ii) Market risk (Standardised Approach)
iii) Operational risk (Standardised Approach)

The total capital and capital adequacy ratios of the Group and Bank are computed in accordance with BNM Capital Adequacy Framework (Capital Components) Policy updated on 14 June 2024.

In line with the Capital Adequacy Framework (Capital Components) Policy, the minimum capital adequacy requirement for Common Equity Tier 1 Capital Ratio (‘‘CET 1’’) and Tier 1 Capital Ratio are 7.0% (2025: 7.0%) and 8.5% (2025: 8.5%) respectively for the financial period ended 30 June 2026. The minimum regulatory Total Capital Ratio remains at 10.5% (2025: 10.5%).

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The following table depicts the risk-weighted assets ("RWA") and the corresponding regulatory capital requirements:

*Table 1: Risk-Weighted Assets and Capital Requirements*

**The Group**

| **As at 30 June 2026**<br>**(i) Credit risk** | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,760,978 | 2,760,978 | 7,911 | 633 |
| Banks, Development Financial Institutions ("DFIs") | 1,532,473 | 1,532,473 | 325,570 | 26,046 |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | 31,198 | 15,049 | 1,204 |
| Corporates | 3,717,712 | 2,394,817 | 1,425,525 | 114,042 |
| Regulatory Retail | 344,435 | 6,033 | 4,158 | 333 |
| Other Assets | 175,964 | 175,964 | 175,833 | 14,067 |
| Defaulted Exposures | - | - | - | - |
| **Total for on-balance sheet exposures** | **8,562,760** | **6,901,463** | **1,954,046** | **156,325** |
| Off-Balance Sheet Exposures | | | | |
| Over-the-counter ("OTC") derivatives | 88,855 | 88,855 | 30,140 | 2,411 |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | 106,425 | 108,218 | 8,657 |
| **Total for off-balance sheet exposures** | **206,800** | **195,280** | **138,358** | **11,068** |
| **Total credit risk (Standardised Approach)** | **8,769,560** | **7,096,743** | **2,092,404** | **167,393** |
| **Exposures to Central Counterparties RWA** | | | **68,186** | **5,455** |
| **Total credit risk exposures** | **8,769,560** | **7,096,743** | **2,160,590** | **172,848** |
| **(ii) Large exposures risk requirements** | - | - | - | - |

| **(iii) Market risk** | **Gross exposures RM'000** | | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|---|
| | **Long Position RM'000** | **Short Position RM'000** | | | |
| Interest rate risk | 4,562,452 | 4,504,312 | 58,140 | 292,871 | 23,430 |
| Foreign currency risk | 14,749 | 11,892 | 2,857 | 13,835 | 1,107 |
| Equity risk | 82,081 | 4,661 | 77,420 | 225,523 | 18,042 |
| Option risk | - | 66,856 | (66,856) | 3,038 | 243 |
| **Total market risk exposures** | **4,659,282** | **4,587,721** | **71,561** | **535,267** | **42,822** |

| **(iv) Operational risk** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|
| Operational risk | 540,079 | 43,206 |
| **Total risk-weighted assets and capital requirements** | **3,235,936** | **258,876** |

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*Table 1: Risk-Weighted Assets and Capital Requirements (Continued)*

**The Bank**

| **As at 30 June 2026**<br>**(i) Credit risk** | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,760,978 | 2,760,978 | 7,911 | 633 |
| Banks, Development Financial Institutions ("DFIs") | 1,476,964 | 1,476,964 | 314,468 | 25,157 |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | 31,198 | 15,049 | 1,204 |
| Corporates | 3,717,712 | 2,394,817 | 1,425,525 | 114,042 |
| Regulatory Retail | 344,435 | 6,033 | 4,158 | 333 |
| Other Assets | 175,262 | 175,262 | 175,262 | 14,021 |
| Defaulted Exposures | - | - | - | - |
| **Total for on-balance sheet exposures** | **8,506,549** | **6,845,252** | **1,942,373** | **155,390** |
| Off-Balance Sheet Exposures | | | | |
| Over-the-counter ("OTC") derivatives | 88,855 | 88,855 | 30,140 | 2,411 |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | 106,425 | 108,218 | 8,657 |
| Defaulted Exposures | - | - | - | - |
| **Total for off-balance sheet exposures** | **206,800** | **195,280** | **138,358** | **11,068** |
| **Total credit risk (Standardised Approach)** | **8,713,349** | **7,040,532** | **2,080,731** | **166,458** |
| **Exposures to Central Counterparties RWA** | | | **68,186** | **5,455** |
| **Total credit risk exposures** | **8,713,349** | **7,040,532** | **2,148,917** | **171,913** |

| | | | | |
|---|---|---|---|---|
| **(ii) Large exposures risk requirements** | - | - | - | - |

| **(iii) Market risk** | **Gross exposures RM'000** | | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|---|
| | **Long Position RM'000** | **Short Position RM'000** | | | |
| Interest rate risk | 4,562,452 | 4,504,312 | 58,140 | 292,871 | 23,430 |
| Foreign currency risk | 14,749 | 11,892 | 2,857 | 13,835 | 1,107 |
| Equity risk | 82,081 | 4,661 | 77,420 | 225,523 | 18,042 |
| Option risk | - | 66,856 | (66,856) | 3,038 | 243 |
| **Total market risk exposures** | **4,659,282** | **4,587,721** | **71,561** | **535,267** | **42,822** |

| **(iv) Operational risk** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|
| Operational risk | 538,096 | 43,048 |

| | | |
|---|---|---|
| **Total risk-weighted assets and capital requirements** | **3,222,280** | **257,783** |

*Table 1: Risk-Weighted Assets and Capital Requirements (Continued)*

**The Group**

| **As at 31 December 2025**<br>**(i) Credit risk** | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|
| **Exposure Class** | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 2,874,009 | 2,874,009 | 35,848 | 2,868 |
| Banks, Development Financial Institutions ("DFIs") | 1,156,357 | 1,156,357 | 252,412 | 20,193 |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | 25,517 | 9,366 | 749 |
| Corporates | 3,606,671 | 2,257,329 | 1,239,351 | 99,148 |
| Regulatory Retail | 342,715 | 3,084 | 4,202 | 336 |
| Other Assets | 153,744 | 153,744 | 153,744 | 12,300 |
| Defaulted Exposures | - | - | - | - |
| **Total for on-balance sheet exposures** | **8,159,013** | **6,470,040** | **1,694,923** | **135,594** |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 102,784 | 102,784 | 31,557 | 2,525 |
| Off-Balance sheet exposures other than OTC derivatives | 112,301 | 112,301 | 97,172 | 7,774 |
| **Total for off-balance sheet exposures** | **215,085** | **215,085** | **128,729** | **10,299** |
| **Total credit risk (Standardised Approach)** | **8,374,098** | **6,685,125** | **1,823,652** | **145,893** |
| **Exposures to Central Counterparties RWA** | | | **35,171** | **2,814** |
| **Total credit risk exposures** | **8,374,098** | **6,685,125** | **1,858,823** | **148,707** |
| **(ii) Large exposures risk requirements** | - | - | - | - |

| **(iii) Market risk** | **Gross exposures RM'000** | | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|---|
| | **Long Position RM'000** | **Short Position RM'000** | | | |
| Interest rate risk | 5,513,540 | 5,288,974 | 224,566 | 290,908 | 23,273 |
| Foreign currency risk | 120,202 | 29,155 | 91,047 | 120,151 | 9,612 |
| Equity risk | 80,118 | 33,068 | 47,050 | 138,884 | 11,111 |
| Option risk | - | 30,044 | (30,044) | 723 | 58 |
| **Total market risk exposures** | **5,713,860** | **5,381,241** | **332,619** | **550,666** | **44,054** |

| **(iv) Operational risk** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|
| Operational risk | 473,450 | 37,876 |
| **Total risk-weighted assets and capital requirements** | **2,882,939** | **230,637** |

*Table 1: Risk-Weighted Assets and Capital Requirements (Continued)*

**The Bank**

| **As at 31 December 2025**<br>**(i) Credit risk** | **Gross exposures RM'000** | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,874,009 | 2,874,009 | 35,848 | 2,868 |
| Banks, Development Financial Institutions ("DFIs") | 1,151,419 | 1,151,419 | 251,424 | 20,114 |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | 25,517 | 9,366 | 749 |
| Corporates | 3,606,671 | 2,257,329 | 1,239,351 | 99,148 |
| Regulatory Retail | 342,715 | 3,084 | 4,202 | 336 |
| Other Assets | 152,903 | 152,903 | 152,903 | 12,232 |
| Defaulted Exposures | - | - | - | - |
| **Total for on-balance sheet exposures** | **8,153,234** | **6,464,261** | **1,693,094** | **135,447** |
| Off-Balance Sheet Exposures | | | | |
| Over-the-counter ("OTC") derivatives | 102,784 | 102,784 | 31,557 | 2,525 |
| Off-Balance sheet exposures other than OTC derivatives | 112,301 | 112,301 | 97,172 | 7,774 |
| Defaulted Exposures | - | - | - | - |
| **Total for off-balance sheet exposures** | **215,085** | **215,085** | **128,729** | **10,299** |
| **Total credit risk (Standardised Approach)** | **8,368,319** | **6,679,346** | **1,821,823** | **145,746** |
| **Exposures to Central Counterparties RWA** | | | **35,171** | **2,814** |
| **Total credit risk exposures** | **8,368,319** | **6,679,346** | **1,856,994** | **148,560** |
| **(ii) Large exposures risk requirements** | - | - | - | - |

| **(iii) Market risk** | **Gross exposures RM'000** | | **Net exposures RM'000** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|---|---|---|
| | **Long Position RM'000** | **Short Position RM'000** | | | |
| Interest rate risk | 5,513,540 | 5,288,974 | 224,566 | 290,908 | 23,273 |
| Foreign currency risk | 120,202 | 29,155 | 91,047 | 120,151 | 9,612 |
| Equity risk | 80,118 | 33,068 | 47,050 | 138,884 | 11,111 |
| Option risk | - | 30,044 | (30,044) | 723 | 58 |
| **Total market risk exposures** | **5,713,860** | **5,381,241** | **332,619** | **550,666** | **44,054** |

| **(iv) Operational risk** | **Risk Weighted Assets RM'000** | **Capital requirements RM'000** |
|---|---|---|
| Operational risk | 471,398 | 37,712 |
| **Total risk-weighted assets and capital requirements** | **2,879,058** | **230,326** |

**PILLAR 3 DISCLOSURES**

*Table 2: Constituents of Eligible Capital and Capital Adequacy Ratios*

| | The Group | | The Bank | |
|---|---|---|---|---|
| | **30.06.2026 RM'000** | **31.12.2025 RM'000** | **30.06.2026 RM'000** | **31.12.2025 RM'000** |
| **Common Equity Tier (CET) 1 Capital :** | | | | |
| Share capital | 999,800 | 999,800 | 999,800 | 999,800 |
| Other reserves | 53,667 | 55,087 | 53,667 | 55,087 |
| Retained profits | 496,042 | 431,369 | 496,852 | 432,066 |
| Unrealised gains/(losses) on FVOCI instruments | (15,278) | (3,363) | (15,278) | (3,363) |
| | 1,534,231 | 1,482,893 | 1,535,041 | 1,483,590 |
| Less : Regulatory adjustments | | | | |
| Goodwill and other Intangible assets | (306,661) | (306,995) | (306,661) | (306,995) |
| Investment in subsidiaries/associates | (59) | - | (2,856) | (2,166) |
| Regulatory reserves | (53,667) | (55,087) | (53,667) | (55,087) |
| Deferred tax assets | (34,411) | (37,596) | (34,410) | (37,596) |
| **Total CET 1 capital/Total Tier 1 Capital (a)** | 1,139,433 | 1,083,215 | 1,137,447 | 1,081,746 |
| | | | | |
| **Tier 2 capital** | | | | |
| Qualifying loss provisions | 27,007 | 23,235 | 26,861 | 23,212 |
| Total Tier 2 capital | 27,007 | 23,235 | 26,861 | 23,212 |
| **Total Capital** | 1,166,440 | 1,106,450 | 1,164,308 | 1,104,958 |
| | | | | |
| Proposed dividends | 80,000 | - | 80,000 | - |

Breakdown of risk-weighted assets in the various categories of risk-weights:

| | | | | |
|---|---|---|---|---|
| Credit risk | 2,160,590 | 1,858,823 | 2,148,917 | 1,856,994 |
| Market risk | 535,267 | 550,666 | 535,267 | 550,666 |
| Operational risk | 540,079 | 473,450 | 538,096 | 471,398 |
| Total Risk-Weighted Assets | 3,235,936 | 2,882,939 | 3,222,280 | 2,879,058 |

| | | | | |
|---|---|---|---|---|
| **Capital Ratios** | | | | |
| Before deducting proposed dividends: | | | | |
| CET 1 Capital Ratio | 35.212% | 37.573% | 35.299% | 37.573% |
| Tier 1 Capital Ratio | 35.212% | 37.573% | 35.299% | 37.573% |
| Total Capital Ratio | 36.046% | 38.379% | 36.133% | 38.379% |
| | | | | |
| After deducting proposed dividends: | | | | |
| CET 1 capital ratio | 32.740% | 37.573% | 32.817% | 37.573% |
| Tier 1 capital ratio | 32.740% | 37.573% | 32.817% | 37.573% |
| Total capital ratio | 33.574% | 38.379% | 33.650% | 38.379% |

The total capital and capital adequacy ratios of the Bank are computed in accordance with BNM Capital Adequacy Framework (Capital Components) Policy updated on 14 June 2024.

## 4.1 Distribution of Credit Exposures

(i) The following table depicts the geographical distribution of the Bank’s gross credit exposures, based on the

*Table 3: Gross Credit Exposures by Geographical Distribution*

**The Group**

| As at 30 June 2026<br>Exposure Class | Malaysia<br>RM'000 | Other Countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|
| On-Balance Sheet Exposures | | | |
| Sovereign / Central Banks | 2,632,594 | 128,384 | **2,760,978** |
| Banks, DFIs & MDBs | 1,287,258 | 245,215 | **1,532,473** |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | - | **31,198** |
| Corporates | 3,248,492 | 469,220 | **3,717,712** |
| Regulatory Retail | 344,435 | - | **344,435** |
| Other assets | 175,964 | - | **175,964** |
| Defaulted Exposures | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **7,719,941** | **842,819** | **8,562,760** |
| Off-Balance Sheet Exposures | | | |
| OTC Derivatives | 88,855 | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | - | **117,945** |
| **Total Off-Balance Sheet Exposures** | **206,800** | **-** | **206,800** |
| **Total Gross Credit Exposures** | **7,926,741** | **842,819** | **8,769,560** |

**The Bank**

| As at 30 June 2026<br>Exposure Class | Malaysia<br>RM'000 | Other Countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|
| On-Balance Sheet Exposures | | | |
| Sovereign / Central Banks | 2,632,594 | 128,384 | **2,760,978** |
| Banks, DFIs & MDBs | 1,231,749 | 245,215 | **1,476,964** |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | - | **31,198** |
| Corporates | 3,248,492 | 469,220 | **3,717,712** |
| Regulatory Retail | 344,435 | - | **344,435** |
| Other assets | 175,262 | - | **175,262** |
| Defaulted Exposures | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **7,663,730** | **842,819** | **8,506,549** |
| Off-Balance Sheet Exposures | | | |
| OTC Derivatives | 88,855 | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | - | **117,945** |
| **Total Off-Balance Sheet Exposures** | **206,800** | **-** | **206,800** |
| **Total Gross Credit Exposures** | **7,870,530** | **842,819** | **8,713,349** |

*Table 3: Gross Credit Exposures by Geographical Distribution (Continued)*

**The Group**

| As at 31 December 2025<br>Exposure Class | Malaysia<br>RM'000 | Other Countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|
| On-Balance Sheet Exposures | | | |
| Sovereign / Central Banks | 2,745,625 | 128,384 | **2,874,009** |
| Banks, DFIs & MDBs | 911,142 | 245,215 | **1,156,357** |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | - | **25,517** |
| Corporates | 3,137,451 | 469,220 | **3,606,671** |
| Regulatory Retail | 342,715 | - | **342,715** |
| Other assets | 153,744 | - | **153,744** |
| Defaulted Exposures | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **7,316,194** | **842,819** | **8,159,013** |
| Off-Balance Sheet Exposures | | | |
| OTC Derivatives | 102,784 | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | 112,301 | - | **112,301** |
| Defaulted Exposures | - | - | **-** |
| **Total Off-Balance Sheet Exposures** | **215,085** | **-** | **215,085** |
| **Total Gross Credit Exposures** | **7,531,279** | **842,819** | **8,374,098** |

**The Bank**

| As at 31 December 2025<br>Exposure Class | Malaysia<br>RM'000 | Other Countries<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|
| On-Balance Sheet Exposures | | | |
| Sovereign / Central Banks | 2,745,625 | 128,384 | **2,874,009** |
| Banks, DFIs & MDBs | 906,204 | 245,215 | **1,151,419** |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | - | **25,517** |
| Corporates | 3,137,451 | 469,220 | **3,606,671** |
| Regulatory Retail | 342,715 | - | **342,715** |
| Other assets | 152,903 | - | **152,903** |
| Defaulted Exposures | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **7,310,415** | **842,819** | **8,153,234** |
| Off-Balance Sheet Exposures | | | |
| OTC Derivatives | 102,784 | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | 112,301 | - | **112,301** |
| **Total Off-Balance Sheet Exposures** | **215,085** | **-** | **215,085** |
| **Total Gross Credit Exposures** | **7,525,500** | **842,819** | **8,368,319** |

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

*Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution*

| **The Group**<br>**As at 30 June 2026** | **Primary Agriculture** | **Mining and Quarrying** | **Manufacturing (including Agro-based)** | **Electricity, Gas and Water Supply** | **Construction** | **Wholesale, Retail Trade, Restaurants and Hotels** | **Transport, Storage and Communication** | **Finance, Insurance and Business Activities** | **Real Estate** | **Education, Health and Others** | **Household** | **Others** | **Total** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Exposure class** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| On-Balance Sheet Exposures | | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | - | 105,831 | - | 44,540 | 2,383,584 | 34,866 | 124,382 | - | 67,775 | **2,760,978** |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 1,532,473 | - | - | - | - | **1,532,473** |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | 31,198 | - | - | - | - | **31,198** |
| Corporates | 99,979 | 118,812 | 142,860 | 124,321 | 217,336 | 14,195 | 129,998 | 784,328 | 302,816 | 53,180 | 1,398,949 | 330,938 | **3,717,712** |
| Regulatory Retail | - | - | - | - | - | 462 | - | 1,695 | 4,433 | - | 337,845 | - | **344,435** |
| Other assets | - | - | - | - | - | - | - | 29,169 | - | - | - | 146,795 | **175,964** |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **99,979** | **118,812** | **142,860** | **124,321** | **323,167** | **14,657** | **174,538** | **4,762,447** | **342,115** | **177,562** | **1,736,794** | **545,508** | **8,562,760** |
| Off-Balance Sheet Exposures | | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 88,855 | - | - | - | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | - | - | - | - | 32,303 | 34,466 | 1,823 | 22,676 | - | - | 8,362 | 18,315 | **117,945** |
| **Total Off-Balance Sheet Exposures** | **-** | **-** | **-** | **-** | **32,303** | **34,466** | **1,823** | **111,531** | **-** | **-** | **8,362** | **18,315** | **206,800** |
| **Total Gross Credit Exposures** | **99,979** | **118,812** | **142,860** | **124,321** | **355,470** | **49,123** | **176,361** | **4,873,978** | **342,115** | **177,562** | **1,745,156** | **563,823** | **8,769,560** |

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*Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)*

| The Bank<br>As at 30 June 2026 | Primary Agriculture | Mining and Quarrying | Manufacturing (including Agro-based) | Electricity, Gas and Water Supply | Construction | Wholesale, Retail Trade, Restaurants and Hotels | Transport, Storage and Communication | Finance, Insurance and Business Activities | Real Estate | Education, Health and Others | Household | Others | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Exposure class** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| On-Balance Sheet Exposures | | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | - | 105,831 | - | 44,540 | 2,383,584 | 34,866 | 124,382 | - | 67,775 | **2,760,978** |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 1,476,964 | - | - | - | - | **1,476,964** |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | 31,198 | - | - | - | - | **31,198** |
| Corporates | 99,979 | 118,812 | 142,860 | 124,321 | 217,336 | 14,195 | 129,998 | 784,328 | 302,816 | 53,180 | 1,398,949 | 330,938 | **3,717,712** |
| Regulatory Retail | - | - | - | - | - | 462 | - | 1,695 | 4,433 | - | 337,845 | - | **344,435** |
| Other assets | - | - | - | - | - | - | - | 29,169 | - | - | - | 146,093 | **175,262** |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **99,979** | **118,812** | **142,860** | **124,321** | **323,167** | **14,657** | **174,538** | **4,706,938** | **342,115** | **177,562** | **1,736,794** | **544,806** | **8,506,549** |
| Off-Balance Sheet Exposures | | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 88,855 | - | - | - | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | - | - | - | - | 32,303 | 34,466 | 1,823 | 22,676 | - | - | 8,362 | 18,315 | **117,945** |
| **Total Off-Balance Sheet Exposures** | **-** | **-** | **-** | **-** | **32,303** | **34,466** | **1,823** | **111,531** | **-** | **-** | **8,362** | **18,315** | **206,800** |
| **Total Gross Credit Exposures** | **99,979** | **118,812** | **142,860** | **124,321** | **355,470** | **49,123** | **176,361** | **4,818,469** | **342,115** | **177,562** | **1,745,156** | **563,121** | **8,713,349** |

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### PILLAR 3 DISCLOSURES

*Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)*

| **The Group**<br>**As at 31 December 2025** | **Primary Agriculture** | **Mining and Quarrying** | **Manufacturing (including Agro-based)** | **Electricity, Gas and Water Supply** | **Construction** | **Wholesale, Retail Trade, Restaurants and Hotels** | **Transport, Storage and Communication** | **Finance, Insurance and Business Activities** | **Real Estate** | **Education, Health and Others** | **Household** | **Others** | **Total** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Exposure class** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| On-Balance Sheet Exposures | | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 75,645 | 30,287 | - | 44,476 | 2,476,372 | 34,793 | 124,448 | - | 87,988 | **2,874,009** |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 1,156,357 | - | - | - | - | **1,156,357** |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | 25,517 | - | - | - | - | **25,517** |
| Corporates | 89,182 | 163,370 | 58,378 | 185,320 | 328,095 | 64,378 | 113,477 | 872,754 | 347,225 | 72,568 | 1,212,510 | 99,414 | **3,606,671** |
| Regulatory Retail | - | - | 1,005 | - | - | 461 | - | 6,988 | - | - | 334,261 | - | **342,715** |
| Other assets | - | - | - | - | - | - | - | 27,454 | - | - | - | 126,290 | **153,744** |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **89,182** | **163,370** | **59,383** | **260,965** | **358,382** | **64,839** | **157,953** | **4,565,442** | **382,018** | **197,016** | **1,546,771** | **313,692** | **8,159,013** |
| Off-Balance Sheet Exposures | | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 102,784 | - | - | - | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | - | - | - | - | 32,303 | 745 | 1,823 | 22,545 | - | - | 12,367 | 42,518 | **112,301** |
| **Total Off-Balance Sheet Exposures** | **-** | **-** | **-** | **-** | **32,303** | **745** | **1,823** | **125,329** | **-** | **-** | **12,367** | **42,518** | **215,085** |
| **Total Gross Credit Exposures** | **89,182** | **163,370** | **59,383** | **260,965** | **390,685** | **65,584** | **159,776** | **4,690,771** | **382,018** | **197,016** | **1,559,138** | **356,210** | **8,374,098** |

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### PILLAR 3 DISCLOSURES

*Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)*

| **The Bank**<br>**As at 31 December 2025** | **Primary Agriculture** | **Mining and Quarrying** | **Manufacturing (including Agro-based)** | **Electricity, Gas and Water Supply** | **Construction** | **Wholesale, Retail Trade, Restaurants and Hotels** | **Transport, Storage and Communication** | **Finance, Insurance and Business Activities** | **Real Estate** | **Education, Health and Others** | **Household** | **Others** | **Total** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Exposure class** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| <u>On-Balance Sheet Exposures</u> | | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 75,645 | 30,287 | - | 44,476 | 2,476,372 | 34,793 | 124,448 | - | 87,988 | **2,874,009** |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 1,151,419 | - | - | - | - | **1,151,419** |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | 25,517 | - | - | - | - | **25,517** |
| Corporates | 89,182 | 163,370 | 58,378 | 185,320 | 328,095 | 64,378 | 113,477 | 872,754 | 347,225 | 72,568 | 1,212,510 | 99,414 | **3,606,671** |
| Regulatory Retail | - | - | 1,005 | - | - | 461 | - | 6,988 | - | - | 334,261 | - | **342,715** |
| Other assets | - | - | - | - | - | - | - | 27,454 | - | - | - | 125,449 | **152,903** |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **89,182** | **163,370** | **59,383** | **260,965** | **358,382** | **64,839** | **157,953** | **4,560,504** | **382,018** | **197,016** | **1,546,771** | **312,851** | **8,153,234** |
| <u>Off-Balance Sheet Exposures</u> | | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 102,784 | - | - | - | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | - | - | - | - | 32,303 | 745 | 1,823 | 22,545 | - | - | 12,367 | 42,518 | **112,301** |
| **Total Off-Balance Sheet Exposures** | **-** | **-** | **-** | **-** | **32,303** | **745** | **1,823** | **125,329** | **-** | **-** | **12,367** | **42,518** | **215,085** |
| **Total Gross Credit Exposures** | **89,182** | **163,370** | **59,383** | **260,965** | **390,685** | **65,584** | **159,776** | **4,685,833** | **382,018** | **197,016** | **1,559,138** | **355,369** | **8,368,319** |

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**PILLAR 3 DISCLOSURES**

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

*Table 5: Gross Credit Exposures by Residual Contractual Maturity Analysis*

**The Group**

| **As at 30 June 2026**<br>**Exposure class** | **< 1 year**<br>**RM'000** | **> 1 - 5 years**<br>**RM'000** | **Over 5 years**<br>**RM'000** | **No specific maturity**<br>**RM'000** | **Total**<br>**RM'000** |
|---|---|---|---|---|---|
| On-Balance Sheet Exposures | | | | | |
| Sovereign/Central Banks | 372,286 | 1,365,250 | 966,534 | 56,908 | **2,760,978** |
| Banks, DFIs & MDBs | 1,346,300 | 186,173 | - | - | **1,532,473** |
| Insurance Companies, Securities Firms & Fund Managers | 11,012 | 20,186 | - | - | **31,198** |
| Corporates | 2,228,020 | 1,021,803 | 467,889 | - | **3,717,712** |
| Regulatory Retail | 342,790 | 154 | 1,491 | - | **344,435** |
| Other assets | - | - | - | 175,964 | **175,964** |
| Defaulted Exposures | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **4,300,408** | **2,593,566** | **1,435,914** | **232,872** | **8,562,760** |
| Off-Balance Sheet Exposures | | | | | |
| OTC Derivatives | 38,870 | 49,985 | - | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | 88,272 | 29,673 | - | - | **117,945** |
| **Total Off-Balance Sheet Exposures** | **127,142** | **79,658** | **-** | **-** | **206,800** |
| **Total Gross Credit Exposures** | **4,427,550** | **2,673,224** | **1,435,914** | **232,872** | **8,769,560** |

**The Bank**

| **As at 30 June 2026**<br>**Exposure class** | **< 1 year**<br>**RM'000** | **> 1 - 5 years**<br>**RM'000** | **Over 5 years**<br>**RM'000** | **No specific maturity**<br>**RM'000** | **Total**<br>**RM'000** |
|---|---|---|---|---|---|
| On-Balance Sheet Exposures | | | | | |
| Sovereign/Central Banks | 372,286 | 1,365,250 | 966,534 | 56,908 | **2,760,978** |
| Banks, DFIs & MDBs | 1,290,791 | 186,173 | - | - | **1,476,964** |
| Insurance Companies, Securities Firms & Fund Managers | 11,012 | 20,186 | - | - | **31,198** |
| Corporates | 2,228,020 | 1,021,803 | 467,889 | - | **3,717,712** |
| Regulatory Retail | 342,790 | 154 | 1,491 | - | **344,435** |
| Other assets | - | - | - | 175,262 | **175,262** |
| Defaulted Exposures | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **4,244,899** | **2,593,566** | **1,435,914** | **232,170** | **8,506,549** |
| Off-Balance Sheet Exposures | | | | | |
| OTC Derivatives | 38,870 | 49,985 | - | - | **88,855** |
| Off-Balance sheet exposures other than OTC derivatives | 88,272 | 29,673 | - | - | **117,945** |
| **Total Off-Balance Sheet Exposures** | **127,142** | **79,658** | **-** | **-** | **206,800** |
| **Total Gross Credit Exposures** | **4,372,041** | **2,673,224** | **1,435,914** | **232,170** | **8,713,349** |

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**PILLAR 3 DISCLOSURES**

*Table 5: Gross Credit Exposures by Residual Contractual Maturity Analysis (Continued)*

**The Group**

| As at 31 December 2025<br>Exposure class | < 1 year<br>RM'000 | > 1 - 5 years<br>RM'000 | Over 5 years<br>RM'000 | No specific maturity<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|---|
| On-Balance Sheet Exposures | | | | | |
| Sovereign/Central Banks | 379,528 | 886,378 | 1,553,224 | 54,879 | **2,874,009** |
| Banks, DFIs & MDBs | 878,274 | 236,840 | 41,243 | - | **1,156,357** |
| Insurance Companies, Securities Firms & Fund Managers | 5,327 | 20,190 | - | - | **25,517** |
| Corporates | 1,992,564 | 1,025,207 | 588,900 | - | **3,606,671** |
| Regulatory Retail | 340,468 | 239 | 2,008 | - | **342,715** |
| Other assets | - | - | - | 153,744 | **153,744** |
| Defaulted Exposures | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **3,596,161** | **2,168,854** | **2,185,375** | **208,623** | **8,159,013** |
| Off-Balance Sheet Exposures | | | | | |
| OTC Derivatives | 31,447 | 71,337 | - | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | 100,944 | 11,357 | - | - | **112,301** |
| **Total Off-Balance Sheet Exposures** | **132,391** | **82,694** | **-** | **-** | **215,085** |
| **Total Gross Credit Exposures** | **3,728,552** | **2,251,548** | **2,185,375** | **208,623** | **8,374,098** |

**The Bank**

| As at 31 December 2025<br>Exposure class | < 1 year<br>RM'000 | > 1 - 5 years<br>RM'000 | Over 5 years<br>RM'000 | No specific maturity<br>RM'000 | Total<br>RM'000 |
|---|---|---|---|---|---|
| On-Balance Sheet Exposures | | | | | |
| Sovereign/Central Banks | 379,528 | 886,378 | 1,553,224 | 54,879 | **2,874,009** |
| Public Sector Entities | - | - | - | - | **-** |
| Banks, DFIs & MDBs | 873,336 | 236,840 | 41,243 | - | **1,151,419** |
| Insurance Companies, Securities Firms & Fund Managers | 5,327 | 20,190 | - | - | **25,517** |
| Corporates | 1,992,564 | 1,025,207 | 588,900 | - | **3,606,671** |
| Regulatory Retail | 340,468 | 239 | 2,008 | - | **342,715** |
| Other assets | - | - | - | 152,903 | **152,903** |
| Securitisation | - | - | - | - | **-** |
| Defaulted Exposures | - | - | - | - | **-** |
| **Total On-Balance Sheet Exposures** | **3,591,223** | **2,168,854** | **2,185,375** | **207,782** | **8,153,234** |
| Off-Balance Sheet Exposures | | | | | |
| OTC Derivatives | 31,447 | 71,337 | - | - | **102,784** |
| Off-Balance sheet exposures other than OTC derivatives | 100,944 | 11,357 | - | - | **112,301** |
| **Total Off-Balance Sheet Exposures** | **132,391** | **82,694** | **-** | **-** | **215,085** |
| **Total Gross Credit Exposures** | **3,723,614** | **2,251,548** | **2,185,375** | **207,782** | **8,368,319** |

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**PILLAR 3 DISCLOSURES**

(i) The sectorial analysis of loans, advances and financing and the expected credit loss by sectors are depicted below:

*Table 6: Loans and Advances by Sectorial Analysis*

| | < ------------------------ Gross Carrying Amount | | | ------------------------ > | |
|---|---|---|---|---|---|
| | Neither past due nor impaired | | Impaired | | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | | |
| **As at 30 June 2026** | | | | **Total** | **Written-off** |
| **By Sector** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Manufacturing (including Agro-based) | 33,940 | - | - | **33,940** | - |
| Electricity, Gas and Water Supply | 1,364 | - | - | **1,364** | - |
| Construction | 100,415 | 1,850 | - | **102,265** | - |
| Wholesale, Retail Trade, Restaurants and Hotels | 463 | - | - | **463** | - |
| Transport, Storage and Communication | 56,015 | - | - | **56,015** | - |
| Finance, Insurance and Business Activities | 536,332 | - | - | **536,332** | - |
| Real Estate | 56,535 | - | - | **56,535** | - |
| Education, Health and Others | 23,113 | - | - | **23,113** | - |
| Household | 1,712,136 | 22,676 | 58 | **1,734,870** | - |
| **Total** | **2,520,313** | **24,526** | **58** | **2,544,897** | **-** |

*Table 6: Loans and Advances by Sectorial Analysis (Continued)*

| | < -------------------- Expected Credit Losses (ECL) -------------------- > | | | | |
|---|---|---|---|---|---|
| | Neither past due nor impaired | | Impaired | | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | | |
| **As at 30 June 2026** | | | | **Total** | **Written-off** |
| **By Sector** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Manufacturing (including Agro-based) | 14 | - | - | **14** | - |
| Electricity, Gas and Water Supply | 1 | - | - | **1** | - |
| Construction | 98 | 7 | - | **105** | - |
| Wholesale, Retail Trade, Restaurants and Hotels | - | - | - | **-** | - |
| Transport, Storage and Communication | 17 | - | - | **17** | - |
| Finance, Insurance and Business Activities | 277 | - | - | **277** | - |
| Real Estate | 23 | - | - | **23** | - |
| Education, Health and Others | 31 | - | - | **31** | - |
| Household | 687 | 9 | 58 | **754** | - |
| **Total** | **1,148** | **16** | **58** | **1,222** | **-** |

*Table 6: Loans and Advances by Sectorial Analysis (Continued)*

| | Gross Carrying Amount | | | | |
|---|---|---|---|---|---|
| | Neither past due nor impaired | | Impaired | | |
| **The Group and The Bank** | Stage 1 | Stage 2 | Stage 3 | | |
| **As at 31 December 2025** | | | | Total | Written-off |
| **By Sector** | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Manufacturing (including Agro-based) | 38,311 | - | - | **38,311** | - |
| Electricity, Gas and Water Supply | 1,228 | - | - | **1,228** | - |
| Construction | 118,281 | 3,659 | - | **121,940** | - |
| Wholesale, Retail Trade, Restaurants and Hotels | 461 | - | - | **461** | - |
| Transport, Storage and Communication | 34,770 | - | - | **34,770** | - |
| Finance, Insurance and Business Activities | 612,679 | - | - | **612,679** | - |
| Real Estate | 82,289 | - | - | **82,289** | 23,273 |
| Education, Health and Others | 22,317 | - | - | **22,317** | - |
| Household | 1,480,838 | - | - | **1,480,838** | - |
| **Total** | **2,391,174** | **3,659** | **-** | **2,394,833** | **23,273** |

*Table 6: Loans and Advances by Sectorial Analysis (Continued)*

| **The Group and The Bank** | **< -------------------- Expected Credit Losses (ECL) -------------------- >** | | | | |
|---|---|---|---|---|---|
| | **Neither past due nor impaired** | | **Impaired** | | |
| | **Stage 1** | **Stage 2** | **Stage 3** | | |
| **As at 31 December 2025** | | | | **Total** | **Written-off** |
| **By Sector** | **RM'000** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Manufacturing (including Agro-based) | 19 | - | - | **19** | - |
| Electricity, Gas and Water Supply | 1 | - | - | **1** | - |
| Construction | 125 | 24 | - | **149** | - |
| Wholesale, Retail Trade, Restaurants and Hotels | - | - | - | **-** | - |
| Transport, Storage and Communication | 57 | - | - | **57** | - |
| Finance, Insurance and Business Activities | 305 | - | - | **305** | - |
| Real Estate | 61 | - | - | **61** | 23,273 |
| Education, Health and Others | 36 | - | - | **36** | - |
| Household | 743 | - | - | **743** | - |
| **Total** | **1,347** | **24** | **-** | **1,371** | **23,273** |

(ii) The geographic analysis of loans, advances and financing and the expected credit loss by geographical distribution can be analysed as follows:

*Table 7: Loans, Advances And Financing By Geographic Distribution*

| | < ------ Gross Carrying Amount | | ------ > | |
|---|---|---|---|---|
| | **Neither past due nor impaired** | | **Impaired** | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | |
| **As at 30 June 2026** | | | | **Total** |
| **By Geographic Distribution** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Perak | 2,380 | - | - | **2,380** |
| Selangor | 354,568 | - | - | **354,568** |
| Johor | 198,431 | - | - | **198,431** |
| Kedah | 948 | - | - | **948** |
| Negeri Sembilan | 1,894 | - | - | **1,894** |
| Pulau Pinang | 19,011 | - | - | **19,011** |
| Sarawak | 9,680 | - | - | **9,680** |
| Sabah | 69 | - | - | **69** |
| Terengganu | - | 1,849 | - | **1,849** |
| Wilayah Persekutuan | 1,889,077 | 22,677 | 58 | **1,911,812** |
| Labuan | - | - | - | **-** |
| Outside Malaysia | 44,255 | - | - | **44,255** |
| **Total** | **2,520,313** | **24,526** | **58** | **2,544,897** |

| | < ------ Expected Credit Losses (ECL) | | ------ > | |
|---|---|---|---|---|
| | **Neither past due nor impaired** | | **Impaired** | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | |
| **As at 30 June 2026** | | | | **Total** |
| **By Geographical Distribution** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Perak | 1 | - | - | **1** |
| Selangor | 223 | - | - | **223** |
| Johor | 79 | - | - | **79** |
| Kedah | - | - | - | **-** |
| Negeri Sembilan | 1 | - | - | **1** |
| Pulau Pinang | 8 | - | - | **8** |
| Sarawak | 4 | - | - | **4** |
| Sabah | - | - | - | **-** |
| Terengganu | - | 7 | - | **7** |
| Wilayah Persekutuan | 821 | 9 | 58 | **888** |
| Labuan | - | - | - | **-** |
| Outside Malaysia | 11 | - | - | **11** |
| **Total** | **1,148** | **16** | **58** | **1,222** |

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**PILLAR 3 DISCLOSURES**

*Table 7: Loans, Advances And Financing By Geographic Distribution (Continued)*

| | < ----------------------- Gross Carrying Amount | | | --------------------- > |
|---|---|---|---|---|
| | Neither past due nor impaired | | Impaired | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | |
| **As at 31 December 2025** | | | | **Total** |
| **By Geographic Distribution** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Perak | 2,431 | - | - | **2,431** |
| Selangor | 484,553 | - | - | **484,553** |
| Johor | 192,669 | - | - | **192,669** |
| Kedah | 3,888 | - | - | **3,888** |
| Negeri Sembilan | 4,218 | - | - | **4,218** |
| Pulau Pinang | 19,970 | - | - | **19,970** |
| Sarawak | 8,554 | - | - | **8,554** |
| Sabah | 57 | - | - | **57** |
| Terengganu | - | 3,659 | - | **3,659** |
| Wilayah Persekutuan | 1,628,618 | - | - | **1,628,618** |
| Labuan | 27,375 | - | - | **27,375** |
| Outside Malaysia | 18,841 | - | - | **18,841** |
| **Total** | **2,391,174** | **3,659** | **-** | **2,394,833** |

| | < ---------------- Expected Credit Losses (ECL) | | | ----------------- > |
|---|---|---|---|---|
| | Neither past due nor impaired | | Impaired | |
| **The Group and The Bank** | **Stage 1** | **Stage 2** | **Stage 3** | |
| **As at 31 December 2025** | | | | **Total** |
| **By Geographical Distribution** | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Perak | 1 | - | - | **1** |
| Selangor | 378 | - | - | **378** |
| Johor | 93 | - | - | **93** |
| Kedah | 2 | - | - | **2** |
| Negeri Sembilan | 2 | - | - | **2** |
| Pulau Pinang | 10 | - | - | **10** |
| Sarawak | 4 | - | - | **4** |
| Sabah | - | - | - | **-** |
| Terengganu | - | 24 | - | **24** |
| Wilayah Persekutuan | 819 | - | - | **819** |
| Labuan | 33 | - | - | **33** |
| Outside Malaysia | 5 | - | - | **5** |
| **Total** | **1,347** | **24** | **-** | **1,371** |

(iii) The table below depicts the movement of expected credit losses:

*Table 8: Movement in expected credit loss for Loans, Advances & Financing*

**The Group and The Bank**

| **As at 30 June 2026** | **12 Month 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** |
|---|---|---|---|---|
| **Expected credit loss** | | | | |
| At beginning of the financial year | 1,347 | 24 | - | **1,371** |
| Transfer between stages | (11) | 11 | - | **-** |
| Loans derecognised during the financial year (other than write-offs) | (1,820) | - | - | **(1,820)** |
| New loans originated or purchased | 1,737 | - | - | **1,737** |
| Changes due to change in credit risk | (104) | (19) | 58 | **(65)** |
| Write-off | - | - | - | **-** |
| Other adjustments: | | | | |
| - Foreign exchange and other adjustments | (1) | - | - | **(1)** |
| **At the end of the financial year** | **1,148** | **16** | **58** | **1,222** |

**The Group and The Bank**

| **As at 31 December 2025** | **12 Month ECL Stage 1 31.12.2025 RM'000** | **Lifetime ECL Not Credit Impaired Stage 2 31.12.2025 RM'000** | **Lifetime ECL Credit Impaired Stage 3 31.12.2025 RM'000** | **Total 31.12.2025 RM'000** |
|---|---|---|---|---|
| **Expected credit loss** | | | | |
| At beginning of the financial year | 1,181 | 917 | 23,026 | **25,124** |
| Transfer between stages | 33 | (33) | - | **-** |
| Loans derecognised during the financial year (other than write-offs) | (503) | (649) | - | **(1,152)** |
| New loans originated or purchased | 60 | - | - | **60** |
| Changes due to change in credit risk | 591 | (211) | - | **380** |
| Write-off | - | - | (23,026) | **(23,026)** |
| Other adjustments: | | | | |
| - Foreign exchange and other adjustments | (15) | - | - | **(15)** |
| **At the end of the financial year** | **1,347** | **24** | **-** | **1,371** |

## 4.3 Credit Risk Assessment Under Standardised Approach

### (i) Credit Exposure By Risk Weights

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

*Table 9: Credit Risk Exposure by Risk Weight*

| The Group As at 30 June 2026 Risk Weights | Sovereign / Central Banks RM'000 | Banks, DFIs & MDBs RM'000 | Insurance Companies, Securities Firms & Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Other Assets RM'000 | Default (On Balance Sheet) RM'000 | OTC Derivatives RM'000 | Off-Balance sheet exposures other than OTC derivatives RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | Total Risk Weighted Assets RM'000 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Exposure after netting and credit risk mitigation | | | | | | | | | | |
| 0% | 2,740,170 | - | - | - | - | 130 | - | - | - | 2,740,300 | - |
| 20% | 8,312 | 1,467,028 | 20,186 | 1,137,055 | - | - | - | 71,717 | - | 2,704,298 | 540,861 |
| 50% | 12,496 | 65,445 | - | 116,444 | - | - | - | 3,803 | - | 198,188 | 99,094 |
| 75% | - | - | - | - | 6,033 | - | - | - | - | 6,033 | 4,525 |
| 100% | - | - | 11,012 | 1,141,318 | - | 175,834 | - | 13,335 | 106,425 | 1,447,924 | 1,447,924 |
| CCP | - | - | - | - | - | - | - | - | - | - | - |
| **Total** | **2,760,978** | **1,532,473** | **31,198** | **2,394,817** | **6,033** | **175,964** | **-** | **88,855** | **106,425** | **7,096,743** | **2,092,404** |
| **Deduction from total capital** | - | - | - | - | - | 59 | - | - | - | 59 | - |
| **Average risk weight** | | | | | | | | | | | **29%** |

*Table 9: Credit Risk Exposure by Risk Weight (Continued)*

| The Bank As at 30 June 2026 Risk Weights | Exposure after netting and credit risk mitigation | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Sovereign / Central Banks RM'000 | Banks, DFIs & MDBs RM'000 | Insurance Companies, Securities Firms & Fund Managers RM'000 | Corporates RM'000 | Regulatory Retail RM'000 | Other Assets RM'000 | Default (On Balance Sheet) RM'000 | OTC Derivatives RM'000 | Off-Balance sheet exposures other than OTC derivatives RM'000 | Total Exposures after Netting & Credit Risk Mitigation RM'000 | Total Risk Weighted Assets RM'000 |
| 0% | 2,740,170 | - | - | - | - | - | - | - | - | 2,740,170 | - |
| 20% | 8,312 | 1,411,519 | 20,184 | 1,137,055 | - | - | - | 71,717 | - | 2,648,787 | 529,758 |
| 50% | 12,496 | 65,445 | - | 116,444 | - | - | - | 3,803 | - | 198,188 | 99,094 |
| 75% | - | - | - | - | 6,033 | - | - | - | - | 6,033 | 4,525 |
| 100% | - | - | 11,014 | 1,141,318 | - | 175,262 | - | 13,335 | 106,425 | 1,447,354 | 1,447,354 |
| CCP | - | - | - | - | - | - | - | - | - | - | - |
| **Total** | **2,760,978** | **1,476,964** | **31,198** | **2,394,817** | **6,033** | **175,262** | **-** | **88,855** | **106,425** | **7,040,532** | **2,080,731** |
| **Deduction from total capital** | - | - | - | - | - | 2,856 | - | - | - | 2,856 | - |
| **Average risk weight** | | | | | | | | | | | **30%** |

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*Table 9: Credit Risk Exposure by Risk Weight (Continued)*

| The Group<br>As at 31 December 2025<br>Risk Weights | Exposure after netting and credit risk mitigation<br>Sovereign / Central Banks<br>RM'000 | Banks, DFIs & MDBs<br>RM'000 | Insurance Companies, Securities Firms & Fund Managers<br>RM'000 | Corporates<br>RM'000 | Regulatory Retail<br>RM'000 | Other Assets<br>RM'000 | Default (On Balance Sheet)<br>RM'000 | OTC Derivatives<br>RM'000 | Off-Balance sheet exposures other than OTC derivatives<br>RM'000 | Total Exposures after Netting & Credit Risk Mitigation<br>RM'000 | Total Risk Weighted Assets<br>RM'000 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 0% | 2,778,734 | - | - | - | - | - | - | - | - | 2,778,734 | - |
| 20% | 39,300 | 1,107,546 | 20,189 | 1,162,079 | - | - | - | 58,864 | - | 2,387,978 | 477,596 |
| 50% | 55,975 | 48,811 | - | 201,849 | - | - | - | 35,277 | - | 341,912 | 170,956 |
| 75% | - | - | - | - | 3,084 | - | - | - | 2,519 | 5,603 | 4,202 |
| 100% | - | - | 5,328 | 893,401 | - | 153,744 | - | 8,643 | 109,782 | 1,170,898 | 1,170,898 |
| CCP | - | - | - | - | - | - | - | - | - | - | - |
| **Total** | **2,874,009** | **1,156,357** | **25,517** | **2,257,329** | **3,084** | **153,744** | **-** | **102,784** | **112,301** | **6,685,125** | **1,823,652** |
| **Deduction from total capital** | - | - | - | - | - | - | - | - | - | - | - |
| **Average risk weight** | | | | | | | | | | | **27%** |

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(Incorporated in Malaysia)

**PILLAR 3 DISCLOSURES**

*Table 9: Credit Risk Exposure by Risk Weight (Continued)*

| The Bank<br>As at 31 December 2025<br>Risk Weights | Exposure after netting and credit risk mitigation<br>Sovereign / Central Banks<br>RM'000 | Banks, DFIs & MDBs<br>RM'000 | Insurance Companies, Securities Firms & Fund Managers<br>RM'000 | Corporates<br>RM'000 | Regulatory Retail<br>RM'000 | Other Assets<br>RM'000 | Default (On Balance Sheet)<br>RM'000 | OTC Derivatives<br>RM'000 | Off-Balance sheet exposures other than OTC derivatives<br>RM'000 | Total Exposures after Netting & Credit Risk Mitigation<br>RM'000 | Total Risk Weighted Assets<br>RM'000 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 0% | 2,778,734 | - | - | - | - | - | - | - | - | 2,778,734 | - |
| 20% | 39,300 | 1,102,608 | 20,189 | 1,162,079 | - | - | - | 58,864 | - | 2,383,040 | 476,608 |
| 50% | 55,975 | 48,811 | - | 201,849 | - | - | - | 35,277 | - | 341,912 | 170,956 |
| 75% | - | - | - | - | 3,084 | - | - | - | 2,519 | 5,603 | 4,202 |
| 100% | - | - | 5,328 | 893,401 | - | 152,903 | - | 8,643 | 109,782 | 1,170,057 | 1,170,057 |
| CCP | - | - | - | - | - | - | - | - | - | - | - |
| **Total** | **2,874,009** | **1,151,419** | **25,517** | **2,257,329** | **3,084** | **152,903** | **-** | **102,784** | **112,301** | **6,679,346** | **1,821,823** |
| **Deduction from total capital** | - | - | - | - | - | 2,166 | - | - | - | 2,166 | - |
| **Average risk weight** | | | | | | | | | | | **27%** |

## Affin Hwang Investment Bank Berhad
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**PILLAR 3 DISCLOSURES**

**Table 10: Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000)**

| **The Group** | | **Ratings of Corporate by Approved ECAIs** | | | | |
|---|---|---|---|---|---|---|
| **As at 30 June 2026** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Ba3** | **B1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3** | **A to A3** | **BBB1 to BB3** | **B to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | |
| **Credit Exposures (using Corporate Risk Weights)** | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | | - | - | - | - | 44,535 |
| Corporates | | - | - | - | - | 3,833,399 |
| **Total** | | **-** | **-** | **-** | **-** | **3,877,934** |

| **The Group** | | **Ratings of Sovereigns and Central Banks by Approved ECAIs** | | | | | |
|---|---|---|---|---|---|---|---|
| **As at 30 June 2026** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Baa3** | **Ba1 to B3** | **Caa1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3-** | **A1 to A3** | **BBB1+ to BBB3** | **BB1 to B3** | **C1+ to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **C+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Sovereign/Central Banks | | - | - | - | - | - | 2,760,978 |
| **Total** | | **-** | **-** | **-** | **-** | **-** | **2,760,978** |

| **The Group** | | **Ratings of Banking Institutions by Approved ECAIs** | | | | | |
|---|---|---|---|---|---|---|---|
| **As at 30 June 2026** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Baa3** | **Ba1 to B3** | **Caa1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3-** | **as** | **BBB1+ to BBB3** | **BB1 to B3** | **C1+ to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **C+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Banks, DFIs & MDBs | | 1,093,041 | 312,907 | 427 | - | - | 201,616 |
| **Total** | | **1,093,041** | **312,907** | **427** | **-** | **-** | **201,616** |

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**PILLAR 3 DISCLOSURES**

**Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000) (Continued)**

| The Bank | Ratings of Corporate by Approved ECAIs | | | | | |
|---|---|---|---|---|---|---|
| As at 30 June 2026 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Ba3 | B1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| | RAM | AAA to AA3 | A to A3 | BBB1 to BB3 | B to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | |
| **Credit Exposures (using Corporate Risk Weights)** | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | | - | - | - | - | 44,535 |
| Corporates | | - | - | - | - | 3,833,399 |
| **Total** | | **-** | **-** | **-** | **-** | **3,877,934** |

| The Bank | Ratings of Sovereigns and Central Banks by Approved ECAIs | | | | | | |
|---|---|---|---|---|---|---|---|
| As at 30 June 2026 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Baa3 | Ba1 to B3 | Caa1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| | RAM | AAA to AA3- | A1 to A3 | BBB1+ to BBB3 | BB1 to B3 | C1+ to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | C+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Sovereign/Central Banks | | - | - | - | - | - | 2,760,978 |
| **Total** | | **-** | **-** | **-** | **-** | **-** | **2,760,978** |

| The Bank | Ratings of Banking Institutions by Approved ECAIs | | | | | | |
|---|---|---|---|---|---|---|---|
| As at 30 June 2026 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Baa3 | Ba1 to B3 | Caa1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| | RAM | AAA to AA3- | A1 to A3 | BBB1+ to BBB3 | BB1 to B3 | C1+ to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | C+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Banks, DFIs & MDBs | | 1,037,532 | 312,907 | 427 | - | - | 201,616 |
| **Total** | | **1,037,532** | **312,907** | **427** | **-** | **-** | **201,616** |

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**PILLAR 3 DISCLOSURES**

**Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000) (Continued)**

| The Group | Ratings of Corporate by Approved ECAIs | | | | | |
|---|---|---|---|---|---|---|
| As at 31 December 2025 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Ba3 | B1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| | RAM | AAA to AA3 | A to A3 | BBB1 to BB3 | B to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BB- | B+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | |
| **Credit Exposures (using Corporate Risk Weights)** | | | | | | |
| Public Sector Entities (applicable for entities risk weighted based on their external ratings as corporates) | | - | - | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | | 20,188 | - | - | - | 13,972 |
| Corporates | | 1,162,079 | 201,849 | 90,383 | - | 2,262,142 |
| **Total** | | **1,182,267** | **201,849** | **90,383** | **-** | **2,276,114** |

| The Group | Ratings of Sovereigns and Central Banks by Approved ECAIs | | | | | | |
|---|---|---|---|---|---|---|---|
| As at 31 December 2025 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Baa3 | Ba1 to B3 | Caa1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| | RAM | AAA to AA3- | A1 to A3 | BBB1+ to BBB3 | BB1 to B3 | C1+ to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | C+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Sovereign/Central Banks | | 33,109 | 39,300 | 55,975 | - | - | 2,745,625 |
| **Total** | | **33,109** | **39,300** | **55,975** | **-** | **-** | **2,745,625** |

| The Group | Ratings of Banking Institutions by Approved ECAIs | | | | | | |
|---|---|---|---|---|---|---|---|
| As at 31 December 2025 | Moodys | Aaa to Aa3 | A1 to A3 | Baa1 to Baa3 | Ba1 to B3 | Caa1 to C | Unrated |
| | S&P | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| Exposure Class | Fitch | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | CCC+ to D | Unrated |
| | RAM | AAA to AA3- | A1 to A3 | BBB1+ to BBB3 | BB1 to B3 | C1+ to D | Unrated |
| | MARC | AAA to AA- | A+ to A- | BBB+ to BBB- | BB+ to B- | C+ to D | Unrated |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Banks, DFIs & MDBs | | 1,038,069 | 201,390 | 11,039 | - | - | - |
| **Total** | | **1,038,069** | **201,390** | **11,039** | **-** | **-** | **-** |

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(Incorporated in Malaysia)

**PILLAR 3 DISCLOSURES**

**Disclosures on Rated Exposures according to Ratings by ECAIs (RM'000) (Continued)**

| **The Bank** | | **Ratings of Corporate by Approved ECAIs** | | | | |
|---|---|---|---|---|---|---|
| **As at 31 December 2025** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Ba3** | **B1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3** | **A to A3** | **BBB1 to BB3** | **B to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BB-** | **B+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | |
| **Credit Exposures (using Corporate Risk Weights)** | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | | 20,188 | - | - | - | 13,972 |
| Corporates | | 1,162,079 | 201,849 | 90,383 | - | 2,262,142 |
| **Total** | | **1,182,267** | **201,849** | **90,383** | **-** | **2,276,114** |

| **The Bank** | | **Ratings of Sovereigns and Central Banks by Approved ECAIs** | | | | | |
|---|---|---|---|---|---|---|---|
| **As at 31 December 2025** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Baa3** | **Ba1 to B3** | **Caa1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3-** | **A1 to A3** | **BBB1+ to BBB3** | **BB1 to B3** | **C1+ to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **C+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Sovereign/Central Banks | | 33,109 | 39,300 | 55,975 | - | - | 2,745,625 |
| **Total** | | **33,109** | **39,300** | **55,975** | **-** | **-** | **2,745,625** |

| **The Bank** | | **Ratings of Banking Institutions by Approved ECAIs** | | | | | |
|---|---|---|---|---|---|---|---|
| **As at 31 December 2025** | **Moodys** | **Aaa to Aa3** | **A1 to A3** | **Baa1 to Baa3** | **Ba1 to B3** | **Caa1 to C** | **Unrated** |
| | **S&P** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| Exposure Class | **Fitch** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **CCC+ to D** | **Unrated** |
| | **RAM** | **AAA to AA3-** | **A1 to A3** | **BBB1+ to BBB3** | **BB1 to B3** | **C1+ to D** | **Unrated** |
| | **MARC** | **AAA to AA-** | **A+ to A-** | **BBB+ to BBB-** | **BB+ to B-** | **C+ to D** | **Unrated** |
| **On and Off-Balance-Sheet Exposures** | | | | | | | |
| Banks, DFIs & MDBs | | 1,033,131 | 201,390 | 11,039 | - | - | - |
| **Total** | | **1,033,131** | **201,390** | **11,039** | **-** | **-** | **-** |

# Affin Hwang Investment Bank Berhad

(Incorporated in Malaysia)

**PILLAR 3 DISCLOSURES**

The following table depicts the Bank's exposures covered by guarantees and collaterals:

*Table 11: Exposures Covered by Credit Risk Mitigation*

| **The Group**<br>**As at 30 June 2026** | **Exposures before CRM** | **Exposures Covered by Guarantees** | **Exposures Covered by Eligible Financial Collateral** | **Exposures Covered by Other Eligible Collateral** |
|---|---|---|---|---|
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,760,978 | - | - | - |
| Banks, DFIs and MDBs | 1,532,473 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | - | - | - |
| Corporates | 3,717,712 | - | 1,322,895 | - |
| Regulatory Retail | 344,435 | - | 338,402 | - |
| Other assets | 175,964 | - | - | - |
| **Total On-Balance Sheet Exposures** | **8,562,760** | **-** | **1,661,297** | **-** |
| Off-Balance Sheet Exposures | | | | |
| OTC Derivatives | 88,855 | - | - | - |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | - | 11,520 | - |
| **Total Off-Balance Sheet Exposures** | **206,800** | **-** | **11,520** | **-** |
| **Total Gross Credit Exposures** | **8,769,560** | **-** | **1,672,817** | **-** |

| **The Bank**<br>**As at 30 June 2026** | **Exposures before CRM** | **Exposures Covered by Guarantees** | **Exposures Covered by Eligible Financial Collateral** | **Exposures Covered by Other Eligible Collateral** |
|---|---|---|---|---|
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,760,978 | - | - | - |
| Banks, DFIs and MDBs | 1,476,964 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | 31,198 | - | - | - |
| Corporates | 3,717,712 | - | 1,322,895 | - |
| Regulatory Retail | 344,435 | - | 338,402 | - |
| Other assets | 175,262 | - | - | - |
| **Total On-Balance Sheet Exposures** | **8,506,549** | **-** | **1,661,297** | **-** |
| Off-Balance Sheet Exposures | | | | |
| OTC Derivatives | 88,855 | - | - | - |
| Off-Balance sheet exposures other than OTC derivatives | 117,945 | - | 11,520 | - |
| **Total Off-Balance Sheet Exposures** | **206,800** | **-** | **11,520** | **-** |
| **Total Gross Credit Exposures** | **8,713,349** | **-** | **1,672,817** | **-** |

*Table 11: Exposures Covered by Credit Risk Mitigation (Continued)*

| **The Group**<br>**As at 31 December 2025** | **Exposures before CRM** | **Exposures Covered by Guarantees** | **Exposures Covered by Eligible Financial Collateral** | **Exposures Covered by Other Eligible Collateral** |
|---|---|---|---|---|
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,874,009 | - | - | - |
| Banks, DFIs and MDBs | 1,156,357 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | - | - | - |
| Corporates | 3,606,671 | - | 1,349,341 | - |
| Regulatory Retail | 342,715 | - | 339,632 | - |
| Other assets | 153,744 | - | - | - |
| **Total On-Balance Sheet Exposures** | **8,159,013** | **-** | **1,688,973** | **-** |
| Off-Balance Sheet Exposures | | | | |
| OTC Derivatives | 102,784 | - | - | - |
| derivatives | 112,301 | - | - | - |
| **Total Off-Balance Sheet Exposures** | **215,085** | **-** | **-** | **-** |
| **Total Gross Credit Exposures** | **8,374,098** | **-** | **1,688,973** | **-** |

| **The Bank**<br>**As at 31 December 2025** | **Exposures before CRM** | **Exposures Covered by Guarantees** | **Exposures Covered by Eligible Financial Collateral** | **Exposures Covered by Other Eligible Collateral** |
|---|---|---|---|---|
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **Exposure Class** | | | | |
| On-Balance Sheet Exposures | | | | |
| Sovereigns/Central Banks | 2,874,009 | - | - | - |
| Banks, DFIs and MDBs | 1,151,419 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | 25,517 | - | - | - |
| Corporates | 3,606,671 | - | 1,349,341 | - |
| Regulatory Retail | 342,715 | - | 339,632 | - |
| Other assets | 152,903 | - | - | - |
| **Total On-Balance Sheet Exposures** | **8,153,234** | **-** | **1,688,973** | **-** |
| Off-Balance Sheet Exposures | | | | |
| OTC Derivatives | 102,784 | - | - | - |
| Off-Balance sheet exposures other than OTC derivatives | 112,301 | - | - | - |
| **Total Off-Balance Sheet Exposures** | **215,085** | **-** | **-** | **-** |
| **Total Gross Credit Exposures** | **8,368,319** | **-** | **1,688,973** | **-** |

## 4.5 Off-Balance Sheet Exposure and Counterparty Credit Risk

The following table depicts disclosure of off-balance sheet and counterparty credit risk:

*Table 12: Off-Balance Sheet and Counterparty Credit Risk*

| The Group and The Bank<br><br>As at 30 June 2026<br>Description | Principal Amount RM'000 | Positive Fair Value of Derivative Contracts RM'000 | Credit Equivalent Amount RM'000 | Risk Weighted Assets RM'000 |
|---|---|---|---|---|
| Transaction related contingent Items | 64,606 | - | 32,303 | 32,303 |
| Foreign exchange related contracts | | | | |
| Less than one year | 1,114,615 | 16,883 | 35,686 | 18,366 |
| One year to less than five years | - | - | - | - |
| Interest rate related contracts | | | | |
| Less than one year | 948,000 | 845 | 2,795 | 603 |
| One year to less than five years | 2,428,481 | 5,043 | 50,374 | 11,172 |
| Irrevocable commitments to extend credit | | | | |
| Maturity less than one year | 239,604 | - | 47,921 | 45,166 |
| Maturity more than one year | 75,442 | - | 37,721 | 30,748 |
| to deterioration in a borrower's creditworthiness | 2,818,829 | - | - | - |
| **Total** | **7,689,577** | **22,771** | **206,800** | **138,358** |

| The Group and The Bank<br><br>As at 31 December 2025<br>Description | Principal Amount RM'000 | Positive Fair Value of Derivative Contracts RM'000 | Credit Equivalent Amount RM'000 | Risk Weighted Assets RM'000 |
|---|---|---|---|---|
| Transaction related contingent Items | 64,606 | - | 32,303 | 32,303 |
| Foreign exchange related contracts | | | | |
| Less than one year | 1,824,106 | 10,836 | 29,647 | 11,316 |
| One year to less than five years | 75,576 | 592 | 5,127 | 2,835 |
| Interest rate related contracts | | | | |
| Less than one year | 700,000 | 371 | 1,301 | 269 |
| One year to less than five years | 2,947,000 | 8,689 | 66,709 | 17,137 |
| Irrevocable commitments to extend credit | | | | |
| Maturity less than one year | 285,275 | - | 57,055 | 52,518 |
| Maturity more than one year | 45,885 | - | 22,943 | 12,351 |
| Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness | 2,314,634 | - | - | - |
| **Total** | **8,257,082** | **20,488** | **215,085** | **128,729** |

## 4 Application of Standardised Approach for Market Risk

The Group and the Bank adopt the Standardised Approach for the purpose of calculating the capital requirement for market risk

Kindly refer to Table 1

## 5 Application of Standardised Approach for Operational Risk

The Group and the Bank adopt the Standardised Approach for the purpose of calculating the capital requirement for operational risk. The capital requirement is calculated by taking 15% of the average annual gross income over the previous three years.

Kindly refer to Table 1

## 6 Equities in the Banking Book

The following table depicts the fair value and risk weighted assets of and gains and losses on equity/CIS investments under banking book:

*Table 13: Equities under Banking Book*

| **The Group**<br>**As at 30 June 2026**<br>**Type of Equity Investments** | **Fair Value**<br>**RM'000** | **Risk Weighted Assets**<br>**RM'000** |
|---|---|---|
| Publicly traded | - | - |
| Privately held | 30,033 | 30,033 |
| **Total** | **30,033** | **30,033** |

| | **RM'000** |
|---|---|
| Cumulative realised gains/(losses) from sales and liquidations of equity investments | - |
| Total unrealised gains/(losses) in other comprehensive income | 1,715 |

| **The Bank**<br>**As at 30 June 2026**<br>**Type of Equity Investments** | **Fair Value**<br>**RM'000** | **Risk Weighted Assets**<br>**RM'000** |
|---|---|---|
| Publicly traded | - | - |
| Privately held | 29,169 | 29,169 |
| **Total** | **29,169** | **29,169** |

| | **RM'000** |
|---|---|
| Cumulative realised gains from sales and liquidations of equity investments | - |
| Total unrealised gains in other comprehensive income | 1,715 |

*Table 13: Equities under Banking Book (Continued)*

| **The Group**<br>**As at 31 December 2025**<br>**Type of Equity Investments** | **Fair Value**<br>**RM'000** | **Risk Weighted Assets**<br>**RM'000** |
|---|---|---|
| Publicly traded | - | - |
| Privately held | 28,802 | 28,802 |
| **Total** | **28,802** | **28,802** |

| | **RM'000** |
|---|---|
| Cumulative realised gains/(losses) from sales and liquidations of equity investments | - |
| Total unrealised gains/(losses) in other comprehensive income | 1,266 |

| **The Bank**<br>**As at 31 December 2025**<br>**Type of Equity Investments** | **Fair Value**<br>**RM'000** | **Risk Weighted Assets**<br>**RM'000** |
|---|---|---|
| Publicly traded | - | - |
| Privately held | 27,454 | 27,454 |
| **Total** | **27,454** | **27,454** |

| | **RM'000** |
|---|---|
| Cumulative realised gains/(losses) from sales and liquidations of equity investments | - |
| Total unrealised gains/(losses) in other comprehensive income | 1,266 |

# Affin Hwang Investment Bank Berhad

(Incorporated in Malaysia)

**PILLAR 3 DISCLOSURES**

## 7 INTEREST RATE RISK IN THE BANKING BOOK

The following table depicts the sensitivity shocks on earnings and economic value of the Bank's positions in banking book, to a parallel interest rate shock of +/- 100 basis points ("bps"):

*Table 14: Sensitivity of the banking book to interest rate changes*

| | The Group Increase / (Decrease) in RM'000 | | The Bank Increase / (Decrease) in RM'000 | |
|---|---|---|---|---|
| **As at 30 June 2026** | **+100 bps** | **-100 bps** | **+100 bps** | **-100 bps** |
| **Impact on Earnings *** | | | | |
| MYR | (19,836) | 19,836 | (19,836) | 19,836 |
| USD | (1,493) | 1,493 | (1,493) | 1,493 |
| SGD | (16) | 16 | (16) | 16 |
| Others | (2,554) | 2,554 | (2,554) | 2,554 |
| **Total** | **(23,899)** | **23,899** | **(23,899)** | **23,899** |
| **Impact on Economic Value #** | | | | |
| MYR | (141,301) | 141,301 | (141,301) | 141,301 |
| USD | (6,974) | 6,974 | (6,974) | 6,974 |
| SGD | (0) | 0 | (0) | 0 |
| Others | (17,630) | 17,630 | (17,630) | 17,630 |
| **Total** | **(165,905)** | **165,905** | **(165,905)** | **165,905** |

| | The Group Increase / (Decrease) in RM'000 | | The Bank Increase / (Decrease) in RM'000 | |
|---|---|---|---|---|
| **As at 31 December 2025** | **+100 bps** | **-100 bps** | **+100 bps** | **-100 bps** |
| **Impact on Earnings *** | | | | |
| MYR | (19,289) | 19,289 | (19,289) | 19,289 |
| USD | (2,960) | 2,960 | (2,960) | 2,960 |
| SGD | (73) | 73 | (73) | 73 |
| Others | (4,401) | 4,401 | (4,401) | 4,401 |
| **Total** | **(26,723)** | **26,723** | **(26,723)** | **26,723** |
| **Impact on Economic Value #** | | | | |
| MYR | (147,908) | 147,908 | (147,908) | 147,908 |
| USD | (17,948) | 17,948 | (17,948) | 17,948 |
| SGD | 4 | (4) | 4 | (4) |
| Others | (28,070) | 28,070 | (28,070) | 28,070 |
| **Total** | **(193,922)** | **193,922** | **(193,922)** | **193,922** |

** The earnings approach focuses on the impact of interest rate movement on the Bank's near term earnings (within 1 year).*

*# The economic value approach provides a more comprehensive view of the impact of interest rate movement on the economic value of the Bank's overall positions.*