

**CIMB GROUP HOLDINGS BERHAD**  
(Registration Number 195601000197 (50841-W))  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

	Note	The Group		The Company	
		30 September 2023 RM'000	31 December 2022 RM'000	30 September 2023 RM'000	31 December 2022 RM'000
<b>ASSETS</b>					
Cash and short-term funds	A8	37,224,463	44,008,860	2,312,650	474,259
Reverse repurchase agreements/reverse Collateralised Commodity Murabahah		9,298,850	9,751,262	-	-
Deposits and placements with banks and other financial institutions	A8	3,842,538	3,096,482	18,811	-
Financial investments at fair value through profit or loss	A9	48,697,578	33,200,263	-	-
Debt instruments at fair value through other comprehensive income	A10	65,329,244	58,375,661	1,759,452	1,737,110
Equity instruments at fair value through other comprehensive income	A11	303,525	300,669	-	-
Debt instruments at amortised cost	A12	80,392,828	64,533,424	7,517,489	7,813,401
Derivative financial instruments	A26	25,142,160	18,072,158	-	-
Loans, advances and financing	A13	418,678,795	394,557,180	-	-
Other assets	A14	20,263,757	13,601,102	83,993	83,364
Amount due from a subsidiary		-	-	5	209
Tax recoverable		264,496	339,068	184,218	185,361
Deferred tax assets		2,095,953	1,910,929	-	-
Statutory deposits with central banks		11,786,065	10,905,070	-	-
Investment in subsidiaries		-	-	34,679,307	34,666,619
Investment in associates and joint ventures		2,457,141	2,467,007	-	-
Property, plant and equipment		2,062,893	2,055,881	156	266
Right-of-use assets		651,490	600,402	430	430
Investment properties		2,674	-	314	327
Goodwill		6,532,446	6,382,440	-	-
Intangible assets		1,916,353	1,798,512	-	-
		<b>736,943,249</b>	<b>665,956,370</b>	<b>46,556,825</b>	<b>44,961,346</b>
Non-current assets held for sale		762,698	764,855	-	-
<b>TOTAL ASSETS</b>		<b>737,705,947</b>	<b>666,721,225</b>	<b>46,556,825</b>	<b>44,961,346</b>
<b>LIABILITIES AND EQUITY</b>					
Deposits from customers	A15	455,603,524	432,949,983	-	-
Investment accounts of customers	A16	18,438,729	13,684,632	-	-
Deposits and placements of banks and other financial institutions	A17	40,451,395	34,189,249	-	-
Repurchase agreements/Collateralised Commodity Murabahah		50,256,122	35,923,201	-	-
Financial liabilities designated at fair value through profit or loss	A18	12,302,752	11,063,853	-	-
Derivative financial instruments	A26	23,053,710	17,460,533	-	-
Bills and acceptances payable		1,599,104	2,002,427	-	-
Other liabilities	A19	31,034,071	25,160,638	9,875	12,762
Lease liabilities		548,230	500,138	-	-
Recourse obligation on loans and financing sold to Cagamas		2,156,702	650,667	-	-
Amount due to subsidiaries		-	-	2,149	531
Provision for taxation and zakat		597,278	109,651	-	-
Deferred tax liabilities		44,171	44,852	2	3
Bonds, Sukuk and debentures	B5(i)	12,393,974	9,918,209	-	-
Other borrowings	B5(ii)	8,743,397	8,264,785	3,964,899	3,956,970
Subordinated obligations	B5(iii)	10,844,983	11,014,515	10,362,167	10,627,596
		<b>668,068,142</b>	<b>602,937,333</b>	<b>14,339,092</b>	<b>14,597,862</b>
Non-current liabilities held for sale		-	39	-	-
<b>TOTAL LIABILITIES</b>		<b>668,068,142</b>	<b>602,937,372</b>	<b>14,339,092</b>	<b>14,597,862</b>
Ordinary share capital		29,094,547	29,094,547	29,094,547	29,094,547
Reserves		39,109,838	33,397,265	3,123,229	1,268,980
Less: Shares held under trust		(563)	(563)	-	-
Treasury shares, at cost		(43)	(43)	(43)	(43)
		<b>68,203,779</b>	<b>62,491,206</b>	<b>32,217,733</b>	<b>30,363,484</b>
Perpetual preference shares		200,000	200,000	-	-
Non-controlling interests		1,234,026	1,092,647	-	-
<b>TOTAL EQUITY</b>		<b>69,637,805</b>	<b>63,783,853</b>	<b>32,217,733</b>	<b>30,363,484</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>737,705,947</b>	<b>666,721,225</b>	<b>46,556,825</b>	<b>44,961,346</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	A27	<b>2,079,319,170</b>	<b>1,371,423,297</b>	<b>-</b>	<b>-</b>
<b>Net assets per share attributable to owners of the Parent (RM)</b>		<b>6.40</b>	<b>5.86</b>	<b>3.02</b>	<b>2.85</b>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022.

**CIMB GROUP HOLDINGS BERHAD**  
(Registration Number 195601000197 (50841-W))  
**CONDENSED INTERIM FINANCIAL STATEMENTS**

**UNAUDITED CONSOLIDATED STATEMENTS OF INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	Note	The Group			
		3rd quarter ended		Nine months ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
		RM'000	RM'000	RM'000	RM'000
Interest income	A20(a)	6,177,352	4,575,193	17,460,140	12,479,351
Interest income for financial assets at fair value through profit or loss	A20(b)	370,929	207,653	978,159	534,568
Interest expense	A21	<u>(3,705,497)</u>	<u>(1,802,850)</u>	<u>(10,125,401)</u>	<u>(4,498,365)</u>
Net interest income (before modification loss)		2,842,784	2,979,996	8,312,898	8,515,554
Modification (loss)/gain	A22	<u>(2,223)</u>	<u>66</u>	<u>(2,489)</u>	<u>6,860</u>
Net interest income (after modification loss)		2,840,561	2,980,062	8,310,409	8,522,414
Income from Islamic Banking operations	A31(c)	1,089,505	1,066,073	3,140,070	2,967,607
Fee and commission income	A23(a)	832,108	719,090	2,338,765	2,144,170
Fee and commission expense	A23(b)	<u>(278,765)</u>	<u>(190,262)</u>	<u>(756,590)</u>	<u>(508,173)</u>
Net fee and commission income		553,343	528,828	1,582,175	1,635,997
Other non-interest income	A23(c)	<u>824,647</u>	<u>422,152</u>	<u>2,606,600</u>	<u>1,491,570</u>
		5,308,056	4,997,115	15,639,254	14,617,588
Gain on disposal of joint venture		-	-	-	265
Net income		5,308,056	4,997,115	15,639,254	14,617,853
Overheads	A24	<u>(2,491,764)</u>	<u>(2,280,963)</u>	<u>(7,240,346)</u>	<u>(6,858,047)</u>
Profit before expected credit losses		2,816,292	2,716,152	8,398,908	7,759,806
Expected credit losses on loans, advances and financing	A25(a)	<u>(296,724)</u>	<u>(488,492)</u>	<u>(1,160,766)</u>	<u>(1,231,080)</u>
Expected credit losses written back/(made) for commitments and contingencies		69,446	10,578	141,167	(39,395)
Other expected credit losses and impairment allowances made	A25(b)	<u>(85,076)</u>	<u>(33,351)</u>	<u>(172,516)</u>	<u>(146,396)</u>
		2,503,938	2,204,887	7,206,793	6,342,935
Share of results of joint ventures		(11,427)	(9,595)	(39,674)	(8,694)
Share of results of associates		<u>(398)</u>	<u>6,585</u>	<u>42,896</u>	<u>20,140</u>
Profit before taxation and zakat		2,492,113	2,201,877	7,210,015	6,354,381
Taxation and zakat	B3	<u>(600,938)</u>	<u>(755,341)</u>	<u>(1,808,345)</u>	<u>(2,116,619)</u>
Profit for the financial period		<u>1,891,175</u>	<u>1,446,536</u>	<u>5,401,670</u>	<u>4,237,762</u>
Profit for the financial period attributable to :					
Owners of the Parent		1,847,792	1,407,232	5,265,790	4,114,911
Non-controlling interests		<u>43,383</u>	<u>39,304</u>	<u>135,880</u>	<u>122,851</u>
		<u>1,891,175</u>	<u>1,446,536</u>	<u>5,401,670</u>	<u>4,237,762</u>
Earnings per share (sen):					
- Basic	B7(a)	17.32	13.43	49.37	39.69
- Fully diluted	B7(b)	17.30	13.42	49.29	39.63

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**CIMB GROUP HOLDINGS BERHAD**  
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**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED**  
**30 SEPTEMBER 2023**

	The Group			
	3rd quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	1,891,175	1,446,536	5,401,670	4,237,762
Other comprehensive income/(expense):				
<i>Items that will not be reclassified to profit or loss</i>				
Remeasurement of post employment benefits obligation	(3,081)	1,516	(6,137)	1,502
- Actuarial (loss)/gain	(4,444)	1,568	(4,919)	1,484
- Income tax effects	973	-	642	-
- Currency translation difference	390	(52)	(1,860)	18
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	18,200	(171,364)	35,525	(226,768)
- Net gain/(loss) from change in fair value	14,080	(166,536)	48,533	(221,825)
- Currency translation difference	4,120	(4,828)	(13,008)	(4,943)
Equity instruments at fair value through other comprehensive income	3,871	(11,180)	856	(28,905)
- Net gain/(loss) from change in fair value	3,879	(7,121)	7,521	(20,372)
- Income tax effects	22	(82)	(22)	(27)
- Currency translation difference	(30)	(3,977)	(6,643)	(8,506)
	18,990	(181,028)	30,244	(254,171)
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	(291,602)	(123,402)	375,125	(1,484,080)
- Net (loss)/gain from change in fair value	(300,829)	(143,979)	641,519	(1,831,833)
- Realised (gain)/loss transferred to statement of income on disposal	(73,268)	(5,839)	(188,545)	1,489
- Changes in expected credit losses	(67)	(4,402)	18,589	(38,328)
- Income tax effects	82,892	34,887	(71,730)	384,625
- Currency translation difference	(330)	(4,069)	(24,708)	(33)
Net investment hedge	(27,554)	(221,338)	(388,452)	(460,162)
Hedging reserve - cash flow hedge	6,554	(9,716)	5,434	(18,581)
- Net gain/(loss) from change in fair value	6,881	(12,365)	6,774	(21,938)
- Income tax effects	(327)	2,649	(1,340)	3,357
Deferred hedging cost	14,974	2,990	23,458	35,200
- Net gain from change in fair value	14,833	2,918	22,264	33,123
- Income tax effects	141	72	1,194	2,077
Exchange fluctuation reserve	(421,593)	650,363	1,798,407	1,201,753
Share of other comprehensive (expense)/income of associates and joint ventures	(707)	1,820	16,581	4,367
	(719,928)	300,717	1,830,553	(721,503)
Total other comprehensive (expense)/income for the financial period, net of tax	(700,938)	119,689	1,860,797	(975,674)
Total comprehensive income for the financial period	1,190,237	1,566,225	7,262,467	3,262,088
Total comprehensive income for the financial period attributable to:				
Owners of the Parent	1,188,010	1,515,900	7,055,891	3,152,708
Non-controlling interests	2,227	50,325	206,576	109,380
	1,190,237	1,566,225	7,262,467	3,262,088

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**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	Note	The Company			
		3rd quarter ended		Nine months ended	
		30 September	30 September	30 September	30 September
		2023	2022	2023	2022
		RM'000	RM'000	RM'000	RM'000
Interest income	A20(a)	<b>104,038</b>	96,538	<b>305,290</b>	278,703
Interest expense	A21	<b>(147,394)</b>	(136,162)	<b>(444,215)</b>	(404,505)
Net interest expense		<b>(43,356)</b>	(39,624)	<b>(138,925)</b>	(125,802)
Net non-interest income	A23	<b>1,640,251</b>	1,254,033	<b>3,355,187</b>	3,034,792
		<b>1,596,895</b>	1,214,409	<b>3,216,262</b>	2,908,990
Gain on disposal of a subsidiary		-	-	-	581,774
		<b>1,596,895</b>	1,214,409	<b>3,216,262</b>	3,490,764
Overheads	A24	<b>(9,057)</b>	(6,814)	<b>(19,341)</b>	(23,608)
Profit before expected credit losses		<b>1,587,838</b>	1,207,595	<b>3,196,921</b>	3,467,156
Other expected credit losses and impairment allowances (made)/written back	A25(b)	<b>(92)</b>	(42,470)	<b>1,734</b>	(6,355)
Profit before taxation		<b>1,587,746</b>	1,165,125	<b>3,198,655</b>	3,460,801
Taxation	B3	<b>(1,459)</b>	1	<b>(2,672)</b>	(797)
Profit for the financial period		<b>1,586,287</b>	1,165,126	<b>3,195,983</b>	3,460,004

**UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	The Company				
	3rd quarter ended		Nine months ended		
	30 September	30 September	30 September	30 September	
	2023	2022	2023	2022	
		RM'000	RM'000	RM'000	RM'000
Profit for the financial period		<b>1,586,287</b>	1,165,126	<b>3,195,983</b>	3,460,004
Other comprehensive income/(expense):					
<i>Items that may be reclassified subsequently to profit or loss</i>					
Debt instruments at fair value through other comprehensive income		<b>(1,245)</b>	6,492	<b>2,301</b>	(38,287)
- Net (loss)/gain from change in fair value		<b>(1,333)</b>	(105)	<b>2,024</b>	(37,482)
- Changes in expected credit losses		<b>88</b>	6,597	<b>277</b>	(805)
Other comprehensive (expense)/income		<b>(1,245)</b>	6,492	<b>2,301</b>	(38,287)
Total comprehensive income for the financial period		<b>1,585,042</b>	1,171,618	<b>3,198,284</b>	3,421,717

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**CIMB GROUP HOLDINGS BERHAD**  
(Registration Number 195601000197 (50841-W))  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

Attributable to owners of the Parent

The Group  
30 September 2023

	Fair value reserve															
	Ordinary share capital RM'000	Statutory reserve RM'000	Capital reserve RM'000	Exchange fluctuation reserve RM'000	Shares held under trust RM'000	Treasury shares RM'000	Debt instruments at fair value through other comprehensive income RM'000	Equity instruments at fair value through other comprehensive income RM'000	Other reserves RM'000	Share-based payment reserve RM'000	Regulatory reserve * RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non- controlling interests RM'000	Total RM'000
At 1 January 2023	29,094,547	166,833	242,626	542,479	(563)	(43)	(1,417,428)	(238,981)	(1,701,287)	114,097	417,993	35,270,933	62,491,206	200,000	1,092,647	63,783,853
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	5,265,790	5,265,790	-	135,880	5,401,670
Other comprehensive income/(expense) (net of tax)	-	-	-	1,739,381	-	-	380,758	928	(332,242)	1,276	-	-	1,790,101	-	70,696	1,860,797
- debt instruments at fair value through other comprehensive income	-	-	-	-	-	-	380,747	-	-	-	-	-	380,747	-	(5,622)	375,125
- equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	-	928	-	-	-	-	928	-	(72)	856
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	34,176	-	-	-	34,176	-	1,349	35,525
- net investment hedge	-	-	-	-	-	-	-	-	(388,452)	-	-	-	(388,452)	-	-	(388,452)
- hedging reserve - cash flow hedge	-	-	-	-	-	-	-	-	4,721	-	-	-	4,721	-	713	5,434
- deferred hedging cost	-	-	-	-	-	-	-	-	23,458	-	-	-	23,458	-	-	23,458
- remeasurement of post employment benefits obligations	-	-	-	-	-	-	-	-	(6,020)	-	-	-	(6,020)	-	(117)	(6,137)
- currency translation difference	-	-	-	1,722,811	-	-	-	-	(125)	1,276	-	-	1,723,962	-	74,445	1,798,407
- share of other comprehensive income of associates and joint ventures	-	-	-	16,570	-	-	11	-	-	-	-	-	16,581	-	-	16,581
Total comprehensive income/ (expense) for the financial period	-	-	-	1,739,381	-	-	380,758	928	(332,242)	1,276	-	5,265,790	7,055,891	-	206,576	7,262,467
Dividend for the financial year ended 31 December 2022	-	-	-	-	-	-	-	-	-	-	-	(1,386,463)	(1,386,463)	-	-	(1,386,463)
- single tier second interim dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-controlling interests share of dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	(66,586)	(66,586)	
Transfer to statutory reserve	-	14,047	-	-	-	-	-	-	-	-	-	(14,047)	-	-	-	
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	742,819	-	(742,819)	-	-	-	
Transfer to capital reserve	-	-	74,493	-	-	-	-	-	-	-	-	(74,493)	-	-	-	
Contributions by non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	20	20	
Transfer of gain on disposal of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	-	-	-	179	179	-	-	179
Liquidation of a foreign branch	-	-	-	7,221	-	-	-	-	-	-	-	-	7,221	-	-	7,221
Net non-controlling interests share of subsidiary treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-	1,354	1,354	
Share-based payment expense	-	-	-	-	-	-	-	-	-	53,895	-	-	53,895	-	-	53,895
Shares released under employee benefit schemes	-	-	-	-	-	-	-	-	9,474	(12,091)	-	-	(2,617)	-	15	(2,602)
Purchase of shares in relation to Equity Ownership Plan	-	-	-	-	-	-	-	-	(15,533)	-	-	-	(15,533)	-	-	(15,533)
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	-	-	-	-	-	490	-	-	-	(490)	-	-	-	-
<b>At 30 September 2023</b>	<b>29,094,547</b>	<b>180,880</b>	<b>317,119</b>	<b>2,289,081</b>	<b>(563)</b>	<b>(43)</b>	<b>(1,036,670)</b>	<b>(237,563)</b>	<b>(2,039,588)</b>	<b>157,177</b>	<b>1,160,812</b>	<b>38,318,590</b>	<b>68,203,779</b>	<b>200,000</b>	<b>1,234,026</b>	<b>69,637,805</b>

\* The regulatory reserve is maintained by the banking subsidiaries in Malaysia to meet the local regulatory requirement.

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**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

Attributable to owners of the Parent

The Group  
30 September 2022

	Ordinary share capital RM'000	Statutory reserve RM'000	Capital reserve RM'000	Exchange fluctuation reserve RM'000	Shares held under trust RM'000	Treasury shares RM'000	Fair value reserve		Other reserves RM'000	Share-based payment reserve RM'000	Regulatory reserve * RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non-controlling interests RM'000	Total RM'000
							Debt instruments at fair value through other comprehensive income RM'000	Equity instruments at fair value through other comprehensive income RM'000								
<b>At 1 January 2022</b>	27,099,681	152,997	207,419	462,900	(563)	(43)	(556,531)	(217,545)	(1,315,309)	86,595	129,286	32,814,376	58,863,263	200,000	1,045,485	60,108,748
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	4,114,911	4,114,911	-	122,851	4,237,762
Other comprehensive income/(expense) (net of tax)	-	-	-	1,180,068	-	-	(1,445,352)	(29,074)	(668,712)	867	-	-	(962,203)	-	(13,471)	(975,674)
- debt instruments at fair value through other comprehensive income	-	-	-	-	-	-	(1,445,352)	-	-	-	-	-	(1,445,352)	-	(38,728)	(1,484,080)
- equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	-	(29,074)	-	-	-	-	(29,074)	-	169	(28,905)
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	(226,376)	-	-	-	(226,376)	-	(392)	(226,768)
- net investment hedge	-	-	-	-	-	-	-	-	(460,162)	-	-	-	(460,162)	-	-	(460,162)
- hedging reserve - cash flow hedge	-	-	-	-	-	-	-	-	(17,961)	-	-	-	(17,961)	-	(620)	(18,581)
- deferred hedging cost	-	-	-	-	-	-	-	-	35,200	-	-	-	35,200	-	-	35,200
- remeasurement of post employment benefits obligations	-	-	-	-	-	-	-	-	1,486	-	-	-	1,486	-	16	1,502
- currency translation difference	-	-	-	1,174,812	-	-	-	-	(10)	867	-	-	1,175,669	-	26,084	1,201,753
- share of other comprehensive income of associates and joint ventures	-	-	-	5,256	-	-	-	-	(889)	-	-	-	4,367	-	-	4,367
Total comprehensive income/(expense) for the financial period	-	-	-	1,180,068	-	-	(1,445,352)	(29,074)	(668,712)	867	-	4,114,911	3,152,708	-	109,380	3,262,088
Dividend for the financial year ended 31 December 2021	-	-	-	-	-	-	-	-	-	-	-	(1,282,792)	(1,282,792)	-	-	(1,282,792)
- single tier second interim dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-controlling interests share of dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(51,239)	(51,239)
Transfer to statutory reserve	-	13,829	-	-	-	-	-	-	-	-	-	(13,829)	-	-	-	-
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	-	393,107	(393,107)	-	-	-	-
Transfer to capital reserve	-	-	34,757	-	-	-	-	-	-	-	-	(34,757)	-	-	-	-
Acquisition of equity interest from non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(1,439)	(1,439)	-	39	(1,400)
Contributions by non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,945	5,945
Net non-controlling interests share of subsidiary treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	882	882
Share-based payment expense	-	-	-	-	-	-	-	-	-	53,924	-	-	53,924	-	-	53,924
Shares released under employee benefit schemes	-	-	-	-	-	-	-	-	29,371	(29,644)	-	-	(273)	-	(28)	(301)
Purchase of shares in relation to Equity Ownership Plan	-	-	-	-	-	-	-	-	(13,770)	-	-	-	(13,770)	-	-	(13,770)
Issuance of shares through dividend reinvestment scheme	1,084,520	-	-	-	-	-	-	-	-	-	-	-	1,084,520	-	-	1,084,520
Transfer of realised loss upon disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	-	-	-	-	-	(280)	-	-	-	280	-	-	-	-
<b>At 30 September 2022</b>	<b>28,184,201</b>	<b>166,826</b>	<b>242,176</b>	<b>1,642,968</b>	<b>(563)</b>	<b>(43)</b>	<b>(2,001,883)</b>	<b>(246,899)</b>	<b>(1,968,420)</b>	<b>111,742</b>	<b>522,393</b>	<b>35,203,643</b>	<b>61,856,141</b>	<b>200,000</b>	<b>1,110,464</b>	<b>63,166,605</b>

\* The regulatory reserve is maintained by the the banking subsidiaries in Malaysia to meet the local regulatory requirement.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022

**CIMB GROUP HOLDINGS BERHAD**  
(Registration Number 195601000197 (50841-W))  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	← Non-distributable →				Distributable		Total RM'000
	Ordinary share capital RM'000	Capital reserve RM'000	Treasury shares RM'000	Fair value reserve - debt instruments at fair value through other comprehensive income RM'000	Share-based payment reserve RM'000	Retained earnings RM'000	
<b>The Company</b>							
<b>At 1 January 2023</b>	29,094,547	55,982	(43)	(13,534)	87,817	1,138,715	30,363,484
Profit for the financial period	-	-	-	-	-	3,195,983	3,195,983
Other comprehensive income (net of tax)	-	-	-	2,301	-	-	2,301
- Debt instruments at fair value through other comprehensive income	-	-	-	2,301	-	-	2,301
Total comprehensive income for the financial period	-	-	-	2,301	-	3,195,983	3,198,284
Dividend for the financial year ended 31 December 2022							
- single tier second interim dividend	-	-	-	-	-	(1,386,463)	(1,386,463)
Capital contribution to subsidiaries	-	-	-	-	42,428	-	42,428
<b>At 30 September 2023</b>	29,094,547	55,982	(43)	(11,233)	130,245	2,948,235	32,217,733

	← Non-distributable →				Distributable		Total RM'000
	Ordinary share capital RM'000	Capital reserve RM'000	Treasury shares RM'000	Fair value reserve - debt instruments at fair value through other comprehensive income RM'000	Share-based payment reserve RM'000	Retained earnings RM'000	
<b>The Company</b>							
<b>At 1 January 2022</b>	27,099,681	55,982	(43)	28,228	33,487	267,441	27,484,776
Profit for the financial period	-	-	-	-	-	3,460,004	3,460,004
Other comprehensive expense (net of tax)	-	-	-	(38,287)	-	-	(38,287)
- Debt instruments at fair value through other comprehensive income	-	-	-	(38,287)	-	-	(38,287)
Total comprehensive (expense)/income for the financial period	-	-	-	(38,287)	-	3,460,004	3,421,717
Dividend for the financial year ended 31 December 2021							
- single tier second interim dividend	-	-	-	-	-	(1,282,792)	(1,282,792)
Issuance of shares through dividend reinvestment scheme	1,084,520	-	-	-	-	-	1,084,520
Capital contribution to subsidiaries	-	-	-	-	38,551	-	38,551
<b>At 30 September 2022</b>	28,184,201	55,982	(43)	(10,059)	72,038	2,444,653	30,746,772

*The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022.*

**CIMB GROUP HOLDINGS BERHAD**  
(Registration Number 195601000197 (50841-W))  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	The Group		The Company	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
Profit before taxation and zakat	7,210,015	6,354,381	3,198,655	3,460,801
Adjustments for non-operating and non-cash items	<b>(2,492,988)</b>	(689,478)	<b>(3,206,537)</b>	(3,480,360)
Operating profit/(loss) before changes in working capital	<b>4,717,027</b>	5,664,903	<b>(7,882)</b>	(19,559)
Net changes in operating assets	<b>(48,138,128)</b>	(29,324,788)	<b>30,390</b>	1,073,963
Net changes in operating liabilities	<b>56,572,741</b>	32,666,133	<b>(2,743)</b>	8,086
	<b>8,434,613</b>	3,341,345	<b>27,647</b>	1,082,049
Cash flows generated from operations	<b>13,151,640</b>	9,006,248	<b>19,765</b>	1,062,490
Taxation paid	<b>(1,422,412)</b>	(1,707,392)	<b>(1,530)</b>	(805)
Net cash flows generated from operating activities	<b>11,729,228</b>	7,298,856	<b>18,235</b>	1,061,685
Cash flows from investing activities				
Dividend income from subsidiaries	-	-	<b>3,354,835</b>	3,028,843
Interest income received from financial investments	<b>3,388,147</b>	2,836,700	<b>271,771</b>	226,670
Net (purchase)/proceeds of financial investments	<b>(21,864,486)</b>	(8,447,585)	<b>300,000</b>	(1,500,000)
Net purchase from disposal of property, plant and equipment	<b>(360,862)</b>	(138,347)	-	-
Net purchase of intangible assets	<b>(429,586)</b>	(351,991)	-	-
Other investing activities	<b>99,859</b>	58,721	-	(1,427,768)
Net cash flows (used in)/generated from investing activities	<b>(19,166,928)</b>	(6,042,502)	<b>3,926,606</b>	327,745
Cash flows from financing activities				
Dividend paid to shareholders	<b>(1,386,463)</b>	(198,272)	<b>(1,386,463)</b>	(198,273)
Interest paid on bonds, Sukuk and debentures	<b>(349,236)</b>	(196,421)	-	-
Interest paid on subordinated obligations	<b>(309,477)</b>	(254,711)	<b>(296,091)</b>	(250,999)
Interest paid on term loan facility and other borrowings	<b>(201,740)</b>	(62,375)	-	-
Proceeds from issuance of bonds, Sukuk and debentures	<b>4,190,666</b>	5,553,614	-	-
Proceeds from issuance of subordinated obligations	<b>815,000</b>	1,500,000	<b>400,000</b>	1,500,000
Proceeds from term loan facility and other borrowings	<b>664,923</b>	928,125	<b>350,000</b>	-
Redemption of bonds, Sukuk and debentures	<b>(2,276,385)</b>	(6,515,297)	-	-
Redemption of subordinated obligations	<b>(1,090,000)</b>	-	<b>(700,000)</b>	-
Repayment of term loan facility and other borrowings	<b>(506,980)</b>	(2,744,204)	<b>(350,000)</b>	-
Other financing activities	<b>(288,057)</b>	(1,062,182)	<b>(105,625)</b>	(836,645)
Net cash flows (used in)/generated from financing activities	<b>(737,749)</b>	(3,051,723)	<b>(2,088,179)</b>	214,083
Net (decrease)/increase in cash and cash equivalents during the financial period	<b>(8,175,449)</b>	(1,795,369)	<b>1,856,662</b>	1,603,513
Effects of exchange rate changes	<b>1,281,519</b>	1,345,485	<b>(144)</b>	-
Cash and cash equivalents at beginning of the financial period	<b>43,724,557</b>	46,106,715	<b>474,259</b>	93,674
	<b>36,830,627</b>	45,656,831	<b>2,330,777</b>	1,697,187
<b>Cash and cash equivalents comprise:</b>				
Cash and short-term funds	<b>37,224,463</b>	45,291,154	<b>2,312,650</b>	1,679,489
Deposits and placements with banks and other financial institutions	<b>3,842,538</b>	2,718,927	<b>18,811</b>	18,364
	<b>41,067,001</b>	48,010,081	<b>2,331,461</b>	1,697,853
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months	<b>(4,236,374)</b>	(2,353,250)	<b>(684)</b>	(666)
	<b>36,830,627</b>	45,656,831	<b>2,330,777</b>	1,697,187

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022



## **PART A - EXPLANATORY NOTES**

### **A1. BASIS OF PREPARATION**

The unaudited condensed interim financial statements for the financial period ended 30 September 2023 have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, debt instruments at fair value through other comprehensive income, equity instruments at fair value through other comprehensive income, derivative financial instruments and non-current assets/disposal groups held for sale and financial liabilities designated at fair value through profit or loss, that are measured at fair value.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board and paragraph 9.22 of Bursa Malaysia Securities Berhad's Listing Requirements.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022. The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 31 December 2022.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2022, and modified for the adoption of the following accounting standards and amendments to published standards applicable for financial periods beginning on or after 1 January 2023:

- Amendments to MFRS 112 'Deferred Tax related to Assets and Liabilities arising from a Single Transaction'
- Amendments to MFRS 101, MFRS Practice Statement 2 and MFRS 108 on disclosure of accounting policies and definition of accounting estimates

The adoption of the above amendments to published standards did not give rise to material financial impact to the Group's and the Company's financial statements.

The unaudited condensed interim financial statements incorporate those activities relating to the Islamic banking business which have been undertaken by the Group. Islamic banking business refers generally to the acceptance of deposits, granting of financing and dealing in Islamic securities under Shariah principles.

The preparation of unaudited condensed interim financial statements in conformity with the MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the unaudited condensed interim financial statements, and the reported amounts of income and expenses during the reported period. It also requires Directors to exercise their judgement in the process of applying the Group and Company's accounting policies. Although these estimates and assumptions are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

### **A2. CHANGES IN ESTIMATES**

There were no material changes to financial estimates made in respect of the current financial period that had previously been announced or disclosed.

### **A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

Other than detailed below, there were no other new shares issuance, repayment of debt securities, share buy backs and share cancellations, or resale of shares held as treasury shares during the financial period ended 30 September 2023:-

(a) On 3 March 2023, the Company announced that it will seek its shareholders' approval at its 66th Annual General Meeting ("AGM") to be convened on a later announced date for the proposed renewal of the authority for the Company to purchase its own shares of up to 10% of the issued and paid-up capital of the Company. Shareholders' approval was subsequently obtained at the AGM which was held on 13 April 2023.

(b) During the financial period, Merdeka Kapital Berhad ("MKB"), a special purpose vehicle consolidated by CIMB Bank Berhad ("CIMB Bank"), undertook a partial redemption of the Medium Term Note amounting to RM55.8 million.

(c) During the financial period, CIMB Thai Bank issued various unsecured structured debentures amounted to THB618.5 million with tenures ranges between two months to three years from respective issuance dates. The Bank will pay interest according to the conditions of agreements.

During the financial period, CIMB Thai Bank has redeemed structured debentures amounted to THB1,087.8 million.

(d) During the financial period, CIMB Thai Bank issued various unsecured short term debentures amounted to THB19.7 billion with tenures ranges between 4 to 12 months from respective issuance dates. The short term debentures carry fixed interest rates ranges between 2.05% to 2.27%, payable at respective maturity dates.

During the financial period, CIMB Thai Bank has redeemed unsecured short term debentures amounted to THB15.0 billion.

### A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES (Continued)

(e) On 8 February 2023, CIMB Niaga Auto Finance issued unsecured IDR1,000,000 million bonds. The bonds are divided into 370 days Series A Bond and 3 years Series B Bond amounted to IDR700,000 million and IDR300,000 million, with fixed interest rate of 6.25% and 7.15% per annum respectively.

(f) On 8 March 2023, the Company issued RM400 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah bearing a periodic distribution rate of 4.30% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme. The proceeds from the issuance were used to subscribe to the RM400 million Tier 2 Sustainability Sukuk Wakalah issued by CIMB Bank on the same day, based on similar terms.

(g) On 8 March 2023, CIMB Bank issued RM400 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group bearing a periodic distribution rate of 4.30% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

(h) On 27 March 2023, CIMB Niaga redeemed its Continuous Sukuk Mudharabah I Phase III Year 2020 Series B Sukuk amounted to IDR287,000 million.

(i) On 29 March 2023, the Company redeemed its existing RM700 million Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

(j) On 29 March 2023, CIMB Bank redeemed its existing RM700 million Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

(k) On 29 March 2023, CIMB Thai redeemed its existing RM390 million Tier 2 subordinated notes.

(l) On 29 March 2023, CIMB Thai issued RM415million Basel III compliant Tier 2 subordinated notes. The subordinated notes carry fixed interest rate of 4.70% per annum payable every six months. The subordinated notes will mature on 29 March 2033. CIMB Thai may exercise its right to early redeem the subordinated notes 5 years after issue date, and on each coupon payment date thereafter, subject to approval by the Bank of Thailand.

(m) On 12 June 2023, CIMBGH redeemed its RM350 million 3-year Medium Term Notes ("MTN") issued under the existing Conventional and Islamic Medium Term Notes Programmes, which has a combined limit of RM6.0 billion in nominal value.

(n) On 12 June 2023, CIMBGH issued RM350 million 1-year MTN which will mature on 12 June 2024. The MTN was issued out of its existing Conventional and Islamic Medium Term Notes Programmes, which has a combined limit of RM6.0 billion in nominal value.

(o) On 5 July 2023, CIMB Bank Berhad issued RM14.0 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 10 July 2024.

(p) On 17 July 2023, CIMB Bank Berhad issued RM19.0 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 18 July 2024.

(q) On 17 July 2023, CIMB Bank redeemed its existing 2,974,009,486 Redeemable Preference Shares, equivalent to RM29.7 million.

(r) On 28 July 2023, CIMB Bank Berhad issued USD130.0 million 5-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of SOFR plus 1.00% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 28 July 2028.

(s) On 15 August 2023, CIMB Bank Berhad issued RM17.0 million of senior medium term notes ("the MTN") under its RM20.0 billion Senior Medium Term Note Programme. The MTN is a zero coupon bond that will mature on 19 August 2024.

(t) On 20 September 2023, CIMB Niaga redeemed its 5-year Series C Bond amounted to IDR118,000 million.

(u) On 26 September 2023, CIMB Bank Berhad issued USD30.0 million 1-year floating rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of SOFR plus 0.50% per annum payable quarterly, will mature on the interest payment date falling on or nearest to 26 September 2024.

(v) On 3 October 2023, CIMB Bank Berhad issued USD100.0 million 35 month fixed rate notes ("the Notes") under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of 5.45% per annum payable quarterly, will mature on 3 September 2026.

(w) On 23 October 2023, the Company redeemed its existing RM1.0 billion Additional Tier 1 Capital Securities issued under RM10.0 billion Additional Tier 1 Capital Securities Programme on the first call date.

**A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES (Continued)**

(x) On 23 October 2023, CIMB Bank redeemed its existing RM1.0 billion Additional Tier 1 Capital Securities issued under RM10.0 billion Additional Tier 1 Capital Securities Programme on the first call date.

(y) On 23 October 2023, the Company issued RM400 million Perpetual non-callable 5 years Additional Tier 1 Sustainability Sukuk Wakalah, bearing a periodic distribution rate of 4.75% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme. The proceeds from the issuance were used to subscribe to the RM400 million Additional Tier 1 Sustainability Sukuk Wakalah issued by CIMB Bank on the same day, based on similar terms.

(z) On 23 October 2023, the Company issued RM900 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah, bearing a periodic distribution rate of 4.36% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme. The proceeds from the issuance were used to subscribe to the RM900 million Tier 2 Sustainability Sukuk Wakalah issued by CIMB Bank on the same day, based on similar terms.

(aa) On 23 October 2023, CIMB Bank issued RM400 million Perpetual non-callable 5 years Additional Tier 1 Sustainability Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 4.75% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

(ab) On 23 October 2023, CIMB Bank issued RM900 million 10 years non-callable 5 years Tier 2 Sustainability Sukuk Wakalah to CIMB Group, bearing a periodic distribution rate of 4.36% per annum, payable on a semi-annual basis. The said Sustainability Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme.

(ac) On 15 November 2023, the Company issued RM5.0 million 1-month CPs under its Conventional Commercial Papers Programme. The CPs bear a discount rate of 3.50% and will be redeemed on 15 December 2023.

(ad) On 15 November 2023, CIMB Niaga redeemed its 5-year Subordinated Bonds III Year 2018 Series A with Fixed Interest Rate amounted to IDR75,000 million.

**A4. DIVIDENDS PAID AND PROPOSED**

A single-tier second interim dividend of 13.00 sen per ordinary share, on 10,665,101,700 ordinary shares amounting to RM1,386,463,221 in respect of the financial year ended 31 December 2022 was approved by the Board of Directors on 31 January 2023. The single-tier second interim dividend consists of all cash dividend which was paid on 12 April 2023.

A single-tier first interim dividend of 17.50 sen per ordinary share, on 10,665,101,700 ordinary shares amounting to RM1,866,392,879 in respect of the financial year ending 31 December 2023 was approved by the Board of Directors on 31 July 2023. The single-tier first interim dividend consists of all cash dividend which was paid on 12 October 2023.

**A5. STATUS OF CORPORATE PROPOSAL**

There is no corporate proposal that had occurred during the current reporting period.

**A6. EVENTS DURING THE REPORTING PERIOD**

Other than those disclosed under Issuance and Repayment of Debts and Equity Securities, there was no significant events that had occurred during the current reporting period.

**A7. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

There is no significant events that had occurred between 30 September 2023 and the date of this announcement.

**A8. CASH AND SHORT-TERM FUNDS AND DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS**

As at 30 September 2023, the expected credit losses in deposit placements maturing within one month and deposits and placements with banks and other financial institutions are RM2,833,000 (2022: RM2,528,000) and RM2,165,000 (2022: RM2,361,000) respectively. The 12-month expected credit losses written back in the income statement during the financial period is amounting to RM81,000 (2022: RM7,000).

**A9. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>The Group</b>	
	<b>30 September 2023 RM'000</b>	<b>31 December 2022 RM'000</b>
<b>Money market instruments:</b>		
<b>Unquoted</b>		
Malaysian Government Securities	2,507,710	3,141,965
Cagamas bonds	975,929	1,021,901
Khazanah bonds	1,964	1,987
Malaysian Government treasury bills	1,470,407	1,265,864
Bank Negara Malaysia monetary notes	4,483,782	1,094,640
Negotiable instruments of deposit	2,243,288	193,586
Other Government securities	7,651,588	3,022,373
Government Investment Issues	2,691,173	3,080,842
Other Government treasury bills	11,325,965	10,370,577
Commercial papers	684,607	24,753
Promissory Notes	315,790	295,529
	<b>34,352,203</b>	<b>23,514,017</b>
<b>Quoted securities:</b>		
<i><u>In Malaysia:</u></i>		
Shares	1,310,845	988,048
<i><u>Outside Malaysia:</u></i>		
Shares	369,449	352,026
	<b>1,680,294</b>	<b>1,340,074</b>
<b>Unquoted securities:</b>		
<i><u>In Malaysia:</u></i>		
Corporate bond and Sukuk	3,095,394	3,103,138
Shares	1,080,541	1,054,046
Unit trusts	74,109	93,128
<i><u>Outside Malaysia:</u></i>		
Corporate bond	3,118,766	1,535,979
Shares	3,865	3,385
Private equity funds	94,765	139,499
Other Government bonds	5,175,531	2,416,997
Bank Indonesia certificates	22,110	-
	<b>12,665,081</b>	<b>8,346,172</b>
	<b>48,697,578</b>	<b>33,200,263</b>

**A10. DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	The Group		The Company	
	30 September	31 December	30 September	31 December
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>Fair value</b>				
<b>Money market instruments:</b>				
<b>Unquoted</b>				
Malaysian Government Securities	6,087,846	5,107,076	-	-
Cagamas bonds	243,507	396,349	-	-
Negotiable instruments of deposit	90,084	232,584	-	-
Other Government securities	3,846,902	7,618,254	-	-
Government investment Issues	7,714,737	6,427,540	-	-
Other Government treasury bills	29,624	140,102	-	-
	<b>18,012,700</b>	<b>19,921,905</b>	<b>-</b>	<b>-</b>
<b>Unquoted securities:</b>				
<i>In Malaysia:</i>				
Corporate bond and Sukuk	22,773,643	20,139,108	1,759,452	1,737,110
<i>Outside Malaysia:</i>				
Corporate bond and Sukuk	13,154,214	9,618,028	-	-
Bank Indonesia certificates	75,948	-	-	-
Other Government bonds	11,312,739	8,696,620	-	-
	<b>47,316,544</b>	<b>38,453,756</b>	<b>1,759,452</b>	<b>1,737,110</b>
	<b>65,329,244</b>	<b>58,375,661</b>	<b>1,759,452</b>	<b>1,737,110</b>

**Expected credit losses movement for debt instruments at fair value through other comprehensive income:**

The carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. The loss allowance is recognised in other comprehensive income and does not reduce the carrying amount in the statement of financial position.

	The Group			Total RM'000
	Lifetime			
	12-month expected credit losses (Stage 1)	expected credit losses - not impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	
	RM'000	RM'000	RM'000	
<b>At 1 January 2023</b>	<b>39,988</b>	<b>1,229</b>	<b>-</b>	<b>41,217</b>
Changes in expected credit losses due to transfer within stages:	(32)	32	-	-
Transferred to Stage 2	(32)	32	-	-
<b>Total charge to Statement of Income:</b>	<b>18,759</b>	<b>(170)</b>	<b>-</b>	<b>18,589</b>
New financial assets purchased	61,036	-	-	61,036
Financial assets that have been derecognised	(14,571)	(33)	-	(14,604)
Change in credit risk	(27,706)	(137)	-	(27,843)
Exchange fluctuation	2,118	-	-	2,118
<b>At 30 September 2023</b>	<b>60,833</b>	<b>1,091</b>	<b>-</b>	<b>61,924</b>
<b>At 1 January 2022</b>	<b>41,798</b>	<b>1,748</b>	<b>20,849</b>	<b>64,395</b>
Changes in expected credit losses due to transfer within stages:	(54)	54	-	-
Transferred to Stage 1	116	(116)	-	-
Transferred to Stage 2	(170)	170	-	-
<b>Total charge to Statement of Income:</b>	<b>(3,645)</b>	<b>(574)</b>	<b>(20,849)</b>	<b>(25,068)</b>
New financial assets purchased	29,665	-	-	29,665
Financial assets that have been derecognised	(5,712)	(7)	-	(5,719)
Writeback in respect of full recoveries	-	-	(20,849)	(20,849)
Change in credit risk	(27,598)	(567)	-	(28,165)
Exchange fluctuation	1,889	1	-	1,890
<b>At 31 December 2022</b>	<b>39,988</b>	<b>1,229</b>	<b>-</b>	<b>41,217</b>

**A10. DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (Continued)**

**Expected credit losses movement for debt instruments at fair value through other comprehensive income (Continued):**

The following expected credit losses is not recognised in the statement of financial position as the carrying amount of debt instruments at fair value through other comprehensive income is equivalent to their fair value. (continued)

	The Company			Total RM'000
	Lifetime		Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
	12-month expected credit losses (Stage 1) RM'000	expected credit losses - not credit impaired (Stage 2) RM'000		
At 1 January 2023	11,472	-	-	11,472
<b>Total charge to Statement of Income:</b>	<b>277</b>	<b>-</b>	<b>-</b>	<b>277</b>
Change in credit risk	277	-	-	277
At 30 September 2023	<b>11,749</b>	<b>-</b>	<b>-</b>	<b>11,749</b>
At 1 January 2022	12,328	-	-	12,328
<b>Total charge to Statement of Income:</b>	<b>(856)</b>	<b>-</b>	<b>-</b>	<b>(856)</b>
Change in credit risk	(856)	-	-	(856)
At 31 December 2022	11,472	-	-	11,472

**Gross carrying amount movement for debt instruments at fair value through other comprehensive income classified as credit impaired:**

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
	Total RM'000	Total RM'000
At 1 January / 30 September 2023	-	-
At 1 January 2022	20,849	20,849
Amount recovered	(20,849)	(20,849)
At 31 December 2022	-	-

**A11. EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
	RM'000	RM'000
<b>Quoted securities</b>		
<i>In Malaysia</i>		
Shares	30,745	22,264
<i>Outside Malaysia</i>		
Shares	1,697	1,860
	<b>32,442</b>	<b>24,124</b>
<b>Unquoted securities</b>		
<i>In Malaysia</i>		
Shares	265,561	265,578
Property funds	189	189
<i>Outside Malaysia</i>		
Shares	5,333	10,705
Private equity funds	-	73
	<b>271,083</b>	<b>276,545</b>
	<b>303,525</b>	<b>300,669</b>

**A12. DEBT INSTRUMENTS AT AMORTISED COST**

	The Group		The Company	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	RM'000	RM'000	RM'000	RM'000
<b>Money market instruments:</b>				
<b>Unquoted</b>				
Malaysian Government securities	10,813,654	9,262,963	-	-
Cagamas bonds	490,548	503,023	-	-
Other Government treasury bills	9,411,490	5,144,798	-	-
Other Government securities	5,067,593	3,535,311	-	-
Malaysian Government investment issue	18,497,936	16,658,815	-	-
Khazanah bonds	112,980	202,027	-	-
	<b>44,394,201</b>	<b>35,306,937</b>	<b>-</b>	<b>-</b>
<b>Unquoted securities</b>				
<i>In Malaysia</i>				
Corporate bond and Sukuk	26,489,769	19,812,585	7,566,851	7,864,777
<i>Outside Malaysia</i>				
Corporate bond and Sukuk	4,537,972	4,208,523	-	-
Other Government bonds	5,612,504	5,757,420	-	-
	<b>36,640,245</b>	<b>29,778,528</b>	<b>7,566,851</b>	<b>7,864,777</b>
Total	<b>81,034,446</b>	<b>65,085,465</b>	<b>7,566,851</b>	<b>7,864,777</b>
Amortisation of premium, net of accretion of discount	(12,989)	32,998	-	-
Less : Expected credit losses	(628,629)	(585,039)	(49,362)	(51,376)
	<b>80,392,828</b>	<b>64,533,424</b>	<b>7,517,489</b>	<b>7,813,401</b>

**Expected credit losses movement for debt instruments at amortised cost:**

	The Group			Total
	12-month expected credit losses (Stage 1)	expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	
	RM'000	RM'000	RM'000	
<b>At 1 January 2023</b>	5,478	4,175	575,386	585,039
Changes in expected credit losses due to transfer within stages:	3,535	(3,891)	356	-
Transferred to Stage 1	3,675	(3,675)	-	-
Transferred to Stage 2	(140)	140	-	-
Transferred to Stage 3	-	(356)	356	-
<b>Total charge to Statement of Income:</b>	<b>11,264</b>	<b>(312)</b>	<b>5,233</b>	<b>16,185</b>
New financial assets purchased	27,830	-	-	27,830
Financial assets that have been derecognised	(3,571)	-	-	(3,571)
Change in credit risk	(12,995)	(312)	5,233	(8,074)
Exchange fluctuation	291	28	417	736
Other movements	-	-	26,669	26,669
<b>At 30 September 2023</b>	<b>20,568</b>	<b>-</b>	<b>608,061</b>	<b>628,629</b>
<b>At 1 January 2022</b>	1,878	31,265	614,102	647,245
Changes in expected credit losses due to transfer within stages:	983	(983)	-	-
Transferred to Stage 1	1,275	(1,275)	-	-
Transferred to Stage 2	(292)	292	-	-
<b>Total charge to Statement of Income:</b>	<b>2,294</b>	<b>(26,093)</b>	<b>(78,158)</b>	<b>(101,957)</b>
New financial assets purchased	12,829	-	-	12,829
Financial assets that have been derecognised	(1,295)	(52)	-	(1,347)
Change in credit risk	(9,240)	(26,041)	(78,158)	(113,439)
Exchange fluctuation	323	(14)	(154)	155
Other movements	-	-	39,596	39,596
<b>At 31 December 2022</b>	<b>5,478</b>	<b>4,175</b>	<b>575,386</b>	<b>585,039</b>

**A12. DEBT INSTRUMENTS AT AMORTISED COST (Continued)**

**Expected credit losses movement for debt instruments at amortised cost (Continued):**

	The Company			Total RM'000
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
<b>At 1 January 2023</b>	51,376	-	-	51,376
<b>Total charge to Statement of Income:</b>	<b>(2,014)</b>	-	-	<b>(2,014)</b>
Change in credit risk	(2,014)	-	-	(2,014)
<b>At 30 September 2023</b>	<b>49,362</b>	-	-	<b>49,362</b>
<b>At 1 January 2022</b>	47,967	-	-	47,967
<b>Total charge to Statement of Income:</b>	<b>3,409</b>	-	-	<b>3,409</b>
Change in credit risk	3,409	-	-	3,409
<b>At 31 December 2022</b>	<b>51,376</b>	-	-	<b>51,376</b>

**Gross carrying amount movement for debt instruments at amortised cost classified as credit impaired:**

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2023</b>	1,318,868	1,318,868
Transfer within stages	10,672	10,672
Other changes in debts instruments	34,165	34,165
Exchange fluctuation	32,454	32,454
<b>At 30 September 2023</b>	<b>1,396,159</b>	<b>1,396,159</b>
<b>At 1 January 2022</b>	1,231,144	1,231,144
Other changes in debts instruments	63,737	63,737
Exchange fluctuation	23,987	23,987
<b>At 31 December 2022</b>	<b>1,318,868</b>	<b>1,318,868</b>



### A13. LOANS, ADVANCES AND FINANCING

#### (i) By type

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
<b>At amortised cost</b>		
Overdrafts	5,110,446	4,941,495
Term loans/financing		
- Housing loans/financing	141,067,070	131,209,391
- Syndicated term loans	23,866,074	21,904,930
- Hire purchase receivables	28,125,463	26,064,935
- Lease receivables	303,090	217,887
- Factoring receivables	4,933	193,113
- Other term loans/financing	165,013,353	154,908,116
Bills receivable	7,339,587	6,761,901
Trust receipts	2,211,063	2,683,230
Claims on customers under acceptance credits	3,489,001	4,105,031
Staff loans *	1,828,817	1,761,101
Credit card receivables	10,054,418	9,334,399
Revolving credits	43,267,829	42,813,681
Share margin financing	41,566	50,346
Gross loans, advances and financing at amortised cost	431,722,710	406,949,556
Fair value changes arising from fair value hedges	(98,032)	(99,907)
	431,624,678	406,849,649
Less:		
- Expected credit losses	(13,025,298)	(12,400,021)
Net loans, advances and financing at amortised cost	418,599,380	394,449,628
<b>At fair value through profit or loss</b>		
Term loans/financing		
- Syndicated term loan	79,415	107,552
Gross loans, advances and financing at fair value through profit or loss	79,415	107,552
<b>Total net loans, advances and financing</b>	418,678,795	394,557,180
<b>Total gross loans, advances and financing:</b>		
- At amortised cost	431,722,710	406,949,556
- At fair value through profit or loss	79,415	107,552
	431,802,125	407,057,108

\* Included in staff loans of the Group are loans to Directors amounting to RM10,568,489 (2022: RM2,970,659).

(a) Included in the Group's loans, advances and financing balances are RM18,618,000 (2022: RM21,919,000) of reinstated loans which were previously impaired and written off prior to 2005. The reinstatement of these loans has been approved by BNM on 5 February 2010 and were done selectively on the basis of either full settlement of arrears or upon regularised payments of rescheduled loan repayments.

(b) The Group has undertaken fair value hedge on the interest rate risk of loans, advances and financing with RM1,766,848,000 (2022: RM1,786,866,000), using interest rate swaps.

(c) Included in the loans, advances and financing of the Group at 30 September 2023 are financing which are disclosed as "Restricted Agency Investment Account" ("RAIA") in the financial statements of CIMB Islamic amounting to RM12,422,323,000 (2022: RM11,280,429,000). RAIA arrangement is with CIMB Bank's wholly owned subsidiary, CIMB Islamic, and the contract is based on the Wakalah principle where CIMB Bank solely provide the funds, whilst the assets are managed by CIMB Islamic (as the Wakeel or agent). In the arrangement, CIMB Islamic has transferred substantially all the risk and rewards of ownership of the Investment (i.e the financing facility) to CIMB Bank. Accordingly, the underlying assets (including the undisbursed portion of the financing commitment) and expected credit losses arising thereon, if any, are recognised and accounted for by CIMB Bank.

#### (ii) By type of customers

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
Domestic banking institutions	338,134	353,649
Domestic non-bank financial institutions		
- Stockbroking companies	419,482	390,700
- Others	7,287,425	5,931,557
Domestic business enterprises		
- Small medium enterprises	55,892,203	52,961,537
- Others	65,481,239	63,842,297
Government and statutory bodies	11,921,326	11,813,303
Individuals	224,361,415	214,310,312
Other domestic entities	17,807,226	15,980,825
Foreign entities	48,293,675	41,472,928
Gross loans, advances and financing	431,802,125	407,057,108

**A13. LOANS, ADVANCES AND FINANCING (Continued)****(iii) By interest/profit rate sensitivity**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Fixed rate		
- Housing loans/financing	7,278,361	6,748,169
- Hire-purchase receivables	21,085,904	19,711,850
- Other fixed rate loans	54,418,609	50,868,798
Variable rate		
- BLR plus/BFR plus	124,483,271	122,277,864
- Cost plus	60,017,960	57,474,041
- Other variable rates	164,518,020	149,976,386
Gross loans, advances and financing	<b>431,802,125</b>	<b>407,057,108</b>

**(iv) By economic purpose**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Personal use	24,626,784	21,261,070
Credit card	10,054,418	9,334,399
Purchase of consumer durables	565,400	671,284
Construction	12,706,333	12,851,633
Residential property (Housing)	141,686,259	132,022,436
Non-residential property	37,505,277	34,488,187
Purchase of fixed assets other than land and building	16,694,474	15,231,052
Mergers and acquisitions	2,248,157	2,301,167
Purchase of securities	19,803,147	22,653,271
Purchase of transport vehicles	28,288,972	26,262,111
Working capital	104,958,047	99,188,624
Other purposes	32,664,857	30,791,874
Gross loans, advances and financing	<b>431,802,125</b>	<b>407,057,108</b>

**(v) By geographical distribution**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Malaysia	261,070,063	253,322,993
Indonesia	66,273,874	60,073,967
Thailand	35,254,238	33,022,208
Singapore	42,951,935	37,060,832
United Kingdom	7,070,289	4,667,221
Hong Kong	1,220,425	1,516,160
China	3,935,526	3,325,093
Other countries	14,025,775	14,068,634
Gross loans, advances and financing	<b>431,802,125</b>	<b>407,057,108</b>

**(vi) By economic sector**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Primary agriculture	12,505,277	11,487,021
Mining and quarrying	5,146,593	4,826,294
Manufacturing	30,768,140	29,975,693
Electricity, gas and water supply	6,039,813	5,835,764
Construction	14,129,617	13,109,378
Transport, storage and communications	13,868,523	14,003,587
Education, health and others	19,352,057	19,456,379
Wholesale and retail trade, and restaurants and hotels	36,401,094	32,946,738
Finance, insurance/takaful, real estate and business activities	58,578,105	51,280,780
Household	210,250,381	201,360,134
Others	24,762,525	22,775,340
Gross loans, advances and financing	<b>431,802,125</b>	<b>407,057,108</b>

**A13. LOANS, ADVANCES AND FINANCING (Continued)**

**(vii) By residual contractual maturity**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Within one year	94,183,215	88,412,486
One year to less than three years	33,273,386	30,915,249
Three years to less than five years	47,708,775	43,465,298
Five years and more	256,636,749	244,264,075
Gross loans, advances and financing	<b>431,802,125</b>	<b>407,057,108</b>

**(viii) Credit impaired loans, advances and financing by economic purpose**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Personal use	428,526	515,312
Credit card	204,742	176,297
Purchase of consumer durables	1,571	2,005
Construction	592,624	392,766
Residential property (Housing)	3,344,811	3,104,913
Non-residential property	593,293	708,347
Purchase of fixed assets other than land and building	1,072,050	1,105,457
Mergers and acquisitions	40,095	-
Purchase of securities	45,507	53,934
Purchase of transport vehicles	339,118	313,452
Working capital	6,108,516	6,156,858
Other purpose	942,468	791,558
Gross credit impaired loans, advances and financing	<b>13,713,321</b>	<b>13,320,899</b>

**(ix) Credit impaired loans, advances and financing by geographical distribution**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Malaysia	5,639,000	5,308,929
Indonesia	4,843,316	5,006,066
Thailand	1,453,089	1,321,615
Singapore	613,202	736,184
United Kingdom	45,627	8,700
Hong Kong	155,733	142,284
China	5,722	4,546
Other countries	957,632	792,575
Gross credit impaired loans, advances and financing	<b>13,713,321</b>	<b>13,320,899</b>

**(x) Credit impaired loans, advances and financing by economic sector**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Primary agriculture	118,051	171,606
Mining and quarrying	1,204,861	1,177,565
Manufacturing	1,924,398	1,999,683
Electricity, gas and water supply	513	111
Construction	439,389	206,583
Transport, storage and communications	749,000	792,157
Education, health and others	114,368	173,114
Wholesale and retail trade, and restaurants and hotels	2,478,235	2,363,447
Finance, insurance/takaful, real estate and business activities	1,003,430	1,043,193
Household	4,216,281	3,982,303
Others	1,464,795	1,411,137
Gross credit impaired loans, advances and financing	<b>13,713,321</b>	<b>13,320,899</b>

A13. LOANS, ADVANCES AND FINANCING (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows:

	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	The Group Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
<b>Loans, advances and financing at amortised cost</b>					
<b>At 1 January 2023</b>	1,425,581	3,629,496	7,343,173	1,771	12,400,021
Changes in expected credit losses due to transfer within stages:	1,786,018	(1,698,235)	(87,783)	-	-
Transferred to Stage 1	2,175,467	(2,044,399)	(131,068)	-	-
Transferred to Stage 2	(371,091)	1,223,652	(852,561)	-	-
Transferred to Stage 3	(18,358)	(877,488)	895,846	-	-
<b>Total charge to Statement of Income:</b>	(383,408)	17,455	2,002,554	-	1,636,601
New financial assets originated	682,148	184,472	90,858	-	957,478
Financial assets that have been derecognised	(393,481)	(302,130)	-	-	(695,611)
Writeback in respect of full recoveries	-	-	(242,985)	-	(242,985)
Change in credit risk	(672,075)	135,113	2,154,681	-	1,617,719
Write-offs	(18)	(441)	(1,355,073)	-	(1,355,532)
Disposal of loans, advances and financing	-	-	(132,789)	-	(132,789)
Exchange fluctuation	9,296	58,464	360,730	20	428,510
Other movements	(20,198)	(2,440)	71,125	-	48,487
<b>At 30 September 2023</b>	2,817,271	2,004,299	8,201,937	1,791	13,025,298

**A13. LOANS, ADVANCES AND FINANCING** (Continued)

(xi) Movements in the expected credit losses for loans, advances and financing are as follows: (Continued)

	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	The Group Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
<b>Loans, advances and financing at amortised cost</b>					
<b>At 1 January 2022</b>	1,534,517	4,063,053	7,722,465	3,046	13,323,081
Changes in expected credit losses due to transfer within stages:	586,278	(1,608,928)	1,022,650	-	-
Transferred to Stage 1	1,034,679	(939,786)	(94,893)	-	-
Transferred to Stage 2	(439,574)	909,904	(470,330)	-	-
Transferred to Stage 3	(8,827)	(1,579,046)	1,587,873	-	-
<b>Total charge to Statement of Income:</b>	(702,900)	1,199,606	2,098,251	-	2,594,957
New financial assets originated	959,284	112,225	84,772	-	1,156,281
Financial assets that have been derecognised	(464,774)	(281,159)	-	-	(745,933)
Writeback in respect of full recoveries	-	-	(216,375)	-	(216,375)
Change in credit risk	(1,197,410)	1,368,540	2,229,854	-	2,400,984
Write-offs	(923)	(3,763)	(3,601,539)	(1,320)	(3,607,545)
Disposal of loans, advances and financing	-	-	(412,103)	-	(412,103)
Exchange fluctuation	7,888	(22,007)	52,845	45	38,771
Other movements	721	1,535	460,604	-	462,860
<b>At 31 December 2022</b>	1,425,581	3,629,496	7,343,173	1,771	12,400,021

A13. LOANS, ADVANCES AND FINANCING (Continued)

(xii) Movements in credit impaired loans, advances and financing

**Gross carrying amount movement of loans, advances and financing at amortised cost classified as credit impaired:**

	The Group		
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
<b>At 1 January 2023</b>	13,314,951	5,948	13,320,899
Transfer within stages	1,881,858	-	1,881,858
New financial assets originated	143,749	-	143,749
Write-offs	(1,355,073)	-	(1,355,073)
Amount fully recovered	(426,697)	-	(426,697)
Other changes in loans, advances and financing	(184,658)	(96)	(184,754)
Disposal of loans, advances and financing	(150,986)	-	(150,986)
Exchange fluctuation	484,259	66	484,325
<b>At 30 September 2023</b>	<b>13,707,403</b>	<b>5,918</b>	<b>13,713,321</b>

	The Group		
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
<b>At 1 January 2022</b>	13,285,278	7,257	13,292,535
Transfer within stages	4,600,745	-	4,600,745
New financial assets originated	171,714	-	171,714
Write-offs	(3,609,463)	(1,320)	(3,610,783)
Amount fully recovered	(609,045)	-	(609,045)
Other changes in loans, advances and financing	(197,420)	(96)	(197,516)
Disposal of loans, advances and financing	(466,527)	-	(466,527)
Exchange fluctuation	139,669	107	139,776
<b>At 31 December 2022</b>	<b>13,314,951</b>	<b>5,948</b>	<b>13,320,899</b>

	The Group	
	30 September 2023	31 December 2022
Ratio of credit impaired loans to total gross loans, advances and financing	<b>3.18%</b>	3.27%

**A14. OTHER ASSETS**

	The Group		The Company	
	30 September	31 December	30 September	31 December
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Due from brokers	22,732	10,377	-	-
Other debtors net of expected credit losses of RM653,276,000 (2022: RM701,401,000), deposits and prepayments	4,751,569	3,390,389	83,993	83,364
Settlement accounts	809,029	1,242,400	-	-
Treasury related receivables	4,478,841	2,027,697	-	-
Due from joint ventures	3,617,810	2,897,175	-	-
Structured financing	506,190	553,415	-	-
Foreclosed assets net of allowance for impairment losses of RM118,162,000 (2022: RM73,312,000)	238,513	210,116	-	-
Collateral pledged for derivative transactions	5,839,073	3,269,533	-	-
	<b>20,263,757</b>	<b>13,601,102</b>	<b>83,993</b>	<b>83,364</b>

**A15. DEPOSITS FROM CUSTOMERS**

	The Group	
	30 September	31 December
	2023	2022
	RM'000	RM'000
<u>By type of deposit</u>		
Demand deposits	113,302,558	108,507,497
Savings deposits	77,289,133	73,784,622
Fixed deposits	185,076,544	165,541,568
Negotiable instruments of deposit	1,876,952	648,944
Others	78,058,337	84,467,352
	<b>455,603,524</b>	<b>432,949,983</b>
<u>By type of customer</u>		
Government and statutory bodies	14,248,238	15,005,285
Business enterprises	168,781,497	166,281,466
Individuals	204,414,011	181,284,793
Others	68,159,778	70,378,439
	<b>455,603,524</b>	<b>432,949,983</b>

The maturity structure of fixed deposits and negotiable instruments of deposit is as follows:

Due within six months	147,551,506	127,698,171
Six months to less than one year	35,413,573	30,874,784
One year to less than three years	3,075,209	6,685,799
Three years to five years	913,206	931,758
More than five years	2	-
	<b>186,953,496</b>	<b>166,190,512</b>

**A16. INVESTMENT ACCOUNTS OF CUSTOMERS**

	The Group	
	30 September	31 December
	2023	2022
	RM'000	RM'000
Unrestricted investment accounts	18,438,729	13,684,632

**A17. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Licensed banks	30,724,491	26,849,917
Licensed finance companies	1,685,418	2,619,660
Licensed investment banks	349,830	665,768
Bank Negara Malaysia	1,330,324	1,270,997
Other financial institutions	6,361,332	2,782,907
	<b>40,451,395</b>	<b>34,189,249</b>

The maturity structure of deposits and placements of banks and other financial institutions is as follows:

Due within six months	37,320,254	31,178,062
Six months to less than one year	367,792	1,015,042
One year to less than three years	1,407,085	695,664
Three years to less than five years	667,799	652,571
Five years and more	688,465	647,910
	<b>40,451,395</b>	<b>34,189,249</b>

**A18. FINANCIAL LIABILITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Deposits from customers - structured investments	9,808,416	8,371,927
Debentures	646,168	655,323
Bills payable	1,848,168	2,036,603
	<b>12,302,752</b>	<b>11,063,853</b>

The Group has issued structured investments, bills payable and debentures, and has designated them at fair value in accordance with MFRS 9. The Group has the ability to do this when designating these instruments at fair value reduces an accounting mismatch, is managed by the Group on the basis of its fair value, or includes terms that have substantive derivative characteristics.

The carrying amount of financial liabilities designated at fair value of the Group at 30 September 2023 were RM508,618,000 (2022: RM419,865,000) lower than the contractual amount at maturity for the structured investments, RM5,939,000 lower (2022: RM9,259,000 higher) than the contractual amount at maturity for the debentures and RM141,953,000 (2022: RM280,465,000) higher than the contractual amount at maturity for the bills payable.

**A19. OTHER LIABILITIES**

	The Group		The Company	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	RM'000	RM'000	RM'000	RM'000
Due to brokers	12,812	6,172	-	-
Expenditure payable	6,160,434	3,288,500	9,805	12,192
Provision for legal claims	50,063	51,355	-	-
Sundry creditors	2,276,878	1,435,198	70	570
Treasury related payables	3,384,940	2,077,477	-	-
Settlement accounts	808,763	794,621	-	-
Structured deposits	6,870,039	6,041,649	-	-
Post employment benefit obligations	443,653	418,861	-	-
Credit card expenditure payable	248,967	265,135	-	-
Collateral pledged for derivative transactions	6,569,422	6,200,556	-	-
Expected credit losses for loan commitments and financial guarantee contracts	700,922	816,365	-	-
Prepayment	530,611	552,426	-	-
Others	2,976,567	3,212,323	-	-
	<b>31,034,071</b>	<b>25,160,638</b>	<b>9,875</b>	<b>12,762</b>



**A19. OTHER LIABILITIES** (Continued)

(a) Movements in the expected credit losses for loan commitments and financial guarantee contracts are as follows:

	The Group			
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
<b>At 1 January 2023</b>	367,055	138,749	310,561	816,365
Changes in expected credit losses due to transfer within stages:	114,054	(101,871)	(12,183)	-
Transferred to Stage 1	134,651	(125,359)	(9,292)	-
Transferred to Stage 2	(20,299)	53,043	(32,744)	-
Transferred to Stage 3	(298)	(29,555)	29,853	-
<b>Total charge to Statement of Income:</b>	(89,236)	35,137	(87,068)	(141,167)
New exposures	141,810	4,502	9,000	155,312
Exposures derecognised or matured	(135,605)	(13,862)	(18,595)	(168,062)
Change in credit risk	(95,441)	44,497	(77,473)	(128,417)
Exchange fluctuation	15,719	1,534	2,146	19,399
Other movements	(670)	2,005	4,990	6,325
<b>At 30 September 2023</b>	406,922	75,554	218,446	700,922
	<b>12-month expected credit losses (Stage 1) RM'000</b>	<b>Lifetime expected credit losses - not credit impaired (Stage 2) RM'000</b>	<b>Lifetime expected credit losses - Credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2022</b>	408,101	169,537	203,863	781,501
Changes in expected credit losses due to transfer within stages:	80,087	(94,848)	14,761	-
Transferred to Stage 1	99,868	(93,391)	(6,477)	-
Transferred to Stage 2	(19,592)	39,753	(20,161)	-
Transferred to Stage 3	(189)	(41,210)	41,399	-
<b>Total charge to Statement of Income:</b>	(118,802)	63,973	85,585	30,756
New exposures	251,323	4,203	2,255	257,781
Exposures derecognised or matured	(135,529)	(28,064)	(38,978)	(202,571)
Change in credit risk	(234,596)	87,834	122,308	(24,454)
Exchange fluctuation	(2,737)	(8)	630	(2,115)
Other movements	406	95	5,722	6,223
<b>At 31 December 2022</b>	367,055	138,749	310,561	816,365

As at 30 September 2023, the gross exposures of loan commitments and financial guarantee contracts that are credit impaired is RM441,710,000 (2022: RM501,338,000) .

**A20(a). INTEREST INCOME**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Loans, advances and financing				
- Interest income other than recoveries	4,461,192	3,323,369	12,560,045	9,211,605
- Unwinding income <sup>^</sup>	50,587	60,577	144,820	151,885
Money at call and deposit placements with financial institutions	340,033	197,155	932,620	389,925
Reverse repurchase agreements	87,470	47,030	290,737	115,817
Debt instruments at fair value through other comprehensive income	673,787	505,682	1,847,730	1,494,709
Debt instruments at amortised cost	526,935	475,492	1,540,418	1,341,991
Others	40,353	38,099	169,036	58,342
	<b>6,180,357</b>	<b>4,647,404</b>	<b>17,485,406</b>	<b>12,764,274</b>
Accretion of discounts less amortisation of premiums	(3,005)	(72,211)	(25,266)	(284,923)
	<b>6,177,352</b>	<b>4,575,193</b>	<b>17,460,140</b>	<b>12,479,351</b>
<b>The Company</b>				
Money at call and deposit placements with financial institutions	6,641	1,171	11,127	3,893
Debt instruments at fair value through other comprehensive income	20,618	20,618	61,182	61,182
Debt instruments at amortised cost	76,779	74,749	232,981	213,628
	<b>104,038</b>	<b>96,538</b>	<b>305,290</b>	<b>278,703</b>

<sup>^</sup> Included in unwinding income is interest income earned on credit impaired financial assets

**A20(b) INTEREST INCOME FOR FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Financial investments at fair value through profit or loss	248,556	176,228	673,646	502,091
Loan, advances and financing at fair value through profit or loss	1,149	2,445	3,688	6,894
	<b>249,705</b>	<b>178,673</b>	<b>677,334</b>	<b>508,985</b>
Accretion of discounts, net of amortisation of premiums	121,224	28,980	300,825	25,583
	<b>370,929</b>	<b>207,653</b>	<b>978,159</b>	<b>534,568</b>

**A21. INTEREST EXPENSE**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Deposits and placements of banks and other financial institutions	339,629	147,977	955,324	283,028
Deposits from customers	2,293,593	1,122,110	6,300,816	2,890,543
Repurchase agreements	458,689	173,367	1,142,390	360,547
Bonds, Sukuk and debentures	150,482	100,184	415,468	251,233
Subordinated obligations	124,954	102,093	374,698	283,023
Financial liabilities designated at fair value through profit or loss	136,886	62,316	363,980	167,162
Negotiable certificates of deposits	21,607	4,305	77,354	19,565
Other borrowings	114,840	53,095	318,578	154,740
Recourse obligation on loan and financing sold to Cagamas	11,154	7,057	25,066	19,228
Structured deposits	43,288	20,786	123,019	40,222
Lease liabilities	5,524	4,785	15,006	14,264
Others	4,851	4,775	13,702	14,810
	<b>3,705,497</b>	<b>1,802,850</b>	<b>10,125,401</b>	<b>4,498,365</b>
<b>The Company</b>				
Subordinated obligations	109,697	107,668	330,662	311,310
Other borrowings	37,697	28,494	113,553	93,195
	<b>147,394</b>	<b>136,162</b>	<b>444,215</b>	<b>404,505</b>

**A22. MODIFICATION LOSS**

In light of the COVID-19 outbreak, the Central Bank and Ministry of Finance of respective countries have introduced several relief measures to assist customers/ borrowers affected by the pandemic. These measures aim to ensure that the financial intermediation function of the financial sector remains intact, accessibility to financial continues to be available, and banking institutions remain focused on supporting the economy during these exceptional circumstances.

Modification loss is the Day-1 loss arising from granting the payment relief on all loans/ financing repayment.

**A23. NET NON-INTEREST INCOME**

	3rd quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
<b>(a) Fee and commission income</b>				
Commissions	356,898	277,648	1,007,075	859,292
Fee on loans, advances and financing	195,789	162,911	464,887	492,840
Service charges and fees	188,815	172,876	554,904	496,382
Corporate advisory and arrangement fees	624	10,787	14,491	15,667
Guarantee fees	16,447	18,753	57,056	59,660
Other fee income	66,828	62,197	206,884	181,764
Placement fees	764	2,391	7,253	5,434
Underwriting commission	5,943	11,527	26,215	33,131
	<b>832,108</b>	<b>719,090</b>	<b>2,338,765</b>	<b>2,144,170</b>
<b>(b) Fee and commission expense</b>				
Net fee and commission income	<b>(278,765)</b>	<b>(190,262)</b>	<b>(756,590)</b>	<b>(508,173)</b>
	<b>553,343</b>	<b>528,828</b>	<b>1,582,175</b>	<b>1,635,997</b>
<b>(c) Other non-interest income</b>				
(i) Gross dividend income from:				
<i>In Malaysia</i>				
- Financial investments at fair value through profit or loss	18,591	9,600	52,674	39,446
- Equity instruments at fair value through other comprehensive income	-	10	1,000	1,019
<i>Outside Malaysia</i>				
- Equity instruments at fair value through other comprehensive income	16	-	1,593	1,227
	<b>18,607</b>	<b>9,610</b>	<b>55,267</b>	<b>41,692</b>
(ii) Net loss arising from financial investments at fair value through profit or loss				
- Realised	(200,190)	(302,571)	(196,711)	(821,404)
- Unrealised	(300,875)	8,538	(239,350)	(617,643)
(iii) Net gain arising from derivative financial instruments				
- Realised	1,442,643	1,878,374	3,846,528	6,024,891
- Unrealised	1,495,911	1,920,363	2,482,734	4,338,093
	<b>(53,268)</b>	<b>(41,989)</b>	<b>1,363,794</b>	<b>1,686,798</b>
(iv) Net gain arising from financial liability designated at fair value through profit or loss				
- Realised	200,400	65,204	299,013	437,008
- Unrealised	34,297	(1,928)	24,547	(21,961)
	<b>166,103</b>	<b>67,132</b>	<b>274,466</b>	<b>458,969</b>
(v) Net (loss)/gain arising from hedging activities				
	(12,434)	(9,304)	(24,106)	38,833
(vi) Net gain/(loss) from sale of investment in debt instruments at fair value through other comprehensive income				
	68,304	5,621	182,191	(17,856)
(vii) Net gain from redemption of debt instruments at amortised cost				
	2	-	566	12,740
(viii) Net (loss)/gain arising from loans, advances and financing at fair value through profit or loss:				
- Unrealised	(1)	(104)	9	(1,154)
	<b>(1)</b>	<b>(104)</b>	<b>9</b>	<b>(1,154)</b>
(ix) Income from assets management and securities services				
	4,345	4,887	12,421	15,296
(x) Brokerage income				
	943	205	1,381	912
(xi) Other non-interest income:				
Foreign exchange loss	(454,572)	(1,268,789)	(1,683,990)	(3,801,036)
Rental income	8,765	9,179	19,303	22,496
(Loss)/gain on disposal of property, plant and equipment/ assets held for sale	(4,096)	6,041	4,739	28,206
Gain on liquidation of foreign branch	8,111	-	8,111	-
Gain on disposal of loans, advances and financing	35,441	1,010	282,445	37,015
(Loss)/gain on disposal of foreclosed assets	(9,685)	(1,652)	(15,251)	2,790
Other non-operating income	18,939	15,903	54,034	88,784
	<b>(397,097)</b>	<b>(1,238,308)</b>	<b>(1,330,609)</b>	<b>(3,621,745)</b>
Total other non-interest income	<b>824,647</b>	<b>422,152</b>	<b>2,606,600</b>	<b>1,491,570</b>
<b>Net non-interest income</b>	<b>1,377,990</b>	<b>950,980</b>	<b>4,188,775</b>	<b>3,127,567</b>

**A23. NET NON-INTEREST INCOME (CONTINUED)**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Company</b>				
<b>(c) Other non-interest income</b>				
(i) Gross dividend income from:				
<u>In Malaysia</u>				
- Subsidiary	1,640,182	1,253,258	3,354,835	3,028,843
(xi) Other non-interest income:				
Foreign exchange (loss)/gain	(1)	703	142	1,418
Rental income	70	72	210	210
Gain on disposal of assets held for sale	-	-	-	4,232
Other non-operating income	-	-	-	89
	69	775	352	5,949
<b>Net non-interest income</b>	<b>1,640,251</b>	<b>1,254,033</b>	<b>3,355,187</b>	<b>3,034,792</b>

**A24. OVERHEADS**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
<b>Personnel costs</b>				
- Salaries, allowances and bonus	1,174,139	1,101,601	3,537,360	3,326,171
- Pension cost	134,290	119,645	372,097	353,802
- Share-based expense <sup>1</sup>	12,277	14,754	42,428	38,552
- Overtime	8,633	4,726	24,723	13,818
- Staff incentives and other staff payments	71,491	76,497	165,445	207,932
- Medical expenses	25,373	19,683	72,113	60,450
- Others	52,423	48,339	155,663	139,608
	1,478,626	1,385,245	4,369,829	4,140,333
<b>Establishment costs</b>				
- Depreciation of property, plant and equipment	77,400	74,120	232,833	224,814
- Depreciation of right-of-use assets	52,831	55,130	152,844	163,246
- Amortisation of intangible assets	122,460	115,997	361,657	474,287
- Intangible assets written off	387	244	649	1,511
- Rental	32,110	26,385	88,728	75,677
- Repair and maintenance	222,997	186,630	664,103	555,750
- Outsourced services	11,317	8,004	31,768	14,525
- Security expenses	25,983	19,056	78,492	68,798
- Others	69,607	68,206	220,929	199,919
	615,092	553,772	1,832,003	1,778,527
<b>Marketing expenses</b>				
- Advertisement	57,644	51,079	137,447	113,724
- Others	42,424	13,229	104,927	36,895
	100,068	64,308	242,374	150,619
<b>Administration and general expenses</b>				
- Legal and professional fees	47,859	49,274	95,157	185,365
- Stationery	8,825	4,647	24,002	15,606
- Postage	9,248	8,807	27,392	26,312
- Communication	27,668	26,729	70,652	71,262
- Incidental expenses on banking operations	13,161	12,970	82,756	76,833
- Others	191,217	175,211	496,181	413,190
	297,978	277,638	796,140	788,568
	2,491,764	2,280,963	7,240,346	6,858,047

<sup>1</sup> The long term incentive plan ("LTIP") was implemented by CIMBGH in June 2021. The LTIP awards ordinary shares and share options of the Company to eligible employees of the Group. The eligibility of participation in the LTIP shall be at the discretion of the LTIP Committee of CIMBGH, and the awarded shares and share options will be vested in stages at predetermined dates subject to continued employment and performance conditions.

**A24. OVERHEADS (CONTINUED)**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Company</b>				
Establishment costs				
- Depreciation of property, plant and equipment	36	36	110	110
- Depreciation of investment properties	5	5	14	14
- Rental	-	-	1	-
- Repair and maintenance	78	110	146	162
- Others	2	(4)	16	36
	<b>121</b>	<b>147</b>	<b>287</b>	<b>322</b>
Marketing expenses				
- Advertisement	19	-	50	-
Administration and general expenses				
- Legal and professional fees	1,353	1,340	2,426	4,365
- Insurance	705	727	2,558	2,699
- Others	6,859	4,600	14,020	16,222
	<b>8,917</b>	<b>6,667</b>	<b>19,004</b>	<b>23,286</b>
	<b>9,057</b>	<b>6,814</b>	<b>19,341</b>	<b>23,608</b>

**A25(a). EXPECTED CREDIT LOSSES ON LOANS, ADVANCES AND FINANCING**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Expected credit losses on loans, advances and financing at amortised cost	479,126	656,600	1,636,601	1,732,487
Credit impaired loans, advances and financing:				
- Recovered	(187,885)	(173,237)	(539,888)	(514,119)
- Written off	5,483	5,129	64,053	12,712
	<b>296,724</b>	<b>488,492</b>	<b>1,160,766</b>	<b>1,231,080</b>

**A25(b). OTHER EXPECTED CREDIT LOSSES AND IMPAIRMENT ALLOWANCES**

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Other expected credit losses and impairment allowances made/ (written back):				
- Debt instrument at fair value through other comprehensive income	(67)	(4,402)	18,589	(38,328)
- Debt instrument at amortised cost	10,824	(2,164)	16,185	(103,608)
- Money at call and deposits and placements with banks and other financial institutions	88	79	(81)	(7)
Other impairment allowances made:				
- Other assets	74,231	39,844	137,823	289,062
- Right-of-use assets	-	(6)	-	(723)
	<b>85,076</b>	<b>33,351</b>	<b>172,516</b>	<b>146,396</b>

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
<b>The Company</b>				
Other expected credit losses and impairment allowances made/ (written back):				
- Debt instrument at fair value through other comprehensive income	87	6,597	277	(805)
- Debt instrument at amortised cost	3	35,873	(2,014)	7,160
Other impairment allowances made:				
- Other assets	2	-	3	-
	<b>92</b>	<b>42,470</b>	<b>(1,734)</b>	<b>6,355</b>

## A26. DERIVATIVE FINANCIAL INSTRUMENTS

The following tables summarise the contractual or underlying principal amounts of trading derivatives and financial instruments held for hedging purposes. The principal or contractual amounts of these instruments reflect the volume of transactions outstanding at the end of the reporting period, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative Financial Instruments" Assets and Liabilities respectively.

At 30 September 2023	The Group		
	Principal	Fair values	
	amount RM'000	Assets RM'000	Liabilities RM'000
<b>Trading derivatives</b>			
<u>Foreign exchange derivatives</u>			
Currency forward	<b>49,768,901</b>	<b>1,057,337</b>	<b>(389,448)</b>
- Less than 1 year	46,107,257	1,008,067	(263,519)
- 1 year to 3 years	3,088,576	47,192	(94,724)
- More than 3 years	573,068	2,078	(31,205)
Currency swaps	<b>903,292,051</b>	<b>11,000,093</b>	<b>(11,351,672)</b>
- Less than 1 year	896,935,696	10,936,021	(11,294,447)
- 1 year to 3 years	3,721,400	25,931	(42,037)
- More than 3 years	2,634,955	38,141	(15,188)
Currency spots	<b>9,110,060</b>	<b>12,500</b>	<b>(11,851)</b>
- Less than 1 year	9,110,060	12,500	(11,851)
Currency options	<b>15,580,581</b>	<b>101,135</b>	<b>(88,586)</b>
- Less than 1 year	13,173,290	71,095	(49,207)
- 1 year to 3 years	1,943,603	23,216	(31,770)
- More than 3 years	463,688	6,824	(7,609)
Cross currency interest rate swaps	<b>130,009,516</b>	<b>5,020,227</b>	<b>(4,995,673)</b>
- Less than 1 year	45,510,058	1,862,986	(1,260,774)
- 1 year to 3 years	44,724,187	1,509,588	(1,998,830)
- More than 3 years	39,775,271	1,647,653	(1,736,069)
	<b>1,107,761,109</b>	<b>17,191,292</b>	<b>(16,837,230)</b>
<u>Interest rate derivative</u>			
Interest rate swaps	<b>750,287,380</b>	<b>5,837,342</b>	<b>(5,183,789)</b>
- Less than 1 year	421,854,107	785,474	(765,721)
- 1 year to 3 years	160,333,175	1,297,726	(1,169,067)
- More than 3 years	168,100,098	3,754,142	(3,249,001)
Interest rate futures	<b>5,320,682</b>	<b>30,024</b>	<b>(5,232)</b>
- Less than 1 year	4,382,382	29,930	(5,232)
- 1 year to 3 years	938,300	94	-
Interest rate options	<b>442,640</b>	<b>4,978</b>	<b>(1,204)</b>
- 1 year to 3 years	442,640	4,978	(1,204)
	<b>756,050,702</b>	<b>5,872,344</b>	<b>(5,190,225)</b>
<u>Equity related derivatives</u>			
Equity futures	<b>44,076</b>	<b>30</b>	<b>(193)</b>
- Less than 1 year	44,076	30	(193)
Equity options	<b>3,905,547</b>	<b>92,005</b>	<b>(278,273)</b>
- Less than 1 year	3,396,682	80,259	(269,267)
- 1 year to 3 years	409,080	11,288	(8,548)
- More than 3 years	99,785	458	(458)
Equity swaps	<b>510,963</b>	<b>22,513</b>	<b>(12,195)</b>
- Less than 1 year	138,492	9,348	(1,967)
- 1 year to 3 years	372,471	13,165	(10,228)
	<b>4,460,586</b>	<b>114,548</b>	<b>(290,661)</b>

**A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)**

At 30 September 2023	The Group		
	Principal amount RM'000	Fair values Assets RM'000	Liabilities RM'000
<b>Trading derivatives</b>			
<u>Commodity related derivatives</u>			
Commodity swaps	<b>1,209,815</b>	<b>96,798</b>	<b>(103,055)</b>
- Less than 1 year	1,181,922	94,977	(101,118)
- 1 year to 3 years	27,893	1,821	(1,937)
Commodity futures	<b>124,321</b>	<b>5,619</b>	<b>(947)</b>
- Less than 1 year	119,425	5,431	(942)
- 1 year to 3 years	4,896	188	(5)
Commodity options	<b>2,715,468</b>	<b>8,222</b>	<b>(6,488)</b>
- Less than 1 year	2,704,955	7,618	(5,896)
- 1 year to 3 years	10,513	604	(592)
	<b>4,049,604</b>	<b>110,639</b>	<b>(110,490)</b>
<u>Credit related contract</u>			
Credit default swaps	<b>2,731,992</b>	<b>19,599</b>	<b>(8,409)</b>
- Less than 1 year	134,002	483	(103)
- 1 year to 3 years	1,550,930	10,664	(5,136)
- More than 3 years	1,047,060	8,452	(3,170)
Total return swaps	<b>19,900</b>	-	<b>(351)</b>
- 1 year to 3 years	19,900	-	(351)
	<b>2,751,892</b>	<b>19,599</b>	<b>(8,760)</b>
<u>Bond contract</u>			
Bond Forward	<b>4,899,328</b>	<b>398,911</b>	<b>(23,820)</b>
- Less than 1 year	1,843,363	182,840	(5,271)
- 1 year to 3 years	2,040,677	163,188	(10,981)
- More than 3 years	1,015,288	52,883	(7,568)
<u>Hedging derivatives</u>			
Interest rate swaps	<b>38,094,745</b>	<b>978,882</b>	<b>(419,318)</b>
- Less than 1 year	9,958,452	81,677	(34,673)
- 1 year to 3 years	9,234,125	177,852	(69,362)
- More than 3 years	18,902,168	719,353	(315,283)
Currency swaps	<b>7,079,277</b>	<b>88,342</b>	<b>(67,854)</b>
- Less than 1 year	7,079,277	88,342	(67,854)
Cross currency interest rate swaps	<b>5,192,695</b>	<b>367,603</b>	<b>(105,352)</b>
- Less than 1 year	1,722,379	111,437	(20,415)
- 1 year to 3 years	2,142,873	153,166	(84,612)
- More than 3 years	1,327,443	103,000	(325)
	<b>50,366,717</b>	<b>1,434,827</b>	<b>(592,524)</b>
Total derivative assets/(liabilities)	<b>1,930,339,938</b>	<b>25,142,160</b>	<b>(23,053,710)</b>

A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

At 31 December 2022	The Group		
	Principal amount RM'000	Fair values Assets RM'000	Liabilities RM'000
<b>Trading derivatives</b>			
<u>Foreign exchange derivatives</u>			
Currency forward	<b>48,694,551</b>	<b>368,281</b>	<b>(1,019,865)</b>
- Less than 1 year	44,708,456	281,464	(923,450)
- 1 year to 3 years	3,111,231	55,382	(60,457)
- More than 3 years	874,864	31,435	(35,958)
Currency swaps	<b>435,187,275</b>	<b>7,617,122</b>	<b>(7,532,870)</b>
- Less than 1 year	428,871,925	7,583,733	(7,259,719)
- 1 year to 3 years	3,259,077	27,446	(103,433)
- More than 3 years	3,056,273	5,943	(169,718)
Currency spots	<b>5,379,541</b>	<b>12,683</b>	<b>(11,524)</b>
- Less than 1 year	5,379,541	12,683	(11,524)
Currency options	<b>10,445,744</b>	<b>113,495</b>	<b>(107,449)</b>
- Less than 1 year	6,686,813	58,255	(55,832)
- 1 year to 3 years	2,035,617	36,964	(34,694)
- More than 3 years	1,723,314	18,276	(16,923)
Cross currency interest rate swaps	<b>105,351,157</b>	<b>3,159,323</b>	<b>(3,583,947)</b>
- Less than 1 year	29,007,703	698,777	(896,998)
- 1 year to 3 years	40,916,752	1,219,193	(1,391,635)
- More than 3 years	35,426,702	1,241,353	(1,295,314)
	<b>605,058,268</b>	<b>11,270,904</b>	<b>(12,255,655)</b>
<u>Interest rate derivative</u>			
Interest rate swaps	<b>564,413,013</b>	<b>5,086,564</b>	<b>(4,290,392)</b>
- Less than 1 year	275,857,945	539,288	(530,380)
- 1 year to 3 years	147,121,574	1,360,983	(1,084,930)
- More than 3 years	141,433,494	3,186,293	(2,675,082)
Interest rate futures	<b>1,172,683</b>	<b>9,827</b>	<b>(1,911)</b>
- Less than 1 year	1,172,683	9,827	(1,911)
Interest rate options	<b>363,623</b>	<b>6,617</b>	<b>(1,621)</b>
- Less than 1 year	363,623	6,617	(1,621)
	<b>565,949,319</b>	<b>5,103,008</b>	<b>(4,293,924)</b>
<u>Equity related derivatives</u>			
Equity futures	<b>2,986</b>	<b>2</b>	<b>(20)</b>
- Less than 1 year	2,986	2	(20)
Equity options	<b>2,603,830</b>	<b>113,091</b>	<b>(166,414)</b>
- Less than 1 year	2,150,148	101,450	(162,852)
- 1 year to 3 years	360,385	11,072	(3,348)
- More than 3 years	93,297	569	(214)
Equity swaps	<b>446,653</b>	<b>16,891</b>	<b>(21,206)</b>
- Less than 1 year	161,018	7,775	(1,476)
- 1 year to 3 years	285,635	9,116	(19,730)
	<b>3,053,469</b>	<b>129,984</b>	<b>(187,640)</b>



A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

At 31 December 2022	The Group		
	Principal amount RM'000	Fair values Assets RM'000	Liabilities RM'000
<b>Trading derivatives</b>			
<u>Commodity related derivatives</u>			
Commodity swaps	<b>822,386</b>	<b>24,374</b>	<b>(23,182)</b>
- Less than 1 year	822,386	24,374	(23,182)
Commodity futures	<b>93,052</b>	<b>2,477</b>	<b>(1,006)</b>
- Less than 1 year	93,052	2,477	(1,006)
Commodity options	<b>330,903</b>	<b>2,956</b>	<b>(4,174)</b>
- Less than 1 year	330,903	2,956	(4,174)
	<b>1,246,341</b>	<b>29,807</b>	<b>(28,362)</b>
<u>Credit related contract</u>			
Credit default swaps	<b>2,493,237</b>	<b>20,571</b>	<b>(15,135)</b>
- Less than 1 year	12,642	246	-
- 1 year to 3 years	1,011,983	9,128	(2,229)
- More than 3 years	1,468,612	11,197	(12,906)
Total return swaps	<b>20,200</b>	<b>-</b>	<b>(477)</b>
- More than 3 years	20,200	-	(477)
	<b>2,513,437</b>	<b>20,571</b>	<b>(15,612)</b>
<b>Bond contract</b>			
Bond forward	<b>2,781,813</b>	<b>299,346</b>	<b>(30,676)</b>
- Less than 1 year	882,451	71,035	(15,526)
- 1 year to 3 years	1,529,310	198,034	(11,690)
- More than 3 years	370,052	30,277	(3,460)
<b>Hedging derivatives</b>			
Interest rate swaps	<b>36,228,517</b>	<b>900,845</b>	<b>(390,416)</b>
- Less than 1 year	4,439,055	14,059	(18,138)
- 1 year to 3 years	11,690,612	132,801	(100,946)
- More than 3 years	20,098,850	753,985	(271,332)
Currency swaps	<b>7,358,750</b>	<b>101,806</b>	<b>(158,669)</b>
- Less than 1 year	7,358,750	101,806	(158,669)
Cross currency interest rate swaps	<b>3,405,249</b>	<b>215,887</b>	<b>(99,579)</b>
- Less than 1 year	441,209	45,650	(2,188)
- 1 year to 3 years	1,487,628	77,912	(51,846)
- More than 3 years	1,476,412	92,325	(45,545)
	<b>46,992,516</b>	<b>1,218,538</b>	<b>(648,664)</b>
Total derivative assets/(liabilities)	<b>1,227,595,163</b>	<b>18,072,158</b>	<b>(17,460,533)</b>

## A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

The Group's derivative financial instruments are subject to market risk, credit risk and liquidity risk, as follows:

### **Market Risk**

Market risk is defined as any fluctuation in the value arising from changes in value of market risk factors such as interest rates, currency exchange rates, credit spreads, equity prices, commodities prices and their associated volatility. The contractual amounts provide only a measure of involvement in these types of transactions and do not represent the amounts subject to market risk. The Group's risk management department monitors and manages market risk exposure via stress testing of the Group's Value-at-Risk (VaR) model, in addition to reviewing and analysing its treasury trading strategy, positions and activities vis-à-vis changes in the financial market, monitoring limit usage, assessing limit adequacy, and verifying transaction prices.

### **Credit Risk**

Credit risk arises when counterparties to derivative contracts, such as interest rate swaps, are not able to or willing to fulfil their obligation to pay the Group the positive fair value or receivable resulting from the execution of contract terms. As at 30 September 2023, the amount of credit risk in the Group, measured in terms of the cost to replace the profitable contracts, was RM25,142,160,000 (2022: RM18,072,158,000). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

### **Liquidity Risk**

Liquidity risk on derivatives is the risk that the derivative position cannot be closed out promptly. Exposure to liquidity risk is reduced through contracting derivatives where the underlying items are widely traded.

### **Cash requirements of the derivatives**

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Bank's credit ratings. As at 30 September 2023, the Group has posted cash collateral of RM5,839,073,000 (2022: RM3,269,533,000) on their derivative contracts.

There have been no changes since the end of the previous financial year in respect of the following:

- a) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- b) the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts;
- c) the hedging policies in respect of foreign exchange and interest/profit rate exposures; and
- d) the related accounting policies.

The above information, policies and procedures in respect of derivative financial instruments of the Group are disclosed in the audited financial statements for the financial year ended 31 December 2022 and the Risk Management section of the 2022 Annual Report.

## A27. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Group enters into various commitments and incur certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions. The commitments and contingencies are not secured over the Group's assets except for certain financial assets at fair value through profit or loss being pledged as credit support assets for certain over-the-counter derivative contracts.

	30 September 2023 Principal Amount RM'000	31 December 2022 Principal Amount RM'000
<b>The Group</b>		
<u>Credit-related</u>		
Direct credit substitutes	5,309,005	6,897,580
Certain transaction-related contingent items	7,532,761	7,132,974
Short-term self-liquidating trade-related contingencies	4,059,593	4,151,626
Obligations under underwriting agreement	-	87,500
Irrevocable commitments to extend credit		
- maturity not exceeding one year	93,613,723	86,747,649
- maturity exceeding one year	37,297,768	38,062,217
Miscellaneous commitments and contingencies	1,166,382	748,588
Total credit-related commitments and contingencies	<b>148,979,232</b>	<b>143,828,134</b>
<u>Treasury-related</u>		
<u>Foreign exchange related contracts</u>		
- less than one year	1,019,638,017	522,454,397
- one year to five years	84,574,399	76,218,188
- more than five years	15,820,665	17,149,682
	<b>1,120,033,081</b>	<b>615,822,267</b>
<u>Interest rate related contracts</u>		
- less than one year	436,194,941	281,469,683
- one year to five years	292,259,813	257,983,649
- more than five years	65,690,693	62,724,504
	<b>794,145,447</b>	<b>602,177,836</b>
<u>Equity related contracts</u>		
- less than one year	3,579,250	2,314,152
- one year to five years	781,551	646,020
- more than five years	99,785	93,297
	<b>4,460,586</b>	<b>3,053,469</b>
<u>Credit related contracts</u>		
- less than one year	134,002	12,642
- one year to five years	2,335,855	2,258,816
- more than five years	282,035	241,979
	<b>2,751,892</b>	<b>2,513,437</b>
<u>Commodity related contracts</u>		
- less than one year	4,006,302	1,246,341
- one year to five years	43,302	-
	<b>4,049,604</b>	<b>1,246,341</b>
<u>Bond contracts</u>		
- less than one year	1,843,363	882,451
- one year to five years	3,025,965	1,899,362
- more than five years	30,000	-
	<b>4,899,328</b>	<b>2,781,813</b>
Total treasury-related commitments and contingencies	<b>1,930,339,938</b>	<b>1,227,595,163</b>
	<b>2,079,319,170</b>	<b>1,371,423,297</b>
Included under irrevocable commitments to extend credit are the amount related to the Restricted Agency Investment Account (refer to Note A13(i) (c) for more details), as follows:		
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	3,000,000	3,000,000
- maturity exceeding one year	100,000	-
	<b>3,100,000</b>	<b>3,000,000</b>

## A28. CAPITAL ADEQUACY

The capital adequacy ratios of the Group and its banking subsidiaries are computed as follows:

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia (“BNM”) Capital Adequacy Framework (“CAF”) (Capital Components)/Capital Adequacy Framework for Islamic Banks (“CAFIB”) (Capital Components), of which the latest revision was issued on 9 December 2020. The revised guidelines took effect on 9 December 2020 for all banking institutions and financial holding companies and sets up the regulatory capital requirements concerning capital adequacy ratios and components of eligible regulatory capital in compliance with Basel III.

On 5 February 2020, BNM issued the policy document on Domestic Systemically Important Banks (D-SIB) Framework, which sets out BNM’s assessment methodology to identify D-SIBs in Malaysia, following which CIMB Group Holdings Berhad has been identified as a D-SIB. A D-SIB is required to maintain additional capital buffers to regulatory capital requirements that include a higher loss absorbency (HLA) requirement which came into effect on 31 January 2021. The applicable HLA requirements will be in accordance to the list of D-SIBs published and updated by BNM on an annual basis.

The risk-weighted assets of the Bank Group and the Bank are computed in accordance with the Capital Adequacy Framework (Basel II - Risk-Weighted Assets), of which the latest revision was issued on 3 May 2019.

The Internal Ratings Based (“IRB”) Approach adopted by CIMB Bank and CIMB Islamic Bank is applied for the major credit exposures with retail exposures on Advanced IRB approach and non-retail exposures on Foundation IRB approach. The remaining credit exposures and Market Risk are on the Standardised Approach while Operational Risk is based on the Basic Indicator Approach. As for CIMB Investment Bank Group, the Standardised Approach is applied for Credit Risk and Market Risk while Operational Risk is based on the Basic Indicator Approach.

The capital adequacy ratios of CIMB Thai Bank are based on the Bank of Thailand (BOT) Notification No. SorNorSor. 12/2555 Re: Regulations on Supervision of Capital for Commercial Banks, dated 8 November 2012. Credit Risk and Market Risk are based on Standardised Approach while Operational Risk is based on Basic Indicator Approach.

The capital adequacy ratios of Bank CIMB Niaga are based on Otoritas Jasa Keuangan (OJK)’s requirements. The approach for Credit Risk and Market Risk is based on the Standardised Approach while Operational Risk is based on the Basic Indicator Approach. With effect from 1 January 2023, Operational risk is based on Standardised Approach as stipulated by SEOJK No 6/SEOJK.03/2020.

The regulatory compliance ratio of CIMB Bank PLC refers to the Solvency Ratio. The Solvency ratio is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio is derived from CIMB Bank PLC’s net worth divided by its risk-weighted assets.

The capital adequacy ratio of CIMB Bank (Vietnam) Ltd. is calculated and managed according to local regulations as per the requirement of State Bank of Vietnam (SBV) in Circular 41/2016/TT-NHNN (dated 30 December 2016), which requires banks and branches of foreign banks to maintain the minimum CAR at 8% which covers credit, market and operational risk.

**A28. CAPITAL ADEQUACY (Continued)****30 September 2023**

(a) The capital adequacy ratios of the Group is as follows:

	<b>The Group</b>
Common equity tier 1 ratio	13.895%
Tier 1 ratio	14.671%
Total capital ratio	<u>17.470%</u>

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	<b>The Group</b> <b>RM'000</b>
Credit risk <sup>(1)</sup>	309,451,217
Market risk	18,208,812
Large exposure risk requirements	1,238,036
Operational risk	<u>35,882,052</u>
Total risk-weighted assets	<u>364,780,117</u>

<sup>(1)</sup> The RWA for credit risk relating to the Restricted Agency Investment Account are as follows:

	<b>The Group</b> <b>RM'000</b>
Under Restricted Agency Investment Account arrangement	<u>831,575</u>

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	<b>The Group</b> <b>RM'000</b>
<b>Common Equity Tier 1 capital</b>	
Ordinary share capital	29,094,547
Other reserves	35,517,717
Qualifying non-controlling interests	<u>532,969</u>
Common Equity Tier 1 capital before regulatory adjustments	65,145,233
<u>Less: Regulatory adjustments</u>	
Goodwill	(6,532,446)
Intangible assets	(1,817,767)
Deferred tax assets	(2,150,367)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(2,994,728)
Regulatory reserve	(1,160,812)
Others	<u>196,425</u>
Common Equity Tier 1 capital after regulatory adjustments	<u>50,685,538</u>
<b>Additional Tier 1 capital</b>	
Perpetual subordinated capital securities	2,750,000
Qualifying capital instruments held by third parties	<u>79,709</u>
	2,829,709
<u>Less: Regulatory adjustments</u>	
Investments in own Additional Tier 1 capital instruments	-
Additional Tier 1 capital after regulatory adjustments	<u>2,829,709</u>
<b>Total Tier 1 capital</b>	<u>53,515,247</u>

**A28. CAPITAL ADEQUACY (Continued)**

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows (Continued):

	<b>The Group RM'000</b>
<b>Tier 2 capital</b>	
Subordinated obligations	7,500,000
Qualifying capital instruments held by third parties	78,849
Surplus of eligible provisions over expected loss	1,141,265
General provisions <sup>√</sup>	<u>1,490,505</u>
Tier 2 capital before regulatory adjustments	<u>10,210,619</u>
<u>Less: Regulatory adjustments</u>	
Investments in own Tier 2 capital instruments	<u>-</u>
<b>Total Tier 2 capital</b>	<u><b>10,210,619</b></u>
<b>Total capital</b>	<u><b>63,725,866</b></u>

(d) The capital adequacy of the banking subsidiary companies of the Group are as follows:

	<b>CIMB Bank Group</b>	<b>CIMB Bank **</b>	<b>CIMB Islamic Bank</b>	<b>CIMB Investment Bank Group</b>	<b>CIMB Thai Bank</b>	<b>Bank CIMB Niaga</b>	<b>CIMB Bank PLC</b>	<b>CIMB Bank (Vietnam) Ltd</b>
Common equity tier 1 ratio	14.238%	14.065%	12.564%	98.904%	14.424%	22.259%	N/A	N/A
Tier 1 ratio	14.845%	14.817%	13.105%	98.904%	14.424%	22.259%	N/A	N/A
Total capital ratio	<u>18.154%</u>	<u>18.129%</u>	<u>15.276%</u>	<u>98.904%</u>	<u>19.920%</u>	<u>23.400%</u>	<u>20.307%</u>	<u>49.298%</u>

\*\* Includes the operations of CIMB Bank (L) Limited.

<sup>√</sup> Total Capital of CIMB Group as at 30 September 2023 has excluded general provisions restricted from Tier 2 capital of RM1,594 million.

**A28. CAPITAL ADEQUACY (Continued)****31 December 2022**

(a) The capital adequacy ratios of the Group is as follows:

	<b>The Group</b>
<b>Before deducting proposed dividend</b>	
Common equity tier 1 ratio	14.943%
Tier 1 ratio	15.792%
Total capital ratio	<u>18.891%</u>
<b>After deducting proposed dividend</b>	
Common equity tier 1 ratio	14.526%
Tier 1 ratio	15.375%
Total capital ratio	<u>18.474%</u>

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	<b>The Group RM'000</b>
Credit risk <sup>(1)</sup>	283,348,349
Market risk	13,981,992
Large exposure risk requirements	1,194,330
Operational risk	<u>33,969,638</u>
Total risk-weighted assets	<u>332,494,309</u>

<sup>(1)</sup> The RWA for credit risk relating to the Restricted Agency Investment Account are as follows:

	<b>The Group RM'000</b>
Under Restricted Agency Investment Account arrangement	<u>857,557</u>

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows:

	<b>The Group RM'000</b>
<b>Common Equity Tier 1 capital</b>	
Ordinary share capital	29,094,547
Other reserves	33,396,659
Qualifying non-controlling interests	484,612
Less: Proposed dividends	<u>(1,386,463)</u>
Common Equity Tier 1 capital before regulatory adjustments	61,589,355
<b>Less: Regulatory adjustments</b>	
Goodwill	(6,382,440)
Intangible assets	(1,798,512)
Deferred tax assets	(1,866,077)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(3,062,743)
Regulatory reserve	(417,993)
Others	<u>236,434</u>
Common Equity Tier 1 capital after regulatory adjustments	<u>48,298,024</u>
<b>Additional Tier 1 capital</b>	
Perpetual subordinated capital securities	2,750,000
Qualifying capital instruments held by third parties	<u>72,768</u>
	2,822,768
<b>Less: Regulatory adjustments</b>	
Investments in own Additional Tier 1 capital instruments	-
Additional Tier 1 capital after regulatory adjustments	<u>2,822,768</u>
<b>Total Tier 1 capital</b>	<u>51,120,792</u>

**A28. CAPITAL ADEQUACY** (Continued)

(c) Components of Common Equity Tier 1, Additional Tier 1 and Tier 2 capital are as follows (Continued):

	<b>The Group RM'000</b>
<b>Tier 2 capital</b>	
Subordinated obligations	7,800,000
Qualifying capital instruments held by third parties	71,903
Surplus of eligible provisions over expected loss	1,024,699
General provisions <sup>√</sup>	<u>1,407,065</u>
Tier 2 capital before regulatory adjustments	<u>10,303,667</u>
<u>Less: Regulatory adjustments</u>	
Investments in own Tier 2 capital instruments	<u>-</u>
<b>Total Tier 2 capital</b>	<u><b>10,303,667</b></u>
<b>Total capital</b>	<u><b>61,424,459</b></u>

(d) The capital adequacy of the banking subsidiary companies of the Group are as follows:

	<b>CIMB Bank Group</b>	<b>CIMB Bank **</b>	<b>CIMB Islamic Bank</b>	<b>CIMB Investment Bank Group</b>	<b>CIMB Thai Bank</b>	<b>Bank CIMB Niaga</b>	<b>CIMB Bank PLC</b>	<b>CIMB Bank (Vietnam) Ltd</b>
<b><u>Before deducting proposed dividend</u></b>								
Common equity tier 1 ratio	15.504%	15.491%	14.040%	97.816%	15.068%	20.779%	N/A	N/A
Tier 1 ratio	16.166%	16.308%	14.670%	97.816%	15.068%	20.779%	N/A	N/A
Total capital ratio	<u>19.822%</u>	<u>20.031%</u>	<u>17.078%</u>	<u>97.816%</u>	<u>20.780%</u>	<u>21.862%</u>	<u>18.615%</u>	<u>56.979%</u>
<b><u>After deducting proposed dividend</u></b>								
Common equity tier 1 ratio	15.139%	14.918%	14.040%	94.645%	15.068%	20.779%	N/A	N/A
Tier 1 ratio	15.802%	15.736%	14.670%	94.645%	15.068%	20.779%	N/A	N/A
Total capital ratio	<u>19.458%</u>	<u>19.458%</u>	<u>17.078%</u>	<u>94.645%</u>	<u>20.780%</u>	<u>21.862%</u>	<u>18.615%</u>	<u>56.979%</u>

\*\* Includes the operations of CIMB Bank (L) Limited.

<sup>√</sup> Total Capital of CIMB Group as at 31 December 2022 has excluded general provisions restricted from Tier 2 capital of RM1,369 million.



## A29. SEGMENTAL REPORT

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Group Executive Committee as its chief operating decision-maker.

Segment information is presented in respect of the Group's business segment and geographical segment.

All inter-segment transactions are conducted on an arm's length basis and on normal commercial terms not more favourable than those generally available to the public.

The business segment results are prepared based on the Group's internal management reporting, which reflect the organisation's management reporting structure.

### Business segment reporting

#### Definition of segments:

The Group has four major operation divisions that forms the basis on which the Group reports its segment information.

#### ***Consumer Banking***

Consumer Banking provides everyday banking solutions to individual customers covering both conventional and Islamic financial products and services such as residential property loans, non-residential property loans, secured personal loans, motor vehicle financing, credit cards, unsecured personal financing, wealth management, bancassurance, remittance and foreign exchange, deposits and internet banking services.

#### **Commercial Banking**

Commercial Banking offers products and services for customer segments comprising small and medium-scale enterprises ("SMEs") and mid-sized corporations. Their products and services include banking credit facilities, trade financing, cash management, online business banking platform, remittance and foreign exchange, as well as general deposit products.

#### ***Wholesale Banking***

Wholesale Banking comprises Investment Banking, Corporate Banking, Treasury and Markets, Transaction Banking, Equities and Private Banking.

Investment Banking includes end-to-end client coverage and advisory services. Client coverage focuses on marketing and delivering solutions to corporate and financial institutional clients whereas advisory offers financial advisory services to corporations on issuance of equity and equity-linked products, debt restructuring, initial public offerings, secondary offerings and general corporate advisory.

Corporate Banking offers a broad spectrum of both conventional and Islamic funding solutions ranging from trade, working capital lines and capital expenditure to leveraging, merger and acquisition, leveraged and project financing. Corporate Banking's client managers partner with product specialists within the Group to provide a holistic funding solution, from cash management, trade finance, foreign exchange, custody and corporate loans, to derivatives, structured products and debt capital market.

Treasury focuses on treasury activities and services which include foreign exchange, money market, derivatives and trading of capital market instruments. It includes the Group's equity derivatives which develops and issues new equity derivatives instruments such as structured warrants and over-the-counter options to provide investors with alternative investment avenues.

Transaction Banking comprises Trade Finance and Cash Management which provide various trade facilities and cash management solutions.

## **A29. SEGMENTAL REPORT** (Continued)

### ***Wholesale Banking*** (Continued)

Equities provides broking services to corporate, institutional and retail clients.

Private Banking offers a full suite of wealth management solutions to high net worth individuals with access to a complete range of private banking services, extending from investment to securities financing to trust services.

### ***CIMB Digital Assets & Group Funding***

CIMB Digital Assets drives all strategic partnerships across business lines Group-wide and explores strategic equity joint ventures in the ecosystem space. Group Funding encompasses a wide range of activities from capital, balance sheet and fixed income investments and management, as well as the funding and incubation of corporate ventures and projects.

A29. SEGMENTAL REPORT (Continued)

	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
<b>30 September 2023</b>					
Net interest income - after modification loss					
- external income	3,606,910	1,085,261	2,548,230	1,070,008	8,310,409
- inter-segment income/(expense)	159,631	578,144	(886,344)	148,569	-
	<b>3,766,541</b>	<b>1,663,405</b>	<b>1,661,886</b>	<b>1,218,577</b>	<b>8,310,409</b>
Income from Islamic Banking operations	1,524,563	786,231	543,885	285,391	3,140,070
Net non-interest income	1,261,809	496,112	2,108,429	322,425	4,188,775
Net income	6,552,913	2,945,748	4,314,200	1,826,393	15,639,254
Overheads	(3,713,925)	(1,421,881)	(1,695,059)	(409,481)	(7,240,346)
of which:					
- Depreciation of property, plant and equipment	(78,795)	(3,830)	(10,601)	(139,607)	(232,833)
- Amortisation of intangible assets	(89,952)	(12,231)	(53,747)	(205,727)	(361,657)
Profit before expected credit losses	2,838,988	1,523,867	2,619,141	1,416,912	8,398,908
Expected credit losses made on loans, advances and financing	(417,800)	(252,655)	(325,782)	(164,529)	(1,160,766)
Expected credit losses written back/(made) for commitments and contingencies	32,638	(3,284)	111,813	-	141,167
Other expected credit losses and impairment allowances (made)/written back	(113,214)	1,964	(56,726)	(4,540)	(172,516)
Segment results	2,340,612	1,269,892	2,348,446	1,247,843	7,206,793
Share of results of joint ventures	2,472	-	-	(42,146)	(39,674)
Share of results of associates	-	-	-	42,896	42,896
Profit before taxation and zakat	2,343,084	1,269,892	2,348,446	1,248,593	7,210,015
% of profit before taxation and zakat	32.5	17.6	32.6	17.3	100.0
Taxation and zakat					(1,808,345)
<b>Profit for the financial period</b>					<b>5,401,670</b>

**A29. SEGMENTAL REPORT** (Continued)

	<b>Consumer Banking RM'000</b>	<b>Commercial Banking RM'000</b>	<b>Wholesale Banking RM'000</b>	<b>CIMB Digital Assets &amp; Group Funding RM'000</b>	<b>Total RM'000</b>
<b>30 September 2022</b>					
Net interest income - after net modification gain					
- external income	3,758,667	1,339,008	2,376,418	1,048,321	8,522,414
- inter-segment income/(expense)	(71,338)	352,022	(24,425)	(256,259)	-
	3,687,329	1,691,030	2,351,993	792,062	8,522,414
Income from Islamic Banking operations	1,462,861	637,491	475,033	392,222	2,967,607
Net non-interest income	1,350,391	411,670	1,230,776	134,730	3,127,567
Gain on disposal of joint ventures	-	-	-	265	265
Net income	6,500,581	2,740,191	4,057,802	1,319,279	14,617,853
Overheads	(3,372,255)	(1,299,272)	(1,570,685)	(615,835)	(6,858,047)
of which:					
- Depreciation of property, plant and equipment	(83,360)	(3,833)	(11,765)	(125,856)	(224,814)
- Amortisation of intangible assets	(103,958)	(10,172)	(58,232)	(301,925)	(474,287)
Profit before expected credit losses	3,128,326	1,440,919	2,487,117	703,444	7,759,806
Expected credit losse made on loans, advances and financing	(566,550)	(343,740)	(239,837)	(80,953)	(1,231,080)
Expected credit losses written back/(made) for commitments and contingencies	39,591	1,254	(80,248)	8	(39,395)
Other expected credit losses and impairment allowances (made)/written back	(345,336)	(3,423)	205,200	(2,837)	(146,396)
Segment results	2,256,031	1,095,010	2,372,232	619,662	6,342,935
Share of results of joint ventures	17,640	-	-	(26,334)	(8,694)
Share of results of associates	-	-	20,735	(595)	20,140
Profit before taxation and zakat	2,273,671	1,095,010	2,392,967	592,733	6,354,381
% of profit before taxation and zakat	35.8	17.2	37.7	9.3	100.0
Taxation and zakat					(2,116,619)
<b>Profit for the financial period</b>					<b>4,237,762</b>



### **A30. FAIR VALUE ESTIMATION**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

#### Determination of fair value and fair value hierarchy

The fair value hierarchy has the following levels:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets and liabilities in active markets; or
- Quoted prices for identical or similar assets and liabilities in non-active markets; or
- Inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3 - One or more inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Assets/liabilities are classified as Level 1 when the valuation is based on quoted prices for identical assets or liabilities in active markets.

Assets/liabilities are regarded as being quoted in an active market if the prices are readily available from a published and reliable source and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When fair value is determined using quoted prices of similar assets/liabilities in active markets or quoted prices of identical or similar assets and liabilities in non-active markets, such assets/liabilities are classified as Level 2. In cases where quoted prices are generally not available, the Group determines fair value based upon valuation techniques that use market parameters as inputs. Most valuation techniques employ observable market data, including but not limited to yield curves, equity prices, volatilities and foreign exchange rates.

Assets/liabilities are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data. Such inputs are determined based on observable inputs of a similar nature, historical observations or other analytical techniques.

If prices or quotes are not available for an instrument or a similar instrument, fair value will be established by using valuation techniques or Mark-to-Model. Judgment may be required to assess the need for valuation adjustments to appropriately reflect unobservable parameters. The valuation models shall also consider relevant transaction data such as maturity. The inputs are then benchmarked and extrapolated to derive the fair value.

#### Valuation Model Review and Approval

- Fair valuation of financial instruments is determined either through Mark-to-Market or Mark-to-Model methodology, as appropriate;
- Market Risk Management is mandated to perform mark-to-market, mark-to-model and rate reasonableness verification. Market price and/or rate sources for Mark-to-Market are validated by Market Risk Management as part and parcel of market data reasonableness verification;
- Valuation methodologies for the purpose of determining Mark-to-Model prices will be verified by Group Risk Management Quantitative analysts before submitting to the GMRC for approval;
- Mark-to-Model process shall be carried out by Market Risk Management in accordance with the approved valuation methodologies. Group Risk Management Quantitative analysts are responsible for independent evaluation and validation of the Group's financial models used for valuation;
- Group Risk Management Quantitative analysts are the guardian of the financial models and valuation methodologies. Market rate sources and model inputs for the purpose of Mark-to-Model must be verified by Group Risk Management Quantitative analysts and approved by Regional Head, Market Risk Management and/or the GMRC;
- Model risk and unobservable parameter reserve must be considered to provide for the uncertainty of the model assumptions;
- The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer; and
- Independent price verification process shall be carried out by Market Risk Management to ensure that financial assets/liabilities are recorded at fair value.

**A30. FAIR VALUE ESTIMATION (Continued)**

- (i). The following table represents the Group's and the Company's financial assets and financial liabilities measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2023 and 31 December 2022 .

<b>The Group</b>	<b>Fair Value</b>			<b>Total</b>
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>30 September 2023</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial investments at fair value through profit or loss				
- Money market instruments	-	34,036,413	315,790	34,352,203
- Quoted securities	1,680,294	-	-	1,680,294
- Unquoted securities	5,197,640	6,288,270	1,179,171	12,665,081
Debt instruments at fair value through other comprehensive income				
- Money market instruments	-	18,012,700	-	18,012,700
- Unquoted securities	11,388,687	35,927,857	-	47,316,544
Equity instruments at fair value through other comprehensive income				
- Quoted securities	32,442	-	-	32,442
- Unquoted securities	-	-	271,083	271,083
Derivative financial instruments				
- Trading derivatives	33,861	23,580,087	93,385	23,707,333
- Hedging derivatives	-	1,434,827	-	1,434,827
Loans, advances and financing at fair value through profit or loss	-	79,415	-	79,415
<b>Total</b>	<b>18,332,924</b>	<b>119,359,569</b>	<b>1,859,429</b>	<b>139,551,922</b>
<b>Financial liabilities</b>				
Derivative financial instruments				
- Trading derivatives	97,670	22,181,763	181,753	22,461,186
- Hedging derivatives	-	592,524	-	592,524
Financial liabilities designated at fair value through profit or loss	-	12,302,752	-	12,302,752
<b>Total</b>	<b>97,670</b>	<b>35,077,039</b>	<b>181,753</b>	<b>35,356,462</b>

<b>The Group</b>	<b>Fair Value</b>			<b>Total</b>
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>31 December 2022</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial investments at fair value through profit or loss				
- Money market instruments	-	23,218,488	295,529	23,514,017
- Quoted securities	1,340,074	-	-	1,340,074
- Unquoted securities	2,416,997	4,732,245	1,196,930	8,346,172
Debt instruments at fair value through other comprehensive income				
- Money market instruments	-	19,921,905	-	19,921,905
- Unquoted securities	8,696,620	29,757,136	-	38,453,756
Equity instruments at fair value through other comprehensive income				
- Quoted securities	24,124	-	-	24,124
- Unquoted securities	-	-	276,545	276,545
Derivative financial instruments				
- Trading derivatives	11,558	16,726,330	115,732	16,853,620
- Hedging derivatives	-	1,218,538	-	1,218,538
Loans, advances and financing at fair value through profit or loss	-	107,552	-	107,552
<b>Total</b>	<b>12,489,373</b>	<b>95,682,194</b>	<b>1,884,736</b>	<b>110,056,303</b>
<b>Financial liabilities</b>				
Derivative financial instruments				
- Trading derivatives	42,227	16,649,411	120,231	16,811,869
- Hedging derivatives	-	648,664	-	648,664
Financial liabilities designated at fair value through profit or loss	-	11,063,853	-	11,063,853
<b>Total</b>	<b>42,227</b>	<b>28,361,928</b>	<b>120,231</b>	<b>28,524,386</b>

**A30. FAIR VALUE ESTIMATION (Continued)**

- (i). The following table represents the Group's and Company's financial assets and financial liabilities measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2023 and 31 December 2022 (Continued)

<b>The Company</b> <b>30 September 2023</b>	<b>Fair Value</b>			<b>Total</b> <b>RM'000</b>
	<b>Level 1</b> <b>RM'000</b>	<b>Level 2</b> <b>RM'000</b>	<b>Level 3</b> <b>RM'000</b>	
<i>Recurring fair value measurements</i>				
<b><u>Financial assets</u></b>				
Debt instruments at fair value through other comprehensive income				
- Unquoted securities	-	<b>1,759,452</b>	-	<b>1,759,452</b>
<b>Total</b>	-	<b>1,759,452</b>	-	<b>1,759,452</b>

<b>The Company</b> <b>31 December 2022</b>	<b>Fair Value</b>			<b>Total</b> <b>RM'000</b>
	<b>Level 1</b> <b>RM'000</b>	<b>Level 2</b> <b>RM'000</b>	<b>Level 3</b> <b>RM'000</b>	
<i>Recurring fair value measurements</i>				
<b><u>Financial assets</u></b>				
Debt instruments at fair value through other comprehensive income				
- Unquoted securities	-	<b>1,737,110</b>	-	<b>1,737,110</b>
<b>Total</b>	-	<b>1,737,110</b>	-	<b>1,737,110</b>



**A30. FAIR VALUE ESTIMATION** (Continued)

(ii). The following represents the movement in Level 3 instruments for the financial period/year ended 30 September 2023 and 31 December 2022 for the Group.

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments Trading derivatives		Derivative financial instruments Trading derivatives	Total
	Money market instruments and unquoted securities					
<b>2023</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January</b>	<b>1,492,459</b>	<b>276,545</b>	<b>115,732</b>	<b>1,884,736</b>	<b>(120,231)</b>	<b>(120,231)</b>
Total gains/(losses) recognised in Statement of Income	27,331	-	(26,784)	547	14,277	14,277
Total losses recognised in Other Comprehensive Income	-	(14,653)	-	(14,653)	-	-
Purchases	816	422	8,234	9,472	(351,401)	(351,401)
Sales and redemptions	(53,424)	(307)	-	(53,731)	-	-
Settlements	-	-	(6,640)	(6,640)	278,325	278,325
Exchange fluctuation	27,779	9,076	2,843	39,698	(2,723)	(2,723)
<b>At 30 September</b>	<b>1,494,961</b>	<b>271,083</b>	<b>93,385</b>	<b>1,859,429</b>	<b>(181,753)</b>	<b>(181,753)</b>
Total gains/(losses) recognised in Statement of Income for the financial period ended 30 September 2023 under:						
- net non-interest income	27,331	-	(26,784)	547	14,277	14,277
Total losses recognised in Other Comprehensive Income for the financial period ended 30 September 2023 under "revaluation reserves"						
	-	(820)	-	(820)	-	-
Change in unrealised gains/(losses) recognised in Statement of Income relating to assets held on 30 September 2023 under "net non-interest income"						
	13,451	-	167,148	180,599	(70,462)	(70,462)

**A30. FAIR VALUE ESTIMATION** (Continued)

- (ii). The following represents the movement in Level 3 instruments for the financial period/year ended 30 September 2023 and 31 December 2022 for the Group. (Continued)

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments Trading derivatives		Derivative financial instruments Trading derivatives	Total
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>2022</b>						
<b>At 1 January</b>	1,577,323	285,593	234,395	2,097,311	(39,759)	(39,759)
Total (losses)/gains recognised in Statement of Income	(64,470)	-	(120,127)	(184,597)	3,010	3,010
Total losses recognised in Other Comprehensive Income	-	(8,762)	-	(8,762)	-	-
Purchases	1,754	-	6,889	8,643	(214,475)	(214,475)
Sales and redemptions	(52,991)	(105)	-	(53,096)	-	-
Settlements	-	-	(7,909)	(7,909)	133,316	133,316
Exchange fluctuation	30,843	(181)	2,484	33,146	(2,323)	(2,323)
<b>At 31 December</b>	<b>1,492,459</b>	<b>276,545</b>	<b>115,732</b>	<b>1,884,736</b>	<b>(120,231)</b>	<b>(120,231)</b>
Total (losses)/gains recognised in Statement of Income for the financial year ended 31 December 2022 under:						
- net non-interest income	(64,470)	-	(120,127)	(184,597)	3,010	3,010
Total losses recognised in Other Comprehensive Income for the financial year ended 31 December 2022 under "revaluation reserves"	-	(8,762)	-	(8,762)	-	-
Change in unrealised (losses)/gains recognised in Statement of Income relating to assets held on 31 December 2022 under "net non-interest income"	(69,580)	-	447,419	377,839	(92,638)	(92,638)

**A30. FAIR VALUE ESTIMATION (Continued)**

The following represents the Group's and the Company's non-financial assets measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2023 and 31 December 2022.

Investment properties (Recurring)

The investment properties of the Group are valued annually at fair value based on market values determined by independent qualified valuers. The fair values are within level 2 of the fair value hierarchy. The fair values have been derived using the sales comparison approach. Sales prices of comparable land and buildings in close proximity are adjusted for differences in key attributes such as property size.

Non-current assets held for sales (Non-recurring)

In accordance with MFRS 5, the non-current assets held for sales were stated at the lower of carrying amount and fair value less cost to sell. As at 30 September 2023, the property plant and equipment held for sale of the Group that were stated at fair value less cost to sell was RM5,584,000 (2022: RM7,471,000). This is a non-recurring fair value which has been measured using observable inputs under sales comparison approach performed by independent valuers. Sales prices of comparable land and building in close proximity are adjusted for differences in key attributes such as property size. Therefore, it is within level 2 of the fair value hierarchy.

**A31. OPERATIONS OF ISLAMIC BANKING****A31a. UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

		The Group	
		30 September 2023	31 December 2022
	Note	RM'000	RM'000
<b>ASSETS</b>			
Cash and short-term funds		8,092,241	18,777,000
Reverse Collateralised Commodity Murabahah		895,660	503,206
Deposits and placements with banks and other financial institutions		333,327	197,875
Financial investments at fair value through profit or loss		5,091,951	2,075,001
Debt instruments at fair value through other comprehensive income		6,287,784	5,917,142
Debt instruments at amortised cost		14,924,682	10,395,507
Islamic derivative financial instruments		473,575	532,332
Financing, advances and other financing/loans	A31d	133,978,917	123,903,093
Other assets		4,741,054	4,701,865
Deferred tax assets		262,451	190,837
Tax recoverable		1,761	6,170
Amount due from conventional operations		17,288,309	13,615,714
Statutory deposits with central banks		2,541,362	2,338,788
Property, plant and equipment		4,304	4,400
Right-of-use assets		2,390	2,788
Goodwill		136,000	136,000
Intangible assets		5,785	3,965
<b>TOTAL ASSETS</b>		<b>195,061,553</b>	<b>183,301,683</b>
<b>LIABILITIES AND ISLAMIC BANKING</b>			
<b>CAPITAL FUNDS</b>			
Deposits from customers	A31e	124,607,675	118,028,859
Investment accounts of customers	A31f	18,438,729	13,684,632
Deposits and placements of banks and other financial institutions		8,929,136	11,689,317
Collateralised Commodity Murabahah		1,602,166	2,191,011
Investment accounts due to designated financial institutions	A31g	3,463,609	3,576,590
Financial liabilities designated at fair value through profit or loss	A31h	2,985,978	2,857,004
Islamic derivative financial instruments		536,004	777,653
Bills and acceptances payable		9,668	39,069
Other liabilities		15,529,633	14,451,682
Lease liabilities		1,724	2,261
Recourse obligation on loans and financing sold to Cagamas		989,907	-
Amount due to conventional operations		2,199,057	1,703,718
Provision for taxation		40,195	30
Sukuk		249,873	312,978
Subordinated Sukuk		1,105,527	1,109,342
<b>TOTAL LIABILITIES</b>		<b>180,688,881</b>	<b>170,424,146</b>
Ordinary share capital		1,000,000	1,000,000
Islamic banking funds		55,696	55,696
Perpetual preference shares		350,000	350,000
Reserves		12,767,770	11,313,906
		14,173,466	12,719,602
Non-controlling interests		199,206	157,935
<b>TOTAL ISLAMIC BANKING CAPITAL FUNDS</b>		<b>14,372,672</b>	<b>12,877,537</b>
<b>TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS</b>		<b>195,061,553</b>	<b>183,301,683</b>
<b>RESTRICTED AGENCY INVESTMENT ACCOUNT(*)</b>		<b>15,522,323</b>	<b>14,280,429</b>
<b>TOTAL ISLAMIC BANKING ASSETS</b>		<b>210,583,876</b>	<b>197,582,112</b>

\* The disclosure is in accordance with the requirements of Bank Negara Malaysia's Guideline on Financial Reporting for Islamic Banking Institutions

**A31b. UNAUDITED CONSOLIDATED STATEMENTS OF INCOME FOR THE FINANCIAL PERIOD ENDED  
30 SEPTEMBER 2023**

	<b>The Group</b>			
	<b>3rd quarter ended</b>		<b>Nine months ended</b>	
	<b>30 September 2023 RM'000</b>	<b>30 September 2022 RM'000</b>	<b>30 September 2023 RM'000</b>	<b>30 September 2022 RM'000</b>
Income derived from investment of depositors' funds and others	<b>1,829,652</b>	1,306,950	<b>4,934,913</b>	3,479,138
Income derived from investment of investment account	<b>291,095</b>	192,279	<b>804,741</b>	543,763
Net income derived from investment of shareholders' funds	<b>254,125</b>	296,396	<b>1,015,171</b>	793,403
Modification loss (Note A22)	<b>(4)</b>	(1)	<b>(77)</b>	(2,844)
Expected credit losses made on financing, advances and other financing/loans	<b>(120,606)</b>	(99,702)	<b>(443,694)</b>	(373,299)
Expected credit losses written back/(made) for commitments and contingencies	<b>230</b>	(3,619)	<b>(36,928)</b>	19,542
Other expected credit losses and impairment allowances (made)/written back	<b>(500)</b>	451	<b>(207)</b>	(18,762)
Total distributable income	<b>2,253,992</b>	1,692,754	<b>6,273,919</b>	4,440,941
Income attributable to depositors and others	<b>(1,131,379)</b>	(661,374)	<b>(3,253,563)</b>	(1,669,250)
Profit distributed to investment account holder	<b>(200,465)</b>	(98,659)	<b>(544,534)</b>	(270,679)
Total net income	<b>922,148</b>	932,721	<b>2,475,822</b>	2,501,012
Other operating expenses	<b>(314,564)</b>	(285,261)	<b>(1,028,299)</b>	(900,333)
Profit before taxation and zakat	<b>607,584</b>	647,460	<b>1,447,523</b>	1,600,679
Taxation and zakat	<b>(79,492)</b>	(143,622)	<b>(224,684)</b>	(374,603)
Profit for the financial period	<b>528,092</b>	503,838	<b>1,222,839</b>	1,226,076
Profit for the financial period attributable to:				
Owners of the Parent	<b>512,590</b>	492,173	<b>1,194,268</b>	1,196,864
Non-controlling interests	<b>15,502</b>	11,665	<b>28,571</b>	29,212
	<b>528,092</b>	503,838	<b>1,222,839</b>	1,226,076

**A31c. UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD  
ENDED 30 SEPTEMBER 2023**

	<b>The Group</b>			
	<b>3rd quarter ended</b>		<b>Nine months ended</b>	
	<b>30 September 2023</b>	<b>30 September 2022</b>	<b>30 September 2023</b>	<b>30 September 2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the financial period	<b>528,092</b>	503,838	<b>1,222,839</b>	1,226,076
Other comprehensive income/(expense):				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	<b>86</b>	63	<b>(671)</b>	56
	<b>86</b>	63	<b>(671)</b>	56
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	<b>(9,687)</b>	(3,223)	<b>71,244</b>	(156,979)
- Net (loss)/gain from change in fair value	<b>(8,547)</b>	(2,096)	<b>96,105</b>	(184,369)
- Realised gain transferred to statement of income on disposal	<b>(3,605)</b>	(173)	<b>(5,276)</b>	(7,698)
- Changes in expected credit losses	<b>(87)</b>	(207)	<b>655</b>	(2,108)
- Income tax effects	<b>2,552</b>	(747)	<b>(20,240)</b>	37,196
Net investment hedge				
Hedging reserve - Cash flow hedge	<b>1,216</b>	-	<b>3,695</b>	-
- Net gain from change in fair value	<b>1,216</b>	-	<b>3,695</b>	-
Exchange fluctuation reserve	<b>(49,203)</b>	70,297	<b>212,415</b>	98,176
Other comprehensive (expense)/income for the financial period, net of tax	<b>(57,588)</b>	67,137	<b>286,683</b>	(58,747)
Total comprehensive income for the financial period	<b>470,504</b>	570,975	<b>1,509,522</b>	1,167,329
Total comprehensive income for the financial period attributable to:				
Owners of the Parent	<b>458,596</b>	554,736	<b>1,468,251</b>	1,132,008
Non-controlling interests	<b>11,908</b>	16,239	<b>41,271</b>	35,321
	<b>470,504</b>	570,975	<b>1,509,522</b>	1,167,329
<u>Income from Islamic operations (per page 2)</u>				
Total net income	<b>922,148</b>	932,721	<b>2,475,822</b>	2,501,012
Add: Expected credit losses made on financing, advances and other financing/loans	<b>120,606</b>	99,702	<b>443,694</b>	373,299
Add: Expected credit losses (written back)/made for commitments and contingencies	<b>(230)</b>	3,619	<b>36,928</b>	(19,542)
Add: Other expected credit losses and impairment allowances made/(written back)	<b>500</b>	(451)	<b>207</b>	18,762
	<b>1,043,024</b>	1,035,591	<b>2,956,651</b>	2,873,531
Elimination for transaction with conventional operations	<b>46,481</b>	30,482	<b>183,419</b>	94,076
	<b>1,089,505</b>	1,066,073	<b>3,140,070</b>	2,967,607

**A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS**

(i) By type and Shariah contract

30 September 2023

**The Group**

	Sale-based contracts					Lease-based contracts		Profit sharing contracts		Loan contract	Others		Total	
	Murabahah	Bai' Bithaman Ajil	Bai' al-'Inah	Bai' al-Dayn	Tawarruq	Bai' Salam	Ijarah Muntahiah Bi al-Tamlik *	Al-Ijarah Thumma al-Bai' #	Mudharabah	Musharakah	Qard	Ujrah		Kafalah
At amortised cost	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	RM'000
Cash line^	-	117	899	-	1,554,634	-	-	-	-	-	8,816	-	-	1,564,466
Term financing														
House Financing	166,058	3,741,537	-	-	41,318,703	-	1,016,857	-	-	6,852,971	-	-	-	53,096,126
Syndicated Financing	-	-	-	-	2,419,706	-	-	-	-	-	-	-	-	2,419,706
Hire purchase receivables	580,355	-	-	-	-	-	17,211,645	-	-	-	-	-	-	17,792,000
Other term financing	262,430	789,109	1,127,518	-	42,065,178	-	33,180	-	68,527	6,722,871	130,636	-	-	51,199,449
Lease receivable	-	-	-	-	-	-	302,938	-	-	-	-	-	-	302,938
Bills receivable	1,098,656	-	-	198,084	10,146	29,430	-	-	-	-	-	-	-	1,336,316
Islamic Trust receipts	19,133	-	-	-	-	-	-	-	-	-	13,664	-	-	32,797
Claims on customers under acceptance credits	912,130	-	-	119,247	-	-	-	-	-	-	-	-	9,668	1,041,045
Staff financing	-	-	-	-	300,765	-	-	-	-	27,669	-	-	-	328,434
Revolving credits	-	-	-	-	5,746,897	-	-	-	-	680,779	-	-	-	6,427,676
Credit card receivables	-	-	-	-	-	-	-	-	-	-	474,979	246,339	-	721,318
Gross financing, advances and other financing/loans, at amortised cost	3,038,762	4,530,763	1,128,417	317,331	93,416,029	29,430	1,352,975	17,211,645	68,527	14,284,290	628,095	246,339	9,668	136,262,271
Fair value changes arising from fair value hedge														(1,476)
Less: Expected credit losses														136,260,795
														(2,281,878)
<b>Net financing, advances and other financing/loans</b>														<b>133,978,917</b>

**A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)**

(i) By type and Shariah contract (Continued)

31 December 2022

	The Group													Total
	Sale-based contracts					Lease-based contracts			Profit sharing contracts		Loan contract	Others		
	Murabahah	Bai' Bithaman Ajjil	Bai' al-'Inah	Bai' al-Dayn	Tawarruq	Bai' Salam	Ijarah Muntahiah Bi al-Tamlik *	Al-Ijarah Thumma al-Bai' #	Mudharabah	Musharakah	Qard	Ujarah	Kafalah	
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	RM'000	
<b>At amortised cost</b>														
Cash line^	-	165	659	-	1,364,944	-	-	-	-	-	12,917	-	-	1,378,685
Term financing														
House Financing	172,793	4,043,521	-	-	34,524,609	-	1,072,578	-	-	5,500,082	-	-	-	45,313,583
Syndicated Financing	-	-	-	-	2,241,328	-	-	-	423	-	-	-	-	2,241,751
Hire purchase receivables	615,257	-	-	-	-	-	-	15,267,838	-	-	-	-	-	15,883,095
Other term financing	199,549	882,650	1,342,309	-	41,220,216	602,649	36,010	-	71,916	6,053,277	67,186	-	-	50,475,762
Lease receivable	-	-	-	-	-	-	217,495	-	-	-	-	-	-	217,495
Bills receivable	771,892	-	-	362,735	-	-	-	-	-	-	-	-	-	1,134,627
Islamic Trust receipts	21,616	-	-	-	-	-	-	-	-	-	20,502	-	-	42,118
Claims on customers under acceptance credits	855,198	-	-	142,288	-	-	-	-	-	-	-	-	39,069	1,036,555
Staff financing	-	-	-	-	268,330	-	-	-	-	27,561	-	-	-	295,891
Revolving credits	-	-	-	-	7,107,893	-	-	-	-	205,509	-	-	-	7,313,402
Credit card receivables	-	-	-	-	-	-	-	-	-	-	366,582	190,087	-	556,669
Gross financing, advances and other financing/loans, at amortised cost	2,636,305	4,926,336	1,342,968	505,023	86,727,320	602,649	1,326,083	15,267,838	72,339	11,786,429	467,187	190,087	39,069	125,889,633
Fair value changes arising from fair value hedge														(1,832)
														125,887,801
Less: Expected credit losses														(1,984,708)
<b>Net financing, advances and other financing/loans</b>														<b>123,903,093</b>

^ Includes current account in excess

\* The beneficial owner of the asset belongs to the subsidiaries of CIMB Group. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

# CIMB Islamic is the owner of the asset. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.



**A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)****(i) By type and Shariah contract (Continued)**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Gross financing, advances and other financing/loans		
- At amortised cost	<b>136,262,271</b>	125,889,633

(a) During the financial period, the Group has undertaken fair value hedges on RM41,926,000 (2022: RM52,610,000) financing using profit rate swaps.

(b) Included in financing, advances and other financing/loans are exposures to Restricted Profit Sharing Investment Accounts ("RPSIA"), as part of an arrangement between CIMB Islamic Bank and CIMB Bank Berhad. CIMB Bank Berhad is exposed to risks and rewards on RPSIA financing and will account for all the expected credit losses arising thereon.

As at 30 September 2023, the gross exposure and expected credit losses relating to RPSIA financing are RM3,464,626,000 (2022: RM3,577,694,000) and RM504,000 (2022: RM748,000) respectively, which are recognised in the Financial Statements of CIMB Bank Berhad.

**c) Movement of Qard financing**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
At 1 January	<b>467,187</b>	346,469
New disbursement	<b>341,274</b>	295,412
Repayment	<b>(217,026)</b>	(156,123)
Exchange fluctuation	<b>36,660</b>	(18,571)
At 30 September / 31 December	<b>628,095</b>	467,187
Sources of Qard fund:		
Depositors' fund	<b>627,465</b>	466,307
Shareholders' fund	<b>630</b>	880
	<b>628,095</b>	467,187
Uses of Qard fund:		
Personal use	<b>620,617</b>	455,018
Business use	<b>7,478</b>	12,169
	<b>628,095</b>	467,187

**(ii) By geographical distribution**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Malaysia	<b>117,104,744</b>	109,096,313
Indonesia	<b>16,226,078</b>	14,038,964
Singapore	<b>2,643,878</b>	2,297,658
Hong Kong	-	4,346
China	<b>103,502</b>	338,615
Other countries	<b>184,069</b>	113,737
Gross financing, advances and other financing/loans	<b>136,262,271</b>	125,889,633

**A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)****(iii) By economic sector**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Primary agriculture	4,593,615	4,759,011
Mining and quarrying	702,142	916,512
Manufacturing	6,030,902	5,522,387
Electricity, gas and water supply	1,424,411	1,507,678
Construction	4,555,648	3,672,041
Transport, storage and communications	4,519,557	4,958,507
Education, health and others	2,769,697	2,759,560
Wholesale and retail trade, and restaurants and hotels	8,695,867	7,031,551
Finance, insurance/takaful, real estate and business activities	12,200,814	11,431,534
Household	82,518,810	76,477,473
Others	8,250,808	6,853,379
	<b>136,262,271</b>	<b>125,889,633</b>

**(iv) Credit impaired financing, advances and other financing/loans by geographical distribution**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Malaysia	1,771,682	1,411,589
Indonesia	407,612	273,893
Singapore	29,346	16,992
Gross impaired financing, advances and other financing/loans	<b>2,208,640</b>	<b>1,702,474</b>

**(v) Credit impaired financing, advances and other financing by economic sector**

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
Primary agriculture	17,264	25,706
Mining and quarrying	1	2,251
Manufacturing	22,607	15,253
Electricity, gas and water supply	1	-
Construction	231,659	29,701
Transport, storage and communications	11,914	9,608
Education, health and others	18,617	62,074
Wholesale and retail trade, and restaurants and hotels	225,206	169,268
Finance, insurance/takaful, real estate and business activities	104,958	74,233
Household	1,410,411	1,144,620
Others	166,002	169,760
	<b>2,208,640</b>	<b>1,702,474</b>

A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)

(vi) Movements in the expected credit losses for financing, advances and other financing/loans are as follows:

	The Group			Total RM'000	
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000		
	<b>Financing, advances and other financing/loans at amortised cost</b>				
	<b>At 1 January 2023</b>				
	213,062	1,191,322	580,324	1,984,708	
Changes in expected credit losses due to transfer within stages:	630,702	(639,179)	8,477	-	
Transferred to Stage 1	746,586	(719,001)	(27,585)	-	
Transferred to Stage 2	(108,871)	438,866	(329,995)	-	
Transferred to Stage 3	(7,013)	(359,044)	366,057	-	
<b>Total charge to Statement of Income:</b>	<b>(54,307)</b>	<b>35,752</b>	<b>522,145</b>	<b>503,590</b>	
New financial assets originated	76,277	10,099	19,052	105,428	
Financial assets that have been derecognised	(38,318)	(29,070)	-	(67,388)	
Writeback in respect of full recoveries	-	-	(37,324)	(37,324)	
Change in credit risk	(92,266)	54,723	540,417	502,874	
Write-offs	-	-	(245,789)	(245,789)	
Disposal of financing, advances and other financing/loans	-	-	(8,161)	(8,161)	
Exchange fluctuation	(1,922)	23,312	11,446	32,836	
Other movements	6	(100)	14,788	14,694	
<b>At 30 September 2023</b>	<b>787,541</b>	<b>611,107</b>	<b>883,230</b>	<b>2,281,878</b>	

	The Group			Total RM'000	
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000		
	<b>At 1 January 2022</b>				
		295,183	940,324		338,132
Changes in expected credit losses due to transfer within stages:	169,175	(244,693)	75,518	-	
Transferred to Stage 1	268,763	(246,360)	(22,403)	-	
Transferred to Stage 2	(97,506)	261,529	(164,023)	-	
Transferred to Stage 3	(2,082)	(259,862)	261,944	-	
<b>Total charge to Statement of Income:</b>	<b>(251,981)</b>	<b>508,538</b>	<b>375,016</b>	<b>631,573</b>	
New financial assets originated	98,696	4,359	21,743	124,798	
Financial assets that have been derecognised	(37,984)	(37,922)	-	(75,906)	
Writeback in respect of full recoveries	-	-	(42,435)	(42,435)	
Change in credit risk	(312,693)	542,101	395,708	625,116	
Write-offs	-	(1)	(232,246)	(232,247)	
Exchange fluctuation	1,713	(12,480)	(6,977)	(17,744)	
Transfer from related companies	(1,043)	(140)	(2,860)	(4,043)	
Other movements	15	(226)	33,741	33,530	
<b>At 31 December 2022</b>	<b>213,062</b>	<b>1,191,322</b>	<b>580,324</b>	<b>1,984,708</b>	

**A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)**

**(vii) Movements in impaired financing, advances and other financing/loans:**

**Gross carrying amount movement of financing, advances and other financing at amortised cost classified as credit impaired:**

	<b>The Group</b>	
	<b>Lifetime expected credit losses - credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2023</b>	<b>1,702,474</b>	<b>1,702,474</b>
Transfer within stages	746,446	746,446
New financial assets originated	44,581	44,581
Write-offs	(246,071)	(246,071)
Amount fully recovered	(85,792)	(85,792)
Other changes in financing, advances and other financing/loans	33,225	33,225
Disposal of financing, advances and other financing/loans	(8,161)	(8,161)
Exchange fluctuation	21,938	21,938
<b>At 30 September 2023</b>	<b>2,208,640</b>	<b>2,208,640</b>

	<b>The Group</b>	
	<b>Lifetime expected credit losses - credit impaired (Stage 3)</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2022</b>	907,397	907,397
Transfer within stages	1,179,170	1,179,170
New financial assets originated	30,187	30,187
Write-offs	(232,246)	(232,246)
Amount fully recovered	(168,110)	(168,110)
Other changes in financing, advances and other financing/loans	(8,767)	(8,767)
Exchange fluctuation	(5,157)	(5,157)
<b>At 31 December 2022</b>	<b>1,702,474</b>	<b>1,702,474</b>

	<b>The Group</b>	
	<b>30 September 2023</b>	<b>31 December 2022</b>
Ratio of credit impaired financing to total financing, advances and other financing	<b>1.62%</b>	1.35%

### A31e. DEPOSITS FROM CUSTOMERS

#### (i) By type of deposits

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
Savings deposit	13,179,563	11,151,960
Wadiah	1,008,466	817,990
Mudharabah	3,552,729	2,531,044
Commodity Murabahah (via Tawarruq arrangement) *	8,618,368	7,802,926
Demand deposit	25,080,740	22,309,286
Wadiah	1,768,977	1,488,856
Qard	16,750,285	15,020,156
Mudharabah	1,978,753	1,155,818
Commodity Murabahah (via Tawarruq arrangement) *	4,582,725	4,644,456
Term deposit	81,426,662	78,922,360
Commodity Murabahah Deposits-i (via Tawarruq arrangement)	48,830,398	47,017,544
Fixed Return Income Account-i (via Tawarruq arrangement)*	30,755,277	31,309,442
Negotiable Islamic Debt Certificate (NIDC)		
Hybrid (Bai Bithamin Ajil (BBA) and Bai al-Dayn)	1,840,987	595,374
Fixed Deposit-i	4,671,028	5,439,716
Wadiah	-	148
Mudharabah	4,671,028	5,439,568
Specific investment account	101,529	100,638
Mudharabah	101,529	100,638
Others	148,153	104,899
Qard	148,153	104,899
	<b>124,607,675</b>	<b>118,028,859</b>

\*Included Qard contract of RM4,642,526,000 (2022: RM5,066,445,000)

#### (ii) By maturity structures of term deposits, investment accounts and Islamic negotiable instruments

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
Due within six months	73,172,027	74,111,010
Six months to less than one year	11,926,057	9,095,615
One year to less than three years	213,054	378,318
Three years to less than five years	862,770	852,999
Five years and more	25,311	24,772
	<b>86,199,219</b>	<b>84,462,714</b>

#### (iii) By type of customer

	The Group	
	30 September 2023 RM'000	31 December 2022 RM'000
Government and statutory bodies	7,485,972	7,050,474
Business enterprises	52,162,597	45,908,468
Individuals	38,235,625	37,416,362
Others	26,723,481	27,653,555
	<b>124,607,675</b>	<b>118,028,859</b>

**A31f. INVESTMENT ACCOUNTS OF CUSTOMERS**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Unrestricted investment accounts (Mudharabah)		
- without maturity		
Special Mudharabah Investment Account	1,507,919	1,252,671
Daily Investment Account-i	6,886	-
- with maturity		
Term Investment Account-i	16,350,079	11,902,747
Unrestricted investment accounts (Wakalah)		
- without maturity		
Daily Investment Account-i	42,558	27,548
Restricted investment accounts (Mudharabah)		
- with maturity		
Restricted Profit Sharing Investment Account (RPSIA)	531,287	501,666
	<b>18,438,729</b>	<b>13,684,632</b>

The underlying assets for the investments are hire purchase, house financing, other term financing and marketable securities.

**A31g. INVESTMENT ACCOUNTS DUE TO DESIGNATED FINANCIAL INSTITUTIONS**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Restricted investment accounts		
Mudharabah	3,463,609	3,576,590
By type of counterparty		
Licensed banks	3,463,609	3,576,590

The underlying assets for the investments are deposit placement with financial institutions, syndicated term financing, revolving credit and other term financing.

**A31h. FINANCIAL LIABILITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>The Group</b>	
	<b>30 September</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits from customers - structured investments	2,985,978	2,857,004

The Group has issued structured investments, and have designated them at fair value in accordance with MFRS 9. The Group has the ability to do this when designating these instruments at fair value reduces an accounting mismatch, is managed by the Group on the basis of its fair value, or includes terms that have substantive derivative characteristics.

The carrying amount of the financial liabilities designated at fair value of the Group as at 30 September 2023 was RM147,633,000 (2022: RM222,678,000) lower than the contractual amount at maturity. The fair value changes of the financial liabilities that are attributable to the changes in own credit risk are not significant.

## Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

### B1. GROUP PERFORMANCE REVIEW

#### (i) CIMB Group 3Q23 Y-o-Y Performance

	30 September 2023 RM'mil	Nine months ended 30 September 2022 RM'mil	Variance RM'mil	%
<b>Key Profit or Loss Items:</b>				
Operating income	15,639	14,618	1,021	7.0
Profit before taxation and zakat	7,210	6,468 **	742	11.5
Net profit for the financial period attributable to Owners of the Parent	5,266	4,729 *	537	11.4

\*\* Excludes exceptional expenses of RM114 million before taxation

\* Excludes exceptional expenses of RM95 million net of taxation and cukai makmur of RM519 million

CIMB Group Holdings Berhad (“CIMB Group” or “the Group”) announced positive financial performance with a profit before tax (“PBT”) of RM7.21 billion for the nine months ended 30 September 2023 (“9M23”), a 13.5% increase year-on-year (“YoY”). Net profit increased by 28.0% to reach RM5.27 billion, which translates to earnings per share (“EPS”) of 49.4 sen. The annualised return on average equity (“ROE”) improved to 10.7% from 9.1% recorded in the previous nine months ended 30 September 2022 (“9M22”). The positive performance was driven by sustained operating income growth and lower provisions as the Group continues to benefit from its diversified ASEAN portfolio.

9M23 operating income increased 7.0% YoY to RM15.64 billion, with net interest income (“NII”) dipping slightly by 1.8% YoY, largely due to net interest margin (“NIM”) compression. Meanwhile, non-interest income (“NOII”) saw robust performance, growing by 35.0% YoY to RM4.71 billion driven by stronger investment and market related income.

CIMB’s total gross loans growth momentum continued, rising 6.4% YoY, underpinned by strong demand across markets and segments, whilst deposits grew 8.6% YoY despite persistent competition for deposits in all markets. Total current account saving account (“CASA”) balances expanded by 2.1% YoY, bringing about a CASA ratio of 39.2% as at Sep-23.

The Group’s cost-to-income ratio (“CIR”) was marginally higher YoY at 46.3%, as 9M23 operating expenses rose by 7.4% YoY from cost inflationary pressures. Accordingly, the Group’s pre-provisioning operating profit (“PPOP”) grew by 6.7% to RM8.40 billion. Total provisions were significantly lower by 15.9% YoY due to lower consumer provisions given the moderated credit environment and improvement asset quality.

For the third quarter ended 30 September 2023 (“3Q23”), the Group reported operating income growth of 6.2% to reach RM5.31 billion compared to 3Q22. This, coupled with lower provisions, led to a 3Q23 PBT of RM2.49 billion and a net profit of RM1.85 billion, representing an increase of 13.2% and 31.3% respectively, compared to 3Q22.

CIMB Group’s capital position remains strong with its Common Equity Tier 1 (“CET1”) ratio improving 30bps YoY to 14.4%^ as at end Sep-23, exceeding the Group’s FY23 target.

CIMB Group is pleased with the performance this quarter, despite continued elevated deposit competition in Malaysia. Its ROE continues to improve, driven by its reshaped portfolio and improved credit cost performance. The Group will continue to strengthen CASA and deposit franchise, to help moderate the competitive deposit environment and sustain NIM levels.

Positive growth momentum was also seen in areas CIMB Group invested in, namely Consumer, Commercial in Malaysia and CIMB Digital Assets, and across its key markets of Indonesia and Singapore. This has positioned CIMB Group to achieve its FY23+ targets as the Group approaches the year-end.

CIMB Group also made significant strides in strengthening technology and operational resiliency, with sustained performance in its platform uptime and accelerated adoption of its new OCTO Mobile App in Malaysia; with close to 500,000 users to date. The Group will continue investing to further strengthen resiliency and ultimately deliver superior customer experience.

CIMB Group’s total gross loans as at end Sep-23 increased by 6.4% YoY to RM431.8 billion whilst total deposits grew by 8.6% to RM490.3 billion. The Group registered a loan-to-deposit (“LDR”) ratio of 88.1% as at Sep-23, compared to 87.8% in the preceding quarter. Total CASA increased by 2.1% YoY, with a CASA ratio of 39.2% as at Sep-23.

Total provisions improved significantly by 28.3% QoQ and 15.9% YoY to RM1.19 billion for 9M23 from lower Consumer provisions given moderated credit environment and improved asset quality. This led to an improved 9M23 annualised loan loss charge (“LLC”) of 32bps. The Group’s loan loss allowance coverage stood at 95.0%, with a gross impaired loans (“GIL”) ratio of 3.2%.

^ Includes unaudited profits.

## B1. GROUP PERFORMANCE REVIEW (CONTINUED)

### (i) CIMB Group 3Q23 Y-o-Y Performance (Continued)

The Group remains well-capitalised with its CET1 ratio improving to 14.4%<sup>^</sup> as at Sep-23. Total capital ratio stood at 17.9%<sup>^</sup> as at Sep-23. The liquidity coverage ratio (“LCR”) remains well above the regulatory requirement of 100% for all banking entities within the Group.

Group Consumer Banking 9M23 operating income grew marginally YoY whilst PBT grew by 3.1% driven by lower provisions offset by higher operating expenses. NII increased 2.0% YoY mainly from strong loan growth, while NOII declined YoY from lower investment and credit card fees. Consumer loans and deposits grew 6.1% and 17.7% YoY, respectively driven by all core markets.

Group Commercial Banking 9M23 operating income grew by 7.5% YoY whilst PBT improved by 16.0% from the robust topline growth and lower provisions. NII increased by 4.2% from strong loan growth, whilst NOII increased by 22.3% from higher trading and FX income in Singapore, as well as NPL sale gains in Indonesia. Commercial loans grew 6.1% YoY underpinned by growth in all core markets. Deposits growth remained strong at 11.3% YoY.

Group Wholesale Banking 9M23 operating income increased by 6.3% YoY while PBT declined 1.9% YoY due to higher provisions from absence of writebacks. Loan growth recorded 6.8% YoY from core markets, whilst deposits declined 1.3% YoY from Malaysia and Indonesia, while Singapore deposit growth remains strong.

CIMB Digital Assets & Group Funding 9M23 operating income rose by 38.3% YoY, with PBT rising 76.7% YoY from higher investment income, improved CDA performance and lower operating expenses. 3Q23 marked a better CIMB Digital Assets performance driven by CIMB Philippines with expectations of breakeven in FY23. CIMB Philippines has hit 7.4 million customers as at Sep-23 (25.4% YoY) and a deposit book of RM1.85 billion (29.7% YoY). TNG Digital maintained its strong momentum with 11.0 million registered users and 1.16 million merchants.

<sup>^</sup> Includes unaudited profits.

### (ii) CIMB Group 3Q23 vs. 3Q22 Performance

	The Group Quarter ended			
	30 September 2023 RM'mil	30 September 2022 RM'mil	Variance RM'mil	%
<b>Key Profit or Loss Items:</b>				
Operating income	5,308	4,997	311	6.2
Profit before taxation and zakat	2,492	2,210 <sup>^^</sup>	282	12.8
Net profit for the financial period attributable to Owners of the Parent	1,848	1,632 <sup>^</sup>	216	13.2

<sup>^^</sup> Excludes exceptional expenses of RM9 million before taxation

<sup>^</sup> Excludes exceptional expenses of RM6 million net of taxation and cukai makmur of RM219 million

On a YoY basis, the 3Q23 operating income of RM5.31 billion was 6.2% higher with a strong NOII improvement, partially offset by weaker NII due to NIM compression from higher cost of deposits. Consumer Banking PBT grew 19.8% YoY to RM932 million from higher operating income and significantly lower provisions. Commercial Banking PBT was relatively muted, growing 0.3% YoY from positive PPOP partially offset by higher provisions. Wholesale Banking PBT was higher by 5.8% from improved NOII and lower provisions. CIMB Digital Assets & Group Funding PBT rose 23.1% YoY with stronger income from Group Funding, as well as lower provisions. As a result, the Group’s 3Q23 PBT and net profit was 12.8% and 13.2% higher YoY, respectively.



## B1. GROUP PERFORMANCE REVIEW (CONTINUED)

### (iii) CIMB Group 3Q23 vs. 2Q23 Performance

	The Group			
	Quarter ended		Variance	
	30 September 2023 RM'mil	30 June 2023 RM'mil	RM'mil	%
<b>Key Profit or Loss Items:</b>				
Operating income	5,308	5,334	(26)	(0.5)
Profit before taxation and zakat	2,492	2,482	10	0.4
Net profit for the financial period attributable to Owners of the Parent	1,848	1,773	75	4.2

3Q23 operating income marginally weaker at 0.5% QoQ to RM5.31 billion from RM5.33 billion in 2Q23 from lower NOII, partially offset by higher NII from sustained NIM. Consumer Banking Profit Before Tax (“PBT”) was strong at 30.2% to RM932 million compared to RM716 million in 2Q23 underpinned by higher operating income and lower provisions mainly from Malaysia. Commercial Banking PBT declined 21.4% to RM331 million, compared to RM421 million in 2Q23 due to top-up provisions in Malaysia. Wholesale Banking PBT eased 9.7% QoQ from lower NPL sale gains in Indonesia and NIM contraction, partially offset by lower opex and provisions. CIMB Digital Assets & Group Funding PBT was 6.7% lower QoQ attributed to lower group funding income coupled with higher opex. In totality, the Group’s 3Q23 PBT and net profit expanded by 0.4% and 4.2% QoQ, respectively.

#### CIMB Islamic

CIMB Islamic 9M23 operating income grew by 3.0% YoY while PBT improved by 30.4% QoQ although declining 10.0% YoY, from lower net financing income (“NFI”) and elevated operating expenses and provisions. NFI grew 4.1% QoQ from net financing margin improvement, but declined 3.7% YoY from margin compression, while non financing income (“NOFI”) improved 48.6% YoY driven by fee and commission income. Islamic financing and deposits rose by 13.5% and 9.3% YoY, respectively.

## B2. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

The Group is maintaining a cautious stance for the rest of 2023 in view of renewed geopolitical tensions, deceleration of global economic growth, a sustained high policy rate environment and volatility in global financial markets. Despite some moderation in the performance of key operating countries, the Group is optimistic in delivering a better performance in 2023. As the Group approaches the final year of the Forward23+ programme, the core focus remains on targeted loans and CASA growth, Preferred Banking and wealth management. Prudent cost, credit risk and asset quality management remain crucial elements within our strategic plan, as the Group continues with sustained technology investments and placing sustainability at the forefront of our agenda.

### B3. TAXATION AND ZAKAT

	3rd quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>The Group</b>				
Major components of tax expense and zakat:				
Current tax expense	695,690	758,480	1,952,611	2,124,758
Deferred tax income	(88,117)	8,204	(151,984)	6,084
(Over)/under provision in prior years	(6,635)	(11,343)	7,718	(14,195)
	<b>600,938</b>	<b>755,341</b>	<b>1,808,345</b>	<b>2,116,647</b>
Zakat	-	-	-	(28)
	<b>600,938</b>	<b>755,341</b>	<b>1,808,345</b>	<b>2,116,619</b>
<b>Reconciliation</b>				
Profit before taxation and zakat	2,492,113	2,201,877	7,210,015	6,354,381
Less: Share of results of joint venture	11,427	9,595	39,674	8,694
Share of results of associates	398	(6,585)	(42,896)	(20,140)
	<b>2,503,938</b>	<b>2,204,887</b>	<b>7,206,793</b>	<b>6,342,935</b>
Tax at statutory income tax rate of 24% on chargeable income (2022: 24% on chargeable income below and equal RM100.0 million and 33% on chargeable income above RM100.0 million)				
	730,426	656,819	2,091,124	1,904,703
Effect of different tax rates in other countries and change in tax rates				
	(20,780)	(18,161)	(67,061)	(58,049)
Due to expenses not deductible for tax purposes and income not subject to income tax				
	(102,073)	128,026	(223,436)	284,188
(Over)/under provision in prior years	(6,635)	(11,343)	7,718	(14,195)
Tax expenses	<b>600,938</b>	<b>755,341</b>	<b>1,808,345</b>	<b>2,116,647</b>
<b>The Company</b>				
Major components of tax expense:				
Current tax expense	1,499	230	2,507	891
Deferred tax income	-	(1)	-	(223)
(Over)/under provision in prior years	(40)	(230)	165	129
	<b>1,459</b>	<b>(1)</b>	<b>2,672</b>	<b>797</b>
<b>Reconciliation</b>				
Profit before taxation	1,587,746	1,165,125	3,198,655	3,460,801
Tax at statutory income tax rate of 24%	381,059	279,630	767,677	830,592
Due to expenses not deductible for tax purposes and income not subject to income tax				
	(379,560)	(279,401)	(765,170)	(829,924)
(Over)/under provision in prior years	(40)	(230)	165	129
Tax expenses	<b>1,459</b>	<b>(1)</b>	<b>2,672</b>	<b>797</b>

### B4. PARTICULARS OF PURCHASE AND SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no material gains or losses on disposal of investments or properties during the period under review other than in the ordinary course of business.

### B5. BORROWINGS AND DEBT SECURITIES

	The Group	
	30 September 2023	31 December 2022
	RM'000	RM'000
<b>(i) Bonds, sukuk and debentures</b>		
<b>Unsecured</b>		
One year or less (short term)		
- USD	791,931	-
- RM	1,270,366	-
- IDR	345,187	114,295
- THB	810,039	235,130
- HKD	476,288	-
More than one year (medium/long term)		
- USD	3,354,575	2,766,145
- RM	1,221,056	2,474,531
- HKD	3,656,317	3,848,289
- IDR	356,448	367,706
- THB	111,767	112,113
	<b>12,393,974</b>	<b>9,918,209</b>

**B5. BORROWINGS AND DEBT SECURITIES (Continued)**

	The Group		The Company	
	30 September 2023 RM'000	31 December 2022 RM'000	30 September 2023 RM'000	31 December 2022 RM'000
<b>(ii) Other borrowing</b>				
<b>Unsecured</b>				
One year or less (short term)				
- USD	800	6,816	-	-
- RM	354,130	350,598	354,130	350,598
- IDR	489,690	225,147	-	-
- KHR	-	15,359	-	-
More than one year (medium/long term)				
- RM	3,610,768	3,606,372	3,610,769	3,606,372
- USD	3,554,007	3,251,616	-	-
- IDR	734,002	742,335	-	-
- KHR	-	66,542	-	-
	<b>8,743,397</b>	<b>8,264,785</b>	<b>3,964,899</b>	<b>3,956,970</b>
<b>(iii) Subordinated obligations</b>				
<b>Unsecured</b>				
One year or less (short term)				
- RM	5,552,890	3,515,649	3,239,113	1,718,984
- IDR	23,016	21,249	-	-
More than one year (medium/long term)				
- RM	5,221,641	7,433,898	7,123,054	8,908,612
- IDR	47,436	43,719	-	-
	<b>10,844,983</b>	<b>11,014,515</b>	<b>10,362,167</b>	<b>10,627,596</b>

**B6. MATERIAL LITIGATION**

At the date of this report, there are no pending material litigation not in the ordinary course of business which would have materially affected the Group's financial position.

**B7. COMPUTATION OF EARNINGS PER SHARE (EPS)****a) Basic EPS**

The Group's basic EPS is calculated by dividing the net profit attributable to equity holders of the Parent by the weighted average number of ordinary shares in issue during the financial period.

	The Group			
	3rd quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Net profit for the financial period				
after non-controlling interests (RM'000)	1,847,792	1,407,232	5,265,790	4,114,911
Weighted average number of ordinary shares in issue ('000)	10,665,102	10,474,253	10,665,102	10,366,836
Basic earnings per share (expressed in sen per share)	17.32	13.43	49.37	39.69

**b) Diluted EPS**

During the financial period ended 30 September 2023 and 30 September 2022, the Group's basic Diluted EPS is calculated by dividing the net profit attributable to equity holders of the Parent, which require no adjustment for the effects of dilutive potential ordinary shares by the weighted average number of ordinary shares in issue during the financial period and the weighted average number of ordinary shares that would be issued on conversion of dilutive potential ordinary shares.

	The Group			
	3rd quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Net profit for the financial period				
after non-controlling interests (RM'000)	1,847,792	1,407,232	5,265,790	4,114,911
Weighted average number of ordinary shares in issue ('000)				
- during the period	10,665,102	10,474,253	10,665,102	10,366,836
- effect of dilutive of potential ordinary shares <sup>1</sup>	18,591	17,889	18,591	17,125
Weighted average number of ordinary shares for diluted EPS	10,683,693	10,492,142	10,683,693	10,383,961
Diluted EPS (expressed in sen per share)	17.30	13.42	49.29	39.63

<sup>1</sup> The dilutive potential ordinary shares is arising from Shares Grant Plan.