

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**INCOME STATEMENTS**  
**FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<u>Group</u>	Note	Unaudited		Audited	
		31 December 2021 RM'000	31 December 2020 RM'000	Cumulative 12 Months Ended 31 December 2021 RM'000	Cumulative 12 Months Ended 31 December 2020 RM'000
Interest income	A21	4,294,678	4,370,370	17,205,258	19,350,764
Interest expense	A22	(1,229,950)	(1,586,895)	(5,171,213)	(8,260,375)
Net interest income		3,064,728	2,783,475	12,034,045	11,090,389
Income from Islamic Banking Scheme operations	A41a	1,958,405	1,673,199	7,572,599	6,135,582
Net earned insurance premiums	A23	2,167,571	2,782,773	8,846,782	9,458,856
Other operating income	A25	992,588	1,502,161	4,470,670	7,299,202
Total operating income		8,183,292	8,741,608	32,924,096	33,984,029
Net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund	A26	(1,883,665)	(2,428,882)	(7,475,699)	(9,220,803)
Net operating income		6,299,627	6,312,726	25,448,397	24,763,226
Overhead expenses	A27	(2,954,757)	(2,869,154)	(11,518,539)	(11,221,906)
Operating profit before impairment losses		3,344,870	3,443,572	13,929,858	13,541,320
Allowances for impairment losses on loans, advances, financing and other debts, net	A28	(157,283)	(1,093,290)	(2,658,541)	(4,598,581)
Allowances for impairment losses on financial investments, net	A29	(465,135)	(368,552)	(598,298)	(413,918)
(Allowances for)/writeback of impairment losses on other financial assets and goodwill, net	A30	(45,995)	(60,776)	27,393	(81,012)
Operating profit		2,676,457	1,920,954	10,700,412	8,447,809
Share of profits in associates and joint ventures		43,736	71,176	186,183	209,147
<b>Profit before taxation and zakat</b>		<b>2,720,193</b>	<b>1,992,130</b>	<b>10,886,595</b>	<b>8,656,956</b>
Taxation and zakat	B5	(597,596)	(351,190)	(2,565,080)	(1,937,877)
<b>Profit for the financial period/year</b>		<b>2,122,597</b>	<b>1,640,940</b>	<b>8,321,515</b>	<b>6,719,079</b>
<b>Attributable to:</b>					
Equity holders of the Bank		2,056,871	1,537,405	8,096,229	6,481,219
Non-controlling interests		65,726	103,535	225,286	237,860
		2,122,597	1,640,940	8,321,515	6,719,079
<b>Earnings per share attributable to equity holders of the Bank</b>					
Basic/diluted	B12	17.32 sen	13.68 sen	69.66 sen	57.66 sen

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)

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**CONDENSED FINANCIAL STATEMENTS**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<u>Group</u>	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Profit for the financial period/year</b>	<b>2,122,597</b>	1,640,940	<b>8,321,515</b>	6,719,079
<b>Other comprehensive income/(loss):</b>				
<b>Items that will not be reclassified subsequently to profit or loss:</b>				
Defined benefit plan actuarial gain	27,617	20,901	28,694	15,586
Income tax effect	(5,121)	(6,209)	(6,426)	(6,911)
Net (loss)/gain from change in fair value on equity instruments at fair value through other comprehensive income	(6,648)	14,284	(5,910)	57,365
	<b>15,848</b>	<b>28,976</b>	<b>16,358</b>	<b>66,040</b>
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Net (loss)/gain on debt instruments at fair value through other comprehensive income	(113,024)	(113,489)	(3,330,589)	1,484,970
- Net (loss)/gain from change in fair value	(217,225)	(68,598)	(3,780,807)	1,566,740
- Changes in expected credit losses	13,099	(71,932)	(418,316)	245,897
- Income tax effect	91,102	27,041	868,534	(327,667)
Net gain/(loss) on foreign exchange translation	11,736	78,050	611,558	(484,026)
Net loss on cash flow hedge	(139,400)	-	-	-
Net gain/(loss) on net investment hedge	1,804	5,256	(4,687)	2,922
Cost of hedging for fair value hedge	(595)	(3,875)	(5,810)	13,150
Net gain/(loss) on capital reserve	172	(1,366)	863	(2,446)
Share of change in associates' reserve	(110,796)	(17,480)	(172,126)	15,454
	<b>(350,103)</b>	<b>(52,904)</b>	<b>(2,900,791)</b>	<b>1,030,024</b>
Other comprehensive (loss)/income for the financial period/year, net of tax	<b>(334,255)</b>	<b>(23,928)</b>	<b>(2,884,433)</b>	<b>1,096,064</b>
<b>Total comprehensive income for the financial period/year</b>	<b>1,788,342</b>	<b>1,617,012</b>	<b>5,437,082</b>	<b>7,815,143</b>
<b>Other comprehensive (loss)/income for the financial period/year, attributable to:</b>				
Equity holders of the Bank	(329,541)	(24,749)	(2,832,798)	1,093,958
Non-controlling interests	(4,714)	821	(51,635)	2,106
	<b>(334,255)</b>	<b>(23,928)</b>	<b>(2,884,433)</b>	<b>1,096,064</b>
<b>Total comprehensive income for the financial period/year, attributable to:</b>				
Equity holders of the Bank	1,727,330	1,512,656	5,263,431	7,575,177
Non-controlling interests	61,012	104,356	173,651	239,966
	<b>1,788,342</b>	<b>1,617,012</b>	<b>5,437,082</b>	<b>7,815,143</b>

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**INCOME STATEMENTS**  
**FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<u>Bank</u>	Note	Unaudited		Audited	
		31 December 2021	31 December 2020	Cumulative 12 Months Ended 31 December 2021	Cumulative 12 Months Ended 31 December 2020
		RM'000	RM'000	RM'000	RM'000
Interest income	A21	<b>2,926,310</b>	2,919,886	<b>11,610,664</b>	12,959,184
Interest expense	A22	<b>(861,041)</b>	(937,392)	<b>(3,384,660)</b>	(5,308,438)
Net interest income		<b>2,065,269</b>	1,982,494	<b>8,226,004</b>	7,650,746
Dividends from subsidiaries and associates	A24	<b>177,919</b>	343,994	<b>3,959,559</b>	2,640,114
Other operating income	A25	<b>542,886</b>	708,265	<b>3,004,912</b>	4,161,005
		<b>720,805</b>	1,052,259	<b>6,964,471</b>	6,801,119
Net operating income		<b>2,786,074</b>	3,034,753	<b>15,190,475</b>	14,451,865
Overhead expenses	A27	<b>(1,253,060)</b>	(1,341,732)	<b>(5,022,895)</b>	(4,784,188)
Operating profit before impairment losses		<b>1,533,014</b>	1,693,021	<b>10,167,580</b>	9,667,677
Allowances for impairment losses on loans, advances, financing and other debts, net	A28	<b>(840,480)</b>	(242,630)	<b>(2,554,384)</b>	(2,558,275)
Writeback of/(allowances for) impairment losses on financial investments, net	A29	<b>22,564</b>	(128,331)	<b>89,413</b>	(149,466)
(Allowances for)/writeback of impairment losses on other financial assets, net	A30	<b>(4,015)</b>	(28,592)	<b>41,351</b>	(30,926)
<b>Profit before taxation and zakat</b>		<b>711,083</b>	1,293,468	<b>7,743,960</b>	6,929,010
Taxation and zakat	B5	<b>(91,740)</b>	(171,568)	<b>(866,058)</b>	(963,883)
<b>Profit for the financial period/year</b>		<b>619,343</b>	1,121,900	<b>6,877,902</b>	5,965,127

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**STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<u>Bank</u>	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Profit for the financial period/year</b>	<b>619,343</b>	1,121,900	<b>6,877,902</b>	5,965,127
<b>Other comprehensive (loss)/income:</b>				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net (loss)/gain from change in fair value on equity instruments at fair value through other comprehensive income	<b>(3,958)</b>	15,495	<b>(3,544)</b>	62,422
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Net gain/(loss) on debt instruments at fair value through other comprehensive income	<b>37,407</b>	(196,345)	<b>(2,327,000)</b>	938,754
- Net (loss)/gain from change in fair value	<b>(20,198)</b>	(165,676)	<b>(2,560,698)</b>	917,572
- Changes in expected credit losses	<b>29,891</b>	(69,976)	<b>(403,914)</b>	235,641
- Income tax effect	<b>27,714</b>	39,307	<b>637,612</b>	(214,459)
Net gain/(loss) on foreign exchange translation	<b>3,534</b>	(107,273)	<b>189,292</b>	(67,106)
Net loss on cash flow hedge	<b>(139,400)</b>	-	-	-
Cost of hedging for fair value hedge	<b>(595)</b>	(3,875)	<b>(5,810)</b>	13,150
	<b>(99,054)</b>	(307,493)	<b>(2,143,518)</b>	884,798
Other comprehensive (loss)/income for the financial period, net of tax	<b>(103,012)</b>	(291,998)	<b>(2,147,062)</b>	947,220
<b>Total comprehensive income for the financial period/year</b>	<b>516,331</b>	829,902	<b>4,730,840</b>	6,912,347

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**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2021**

	Note	Group		Bank	
		31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>ASSETS</b>					
Cash and short-term funds		41,483,926	43,884,714	25,725,348	24,106,030
Deposits and placements with financial institutions		16,037,048	10,128,931	31,482,634	15,268,348
Financial assets purchased under resale agreements		13,491,753	17,543,987	12,079,652	14,849,421
Financial assets designated upon initial recognition at fair value through profit or loss	A10(i)	13,181,866	14,028,031	-	-
Financial investments at fair value through profit or loss	A10(ii)	27,775,493	27,179,846	14,003,854	18,189,480
Financial investments at fair value through other comprehensive income	A10(iii)	122,393,954	127,502,681	70,663,061	75,533,793
Financial investments at amortised cost	A10(iv)	60,532,190	46,475,916	41,574,896	39,856,983
Loans, advances and financing to financial institutions	A11(i)	1,048,566	899,986	30,836,296	30,042,986
Loans, advances and financing to customers	A11(ii)	540,839,323	511,310,107	209,286,971	199,881,476
Derivative assets	A37	12,757,475	19,907,957	12,498,439	19,713,802
Reinsurance/retakaful assets and other insurance receivables	A12	7,515,864	5,778,581	-	-
Other assets	A13	8,644,931	10,236,874	3,550,530	4,116,602
Investment properties		975,048	941,545	-	-
Statutory deposits with central banks		7,514,129	7,468,213	1,695,478	1,647,066
Investment in subsidiaries		-	-	33,205,773	30,903,363
Interest in associates and joint ventures		2,491,435	2,680,402	440,730	440,730
Property, plant and equipment		2,129,989	2,206,849	882,119	941,767
Right-of-use assets		1,170,564	1,245,454	550,126	424,139
Intangible assets		6,683,461	6,648,504	406,681	387,660
Deferred tax assets		1,505,378	790,936	468,101	-
<b>TOTAL ASSETS</b>		<b>888,172,393</b>	<b>856,859,514</b>	<b>489,350,689</b>	<b>476,303,646</b>
<b>LIABILITIES</b>					
Customers' funding:					
- Deposits from customers	A14	588,967,633	556,349,372	276,558,866	250,025,335
- Investment accounts of customers <sup>1</sup>	A41g	28,720,799	23,840,796	-	-
Deposits and placements from financial institutions	A15	36,583,073	37,878,866	41,567,510	34,720,115
Obligations on financial assets sold under repurchase agreements		7,873,717	11,131,215	24,785,841	36,922,305
Derivative liabilities	A37	12,638,175	19,151,751	12,374,656	18,724,393
Financial liabilities at fair value through profit or loss	A16	10,696,966	10,161,921	10,696,966	10,161,921
Bills and acceptances payable		1,077,986	997,663	430,450	458,617
Insurance/takaful contract liabilities and other insurance payables	A18	42,093,615	37,694,765	-	-
Other liabilities	A19	21,502,096	21,027,915	8,882,522	7,810,067
Provision for taxation and zakat		311,385	151,919	-	66,120
Deferred tax liabilities		539,066	1,470,856	-	377,830
Borrowings	A17(i)	35,548,352	38,097,224	28,289,884	33,134,255
Subordinated obligations	A17(ii)	10,239,277	8,967,831	9,827,722	8,808,639
Capital securities	A17(iii)	2,827,832	2,827,793	2,827,832	2,827,793
<b>TOTAL LIABILITIES</b>		<b>799,619,972</b>	<b>769,749,887</b>	<b>416,242,249</b>	<b>404,037,390</b>

<sup>1</sup> Investment accounts of customers are used to fund financing and advances as disclosed in Note A41e.

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**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2021**

	Note	Group		Bank	
		31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK</b>					
Share capital		53,156,473	48,280,355	53,156,473	48,280,355
Shares held-in-trust		(1,274)	-	(1,274)	-
Retained profits		29,629,726	29,494,627	15,236,418	16,809,095
Reserves		3,026,497	6,661,665	4,716,823	7,176,806
		<b>85,811,422</b>	<b>84,436,647</b>	<b>73,108,440</b>	<b>72,266,256</b>
<b>Non-controlling interests</b>		<b>2,740,999</b>	<b>2,672,980</b>	-	-
		<b>88,552,421</b>	<b>87,109,627</b>	<b>73,108,440</b>	<b>72,266,256</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
		<b>888,172,393</b>	<b>856,859,514</b>	<b>489,350,689</b>	<b>476,303,646</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	A35	<b>1,176,244,045</b>	<b>1,305,384,589</b>	<b>1,081,179,600</b>	<b>1,225,860,019</b>
<b><u>CAPITAL ADEQUACY</u></b>					
	A36				
The capital adequacy ratios of the Group and of the Bank are as follows:					
CET1 Capital Ratio		16.090%	15.313%	15.462%	15.581%
Tier 1 Capital Ratio		16.810%	16.026%	16.223%	16.343%
Total Capital Ratio		19.518%	18.683%	18.785%	18.639%
Net assets per share attributable to equity holders of the Bank					
		<b>RM7.22</b>	<b>RM7.51</b>	<b>RM6.15</b>	<b>RM6.43</b>

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**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<===== Attributable to equity holders of the Bank =====>  
<===== Non-Distributable =====>

<u>Group</u>	Share Capital RM'000	Shares Held-in-trust RM'000	Statutory Reserve RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	ESGP Reserve RM'000	Other Reserves <sup>1</sup> RM'000	Retained Profits <sup>2</sup> RM'000	Total Shareholders' Equity RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<b>At 1 January 2021</b>	48,280,355	-	317,823	2,115,455	4,572,569	(127,567)	96,186	(312,801)	29,494,627	84,436,647	2,672,980	87,109,627
Profit for the financial year	-	-	-	-	-	-	-	-	8,096,229	8,096,229	225,286	8,321,515
Other comprehensive (loss)/income	-	-	-	-	(3,323,319)	478,844	-	11,677	-	(2,832,798)	(51,635)	(2,884,433)
Defined benefit plan actuarial gain	-	-	-	-	-	-	-	21,354	-	21,354	914	22,268
Share of associates' reserve	-	-	-	-	(34,448)	(137,678)	-	-	-	(172,126)	-	(172,126)
Net gain/(loss) on foreign exchange translation	-	-	-	-	-	616,522	-	-	-	616,522	(4,964)	611,558
Net loss on financial investments at fair value through other comprehensive income	-	-	-	-	(3,288,871)	-	-	-	-	(3,288,871)	(47,628)	(3,336,499)
Net loss on net investment hedge	-	-	-	-	-	-	-	(4,687)	-	(4,687)	-	(4,687)
Cost of hedging for fair value hedge	-	-	-	-	-	-	-	(5,810)	-	(5,810)	-	(5,810)
Net gain on capital reserve	-	-	-	-	-	-	-	820	-	820	43	863
<b>Total comprehensive (loss)/income for the financial year</b>	-	-	-	-	(3,323,319)	478,844	-	11,677	8,096,229	5,263,431	173,651	5,437,082
<b>Carried forward</b>	48,280,355	-	317,823	2,115,455	1,249,250	351,277	96,186	(301,124)	37,590,856	89,700,078	2,846,631	92,546,709

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**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<===== Attributable to equity holders of the Bank =====>  
<===== Non-Distributable =====>

<b>Group (cont'd.)</b>	<b>Share Capital</b> RM'000	<b>Shares Held-in-trust</b> RM'000	<b>Statutory Reserve</b> RM'000	<b>Regulatory Reserve</b> RM'000	<b>Fair Value Through Other Comprehensive Income Reserve</b> RM'000	<b>Exchange Fluctuation Reserve</b> RM'000	<b>ESGP Reserve</b> RM'000	<b>Other Reserves</b> RM'000 <sup>1</sup>	<b>Retained Profits</b> RM'000 <sup>2</sup>	<b>Total Shareholders' Equity</b> RM'000	<b>Non-Controlling Interests</b> RM'000	<b>Total Equity</b> RM'000
<b>Brought forward</b>	48,280,355	-	317,823	2,115,455	1,249,250	351,277	96,186	(301,124)	37,590,856	89,700,078	2,846,631	92,546,709
Net gain on disposal of financial investments at fair value through other comprehensive income	-	-	-	-	(14,545)	-	-	-	14,545	-	-	-
Share-based payment under Maybank Group Employees' Share Grant Plan ("ESGP")	-	-	-	-	-	-	39,328	-	40,457	79,785	-	79,785
Effect of changes in corporate structure within the Group	-	-	-	-	-	-	-	-	-	-	(25,183)	(25,183)
Effect of net acquisition from/disposal to non-controlling interests	-	-	-	-	-	-	-	-	-	-	10,137	10,137
Transfer to statutory reserve	-	-	14,549	-	-	-	-	-	(14,549)	-	-	-
Transfer from regulatory reserve	-	-	-	(800,194)	-	-	-	-	800,194	-	-	-
Issue of shares pursuant to Dividend Reinvestment Plan ("DRP") (Note A8(i)(a)(A) - (C))	4,833,336	-	-	-	-	-	-	-	-	4,833,336	-	4,833,336
Issue of shares pursuant to Maybank Group ESGP (Note A8(i)(a)(D))	42,782	(1,274)	-	-	-	-	(41,508)	-	-	-	-	-
Dividends paid (Note A9)	-	-	-	-	-	-	-	-	(8,801,777)	(8,801,777)	(90,586)	(8,892,363)
<b>Total transactions with shareholders/ other equity movements</b>	<b>4,876,118</b>	<b>(1,274)</b>	<b>14,549</b>	<b>(800,194)</b>	<b>(14,545)</b>	<b>-</b>	<b>(2,180)</b>	<b>-</b>	<b>(7,961,130)</b>	<b>(3,888,656)</b>	<b>(105,632)</b>	<b>(3,994,288)</b>
<b>At 31 December 2021</b>	<b>53,156,473</b>	<b>(1,274)</b>	<b>332,372</b>	<b>1,315,261</b>	<b>1,234,705</b>	<b>351,277</b>	<b>94,006</b>	<b>(301,124)</b>	<b>29,629,726</b>	<b>85,811,422</b>	<b>2,740,999</b>	<b>88,552,421</b>

<sup>1</sup> The further breakdown and movement of other reserves are disclosed in Note A20.

<sup>2</sup> The retained profits of the Group include the non-distributable non-par surplus from an insurance subsidiary amounted to RM742.3 million (net of tax). This non-distributable non-par surplus is only available for distribution to shareholder on the amount recommended by the Appointed Actuary in accordance with the Financial Services Act 2013.

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<u>Group</u>	Attributable to equity holders of the Bank								Total Shareholders' Equity	Non-Controlling Interests	Total Equity
	Share Capital	Statutory Reserve	Regulatory Reserve	Fair Value Through Other Comprehensive Income Reserve	Exchange Fluctuation Reserve	ESGP Reserve	Other Reserves	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2020</b>	48,280,355	279,355	2,771,806	2,973,151	399,826	37,195	(333,649)	27,162,899	81,570,938	2,498,286	84,069,224
Profit for the financial year	-	-	-	-	-	-	-	6,481,219	6,481,219	237,860	6,719,079
Other comprehensive income/(loss)	-	-	-	1,600,503	(527,393)	-	20,848	-	1,093,958	2,106	1,096,064
Defined benefit plan actuarial gain	-	-	-	-	-	-	6,928	-	6,928	1,747	8,675
Share of associates' reserve	-	-	-	64,691	(49,237)	-	-	-	15,454	-	15,454
Net loss on foreign exchange translation	-	-	-	-	(478,156)	-	-	-	(478,156)	(5,870)	(484,026)
Net gain on financial investments at fair value through other comprehensive income	-	-	-	1,535,812	-	-	-	-	1,535,812	6,523	1,542,335
Net gain on net investment hedge	-	-	-	-	-	-	2,922	-	2,922	-	2,922
Cost of hedging for fair value hedge	-	-	-	-	-	-	13,150	-	13,150	-	13,150
Net loss on capital reserve	-	-	-	-	-	-	(2,152)	-	(2,152)	(294)	(2,446)
<b>Total comprehensive income/(loss) for the financial year</b>	-	-	-	1,600,503	(527,393)	-	20,848	6,481,219	7,575,177	239,966	7,815,143
<b>Carried forward</b>	48,280,355	279,355	2,771,806	4,573,654	(127,567)	37,195	(312,801)	33,644,118	89,146,115	2,738,252	91,884,367

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	Attributable to equity holders of the Bank										
	Non-Distributable										
<u>Group (cont'd.)</u>	Share Capital RM'000	Statutory Reserve RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	ESGP Reserve RM'000	Other Reserves <sup>1</sup> RM'000	Retained Profits <sup>2</sup> RM'000	Total Shareholders' Equity RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<b>Brought forward</b>	48,280,355	279,355	2,771,806	4,573,654	(127,567)	37,195	(312,801)	33,644,118	89,146,115	2,738,252	91,884,367
Net gain on disposal of financial investments at fair value through other comprehensive income	-	-	-	(1,085)	-	-	-	1,085	-	-	-
Share-based payment under Maybank Group Employees' Share Grant Plan ("ESGP")	-	-	-	-	-	58,991	-	-	58,991	-	58,991
Effect of changes in corporate structure within the Group	-	-	-	-	-	-	-	-	-	24,235	24,235
Transfer to statutory reserve	-	38,468	-	-	-	-	-	(38,468)	-	-	-
Transfer from regulatory reserve	-	-	(656,351)	-	-	-	-	656,351	-	-	-
Dividends paid	-	-	-	-	-	-	-	(4,384,131)	(4,384,131)	(89,507)	(4,473,638)
Dividends payable	-	-	-	-	-	-	-	(384,328)	(384,328)	-	(384,328)
<b>Total transactions with shareholders/ other equity movements</b>	-	38,468	(656,351)	(1,085)	-	58,991	-	(4,149,491)	(4,709,468)	(65,272)	(4,774,740)
<b>At 31 December 2020</b>	48,280,355	317,823	2,115,455	4,572,569	(127,567)	96,186	(312,801)	29,494,627	84,436,647	2,672,980	87,109,627

<sup>1</sup> The further breakdown and movement of other reserves are disclosed in Note A20.

<sup>2</sup> The retained profits of the Group include the non-distributable non-par surplus from an insurance subsidiary amounted to RM619.0 million (net of tax). This non-distributable non-par surplus is only available for distribution to shareholder on the amount recommended by the Appointed Actuary in accordance with the Financial Services Act 2013.

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	<===== Attributable to equity holders of the Bank =====>									
	<===== Non-Distributable =====>									
<b>Bank</b>	Share Capital RM'000	Shares Held-in-trust RM'000	Statutory Reserve RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	ESGP Reserve RM'000	Hedge Reserve RM'000	Distributable Retained Profits RM'000	Total Equity RM'000
<b>At 1 January 2021</b>	48,280,355	-	69,518	1,495,500	3,261,447	2,241,350	96,186	12,805	16,809,095	72,266,256
Profit for the financial year	-	-	-	-	-	-	-	-	6,877,902	6,877,902
Other comprehensive (loss)/income	-	-	-	-	(2,330,544)	189,292	-	(5,810)	-	(2,147,062)
Net gain on foreign exchange translation	-	-	-	-	-	189,292	-	-	-	189,292
Net loss on financial investments at fair value through other comprehensive income	-	-	-	-	(2,330,544)	-	-	-	-	(2,330,544)
Cost of hedging for fair value hedge	-	-	-	-	-	-	-	(5,810)	-	(5,810)
<b>Total comprehensive (loss)/income for the financial year</b>	-	-	-	-	(2,330,544)	189,292	-	(5,810)	6,877,902	4,730,840
Net gain on disposal of financial investments at fair value through other comprehensive income	-	-	-	-	(620)	-	-	-	620	-
Share-based payment under Maybank Group Employees' Share Grant Plan ("ESGP")	-	-	-	-	-	39,328	-	-	40,457	79,785
Transfer to statutory reserve	-	-	5,178	-	-	-	-	-	(5,178)	-
Transfer from regulatory reserve	-	-	-	(315,299)	-	-	-	-	315,299	-
Issue of shares pursuant to Dividend Reinvestment Plan ("DRP") (Note A8(i)(a)(A) - (C))	4,833,336	-	-	-	-	-	-	-	-	4,833,336
Issue of shares pursuant to Maybank Group ESGP (Note A8(i)(a)(D))	42,782	(1,274)	-	-	-	-	(41,508)	-	-	-
Dividends paid (Note A9)	-	-	-	-	-	-	-	-	(8,801,777)	(8,801,777)
<b>Total transactions with shareholders/ other equity movements</b>	4,876,118	(1,274)	5,178	(315,299)	(620)	-	(2,180)	-	(8,450,579)	(3,888,656)
<b>At 31 December 2021</b>	53,156,473	(1,274)	74,696	1,180,201	930,283	2,430,642	94,006	6,995	15,236,418	73,108,440

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

<===== Attributable to equity holders of the Bank =====>  
<===== Non-Distributable =====>

<u>Bank</u>	Share Capital RM'000	Statutory Reserve RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	ESGP Reserve RM'000	Hedge Reserve RM'000	Distributable Retained Profits RM'000	Total Equity RM'000
<b>At 1 January 2020</b>	48,280,355	59,502	1,894,921	2,260,271	2,308,456	37,195	(345)	15,223,022	70,063,377
Profit for the financial year	-	-	-	-	-	-	-	5,965,127	5,965,127
Other comprehensive income/(loss)	-	-	-	1,001,176	(67,106)	-	13,150	-	947,220
Net loss on foreign exchange translation	-	-	-	-	(67,106)	-	-	-	(67,106)
Net gain on financial investments at fair value through other comprehensive income	-	-	-	1,001,176	-	-	-	-	1,001,176
Cost of hedging for fair value hedge	-	-	-	-	-	-	13,150	-	13,150
<b>Total comprehensive income/(loss) for the financial year</b>	-	-	-	1,001,176	(67,106)	-	13,150	5,965,127	6,912,347
Share-based payment under Maybank Group Employees' Share Grant Plan ("ESGP")	-	-	-	-	-	58,991	-	-	58,991
Transfer to statutory reserve	-	10,016	-	-	-	-	-	(10,016)	-
Transfer from regulatory reserve	-	-	(399,421)	-	-	-	-	399,421	-
Dividends paid	-	-	-	-	-	-	-	(4,384,131)	(4,384,131)
Dividends payable	-	-	-	-	-	-	-	(384,328)	(384,328)
<b>Total transactions with shareholders/ other equity movements</b>	-	10,016	(399,421)	-	-	58,991	-	(4,379,054)	(4,709,468)
<b>At 31 December 2020</b>	48,280,355	69,518	1,495,500	3,261,447	2,241,350	96,186	12,805	16,809,095	72,266,256

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Cash flows from operating activities</b>				
Profit before taxation and zakat	10,886,595	8,656,956	7,743,960	6,929,010
Adjustments for:				
Share of profits in associates and joint ventures	(186,183)	(209,147)	-	-
Depreciation of property, plant and equipment	299,986	311,984	89,545	101,097
Depreciation of right-of-use assets	448,564	450,736	110,589	113,197
Amortisation of intangible assets	282,724	286,899	64,499	56,520
Loss/(gain) on disposal of property, plant and equipment	103	(20,791)	1,246	(17,279)
Net loss on liquidation/disposal of subsidiaries	7,165	10,161	-	-
Net (gain)/loss on disposal/change in structure of deemed controlled structured entities	(8,571)	(3,128)	(34,846)	3,275
Net loss on dilution of interest in associate	60,158	-	-	-
Net gain/(loss) on disposal of financial assets at fair value through profit or loss	14,628	(25,575)	23,659	(134,605)
Net gain on disposal of financial investments at fair value through other comprehensive income	(615,087)	(1,977,378)	(437,716)	(1,517,671)
Net gain on redemption of financial investments at amortised cost	(909)	-	(10,796)	-
Unrealised loss/(gain) on revaluation of financial assets at fair value through profit or loss and derivatives	1,144,009	(1,763,959)	568,896	(966,285)
Unrealised gain on revaluation of financial liabilities at fair value through profit or loss	(795,287)	(94,503)	(795,287)	(94,503)
Unrealised gain on revaluation of loans, advances and financing at fair value through profit or loss	-	(479)	-	(479)
Allowances for impairment losses on loans, advances and financing, net	2,968,592	4,985,025	2,694,860	2,771,970
Allowances for impairment losses on other debts	14,670	11,256	1,444	1,257
(Writeback of)/allowances for impairment losses on financial investments, net	598,298	413,918	(89,413)	149,466
(Writeback of)/allowances for impairment losses on other financial assets and goodwill, net	(27,393)	81,012	(41,351)	30,926
Dividend income	(162,374)	(104,155)	(3,965,748)	(2,645,916)
ESGP expenses	98,193	80,775	53,736	42,627
Other adjustments for non-operating and non-cash items	381,286	462,040	(90,495)	(175,510)
Operating profit before working capital changes	15,409,167	11,551,647	5,886,782	4,647,097
Change in cash and short-term funds with original maturity of more than three months	11,162,459	(11,941,106)	6,321,216	(9,506,641)
Change in deposits and placements with financial institutions with original maturity of more than three months	(6,606,824)	15,021,943	(16,940,452)	23,452,073
Change in financial investments portfolio	(13,806,639)	(18,618,655)	5,117,624	(4,644,481)
Change in loans, advances and financing	(29,097,602)	(5,028,270)	(11,216,970)	(4,519,496)
Change in statutory deposits with central banks	(45,455)	7,583,005	(48,412)	2,453,866
Change in deposits from customers	28,599,884	12,566,903	24,730,252	5,796,663
Change in investment accounts of customers	4,880,003	3,103,126	-	-
Change in deposits and placements from financial institutions	(1,295,793)	(5,678,343)	6,847,395	(16,634,420)
Change in financial liabilities at fair value through profit or loss	41,001	(22,772)	41,001	(22,772)
Change in reinsurance/retakaful assets and other insurance receivables	(1,679,288)	(1,559,600)	-	-
Change in insurance/takaful contract liabilities and other insurance payables	4,398,850	6,809,134	-	-
Change in other operating activities	3,877,909	(9,805,389)	(7,018,680)	4,198,862
Cash generated from operations	15,837,672	3,981,623	13,719,756	5,220,751
Taxes and zakat paid	(2,759,384)	(1,733,508)	(1,225,716)	(870,990)
Net cash generated from operating activities	13,078,288	2,248,115	12,494,040	4,349,761

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**CONDENSED FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Cash flows from investing activities</b>				
Dividends received from:				
- financial investments portfolio	162,374	104,155	6,189	5,802
- subsidiaries	-	-	3,958,663	2,639,337
- associates	-	-	896	777
Purchase of property, plant and equipment	(197,754)	(202,801)	(24,218)	(29,364)
Purchase of intangible assets	(252,751)	(276,822)	(84,886)	(92,302)
Purchase of investment properties	(3,312)	(1,370)	-	-
Purchase of additional ordinary shares in existing subsidiaries	-	-	(2,392,931)	(732,788)
Proceeds from disposal of property, plant and equipment	3,514	29,764	128	18,058
Proceeds from disposal of a subsidiary	-	171,233	-	169,521
Proceeds from disposal of deemed controlled structured entities	-	-	125,366	184,033
Purchase of shares in deemed controlled entities	-	-	-	(12,557)
Net effect arising from transaction with non-controlling interests	(6,475)	27,363	-	-
Net effect arising from capital repayment of a subsidiary	-	-	-	1,213,920
Net cash (used in)/generated from investing activities	<b>(294,404)</b>	<b>(148,478)</b>	<b>1,589,207</b>	<b>3,364,437</b>
<b>Cash flows from financing activities</b>				
Proceeds from issuance of shares	4,833,336	-	4,833,336	-
(Repayment)/drawdown of borrowings, net	(2,728,211)	(2,571,076)	(4,895,984)	742,415
Issuance of subordinated obligations	3,309,000	3,000,000	3,000,000	3,000,000
Redemption of subordinated obligations	(2,163,655)	(3,300,000)	(2,008,500)	(3,300,000)
Issuance of financial liabilities at fair value through profit or loss	2,461,480	4,499,040	2,461,480	4,499,040
Redemption of financial liabilities at fair value through profit or loss	(1,393,899)	(715,368)	(1,393,899)	(715,368)
Repayment of lease liabilities	(416,733)	(464,386)	(106,930)	(99,624)
Recourse obligations on loans and financing sold to Cagamas, net	-	(1,526,225)	-	(1,526,225)
Dividends paid	(9,186,106)	(4,384,131)	(9,186,106)	(4,384,131)
Dividends paid to non-controlling interests	(90,586)	(89,507)	-	-
Net cash used in financing activities	<b>(5,375,374)</b>	<b>(5,551,653)</b>	<b>(7,296,603)</b>	<b>(1,783,893)</b>
Net increase/(decrease) in cash and cash equivalents	7,408,510	(3,452,016)	6,786,644	5,930,305
Cash and cash equivalents at beginning of the financial year	43,813,448	47,306,745	27,902,551	21,934,867
Effects of foreign exchange rate changes	660,185	(41,281)	432,925	37,379
Cash and cash equivalents at end of the financial year	<b>51,882,143</b>	<b>43,813,448</b>	<b>35,122,120</b>	<b>27,902,551</b>
<b>Cash and cash equivalents comprise:</b>				
Cash and short-term funds	41,501,456	43,895,144	25,736,157	24,111,660
Deposits and placements with financial institutions	16,053,824	10,147,074	31,488,613	15,274,310
	<b>57,555,280</b>	<b>54,042,218</b>	<b>57,224,770</b>	<b>39,385,970</b>
Less:				
Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months	(5,673,137)	(10,228,770)	(22,102,650)	(11,483,419)
Cash and cash equivalents at end of the financial year	<b>51,882,143</b>	<b>43,813,448</b>	<b>35,122,120</b>	<b>27,902,551</b>

(These audited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these financial statements)

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting**

**A1. Basis of Preparation**

The audited condensed interim financial statements for the Group and the Bank have been prepared under the historical cost convention except for the following assets and liabilities that are stated at fair values: financial assets at fair value through other comprehensive income, financial assets and liabilities at fair value through profit or loss, derivative financial instruments and investment properties.

The audited condensed interim financial statements have been prepared in accordance with the requirements of Chapter 9, part K of the Listing Requirements of Bursa Malaysia Securities Berhad, MFRS 134 Interim Financial Reporting and IAS 34 Interim Financial Reporting.

The audited condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2020. These explanatory notes attached to the audited 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 of the Bank since the financial year ended 31 December 2020.

The audited condensed interim financial statements of the Group include Islamic banking and insurance business. Islamic banking refers generally to the acceptance of deposits, granting of financing and dealing in Islamic securities under the Shariah principles. Insurance business refers to the underwriting of general and life insurance business, the management of general and family takaful business and investment-linked business.

The significant accounting policies and methods of computation applied by the Group and the Bank are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2020 except for adoption of the following amendments to Malaysian Financial Reporting Standards ("MFRSs"), which are effective for annual periods beginning on or after 1 January 2021:

- Amendments to MFRS 4, MFRS 7, MFRS 9, MFRS 16 and MFRS 139 - *Interest Rate Benchmark Reform Phase 2*
- Amendment to MFRS 16 *Leases - COVID-19-Related Rent Concessions beyond 30 June 2021*

The adoption of the above amendments to MFRSs do not have any significant financial impact to the Group's and the Bank's financial statements.

**Amendments to MFRS 4, MFRS 7, MFRS 9, MFRS 16 and MFRS 139 - *Interest Rate Benchmark Reform Phase 2***

The amendments provide temporary relief which address the financial reporting effects when interbank offered rate ("IBOR") is replaced with an alternative nearly risk-free rate ("RFR").

The amendments provide a practical expedient whereby an entity would not derecognise or adjust the carrying amount of financial instruments for modifications required by interest/profit rate benchmark reform, but would instead update the effective interest/profit rate to reflect the change in the interest/profit rate benchmark. On hedging relationship, entities would be required to amend the formal designation of a hedging relationship to reflect the modifications and/or changes made to the hedged item and/or hedging instruments as a result of the reform. However, the modification does not constitute discontinuation of the hedging relationship nor the designation of a new hedging relationship.

The amendments are effective for annual reporting periods beginning on or after 1 January 2021, retrospectively in accordance with MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors, without the need to restate comparative information. Restatement of prior periods is permitted if, and only if, it is possible without the use of hindsight. Earlier application is permitted. These amendments do not have any significant impact to the financial statements of the Group and of the Bank.

**Amendment to MFRS 16 *Leases - COVID-19-Related Rent Concessions beyond 30 June 2021***

The amendment extends the availability of the practical expedient provided in 2020 where the amendment provides lessees with an option to treat qualifying COVID-19 related rent concession not as lease modification. Lessees may account the concession as a variable lease payment in the period it is granted. This practical expedient applies to rent concession that due on or before 30 June 2022.

The amendment applies to annual reporting periods beginning on or after 1 April 2021, which has been early adopted by the Group and the Bank. This amendment does not have any significant impact to the financial statements of the Group and of the Bank.

**Measures announced by Bank Negara Malaysia ("BNM") to assist individuals, small-medium enterprises ("SMEs") and microenterprises affected by COVID-19**

During the financial year ended 31 December 2021, BNM had announced the extension of regulatory measures to facilitate loan/financing repayment assistance to borrowers/customers affected by the COVID-19 pandemic in line with the Government economic stimulus packages.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A1. Basis of Preparation (cont'd.)**

**Measures announced by Bank Negara Malaysia ("BNM") to assist individuals, small-medium enterprise ("SMEs") and microenterprises affected by COVID-19 (cont'd.)**

The support measures include the following:

**Targeted repayment assistance ("TRA") and moratorium**

(i) *Enhanced targeted repayment assistance under Perlindungan Ekonomi dan Rakyat Malaysia ("PERMAI")*

An extension of TRA under PERMAI was announced on 18 January 2021. The extension applied to all TRA schemes announced previously where borrowers/customers can apply for 3-month deferment of instalment or a 50% reduction in their monthly instalment payment for a period of 6 months. The TRA was applicable to all B40 (who registered in Bantuan Sara Hidup ("BSH") or Bantuan Prihatin Rakyat ("BPR")), M40 (who are recipient of Bantuan Prihatin Nasional ("BPN")) and microenterprises with loan/financing facilities not more than RM150,000 that were approved on or before 30 September 2020 and not in arrears for more than 90 days.

(ii) *Targeted repayment assistance under Program Strategik Memperkasa Rakyat dan Ekonomi Tambahan ("PEMERKASA+")*

TRA under PEMERKASA+ was announced on 31 May 2021. The TRA was applicable to all borrowers/customers who have lost their employment, B40 borrowers/customers registered under BSH/BPR, SMEs and microenterprises with loan/financing facilities not more than RM150,000 that were approved on or before 30 June 2021 and not in arrears for more than 90 days. All affected borrowers/customers may opt for 3-month deferment of instalment or a 50% reduction in their monthly instalment payment for a period of 6 months.

(iii) *Six-month moratorium under Pakej Perlindungan Rakyat dan Pemulihan Ekonomi ("PEMULIH")*

The six-month moratorium under PEMULIH was announced on 28 June 2021. The moratorium applies to ringgit and foreign currency denominated loans/financing approved on or before 30 June 2021, not in arrears exceeding 90 days and customers must not be adjudicated bankrupts or under bankruptcy proceedings. All individuals, SMEs and microenterprises may opt for 6-month deferment of instalment or 50% reduction in their monthly instalment payment for a period of 6 months. There will be no compounding interest/profit and any penalty interest/profit during the moratorium period.

(iv) *Financial management and resilience programme ("URUS")*

Pursuant to the statement issued by the Prime Minister on 13 October 2021, banking industry, represented collectively by The Association of Banks in Malaysia ("ABM"), Association of Islamic Banking and Financial Institutions Malaysia ("AIBIM") and Association of Development Finance Institutions of Malaysia ("ADFIM") had on 14 October 2021 announced its continued support to individual customers. The Bank has worked alongside with Agensi Kaunseling dan Pengurusan Kredit ("AKPK") to offer a comprehensive extended financial assistance scheme called Financial Management and Resilience Programme ("URUS").

Under URUS, AKPK will provide eligible customers with a personalised financial plan with the following options:

- (a) A 3-month interest/profit waiver, commencing the month following the customers' on boarding into the scheme; or
- (b) A 3-month interest/profit waiver together with reduced instalments for a period of up to 24 months. This option will also benefit customers with unsecured personal loan/financing and credit cards.

Application for URUS is open from 15 November 2021 until 31 January 2022 for individual customers:

- (i) from B50 income segment (having gross household income of RM5,880 or lower based on definition by the Department of Statistics Malaysia);
- (ii) that have experienced either loss of employment or reduction of income of at least 50%;
- (iii) under an existing repayment assistance programme (e.g. Targeted Repayment Assistance, PEMERKASA+, PEMULIH, the Bank's own rescheduling and restructuring, etc.) as at 30 September 2021; and
- (iv) whose loan/financing is still performing (not in arrears exceeding 90 days) as at the date of their application.

**Credit risk monitoring, stress testing and classification in the Central Credit Reference Information System ("CCRIS")**

The repayment assistance/moratorium does not automatically result in a stage transfer under MFRS 9 in the absence of other factors indicating evidence of SICR. The Group and the Bank will continue to apply judgement and perform more holistic assessment of all relevant indicators and information such as historical repayment and delinquency trend in determining SICR.

The loan/financing that are approved under repayment assistance on or before 31 December 2021 are exempted to be reported as rescheduling and restructuring ("R&R") in CCRIS. However, the Group and the Bank are required to report the credit-impaired status consistently with the accounting classification.



**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A1. Basis of Preparation (cont'd.)**

**Measures announced by Bank Negara Malaysia ("BNM") to assist individuals, small-medium enterprise ("SMEs") and microenterprises affected by COVID-19 (cont'd.)**

The support measures include the following (cont'd.):

**Supervisory and Prudential Measures**

During the financial year ended 31 December 2021, financial institutions are allowed to operate below the minimum Liquidity Coverage Ratio of 100%, lowered Net Stable Funding Ratio to 80% from 100%, draw down the capital conservation buffer of 2.5% and reduce the regulatory reserves held against expected losses to 0%. However, financial institutions are expected to restore their buffer to the minimum regulatory requirement by 30 September 2021. The Group and the Bank did not opt for any of the prudential buffers.

**Standards and annual improvements to standards issued but not yet effective**

The following are standards and annual improvements to standards issued by Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of the Group's and of the Bank's financial statements. The Group and the Bank intend to adopt these standards and annual improvements to standards, if applicable, when they become effective:

Description	Effective for annual periods beginning on or after
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 3 <i>Business Combination - Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 137 <i>Provisions, Contingent Liabilities and Contingent Assets Onerous Contract - Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101 <i>Presentation of Financial Statements - Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes - Deferred Tax related to Assets and Liabilities Liabilities arising from a Single Transaction</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

**Annual Improvements to MFRS Standards 2018 - 2020**

The amendments permit a subsidiary that elects to apply paragraph D13(a) of MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards* to measure cumulative translation differences using the amounts reported by the parent, based on the parent's date of transition to MFRS. The amendments are also applied to an associate or joint venture that elects to apply paragraph D13(a) of MFRS 1. The amendments are effective for annual reporting periods beginning on or after 1 January 2022 with earlier adoption permitted. The amendments are not expected to have any impact on the Group's and the Bank's financial statements.

**Amendments to MFRS 116 *Property, Plant and Equipment - Proceeds before Intended Use***

The amendments prohibit entities deducting from the cost of an item of property, plant and equipment, any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the costs of producing those items, in profit or loss.

The amendments are effective for annual reporting periods beginning on or after 1 January 2022 and must be applied retrospectively to items of property, plant and equipment made available for use on or after the beginning of the earliest period presented when the entity first applies the amendment. The amendments are not expected to have any impact on the Group's and the Bank's financial statements.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A1. Basis of Preparation (cont'd.)**

**Amendments to MFRS 3 *Business Combination* - Reference to the Conceptual Framework**

The amendments are intended to replace a reference to the Framework for the Preparation and Presentation of Financial Statements with reference to the Conceptual Framework for Financial Reporting issued in March 2018 without significantly changing its requirement.

The amendments explain the exception to the recognition principle of MFRS 3 to avoid the issue of potential gains or losses arising for liabilities and contingent liabilities that would be within the scope of MFRS 137 *Provisions, Contingent Liabilities and Contingent Assets* or IFRIC 21 *Levies*, if incurred separately.

The existing guidance in MFRS 3 for contingent assets that would not be affected by replacing with the reference to the *Framework for the Preparation and Presentation of Financial Statements*.

The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2022, earlier application is permitted. The amendments are not expected to have any impact on the Group's and the Bank's financial statements.

**Amendments to MFRS 137 *Provisions, Contingent Liabilities and Contingent Assets* - Onerous Contract - Cost of Fulfilling a Contract**

The amendments clarify that the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling contracts. Before recognising a separate provision for an onerous contract, the entity recognises any impairment loss that has occurred on assets used in fulfilling the contract.

The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2022, earlier application is permitted. The amendments are not expected to have any impact on the Group's and the Bank's financial statements.

**Amendments to MFRS 101 *Presentation of Financial Statements* - Disclosure of Accounting Policies**

The amendments require companies to disclose material accounting policies rather than significant accounting policies. Entities are expected to make disclosure of accounting policies specific to the entity and not generic disclosure on MFRS applications.

The amendments explain that an accounting policy is material if, without it the users of the financial statements would be unable to understand other material information in the financial statements or/and when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decision that the primary users of general purpose financial statements make on the basis of those financial statements. Immaterial accounting policy information need not be disclosed. However, if it is disclosed, it should not obscure material accounting information.

The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2023, earlier application is permitted. These amendments are not expected to have a significant impact on the preparation of the Group's and the Bank's financial statements.

**Amendments to MFRS 101 *Classification of Liabilities as Current or Non-current***

The amendments clarify the followings:

- What is meant by a right to defer settlement;
- That a right to defer must exist at the end of the reporting period;
- That classification is unaffected by the likelihood that an entity will exercise its deferral right; and
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

**Amendments to MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors* - Definition of Accounting Estimates**

The amendments redefined accounting estimates as "monetary amounts in financial statements that are subject to measurement uncertainty". These amendments provide clarity on how to distinguish changes in accounting policies from changes in accounting estimates. The amendments clarify that effects of a change in an input or measurement technique used to develop an accounting estimate is a change in accounting estimate if the changes do not arise from prior period errors.

The distinction is important because changes in accounting estimates are applied prospectively but changes in accounting policies are applied retrospectively. The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2023, earlier application is permitted. These amendments are not expected to have a significant impact on the preparation of the Group's and the Bank's financial statements.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A1. Basis of Preparation (cont'd.)**

**Amendments to MFRS 112 *Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction***

The amendments specify the treatment for deferred tax on transactions related to leases and decommissioning obligation. The amendments clarify that the initial recognition exemption set out in MFRS 112 does not apply to transactions that give rise to equal amounts of taxable and deductible temporary difference. The aim of the amendments is to reduce diversity in the reporting of deferred tax on leases and decommissioning obligations.

The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2023, earlier application is permitted. These amendments are not expected to have a significant impact on the preparation of the Group's and the Bank's financial statements.

**MFRS 17 *Insurance Contracts***

MFRS 17 will replace MFRS 4 *Insurance Contracts* that was issued in 2005. MFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects.

The main features of the new accounting model for insurance contracts are, as follows:

- (i) The measurement of the present value of future cash flows, incorporating an explicit risk adjustment, remeasured every reporting period (the fulfilment cash flows);
- (ii) A Contractual Service Margin ("CSM") that is equal and opposite to any day one gain in the fulfilment cash flows of a group of contracts, representing the unearned profitability of the insurance contracts to be recognised in profit or loss over the service period (i.e. coverage period);
- (iii) Certain changes in the expected present value of future cash flows are adjusted against the CSM and thereby recognised in profit or loss over the remaining contractual service period;
- (iv) The effect of changes in discount rates will be reported in either profit or loss or other comprehensive income, determined by an accounting policy choice;
- (v) The presentation of insurance revenue and insurance service expenses in the statement of comprehensive income based on the concept of services provided during the period;
- (vi) Amounts that the policyholder will always receive, regardless of whether an insured event happens (non-distinct investment components) are not presented in the income statement, but are recognised directly on the balance sheet;
- (vii) Insurance services results (earned revenue less incurred claims) are presented separately from the insurance finance income or expense; and
- (viii) Extensive disclosures to provide information on the recognised amounts from insurance contracts and the nature and extent of risks arising from these contracts.

The standard is effective for annual periods beginning on or after 1 January 2023. Early application is permitted, provided the entity also applies MFRS 9 and MFRS 15 on or before the date it first applies MFRS 17. An entity shall apply MFRS 17 retrospectively for estimating the CSM on the transition date. However, if full retrospective approach application for estimating the CSM, as defined by MFRS 108 for a group of insurance contracts, is impracticable, an entity is required to choose one of the following two alternatives:

(i) Modified retrospective approach

Based on reasonable and supportable information available without undue cost and effort to the entity, certain modifications are applied to the extent full retrospective application is not possible, but still with the objective to achieve the closest possible outcome to retrospective application.

(ii) Fair value approach

The CSM is determined as the positive difference between the fair value determined in accordance with MFRS 13 *Fair Value Measurement* and the fulfilment cash flows (any negative difference would be recognised in retained earnings at the transition date).

Both the modified retrospective approach and the fair value approach provide transitional reliefs for determining the grouping of contracts. If an entity cannot obtain reasonable and supportable information necessary to apply the modified retrospective approach, it is required to apply the fair value approach.

The Group has established a project team, with assistance from the Actuarial, Finance, Risk, IT and various Business sectors to study the implication and to evaluate the potential impact of adopting this standard on the required effective date.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A1. Basis of Preparation (cont'd.)**

**Amendments to MFRS 17 Insurance Contracts**

The amendments are to address the concerns raised by stakeholders and ease transition by providing the additional relief to reduce the effort required when adopting MFRS 17 for the first time. The amendments are to be applied prospectively in annual periods beginning on or after 1 January 2023. The amendments will be assessed together with other MFRS 17 requirements as mentioned above.

**Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

The amendments clarify that:

- Gains and losses resulting from transactions involving assets that do not constitute a business, between investor and its associate or joint venture are recognised in the entity's financial statements only to the extent of unrelated investors' interests in the associate or joint venture; and
- Gains and losses resulting from transactions involving the sale or contribution of assets to an associate or a joint venture that constitute a business is recognised in full.

The amendments are to be applied prospectively to the sale or contribution of assets occurring in annual periods beginning on or after a date to be determined by the MASB. Earlier application is permitted. The amendments are not expected to have material impact on the Group's and the Bank's financial statements.

**A2. Significant Accounting Policies**

The audited annual financial statements of the Group and of the Bank for the financial year ended 31 December 2020 were prepared in accordance with MFRS and International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act 2016 in Malaysia. The significant accounting policies adopted in preparing these audited condensed interim financial statements are consistent with those of the audited annual financial statements for the financial year ended 31 December 2020 except for the adoption of the amendments to MFRSs which are effective for annual periods beginning on or after 1 January 2021 as disclosed in Note A1.

**A3. Significant Accounting Estimates and Judgements**

The preparation of audited condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of income, expenses, assets, liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Although these estimates and judgements are based on management's best knowledge of current events and actions, actual results may differ.

In preparing these audited condensed interim financial statements, the significant judgements made by management in applying the Group's and the Bank's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual financial statements for the financial year ended 31 December 2020.

**A4. Auditors' Report on Preceding Audited Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2020 was not qualified.

**A5. Seasonal or Cyclical Factors**

The operations of the Group and of the Bank were not materially affected by any seasonal or cyclical factors during the fourth quarter and 12 months financial year ended 31 December 2021.

**A6. Unusual Items Due to Their Nature, Size or Incidence**

During the fourth quarter and 12 months financial year ended 31 December 2021, save as disclosed in Note A8 below, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and of the Bank.

**A7. Changes in Estimates**

There were no material changes in estimates during the fourth quarter and 12 months financial year ended 31 December 2021.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A8. Changes in Debt and Equity Securities**

- (i) The following are the changes in debt and equity securities for the Group and the Bank during the fourth quarter and 12 months financial year ended 31 December 2021:

(a) **Share capital**

The share capital of the Bank increased from RM48,280,355,135 as at 31 December 2020 to RM53,156,472,575 as at 31 December 2021 via:

- (A) Issuance of 172,632,753 new ordinary shares amounting to RM1,324,685,273 arising from the Dividend Reinvestment Plan ("DRP") relating to electable portion of the single-tier interim dividend of 13.5 sen in respect of the financial year ended 31 December 2020;
- (B) Issuance of 279,343,269 new ordinary shares amounting to RM2,107,519,293 arising from the DRP relating to electable portion of the single-tier final dividend of 21.0 sen in respect of the financial year ended 31 December 2020;
- (C) Issuance of 179,814,209 new ordinary shares amounting to RM1,401,131,296 arising from the DRP relating to electable portion of the single-tier first interim dividend of 14.0 sen in respect of the financial year ended 31 December 2021; and
- (D) Issuance of 5,361,100 new ordinary shares amounting to RM42,781,578 arising from the Employees Shares Grant Plan ("ESGP").

The issued ordinary shares of the Bank as at 31 December 2021 is 11,878,513,218 units (31 December 2020: 11,241,361,887 units).

(b) **Borrowings**

**Issuance/redemption of medium term notes by the Bank**

Currency	Description	Aggregate Nominal Value (in million)
<b>Issuance of medium term notes</b>		
USD	Zero Coupon Notes*	590.0
USD	Fixed Rate Notes	63.0
HKD	Fixed Rate Notes	1,375.0
CNY	Fixed Rate Notes	3,270.0
JPY	Fixed Rate Notes	10,000.0
AUD	Fixed Rate Notes	63.0
AUD	Floating Rate Notes	26.0
<b>Redemption of medium term notes</b>		
HKD	Fixed Rate Notes	1,278.0
HKD	Floating Rate Notes	450.0
CHF	Zero Coupon Notes	100.0
USD	Zero Coupon Notes *	347.0
USD	Floating Rate Notes	20.0
RM	Zero Coupon Notes	50.0

\* Borrowings designated at fair value through profit or loss ("FVTPL")

**Issuance/redemption of bonds by PT Bank Maybank Indonesia Tbk and its subsidiaries**

Currency	Description	Aggregate Nominal Value (in million)
<b>Issuance of bonds</b>		
IDR	Fixed Rate Notes	1,000,000.0
<b>Redemption of bonds</b>		
IDR	Fixed Rate Notes	2,098,500.0

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A8. Changes in Debt and Equity Securities (cont'd.)**

- (i) The following are the changes in debt and equity securities for the Group and the Bank during the fourth quarter and 12 months financial year ended 31 December 2021 (cont'd.):

(b) **Borrowings (cont'd.)**

**Issuance of commercial papers by the Bank**

The aggregate nominal value of the commercial papers issued by the Bank and outstanding as at 31 December 2021 are as follows:

Currency	Description	Aggregate Nominal Value (in million)
USD	Zero Coupon Notes	150.0
SGD	Fixed Rate Notes*	315.3
USD	Fixed Rate Notes*	30.0

\* Extendible money market certificates

**Issuance of Islamic commercial papers by Maybank Islamic Berhad**

The aggregate nominal value of the Islamic commercial papers ("ICP") issued by Maybank Islamic Berhad and outstanding as at 31 December 2021 are as follows:

Currency	Description	Aggregate Nominal Value (in million)
RM	Zero Profit ICP	8,000.0

(c) **Subordinated Obligations**

**Issuance/redemption of Tier 2 Subordinated Sukuk Murabahah pursuant to the RM10.0 billion Sukuk Murabahah Programme by Maybank Islamic Berhad**

Issuance/redemption	Issue Date	First Call Date	Maturity Date	Nominal Value	Description	Tenor
Issuance	15 February 2021	16 February 2026	14 February 2031	RM1.0 billion	Tier 2 Subordinated Sukuk Murabahah (10 non-call 5)	10 years
Redemption	15 February 2016	15 February 2021	13 February 2026	RM1.0 billion	Tier 2 Subordinated Sukuk Murabahah (10 non-call 5) <sup>1</sup>	10 years

<sup>1</sup>The subordinated sukuk was fully redeemed on the First Call Date.

**Issuance of Tier 2 Subordinated Sukuk Murabahah pursuant to the RM30.0 billion Sukuk Programme by the Bank**

Issuance	Issue Date	First Call Date	Maturity Date	Nominal Value	Description	Tenor
Issuance	5 August 2021	5 August 2026	5 August 2031	RM3.0 billion	Tier 2 Subordinated Sukuk Murabahah (10 non-call 5)	10 years

**Redemption of USD500 million Tier 2 Fixed Rate Subordinated Notes pursuant to the RM15.0 billion Multicurrency Medium Term Note Programme by the Bank**

Redemption	First Call Date	Maturity Date	Nominal Value	Description	Tenor
Redemption	29 October 2021	29 October 2026	USD500 million	Tier 2 Subordinated Note (10.5 non-call 5.5)	10.5 years

**Redemption of subordinated bonds by PT Bank Maybank Indonesia Tbk**

Redemption	Maturity Date	Nominal Value	Description	Tenor
Redemption	8 July 2021	IDR1,500.0 billion	Shelf Subordinated Bonds II Bank BII Tranche I Year 2014	7 years

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A8. Changes in Debt and Equity Securities (cont'd.)**

- (ii) The following are the changes in debt securities for the Group and the Bank subsequent to the fourth quarter and 12 months financial year ended 31 December 2021 and have not been reflected in the financial statements for the fourth quarter and 12 months financial year ended 31 December 2021:

(a) **Borrowings**

**Issuance/redemption of medium term notes by the Bank**

Currency	Description	Aggregate Nominal Value (in million)
<b>Issuance of medium term notes</b>		
JPY	Fixed Rate Notes (Samurai Bonds)	30,000.0
<b>Redemption of medium term notes</b>		
USD	Floating Rate Notes	50.0
CNY	Fixed Rate Notes	300.0

Save as disclosed above, there were no cancellations, share buy-backs, resale of shares bought back by the Group and by the Bank.

**A9. Dividends Paid**

Dividends paid during the 12 months financial year ended 31 December 2021 are as follows:

- (a) On 27 November 2020, the Board of Directors declared a single-tier interim dividend in respect of the financial year ended 31 December 2020 of 13.5 sen per ordinary share, in which the entire 13.5 sen can be elected to be reinvested in new Maybank shares in accordance with DRP.

The single-tier interim dividend of 13.5 sen per ordinary share amounting to RM1,517,583,477 was paid on 15 January 2021.

The financial statements reflect the net interim dividend of RM1,133,255,366 of which RM384,328,111 was the dividend payable made during the financial year ended 31 December 2020 on a portion of the electable portion of the single-tier interim dividends assumed to be paid in cash in accordance with BNM's Implementation Guidance on Capital Adequacy Framework (Capital Components).

During the Adjourned 61<sup>st</sup> Annual General Meeting held on 6 May 2021, a final dividend in respect of the financial year ended 31 December 2020 of 38.5 sen single-tier dividend per ordinary share, amounting to RM4,394,387,936 was approved by the shareholders.

The dividend consists of cash portion of 17.5 sen per ordinary share amounting to RM1,997,449,062 and an electable portion of 21.0 sen per ordinary share amounting to RM2,396,938,874 where the electable portion could be elected to be reinvested in new Maybank shares in accordance with the DRP.

The payment date for cash dividends and crediting of ordinary shares under the DRP was completed on 28 June 2021.

- (b) A single-tier first interim dividend, in respect of the financial year ended 31 December 2021 of 28.0 sen per ordinary share, was declared by the Bank on 26 August 2021.

The dividend consists of 14.0 sen to be paid in cash amounting to RM1,637,067,307 and an electable portion of 14.0 sen amounting to RM1,637,067,307 which can be elected to be reinvested in new ordinary shares in accordance with the DRP.

The payment date for cash dividend and crediting of ordinary shares under the DRP was completed on 21 October 2021.

- (c) Dividends paid by Maybank's subsidiaries to non-controlling interests amounted to RM90,586,000 during the 12 months financial year ended 31 December 2021.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio**

	Note	Group		Bank	
		31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Financial assets designated upon initial recognition at fair value through profit or loss	(i)	13,181,866	14,028,031	-	-
Financial investments at fair value through profit or loss	(ii)	27,775,493	27,179,846	14,003,854	18,189,480
Financial investments at fair value through other comprehensive income	(iii)	122,393,954	127,502,681	70,663,061	75,533,793
Financial investments at amortised cost	(iv)	60,532,190	46,475,916	41,574,896	39,856,983
		<b>223,883,503</b>	<b>215,186,474</b>	<b>126,241,811</b>	<b>133,580,256</b>

**(i) Financial assets designated upon initial recognition at fair value through profit or loss ("FVTPL")**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>At fair value</b>				
<b>Money market instruments:</b>				
Malaysian Government Securities	344,976	233,228	-	-
Malaysian Government Investment Issues	369,397	406,583	-	-
	<b>714,373</b>	<b>639,811</b>	<b>-</b>	<b>-</b>
<b>Quoted securities:</b>				
<b>In Malaysia:</b>				
Shares, warrants and loan stocks	-	114,951	-	-
Unit trusts	3,932	3,932	-	-
<b>Outside Malaysia:</b>				
Shares, warrants and loan stocks	164	11,270	-	-
	<b>4,096</b>	<b>130,153</b>	<b>-</b>	<b>-</b>
<b>Unquoted securities:</b>				
<b>In Malaysia:</b>				
Corporate Bonds and Sukuk	12,248,561	13,008,116	-	-
<b>Outside Malaysia:</b>				
Corporate Bonds and Sukuk	214,836	249,951	-	-
	<b>12,463,397</b>	<b>13,258,067</b>	<b>-</b>	<b>-</b>
<b>Total financial assets designated upon initial recognition at FVTPL</b>	<b>13,181,866</b>	<b>14,028,031</b>	<b>-</b>	<b>-</b>



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio (cont'd.)**

**(ii) Financial investments at fair value through profit or loss ("FVTPL")**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>At fair value</b>				
<b>Money market instruments:</b>				
Malaysian Government Securities	918,886	2,464,259	918,886	2,404,369
Malaysian Government Investment Issues	309,362	2,240,840	307,855	2,133,207
Cagamas Bonds	570,931	47,024	570,931	47,024
Negotiable instruments of deposits	-	120,485	-	120,485
Foreign Government Securities	3,458,086	3,227,160	2,901,655	2,934,336
Malaysian Government Treasury Bills	4,079,504	1,065,724	3,420,385	1,065,724
Bank Negara Malaysia Bills and Notes	614,280	1,656,882	614,280	1,656,882
Foreign Government Treasury Bills	-	1,395,379	-	1,395,379
	<b>9,951,049</b>	<b>12,217,753</b>	<b>8,733,992</b>	<b>11,757,406</b>
<b>Quoted securities:</b>				
<b>In Malaysia:</b>				
Shares, warrants, mutual funds and loan stocks	7,160,590	4,962,630	-	79,685
Unit trusts	486,454	478,003	286,570	201,260
<b>Outside Malaysia:</b>				
Shares, warrants, mutual funds and loan stocks	564,089	285,720	237	116
Unit trusts	933,960	457,683	291,503	237,644
Corporate Bonds and Sukuk	1,576,604	1,207,422	-	-
Government Bonds	612,151	707,185	-	-
Government Treasury Bills	568,183	668,020	-	-
	<b>11,902,031</b>	<b>8,766,663</b>	<b>578,310</b>	<b>518,705</b>
<b>Unquoted securities:</b>				
<b>In Malaysia:</b>				
Shares	967,356	931,054	700,280	682,508
Unit trusts	5,078	1,928	-	-
Corporate Bonds and Sukuk	1,014,406	757,346	345,271	298,648
Structured deposits	186,197	87,737	-	-
<b>Outside Malaysia:</b>				
Shares	382	764	-	-
Mutual funds	124,351	16,517	-	-
Corporate Bonds and Sukuk	1,761,223	3,750,966	1,782,581	4,283,095
Government Bonds	1,863,420	649,118	1,863,420	649,118
	<b>5,922,413</b>	<b>6,195,430</b>	<b>4,691,552</b>	<b>5,913,369</b>
<b>Total financial investments at FVTPL</b>	<b>27,775,493</b>	<b>27,179,846</b>	<b>14,003,854</b>	<b>18,189,480</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio (cont'd.)**

**(iii) Financial investments at fair value through other comprehensive income ("FVOCI")**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>At fair value</b>				
<b>Money market instruments:</b>				
Malaysian Government Securities	10,599,757	13,448,869	10,225,806	13,249,223
Malaysian Government Investment Issues	19,122,254	23,197,246	7,336,288	9,164,855
Negotiable instruments of deposits	11,473	150,337	-	150,337
Foreign Government Securities	16,144,063	13,088,016	5,418,045	4,535,913
Foreign Government Treasury Bills	14,976,441	16,939,946	6,026,800	4,014,112
Khazanah Bonds	283,502	353,303	253,889	324,271
Cagamas Bonds	124,727	358,627	124,727	358,627
	<b>61,262,217</b>	<b>67,536,344</b>	<b>29,385,555</b>	<b>31,797,338</b>
<b>Quoted securities:</b>				
<b>In Malaysia:</b>				
Shares, warrants and loan stocks	79,854	6,992	15,490	17,836
<b>Outside Malaysia:</b>				
Shares, warrants and loan stocks	33	33	-	-
Corporate Bonds and Sukuk	4,432,456	2,762,299	-	-
Government Bonds	586,530	730,155	-	-
	<b>5,098,873</b>	<b>3,499,479</b>	<b>15,490</b>	<b>17,836</b>
<b>Unquoted securities:</b>				
<b>In Malaysia:</b>				
Shares and loan stocks	334,722	336,378	320,093	322,417
Government Bonds	418,458	378,606	418,458	336,714
Corporate Bonds and Sukuk	24,329,837	23,992,461	13,149,845	15,552,830
<b>Outside Malaysia:</b>				
Shares	3,710	2,444	-	-
Government Bonds	17,045,506	14,660,955	16,685,586	14,524,455
Corporate Bonds and Sukuk	13,900,631	17,096,014	10,688,034	12,982,203
	<b>56,032,864</b>	<b>56,466,858</b>	<b>41,262,016</b>	<b>43,718,619</b>
<b>Total financial investments at FVOCI</b>	<b>122,393,954</b>	<b>127,502,681</b>	<b>70,663,061</b>	<b>75,533,793</b>

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A10. Financial Investments Portfolio (cont'd.)**

**(iii) Financial investments at fair value through other comprehensive income ("FVOCI") (cont'd.)**

(a) Movements in the allowances for impairment losses on financial investments at fair value through other comprehensive income are as follows:

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	34,819	1,718	107,281	143,818
Transferred to Stage 1	836	(836)	-	-
Transferred to Stage 2	(20)	20	-	-
Net remeasurement of allowances	(4,556)	715	25,116	21,275
New financial assets originated or purchased	15,504	-	-	15,504
Financial assets derecognised	(16,007)	-	-	(16,007)
Changes in models/risk parameters	(720)	149	-	(571)
Amount written-off	-	-	(9,849)	(9,849)
Exchange differences	1,423	-	1,819	3,242
At 31 December 2021	<b>31,279</b>	<b>1,766</b>	<b>124,367</b>	<b>157,412</b>

  

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	23,070	540	118,727	142,337
Transferred to Stage 2	(337)	337	-	-
Net remeasurement of allowances	4,181	965	(534)	4,612
New financial assets originated or purchased	20,856	-	-	20,856
Financial assets derecognised	(10,968)	(81)	(3,357)	(14,406)
Changes in models/risk parameters	(267)	(43)	(659)	(969)
Amount written-off	-	-	(6,942)	(6,942)
Exchange differences	(1,716)	-	46	(1,670)
At 31 December 2020	<b>34,819</b>	<b>1,718</b>	<b>107,281</b>	<b>143,818</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio (cont'd.)**

**(iii) Financial investments at fair value through other comprehensive income ("FVOCI") (cont'd.)**

(a) Movements in the allowances for impairment losses on financial investments at fair value through other comprehensive income are as follows (cont'd.):

	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>Bank</b>				
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	16,676	495	71,056	88,227
Transferred to Stage 1	285	(285)	-	-
Net remeasurement of allowances	(965)	-	25,628	24,663
New financial assets originated or purchased	8,257	-	-	8,257
Financial assets derecognised	(7,202)	-	-	(7,202)
Changes in models/risk parameters	(266)	(6)	-	(272)
Exchange differences	663	-	34	697
At 31 December 2021	<b>17,448</b>	<b>204</b>	<b>96,718</b>	<b>114,370</b>

	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>Bank</b>				
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	13,472	400	81,877	95,749
Transferred to Stage 2	(58)	58	-	-
Net remeasurement of allowances	611	153	(534)	230
New financial assets originated or purchased	8,420	-	-	8,420
Financial assets derecognised	(5,470)	(73)	(3,345)	(8,888)
Changes in models/risk parameters	(351)	(43)	-	(394)
Amount written-off	-	-	(6,942)	(6,942)
Exchange differences	52	-	-	52
At 31 December 2020	<b>16,676</b>	<b>495</b>	<b>71,056</b>	<b>88,227</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio (cont'd.)**

**(iv) Financial investments at amortised cost**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Money market instruments:</b>				
Malaysian Government Securities	9,639,927	8,664,711	9,639,825	8,664,609
Malaysian Government Investment Issues	19,369,681	11,456,207	8,123,415	6,867,868
Foreign Government Securities	2,247,712	1,068,622	-	-
Khazanah Bonds	870,534	1,073,781	44,133	141,493
Cagamas Bonds	50,259	50,259	50,259	50,259
	<b>32,178,113</b>	<b>22,313,580</b>	<b>17,857,632</b>	<b>15,724,229</b>
<b>Unquoted securities:</b>				
<b>In Malaysia:</b>				
Corporate Bonds and Sukuk	26,113,291	20,912,781	20,523,417	20,327,704
<b>Outside Malaysia:</b>				
Corporate Bonds and Sukuk	2,065,136	2,925,090	3,238,386	3,965,708
Government Bonds	1,303,177	872,817	117,307	114,756
	<b>29,481,604</b>	<b>24,710,688</b>	<b>23,879,110</b>	<b>24,408,168</b>
Allowances for impairment losses	<b>(1,127,527)</b>	<b>(548,352)</b>	<b>(161,846)</b>	<b>(275,414)</b>
<b>Total financial investments at amortised cost</b>	<b>60,532,190</b>	<b>46,475,916</b>	<b>41,574,896</b>	<b>39,856,983</b>

(a) Movements in the allowances for impairment losses on financial investments at amortised cost are as follows:

Group	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2021	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	57,578	395,043	95,731	548,352
Transferred to Stage 1	41,742	(41,742)	-	-
Transferred to Stage 2	(256)	256	-	-
Net remeasurement of allowances	(44,940)	1,277	41,255	(2,408)
New financial assets originated or purchased	12,735	-	923,797	936,532
Financial assets derecognised	(9,481)	(352,994)	-	(362,475)
Changes in models/risk parameters	6,491	(43)	-	6,448
Exchange differences	(168)	1,246	-	1,078
At 31 December 2021	<b>63,701</b>	<b>3,043</b>	<b>1,060,783</b>	<b>1,127,527</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A10. Financial Investments Portfolio (cont'd.)**

**(iv) Financial investments at amortised cost (cont'd.)**

(a) Movements in the allowances for impairment losses on financial investments at amortised cost are as follows (cont'd.):

Group	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2020	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	29,061	23,961	91,618	144,640
Transferred to Stage 2	(2,824)	2,824	-	-
Net remeasurement of allowances	19,012	368,573	4,113	391,698
New financial assets originated or purchased	19,667	-	-	19,667
Financial assets derecognised	(7,371)	(103)	-	(7,474)
Changes in models/risk parameters	67	(133)	-	(66)
Exchange differences	(34)	(79)	-	(113)
At 31 December 2020	57,578	395,043	95,731	548,352

  

Bank	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2021	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	16,077	163,606	95,731	275,414
Transferred to Stage 1	41,396	(41,396)	-	-
Net remeasurement of allowances	(34,273)	(1,247)	41,255	5,735
New financial assets originated or purchased	9,588	-	-	9,588
Financial assets derecognised	(8,206)	(122,075)	-	(130,281)
Changes in models/risk parameters	142	(43)	-	99
Exchange differences	45	1,246	-	1,291
At 31 December 2021	24,769	91	136,986	161,846

  

Bank	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2020	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	9,978	23,827	91,618	125,423
Transferred to Stage 2	(945)	945	-	-
Net remeasurement of allowances	2,226	139,154	4,113	145,493
New financial assets originated or purchased	8,308	-	-	8,308
Financial assets derecognised	(3,461)	(103)	-	(3,564)
Changes in models/risk parameters	(6)	(133)	-	(139)
Exchange differences	(23)	(84)	-	(107)
At 31 December 2020	16,077	163,606	95,731	275,414

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing**

	Note	Group		Bank	
		31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Loans, advances and financing to financial institutions	(i)	1,048,566	899,986	30,836,296	30,042,986
Loans, advances and financing to customers	(ii)	540,839,323	511,310,107	209,286,971	199,881,476
		<b>541,887,889</b>	<b>512,210,093</b>	<b>240,123,267</b>	<b>229,924,462</b>
<b>(i) Loans, advances and financing to financial institutions<sup>^</sup>:</b>					
(A) Loans, advances and financing to financial institutions at amortised cost		947,869	906,576	31,569,235	30,490,995
(B) Loans, advances and financing to financial institutions at fair value through other comprehensive income		109,156	-	572,435	-
Gross loans, advances and financing to financial institutions		1,057,025	906,576	32,141,670	30,490,995
Allowances for loans, advances and financing:					
- Stage 1 - 12-month ECL		(8,243)	(6,223)	(29,974)	(21,722)
- Stage 2 - Lifetime ECL not credit impaired		(216)	(367)	(2,138)	(17,223)
- Stage 3 - Lifetime ECL credit impaired		-	-	(1,273,262)	(409,064)
Net loans, advances and financing to financial institutions		1,048,566	899,986	30,836,296	30,042,986
<b>(ii) Loans, advances and financing to customers:</b>					
(A) Loans, advances and financing to customers at fair value through profit or loss		15,491	170,712	15,491	170,712
(B) Loans, advances and financing to customers at fair value through other comprehensive income		21,653,857	16,031,857	18,728,802	13,290,590
(C) Loans, advances and financing to customers at amortised cost		613,113,365	593,837,430	197,741,786	193,755,229
		634,782,713	610,039,999	216,486,079	207,216,531
Unearned interest and income		(82,051,176)	(87,222,999)	(915,563)	(1,139,318)
Gross loans, advances and financing to customers		552,731,537	522,817,000	215,570,516	206,077,213
Allowances for loans, advances and financing:					
- Stage 1 - 12-month ECL		(1,886,989)	(1,994,831)	(775,643)	(856,954)
- Stage 2 - Lifetime ECL not credit impaired		(3,695,297)	(3,376,730)	(1,412,505)	(1,705,204)
- Stage 3 - Lifetime ECL credit impaired		(6,309,928)	(6,135,332)	(4,095,397)	(3,633,579)
Net loans, advances and financing to customers		540,839,323	511,310,107	209,286,971	199,881,476
Net loans, advances and financing	(i) & (ii)	541,887,889	512,210,093	240,123,267	229,924,462

<sup>^</sup> Included in the Bank's loans/financing to financial institutions is financing granted to Maybank Islamic Berhad ("MIB"), a subsidiary of the Bank, under a government financing scheme as part of the government support measures in response to COVID-19 pandemic for the purpose of SME lending amounting to RM973.3 million (31 December 2020: RM945.9 million), and under the Restricted Profit-Sharing Investment Account ("RPSIA") amounting to RM29,725.6 million net of expected credit losses (31 December 2020: RM28,997.4 million). The RPSIA is a contract based on the Mudharabah principle between two parties to finance a financing where the Bank acts as the investor who solely provides capital to MIB whereas the business venture is managed solely by MIB as an entrepreneur. The profit of the business venture is shared between both parties based on pre-agreed ratios. Losses, if any, are borne by the Bank.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>(iii) Loans, advances and financing to financial institutions and customers</b>				
Loans/financing to financial institutions	1,057,025	906,576	32,141,670	30,490,995
Overdrafts/cashline	17,809,595	19,065,309	6,447,758	7,481,675
Term loans:				
- Housing loans/financing	185,322,915	174,145,515	44,671,995	43,022,417
- Syndicated loans/financing	52,118,452	50,214,403	43,522,330	40,563,771
- Hire purchase receivables	76,148,332	75,607,626	10,873,609	13,009,452
- Lease receivables	1,029,886	521,253	-	-
- Other loans/financing	207,782,092	207,218,162	59,927,412	61,901,874
Credit card receivables	8,877,535	8,664,565	5,851,168	5,652,016
Bills receivables	6,252,903	2,718,711	5,793,747	2,189,748
Trust receipts	4,207,267	2,716,310	3,507,009	2,189,538
Claims on customers under acceptance credits	10,551,268	9,302,357	4,834,880	4,259,393
Revolving credits	52,871,447	49,360,283	27,947,802	24,244,977
Share margin financing	7,871,901	5,960,978	2,567,777	2,135,038
Staff loans	3,860,282	3,721,072	539,226	565,441
Loans to:				
- Directors of the Bank	4,019	4,489	1,263	1,120
- Directors of subsidiaries	6,562	5,954	96	69
Others	68,257	813,012	7	2
	<b>635,839,738</b>	610,946,575	<b>248,627,749</b>	237,707,526
Unearned interest and income	<b>(82,051,176)</b>	(87,222,999)	<b>(915,563)</b>	(1,139,318)
Gross loans, advances and financing	<b>553,788,562</b>	523,723,576	<b>247,712,186</b>	236,568,208
Allowances for loans, advances and financing:				
- Stage 1 - 12-month ECL	(1,895,232)	(2,001,054)	(805,617)	(878,676)
- Stage 2 - Lifetime ECL not credit impaired	(3,695,513)	(3,377,097)	(1,414,643)	(1,722,427)
- Stage 3 - Lifetime ECL credit impaired	(6,309,928)	(6,135,332)	(5,368,659)	(4,042,643)
Net loans, advances and financing	<b>541,887,889</b>	512,210,093	<b>240,123,267</b>	229,924,462

**(iv) Loans, advances and financing analysed by type of customers are as follows:**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Domestic banking institutions	1,090,278	901,894	32,118,949	30,490,995
Domestic non-banking financial institutions	19,985,288	18,364,255	15,651,093	13,654,089
Domestic business enterprises:				
- Small and medium enterprises	67,809,914	61,403,405	27,570,169	25,363,794
- Others	117,257,373	116,540,316	64,111,866	64,623,343
Government and statutory bodies	15,065,405	16,260,952	102,106	116,564
Individuals	277,550,234	262,645,679	65,225,562	66,284,495
Other domestic entities	12,292,479	11,961,524	3,425,920	2,778,440
Foreign entities	42,737,591	35,645,551	39,506,521	33,256,488
Gross loans, advances and financing	<b>553,788,562</b>	523,723,576	<b>247,712,186</b>	236,568,208



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

**(v) Loans, advances and financing analysed by geographical locations are as follows:**

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Malaysia	340,633,110	326,828,279	154,888,231	152,682,615
Singapore	136,157,869	122,904,956	57,977,104	52,187,746
Indonesia	30,870,702	31,151,046	-	-
Labuan Offshore	11,540,974	14,486,857	11,540,974	14,486,857
Hong Kong SAR	14,367,088	11,673,338	13,861,026	10,698,916
United States of America	1,126,746	810,455	1,126,159	809,890
People's Republic of China	5,306,726	2,943,282	5,306,726	2,943,282
Vietnam	1,954,215	1,257,994	1,224,596	921,657
United Kingdom	1,056,921	1,033,429	1,056,921	1,033,429
Brunei	517,548	533,429	517,548	533,429
Cambodia	3,629,703	3,138,433	-	-
Philippines	4,171,922	5,153,819	-	-
Thailand	2,242,137	1,537,872	-	-
Laos	54,531	68,927	54,531	68,927
Myanmar	158,370	201,460	158,370	201,460
Gross loans, advances and financing	<b>553,788,562</b>	<b>523,723,576</b>	<b>247,712,186</b>	<b>236,568,208</b>

**(vi) Loans, advances and financing analysed by interest/profit rate sensitivity are as follows:**

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Fixed rate:				
- Housing loans/financing	27,783,089	21,686,920	424,293	439,894
- Hire purchase receivables	57,178,522	58,098,807	9,167,701	11,043,302
- Other fixed rate loans/financing	67,819,622	68,698,013	53,731,713	51,067,697
Variable rate:				
- Base lending/financing rate/ base rate plus	213,944,494	206,192,623	78,167,458	75,789,317
- Cost plus	52,608,877	57,502,327	36,365,974	43,262,247
- Other variable rates	134,453,958	111,544,886	69,855,047	54,965,751
Gross loans, advances and financing	<b>553,788,562</b>	<b>523,723,576</b>	<b>247,712,186</b>	<b>236,568,208</b>

**(vii) Loans, advances and financing analysed by economic purpose are as follows:**

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Purchase of securities	38,584,740	36,337,689	7,552,785	7,199,018
Purchase of transport vehicles	68,721,416	68,521,829	8,838,525	10,932,965
Purchase of landed properties:				
- Residential	149,867,083	134,192,016	43,575,151	41,585,622
- Non-residential	39,236,803	40,258,823	15,537,724	17,448,919
Purchase of fixed assets (excluding landed properties)	3,425,397	3,522,105	2,686,077	2,838,799
Personal use	9,426,126	11,533,431	3,817,592	4,476,932
Credit card	8,987,387	8,701,661	5,883,705	5,654,347
Purchase of consumer durables	6,031	9,715	5,511	9,369
Constructions	17,481,085	16,482,318	10,065,843	9,061,197
Mergers and acquisitions	1,679,119	1,467,097	1,168,183	1,460,384
Working capital	179,145,946	163,786,319	120,876,904	105,602,857
Others	37,227,429	38,910,573	27,704,186	30,297,799
Gross loans, advances and financing	<b>553,788,562</b>	<b>523,723,576</b>	<b>247,712,186</b>	<b>236,568,208</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(viii) The maturity profile of loans, advances and financing are as follows:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Within one year	131,580,713	115,325,443	80,486,946	67,488,355
One year to three years	54,245,220	55,128,115	38,560,663	40,521,401
Three years to five years	66,393,177	52,964,359	33,574,289	24,256,065
After five years	301,569,452	300,305,659	95,090,288	104,302,387
Gross loans, advances and financing	<b>553,788,562</b>	<b>523,723,576</b>	<b>247,712,186</b>	<b>236,568,208</b>

(ix) Movements in impaired loans, advances and financing ("impaired loans") are as follows:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
At 1 January	11,674,491	13,857,936	7,120,298	8,825,195
Impaired during the financial year	4,738,499	3,899,391	6,261,789	1,398,869
Reclassified as non-impaired	(527,676)	(1,126,502)	(189,905)	(330,357)
Amount recovered	(2,229,305)	(1,766,812)	(1,216,200)	(760,065)
Amount written-off	(3,052,183)	(3,485,303)	(2,220,193)	(2,311,501)
Exchange differences	439,707	295,781	347,914	298,157
Gross impaired loans at 31 December	11,043,533	11,674,491	10,103,703	7,120,298
Less: Stage 3 - Lifetime ECL credit impaired	(6,426,566)	(6,208,777)	(5,485,297)	(4,116,088)
Net impaired loans at 31 December	<b>4,616,967</b>	<b>5,465,714</b>	<b>4,618,406</b>	<b>3,004,210</b>

Calculation of ratio of net impaired loans:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Gross impaired loans at 31 December (excluding financing funded by Investment Account*)	10,979,801	11,586,572	10,103,703	7,120,298
Less: Stage 3 - Lifetime ECL credit impaired	(6,426,566)	(6,208,777)	(5,485,297)	(4,116,088)
Net impaired loans	<b>4,553,235</b>	<b>5,377,795</b>	<b>4,618,406</b>	<b>3,004,210</b>
Gross loans, advances and financing	553,788,562	523,723,576	247,712,186	236,568,208
Less: Funded by Investment Account*	(28,720,799)	(23,840,796)	-	-
Less: Allowances for loans, advances and financing at fair value through other comprehensive income and at amortised cost	(12,359,557)	(12,404,277)	(8,045,502)	(7,530,386)
Net loans, advances and financing	<b>512,708,206</b>	<b>487,478,503</b>	<b>239,666,684</b>	<b>229,037,822</b>
Ratio of net impaired loans	<b>0.89%</b>	1.10%	<b>1.93%</b>	1.31%

\*In the books of Maybank Islamic Berhad, a wholly-owned subsidiary of the Bank.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(x) Impaired loans, advances and financing by economic purpose are as follows:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Purchase of securities	66,100	144,436	8,244	16,428
Purchase of transport vehicles	386,319	543,608	58,727	94,880
Purchase of landed properties:				
- Residential	933,740	1,178,937	295,117	375,072
- Non-residential	415,060	515,602	159,874	214,484
Purchase of fixed assets (excluding landed properties)	544,711	1,427,124	532,943	1,413,945
Personal use	165,432	257,705	92,697	162,320
Credit card	61,937	65,846	21,832	24,064
Purchase of consumer durables	3,553	6,659	3,551	6,657
Constructions	1,361,798	950,179	1,288,430	859,978
Working capital	6,752,548	5,606,863	7,509,586	3,220,169
Others	352,335	977,532	132,702	732,301
Gross impaired loans, advances and financing	<b>11,043,533</b>	11,674,491	<b>10,103,703</b>	7,120,298

(xi) Impaired loans, advances and financing by geographical distribution are as follows:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Malaysia	4,069,286	5,063,672	5,639,384	3,191,060
Singapore	2,257,333	3,834,761	1,825,988	3,258,461
Indonesia	1,572,988	1,567,942	-	-
Labuan Offshore	27,802	70,755	27,802	70,755
Hong Kong SAR	1,875,164	132,863	1,867,305	124,744
United States of America	636,443	209,065	635,855	208,498
People's Republic of China	26,670	162,307	26,670	162,307
Vietnam	19,757	39,781	19,325	39,193
Brunei	61,345	64,419	61,345	64,419
Cambodia	104,582	67,493	-	-
Philippines	359,765	416,341	-	-
Thailand	32,369	34,487	-	-
Laos	29	861	29	861
Others	-	9,744	-	-
Gross impaired loans, advances and financing	<b>11,043,533</b>	11,674,491	<b>10,103,703</b>	7,120,298

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(xii) Movements in the allowances for impairment losses on loans, advances and financing are as follows:

At fair value through other comprehensive income

Group	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2021	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	40,781	776,568	73,445	890,794
Transferred to Stage 2	(1,963)	1,963	-	-
Net remeasurement of allowances	(2,092)	(501,922)	41,879	(462,135)
New financial assets originated or purchased	24,190	1,345	-	25,535
Financial assets derecognised	(5,069)	(2,494)	(3)	(7,566)
Changes in models/risk parameters	2,798	(5,124)	-	(2,326)
Exchange differences	1,068	12,197	1,317	14,582
At 31 December 2021	59,713	282,533	116,638	458,884

Group	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2020	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	29,184	199,953	417,241	646,378
Transferred to Stage 2	(3,949)	3,949	-	-
Net remeasurement of allowances	(640)	318,891	366,674	684,925
New financial assets originated or purchased	30,411	259,336	-	289,747
Financial assets derecognised	(15,259)	(3,792)	(243,679)	(262,730)
Changes in models/risk parameters	1,833	116	-	1,949
Amount written-off	-	-	(466,034)	(466,034)
Exchange differences	(799)	(1,885)	(757)	(3,441)
At 31 December 2020	40,781	776,568	73,445	890,794

Bank	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2021	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	39,122	774,073	73,445	886,640
Transferred to Stage 2	(1,963)	1,963	-	-
Net remeasurement of allowances	(2,226)	(501,922)	41,879	(462,269)
New financial assets originated or purchased	24,144	1,345	-	25,489
Financial assets derecognised	(4,432)	-	(3)	(4,435)
Changes in models/risk parameters	1,713	(5,124)	-	(3,411)
Exchange differences	1,056	12,196	1,317	14,569
At 31 December 2021	57,414	282,531	116,638	456,583

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(xii) Movements in the allowances for impairment losses on loans, advances and financing are as follows (cont'd.):

At fair value through other comprehensive income (cont'd.)

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
<b>Bank</b>				
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	28,662	197,574	417,241	643,477
Transferred to Stage 2	(3,949)	3,949	-	-
Net remeasurement of allowances	(640)	318,891	366,674	684,925
New financial assets originated or purchased	29,375	259,336	-	288,711
Financial assets derecognised	(15,259)	(3,792)	(243,679)	(262,730)
Changes in models/risk parameters	1,732	-	-	1,732
Amount written-off	-	-	(466,034)	(466,034)
Exchange differences	(799)	(1,885)	(757)	(3,441)
At 31 December 2020	39,122	774,073	73,445	886,640

At amortised cost

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
<b>Group</b>				
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	2,001,054	3,377,097	6,135,332	11,513,483
Transferred to Stage 1	568,185	(521,276)	(46,909)	-
Transferred to Stage 2	(63,690)	130,620	(66,930)	-
Transferred to Stage 3	(15,739)	(405,107)	420,846	-
Net remeasurement of allowances	(667,492)	1,177,562	3,274,612	3,784,682
New financial assets originated or purchased	464,616	277,913	-	742,529
Financial assets derecognised	(347,530)	(343,683)	(438,498)	(1,129,711)
Changes in models/risk parameters	(82,017)	(15,493)	(5,730)	(103,240)
Amount written-off	-	-	(3,052,183)	(3,052,183)
Exchange differences	37,845	17,880	89,388	145,113
At 31 December 2021	1,895,232	3,695,513	6,309,928	11,900,673

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(xii) Movements in the allowances for impairment losses on loans, advances and financing are as follows (cont'd.):

**At amortised cost (cont'd.)**

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	1,435,017	1,865,171	6,767,580	10,067,768
Transferred to Stage 1	449,149	(415,653)	(33,496)	-
Transferred to Stage 2	(78,599)	321,206	(242,607)	-
Transferred to Stage 3	(12,437)	(328,277)	340,714	-
Net remeasurement of allowances	177,035	1,915,961	3,429,617	5,522,613
New financial assets originated or purchased	590,062	432,554	-	1,022,616
Financial assets derecognised	(404,938)	(418,549)	(1,010,020)	(1,833,507)
Changes in models/risk parameters	(144,167)	37,124	3,980	(103,063)
Amount related to RPSIA	-	-	(48,424)	(48,424)
Amount written-off	-	-	(3,019,269)	(3,019,269)
Exchange differences	(10,068)	(32,440)	(52,743)	(95,251)
At 31 December 2020	<b>2,001,054</b>	<b>3,377,097</b>	<b>6,135,332</b>	<b>11,513,483</b>

  

<b>Bank</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	878,676	1,722,427	4,042,643	6,643,746
Transferred to Stage 1	245,303	(224,769)	(20,534)	-
Transferred to Stage 2	(41,939)	72,809	(30,870)	-
Transferred to Stage 3	(4,353)	(382,120)	386,473	-
Net remeasurement of allowances	(274,203)	238,778	2,461,096	2,425,671
New financial assets originated or purchased	177,789	138,616	923,797	1,240,202
Financial assets derecognised	(187,596)	(149,996)	(234,487)	(572,079)
Changes in models/risk parameters	(21,617)	(8,388)	-	(30,005)
Amount written-off	-	-	(2,220,193)	(2,220,193)
Exchange differences	33,557	7,286	60,734	101,577
At 31 December 2021	<b>805,617</b>	<b>1,414,643</b>	<b>5,368,659</b>	<b>7,588,919</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A11. Loans, Advances and Financing (cont'd.)**

(xii) Movements in the allowances for impairment losses on loans, advances and financing are as follows (cont'd.):

At amortised cost (cont'd.)

Bank	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
As at 31 December 2020	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	525,812	875,388	4,669,093	6,070,293
Transferred to Stage 1	166,049	(156,329)	(9,720)	-
Transferred to Stage 2	(38,511)	74,309	(35,798)	-
Transferred to Stage 3	(8,007)	(183,947)	191,954	-
Net remeasurement of allowances	186,733	1,143,203	1,831,599	3,161,535
New financial assets originated or purchased	320,032	222,242	-	542,274
Financial assets derecognised	(238,886)	(233,783)	(764,113)	(1,236,782)
Changes in models/risk parameters	(27,043)	8,211	-	(18,832)
Amount written-off	-	-	(1,845,467)	(1,845,467)
Exchange differences	(7,503)	(26,867)	5,095	(29,275)
At 31 December 2020	<u>878,676</u>	<u>1,722,427</u>	<u>4,042,643</u>	<u>6,643,746</u>

**A12. Reinsurance/Retakaful Assets and Other Insurance Receivables**

	Note	Group	
		31 December 2021	31 December 2020
		RM'000	RM'000
Reinsurance/retakaful assets	(i)	<b>6,627,633</b>	5,045,832
Other insurance receivables	(ii)	<b>888,231</b>	732,749
		<u><b>7,515,864</b></u>	<u>5,778,581</u>

(i) Reinsurance/retakaful assets		Group	
		31 December 2021	31 December 2020
		RM'000	RM'000
Reinsurers' share of:		<b>5,531,574</b>	4,590,468
Life insurance contract liabilities		<b>1,482,527</b>	480,310
General insurance contract liabilities		<b>4,049,047</b>	4,110,158
Retakaful operators' share of:		<b>1,096,262</b>	474,578
Family takaful certificate liabilities		<b>234,672</b>	162,130
General takaful certificate liabilities		<b>861,590</b>	312,448
Allowances for impairment losses	(iii)	<b>(203)</b>	(19,214)
		<u><b>6,627,633</b></u>	<u>5,045,832</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A12. Reinsurance/Retakaful Assets and Other Insurance Receivables (cont'd.)**

	Group	
	31 December 2021 RM'000	31 December 2020 RM'000
<b>(ii) Other insurance receivables</b>		
Due premium including agents/brokers and co-insurers balances	659,929	639,008
Due from reinsurers and cedants/retakaful operators	228,740	131,640
	<b>888,669</b>	<b>770,648</b>
Allowances for impairment losses	(iii) (438)	(37,899)
	<b>888,231</b>	<b>732,749</b>

**(iii) Movements in the allowances for impairment losses on reinsurance/retakaful assets and other insurance receivables:**

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
<b>Group As at 31 December 2021</b>				<b>RM'000</b>
At 1 January 2021	57,113	-	-	57,113
Net remeasurement of allowances	(57,995)	-	-	(57,995)
Exchange differences	1,523	-	-	1,523
At 31 December 2021	<b>641</b>	<b>-</b>	<b>-</b>	<b>641</b>

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
<b>Group As at 31 December 2020</b>				<b>RM'000</b>
At 1 January 2020	42,751	-	-	42,751
Net remeasurement of allowances	13,108	-	-	13,108
Exchange differences	1,254	-	-	1,254
At 31 December 2020	<b>57,113</b>	<b>-</b>	<b>-</b>	<b>57,113</b>



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A13. Other Assets**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Other debtors, net of allowances for impairment losses	5,033,283	5,631,409	3,216,537	3,928,749
Amount due from brokers and clients	2,061,444	2,943,008	-	-
Prepayments and deposits	995,590	1,167,957	235,873	159,353
Tax recoverable	197,263	148,569	69,620	-
Foreclosed properties	357,351	345,931	28,500	28,500
	<b>8,644,931</b>	<b>10,236,874</b>	<b>3,550,530</b>	<b>4,116,602</b>

**A14. Deposits from Customers**

**(i) By type of deposit**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Fixed deposits and negotiable instruments of deposits				
- One year or less	233,544,960	236,489,723	127,977,754	119,594,928
- More than one year	12,752,220	16,387,002	420,033	1,224,903
	<b>246,297,180</b>	<b>252,876,725</b>	<b>128,397,787</b>	<b>120,819,831</b>
Money market deposits	75,523,563	73,678,562	14,045,234	12,355,003
Savings deposits	105,162,188	92,157,487	38,181,815	33,763,701
Demand deposits	161,984,702	137,636,598	95,934,030	83,086,800
	<b>588,967,633</b>	<b>556,349,372</b>	<b>276,558,866</b>	<b>250,025,335</b>

**(ii) By type of customer**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Business enterprises	253,898,708	232,438,733	156,633,879	134,459,714
Individuals	231,757,428	231,305,676	89,838,354	84,669,685
Government and statutory bodies	50,930,448	46,151,797	12,509,753	12,831,965
Others	52,381,049	46,453,166	17,576,880	18,063,971
	<b>588,967,633</b>	<b>556,349,372</b>	<b>276,558,866</b>	<b>250,025,335</b>

**(iii) The maturity profile of fixed deposits and negotiable instruments of deposits are as follows:**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Within six months	186,915,920	186,092,752	107,535,754	98,146,714
Six months to one year	46,629,040	50,396,971	20,442,000	21,448,214
One year to three years	12,557,566	15,839,042	355,248	1,163,363
Three years to five years	194,654	547,960	64,785	61,540
	<b>246,297,180</b>	<b>252,876,725</b>	<b>128,397,787</b>	<b>120,819,831</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A15. Deposits and Placements from Financial Institutions**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Licensed banks	33,040,036	32,147,684	39,648,349	30,935,440
Licensed finance companies	58,061	603,389	58,061	603,389
Licensed investment banks	1,065,182	986,576	1,065,182	986,576
Other financial institutions	2,419,794	4,141,217	795,918	2,194,710
	<b>36,583,073</b>	<b>37,878,866</b>	<b>41,567,510</b>	<b>34,720,115</b>

The maturity profile of deposits and placements from financial institutions are as follows:

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
One year or less	31,166,943	33,194,515	38,095,733	33,968,995
More than one year	5,416,130	4,684,351	3,471,777	751,120
	<b>36,583,073</b>	<b>37,878,866</b>	<b>41,567,510</b>	<b>34,720,115</b>

**A16. Financial Liabilities at Fair Value Through Profit or Loss ("FVTPL")**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Structured deposits</b>	<b>40,988</b>	-	<b>40,988</b>	-
<b>Borrowings</b>				
Unsecured				
Medium Term Notes				
- More than one year				
Denominated in:				
- USD	10,655,978	10,161,921	10,655,978	10,161,921
Total financial liabilities at fair value through profit or loss	<b>10,696,966</b>	10,161,921	<b>10,696,966</b>	10,161,921

The carrying amounts of both structured deposits and borrowings designated at FVTPL of the Group and of the Bank as at 31 December 2021 were RM41,001,000 (2020: nil) and RM11,741,134,000 (2020: RM10,451,802,000) respectively. The fair value changes of the financial liabilities at FVTPL that are attributable to the changes in own credit risk are not significant.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A17. Borrowings, Subordinated Obligations and Capital Securities**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>(i) Borrowings</b>				
Secured				
(a) Borrowings				
- Less than one year				
Denominated in:				
- IDR	423,655	14,296	-	-
	<b>423,655</b>	<b>14,296</b>	<b>-</b>	<b>-</b>
- More than one year				
Denominated in:				
- IDR	1,574,695	2,062,856	-	-
	<b>1,574,695</b>	<b>2,062,856</b>	<b>-</b>	<b>-</b>
Total secured borrowings	<b>1,998,350</b>	<b>2,077,152</b>	<b>-</b>	<b>-</b>
Unsecured				
(a) Borrowings				
- Less than one year				
Denominated in:				
- USD	1,320,350	5,884,816	625,800	5,840,621
- CNY	1,361,245	-	1,361,245	-
- SGD	2,410,865	1,020,472	1,105,780	1,020,472
- THB	1,691,320	1,425,133	-	-
- HKD	-	176,184	-	176,184
- IDR	47,181	44,959	-	-
- VND	56	-	-	-
- PHP	3,274	-	-	-
- AUD	-	773,724	-	773,724
- RM	247	2,830,790	247	2,830,790
	<b>6,834,538</b>	<b>12,156,078</b>	<b>3,093,072</b>	<b>10,641,791</b>
- More than one year				
Denominated in:				
- USD	832,823	1,467,065	-	764,815
- IDR	685,068	668,135	-	-
- CNY	208,669	-	208,669	-
- JPY	761	1,145	-	-
- RM (Note (a))	2,459,126	1,614,483	2,459,126	1,614,483
	<b>4,186,447</b>	<b>3,750,828</b>	<b>2,667,795</b>	<b>2,379,298</b>

Note (a): Included in the borrowings is the amount received by the Group and the Bank under government financing scheme as part of the government support measure in response amounting to COVID-19 pandemic of RM1,609,126,000 (31 December 2020: RM1,564,483,000) for the purpose of SME lending at a below market rate with a six-year maturity to be repaid on 17 June 2026. The financing under the government scheme is for lending at concession rates to SMEs and for COVID-19 related relief measures.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A17. Borrowings, Subordinated Obligations and Capital Securities (cont'd.)**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>(i) Borrowings (cont'd.)</b>				
Unsecured (cont'd.)				
(b) Medium Term Notes				
- Less than one year				
Denominated in:				
- USD	555,727	80,865	555,727	80,865
- HKD	1,174,757	931,825	1,174,757	931,825
- SGD	687	686	687	686
- JPY	2,312,040	-	2,312,040	-
- AUD	145,376	-	145,376	-
- CNH	1,726,372	17,588	1,726,372	17,588
- CNY	664,819	8,621	664,819	8,621
- CHF	-	452,172	-	452,172
- RM	359	750	359	750
	<b>6,580,137</b>	<b>1,492,507</b>	<b>6,580,137</b>	<b>1,492,507</b>
- More than one year				
Denominated in:				
- USD	8,640,606	8,629,473	8,640,606	8,629,473
- HKD	1,807,414	2,190,257	1,807,414	2,190,257
- JPY	3,473,520	5,827,903	3,473,520	5,827,903
- AUD	526,282	420,279	526,282	420,279
- CNH	1,501,058	939,057	1,501,058	939,057
- CNY	-	613,690	-	613,690
	<b>15,948,880</b>	<b>18,620,659</b>	<b>15,948,880</b>	<b>18,620,659</b>
Total unsecured borrowings	<b>33,550,002</b>	<b>36,020,072</b>	<b>28,289,884</b>	<b>33,134,255</b>
Total borrowings	<b>35,548,352</b>	<b>38,097,224</b>	<b>28,289,884</b>	<b>33,134,255</b>
	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>(ii) Subordinated Obligations</b>				
Unsecured				
- More than one year				
Denominated in:				
- RM	10,142,389	6,787,309	9,827,722	6,787,309
- USD	-	2,021,330	-	2,021,330
- IDR	96,888	159,192	-	-
	<b>10,239,277</b>	<b>8,967,831</b>	<b>9,827,722</b>	<b>8,808,639</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A17. Borrowings, Subordinated Obligations and Capital Securities (cont'd.)**

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
<b>(iii) Capital Securities</b>				
Unsecured				
- More than one year				
Denominated in:				
- RM	<u>2,827,832</u>	2,827,793	<u>2,827,832</u>	2,827,793
	<u>2,827,832</u>	<u>2,827,793</u>	<u>2,827,832</u>	<u>2,827,793</u>

**A18. Insurance/Takaful Contract Liabilities and Other Insurance Payables**

Group	Note	31 December 2021 RM'000	31 December 2020 RM'000
Insurance/takaful contract liabilities	(i)	41,110,740	36,830,150
Other insurance payables	(ii)	<u>982,875</u>	864,615
		<u>42,093,615</u>	<u>37,694,765</u>

**(i) Insurance/takaful contract liabilities**

	Gross contract liabilities RM'000	Reinsurance/ retakaful assets RM'000	Net contract liabilities RM'000
<b>At 31 December 2021</b>			
Life insurance/family takaful	33,054,544	(1,717,199)	31,337,345
General insurance/general takaful	<u>8,056,196</u>	<u>(4,910,434)</u>	<u>3,145,762</u>
	<u>41,110,740</u>	<u>(6,627,633)</u>	<u>34,483,107</u>
<b>At 31 December 2020</b>			
Life insurance/family takaful	29,529,240	(642,440)	28,886,800
General insurance/general takaful	7,300,910	(4,403,392)	2,897,518
	<u>36,830,150</u>	<u>(5,045,832)</u>	<u>31,784,318</u>

**(ii) Other insurance payables**

	31 December 2021 RM'000	31 December 2020 RM'000
Due to agents and intermediaries	195,140	218,840
Due to reinsurers and cedants	688,580	604,582
Due to retakaful operators	<u>99,155</u>	41,193
	<u>982,875</u>	<u>864,615</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A19. Other Liabilities**

	Note	Group		Bank	
		31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Amount due to brokers and clients		6,614,605	4,918,837	-	-
Deposits, other creditors and accruals		10,431,573	11,214,207	7,837,308	6,895,028
Defined benefit pension plans		554,914	542,947	-	-
Provisions for commitments and contingencies		56,996	75,798	26,196	27,880
Allowances for impairment losses on loan commitments and financial guarantee contracts	(i)	287,372	247,147	184,562	164,194
Lease liabilities		1,127,829	1,178,902	541,348	410,438
Structured deposits		2,428,807	2,850,077	293,108	312,527
		<b>21,502,096</b>	<b>21,027,915</b>	<b>8,882,522</b>	<b>7,810,067</b>

(i) Movements in the allowances for impairment losses on loan commitments and financial guarantee contracts are as follows:

Group	Stage 1	Stage 2	Stage 3	Total
	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
<b>As at 31 December 2021</b>				<b>RM'000</b>
At 1 January 2021	97,130	61,222	88,795	247,147
Transferred to Stage 1	10,946	(10,727)	(219)	-
Transferred to Stage 2	(2,714)	2,720	(6)	-
Transferred to Stage 3	(221)	(220)	441	-
Net remeasurement of allowances	(46,292)	(1,440)	16,669	(31,063)
New credit exposures originated or purchased	99,672	42,978	-	142,650
Credit exposures derecognised	(31,514)	(27,174)	(15,291)	(73,979)
Changes in models/risk parameters	495	(176)	(197)	122
Exchange differences	458	1,632	405	2,495
At 31 December 2021	<b>127,960</b>	<b>68,815</b>	<b>90,597</b>	<b>287,372</b>
Group	Stage 1	Stage 2	Stage 3	Total
As at 31 December 2020	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
At 1 January 2020	92,086	108,132	478,014	678,232
Transferred to Stage 1	11,741	(11,520)	(221)	-
Transferred to Stage 2	(7,727)	7,989	(262)	-
Transferred to Stage 3	(133)	(287)	420	-
Net remeasurement of allowances	(9,304)	(39,803)	(88,402)	(137,509)
New credit exposures originated or purchased	42,500	15,675	-	58,175
Credit exposures derecognised	(31,246)	(19,931)	(301,212)	(352,389)
Changes in models/risk parameters	(738)	1,043	13	318
Exchange differences	(49)	(76)	445	320
At 31 December 2020	<b>97,130</b>	<b>61,222</b>	<b>88,795</b>	<b>247,147</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A19. Other Liabilities (cont'd.)**

(i) **Movements in the allowances for impairment losses on loan commitments and financial guarantee contracts are as follows (cont'd.):**

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
<b>Bank</b>				
<b>As at 31 December 2021</b>				<b>RM'000</b>
At 1 January 2021	42,445	37,100	84,649	164,194
Transferred to Stage 1	1,110	(1,110)	-	-
Transferred to Stage 2	(2,217)	2,217	-	-
Transferred to Stage 3	-	(50)	50	-
Net remeasurement of allowances	(16,280)	(3,763)	2,135	(17,908)
New credit exposures originated or purchased	59,976	31,944	-	91,920
Credit exposures derecognised	(17,182)	(23,051)	(14,384)	(54,617)
Changes in models/risk parameters	(285)	(2)	-	(287)
Exchange differences	(336)	1,377	219	1,260
At 31 December 2021	<b>67,231</b>	<b>44,662</b>	<b>72,669</b>	<b>184,562</b>
	Stage 1	Stage 2	Stage 3	
	12-month ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total RM'000
<b>Bank</b>				
<b>As at 31 December 2020</b>				<b>RM'000</b>
At 1 January 2020	48,324	99,999	469,725	618,048
Transferred to Stage 1	1,456	(1,456)	-	-
Transferred to Stage 2	(673)	820	(147)	-
Transferred to Stage 3	(46)	(13)	59	-
Net remeasurement of allowances	(8,292)	(59,070)	(93,006)	(160,368)
New credit exposures originated or purchased	19,966	9,219	-	29,185
Credit exposures derecognised	(18,903)	(12,689)	(292,563)	(324,155)
Changes in models/risk parameters	86	545	-	631
Exchange differences	527	(255)	581	853
At 31 December 2020	<b>42,445</b>	<b>37,100</b>	<b>84,649</b>	<b>164,194</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A20. Other Reserves**

The breakdown and movement of other reserves are as follows:

<u>Group</u>	<===== Non-Distributable =====>				
	Capital Reserve RM'000	Revaluation Reserve RM'000	Defined Benefit Reserve RM'000	Hedge Reserve RM'000	Total Other Reserves RM'000
<b>At 1 January 2021</b>	12,092	(2,712)	28,069	(350,250)	(312,801)
Other comprehensive income/(loss)	820	-	21,354	(10,497)	11,677
Defined benefit plan actuarial gain	-	-	21,354	-	21,354
Net loss on net investment hedge	-	-	-	(4,687)	(4,687)
Cost of hedging for fair value hedge	-	-	-	(5,810)	(5,810)
Net gain on capital reserve	820	-	-	-	820
<b>Total comprehensive income/(loss) for the financial year</b>	<b>820</b>	<b>-</b>	<b>21,354</b>	<b>(10,497)</b>	<b>11,677</b>
<b>At 31 December 2021</b>	<b>12,912</b>	<b>(2,712)</b>	<b>49,423</b>	<b>(360,747)</b>	<b>(301,124)</b>

<u>Group</u>	<===== Non-Distributable =====>				
	Capital Reserve RM'000	Revaluation Reserve RM'000	Defined Benefit Reserve RM'000	Hedge Reserve RM'000	Total Other Reserves RM'000
<b>At 1 January 2020</b>	14,244	(2,712)	21,141	(366,322)	(333,649)
Other comprehensive (loss)/income	(2,152)	-	6,928	16,072	20,848
Defined benefit plan actuarial gain	-	-	6,928	-	6,928
Net gain on net investment hedge	-	-	-	2,922	2,922
Cost of hedging for fair value hedge	-	-	-	13,150	13,150
Net loss on capital reserve	(2,152)	-	-	-	(2,152)
<b>Total comprehensive (loss)/income for the financial year</b>	<b>(2,152)</b>	<b>-</b>	<b>6,928</b>	<b>16,072</b>	<b>20,848</b>
<b>At 31 December 2020</b>	<b>12,092</b>	<b>(2,712)</b>	<b>28,069</b>	<b>(350,250)</b>	<b>(312,801)</b>



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A21. Interest Income**

Group	Unaudited		Audited	
	Fourth Quarter Ended 31 December 2021 RM'000	31 December 2020 RM'000	Cumulative 12 Months Ended 31 December 2021 RM'000	31 December 2020 RM'000
Loans, advances and financing (Note (a))	<b>2,960,683</b>	2,999,732	<b>11,800,749</b>	13,601,081
Money at call and deposits and placements with financial institutions	<b>77,449</b>	73,365	<b>339,253</b>	439,373
Financial assets purchased under resale agreements	<b>13,344</b>	54,284	<b>111,234</b>	258,263
Financial assets at FVTPL	<b>246,002</b>	265,842	<b>1,014,957</b>	1,090,594
Financial investments at FVOCI	<b>719,761</b>	695,173	<b>2,833,927</b>	2,831,750
Financial investments at amortised cost	<b>336,218</b>	325,219	<b>1,281,830</b>	1,198,124
	<b>4,353,457</b>	4,413,615	<b>17,381,950</b>	19,419,185
Amortisation of premiums, net	<b>(58,779)</b>	(43,245)	<b>(176,692)</b>	(68,421)
	<b>4,294,678</b>	4,370,370	<b>17,205,258</b>	19,350,764

  

Bank	Unaudited		Audited	
	Fourth Quarter Ended 31 December 2021 RM'000	31 December 2020 RM'000	Cumulative 12 Months Ended 31 December 2021 RM'000	31 December 2020 RM'000
Loans, advances and financing (Note (a))	<b>1,895,761</b>	1,900,326	<b>7,536,746</b>	8,410,182
Money at call and deposits and placements with financial institutions	<b>153,642</b>	71,070	<b>519,800</b>	465,048
Financial assets purchased under resale agreements	<b>6,230</b>	8,467	<b>33,936</b>	99,626
Financial assets at FVTPL	<b>57,053</b>	66,880	<b>259,819</b>	361,139
Financial investments at FVOCI	<b>454,956</b>	515,551	<b>1,869,248</b>	2,169,608
Financial investments at amortised cost	<b>333,956</b>	324,221	<b>1,265,972</b>	1,215,028
	<b>2,901,598</b>	2,886,515	<b>11,485,521</b>	12,720,631
Accretion of discounts, net	<b>24,712</b>	33,371	<b>125,143</b>	238,553
	<b>2,926,310</b>	2,919,886	<b>11,610,664</b>	12,959,184

Included in interest income for the 12 months financial year ended 31 December 2021 was interest on impaired assets amounting to approximately RM240,935,000 (31 December 2020: RM339,413,000) for the Group and RM174,839,000 (31 December 2020: RM242,627,000) for the Bank.

Note (a): Included in interest income on loans, advances and financing was the net effects under government support measures to assist borrowers and customer adversely impacted by COVID-19 in order to sustain their business operations amounting to RM20,016,000 (31 December 2020: RM74,240,000) for the Group and RM20,016,000 (31 December 2020: RM48,979,000) for the Bank.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A22. Interest Expense**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Deposits and placements from financial institutions	73,403	60,728	266,302	549,202
Deposits from customers	789,627	1,097,540	3,425,736	5,573,679
Loans sold to Cagamas	-	-	-	20,755
Obligations on financial assets sold under repurchase agreements	8,038	32,957	48,225	210,856
Borrowings	173,020	201,689	705,816	1,040,371
Subordinated obligations	124,145	125,894	482,435	523,956
Capital securities	29,159	29,159	115,690	116,005
Structured deposits	4,905	7,568	19,855	62,126
Financial liabilities at FVTPL	27,653	31,360	107,154	163,425
	<b>1,229,950</b>	<b>1,586,895</b>	<b>5,171,213</b>	<b>8,260,375</b>

Bank	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Deposits and placements from financial institutions	72,482	63,236	250,171	644,718
Deposits from customers	477,961	556,506	1,921,877	3,039,755
Loans sold to Cagamas	-	-	-	20,755
Obligations on financial assets sold under repurchase agreements	47,839	38,021	170,463	275,118
Borrowings	106,207	123,573	442,097	632,303
Subordinated obligations	98,342	93,582	371,684	408,272
Capital securities	29,159	29,159	115,690	116,005
Structured deposits	1,398	1,955	5,524	8,087
Financial liabilities at FVTPL	27,653	31,360	107,154	163,425
	<b>861,041</b>	<b>937,392</b>	<b>3,384,660</b>	<b>5,308,438</b>

**A23. Net Earned Insurance Premiums**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Gross earned premiums	3,300,101	3,383,745	11,393,382	11,154,401
Premiums ceded to reinsurers	(1,132,530)	(600,972)	(2,546,600)	(1,695,545)
	<b>2,167,571</b>	<b>2,782,773</b>	<b>8,846,782</b>	<b>9,458,856</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A24. Dividends from Subsidiaries and Associates**

	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
<b>Bank</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Gross dividend income from:				
Subsidiaries	177,919	343,217	3,958,663	2,639,337
Associates	-	777	896	777
	<b>177,919</b>	<b>343,994</b>	<b>3,959,559</b>	<b>2,640,114</b>

**A25. Other Operating Income**

	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
<b>Group</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
(a) Fee income:				
Commission	318,486	352,661	1,341,707	1,263,020
Service charges and fees	398,024	450,028	1,537,561	1,349,038
Underwriting fees	8,006	16,730	52,183	31,826
Brokerage income	106,669	126,651	496,111	493,009
Fees on loans, advances and financing	61,341	91,432	210,627	237,004
	<b>892,526</b>	<b>1,037,502</b>	<b>3,638,189</b>	<b>3,373,897</b>
(b) Investment income:				
Net (loss)/gain on disposal of financial assets at FVTPL	(105,039)	(28,893)	(18,524)	16,391
Net gain on disposal of financial investments at FVOCI	44,644	32,893	541,888	1,876,108
Net gain on redemption of financial investments at amortised cost	2	-	20	-
Net gain on disposal/change in structure of deemed controlled structured entities	-	3,128	8,571	3,128
Net loss on liquidation/disposal of subsidiaries	-	(1)	(7,165)	(10,161)
Net loss on dilution of interest in associate	(60,158)	-	(60,158)	-
	<b>(120,551)</b>	<b>7,127</b>	<b>464,632</b>	<b>1,885,466</b>
(c) Gross dividend income from:				
Financial investments portfolio	35,231	23,123	162,374	104,155
(d) Unrealised (loss)/gain on revaluation of:				
Financial assets designated upon initial recognition at FVTPL	(65,935)	(108,083)	(764,225)	282,533
Financial investments at FVTPL	28,019	595,652	(235,829)	483,350
Financial liabilities at FVTPL	(155,799)	52,135	795,287	94,503
Derivatives	9,072	(314,259)	(146,828)	1,013,953
Loans, advances and financing at FVTPL	-	1,480	-	479
	<b>(184,643)</b>	<b>226,925</b>	<b>(351,595)</b>	<b>1,874,818</b>
(e) Other income:				
Foreign exchange gain, net	36,370	283,712	90,976	455,171
Realised gain/(loss) on derivatives	227,587	(173,615)	357,056	(626,940)
Realised loss on financial liabilities at FVTPL	-	-	(138,277)	(87,217)
Rental income	11,780	9,951	45,560	30,547
Gain/(loss) on disposal of property, plant and equipment	699	610	(103)	20,791
Gain/(loss) on disposal of foreclosed properties	7,249	(8,639)	6,037	(14,162)
Fair value adjustments on investments properties	30,412	18,633	30,301	18,522
Others	55,928	76,832	165,520	264,154
	<b>370,025</b>	<b>207,484</b>	<b>557,070</b>	<b>60,866</b>
Total other operating income	<b>992,588</b>	<b>1,502,161</b>	<b>4,470,670</b>	<b>7,299,202</b>

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A25. Other Operating Income (cont'd.)**

	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Bank</b>				
(a) Fee income:				
Commission	216,219	207,246	869,186	786,130
Service charges and fees	213,662	200,134	853,532	792,397
Underwriting fees	2,426	2,736	10,367	12,268
Fees on loans, advances and financing	31,034	84,881	110,311	154,757
	<b>463,341</b>	494,997	<b>1,843,396</b>	1,745,552
(b) Investment income:				
Net (loss)/gain on disposal of financial assets at FVTPL	<b>(38,718)</b>	(41,490)	<b>(23,659)</b>	134,605
Net gain on disposal of financial investments at FVOCI	26,097	26,285	437,716	1,517,671
Net gain on redemption of financial investments at amortised cost	10,778	-	10,796	-
Net gain/(loss) on disposal/change in structure of deemed controlled structured entities	709	(3,275)	34,846	(3,275)
	<b>(1,134)</b>	(18,480)	<b>459,699</b>	1,649,001
(c) Gross dividend income from:				
Financial investments portfolio	620	-	6,189	5,802
(d) Unrealised gain/(loss) on revaluation of:				
Financial investments at FVTPL	3,837	207,411	<b>(81,887)</b>	114,255
Financial liabilities at FVTPL	<b>(155,799)</b>	52,135	<b>795,287</b>	94,503
Derivatives	<b>(7,553)</b>	(253,659)	<b>(487,009)</b>	852,030
Loans, advances and financing at FVTPL	-	1,480	-	479
	<b>(159,515)</b>	7,367	<b>226,391</b>	1,061,267
(e) Other income:				
Foreign exchange (loss)/gain, net	<b>(7,852)</b>	215,029	<b>29,733</b>	315,223
Realised gain/(loss) on derivatives	<b>197,938</b>	(16,630)	<b>393,493</b>	(639,467)
Realised loss on financial liabilities at FVTPL	-	-	<b>(138,277)</b>	(87,217)
Rental income	14,878	14,587	<b>60,552</b>	56,607
(Loss)/gain on disposal of property, plant and equipment	<b>(1)</b>	61	<b>(1,246)</b>	17,279
Others	<b>34,611</b>	11,334	<b>124,982</b>	36,958
	<b>239,574</b>	224,381	<b>469,237</b>	(300,617)
Total other operating income	<b>542,886</b>	708,265	<b>3,004,912</b>	4,161,005

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A26. Net Insurance Benefits and Claims Incurred, Net Fee and Commission Expenses, Change in Expense Liabilities and Taxation of Life and Takaful Fund**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Gross benefits and claims paid	1,970,915	1,161,110	5,499,316	4,105,104
Claims ceded to reinsurers	(749,950)	(213,332)	(1,135,280)	(442,401)
Gross change to contract liabilities	1,927,475	2,023,005	4,353,626	6,760,466
Change in contract liabilities ceded to reinsurers	(1,336,073)	(592,584)	(1,544,320)	(1,565,281)
<b>Net insurance benefits and claims incurred</b>	<b>1,812,367</b>	<b>2,378,199</b>	<b>7,173,342</b>	<b>8,857,888</b>
Net fee and commission expenses	61,609	48,387	317,680	284,481
Change in expense liabilities	4,224	(2,124)	(21,357)	28,562
Taxation of life and takaful fund	5,465	4,420	6,034	49,872
<b>Net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund</b>	<b>71,298</b>	<b>50,683</b>	<b>302,357</b>	<b>362,915</b>
<b>Total net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund</b>	<b>1,883,665</b>	<b>2,428,882</b>	<b>7,475,699</b>	<b>9,220,803</b>

**A27. Overhead Expenses**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
(a) Personnel expenses				
Salaries, allowances and bonuses	1,315,302	1,195,870	5,202,312	4,999,856
Social security cost	11,606	10,407	45,670	43,999
Retirement costs	154,171	144,082	621,217	594,817
ESGP expenses	14,102	24,260	98,193	80,775
Other staff related expenses	197,655	236,063	840,786	843,742
	<b>1,692,836</b>	<b>1,610,682</b>	<b>6,808,178</b>	<b>6,563,189</b>
(b) Establishment costs				
Depreciation of property, plant and equipment	76,087	80,737	299,986	311,984
Depreciation of right-of-use assets	108,704	113,140	448,564	450,736
Amortisation of intangible assets	67,648	73,704	282,724	286,899
Rental of leasehold land and premises	7,417	6,878	26,906	30,408
Repairs and maintenance of property, plant and equipment	44,343	46,377	172,773	173,040
Information technology expenses	138,244	163,302	609,215	563,795
Finance cost on lease liabilities	7,906	2,504	41,011	49,769
Others	21,637	6,844	37,340	25,826
	<b>471,986</b>	<b>493,486</b>	<b>1,918,519</b>	<b>1,892,457</b>
(c) Marketing expenses				
Advertisement and publicity	63,180	36,030	163,843	120,957
Others	84,631	69,782	267,005	254,129
	<b>147,811</b>	<b>105,812</b>	<b>430,848</b>	<b>375,086</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A27. Overhead Expenses (cont'd.)**

Group (cont'd.)	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
(d) Administration and general expenses				
Fees and brokerage	280,021	283,564	1,020,842	1,000,292
Administrative expenses	148,365	162,156	573,798	586,528
General expenses	207,649	200,040	730,741	787,740
Others	6,089	13,414	35,613	16,614
	<b>642,124</b>	<b>659,174</b>	<b>2,360,994</b>	<b>2,391,174</b>
Total overhead expenses	<b>2,954,757</b>	<b>2,869,154</b>	<b>11,518,539</b>	<b>11,221,906</b>
<b>Cost to income ratio ("CIR")<sup>1</sup></b>	<b>46.9%</b>	<b>45.5%</b>	<b>45.3%</b>	<b>45.3%</b>

<sup>1</sup> Cost to income ratio ("CIR") is computed using the total cost over the net operating income. Total cost of the Group is the total overhead expenses, excluding amortisation of intangible assets for Maybank IBG Holdings Limited. Income refers to net operating income amount as disclosed on the face of income statements.

Bank	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
(a) Personnel expenses				
Salaries, allowances and bonuses	664,927	656,859	2,683,736	2,567,911
Social security cost	5,672	5,449	22,855	22,141
Retirement costs	97,878	98,149	402,579	382,915
ESGP expenses	9,195	13,260	53,736	42,627
Other staff related expenses	109,282	114,313	429,693	414,163
	<b>886,954</b>	<b>888,030</b>	<b>3,592,599</b>	<b>3,429,757</b>
(b) Establishment costs				
Depreciation of property, plant and equipment	20,219	24,572	89,545	101,097
Depreciation of right-of-use assets	27,262	26,929	110,589	113,197
Amortisation of intangible assets	16,773	14,039	64,499	56,520
Rental of leasehold land and premises	2,506	1,573	7,879	7,265
Repairs and maintenance of property, plant and equipment	21,415	23,325	84,737	77,125
Information technology expenses	231,228	261,573	932,454	891,927
Finance cost on lease liabilities	3,133	2,148	13,021	13,550
Others	3,501	1,258	9,321	3,332
	<b>326,037</b>	<b>355,417</b>	<b>1,312,045</b>	<b>1,264,013</b>
(c) Marketing expenses				
Advertisement and publicity	34,526	20,346	77,572	52,179
Others	48,710	25,549	124,891	110,688
	<b>83,236</b>	<b>45,895</b>	<b>202,463</b>	<b>162,867</b>
(d) Administration and general expenses				
Fees and brokerage	182,579	232,027	654,053	697,599
Administrative expenses	35,952	41,508	174,003	187,359
General expenses	85,235	88,341	302,638	280,497
Others	607	6,062	4,928	9,258
	<b>304,373</b>	<b>367,938</b>	<b>1,135,622</b>	<b>1,174,713</b>
(e) Overhead expenses allocated to subsidiaries, net	<b>(347,540)</b>	<b>(315,548)</b>	<b>(1,219,834)</b>	<b>(1,247,162)</b>
Total overhead expenses	<b>1,253,060</b>	<b>1,341,732</b>	<b>5,022,895</b>	<b>4,784,188</b>
<b>Cost to income ratio ("CIR")<sup>2</sup></b>	<b>45.0%</b>	<b>44.2%</b>	<b>33.1%</b>	<b>33.1%</b>

<sup>2</sup> Cost to income ratio ("CIR") is computed using the total cost over the net operating income.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A28. Allowances for Impairment Losses on Loans, Advances, Financing and Other Debts, net**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
(Writeback of)/allowances for impairment losses on loans, advances and financing:				
- Stage 1 - 12-month ECL, net	(320,410)	330,229	(590,235)	235,549
- Stage 2 - Lifetime ECL not credit impaired, net	(1,061,593)	748,466	602,292	2,498,625
- Stage 3 - Lifetime ECL credit impaired, net	1,604,022	155,486	2,873,441	2,156,971
Bad debts and financing written-off	33,886	25,827	83,094	93,880
Bad debts and financing recovered	(102,506)	(168,177)	(324,721)	(397,700)
Allowances for impairment losses on other debts	3,884	1,459	14,670	11,256
	<b>157,283</b>	<b>1,093,290</b>	<b>2,658,541</b>	<b>4,598,581</b>

Bank	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
(Writeback of)/allowances for impairment losses on loans, advances and financing:				
- Stage 1 - 12-month ECL, net	(164,962)	185,234	(260,199)	248,901
- Stage 2 - Lifetime ECL not credit impaired, net	(1,409,379)	340,270	(281,563)	1,652,313
- Stage 3 - Lifetime ECL credit impaired, net	2,442,578	(205,429)	3,180,033	804,912
Bad debts and financing written-off	23,721	16,971	56,589	65,844
Bad debts and financing recovered	(51,597)	(95,192)	(141,920)	(214,952)
Allowances for impairment losses on other debts	119	776	1,444	1,257
	<b>840,480</b>	<b>242,630</b>	<b>2,554,384</b>	<b>2,558,275</b>

**A29. Allowances for/(writeback of) Impairment Losses on Financial Investments, net**

Group	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Financial investments at fair value through other comprehensive income				
- Stage 1 - 12-month ECL, net	1,682	(2,704)	(5,779)	13,802
- Stage 2 - Lifetime ECL not credit impaired, net	(146)	(545)	864	841
- Stage 3 - Lifetime ECL credit impaired, net	8,936	(702)	25,116	(4,550)
Net	<b>10,472</b>	<b>(3,951)</b>	<b>20,201</b>	<b>10,093</b>
Financial investments at amortised cost				
- Stage 1 - 12-month ECL, net	(39,770)	17,897	(35,195)	31,375
- Stage 2 - Lifetime ECL not credit impaired, net	(427,181)	346,082	(351,760)	368,337
- Stage 3 - Lifetime ECL credit impaired, net	921,614	8,524	965,052	4,113
Net	<b>454,663</b>	<b>372,503</b>	<b>578,097</b>	<b>403,825</b>
	<b>465,135</b>	<b>368,552</b>	<b>598,298</b>	<b>413,918</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A29. Allowances for/(writeback of) Impairment Losses on Financial Investments, net (cont'd.)**

	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
Bank	RM'000	RM'000	RM'000	RM'000
Financial investments at fair value through other comprehensive income				
- Stage 1 - 12-month ECL, net	1,122	(539)	(176)	3,210
- Stage 2 - Lifetime ECL not credit impaired, net	67	(1,218)	(6)	37
- Stage 3 - Lifetime ECL credit impaired, net	9,033	(89)	25,628	(3,879)
Net	<u>10,222</u>	<u>(1,846)</u>	<u>25,446</u>	<u>(632)</u>
Financial investments at amortised cost				
- Stage 1 - 12-month ECL, net	(34,418)	1,494	(32,749)	7,067
- Stage 2 - Lifetime ECL not credit impaired, net	3,815	120,159	(123,365)	138,918
- Stage 3 - Lifetime ECL credit impaired, net	(2,183)	8,524	41,255	4,113
Net	<u>(32,786)</u>	<u>130,177</u>	<u>(114,859)</u>	<u>150,098</u>
	<u>(22,564)</u>	<u>128,331</u>	<u>(89,413)</u>	<u>149,466</u>

**A30. Allowances for/(writeback of) Impairment Losses on Other Financial Assets and Goodwill, net**

	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
Group	RM'000	RM'000	RM'000	RM'000
(a) Other financial assets				
Cash and short-term funds				
- Stage 1 - 12-month ECL, net	3,664	715	7,031	(4,313)
Net	<u>3,664</u>	<u>715</u>	<u>7,031</u>	<u>(4,313)</u>
Deposits and placements with financial institutions				
- Stage 1 - 12-month ECL, net	1,689	(29,286)	(1,453)	(21,503)
Net	<u>1,689</u>	<u>(29,286)</u>	<u>(1,453)</u>	<u>(21,503)</u>
Financial assets purchased under resale agreements				
- Stage 1 - 12-month ECL, net	243	7,228	60	4,760
Net	<u>243</u>	<u>7,228</u>	<u>60</u>	<u>4,760</u>
Reinsurance/retakaful assets and other insurance receivables				
- Stage 1 - 12-month ECL, net	(27,826)	(192)	(57,995)	13,108
Net	<u>(27,826)</u>	<u>(192)</u>	<u>(57,995)</u>	<u>13,108</u>
Other assets				
- Stage 1 - 12-month ECL, net	871	(2,531)	348	(806)
- Stage 2 - Lifetime ECL not credit impaired	9	(24)	12	(13)
- Stage 3 - Lifetime ECL credit impaired	14,258	61,334	(28,463)	64,974
Net	<u>15,138</u>	<u>58,779</u>	<u>(28,103)</u>	<u>64,155</u>
Statutory deposit with central banks				
- Stage 1 - 12-month ECL, net	(442)	261	(462)	1,534
Net	<u>(442)</u>	<u>261</u>	<u>(462)</u>	<u>1,534</u>
	<u>(7,534)</u>	<u>37,505</u>	<u>(80,922)</u>	<u>57,741</u>
(b) Goodwill				
Impairment of goodwill	53,529	23,271	53,529	23,271
	<u>45,995</u>	<u>60,776</u>	<u>(27,393)</u>	<u>81,012</u>



**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A30. Allowances for/(writeback of) Impairment Losses on Other Financial Assets and Goodwill, net (cont'd.)**

	Unaudited		Audited	
	Fourth Quarter Ended 31 December 2021 RM'000	31 December 2020 RM'000	Cumulative 12 Months Ended 31 December 2021 RM'000	31 December 2020 RM'000
<b>Bank</b>				
(a) Other financial assets				
Cash and short-term funds				
- Stage 1 - 12-month ECL, net	3,722	(41)	5,267	(5,808)
Net	<u>3,722</u>	<u>(41)</u>	<u>5,267</u>	<u>(5,808)</u>
Deposits and placements with financial institutions				
- Stage 1 - 12-month ECL, net	(544)	(21,876)	383	(19,233)
Net	<u>(544)</u>	<u>(21,876)</u>	<u>383</u>	<u>(19,233)</u>
Financial assets purchased under resale agreements				
- Stage 1 - 12-month ECL, net	(55)	1,295	(1,575)	1,279
Net	<u>(55)</u>	<u>1,295</u>	<u>(1,575)</u>	<u>1,279</u>
Other assets				
- Stage 3 - Lifetime ECL credit impaired	892	49,214	(45,426)	54,688
Net	<u>892</u>	<u>49,214</u>	<u>(45,426)</u>	<u>54,688</u>
	<u>4,015</u>	<u>28,592</u>	<u>(41,351)</u>	<u>30,926</u>

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A31. Segment Information**

**By business segments**

The Group's operating segments are Group Community Financial Services, Group Global Banking and Group Insurance and Takaful. The Group determines and presents operating segments based on information provided to the Board and senior management of the Group.

The Group is organised into three (3) operating segments based on services and products available within the Group as follows:

(a) Group Community Financial Services ("CFS")

(i) Consumer Banking

Consumer Banking comprises the full range of products and services offered to individuals in the region, which includes savings and fixed deposits, remittance services, current accounts, consumer loans such as housing loans and personal loans, hire purchases, unit trusts, bancassurance products and credit cards.

(ii) Small, Medium Enterprise ("SME") Banking

SME Banking comprises the full range of products and services offered to small and medium enterprises in the region. The products and services offered include long-term loans such as project financing, short-term credit such as overdrafts and trade financing, and fee-based services such as cash management and custodian services.

(iii) Business Banking

Business Banking comprises the full range of products and services offered to commercial enterprises in the region. The products and services offered include long-term loans such as project financing, short-term credit such as overdrafts and trade financing, and fee-based services such as cash management and custodian services.

(b) Group Global Banking ("GB")

(i) Group Corporate Banking and Global Markets

Group Corporate Banking and Global Markets comprise of Corporate Banking and Global Markets businesses.

Corporate Banking comprises the full range of products and services offered to business customers in the region, ranging from large corporate and the public sector. The products and services offered include long-term loans such as project financing, short-term credit such as overdrafts and trade financing, and fee-based services.

Global Markets comprise the full range of products and services relating to treasury activities and services, which includes foreign exchange, money market, derivatives and trading of capital market.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A31. Segment Information (cont'd.)**

**By business segments (cont'd.)**

(b) Group Global Banking ("GB") (cont'd.)

(ii) Group Investment Banking

Investment Banking comprises the investment banking and securities broking business. This segment focuses on business needs of mainly large corporate customers and financial institutions. The products and services offered to customers include corporate advisory services, bond issuance, equity issuance, syndicated acquisition advisory services, debt restructuring advisory services, and share and futures dealings.

(iii) Group Asset Management

Asset Management comprises the asset and fund management services, providing a diverse range of Conventional and Islamic investment solutions to retail, corporate and institutional clients.

(c) Group Insurance and Takaful

Insurance and Takaful comprise the business of underwriting all classes of general and life insurance businesses, offshore investment life insurance business, general takaful and family takaful businesses.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A31. Segment Information (cont'd.)**

**By business segments (cont'd.)**

	<===== Business Segments =====>							
	<===== Group Global Banking =====>						Head Office and Others RM'000	Total RM'000
	Group Community Financial Services RM'000	Group Corporate Banking & Global Markets RM'000	Group Investment Banking RM'000	Group Asset Management RM'000	Group Insurance and Takaful RM'000	Group		
<b>Twelve-Month Ended 31 December 2021</b>								
Net interest income:								
- External	7,031,576	4,152,026	316,385	202	1,317,978	(784,122)	12,034,045	
- Inter-segment	-	-	(11,566)	2,202	57,967	(48,603)	-	
	<u>7,031,576</u>	<u>4,152,026</u>	<u>304,819</u>	<u>2,404</u>	<u>1,375,945</u>	<u>(832,725)</u>	<u>12,034,045</u>	
Net interest income	7,031,576	4,152,026	304,819	2,404	1,375,945	(832,725)	12,034,045	
Income from IBS operations	4,235,520	1,980,925	55,849	-	-	1,300,305	7,572,599	
Net earned insurance premiums	-	-	-	-	8,846,782	-	8,846,782	
Other operating income/(loss)	2,785,640	2,039,806	1,194,658	117,414	(562,373)	(1,104,475)	4,470,670	
Total operating income	<u>14,052,736</u>	<u>8,172,757</u>	<u>1,555,326</u>	<u>119,818</u>	<u>9,660,354</u>	<u>(636,895)</u>	<u>32,924,096</u>	
Net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund	-	-	-	-	(7,752,187)	276,488	(7,475,699)	
Net operating income	<u>14,052,736</u>	<u>8,172,757</u>	<u>1,555,326</u>	<u>119,818</u>	<u>1,908,167</u>	<u>(360,407)</u>	<u>25,448,397</u>	
Overhead expenses	(7,461,089)	(1,914,936)	(989,386)	(146,036)	(1,007,092)	-	(11,518,539)	
Operating profit/(loss) before impairment losses	<u>6,591,647</u>	<u>6,257,821</u>	<u>565,940</u>	<u>(26,218)</u>	<u>901,075</u>	<u>(360,407)</u>	<u>13,929,858</u>	
Allowances for impairment losses on loans, advances, financing and other debts, net	(839,549)	(1,809,672)	(5,514)	(69)	(3,737)	-	(2,658,541)	
(Allowances for)/writeback of impairment losses on financial investments, net	-	(598,602)	-	-	304	-	(598,298)	
Writeback of/(allowances for) impairment losses on other financial assets and goodwill, net	725	37,700	(25,179)	(20,168)	34,315	-	27,393	
Operating profit/(loss)	<u>5,752,823</u>	<u>3,887,247</u>	<u>535,247</u>	<u>(46,455)</u>	<u>931,957</u>	<u>(360,407)</u>	<u>10,700,412</u>	
Share of profits in associates and joint ventures	-	183,441	2,742	-	-	-	186,183	
<b>Profit/(loss) before taxation and zakat</b>	<u>5,752,823</u>	<u>4,070,688</u>	<u>537,989</u>	<u>(46,455)</u>	<u>931,957</u>	<u>(360,407)</u>	<u>10,886,595</u>	
Taxation and zakat							(2,565,080)	
<b>Profit after taxation and zakat</b>							<u>8,321,515</u>	
Non-controlling interests							(225,286)	
<b>Profit for the financial year attributable to equity holders of the Bank</b>							<u>8,096,229</u>	

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A31. Segment Information (cont'd.)**

**By business segments (cont'd.)**

	<===== Business Segments =====>						Head Office and Others RM'000	Total RM'000
	<===== Group Global Banking =====>					Group Insurance and Takaful RM'000		
	Group Community Financial Services RM'000	Group Corporate Banking & Global Markets RM'000	Group Investment Banking RM'000	Group Asset Management RM'000	Group RM'000			
<b>Twelve-Month Ended 31 December 2021 (cont'd.)</b>								
<b>Included in other operating income are:</b>								
Fee income:								
Commission	1,262,826	100,733	92,537	47,637	-	(162,026)	1,341,707	
Service charges and fees	883,241	314,214	274,845	147,088	52,900	(134,727)	1,537,561	
Underwriting fees	-	10,367	41,816	-	-	-	52,183	
Brokerage income	-	-	496,111	-	-	-	496,111	
Fees on loans, advances and financing	68,298	147,885	1,617	-	-	(7,173)	210,627	
Fee income from IBS operations	312,956	130,151	53,871	-	-	7,481	504,459	
<b>Included in overhead expenses are:</b>								
Depreciation of property, plant and equipment	(194,237)	(49,198)	(33,419)	(499)	(22,633)	-	(299,986)	
Depreciation of right-of-use assets	(274,760)	(98,194)	(49,559)	(3,909)	(22,142)	-	(448,564)	
Amortisation of intangible assets	(194,161)	(52,542)	(5,418)	-	(30,603)	-	(282,724)	

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A31. Segment Information (cont'd.)**

**By business segments (cont'd.)**

	<===== Business Segments =====>						Total RM'000
	<===== Group Global Banking =====>						
Twelve-Month Ended 31 December 2020	Group Community Financial Services RM'000	Group Corporate Banking & Global Markets RM'000	Group Investment Banking RM'000	Group Asset Management RM'000	Group Insurance and Takaful RM'000	Head Office and Others RM'000	
Net interest income:							
- External	6,947,974	4,191,030	245,232	268	1,164,890	(1,459,005)	11,090,389
- Inter-segment	-	-	(3,180)	2,024	95,511	(94,355)	-
	<u>6,947,974</u>	<u>4,191,030</u>	<u>242,052</u>	<u>2,292</u>	<u>1,260,401</u>	<u>(1,553,360)</u>	<u>11,090,389</u>
Net interest income	6,947,974	4,191,030	242,052	2,292	1,260,401	(1,553,360)	11,090,389
Income from IBS operations	3,315,495	1,578,693	74,882	-	-	1,166,512	6,135,582
Net earned insurance premiums	-	-	-	-	9,458,856	-	9,458,856
Other operating income/(loss)	2,650,453	2,977,525	1,211,179	141,586	821,931	(503,472)	7,299,202
Total operating income	<u>12,913,922</u>	<u>8,747,248</u>	<u>1,528,113</u>	<u>143,878</u>	<u>11,541,188</u>	<u>(890,320)</u>	<u>33,984,029</u>
Net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund	-	-	-	-	(9,559,623)	338,820	(9,220,803)
Net operating income	<u>12,913,922</u>	<u>8,747,248</u>	<u>1,528,113</u>	<u>143,878</u>	<u>1,981,565</u>	<u>(551,500)</u>	<u>24,763,226</u>
Overhead expenses	(7,260,028)	(1,900,132)	(1,007,286)	(110,163)	(944,297)	-	(11,221,906)
Operating profit/(loss) before impairment losses	<u>5,653,894</u>	<u>6,847,116</u>	<u>520,827</u>	<u>33,715</u>	<u>1,037,268</u>	<u>(551,500)</u>	<u>13,541,320</u>
Allowances for impairment losses on loans, advances, financing and other debts, net	(1,986,793)	(2,604,030)	(1,566)	-	(6,192)	-	(4,598,581)
(Allowances for)/writeback of impairment losses on financial investments, net	(22)	(412,864)	255	-	(1,287)	-	(413,918)
Allowances for impairment losses on other financial assets and goodwill, net	(62)	(31,575)	(15,635)	(4)	(33,736)	-	(81,012)
Operating profit/(loss)	<u>3,667,017</u>	<u>3,798,647</u>	<u>503,881</u>	<u>33,711</u>	<u>996,053</u>	<u>(551,500)</u>	<u>8,447,809</u>
Share of profits/(loss) in associates and joint ventures	-	209,305	(158)	-	-	-	209,147
<b>Profit(loss) before taxation and zakat</b>	<u>3,667,017</u>	<u>4,007,952</u>	<u>503,723</u>	<u>33,711</u>	<u>996,053</u>	<u>(551,500)</u>	<u>8,656,956</u>
Taxation and zakat							(1,937,877)
<b>Profit after taxation and zakat</b>							<u>6,719,079</u>
Non-controlling interests							(237,860)
<b>Profit for the financial year attributable to equity holders of the Bank</b>							<u>6,481,219</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A31. Segment Information (cont'd.)**

**By business segments (cont'd.)**

	<===== Business Segments =====>						Head Office and Others RM'000	Total RM'000
	<===== Group Global Banking =====>							
	Group Community Financial Services RM'000	Group Corporate Banking & Global Markets RM'000	Group Investment Banking RM'000	Group Asset Management RM'000	Group Insurance and Takaful RM'000	Group Insurance and Takaful RM'000		
<b>Twelve-Month Ended 31 December 2020 (cont'd.)</b>								
<b>Included in other operating income are:</b>								
Fee income:								
Commission	1,169,210	114,001	35,190	45,259	-	(100,640)	1,263,020	
Service charges and fees	802,742	296,061	233,908	130,303	(1,855)	(112,121)	1,349,038	
Underwriting fees	-	12,268	19,558	-	-	-	31,826	
Brokerage income	-	-	493,009	-	-	-	493,009	
Fees on loans, advances and financing	69,356	168,479	1,794	-	-	(2,625)	237,004	
Fee income from IBS operations	326,415	100,129	55,159	-	-	(48,930)	432,773	
<b>Included in overhead expenses are:</b>								
Depreciation of property, plant and equipment	(197,309)	(53,757)	(37,600)	(530)	(22,788)	-	(311,984)	
Depreciation of right-of-use assets	(267,666)	(101,574)	(55,216)	(2,561)	(23,719)	-	(450,736)	
Amortisation of intangible assets	(192,614)	(54,929)	(11,878)	(219)	(27,259)	-	(286,899)	

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A32. Carrying Amount of Revalued Assets**

The Group's and the Bank's property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. There was no change in the valuation of property and equipment that were brought forward from the previous audited annual financial statements for the financial year ended 31 December 2020.

**A33. Subsequent Events**

There were no material events subsequent to the reporting date, other than as disclosed in Note A8(ii) and B6.

**A34. Changes in the Composition of the Group**

There were no significant changes to the composition of the Group during the fourth quarter and 12 months financial year ended 31 December 2021.

**A35. Commitments and Contingencies**

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

The risk-weighted exposures of the Group and of the Bank as at the following reporting dates are as follows:

Group	As at 31 December 2021			As at 31 December 2020		
	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000
<b><u>Contingent liabilities</u></b>						
Direct credit substitutes	11,386,443	9,619,014	6,400,730	10,940,746	9,408,679	6,667,779
Certain transaction-related contingent items	14,816,515	7,262,583	4,741,385	14,338,122	6,901,117	4,717,191
Short-term self-liquidating trade-related contingencies	2,952,705	890,772	645,486	2,788,743	715,672	419,682
	<b>29,155,663</b>	<b>17,772,369</b>	<b>11,787,601</b>	<b>28,067,611</b>	<b>17,025,468</b>	<b>11,804,652</b>
<b><u>Commitments</u></b>						
Irrevocable commitments to extend credit:						
- Maturity within one year	129,335,651	13,257,239	3,931,088	128,087,058	13,806,768	4,562,969
- Maturity exceeding one year	39,274,129	59,103,741	27,255,730	39,195,697	55,482,054	26,617,515
	<b>168,609,780</b>	<b>72,360,980</b>	<b>31,186,818</b>	<b>167,282,755</b>	<b>69,288,822</b>	<b>31,180,484</b>
Miscellaneous commitments and contingencies	12,253,800	650,577	372,009	5,728,133	986,226	371,132
Total credit-related commitments and contingencies	<b>210,019,243</b>	<b>90,783,926</b>	<b>43,346,428</b>	<b>201,078,499</b>	<b>87,300,516</b>	<b>43,356,268</b>
<b><u>Derivative financial instruments</u></b>						
Foreign exchange related contracts:						
- Less than one year	406,901,770	5,124,226	1,439,215	544,059,314	8,706,925	1,529,800
- One year to less than five years	32,254,202	2,283,685	818,744	30,742,568	2,619,230	1,315,007
- Five years and above	7,414,755	981,044	449,263	6,596,360	958,528	335,022
	<b>446,570,727</b>	<b>8,388,955</b>	<b>2,707,222</b>	<b>581,398,242</b>	<b>12,284,683</b>	<b>3,179,829</b>
Interest rate related contracts:						
- Less than one year	131,875,702	115,485	76,531	186,361,268	72,980	32,188
- One year to less than five years	244,244,756	1,012,901	533,451	221,399,527	1,504,867	852,397
- Five years and above	133,976,298	2,407,964	1,755,954	109,622,660	2,168,784	1,403,142
	<b>510,096,756</b>	<b>3,536,350</b>	<b>2,365,936</b>	<b>517,383,455</b>	<b>3,746,631</b>	<b>2,287,727</b>



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A35. Commitments and Contingencies (cont'd.)**

The risk-weighted exposures of the Group and of the Bank as at the following reporting dates are as follows (cont'd.):

	As at 31 December 2021			As at 31 December 2020		
	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000
<b>Group (cont'd.)</b>						
<b><u>Derivative financial instruments</u></b>						
<b><u>(cont'd.)</u></b>						
Equity and commodity related contracts:						
- Less than one year	7,599,599	557,541	186,778	5,383,643	245,702	101,334
- One year to less than five years	1,916,907	213,117	80,496	65,390	13,880	12,253
	<b>9,516,506</b>	<b>770,658</b>	<b>267,274</b>	<b>5,449,033</b>	<b>259,582</b>	<b>113,587</b>
Credit related contracts:						
- Less than one year	40,813	-	-	75,360	-	-
Total treasury-related commitments and contingencies	<b>966,224,802</b>	<b>12,695,963</b>	<b>5,340,432</b>	<b>1,104,306,090</b>	<b>16,290,896</b>	<b>5,581,143</b>
Total commitments and contingencies	<b>1,176,244,045</b>	<b>103,479,889</b>	<b>48,686,860</b>	<b>1,305,384,589</b>	<b>103,591,412</b>	<b>48,937,411</b>
<b>Bank</b>						
<b><u>Contingent liabilities</u></b>						
Direct credit substitutes	7,968,344	6,834,520	4,452,694	7,466,677	6,041,129	3,990,003
Certain transaction-related contingent items	11,208,136	5,453,689	3,494,294	11,506,071	5,475,238	3,806,228
Short-term self-liquidating trade-related contingencies	2,038,008	639,758	474,809	2,092,315	478,043	223,572
	<b>21,214,488</b>	<b>12,927,967</b>	<b>8,421,797</b>	<b>21,065,063</b>	<b>11,994,410</b>	<b>8,019,803</b>
<b><u>Commitments</u></b>						
Irrevocable commitments to extend credit:						
- Maturity within one year	81,611,263	6,463,689	1,502,091	83,806,525	6,955,310	1,897,783
- Maturity exceeding one year	18,805,027	35,418,448	18,005,342	17,828,264	34,888,721	18,252,090
	<b>100,416,290</b>	<b>41,882,137</b>	<b>19,507,433</b>	<b>101,634,789</b>	<b>41,844,031</b>	<b>20,149,873</b>
Miscellaneous commitments and contingencies	7,930,317	923,855	426,129	3,294,116	1,855,264	545,148
Total credit-related commitments and contingencies	<b>129,561,095</b>	<b>55,733,959</b>	<b>28,355,359</b>	<b>125,993,968</b>	<b>55,693,705</b>	<b>28,714,824</b>
<b><u>Derivative financial instruments</u></b>						
Foreign exchange related contracts:						
- Less than one year	398,004,700	4,821,371	1,324,841	545,723,025	8,429,411	1,377,250
- One year to less than five years	32,658,597	2,072,603	664,243	29,651,424	2,470,975	1,146,587
- Five years and above	6,574,929	853,229	378,197	5,673,466	828,538	203,181
	<b>437,238,226</b>	<b>7,747,203</b>	<b>2,367,281</b>	<b>581,047,915</b>	<b>11,728,924</b>	<b>2,727,018</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A35. Commitments and Contingencies (cont'd.)**

The risk-weighted exposures of the Group and of the Bank as at the following reporting dates are as follows (cont'd.):

	As at 31 December 2021			As at 31 December 2020		
	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000	Full commitment RM'000	Credit equivalent amount* RM'000	Risk- weighted amount* RM'000
<b>Bank (cont'd.)</b>						
<b><u>Derivative financial instruments</u></b> <b><u>(cont'd.)</u></b>						
Interest rate related contracts:						
- Less than one year	131,208,314	55,878	39,177	185,732,911	72,296	31,673
- One year to less than five years	244,654,457	903,682	435,953	221,822,106	1,323,301	680,533
- Five years and above	132,982,456	2,407,679	1,755,705	109,622,660	2,168,036	1,402,488
	<b>508,845,227</b>	<b>3,367,239</b>	<b>2,230,835</b>	<b>517,177,677</b>	<b>3,563,633</b>	<b>2,114,694</b>
Equity and commodity related contracts:						
- Less than one year	3,577,332	380,774	153,304	1,499,709	154,587	66,484
- One year to less than five years	1,916,907	213,117	80,496	65,390	13,880	12,253
	<b>5,494,239</b>	<b>593,891</b>	<b>233,800</b>	<b>1,565,099</b>	<b>168,467</b>	<b>78,737</b>
Credit related contracts:						
- Less than one year	40,813	-	-	75,360	-	-
Total treasury-related commitments and contingencies	<b>951,618,505</b>	<b>11,708,333</b>	<b>4,831,916</b>	<b>1,099,866,051</b>	<b>15,461,024</b>	<b>4,920,449</b>
Total commitments and contingencies	<b>1,081,179,600</b>	<b>67,442,292</b>	<b>33,187,275</b>	<b>1,225,860,019</b>	<b>71,154,729</b>	<b>33,635,273</b>

\* The credit equivalent amount and the risk-weighted amount are derived from using the credit conversion factors and risk-weights respectively as specified by Bank Negara Malaysia for regulatory capital adequacy purposes.

(i) The Group's and the Bank's derivative financial instruments are subject to market, credit and liquidity risks, as follows:

Market Risk

Market risk on derivatives is the potential loss to the value of these contracts due to changes in price of the underlying items such as equities, interest rates, foreign exchange rates, credit spreads, commodities or other indices. The notional or contractual amounts provide only the volume of transactions outstanding at the reporting date and do not represent the amount at risk. Exposure to market risk may be reduced through offsetting items from on and off-balance sheet positions.

Credit Risk

Credit risk arises from the possibility that a counterparty may be unable to meet the terms of a contract in which the Bank and certain subsidiaries have a gain position. As at 31 December 2021, the amount of credit risk in the Group, measured in terms of the cost to replace the profitable contracts, was RM12,757.5 million (31 December 2020: RM19,908.0 million). 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.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A35. Commitments and Contingencies (cont'd.)**

- (ii) 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 derivative financial contracts; and
  - (c) The related accounting policies.

**A36. Capital Adequacy**

**(a) Capital Adequacy Framework**

- (i) Bank Negara Malaysia ("BNM") had on 9 December 2020 issued the Capital Adequacy Framework (Capital Components) and Capital Adequacy Framework for Islamic Banks (Capital Components) on the computation of capital and capital adequacy ratios for Conventional banks and Islamic banks respectively. All financial institutions shall hold and maintain at all times, the following minimum capital adequacy ratios:

Common Equity Tier 1 (CET1) Capital Ratio	Tier 1 Capital Ratio	Total Capital Ratio
4.5%*	6.0%	8.0%

\* In addition, BNM had introduced Capital Conservation Buffer of 2.5% of total risk-weighted assets ("RWA") as well as Countercyclical Capital Buffer ranging between 0% - 2.5% of total RWA.

- (ii) Total RWA is calculated as the sum of credit RWA, market RWA, operational RWA and large exposure risk requirements as determined in accordance with the Capital Adequacy Framework (Basel II - Risk-Weighted Assets) and Capital Adequacy Framework for Islamic Banks (Risk-Weighted Assets) both issued by BNM on 3 May 2019 for Conventional banks and Islamic banks respectively.

Any exposures which are deducted in the calculation of CET1 Capital, Tier 1 Capital and Total Capital are not subjected to any further capital charges in the computation of RWA.

**(b) Compliance and application of capital adequacy ratios**

The capital adequacy ratios of the Group and of the Bank are computed in accordance with BNM's Capital Adequacy Framework (Capital Components) issued on 9 December 2020 and Capital Adequacy Framework (Basel II - Risk-Weighted Assets) issued on 3 May 2019. The total RWA are computed based on the following approaches:

- (A) Credit risk under Internal Ratings-Based Approach and Standardised Approach;
- (B) Market risk under Standardised Approach; and
- (C) Operational risk under Basic Indicator Approach.

On an entity level basis, the computation of capital adequacy ratios of the subsidiaries of the Group are as follows:

- (i) For Maybank Islamic Berhad, the computation of capital adequacy ratios are based on BNM's Capital Adequacy Framework for Islamic Banks (Capital Components) issued on 9 December 2020 and Capital Adequacy Framework for Islamic Banks (Risk-Weighted Assets) issued on 3 May 2019. The total RWA are computed based on the following approaches:

- (A) Credit risk under Internal Ratings-Based Approach and Standardised Approach;
- (B) Market risk under Standardised Approach; and
- (C) Operational risk under Basic Indicator Approach.

The minimum regulatory capital adequacy requirements for CET1, Tier 1 and Total Capital are 4.5%, 6.0% and 8.0% of total RWA for the financial year ended 31 December 2021 (2020: 4.5%, 6.0% and 8.0% of total RWA).

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No. : 196001000142)**  
**(Incorporated in Malaysia)**

**A36. Capital Adequacy (cont'd.)**

**(b) Compliance and application of capital adequacy ratios (cont'd.)**

(ii) For Maybank Investment Bank Berhad, the computation of capital adequacy ratios are based on BNM's Capital Adequacy Framework (Capital Components) issued on 9 December 2020 and Capital Adequacy Framework (Basel II - Risk-Weighted Assets) issued on 3 May 2019. The total RWA are computed based on the following approaches:

- (A) Credit risk under Standardised Approach;
- (B) Market risk under Standardised Approach; and
- (C) Operational risk under Basic Indicator Approach.

The minimum regulatory capital adequacy requirements for CET1, Tier 1 and Total Capital are 4.5%, 6.0% and 8.0% of total RWA for the financial year ended 31 December 2021 (2020: 4.5%, 6.0% and 8.0% of total RWA).

(iii) For PT Bank Maybank Indonesia Tbk, the computation of capital adequacy ratios are in accordance with local requirements, which is based on the Basel II capital accord. The total RWA are computed based on the following approaches:

- (A) Credit risk under Standardised Approach;
- (B) Market risk under Standardised Approach; and
- (C) Operational risk under Basic Indicator Approach.

The minimum regulatory capital adequacy requirement for PT Bank Maybank Indonesia Tbk for the financial year ended 31 December 2021 is 9% up to less than 10% (2020: 9% up to less than 10%) of total RWA.

(iv) For Maybank Singapore Limited, the computation of capital adequacy ratios are based on MAS Notice 637 dated 14 September 2012 (last revised on 2 December 2021) issued by the Monetary Authority of Singapore ("MAS"). The total RWA are computed based on the following approaches:

- (A) Credit risk under Internal Ratings-Based Approach and Standardised Approach;
- (B) Market risk under Standardised Approach;
- (C) Operational risk under Basic Indicator Approach; and
- (D) Capital floor adjustment to RWA under MAS Notice 637.

The minimum regulatory capital adequacy requirements for CET1, Tier 1 and Total Capital are 6.5%, 8.0% and 10.0% of total RWA for the financial year ended 31 December 2021 (2020: 6.5%, 8.0% and 10.0% of total RWA).

**(c) The capital adequacy ratios of the Group and of the Bank**

With effect from 30 June 2013, the amount of declared dividend to be deducted in the calculation of CET1 Capital under a DRP shall be determined in accordance with BNM's Implementation Guidance on Capital Adequacy Framework (Capital Components) ("Implementation Guidance") issued on 8 May 2013. Under the said Implementation Guidance, where a portion of the dividend may be reinvested under a DRP (the electable portion), the amount of declared dividend to be deducted in the calculation of CET1 Capital may be reduced as follows:

- (i) where an irrevocable written undertaking from shareholder has been obtained to reinvest the electable portion of the dividend; or
- (ii) where there is no irrevocable written undertaking provided, the average of the preceding 3-year take-up rates subject to the amount being not more than 50% of the total electable portion of the dividend.

In respect of the financial year ended 31 December 2021, the Bank has declared a single-tier second interim dividend of 30.0 sen per ordinary share subsequent to financial year end, which consists of a cash portion of 22.5 sen and an electable portion of 7.5 sen per ordinary share. The electable portion can be elected to be reinvested by shareholders in new Maybank shares in accordance with the DRP.

In arriving the capital adequacy ratios for the financial year ended 31 December 2021, the single-tier second interim dividend has not been deducted from the calculation of CET1 Capital.

Based on the above, the capital adequacy ratios of the Group and of the Bank are as follows:

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
CET1 Capital Ratio	<b>16.090%</b>	15.313%	<b>15.462%</b>	15.581%
Tier 1 Capital Ratio	<b>16.810%</b>	16.026%	<b>16.223%</b>	16.343%
Total Capital Ratio	<b>19.518%</b>	18.683%	<b>18.785%</b>	18.639%

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A36. Capital Adequacy (cont'd.)**

**(d) Components of capital:**

	Group		Bank	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>CET1 Capital</b>				
Share capital	53,156,473	48,280,355	53,156,473	48,280,355
Retained profits <sup>1</sup>	22,116,695	22,447,018	15,237,128	16,811,402
Other reserves <sup>1</sup>	2,375,413	5,473,660	4,144,604	6,201,908
Qualifying non-controlling interests	114,198	115,096	-	-
CET1 Capital before regulatory adjustments	<u>77,762,779</u>	<u>76,316,129</u>	<u>72,538,205</u>	<u>71,293,665</u>
Less: Regulatory adjustments applied on CET1 Capital:				
Deferred tax assets	(1,411,183)	(722,391)	(468,101)	-
Goodwill	(5,613,782)	(5,536,309)	(81,015)	(81,015)
Other intangibles	(894,736)	(955,439)	(325,666)	(306,645)
Gains on financial instruments classified as 'fair value through other comprehensive income'	(371,487)	(1,922,600)	(301,887)	(1,279,711)
Regulatory reserve	(1,315,261)	(2,115,455)	(1,180,201)	(1,495,500)
Investment in ordinary shares of unconsolidated financial and insurance/takaful entities <sup>2</sup>	(3,076,046)	(3,265,013)	(33,617,164)	(31,314,753)
<b>Total CET1 Capital</b>	<u>65,080,284</u>	<u>61,798,922</u>	<u>36,564,171</u>	<u>36,816,041</u>
<b>Additional Tier 1 Capital</b>				
Capital securities	2,800,000	2,800,000	2,800,000	2,800,000
Qualifying CET1 and Additional Tier 1 Capital instruments held by third parties	113,077	78,005	-	-
Less: Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	-	(1,000,000)	(1,000,000)
<b>Total Tier 1 Capital</b>	<u>67,993,361</u>	<u>64,676,927</u>	<u>38,364,171</u>	<u>38,616,041</u>
<b>Tier 2 Capital</b>				
Subordinated obligations	9,700,000	8,707,823	9,700,000	8,707,823
Qualifying CET1, Additional Tier 1 and Tier 2 Capital instruments held by third parties	41,180	41,209	-	-
General provisions <sup>3</sup>	239,683	332,053	28,571	69,408
Surplus of total eligible provision over total expected loss	1,663,655	1,640,773	1,025,761	989,825
Less: Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(691,000)	-	(4,696,676)	(4,341,683)
<b>Total Tier 2 Capital</b>	<u>10,953,518</u>	<u>10,721,858</u>	<u>6,057,656</u>	<u>5,425,373</u>
<b>Total Capital</b>	<u>78,946,879</u>	<u>75,398,785</u>	<u>44,421,827</u>	<u>44,041,414</u>

<sup>1</sup> For the Group, the amount excludes retained profits and other reserves from insurance and takaful business. For the Bank, the amount includes retained profits and other reserves of Maybank International (L) Ltd.

<sup>2</sup> For the Bank, the regulatory adjustment includes cost of investment in subsidiaries and associates, except for: (i) Myfin Berhad of RM18,994,000 as its business, assets and liabilities have been transferred to the Bank; (ii) Maybank International (L) Ltd. of RM10,289,000 and (iii) Maybank Agro Fund Sdn. Bhd. of RM57,000 as its assets are included in the Bank's RWA. For the Group, the regulatory adjustment includes carrying amount of associates and investment in insurance and takaful entities.

<sup>3</sup> Refers to loss allowance measured at an amount equal to 12-month and lifetime expected credit losses and regulatory reserve, to the extent they are ascribed to non-credit impaired exposures, determined under Standardised Approach for credit risk.

The capital adequacy ratios of the Group are derived from consolidated balances of the Bank and its subsidiaries, excluding the investments in insurance and takaful entities and associates.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A36. Capital Adequacy (cont'd.)**

**(d) Components of capital (cont'd.):**

The capital adequacy ratios of the Bank are derived from the Bank and its wholly-owned offshore banking subsidiary, Maybank International (L) Ltd., excluding the investments in subsidiaries and associates (except for Myfin Berhad, Maybank International (L) Ltd. and Maybank Agro Fund Sdn. Bhd. as disclosed above).

**(e) The capital adequacy ratios of the banking subsidiaries of the Bank are as follows:**

	<b>Maybank Islamic Berhad</b>	<b>Maybank Investment Bank Berhad</b>	<b>PT Bank Maybank Indonesia Tbk</b>	<b>Maybank Singapore Limited</b>
<b><u>At 31 December 2021</u></b>				
CET1 Capital Ratio	15.981%	26.457%	-	13.338%
Tier 1 Capital Ratio	17.173%	26.457%	-	13.338%
Total Capital Ratio	<u>20.077%</u>	<u>28.325%</u>	<u>26.917%</u>	<u>17.298%</u>
<b><u>At 31 December 2020</u></b>				
CET1 Capital Ratio	13.773%	20.560%	-	13.906%
Tier 1 Capital Ratio	15.030%	20.560%	-	13.906%
Total Capital Ratio	<u>18.063%</u>	<u>22.906%</u>	<u>24.312%</u>	<u>18.049%</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A36. Capital Adequacy (cont'd.)**

(f) The breakdown of RWA by each major risk categories are as follows:

**At 31 December 2021**

	Group RM'000	Bank RM'000	Maybank Islamic Berhad RM'000	Maybank Investment Bank Berhad RM'000	PT Bank Maybank Indonesia Tbk RM'000	Maybank Singapore Limited RM'000
Standardised Approach exposure	52,579,597	21,873,056	2,192,197	692,518	24,313,438	15,833,548
Internal Ratings-Based Approach exposure after scaling factor	277,275,891	170,960,253	83,621,226	-	-	26,226,433
Credit valuation adjustment	-	-	-	-	-	40,677
<b>Total RWA for credit risk</b>	<b>329,855,488</b>	<b>192,833,309</b>	<b>85,813,423</b>	<b>692,518</b>	<b>24,313,438</b>	<b>42,100,658</b>
Total RWA for credit risk absorbed by Maybank and Investment Account Holders*	-	-	(12,759,358)	-	-	-
Total RWA for market risk	30,188,261	22,637,025	1,316,769	956,325	794,836	11,139
Total RWA for operational risk	44,431,300	21,010,913	9,507,656	977,452	5,714,900	3,580,829
<b>Total RWA</b>	<b>404,475,049</b>	<b>236,481,247</b>	<b>83,878,490</b>	<b>2,626,295</b>	<b>30,823,174</b>	<b>45,692,626</b>

**At 31 December 2020**

	Group RM'000	Bank RM'000	Maybank Islamic Berhad RM'000	Maybank Investment Bank Berhad RM'000	PT Bank Maybank Indonesia Tbk RM'000	Maybank Singapore Limited RM'000
Standardised Approach exposure	53,316,271	23,834,870	2,970,081	869,357	25,386,773	14,807,055
Internal Ratings-Based Approach exposure after scaling factor	273,462,139	164,970,850	80,460,704	-	-	25,869,467
Credit valuation adjustment	-	-	-	-	-	87,700
<b>Total RWA for credit risk</b>	<b>326,778,410</b>	<b>188,805,720</b>	<b>83,430,785</b>	<b>869,357</b>	<b>25,386,773</b>	<b>40,764,222</b>
Total RWA for credit risk absorbed by Maybank and Investment Account Holders*	-	-	(13,537,755)	-	-	-
Total RWA for market risk	33,242,608	25,137,353	1,177,963	873,356	865,980	15,082
Total RWA for operational risk	43,557,083	22,345,775	8,499,254	836,086	5,672,335	3,528,759
<b>Total RWA</b>	<b>403,578,101</b>	<b>236,288,848</b>	<b>79,570,247</b>	<b>2,578,799</b>	<b>31,925,088</b>	<b>44,308,063</b>

\* In accordance to the BNM Investment Account policy, the credit risk weighted assets funded by investment accounts (Unrestricted Investment Account and Restricted Investment Account) are excluded from the calculation of capital adequacy ratio of the Bank.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A37. 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 reporting date, and do not represent amounts at risk.

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.

	<b>Group</b>			<b>Bank</b>		
	<b>Principal Amount RM'000</b>	<b>&lt;----- Fair Value -----&gt;</b>		<b>Principal Amount RM'000</b>	<b>&lt;----- Fair Value -----&gt;</b>	
<b>At 31 December 2021</b>	<b>Assets RM'000</b>	<b>Liabilities RM'000</b>		<b>Assets RM'000</b>	<b>Liabilities RM'000</b>	
<b>Trading derivatives</b>						
<b>Foreign exchange related contracts</b>						
Currency forwards:						
- Less than one year	52,383,104	302,518	(267,344)	36,270,399	230,913	(210,434)
- One year to three years	1,368,972	37,563	(15,412)	1,292,477	37,563	(15,412)
- More than three years	4,443,362	16,814	(20,326)	3,237,237	16,814	(20,326)
	<b>58,195,438</b>	<b>356,895</b>	<b>(303,082)</b>	<b>40,800,113</b>	<b>285,290</b>	<b>(246,172)</b>
Currency swaps:						
- Less than one year	334,544,842	1,422,674	(1,758,763)	343,545,168	1,434,155	(1,740,320)
- One year to three years	84,540	96	-	84,540	96	-
	<b>334,629,382</b>	<b>1,422,770</b>	<b>(1,758,763)</b>	<b>343,629,708</b>	<b>1,434,251</b>	<b>(1,740,320)</b>
Currency spots:						
- Less than one year	2,787,249	2,845	(4,455)	2,351,579	2,915	(3,264)
Currency options:						
- Less than one year	4,263,239	41,533	(12,729)	4,264,155	41,510	(12,638)
- One year to three years	2,928,432	36,278	(62,034)	4,472,729	36,278	(51,794)
- More than three years	434,595	60	(60)	434,595	60	(60)
	<b>7,626,266</b>	<b>77,871</b>	<b>(74,823)</b>	<b>9,171,479</b>	<b>77,848</b>	<b>(64,492)</b>
Cross currency interest rate swaps <sup>1</sup> :						
- Less than one year	8,699,273	122,232	(231,409)	7,349,336	101,589	(219,613)
- One year to three years	14,357,194	320,927	(301,169)	13,232,126	281,420	(295,644)
- More than three years	9,828,580	97,311	(72,747)	10,256,540	104,367	(70,192)
	<b>32,885,047</b>	<b>540,470</b>	<b>(605,325)</b>	<b>30,838,002</b>	<b>487,376</b>	<b>(585,449)</b>
<b>Interest rate related contracts</b>						
Interest rate swaps <sup>2</sup> :						
- Less than one year	115,941,022	257,333	(840,725)	116,356,648	256,095	(839,789)
- One year to three years	132,517,351	976,201	(1,099,843)	132,453,526	946,461	(1,092,720)
- More than three years	220,803,025	6,453,389	(5,074,187)	220,782,561	6,588,296	(5,071,126)
	<b>469,261,398</b>	<b>7,686,923</b>	<b>(7,014,755)</b>	<b>469,592,735</b>	<b>7,790,852</b>	<b>(7,003,635)</b>
Interest rate futures:						
- Less than one year	15,308,880	310,590	(385,647)	14,225,866	309,504	(385,647)
- One year to three years	10,333,256	3,364	(2,870)	9,833,404	2,824	(2,870)
	<b>25,642,136</b>	<b>313,954</b>	<b>(388,517)</b>	<b>24,059,270</b>	<b>312,328</b>	<b>(388,517)</b>
Interest rate options:						
- One year to three years	1,038,434	15,728	-	1,038,434	15,728	-
- More than three years	11,415,453	1,829,292	(2,203,322)	11,415,453	1,829,292	(2,203,322)
	<b>12,453,887</b>	<b>1,845,020</b>	<b>(2,203,322)</b>	<b>12,453,887</b>	<b>1,845,020</b>	<b>(2,203,322)</b>



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A37. Derivative Financial Instruments (cont'd.)**

	Group			Bank		
	Principal Amount RM'000	<---- Fair Value ---->		Principal Amount RM'000	<---- Fair Value ---->	
<b>At 31 December 2021 (cont'd.)</b>	Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000	
<b>Trading derivatives (cont'd.)</b>						
<u>Equity related contracts</u>						
Equity options:						
- Less than one year	1,993,390	207,356	(87,769)	-	-	-
Equity swaps:						
- Less than one year	2,028,877	46,295	(63,362)	-	-	-
<u>Commodity related contracts</u>						
Commodity options:						
- Less than one year	3,535,516	245,936	(245,936)	3,535,516	245,936	(245,936)
- One year to three years	1,891,668	173,476	(173,476)	1,891,668	173,476	(173,476)
	<u>5,427,184</u>	<u>419,412</u>	<u>(419,412)</u>	<u>5,427,184</u>	<u>419,412</u>	<u>(419,412)</u>
Commodity swaps:						
- Less than one year	41,816	5,876	(5,532)	41,816	5,876	(5,532)
- One year to three years	25,239	2,767	(2,461)	25,239	2,767	(2,461)
	<u>67,055</u>	<u>8,643</u>	<u>(7,993)</u>	<u>67,055</u>	<u>8,643</u>	<u>(7,993)</u>
<u>Credit related contracts</u>						
Credit default swaps						
- Less than one year	40,813	468	(807)	40,813	468	(807)
<b>Hedging derivatives</b>						
<u>Foreign exchange related contracts</u>						
Cross currency interest rate swaps <sup>1</sup> :						
- Less than one year	4,224,063	76,783	(76,595)	4,224,063	76,783	(76,595)
- One year to three years	3,726,057	128,940	(110,637)	3,726,057	128,940	(110,637)
- More than three years	2,497,225	97,570	(58,369)	2,497,225	97,570	(58,369)
	<u>10,447,345</u>	<u>303,293</u>	<u>(245,601)</u>	<u>10,447,345</u>	<u>303,293</u>	<u>(245,601)</u>
<u>Interest rate related contracts</u>						
Interest rate swaps <sup>2</sup> :						
- Less than one year	625,800	3,605	(1,803)	625,800	3,605	(1,803)
- One year to three years	83,440	-	(844)	83,440	-	(844)
- More than three years	2,030,095	67,503	(3,390)	2,030,095	67,503	(3,390)
	<u>2,739,335</u>	<u>71,108</u>	<u>(6,037)</u>	<u>2,739,335</u>	<u>71,108</u>	<u>(6,037)</u>
Netting effects for reporting under MFRS 132						
	-	(545,848)	545,848	-	(540,365)	540,365
<b>Total</b>	<u>966,224,802</u>	<u>12,757,475</u>	<u>(12,638,175)</u>	<u>951,618,505</u>	<u>12,498,439</u>	<u>(12,374,656)</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A37. Derivative Financial Instruments (cont'd.)**

	Group			Bank		
	Principal Amount RM'000	<----- Fair Value ----->		Principal Amount RM'000	<----- Fair Value ----->	
<u>At 31 December 2020</u>		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
<b>Trading derivatives</b>						
<u>Foreign exchange related contracts</u>						
Currency forwards:						
- Less than one year	41,389,068	237,115	(680,895)	28,410,818	186,133	(595,247)
- One year to three years	1,280,097	57,707	(51,623)	1,156,198	57,707	(51,623)
- More than three years	3,824,022	18,398	(114,482)	2,811,973	18,399	(114,482)
	<u>46,493,187</u>	<u>313,220</u>	<u>(847,000)</u>	<u>32,378,989</u>	<u>262,239</u>	<u>(761,352)</u>
Currency swaps:						
- Less than one year	481,879,831	4,494,746	(4,498,757)	496,973,717	4,659,177	(4,491,525)
- One year to three years	320,901	-	(32)	320,901	-	(32)
	<u>482,200,732</u>	<u>4,494,746</u>	<u>(4,498,789)</u>	<u>497,294,618</u>	<u>4,659,177</u>	<u>(4,491,557)</u>
Currency spots:						
- Less than one year	3,080,992	22,698	(11,278)	3,126,492	12,349	(11,070)
Currency options:						
- Less than one year	6,254,401	51,265	(52,737)	6,282,615	51,198	(52,690)
- One year to three years	993,461	39,997	(104,402)	1,716,514	39,997	(75,716)
	<u>7,247,862</u>	<u>91,262</u>	<u>(157,139)</u>	<u>7,999,129</u>	<u>91,195</u>	<u>(128,406)</u>
Cross currency interest rate swaps <sup>1</sup> :						
- Less than one year	8,209,260	238,581	(254,225)	7,683,621	226,756	(244,675)
- One year to three years	15,768,295	382,221	(425,017)	14,460,192	324,557	(410,212)
- More than three years	9,639,761	435,795	(274,694)	9,346,721	414,137	(274,433)
	<u>33,617,316</u>	<u>1,056,597</u>	<u>(953,936)</u>	<u>31,490,534</u>	<u>965,450</u>	<u>(929,320)</u>
<u>Interest rate related contracts</u>						
Interest rate swaps <sup>2</sup> :						
- Less than one year	162,613,631	862,776	(864,853)	162,628,000	860,387	(862,676)
- One year to three years	123,186,294	1,294,699	(1,989,367)	123,489,360	1,286,580	(1,984,052)
- More than three years	193,156,912	9,172,516	(7,253,272)	193,276,425	9,132,520	(7,250,276)
	<u>478,956,837</u>	<u>11,329,991</u>	<u>(10,107,492)</u>	<u>479,393,785</u>	<u>11,279,487</u>	<u>(10,097,004)</u>
Interest rate futures:						
- Less than one year	23,722,391	1,690,975	(1,654,652)	23,079,665	1,690,975	(1,653,793)
Interest rate options:						
- Less than one year	25,246	-	(111)	25,246	-	(111)
- One year to three years	3,010,667	32,306	(5,325)	3,010,667	32,306	(5,325)
- More than three years	10,603,809	1,523,065	(1,947,716)	10,603,809	1,523,065	(1,947,716)
	<u>13,639,722</u>	<u>1,555,371</u>	<u>(1,953,152)</u>	<u>13,639,722</u>	<u>1,555,371</u>	<u>(1,953,152)</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A37. Derivative Financial Instruments (cont'd.)**

	Group			Bank		
	Principal Amount RM'000	<---- Fair Value ---->		Principal Amount RM'000	<---- Fair Value ---->	
<u>At 31 December 2020 (cont'd.)</u>	Assets RM'000	Liabilities RM'000	Assets RM'000	Liabilities RM'000	Assets RM'000	Liabilities RM'000
<b>Trading derivatives (cont'd.)</b>						
<u>Equity related contracts</u>						
Index futures:						
- Less than one year	73,109	120,534	(125,544)	73,109	120,534	(125,544)
Equity options:						
- Less than one year	2,942,526	117,408	(193,832)	-	-	-
Equity swaps:						
- Less than one year	1,011,998	52,657	(97,826)	70,590	1,113	(8,670)
<u>Commodity related contracts</u>						
Commodity options:						
- Less than one year	40,721	6,760	(6,760)	40,721	6,760	(6,760)
- One year to three years	2,600	333	(333)	2,600	333	(333)
	43,321	7,093	(7,093)	43,321	7,093	(7,093)
Commodity swaps:						
- Less than one year	1,315,289	53,041	(52,862)	1,315,289	53,041	(52,862)
- One year to three years	62,790	8,068	(7,381)	62,790	8,068	(7,381)
	1,378,079	61,109	(60,243)	1,378,079	61,109	(60,243)
<u>Credit-related contract</u>						
Credit default swaps						
- Less than one year	75,360	334	(21)	75,360	334	(21)
<b>Hedging derivatives</b>						
<u>Foreign exchange related contracts</u>						
Cross currency interest rate swaps <sup>1</sup> :						
- Less than one year	3,245,762	193,317	-	3,245,762	193,317	-
- One year to three years	3,845,728	220,833	(19,124)	3,845,728	220,833	(19,124)
- More than three years	1,666,663	72,919	(30,430)	1,666,663	72,919	(30,430)
	8,758,153	487,069	(49,554)	8,758,153	487,069	(49,554)
<u>Interest rate related contracts</u>						
Interest rate swaps <sup>2</sup> :						
- One year to three years	682,890	10,671	(5,314)	682,890	10,671	(5,314)
- More than three years	381,615	67,336	-	381,615	67,336	-
	1,064,505	78,007	(5,314)	1,064,505	78,007	(5,314)
Netting effects for reporting under MFRS 132						
	-	(1,571,114)	1,571,114	-	(1,557,700)	1,557,700
<b>Total</b>	<b>1,104,306,090</b>	<b>19,907,957</b>	<b>(19,151,751)</b>	<b>1,099,866,051</b>	<b>19,713,802</b>	<b>(18,724,393)</b>

<sup>1</sup> The contractual notional amount of cross currency interest rate swaps held for hedging which is based on interbank offered rates is RM7,603.5 million (31 December 2020: RM5,554.6 million) for the Group and the Bank.

<sup>2</sup> The contractual notional amount of interest rate swaps held for hedging which is based on interbank offered rates is RM763.5 million (31 December 2020: RM482.0 million) for the Group and the Bank.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments**

**Valuation principles**

For disclosure purposes, the level in the hierarchy within which the instruments are classified in its entirety is based on the lowest level input that is significant to the position's fair value measurements:

- (a) Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities

Refers to financial instruments which are regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, and those prices which represent actual and regularly occurring market transactions in an arm's length basis. Such financial instruments include actively traded government securities, listed derivatives and cash products traded on exchange.

- (b) Level 2: Valuation techniques for which all significant inputs are, or are based on, observable market data

Refers to inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices). Examples of Level 2 financial instruments include over-the-counter ("OTC") derivatives, corporate and other government bonds, illiquid equities and consumer loans and financing with homogeneous or similar features in the market.

- (c) Level 3: Valuation techniques for which significant inputs are not based on observable market data

Refers to instruments where fair value is measured using significant unobservable inputs. The valuation techniques used are consistent with Level 2 but incorporates the Group's and the Bank's own assumptions and data. Examples of Level 3 instruments include corporate bonds in illiquid markets, private equity investments and loans and financing priced primarily based on internal credit assessment.

The classification in the fair value hierarchy of the Group's and the Bank's non-financial and financial assets and financial liabilities measured at fair value as at 31 December 2021 and 31 December 2020 is summarised in the table:

Group	<u>Valuation technique using</u>			Total
	Quoted Market Price (Level 1) RM'000	Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	
<b>At 31 December 2021</b>				
<b>Non-financial assets measured at fair value:</b>				
Investment properties	-	-	975,048	975,048
<b>Financial assets measured at fair value:</b>				
<b>Financial assets designated upon initial recognition at fair value through profit or loss</b>				
Money market instruments	4,096	13,177,770	-	13,181,866
Quoted securities	-	714,373	-	714,373
Unquoted securities	4,096	-	-	4,096
	-	12,463,397	-	12,463,397
<b>Financial investments at fair value through profit or loss</b>				
Money market instruments	11,902,031	15,012,817	860,645	27,775,493
Quoted securities	-	9,951,049	-	9,951,049
Unquoted securities	11,902,031	-	-	11,902,031
	-	5,061,768	860,645	5,922,413
<b>Financial investments at fair value through other comprehensive income</b>				
Money market instruments	5,098,873	116,868,864	426,217	122,393,954
Quoted securities	-	61,262,217	-	61,262,217
Unquoted securities	5,098,873	-	-	5,098,873
	-	55,606,647	426,217	56,032,864
<b>Loans, advances and financing at fair value through profit or loss</b>				
	-	-	15,491	15,491
<b>Loans, advances and financing at fair value through other comprehensive income</b>				
	-	-	21,763,013	21,763,013

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

The classification in the fair value hierarchy of the Group's and the Bank's non-financial and financial assets and financial liabilities measured at fair value as at 31 December 2021 and 31 December 2020 is summarised in the table (cont'd.):

Group (cont'd.) At 31 December 2021	<u>Valuation technique using</u>			Total RM'000
	Quoted Market Price (Level 1) RM'000	Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	
<b>Financial assets measured at fair value (cont'd.):</b>				
<b>Derivative assets</b>	-	12,336,825	420,650	12,757,475
Foreign exchange related contracts	-	2,704,144	-	2,704,144
Interest rate related contracts	-	9,917,005	-	9,917,005
Equity and commodity related contracts	-	261,056	420,650	681,706
Credit related contracts	-	468	-	468
Netting effects under MFRS 132 Amendments	-	(545,848)	-	(545,848)
	<b>17,005,000</b>	<b>157,396,276</b>	<b>23,486,016</b>	<b>197,887,292</b>
<b>Financial liabilities measured at fair value:</b>				
<b>Financial liabilities at fair value through profit or loss</b>	-	10,696,966	-	10,696,966
Structured deposits	-	40,988	-	40,988
Borrowings	-	10,655,978	-	10,655,978
<b>Derivative liabilities</b>	-	12,217,525	420,650	12,638,175
Foreign exchange related contracts	-	2,992,049	-	2,992,049
Interest rate related contracts	-	9,612,631	-	9,612,631
Equity and commodity related contracts	-	157,886	420,650	578,536
Credit related contracts	-	807	-	807
Netting effects under MFRS 132 Amendments	-	(545,848)	-	(545,848)
	-	<b>22,914,491</b>	<b>420,650</b>	<b>23,335,141</b>
<b>Group</b>				
<u>Valuation technique using</u>				
Group At 31 December 2020	Quoted Market Price (Level 1) RM'000	Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	Total RM'000
<b>Non-financial assets measured at fair value:</b>				
Investment properties	-	-	941,545	941,545
<b>Financial assets measured at fair value:</b>				
<b>Financial assets designated upon initial recognition at fair value through profit or loss</b>	130,153	13,897,878	-	14,028,031
Money market instruments	-	639,811	-	639,811
Quoted securities	130,153	-	-	130,153
Unquoted securities	-	13,258,067	-	13,258,067
<b>Financial investments at fair value through profit or loss</b>	8,766,663	17,541,955	871,228	27,179,846
Money market instruments	-	12,217,753	-	12,217,753
Quoted securities	8,766,663	-	-	8,766,663
Unquoted securities	-	5,324,202	871,228	6,195,430
<b>Financial investments at fair value through other comprehensive income</b>	3,499,479	123,459,360	543,842	127,502,681
Money market instruments	-	67,536,344	-	67,536,344
Quoted securities	3,499,479	-	-	3,499,479
Unquoted securities	-	55,923,016	543,842	56,466,858
<b>Loans, advances and financing at fair value through profit or loss</b>	-	-	170,712	170,712
<b>Loans, advances and financing at fair value through other comprehensive income</b>	-	-	16,031,857	16,031,857

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

The classification in the fair value hierarchy of the Group's and the Bank's non-financial and financial assets and financial liabilities measured at fair value as at 31 December 2021 and 31 December 2020 is summarised in the table (cont'd.):

Group (cont'd.) At 31 December 2020	<u>Valuation technique using</u>			Total RM'000
	Quoted Market Price (Level 1) RM'000	Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	
<b>Financial assets measured at fair value (cont'd.):</b>				
<b>Derivative assets</b>	-	19,854,044	53,913	19,907,957
Foreign exchange related contracts	-	6,465,592	-	6,465,592
Interest rate related contracts	-	14,654,344	-	14,654,344
Equity and commodity related contracts	-	304,888	53,913	358,801
Credit related contracts	-	334	-	334
Netting effects under MFRS 132 Amendments	-	(1,571,114)	-	(1,571,114)
	<u>12,396,295</u>	<u>174,753,237</u>	<u>17,671,552</u>	<u>204,821,084</u>
<b>Financial liabilities measured at fair value:</b>				
<b>Financial liabilities at fair value through profit or loss</b>	-	10,161,921	-	10,161,921
Borrowings	-	10,161,921	-	10,161,921
<b>Derivative liabilities</b>	-	19,097,838	53,913	19,151,751
Foreign exchange related contracts	-	6,517,696	-	6,517,696
Interest rate related contracts	-	13,720,610	-	13,720,610
Equity and commodity related contracts	-	430,625	53,913	484,538
Credit related contracts	-	21	-	21
Netting effects under MFRS 132 Amendments	-	(1,571,114)	-	(1,571,114)
	<u>-</u>	<u>29,259,759</u>	<u>53,913</u>	<u>29,313,672</u>
<b>Bank</b>				
<u>Valuation technique using</u>				
Bank At 31 December 2021	Quoted Market Price (Level 1) RM'000	Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	Total RM'000
<b>Financial assets measured at fair value:</b>				
<b>Financial investments at fair value through profit or loss</b>	578,310	12,725,264	700,280	14,003,854
Money market instruments	-	8,733,992	-	8,733,992
Quoted securities	578,310	-	-	578,310
Unquoted securities	-	3,991,272	700,280	4,691,552
<b>Financial investments at fair value through other comprehensive income</b>	15,490	70,255,232	392,339	70,663,061
Money market instruments	-	29,385,555	-	29,385,555
Quoted securities	15,490	-	-	15,490
Unquoted securities	-	40,869,677	392,339	41,262,016
<b>Loans, advances and financing at fair value through profit or loss</b>	-	-	15,491	15,491
<b>Loans, advances and financing at fair value through other comprehensive income</b>	-	-	19,301,237	19,301,237
<b>Derivative assets</b>	-	12,077,789	420,650	12,498,439
Foreign exchange related contracts	-	2,590,973	-	2,590,973
Interest rate related contracts	-	10,019,308	-	10,019,308
Equity and commodity related contracts	-	7,405	420,650	428,055
Credit related contracts	-	468	-	468
Netting effects under MFRS 132 Amendments	-	(540,365)	-	(540,365)
	<u>593,800</u>	<u>95,058,285</u>	<u>20,829,997</u>	<u>116,482,082</u>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

The classification in the fair value hierarchy of the Group's and the Bank's non-financial and financial assets and financial liabilities measured at fair value as at 31 December 2021 and 31 December 2020 is summarised in the table (cont'd.):

	<b>Valuation technique using</b>			<b>Total RM'000</b>
	<b>Quoted Market Price (Level 1) RM'000</b>	<b>Observable Inputs (Level 2) RM'000</b>	<b>Unobservable Inputs (Level 3) RM'000</b>	
<b>Bank (cont'd.)</b>				
<b>At 31 December 2021</b>				
<i><b>Financial liabilities measured at fair value:</b></i>				
<b>Financial liabilities at fair value through profit or loss</b>	-	<b>10,696,966</b>	-	<b>10,696,966</b>
Structured deposits	-	<b>40,988</b>	-	<b>40,988</b>
Borrowings	-	<b>10,655,978</b>	-	<b>10,655,978</b>
<b>Derivative liabilities</b>	-	<b>11,954,006</b>	<b>420,650</b>	<b>12,374,656</b>
Foreign exchange related contracts	-	<b>2,885,298</b>	-	<b>2,885,298</b>
Interest rate related contracts	-	<b>9,601,511</b>	-	<b>9,601,511</b>
Equity and commodity related contracts	-	<b>6,755</b>	<b>420,650</b>	<b>427,405</b>
Credit related contracts	-	<b>807</b>	-	<b>807</b>
Netting effects under MFRS 132 Amendments	-	<b>(540,365)</b>	-	<b>(540,365)</b>
	-	<b>22,650,972</b>	<b>420,650</b>	<b>23,071,622</b>
<i><b>Financial assets measured at fair value:</b></i>				
<b>Financial investments at fair value through profit or loss</b>	518,705	16,988,267	682,508	18,189,480
Money market instruments	-	11,757,406	-	11,757,406
Quoted securities	518,705	-	-	518,705
Unquoted securities	-	5,230,861	682,508	5,913,369
<b>Financial investments at fair value through other comprehensive income</b>	17,836	75,004,340	511,617	75,533,793
Money market instruments	-	31,797,338	-	31,797,338
Quoted securities	17,836	-	-	17,836
Unquoted securities	-	43,207,002	511,617	43,718,619
<b>Loans, advances and financing at fair value through profit or loss</b>	-	-	170,712	170,712
<b>Loans, advances and financing at fair value through other comprehensive income</b>	-	-	13,290,590	13,290,590
<b>Derivative assets</b>	-	19,659,889	53,913	19,713,802
Foreign exchange related contracts	-	6,477,479	-	6,477,479
Interest rate related contracts	-	14,603,840	-	14,603,840
Equity and commodity related contracts	-	135,936	53,913	189,849
Credit related contracts	-	334	-	334
Netting effects under MFRS132 Amendments	-	(1,557,700)	-	(1,557,700)
	<b>536,541</b>	<b>111,652,496</b>	<b>14,709,340</b>	<b>126,898,377</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

The classification in the fair value hierarchy of the Group's and the Bank's non-financial and financial assets and financial liabilities measured at fair value as at 31 December 2021 and 31 December 2020 is summarised in the table (cont'd.):

Bank (cont'd.) At 31 December 2020	Quoted Market Price (Level 1) RM'000	Valuation technique using		Total RM'000
		Observable Inputs (Level 2) RM'000	Unobservable Inputs (Level 3) RM'000	
<b>Financial liabilities measured at fair value:</b>				
<b>Financial liabilities at fair value through profit or loss</b>	-	10,161,921	-	10,161,921
Borrowings	-	10,161,921	-	10,161,921
<b>Derivative liabilities</b>	-	18,670,480	53,913	18,724,393
Foreign exchange related contracts	-	6,371,259	-	6,371,259
Interest rate related contracts	-	13,709,263	-	13,709,263
Equity and commodity related contracts	-	147,637	53,913	201,550
Credit related contracts	-	21	-	21
Netting effects under MFRS132 Amendments	-	(1,557,700)	-	(1,557,700)
	-	28,832,401	53,913	28,886,314

**Valuation techniques**

The valuation techniques used for the financial and non-financial assets and financial liabilities that are not determined by reference to quoted prices (Level 1) are described below:

***Derivatives***

The fair values of the Group's and the Bank's derivative instruments are derived using discounted cash flows analysis, option pricing and benchmarking models.

***Financial assets designated upon initial recognition at fair value through profit or loss, financial investments at fair value through profit or loss and financial investments at fair value through other comprehensive income***

The fair values of these financial assets/financial investments are determined by reference to prices quoted by independent data providers and independent brokers. Fair values for unquoted equity securities held for socio economic reasons (classified as Level 3) are determined based on the net tangible assets of the companies.

***Loans, advances and financing at fair value through profit or loss and at fair value through other comprehensive income***

The fair values are estimated based on expected future cash flows of contractual instalment payments, discounted at applicable and prevailing rates at reporting date offered for similar facilities to new borrowers with similar credit profiles.

***Financial liabilities at fair value through profit or loss***

The fair values of financial liabilities designated at fair value through profit or loss are derived using discounted cash flows.

***Investment properties***

The fair values of investment properties are determined by an accredited independent valuer using a variety of approaches such as comparison method and income capitalisation approach. Under the comparison method, fair value is estimated by considering the selling price per square foot of comparable investment properties sold adjusted for location, quality and finishes of the building, design and size of the building, title conditions, market trends and time factor. While income capitalisation approach considers the capitalisation of net income of the investment properties such as the gross rental less current maintenance expenses and outgoings. This process may consider the relationships including yield and discount rates.



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

Reconciliation of fair value measurements in Level 3 of the fair value hierarchy:

<u>Group</u>	At 1 January 2021 RM'000	Other gains recognised in income statements*	Unrealised gains/(losses) recognised in income statements#	Unrealised (losses)/gains recognised in other comprehensive income RM'000	Purchases/ Issuances/ Additions RM'000	Sales RM'000	Settlements RM'000	Exchange differences RM'000	At 31 December 2021 RM'000
<b>As at 31 December 2021</b>									
<b>Financial investments at fair value through profit or loss</b>									
Unquoted securities	871,228	10,029	28,665	-	-	(49,269)	-	(8)	860,645
<b>Financial investments at fair value through other comprehensive income</b>									
Unquoted securities	543,842	-	-	(119,255)	-	-	-	1,630	426,217
<b>Loans, advances and financing at fair value through profit or loss</b>	170,712	-	-	-	15,491	-	(176,044)	5,332	15,491
<b>Loans, advances and financing at fair value through other comprehensive income</b>	16,031,857	-	-	25,845	10,914,879	-	(5,464,275)	254,707	21,763,013
<b>Derivative assets</b>									
Equity and commodity related contracts	53,913	906,975	193,932	-	258,058	(992,228)	-	-	420,650
<b>Total Level 3 financial assets</b>	<u>17,671,552</u>	<u>917,004</u>	<u>222,597</u>	<u>(93,410)</u>	<u>11,188,428</u>	<u>(1,041,497)</u>	<u>(5,640,319)</u>	<u>261,661</u>	<u>23,486,016</u>
<b>Derivative liabilities</b>									
Equity and commodity related contracts	(53,913)	918,875	(193,932)	-	(258,058)	(833,622)	-	-	(420,650)
<b>Total Level 3 financial liabilities</b>	<u>(53,913)</u>	<u>918,875</u>	<u>(193,932)</u>	<u>-</u>	<u>(258,058)</u>	<u>(833,622)</u>	<u>-</u>	<u>-</u>	<u>(420,650)</u>
<b>Total net Level 3 financial assets/(liabilities)</b>	<u>17,617,639</u>	<u>1,835,879</u>	<u>28,665</u>	<u>(93,410)</u>	<u>10,930,370</u>	<u>(1,875,119)</u>	<u>(5,640,319)</u>	<u>261,661</u>	<u>23,065,366</u>

\* Included within 'Other operating income', 'Allowances for impairment losses on financial investments' and 'Income from Islamic Banking Scheme operations'.

# Included within 'Other operating income' and 'Income from Islamic Banking Scheme operations'.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

<b>Group</b>	<b>At 1 January 2020 RM'000</b>	<b>Other gains recognised in income statements* RM'000</b>	<b>Unrealised gains recognised in income statements# RM'000</b>	<b>Unrealised gains recognised in other comprehensive income RM'000</b>	<b>Purchases/ Issuances/ Additions RM'000</b>	<b>Sales RM'000</b>	<b>Settlements RM'000</b>	<b>Exchange differences RM'000</b>	<b>At 31 December 2020 RM'000</b>
<b>As at 31 December 2020</b>									
<b>Financial investments at fair value through profit or loss</b>									
Unquoted securities	807,125	3,900	64,870	-	-	(4,680)	-	13	871,228
<b>Financial investments at fair value through other comprehensive income</b>									
Unquoted securities	463,260	-	-	80,671	-	-	-	(89)	543,842
<b>Loans, advances and financing at fair value through profit or loss</b>	401,703	-	479	-	155,483	-	(382,457)	(4,496)	170,712
<b>Loans, advances and financing at fair value through other comprehensive income</b>	11,821,285	-	-	212,883	6,472,615	-	(2,461,126)	(13,800)	16,031,857
<b>Derivative assets</b>									
Equity and commodity related contracts	83,393	456,777	77,240	-	36,870	-	(600,367)	-	53,913
<b>Total Level 3 financial assets</b>	<u>13,576,766</u>	<u>460,677</u>	<u>142,589</u>	<u>293,554</u>	<u>6,664,968</u>	<u>(4,680)</u>	<u>(3,443,950)</u>	<u>(18,372)</u>	<u>17,671,552</u>
<b>Derivative liabilities</b>									
Equity and commodity related contracts	(83,393)	457,440	77,240	-	(36,870)	-	(468,330)	-	(53,913)
<b>Total Level 3 financial liabilities</b>	<u>(83,393)</u>	<u>457,440</u>	<u>77,240</u>	<u>-</u>	<u>(36,870)</u>	<u>-</u>	<u>(468,330)</u>	<u>-</u>	<u>(53,913)</u>
<b>Total net Level 3 financial assets/(liabilities)</b>	<u>13,493,373</u>	<u>918,117</u>	<u>219,829</u>	<u>293,554</u>	<u>6,628,098</u>	<u>(4,680)</u>	<u>(3,912,280)</u>	<u>(18,372)</u>	<u>17,617,639</u>

\* Included within 'Other operating income', '(Allowances for)/writeback of impairment losses on financial investments' and 'Income from Islamic Banking Scheme operations'.

# Included within 'Other operating income' and 'Income from Islamic Banking Scheme operations'.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

Reconciliation of fair value measurements in Level 3 of the fair value hierarchy (cont'd.):

<b>Bank</b>	<b>At</b>	<b>Other</b>	<b>Unrealised</b>	<b>Unrealised</b>	<b>Purchases/</b>	<b>Sales</b>	<b>Settlements</b>	<b>Exchange</b>	<b>At</b>
<b>As at 31 December 2021</b>	<b>1 January</b>	<b>gains</b>	<b>gains/(losses)</b>	<b>(losses)/gains</b>	<b>Issuances/</b>	<b>RM'000</b>	<b>RM'000</b>	<b>differences</b>	<b>31 December</b>
	<b>2021</b>	<b>recognised in</b>	<b>recognised in</b>	<b>recognised in</b>	<b>other</b>	<b>Additions/</b>	<b>RM'000</b>	<b>RM'000</b>	<b>2021</b>
	<b>RM'000</b>	<b>income</b>	<b>income</b>	<b>other</b>	<b>comprehensive</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
		<b>statements*</b>	<b>statements#</b>	<b>income</b>	<b>income</b>				
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>				
<b>Financial investments at fair value through profit or loss</b>									
Unquoted securities	682,508	-	17,772	-	-	-	-	-	700,280
<b>Financial investments at fair value through other comprehensive income</b>									
Unquoted securities	511,617	-	-	(119,278)	-	-	-	-	392,339
<b>Loans, advances and financing at fair value through profit or loss</b>	170,712	-	-	-	15,491	-	(176,044)	5,332	15,491
<b>Loans, advances and financing at fair value through other comprehensive income</b>	13,290,590	-	-	25,846	10,849,203	-	(5,114,925)	250,523	19,301,237
<b>Derivative assets</b>									
Equity and commodity related contracts	53,913	906,975	193,932	-	258,058	(992,228)	-	-	420,650
<b>Total Level 3 financial assets</b>	<b>14,709,340</b>	<b>906,975</b>	<b>211,704</b>	<b>(93,432)</b>	<b>11,122,752</b>	<b>(992,228)</b>	<b>(5,290,969)</b>	<b>255,855</b>	<b>20,829,997</b>
<b>Derivative liabilities</b>									
Equity and commodity related contracts	(53,913)	918,875	(193,932)	-	(258,058)	(833,622)	-	-	(420,650)
<b>Total Level 3 financial liabilities</b>	<b>(53,913)</b>	<b>918,875</b>	<b>(193,932)</b>	<b>-</b>	<b>(258,058)</b>	<b>(833,622)</b>	<b>-</b>	<b>-</b>	<b>(420,650)</b>
<b>Total net Level 3 financial assets/(liabilities)</b>	<b>14,655,427</b>	<b>1,825,850</b>	<b>17,772</b>	<b>(93,432)</b>	<b>10,864,694</b>	<b>(1,825,850)</b>	<b>(5,290,969)</b>	<b>255,855</b>	<b>20,409,347</b>

\* Included within 'Other operating income' and 'Writeback of/(allowances for) impairment losses on financial investments'.

# Included within 'Other operating income'.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A38. Fair Value Measurements of Financial Instruments (cont'd.)**

Reconciliation of fair value measurements in Level 3 of the fair value hierarchy (cont'd.):

<u>Bank</u> As at 31 December 2020	At 1 January 2020 RM'000	Other gains recognised in income statements* RM'000	Unrealised gains recognised in income statements# RM'000	Unrealised gains recognised in other comprehensive income RM'000	Purchases/ Issuances/ Additions RM'000	Sales RM'000	Settlements RM'000	Exchange differences RM'000	At 31 December 2020 RM'000
<b>Financial investments at fair value through profit or loss</b>									
Unquoted securities	622,176	-	60,332	-	-	-	-	-	682,508
<b>Financial investments at fair value through other comprehensive income</b>									
Unquoted securities	429,654	-	-	81,963	-	-	-	-	511,617
<b>Loans, advances and financing at fair value through profit or loss</b>	401,703	-	479	-	155,483	-	(382,457)	(4,496)	170,712
<b>Loans, advances and financing at fair value through other comprehensive income</b>	11,380,901	-	-	178,658	4,125,357	-	(2,380,526)	(13,800)	13,290,590
<b>Derivative assets</b>									
Equity and commodity related contracts	83,393	456,777	77,240	-	36,870	-	(600,367)	-	53,913
<b>Total Level 3 financial assets</b>	<u>12,917,827</u>	<u>456,777</u>	<u>138,051</u>	<u>260,621</u>	<u>4,317,710</u>	<u>-</u>	<u>(3,363,350)</u>	<u>(18,296)</u>	<u>14,709,340</u>
<b>Derivative liabilities</b>									
Equity and commodity related contracts	(83,393)	457,440	77,240	-	(36,870)	-	(468,330)	-	(53,913)
<b>Total Level 3 financial liabilities</b>	<u>(83,393)</u>	<u>457,440</u>	<u>77,240</u>	<u>-</u>	<u>(36,870)</u>	<u>-</u>	<u>(468,330)</u>	<u>-</u>	<u>(53,913)</u>
<b>Total net Level 3 financial assets/(liabilities)</b>	<u>12,834,434</u>	<u>914,217</u>	<u>215,291</u>	<u>260,621</u>	<u>4,280,840</u>	<u>-</u>	<u>(3,831,680)</u>	<u>(18,296)</u>	<u>14,655,427</u>

\* Included within 'Other operating income' and '(Allowances for)/writeback of impairment losses on financial investments'.

# Included within 'Other operating income'.

The Group's accounting policy is to recognise transfers into and transfers out of fair value hierarchy levels as the end of the reporting period.

There were no transfers between Level 1 and Level 2 for the Group and the Bank during the 12 months financial year ended 31 December 2021.

**Movements in Level 3 financial instruments measured at fair value**

There were no transfers into or out of Level 3 for the Group and the Bank during the 12 months financial year ended 31 December 2021.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A39. Credit Exposure Arising from Credit Transactions with Connected Parties**

The credit exposures disclosed below are based on requirement of Paragraph 9.1 of Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties:

	Group		Bank	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
Outstanding credit exposures with connected parties (RM'000)	<b><u>25,516,741</u></b>	<u>23,847,402</u>	<b><u>23,517,838</u></b>	<u>21,608,355</u>
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	<b><u>3.0%</u></b>	<u>2.9%</u>	<b><u>4.8%</u></b>	<u>4.7%</u>
Percentage of outstanding credit exposures to connected parties which is impaired* or in default	<b><u>0.0%</u></b>	<u>0.0%</u>	<b><u>0.0%</u></b>	<u>0.0%</u>

\*Impaired refers to non-performing as stated in Paragraph 9.1 of Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A40. Audited Income Statements and Statements of Financial Position of Insurance and Takaful Business**

Pursuant to Paragraph 11.4(f) of Bank Negara Malaysia's Financial Reporting Policy document issued on 27 September 2019, the breakdown of Audited Income Statements and Statements of Financial Position of Insurance and Takaful Business into Life Fund, Family Takaful Fund, General Takaful Fund and Shareholders' and General Fund are disclosed as follows:

**(a) Audited Income Statements for the Financial Year Ended 31 December 2021**

Group Twelve-Month Ended	Life Fund		Family Takaful Fund		General Takaful Fund		Shareholders' and General Funds		Total	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Interest income	569,689	496,801	467,072	448,186	84,670	72,285	268,722	246,174	1,390,153	1,263,446
Interest expense	-	-	-	-	-	-	(14,208)	(3,045)	(14,208)	(3,045)
Net interest income	569,689	496,801	467,072	448,186	84,670	72,285	254,514	243,129	1,375,945	1,260,401
Net earned insurance premiums	4,396,822	5,350,500	1,553,439	1,334,696	1,302,694	1,355,587	1,593,827	1,418,073	8,846,782	9,458,856
Other operating (loss)/income	(305,741)	203,066	(323,115)	374,353	(4,766)	40,419	71,249	202,748	(562,373)	820,586
Total operating income	4,660,770	6,050,367	1,697,396	2,157,235	1,382,598	1,468,291	1,919,590	1,863,950	9,660,354	11,539,843
Net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund	(4,429,287)	(5,816,277)	(1,679,479)	(2,120,702)	(1,388,360)	(1,470,906)	(255,061)	(151,738)	(7,752,187)	(9,559,623)
Net operating income	231,483	234,090	17,917	36,533	(5,762)	(2,615)	1,664,529	1,712,212	1,908,167	1,980,220
Overhead expenses	(235,772)	(230,187)	(26,284)	(32,476)	(521)	(268)	(736,550)	(687,461)	(999,127)	(950,392)
Operating (loss)/profit before impairment losses	(4,289)	3,903	(8,367)	4,057	(6,283)	(2,883)	927,979	1,024,751	909,040	1,029,828
Writeback of/(allowances for) impairment losses on loans, advances, financing and other debts, net	181	(104)	(22)	-	(923)	2,689	(2,973)	(8,777)	(3,737)	(6,192)
Writeback of/(allowances for) impairment losses on financial investments, net	44	(1,174)	-	-	-	-	260	(113)	304	(1,287)
Writeback of/(allowances for) impairment losses on other financial assets and goodwill, net	4,064	(2,625)	8,389	(4,057)	7,206	194	14,656	(27,248)	34,315	(33,736)
<b>Profit before taxation and zakat</b>	-	-	-	-	-	-	939,922	988,613	939,922	988,613
Taxation and zakat	-	-	-	-	-	-	(268,356)	(278,647)	(268,356)	(278,647)
<b>Profit for the financial year</b>	-	-	-	-	-	-	671,566	709,966	671,566	709,966

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A40. Audited Income Statements and Statements of Financial Position of Insurance and Takaful Business (cont'd.)**

Pursuant to Paragraph 11.4(f) of Bank Negara Malaysia's Financial Reporting Policy document issued on 27 September 2019, the breakdown of Audited Income Statements and Statements of Financial Position of Insurance and Takaful Business into Life Fund, Family Takaful Fund, General Takaful Fund and Shareholders' and General Fund are disclosed as follows (cont'd.):

**(b) Audited Statements of Financial Position as at 31 December 2021**

Group	Life Fund		Family Takaful Fund		General Takaful Fund		Shareholders' and General Funds		Total	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>ASSETS</b>										
Cash and short-term funds	720,239	722,325	11,182	5,783	2,098	38,477	285,153	252,170	1,018,672	1,018,755
Deposits and placements with financial institutions	860,786	1,896,199	1,488,316	2,811,690	280,550	969,131	1,737,626	1,829,400	4,367,278	7,506,420
Financial assets designated upon initial recognition at fair value through profit or loss	6,584,696	6,719,541	5,485,382	5,910,702	19,603	20,424	1,012,445	1,166,021	13,102,126	13,816,688
Financial investments at fair value through profit or loss	5,947,539	4,860,250	602,117	540,374	135,020	28,190	546,044	569,661	7,230,720	5,998,475
Financial investments at fair value through other comprehensive income	7,098,080	4,054,891	4,557,130	3,059,659	2,093,611	1,227,357	4,723,167	3,960,583	18,471,988	12,302,490
Financial investments at amortised cost	-	-	-	-	-	-	13,296	11,751	13,296	11,751
Loans, advances and financing	268,698	261,372	-	-	-	-	93,457	88,900	362,155	350,272
Derivative assets	35,094	140,502	-	-	-	-	871	12,037	35,965	152,539
Reinsurance/retakaful assets and other insurance receivables	1,531,147	541,915	440,495	316,950	971,460	356,542	4,572,762	4,563,174	7,515,864	5,778,581
Other assets	141,478	82,112	25,505	27,314	3,640	4,400	670,006	530,815	840,629	644,641
Investment properties	807,730	796,250	-	-	-	-	162,459	140,180	970,189	936,430
Statutory deposits with central banks	-	-	-	-	-	-	5,841	5,624	5,841	5,624
Interest in associates	-	-	-	-	-	-	152	152	152	152
Property, plant and equipment	94,159	91,931	-	-	-	-	62,855	64,292	157,014	156,223
Right-of-use assets	124	86	-	-	-	-	40,850	24,923	40,974	25,009
Intangible assets	56,141	50,920	-	-	-	-	103,952	59,268	160,093	110,188
Deferred tax assets	2,782	3,438	5,361	3,746	8,292	4,572	77,760	56,789	94,195	68,545
<b>TOTAL ASSETS</b>	<b>24,148,693</b>	<b>20,221,732</b>	<b>12,615,488</b>	<b>12,676,218</b>	<b>3,514,274</b>	<b>2,649,093</b>	<b>14,108,696</b>	<b>13,335,740</b>	<b>54,387,151</b>	<b>48,882,783</b>
<b>LIABILITIES</b>										
Derivative liabilities	12,312	3,473	-	-	-	-	9,451	-	21,763	3,473
Insurance/takaful contract liabilities and other insurance payables	21,025,536	17,670,026	12,246,764	11,984,943	2,947,816	2,238,292	5,873,499	5,801,504	42,093,615	37,694,765
Other liabilities #	3,038,195	2,501,180	347,600	636,813	562,920	397,599	(916,048)	(430,416)	3,032,667	3,105,176
Provision for taxation and zakat	15,637	(32,868)	83	(938)	-	-	29,667	93,264	45,387	59,458
Deferred tax liabilities	57,013	79,921	21,041	55,400	3,538	13,202	311,332	338,858	392,924	487,381
Subordinated obligations	-	-	-	-	-	-	1,009,848	-	1,009,848	-
<b>TOTAL LIABILITIES</b>	<b>24,148,693</b>	<b>20,221,732</b>	<b>12,615,488</b>	<b>12,676,218</b>	<b>3,514,274</b>	<b>2,649,093</b>	<b>6,317,749</b>	<b>5,803,210</b>	<b>46,596,204</b>	<b>41,350,253</b>
<b>EQUITY ATTRIBUTABLE TO EQUITYHOLDERS OF THE SUBSIDIARIES</b>										
Share capital	-	-	-	-	-	-	660,865	660,865	660,865	660,865
Other reserves	-	-	-	-	-	-	7,130,082	6,871,665	7,130,082	6,871,665
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>24,148,693</b>	<b>20,221,732</b>	<b>12,615,488</b>	<b>12,676,218</b>	<b>3,514,274</b>	<b>2,649,093</b>	<b>14,108,696</b>	<b>13,335,740</b>	<b>54,387,151</b>	<b>48,882,783</b>

# Included in other liabilities are the amounts due to/(from) life, general and investment-linked funds which are unsecured, not subject to any interest elements and are repayable on demand.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme**

**A41a. Income Statements for the Fourth Quarter and Financial Year Ended 31 December 2021**

<u>Group</u>	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Income derived from investment of depositors' funds (Note (a))	2,254,139	2,100,166	8,811,464	8,577,690
Income derived from investment of investment account funds (Note (a))	257,036	246,479	951,680	1,008,062
Income derived from investment of Islamic Banking Funds (Note (a))	143,786	130,332	557,760	468,227
Writeback of/(allowances for) impairment losses on financing and advances, net	150,194	(392,689)	(524,946)	(929,159)
(Allowances for)/writeback of impairment losses on financial investments, net	(664)	(240,345)	241,111	(253,252)
Allowances for impairment losses on other financial assets, net	(2,727)	(1,362)	(5,629)	(1,452)
<b>Total distributable income</b>	<b>2,801,764</b>	<b>1,842,581</b>	<b>10,031,440</b>	<b>8,870,116</b>
Profit share income from investment account	23	-	85	-
Profit distributed to depositors	(875,958)	(951,710)	(3,472,050)	(4,610,219)
Profit distributed to investment account holders	(72,899)	(77,328)	(289,503)	(370,986)
<b>Total net income</b>	<b>1,852,930</b>	<b>813,543</b>	<b>6,269,972</b>	<b>3,888,911</b>
Finance cost	(103,421)	(112,555)	(409,401)	(482,323)
Overhead expenses	(487,460)	(387,362)	(1,691,269)	(1,629,392)
<b>Profit before taxation and zakat</b>	<b>1,262,049</b>	<b>313,626</b>	<b>4,169,302</b>	<b>1,777,196</b>
Taxation	(311,677)	(70,397)	(1,011,858)	(454,140)
Zakat	(6,349)	7,209	(26,591)	(14,673)
<b>Profit for the financial period/year</b>	<b>944,023</b>	<b>250,438</b>	<b>3,130,853</b>	<b>1,308,383</b>

For consolidation and amalgamation with the conventional banking operations, income from Islamic Banking Scheme comprises the following items:

<u>Group</u>	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Income derived from investment of depositors' funds (Note (a))	2,254,139	2,100,166	8,811,464	8,577,690
Income derived from investment of investment account funds (Note (a))	257,036	246,479	951,680	1,008,062
Income derived from investment of Islamic Banking Funds (Note (a))	143,786	130,332	557,760	468,227
Total income before allowances for impairment losses on financial assets and overhead expenses	2,654,961	2,476,977	10,320,904	10,053,979
Profit share income from investment account	23	-	85	-
Profit distributed to depositors	(875,958)	(951,710)	(3,472,050)	(4,610,219)
Profit distributed to investment account holders	(72,899)	(77,328)	(289,503)	(370,986)
	1,706,127	1,447,939	6,559,436	5,072,774
Finance cost	(103,421)	(112,555)	(409,401)	(482,323)
Net of intercompany income and expenses	355,699	337,815	1,422,564	1,545,131
Income from Islamic Banking Scheme operations reported in the Income Statement of the Group	1,958,405	1,673,199	7,572,599	6,135,582

Note (a): Included in income derived from investment of depositors' funds/ investment account funds / Islamic Banking Funds were the net effects under government support measures to assist customers adversely impacted by COVID-19 in order to sustain their business operations amounting to RM106,838,000 (31 December 2020: RM240,920,000).



**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41b. Audited Statements of Comprehensive Income for the Fourth Quarter and Financial Year Ended 31 December 2021**

<u>Group</u>	Unaudited		Audited	
	Fourth Quarter Ended		Cumulative 12 Months Ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Profit for the financial period/year</b>	<b>944,023</b>	250,438	<b>3,130,853</b>	1,308,383
<b>Other comprehensive (loss)/income:</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Net gain/(loss) on foreign exchange translation	49	269	(451)	321
Net (loss)/gain on financial investments at fair value through other comprehensive income	(72,235)	27,447	(567,768)	306,702
- Net (loss)/gain from change in fair value	(90,501)	39,685	(744,977)	399,934
- Changes in expected credit losses	(3,454)	(2,713)	(1,585)	2,752
- Income tax effect	21,720	(9,525)	178,794	(95,984)
	(72,186)	27,716	(568,219)	307,023
Other comprehensive (loss)/income for the financial period/year, net of tax	(72,186)	27,716	(568,219)	307,023
<b>Total comprehensive income for the financial period/year</b>	<b>871,837</b>	278,154	<b>2,562,634</b>	1,615,406

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41c. Audited Statement of Financial Position as at 31 December 2021**

<u>Group</u>	Note	31 December 2021 RM'000	31 December 2020 RM'000
<b>ASSETS</b>			
Cash and short-term funds		12,127,687	9,919,980
Deposits and placements with financial institutions		3,000,157	-
Financial assets purchased under resale agreements		10,420,749	3,625,611
Financial investments at fair value through profit or loss		784,302	-
Financial investments at fair value through other comprehensive income		15,082,779	18,453,139
Financial investments at amortised cost		22,867,781	16,381,007
Financing and advances	A41e	192,465,717	203,666,875
Derivative assets		117,420	385,303
Other assets		5,710,586	3,459,012
Statutory deposit with central banks		20,447	12,591
Property, plant and equipment		546	979
Right-of-use assets		6,126	9,901
Deferred tax assets		190,616	-
<b>Total Assets</b>		<b>262,794,913</b>	<b>255,914,398</b>
<b>LIABILITIES</b>			
Customers' funding:			
- Deposits from customers	A41f	179,514,915	165,268,243
- Investment accounts of customers <sup>1</sup>	A41g	28,720,799	23,840,796
Deposits and placements from financial institutions		24,170,127	38,770,852
Bills and acceptances payable		19,561	38,086
Derivative liabilities		177,545	656,302
Other liabilities		2,189,975	783,382
Deferred tax liabilities		-	449,812
Provision for taxation and zakat		38,799	21,256
Term funding	A41h	10,923,177	10,895,058
Subordinated sukuk	A41i	2,021,814	2,028,303
Capital securities	A41j	1,002,441	1,002,441
<b>Total Liabilities</b>		<b>248,779,153</b>	<b>243,754,531</b>
<b>ISLAMIC BANKING CAPITAL FUNDS</b>			
Islamic Banking Funds		10,327,374	7,934,444
Retained profits		3,488,469	2,983,827
Other reserves		199,917	1,241,596
		<b>14,015,760</b>	<b>12,159,867</b>
<b>Total liabilities and Islamic Banking Capital Funds</b>		<b>262,794,913</b>	<b>255,914,398</b>
<b>Restricted investment accounts managed by the Group</b>	A41g	<b>30,147,795</b>	<b>-</b>
<b>TOTAL ISLAMIC BANKING ASSETS OWNED AND MANAGED BY THE GROUP</b>		<b>292,942,708</b>	<b>255,914,398</b>
<b>COMMITMENTS AND CONTINGENCIES</b>		<b>83,982,957</b>	<b>76,524,814</b>

<sup>1</sup> Investment accounts of customers are used to fund financing and advances as disclosed in Note A41e.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41d. Audited Statements of Changes in Islamic Banking Capital Funds for the Financial Year Ended 31 December 2021**

<u>Group</u>	←-----Non-distributable ----->						Total RM'000
	Islamic Banking Funds RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	Equity contribution from the holding Company <sup>1</sup> RM'000	Distributable Retained Profits RM'000	
<b>At 1 January 2021</b>	7,934,444	594,474	645,022	403	1,697	2,983,827	12,159,867
Profit for the financial year	-	-	-	-	-	3,130,853	3,130,853
Other comprehensive loss	-	-	(567,768)	(451)	-	-	(568,219)
Net loss on foreign exchange translation	-	-	-	(451)	-	-	(451)
Net loss on financial investments at fair value through other comprehensive income	-	-	(567,768)	-	-	-	(567,768)
<b>Total comprehensive (loss)/income for the financial year</b>	-	-	(567,768)	(451)	-	3,130,853	2,562,634
Issue of ordinary shares	2,392,930	-	-	-	-	-	2,392,930
Transfer from regulatory reserve	-	(473,460)	-	-	-	473,460	-
Dividends paid	-	-	-	-	-	(3,099,671)	(3,099,671)
<b>At 31 December 2021</b>	<b>10,327,374</b>	<b>121,014</b>	<b>77,254</b>	<b>(48)</b>	<b>1,697</b>	<b>3,488,469</b>	<b>14,015,760</b>

<sup>1</sup>This equity contribution reserve from the holding company is pertaining to waiver of intercompany balances between respective subsidiaries and its holding company.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41d. Audited Statements of Changes in Islamic Banking Capital Funds for the Financial Year Ended 31 December 2021 (cont'd.)**

<u>Group</u>	←-----Non-distributable -----→						Distributable Retained Profits RM'000	Total RM'000
	Islamic Banking Funds RM'000	Regulatory Reserve RM'000	Fair Value Through Other Comprehensive Income Reserve RM'000	Exchange Fluctuation Reserve RM'000	Equity contribution from the holding Company <sup>1</sup> RM'000			
<b>At 1 January 2020</b>	7,202,398	846,497	338,320	259	1,697	2,887,335	11,276,506	
Profit for the financial year	-	-	-	-	-	1,308,383	1,308,383	
Other comprehensive income	-	-	306,702	321	-	-	307,023	
Net gain on foreign exchange translation	-	-	-	321	-	-	321	
Net gain on financial investments at fair value through other comprehensive income	-	-	306,702	-	-	-	306,702	
<b>Total comprehensive income for the financial year</b>	-	-	306,702	321	-	1,308,383	1,615,406	
Issue of ordinary shares	732,046	-	-	-	-	-	732,046	
Transfer (to)/from conventional banking operations	-	-	-	(177)	-	177	-	
Transfer from regulatory reserve	-	(252,023)	-	-	-	252,023	-	
Dividends paid	-	-	-	-	-	(1,464,091)	(1,464,091)	
<b>At 31 December 2020</b>	<b>7,934,444</b>	<b>594,474</b>	<b>645,022</b>	<b>403</b>	<b>1,697</b>	<b>2,983,827</b>	<b>12,159,867</b>	

<sup>1</sup> This equity contribution reserve from the holding company is pertaining to waiver of intercompany balances between respective subsidiaries and its holding company.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances**

<b><u>Group</u></b>	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
Financing and advances*:		
(A) Financing and advances at fair value through other comprehensive income	<b>2,175,615</b>	2,741,267
(B) Financing and advances at amortised cost	<b>262,214,501</b>	289,662,732
	<b>264,390,116</b>	292,403,999
Unearned income	<b>(68,980,345)</b>	(85,698,158)
Gross financing and advances	<b>195,409,771</b>	206,705,841
Allowances for impaired financing and advances:		
- Stage 1 - 12-month ECL	<b>(556,209)</b>	(574,213)
- Stage 2 - Lifetime ECL not credit impaired	<b>(1,678,410)</b>	(1,209,931)
- Stage 3 - Lifetime ECL credit impaired	<b>(709,435)</b>	(1,254,822)
Net financing and advances	<b>192,465,717</b>	203,666,875

\* As at 31 December 2020, included in the financing and advances are financial assets funded by Restricted Profit Sharing Investment Account ("RPSIA") amounting to RM26,483.7 million. The expected credit losses relating to these financing amounting to RM446.6 million are reflected as a reduction in both financing and advances and deposits and placements of banks and other financial institutions.

Effective 31 December 2021, the financing and advances funded by RPSIA amounting to RM25,033.6 million was recorded off-balance sheet under the operations of IBS, upon revision in the agreement between Maybank Islamic Berhad ("MIB") with the Bank and with the third party on the timing of cash flow remittance received from the financing and advances to the investment account holders.

The gross exposure of the financing funded by Investment Accounts of customers ("IA") as at 31 December 2021 was RM28,720.8 million (31 December 2020: RM23,840.8 million).

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances (cont'd.)**

<u>Group</u>	Bai <sup>1</sup>	Murabahah	Musharakah	Al-Ijarah Thumma Al-Bai ("AITAB") <sup>2</sup>	Ijarah <sup>3</sup>	Others	Total Financing and Advances
<b>As at 31 December 2021</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>RM'000</b>
Cashline	-	6,287,366	-	-	-	-	6,287,366
Term financing							
- Housing financing	12,828,267	81,673,329	1,719,726	-	-	602	96,221,924
- Syndicated financing	-	5,955,729	-	-	-	-	5,955,729
- Hire purchase receivables	-	11,676,586	-	36,500,533	-	-	48,177,119
- Lease receivables	-	-	-	-	815,909	-	815,909
- Other term financing	8,317,772	82,612,398	536,521	-	-	30,604	91,497,295
Trust receipts	-	132,385	-	-	-	-	132,385
Claims on customers under acceptance credits	-	5,227,288	-	-	-	-	5,227,288
Staff financing	340,773	2,357,766	7,330	156,719	-	36,492	2,899,080
Credit card receivables	-	-	-	-	-	1,355,004	1,355,004
Revolving credit	-	5,760,355	-	-	-	-	5,760,355
Share margin financing	-	55,212	-	-	-	-	55,212
Financing to:							
- Directors of the Bank	-	2,750	-	-	-	6	2,756
- Directors of subsidiaries	-	2,271	-	300	-	123	2,694
	<b>21,486,812</b>	<b>201,743,435</b>	<b>2,263,577</b>	<b>36,657,552</b>	<b>815,909</b>	<b>1,422,831</b>	<b>264,390,116</b>
Unearned income							<b>(68,980,345)</b>
Gross financing and advances <sup>4</sup>							<b>195,409,771</b>
Allowances for financing and advances:							
- Stage 1 - 12-month ECL							(556,209)
- Stage 2 - Lifetime ECL not credit impaired							(1,678,410)
- Stage 3 - Lifetime ECL credit impaired							(709,435)
Net financing and advances							<b>192,465,717</b>

<sup>1</sup> Bai' comprises of Bai' Bithaman Ajil, Bai' Al-Inah and Bai' Al-Dayn.

<sup>2</sup> The Group is the owner of the asset. The ownership of an asset will be transferred to the customer via sale at the end of the Ijarah financing.

<sup>3</sup> The Group is the owner of the asset. The ownership of an asset will be transferred to the customer at the end of the Ijarah financing subject to the customer's execution of the purchase option.

<sup>4</sup> Included in financing and advances are the underlying assets under the IA.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances (cont'd.)**

<u>Group</u>	Bai <sup>1</sup>	Murabahah	Musharakah	Al-Ijarah Thumma Al-Bai ("AITAB") <sup>2</sup>	Ijarah <sup>3</sup>	Others	Total Financing and Advances
<b>As at 31 December 2020</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>RM'000</b>
Cashline	-	6,354,760	-	-	-	-	6,354,760
Term financing							
- Housing financing	13,846,268	77,006,822	1,877,969	-	-	609	92,731,668
- Syndicated financing	-	7,106,556	-	-	-	-	7,106,556
- Hire purchase receivables	-	9,635,007	-	35,204,145	-	-	44,839,152
- Lease receivables	-	-	-	-	303,050	-	303,050
- Other term financing	10,653,246	106,866,849	610,568	-	-	18,364	118,149,027
Bills receivables	-	-	-	-	-	50	50
Trust receipts	-	106,257	-	-	-	-	106,257
Claims on customers under acceptance credits	-	4,723,695	-	-	-	-	4,723,695
Staff financing	390,857	2,110,096	8,384	179,242	-	33,633	2,722,212
Credit card receivables	-	-	-	-	-	1,263,404	1,263,404
Revolving credit	-	14,068,861	-	-	-	-	14,068,861
Share margin financing	-	29,008	-	-	-	-	29,008
Financing to:							
- Directors of the Bank	-	3,361	-	-	-	8	3,369
- Directors of subsidiaries	-	2,542	-	340	-	48	2,930
	24,890,371	228,013,814	2,496,921	35,383,727	303,050	1,316,116	292,403,999
Unearned income							(85,698,158)
Gross financing and advances <sup>4</sup>							206,705,841
Allowances for financing and advances:							
- Stage 1 - 12-month ECL							(574,213)
- Stage 2 - Lifetime ECL not credit impaired							(1,209,931)
- Stage 3 - Lifetime ECL credit impaired							(1,254,822)
Net financing and advances							203,666,875

<sup>1</sup> Bai' comprises of Bai' Bithaman Ajil, Bai' Al-Inah and Bai' Al-Dayn.

<sup>2</sup> The Group is the owner of the asset. The ownership of an asset will be transferred to the customer via sale at the end of the Ijarah financing.

<sup>3</sup> The Group is the owner of the asset. The ownership of an asset will be transferred to the customer at the end of the Ijarah financing subject to the customer's execution of the purchase option.

<sup>4</sup> Included in financing and advances are the underlying assets under the RPSIA and IA.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances (cont'd.)**

(i) Movements in the impaired financing and advances ("impaired financing") are as follows:

<b>Group</b>	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
At 1 January	2,452,406	3,115,266
Newly impaired	238,626	584,878
Reclassified as non-impaired	(36,215)	(485,955)
Amount recovered	(339,776)	(437,564)
Amount written-off	(233,810)	(317,043)
Amount related to Restricted Investment Account	<u>(588,475)</u>	<u>(7,176)</u>
Gross impaired financing at 31 December	1,492,756	2,452,406
Less: Stage 3 - Lifetime ECL credit impaired	<u>(709,435)</u>	<u>(1,254,822)</u>
Net impaired financing at 31 December	<u>783,321</u>	<u>1,197,584</u>
 <u>Calculation of ratio of net impaired financing (excluding financing funded by IA)<sup>1</sup>:</u>		
Gross impaired financing at 31 December	1,429,024	1,776,012
Less: Stage 3 - Lifetime ECL credit impaired	<u>(709,435)</u>	<u>(1,254,822)</u>
Net impaired financing at 31 December	<u>719,589</u>	<u>521,190</u>
 Gross financing and advances	 166,688,972	 156,381,322
Less: Allowances for impaired financing and advances at amortised cost and at fair value through other comprehensive income	<u>(2,946,356)</u>	<u>(3,043,122)</u>
Net financing and advances	<u>163,742,616</u>	<u>153,338,200</u>
 Net impaired financing as a percentage of net financing and advances	 <u>0.44%</u>	 <u>0.34%</u>

<sup>1</sup> Excludes financing funded by RPSIA for the financial year ended 31 December 2020.



**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances (cont'd.)**

(ii) Movements in the allowances for impairment losses on financing and advances are as follows:

**At fair value through other comprehensive income**

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	1,662	2,494	-	4,156
Net remeasurement of allowances	133	-	-	133
New financial assets originated or purchased	47	-	-	47
Financial assets derecognised	(636)	(2,494)	-	(3,130)
Changes in models/risk parameters	1,085	-	-	1,085
Exchange differences	11	-	-	11
At 31 December 2021	<b>2,302</b>	<b>-</b>	<b>-</b>	<b>2,302</b>

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	523	2,378	-	2,901
New financial assets originated or purchased	1,036	-	-	1,036
Changes in models/risk parameters	103	116	-	219
At 31 December 2020	<b>1,662</b>	<b>2,494</b>	<b>-</b>	<b>4,156</b>

**At amortised cost**

<b>Group</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>12-month ECL</b>	<b>Lifetime ECL not credit impaired</b>	<b>Lifetime ECL credit impaired</b>	
<b>As at 31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2021	574,213	1,209,931	1,254,822	3,038,966
Transferred to Stage 1	241,131	(229,027)	(12,104)	-
Transferred to Stage 2	(17,310)	45,043	(27,733)	-
Transferred to Stage 3	(5,392)	(27,532)	32,924	-
Net remeasurement of allowances	(245,822)	741,141	117,932	613,251
New financial assets originated or purchased	115,763	51,554	-	167,317
Financial assets derecognised	(42,288)	(75,656)	(24,227)	(142,171)
Changes in models/risk parameters	(44,063)	(20,640)	-	(64,703)
Amount related to Restricted Investment Accounts	(20,279)	(17,223)	(409,064)	(446,566)
Amount written-off	-	-	(233,810)	(233,810)
Exchange differences	256	819	10,695	11,770
At 31 December 2021	<b>556,209</b>	<b>1,678,410</b>	<b>709,435</b>	<b>2,944,054</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41e. Financing and Advances (cont'd.)**

(ii) Movements in the allowances for impairment losses on financing and advances are as follows (cont'd.):

**At amortised cost (cont'd.)**

<u>Group</u>	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	12-month ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	
<b>As at 31 December 2020</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2020	371,029	616,576	1,252,818	2,240,423
Transferred to Stage 1	192,492	(180,987)	(11,505)	-
Transferred to Stage 2	(24,260)	216,014	(191,754)	-
Transferred to Stage 3	(5,653)	(133,942)	139,595	-
Net remeasurement of allowances	89,882	615,209	436,543	1,141,634
New financial assets originated or purchased	111,779	105,132	-	216,911
Financial assets derecognised	(53,808)	(78,272)	(163,013)	(295,093)
Changes in models/risk parameters	(110,039)	40,745	-	(69,294)
Amount related to Restricted Investment Accounts	3,084	11,681	122,297	137,062
Amount written-off	-	-	(317,043)	(317,043)
Exchange differences	(293)	(2,225)	(13,116)	(15,634)
At 31 December 2020	<u>574,213</u>	<u>1,209,931</u>	<u>1,254,822</u>	<u>3,038,966</u>

**A41f. Deposits from Customers**

<u>Group</u>	<u>31 December 2021</u>	<u>31 December 2020</u>
	<u>RM'000</u>	<u>RM'000</u>
<b>Savings deposits</b>		
Murabahah	<b>26,302,000</b>	-
Qard	<b>3,496,477</b>	23,708,048
	<u><b>29,798,477</b></u>	<u>23,708,048</u>
<b>Demand deposits</b>		
Murabahah	<b>32,042,236</b>	-
Qard	<b>1,362,014</b>	26,703,462
	<u><b>33,404,250</b></u>	<u>26,703,462</u>
<b>Term deposits</b>		
Murabahah	<b>115,751,729</b>	114,498,944
Qard	<b>560,459</b>	357,789
	<u><b>116,312,188</b></u>	<u>114,856,733</u>
Total deposits from customers	<u><b>179,514,915</b></u>	<u>165,268,243</u>

During the financial year ended 31 December 2021, the Group changed the underlying shariah contract for deposit from customers from Qard to Murabahah for certain applicable products.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41g. Investment Accounts**

<u>Group</u>	31 December 2021 RM'000	31 December 2020 RM'000
Investment accounts of customers		
- Unrestricted investment accounts <sup>1</sup>	<b>28,720,799</b>	23,840,796
Restricted investment accounts managed by the Group <sup>2</sup>	<b>30,147,795</b>	-

(i) Investment accounts are sourced from the following type of customers:

<u>Group</u>	Unrestricted investment accounts <sup>1</sup> RM'000	Restricted investment accounts managed by the Group <sup>2</sup> RM'000
<b>As at 31 December 2021</b>		
Business enterprises	16,564,421	-
Individuals	10,159,957	-
Government and statutory bodies	205,058	-
Licensed banks	-	29,511,958
Others	1,791,363	635,837
	<b>28,720,799</b>	<b>30,147,795</b>
<b>As at 31 December 2020</b>		
Business enterprises	13,328,580	-
Individuals	9,200,552	-
Government and statutory bodies	112,309	-
Others	1,199,355	-
	<b>23,840,796</b>	<b>-</b>

(ii) The maturity profile of investment accounts are as follows:

<u>Group</u>	Unrestricted investment accounts <sup>1</sup> RM'000	Restricted investment accounts managed by the Group <sup>2</sup> RM'000
<b>As at 31 December 2021</b>		
- without maturity	23,666,368	-
- with maturity		
Within six months	3,560,977	8,099,298
Six months to one year	1,483,337	54,362
One year to three years	4,741	3,715,037
Three years to five years	5,376	18,279,098
	<b>5,054,431</b>	<b>30,147,795</b>
Total investment accounts of customers	<b>28,720,799</b>	<b>30,147,795</b>
<b>As at 31 December 2020</b>		
- without maturity	18,243,257	-
- with maturity		
Within six months	4,241,279	-
Six months to one year	1,342,789	-
One year to three years	9,158	-
Three years to five years	4,313	-
	<b>5,597,539</b>	<b>-</b>
Total investment accounts of customers	<b>23,840,796</b>	<b>-</b>

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41g. Investment Accounts (cont'd.)**

(iii) The allocation of investment asset are as follows:

<u>Group</u>	Unrestricted investment accounts <sup>1</sup> RM'000	Restricted investment accounts managed by the Group <sup>2</sup> RM'000
<b>As at 31 December 2021</b>		
Retail financing	26,965,529	-
Non-retail financing	1,755,270	24,819,965
Corporate Sukuk	-	5,327,830
	<b>28,720,799</b>	<b>30,147,795</b>
<b>As at 31 December 2020</b>		
Retail financing	22,550,499	-
Non-retail financing	1,290,297	-
	<b>23,840,796</b>	<b>-</b>

(iv) Profit sharing ratio and rate of return are as follows:

<u>Group</u>	<u>Investment account holder ("IAH")</u>	
	Average profit sharing ratio (%)	Average rate of return (%)
<b>As at 31 December 2021</b>		
Investment accounts of customers		
- Unrestricted investment accounts <sup>1</sup>	29.55	1.18
Restricted investment accounts managed by the Group <sup>2</sup>	<b>78.41</b>	<b>3.20</b>
<b>As at 31 December 2020</b>		
Investment accounts of customers		
- Unrestricted investment accounts	36.53	1.64
- Restricted investment accounts <sup>3</sup>	99.95	4.03

<sup>1</sup> Included in the unrestricted investment accounts are funds received from the Multi-Asset Investment Account-i ("MAIA") product of RM254.1 million which are managed by the Group. 50% of the funds are invested in the Group's financing assets managed by a subsidiary of the Bank as part of its Islamic banking activities and are recorded as on-balance sheet. The remaining 50% of the funds are invested in marketable securities with net asset value of RM261.3 million as at 31 December 2021 managed by a subsidiary of the Bank as part of its investment management activities and are recorded as off-balance sheet.

<sup>2</sup> Included in the restricted investment accounts managed by the Group is an arrangement between MIB with the Bank and with the third party where MIB acts as an investment agent to manage and administer the restricted investment accounts amounting to RM29,512.0 million and RM635.8 million respectively. The amount of restricted investment accounts managed by MIB are disclosed net of any impairment allowances required on the underlying financial assets funded by the restricted investment accounts.

<sup>3</sup> As at 31 December 2020, the restricted investment accounts have been fully withdrawn.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**A41. The Operations of Islamic Banking Scheme (cont'd.)**

**A41h. Term Funding**

<u>Group</u>	31 December 2021 RM'000	31 December 2020 RM'000
Unsecured term funding:		
(i) Commercial Papers		
- Less than one year	7,947,135	7,945,896
(ii) Medium Term Notes		
- Less than one year	2,002,762	-
- More than one year	-	2,003,222
(iii) Term funding		
- More than one year (Note (a))	973,280	945,940
Total term funding	<u>10,923,177</u>	<u>10,895,058</u>

Note (a): Term funding relates to amounts received by the Group under government financing scheme as part of the government support measures in response to COVID-19 pandemic for the purpose of SME financing at a below market rate with a six-year maturity to be repaid on 17 June 2026. The financing under the government scheme is for financing at concession rates to SMEs and for COVID-19 related relief measures.

**A41i. Subordinated Sukuk**

<u>Group</u>	31 December 2021 RM'000	31 December 2020 RM'000
RM1.0 billion Islamic subordinated Sukuk Murabahah due in 2026	-	1,017,454
RM1.0 billion Islamic subordinated Sukuk Murabahah due in 2029	1,010,849	1,010,849
RM1.0 billion Islamic subordinated Sukuk Murabahah due in 2031	1,010,965	-
	<u>2,021,814</u>	<u>2,028,303</u>

**A41j. Capital Securities**

<u>Group</u>	31 December 2021 RM'000	31 December 2020 RM'000
RM1.0 billion 4.95% Additional Tier 1 Sukuk Wakalah	1,002,441	1,002,441

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

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

**B1. Performance Review**

**(i) Current Period-to-Date vs Previous Corresponding Period-to-Date**

The Group posted profit after tax and zakat attributable to equity holders of RM8,096.2 million for the financial year ended 31 December 2021, an increase of RM1,615.0 million or 24.9% as compared to the previous corresponding financial year ended 31 December 2020.

The Group's net interest income and Islamic Banking income for the financial year ended 31 December 2021 increased by RM2,380.7 million or 13.8% to RM19,606.6 million as compared to the previous corresponding financial year ended 31 December 2020.

The Group's net earned insurance premiums from the Insurance and Takaful subsidiaries decreased by RM612.1 million to RM8,846.8 million for the financial year ended 31 December 2021 as compared to the previous corresponding financial year ended 31 December 2020.

Other operating income of the Group for the financial year ended 31 December 2021 was RM4,470.7 million, a decrease of RM2,828.5 million or 38.8% from RM7,299.2 million in the previous corresponding financial year ended 31 December 2020. The decrease was mainly due to lower net gain in investment income of RM1,420.8 million, unrealised mark-to-market loss on revaluation of derivatives of RM146.8 million, financial assets designated upon initial recognition at FVTPL of RM764.2 million and financial investments at FVTPL of RM235.8 million for the financial year ended 31 December 2021 as compared to unrealised mark-to-market gain on revaluation of derivatives of RM1,014.0 million, financial assets designated upon initial recognition at FVTPL of RM282.5 million and financial investments at FVTPL of RM483.4 million for the previous corresponding financial year ended 31 December 2020 and lower net gain on foreign exchange of RM364.2 million for the financial year ended 31 December 2021. The decreases were, however, mitigated by realised gain on derivatives of RM357.1 million for the financial year ended 31 December 2021 as compared to realised loss of RM626.9 million for the previous corresponding financial year ended 31 December 2020, higher unrealised mark-to-market gain on revaluation of financial liabilities at FVTPL of RM700.8 million and higher fee income of RM264.3 million.

The Group's overhead expenses for the financial year ended 31 December 2021 recorded an increase of RM296.6 million or 2.6% to RM11,518.5 million as compared to the previous corresponding financial year ended 31 December 2020. The increase in overhead expenses was mainly due to higher personnel expenses of RM245.0 million, higher marketing expenses of RM55.8 million and higher establishment costs of RM26.0 million. The increases were, however, mitigated by lower administration and general expenses of RM30.2 million.

The Group's allowances for impairment losses on loans, advances, financing and other debts decreased by RM1,940.0 million or 42.2% to RM2,658.5 million as compared to the previous corresponding financial year ended 31 December 2020.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B1. Performance Review (cont'd.)**

**(i) Current Period-to-Date vs Previous Corresponding Period-to-Date (cont'd.)**

The Group's profit before taxation and zakat for the twelve-month financial year ended 31 December 2021 compared to the previous corresponding twelve-month financial year ended 31 December 2020 is further segmented based on the operating segments of the Group as follows:

**Group Community Financial Services ("Group CFS")**

Group CFS's profit before taxation and zakat increased by RM2,085.8 million or 56.9% to RM5,752.8 million for twelve-month financial year ended 31 December 2021 from RM3,667.0 million for the previous corresponding twelve-month financial year ended 31 December 2020. The increase was mainly due to lower net allowance for impairment losses on loans, advances, financing and other debts of RM1,147.2 million, higher net interest income and income from IBS operations of RM1,003.6 million and higher other operating income of RM135.2 million. The increases were, however, offset by higher overhead expenses of RM201.1 million.

**Group Global Banking**

**a) Group Corporate Banking & Global Markets**

Group Corporate Banking & Global Markets' profit before taxation and zakat increased by RM62.7 million or 1.6% to RM4,070.7 million for the twelve-month financial year ended 31 December 2021 from RM4,008.0 million for the previous corresponding twelve-month financial year ended 31 December 2020. The increase was mainly due to lower net allowances for impairment losses on loans, advances, financing and other debts of RM794.4 million and higher net interest income and income from IBS operations of RM363.2 million. The increases were, however, offset by lower other operating income of RM937.7 million, higher net allowances for impairment losses on financial investments and other financial assets of RM116.5 million, lower share of profits in associates and joint ventures of RM25.9 million and higher overhead expenses of RM14.8 million.

**b) Group Investment Banking**

Group Investment Banking's profit before taxation and zakat increased by RM34.3 million to RM538.0 million or 6.8% for the twelve-month financial year ended 31 December 2021 from RM503.7 million for the previous corresponding twelve-month financial year ended 31 December 2020. The increase was mainly due to higher net interest income and income from IBS operations of RM43.7 million, lower overhead expenses of RM17.9 million and share of profits in associates and joint ventures of RM2.7 million from share of losses in associates and joint ventures of RM0.2 million. The increases were, however, offset by lower other operating income of RM16.5 million, higher net allowance for impairment losses on financial investments, other financial assets and goodwill of RM9.8 million and higher net allowance for impairment losses on loans, advances, financing and other debts of RM3.9 million.

**c) Group Asset Management**

Group Asset Management recorded a loss before taxation and zakat of RM46.5 million for the twelve-month financial year ended 31 December 2021 compared to a profit before taxation and zakat of RM33.7 million for the previous corresponding twelve-month financial year ended 31 December 2020. The loss was mainly due to higher overhead expenses of RM35.9 million, lower other operating income of RM24.2 million and higher net allowance for impairment losses on financial investments, other financial assets and goodwill of RM20.2 million.

**Group Insurance and Takaful**

Group Insurance and Takaful's profit before taxation and zakat decreased by RM64.1 million or 6.4% to RM932.0 million for the twelve-month financial year ended 31 December 2021 from RM996.1 million for the previous corresponding twelve-month financial year ended 31 December 2020. The decrease was mainly due to lower other operating income of RM1,384.3 million, lower net earned insurance premiums of RM612.1 million and higher overhead expenses of RM62.8 million. The decreases were, however, mitigated by lower net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund of RM1,807.4 million, higher net interest income of RM115.5 million, net writeback of impairment losses on financial investments, other financial assets and goodwill of RM34.6 million from net allowance of RM35.0 million and lower net allowance for impairment losses on loans, advances, financing and other debts of RM2.5 million.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B1. Performance Review (cont'd.)**

**(ii) Current Quarter vs Previous Period Corresponding Quarter**

The Group posted profit after tax and zakat attributable to equity holders of RM2,056.9 million for the quarter ended 31 December 2021, an increase of RM519.5 million or 33.8% as compared to the previous period corresponding quarter ended 31 December 2020.

The Group's net interest income and Islamic Banking income for the quarter ended 31 December 2021 increased by RM566.5 million or 12.7% to RM5,023.1 million as compared to the previous period corresponding quarter ended 31 December 2020.

The Group's net earned insurance premiums from the Insurance and Takaful subsidiaries decreased by RM615.2 million or 22.1% to RM2,167.6 million as compared to the previous period corresponding quarter ended 31 December 2020.

The Group's other operating income decreased by RM509.6 million to RM992.6 million for the quarter ended 31 December 2021 as compared to the previous period corresponding quarter ended 31 December 2020. The decrease was mainly due to lower unrealised mark-to-market gain on revaluation of financial investments at FVTPL of RM567.6 million, unrealised mark-to-market loss on revaluation of financial liabilities at FVTPL of RM155.8 million for the quarter ended 31 December 2021 as compared to unrealised mark-to-market gain on revaluation of financial liabilities at FVTPL of RM52.1 million for the previous period corresponding quarter ended 31 December 2020, lower net gain on foreign exchange of RM247.3 million, lower net gain in investment income of RM127.7 million and lower fee income of RM145.0 million. The decreases were, however, mitigated by realised gain on derivatives of RM227.6 million for the quarter ended 31 December 2021 as compared to realised loss of RM173.6 million for the previous period corresponding quarter ended 31 December 2020 and unrealised mark-to-market gain on revaluation of derivatives of RM9.1 million for the quarter ended 31 December 2021 as compared to unrealised mark-to-market loss of RM314.3 million for the previous period corresponding quarter ended 31 December 2020.

The Group's overhead expenses for the quarter ended 31 December 2021 recorded an increase of RM85.6 million or 3.0% to RM2,954.8 million as compared to the previous period corresponding quarter ended 31 December 2020. The increase in overhead expenses was mainly due to higher personnel expenses of RM82.2 million and higher marketing expenses of RM42.0 million. The increases were, however, mitigated by lower establishment costs of RM21.5 million and lower administration and general expenses of RM17.1 million.

The Group's allowances for impairment losses on loans, advances, financing and other debts decreased by RM936.0 million or 85.6% to RM157.3 million as compared to the previous period corresponding quarter ended 31 December 2020.



**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B1. Performance Review (cont'd.)**

**(ii) Current Quarter vs Previous Period Corresponding Quarter (cont'd.)**

The Group's profit before taxation and zakat for the quarter ended 31 December 2021 compared to the previous period corresponding quarter ended 31 December 2020 is further segmented based on the operating segments of the Group as follows:

**Group Community Financial Services ("Group CFS")**

Group CFS's profit before taxation and zakat increased by RM1,426.2 million or 172.5% to RM2,253.1 million for the quarter ended 31 December 2021 from RM826.9 million for the previous period corresponding quarter ended 31 December 2020. The increase was mainly due to net writeback of impairment losses on loans, advances, financing and other debts of RM550.2 million from net allowance of RM688.6 million, higher net interest income and income from IBS operations of RM305.6 million and higher other operating income of RM7.1 million. The increases were, however, offset by higher overhead expenses of RM125.5 million.

**Group Global Banking**

**a) Group Corporate Banking & Global Markets**

Group Corporate Banking & Global Markets's profit before taxation and zakat decreased by RM445.1 million or 53.0% to RM394.3 million for the quarter ended 31 December 2021 from RM839.4 million for the previous period corresponding quarter ended 31 December 2020. The decrease was mainly due to lower other operating income of RM178.6 million, higher net allowance for impairment losses on loans, advances, financing and other debts of RM295.8 million, higher net allowance for impairment losses on financial investments and other financial assets of RM74.6 million and lower share of profits in associates and joint ventures of RM29.0 million. The decreases were, however, mitigated by higher net interest income and income from IBS operations of RM85.4 million and lower overhead expenses of RM47.5 million.

**b) Group Investment Banking**

Group Investment Banking's profit before taxation and zakat decreased by RM28.5 million or 13.5% to RM182.8 million for the quarter ended 31 December 2021 from RM211.3 million for the previous period corresponding quarter ended 31 December 2020. The decrease was mainly due to lower other operating income of RM59.2 million and higher net allowance for impairment losses on financial investments, other financial assets and goodwill of RM11.5 million. The decreases were, however, mitigated by higher net interest income and income from IBS operations of RM25.7 million, lower overhead expenses by RM17.1 million and share of profits in associates and joint ventures of RM0.3 million from share of losses in associates and joint ventures of RM1.3 million.

**c) Group Asset Management**

Group Asset Management recorded loss before taxation and zakat of RM52.7 million for the quarter ended 31 December 2021 compared to a profit before taxation and zakat of RM32.9 million for the previous period corresponding quarter ended 31 December 2020. The loss was mainly due to lower other operating income of RM36.9 million, higher overhead expenses of RM28.8 million and higher net allowance for impairment losses on financial investments and other financial assets of RM20.2 million.

**Group Insurance and Takaful**

Group Insurance and Takaful's profit before taxation and zakat decreased by RM101.6 million or 26.5% to RM281.5 million for the quarter ended 31 December 2021 from RM383.1 million for the previous period corresponding quarter ended 31 December 2020. The decrease was mainly due to lower net earned insurance premiums of RM618.0 million, lower other operating income of RM121.6 million and higher net allowance for impairment losses on loans, advances, financing and other debts of RM5.0 million. The decreases were, however, mitigated by lower net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund of RM566.9 million, higher net interest income of RM44.6 million, net writeback of impairment losses on financial investments, other financial assets and goodwill of RM8.6 million from net allowance of RM18.8 million and lower overhead expenses of RM4.1 million.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B2. Variation of Current Quarter Results Against Preceding Quarter**

The Group's profit after tax and zakat attributable to equity holders for the quarter ended 31 December 2021 increased by RM372.2 million to RM2,056.9 million against the preceding quarter ended 30 September 2021 of RM1,684.7 million.

The Group's net interest income for the quarter ended 31 December 2021 increased by RM22.6 million to RM3,064.7 million against the preceding quarter ended 30 September 2021 of RM3,042.1 million. Income from Islamic Banking Scheme operations increased by RM187.7 million to RM1,958.4 million for the quarter ended 31 December 2021 compared to RM1,770.7 million in the preceding quarter ended 30 September 2021.

The Group's net earned insurance premiums for the quarter ended 31 December 2021 increased by RM184.2 million to RM2,167.6 million compared to RM1,983.4 million in the preceding quarter ended 30 September 2021.

Other operating income of the Group for the quarter ended 31 December 2021 decreased by RM320.2 million to RM992.6 million compared to RM1,312.8 million in the preceding quarter ended 30 September 2021. The decrease was mainly due to unrealised mark-to-market loss on revaluation of financial liabilities at FVTPL of RM155.8 million for the quarter ended 31 December 2021 as compared to unrealised mark-to-market gain on revaluation of financial liabilities at FVTPL of RM153.9 million in the preceding quarter ended 30 September 2021, lower net investment income of RM229.4 million and lower realised gain on derivatives of RM181.4 million. The decreases were, however, mitigated by unrealised mark-to-market gain on revaluation of derivatives of RM9.1 million for the quarter ended 31 December 2021 as compared to unrealised mark-to-market loss on revaluation of derivatives of RM260.6 million in the preceding quarter ended 30 September 2021, higher net gain on foreign exchange of RM77.0 million and higher fee income of RM71.0 million.

The Group's net insurance benefits and claims incurred, net fee and commission expenses, change in expense liabilities and taxation of life and takaful fund decreased by RM75.5 million to RM1,883.7 million for the quarter ended 31 December 2021 compared to RM1,959.2 million in the preceding quarter ended 30 September 2021. The decrease was mainly due to lower net insurance benefits and claims incurred by the Insurance and Takaful subsidiaries of RM38.4 million.

The Group posted an increase of RM133.5 million in overhead expenses to RM2,954.8 million for the quarter ended 31 December 2021 compared to RM2,821.3 million in the preceding quarter ended 30 September 2021. The increase were mainly due to higher marketing expenses of RM66.2 million, higher administration and general costs of RM57.8 million and higher personnel expenses of RM10.0 million.

The Group's allowance for impairment losses on loans, advances, financing and other debts decreased by RM968.9 million to RM157.3 million for the quarter ended 31 December 2021 compared to RM1,126.2 million in the preceding quarter ended 30 September 2021.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B3. Prospects**

Global economies rebounded in 2021 arising from the impact of significant monetary and fiscal support, coupled with the gradual reopening of economic activity facilitated by COVID-19 mass vaccinations, following the pandemic-induced recession in 2020. The trajectory of recovery was uneven between countries due to diverging pace of vaccination rollouts, as well as a resurgence in infections from the emergence of new variants, resulting in re-introduction of restriction and containment measures. In addition, inflationary pressures rose due to a surge in commodity prices and supply chain bottlenecks from supply-demand imbalances.

Global recovery in 2022 is expected to remain uneven despite the progress in vaccination coverage enabling broader and sustained economic opening amidst the emergence of newer variants. Persisting inflationary pressure is expected to lead to the normalisation of monetary policies, albeit at varying speeds, whereas fiscal policies are seen to remain expansionary this year.

In Malaysia, economic recovery is expected to be firmer and broad-based on sustained economic reopening (2022E: +6.0%) after an uneven and underwhelming recovery in 2021 of +3.1%. Domestic economic growth is expected to have better traction and gain stronger momentum in 2022, enabled by the mass immunisation and transition to the endemic phase of COVID-19. The Government's plan to open the country's international borders by 2Q 2022 will likely have multiplier effects across various industries which broadens growth. The Overnight Policy Rate is anticipated to remain at a record low of 1.75% throughout most of 2022, before a rate hike is expected in 4Q 2022. Fiscal policy in 2022 remains expansionary with the budget deficit at 6.0% of GDP (2021: 6.5% of GDP).

In Singapore, GDP growth is expected to moderate to +3.8% in 2022E after a strong recovery of +7.6% in 2021. The recovery will likely broaden to consumer-facing, travel-related services and the construction sector, while the manufacturing sector's momentum will taper from last year's high base. Inflation is rising on both cyclical and structural factors, and is expected to peak in 2Q 2022 before easing in the second half of the year. The Monetary Authority of Singapore may further tighten its policy stance in April 2022 given rising core inflation risks by re-centering the SGD NEER band, following the inter-meeting move to adjust the SGD NEER from +0.5% per annum to +1% in January 2022. Budget 2022 stays expansionary with a small deficit of SGD3 billion (0.5% of GDP), following the deficit of 0.9% of GDP in 2021.

In Indonesia, GDP growth is expected to be firmer at +5.4% for 2022E, following the soft +3.7% rebound in 2021. Domestic demand will lead the recovery in 2022 on the back of the country's increasing vaccination rate, improving consumer confidence, as well as rising investments driven by the Electric Vehicle industry and infrastructure development. Inflation is expected to edge up on the back of improving consumer demand, high commodity prices and the 1% hike in Value Added Tax effective 1 April 2022. Bank Indonesia (BI) is expected to deliver three +25bps rate hikes to 4.25% by end-2022 to maintain stability of the IDR as the US Federal Reserve starts to normalise its monetary policy. BI will continue funding the fiscal deficit of 4.3% of GDP in 2022E by buying government bonds, but may scale down its purchasing should the US Federal Reserve tighten more aggressively.

Overall, a better outlook is expected for 2022 driven by broader and sustained economic re-openings, easing of border controls and higher vaccination rates. Maybank Group remains committed in supporting the economic recovery across our home markets by enabling access for financial support to our customers to strengthen their financial positions and capitalise on emerging growth opportunities. As more customers experience an easing of cash flow pressures on sustained recovery, the Group will continue to proactively engage with customers on a targeted basis to extend additional support for those in need and as part of our robust asset quality management process.

With expectations of improved mobility, Maybank will also look to defend its low-cost deposits' base to maintain its net interest margin position. Concurrently, the Group will continue to drive fee-based income growth through our wealth management, global markets, investment banking, asset management and insurance segments. Maybank will leverage its extensive digital ecosystem and domestic franchise strength to deepen market penetration and capture underserved segments. The Group will invest strategically in its digital infrastructure and sustainability commitments in line with its M25 ambitions.

As part of the M25 strategic priorities, Maybank will focus its efforts on driving greater financial inclusion, offering more sustainable financing and solutions as well as supporting the move towards a responsible transition to a low-carbon economy.

Although overall sustained economic recovery is expected in 2022, the Group anticipates that its return on equity for FY2022 will be similar to that of FY2021 and has set a Headline KPI of between 9.5% and 10%, taking into consideration the impact from the higher one-off Prosperity Tax announced by the federal government of Malaysia.

**B4. Profit Forecast or Profit Guarantee**

Neither the Group nor the Bank has made any profit forecast or issued any profit guarantee for the fourth quarter and 12 months financial year ended 31 December 2021.

**MALAYAN BANKING BERHAD**  
(Co. Reg. No.: 196001000142)  
(Incorporated in Malaysia)

**B5. Taxation and Zakat**

The analysis of the tax expense for the fourth quarter and 12 months financial year ended 31 December 2021 are as follows:

<b>Group</b>	<b>Unaudited</b>		<b>Audited</b>	
	<b>Fourth Quarter Ended</b>		<b>Cumulative 12 Months Ended</b>	
	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysian income tax	346,452	668,046	2,234,349	1,516,016
Foreign income tax	44,014	39,160	353,024	229,333
	<b>390,466</b>	<b>707,206</b>	<b>2,587,373</b>	<b>1,745,349</b>
(Over)/under provision in respect of prior period/year:				
Malaysian income tax	(2,234)	(30,952)	659,324	(30,952)
Foreign income tax	4,508	(15,359)	3,926	(40,697)
	<b>392,740</b>	<b>660,895</b>	<b>3,250,623</b>	<b>1,673,700</b>
Deferred tax				
- Relating to origination and reversal of temporary differences	867,529	(305,938)	(55,812)	226,758
- Over provision of deferred tax assets in prior year	(677,810)	-	(677,810)	-
	<b>189,719</b>	<b>(305,938)</b>	<b>(733,622)</b>	<b>226,758</b>
Tax expense for the financial period/year	582,459	354,957	2,517,001	1,900,458
Zakat	15,137	(3,767)	48,079	37,419
	<b>597,596</b>	<b>351,190</b>	<b>2,565,080</b>	<b>1,937,877</b>

The Group's effective tax rate for the financial period/year ended 31 December 2021 was lower than the statutory tax rate due to certain income not subject to tax and effect of different tax rate in other countries.

<b>Bank</b>	<b>Unaudited</b>		<b>Audited</b>	
	<b>Fourth Quarter Ended</b>		<b>Cumulative 12 Months Ended</b>	
	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysian income tax	(45,275)	380,835	866,285	995,182
Foreign income tax	(6,605)	(11,672)	-	4,540
	<b>(51,880)</b>	<b>369,163</b>	<b>866,285</b>	<b>999,722</b>
(Over)/under provision in respect of prior period/year:				
Malaysian income tax	(24,919)	(9,997)	224,346	(9,997)
Foreign income tax	-	(14,417)	-	(39,174)
	<b>(76,799)</b>	<b>344,749</b>	<b>1,090,631</b>	<b>950,551</b>
Deferred tax				
- Relating to origination and reversal of temporary differences	417,804	(173,181)	24,692	13,332
- Over provision of deferred tax assets in prior year	(249,265)	-	(249,265)	-
	<b>168,539</b>	<b>(173,181)</b>	<b>(224,573)</b>	<b>13,332</b>
Tax expense for the financial period/year	91,740	171,568	866,058	963,883

The Bank's effective tax rate for the financial period/year ended 31 December 2021 was lower than the statutory tax rate due to certain income not subject to tax.

Domestic income tax for the Bank is calculated at the Malaysian statutory tax rate of 24% of the estimated chargeable profit for the financial year. Taxation for foreign subsidiaries in other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B6. Status of Corporate Proposals Announced but Not Completed**

There are no corporate proposals announced but not completed during the financial year ended 31 December 2021.

**B7. Status of Utilisation of Proceeds Raised from Corporate Proposal**

The proceeds raised from the borrowings, issuance of subordinated obligations and capital securities have been used for working capital, general banking and other corporate purposes, as intended.

**B8. Deposits from Customers, Investment Accounts of Customers, Deposits and Placements from Financial Institutions and Debt Securities**

Please refer to Note A14, A15, A16, A17 and A41g.

**B9. Derivative Financial Instruments**

Please refer to Note A37.

**B10. Changes in Material Litigation**

There is no material litigation during the financial year ended 31 December 2021.

**B11. Dividend**

**(i) Second interim dividend**

The Board of Directors has declared a single-tier second interim dividend in respect of the current financial year ended 31 December 2021 of 30.0 sen single-tier dividend per ordinary share, amounting to dividend payable of RM3,563,553,965 (based on 11,878,513,218 ordinary shares issued as at 31 December 2021).

The single-tier second interim dividend consists of cash portion of 22.5 sen per ordinary share to be paid in cash amounting to RM2,672,665,474 and an electable portion of 7.5 sen per ordinary share amounting to RM890,888,491.

Pursuant to Section 8.26 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the single-tier second interim dividend will be paid no later than three (3) months from the date of declaration.

The book closure date will be announced by the Bank at a later date.

**(ii) Total dividend**

Total dividend for the financial year ended 31 December 2021 are as follows:

- a) Single-tier first interim dividend of 28.0 sen per ordinary share declared on 26 August 2021 and paid on 21 October 2021 as disclosed in Note A9(b); and
- b) Single-tier second interim dividend of 30.0 sen per ordinary share declared on 24 February 2022.

**MALAYAN BANKING BERHAD**  
**(Co. Reg. No.: 196001000142)**  
**(Incorporated in Malaysia)**

**B12. Earnings Per Share ("EPS")**

**Basic EPS**

The basic EPS of the Group is calculated by dividing the net profit for the financial period/year attributable to equity holders of the Bank by the weighted average number of ordinary shares in issue during the financial period/year.

	<b>Unaudited</b>		<b>Audited</b>	
	<b>Fourth Quarter Ended</b>		<b>Cumulative 12 Months Ended</b>	
	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>	<b>31 December</b>
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Net profit for the financial period/year attributable to equity holders of the Bank (RM'000)	<b>2,056,871</b>	1,537,405	<b>8,096,229</b>	6,481,219
Weighted average number of ordinary shares in issue ('000)	<b>11,874,939</b>	11,241,362	<b>11,622,345</b>	11,241,362
Basic earnings per share	<b>17.32 sen</b>	13.68 sen	<b>69.66 sen</b>	57.66 sen

**Diluted EPS**

The Group has no dilution in its earnings per ordinary share in the current and the preceding financial period/year as there are no dilutive potential ordinary shares.

By Order of the Board

**Wan Marzimin Wan Muhammad**

LS0009924

Company Secretary

24 February 2022