

**MAYBANK INVESTMENT BANK BERHAD**  
**(Co. Reg. No.: 197301002412)**  
**(Incorporated in Malaysia)**

**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

<u>Group</u>	<u>Note</u>	<b>30 September 2023 RM'000</b>	<b>31 December 2022 RM'000</b>
<b>ASSETS</b>			
Cash and short-term funds	14	<b>832,076</b>	1,098,279
Deposits and placements with a financial institution	15	<b>746,570</b>	434,806
Financial investments portfolio	16	<b>1,334,876</b>	1,482,735
Loans and advances	17	<b>112,287</b>	111,329
Derivative financial assets	21 (i)	<b>162,470</b>	153,273
Other assets	18	<b>624,065</b>	605,853
Tax recoverable		<b>39,933</b>	24,550
Property, plant and equipment		<b>5,101</b>	2,998
Right-of-use assets		<b>10,091</b>	5,715
Intangible assets		<b>13,106</b>	10,131
Deferred tax assets		<b>9,624</b>	16,622
<b>TOTAL ASSETS</b>		<b>3,890,199</b>	<b>3,946,291</b>
<b>LIABILITIES</b>			
Deposits and placements from a financial institution	19	<b>1,347,024</b>	1,494,146
Derivative financial liabilities	21 (i)	<b>408,822</b>	410,637
Other liabilities	20	<b>1,499,228</b>	1,394,427
Provision for zakat		<b>300</b>	693
Subordinated obligation		<b>35,331</b>	35,055
<b>TOTAL LIABILITIES</b>		<b>3,290,705</b>	<b>3,334,958</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital		<b>222,785</b>	222,785
Reserves		<b>376,709</b>	388,548
<b>TOTAL EQUITY</b>		<b>599,494</b>	<b>611,333</b>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>		<b>3,890,199</b>	<b>3,946,291</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	29	<b>2,591,167</b>	<b>2,386,502</b>

*(These unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these financial statements)*

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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

<u>Bank</u>	Note	30 September 2023 RM'000	31 December 2022 RM'000
<b>ASSETS</b>			
Cash and short-term funds	14	799,023	1,065,971
Deposits and placements with a financial institution	15	746,549	434,786
Financial investments portfolio	16	1,334,876	1,482,735
Loans and advances	17	112,287	111,329
Derivative financial assets	21 (i)	162,470	153,273
Other assets	18	623,901	605,721
Tax recoverable		39,998	24,566
Investment in subsidiaries		197,267	197,267
Property, plant and equipment		5,101	2,998
Right-of-use assets		10,091	5,715
Intangible assets		13,106	10,131
Deferred tax assets		9,624	16,622
<b>TOTAL ASSETS</b>		<b>4,054,293</b>	<b>4,111,114</b>
<b>LIABILITIES</b>			
Deposits and placements from a financial institution	19	1,347,024	1,494,146
Derivative financial liabilities	21 (i)	408,822	410,637
Other liabilities	20	1,669,907	1,565,253
Provision for zakat		300	693
Subordinated obligation		35,331	35,055
<b>TOTAL LIABILITIES</b>		<b>3,461,384</b>	<b>3,505,784</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital		222,785	222,785
Reserves		370,124	382,545
<b>TOTAL EQUITY</b>		<b>592,909</b>	<b>605,330</b>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>		<b>4,054,293</b>	<b>4,111,114</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	29	<b>2,591,167</b>	<b>2,386,502</b>

*(These unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these financial statements)*

**MAYBANK INVESTMENT BANK BERHAD**  
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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

<u>Group</u>	Notes	Unaudited Third Quarter Ended		Unaudited Cumulative 9 Months Ended	
		30 September 2023 RM'000	30 September 2022 RM'000	30 September 2023 RM'000	30 September 2022 RM'000
Interest income	22	16,660	7,279	36,129	17,447
Interest expense	23	(16,988)	(11,221)	(44,629)	(26,407)
Net interest expense		(328)	(3,942)	(8,500)	(8,960)
Income from Islamic Banking Scheme operations	31	7,546	8,655	36,662	33,931
Non-interest income	24	72,050	76,545	251,160	285,456
Direct costs	25	(10,150)	(8,087)	(24,016)	(26,390)
Net income		69,118	73,171	255,306	284,037
Overhead expenses	26	(68,974)	(68,155)	(214,910)	(225,999)
Operating profit		144	5,016	40,396	58,038
Writeback of/(allowance for) impairment on loans and advances and other assets, net	27	616	(729)	1,062	(674)
<b>Profit before taxation and zakat</b>		<b>760</b>	<b>4,287</b>	<b>41,458</b>	<b>57,364</b>
Taxation and zakat		4,098	(639)	(7,608)	(14,048)
<b>Profit for the period, attributable to equity holder of the Bank</b>		<b>4,858</b>	<b>3,648</b>	<b>33,850</b>	<b>43,316</b>
<b>Basic and diluted earnings per share (sen), attributable to equity holder of the Bank</b>		<b>10</b>	<b>7</b>	<b>68</b>	<b>86</b>
<b>Other comprehensive (loss)/income:</b>					
<i>Item that will not be reclassified subsequently to profit or loss:</i>					
Net gain on revaluation of financial asset at fair value through other comprehensive income		-	69	88	69
<i>Item that may be reclassified subsequently to profit or loss:</i>					
Net (loss)/gain on foreign exchange translation		(104)	(76)	222	(177)
<b>Other comprehensive (loss)/income for the period, net of tax</b>		<b>(104)</b>	<b>(7)</b>	<b>310</b>	<b>(108)</b>
<b>Total comprehensive income for the period, attributable to equity holder of the Bank</b>		<b>4,754</b>	<b>3,641</b>	<b>34,160</b>	<b>43,208</b>

(These unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these financial statements)

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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

<u>Bank</u>	Notes	Unaudited Third Quarter Ended		Unaudited Cumulative 9 Months Ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
		RM'000	RM'000	RM'000	RM'000
Interest income	22	16,460	7,145	35,553	17,089
Interest expense	23	(16,988)	(11,221)	(44,629)	(26,407)
Net interest expense		(528)	(4,076)	(9,076)	(9,318)
Income from Islamic Banking Scheme operations	31	7,546	8,655	36,662	33,931
Non-interest income	24	72,050	76,545	251,160	285,456
Direct costs	25	(10,150)	(8,087)	(24,016)	(26,390)
Net income		68,918	73,037	254,730	283,679
Overhead expenses	26	(68,945)	(68,126)	(214,822)	(225,910)
Operating (loss)/profit		(27)	4,911	39,908	57,769
Writeback of/(allowance for) impairment on loans and advances and other assets, net	27	616	(729)	1,062	(674)
<b>Profit before taxation and zakat</b>		<b>589</b>	<b>4,182</b>	<b>40,970</b>	<b>57,095</b>
Taxation and zakat		4,143	(610)	(7,480)	(13,972)
<b>Profit for the period, attributable to equity holder of the Bank</b>		<b>4,732</b>	<b>3,572</b>	<b>33,490</b>	<b>43,123</b>
<b>Other comprehensive income:</b>					
<i>Item that will not be reclassified subsequently to profit or loss:</i>					
Net gain on revaluation of financial asset at fair value through other comprehensive income		-	69	88	69
<b>Other comprehensive income for the period, net of tax</b>		<b>-</b>	<b>69</b>	<b>88</b>	<b>69</b>
<b>Total comprehensive income for the period, attributable to equity holder of the Bank</b>		<b>4,732</b>	<b>3,641</b>	<b>33,578</b>	<b>43,192</b>

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**MAYBANK INVESTMENT BANK BERHAD**  
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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

<u>Group</u>	←-----Non-distributable----->				Distributable	
	Share capital RM'000	Regulatory reserve RM'000	Fair value through other comprehensive income reserve RM'000	Exchange fluctuation reserve RM'000	Retained earnings RM'000	Total RM'000
<b>At 1 January 2023</b>	222,785	11,372	1,053	(407)	376,530	611,333
Profit for the period	-	-	-	-	33,850	33,850
Other comprehensive income	-	-	88	222	-	310
Total comprehensive income for the period	-	-	88	222	33,850	34,160
Transfer to regulatory reserve	-	4,659	-	-	(4,659)	-
Dividend	-	-	-	-	(45,999)	(45,999)
<b>At 30 September 2023</b>	<b>222,785</b>	<b>16,031</b>	<b>1,141</b>	<b>(185)</b>	<b>359,722</b>	<b>599,494</b>
<b>At 1 January 2022</b>	222,785	14,046	984	(241)	509,375	746,949
Profit for the period	-	-	-	-	43,316	43,316
Other comprehensive income/(loss)	-	-	69	(177)	-	(108)
Total comprehensive income/(loss) for the period	-	-	69	(177)	43,316	43,208
Transfer to regulatory reserve	-	(1,965)	-	-	1,965	-
Dividend	-	-	-	-	(192,607)	(192,607)
<b>At 30 September 2022</b>	<b>222,785</b>	<b>12,081</b>	<b>1,053</b>	<b>(418)</b>	<b>362,049</b>	<b>597,550</b>

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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

	<-----Non-distributable----->			Distributable	
	Share capital RM'000	Regulatory reserve RM'000	Fair value through other comprehensive income reserve RM'000	Retained earnings RM'000	Total RM'000
<b>Bank</b>					
<b>At 1 January 2023</b>	222,785	11,372	1,053	370,120	605,330
Profit for the period	-	-	-	33,490	33,490
Other comprehensive income	-	-	88	-	88
Total comprehensive income for the period	-	-	88	33,490	33,578
Transfer to regulatory reserve	-	4,659	-	(4,659)	-
Dividend	-	-	-	(45,999)	(45,999)
<b>At 30 September 2023</b>	<b>222,785</b>	<b>16,031</b>	<b>1,141</b>	<b>352,952</b>	<b>592,909</b>
<b>At 1 January 2022</b>	222,785	14,046	984	503,261	741,076
Profit for the period	-	-	-	43,123	43,123
Other comprehensive income	-	-	69	-	69
Total comprehensive income for the period	-	-	69	43,123	43,192
Transfer to regulatory reserve	-	(1,965)	-	1,965	-
Dividend	-	-	-	(192,607)	(192,607)
<b>At 30 September 2022</b>	<b>222,785</b>	<b>12,081</b>	<b>1,053</b>	<b>355,742</b>	<b>591,661</b>

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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

	Note	Group		Bank	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
		RM'000	RM'000	RM'000	RM'000
<b>Cash flows from operating activities</b>					
Profit before taxation and zakat		41,458	57,364	40,970	57,095
Adjustments for:					
Depreciation of property, plant and equipment	26	1,046	1,431	1,046	1,431
Depreciation of right-of-use assets	26	6,288	6,261	6,288	6,261
Amortisation of computer software	26	1,536	1,921	1,536	1,921
Finance cost on lease liabilities	26	276	235	276	235
(Writeback of)/allowance for impairment on loans and advances and other assets, net	27	(949)	1,081	(949)	1,081
Gross dividends	24	(23,540)	(31,459)	(23,540)	(31,459)
Realised (gain)/loss from sale of financial assets at fair value through profit or loss, net	24	(13,779)	113,969	(13,779)	113,969
Unrealised loss on revaluation of financial assets at fair value through profit or loss, net	24	72,512	93,222	72,512	93,222
Realised loss from sale of derivative financial instruments, net	24	55,044	18,353	55,044	18,353
Unrealised gain on revaluation of derivative financial instruments, net	24	(165,864)	(300,656)	(165,864)	(300,656)
Operating loss before working capital changes		(25,972)	(38,278)	(26,460)	(38,547)
Change in cash and short-term funds with original maturity more than three months		8,642	7,801	8,642	7,801
Change in deposits and placements with original maturity more than three months		(312,490)	21,595	(312,490)	21,595
Change in financial investments portfolio and derivative financial instruments		189,022	67,626	189,022	67,626
Change in loans and advances		(957)	907	(957)	907
Change in other assets		(27,928)	(4,540)	(27,896)	(4,710)
Change in deposits and placements from a financial institution		(147,122)	357,470	(147,122)	357,470
Change in other liabilities		111,649	7,550	111,502	7,391
Cash (used in)/generated from operations		(205,156)	420,131	(205,759)	419,533
Taxation and zakat paid, net		(16,386)	(13,142)	(16,307)	(13,079)
Net cash (used in)/generated from operating activities		(221,542)	406,989	(222,066)	406,454
<b>Cash flows from investing activities</b>					
Purchase of property, plant and equipment		(3,149)	(725)	(3,149)	(725)
Purchase of computer software		(4,511)	(2,117)	(4,511)	(2,117)
Net dividends received		23,540	31,459	23,540	31,459
Net cash generated from investing activities		15,880	28,617	15,880	28,617
<b>Cash flows from financing activities</b>					
Interest payment of subordinated obligation		(554)	(554)	(554)	(554)
Dividend paid		(45,999)	(192,607)	(45,999)	(192,607)
Repayment of lease liabilities		(6,294)	(6,577)	(6,294)	(6,577)
Net cash used in financing activities		(52,847)	(199,738)	(52,847)	(199,738)

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**CONDENSED FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONT'D.)**

	Note	Group		Bank	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
		RM'000	RM'000	RM'000	RM'000
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(258,509)</b>	235,868	<b>(259,033)</b>	235,333
<b>Cash and cash equivalents at the beginning of the period</b>		<b>1,069,073</b>	963,686	<b>1,036,745</b>	931,355
<b>Effects of foreign exchange rate changes</b>		<b>222</b>	(177)	-	-
<b>Cash and cash equivalents at the end of the period</b>		<b>810,786</b>	1,199,377	<b>777,712</b>	1,166,688
Cash and cash equivalents comprise:					
Cash and short-term funds	14	832,076	1,243,681	799,023	1,211,012
Deposits and placements with a financial institution	15	746,570	539,895	746,549	539,875
		<b>1,578,646</b>	1,783,576	<b>1,545,572</b>	1,750,887
Less:					
Cash and short-term funds and deposits and placements with original maturity more than three months		(767,860)	(584,199)	(767,860)	(584,199)
		<b>810,786</b>	1,199,377	<b>777,712</b>	1,166,688

*(These unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these financial statements)*



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**Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) Interim Financial Reporting**

**1. Basis of Preparation**

The unaudited condensed interim financial statements of the Group and of 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 profit or loss, financial investments at fair value through other comprehensive income and derivative financial instruments.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and IAS 34 Interim Financial Reporting.

The unaudited condensed interim financial statements do not include all the information and disclosure required in the audited financial statements, and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022. These explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and of the Bank since the year ended 31 December 2022.

The unaudited condensed interim financial statements include those activities relating to the Islamic banking business which have been undertaken by the Group. Islamic banking business refers generally to capital market and stockbroking activities under the principles of Shariah.

The significant accounting policies and methods of computation applied by the Group and by the Bank are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2022 except for adoption of the following Malaysian Financial Reporting Standards (“MFRS”) and annual improvements to MFRSs which are effective for annual periods beginning on or after 1 January 2023:

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
MFRS 17 Insurance Contracts	1 January 2023
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 Income taxes - <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023

Adoption of the above standards and annual improvements to standards, where applicable do not have any significant financial impact on the financial statements of the Group and of the Bank in the period of initial application.

**2. Significant Accounting Policies**

The audited financial statements of the Group and of the Bank for the financial year ended 31 December 2022 were prepared in accordance with MFRS, International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act, 2016 in Malaysia. The significant accounting policies adopted in preparing these unaudited condensed interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2022 except for the adoption of the new MFRS, amendments to MFRS and annual improvements to MFRS which are effective for annual periods beginning on or after 1 January 2023 as disclosed in Note 1.

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**Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) Interim Financial Reporting (Cont’d.)**

**3. Significant Accounting Estimates and Judgements**

The preparation of unaudited 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 unaudited 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 were applied to the audited financial statements for the financial year ended 31 December 2022.

**4. Auditors’ Report on Annual Financial Statements**

The auditors’ report on the audited financial statements for the financial year ended 31 December 2022 was not qualified.

**5. 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 third quarter ended 30 September 2023.

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

During the third quarter ended 30 September 2023, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and of the Bank.

**7. Changes in Estimates**

There were no material changes in estimates during the third quarter ended 30 September 2023.

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

There were no issuances, cancellations, share buy-backs, resale of shares bought back and repayment of debt and equity securities by the Group and the Bank during the third quarter ended 30 September 2023.

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

There were no changes in the composition of the Group during the third quarter ended 30 September 2023.

**10. Dividend**

(i) Dividend Paid

On 24 February 2023, the Board of Directors declared a single-tier second interim dividend in respect of the financial year ended 31 December 2022 of approximately RM0.34 on 50,116,000 ordinary shares, amounting to a net dividend of RM17,241,000. The dividend was paid on 31 March 2023.

On 7 August 2023, the Board of Directors declared a single-tier first interim dividend in respect of the financial year ending 31 December 2023 of approximately RM0.57 on 50,116,000 ordinary shares, amounting to a net dividend of RM28,758,000. The dividend was paid on 26 September 2023.

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**Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) Interim Financial Reporting (Cont’d.)**

**11. Significant and Subsequent Event**

There were no significant and subsequent events after the third quarter ended 30 September 2023.

**12. Performance Review**

For the financial period ended 30 September 2023, the Group's operating profit dropped by 30.4% or RM17.6 million to RM40.4 million from RM58.0 million last period due to lower income.

Net income decreased by 10.1% from RM284.0 million to RM255.3 million during the period. Non-interest income decreased by RM34.3 million to RM251.2 million mainly contributed by the lower investment income during the period. Meanwhile, income from Islamic Banking Scheme operations increased by RM2.7 million to RM36.7 million due to higher Islamic fee income during the period.

Overhead expenses decreased by 4.9% or RM11.1 million from RM226.0 million to RM214.9 million. This was mainly contributed by the lower personnel expenses, establishment costs and administration and general expenses compared to the previous period.

The Group profit before taxation and zakat decreased by 27.7% or RM15.9 million from RM57.4 million to RM41.5 million. Profit for the period decreased by 21.9% or RM9.5 million to RM33.9 million.

**13. Business Outlook**

Global economic growth is forecast to moderate slightly in 2023 reflecting the impact of interest rate hikes by central banks globally and China's modest economic recovery amid a real estate downturn. Notwithstanding this, the ASEAN-6 economies are expected to grow in 2023 supported by growth in the services sector on the back of the recovery in tourism and robust foreign direct investments (FDI). Most ASEAN countries are poised for stronger growth in 2024 in anticipation of an electronics sector cycle upturn and interest rate cuts in the second half of 2024 by central banks as inflationary pressures ease.

Malaysia's economy is estimated to grow in 2023 driven by continuing recovery in the tourism sector, trade diversion and FDI relocation in response to US-China geopolitical risks. Growth is further supported by investment, the technology sector and policy support for the green energy transition sector and electric vehicle ecosystem. However, exports are anticipated to be negatively impacted by softer external demand.

For Malaysian equities outlook, core earnings are estimated to grow, albeit at a slower pace. While execution of macro-economic frameworks are constructive, there are risks over the near term from slower demand and extended margin pressures due to higher labour and materials input costs. Improved market performance is anticipated on easing inflation concerns and more tangible corporate earnings uplift from recovery of inbound tourism.

Investment banking and advisory deal activity is anticipated to be positive as companies seek to capture growth and increase investments, particularly in infrastructure development. Expectations of elevated interest rates have caused some initial public offerings (IPOs) to be deferred, but there is increasing interest from issuers to tap into equity capital markets in Malaysia. While merger & acquisition volumes have decreased from market volatility, there is greater activity around disposal/acquisition of non-core assets. Debt capital market is expected to remain active, supported by favourable demand and supply dynamics, with more infrastructure projects and refinancing.

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**14. Cash and short-term funds**

	Group		Bank	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	RM'000	RM'000	RM'000	RM'000
Cash and bank balances with financial institutions	290,687	368,087	284,664	362,810
Deposit and placements maturing within one month	541,389	730,192	514,359	703,161
<b>Total cash and short-term funds</b>	<b>832,076</b>	<b>1,098,279</b>	<b>799,023</b>	<b>1,065,971</b>

The monies held-in-trust for clients by the Group and by the Bank as at the reporting date are approximately RM533,576,000 (2022: RM535,741,000). These amounts are excluded from the cash and short-term funds of the Group and of the Bank in accordance with Financial Reporting Standards Implementation Committee (FRSIC) Consensus 18 Monies Held-in-Trust by Participating Organisation at Bursa Malaysia Securities Berhad.

**15. Deposits and placements with a financial institution**

	Group		Bank	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	RM'000	RM'000	RM'000	RM'000
Licensed bank	746,570	434,806	746,549	434,786

**16. Financial investments portfolio**

	Group and Bank	
	30 September 2023	31 December 2022
	RM'000	RM'000
Financial assets at fair value through profit or loss	(i) 1,333,535	1,481,482
Financial assets at fair value through other comprehensive income	(ii) 1,341	1,253
<b>Total financial investments portfolio</b>	<b>1,334,876</b>	<b>1,482,735</b>

**(i) Financial assets at fair value through profit or loss**

	Group and Bank	
	30 September 2023	31 December 2022
	RM'000	RM'000
<b>At fair value</b>		
<b>Quoted financial assets:</b>		
Shares in Malaysia	716,645	936,567
Shares outside Malaysia	616,890	544,915
	<b>1,333,535</b>	<b>1,481,482</b>

**(ii) Financial assets at fair value through other comprehensive income**

	Group and Bank	
	30 September 2023	31 December 2022
	RM'000	RM'000
<b>At fair value, or at cost for certain unquoted equity instruments, less accumulated impairment loss</b>		
<b>Unquoted financial assets:</b>		
Shares in Malaysia	1,341	1,253

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**17. Loans and advances**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Term loans:		
- Other term loan	56,468	51,128
Amount due from brokers and clients:		
- Margin accounts	8,803	13,246
Staff loans	47,198	47,138
Gross loans and advances at amortised cost	<u>112,469</u>	<u>111,512</u>
Less: Allowances for impaired loans and advances:		
- Stage 1 - 12 Months Expected Credit Loss ("ECL")	(10)	(11)
- Stage 3 - Lifetime ECL credit impaired	(172)	(172)
<b>Net loans and advances</b>	<b><u>112,287</u></b>	<b><u>111,329</u></b>

(i) **Loans and advances analysed by type of customer are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Domestic business enterprises:		
- Others	56,468	59,252
Individuals	56,001	52,260
<b>Gross loans and advances</b>	<b><u>112,469</u></b>	<b><u>111,512</u></b>

(ii) **Loans and advances analysed by interest rate sensitivity are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Fixed rate:		
- Housing loans	35,495	35,757
- Hire purchase receivables	11,683	11,356
- Other fixed rate loans	20	25
Variable rate:		
- Base lending rate (BLR) plus	8,803	13,246
- Cost plus	56,468	51,128
<b>Gross loans and advances</b>	<b><u>112,469</u></b>	<b><u>111,512</u></b>

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17. **Loans and advances (Cont'd.)**

(iii) **Loans and advances analysed by economic purpose are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Purchase of securities	8,803	13,246
Purchase of transport vehicles	11,683	11,356
Purchase of residential landed property	35,495	35,757
Personal use	20	25
Others	56,468	51,128
<b>Gross loans and advances</b>	<b>112,469</b>	<b>111,512</b>

(iv) **The maturity structure of loans and advances are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Within one year	66,680	65,842
More than one year to three years	4,220	5,868
More than three years to five years	7,390	6,418
More than five years	34,179	33,384
<b>Gross loans and advances</b>	<b>112,469</b>	<b>111,512</b>

(v) **Movements in impaired loans and advances are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
At 1 January	955	673
Impaired during the period	499	297
Reclassified as non-impaired	(297)	-
Amount recovered	(34)	(15)
Gross impaired loans and advances	1,123	955
Less: - Stage 3 - Lifetime ECL credit impaired	(172)	(172)
<b>Net impaired loans and advances</b>	<b>951</b>	<b>783</b>
Net impaired loans and advances as a percentage of gross loans and advances less Stage 3 - Lifetime ECL credit impaired	<b>0.85%</b>	<b>0.70%</b>

(vi) **Impaired loans and advances analysed by economic purpose are as follows:**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Purchase of transport vehicles	172	172
Purchase of residential landed property	951	783
<b>Gross impaired loans and advances</b>	<b>1,123</b>	<b>955</b>

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17. **Loans and advances (Cont'd.)**

(vii) **Movements in the allowance for impairment losses are as follows:**

Group and Bank	Stage 1	Stage 2	Stage 3	Total ECL RM'000
	12 Months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
At 1 January 2023	11	-	172	183
Amount written-back, net (Note 27)	(1)	-	-	(1)
<b>At 30 September 2023</b>	<b>10</b>	<b>-</b>	<b>172</b>	<b>182</b>
At 1 January 2022	19	-	172	191
Amount written-back, net	(8)	-	-	(8)
<b>At 31 December 2022</b>	<b>11</b>	<b>-</b>	<b>172</b>	<b>183</b>

18. **Other assets**

	Group		Bank	
	30 September 2023 RM'000	31 December 2022 RM'000	30 September 2023 RM'000	31 December 2022 RM'000
Amount due from brokers and clients:				
- Non-margin accounts (a)	457,115	424,284	457,115	424,284
Amount due from holding company	9,270	3,083	9,270	3,083
Other debtors, deposits and prepayments	167,278	189,600	167,114	189,468
	633,663	616,967	633,499	616,835
Less: Allowance for impairment losses	(9,598)	(11,114)	(9,598)	(11,114)
	<b>624,065</b>	<b>605,853</b>	<b>623,901</b>	<b>605,721</b>

(a) Amount due from brokers and clients relates to outstanding purchase contracts entered into on behalf of clients, contra losses, other fees and charges.

19. **Deposits and placements from a financial institution**

	Group and Bank	
	30 September 2023 RM'000	31 December 2022 RM'000
Licensed bank	1,347,024	1,494,146

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**20. Other liabilities**

	Group		Bank	
	30 September 2023 RM'000	31 December 2022 RM'000	30 September 2023 RM'000	31 December 2022 RM'000
Provisions and accruals	43,161	71,813	43,159	71,805
Amount due to brokers and clients (a)	446,763	416,939	446,763	416,939
Deposits and other creditors	905,372	804,438	904,579	803,798
Lease liabilities	10,172	5,882	10,172	5,882
Amount due to:				
- Holding company	84,048	86,712	84,048	86,712
- Related companies	9,712	8,643	9,712	8,643
- Subsidiaries	-	-	171,474	171,474
	<u>1,499,228</u>	<u>1,394,427</u>	<u>1,669,907</u>	<u>1,565,253</u>

(a) Amount due to brokers and clients represents net amount payable to margin and non-margin clients, which include outstanding sales contracts entered into on behalf of clients, contra gains, other fees and charges.

**21. Derivative financial instruments**

**(i) Derivative financial assets/liabilities**

	Group and Bank 30 September 2023		
	Contract/ Notional amount RM'000	Fair Value	
		Assets RM'000	Liabilities RM'000
<b>Hedging derivatives</b>			
<b>Equity-related derivatives:</b>			
Equity options:			
- Less than one year	1,549,246	90,023	325,479
- One to three years	331,835	2,395	48,945
Equity swaps:			
- Less than one year	421,433	70,004	34,398
<b>Commodity-related derivatives:</b>			
Commodity swaps:			
- Less than one year	6,342	48	-
	<u>2,308,856</u>	<u>162,470</u>	<u>408,822</u>

	Group and Bank 31 December 2022		
	Contract/ Notional amount RM'000	Fair Value	
		Assets RM'000	Liabilities RM'000
<b>Hedging derivatives</b>			
<b>Equity-related derivatives:</b>			
Equity options:			
- Less than one year	1,422,521	134,264	245,259
- One to three years	131,276	2,355	83,340
Equity swaps:			
- Less than one year	553,041	16,654	82,038
	<u>2,106,838</u>	<u>153,273</u>	<u>410,637</u>



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21. Derivative financial instruments (cont'd.)

(ii) The Group and the Bank have recognised the fair value changes on the derivative financial instruments as follows (Note 24):

	Group and Bank			
	Unaudited		Unaudited	
	Third Quarter Ended		Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>Equity-related derivatives:</b>				
Index futures	-	8	(16)	8
Equity options	19,327	24,631	59,871	255,434
Equity swaps	(45,098)	13,932	105,913	45,214
<b>Commodity-related derivatives:</b>				
Commodity futures	48	-	48	-
Commodity swaps	48	-	48	-
	<u>(25,675)</u>	<u>38,571</u>	<u>165,864</u>	<u>300,656</u>

22. Interest income

	Unaudited		Unaudited	
	Third Quarter Ended		Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>Group</b>				
Loans and advances	1,674	284	4,848	854
Money at call and deposits and placements with financial institutions	13,315	5,690	27,187	14,215
Others	1,671	1,305	4,094	2,378
<b>Total interest income</b>	<u>16,660</u>	<u>7,279</u>	<u>36,129</u>	<u>17,447</u>
<b>Bank</b>				
Loans and advances	1,674	284	4,848	854
Money at call and deposits and placements with financial institutions	13,115	5,556	26,611	13,857
Others	1,671	1,305	4,094	2,378
<b>Total interest income</b>	<u>16,460</u>	<u>7,145</u>	<u>35,553</u>	<u>17,089</u>

Included in interest income was interest on impaired assets amounting to approximately RM180,000 (2022: RM240,000) for the Group and the Bank.

23. Interest expense

	Unaudited		Unaudited	
	Third Quarter Ended		Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>Group and Bank</b>				
Deposits and placements from a financial institution	12,242	7,363	31,694	15,821
Derivative financial instruments	4,466	3,578	12,105	9,756
Subordinated obligation	280	280	830	830
<b>Total interest expense</b>	<u>16,988</u>	<u>11,221</u>	<u>44,629</u>	<u>26,407</u>

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**24. Non-interest income**

<u>Group and Bank</u>	Unaudited Third Quarter Ended		Unaudited Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
<b>Fee and commission income that are provided over time:</b>				
Agency fees	579	1,738	915	3,887
Corporate advisory fees	3,474	6,638	9,896	12,419
	<u>4,053</u>	<u>8,376</u>	<u>10,811</u>	<u>16,306</u>
<b>Fee and commission income at a point in time:</b>				
Arranger and upfront fees	3,184	9,121	11,085	19,461
Brokerage income	28,306	21,283	87,325	91,184
Placement and related fees	1,030	-	10,680	8,238
Underwriting commission	-	1,304	18,791	2,893
Others	434	363	10,654	7,238
	<u>32,954</u>	<u>32,071</u>	<u>138,535</u>	<u>129,014</u>
<b>Investment income:</b>				
Realised gain/(loss) from sale of financial assets at fair value through profit or loss, net	25,901	(45,214)	13,779	(113,969)
Unrealised gain/(loss) on revaluation of financial assets at fair value through profit or loss, net	5,964	11,426	(72,512)	(93,222)
Realised gain/(loss) from sale of derivative financial instruments, net	3,314	12,762	(55,044)	(18,353)
Unrealised (loss)/gain on revaluation of derivative financial instruments, net (Note 21 (ii))	(25,675)	38,571	165,864	300,656
Gross dividends from financial assets at fair value through profit or loss				
- Quoted in Malaysia	8,295	5,701	17,308	17,785
- Quoted outside Malaysia	5,033	975	6,232	13,674
	<u>22,832</u>	<u>24,221</u>	<u>75,627</u>	<u>106,571</u>
<b>Other income:</b>				
Foreign exchange loss, net	(1,408)	(5,785)	(16,579)	(17,559)
Other operating income	12,697	16,345	37,880	47,257
Others	922	1,317	4,886	3,867
	<u>12,211</u>	<u>11,877</u>	<u>26,187</u>	<u>33,565</u>
<b>Total non-interest income</b>	<u>72,050</u>	<u>76,545</u>	<u>251,160</u>	<u>285,456</u>

**25. Direct costs**

<u>Group and Bank</u>	Unaudited Third Quarter Ended		Unaudited Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
Dealers' incentive	3,162	4,151	10,043	15,115
Trade-related charges	6,988	3,936	13,973	11,275
	<u>10,150</u>	<u>8,087</u>	<u>24,016</u>	<u>26,390</u>

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26. **Overhead expenses**

<b>Group</b>	<b>Unaudited Third Quarter Ended</b>		<b>Unaudited Cumulative 9 Months Ended</b>	
	<b>30 September 2023</b>	<b>30 September 2022</b>	<b>30 September 2023</b>	<b>30 September 2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Personnel expenses</b>				
- Salaries, allowances and bonuses	40,150	35,105	126,336	138,357
- Pension costs - defined contribution plan	5,689	5,458	16,740	16,620
- Employees' Share Scheme expenses	3,665	2,451	10,994	8,796
- Other staff-related expenses	2,881	3,858	9,626	10,301
	<b>52,385</b>	<b>46,872</b>	<b>163,696</b>	<b>174,074</b>
<b>Establishment costs</b>				
- Depreciation of property, plant and equipment	358	474	1,046	1,431
- Amortisation of computer software	625	594	1,536	1,921
- Rental	336	350	967	860
- Finance cost on lease liabilities	97	64	276	235
- Depreciation of right-of-use assets	2,096	2,086	6,288	6,261
- Repairs and maintenance of property, plant and equipment	3,887	3,793	11,291	11,545
- Information technology expenses	9,559	9,880	28,770	29,015
- Others (Note (i))	(5,761)	(3,126)	(14,510)	(13,764)
	<b>11,197</b>	<b>14,115</b>	<b>35,664</b>	<b>37,504</b>
<b>Marketing costs</b>				
- Advertisement and publicity	847	862	2,324	1,182
- Others	1,233	932	3,336	1,661
	<b>2,080</b>	<b>1,794</b>	<b>5,660</b>	<b>2,843</b>
<b>Administration and general expenses</b>				
- Fee and brokerage	1,331	2,266	3,619	4,387
- Administrative expenses	1,062	1,270	3,519	3,861
- General expenses	919	1,838	2,752	3,330
	<b>3,312</b>	<b>5,374</b>	<b>9,890</b>	<b>11,578</b>
<b>Total overhead expenses</b>	<b>68,974</b>	<b>68,155</b>	<b>214,910</b>	<b>225,999</b>

Note (i): Included in other establishment costs are service chargebacks amounting to approximately RM15,008,000 (2022: RM14,790,000).

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26. **Overhead expenses (Cont'd.)**

	Unaudited		Unaudited	
	Third Quarter Ended	30 September	Cumulative 9 Months Ended	30 September
	2023	2022	2023	2022
<b>Bank</b>	RM'000	RM'000	RM'000	RM'000
<b>Personnel expenses</b>				
- Salaries, allowances and bonuses	40,150	35,105	126,336	138,357
- Pension costs - defined contribution plan	5,689	5,458	16,740	16,620
- Employees' Share Scheme expenses	3,665	2,451	10,994	8,796
- Other staff related expenses	2,881	3,858	9,626	10,301
	<b>52,385</b>	<b>46,872</b>	<b>163,696</b>	<b>174,074</b>
<b>Establishment costs</b>				
- Depreciation of property, plant and equipment	358	474	1,046	1,431
- Amortisation of computer software	625	594	1,536	1,921
- Rental	336	350	967	860
- Finance cost on lease liabilities	97	64	276	235
- Depreciation of right-of-use assets	2,096	2,086	6,288	6,261
- Repairs and maintenance of property, plant and equipment	3,887	3,793	11,291	11,545
- Information technology expenses	9,559	9,880	28,770	29,015
- Others (Note (i))	(5,761)	(3,126)	(14,510)	(13,764)
	<b>11,197</b>	<b>14,115</b>	<b>35,664</b>	<b>37,504</b>
<b>Marketing costs</b>				
- Advertisement and publicity	847	862	2,324	1,182
- Others	1,233	932	3,336	1,661
	<b>2,080</b>	<b>1,794</b>	<b>5,660</b>	<b>2,843</b>
<b>Administration and general expenses</b>				
- Fee and brokerage	1,317	2,250	3,573	4,339
- Administrative expenses	1,047	1,257	3,477	3,820
- General expenses	919	1,838	2,752	3,330
	<b>3,283</b>	<b>5,345</b>	<b>9,802</b>	<b>11,489</b>
<b>Total overhead expenses</b>	<b>68,945</b>	<b>68,126</b>	<b>214,822</b>	<b>225,910</b>

Note (i): Included in other establishment costs are service chargebacks amounting to approximately RM15,008,000 (2022: RM14,790,000).

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**27. Writeback of/(allowance for) impairment on loans and advances and other assets, net**

	Unaudited Third Quarter Ended		Unaudited Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
<u>Group and Bank</u>	RM'000	RM'000	RM'000	RM'000
Writeback of impairment on loans and advances:				
loans and advances:				
- Stage 1 - 12 months ECL (Note 17 (vii))	-	-	1	-
Bad debts recovered	78	-	113	407
Writeback of/(allowance for) impairment on other assets, net	538	(729)	948	(1,081)
<b>Total</b>	<b>616</b>	<b>(729)</b>	<b>1,062</b>	<b>(674)</b>

**28. Capital adequacy**

(l) Capital Adequacy Framework

The capital adequacy ratios of the Group consist of capital base and risk-weighted assets derived from consolidated balances of the Bank and its subsidiary companies. The capital adequacy ratios of the Bank consist of capital base and risk-weighted assets derived from the Bank.

The computation of capital adequacy ratios are based on Bank Negara Malaysia ("BNM") Capital Adequacy Framework (Capital Components) and Capital Adequacy Framework (Basel II - Risk Weighted Assets) issued on 2 February 2020 and 3 May 2019 respectively.

The Group and the Bank adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

The minimum regulatory capital adequacy requirements for Common Equity Tier 1 ("CET1"), Tier 1 and Total Capital are 4.5%, 6.0% and 8.0% of total risk-weighted assets respectively.

The capital adequacy ratios of the Group and of the Bank are as follows:

	Group %	Bank %
<b><u>At 30 September 2023</u></b>		
CET1 capital ratio	21.421	20.309
Tier 1 capital ratio	21.421	20.309
Total capital ratio	<b>23.390</b>	<b>22.291</b>
<b><u>At 31 December 2022</u></b>		
CET1 capital ratio	27.260	25.990
Tier 1 capital ratio	27.260	25.990
Total capital ratio	<b>29.468</b>	<b>28.219</b>

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**28. Capital adequacy (Cont'd.)**

(l) Capital Adequacy Framework (Cont'd.)

The components of capital of the Group and of the Bank are as follows (Cont'd.):

<u>At 30 September 2023</u>	Group RM'000	Bank RM'000
Paid-up share capital	222,785	222,785
Other reserves	371,851	365,393
<b>CET1 capital before regulatory adjustments</b>	<b>594,636</b>	<b>588,178</b>
Less: Deferred tax assets	(9,624)	(9,624)
Intangible assets	(13,106)	(13,106)
Gains on financial instruments classified as 'fair value through other comprehensive income'	(628)	(628)
Regulatory reserve	(16,031)	(16,031)
Investment in subsidiaries and a joint venture <sup>1</sup>	-	(25,793)
<b>CET1 capital/Tier 1 capital</b>	<b>555,247</b>	<b>522,996</b>
<b>Tier 2 capital</b>		
Subordinated obligation	35,000	35,000
General provisions	16,041	16,041
<b>Tier 2 capital</b>	<b>51,041</b>	<b>51,041</b>
<b>Total capital</b>	<b>606,288</b>	<b>574,037</b>
	<b>Group</b>	<b>Bank</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>At 31 December 2022</u>		
Paid-up share capital	222,785	222,785
Other reserves	388,548	382,545
<b>CET1 capital before regulatory adjustments</b>	<b>611,333</b>	<b>605,330</b>
Less: Deferred tax assets	(16,622)	(16,622)
Intangible assets	(10,131)	(10,131)
Gains on financial instruments classified as 'fair value through other comprehensive income'	(579)	(579)
Regulatory reserve	(11,372)	(11,372)
Investment in subsidiaries and a joint venture <sup>1</sup>	-	(25,793)
<b>CET1 capital/Tier 1 capital</b>	<b>572,629</b>	<b>540,833</b>
<b>Tier 2 capital</b>		
Subordinated obligation	35,000	35,000
General provisions	11,383	11,383
<b>Tier 2 capital</b>	<b>46,383</b>	<b>46,383</b>
<b>Total capital</b>	<b>619,012</b>	<b>587,216</b>

<sup>1</sup> Excludes the cost of investment in a subsidiary, Maysec Sdn. Bhd. of RM171,474,000 as its business, assets and liabilities had been transferred to the Bank on 30 December 2006.

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**28. Capital adequacy (Cont'd.)**

(II) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category are as follows:

<u>Group</u>	Gross credit exposures RM'000	Net credit exposures RM'000	Risk- weighted assets RM'000	Capital requirements RM'000
<b>30 September 2023</b>				
<b>Exposure Class</b>				
<b>(i) <u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	362,308	362,308	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,642,683	1,642,683	353,241	28,259
Corporates	310,410	214,382	214,382	17,151
Regulatory retail	28,276	24,776	24,612	1,969
Higher risk assets	1,341	1,341	2,012	161
Other assets	406,041	406,041	327,076	26,166
<b>Total on-balance sheet exposures</b>	<b>2,751,059</b>	<b>2,651,531</b>	<b>921,323</b>	<b>73,706</b>
<b>Off-balance sheet exposures:</b>				
Credit-related off-balance sheet exposures	282,311	282,311	895	72
<b>Total off-balance sheet exposures</b>	<b>282,311</b>	<b>282,311</b>	<b>895</b>	<b>72</b>
<b>Total on and off-balance sheet exposures</b>	<b>3,033,370</b>	<b>2,933,842</b>	<b>922,218</b>	<b>73,778</b>
<b>(ii) <u>Market Risk</u></b>				
Interest rate risk	-	-	16,130	1,290
Equity position risk	-	-	121,766	9,741
Foreign currency risk	-	-	285,176	22,814
Commodity risk	-	-	2,493	199
Options risk	-	-	351,174	28,094
<b>Total</b>	<b>-</b>	<b>-</b>	<b>776,739</b>	<b>62,138</b>
<b>(iii) <u>Operational Risk</u></b>				
	-	-	893,168	71,453
<b>Total RWA and capital requirements</b>	<b>3,033,370</b>	<b>2,933,842</b>	<b>2,592,125</b>	<b>207,369</b>

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**28. Capital adequacy (Cont'd.)**

(II) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category are as follows: (Cont'd.)

<u>Group</u>	<b>Gross credit exposures RM'000</b>	<b>Net credit exposures RM'000</b>	<b>Risk- weighted assets RM'000</b>	<b>Capital requirements RM'000</b>
<b>31 December 2022</b>				
<b>Exposure Class</b>				
(i) <b><u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	592,658	592,658	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,396,989	1,396,989	309,115	24,729
Corporates	81,785	44,711	44,711	3,577
Regulatory retail	86,491	71,979	70,199	5,616
Higher risk assets	1,253	1,253	1,880	150
Other assets	331,438	331,438	267,574	21,406
<b>Total on-balance sheet exposures</b>	<b>2,490,614</b>	<b>2,439,028</b>	<b>693,479</b>	<b>55,478</b>
<b>Off-balance sheet exposures:</b>				
Credit-related off-balance sheet exposures	279,664	279,664	1,288	103
<b>Total off-balance sheet exposures</b>	<b>279,664</b>	<b>279,664</b>	<b>1,288</b>	<b>103</b>
<b>Total on and off-balance sheet exposures</b>	<b>2,770,278</b>	<b>2,718,692</b>	<b>694,767</b>	<b>55,581</b>
(ii) <b><u>Market Risk</u></b>				
Interest rate risk	-	-	7,540	603
Equity position risk	-	-	50,663	4,053
Foreign currency risk	-	-	172,030	13,763
Options risk	-	-	199,813	15,985
<b>Total</b>	<b>-</b>	<b>-</b>	<b>430,046</b>	<b>34,404</b>
(iii) <b><u>Operational Risk</u></b>	<b>-</b>	<b>-</b>	<b>975,803</b>	<b>78,064</b>
<b>Total RWA and capital requirements</b>	<b>2,770,278</b>	<b>2,718,692</b>	<b>2,100,616</b>	<b>168,049</b>



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**28. Capital adequacy (Cont'd.)**

(II) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category are as follows: (Cont'd.)

<u>Bank</u>	Gross credit exposures RM'000	Net credit exposures RM'000	Risk- weighted assets RM'000	Capital requirements RM'000
<b>30 September 2023</b>				
<b>Exposure Class</b>				
<b>(i) <u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	362,308	362,308	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,609,642	1,609,642	346,633	27,731
Corporates	310,410	214,382	214,382	17,151
Regulatory retail	28,276	24,776	24,613	2,041
Higher risk assets	1,341	1,341	2,012	161
Other assets	405,845	405,845	326,882	26,151
<b>Total on-balance sheet exposures</b>	<b>2,717,822</b>	<b>2,618,294</b>	<b>914,522</b>	<b>73,235</b>
<b>Off-balance sheet exposures:</b>				
Credit-related off-balance sheet exposures	282,311	282,311	895	72
<b>Total off-balance sheet exposures</b>	<b>282,311</b>	<b>282,311</b>	<b>895</b>	<b>72</b>
<b>Total on and off-balance sheet exposures</b>	<b>3,000,133</b>	<b>2,900,605</b>	<b>915,417</b>	<b>73,307</b>
<b>(ii) <u>Market Risk</u></b>				
Interest rate risk	-	-	16,130	1,290
Equity position risk	-	-	121,766	9,741
Foreign currency risk	-	-	285,176	22,814
Commodity risk	-	-	2,493	199
Options risk	-	-	351,175	28,094
<b>Total</b>	<b>-</b>	<b>-</b>	<b>776,740</b>	<b>62,139</b>
<b>(iii) <u>Operational Risk</u></b>				
	-	-	883,051	70,644
<b>Total RWA and capital requirements</b>	<b>3,000,133</b>	<b>2,900,605</b>	<b>2,575,208</b>	<b>206,089</b>

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**28. Capital adequacy (Cont'd.)**

(II) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category are as follows: (Cont'd.)

<u>Bank</u>	<b>Gross credit exposures RM'000</b>	<b>Net credit exposures RM'000</b>	<b>Risk- weighted assets RM'000</b>	<b>Capital requirements RM'000</b>
<b>31 December 2022</b>				
<b>Exposure Class</b>				
(i) <b><u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	592,658	592,658	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,364,693	1,364,693	302,656	24,212
Corporates	81,785	44,711	44,711	3,577
Regulatory retail	86,491	71,979	70,199	5,616
Higher risk assets	1,253	1,253	1,880	150
Other assets	331,274	331,274	267,413	21,393
<b>Total on-balance sheet exposures</b>	<b>2,458,154</b>	<b>2,406,568</b>	<b>686,859</b>	<b>54,948</b>
<b>Off-balance sheet exposures:</b>				
Credit-related off-balance sheet exposures	279,664	279,664	1,288	103
<b>Total off-balance sheet exposures</b>	<b>279,664</b>	<b>279,664</b>	<b>1,288</b>	<b>103</b>
<b>Total on and off-balance sheet exposures</b>	<b>2,737,818</b>	<b>2,686,232</b>	<b>688,147</b>	<b>55,051</b>
(ii) <b><u>Market Risk</u></b>				
Interest rate risk	-	-	7,540	603
Equity position risk	-	-	50,663	4,053
Foreign currency risk	-	-	168,738	13,499
Options risk	-	-	199,813	15,985
<b>Total</b>	<b>-</b>	<b>-</b>	<b>426,754</b>	<b>34,140</b>
(iii) <b><u>Operational Risk</u></b>				
	-	-	966,038	77,283
<b>Total RWA and capital requirements</b>	<b>2,737,818</b>	<b>2,686,232</b>	<b>2,080,939</b>	<b>166,474</b>

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**29. Commitments and contingencies**

Group and Bank	30 September 2023			31 December 2022		
	Notional amount RM'000	Credit equivalent amount* RM'000	Risk-weighted amount* RM'000	Notional amount RM'000	Credit equivalent amount* RM'000	Risk-weighted amount* RM'000
<b><u>Credit-related</u></b>						
Revocable commitments to extend credit:						
- Maturity not exceeding one year	280,522	-	-	277,089	-	-
- Maturity exceeding one year	1,789	895	895	2,575	1,288	1,288
	<b>282,311</b>	<b>895</b>	<b>895</b>	<b>279,664</b>	<b>1,288</b>	<b>1,288</b>
<b><u>Derivative financial instruments</u></b>						
Equity-related contracts:						
- Less than one year	1,970,679	-	-	1,975,562	-	-
- One year to less than five years	331,835	-	-	131,276	-	-
Commodity-related contracts:						
- Less than one year	6,342	-	-	-	-	-
	<b>2,308,856</b>	<b>-</b>	<b>-</b>	<b>2,106,838</b>	<b>-</b>	<b>-</b>
Total commitments and contingencies	<b>2,591,167</b>	<b>895</b>	<b>895</b>	<b>2,386,502</b>	<b>1,288</b>	<b>1,288</b>

\* The credit equivalent amount and the risk-weighted amount are derived at using the credit evaluation conversion factors and risk weights respectively as specified by BNM for regulatory capital adequacy purposes.

**30. Segment information**

Segment information is presented in respect of the Group's business segments.

The business segments are prepared based on internal management reports, which are used by senior management for decision-making and performance management. The amounts for each business segment are shown after the allocation of certain centralised cost, funding income and the applicable transfer pricing where appropriate. Transactions between segments are recorded within the segment as if they are third party transactions and are eliminated on consolidation. All inter-segment transactions are conducted at arm's length basis on normal commercial terms that are not more favourable than those generally available to the public.

Financial results and other information by business segments include items directly attributable to a segment, as well as those that can be allocated on a reasonable basis.

The Group's business segments are defined and categorised as follows:

- (i) Pillar 1 - Investment banking and advisory  
Investment banking and advisory focus 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 and debt restructuring advisory services.
- (ii) Pillar 2 - Investment Management  
Investment management primarily engage in the shares and futures broking services, derivative financial instruments, custodian and nominees services.

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**30. Segment information (Cont'd.)**

The following table provides analysis of the Group's financial results and other information by business segments:

<b>Group</b>	<b>Pillar 1</b>	<b>Pillar 2</b>	<b>Total</b>
<b>30 September 2023</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net interest income/(expense)	121	(8,621)	(8,500)
Income from Islamic Banking Scheme operations	30,161	6,501	36,662
Non-interest income	64,533	186,627	251,160
Direct costs	-	(24,016)	(24,016)
Net income	<u>94,815</u>	<u>160,491</u>	<u>255,306</u>
<b>Results</b>			
Segment results	94,815	160,491	255,306
Overhead expenses	(70,773)	(144,137)	(214,910)
Writeback of impairment on loans and advances and other assets, net	925	137	1,062
Profit before taxation	<u>24,967</u>	<u>16,491</u>	<u>41,458</u>
Taxation and zakat			(7,608)
Profit for the period			<u>33,850</u>
<b>Other segment information</b>			
Depreciation of property, plant and equipment	214	832	1,046
Depreciation of right-of-use assets	2,311	3,977	6,288
Amortisation of computer software	9	1,527	1,536
<b>Group</b>			
<b>30 September 2022</b>			
Net interest income/(expense)	635	(9,595)	(8,960)
Income from Islamic Banking Scheme operations	25,920	8,011	33,931
Non-interest income	49,227	236,229	285,456
Direct costs	-	(26,390)	(26,390)
Net income	<u>75,782</u>	<u>208,255</u>	<u>284,037</u>
<b>Results</b>			
Segment results	75,782	208,255	284,037
Overhead expenses	(65,352)	(160,647)	(225,999)
(Allowance for)/writeback of impairment on loans and advances and other assets, net	(1,003)	329	(674)
Profit before taxation	<u>9,427</u>	<u>47,937</u>	<u>57,364</u>
Taxation and zakat			(14,048)
Profit for the period			<u>43,316</u>
<b>Other segment information</b>			
Depreciation of property, plant and equipment	330	1,101	1,431
Depreciation of right-of-use assets	2,172	4,089	6,261
Amortisation of computer software	12	1,909	1,921

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31. The operations of Islamic Banking Scheme ("IBS")

Unaudited Statements of Financial Position as at 30 September 2023

	Notes	Group and Bank	
		30 September 2023	31 December 2022
		RM'000	RM'000
<b>ASSETS</b>			
Cash and short-term funds	(a)	17,934	6,304
Other assets	(b)	81,627	578,951
<b>Total assets</b>		<b>99,561</b>	<b>585,255</b>
<b>LIABILITIES</b>			
Other liabilities	(c)	35,580	321,852
Provision for taxation and zakat	(d)	13,185	12,574
<b>Total liabilities</b>		<b>48,765</b>	<b>334,426</b>
<b>ISLAMIC BANKING CAPITAL FUND</b>			
Islamic banking fund		5,000	5,000
Retained earnings		45,796	245,829
		<b>50,796</b>	<b>250,829</b>
<b>Total liabilities and Islamic banking capital fund</b>		<b>99,561</b>	<b>585,255</b>

Unaudited Statements of Comprehensive Income  
For the Third Quarter Ended 30 September 2023

Group and Bank	Notes	Unaudited		Unaudited	
		Third Quarter Ended 30 September 2023	30 September 2022	Cumulative 9 Months Ended 30 September 2023	30 September 2022
		RM'000	RM'000	RM'000	RM'000
Income derived from investment of Islamic banking fund	(e)	7,546	8,655	36,662	33,931
Direct costs		(1,036)	(815)	(2,879)	(2,708)
<b>Net income attributable to the Group and to the Bank</b>		<b>6,510</b>	<b>7,840</b>	<b>33,783</b>	<b>31,223</b>
Overhead expenses	(f)	(8,221)	(7,372)	(30,155)	(25,267)
<b>Operating (loss)/profit</b>		<b>(1,711)</b>	<b>468</b>	<b>3,628</b>	<b>5,956</b>
Writeback of impairment on other assets, net		447	52	555	(315)
<b>(Loss)/profit before taxation and zakat</b>		<b>(1,264)</b>	<b>520</b>	<b>4,183</b>	<b>5,641</b>
Taxation		303	(125)	(1,004)	(1,354)
Zakat		70	(182)	(302)	(432)
<b>(Loss)/profit for the period, representing total comprehensive (loss)/income for the period, attributable to equity holder of the Bank</b>		<b>(891)</b>	<b>213</b>	<b>2,877</b>	<b>3,855</b>

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**31. The operations of Islamic Banking Scheme ("IBS") (Cont'd.)**

**Unaudited Statements of Changes in Equity**  
**For The Third Quarter Ended 30 September 2023**

Group and Bank	Note	Islamic banking capital fund RM'000	Distributable retained earnings RM'000	Total RM'000
<b>At 1 January 2023</b>		5,000	245,829	250,829
Profit for the period		-	2,877	2,877
Total comprehensive income for the period		-	2,877	2,877
Transfer to conventional reserve	(g)	-	(202,910)	(202,910)
<b>At 30 September 2023</b>		<b>5,000</b>	<b>45,796</b>	<b>50,796</b>
<b>At 1 January 2022</b>		5,000	241,200	246,200
Profit for the period		-	3,855	3,855
Total comprehensive income for the period		-	3,855	3,855
<b>At 30 September 2022</b>		<b>5,000</b>	<b>245,055</b>	<b>250,055</b>

**Unaudited Statements of Cash Flows**  
**For The Third Quarter Ended 30 September 2023**

	Group and Bank	
	30 September 2023	30 September 2022
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation and zakat, representing operating profit before working capital changes	4,183	5,641
Decrease/(increase) in receivables	497,324	(24,315)
(Decrease)/increase in payables	(286,272)	14,637
Taxation and zakat paid, net	(695)	(1,058)
Net cash generated from/(used in) operating activities	<u>214,540</u>	<u>(5,095)</u>
<b>Cash flow from financing activities</b>		
Transfer to conventional reserve	(202,910)	-
Net cash used in financing activities	<u>(202,910)</u>	<u>-</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>11,630</b>	<b>(5,095)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>6,304</b>	<b>20,198</b>
<b>Cash and cash equivalents at end of the period</b>	<b><u>17,934</u></b>	<b><u>15,103</u></b>

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**31. The operations of Islamic Banking Scheme ("IBS") (Cont'd.)**

**(a) Cash and short-term funds**

<b>Group and Bank</b>	
<b>30 September</b>	<b>31 December</b>
<b>2023</b>	<b>2022</b>
<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances with financial institutions	6,304
<u>17,934</u>	<u>6,304</u>

**(b) Other assets**

<b>Group and Bank</b>	
<b>30 September</b>	<b>31 December</b>
<b>2023</b>	<b>2022</b>
<b>RM'000</b>	<b>RM'000</b>
Debtors	578,951
<u>81,627</u>	<u>578,951</u>

**(c) Other liabilities**

<b>Group and Bank</b>	
<b>30 September</b>	<b>31 December</b>
<b>2023</b>	<b>2022</b>
<b>RM'000</b>	<b>RM'000</b>
Provisions and accruals*	321,852
<u>35,580</u>	<u>321,852</u>

\* Include prohibited sources/means to charitable causes amounting to RM3,000 (2022: RM5,000).

**(d) Provision for taxation and zakat**

<b>Group and Bank</b>	
<b>30 September</b>	<b>31 December</b>
<b>2023</b>	<b>2022</b>
<b>RM'000</b>	<b>RM'000</b>
Taxation	11,879
Zakat	695
<u>12,883</u>	<u>12,574</u>
<u>302</u>	<u>695</u>
<u>13,185</u>	<u>12,574</u>

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**31. The operations of Islamic Banking Scheme ("IBS") (Cont'd.)**

**(e) Income derived from investment of Islamic banking fund**

<u>Group and Bank</u>	Unaudited		Unaudited	
	Third Quarter Ended		Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
Profit income from money at call and deposits and placements with financial institutions	420	73	988	310
Realised gain from sale of financial assets at fair value through profit or loss, net	687	1,353	3,008	2,586
Fee and commission income from:				
- Arranger and upfront fees	65	2,728	18,131	15,680
- Brokerage income	2,004	2,171	6,501	7,025
- Corporate advisory fees	-	-	150	125
- Placement fees	897	25	1,947	325
- Underwriting commission	-	280	290	506
- Others	3,483	1,958	5,454	7,238
Foreign exchange (loss)/gain, net	(10)	67	193	136
<b>Total</b>	<b>7,546</b>	<b>8,655</b>	<b>36,662</b>	<b>33,931</b>

**(f) Overhead expenses**

<u>Group and Bank</u>	Unaudited		Unaudited	
	Third Quarter Ended		Cumulative 9 Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	RM'000	RM'000	RM'000	RM'000
Personnel expenses	6,031	4,710	20,824	17,864
Establishment costs	1,014	1,423	4,225	3,821
Marketing costs	203	184	679	292
Administration and general expenses	973	1,055	4,427	3,290
<b>Total</b>	<b>8,221</b>	<b>7,372</b>	<b>30,155</b>	<b>25,267</b>

Note (i): Included in establishment costs are service chargeback amounting to approximately RM1,799,000 (2022: RM1,518,000).

**(g) Transfer to conventional reserve**

The transfer is a reallocation of reserves from IBS to Conventional that includes current and previous periods' retained earnings.

**(h) Capital adequacy**

**(i) The capital adequacy ratios of the Group and of the Bank are as follows:**

<u>Group and Bank</u>	30 September	31 December
	2023	2022
	%	%
CET1 capital ratio	35.586	87.025
Tier 1 capital ratio	35.586	87.025
Total capital ratio	35.586	87.025



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31. The operations of Islamic Banking Scheme ("IBS") (Cont'd.)

(h) Capital adequacy (Cont'd.)

(II) The components of capital of the Group and of the Bank are as follows:

<u>Group and Bank</u>	30 September 2023 RM'000	31 December 2022 RM'000
<b>Tier 1 capital</b>		
Islamic banking fund	5,000	5,000
Retained earnings	45,796	245,829
<b>CET1 capital/Tier 1 capital/Total capital</b>	<b>50,796</b>	<b>250,829</b>

(III) The breakdown of RWA by exposures in each major risk category are as follows:

<u>Group and Bank</u>	Gross credit exposures RM'000	Net credit exposures RM'000	Risk- weighted assets RM'000	Capital requirements RM'000
<b>30 September 2023</b>				
<b>Exposure Class</b>				
(i) <b><u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	1,217	1,217	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	16,717	16,717	3,343	267
Other assets	81,628	81,628	50,566	4,045
<b>Total on-balance sheet exposures</b>	<b>99,562</b>	<b>99,562</b>	<b>53,909</b>	<b>4,312</b>
<b>Total on and off-balance sheet exposures *</b>	<b>99,562</b>	<b>99,562</b>	<b>53,909</b>	<b>4,312</b>
(ii) <b><u>Operational Risk</u></b>	-	-	88,832	7,107
<b>Total RWA and capital requirements</b>	<b>99,562</b>	<b>99,562</b>	<b>142,741</b>	<b>11,419</b>
<b>31 December 2022</b>				
<b>Exposure Class</b>				
(i) <b><u>Credit Risk</u></b>				
<b>On-balance sheet exposures:</b>				
Sovereigns/Central banks	1,042	1,042	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	5,263	5,263	1,053	84
Other assets	796,765	796,765	192,798	15,424
<b>Total on-balance sheet exposures</b>	<b>803,070</b>	<b>803,070</b>	<b>193,851</b>	<b>15,508</b>
<b>Total on and off-balance sheet exposures *</b>	<b>803,070</b>	<b>803,070</b>	<b>193,851</b>	<b>15,508</b>
(ii) <b><u>Market Risk</u></b>				
Foreign currency risk	-	-	1	-
(iii) <b><u>Operational Risk</u></b>	-	-	94,373	7,550
<b>Total RWA and capital requirements</b>	<b>803,070</b>	<b>803,070</b>	<b>288,225</b>	<b>23,058</b>

\* There are no off-balance sheet exposures in the current and previous financial periods.

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**31. The operations of Islamic Banking Scheme ("IBS") (Cont'd.)**

**(i) Fair values of financial assets and liabilities**

The estimated fair values of those on-balance sheet financial assets and financial liabilities as at the reporting date, which are considered short-term in maturity, approximate their carrying amounts as shown in the statements of financial position.

**(j) Allocation of income**

The policy of allocation of income to the various types of deposits and investments is subject to "The Framework of Rate of Return" issued by Bank Negara Malaysia in October 2001. The objective is to set the minimum standard and terms of reference for the Islamic banking institution in calculating and deriving the rate of return for the depositors.

**(k) Shariah committee**

The operation of IBS is governed by Section 28 and 29 of Islamic Financial Services Act, 2013 ("IFSA"), which stipulates that "a licensed institution shall at all times ensure that its aims and operations, business, affairs and activities are in compliance with Shariah and in accordance with the advice or ruling of the Shariah Advisory Council ("SAC"), specify standards on Shariah matters in respect of the carrying on of its business, affair or activity" and Section IV of BNM's "Guidelines on the Governance of Shariah Committee for The Islamic Financial Institutions" known as the Shariah Governance Framework ("SGF") (which supersedes the BNM/GPS 1), which stipulates that "every Islamic institution is required to establish a Shariah Committee".

Based on the above, the duties and responsibilities of the Group's and the Bank's Shariah Committee are to advise on the overall Islamic Banking Scheme operations of the Group's and the Bank's business in order to ensure compliance with the Shariah requirements.

The roles of the Shariah Committee in monitoring the Group's and the Bank's activities include:

- (i) To advise the Board on Shariah matters in its business operations;
- (ii) To endorse Shariah Compliance Manual;
- (iii) To endorse and validate relevant documentations;
- (iv) To assist related parties on Shariah matters for advice upon request;
- (v) To advise on matters to be referred to the SAC;
- (vi) To provide written Shariah opinion; and
- (vii) To assist the SAC on reference for advice.

The Group and the Bank presently have six Shariah members.

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**32. Fair value of financial instruments**

**Fair value hierarchy**

The Group and the Bank classify its financial instruments measured at fair value according to the following hierarchy, reflecting the significance of the inputs in making the fair value measurements:

(a) Level 1: Quoted prices

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 those 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 and illiquid equities.

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

Refers to financial instruments where fair value is measured using significant unobservable market inputs. The valuation technique is consistent with the Level 2. The chosen valuation technique 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 advances priced primarily based on internal credit assessment.

The following table shows the Group's and the Bank's financial assets and liabilities that are measured at fair value analysed by level within the fair value hierarchy as at 30 September 2023 and 31 December 2022.

<b><u>Group and Bank</u></b>	<b><u>Valuation techniques using</u></b>			<b>Total</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>As at 30 September 2023</b>				
Financial assets measured at fair values:				
Financial assets at fair value through profit or loss	1,333,535	-	-	1,333,535
Financial assets at fair value through other comprehensive income	-	-	1,341	1,341
Derivative financial assets	-	162,470	-	162,470
	<b>1,333,535</b>	<b>162,470</b>	<b>1,341</b>	<b>1,497,346</b>
Financial liabilities measured at fair values:				
Derivative financial liabilities	<b>30,433</b>	<b>378,389</b>	-	<b>408,822</b>
<b>As at 31 December 2022</b>				
Financial assets measured at fair values:				
Financial assets at fair value through profit or loss	1,481,482	-	-	1,481,482
Financial assets at fair value through other comprehensive income	-	-	1,253	1,253
Derivative financial assets	-	153,273	-	153,273
	<b>1,481,482</b>	<b>153,273</b>	<b>1,253</b>	<b>1,636,008</b>
Financial liabilities measured at fair values:				
Derivative financial liabilities	24,678	385,959	-	410,637

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**32. Fair value of financial instruments (Cont'd.)**

**Valuation techniques**

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

- (a) Financial investments at fair value through profit or loss and, financial investments at fair value through other comprehensive income.

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

- (b) Derivative financial instruments

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