

CIMB GROUP HOLDINGS BERHAD

(Company Number 195601000197)

CONDENSED INTERIM FINANCIAL STATEMENTS

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	Note	The Group		The Company	
		30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
ASSETS					
Cash and short-term funds	A8	45,291,154	45,669,511	1,679,489	93,674
Reverse repurchase agreements		6,673,679	5,885,498	-	-
Deposits and placements with banks and other financial institutions	A8	2,718,927	4,613,720	18,364	-
Financial investments at fair value through profit or loss	A9	31,768,316	40,279,244	-	-
Debt instruments at fair value through other comprehensive income	A10	57,373,881	60,119,486	1,761,080	1,778,168
Equity instruments at fair value through other comprehensive income	A11	298,319	323,105	-	-
Debt instruments at amortised cost	A12	63,712,870	56,006,340	8,319,400	6,798,814
Derivative financial instruments	A26	30,404,413	11,989,597	-	-
Loans, advances and financing	A13	391,718,207	364,684,772	-	-
Other assets	A14	19,621,447	11,256,072	83,866	84,101
Amount due from a subsidiary		-	-	478	183
Tax recoverable		356,006	674,935	185,139	185,354
Deferred tax assets		2,065,491	1,670,475	-	-
Statutory deposits with central banks		6,157,640	4,676,200	-	-
Investment in subsidiaries		-	-	33,848,890	32,873,956
Investment in associates and joint ventures		3,215,705	2,952,146	-	-
Property, plant and equipment		2,047,912	2,068,976	303	413
Right-of-use assets		641,680	679,582	430	430
Investment properties		-	-	331	345
Goodwill		6,521,199	6,444,100	-	-
Intangible assets		1,770,346	1,857,470	-	-
		672,357,192	621,851,229	45,897,770	41,815,438
Non-current assets held for sale		7,758	55,829	-	3,768
TOTAL ASSETS		672,364,950	621,907,058	45,897,770	41,819,206
LIABILITIES AND EQUITY					
Deposits from customers	A15	426,401,276	422,418,092	-	-
Investment accounts of customers	A16	11,317,755	10,427,167	-	-
Deposits and placements of banks and other financial institutions	A17	33,497,589	30,701,895	-	-
Repurchase agreements/Collateralised Commodity Murabahah		37,458,324	29,184,383	-	-
Financial liabilities designated at fair value through profit or loss	A18	10,307,669	6,856,782	-	-
Derivative financial instruments	A26	27,357,751	10,895,455	-	-
Bills and acceptances payable		1,977,564	2,035,009	-	-
Other liabilities	A19	28,775,262	15,830,825	9,804	3,158
Lease liabilities		541,155	575,805	-	-
Recourse obligation on loans and financing sold to Cagamas		978,889	998,246	-	-
Amount due to subsidiaries		-	-	6,919	13,389
Provision for taxation and zakat		310,690	214,336	-	-
Deferred tax liabilities		43,551	44,149	4	227
Bonds, Sukuk and debentures	B5(i)	12,812,120	13,379,042	-	-
Other borrowings	B5(ii)	5,890,230	8,108,472	3,964,199	4,707,895
Subordinated obligations	B5(iii)	11,528,479	10,128,585	11,170,072	9,609,761
		609,198,304	561,798,243	15,150,998	14,334,430
Non-current liabilities held for sale		41	67	-	-
TOTAL LIABILITIES		609,198,345	561,798,310	15,150,998	14,334,430
Ordinary share capital		28,184,201	27,099,681	28,184,201	27,099,681
Reserves		33,672,546	31,764,188	2,562,614	385,138
Less: Shares held under trust		(563)	(563)	-	-
Treasury shares, at cost		(43)	(43)	(43)	(43)
		61,856,141	58,863,263	30,746,772	27,484,776
Perpetual preference shares		200,000	200,000	-	-
Non-controlling interests		1,110,464	1,045,485	-	-
TOTAL EQUITY		63,166,605	60,108,748	30,746,772	27,484,776
TOTAL EQUITY AND LIABILITIES		672,364,950	621,907,058	45,897,770	41,819,206
COMMITMENTS AND CONTINGENCIES	A27	1,440,388,975	1,213,155,193	-	-
Net assets per share attributable to owners of the Parent (RM)		5.91	5.76	2.94	2.69

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021.

CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENTS OF INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Note	The Group			
		3rd quarter ended		Nine months ended	
		30 September 2022	30 September 2021	30 September 2022	30 September 2021
		RM'000	RM'000	RM'000	RM'000
Interest income	A20(a)	4,575,193	3,922,019	12,479,351	11,707,967
Interest income for financial assets at fair value through profit or loss	A20(b)	207,653	141,857	534,568	427,072
Interest expense	A21, A32	<u>(1,802,850)</u>	<u>(1,293,195)</u>	<u>(4,498,365)</u>	<u>(3,936,678)</u>
Net interest income (before modification loss)		2,979,996	2,770,681	8,515,554	8,198,361
Modification gain/(loss)	A22	<u>66</u>	<u>(43,805)</u>	<u>6,860</u>	<u>(50,704)</u>
Net interest income (after modification loss)		2,980,062	2,726,876	8,522,414	8,147,657
Income from Islamic Banking operations	A31(c), A32	1,066,073	845,604	2,967,607	2,617,901
Net non-interest income	A23	<u>950,980</u>	<u>820,931</u>	<u>3,127,567</u>	<u>3,002,826</u>
		4,997,115	4,393,411	14,617,588	13,768,384
Gain on disposal and deemed disposal of subsidiaries and joint venture		-	2,344	265	1,157,893
		4,997,115	4,395,755	14,617,853	14,926,277
Overheads	A24, A32	<u>(2,280,963)</u>	<u>(2,266,769)</u>	<u>(6,858,047)</u>	<u>(6,960,105)</u>
Profit before expected credit losses		2,716,152	2,128,986	7,759,806	7,966,172
Expected credit losses on loans, advances and financing	A25(a)	(488,492)	(528,579)	(1,231,080)	(1,896,469)
Expected credit losses written back/(made) for commitments and contingencies		10,578	(44,100)	(39,395)	(41,996)
Other expected credit losses and impairment allowances made	A25(b)	(33,351)	(17,128)	(146,396)	(71,252)
Impairment of goodwill	A25(c)	<u>-</u>	<u>(1,215,197)</u>	<u>-</u>	<u>(1,215,197)</u>
		2,204,887	323,982	6,342,935	4,741,258
Share of results of joint ventures		(9,595)	8,679	(8,694)	67,006
Share of results of associates		<u>6,585</u>	<u>133</u>	<u>20,140</u>	<u>(35)</u>
Profit before taxation and zakat		2,201,877	332,794	6,354,381	4,808,229
Taxation and zakat	B3	<u>(755,341)</u>	<u>(407,981)</u>	<u>(2,116,619)</u>	<u>(1,297,285)</u>
Profit/(loss) for the financial period		<u>1,446,536</u>	<u>(75,187)</u>	<u>4,237,762</u>	<u>3,510,944</u>
Profit/(loss) for the financial period attributable to :					
Owners of the Parent		1,407,232	(100,593)	4,114,911	3,440,823
Non-controlling interests		<u>39,304</u>	<u>25,406</u>	<u>122,851</u>	<u>70,121</u>
		<u>1,446,536</u>	<u>(75,187)</u>	<u>4,237,762</u>	<u>3,510,944</u>
Earnings per share (sen):					
- Basic	B7(a)	13.43	(1.07)	39.69	34.49
- Fully diluted	B7(b)	N/A	N/A	N/A	N/A

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CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022

	The Group			
	3rd quarter ended		Nine months ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit/(loss) for the financial period	1,446,536	(75,187)	4,237,762	3,510,944
Other comprehensive (expense)/income:				
<i>Items that will not be reclassified to profit or loss</i>				
Remeasurement of post employment benefits obligation	1,516	1,548	1,502	1,925
- Actuarial gain/(loss)	1,568	81	1,484	(852)
- Currency translation difference	(52)	1,467	18	2,777
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	(171,364)	(6,563)	(226,768)	(46,307)
- Net loss from change in fair value attributable to own credit risk	(166,536)	(9,810)	(221,825)	(49,941)
- Currency translation difference	(4,828)	3,247	(4,943)	3,634
Equity instruments at fair value through other comprehensive income	(11,180)	12,521	(28,905)	26,163
- Net (loss)/gain from change in fair value	(7,121)	12,310	(20,372)	31,061
- Income tax effects	(82)	(72)	(27)	(3,157)
- Currency translation difference	(3,977)	283	(8,506)	(1,741)
	(181,028)	7,506	(254,171)	(18,219)
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	(123,402)	(117,795)	(1,484,080)	(880,716)
- Net loss from change in fair value	(143,979)	(35,935)	(1,831,833)	(621,801)
- Realised (gain)/loss transferred to statement of income on disposal	(5,839)	(156,602)	1,489	(443,082)
- Changes in expected credit losses	(4,402)	1,368	(38,328)	(18,876)
- Income tax effects	34,887	70,228	384,625	197,166
- Currency translation difference	(4,069)	3,146	(33)	5,877
Net investment hedge	(221,338)	(26,981)	(460,162)	(193,695)
Hedging reserve - cash flow hedge	(9,716)	(14,722)	(18,581)	(13,939)
- Net loss from change in fair value	(12,365)	(17,868)	(21,938)	(16,844)
- Income tax effects	2,649	3,146	3,357	2,905
Deferred hedging cost	2,990	47,422	35,200	68,037
- Net gain from change in fair value	2,918	50,383	33,123	72,772
- Income tax effects	72	(2,961)	2,077	(4,735)
Exchange fluctuation reserve	650,363	(1,077)	1,201,753	64,742
Share of other comprehensive income/(expense) of associates and joint ventures	1,820	(9,643)	4,367	(11,671)
	300,717	(122,796)	(721,503)	(967,242)
Total other comprehensive income/(expense) for the financial period, net of tax	119,689	(115,290)	(975,674)	(985,461)
Total comprehensive income/(expense) for the financial period	1,566,225	(190,477)	3,262,088	2,525,483
Total comprehensive income/(expense) for the financial period attributable to:				
Owners of the Parent	1,515,900	(220,863)	3,152,708	2,477,775
Non-controlling interests	50,325	30,386	109,380	47,708
	1,566,225	(190,477)	3,262,088	2,525,483

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CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Note	The Company			
		3rd quarter ended		Nine months ended	
		30 September 2022	30 September 2021	30 September 2022	30 September 2021
		RM'000	RM'000	RM'000	RM'000
Interest income	A20(a)	96,538	96,348	278,703	309,508
Interest expense	A21	(136,162)	(141,541)	(404,505)	(442,753)
Net interest expense		(39,624)	(45,193)	(125,802)	(133,245)
Net non-interest income	A23	1,254,033	531,962	3,034,792	584,277
Gain on disposal of a subsidiary	A5(a)	1,214,409	486,769	2,908,990	451,032
		-	-	581,774	-
Overheads	A24	1,214,409	486,769	3,490,764	451,032
		(6,814)	(11,030)	(23,608)	(25,531)
Profit before expected credit losses		1,207,595	475,739	3,467,156	425,501
Other expected credit losses and impairment allowances (made)/written back	A25(b)	(42,470)	6,238	(6,355)	(13,798)
Profit before taxation		1,165,125	481,977	3,460,801	411,703
Taxation	B3	1	452	(797)	530
Profit for the financial period		1,165,126	482,429	3,460,004	412,233

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	The Company			
	3rd quarter ended		Nine months ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	1,165,126	482,429	3,460,004	412,233
Other comprehensive income/(expense):				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	6,492	(13,076)	(38,287)	(80,899)
- Net loss from change in fair value	(105)	(11,630)	(37,482)	(78,046)
- Changes in expected credit losses	6,597	(1,446)	(805)	(2,853)
Other comprehensive income/(expense)	6,492	(13,076)	(38,287)	(80,899)
Total comprehensive income for the financial period	1,171,618	469,353	3,421,717	331,334

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021.

CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

Attributable to owners of the Parent

The Group
30 September 2022

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

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

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(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

← Attributable to owners of the Parent →

The Group
30 September 2021

	Ordinary share capital RM'000	Statutory reserve RM'000	Capital reserve RM'000	Exchange fluctuation reserve RM'000	Shares held under trust RM'000	Treasury shares RM'000	Fair value reserve		Other reserves RM'000	Share-based payment reserve RM'000	Regulatory reserve * RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non-controlling interests RM'000	Total RM'000
							Debt instruments at fair value through other comprehensive income RM'000	Equity instruments at fair value through other comprehensive income RM'000								
At 1 January 2021	25,843,808	148,117	207,419	421,265	(563)	(43)	465,293	(248,084)	(1,171,120)	75,612	233,441	29,950,496	55,925,641	200,000	1,048,481	57,174,122
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	3,440,823	3,440,823	-	70,121	3,510,944
Other comprehensive (expense)/income (net of tax)	-	(25)	-	60,018	-	-	(864,458)	25,860	(184,677)	240	(6)	-	(963,048)	-	(22,413)	(985,461)
- debt instruments at fair value through other comprehensive income	-	-	-	-	-	-	(864,461)	-	-	-	-	-	(864,461)	-	(16,255)	(880,716)
- equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	-	25,860	-	-	-	-	25,860	-	303	26,163
- fair value changes on financial liabilities designated at fair value relating to own credit risk	-	-	-	-	-	-	-	-	(43,913)	-	-	-	(43,913)	-	(2,394)	(46,307)
- net investment hedge	-	-	-	-	-	-	-	-	(193,695)	-	-	-	(193,695)	-	-	(193,695)
- hedging reserve - cash flow hedge	-	-	-	-	-	-	-	-	(13,369)	-	-	-	(13,369)	-	(570)	(13,939)
- deferred hedging cost	-	-	-	-	-	-	-	-	68,037	-	-	-	68,037	-	-	68,037
- remeasurement of post employment benefits obligations	-	-	-	-	-	-	-	-	1,769	-	-	-	1,769	-	156	1,925
- currency translation difference	-	-	-	70,101	-	-	-	-	(1,947)	241	-	-	68,395	-	(3,653)	64,742
- share of other comprehensive (expense)/ income of associates and joint ventures	-	(25)	-	(10,083)	-	-	3	-	(1,559)	(1)	(6)	-	(11,671)	-	-	(11,671)
Total comprehensive (expense)/income for the financial period	-	(25)	-	60,018	-	-	(864,458)	25,860	(184,677)	240	(6)	3,440,823	2,477,775	-	47,708	2,525,483
Dividend for the financial year ended 31 December 2020	-	-	-	-	-	-	-	-	-	-	-	(477,295)	(477,295)	-	-	(477,295)
- single tier interim dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-controlling interests share of dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(24,609)	(24,609)
Transfer to statutory reserve	-	4,959	-	-	-	-	-	-	-	-	-	(4,959)	-	-	-	-
Transfer from regulatory reserve	-	-	-	-	-	-	-	-	-	-	(215,732)	215,732	-	-	-	-
Disposal and deemed disposal of subsidiaries	-	-	-	(24,821)	-	-	-	-	-	(2,858)	-	-	(27,679)	-	(46,890)	(74,569)
Non-controlling interests share of subsidiary treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	62	62
Share-based payment expense	-	-	-	-	-	-	-	-	-	60,636	-	-	60,636	-	-	60,636
Shares released under employee benefit schemes	-	-	-	-	-	-	-	-	45,489	(58,463)	-	-	(12,974)	-	(54)	(13,028)
Purchase of shares in relation to Equity Ownership Plan	-	-	-	-	-	-	-	-	(28,277)	-	-	-	(28,277)	-	-	(28,277)
Issuance of shares through dividend reinvestment scheme	366,696	-	-	-	-	-	-	-	-	-	-	-	366,696	-	-	366,696
At 30 September 2021	26,210,504	153,051	207,419	456,462	(563)	(43)	(399,165)	(222,224)	(1,338,585)	75,167	17,703	33,124,797	58,284,523	200,000	1,024,698	59,509,221

* The regulatory reserve is maintained to meet the local regulatory requirement of the foreign branch's general provision and the Malaysian subsidiary of the Group.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021

CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

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

	← Non-distributable →				Distributable		
	Ordinary share capital RM'000	Capital reserve RM'000	Treasury shares RM'000	Fair value reserve - debt instruments at fair value through other comprehensive income RM'000	Share-based payment reserve RM'000	Retained earnings RM'000	Total RM'000
The Company							
At 1 January 2021	25,843,808	55,982	(43)	103,514	-	1,398,626	27,401,887
Loss for the financial period	-	-	-	-	-	412,233	412,233
Other comprehensive expense (net of tax)	-	-	-	(80,899)	-	-	(80,899)
- Debt instruments at fair value through other comprehensive income	-	-	-	(80,899)	-	-	(80,899)
Total comprehensive (expense)/income for the financial period	-	-	-	(80,899)	-	412,233	331,334
Dividend for the financial year ended 31 December 2020	-	-	-	-	-	(477,295)	(477,295)
- single tier interim dividend	-	-	-	-	-	(477,295)	(477,295)
Issuance of shares through dividend reinvestment scheme	366,696	-	-	-	-	-	366,696
Capital contribution to subsidiaries	-	-	-	-	19,604	-	19,604
At 30 September 2021	26,210,504	55,982	(43)	22,615	19,604	1,333,564	27,642,226

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021.

CIMB GROUP HOLDINGS BERHAD
(Company Number 195601000197)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	The Group		The Company	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Profit before taxation and zakat	6,354,381	4,808,229	3,460,801	411,703
Adjustments for non-operating and non-cash items	(689,478)	565,290	(3,480,360)	(433,549)
Operating profit/(loss) before changes in working capital	5,664,903	5,373,519	(19,559)	(21,846)
Net changes in operating assets	(29,324,788)	(13,373,205)	1,073,963	(134)
Net changes in operating liabilities	32,666,133	27,284,327	8,086	67,372
	3,341,345	13,911,122	1,082,049	67,238
Cash flows generated from operations	9,006,248	19,284,641	1,062,490	45,392
Taxation paid	(1,707,392)	(1,026,752)	(805)	(966)
Net cash flows generated from operating activities	7,298,856	18,257,889	1,061,685	44,426
Cash flows from investing activities				
Dividend income from subsidiaries	-	-	3,028,843	582,565
Interest income received from financial investments	2,836,700	2,630,320	226,670	275,001
Net (purchase)/disposal of financial investments	(8,447,585)	(12,330,486)	(1,500,000)	1,000,000
Net purchase from disposal of property, plant and equipment	(138,347)	(202,335)	-	(110)
Net purchase of intangible assets	(351,991)	(309,847)	-	-
Other investing activities	58,721	(37,971)	(1,427,768)	(103,674)
Net cash flows (used in)/generated from investing activities	(6,042,502)	(10,250,319)	327,745	1,753,782
Cash flows from financing activities				
Dividend paid to shareholders	(198,272)	(110,599)	(198,273)	(110,599)
Interest paid on bonds, Sukuk and debentures	(196,421)	(162,928)	-	-
Interest paid on subordinated obligations	(254,711)	(265,055)	(250,999)	(341,790)
Interest paid on term loan facility and other borrowings	(62,375)	(110,102)	-	(53,690)
Proceeds from issuance of bonds, Sukuk and debentures	5,553,614	3,236,340	-	-
Proceeds from issuance of subordinated obligations	1,500,000	440,000	1,500,000	-
Proceeds from term loan facility and other borrowings	928,125	438,685	-	-
Redemption of bonds, Sukuk and debentures	(6,515,297)	(1,145,889)	-	-
Redemption of subordinated obligations	-	(2,920,215)	-	(1,005,879)
Repayment of term loan facility and other borrowings	(2,744,204)	(3,041,136)	-	-
Other financing activities	(1,062,182)	(517,454)	(836,645)	(30,430)
Net cash flows (used in)/generated from financing activities	(3,051,723)	(4,158,353)	214,083	(1,542,388)
Net (decrease)/increase in cash and cash equivalents during the financial period	(1,795,369)	3,849,217	1,603,513	255,820
Effects of exchange rate changes	1,345,485	372,665	-	-
Cash and cash equivalents at beginning of the financial period	46,106,715	41,194,144	93,674	344,603
	45,656,831	45,416,026	1,697,187	600,423
Monies held in trust	(545,006)	(637,444)	-	-
Cash and cash equivalents at end of the financial period	45,111,825	44,778,582	1,697,187	600,423
Cash and cash equivalents comprise:				
Cash and short-term funds	45,291,154	44,294,028	1,679,489	583,035
Deposits and placements with banks and other financial institutions	2,718,927	4,471,068	18,364	18,041
	48,010,081	48,765,096	1,697,853	601,076
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months	(2,353,250)	(3,349,070)	(666)	(653)
Monies held in trust	(545,006)	(637,444)	-	-
Cash and cash equivalents at end of financial period	45,111,825	44,778,582	1,697,187	600,423

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021

PART A - EXPLANATORY NOTES

A1. BASIS OF PREPARATION

(a) The unaudited condensed interim financial statements for the financial period ended 30 September 2022 have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, debt instruments at fair value through other comprehensive income, equity instruments at fair value through other comprehensive income, derivative financial instruments and non-current assets/disposal groups held for sale and financial liabilities designated at fair value through profit or loss, that have been measured at fair value.

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

The unaudited condensed interim financial statements should be read in conjunction with the Group's and the Company's audited financial statements for the financial year ended 31 December 2021. The explanatory notes attached to the condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 31 December 2021.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2021, and modified for the adoption of the following accounting standards applicable for financial periods beginning on or after 1 January 2022:

- Amendment to MFRS 16 "COVID-19-Related Rent Concessions beyond 30 June 2021"
- Amendments to MFRS 116 "Proceeds before intended use"
- Amendments to MFRS 3 "Reference to Conceptual Framework"
- Amendments to MFRS 137 "Onerous Contracts – Cost of Fulfilling a Contract"
- Annual improvements to MFRS 9 "Fees in the 10% test for derecognition of financial liabilities"
- Annual Improvements to MFRS 1 "Subsidiary as First-time Adopter"
- Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: Lease Incentives

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

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

(b) The easing of Covid-19 concerns has contributed to the normalisation of economic activity, higher consumer spending and an improvement in global travel activities. Nonetheless, the recovery momentum continues to face headwinds from the still prevalent threat of Covid-19 variants, geopolitical tensions and the possibility of a global recession. Governments are expected to continue tightening fiscal and monetary policies to curb inflationary pressures.

The Group had supported customers impacted by the pandemic by providing targeted assistance programs. Most customers have since migrated out of these programs. Various prevailing uncertainties will continue to be monitored and the Group will continue to keep track of asset quality.

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

A2. CHANGES IN ESTIMATES

There were no material changes to financial estimates made in respect of the current financial period that had previously been announced or disclosed other than those disclosed under the basis of preparation.

A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

Other than detailed below, there were no other new shares issuance, repayment of debt securities, share buy backs and share cancellations, or resale of shares held as treasury shares during the financial period ended 30 September 2022:-

(a) On 9 March 2022, the Company announced that it will seek its shareholders' approval at its 65th Annual General Meeting ("AGM") to be convened on a later announced date for the proposed renewal of the authority for the Company to purchase its own shares of up to 10% of the issued and paid-up capital of the Company. Shareholders' approval was subsequently obtained at the AGM which was held on 21 April 2022.

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

(b) The entitlement date pursuant to Single Tier Second Interim Dividend for financial year ended 31 December 2021 and the corresponding Dividend Reinvestment Scheme (“DRS”) was fixed for 28 March 2022. The Group had, on 25 April 2022, issued and allotted 252,801,642 new ordinary shares (“New CIMB Shares”). The New CIMB Shares were listed and quoted on the Main Market of Bursa Securities with effect from 9.00 a.m., Tuesday, 26 April 2022. With the listing of the New Shares, the enlarged issued and paid-up share capital of CIMB Group Holdings Berhad (“CIMBGH”) is 10,474,258,225 shares.

The entitlement date pursuant to Single Tier First Interim Dividend for financial year ending 31 December 2022 and the corresponding DRS was fixed for 29 September 2022. The Group had, on 28 October 2022, issued and allotted 190,848,383 New CIMB Shares. The New CIMB Shares were listed and quoted on the Main Market of Bursa Securities with effect from 9.00 a.m., Monday, 31 October 2022. With the listing of the New Shares, the enlarged issued and paid-up share capital of CIMBGH is 10,665,106,608 shares.

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

(d) On 14 January 2022, CIMB Islamic redeemed RM70 million Basel II Additional Tier 1 Perpetual Preference Shares from CIMB Bank.

(e) On 20 January 2022, CIMB Bank issued USD500.0 million 5-year fixed rate notes (“the Notes”) under its USD5.0 billion Global Medium Term Note Programme. The Notes, which bear a coupon rate of 2.125% per annum payable semi-annually, will mature on 20 July 2027.

(f) On 8 March 2022, CIMB Bank redeemed its USD15 million 5-year senior floating rate notes issued under its USD5 billion Euro Medium Term Note Programme established on 15 August 2014.

(g) On 15 March 2022, CIMB Bank redeemed its USD500 million 5-year senior fixed rate notes issued under its USD5 billion Euro Medium Term Note Programme established on 15 August 2014.

(h) On 18 May 2022, CIMB Bank redeemed its RM1 billion 5-year senior medium term notes issued under its RM20 billion Senior Medium Term Note Programme.

(i) On 10 June 2022, CIMBGH redeemed its RM750 million iMTN issued under the existing Conventional and Islamic Medium Term Notes Programmes, which has a combined limit of RM6.0 billion in nominal value.

(j) On 20 June 2022, CIMB Bank issued 55.6 million Rights Issue at RM5.80 for each Rights Share. The issuance has resulted in an increase in ordinary shares of RM322.7 million.

(k) On 18 July 2022, CIMB Bank completed the capital injection of VND225 billion into new ordinary shares of CIMB Bank (Vietnam) Limited.

(l) During the financial period, CIMB Thai Bank issued various unsecured structured debentures amounted to THB6.1 billion with tenures ranges between one month to three years from respective issuance dates. The Bank will pay interest according to the conditions of agreements.

During the financial period, CIMB Thai Bank has redeemed structured debentures amounted to THB7.0 billion.

(m) During the financial period, CIMB Thai Bank issued various unsecured short term debentures amounted to THB21.6 billion with tenures ranges between 3 to 8 months. The short term debentures carry fixed interest rates ranges from 0.65% - 1.15%, payable at respective maturity dates.

During the financial period, CIMB Thai Bank has redeemed unsecured short term debentures amounted to THB15.1 billion.

(n) On 21 August 2022, CIMB Niaga redeemed its Series B Sukuk amounted to IDR936,000 million.

(o) On 23 August 2022, CIMB Niaga redeemed its Series C Bond amounted to IDR822,000 million.

(p) On 8 September 2022, the Company issued RM1.5 billion 10 years non-callable 5 years Tier 2 Sukuk Wakalah bearing a periodic distribution rate of 4.40% per annum, payable on a semi-annual basis. The said Sukuk Wakalah was issued out of the RM15.0 billion Sukuk Wakalah programme. The proceeds from the issuance were used to subscribe to the RM1.5 billion Tier 2 Sukuk Wakalah issued by CIMB Bank on the same day, based on similar terms.

(q) On 28 November 2022, CIMB Islamic issued RM300 million Tier 2 Junior Sukuk under its RM5.0 billion Tier 2 Junior Sukuk Programme. The Sukuk, which bears a coupon rate of 4.90% per annum payable semi-annually, will mature on 26 November 2032, with first call date on 29 November 2027.

(r) On 30 November 2022, the Bank redeemed its existing RM1.5 billion Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

(s) On 30 November 2022, the Company redeemed its existing RM1.5 billion Tier 2 Subordinated Debt issued under RM10.0 billion Tier 2 Subordinated Debt Programme on the first call date.

A4. DIVIDENDS PAID AND PROPOSED

A single-tier second interim dividend of 12.55 sen per ordinary share, on 10,221,451,675 ordinary shares amounting to RM1,282,792,194 in respect of the financial year ended 31 December 2021 was approved by the Board of Directors on 28 January 2022. The single-tier second interim dividend consists of an electible portion of 12.55 sen per ordinary share which can be elected to be reinvested in new ordinary shares in accordance with the Dividend Reinvestment Scheme ("DRS"). Following the completion of DRS, a total cash dividend of RM198,273,150 was paid on 25 April 2022.

The Directors have proposed a single-tier first interim dividend of 13.00 sen per ordinary share, on 10,474,253,317 ordinary shares amounting to RM1,362 million in respect of the financial year ending 31 December 2022. The single-tier first interim dividend of 13.00 sen consists of a cash portion of 2.60 sen per ordinary share and an electible portion of 10.40 sen per ordinary share which can be elected to be reinvested in new ordinary shares. Following the completion of DRS, a total cash dividend of RM451,306,144 was paid on 28 October 2022.

A5. STATUS OF CORPORATE PROPOSAL

(a) On 13 December 2021, the Company entered into Share Purchase Agreement with CIMB Group Sdn Bhd, a direct wholly-owned subsidiary of the Company and CIMB Digital Assets Sdn Bhd (formerly known as CIMB SI 1 Sdn Bhd) ("CDA"), an indirect wholly-owned subsidiary of the Company, to dispose the entire issued and paid-up share capital of Touch 'N Go Sdn Bhd ("TNG") to CDA. The objective is to facilitate the internal restructuring exercise to consolidate the shareholding of TNG in CDA ("Proposed Internal Restructuring"). Upon the completion of the internal restructuring on 26 January 2022, TnG become the direct wholly-owned subsidiary of CDA and indirect wholly-owned subsidiary of the Company. There is no financial impact at the Group arising from the internal restructuring.

A6. EVENTS DURING THE REPORTING PERIOD

Other than those disclosed under Issuance and Repayment of Debts and Equity Securities, Status of Corporate Proposal and detailed below, there was no significant events that had occurred during the current reporting period:-

In January 2022, the Group identified errors that was related to a specific third party financial remittance service, which led to a limited number of customers receiving duplicate credits in their accounts. The Group has since addressed and remedied these processing errors. After careful assessment of the incident, the Group has also implemented additional controls to prevent similar errors from occurring in the future. At the same time, the Group has embarked on a holistic review of preventive and detective controls and policies and procedures, surrounding its transaction processing infrastructure. In addition, the Group is committed to ensure and to enhance operational resilience.

The Group will take all necessary measures available to it to recover the duplicate payments, and these have commenced in 1Q FY2022. The Group had provided for the majority of the exposure, amounting to an ECL of RM280.9 million during the financial year ended 31 December 2021 and a full and final provision has been made in 1Q FY2022. This provision does not impair the Group's ability to pursue recovery measures. The financial impact are disclosed in A14 and A25(b).

A7. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

There is no significant events that had occurred between 30 September 2022 and the date of this announcement.

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

As at 30 September 2022, the expected credit losses in deposit placements maturing within one month and deposits and placements with banks and other financial institutions are RM2,788,000 (2021: RM2,484,000) and RM2,102,000 (2021: RM1,963,000) respectively. The 12-month expected credit losses written back in the income statement during the financial period is amounting to RM7,000 (2021: RM2,084,000).

A9. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Money market instruments:		
Unquoted		
Malaysian Government Securities	2,179,032	2,063,110
Cagamas bonds	859,829	865,744
Khazanah bonds	1,965	63,381
Malaysian Government treasury bills	859,876	151,173
Bank Negara Malaysia monetary notes	693,874	2,290,759
Negotiable instruments of deposit	3,124,109	3,909,653
Other Government securities	2,884,350	5,405,014
Government Investment Issues	2,077,762	2,611,716
Other Government treasury bills	7,783,963	9,884,399
Commercial papers	372,525	1,479,300
Promissory Notes	380,038	398,711
	21,217,323	29,122,960
Quoted securities:		
<i>In Malaysia:</i>		
Shares	1,076,999	1,115,967
<i>Outside Malaysia:</i>		
Shares	349,912	290,468
	1,426,911	1,406,435
Unquoted securities:		
<i>In Malaysia:</i>		
Corporate bond and Sukuk	2,682,418	3,030,818
Shares	1,027,487	1,001,003
Unit trusts	91,749	85,627
<i>Outside Malaysia:</i>		
Corporate bond	2,057,366	3,822,467
Shares	3,266	1,960
Private equity funds	154,612	175,649
Other Government bonds	3,107,184	1,632,325
	9,124,082	9,749,849
	31,768,316	40,279,244

A10. DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	The Group		The Company	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Fair value				
Money market instruments:				
Unquoted				
Malaysian Government Securities	4,818,493	4,832,000	-	-
Cagamas bonds	291,575	270,955	-	-
Negotiable instruments of deposit	244,684	470,384	-	-
Other Government securities	6,083,049	5,114,067	-	-
Government investment Issues	6,033,846	5,712,395	-	-
Commercial Papers	4,977	-	-	-
	17,476,624	16,399,801	-	-
Unquoted securities:				
<i>In Malaysia:</i>				
Corporate bond and Sukuk	20,406,113	21,951,483	1,761,080	1,778,168
<i>Outside Malaysia:</i>				
Corporate bond and Sukuk	10,132,547	10,371,627	-	-
Bank Indonesia certificates	-	194,652	-	-
Other Government bonds	9,358,597	11,201,923	-	-
	39,897,257	43,719,685	1,761,080	1,778,168
	57,373,881	60,119,486	1,761,080	1,778,168

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

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

	The Group			Total
	Lifetime			
	12-month	expected credit	Lifetime expected	
	expected credit	losses - not	credit losses	
losses	impaired	- credit impaired		
(Stage 1)	(Stage 2)	(Stage 3)		
RM'000	RM'000	RM'000	RM'000	
At 1 January 2022	41,798	1,748	20,849	64,395
Changes in expected credit losses due to transfer within stages:				
Transferred to Stage 1	(54)	54	-	-
Transferred to Stage 2	116	(116)	-	-
	(170)	170	-	-
Total charge to Statement of Income:	(17,334)	(145)	(20,849)	(38,328)
New financial assets purchased	26,738	-	-	26,738
Financial assets that have been derecognised	(5,646)	(7)	-	(5,653)
Writeback in respect of full recoveries	-	-	(20,849)	(20,849)
Change in credit risk	(38,426)	(138)	-	(38,564)
Exchange fluctuation	1,298	1	-	1,299
At 30 September 2022	25,708	1,658	-	27,366
At 1 January 2021	40,076	24,223	20,849	85,148
Changes in expected credit losses due to transfer within stages:				
Transferred to Stage 2	(527)	527	-	-
	(527)	527	-	-
Total charge to Statement of Income:	(11,698)	(23,369)	-	(35,067)
New financial assets purchased	105,563	-	-	105,563
Financial assets that have been derecognised	(28,081)	(24,584)	-	(52,665)
Change in credit risk	(89,180)	1,215	-	(87,965)
Exchange fluctuation	13,947	367	-	14,314
At 31 December 2021	41,798	1,748	20,849	64,395

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

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

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

	The Company			Total RM'000
	12-month expected credit losses (Stage 1) RM'000	Lifetime		
		expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
At 1 January 2022	12,328	-	-	12,328
Total charge to Statement of Income:	(805)	-	-	(805)
Change in credit risk	(805)	-	-	(805)
At 30 September 2022	11,523	-	-	11,523
At 1 January 2021	25,947	-	-	25,947
Total charge to Statement of Income:	(13,619)	-	-	(13,619)
Change in credit risk	(13,619)	-	-	(13,619)
At 31 December 2021	12,328	-	-	12,328

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

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
	RM'000	Total RM'000
At 1 January 2022	20,849	20,849
Amount recovered	(20,849)	(20,849)
At 30 September 2022	-	-
At 1 January / 31 December 2021	20,849	20,849

A11. EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Quoted securities		
<i>In Malaysia</i>		
Shares	18,377	30,039
<i>Outside Malaysia</i>		
Shares	1,863	1,981
Property fund	-	5,492
	20,240	37,512
Unquoted securities		
<i>In Malaysia</i>		
Shares	265,579	265,418
Property funds	189	189
<i>Outside Malaysia</i>		
Shares	12,233	12,759
Private equity funds	78	7,227
	278,079	285,593
	298,319	323,105

A12. DEBT INSTRUMENTS AT AMORTISED COST

	The Group		The Company	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Money market instruments:				
Unquoted				
Malaysian Government securities	8,898,889	7,086,208	-	-
Cagamas bonds	453,898	245,668	-	-
Other Government treasury bills	4,870,191	3,834,187	-	-
Other Government securities	3,500,078	2,022,944	-	-
Malaysian Government investment issue	16,572,668	15,617,821	-	-
Khazanah bonds	202,027	235,345	-	-
Negotiable instruments of deposit	-	127,679	-	-
	34,497,751	29,169,852	-	-
Unquoted securities				
<i>In Malaysia</i>				
Corporate bond and Sukuk	19,232,083	18,195,695	8,374,527	6,846,781
<i>Outside Malaysia</i>				
Corporate bond and Sukuk	4,226,866	4,166,266	-	-
Other Government bonds	6,266,111	5,091,327	-	-
	29,725,060	27,453,288	8,374,527	6,846,781
Total	64,222,811	56,623,140	8,374,527	6,846,781
Amortisation of premium, net of accretion of discount	65,417	30,445	-	-
Less : Expected credit losses	(575,358)	(647,245)	(55,127)	(47,967)
	63,712,870	56,006,340	8,319,400	6,798,814

Expected credit losses movement for debt instruments at amortised cost:

	The Group			Total
	12-month	lifetime	lifetime	
	expected credit losses	expected credit losses - not credit impaired	expected credit losses - credit impaired	
(Stage 1)	(Stage 2)	(Stage 3)		
	RM'000	RM'000	RM'000	RM'000
At 1 January 2022	1,878	31,265	614,102	647,245
Changes in expected credit losses due to transfer within stages:	979	(979)	-	-
Transferred to Stage 1	1,275	(1,275)	-	-
Transferred to Stage 2	(296)	296	-	-
Total charge to Statement of Income:	14,848	(40,298)	(78,158)	(103,608)
New financial assets purchased	7,852	-	-	7,852
Financial assets that have been derecognised	(1,224)	(52)	-	(1,276)
Change in credit risk	8,220	(40,246)	(78,158)	(110,184)
Exchange fluctuation	344	8	177	529
Other movements	-	-	31,192	31,192
At 30 September 2022	18,049	(10,004)	567,313	575,358
At 1 January 2021	9,096	735,922	11,471	756,489
Changes in expected credit losses due to transfer within stages:	84	(453,608)	453,524	-
Transferred to Stage 1	228	(228)	-	-
Transferred to Stage 2	(144)	144	-	-
Transferred to Stage 3	-	(453,524)	453,524	-
Total charge to Statement of Income:	(7,363)	39,210	156,042	187,889
New financial assets purchased	12,819	-	-	12,819
Financial assets that have been derecognised	(615)	-	-	(615)
Change in credit risk	(19,567)	39,210	156,042	175,685
Write-offs	-	-	(7,020)	(7,020)
Exchange fluctuation	61	-	85	146
Other movements	-	(290,259)	-	(290,259)
At 31 December 2021	1,878	31,265	614,102	647,245

A12. DEBT INSTRUMENTS AT AMORTISED COST (Continued)

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

	The Company			Total RM'000
	12-month expected credit losses (Stage 1) RM'000	expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	
At 1 January 2022	47,967	-	-	47,967
Total charge to Statement of Income:	7,160	-	-	7,160
Change in credit risk	7,160	-	-	7,160
At 30 September 2022	55,127	-	-	55,127
At 1 January 2021	55,022	-	-	55,022
Total charge to Statement of Income:	(7,055)	-	-	(7,055)
Change in credit risk	(7,055)	-	-	(7,055)
At 31 December 2021	47,967	-	-	47,967

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

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2022	1,231,144	1,231,144
Other changes in debts instruments	9,076	9,076
Exchange fluctuation	50,998	50,998
At 30 September 2022	1,291,218	1,291,218
At 1 January 2021	11,471	11,471
Transfer within stages	1,226,546	1,226,546
Write-offs	(7,020)	(7,020)
Other changes in debts instruments	5,578	5,578
Exchange fluctuation	(5,431)	(5,431)
At 31 December 2021	1,231,144	1,231,144

A13. LOANS, ADVANCES AND FINANCING

(i) By type

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
At amortised cost		
Overdrafts	4,937,821	4,745,193
Term loans/financing		
- Housing loans/financing	129,427,677	121,680,843
- Syndicated term loans	21,919,160	17,205,940
- Hire purchase receivables	25,964,813	24,098,907
- Lease receivables	194,196	149,074
- Factoring receivables	88,847	108,698
- Other term loans/financing	154,443,488	150,407,952
Bills receivable	7,908,526	6,884,735
Trust receipts	2,579,549	2,701,349
Claims on customers under acceptance credits	4,078,202	3,463,342
Staff loans *	1,763,103	1,710,211
Credit card receivables	8,937,660	8,379,069
Revolving credits	43,460,408	36,075,522
Share margin financing	52,851	63,946
Gross loans, advances and financing at amortised cost	405,756,301	377,674,781
Fair value changes arising from fair value hedges	(136,478)	(24,781)
	405,619,823	377,650,000
Less:		
- Expected credit losses	(14,149,728)	(13,323,081)
Net loans, advances and financing at amortised cost	391,470,095	364,326,919
At fair value through profit or loss		
Term loans/financing		
- Syndicated term loan	248,112	357,853
Gross loans, advances and financing at fair value through profit or loss	248,112	357,853
Total net loans, advances and financing	391,718,207	364,684,772
Total gross loans, advances and financing:		
- At amortised cost	405,756,301	377,674,781
- At fair value through profit or loss	248,112	357,853
	406,004,413	378,032,634

* Included in staff loans of the Group are loans to Directors amounting to RM2,954,912 (2021: RM3,062,694).

(a) Included in the Group's loans, advances and financing balances are RM22,062,000 (2021: RM23,684,000) of reinstated loans which were previously impaired and written off prior to 2005. The reinstatement of these loans has been approved by BNM on 5 February 2010 and were done selectively on the basis of either full settlement of arrears or upon regularised payments of rescheduled loan repayments.

(b) The Group has undertaken fair value hedge on the interest rate risk of loans, advances and financing with RM456,507,000 (2021: RM1,353,719,000), using interest rate swaps.

(c) Included in the loans, advances and financing of the Group at 30 September 2022 are financing which are disclosed as "Restricted Agency Investment Account" ("RAIA") in the financial statements of CIMB Islamic amounting to RM12,828,274,000 (2021: RM10,248,754,000). RAIA arrangement is with CIMB Bank's wholly owned subsidiary, CIMB Islamic, and the contract is based on the Wakalah principle where CIMB Bank solely provide the funds, whilst the assets are managed by CIMB Islamic (as the Wakeel or agent). In the arrangement, CIMB Islamic has transferred substantially all the risk and rewards of ownership of the Investment (i.e the financing facility) to CIMB Bank. Accordingly, the underlying assets (including the undisbursed portion of the financing commitment) and expected credit losses arising thereon, if any, are recognised and accounted for by CIMB Bank.

(ii) By type of customers

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Domestic banking institutions	405,949	331,689
Domestic non-bank financial institutions		
- Stockbroking companies	153,040	8,005
- Others	5,817,298	5,757,202
Domestic business enterprises		
- Small medium enterprises	52,734,312	50,591,611
- Others	66,787,103	61,916,846
Government and statutory bodies	11,904,898	10,043,045
Individuals	211,942,165	199,982,760
Other domestic entities	16,072,174	11,877,650
Foreign entities	40,187,474	37,523,826
Gross loans, advances and financing	406,004,413	378,032,634

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

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Fixed rate		
- Housing loans/financing	6,935,305	5,318,245
- Hire-purchase receivables	19,751,337	18,920,957
- Other fixed rate loans	50,423,015	43,301,652
Variable rate		
- BLR plus/BFR plus	127,592,392	125,868,417
- Cost plus	56,805,230	49,707,733
- Other variable rates	144,497,134	134,915,630
Gross loans, advances and financing	406,004,413	378,032,634

(iv) By economic purpose

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Personal use	24,215,522	22,018,829
Credit card	8,937,660	8,379,069
Purchase of consumer durables	558,794	242,000
Construction	14,308,616	14,039,720
Residential property (Housing)	129,894,761	122,156,586
Non-residential property	33,000,636	31,956,554
Purchase of fixed assets other than land and building	12,236,372	12,641,424
Mergers and acquisitions	2,188,382	3,164,943
Purchase of securities	22,690,592	23,610,624
Purchase of transport vehicles	26,154,495	24,085,306
Working capital	101,351,207	85,909,439
Other purposes	30,467,376	29,828,140
Gross loans, advances and financing	406,004,413	378,032,634

(v) By geographical distribution

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Malaysia	252,359,644	238,014,490
Indonesia	63,459,720	56,576,930
Thailand	29,946,616	30,727,520
Singapore	37,360,005	33,079,131
United Kingdom	5,188,419	3,799,797
Hong Kong	1,665,838	1,309,610
China	3,281,223	3,310,490
Other countries	12,742,948	11,214,666
Gross loans, advances and financing	406,004,413	378,032,634

(vi) By economic sector

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Primary agriculture	11,932,908	10,138,258
Mining and quarrying	5,157,340	4,768,308
Manufacturing	29,864,023	27,183,545
Electricity, gas and water supply	7,495,680	6,435,297
Construction	13,074,819	12,740,224
Transport, storage and communications	12,496,371	11,374,141
Education, health and others	19,677,415	18,447,390
Wholesale and retail trade, and restaurants and hotels	34,245,867	32,730,035
Finance, insurance/takaful, real estate and business activities	49,997,609	45,592,524
Household	198,395,894	188,211,528
Others	23,666,487	20,411,384
Gross loans, advances and financing	406,004,413	378,032,634

A13. LOANS, ADVANCES AND FINANCING (Continued)

(vii) By residual contractual maturity

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Within one year	92,701,316	87,723,465
One year to less than three years	28,676,878	24,148,032
Three years to less than five years	42,281,694	36,701,434
Five years and more	242,344,525	229,459,703
Gross loans, advances and financing	406,004,413	378,032,634

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

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Personal use	480,864	444,434
Credit card	182,412	210,939
Purchase of consumer durables	1,618	2,490
Construction	1,488,177	1,464,882
Residential property (Housing)	2,586,680	1,791,582
Non-residential property	693,939	579,525
Purchase of fixed assets other than land and building	1,215,120	1,217,569
Mergers and acquisitions	320,135	308,533
Purchase of securities	202,696	185,663
Purchase of transport vehicles	244,597	285,425
Working capital	6,009,014	6,162,103
Other purpose	737,801	639,390
Gross credit impaired loans, advances and financing	14,163,053	13,292,535

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

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Malaysia	5,661,155	5,060,265
Indonesia	4,752,660	4,652,460
Thailand	1,232,925	1,288,608
Singapore	1,501,990	1,515,551
United Kingdom	6,385	7,658
Hong Kong	137,335	9
China	5,885	5,429
Other countries	864,718	762,555
Gross credit impaired loans, advances and financing	14,163,053	13,292,535

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

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Primary agriculture	216,175	139,674
Mining and quarrying	1,190,220	1,418,398
Manufacturing	994,132	1,280,355
Electricity, gas and water supply	259,273	250,530
Construction	286,673	249,330
Transport, storage and communications	1,766,649	1,637,326
Education, health and others	217,606	207,436
Wholesale and retail trade, and restaurants and hotels	3,231,225	3,167,724
Finance, insurance/takaful, real estate and business activities	1,215,441	1,079,208
Household	3,262,885	2,489,810
Others	1,522,774	1,372,744
Gross credit impaired loans, advances and financing	14,163,053	13,292,535

A13. LOANS, ADVANCES AND FINANCING (Continued)

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

	The Group				Total RM'000
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	
<u>Loans, advances and financing at amortised cost</u>					
At 1 January 2022	1,534,517	4,063,053	7,722,465	3,046	13,323,081
Changes in expected credit losses due to transfer within stages:	471,358	(734,981)	263,623	-	-
Transferred to Stage 1	769,502	(692,785)	(76,717)	-	-
Transferred to Stage 2	(290,845)	507,942	(217,097)	-	-
Transferred to Stage 3	(7,299)	(550,138)	557,437	-	-
Total charge to Statement of Income:	(512,399)	1,057,509	1,187,377	-	1,732,487
New financial assets originated	561,406	69,780	61,956	-	693,142
Financial assets that have been derecognised	(296,746)	(201,205)	-	-	(497,951)
Writeback in respect of full recoveries	-	-	(155,793)	-	(155,793)
Change in credit risk	(777,059)	1,188,934	1,281,214	-	1,693,089
Write-offs	(900)	(3,564)	(1,296,172)	(295)	(1,300,931)
Disposal of loans, advances and financing	-	-	(141,354)	-	(141,354)
Exchange fluctuation	19,651	98,658	349,489	(63)	467,735
Other movements	1,209	599	66,902	-	68,710
At 30 September 2022	1,513,436	4,481,274	8,152,330	2,688	14,149,728

A13. LOANS, ADVANCES AND FINANCING (Continued)

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

	The Group				
	12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Purchased credit impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost					
At 1 January 2021	2,284,597	2,789,443	6,857,633	3,259	11,934,932
Changes in expected credit losses due to transfer within stages:	847,790	(1,493,530)	645,740	-	-
Transferred to Stage 1	1,782,005	(1,644,562)	(137,443)	-	-
Transferred to Stage 2	(921,438)	1,862,332	(940,894)	-	-
Transferred to Stage 3	(12,777)	(1,711,300)	1,724,077	-	-
Total charge to Statement of Income:	(1,612,815)	2,391,331	2,490,054	-	3,268,570
New financial assets originated	744,572	489,262	102,212	-	1,336,046
Financial assets that have been derecognised	(457,468)	(636,753)	-	-	(1,094,221)
Writeback in respect of full recoveries	-	-	(201,055)	-	(201,055)
Change in credit risk	(1,899,919)	2,538,822	2,588,897	-	3,227,800
Write-offs	(1,181)	(1,223)	(1,665,621)	-	(1,668,025)
Disposal of loans, advances and financing	(540)	(390)	(749,022)	-	(749,952)
Exchange fluctuation	10,496	21,528	82,010	(213)	113,821
Other movements	6,170	355,894	61,671	-	423,735
At 31 December 2021	1,534,517	4,063,053	7,722,465	3,046	13,323,081

For the financial year ended 31 December 2021, the overlays and post-model adjustments have been applied to determine a sufficient overall level of ECL. These overlays and post-model adjustments were taken to reflect the latest macroeconomic outlook not captured in the modelled outcome and the potential impact to delinquencies and defaults arising from the escalation of credit risk on certain segments of the targeted repayment assistance loans.

A13. LOANS, ADVANCES AND FINANCING (Continued)

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

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

	The Group		
	Lifetime expected credit losses - credit impaired (Stage 3)	Purchased credit impaired	Total
	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000
At 1 January 2022	13,285,278	7,257	13,292,535
Transfer within stages	2,681,927	-	2,681,927
New financial assets originated	121,936	-	121,936
Write-offs	(1,298,860)	(295)	(1,299,155)
Amount fully recovered	(460,915)	-	(460,915)
Other changes in loans, advances and financing	(417,490)	(56)	(417,546)
Disposal of loans, advances and financing	(194,338)	-	(194,338)
Exchange fluctuation	438,760	(151)	438,609
At 30 September 2022	14,156,298	6,755	14,163,053

	The Group		
	Lifetime expected credit losses - credit impaired (Stage 3)	Purchased credit impaired	Total
	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000
At 1 January 2021	13,019,243	7,816	13,027,059
Transfer within stages	3,523,772	-	3,523,772
New financial assets originated	292,748	-	292,748
Write-offs	(1,668,494)	-	(1,668,494)
Amount fully recovered	(783,341)	-	(783,341)
Other changes in loans, advances and financing	(153,527)	(49)	(153,576)
Disposal of loans, advances and financing	(1,033,755)	-	(1,033,755)
Exchange fluctuation	88,632	(510)	88,122
At 31 December 2021	13,285,278	7,257	13,292,535

	The Group	
	30 September 2022	31 December 2021
Ratio of credit impaired loans to total loans, advances and financing	3.49%	3.52%

A14. OTHER ASSETS

	The Group		The Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Due from brokers	31,942	146,389	-	-
Other debtors net of expected credit losses of RM744,601,000 (2021: RM522,551,000), deposits and prepayments	4,411,353	3,597,592	83,866	84,101
Treasury related receivables	3,515,198	1,702,413	-	-
Due from joint ventures	2,626,026	2,120,975	-	-
Structured financing	548,223	601,812	-	-
Foreclosed assets net of allowance for impairment losses of RM63,890,000 (2021: RM63,307,000)	215,636	188,909	-	-
Collateral pledged for derivative transactions	8,273,069	2,897,982	-	-
	19,621,447	11,256,072	83,866	84,101

Included in Other debtors net of expected credit losses, deposits and prepayments are amounts related to receivables of settlement debit card balances. See A6.

A15. DEPOSITS FROM CUSTOMERS

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
<u>By type of deposit</u>		
Demand deposits	111,865,425	113,715,182
Savings deposits	75,226,433	72,337,231
Fixed deposits	147,314,369	151,957,865
Negotiable instruments of deposit	163,619	517,515
Others	91,831,430	83,890,299
	426,401,276	422,418,092
<u>By type of customer</u>		
Government and statutory bodies	13,974,915	12,260,870
Business enterprises	165,184,509	160,383,062
Individuals	175,384,753	174,607,407
Others	71,857,099	75,166,753
	426,401,276	422,418,092

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

Due within six months	117,898,148	125,376,609
Six months to less than one year	26,011,651	25,724,027
One year to less than three years	3,507,288	1,286,007
Three years to five years	60,292	88,737
More than five years	609	-
	147,477,988	152,475,380

A16. INVESTMENT ACCOUNTS OF CUSTOMERS

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Unrestricted investment accounts	11,317,755	10,427,167

A17. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Licensed banks	26,643,852	24,391,150
Licensed finance companies	2,725,468	2,387,433
Licensed investment banks	365,602	426,340
Bank Negara Malaysia	1,262,644	1,452,698
Other financial institutions	2,500,023	2,044,274
	33,497,589	30,701,895

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

Due within six months	31,668,240	27,059,164
Six months to less than one year	325,776	1,618,555
One year to less than three years	270,424	423,543
Three years to less than five years	590,982	158,580
Five years and more	642,167	1,442,053
	33,497,589	30,701,895

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

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Deposits from customers - structured investments	8,430,566	4,632,373
Bills payable	1,877,103	2,224,409
	10,307,669	6,856,782

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

The carrying amount of financial liabilities designated at fair value of the Group at 30 September 2022 were RM438,321,000 (2021: RM129,118,000) lower than the contractual amount at maturity for the structured investments and RM195,993,000 (2021: RM366,350,000) higher than the contractual amount at maturity for the bills payable.

A19. OTHER LIABILITIES

	The Group		The Company	
	30 September 2022 RM'000	31 December 2021 RM'000	30 September 2022 RM'000	31 December 2021 RM'000
Due to brokers	16,690	24,579	-	-
Expenditure payable	2,821,658	2,956,183	9,734	3,089
Provision for legal claims	50,363	51,384	-	-
Sundry creditors	1,133,442	1,088,366	70	69
Treasury related payables	3,869,846	1,673,213	-	-
Structured deposits	5,869,853	3,810,335	-	-
Post employment benefit obligations	456,616	470,116	-	-
Credit card expenditure payable	128,296	168,065	-	-
Collateral pledged for derivative transactions	9,434,167	3,028,037	-	-
Expected credit losses for loan commitments and financial guarantee contracts	(a) 838,555	781,501	-	-
Prepayment	528,104	539,312	-	-
Others	3,627,672	1,239,734	-	-
	28,775,262	15,830,825	9,804	3,158

A19. OTHER LIABILITIES (Continued)

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

The Group

	Lifetime expected credit 12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2022	408,101	169,537	203,863	781,501
Changes in expected credit losses due to transfer within stages:	67,851	(84,903)	17,052	-
Transferred to Stage 1	82,453	(77,923)	(4,530)	-
Transferred to Stage 2	(14,420)	22,971	(8,551)	-
Transferred to Stage 3	(182)	(29,951)	30,133	-
Total charge to Statement of Income:	(86,158)	45,034	80,519	39,395
New exposures	180,585	3,769	2,075	186,429
Exposures derecognised or matured	(93,264)	(20,598)	(34,130)	(147,992)
Change in credit risk	(173,479)	61,863	112,574	958
Exchange fluctuation	8,274	1,104	(896)	8,482
Other movements	49	2,528	6,600	9,177
At 30 September 2022	398,117	133,300	307,138	838,555

	Lifetime expected credit 12-month expected credit losses (Stage 1) RM'000	Lifetime expected credit losses - not credit impaired (Stage 2) RM'000	Lifetime expected credit losses - Credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2021	364,382	137,978	166,261	668,621
Changes in expected credit losses due to transfer within stages:	124,233	(132,434)	8,201	-
Transferred to Stage 1	170,005	(150,110)	(19,895)	-
Transferred to Stage 2	(45,348)	75,082	(29,734)	-
Transferred to Stage 3	(424)	(57,406)	57,830	-
Total charge to Statement of Income:	(91,734)	166,077	35,879	110,222
New exposures	218,156	4,272	931	223,359
Exposures derecognised or matured	(133,971)	(34,739)	(8,502)	(177,212)
Change in credit risk	(175,919)	196,544	43,450	64,075
Exchange fluctuation	1,626	(2,809)	(6,311)	(7,494)
Other movements	9,594	725	(167)	10,152
At 31 December 2021	408,101	169,537	203,863	781,501

As at 30 September 2022, the gross exposures of loan commitments and financial guarantee contracts that are credit impaired is RM498,591,000 (2021: RRM479,523,000) .

A20(a). INTEREST INCOME

	3rd quarter ended		Nine months ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Loans, advances and financing				
- Interest income other than recoveries	3,323,369	2,949,004	9,211,605	8,866,933
- Unwinding income [^]	60,577	43,099	151,885	118,695
Money at call and deposit placements with financial institutions	197,155	84,894	389,925	249,955
Reverse repurchase agreements	47,030	18,368	115,817	71,896
Debt instruments at fair value through other comprehensive income	505,682	483,402	1,494,709	1,348,604
Debt instruments at amortised cost	475,492	424,812	1,341,991	1,281,716
Others	38,099	8,460	58,342	24,232
	4,647,404	4,012,039	12,764,274	11,962,031
Accretion of discounts less amortisation of premiums	(72,211)	(90,020)	(284,923)	(254,064)
	4,575,193	3,922,019	12,479,351	11,707,967
The Company				
Money at call and deposit placements with financial institutions	1,171	450	3,893	2,033
Debt instruments at fair value through other comprehensive income	20,618	26,163	61,182	100,519
Debt instruments at amortised cost	74,749	69,735	213,628	206,955
	96,538	96,348	278,703	309,507
Accretion of discounts less amortisation of premiums	-	-	-	1
	96,538	96,348	278,703	309,508

[^] Included in unwinding income is interest income earned on credit impaired financial assets

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

	3rd quarter ended		Nine months ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Financial investments at fair value through profit or loss	176,228	159,749	502,091	486,003
Loan, advances and financing at fair value through profit or loss	2,445	3,819	6,894	11,485
	178,673	163,568	508,985	497,488
Accretion of discounts, net of amortisation of premiums	28,980	(21,711)	25,583	(70,416)
	207,653	141,857	534,568	427,072

A21. INTEREST EXPENSE

	3rd quarter ended		Nine months ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Deposits and placements of banks and other financial institutions	147,977	45,316	283,028	133,654
Deposits from customers	1,122,110	869,228	2,890,543	2,633,499
Repurchase agreements	173,367	78,114	360,547	230,370
Bonds, Sukuk and debentures	100,184	71,627	251,233	212,430
Subordinated obligations	102,093	106,489	283,023	344,652
Financial liabilities designated at fair value through profit or loss	62,316	5,927	167,162	20,681
Negotiable certificates of deposits	4,305	1,773	19,565	7,009
Other borrowings	53,095	48,050	154,740	157,213
Recourse obligation on loan and financing sold to Cagamas	7,057	11,171	19,228	36,217
Structured deposits	20,786	47,981	40,222	135,248
Lease liabilities	4,785	4,898	14,264	15,897
Others	4,775	2,621	14,810	9,808
	1,802,850	1,293,195	4,498,365	3,936,678
The Company				
Subordinated obligations	107,668	108,096	311,310	343,646
Other borrowings	28,494	33,445	93,195	99,107
	136,162	141,541	404,505	442,753

A22. MODIFICATION LOSS

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

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

A23. NET NON-INTEREST INCOME

	3rd quarter ended		Nine months ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	RM'000	RM'000	RM'000	RM'000
The Group				
(a) Net fee income and commission income:				
Commissions	277,648	293,675	859,292	943,962
Fee on loans, advances and financing	162,911	96,588	492,840	331,542
Service charges and fees	172,876	127,567	496,382	387,409
Corporate advisory and arrangement fees	10,787	5,460	15,667	24,455
Guarantee fees	18,753	19,282	59,660	60,454
Other fee income	62,197	51,475	181,764	168,552
Placement fees	2,391	6,198	5,434	8,869
Underwriting commission	11,527	4,216	33,131	25,871
Fee and commission income	719,090	604,461	2,144,170	1,951,114
Fee and commission expense	(190,262)	(154,549)	(508,173)	(447,128)
Net fee and commission income	528,828	449,912	1,635,997	1,503,986
(b) Gross dividend income from:				
<i>In Malaysia</i>				
- Financial investments at fair value through profit or loss	9,600	14,758	39,446	47,290
- Equity instruments at fair value through other comprehensive income	19	-	1,019	1,000
<i>Outside Malaysia</i>				
- Equity instruments at fair value through other comprehensive income	(9)	180	1,227	1,311
	9,610	14,938	41,692	49,601
(c) Net (loss)/gain arising from financial investments at fair value through profit or loss	(294,033)	(133,239)	(1,439,047)	(856,320)
- Realised	(302,571)	(799)	(821,404)	(163,414)
- Unrealised	8,538	(132,440)	(617,643)	(692,906)
(d) Net gain arising from derivative financial instruments	1,878,374	793,792	6,024,891	3,112,215
- Realised	1,920,363	812,487	4,338,093	1,577,488
- Unrealised	(41,989)	(18,695)	1,686,798	1,534,727
(e) Net gain/(loss) arising from financial liability designated at fair value through profit or loss	65,204	24,070	437,008	68,671
- Realised	(1,928)	(3,550)	(21,961)	(114,671)
- Unrealised	67,132	27,620	458,969	183,342
(f) Net gain arising from hedging activities	(9,304)	2,719	38,833	7,190
(g) Net (loss)/gain from sale of investment in debt instruments at fair value through other comprehensive income	5,621	144,005	(17,856)	385,859
(h) Net gain from redemption of debt instruments at amortised cost	-	-	12,740	7,020
(i) Net (loss)/gain arising from loans, advances and financing at fair value through profit or loss:				
- Unrealised	(104)	1,635	(1,154)	2,282
	(104)	1,635	(1,154)	2,282
(j) Income from assets management and securities services	4,887	6,444	15,296	18,384
(k) Brokerage income	205	405	912	1,406
(l) Other non-interest income:				
Foreign exchange loss	(1,268,789)	(502,305)	(3,801,036)	(1,391,087)
Rental income	9,179	9,883	22,496	22,906
Gain on disposal of property, plant and equipment/ assets held for sale	6,041	3,694	28,206	10,052
Gain on disposal of loans, advances and financing	1,010	(1,303)	37,015	31,491
Gain/(loss) on disposal of foreclosed assets	(1,652)	(410)	2,790	(3,458)
Other non-operating income	15,903	6,691	88,784	32,628
	(1,238,308)	(483,750)	(3,621,745)	(1,297,468)
	950,980	820,931	3,127,567	3,002,826

A23. NET NON-INTEREST INCOME (CONTINUED)

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Company				
(a) Gross dividend income from:				
<u>In Malaysia</u>				
- Subsidiary	1,253,258	531,745	3,028,843	582,565
(b) Other non-interest income:				
Foreign exchange gain	703	109	1,418	471
Rental income	72	108	210	261
Gain on disposal of assets held for sale	-	-	4,232	-
Other non-operating income	-	-	89	980
	775	217	5,949	1,712
	1,254,033	531,962	3,034,792	584,277

A24. OVERHEADS

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Personnel costs				
- Salaries, allowances and bonus	1,101,601	1,059,361	3,326,171	3,181,222
- Pension cost	119,645	114,329	353,802	352,512
- Share-based expense ¹	14,754	14,584	38,552	19,531
- Overtime	4,726	3,183	13,818	10,571
- Staff incentives and other staff payments	76,497	76,487	207,932	303,817
- Medical expenses	19,683	18,925	60,450	59,984
- Others	48,339	35,380	139,608	144,401
	1,385,245	1,322,249	4,140,333	4,072,038
Establishment costs				
- Depreciation of property, plant and equipment	74,120	64,366	224,814	203,605
- Depreciation of right-of-use assets	55,130	57,663	163,246	174,150
- Amortisation of intangible assets	115,997	189,490	474,287	524,366
- Intangible assets written off	244	24,680	1,511	57,221
- Rental	26,385	27,751	75,677	78,291
- Repair and maintenance	186,630	167,247	555,750	544,721
- Outsourced services	8,004	3,633	14,525	26,838
- Security expenses	19,056	26,284	68,798	81,296
- Others	68,206	69,004	199,919	210,063
	553,772	630,118	1,778,527	1,900,551
Marketing expenses				
- Advertisement	51,079	38,177	113,724	91,797
- Others	13,229	8,499	36,895	17,407
	64,308	46,676	150,619	109,204
Administration and general expenses				
- Legal and professional fees	49,274	56,056	185,365	185,937
- Stationery	4,647	7,222	15,606	21,309
- Postage	8,807	8,742	26,312	30,656
- Communication	26,729	20,991	71,262	64,600
- Incidental expenses on banking operations	12,970	18,706	76,833	59,840
- Others	175,211	156,009	413,190	515,970
	277,638	267,726	788,568	878,312
	2,280,963	2,266,769	6,858,047	6,960,105

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

A24. OVERHEADS (CONTINUED)

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Company				
- Others	44	-	60	-
	44	-	60	-
Establishment costs				
- Depreciation of property, plant and equipment	36	147	110	443
- Depreciation of investment properties	5	5	14	14
- Depreciation of right-of-use assets	-	3	-	8
- Repair and maintenance	110	160	162	160
- Others	(4)	8	36	47
	147	323	322	672
Marketing expenses				
- Others	-	17	-	17
	-	17	-	17
Administration and general expenses				
- Legal and professional fees	1,340	2,159	4,365	8,044
- Communication	-	39	-	51
- Insurance	727	734	2,699	2,628
- Others	4,556	7,758	16,162	14,119
	6,623	10,690	23,226	24,842
	6,814	11,030	23,608	25,531

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

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Expected credit losses on loans, advances and financing at amortised cost	656,600	655,806	1,732,487	2,360,341
Credit impaired loans, advances and financing:				
- Recovered	(173,237)	(128,844)	(514,119)	(470,407)
- Written off	5,129	1,617	12,712	6,535
	488,492	528,579	1,231,080	1,896,469

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

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Group				
Other expected credit losses and impairment allowances (written back)/made:				
- Debt instrument at fair value through other comprehensive income	(4,402)	1,368	(38,328)	(18,876)
- Debt instrument at amortised cost	(2,164)	16,658	(103,608)	68,490
- Money at call and deposits and placements with banks and other financial institutions	79	308	(7)	(2,084)
Other impairment allowances made:				
- Other assets	39,844	9,699	289,062	23,722
- Intangible assets	-	(10,905)	-	-
- Right-of-use assets	(6)	-	(723)	-
	33,351	17,128	146,396	71,252

Included in the other impairment allowance made for other assets during the financial period is ECL related to settlement of debit card balances. See A6.

	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The Company				
Other expected credit losses and impairment allowances (written back)/made:				
- Debt instrument at fair value through other comprehensive income	6,597	(1,446)	(805)	(2,853)
- Debt instrument at amortised cost	35,873	(4,792)	7,160	16,651
	42,470	(6,238)	6,355	13,798

A25(c). IMPAIRMENT OF GOODWILL

Goodwill is tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired. The pervasive macroeconomic deterioration in 2021 caused by the COVID-19 pandemic, and the consequent effects on the operations and earnings of CIMB Thai (“the CGU”) is mainly arising from the implementation of a more focused strategy by reshaping its portfolio. Therefore this has then triggered testing of the carrying amount of the related goodwill for impairment during the financial period ended 30 September 2021. The interim impairment test was performed by comparing the estimated recoverable amount of CIMB Thai CGU carrying goodwill, determined by a Value-In-Use (“VIU”) calculation, with its carrying amount. The impairment test resulted in a goodwill impairment of RM1,215 million. No asset other than goodwill was impaired.

The assumptions used in performing the interim impairment test have been updated to reflect budgeted earnings in 2022-2025 and a delay in the return to the pre-crisis levels of earnings and profitability.

The recoverable amount of CIMB Thai was based on its VIU, calculated based on the cash flow projections derived from the financial budgets and business plans prepared by management that was updated to reflect the most recent developments as at the interim reporting date. In view of the uncertainty in the economic outlook as a result of COVID-19, the VIU estimated during the financial period ended 30 September 2021 was based on the discounted cash flow (“DCF”) method with multiple cash flow projections taking into consideration assumed probabilities of different future events and/or scenarios. In the interim impairment testing, management has considered using 3 scenarios to reflect a representative sample of possible outcomes, namely the best case scenario, base case scenario and worst case scenario. The best case scenario reflects the budgeted earnings without any hair-cut to the cash flow projections, base case scenario with 10% hair-cut and worst case scenario with 20% hair-cut.

The goodwill impairment charge to the Group's Statements of Income is a non-cash item. The impairment charge will not have an impact to regulatory capital ratios and future earnings.

A26. DERIVATIVE FINANCIAL INSTRUMENTS

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

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

At 30 September 2022	The Group		
	Principal amount	Fair values	
	RM'000	Assets RM'000	Liabilities RM'000
Trading derivatives			
<u>Foreign exchange derivatives</u>			
Currency forward	54,309,989	1,275,634	(755,686)
- Less than 1 year	49,743,485	1,190,483	(596,273)
- 1 year to 3 years	3,630,803	76,990	(100,722)
- More than 3 years	935,701	8,161	(58,691)
Currency swaps	537,516,062	15,486,738	(14,285,282)
- Less than 1 year	530,300,089	15,390,270	(14,162,313)
- 1 year to 3 years	4,504,003	67,700	(117,426)
- More than 3 years	2,711,970	28,768	(5,543)
Currency spots	10,683,141	28,613	(25,484)
- Less than 1 year	10,683,141	28,613	(25,484)
Currency options	15,807,364	136,252	(128,253)
- Less than 1 year	11,911,459	74,438	(53,324)
- 1 year to 3 years	2,113,714	34,458	(52,809)
- More than 3 years	1,782,191	27,356	(22,120)
Cross currency interest rate swaps	102,369,399	5,200,020	(6,110,379)
- Less than 1 year	28,443,120	1,287,006	(1,559,356)
- 1 year to 3 years	38,832,329	1,975,397	(2,382,898)
- More than 3 years	35,093,950	1,937,617	(2,168,125)
	720,685,955	22,127,257	(21,305,084)
<u>Interest rate derivative</u>			
Interest rate swaps	517,116,655	5,615,098	(4,875,083)
- Less than 1 year	241,147,542	487,348	(418,887)
- 1 year to 3 years	144,356,274	1,368,073	(1,121,159)
- More than 3 years	131,612,839	3,759,677	(3,335,037)
Interest rate futures	1,570,416	30,898	(3,504)
- Less than 1 year	1,570,416	30,898	(3,504)
Interest rate options	170,687	-	-
- Less than 1 year	170,687	-	-
	518,857,758	5,645,996	(4,878,587)
<u>Equity related derivatives</u>			
Equity futures	6,584	7	(42)
- Less than 1 year	6,584	7	(42)
Equity options	3,494,112	229,304	(169,254)
- Less than 1 year	3,058,527	209,463	(163,886)
- 1 year to 3 years	328,155	19,160	(4,687)
- More than 3 years	107,430	681	(681)
Equity swaps	430,970	21,677	(5,612)
- Less than 1 year	119,059	6,821	(889)
- 1 year to 3 years	311,911	14,856	(4,723)
	3,931,666	250,988	(174,908)

A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

At 30 September 2022	The Group		
	Principal amount RM'000	Fair values Assets RM'000	Liabilities RM'000
Trading derivatives			
<u>Commodity related derivatives</u>			
Commodity swaps	1,393,547	142,396	(137,755)
- Less than 1 year	1,393,547	142,396	(137,755)
Commodity futures	108,309	4,082	(6,971)
- Less than 1 year	108,309	4,082	(6,971)
Commodity options	1,749,071	8,988	(4,335)
- Less than 1 year	1,749,071	8,988	(4,335)
	3,250,927	155,466	(149,061)
<u>Credit related contract</u>			
Credit default swaps	4,649,054	27,833	(27,149)
- 1 year to 3 years	674,672	6,171	(695)
- More than 3 years	3,974,382	21,662	(26,454)
Total return swaps	20,200	-	(228)
- More than 3 years	20,200	-	(228)
	4,669,254	27,833	(27,377)
Bond contract			
Bond Forward	2,716,294	454,325	(1,974)
- Less than 1 year	955,269	118,663	(1,082)
- 1 year to 3 years	1,370,791	283,245	(37)
- More than 3 years	390,234	52,417	(855)
Hedging derivatives			
Interest rate swaps	39,548,110	1,172,364	(453,586)
- Less than 1 year	5,310,219	32,035	(11,024)
- 1 year to 3 years	9,470,918	121,866	(75,555)
- More than 3 years	24,766,973	1,018,463	(367,007)
Currency swaps	7,670,038	197,668	(222,104)
- Less than 1 year	7,670,038	197,668	(222,104)
Cross currency interest rate swaps	3,553,393	372,516	(145,070)
- Less than 1 year	481,608	82,500	(2,222)
- 1 year to 3 years	1,460,248	138,714	(64,624)
- More than 3 years	1,611,537	151,302	(78,224)
	50,771,541	1,742,548	(820,760)
Total derivative assets/(liabilities)	1,304,883,395	30,404,413	(27,357,751)

A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

At 31 December 2021	The Group		
	Principal amount RM'000	Fair values	
		Assets RM'000	Liabilities RM'000
Trading derivatives			
<u>Foreign exchange derivatives</u>			
Currency forward	48,268,030	273,110	(504,818)
- Less than 1 year	44,880,812	255,157	(375,141)
- 1 year to 3 years	2,744,734	12,317	(75,023)
- More than 3 years	642,484	5,636	(54,654)
Currency swaps	462,821,680	5,105,674	(4,362,735)
- Less than 1 year	461,052,106	5,071,526	(4,328,502)
- 1 year to 3 years	1,674,882	33,322	(33,138)
- More than 3 years	94,692	826	(1,095)
Currency spots	3,567,881	2,411	(2,683)
- Less than 1 year	3,567,881	2,411	(2,683)
Currency options	9,957,690	85,491	(107,761)
- Less than 1 year	5,025,423	21,894	(41,606)
- 1 year to 3 years	3,763,207	40,733	(35,420)
- More than 3 years	1,169,060	22,864	(30,735)
Cross currency interest rate swaps	103,324,627	2,217,248	(2,448,209)
- Less than 1 year	30,266,673	450,747	(819,096)
- 1 year to 3 years	35,233,715	915,623	(680,226)
- More than 3 years	37,824,239	850,878	(948,887)
	627,939,908	7,683,934	(7,426,206)
<u>Interest rate derivative</u>			
Interest rate swaps	390,444,647	3,180,687	(2,666,625)
- Less than 1 year	135,607,771	246,056	(234,571)
- 1 year to 3 years	128,331,197	791,777	(786,651)
- More than 3 years	126,505,679	2,142,854	(1,645,403)
Interest rate futures	10,776,877	5,097	(11,590)
- Less than 1 year	4,985,334	4,451	(10,773)
- 1 year to 3 years	3,916,583	646	(231)
- More than 3 years	1,874,960	-	(586)
Interest rate options	573,385	-	(4)
- Less than 1 year	573,385	-	(4)
	401,794,909	3,185,784	(2,678,219)
<u>Equity related derivatives</u>			
Equity futures	6,635	25	(1)
- Less than 1 year	6,635	25	(1)
Index futures	86,994	949	(344)
- Less than 1 year	86,994	949	(344)
Equity options	3,573,508	239,628	(97,392)
- Less than 1 year	3,341,932	234,979	(88,474)
- 1 year to 3 years	141,574	2,445	(6,714)
- More than 3 years	90,002	2,204	(2,204)
Equity swaps	318,757	4,168	(37,814)
- Less than 1 year	11,742	-	(228)
- 1 year to 3 years	214,663	4,029	(37,586)
- More than 3 years	92,352	139	-
	3,985,894	244,770	(135,551)

A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

At 31 December 2021	The Group		
	Principal amount RM'000	Fair values	
		Assets RM'000	Liabilities RM'000
Trading derivatives			
<u>Commodity related derivatives</u>			
Commodity swaps	845,600	46,861	(52,785)
- Less than 1 year	818,500	45,692	(51,124)
- 1 year to 3 years	27,100	1,169	(1,661)
Commodity futures	379,825	15,422	(6,619)
- Less than 1 year	379,825	15,422	(6,619)
Commodity options	8,351,321	146,506	(153,068)
- Less than 1 year	8,351,321	146,506	(153,068)
	9,576,746	208,789	(212,472)
<u>Credit related contract</u>			
Credit default swaps	3,564,557	47,678	(35,529)
- Less than 1 year	338,534	799	(12)
- 1 year to 3 years	143,061	1,969	(503)
- More than 3 years	3,082,962	44,910	(35,014)
Total return swaps	20,500	-	(1,248)
- More than 3 years	20,500	-	(1,248)
	3,585,057	47,678	(36,777)
Bond contract			
Bond forward	3,033,180	164,834	(115,204)
- Less than 1 year	1,178,155	23,382	(92,431)
- 1 year to 3 years	1,262,148	99,231	(18,664)
- More than 3 years	592,877	42,221	(4,109)
Hedging derivatives			
Interest rate swaps	30,246,111	333,317	(248,412)
- Less than 1 year	7,540,968	72,435	(24,417)
- 1 year to 3 years	6,422,345	60,052	(49,702)
- More than 3 years	16,282,798	200,830	(174,293)
Currency swaps	4,543,474	43,058	(8,797)
- Less than 1 year	4,543,474	43,058	(8,797)
Cross currency interest rate swaps	3,375,973	77,433	(33,817)
- Less than 1 year	104,740	6,583	(894)
- 1 year to 3 years	1,416,719	55,693	(4,033)
- More than 3 years	1,854,514	15,157	(28,890)
	38,165,558	453,808	(291,026)
Total derivative assets/(liabilities)	1,088,081,252	11,989,597	(10,895,455)

A26. DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

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

Market Risk

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

Credit Risk

Credit risk arises when counterparties to derivative contracts, such as interest rate swaps, are not able to or willing to fulfil their obligation to pay the Group the positive fair value or receivable resulting from the execution of contract terms. As at 30 September 2022, the amount of credit risk in the Group, measured in terms of the cost to replace the profitable contracts, was RM30,404,413,000 (2021: RM11,989,597,000). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

Liquidity Risk

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

Cash requirements of the derivatives

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Bank's credit ratings. As at 30 September 2022, the Group has posted cash collateral of RM8,273,069,000 (2021: RM2,897,982,000) on their derivative contracts.

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

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

The above information, policies and procedures in respect of derivative financial instruments of the Group are disclosed in the audited financial statements for the financial year ended 31 December 2021 and the Risk Management section of the 2021 Annual Report.

A27. COMMITMENTS AND CONTINGENCIES

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

	30 September 2022	31 December 2021
	Principal Amount RM'000	Principal Amount RM'000
The Group		
<u>Credit-related</u>		
Direct credit substitutes	7,147,844	7,032,364
Certain transaction-related contingent items	6,889,836	6,652,316
Short-term self-liquidating trade-related contingencies	4,542,177	3,315,027
Obligations under underwriting agreement	-	14,044
Irrevocable commitments to extend credit		
- maturity not exceeding one year	74,578,521	72,060,271
- maturity exceeding one year	40,808,854	33,989,202
Miscellaneous commitments and contingencies	1,538,348	2,010,717
Total credit-related commitments and contingencies	135,505,580	125,073,941
<u>Treasury-related</u>		
<u>Foreign exchange related contracts</u>		
- less than one year	639,232,940	549,441,109
- one year to five years	75,576,524	68,560,764
- more than five years	17,099,922	17,857,482
	731,909,386	635,859,355
<u>Interest rate related contracts</u>		
- less than one year	248,198,864	148,707,460
- one year to five years	249,896,582	219,275,894
- more than five years	60,310,422	64,057,666
	558,405,868	432,041,020
<u>Equity related contracts</u>		
- less than one year	3,184,170	3,447,303
- one year to five years	648,084	448,589
- more than five years	99,412	90,002
	3,931,666	3,985,894
<u>Credit related contracts</u>		
- less than one year	-	338,534
- one year to five years	3,486,168	3,170,347
- more than five years	1,183,086	76,176
	4,669,254	3,585,057
<u>Commodity related contracts</u>		
- less than one year	3,250,927	9,549,646
- one year to five years	-	27,100
	3,250,927	9,576,746
<u>Bond contracts</u>		
- less than one year	955,269	1,178,155
- one year to five years	1,761,025	1,825,025
- more than five years	-	30,000
	2,716,294	3,033,180
Total treasury-related commitments and contingencies	1,304,883,395	1,088,081,252
	1,440,388,975	1,213,155,193
Included under irrevocable commitments to extend credit are the amount related to the Restricted Agency Investment Account (refer to Note A13(i) (c) for more details), as follows:		
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	1,500,000	2,500,000

A28. CAPITAL ADEQUACY

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

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

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

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

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

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

The capital adequacy ratios of Bank CIMB Niaga is based on Otoritas Jasa Keuangan (OJK)'s requirements. The approach for Credit Risk and Market Risk is based on the Standardised Approach while Operational Risk is based on the Basic Indicator Approach.

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

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

A28. CAPITAL ADEQUACY (Continued)**30 September 2022**

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

	The Group
Common equity tier 1 ratio	13.855%
Tier 1 ratio	14.683%
Total capital ratio	<u>17.866%</u>

The Group implemented a Dividend Reinvestment Scheme (“DRS”) for the single-Tier First Interim dividend in respect of the financial year ending 31 December 2022, which would increase the capital adequacy ratios of the Group above those stated above.

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

	The Group RM’000
Credit risk ⁽¹⁾	291,218,882
Market risk	15,720,717
Large exposure risk requirements	1,273,839
Operational risk	<u>33,459,035</u>
Total risk-weighted assets	<u>341,672,473</u>

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

	The Group RM’000
Under Restricted Agency Investment Account arrangement	<u>1,096,472</u>

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

	The Group RM’000
Common Equity Tier 1 capital	
Ordinary share capital	28,184,201
Other reserves	32,271,337
Qualifying non-controlling interests	<u>517,811</u>
Common Equity Tier 1 capital before regulatory adjustments	<u>60,973,349</u>
<u>Less: Regulatory adjustments</u>	
Goodwill	(6,521,199)
Intangible assets	(1,770,346)
Deferred tax assets	(2,021,940)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(3,109,644)
Regulatory reserve	(522,393)
Others	<u>311,710</u>
Common Equity Tier 1 capital after regulatory adjustments	<u>47,339,537</u>
Additional Tier 1 capital	
Perpetual subordinated capital securities	2,750,000
Qualifying capital instruments held by third parties	<u>78,593</u>
	<u>2,828,593</u>
<u>Less: Regulatory adjustments</u>	
Investments in own Additional Tier 1 capital instruments	-
Additional Tier 1 capital after regulatory adjustments	<u>2,828,593</u>
Total Tier 1 capital	<u>50,168,130</u>

A28. CAPITAL ADEQUACY (Continued)

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

	The Group RM'000
Tier 2 capital	
Subordinated notes	8,300,000
Qualifying capital instruments held by third parties	79,663
Surplus eligible provisions over expected loss	1,057,351
General provisions [√]	<u>1,437,421</u>
Tier 2 capital before regulatory adjustments	<u>10,874,435</u>
<u>Less: Regulatory adjustments</u>	
Investments in own Tier 2 capital instruments	<u>-</u>
Total Tier 2 capital	<u>10,874,435</u>
Total capital	<u>61,042,565</u>

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

	CIMB Bank Group	CIMB Bank **	CIMB Islamic Bank	CIMB Investment Bank Group	CIMB Thai Bank	Bank CIMB Niaga	CIMB Bank PLC	CIMB Bank (Vietnam) Ltd
Common equity tier 1 ratio	14.101%	13.736%	13.039%	104.927%	13.907%	19.532%	N/A	N/A
Tier 1 ratio	14.754%	14.530%	13.662%	104.927%	13.907%	19.532%	N/A	N/A
Total capital ratio	<u>18.544%</u>	<u>18.442%</u>	<u>15.999%</u>	<u>104.927%</u>	<u>19.433%</u>	<u>20.615%</u>	<u>17.986%</u>	<u>65.409%</u>

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

[√] Total Capital of CIMB Group as at 30 September 2022 has excluded general provisions restricted from Tier 2 capital of RM1,373 million.

A28. CAPITAL ADEQUACY (Continued)**31 December 2021**

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

	The Group
Before deducting proposed dividend	
Common equity tier 1 ratio	14.596%
Tier 1 ratio	15.481%
Total capital ratio	<u>18.373%</u>
After deducting proposed dividend	
Common equity tier 1 ratio	14.194%
Tier 1 ratio	15.079%
Total capital ratio	<u>17.970%</u>

The Group implemented a Dividend Reinvestment Scheme ("DRS") for the single-Tier Second Interim dividend in respect of the financial year ended 31 December 2021, which would increase the capital adequacy ratios of the Group above those stated above.

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

	The Group RM'000
Credit risk ⁽¹⁾	266,883,396
Market risk	18,638,489
Large exposure risk requirements	891,987
Operational risk	<u>32,221,575</u>
Total risk-weighted assets	<u>318,635,447</u>

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

	The Group RM'000
Under Restricted Agency Investment Account arrangement	<u>1,227,746</u>

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

	The Group RM'000
Common Equity Tier 1 capital	
Ordinary share capital	27,099,681
Other reserves	31,763,582
Qualifying non-controlling interests	460,905
Less: Proposed dividends	<u>(1,282,792)</u>
Common Equity Tier 1 capital before regulatory adjustments	58,041,376
<u>Less: Regulatory adjustments</u>	
Goodwill	(6,444,100)
Intangible assets	(1,857,470)
Deferred tax assets	(1,626,326)
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(2,839,107)
Regulatory reserve	(129,286)
Others	80,941
Common Equity Tier 1 capital after regulatory adjustments	<u>45,226,028</u>
Additional Tier 1 capital	
Perpetual subordinated capital securities	2,750,000
Qualifying capital instruments held by third parties	<u>69,650</u>
	2,819,650
<u>Less: Regulatory adjustments</u>	
Investments in own Additional Tier 1 capital instruments	-
Additional Tier 1 capital after regulatory adjustments	<u>2,819,650</u>
Total Tier 1 capital	<u>48,045,678</u>

A28. CAPITAL ADEQUACY (Continued)

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

	The Group RM'000
Tier 2 capital	
Subordinated notes	6,800,000
Qualifying capital instruments held by third parties	69,341
Surplus eligible provisions over expected loss	915,176
General provisions √	<u>1,429,425</u>
Tier 2 capital before regulatory adjustments	<u>9,213,942</u>
<u>Less: Regulatory adjustments</u>	
Investments in own Tier 2 capital instruments	<u>-</u>
Total Tier 2 capital	<u>9,213,942</u>
Total capital	<u>57,259,620</u>

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

	CIMB Bank Group	CIMB Bank **	CIMB Islamic Bank	CIMB Investment Bank Group	CIMB Thai Bank	Bank CIMB Niaga	CIMB Bank PLC	CIMB Bank (Vietnam) Ltd
<u>Before deducting proposed dividend</u>								
Common equity tier 1 ratio	15.443%	14.919%	15.109%	93.350%	15.701%	21.216%	N/A	N/A
Tier 1 ratio	16.228%	15.834%	15.875%	93.350%	15.701%	21.216%	N/A	N/A
Total capital ratio	<u>19.690%</u>	<u>19.051%</u>	<u>18.853%</u>	<u>93.365%</u>	<u>21.797%</u>	<u>22.294%</u>	<u>17.525%</u>	<u>112.477%</u>
<u>After deducting proposed dividend</u>								
Common equity tier 1 ratio	15.185%	14.530%	15.109%	88.272%	15.701%	21.216%	N/A	N/A
Tier 1 ratio	15.970%	15.445%	15.875%	88.272%	15.701%	21.216%	N/A	N/A
Total capital ratio	<u>19.432%</u>	<u>18.662%</u>	<u>18.853%</u>	<u>88.288%</u>	<u>21.797%</u>	<u>22.294%</u>	<u>17.525%</u>	<u>112.477%</u>

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

√ Total Capital of CIMB Group as at 31 December 2021 has excluded general provisions restricted from Tier 2 capital of RM1,317 million.

A29. SEGMENTAL REPORT

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

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

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

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

Business segment reporting

Definition of segments:

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

Consumer Banking

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

Commercial Banking

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

Wholesale Banking

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

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

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

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

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

A29. SEGMENTAL REPORT (Continued)

Wholesale Banking (Continued)

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

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

CIMB Digital Assets & Group Funding

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

A29. SEGMENTAL REPORT (Continued)

	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
30 September 2022					
Net interest income - after modification loss					
- external income	3,758,572	1,334,474	2,380,923	1,048,445	8,522,414
- inter-segment (expense)/income	(71,208)	361,130	(33,664)	(256,258)	-
	3,687,364	1,695,604	2,347,259	792,187	8,522,414
Income from Islamic Banking operations	1,462,875	638,767	473,742	392,223	2,967,607
Net non-interest income	1,340,884	411,860	1,231,648	143,175	3,127,567
Gain on disposal of a joint venture	-	-	-	265	265
Net income	6,491,123	2,746,231	4,052,649	1,327,850	14,617,853
Overheads	(3,370,640)	(1,291,821)	(1,571,283)	(624,303)	(6,858,047)
of which:					
- Depreciation of property, plant and equipment	(83,408)	(3,785)	(11,765)	(125,856)	(224,814)
- Amortisation of intangible assets	(103,958)	(10,172)	(58,221)	(301,936)	(474,287)
Profit before expected credit losses	3,120,483	1,454,410	2,481,366	703,547	7,759,806
Expected credit losses made on loans, advances and financing	(566,550)	(343,740)	(239,837)	(80,953)	(1,231,080)
Expected credit losses written back/(made) for commitments and contingencies	39,591	1,254	(80,247)	7	(39,395)
Other expected credit losses and impairment allowances (made)/written back	(345,336)	(3,423)	205,200	(2,837)	(146,396)
Segment results	2,248,188	1,108,501	2,366,482	619,764	6,342,935
Share of results of joint ventures	17,640	-	-	(26,334)	(8,694)
Share of results of associates	-	-	20,735	(595)	20,140
Profit before taxation and zakat	2,265,828	1,108,501	2,387,217	592,835	6,354,381
% of profit before taxation and zakat	35.7	17.4	37.6	9.3	100.0
Taxation and zakat					(2,116,619)
Profit for the financial period					4,237,762

A29. SEGMENTAL REPORT (Continued)

	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
30 September 2021					
Net interest income - after net modification gain					
- external income	3,524,637	1,462,694	2,308,142	852,184	8,147,657
- inter-segment income/(expense)	50,187	229,973	31,338	(311,498)	-
	3,574,824	1,692,667	2,339,480	540,686	8,147,657
Income from Islamic Banking operations	1,148,615	541,832	483,777	443,677	2,617,901
Net non-interest income	1,256,996	359,787	1,155,138	230,905	3,002,826
Gain on disposal and deemed disposal of subsidiaries	-	-	-	1,157,893	1,157,893
Net income	5,980,435	2,594,286	3,978,395	2,373,161	14,926,277
Overheads	(3,269,441)	(1,299,677)	(1,478,668)	(912,319)	(6,960,105)
of which:					
- Depreciation of property, plant and equipment	(81,058)	(3,593)	(12,027)	(106,927)	(203,605)
- Amortisation of intangible assets	(75,509)	(5,265)	(38,710)	(404,882)	(524,366)
Profit before expected credit losses	2,710,994	1,294,609	2,499,727	1,460,842	7,966,172
Expected credit losses made back on loans, advances and financing	(887,195)	(567,714)	(411,029)	(30,531)	(1,896,469)
Expected credit losses (made)/written back for commitments and contingencies	(69,370)	8,919	18,440	15	(41,996)
Other expected credit losses and impairment allowances (made)/written back	(95,146)	(5,782)	(17,299)	46,975	(71,252)
Impairment of goodwill	(397,339)	(259,652)	(462,737)	(95,469)	(1,215,197)
Segment results	1,261,944	470,380	1,627,102	1,381,832	4,741,258
Share of results of joint ventures	9,593	-	64,154	(6,741)	67,006
Share of results of associates	-	-	-	(35)	(35)
Profit before taxation and zakat	1,271,537	470,380	1,691,256	1,375,056	4,808,229
% of profit before taxation and zakat	26.4	9.8	35.2	28.6	100.0
Taxation and zakat					(1,297,285)
Profit for the financial period					3,510,944

A29. SEGMENTAL REPORT (Continued)

	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
30 September 2022 Group					
Segment assets	209,510,519	63,866,085	268,622,858	103,507,072	645,506,534
Investment in associates and joint ventures	163,797	-	702,198	2,349,710	3,215,705
	209,674,316	63,866,085	269,325,056	105,856,782	648,722,239
Unallocated assets	-	-	-	-	23,642,711
Total assets	209,674,316	63,866,085	269,325,056	105,856,782	672,364,950
Segment liabilities	166,626,242	80,280,939	287,009,302	45,694,645	579,611,128
Unallocated liabilities	-	-	-	-	29,587,217
Total liabilities	166,626,242	80,280,939	287,009,302	45,694,645	609,198,345
Other segment items					
Capital expenditure	199,490	13,049	63,252	274,965	550,756
Investment in joint ventures	163,797	-	-	2,276,051	2,439,848
Investment in associates	-	-	702,198	73,659	775,857

	Consumer Banking RM'000	Commercial Banking RM'000	Wholesale Banking RM'000	CIMB Digital Assets & Group Funding RM'000	Total RM'000
31 December 2021 Group					
Segment assets	192,293,384	60,119,398	258,852,115	92,073,779	603,338,676
Investment in associates and joint ventures	151,157	-	673,706	2,127,283	2,952,146
	192,444,541	60,119,398	259,525,821	94,201,062	606,290,822
Unallocated assets	-	-	-	-	15,616,236
Total assets	192,444,541	60,119,398	259,525,821	94,201,062	621,907,058
Segment liabilities	161,268,385	78,564,205	257,604,225	47,519,805	544,956,620
Unallocated liabilities	-	-	-	-	16,841,690
Total liabilities	161,268,385	78,564,205	257,604,225	47,519,805	561,798,310
Other segment items					
Capital expenditure	223,479	14,031	79,509	727,102	1,044,121
Investment in joint ventures	151,157	-	-	2,030,188	2,181,345
Investment in associates	-	-	673,706	97,095	770,801

A30. FAIR VALUE ESTIMATION

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

Determination of fair value and fair value hierarchy

The fair value hierarchy has the following levels:

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

Level 2 - Inputs to the valuation methodology include:

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

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

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

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

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

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

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

Valuation Model Review and Approval

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

A30. FAIR VALUE ESTIMATION (Continued)

- (i). The following table represents the Group's and the Company's financial assets and financial liabilities measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2022 and 31 December 2021 .

The Group	Fair Value			Total
	Level 1	Level 2	Level 3	
30 September 2022	RM'000	RM'000	RM'000	RM'000
Recurring fair value measurements				
Financial assets				
Financial investments at fair value through profit or loss				
- Money market instruments	-	20,837,285	380,038	21,217,323
- Quoted securities	1,426,911	-	-	1,426,911
- Unquoted securities	-	7,938,717	1,185,365	9,124,082
Debt instruments at fair value through other comprehensive income				
- Money market instruments	-	17,476,624	-	17,476,624
- Unquoted securities	-	39,897,257	-	39,897,257
Equity instruments at fair value through other comprehensive income				
- Quoted securities	20,240	-	-	20,240
- Unquoted securities	-	-	278,079	278,079
Derivative financial instruments				
- Trading derivatives	41,856	28,387,310	232,699	28,661,865
- Hedging derivatives	-	1,742,548	-	1,742,548
Loans, advances and financing at fair value through profit or loss				
-	-	248,112	-	248,112
Total	1,489,007	116,527,853	2,076,181	120,093,041

Financial liabilities				
Derivative financial instruments				
- Trading derivatives	52,514	26,364,831	119,646	26,536,991
- Hedging derivatives	-	820,760	-	820,760
Financial liabilities designated at fair value through profit or loss				
-	-	10,307,669	-	10,307,669
Total	52,514	37,493,260	119,646	37,665,420

The Group	Fair Value			Total
	Level 1	Level 2	Level 3	
31 December 2021	RM'000	RM'000	RM'000	RM'000
Recurring fair value measurements				
Financial assets				
Financial investments at fair value through profit or loss				
- Money market instruments	-	28,724,249	398,711	29,122,960
- Quoted securities	1,406,435	-	-	1,406,435
- Unquoted securities	-	8,571,237	1,178,612	9,749,849
Debt instruments at fair value through other comprehensive income				
- Money market instruments	-	16,399,801	-	16,399,801
- Unquoted securities	-	43,719,685	-	43,719,685
Equity instruments at fair value through other comprehensive income				
- Quoted securities	37,512	-	-	37,512
- Unquoted securities	-	-	285,593	285,593
Derivative financial instruments				
- Trading derivatives	146,868	11,154,526	234,395	11,535,789
- Hedging derivatives	-	453,808	-	453,808
Loans, advances and financing at fair value through profit or loss				
-	-	357,853	-	357,853
Total	1,590,815	109,381,159	2,097,311	113,069,285

Financial liabilities				
Derivative financial instruments				
- Trading derivatives	91,701	10,472,969	39,759	10,604,429
- Hedging derivatives	-	291,026	-	291,026
Financial liabilities designated at fair value through profit or loss				
-	-	6,856,782	-	6,856,782
Total	91,701	17,620,777	39,759	17,752,237

A30. FAIR VALUE ESTIMATION (Continued)

- (i). The following table represents the Group's and Company's financial assets and financial liabilities measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2022 and 31 December 2021 (Continued)

The Company 30 September 2022	Fair Value			Total RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	
<i>Recurring fair value measurements</i>				
<u>Financial assets</u>				
Debt instruments at fair value through other comprehensive income				
- Unquoted securities	-	1,761,080	-	1,761,080
Total	-	1,761,080	-	1,761,080

The Company 31 December 2021	Fair Value			Total RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	
<i>Recurring fair value measurements</i>				
<u>Financial assets</u>				
Debt instruments at fair value through other comprehensive income				
- Unquoted securities	-	1,778,168	-	1,778,168
Total	-	1,778,168	-	1,778,168

A30. FAIR VALUE ESTIMATION (Continued)

(ii). The following represents the movement in Level 3 instruments for the financial period ended 30 September 2022 and 31 December 2021 for the Group.

	Financial Assets			Total	Financial Liabilities	
	Financial assets at fair value through profit or loss	Equity instruments at fair value through other comprehensive income	Derivative financial instruments Trading derivatives		Derivative financial instruments Trading derivatives	Total
	Money market instruments and unquoted securities					
2022	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January	1,577,323	285,593	234,395	2,097,311	(39,759)	(39,759)
Total (losses)/gains recognised in Statement of Income	(33,058)	-	(3,718)	(36,776)	5,724	5,724
Total losses recognised in Other Comprehensive Income	-	(8,457)	-	(8,457)	-	-
Purchases	1,631	-	3,658	5,289	(153,178)	(153,178)
Sales and redemptions	(38,085)	(22)	-	(38,107)	-	-
Settlements	-	-	(3,853)	(3,853)	69,641	69,641
Exchange fluctuation	57,592	965	2,217	60,774	(2,074)	(2,074)
At 30 September	1,565,403	278,079	232,699	2,076,181	(119,646)	(119,646)
Total (losses)/gains recognised in Statement of Income for the financial period ended 30 September 2022 under:						
- net non-interest income	(33,058)	-	(3,718)	(36,776)	5,724	5,724
Total losses recognised in Other Comprehensive Income for the financial period ended 30 September 2022 under "revaluation reserves"	-	(8,457)	-	(8,457)	-	-
Change in unrealised (losses)/gains recognised in Statement of Income relating to assets held on 30 September 2022 under "net non-interest income"	(38,102)	-	408,402	370,300	(70,712)	(70,712)

A30. FAIR VALUE ESTIMATION (Continued)

(ii). The following represents the movement in Level 3 instruments for the financial period ended 30 September 2022 and 31 December 2021 for the Group. (Continued)

	Financial Assets				Total	Financial Liabilities	
	Financial assets at fair value through profit or loss Money market instruments and unquoted securities	Debt instruments at fair value through other comprehensive income Unquoted securities	Equity instruments at fair value through other comprehensive income	Derivative financial instruments Trading derivatives		Derivative financial instruments Trading derivatives	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
2021							
At 1 January	1,659,307	1	271,036	157,301	2,087,645	(8,313)	(8,313)
Total gains/(losses) recognised in Statement of Income	29,631	-	-	79,805	109,436	(26,474)	(26,474)
Total gains recognised in Other Comprehensive Income	-	-	29,140	-	29,140	-	-
Purchases	4,236	-	52	6,076	10,364	(28,630)	(28,630)
Sales and redemptions	(141,336)	(1)	(14,767)	-	(156,104)	-	-
Settlements	-	-	-	(8,885)	(8,885)	23,740	23,740
Exchange fluctuation	25,485	-	132	98	25,715	(82)	(82)
At 31 December	1,577,323	-	285,593	234,395	2,097,311	(39,759)	(39,759)
Total gains/(losses) recognised in Statement of Income for the financial year ended 31 December 2021 under:							
- net non-interest income	29,631	-	-	79,805	109,436	(26,474)	(26,474)
Total gains recognised in Other Comprehensive Income for the financial year ended 31 December 2021 under "revaluation reserves"	-	-	29,140	-	29,140	-	-
Change in unrealised gains/(losses) recognised in Statement of Income relating to assets held on 31 December 2021 under "net non-interest income"	26,821	-	-	395,810	422,631	(83,282)	(83,282)

A30. FAIR VALUE ESTIMATION (Continued)

The following represents the Group's and the Company's non-financial assets measured at fair value and classified by level with the following fair value measurement hierarchy as at 30 September 2022 and 31 December 2021.

Investment properties (Recurring)

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

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

In accordance with MFRS 5, the non-current assets held for sales were stated at the lower of carrying amount and fair value less cost to sell. As at 30 September 2022, the property plant and equipment held for sale of the Group that were stated at fair value less cost to sell was RM7,471,000 (2021: RM17,195,000). This is a non-recurring fair value which has been measured using observable inputs under sales comparison approach performed by independent valuers. Sales prices of comparable land and building in close proximity are adjusted for differences in key attributes such as property size. Therefore, it is within level 2 of the fair value hierarchy.

A31. OPERATIONS OF ISLAMIC BANKING

A31a. UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 September 2022

		The Group	
		30 September 2022	31 December 2021
	Note	RM'000	RM'000
ASSETS			
Cash and short-term funds		18,851,197	15,576,658
Reverse Collateralised Commodity Murabahah		199,314	-
Deposits and placements with banks and other financial institutions		1,581,099	1,263,401
Financial investments at fair value through profit or loss		3,528,344	5,254,902
Debt instruments at fair value through other comprehensive income		5,980,583	7,082,534
Debt instruments at amortised cost		10,409,289	10,118,573
Islamic derivative financial instruments		591,552	264,327
Financing, advances and other financing/loans	A31d	118,203,701	103,797,100
Other assets		4,815,704	2,718,901
Deferred tax assets		222,467	166,320
Tax recoverable		1,761	1,761
Amount due from conventional operations		10,797,088	8,953,813
Statutory deposits with central banks		682,205	915,756
Property, plant and equipment		4,642	3,765
Right-of-use assets		3,263	3,956
Goodwill		136,000	136,000
Intangible assets		4,289	22,661
TOTAL ASSETS		176,012,498	156,280,428
LIABILITIES AND ISLAMIC BANKING			
CAPITAL FUNDS			
Deposits from customers	A31e	119,541,566	112,433,852
Investment accounts of customers	A31f	11,317,756	10,427,167
Deposits and placements of banks and other financial institutions		9,297,033	4,444,554
Collateralised Commodity Murabahah		1,769,706	328,821
Investment accounts due to designated financial institutions	A31g	3,616,098	3,919,753
Financial liabilities designated at fair value through profit or loss	A31h	2,696,432	799,686
Islamic derivative financial instruments		713,932	292,760
Bills and acceptances payable		35,137	26,397
Other liabilities		10,787,477	8,267,790
Lease liabilities		2,510	4,398
Amount due to conventional operations		1,967,749	2,024,744
Provision for taxation		191,378	51,434
Sukuk		337,815	600,044
Subordinated Sukuk		1,104,081	1,108,045
TOTAL LIABILITIES		163,378,670	144,729,445
Ordinary share capital		1,000,000	1,000,000
Islamic banking funds		55,696	55,696
Perpetual preference shares		350,000	420,000
Reserves		11,064,132	9,946,608
		12,469,828	11,422,304
Non-controlling interests		164,000	128,679
TOTAL ISLAMIC BANKING CAPITAL FUNDS		12,633,828	11,550,983
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		176,012,498	156,280,428
RESTRICTED AGENCY INVESTMENT ACCOUNT(*)		14,328,274	12,748,755
TOTAL ISLAMIC BANKING ASSETS		190,340,772	169,029,183

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

**A31b. UNAUDITED CONSOLIDATED STATEMENTS OF INCOME FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2022**

	The Group			
	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	1,306,950	1,107,491	3,479,138	3,399,975
Income derived from investment of investment account	192,279	106,857	543,763	257,790
Net income derived from investment of shareholders' funds	296,396	210,592	793,403	583,444
Modification loss (Note A22)	(1)	(73,191)	(2,844)	(73,191)
Expected credit losses made on financing, advances and other financing/loans	(99,702)	(123,360)	(373,299)	(302,672)
Expected credit losses (made)/written back for commitments and contingencies	(3,619)	(22,711)	19,542	(28,892)
Other expected credit losses and impairment allowances written back/(made)	451	2,771	(18,762)	(1,178)
Total distributable income	1,692,754	1,208,449	4,440,941	3,835,276
Income attributable to depositors and others	(661,374)	(476,688)	(1,669,250)	(1,520,323)
Profit distributed to investment account holder	(98,659)	(56,727)	(270,679)	(136,308)
Total net income	932,721	675,034	2,501,012	2,178,645
Other operating expenses	(285,261)	(334,680)	(900,333)	(926,946)
Profit before taxation and zakat	647,460	340,354	1,600,679	1,251,699
Taxation and zakat	(143,622)	(47,386)	(374,603)	(186,698)
Profit for the financial period	503,838	292,968	1,226,076	1,065,001
Profit for the financial period attributable to:				
Owners of the Parent	492,173	281,479	1,196,864	1,036,729
Non-controlling interests	11,665	11,489	29,212	28,272
	503,838	292,968	1,226,076	1,065,001

A31c. UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	The Group			
	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	503,838	292,968	1,226,076	1,065,001
Other comprehensive income/(expense):				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Fair value changes on financial liabilities designated at fair value attributable to own credit risk	63	(2)	56	(2)
	63	(2)	56	(2)
<i>Items that may be reclassified subsequently to profit or loss</i>				
Debt instruments at fair value through other comprehensive income	(3,223)	(9,227)	(156,979)	(92,428)
- Net loss from change in fair value	(2,096)	(2,545)	(184,369)	(80,235)
- Realised gain transferred to statement of income on disposal	(173)	(9,353)	(7,698)	(45,744)
- Changes in expected credit losses	(207)	(2,643)	(2,108)	1,274
- Income tax effects	(747)	5,314	37,196	32,277
Exchange fluctuation reserve	70,297	27,370	98,176	38,027
Other comprehensive income/(expense) for the financial period, net of tax	67,137	18,141	(58,747)	(54,403)
Total comprehensive income for the financial period	570,975	311,109	1,167,329	1,010,598
Total comprehensive income for the financial period attributable to:				
Owners of the Parent	554,736	297,239	1,132,008	979,859
Non-controlling interests	16,239	13,870	35,321	30,739
	570,975	311,109	1,167,329	1,010,598
<u>Income from Islamic operations (per page 2)</u>				
Total net income	932,721	675,034	2,501,012	2,178,645
Add: Expected credit losses made on financing, advances and other financing/loans	99,702	123,360	373,299	302,672
Add: Expected credit losses made/(written back) for commitments and contingencies	3,619	22,711	(19,542)	28,892
Add: Other expected credit losses and impairment allowances (written back)/made	(451)	(2,771)	18,762	1,178
	1,035,591	818,334	2,873,531	2,511,387
Elimination for transaction with conventional operations	30,482	27,270	94,076	106,514
	1,066,073	845,604	2,967,607	2,617,901

A31d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS

(i) By type and Shariah contract

30 September 2022

The Group

	Sale-based contracts						Lease-based contracts		Profit sharing contracts		Loan contract	Others		Total
	Murabahah	Bai' Bithaman Ajil	Bai' al-'Inah	Bai' al-Dayn	Tawarruq	Bai' Salam	Ijarah Muntahiah Bi al-Tamlik *	Al-Ijarah Thumma al-Bai' #	Mudharabah	Musharakah	Qard	Ujrah	Kafalah	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At amortised cost														
Cash line [^]	-	183	1,588	-	1,239,095	-	-	-	-	1	8,425	-	-	1,249,292
Term financing														
House Financing	191,458	4,139,131	-	-	32,471,733	-	1,089,329	-	-	5,732,019	-	-	-	43,623,670
Syndicated Financing	-	-	-	-	2,007,215	-	-	-	468	-	-	-	-	2,007,683
Hire purchase receivables	625,464	-	-	-	-	-	-	14,815,801	-	-	-	-	-	15,441,265
Other term financing	231,350	914,286	1,412,707	-	38,840,636	224,330	37,879	-	75,139	6,292,636	79,926	-	-	48,108,889
Lease receivable	-	-	-	-	-	-	193,499	-	-	-	-	-	-	193,499
Bills receivable	827,642	-	-	426,056	-	-	-	-	-	-	-	-	-	1,253,698
Islamic Trust receipts	19,451	-	-	-	-	-	-	-	-	-	-	-	-	19,451
Claims on customers under acceptance credits	785,024	-	-	132,141	-	-	-	-	-	-	-	-	35,137	952,302
Staff financing	-	-	-	-	255,212	-	-	-	-	29,673	-	-	-	284,885
Revolving credits	-	-	-	-	6,263,601	-	-	-	-	148,466	-	-	-	6,412,067
Credit card receivables	-	-	-	-	-	-	-	-	-	-	361,181	169,035	-	530,216
Gross financing, advances and other financing/loans, at amortised cost	2,680,389	5,053,600	1,414,295	558,197	81,077,492	224,330	1,320,707	14,815,801	75,607	12,202,795	449,532	169,035	35,137	120,076,917
Fair value changes arising from fair value hedge														(2,003)
														120,074,914
Less: Expected credit losses														(1,871,213)
Net financing, advances and other financing/loans														118,203,701

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

(i) By type and Shariah contract (Continued)

31 December 2021

	The Group														Total
	Sale-based contracts					Lease-based contracts			Profit sharing contracts		Loan contract	Others			
	Murahabah	Bai' Bithaman Ajil	Bai' al-'Inah	Bai' al-Dayn	Tawarruq	Bai' Salam	Ijarah Muntahiah Bi al-Tamlik *	Al-Ijarah Thumma al-Bai' #	Mudharabah	Musharakah	Qard	Ujarah	Kafalah		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At amortised cost															
Cash line^	-	295	866	-	1,119,109	-	-	-	-	-	8,118	-	-	1,128,388	
Term financing															
House Financing	206,562	4,498,841	-	-	27,289,680	-	1,150,034	-	-	4,734,509	-	-	-	37,879,626	
Syndicated Financing	-	-	20,275	-	1,694,829	-	-	-	478	-	-	-	-	1,715,582	
Hire purchase receivables	327,802	-	-	-	-	-	-	12,935,554	-	-	-	-	-	13,263,356	
Other term financing	645,029	1,030,219	1,654,204	-	35,453,047	-	39,989	-	72,644	4,934,888	48,376	-	-	43,878,396	
Lease receivable	-	-	-	-	-	-	147,053	-	-	-	-	-	-	147,053	
Bills receivable	641,132	-	-	496,935	-	-	-	-	-	-	458	-	-	1,138,525	
Islamic Trust receipts	34,970	-	-	-	-	-	-	-	-	-	-	-	-	34,970	
Claims on customers under acceptance credits	688,423	-	-	71,233	-	-	-	-	-	-	-	-	26,397	786,053	
Staff financing	-	-	-	-	225,183	-	-	-	-	24,911	-	-	-	250,094	
Revolving credits	-	-	-	-	4,705,217	-	-	-	-	6,810	-	-	-	4,712,027	
Credit card receivables	-	-	-	-	-	-	-	-	-	-	289,517	145,587	-	435,104	
Gross financing, advances and other financing/loans, at amortised cost	2,543,918	5,529,355	1,675,345	568,168	70,487,065	-	1,337,076	12,935,554	73,122	9,701,118	346,469	145,587	26,397	105,369,174	
Fair value changes arising from fair value hedge														1,565	
														105,370,739	
Less: Expected credit losses														(1,573,639)	
Net financing, advances and other financing/loans														103,797,100	

^ Includes current account in excess

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

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

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

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
Gross financing, advances and other financing/loans		
- At amortised cost	120,076,917	105,369,174

(a) During the financial period, the Group has undertaken fair value hedges on RM59,696,000 (2021: RM65,935,000) financing using profit rate swaps.

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

As at 30 September 2022, the gross exposure and expected credit losses relating to RPSIA financing are RM3,617,272,000 (2021: RM3,952,201,000) and RM836,000 (2021: RM1,506,000) respectively, which are recognised in the Financial Statements of CIMB Bank Berhad.

c) Movement of Qard financing

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
At 1 January	346,469	254,869
New disbursement	233,699	182,685
Repayment	(146,643)	(97,265)
Exchange fluctuation	16,007	6,180
At 30 September / 31 December	449,532	346,469
Sources of Qard fund:		
Depositors' fund	448,964	345,921
Shareholders' fund	568	548
	449,532	346,469
Uses of Qard fund:		
Personal use	442,532	338,513
Business use	7,000	7,956
	449,532	346,469

(ii) By geographical distribution

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
Malaysia	103,278,517	91,821,666
Indonesia	14,098,150	10,910,334
Singapore	2,163,798	1,615,488
Hong Kong	5,681	-
China	237,200	292,999
Other countries	293,571	728,687
Gross financing, advances and other financing/loans	120,076,917	105,369,174

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

(iii) By economic sector

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
Primary agriculture	4,567,274	3,398,745
Mining and quarrying	1,397,409	847,692
Manufacturing	5,140,690	4,406,354
Electricity, gas and water supply	1,524,182	1,450,378
Construction	3,283,631	2,770,811
Transport, storage and communications	2,581,946	2,242,568
Education, health and others	2,718,703	2,263,923
Wholesale and retail trade, and restaurants and hotels	6,560,932	4,861,994
Finance, insurance/takaful, real estate and business activities	11,148,103	10,765,315
Household	74,064,996	66,685,002
Others	7,089,051	5,676,392
	120,076,917	105,369,174

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

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
Malaysia	1,073,288	645,986
Indonesia	291,212	249,749
Singapore	10,718	11,662
Other countries	715	-
Gross impaired financing, advances and other financing/loans	1,375,933	907,397

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

	The Group	
	30 September	31 December
	2022	2021
	RM'000	RM'000
Primary agriculture	29,634	21,506
Mining and quarrying	2,765	4,868
Manufacturing	21,559	57,800
Construction	66,160	20,267
Transport, storage and communications	15,467	12,759
Education, health and others	7,232	6,268
Wholesale and retail trade, and restaurants and hotels	131,016	116,376
Finance, insurance/takaful, real estate and business activities	90,588	69,087
Household	831,650	470,782
Others	179,862	127,684
	1,375,933	907,397

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

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

	The Group			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
Financing, advances and other financing/loans at amortised cost				
At 1 January 2022	295,183	940,324	338,132	1,573,639
Changes in expected credit losses due to transfer within stages:	115,000	(177,953)	62,953	-
Transferred to Stage 1	184,704	(167,828)	(16,876)	-
Transferred to Stage 2	(67,872)	148,254	(80,382)	-
Transferred to Stage 3	(1,832)	(158,379)	160,211	-
Total charge to Statement of Income:	(131,187)	383,637	195,214	447,664
New financial assets originated	70,186	1,955	15,012	87,153
Financial assets that have been derecognised	(28,180)	(27,194)	-	(55,374)
Writeback in respect of full recoveries	-	-	(25,528)	(25,528)
Change in credit risk	(173,193)	408,876	205,730	441,413
Write-offs	-	(1)	(174,366)	(174,367)
Exchange fluctuation	3,687	11,357	3,195	18,239
Transfer (to)/from related companies	(1,032)	(138)	(2,831)	(4,001)
Other movements	(73)	(221)	10,333	10,039
At 30 September 2022	281,578	1,157,005	432,630	1,871,213

	The Group			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	489,055	436,159	399,437	1,324,651
Changes in expected credit losses due to transfer within stages:	318,576	(168,564)	(150,012)	-
Transferred to Stage 1	562,231	(529,668)	(32,563)	-
Transferred to Stage 2	(242,175)	549,989	(307,814)	-
Transferred to Stage 3	(1,480)	(188,885)	190,365	-
Total charge to Statement of Income:	(523,921)	669,781	257,904	403,764
New financial assets originated	80,287	4,738	47,193	132,218
Financial assets that have been derecognised	(44,069)	(30,609)	-	(74,678)
Writeback in respect of full recoveries	-	-	(71,198)	(71,198)
Change in credit risk	(560,139)	695,652	281,909	417,422
Write-offs	-	(4)	(197,986)	(197,990)
Exchange fluctuation	10,535	2,750	1,973	15,258
Transfer from related companies	984	132	2,698	3,814
Other movements	(46)	70	24,118	24,142
At 31 December 2021	295,183	940,324	338,132	1,573,639

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

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

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

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2022	907,397	907,397
Transfer within stages	738,304	738,304
New financial assets originated	22,133	22,133
Write-offs	(176,863)	(176,863)
Amount fully recovered	(88,266)	(88,266)
Other changes in financing, advances and other financing/loans	(40,064)	(40,064)
Exchange fluctuation	13,292	13,292
At 30 September 2022	1,375,933	1,375,933

	The Group	
	Lifetime expected credit losses - credit impaired (Stage 3) RM'000	Total RM'000
At 1 January 2021	1,621,340	1,621,340
Transfer within stages	(362,570)	(362,570)
New financial assets originated	193,876	193,876
Write-offs	(197,986)	(197,986)
Amount fully recovered	(335,549)	(335,549)
Other changes in financing, advances and other financing/loans	(14,341)	(14,341)
Exchange fluctuation	2,627	2,627
At 31 December 2021	907,397	907,397

	The Group	
	30 September 2022	31 December 2021
Ratio of credit impaired financing to total financing, advances and other financing	1.15%	0.86%

A31e. DEPOSITS FROM CUSTOMERS

(i) By type of deposits

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Savings deposit	11,429,137	10,773,162
Wadiah	876,091	847,570
Mudharabah	2,625,937	2,312,875
Commodity Murabahah (via Tawarruq arrangement) *	7,927,109	7,612,717
Demand deposit	22,592,627	21,200,735
Wadiah	1,615,185	1,120,097
Qard	15,151,527	14,512,297
Mudharabah	1,262,970	305,352
Commodity Murabahah (via Tawarruq arrangement) *	4,562,945	5,262,989
Term deposit	80,911,977	72,629,090
Commodity Murabahah Deposits-i (via Tawarruq arrangement)	51,187,416	45,604,331
Fixed Return Income Account-i (via Tawarruq arrangement)*	29,624,756	26,576,472
Negotiable Islamic Debt Certificate (NIDC)		
Hybrid (Bai Bithamin Ajil (BBA) and Bai al-Dayn)	99,805	448,287
Fixed Deposit-i	4,424,214	7,683,047
Wadiah	133	123
Mudharabah	4,424,081	7,682,924
Specific investment account	100,431	99,600
Mudharabah	100,431	99,600
Others	83,180	48,218
Qard	83,180	48,218
	119,541,566	112,433,852

*Included Qard contract of RM3,594,910,000 (2021: RM4,314,834,000)

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

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Due within six months	76,810,384	69,969,746
Six months to less than one year	8,266,571	10,268,016
One year to less than three years	329,061	144,843
Three years to less than five years	6,109	5,473
Five years and more	24,497	23,659
	85,436,622	80,411,737

(iii) By type of customer

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
Government and statutory bodies	7,281,752	4,880,194
Business enterprises	46,617,355	44,663,839
Individuals	37,364,179	33,810,686
Others	28,278,280	29,079,133
	119,541,566	112,433,852

A31f. INVESTMENT ACCOUNTS OF CUSTOMERS

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Unrestricted investment accounts (Mudharabah)		
- without maturity		
Special Mudharabah Investment Account	1,179,564	892,710
- with maturity		
Term Investment Account-i	9,569,386	9,023,282
Unrestricted investment accounts (Wakalah)		
- without maturity		
Daily Investment Account-i	43,890	48,844
Restricted investment accounts (Mudharabah)		
- with maturity		
Restricted Profit Sharing Investment Account (RPSIA)	524,916	462,331
	11,317,756	10,427,167

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

A31g. INVESTMENT ACCOUNTS DUE TO DESIGNATED FINANCIAL INSTITUTIONS

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Restricted investment accounts		
Mudharabah	3,616,098	3,919,753
By type of counterparty		
Licensed banks	3,616,098	3,919,753

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

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

	The Group	
	30 September 2022	31 December 2021
	RM'000	RM'000
Deposits from customers - structured investments	2,696,432	799,686

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

The carrying amount of the financial liabilities designated at fair value of the Group as at 30 September 2022 was RM279,128,000 (2021: RM39,988,000) lower than the contractual amount at maturity. The fair value changes of the financial liabilities that are attributable to the changes in own credit risk are not significant.

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

B1. GROUP PERFORMANCE REVIEW

(i) CIMB Group 3Q22 Y-o-Y Performance

	The Group Nine months ended			
	30 September 2022 RM'mil	30 September 2021 RM'mil	Variance RM'mil	%
Key Profit or Loss Items:				
Operating income	14,618	13,768 ^{aa}	850	6.2
Profit before taxation and zakat	6,468 ^{**}	5,262 ^a	1,206	22.9
Net profit for the financial year attributable to Owners of the Parent	4,729 [*]	3,837 ^a	892	23.2

^{**} Excludes exceptional expenses of RM114 million before taxation

^{*} Excludes exceptional expenses of RM95 million net of taxation and cukai makmur of RM519 million

^{aa} Excludes Gain on deconsolidation of Touch 'n Go Digital of RM1.16 billion

^a Excludes Gain on deconsolidation of Touch 'n Go Digital of RM1.16 billion and exceptional expenses of RM1.6 billion before taxation and RM396 million net of taxation

CIMB Group Holdings Berhad (“CIMB Group” or “the Group”) announced a core profit before tax (“PBT”) of RM6.47 billion for the nine months ended 30 September 2022 (“9M22”), a 22.9% increase year-on-year (“YoY”). Core net profit increased by 23.2% to RM4.73 billion, translating to core earnings per share (“EPS”) of 45.6 sen with core annualised return on average equity (“ROE”) improving to 10.4% from 9.0% recorded in 9M21. The strong performance was driven by higher operating income, contained cost escalation as well as lower provisions across key markets. Core figures exclude all one-off non-recurring exceptional items.

9M22 core operating income rose 6.2% YoY to RM14.62 billion, with net interest income (“NII”) growth of 6.8% largely due to strong loan growth and improvement in net interest margin (NIM) in Malaysia and Singapore. Core non-interest income (“NOII”) also recovered, growing by 4.2% YoY to RM3.49 billion driven by stronger fee and commission income and higher non-performing loan (“NPL”) recoveries.

CIMB’s total gross loans growth momentum continued, rising 9.0% YoY driven by strong demand across key markets and segments in tandem with the growth in regional economies post-pandemic. However, deposits growth was comparatively tempered, growing by 2.5% YoY as spending increased from the reopening of the economy. Total CASA expanded by 2.8% YoY with the CASA ratio sustained at 41.7% as at Sep-22.

Continued cost discipline led to core cost-to-income ratio (“CIR”) improving by 160 bps, from 47.7% to 46.1%, with 9M22 core operating expenses rising only 2.8% YoY to RM6.74 billion mainly attributed to technology investments. Accordingly, the Group’s 9M22 core pre-provisioning operating profit (“PPOP”) grew strongly by 9.3% to RM7.87 billion. The Group’s total provisions were also significantly lower by 29.5% YoY due to lower overlays, a decline in non-retail provisions arising from better asset quality, and higher recoveries.

On a reported basis, which includes one-off non-recurring exceptional items, CIMB Group’s 9M22 PBT grew by 32.2% to RM6.35 billion and net profit strengthened by 19.6% to RM4.12 billion. For 9M22, the exceptional items mainly relate to the impact of Cukai Makmur, whilst for 9M21 the exceptional items were predominantly from the RM1.22 billion non-cash write-down in the goodwill value of CIMB Thai. This translates to a reported annualised 9M22 ROE of 9.1%, which is significantly stronger than the 8.3% recorded in 9M21.

For the third quarter ended 30 September 2022 (“3Q22”), the Group reported quarterly PBT of RM2.20 billion and a net profit of RM1.41 billion, compared to the PBT of RM333 million and net loss registered in 3Q21. The strong profit rebound was largely due to significant growth in operating income of 13.7% and the absence of exceptional items in 3Q21 relating primarily to the non-cash write-down in value of CIMB Thai.

CIMB Group’s capital remains strong with a Common Equity Tier 1 (“CET1”) ratio of 14.1%[^] as at Sep-22, from 13.9% as at Sep-21.

Strong operating income driven by loan growth across all businesses and markets, continued cost discipline and lower provisions contributed to the Group’s positive performance in 9M22. This reflects the post-pandemic economic recovery in the regional economies the Group operates in, as well as the positive momentum from initiatives implemented under its Forward23+ strategic plan in reshaping portfolio and making focused investments in profitable segments.

CIMB Group also recently announced significant milestones to advance its digital and sustainability ambitions. In August, the Group introduced its next generation mobile banking app in Malaysia, the CIMB OCTO App which provides a personalised and future-ready customer experience. Currently in its early release version as CIMB Group takes a collaborative approach and incorporate customer feedback, it expects to roll out the full features of CIMB OCTO by mid-2023. In September, the Group doubled its sustainable finance commitment to RM60 billion by 2024, having achieved the earlier target of RM30 billion two years ahead of plan. Most recently, in order to support the sustainability and viability of small and medium enterprises (“SMEs”), the Group committed RM30 billion in SME financing by 2024 to help catalyse their economic revitalisation.

CIMB Group’s 9M22 total gross loans increased by 9.0% to RM406.0 billion YoY whilst total deposits grew by 2.5% YoY to RM451.6 billion. The Group registered an improved loan-to-deposit (“LDR”) ratio of 89.9% as at Sep-22, compared to 88.7% in the preceding quarter. Additionally, total CASA continued to grow by 2.8% YoY, with a CASA ratio of 41.7% as at Sep-22.

[^] Includes unaudited profits, FY2022 First Interim Dividend and actual corresponding Dividend Reinvestment Scheme (“DRS”).

B1. GROUP PERFORMANCE REVIEW (CONTINUED)

(i) CIMB Group 3Q22 Y-o-Y Performance (Continued)

Total provisions decreased by 29.5% YoY to RM1.42 billion. This was due to a decline in overlays and provisions related to macroeconomic factors (“MEF”) and COVID-19, as well as lower underlying provisions from the Group’s Indonesian Commercial and Wholesale segments.

This led to an improved 9M22 annualised loan loss charge of 43bps as compared to 70bps in 9M21. The Group’s loan loss allowance coverage stood at 99.9%, with a gross impaired loans (“GIL”) ratio of 3.5%.

The Group remains well-capitalised with its CET1 ratio being maintained comfortably above target at 14.1%[^] as at Sep-22, compared to 13.9% as at Sep-21. Total capital ratio stood at 18.1%[^] as at Sep-22. The liquidity coverage ratio (“LCR”) remains well above the regulatory requirement of 100% for all banking entities within the Group.

Group Consumer Banking 9M22 operating income grew by 8.5% YoY whilst PBT grew by 35.8% driven by loan expansion, improved fee income from core markets and lower provisions. NII and NOII increased by 8.2% and 9.6% respectively YoY. Consumer loans grew by 9.1% YoY driven by all core markets, while deposits grew by 5.1% YoY from sustained CASA growth in Indonesia and Thailand.

Group Commercial Banking 9M22 operating income grew by 5.8% YoY whilst PBT improved by 51.9% due to a sustained improvement across all markets and a 38.8% decrease in provisions. NII increased by 3.6% whilst NOII increased by 16.9%. Commercial loans grew by 7.5%, while deposits grew by 7.8%, contributed by Malaysia and Singapore.

Group Wholesale Banking 9M22 operating income increased by 1.9% YoY while PBT grew by 10.8%, supported by stronger NOII, lower Corporate provisions and writebacks of derivatives exposures. NII showed a marginal decline of 0.3% YoY, which was offset by NOII growth of 6.9%. Wholesale loans recorded a 9.7% increase, while deposits contracted slightly by 2.0%.

CIMB Digital Assets & Group Funding 9M22 core operating income rose by 9.1% YoY, whilst core PBT showed a marginal contraction of 0.4% due to lower NOII due to lower realised gains in the fixed income portfolio in line with rising bond yields and higher operating expenses from expanded operations in digital businesses. The Group’s digital businesses continue to grow strongly with CIMB Philippines reaching 5.9 million customers as at Sep-22, up 31.1% YoY, and a deposit book of RM1.43 billion, up 23.5% YoY. TNG Digital continued to build on its growth momentum, reaching 18.3 million registered users and 718,000 merchants as at Sep-22.

[^] Includes unaudited profits, FY2022 First Interim Dividend and actual corresponding Dividend Reinvestment Scheme (“DRS”).

(ii) CIMB Group 3Q22 vs. 3Q21 Performance

	The Group			
	3rd quarter ended			
	30 September	30 September	Variance	
	2022	2021	RM'mil	%
	RM'mil	RM'mil		
Key Profit or Loss Items:				
Operating income	4,997	4,396	601	13.7
Profit before taxation and zakat	2,210 ^{**}	1,639 ^{^^}	571	34.8
Net profit for the financial period attributable to Owners of the Parent	1,632 [*]	1,221 [^]	411	33.7

^{**} Excludes exceptional expenses of RM9 million before taxation

^{*} Excludes exceptional expenses of RM6 million net of taxation and cukai makmur of RM219 million

^{^^} Excludes exceptional expenses of RM1,306 million before taxation

[^] Excludes exceptional expenses of RM1,322 million net of taxation

On a YoY basis, the 3Q22 operating income of RM5.00 billion was 13.7% higher on the back of improved operating income from both NII and NOII, as well as reduced MEF and overlays provisions. Consumer Banking 3Q22 PBT improved 57.1% YoY from a combination of stronger operating income and lower provisions. Commercial Banking posted a 156.5% YoY increase in PBT driven by stronger operating income and lower provisions from overlays. Wholesale Banking PBT fell 15.0% from lower operating income and higher operating expenses and provisions. CIMB Digital Assets & Group Funding PBT improved 135.7% YoY from better NII from Group Funding, Vietnam and Philippines, as well as lower operating expenses. In totality, the Group’s 3Q22 PBT and PAT was 34.8% and 33.7% higher YoY, respectively.

B1. GROUP PERFORMANCE REVIEW (CONTINUED)

(iii) CIMB Group 3Q22 vs. 2Q22 Performance

	The Group Quarter ended			
	30 September 2022 RM'mil	30 June 2022 RM'mil	Variance RM'mil	%
Key Profit or Loss Items:				
Operating income	4,997	4,884	113	2.3
Profit before taxation and zakat	2,210 **	2,157 @	53	2.5
Net profit for the financial period attributable to Owners of the Parent	1,632 *	1,547 @	85	5.5

** Excludes exceptional expenses of RM9 million before taxation

* Excludes exceptional expenses of RM6 million net of taxation and cukai makmur of RM219 million

@ Excludes exceptional expenses of RM52 million before taxation

° Excludes exceptional expenses of RM44 million net of taxation and cukai makmur of RM222 million

3Q22 operating income grew 2.3% QoQ to RM5.00 billion from RM4.88 billion in 2Q22 underpinned by a higher NII from robust loan growth and NIM expansion in Malaysia and Singapore, offset by a weaker NOII from absence of NPL sale gains and other one-off gains in 2Q22. Consumer Banking PBT improved 2.9% to RM784 million compared to RM762 million in 2Q22 driven by higher operating income from loan growth and lower provisions. Commercial Banking PBT was 2.4% higher at RM336 million, compared to RM328 million in 2Q22 attributed to higher NII from strong loan growth and lower provisions in Indonesia. Wholesale Banking PBT was 18.0% lower QoQ from lower NII in line with lower trading income, increased funding costs and higher provisions. CIMB Digital Assets & Group Funding PBT was 101.7% higher from improved performances at Group Funding, Philippines and Vietnam and lower expenses. As a result, the Group's 3Q22 net profit was 5.5% higher QoQ.

CIMB Islamic

CIMB Islamic 9M22 operating income grew by 14.5% YoY while PBT also improved by 27.2%. Net financing income ("NFI") grew by 15.9% from sustained growth in financing while non-financing income ("NOFI") increased by 6.2% from higher trading income. However, these were partially offset by higher provisions of 11.9%. Islamic financing and deposits rose by 18.7% and 11.7% respectively YoY.

B2. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

The Group remains optimistic of an improved 2022 financial performance in tandem with the economic growth momentum and higher business activity. Nonetheless, management is vigilant of the outlook for the rest of 2022 in view of the decelerating global economic growth underpinned by escalating inflation and interest rates, global supply disruptions, still-prevalent threat from Covid-19 and the possibility of a global recession. The Group will continue to execute on initiatives laid out under the Forward23+ strategic plan, particularly focusing on targeted growth segments, cost management, RAROC optimisation, sustainability initiatives and driving technology investment to further improve digital capabilities and strengthen operational resiliency. Asset quality and credit risk management remains a core focus in all business segments and geographies.

B3. TAXATION AND ZAKAT

	3rd quarter ended		Nine months ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
The Group				
Major components of tax expense and zakat:				
Current tax expense	758,480	627,658	2,124,758	1,568,456
Deferred tax income	8,204	(214,131)	6,084	(301,672)
(Over)/under provision in prior years	(11,343)	(10,606)	(14,195)	25,441
	755,341	402,921	2,116,647	1,292,225
Zakat	-	5,060	(28)	5,060
	755,341	407,981	2,116,619	1,297,285
Reconciliation				
Profit before taxation and zakat	2,201,877	332,794	6,354,381	4,808,229
Less: Share of results of joint venture	9,595	(8,679)	8,694	(67,006)
Share of results of associates	(6,585)	(133)	(20,140)	35
	2,204,887	323,982	6,342,935	4,741,258
Tax at statutory income tax rate of 24% on chargeable income below and equal RM100.0 million and 33% on chargeable income above RM100.0 million (2021: 24%)	656,819	77,756	1,904,703	1,137,902
Effect of different tax rates in other countries and change in tax rates	(18,161)	(23,785)	(58,049)	(42,620)
Due to expenses not deductible for tax purposes and income not subject to income tax	128,026	359,556	284,188	171,502
(Over)/under provision in prior years	(11,343)	(10,606)	(14,195)	25,441
Tax expenses	755,341	402,921	2,116,647	1,292,225

The Company

Major components of tax expense:

Current tax expense/(income)	230	(302)	891	(233)
Deferred tax income	(1)	-	(223)	(147)
(Over)/under provision in prior years	(230)	(150)	129	(150)
	(1)	(452)	797	(530)

Reconciliation

Profit before taxation	1,165,125	481,977	3,460,801	411,703
Tax at statutory income tax rate of 24%	279,630	115,675	830,592	98,809
Due to expenses not deductible for tax purposes and income not subject to income tax	(279,401)	(115,977)	(829,924)	(99,189)
(Over)/under provision in prior years	(230)	(150)	129	(150)
Tax expenses	(1)	(452)	797	(530)

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

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

B5. BORROWINGS AND DEBT SECURITIES

	The Group	
	30 September 2022 RM'000	31 December 2021 RM'000
(i) Bonds, sukuk and debentures		
Unsecured		
One year or less (short term)		
- USD	186,234	2,339,057
- RM	-	1,010,887
- IDR	708,301	1,079,511
- THB	1,967,630	1,405,920
More than one year (medium/long term)		
- USD	2,897,030	741,990
- RM	2,508,534	2,622,017
- HKD	4,038,941	3,680,298
- IDR	396,868	499,362
- THB	108,582	-
	12,812,120	13,379,042

B5. BORROWINGS AND DEBT SECURITIES (Continued)

	The Group		The Company	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
(ii) Other borrowing				
Unsecured				
One year or less (short term)				
- USD	855,414	2,713,798	-	-
- RM	353,291	751,546	353,291	751,546
- IDR	148,134	266,453	-	-
- KHR	36,792	104,404	-	-
More than one year (medium/long term)				
- RM	3,610,909	3,956,347	3,610,908	3,956,349
- USD	7,710	3,131	-	-
- IDR	877,980	311,315	-	-
- KHR	-	1,478	-	-
	5,890,230	8,108,472	3,964,199	4,707,895
(iii) Subordinated obligations				
Unsecured				
One year or less (short term)				
- RM	4,544,466	3,035,363	2,225,160	1,506,444
More than one year (medium/long term)				
- RM	6,914,060	7,026,490	8,944,912	8,103,317
- IDR	69,953	66,732	-	-
	11,528,479	10,128,585	11,170,072	9,609,761

B6. MATERIAL LITIGATION

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

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

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

	The Group			
	3rd quarter ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2022	2021	2022	2021
Net profit/(loss) for the financial period after non-controlling interests (RM'000)	1,407,232	(100,593)	4,114,911	3,440,823
Weighted average number of ordinary shares in issue ('000)	10,474,253	10,014,184	10,366,836	9,976,761
Basic earnings per share (expressed in sen per share)	13.43	(1.07)	39.69	34.49

b) Diluted EPS

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