



**BANK MUAMALAT MALAYSIA BERHAD**

Company No. 196501000376 (6175-W)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED  
30 JUNE 2025 (04 MUHARRAM 1447H)**

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

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**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025 (04 MUHARRAM 1447H)**

		Group		Bank	
		As at 30 June 2025 RM'000	As at 31 December 2024 RM'000	As at 30 June 2025 RM'000	As at 31 December 2024 RM'000
Note					
<b>Assets</b>					
		2,530,748	2,116,600	2,530,748	2,116,600
		200,575	502,166	200,575	502,166
	7(i)	10,926	14,888	8,962	12,209
	7(ii)	7,832,696	7,569,971	7,832,696	7,569,971
	8	8,772	14,496	8,772	14,496
	9	33,210,273	32,349,349	33,204,575	32,344,273
	10	93,882	85,670	93,530	84,793
		360,000	680,000	360,000	680,000
		-	-	13,159	13,159
		58,886	58,886	58,886	58,886
		41,142	43,008	41,142	43,008
		144,871	137,200	144,705	136,994
		54,351	56,184	54,336	56,164
	11	16,394	33,438	16,406	33,433
<b>Total assets</b>		<b>44,563,516</b>	<b>43,661,856</b>	<b>44,568,492</b>	<b>43,666,152</b>
<b>Liabilities</b>					
	12	36,906,238	36,462,088	36,925,071	36,476,922
	14	400,966	245,707	400,966	245,707
	13	920,734	838,721	920,734	838,721
		303,198	-	303,198	-
		7,662	6,027	7,662	6,027
	8	39,403	17,309	39,403	17,309
	15	193,959	146,970	189,238	146,886
		43,789	45,496	43,789	45,496
	16	4,289	8,929	4,069	8,661
	17	1,306,844	1,584,301	1,306,844	1,584,301
	18	807,474	807,369	807,474	807,369
<b>Total liabilities</b>		<b>40,934,556</b>	<b>40,162,917</b>	<b>40,948,448</b>	<b>40,177,399</b>

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025 (04 MUHARRAM 1447H)- (CONT'D.)**

		Group		Bank	
		As at 30 June 2025 RM'000	As at 31 December 2024 RM'000	As at 30 June 2025 RM'000	As at 31 December 2024 RM'000
Note					
<b>Shareholders' equity</b>					
		<b>1,195,000</b>	1,195,000	<b>1,195,000</b>	1,195,000
		<b>2,085,205</b>	1,955,184	<b>2,076,289</b>	1,944,998
		<b>3,280,205</b>	3,150,184	<b>3,271,289</b>	3,139,998
		<b>348,755</b>	348,755	<b>348,755</b>	348,755
		<b>3,628,960</b>	3,498,939	<b>3,620,044</b>	3,488,753
<b>Total liabilities and shareholders' equity</b>					
		<b>44,563,516</b>	43,661,856	<b>44,568,492</b>	43,666,152
<b>Restricted investment accounts</b>	14	<b>20</b>	20	<b>20</b>	20
<b>Total Islamic banking asset and asset under management</b>					
		<b>44,563,536</b>	43,661,876	<b>44,568,512</b>	43,666,172
<b>Commitments and contingencies</b>	32	<b>6,063,045</b>	6,095,308	<b>6,063,045</b>	6,095,308
<b>Capital adequacy *</b>					
CET 1 capital ratio	33	<b>11.142%</b>	11.040%	<b>11.053%</b>	10.958%
Tier 1 Capital	33	<b>12.519%</b>	12.414%	<b>12.430%</b>	12.334%
Total capital ratio	33	<b>16.852%</b>	16.743%	<b>16.764%</b>	16.665%

\* The capital adequacy ratios are computed after taking into account the credit, market and operational risks.

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED STATEMENTS OF PROFIT OR LOSS**

**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

<u>Group</u>	<u>Note</u>	<b>3 months ended</b>		<b>6 months ended</b>	
		<b>30 June 2025 RM'000</b>	<b>30 June 2024 RM'000</b>	<b>30 June 2025 RM'000</b>	<b>30 June 2024 RM'000</b>
Income derived from investment of depositors' funds and others	19	<b>552,306</b>	511,314	<b>1,092,810</b>	1,014,953
Income derived from investment of shareholders' funds	20	<b>11,706</b>	9,497	<b>28,347</b>	21,627
Income derived from investment of investment account funds	21	<b>1,878</b>	2,606	<b>4,612</b>	5,351
Allowance for impairment on financing	22	<b>9,520</b>	(43,898)	<b>(31,531)</b>	(70,580)
Allowance for impairment losses on financial investments, net	23	<b>(14)</b>	(1,588)	<b>(6)</b>	(1,629)
Writeback of/(allowance for) impairment losses on other financial assets, net	24	<b>(205)</b>	128	<b>90</b>	114
Other expenses directly attributable to the investment of the depositors and shareholders' funds		<b>(12,517)</b>	(8,675)	<b>(23,766)</b>	(17,177)
<b>Total distributable income</b>		<b>562,674</b>	469,384	<b>1,070,556</b>	952,659
Income attributable to depositors	25	<b>(287,464)</b>	(267,554)	<b>(572,513)</b>	(524,807)
Income attributable to investment account holders		<b>(543)</b>	(53)	<b>(599)</b>	(105)
<b>Total net income</b>		<b>274,667</b>	201,777	<b>497,444</b>	427,747
Personnel expenses	26	<b>(85,291)</b>	(89,178)	<b>(163,386)</b>	(174,323)
Other overheads and expenditures	27	<b>(59,721)</b>	(59,612)	<b>(122,495)</b>	(116,515)
Finance costs	28	<b>(22,625)</b>	(20,481)	<b>(48,646)</b>	(41,310)
<b>Profit before zakat and taxation</b>		<b>107,030</b>	32,506	<b>162,917</b>	95,599
Zakat	29	<b>(2,812)</b>	(792)	<b>(4,199)</b>	(2,369)
Taxation	30	<b>(23,811)</b>	(8,584)	<b>(37,997)</b>	(25,094)
<b>Profit for the period</b>		<b>80,407</b>	23,130	<b>120,721</b>	68,136
<b>Earnings per share attributable to shareholders of the Bank (sen) (basic and diluted):</b>				<b>20.20</b>	11.40

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED STATEMENTS OF PROFIT OR LOSS**

**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

<u>Bank</u>	Note	3 months ended		6 months ended	
		30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
Income derived from investment of depositors' funds and others	19	<b>552,306</b>	511,314	<b>1,092,810</b>	1,014,953
Income derived from investment of shareholders' funds	20	<b>14,135</b>	10,041	<b>27,902</b>	20,442
Income derived from investment of investment account funds	21	<b>1,878</b>	2,606	<b>4,612</b>	5,351
Allowance for impairment on financing	22	<b>9,520</b>	(43,898)	<b>(31,531)</b>	(70,580)
Allowance for impairment losses on financial investments, net	23	<b>(14)</b>	(1,588)	<b>(6)</b>	(1,629)
Writeback of/(allowance for)impairment losses on other financial assets, net	24	<b>(205)</b>	128	<b>90</b>	114
Other expenses directly attributable to the investment of the depositors and shareholders' funds		<b>(12,517)</b>	(8,675)	<b>(23,766)</b>	(17,177)
<b>Total distributable income</b>		<b>565,103</b>	469,928	<b>1,070,111</b>	951,474
Income attributable to depositors	25	<b>(287,526)</b>	(267,636)	<b>(572,639)</b>	(524,986)
Income attributable to investment account holders		<b>(543)</b>	(53)	<b>(599)</b>	(105)
<b>Total net income</b>		<b>277,034</b>	202,239	<b>496,873</b>	426,383
Personnel expenses	26	<b>(84,811)</b>	(88,682)	<b>(162,393)</b>	(173,339)
Other overheads and expenditures	27	<b>(59,953)</b>	(59,922)	<b>(122,911)</b>	(117,205)
Finance costs	28	<b>(22,625)</b>	(20,481)	<b>(48,646)</b>	(41,310)
<b>Profit before zakat and taxation</b>		<b>109,645</b>	33,154	<b>162,923</b>	94,529
Zakat	29	<b>(2,741)</b>	(744)	<b>(4,073)</b>	(2,278)
Taxation	30	<b>(23,301)</b>	(8,269)	<b>(36,859)</b>	(24,379)
<b>Profit for the period</b>		<b>83,603</b>	24,141	<b>121,991</b>	67,872
<b>Earnings per share attributable to shareholders of the Bank (sen) (basic and diluted):</b>					
				<b>20.42</b>	11.36

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED STATEMENTS OF OTHER COMPREHENSIVE INCOME**

**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

<u>Group</u>	Note	3 months ended		6 months ended	
		30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Profit for the period</b>		<b>80,407</b>	23,130	<b>120,721</b>	68,136
<b>Other comprehensive income:</b>					
<b>Items that may be reclassified</b>					
<b>subsequently to profit or loss</b>					
Net (loss)/gain on financial investments at fair value through other comprehensive income		<b>64,714</b>	(6,307)	<b>53,798</b>	(1,321)
- Net (loss)/gain on change in fair value		<b>24,561</b>	(4,140)	<b>84,996</b>	10,128
- Changes in expected credit losses	7(ii)	<b>67,101</b>	41	<b>6</b>	41
- Income tax effect	11	<b>(13,612)</b>	(421)	<b>(14,944)</b>	(2,280)
- Realised gain transferred to profit or loss on disposal	19 & 20	<b>(13,336)</b>	(1,787)	<b>(16,260)</b>	(9,210)
Exchange fluctuation reserve		<b>2,722</b>	87	<b>3,158</b>	(1,155)
<b>Items that may not be reclassified</b>					
<b>subsequently to profit or loss</b>					
Net unrealised (loss)/gain on equity securities at fair value through other comprehensive income		<b>(7,606)</b>	12,598	<b>(36,757)</b>	17,182
<b>Other comprehensive (loss)/gain for the period, net of tax</b>		<b>59,830</b>	6,378	<b>20,199</b>	14,706
<b>Total comprehensive income for the period</b>		<b>140,237</b>	29,508	<b>140,920</b>	82,842

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED STATEMENTS OF OTHER COMPREHENSIVE INCOME**

**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

		3 months ended		6 months ended	
		30 June 2025	30 June 2024	30 June 2025	30 June 2024
<u>Bank</u>	Note	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period</b>		<b>83,603</b>	<b>24,141</b>	<b>121,991</b>	<b>67,872</b>
<b>Other comprehensive income:</b>					
<b>Items that may be reclassified</b>					
<b>subsequently to profit or loss</b>					
Net (loss)/gain on financial investments at fair value through other comprehensive income		<b>64,714</b>	<b>(6,307)</b>	<b>53,798</b>	<b>(1,321)</b>
- Net (loss)/gain on change in fair value		<b>24,561</b>	<b>(4,140)</b>	<b>84,996</b>	<b>10,128</b>
- Changes in expected credit losses	7(ii)	<b>67,101</b>	<b>41</b>	<b>6</b>	<b>42</b>
- Income tax effect	11	<b>(13,612)</b>	<b>(421)</b>	<b>(14,944)</b>	<b>(2,281)</b>
- Realised gain transferred to profit or loss on disposal	19 & 20	<b>(13,336)</b>	<b>(1,787)</b>	<b>(16,260)</b>	<b>(9,210)</b>
Exchange fluctuation reserve		<b>2,722</b>	<b>87</b>	<b>3,158</b>	<b>(1,155)</b>
<b>Items that may not be reclassified</b>					
<b>subsequently to profit or loss</b>					
Net unrealised (loss)/gain on equity securities at fair value through other comprehensive income		<b>(7,606)</b>	<b>12,598</b>	<b>(36,757)</b>	<b>17,182</b>
<b>Other comprehensive (loss)/gain for the period, net of tax</b>		<b>59,830</b>	<b>6,378</b>	<b>20,199</b>	<b>14,706</b>
<b>Total comprehensive income for the period</b>		<b>143,433</b>	<b>30,519</b>	<b>142,190</b>	<b>82,578</b>

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.



**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

	<u>Non-distributable</u>				<u>Distributable</u>	
<u>Group</u>	Ordinary shares RM'000	Perpetual Sukuk RM'000	FVOCI Reserve RM'000	Regulatory reserve RM'000	Exchange fluctuation reserve RM'000	Total Equity RM'000
<b>At 1 January 2025</b>	<b>1,195,000</b>	<b>348,755</b>	<b>(11,637)</b>	<b>145,404</b>	<b>2,973</b>	<b>3,498,939</b>
Profit for the period	-	-	-	-	-	120,721
Other comprehensive income/(loss) for the period	-	-	17,041	-	3,158	20,199
Total comprehensive income/(loss) for the period	-	-	17,041	-	3,158	140,920
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	14,844	-	-	(14,844)
Transfer to regulatory reserve	-	-	-	(20,899)	-	20,899
<b>Transaction with Owners</b>						
Distribution to Perpetual Sukuk	-	-	-	-	-	(10,899)
<b>At 30 June 2025</b>	<b>1,195,000</b>	<b>348,755</b>	<b>20,248</b>	<b>124,505</b>	<b>6,131</b>	<b>3,628,960</b>
<b>At 1 January 2024</b>	<b>1,195,000</b>	<b>348,755</b>	<b>(6,966)</b>	<b>155,747</b>	<b>1,591</b>	<b>3,436,501</b>
Profit for the period	-	-	-	-	-	68,136
Other comprehensive (loss)/income for the period	-	-	15,861	-	(1,155)	14,706
Total comprehensive (loss)/income for the period	-	-	15,861	-	(1,155)	82,842
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	(2,026)	-	-	2,026
Transfer to regulatory reserve	-	-	-	27,150	-	(27,150)
<b>Transaction with Owners</b>						
Distribution to Perpetual Sukuk	-	-	-	-	-	(11,082)
<b>At 30 June 2024</b>	<b>1,195,000</b>	<b>348,755</b>	<b>6,869</b>	<b>182,897</b>	<b>436</b>	<b>3,508,261</b>

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

	<u>Non-distributable</u>				<u>Distributable</u>	
	Ordinary shares RM'000	Perpetual Sukuk RM'000	FVOCI Reserve RM'000	Regulatory reserve RM'000	Exchange fluctuation reserve RM'000	Total Equity RM'000
<b>Bank</b>						
<b>At 1 January 2025</b>	<b>1,195,000</b>	<b>348,755</b>	<b>(11,637)</b>	<b>145,404</b>	<b>2,974</b>	<b>3,488,753</b>
Profit for the period	-	-	-	-	-	121,991
Other comprehensive income/(loss) for the period	-	-	17,041	-	3,158	20,199
Total comprehensive income/(loss) for the period	-	-	17,041	-	3,158	142,190
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	14,844	-	-	(14,844)
Transfer to regulatory reserve	-	-	-	(20,899)	-	20,899
<b>Transaction with Owners</b>						
Distribution to Perpetual Sukuk	-	-	-	-	-	(10,899)
<b>At 30 June 2025</b>	<b>1,195,000</b>	<b>348,755</b>	<b>20,248</b>	<b>124,505</b>	<b>6,132</b>	<b>3,620,044</b>
<b>At 1 January 2024</b>	<b>1,195,000</b>	<b>348,755</b>	<b>(6,966)</b>	<b>155,747</b>	<b>1,592</b>	<b>3,424,892</b>
Profit for the period	-	-	-	-	-	67,872
Other comprehensive (loss)/income for the period	-	-	15,861	-	(1,155)	14,706
Total comprehensive (loss)/income for the period	-	-	15,861	-	(1,155)	82,578
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	(2,026)	-	-	2,026
Transfer to regulatory reserve	-	-	-	27,150	-	(27,150)
<b>Transaction with Owners</b>						
Distribution to Perpetual Sukuk	-	-	-	-	-	(11,082)
<b>At 30 June 2024</b>	<b>1,195,000</b>	<b>348,755</b>	<b>6,869</b>	<b>182,897</b>	<b>437</b>	<b>3,496,388</b>

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

		Group		Bank	
	Note	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Cash flows from operating activities</b>					
Profit before zakat and taxation		<b>162,917</b>	95,599	<b>162,923</b>	94,529
Adjustment for					
Amortisation of intangible asset	27	<b>16,842</b>	17,994	<b>16,802</b>	17,954
Depreciation of property, plant and equipment	27	<b>5,694</b>	4,665	<b>5,688</b>	4,657
Loss on disposal of property, plant and equipment	20	<b>(169)</b>	-	<b>(169)</b>	-
Gain on termination ROU asset		-	-	-	-
Depreciation of right-of-use assets	27	<b>4,768</b>	5,693	<b>4,768</b>	5,693
Amortisation of cost on Subordinated Sukuk Issued		<b>211</b>	211	<b>211</b>	211
Fixed asset written off		<b>13</b>	1	<b>13</b>	1
Amortisation of premium, net	19 & 20	<b>17,852</b>	13,590	<b>17,852</b>	13,590
Gain from lease modification		<b>(12)</b>	-	<b>(12)</b>	-
Net gain from sale of financial investments at fair value through other comprehensive income	19 & 20	<b>(16,260)</b>	(9,211)	<b>(16,260)</b>	(9,211)
Net gain from sale of financial investment designated at FVTPL		<b>(63)</b>	(10)	<b>(63)</b>	(10)
Unrealised gain on revaluation of financial investment designated at FVTPL	19 & 20	<b>8,248</b>	(1,933)	<b>8,247</b>	(1,933)
Net loss on revaluation of foreign exchange transaction	20	<b>(48,503)</b>	392	<b>(48,503)</b>	392
Unrealised gain from foreign exchange derivatives	20	<b>27,818</b>	(13,925)	<b>27,818</b>	(13,925)
Unrealised loss on revaluation of hedged items	20	-	259	-	259
Fair value loss/(gain) of financial liabilities designated at FVTPL	20	<b>4,759</b>	2,183	<b>4,759</b>	2,183
Allowance for impairment losses on financial investments, net	23	<b>6</b>	1,629	<b>6</b>	1,629
(Allowance for)/writeback of impairment losses on other financial assets, net	24	<b>(90)</b>	(114)	<b>(90)</b>	(114)
Allowance for impairment on financing	22	<b>31,531</b>	80,931	<b>31,531</b>	80,931
Financing written off	22	-	587	-	587
Finance cost	28	<b>48,646</b>	41,310	<b>48,646</b>	41,310
Gross dividend income	20	<b>(34)</b>	(35)	<b>(5,000)</b>	(2,000)
Operating profit before working capital changes		<b>264,174</b>	239,816	<b>259,167</b>	236,733

**Bank Muamalat Malaysia Berhad**  
(Incorporated in Malaysia)

**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

		Group		Bank	
	Note	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
(Increase)/decrease in operating assets:					
Financial investment portfolio		-	(39,924)	-	(39,921)
Profit income on financial investments		(149,625)	-	(149,625)	-
Islamic derivative financial assets		(22,094)	18,929	(22,094)	18,929
Financing of customers		(892,456)	(2,321,551)	(891,834)	(2,320,018)
Statutory deposits with Bank Negara Malaysia		320,000	(64,000)	320,000	(64,000)
Other assets		73,369	57,335	72,844	56,898
Increase/(decrease) in operating liabilities:					
Deposits from customers		444,150	1,504,268	448,149	1,505,159
Deposits and placements of banks and other financial institutions		77,254	248,484	77,254	248,484
Investment accounts of customers		155,259	(19,099)	155,259	(19,099)
Islamic derivative financial liabilities		22,094	(18,929)	22,094	(18,929)
Bills and acceptances payable		1,635	(5,191)	1,635	(5,191)
Other liabilities		41,373	169,421	37,038	167,142
Cash (used in)/generated from operations		335,133	(230,441)	329,887	(233,813)
Finance cost on lease liabilities paid	28	(990)	(1,008)	(990)	(1,008)
Zakat paid		(8,928)	(10,519)	(8,665)	(10,235)
Tax paid		(30,192)	(44,304)	(29,461)	(43,214)
<b>Net cash (used in)/generated from operating activities</b>		<b>295,023</b>	<b>(286,272)</b>	<b>290,771</b>	<b>(288,270)</b>
<b>Cash flows from investing activities</b>					
Proceeds from disposal of financial investment in securities		2,666,069	4,365,239	2,666,069	4,365,239
Purchase of financial investment in securities		(2,900,101)	(4,717,708)	(2,900,816)	(4,717,675)
Proceeds from disposal of property, plant and equipment		169	-	169	-
Purchase of property, plant and equipment		(3,778)	(3,452)	(3,778)	(3,452)
Purchase of intangible asset		(24,608)	(21,718)	(24,608)	(21,718)
Proceeds from profit income from financial investments		115,111	-	115,112	-
Purchase of additional ordinary Purchase of ROU assets		2,156	-	2,156	-
Dividend income	20	34	35	5,000	2,000
<b>Net cash used in investing activities</b>		<b>(144,948)</b>	<b>(377,604)</b>	<b>(140,696)</b>	<b>(375,606)</b>

**UNAUDITED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (04 MUHARRAM 1447H)**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from financing activities</b>				
Dividend paid on Islamic subordinated sukuk	(19,245)	(19,245)	(19,245)	(19,245)
Repayment of lease liability	(4,597)	(5,590)	(4,597)	(5,590)
Proceed from obligation financial assets sold under repurchase agreement	1,153,901	-	1,153,901	-
Repayment of principal for obligation financial assets sold under repurchase agreement	(850,855)	-	(850,855)	-
Repayment of finance cost for obligation financial assets sold under repurchase agreement	152	-	152	-
Proceed from recourse obligation on financing sold to Cagamas	452,711	200,000	452,711	200,000
Repayment of principal for recourse obligation on financing sold to Cagamas	(730,496)	(213,766)	(730,496)	(213,766)
Repayment of finance cost for recourse obligation on financing sold to Cagamas	(28,190)	(21,652)	(28,190)	(21,652)
Distribution to perpetual Sukuk holder	(10,899)	(11,082)	(10,899)	(11,082)
<b>Net cash (used in)/ generated from financing activities</b>	<b>(37,518)</b>	<b>(71,335)</b>	<b>(37,518)</b>	<b>(71,335)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>112,557</b>	<b>(735,211)</b>	<b>112,557</b>	<b>(735,211)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>2,618,766</b>	<b>3,039,191</b>	<b>2,618,766</b>	<b>3,039,191</b>
<b>Cash and cash equivalents at end of the period</b>	<b>2,731,323</b>	<b>2,303,980</b>	<b>2,731,323</b>	<b>2,303,980</b>
<b>Cash and cash equivalents consist of:</b>				
Cash and short term funds	2,530,748	2,303,980	2,530,748	2,303,980
Cash and placements with financial institutions	200,575	-	200,575	-
	<b>2,731,323</b>	<b>2,303,980</b>	<b>2,731,323</b>	<b>2,303,980</b>

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2024.

**BANK MUAMALAT MALAYSIA BERHAD**  
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**NOTES TO INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**  
**(04 MUHARRAM 1447H)**

**1. Basis of preparation**

The unaudited condensed financial statements for the first financial quarter ended 30 June 2025 of Bank Muamalat Malaysia Berhad ("BMMB" or "the Bank") and its subsidiaries ("the Group") have been prepared in accordance with the Malaysian Accounting Standards Board ("MFRS Accounting Standards"), IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") and the requirements of the Companies Act, 2016 in Malaysia. These consolidated financial statements also comply with Bank Negara Malaysia policy documents ("BNM"), and the principles of Shariah.

The financial statements are presented in Ringgit Malaysia ("RM") and rounded to the nearest thousand (RM'000) except when otherwise indicated.

The financial statements of the Group and of the Bank are prepared under the historical cost basis except for the following assets and liabilities that are stated at fair values: financial investments at fair value through other comprehensive income ("FVOCI"), financial investments at fair value through profit or loss ("FVTPL"), and Islamic derivative financial instruments.

The Group and the Bank present the statements of financial position in order of liquidity.

The unaudited condensed financial statements should be read in conjunction with the audited financial statements of the Bank and of the Group for the financial year ended 31 December 2024. The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and of the Bank since the financial year ended 31 December 2024.

The significant accounting policies and methods of computation applied by the Bank are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2024 except for adoption of the following MFRSs and Interpretations of the Issues Committee ("IC Interpretations") with effective dates as follows:

**MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2025**

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

**MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026**

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*

Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity*

**BANK MUAMALAT MALAYSIA BERHAD**  
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**1. Basis of preparation (cont'd)**

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027***

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Bank plans to apply the abovementioned accounting standards, interpretations and amendments, where applicable:

- from the annual period beginning on 1 January 2025 for the amendments that are effective for annual periods beginning on or after 1 January 2025.
- from the annual period beginning on 1 January 2026 for the amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 January 2027 for the amendments that are effective for annual periods beginning on or after 1 January 2027.

The initial application of the accounting standards, interpretations or amendments are not expected to have any material financial impact to the current period and prior period financial statements of the Group and of the Bank.

**2. Auditors' report on preceding annual financial statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2024 was not qualified.

**3. Seasonal or cyclical factors**

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical factors during the financial period ended 30 June 2025.

**4. Unusual items**

There were no unusual items affecting the assets, liabilities, equity, net income or cashflows of the Group and of the Bank during the financial period ended 30 June 2025.

**5. Changes in accounting estimates**

There were no material changes in estimates during the financial period ended 30 June 2025.

**6. Dividends**

There was no dividend payment during the financial period ended 30 June 2025.

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**7. Financial investments**

		Group		Bank	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
	Note	RM'000	RM'000	RM'000	RM'000
Financial investments at fair value through profit or loss	(i)	10,926	14,888	8,962	12,209
Financial investments at fair value through other comprehensive income	(ii)	7,832,696	7,569,971	7,832,696	7,569,971
		7,843,622	7,584,859	7,841,658	7,582,180
		Group		Bank	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		RM'000	RM'000	RM'000	RM'000
(i) Financial investments at fair value through profit or loss					
Unquoted securities in Malaysia:					
Islamic private debt securities in Malaysia		-	7,700	-	7,700
Unit trusts		10,926	7,188	8,962	4,509
		10,926	14,888	8,962	12,209
		Group		Bank	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		RM'000	RM'000	RM'000	RM'000
(ii) Financial investments at fair value through other comprehensive income					
Debt instruments:					
Government securities and treasury bills:					
Malaysian government investment certificates		5,209,441	3,932,518	5,209,441	3,932,518
Unquoted securities:					
Islamic private debt securities in Malaysia		1,840,372	2,671,595	1,840,372	2,671,595
Cagamas sukuk		618,627	749,164	618,627	749,164
		2,458,999	3,420,759	2,458,999	3,420,759
Equity instruments:					
Quoted securities in Malaysia:					
Quoted shares		111,571	136,877	111,571	136,877
Money market instruments:					
Unquoted securities:					
Private equity funds		48,054	75,186	48,054	75,186
Shares in Malaysia		4,631	4,631	4,631	4,631
		52,685	79,817	52,685	79,817
Total financial assets at fair value through other comprehensive income					
		7,832,696	7,569,971	7,832,696	7,569,971



**BANK MUAMALAT MALAYSIA BERHAD**  
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**7. Financial investments (cont'd)**

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

- (a) Movements in the allowances for impairment losses on debt instruments at fair value through other comprehensive income are as follows for the Group and the Bank:

	Stage 1	Stage 2	Stage 3	
	12 Months ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total ECL
At 30 June 2025	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	59	-	22,680	22,739
Allowance made	28	-	-	28
Amount written back in respect of recoveries	(22)	-	-	(22)
Amount written off	-	-	-	-
Exchange differences	-	-	-	-
At 30 June 2025	65	-	22,680	22,745

	Stage 1	Stage 2	Stage 3	
	12 Months ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total ECL
At 31 December 2024	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	49	-	22,667	22,716
Allowance made	81	-	13	94
Amount written back in respect of recoveries	(71)	-	-	(71)
At 31 December 2024	59	-	22,680	22,739

**BANK MUAMALAT MALAYSIA BERHAD**  
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**8. Islamic derivative financial instruments**

The Table below shows the fair values of derivative financial instruments, recorded as assets or liabilities, together with their notional amounts. The notional amount, recorded at gross, is the amount of a derivative's underlying asset, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the period end and are indicative of neither the market risk nor the credit risk.

	<b>Group and Bank</b>					
	<b>30 June 2025</b>			<b>31 December 2024</b>		
	<b>Contract/ notional amount RM'000</b>	<b>Fair value</b>		<b>Contract/ Notional Amount RM'000</b>	<b>Fair value</b>	
		<b>Assets RM'000</b>	<b>Liabilities RM'000</b>		<b>Assets RM'000</b>	<b>Liabilities RM'000</b>
<b>Trading derivatives:</b>						
Foreign exchange contracts						
- Currency forwards						
Less than one year	<b>1,091,090</b>	<b>6,137</b>	<b>(37,851)</b>	1,095,377	9,672	(13,709)
- Currency swaps						
Less than one year	<b>427,938</b>	<b>2,619</b>	<b>(1,518)</b>	726,063	4,789	(3,594)
- Currency spot						
Less than one year	<b>24,989</b>	<b>16</b>	<b>(34)</b>	29,168	35	(6)
<b>Total</b>	<b>1,544,017</b>	<b>8,772</b>	<b>(39,403)</b>	<b>1,850,608</b>	<b>14,496</b>	<b>(17,309)</b>

## 9. Financing of Customers

### (i) By type and Shariah concepts

Group 30 June 2025	Bai' Bithaman Ajil RM'000	Ijarah Thumma Al-Bai RM'000	Inah RM'000	Tawarruq RM'000	Bai' Al-Dayn RM'000	Murabahah RM'000	Istisna' RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Shirkah Mutanaqisah RM'000	Total financing RM'000
Cash line	-	-	994	782,792	-	-	-	-	-	-	783,786
Term financing:											
Home financing	950,495	-	-	11,431,742	-	-	129,312	-	-	-	12,511,549
Syndicated financing	-	-	-	454,244	-	-	-	-	-	-	454,244
Hire purchase receivables	22,215	1,036,475	-	-	-	-	-	-	1,640,358	-	2,699,048
Personal financing	24,352	-	-	8,115,291	-	-	-	-	-	-	8,139,643
Other term financing	70,314	-	-	4,193,725	-	-	-	-	-	39,289	4,303,328
Trust receipts	-	-	-	-	17,540	20,738	-	-	-	-	38,278
Claims on customers under acceptance credits	-	-	-	-	213,447	1,127,653	-	-	-	-	1,341,100
Staff financing	11,857	-	-	144,692	-	-	644	510	1,319	-	159,022
Revolving credit	-	-	-	2,203,093	-	-	-	-	-	-	2,203,093
Credit card	-	-	-	138,028	-	-	-	-	-	-	138,028
Ar-Rahnu	-	-	-	748,969	-	-	-	-	-	-	748,969
Gross financing	1,079,233	1,036,475	994	28,212,576	230,987	1,148,391	129,956	510	1,641,677	39,289	33,520,088
Fair value changes arising from fair value hedge <sup>1</sup>	-	-	-	9,315	-	-	-	-	-	-	9,315
	1,079,233	1,036,475	994	28,221,891	230,987	1,148,391	129,956	510	1,641,677	39,289	33,529,403
Less : Allowance for impaired financing											
-Stage 1 - 12 Months ECL	(821)	(1,555)	(18)	(108,378)	(188)	(1,311)	(565)	-	(4,054)	-	(116,890)
-Stage 2 - Lifetime ECL not credit impaired	(354)	(272)	(34)	(61,699)	(114)	(107)	(77)	-	(699)	-	(63,356)
-Stage 3 - Lifetime ECL credit impaired	(2,903)	(3,430)	(135)	(123,082)	(4,625)	(2,602)	(226)	-	(1,881)	-	(138,884)
Total net financing <sup>2</sup>	1,075,155	1,031,218	807	27,928,732	226,060	1,144,371	129,088	510	1,635,043	39,289	33,210,273

<sup>1</sup> With the discontinuation of the fair value hedge, the unamortised fair value are amortised to profit or loss over the remaining maturity of the hedged item.

<sup>2</sup> Included in total net financing are financing at fair value through profit or loss amounting RM331,251,000 (2024: RM337,972,000 ) which mainly consists of the BNM established financing facility to provide relief and support recovery for SMEs in the services sector affected by the containment measures since June 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Group	Bai'	Ijarah			Bai'				Murabahah to	Shirkah	Total
31 December 2024	Bithaman Ajil	Thumma	Inah	Tawarruq	Al-Dayn	Murabahah	Istisna'	Qard	the Purchase	Mutanaqisah	financing
	RM'000	Al-Bai	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	Orderer	RM'000	RM'000
Cash line	-	-	827	638,497	-	-	-	-	-	-	639,324
Term financing:											
Home financing	996,133	-	-	10,921,314	-	-	86,758	-	-	-	12,004,205
Syndicated financing	-	-	-	482,076	-	-	-	-	-	-	482,076
Hire purchase receivables	27,888	728,158	-	-	-	-	-	-	1,497,154	-	2,253,200
Personal financing	25,548	-	-	8,383,684	-	-	-	-	-	-	8,409,232
Other term financing	75,718	-	-	4,203,305	-	-	-	-	-	44,798	4,323,821
Trust receipts	-	-	-	-	17,747	33,721	-	-	-	-	51,468
Claims on customers under acceptance credits	-	-	-	-	233,213	1,048,183	-	-	-	-	1,281,396
Staff financing	13,055	-	-	123,844	-	-	-	90	898	-	137,887
Revolving credit	-	-	-	2,354,330	-	-	-	-	-	-	2,354,330
Credit card	-	-	-	105,248	-	-	-	-	-	-	105,248
Ar-Rahnu	-	-	-	551,566	-	-	-	-	-	-	551,566
Total gross financing	1,138,342	728,158	827	27,763,864	250,960	1,081,904	86,758	90	1,498,052	44,798	32,593,753
Fair value changes arising from fair value hedge <sup>1</sup>	-	-	-	10,868	-	-	-	-	-	-	10,868
	1,138,342	728,158	827	27,774,732	250,960	1,081,904	86,758	90	1,498,052	44,798	32,604,621
Less : Allowance for impaired financing											
At amortised cost											
-Stage 1 - 12-Month ECL	(971)	(849)	(18)	(112,861)	(230)	(1,049)	(387)	-	(3,479)	-	(119,844)
-Stage 2 - Lifetime ECL not credit impaired	(365)	(38)	-	(36,233)	-	(104)	(36)	-	(463)	-	(37,239)
-Stage 3 - Lifetime ECL credit impaired	(1,716)	(219)	(160)	(88,270)	(4,738)	(2,556)	-	-	(530)	-	(98,189)
Total net financing <sup>2</sup>	1,135,290	727,052	649	27,537,368	245,992	1,078,195	86,335	90	1,493,580	44,798	32,349,349

<sup>1</sup> With the discontinuation of the fair value hedge, the unamortised fair value are amortised to profit or loss over the remaining maturity of the hedged item.

<sup>2</sup> Included in total net financing are financing at fair value through profit or loss amounting RM337,972,000 (2023: RM354,740,000) which mainly consists of the BNM established financing facility to provide relief and support recovery for SMEs in the services sector affected by the containment measures since June 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Bank	Bai' Bithaman Ajil RM'000	Ijarah Thumma Al-Bai RM'000	Inah RM'000	Tawarruq RM'000	Bai' Al-Dayn RM'000	Murabahah RM'000	Istisna' RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
<b>30 June 2025</b>										
Cash line	-	-	994	782,792	-	-	-	-	-	783,786
Term financing:										
Home financing	950,495	-	-	11,431,742	-	-	129,312	-	-	12,511,549
Syndicated financing	-	-	-	454,244	-	-	-	-	-	454,244
Hire purchase receivables	22,215	1,036,475	-	-	-	-	-	-	1,640,358	2,699,048
Personal financing	24,352	-	-	8,115,291	-	-	-	-	-	8,139,643
Other term financing	70,314	-	-	4,193,725	-	-	-	33,591	-	4,297,630
Trust receipts	-	-	-	-	17,540	20,738	-	-	-	38,278
Claims on customers under acceptance credits	-	-	-	-	213,447	1,127,653	-	-	-	1,341,100
Staff financing	11,857	-	-	144,692	-	-	644	510	1,319	159,022
Revolving credit	-	-	-	2,203,093	-	-	-	-	-	2,203,093
Credit card	-	-	-	138,028	-	-	-	-	-	138,028
Ar-Rahnu	-	-	-	748,969	-	-	-	-	-	748,969
Total gross financing	1,079,233	1,036,475	994	28,212,576	230,987	1,148,391	129,956	34,101	1,641,677	33,514,390
Fair value changes arising from fair value hedge <sup>1</sup>	-	-	-	9,315	-	-	-	-	-	9,315
	1,079,233	1,036,475	994	28,221,891	230,987	1,148,391	129,956	34,101	1,641,677	33,523,705
Less : Allowance for impaired financing										
-Stage 1 - 12 Months ECL	(821)	(1,555)	(18)	(108,378)	(188)	(1,311)	(565)	-	(4,054)	(116,890)
-Stage 2 - Lifetime ECL not credit impaired	(354)	(272)	(34)	(61,699)	(114)	(107)	(77)	-	(699)	(63,356)
-Stage 3 - Lifetime ECL credit impaired	(2,903)	(3,430)	(135)	(123,082)	(4,625)	(2,602)	(226)	-	(1,881)	(138,884)
Total net financing <sup>2</sup>	1,075,155	1,031,218	807	27,928,732	226,060	1,144,371	129,088	34,101	1,635,043	33,204,575

<sup>1</sup> With the discontinuation of the fair value hedge, the unamortised fair value are amortised to profit or loss over the remaining maturity of the hedged item.

<sup>2</sup> Included in total net financing are financing at fair value through profit or loss amounting RM325,552,000 (2024: RM350,490,000 ) which mainly consists of the BNM established financing facility to provide relief and support recovery for SMEs in the services sector affected by the containment measures since June 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Bank 31 December 2024	Bai' Bithaman Ajil RM'000	Ijarah Thumma Al-Bai RM'000	Inah RM'000	Tawarruq RM'000	Bai' Al-Dayn RM'000	Murabahah RM'000	Istisna' RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
Cash line	-	-	827	638,497	-	-	-	-	-	639,324
Term financing:										
Home financing	996,133	-	-	10,921,314	-	-	86,758	-	-	12,004,205
Syndicated financing	-	-	-	482,076	-	-	-	-	-	482,076
Hire purchase receivables	27,888	728,158	-	-	-	-	-	-	1,497,154	2,253,200
Personal financing	25,548	-	-	8,383,684	-	-	-	-	-	8,409,232
Other term financing	75,718	-	-	4,203,305	-	-	-	39,722	-	4,318,745
Trust receipts	-	-	-	-	17,747	33,721	-	-	-	51,468
Claims on customers under acceptance credits	-	-	-	-	233,213	1,048,183	-	-	-	1,281,396
Staff financing	13,055	-	-	123,844	-	-	-	90	898	137,887
Revolving credit	-	-	-	2,354,330	-	-	-	-	-	2,354,330
Credit card	-	-	-	105,248	-	-	-	-	-	105,248
Ar-Rahnu	-	-	-	551,566	-	-	-	-	-	551,566
Total gross financing	1,138,342	728,158	827	27,763,864	250,960	1,081,904	86,758	39,812	1,498,052	32,588,677
Fair value changes arising from fair value hedge <sup>1</sup>	-	-	-	10,868	-	-	-	-	-	10,868
	1,138,342	728,158	827	27,774,732	250,960	1,081,904	86,758	39,812	1,498,052	32,599,545
Less : Allowance for impaired financing At amortised cost										
-Stage 1 - 12-Month ECL	(971)	(849)	(18)	(112,861)	(230)	(1,049)	(387)	-	(3,479)	(119,844)
-Stage 2 - Lifetime ECL not credit impaired	(365)	(38)	-	(36,233)	-	(104)	(36)	-	(463)	(37,239)
-Stage 3 - Lifetime ECL credit impaired	(1,716)	(219)	(160)	(88,270)	(4,738)	(2,556)	-	-	(530)	(98,189)
Total net financing <sup>2</sup>	1,135,290	727,052	649	27,537,368	245,992	1,078,195	86,335	39,812	1,493,580	32,344,273

<sup>1</sup> With the discontinuation of the fair value hedge, the unamortised fair value are amortised to profit or loss over the remaining maturity of the hedged item.

<sup>2</sup> Included in total net financing are financing at fair value through profit or loss amounting RM332,896,000 (2023: RM350,490,000) which mainly consists of the BNM established financing facility to provide relief and support recovery for SMEs in the services sector affected by the containment measures since June 2020.

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**9. Financing of customers (cont'd.)**

**(i) By type and Shariah concepts (cont'd.)**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Uses of Qard fund:				
Staff financing	510	90	510	90
Other term financing	-	-	33,591	39,722
	<b>510</b>	<b>90</b>	<b>34,101</b>	<b>39,812</b>

**(ii) By type of customer**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Domestic non-banking institutions	634,864	600,150	634,864	600,150
Domestic business enterprises:				
-Small business enterprises	1,841,433	534,693	1,841,433	534,693
-Others	6,544,044	6,572,626	6,538,346	6,567,550
Government and statutory bodies	935,865	926,616	935,865	926,616
Individuals	23,552,449	23,946,937	23,552,449	23,946,937
Other domestic entities	9,054	9,378	9,054	9,378
Foreign entities	2,379	3,353	2,379	3,353
<b>Gross Financing</b>	<b>33,520,088</b>	<b>32,593,753</b>	<b>33,514,390</b>	<b>32,588,677</b>

**(iii) By profit rate sensitivity**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Fixed rate:				
Home financing	1,221,582	1,145,936	1,221,582	1,145,936
Hire purchase receivables	2,699,047	2,253,200	2,699,047	2,253,200
Others	2,581,069	2,172,642	2,575,371	2,167,566
Variable rate:				
Home financing	11,289,967	10,858,269	11,289,967	10,858,269
Others	15,728,423	16,163,706	15,728,423	16,163,706
<b>Gross Financing</b>	<b>33,520,088</b>	<b>32,593,753</b>	<b>33,514,390</b>	<b>32,588,677</b>

**(iv) By residual contractual maturity**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Maturity				
- within one year	4,544,197	4,526,060	4,544,197	4,526,060
- more than one to five years	4,792,633	4,329,825	4,792,633	4,329,825
- more than five years	24,183,258	23,737,868	24,177,560	23,732,792
<b>Gross Financing</b>	<b>33,520,088</b>	<b>32,593,753</b>	<b>33,514,390</b>	<b>32,588,677</b>

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**9. Financing of customers (cont'd.)**

**(v) By sector**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Agriculture	108,359	103,950	108,359	103,950
Mining and quarrying	45,544	38,009	45,544	38,009
Manufacturing	924,991	972,488	924,991	972,488
Electricity, gas and water	239,873	182,517	239,873	182,517
Construction	1,171,916	1,102,478	1,171,916	1,102,478
Household	24,837,925	23,950,290	24,837,925	23,950,290
Real estate	765,412	841,689	765,412	841,689
Wholesale, retail and restaurant	1,119,412	1,112,201	1,119,412	1,112,201
Transport, storage and communication	395,856	358,348	395,856	358,348
Finance, takaful and business services	2,509,381	2,551,486	2,509,381	2,551,486
Community, social and personal services	465,838	454,054	460,140	448,978
Government and statutory bodies	935,581	926,243	935,581	926,243
<b>Gross Financing</b>	<b>33,520,088</b>	<b>32,593,753</b>	<b>33,514,390</b>	<b>32,588,677</b>

**(vi) By geographical area**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Domestic	33,520,088	32,593,753	33,514,390	32,588,677
<b>Gross Financing</b>	<b>33,520,088</b>	<b>32,593,753</b>	<b>33,514,390</b>	<b>32,588,677</b>



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**9. Financing of customers (cont'd.)**

**Impaired financing**

**(i) Movements in the impaired financing**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2025/ 2024	341,179	266,229	341,179	266,229
Classified as impaired during the period	221,678	339,404	221,678	339,404
Reclassified as performing during the period	(82,197)	(63,369)	(82,197)	(63,369)
Recovered during the period	(32,315)	(39,730)	(32,315)	(39,730)
Written off during the period	(34,243)	(161,355)	(34,243)	(161,355)
Gross impaired financing	414,102	341,179	414,102	341,179
Less: Stage 3-Lifetime ECL credit impaired	(138,882)	(98,189)	(138,882)	(98,189)
Net impaired financing	275,220	242,990	275,220	242,990

**Calculation ratio of impaired financing:**

Gross financing of customers	33,520,088	32,593,753	33,514,390	32,588,677
Less: Stage 3 - Lifetime ECL credit impaired	(138,884)	(98,189)	(138,884)	(98,189)
Net financing of customers	33,381,204	32,495,564	33,375,506	32,490,488
Ratio of gross impaired financing to total financing	1.24%	1.05%	1.24%	1.05%
Net impaired financing ratio	0.82%	0.75%	0.82%	0.75%

**(ii) Impaired financing by sector**

	<b>Group and Bank</b>	
	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Agriculture	363	76
Manufacturing	14,177	14,353
Construction	7,591	6,466
Household	303,504	234,347
Electricity, gas and water	394	240
Real estate	10,021	9,887
Wholesale, retail and restaurant	50,833	47,757
Transport, storage and communication	10,607	10,712
Finance, takaful and business services	13,205	13,422
Community, social and personal service	3,407	3,919
	414,102	341,179

**(iii) Impaired financing by geographical area**

	<b>Group and Bank</b>	
	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Domestic	414,102	341,179

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**9. Financing of customers (cont'd.)**

**Impaired financing (cont'd.)**

**(iv) Movements in the loss allowance for financing of customers**

Group and Bank	Stage 1	Stage 2	Stage 3	Total ECL RM'000
	12 Months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	
<b>At 30 June 2025</b>				
At 1 January 2025	119,844	37,239	98,189	255,272
Transfer to Stage 1	14,470	(9,451)	(5,019)	-
Transfer to Stage 2	(6,925)	28,221	(21,296)	-
Transfer to Stage 3	(1,032)	(3,893)	4,925	-
New financial assets originated	18,246	-	-	18,246
Financial assets derecognised	(12,097)	(1,000)	(1,802)	(14,899)
Changes due to change in credit risk	(15,616)	12,240	97,944	94,568
Amount written off/realised	-	-	(34,057)	(34,057)
At 30 June 2025	116,890	63,356	138,884	319,130
<b>At 31 December 2024</b>				
At 1 January 2024	120,238	23,258	79,024	222,520
Transfer to Stage 1	14,360	(5,978)	(8,382)	-
Transfer to Stage 2	(10,476)	21,390	(10,914)	-
Transfer to Stage 3	(14,601)	(2,751)	17,352	-
Changes in credit risk	(33,953)	1,896	184,380	152,323
New financial assets originated	60,777	-	-	60,777
Financing derecognised	(16,501)	(576)	(1,916)	(18,993)
Amount written off	-	-	(161,355)	(161,355)
At 31 December 2024	119,844	37,239	98,189	255,272

**10. Other assets**

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Deposits	7,231	7,162	7,198	7,129
Prepayments	47,464	32,418	47,311	32,355
Tax recoverable	20,489	26,103	20,456	25,771
Golf club membership	500	500	500	500
Other receivables	20,058	21,347	19,925	20,898
	95,742	87,530	95,390	86,653
Less: Accumulated impairment losses	(1,860)	(1,860)	(1,860)	(1,860)
	93,882	85,670	93,530	84,793

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**11. Deferred tax assets & liabilities**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2025/ 2024	<b>33,438</b>	24,483	<b>33,433</b>	23,943
Recognised in the profit or loss (Note 30)	<b>(2,100)</b>	9,031	<b>(2,083)</b>	9,566
Recognised in other comprehensive income	<b>(14,944)</b>	(76)	<b>(14,944)</b>	(76)
At 30 June 2025/ At 31 December 2024	<b>16,394</b>	33,438	<b>16,406</b>	33,433

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority. The following amounts, determined after appropriate offsetting, are shown in the statement of financial position as follows:

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Deferred tax assets, net	<b>16,407</b>	33,438	<b>16,406</b>	33,433
Deferred tax liabilities, net	<b>(13)</b>	-	-	-
	<b>16,394</b>	33,438	<b>16,406</b>	33,433

Deferred tax assets and liabilities prior to offsetting are summarised as follows:

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Deferred tax assets	<b>46,946</b>	51,615	<b>46,802</b>	51,454
Deferred tax liabilities	<b>(30,552)</b>	(18,177)	<b>(30,396)</b>	(18,021)
	<b>16,394</b>	33,438	<b>16,406</b>	33,433

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**11. Deferred tax asset & liabilities (cont'd.)**

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

**Deferred tax assets of the Group :**

	Financial Investments at FVOCI RM'000	ECL RM'000	Leases RM'000	Property, plant and equipment & intangible asset RM'000	Provision for liabilities RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2025	5,362	24,342	645	-	21,266	-	51,615
Recognised in profit or loss	-	3,188	37	226	(3,333)	27	145
Recognised in other comprehensive income	(4,814)	-	-	-	-	-	(4,814)
At 30 June 2025	548	27,530	682	226	17,933	27	46,946

	Financial Investments at FVOCI RM'000	ECL RM'000	Leases RM'000	Property, plant and equipment & intangible asset RM'000	Provision for liabilities RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2024	5,438	22,623	588	1,940	12,111	229	42,929
Recognised in profit or loss	-	1,719	57	(1,940)	9,155	(229)	8,762
Recognised in other comprehensive income	(76)	-	-	-	-	-	(76)
At 31 December 2024	5,362	24,342	645	-	21,266	-	51,615

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**11. Deferred tax asset & liabilities (cont'd.)**

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

**Deferred tax liabilities of the Group :**

	Financial Investments at FVOCI RM'000	Property, plant and equipment and intangible asset RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2025	-	(18,054)	(123)	(18,177)
Recognised in profit and loss	-	(2,245)	-	(2,245)
Recognised in other comprehensive income		-		(10,130)
At 30 June 2025	(10,130)	(20,299)	(123)	(30,552)

	Financial Investments at FVOCI RM'000	Property, plant and equipment and intangible asset RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2024	-	(18,446)	-	(18,446)
Recognised in profit or loss	-	392	(123)	269
As at 31 December 2024	-	(18,054)	(123)	(18,177)

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**11. Deferred tax asset & liabilities (cont'd.)**

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

**Deferred tax assets of the Bank:**

	Financial Investments at FVOCI RM'000	ECL RM'000	Leases RM'000	Property, plant and equipment & intangible asset RM'000	Provision for liabilities RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2025	4,814	24,342	643	-	21,230	425	51,454
Recognised in profit or loss	-	3,188	37	225	(3,314)	26	162
Recognised in other comprehensive income	(4,814)	-	-	-	-	-	(4,814)
At 30 June 2025	-	27,530	680	225	17,916	451	46,802

	Financial Investments at FVOCI RM'000	ECL RM'000	Leases RM'000	Property, plant and equipment & intangible asset RM'000	Provision for liabilities RM'000	Other temporary differences RM'000	Total RM'000
At 1 January 2024	4,890	22,623	612	1,922	12,113	229	42,389
Recognised in profit or loss	-	1,719	31	(1,922)	9,117	196	9,141
Recognised in other comprehensive income	(76)	-	-	-	-	-	(76)
As at 31 December 2024	4,814	24,342	643	-	21,230	425	51,454

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**11. Deferred tax asset & liabilities (cont'd.)**

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

**Deferred tax liabilities of the Bank:**

	Financial Investments at FVOCI RM'000	Property, plant and equipment and intangible asset RM'000	Total RM'000
At 1 January 2025	-	(18,021)	(18,021)
Recognised in profit and loss	-	(2,245)	(2,245)
Recognised in other comprehensive income	(10,130)	-	(10,130)
At 30 June 2025	(10,130)	(20,266)	(30,396)

	Financial Investments at FVOCI RM'000	Property, plant and equipment and intangible asset RM'000	Total RM'000
At 1 January 2024	-	(18,446)	(18,446)
Recognised in profit or loss	-	425	425
As at 31 December 2024		(18,021)	(18,021)

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**12. Deposits from customers**

**(a) By type of deposits**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Savings Deposit</b>				
Qard	965,718	881,921	965,718	881,921
Tawarruq	816,818	774,783	816,818	774,783
<b>Demand Deposit</b>				
Qard	4,282,433	4,451,933	4,290,466	4,455,967
Tawarruq	4,909,744	4,508,695	4,909,744	4,508,695
<b>Term Deposit</b>				
Mudharabah				
General investment deposits	52	3,021	52	3,021
Tawarruq				
Short-term accounts	12,890,687	13,026,965	12,890,687	13,026,965
Fixed-term accounts tawarruq	12,975,649	12,755,158	12,986,449	12,765,958
<b>Other deposits</b>	65,137	59,612	65,137	59,612
	<b>36,906,238</b>	<b>36,462,088</b>	<b>36,925,071</b>	<b>36,476,922</b>

**(b) By type of customer**

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Government and statutory bodies	19,213,778	18,012,756	19,213,778	18,012,756
Business enterprises	10,428,958	9,900,199	10,447,791	9,915,033
Individuals	3,594,170	3,473,936	3,594,170	3,473,936
Domestic non-bank financial institutions	2,470,700	3,811,556	2,470,700	3,811,556
Domestic banking financial institutions	67,652	65,783	67,652	65,783
Others	1,130,980	1,197,858	1,130,980	1,197,858
	<b>36,906,238</b>	<b>36,462,088</b>	<b>36,925,071</b>	<b>36,476,922</b>



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**12. Deposits from customers (cont'd.)**

**(b) By type of customer (cont'd.)**

The maturity structure of term deposits are as follows :

	<b>Group</b>		<b>Bank</b>	
	<b>30 June</b>	<b>31 December</b>	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Due within six months	20,869,297	18,929,790	20,880,097	18,940,590
More than six months to one year	4,268,775	6,145,805	4,268,775	6,145,805
More than one year to three years	573,094	414,587	573,094	414,587
More than three years to five years	155,222	294,962	155,222	294,962
	<b>25,866,388</b>	<b>25,785,144</b>	<b>25,877,188</b>	<b>25,795,944</b>

**13. Deposits and placements of banks and other financial institutions**

	<b>Group and Bank</b>	
	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-Mudharabah</b>		
Bank Negara Malaysia	361,987	385,413
Other financial institutions	558,747	453,308
	<b>920,734</b>	<b>838,721</b>

Included in these balances are the BNM funds received under government financing schemes for the purpose of SME lending at a below market and concession rate with 5.5 years to 8.5 years of maturity to be repaid between 2026 and 2031. The gross amount received from BNM of RM269,650,000 (2024: RM313,530,000) are net against the fair value gain arising from the placement of funds with the Group and the Bank. The fair value is applied to address the financial and accounting impact incurred from financing at concession rates to SMEs and for COVID-19 related relief measures.

**14. Investment accounts of customers**

**(i) Investment account analysed by maturity portfolio are as follows:**

	<b>Group and Bank</b>	
	<b>30 June</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Unrestricted investment account</b>		
<b>Mudarabah</b>		
Without maturity		
- SURIA	253,313	245,707
<b>Wakalah</b>		
With maturity		
- TIA	147,653	-
<b>Restricted investment accounts:</b>		
<b>Mudarabah</b>		
Maturity		
- within one year	20	20

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**14. Investment accounts of customers(cont'd.)**

**(i) Investment account analysed by maturity portfolio are as follows (cont'd.)**

RA is a type of restricted investment account based on the Mudarabah contract where the IAH and the Bank agree to share the profit generated from the assets funded by the RA based on an agreed profit sharing ratio (PSR), while losses shall be borne by the IAH. RA amounting to RM20,000 (2024: RM20,000) is accounted for as off balance sheet as the Bank has passed its rights and obligations in respect of the assets related to the RA or the residual cash flows from those assets to the IAH.

**(ii) By types of customer are as follows:**

	<b>Group and Bank</b>	
	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Unrestricted investment accounts:</b>		
Individuals	383,215	245,707
Non-individuals	17,751	-
	<b>400,966</b>	<b>245,707</b>
<b>Restricted investment accounts:</b>		
Individuals	20	20

**(iii) Movement of investment accounts of customers:**

	<b>Group and Bank</b>		<b>Group and Bank</b>	
	<b>30 June 2025</b>		<b>31 December 2024</b>	
	<b>Unrestricted investment accounts</b>	<b>Restricted investment accounts</b>	<b>Unrestricted investment accounts</b>	<b>Restricted investment accounts</b>
	<b>Mudarabah</b>	<b>Mudarabah</b>	<b>Mudarabah</b>	<b>Mudarabah</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2025/ 2024	245,707	20	247,689	32
Net movement	155,259	-	-	-
New placement	-	-	2,169,944	20
Income from investments			10,520	-
Profit distributed			(209)	-
Redemption	-	-	(2,182,237)	(32)
At 30 June 2025/December 2024	<b>400,966</b>	<b>20</b>	<b>245,707</b>	<b>20</b>

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**14. Investment accounts of customers(cont'd.)**

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

	<b>Group and Bank</b>	
	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Unrestricted investment accounts:</b>		
Home financing	253,313	245,707
Personal financing	147,653	-
<b>Total investment</b>	<b>400,966</b>	<b>245,707</b>
<b>Restricted investment accounts:</b>		
Term financing	20	20
<b>Total investment</b>	<b>20</b>	<b>20</b>

(v) Investment account holders ("IAH") profit sharing ratio and rate of return are as follows:

	<b>Group and Bank 30 June 2025</b>		<b>Group and Bank 31 December 2024</b>	
	<b>Average profit sharing ratio (%)</b>	<b>Average rate of return (%)</b>	<b>Average profit sharing ratio (%)</b>	<b>Average rate of return (%)</b>
<b>Unrestricted investment accounts</b>	<b>2.0%</b>	<b>0.09%</b>	<b>2.0%</b>	<b>0.09%</b>
<b>Restricted investment accounts</b>	<b>95.0%</b>	<b>0.00%</b>	<b>95.0%</b>	<b>0.00%</b>

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**15. Other liabilities**

	Group		Bank	
	30 June 2025 RM'000	31 December 2024 RM'000	30 June 2025 RM'000	31 December 2024 RM'000
Sundry creditors	7,011	1,783	3,511	1,783
Allowances for impairment losses on financing commitments and financial guarantee contracts (Note 15(a))	11,769	9,588	11,769	9,588
Provision for bonus	27,481	39,687	27,438	39,533
Accrued expenses	38,987	41,231	38,742	40,247
Accrual for audit fees	312	785	299	765
Other liabilities	108,399	53,896	107,479	54,970
	<b>193,959</b>	<b>146,970</b>	<b>189,238</b>	<b>146,886</b>

(a) Movements in the allowances for impairment losses on financing commitments and financial guarantee contracts are as follows:-

Group and Bank	Stage 1 12 Months ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
<b>At 30 June 2025</b>				
At 1 January 2025	7,209	728	1,651	9,588
Transfer to Stage 1	301	(84)	(217)	-
Transfer to Stage 2	(274)	445	(171)	-
Transfer to Stage 3	(102)	(104)	206	-
New financing originated or purchased	2,066	-	-	2,066
Financing derecognised	(686)	(58)	(150)	(894)
Changes due to change in credit risk	(666)	233	1,650	1,217
Amount written-off/realised	-	-	(208)	(208)
At 30 June 2025	<b>7,848</b>	<b>1,160</b>	<b>2,761</b>	<b>11,769</b>
<b>At 31 December 2024</b>				
At 1 January 2024	8,121	410	1,700	10,231
Transfer to Stage 1	57	(7)	(50)	-
Transfer to Stage 2	(196)	231	(35)	-
Transfer to Stage 3	(579)	(16)	595	-
New financial assets originated	4,589	-	-	4,589
Financing commitment derecognised	(3,294)	(94)	(441)	(3,829)
Changes due to change in credit risk	(1,489)	204	1,064	(221)
Amount written off	-	-	(1,182)	(1,182)
At 31 December 2024	<b>7,209</b>	<b>728</b>	<b>1,651</b>	<b>9,588</b>

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**16. Provision for zakat and taxation**

	Group		Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	RM'000	RM'000	RM'000	RM'000
Zakat	4,195	8,924	4,069	8,661
Taxation	94	5	-	-
	<b>4,289</b>	<b>8,929</b>	<b>4,069</b>	<b>8,661</b>

**17. Recourse obligation on financing sold to Cagamas**

This represents the proceeds received from house financing sold directly to Cagamas Berhad with recourse to the Bank. Under these agreements, the Bank undertakes to administer the financing on behalf of Cagamas Berhad and to buy-back any financing which are regarded as defective based on prudential criteria set by Cagamas Berhad. These financial liabilities are stated at amortised cost.

**18. Sukuk**

**Subordinated sukuk**

Subordinated sukuk as at 30 June 2025 relates to two tranches of Subordinated Sukuk Murabahah (Series 2 and Series 3) which qualifies as Tier2 capital under the BNM Policy Document on Capital Adequacy Framework for Islamic Banks (Capital Components). The sukuk carries a tenure of 10 years from the issue date, callable on the 5th anniversary date from the Issue date and on every profit payment date thereafter. Table below depicts a summary of the current Subordinated Sukuk Murabahah.

Issue date	Call Date	Maturity Date	Profit Rate (% p.a)	Nominal Value
15 June 2021	15 June 2026	15 June 2031	4.50%, payable semi-annually	RM500.0 million
20 July 2022	20 July 2027	20 July 2032	5.33%, payable semi-annually	RM300.0 million

The Bank may redeem (in whole or in part) the initial Subordinated Sukuk Murabahah prior to maturity on the Call Date, subject to the redemption conditions under the principal terms and conditions of the Subordinated Sukuk Programme being satisfied.

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**19. Income derived from investment of depositors' funds and others**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Group and Bank</b>				
Income derived from investment of:				
(a) Fixed term deposits	190,668	142,284	378,516	289,998
(b) Other deposits	361,638	369,030	714,294	724,955
	<b>552,306</b>	<b>511,314</b>	<b>1,092,810</b>	<b>1,014,953</b>

**(a) Income derived from investment of fixed term deposits**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Finance income and hibah</b>				
Income from financing	155,664	116,063	307,667	232,826
Financial investments designated at FVTPL	5	148	44	299
Financial assets at fair value through other comprehensive income	24,984	17,677	50,169	34,991
Financial assets at amortised cost	-	384	-	788
Money at call and deposit with financial institutions	4,216	2,211	8,557	7,047
	<b>184,869</b>	<b>136,483</b>	<b>366,437</b>	<b>275,951</b>
Amortisation of premium less accretion of discounts	(3,085)	(1,919)	(6,102)	(3,757)
Total finance income and hibah	<b>181,784</b>	<b>134,564</b>	<b>360,335</b>	<b>272,194</b>
<b>Other operating income</b>				
Net gain from sale of:				
- financial investments designated at FVTPL	6	3	22	3
- financial investments at fair value through other comprehensive income	4,616	454	5,632	2,632
Unrealised gain on revaluation from financial investments designated at FVTPL	(2,669)	164	(2,667)	365
	<b>1,953</b>	<b>621</b>	<b>2,987</b>	<b>3,000</b>
<b>Fees and commission</b>				
Guarantee fees	185	147	379	298
Processing fees	244	442	421	740
Service charges and fees	1,466	1,053	2,900	2,144
Commission	5,036	5,457	11,494	11,622
	<b>6,931</b>	<b>7,099</b>	<b>15,194</b>	<b>14,804</b>
<b>Total</b>	<b>190,668</b>	<b>142,284</b>	<b>378,516</b>	<b>289,998</b>

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**19. Income derived from investment of depositors' funds and others (cont'd.)**

**(b) Income derived from investment of other deposits**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Finance income and hibah</b>				
Income from financing	<b>295,234</b>	300,686	<b>580,601</b>	582,034
Financial investments designated at FVTPL	<b>9</b>	383	<b>83</b>	748
Financial assets at fair value through other comprehensive income	<b>47,393</b>	45,754	<b>94,674</b>	87,472
Financial assets at amortised cost	-	996	-	1,971
Money at call and deposit with financial institutions	<b>7,997</b>	5,963	<b>16,146</b>	17,615
	<b>350,633</b>	353,782	<b>691,504</b>	689,840
Amortisation of premium less accretion of discounts	<b>(5,851)</b>	(4,964)	<b>(11,515)</b>	(9,391)
Total finance income and hibah	<b>344,782</b>	348,818	<b>679,989</b>	680,449
<b>Other operating income</b>				
Net gain from sale of:				
- financial investments designated at FVTPL	<b>12</b>	7	<b>41</b>	7
- financial investments at fair value through other comprehensive income	<b>8,720</b>	1,332	<b>10,628</b>	6,579
Unrealised gain on revaluation from financial investments designated at FVTPL	<b>(5,037)</b>	427	<b>(5,033)</b>	913
	<b>3,695</b>	1,766	<b>5,636</b>	7,499
<b>Fees and commission</b>				
Guarantee fees	<b>351</b>	382	<b>715</b>	746
Processing fees	<b>462</b>	1,133	<b>795</b>	1,851
Service charges and fees	<b>2,781</b>	2,732	<b>5,470</b>	5,357
Commission	<b>9,567</b>	14,199	<b>21,689</b>	29,053
	<b>13,161</b>	18,446	<b>28,669</b>	37,007
<b>Total</b>	<b>361,638</b>	369,030	<b>714,294</b>	724,955

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**20. Income/(Loss) derived from investment of shareholders' funds**

Group	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Finance income and hibah</b>				
Financial assets at fair value through other comprehensive income	2,205	1,802	4,654	3,634
Financial assets at amortised cost				
Money at call and deposit with financial institutions	212	441	449	1,015
	<b>2,417</b>	2,243	<b>5,103</b>	4,649
Amortisation of premium less Accretion of discounts	(119)	(185)	(235)	(442)
Total finance income and hibah	<b>2,298</b>	2,058	<b>4,868</b>	4,207
<b>Other operating income</b>				
Net gain/(loss) from foreign exchange transaction	45,138	8,399	48,503	(392)
Unrealised (loss)/gain on revaluation from foreign exchange derivatives	(36,329)	(2,950)	(27,818)	13,925
Unrealised gain on revaluation from financial investments designated at FVTPL	(132)	230	(548)	655
Fair value (loss)/gain of financial liabilities designated at FVTPL	(3,519)	(1,135)	(4,759)	(2,183)
Gross dividend income from investment: -shares in Malaysia	17	16	34	35
	<b>5,175</b>	4,560	<b>15,412</b>	12,040
<b>Fees and commission</b>				
Corporate advisory fees	1,214	360	1,344	753
Service charges and fees	2,372	1,643	5,481	3,351
Commission	541	394	911	658
	<b>4,127</b>	2,397	<b>7,736</b>	4,762
<b>Other income</b>				
Rental income	101	482	162	618
Loss on sale of fixed assets	5	-	169	-
	<b>106</b>	482	<b>331</b>	618
<b>Total</b>	<b>11,706</b>	9,497	<b>28,347</b>	21,627



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**20. Income/(Loss) derived from investment of shareholders' funds (cont'd.)**

	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Bank</b>				
<b>Finance income and hibah</b>				
Financial assets at fair value through other comprehensive income	2,205	1,802	4,654	3,634
Financial assets at amortised cost				
Money at call and deposit with financial institutions	212	441	449	1,015
	<u>2,417</u>	<u>2,243</u>	<u>5,103</u>	<u>4,649</u>
Amortisation of premium less Accretion of discounts	(119)	(185)	(235)	(442)
Total finance income and hibah	<u>2,298</u>	<u>2,058</u>	<u>4,868</u>	<u>4,207</u>
<b>Other operating income</b>				
Net gain/(loss) from foreign exchange transaction	45,138	8,399	48,503	(392)
Unrealised (loss)/gain on revaluation from foreign exchange derivatives	(36,329)	(2,950)	(27,818)	13,925
Unrealised gain on revaluation from financial investments designated at FVTPL	(132)	230	(547)	655
Fair value (loss)/gain of financial liabilities designated at FVTPL	(3,519)	(1,135)	(4,759)	(2,183)
Gross dividend income from investment: -subsidiary	5,000	2,000	5,000	2,000
	<u>10,158</u>	<u>6,544</u>	<u>20,379</u>	<u>14,005</u>
<b>Fees and commission</b>				
Corporate advisory fees	984	514	1,319	859
Service charges and fees	18	19	34	35
Commission	541	394	911	658
	<u>1,543</u>	<u>927</u>	<u>2,264</u>	<u>1,552</u>
<b>Other income</b>				
Rental income	131	512	222	678
Loss on sale of fixed assets	5	-	169	-
	<u>136</u>	<u>512</u>	<u>391</u>	<u>678</u>
<b>Total</b>	<u>14,135</u>	<u>10,041</u>	<u>27,902</u>	<u>20,442</u>

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**21. Income derived from investment of investment account funds**

	3 months ended		6 months ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Group and Bank	RM'000	RM'000	RM'000	RM'000
<b>Finance income and hibah</b>				
Income from financing	1,878	2,606	4,612	5,351
	<b>1,878</b>	<b>2,606</b>	<b>4,612</b>	<b>5,351</b>

**22. Allowance for impairment on financing**

	3 months ended		6 months ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Group and Bank	RM'000	RM'000	RM'000	RM'000
Expected credit losses on advances and financing made/(written back):				
Financing and advances				
- Stage 1	(232)	(6,031)	(2,314)	(8,132)
- Stage 2	4,884	(4,894)	26,550	4,027
- Stage 3	43,618	61,232	76,067	85,036
Impaired financing written off	148	8	106	587
Impaired financing recovered	(57,938)	(6,417)	(68,878)	(10,938)
	<b>(9,520)</b>	<b>43,898</b>	<b>31,531</b>	<b>70,580</b>

**23. Allowance for impairment losses on financial investments, net**

	3 months ended		6 months ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Group and Bank	RM'000	RM'000	RM'000	RM'000
Impairment losses on corporate bonds included under Fair value through other comprehensive income ("FVOCI")	14	-	6	41
Impairment losses on corporate bonds included under Amortised Cost ("AC")	-	1,588	-	1,588
	<b>14</b>	<b>1,588</b>	<b>6</b>	<b>1,629</b>

**24. (Writeback of)/ Allowance for impairment losses on other financial assets, net**

	3 months ended		6 months ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Group and Bank	RM'000	RM'000	RM'000	RM'000
Cash and short term funds				
- ECL, net	205	(128)	(90)	(114)

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**25. Income attributable to depositors**

	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Group</b>				
Deposits from customers:				
Mudharabah funds	4	12	16	23
Non-Mudharabah funds	280,458	261,690	558,385	510,560
Deposits and placements of banks and other financial institutions:				
Non-Mudharabah funds	7,002	5,852	14,112	14,224
	<b>287,464</b>	<b>267,554</b>	<b>572,513</b>	<b>524,807</b>
	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Bank</b>				
Deposits from customers:				
Mudharabah funds	4	12	16	23
Non-Mudharabah funds	280,520	261,772	558,511	510,739
Deposits and placements of banks and other financial institutions:				
Non-Mudharabah funds	7,002	5,852	14,112	14,224
	<b>287,526</b>	<b>267,636</b>	<b>572,639</b>	<b>524,986</b>

**26. Personnel expenses**

	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Group</b>				
Salary and wages	55,887	54,945	111,959	109,056
Contribution to defined contribution plan	11,338	11,088	20,803	21,711
Social security contributions	766	656	1,517	1,287
Allowances and bonuses	7,113	12,952	9,687	22,998
Others	10,187	9,537	19,420	19,271
	<b>85,291</b>	<b>89,178</b>	<b>163,386</b>	<b>174,323</b>

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**26. Personnel expenses (cont'd)**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
<b>Bank</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Salary and wages	55,478	54,547	111,145	108,254
Contribution to defined contribution plan	11,278	11,030	20,683	21,588
Social security contributions	766	656	1,517	1,287
Allowances and bonuses	7,111	12,943	9,680	22,983
Others	10,178	9,506	19,368	19,227
	<b>84,811</b>	<b>88,682</b>	<b>162,393</b>	<b>173,339</b>

**27. Other overheads and expenditures**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
<b>Group</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Promotion</b>				
Advertisement and publicity	2,677	3,692	6,589	8,114
Others	516	425	1,392	960
<b>Establishment</b>				
Rental	104	172	249	258
Depreciation of property, plant and equipment	2,826	2,296	5,694	4,665
Depreciation of right-of-use assets	2,373	2,861	4,768	5,693
Amortisation of intangible assets	8,525	8,861	16,842	17,994
Information technology expenses	22,185	19,469	44,587	37,440
Repair and maintenance	1,704	1,657	2,858	3,202
Hire of equipment	1,732	1,414	3,962	2,689
Takaful	2,389	3,361	5,194	6,004
Utilities expenses	1,376	2,047	2,901	2,726
Security expenses	1,929	2,574	4,412	4,646
Others	1,552	1,516	2,798	2,748
<b>General expenses</b>				
Auditors' fees	175	215	327	337
Professional fees	625	1,076	1,524	2,075
Legal expenses	103	30	184	321
Telephone	396	304	777	707
Stationery and printing	514	433	913	899
Postage and courier	1,033	1,051	2,190	1,708
Travelling	429	339	971	789
Directors remuneration and Shariah Committee allowance	807	1,035	1,781	2,076
Others	5,751	4,784	11,582	10,464
	<b>59,721</b>	<b>59,612</b>	<b>122,495</b>	<b>116,515</b>

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**27. Other overheads and expenditures (cont'd)**

	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Bank</b>				
<b>Promotion</b>				
Advertisement and publicity	2,683	3,694	6,589	8,114
Others	499	422	1,375	957
<b>Establishment</b>				
Rental	104	172	249	258
Depreciation of property, plant and equipment	2,843	2,312	5,688	4,657
Depreciation of right-of-use assets	2,373	2,861	4,768	5,693
Amortisation of intangible assets	8,485	8,821	16,802	17,954
Information technology expenses	22,133	19,420	44,484	37,342
Repair and maintenance	1,704	1,657	2,858	3,202
Hire of equipment	1,614	1,313	3,678	2,484
Takaful	2,389	3,361	5,194	6,004
Utilities expenses	1,368	2,039	2,885	2,709
Security expenses	1,929	2,574	4,412	4,646
Others	1,552	1,516	2,798	2,748
<b>General expenses</b>				
Auditors' fees	175	215	327	337
Professional fees	598	1,059	1,472	2,035
Legal expenses	103	30	184	321
Telephone	396	304	776	707
Stationery and printing	513	427	912	893
Postage and courier	1,033	1,051	2,190	1,708
Travelling	426	339	968	789
Directors remuneration and Shariah Committee allowance	793	1,022	1,749	2,050
Others	6,240	5,313	12,553	11,597
	<b>59,953</b>	<b>59,922</b>	<b>122,911</b>	<b>117,205</b>

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**28. Finance cost**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Group and Bank</b>				
Dividend paid- subordinated sukuk	9,623	9,545	19,139	19,057
Financing sold to Cagamas	12,514	10,427	28,517	21,245
Finance cost of lease liabilities	488	509	990	1,008
	<b>22,625</b>	<b>20,481</b>	<b>48,646</b>	<b>41,310</b>

**29. Zakat**

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Group</b>				
Provision for zakat for the year	2,812	792	4,199	2,383
Under/(over) provision in prior year	-	-	-	(14)
	<b>2,812</b>	<b>792</b>	<b>4,199</b>	<b>2,369</b>

	3 months ended		6 months ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Bank</b>				
Provision for zakat for the year	2,741	744	4,073	2,278

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**30. Taxation**

	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Group</b>				
Current income tax	22,473	3,468	35,595	26,483
(Over)/under provision in prior year	301	-	301	-
	<b>22,774</b>	<b>3,468</b>	<b>35,896</b>	<b>26,483</b>
Deferred tax:				
Relating to origination and reversal of temporary differences	1,344	5,116	2,106	(1,389)
Over provision in prior year	(307)	-	(5)	-
	<b>1,037</b>	<b>5,116</b>	<b>2,101</b>	<b>(1,389)</b>
	<b>23,811</b>	<b>8,584</b>	<b>37,997</b>	<b>25,094</b>
	3 months ended		6 months ended	
	30 June 2025 RM'000	30 June 2024 RM'000	30 June 2025 RM'000	30 June 2024 RM'000
<b>Bank</b>				
Current income tax	21,981	3,164	34,776	25,779
	<b>21,981</b>	<b>3,164</b>	<b>34,776</b>	<b>25,779</b>
Deferred tax:				
Relating to origination and reversal of temporary differences	1,320	5,105	2,083	(1,400)
Relating to (increase)/reduction in Malaysian income tax rate	-	-	-	-
	<b>1,320</b>	<b>5,105</b>	<b>2,083</b>	<b>(1,400)</b>
	<b>23,301</b>	<b>8,269</b>	<b>36,859</b>	<b>24,379</b>

Income tax expense is recognised in each interim period based on the best estimate of the annual income tax rate expected for the full financial year. The effective tax rate for the current interim period was higher than the statutory tax rate principally due to certain expenses incurred during the year are not deductible for tax purposes.

Domestic current income tax is calculated at the statutory tax rate of 24% (31 December 2024: 24%) of the estimated assessable profit for the period.

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**31. Credit exposures arising from credit transactions with connected parties**

	<b>Group</b>	
	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
Outstanding credit exposures with connected parties (RM'000)	<b>2,600,447</b>	<b>3,051,929</b>
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	<b>5.6%</b>	<b>6.7%</b>
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	<b>-</b>	<b>-</b>
	<b>Bank</b>	
	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
Outstanding credit exposures with connected parties (RM'000)	<b>2,825,449</b>	<b>3,091,651</b>
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	<b>6.1%</b>	<b>6.8%</b>
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	<b>-</b>	<b>-</b>

The credit exposures above are derived based on Bank Negara Malaysia's revised Guidelines on Credit Transaction and Exposures with Connected Parties, which were issued on 16 July 2014.

Credit transactions and exposures to connected parties as disclosed above includes the extension of credit facilities and/or off-balance sheet credit exposures such as guarantees, trade-related facilities and financing commitments. It also includes holdings of equities and private debt securities issued by the connected parties.

The credit transactions with connected parties mentioned above are all transacted on an arm's length basis and on terms and conditions no more favourable than those entered into with other counterparties with similar circumstances and credit worthiness. Due care has been taken to ensure that the credit worthiness of the connected party is not less than that normally required of other persons.



## 32. Commitments and contingencies

- (i) In the normal course of business, the Group and the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

Risk weighted exposures of the Group and the Bank are as follows:

	Group and Bank					
	30 June 2025			31 December 2024		
The commitments and contingencies constitute the following:	Principal amount RM'000	Credit equivalent amount RM'000	Total risk weighted amount RM'000	Principal amount RM'000	Credit equivalent amount RM'000	Total risk weighted amount RM'000
<b>Contingent liabilities</b>						
Direct credit substitutes	765,841	765,841	741,808	643,892	643,892	630,620
Trade-related contingencies	463,078	92,616	1,728	676,873	135,375	1,745
Transaction-related contingencies	477,056	238,528	225,349	442,614	221,307	210,053
<b>Commitments</b>						
Credit extension commitment:						
- Maturity within one (1) year	911,532	182,306	162,314	748,737	149,747	132,074
- Maturity exceeding one (1) year	1,415,652	707,826	347,584	1,382,862	691,431	363,400
Other miscellaneous commitments & contingencies	485,869	74,631	56,040	349,722	57,459	43,094
<b>Islamic derivative financial instruments</b>						
Foreign exchange related contracts	1,544,017	28,262	25,007	1,850,608	45,625	36,350
	<b>6,063,045</b>	<b>2,090,010</b>	<b>1,559,830</b>	<b>6,095,308</b>	<b>1,944,836</b>	<b>1,417,336</b>

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**33. Capital adequacy**

**(a) Capital Adequacy Framework**

- (i) Bank Negara Malaysia ("BNM") had on 14 June 2024 issued the Capital Adequacy Framework for Islamic Banks (Capital Components) on the computation of capital and capital adequacy ratios for Islamic banks. All financial institutions shall hold and maintain at all times, the following minimum capital adequacy ratios:

Common Equity Tier 1 (CET1) Ratio	Tier 1 Capital Ratio	Total Capital Ratio
4.50%	6.00%	8.00%

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

- (ii) Total RWA is calculated as the sum of credit RWA, market RWA, operational RWA and large exposure risk requirements as determined in accordance with Capital Adequacy Framework for Islamic Banks (Risk-Weighted Assets) issued by BNM on 18 December 2023 for Islamic banks.

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

**(b) Compliance and Application of Capital Adequacy Ratios**

The capital adequacy ratio of the Bank are computed in accordance with BNM's Capital Adequacy Framework for Islamic Banks (Capital Components ) and Capital Adequacy Framework for Islamic Bank (Risk Weighted Assets). The total risk weighted assets are computed based on the following approaches:

- (i) Credit risk under Standardised Approach;
- (ii) Market risk under Standardised Approach; and
- (iii) Operational risk under Basic Indicator Approach.

The minimum regulatory capital adequacy requirements for CET1, Tier 1, and Total Capital are 4.5%, 6.0% and 8.0% of total RWA.

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**33. Capital adequacy (cont'd.)**

(c) The capital adequacy ratio of the Group/Bank is as follows:

	<b>Group</b>		<b>Bank</b>	
	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
<b>Computation of Total Risk Weighted Assets ("RWA")</b>				
Total credit RWA	24,043,667	23,914,985	24,032,787	23,903,796
Less: Credit risk absorbed by profit-sharing investment account ("PSIA")	(263,524)	(117,142)	(263,524)	(117,142)
Total market RWA	99,747	105,498	99,747	105,498
Total operational RWA	1,546,759	1,559,286	1,552,331	1,549,255
Total RWA	25,426,649	25,462,627	25,421,341	25,441,407
<b>Computation of Capital Ratio</b>				
<b><u>Tier-I capital</u></b>				
Share capital	1,195,000	1,195,000	1,195,000	1,195,000
Retained profits	1,807,545	1,818,444	1,797,357	1,808,257
<b>Other Reserves</b>				
Regulatory reserve	124,504	145,404	124,504	145,404
FVOCI reserve	20,248	(11,637)	20,248	(11,637)
Foreign exchange translation reserve	6,131	2,973	6,132	2,974
<b>Regulatory Adjustment</b>				
Deferred tax assets	(46,507)	(51,615)	(46,518)	(51,454)
Investment property gain	(10,493)	(10,493)	(10,493)	(10,493)
Regulatory reserve	(124,504)	(145,404)	(124,504)	(145,404)
FVOCI reserve	(11,136)	-	(11,136)	-
Cumulative gains of financing measured at FVTPL	(12,995)	(12,655)	(12,995)	(12,655)
Investment in subsidiaries	-	-	(13,159)	(13,159)
Intangible asset (net of deferred tax liabilities)	(114,758)	(119,023)	(114,592)	(118,973)
<b>Total Common Equity Tier-I Capital</b>	<b>2,833,035</b>	<b>2,810,994</b>	<b>2,809,844</b>	<b>2,787,860</b>
<b><u>Tier-I Capital</u></b>				
Perpetual Sukuk	350,000	350,000	350,000	350,000
<b>Total Tier-I Capital</b>	<b>3,183,035</b>	<b>3,160,994</b>	<b>3,159,844</b>	<b>3,137,860</b>
<b><u>Tier-II capital</u></b>				
Subordinated sukuk	800,000	800,000	800,000	800,000
Loss provision and regulatory reserve*	297,252	297,473	297,116	297,333
Add: Investment property gain	4,722	4,722	4,722	4,722
<b>Total Tier-II Capital</b>	<b>1,101,974</b>	<b>1,102,195</b>	<b>1,101,838</b>	<b>1,102,055</b>
<b>Total Capital Base</b>	<b>4,285,009</b>	<b>4,263,189</b>	<b>4,261,682</b>	<b>4,239,915</b>
<b>Ratio (%)</b>				
CET 1 Capital	11.142%	11.040%	11.053%	10.958%
Tier 1 Capital	12.519%	12.414%	12.430%	12.334%
Total Capital	16.852%	16.743%	16.764%	16.665%

\* Tier 2 Capital comprise collective allowance on non-impaired financing customers and regulatory reserve.

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**33. Capital adequacy (cont'd.)**

The current year's core capital ratios and risk-weighted capital ratios were computed using reported amounts which form part of the current year financial statements that have been prepared in accordance with MFRS.

(b) Credit risk disclosure by risk weights of the Group are as follows:

	<b>Group</b>			
	<b>30 June 2025 RM'000</b>		<b>31 December 2024 RM'000</b>	
	<b>Total exposures after netting and credit risk mitigation RM'000</b>	<b>Total risk weighted assets RM'000</b>	<b>Total exposures after netting and credit risk mitigation RM'000</b>	<b>Total risk weighted assets RM'000</b>
<b>0%</b>	14,332,943	-	14,036,021	-
<b>20%</b>	4,816,846	963,369	4,416,488	883,298
<b>35%</b>	3,909,126	1,368,194	3,919,976	1,371,991
<b>50%</b>	1,589,012	794,506	1,475,609	737,804
<b>75%</b>	4,536,001	3,402,001	3,403,765	2,552,824
<b>100%</b>	17,392,974	17,392,974	18,236,206	18,236,206
<b>150%</b>	81,750	122,623	88,575	132,862
<b>Risk weighted assets for credit risk</b>	<b>46,658,652</b>	<b>24,043,667</b>	<b>45,576,640</b>	<b>23,914,985</b>
<b>Less: Credit risk absorbed by PSIA</b>		<b>(263,524)</b>		<b>(117,142)</b>
<b>Total risk weighted assets</b>		<b>23,780,143</b>		<b>23,797,843</b>

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**33. Capital adequacy (cont'd.)**

(b) Credit risk disclosure by risk weights of the Bank are as follows:

	<b>Bank</b>			
	<b>30 June 2025 RM'000</b>		<b>31 December 2024 RM'000</b>	
	<b>Total exposures after netting and credit risk mitigation RM'000</b>	<b>Total risk weighted assets RM'000</b>	<b>Total exposures after netting and credit risk mitigation RM'000</b>	<b>Total risk weighted assets RM'000</b>
<b>0%</b>	14,332,943	-	14,036,021	-
<b>20%</b>	4,816,846	963,369	4,416,488	883,298
<b>35%</b>	3,909,126	1,368,194	3,919,976	1,371,991
<b>50%</b>	1,589,012	794,506	1,475,609	737,804
<b>75%</b>	4,536,001	3,402,001	3,403,765	2,552,824
<b>100%</b>	17,390,640	17,390,640	18,232,631	18,232,631
<b>150%</b>	76,050	114,077	83,499	125,248
<b>Risk weighted assets for credit risk</b>	<b>46,650,618</b>	<b>24,032,787</b>	<b>45,567,989</b>	<b>23,903,796</b>
<b>Less: Credit risk absorbed by PSIA</b>		<b>(263,524)</b>		<b>(117,142)</b>
<b>Total risk weighted assets</b>		<b><u>23,769,263</u></b>		<b><u>23,786,654</u></b>

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**34. Fair values of financial instruments**

**(a) Financial instruments measured at fair value**

**Determination of fair value and the fair value hierarchy**

MFRS 7 Financial Instruments: Disclosures require the classification of financial instruments held at fair value according to a hierarchy that reflects the significance of inputs used in making the measurements, in particular, whether the inputs used are observable or unobservable. The following levels of hierarchy are used for determining and disclosing the fair value of financial instruments:

Level 1 - quoted market prices: quoted prices (unadjusted) in active markets for identical instruments;

Level 2 - valuation techniques based on observable inputs: inputs other than quoted prices included within Level 1 that are observable for the instrument, whether directly (i.e. prices) or indirectly (i.e. derived from prices), are used; and

Level 3 - valuation techniques using significant unobservable inputs: inputs used are not based on observable market data and the unobservable inputs have a significant impact on the instrument's valuation.

Where such quoted and observable market prices are not available, fair values are determined using appropriate valuation techniques, which include the use of mathematical models, such as discounted cash flow models and option pricing models, comparison to similar instruments for which market observable prices exist and other valuation techniques. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date, that would have been determined by market participants acting at arm's length. Valuation techniques used incorporate assumptions regarding discount rates, profit rate yield curves, estimates of future cash flows and other factors. Changes in these assumptions could materially affect the fair values derived. The Bank generally uses widely recognised valuation techniques with market observable inputs for the determination of fair value, which require minimal management judgement and estimation, due to the low complexity of the financial instruments held.

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**34. Fair values of financial instruments (cont'd.)**

**(a) Financial instruments measured at fair value (cont'd.)**

**Determination of fair value and the fair value hierarchy (cont'd.)**

The following Table shows the financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

Group	Quoted Market Price Level 1 RM'000	Valuation technique using		Total RM'000
		Observable Inputs Level 2 RM'000	Unobservable Inputs Level 3 RM'000	
<b>30 June 2025</b>				
<b>Financial assets</b>				
Financial investments designated at fair value through profit and loss	-	10,926	-	10,926
Financial investments fair value through other comprehensive income	111,571	7,668,440	52,685	7,832,696
Derivative financial assets	-	8,772	-	8,772
<b>Total financial assets measured at fair value</b>	<b>111,571</b>	<b>7,688,138</b>	<b>52,685</b>	<b>7,852,394</b>
<b>Financial liabilities</b>				
Derivative financial liabilities	-	39,403	-	39,403
<b>Total financial liabilities measured at fair value</b>	<b>-</b>	<b>39,403</b>	<b>-</b>	<b>39,403</b>

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**34. Fair values of financial instruments (cont'd.)**

**(a) Financial instruments measured at fair value (cont'd.)**

**Determination of fair value and the fair value hierarchy (cont'd.)**

Group (cont'd.)	Quoted Market Price Level 1 RM'000	Valuation technique using		Total RM'000
		Observable Inputs Level 2 RM'000	Unobservable Inputs Level 3 RM'000	
<b>31 December 2024</b>				
<b>Financial assets</b>				
Financial investments designated at fair value through profit or loss	7,189	7,188	7,700	22,077
Financial investments at FVOCI	136,877	7,353,277	79,817	7,569,971
Derivative financial assets	-	14,496	-	14,496
Total financial assets measured at fair value	144,066	7,374,961	87,517	7,606,544
<b>Financial liabilities</b>				
Derivative financial liabilities	-	17,309	-	17,309
Total financial liabilities measured at fair value	-	17,309	-	17,309



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**34. Fair values of financial instruments (cont'd.)**

**(a) Financial instruments measured at fair value (cont'd.)**

**Determination of fair value and the fair value hierarchy (cont'd.)**

Bank	Quoted Market Price Level 1 RM'000	Valuation technique using		Total RM'000
		Observable Inputs Level 2 RM'000	Unobservable Inputs Level 3 RM'000	
<b>30 June 2025</b>				
<b>Financial assets</b>				
Financial investments designated at fair value through profit and loss	-	8,962	-	8,962
Financial investments fair value through other comprehensive income	111,571	7,668,440	52,685	7,832,696
Derivative financial assets	-	8,772	-	8,772
<b>Total financial assets measured at fair value</b>	<b>111,571</b>	<b>7,686,174</b>	<b>52,685</b>	<b>7,850,430</b>
<b>Financial liabilities</b>				
Derivative financial liabilities	-	39,403	-	39,403
<b>Total financial liabilities measured at fair value</b>	<b>-</b>	<b>39,403</b>	<b>-</b>	<b>39,403</b>

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**34. Fair values of financial instruments (cont'd.)**

**(a) Financial instruments measured at fair value (cont'd.)**

**Determination of fair value and the fair value hierarchy (cont'd.)**

Bank (cont'd.)	Quoted Market Price Level 1 RM'000	Valuation technique using		Total RM'000
		Observable Inputs Level 2 RM'000	Unobservable Inputs Level 3 RM'000	
<b>31 December 2024</b>				
<b>Financial assets</b>				
Financial investments designated at fair value through profit and loss	-	4,509	7,700	12,209
Financial investments at FVOCI	136,877	7,353,277	79,817	7,569,971
Derivative financial assets	-	14,496	-	14,496
Total financial assets measured at fair value	136,877	7,372,282	87,517	7,596,676
<b>Financial liabilities</b>				
Derivative financial liabilities	-	17,309	-	17,309
Total financial liabilities measured at fair value	-	17,309	-	17,309

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**34. Fair values of financial instruments (cont'd.)**

**(a) Financial instruments measured at fair value (cont'd.)**

**Determination of fair value and the fair value hierarchy (cont'd.)**

Reconciliation of financing assets at fair value measurements in Level 3 of the fair value hierarchy:

	<b>Group</b>		<b>Bank</b>	
	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
<b>At 1 January 2025 / 2024</b>	<b>87,517</b>	129,895	<b>87,517</b>	129,895
Gain recognised in profit or loss	<b>(30,428)</b>	(14,310)	<b>(30,428)</b>	(14,310)
Loss recognised in other comprehensive income	-	(5,527)	-	(5,527)
Disposal	-	-	-	-
Sales/ redeemed	-	(19,904)	-	(19,904)
Foreign exchange translation difference	<b>(4,404)</b>	(2,637)	<b>(4,404)</b>	(2,637)
<b>At 30 June 2025/ 31 December 2024</b>	<b>52,685</b>	87,517	<b>52,685</b>	87,517

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### 35. Segment information

#### (a) Business segments

The Bank is organised into three (3) major business segments:

- (i) Business banking - this segment comprises the full range of products and services offered to business customers in the region, ranging from large corporates and the public sector and also commercial enterprises. The products and services offered include long-term financing such as project financing, short-term credit (e.g. Muamalat Cashline and trade financing), and fee-based services (e.g. cash management).
- (ii) Consumer banking - this segment comprises the full range of products and services offered to individual customers in Malaysia, including savings accounts, current accounts, fixed term accounts, remittance services, internet banking services, cash management services, consumer financing such as mortgage financing, personal financing, hire purchases financing, micro financing, wealth management and bancatakaful products.
- (iii) Treasury and investment banking - this segment comprises the full range of products and services relating to treasury activities and services, including foreign exchange, money market, derivatives and trading of capital market securities.

Investment banking focuses on business needs of mainly large corporate customers and financial institutions, which include corporate advisory services, bond issuances, Initial Public Offerings ("IPOs") and debt restructuring advisory services. It also explores investment opportunities via private equity investments for the Bank.

Other business segments include rental services, none of which is of sufficient size to be reported separately.

Group	Business banking	Consumer banking	Treasury	Investment banking and Others	Total
30 June 2025	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	222,831	710,115	185,686	7,137	1,125,769
<b>Total income</b>	111,308	270,752	6,954	163,643	552,657
Allowance for impairment on financing	46,316	(78,907)	1,060	-	(31,531)
Allowance for impairment losses on investments	-	-	(6)	-	(6)
Writeback of impairment on other financial assets, net	-	-	90	-	90
Other expenses	-	-	-	(23,766)	(23,766)
<b>Total net income</b>	157,624	191,845	8,098	139,877	497,444
Total overhead expenses					(334,527)
<b>Profit before zakat and taxation</b>					162,917
Zakat					(4,199)
Taxation					(37,997)
<b>Profit for the period</b>					120,721

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**35. Segment information (cont'd.)**

**(a) Business segments (cont'd.)**

<b>Group</b>	<b>Business banking</b>	<b>Consumer banking</b>	<b>Treasury</b>	<b>Investment banking and Others</b>	<b>Total</b>
<b>30 June 2024</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	213,565	656,989	166,679	4,698	1,041,931
<b>Total income</b>	76,609	249,711	929	189,770	517,019
Allowance for impairment on financing	(38,087)	(32,493)	-	-	(70,580)
Allowance for impairment losses on investments	-	-	(1,629)	-	(1,629)
Writeback of impairment on other financial assets, net	-	-	114	-	114
Other expenses	-	-	-	(17,177)	(17,177)
<b>Total net income</b>	38,522	217,218	(586)	172,593	427,747
Total overhead expenses					(332,148)
<b>Profit before zakat and taxation</b>					95,599
Zakat					(2,369)
Taxation					(25,094)
<b>Profit for the period</b>					68,136

<b>Bank</b>	<b>Business banking</b>	<b>Consumer banking</b>	<b>Treasury</b>	<b>Investment banking and Others</b>	<b>Total</b>
<b>30 June 2025</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	222,831	710,115	185,687	6,691	1,125,324
<b>Total Income</b>	111,308	270,752	6,954	163,072	552,086
Allowance for impairment on financing	46,316	(78,907)	1,060	-	(31,531)
Allowance for impairment losses on investments	-	-	(6)	-	(6)
Writeback of impairment on other financial assets, net	-	-	90	-	90
Other expenses	-	-	-	(23,766)	(23,766)
<b>Total net income</b>	157,624	191,845	8,098	139,306	496,873
Total overhead expenses					(333,950)
<b>Profit before zakat and taxation</b>					162,923
Zakat					(4,073)
Taxation					(36,859)
<b>Profit for the period</b>					121,991

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**35. Segment information (cont'd.)**

**(a) Business segments (cont'd.)**

<b>Bank 30 June 2024</b>	<b>Business banking RM'000</b>	<b>Consumer banking RM'000</b>	<b>Treasury RM'000</b>	<b>Investment banking and Others RM'000</b>	<b>Total RM'000</b>
Revenue	213,565	656,989	166,679	3,513	1,040,746
<b>Total Income</b>	76,609	249,711	929	188,406	515,655
Allowance for impairment on financing	(38,087)	(32,493)	-	-	(70,580)
Allowance for impairment losses on investments	-	-	(1,629)	-	(1,629)
Writeback of impairment on other financial assets, net	-	-	114	-	114
Other expenses	-	-	-	(17,177)	(17,177)
<b>Total net income</b>	38,522	217,218	(586)	171,229	426,383
Total overhead expenses					(331,854)
<b>Profit before zakat and taxation</b>					94,529
Zakat					(2,278)
Taxation					(24,379)
<b>Profit for the period</b>					<u>67,872</u>

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**36. Performance review and outlook**

Key Profit or Loss Items:	Group 6 months ended			
	30 June 2025 RM'000	30 June 2024 RM'000	Variance	
			RM'000	%
Revenue	1,125,769	1,041,931	83,838	8.0
Income attributable to depositors	(572,513)	(524,807)	(47,706)	9.1
Net Income	497,444	427,747	69,697	16.3
Profit Before Zakat and Tax ("PBZT")	162,917	95,599	67,318	70.4
Profit After Zakat and Tax ("PAZT")	120,721	68,136	52,585	77.2

For the six-month period ended 30 June 2025, the Group recorded a profit before zakat and taxation of RM162.9 million, representing a 70.4% increase compared to RM95.6 million in the corresponding period last year. This significant improvement reflects the Group's strengthened performance and enhanced profitability.

During the period under review, total revenue increased by 8.0% to RM1.1 billion, primarily driven by the higher financing income amounting to RM73.4 million, supported by an increase in total financing to customers from RM32.6 billion (June 2024) to RM33.5 billion (June 2025); and higher investment income from investment securities by RM5.4 million.

Despite stabilized deposit rate environment, income attributable to depositors and investment account holders rose by RM47.7 million or 9.1% consistent with Year-on-Year increased of customer's deposit balance to support financing growth. While the allowance for impairment losses decreased by RM40.6 million.

As at 30 June 2025, total Group assets expanded by 2.1%, rising from RM43.7 billion as at December 2024 to RM44.6 billion. The growth was mainly underpinned by a 2.8% increase in total gross financing to customers.

The Group's capital position remains robust with CET 1, Tier 1 and Total Capital Ratio stood at 11.1%, 12.5% and 16.9% respectively.

**Economic review and outlook in the 2Q 2025**

Malaysia's economy expanded by 4.5% year-on-year in 2Q2025, marginally higher than the 4.4% growth in the previous quarter. The improvement was driven by sustained strength in the services and construction sectors, alongside modest gains in agriculture and manufacturing. On a quarter-on-quarter seasonally adjusted basis, GDP rebounded by 1.0%, recovering from a sharp -3.5% contraction in 1Q2025. While the headline figures indicate a temporary lift, growth momentum may be nearing its peak, as sectoral dynamics suggest emerging pressures from external and cyclical headwinds.

By sector, services remained the main growth engine, underpinned by consumer-facing segments such as wholesale & retail trade, transport & storage, and business services. Construction posted another robust double-digit gain, supported by ongoing activity in non-residential and specialised works. Manufacturing growth softened amid weaker external demand, while mining and quarrying extended its contraction due to lower natural gas and crude oil output. Agriculture recorded a mild rebound, led by stronger palm oil and livestock production.

The 2Q2025 performance supports our view of a frontloaded growth trajectory, boosted by pre-emptive export activity—particularly in April—and firm domestic demand. However, we caution against extrapolating this strength into 2H2025. The broadening scope of U.S. tariff measures, alongside early signs of slowing export momentum, points to a more measured growth path ahead. This aligns with trade data, where April's strong export print was followed by two consecutive months of decline, highlighting that frontloading effects are fading and external risks are intensifying.

Against this backdrop, we maintain our 2025 GDP growth forecast at 4.1%. While domestic consumption and investment should continue to lend support, external uncertainties and global demand weakness are expected to weigh more heavily in the coming quarters. The recent cuts in the Overnight Policy Rate (OPR) and Statutory Reserve Requirement (SRR) have added policy space to cushion downside risks. Nevertheless, with the balance of risks tilted to the downside, continued policy vigilance remains essential.

For the Bank, the evolving economic landscape presents a mix of challenges and opportunities. While external uncertainties may weigh on trade-related financing and investment appetite, steady domestic demand—particularly in construction and services—should continue to support retail and SME lending activities. The recent monetary easing also bodes well for funding costs and credit demand, especially in segments sensitive to interest rates. For now, asset quality remains healthy supported by stable employment backdrop, though we remain vigilant to emerging macro-financial risks.