BANK MUAMALAT MALAYSIA BERHAD
Company No. 196501000376 (6175-W)
(Incorporated in Malaysia)

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

Company No. 196501000376 (6175-W)

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 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

		Group		Bank	
	Note	As at 30 September 2026 RM'000	As at 31 December 2025 RM'000	As at 30 September 2026 RM'000	As at 31 December 2025 RM'000
Assets					
Cash and short-term funds		**3,834,707**	2,588,998	**3,834,707**	2,588,998
Deposits and placements with licensed financial institutions		**120,748**	501,361	**120,748**	501,361
Financial investments at fair value through profit or loss	7(i)	**45,166**	72,173	**43,231**	70,277
Financial investments at fair value through other comprehensive income	7(ii)	**7,213,358**	7,907,895	**7,213,358**	7,907,895
Financial investments at amortised cost	7(iii)	**257,815**	-	**257,815**	-
Islamic derivative financial assets	8	**10,859**	13,549	**10,859**	13,549
Financing of customers	9	**34,975,341**	33,770,816	**34,975,341**	33,770,816
Other assets	10	**177,940**	117,157	**176,632**	157,479
Statutory deposits with Bank Negara Malaysia		**360,000**	365,000	**360,000**	365,000
Investment in subsidiaries		**-**	-	**13,159**	13,159
Investment properties		**60,786**	60,786	**60,786**	60,786
Intangible assets		**155,219**	151,809	**154,958**	151,487
Right-of-use assets		**44,525**	46,978	**44,525**	46,978
Property, plant and equipment		**54,727**	53,622	**54,722**	53,610
Deferred tax assets	11	**34,529**	16,082	**34,529**	16,101
Total assets		**47,345,720**	45,666,226	**47,355,370**	45,717,496
Liabilities					
Deposits from customers	12	**37,586,877**	37,390,060	**37,600,919**	37,447,369
Investment accounts of customers	14	**1,653,440**	1,212,983	**1,653,440**	1,212,983
Deposits and placements of banks and other financial institutions	13	**1,375,267**	966,945	**1,375,267**	966,945
Obligation on financial assets sold under repurchase agreement		**399,013**	100,037	**399,013**	100,037
Bills and acceptances payable		**4,264**	11,375	**4,264**	11,375
Islamic derivative financial liabilities	8	**5,577**	26,972	**5,577**	26,972
Other liabilities	15	**529,932**	197,668	**530,106**	197,877
Lease liabilities		**47,590**	49,898	**47,590**	49,898
Provision for zakat and taxation	16	**5,108**	10,689	**5,018**	9,670
Recourse obligation on financing sold to Cagamas	17	**1,205,914**	1,205,940	**1,205,914**	1,205,940
Subordinated sukuk	18	**810,074**	807,858	**810,074**	807,858
Total liabilities		**43,623,056**	41,980,425	**43,637,182**	42,036,924

INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H) - (CONT'D

	Note	Group		Bank	
		As at 30 September 2026 RM'000	As at 31 December 2025 RM'000	As at 30 September 2026 RM'000	As at 31 December 2025 RM'000
Shareholders' equity					
Share capital		**1,195,000**	1,195,000	**1,195,000**	1,195,000
Reserves		**2,178,909**	2,142,046	**2,174,433**	2,136,817
Equity attributable to owners of the Bank		**3,373,909**	3,337,046	**3,369,433**	3,331,817
Perpetual Sukuk		**348,755**	348,755	**348,755**	348,755
Total Shareholders' equity		**3,722,664**	3,685,801	**3,718,188**	3,680,572
Total liabilities and shareholders' equity		**47,345,720**	45,666,226	**47,355,370**	45,717,496
Restricted investment accounts	14	**20**	20	**20**	20
Total Islamic banking asset and asset under management		**47,345,740**	45,666,246	**47,355,390**	45,717,516
Commitments and contingencies	32	**7,137,195**	6,240,259	**7,137,195**	6,240,259
Capital adequacy *					
CET 1 capital ratio	33	**11.697%**	12.273%	**11.625%**	12.180%
Tier 1 capital ratio	33	**13.110%**	13.694%	**13.038%**	13.599%
Total capital ratio	33	**17.521%**	18.134%	**17.449%**	18.033%

* 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 2025.

BANK MUAMALAT MALAYSIA BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

		3 months ended		9 months ended	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
Group	**Note**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Income derived from investment of depositors' funds and others	19	**623,076**	561,822	**1,800,405**	1,654,629
Income derived from investment of shareholders' funds	20	**7,052**	10,331	**26,747**	38,681
Income derived from investment of investment account funds	21	**3,239**	914	**9,301**	5,527
Allowance for impairment on financing	22	**(43,823)**	(9,768)	**(140,901)**	(41,298)
(Allowance for)/writeback of impairment losses on financial investments, net	23	**(73)**	5	**1,502**	(1)
Writeback of impairment losses on other financial assets, net	24	**79**	170	**18**	260
Other expenses directly attributable to the investment of the depositors and shareholders' funds		**(14,957)**	(13,612)	**(44,127)**	(37,378)
Total distributable income		**574,593**	549,862	**1,652,945**	1,620,420
Income attributable to depositors	25	**(284,242)**	(290,029)	**(826,228)**	(862,542)
Income attributable to investment account holders		**(11,847)**	(3,727)	**(32,546)**	(4,326)
Total net income		**278,504**	256,106	**794,171**	753,552
Personnel expenses	26	**(98,348)**	(88,249)	**(301,793)**	(251,633)
Other overheads and expenditures	27	**(81,698)**	(64,005)	**(226,761)**	(186,501)
Finance costs	28	**(21,263)**	(22,989)	**(65,589)**	(71,635)
Profit before zakat and taxation		**77,195**	80,863	**200,028**	243,783
Zakat	29	**(1,965)**	(2,142)	**(5,107)**	(6,341)
Taxation	30	**(17,322)**	(21,169)	**(48,178)**	(59,168)
Profit for the period		**57,908**	57,552	**146,743**	178,274
Earnings per share attributable to shareholders of the Bank (sen) (basic and diluted):				**16.37**	19.89

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 2025.

BANK MUAMALAT MALAYSIA BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

		3 months ended		9 months ended	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
Bank	**Note**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Income derived from investment of depositors' funds and others	19	**623,143**	561,822	**1,800,611**	1,654,629
Income derived from investment of shareholders' funds	20	**6,732**	11,469	**25,924**	39,372
Income derived from investment of investment account funds	21	**3,239**	914	**9,301**	5,527
Allowance for impairment on financing	22	**(43,823)**	(9,768)	**(140,901)**	(41,298)
(Allowance for)/writeback of impairment losses on financial investments, net	23	**(73)**	5	**1,502**	(1)
Writeback of impairment losses on other financial assets, net	24	**79**	170	**18**	260
Other expenses directly attributable to the investment of the depositors and shareholders' funds		**(14,957)**	(13,612)	**(44,127)**	(37,378)
Total distributable income		**574,340**	551,000	**1,652,328**	1,621,111
Income attributable to depositors	25	**(284,300)**	(290,095)	**(826,438)**	(862,734)
Income attributable to investment account holders		**(11,847)**	(3,727)	**(32,546)**	(4,326)
Total net income		**278,193**	257,178	**793,344**	754,051
Personnel expenses	26	**(97,737)**	(87,681)	**(299,959)**	(250,074)
Other overheads and expenditures	27	**(81,715)**	(64,194)	**(227,113)**	(187,104)
Finance costs	28	**(21,263)**	(22,989)	**(65,589)**	(71,635)
Profit before zakat and taxation		**77,478**	82,314	**200,683**	245,238
Zakat	29	**(1,937)**	(2,080)	**(5,017)**	(6,153)
Taxation	30	**(17,287)**	(21,352)	**(48,170)**	(58,212)
Profit for the period		**58,254**	58,882	**147,496**	180,873
Earnings per share attributable to shareholders of the Bank (sen) (basic and diluted):				**16.46**	**20.18**

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 2025.

BANK MUAMALAT MALAYSIA BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

		3 months ended		9 months ended	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
Group	**Note**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Profit for the period		**57,908**	57,552	**146,743**	178,274
Other comprehensive income:					
Items that may be reclassified subsequently to profit or loss					
Net (loss)/gain on financial investments at fair value through other comprehensive income		**(37,983)**	14,255	**(78,675)**	54,858
- Net (loss)/gain on change in fair value		**(51,019)**	36,088	**(85,641)**	95,574
- Changes in expected credit losses	7(ii)	**11**	(15,119)	**67**	1
- Income tax effect	11	**13,758**	2,157	**23,515**	(15,585)
- Realised loss transferred to profit or loss on disposal	19 & 20	**(733)**	(8,871)	**(16,616)**	(25,132)
Exchange fluctuation reserve		**11**	723	**(470)**	3,197
Items that may not be reclassified subsequently to profit or loss					
Net unrealised loss on equity securities at fair value through other comprehensive income		**(907)**	(12,701)	**(8,510)**	(35,892)
Other comprehensive (loss)/gain for the period, net of tax		**(38,879)**	2,277	**(87,655)**	22,163
Total comprehensive income for the period		**19,029**	59,829	**59,088**	200,437

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 2025.

BANK MUAMALAT MALAYSIA BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

		3 months ended		9 months ended	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
Bank	**Note**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Profit for the period		**58,254**	58,882	**147,496**	180,873
Other comprehensive income:					
Items that may be reclassified subsequently to profit or loss					
Net (loss)/gain on financial investments at fair value through other comprehensive income		**(37,983)**	14,255	**(78,675)**	54,858
- Net (loss)/gain on change in fair value		**(51,019)**	36,088	**(85,641)**	95,574
- Changes in expected credit losses	7(ii)	**11**	(15,119)	**67**	1
- Income tax effect	11	**13,758**	2,157	**23,515**	(15,585)
- Realised loss transferred to profit or loss on disposal	19 & 20	**(733)**	(8,871)	**(16,616)**	(25,132)
Exchange fluctuation reserve		**11**	723	**(470)**	3,197
Items that may not be reclassified subsequently to profit or loss					
Net unrealised loss on equity securities at fair value through other comprehensive income		**(907)**	(12,701)	**(8,510)**	(35,892)
Other comprehensive (loss)/gain for the period, net of tax		**(38,879)**	2,277	**(87,655)**	22,163
Total comprehensive income for the period		**19,375**	61,159	**59,841**	203,036

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 2025.

Bank Muamalat Malaysia Berhad
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

	Non-distributable					Distributable	
Group	**Ordinary shares RM'000**	**Perpetual Sukuk RM'000**	**Fair Value Through Other Comprehensive Income Reserve RM'000**	**Regulatory reserve RM'000**	**Exchange fluctuation reserve RM'000**	**Retained profits RM'000**	**Total Equity RM'000**
At 1 January 2026	**1,195,000**	**348,755**	**(15,183)**	**122,492**	**8,093**	**2,026,644**	**3,685,801**
Profit for the period	**-**	**-**	**-**	**-**	**-**	**146,743**	**146,743**
Other comprehensive loss for the period	**-**	**-**	**(87,185)**	**-**	**(470)**	**-**	**(87,655)**
Total comprehensive (loss)/income for the period	**-**	**-**	**(87,185)**	**-**	**(470)**	**146,743**	**59,088**
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	**-**	**-**	**2,434**	**-**	**-**	**(2,434)**	**-**
Transfer to regulatory reserve	**-**	**-**	**-**	**17,864**	**-**	**(17,864)**	**-**
Transaction with Owners							
Distribution to Perpetual Sukuk holders	**-**	**-**	**-**	**-**	**-**	**(22,225)**	**(22,225)**
At 30 September 2026	**1,195,000**	**348,755**	**(99,934)**	**140,356**	**7,623**	**2,130,864**	**3,722,664**
At 1 January 2025	1,195,000	348,755	(11,637)	145,403	2,973	1,818,444	3,498,939
Profit for the period	-	-	-	-	-	178,274	178,274
Other comprehensive income/(loss) for the year	-	-	18,966	-	3,197	-	22,163
Total comprehensive income/(loss) for the year	-	-	18,966	-	3,197	178,274	200,437
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	10,917	-	-	(10,917)	-
Transfer from regulatory reserve	-	-	-	(21,877)	-	21,877	-
Transaction with Owners							
Distribution to Perpetual Sukuk holders	-	-	-	-	-	(22,164)	(22,164)
At 30 September 2025	1,195,000	348,755	18,246	123,526	6,170	1,985,514	3,677,212

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 2025.

Bank Muamalat Malaysia Berhad
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

	Non-distributable					Distributable	
Bank	**Ordinary shares RM'000**	**Perpetual Sukuk RM'000**	**Fair Value Through Other Comprehensive Income Reserve RM'000**	**Regulatory reserve RM'000**	**Exchange fluctuation reserve RM'000**	**Retained profits RM'000**	**Total Equity RM'000**
At 1 January 2026	**1,195,000**	**348,755**	**(15,183)**	**122,492**	**8,093**	**2,021,415**	**3,680,572**
Profit for the period	**-**	**-**	**-**	**-**	**-**	**147,496**	**147,496**
Other comprehensive (loss)/income for the period	**-**	**-**	**(87,185)**	**-**	**(470)**	**-**	**(87,655)**
Total comprehensive (loss)/income for the period	**-**	**-**	**(87,185)**	**-**	**(470)**	**147,496**	**59,841**
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	**-**	**-**	**2,434**	**-**	**-**	**(2,434)**	**-**
Transfer to regulatory reserve	**-**	**-**	**-**	**17,864**	**-**	**(17,864)**	**-**
Transaction with Owners							
Distribution to Perpetual Sukuk holders						**(22,225)**	**(22,225)**
At 30 September 2026	**1,195,000**	**348,755**	**(99,934)**	**140,356**	**7,623**	**2,126,389**	**3,718,188**
At 1 January 2025	1,195,000	348,755	(11,637)	145,404	2,974	1,808,257	3,488,753
Profit for the period	-	-	-	-	-	180,873	180,873
Other comprehensive income/(loss) for the year	-	-	18,966	-	3,197	-	22,163
Total comprehensive income/(loss) for the year	-	-	18,966	-	3,197	180,873	203,036
Transfer of fair value changes recognised for equity instrument (elected as FVOCI) upon derecognition	-	-	10,917	-	-	(10,917)	-
Transfer from regulatory reserve	-	-	-	(21,877)	-	21,877	-
Transaction with Owners							
Distribution to Perpetual Sukuk holders	-	-	-	-	-	(22,164)	(22,164)
At 30 September 2025	1,195,000	348,755	18,246	123,527	6,171	1,977,926	3,669,625

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 2025.

Bank Muamalat Malaysia Berhad
(Incorporated in Malaysia)

UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

	Note	Group		Bank	
		30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Cash flows from operating activities					
Profit before zakat and taxation		**200,028**	243,783	**200,683**	245,238
Adjustment for					
Fair value loss of financial liabilities designated at FVTPL	20	**3,173**	5,999	**3,173**	5,999
Amortisation of intangible asset	27	**33,205**	26,632	**33,143**	26,572
Depreciation of property, plant and equipment	27	**8,596**	8,573	**8,590**	8,564
Gain on disposal of property, plant and equipment	21	**(1)**	(190)	**(1)**	(190)
Gain on termination ROU asset		**(77)**	-	**(77)**	-
Depreciation of right-of-use assets	27	**9,037**	7,095	**9,037**	7,095
Amortisation of cost on Subordinated Sukuk Issued		**249**	317	**249**	317
Fixed asset written off		**407**	15	**407**	15
Intangible asset written off		**70**	-	**70**	-
Amortisation of premium (net)	19 & 20	**30,685**	28,979	**30,685**	28,979
Gain from lease modification		**-**	(12)	**-**	(12)
Net gain from sale of financial investments at fair value through other comprehensive income	19 & 20	**(16,616)**	(25,131)	**(16,616)**	(25,131)
Net loss/(gain) from sale of financial investment designated at FVTPL	19 & 20	**275**	(172)	**275**	(172)
Unrealised loss on revaluation of financial investment designated at FVTPL	19 & 20	**394**	6,103	**394**	6,102
Net loss/(gain) on revaluation of foreign exchange transaction	20	**1,103**	(49,654)	**1,103**	(49,654)
Net (gain)/loss from foreign exchange derivatives	20	**(18,704)**	20,355	**(18,704)**	20,355
Loss attribute to obligation on financial assets sold under repurchase agreement		**3,756**	-	**3,756**	-
Unrealised MTM loss on financial investment at FVOCI impairment	20	**68**	-	**68**	-
Allowance for losses on financial investments, net	23	**271**	1	**271**	1
Write-back of impairment on other financial assets, net	24	**(18)**	(260)	**(18)**	(260)
Net allowance for impairment on financing	22	**140,900**	41,299	**140,900**	41,299
Profit income from financial investments		**(232,278)**	(228,794)	**(232,278)**	(228,794)
Finance cost	28	**65,589**	71,635	**65,589**	71,635
Dividend income	20	**-**	(47)	**-**	(5,000)
Operating profit before working capital changes		**230,112**	156,526	**230,699**	152,958

UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

	Note	Group		Bank	
		30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
(Increase)/decrease in operating assets:					
Islamic derivative financial assets		**-**	(10,768)	**-**	(10,768)
Financing of customers		**(1,345,426)**	(882,446)	**(1,345,425)**	(907,106)
Statutory deposits with Bank Negara Malaysia		**5,000**	325,000	**5,000**	325,000
Other assets		**(62,405)**	(10,408)	**(20,778)**	(10,318)
Increase/(decrease) in operating liabilities:					
Deposits from customers		**196,816**	215,044	**153,550**	237,868
Investment accounts of customers		**440,457**	558,359	**440,457**	558,359
Deposits and placements of banks and other financial institutions		**405,149**	73,778	**405,149**	73,778
Islamic derivative financial liabilities		**-**	10,768	**-**	10,768
Bills and acceptances payable		**(7,110)**	121	**(7,110)**	121
Other liabilities		**333,564**	20,199	**332,782**	19,746
Cash used in operations		**196,157**	456,173	**194,324**	450,406
Finance cost on lease liabilities paid	28	**(1,638)**	(1,475)	**(1,638)**	(1,475)
Zakat paid		**(9,800)**	(8,928)	**(9,669)**	(8,665)
Tax paid		**(50,896)**	(40,711)	**(49,218)**	(39,461)
Tax refunded		**5,599**	-	**5,583**	-
Net cash generated from operating activities		**139,422**	405,059	**139,382**	400,805
Cash flows from investing activities					
Proceeds from disposal of financial investment		**4,144,615**	3,453,958	**4,144,615**	3,453,958
Purchase of financial investment		**(3,811,634)**	(3,979,625)	**(3,811,595)**	(3,980,327)
Proceeds from disposal of property, plant and equipment		**1**	190	**1**	190
Purchase of property, plant and equipment		**(6,029)**	(4,632)	**(6,028)**	(4,630)
Purchase of intangible asset		**(40,763)**	(36,572)	**(40,763)**	(36,572)
Proceeds of profit income from financial investments		**237,314**	171,207	**237,314**	171,208
Proceed of ROU assets		**-**	2,156	**-**	2,156
Dividend income received	20	**-**	47	**-**	5,000
Net cash generated from/(used in) investing activities		**523,504**	(393,271)	**523,544**	(389,017)

UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

	Group		Bank	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Cash flows from financing activities				
Dividend paid on Islamic subordinated sukuk	**(27,240)**	(27,240)	**(27,240)**	(27,240)
Payment of lease liabilities	**(8,816)**	(6,853)	**(8,816)**	(6,853)
Additional issuance of subordinated sukuk	**499,677**	-	**499,677**	-
Redemption of subordinated bonds	**(500,000)**	-	**(500,000)**	-
Proceed from obligation on financial assets sold under repurchase agreement	**1,495,356**	2,902,388	**1,495,356**	2,902,388
Payment of principal for obligation on financial assets sold under repurchase agreement	**(1,196,879)**	(2,552,348)	**(1,196,879)**	(2,552,348)
Proceed / payment of finance cost for obligation on financial assets sold under repurchase agreement	**(3,256)**	27	**(3,256)**	27
Proceed from recourse obligation on financing sold to Cagamas	**-**	452,711	**-**	452,711
Payment of principal for recourse obligation on financing sold to Cagamas	**-**	(730,496)	**-**	(730,496)
Payment of finance cost for recourse obligation on financing sold to Cagamas	**(34,447)**	(40,982)	**(34,447)**	(40,982)
Distribution paid to Perpetual Sukuk holders	**(22,225)**	(22,164)	**(22,225)**	(22,164)
Net cash generated from/(used in) financing activities	**202,170**	(24,957)	**202,170**	(24,957)
Net increase/(decrease) in cash and cash equivalents	**865,096**	(13,169)	**865,096**	(13,169)
Cash and cash equivalents at beginning of the period	**3,090,359**	2,618,766	**3,090,359**	2,618,766
Cash and cash equivalents at end of the period	**3,955,455**	2,605,597	**3,955,455**	2,605,597
Cash and cash equivalents consist of:				
Cash and short term funds	**3,834,707**	2,104,283	**3,834,707**	2,104,283
Cash and placements with financial institutions	**120,748**	501,314	**120,748**	501,314
	3,955,455	2,605,597	**3,955,455**	2,605,597

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 2025.

NOTES TO INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2026 (18 RABIUL AKHIR 1448H)

1. Basis of preparation

The unaudited condensed financial statements for the financial period ended 30 September 2026 of Bank Muamalat Malaysia Berhad ("BMMB" or "the Bank") and its subsidiaries ("the Group") have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MFRS Accounting Standards"), IAS 34 International 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 2025. 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 the Bank since the financial year ended 31 December 2025.

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 2025 except for adoption of the following MFRS Accounting Standards 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 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*

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*
- Amendments to MFRS 121, *The Effects of Changes in* Foreign Exchange Rates – *Translation to a Hyperinflationary Presentation Currency*

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 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 above mentioned 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, except as mentioned below:

MFRS 18, *Presentation and Disclosure in Financial Statements*

- MFRS 18 will replace MFRS 101, Presentation of Financial Statements and applies for annual periods beginning on or after 1 January 2027. The new accounting standard introduces the following key requirements:

  - Entities are required to classify all income and expenses into five categories in the statement of profit and loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to present a newly defined operating profit subtotal.

  - Management - defined performance measures ("MPMs") are disclosed in a single note in the financial statements.

  - Enhanced guidance is provided on how to group information in the financial statements.

  In addition, all entities are required to use the operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method.

  The Group and the Bank are currently assessing the impact of adopting MFRS 18.

2. Auditors' report on preceding annual financial statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2025 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 September 2026.

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 September 2026.

5. Changes in accounting estimates

There were no material changes in estimates during the financial period ended 30 September 2026.

6. Dividends

There was no dividend payment during the financial period ended 30 September 2026.

7. Financial investments

	Note	Group 30 September 2026 RM'000	Group 31 December 2025 RM'000	Bank 30 September 2026 RM'000	Bank 31 December 2025 RM'000
Financial investments at FVTPL	(i)	**45,166**	72,173	**43,231**	70,277
Financial investments at FVOCI	(ii)	**7,213,358**	7,907,895	**7,213,358**	7,907,895
Financial investments at amortised cost	(iii)	**257,815**	-	**257,815**	-
		7,516,339	7,980,068	**7,514,404**	7,978,172

(i) Financial investments at FVTPL

	Group 30 September 2026 RM'000	Group 31 December 2025 RM'000	Bank 30 September 2026 RM'000	Bank 31 December 2025 RM'000
Government securities and treasury bills:				
Malaysian government investment certificates	**9,789**	50,576	**9,789**	50,576
Unquoted securities in Malaysia:				
Unit trusts	**35,377**	21,597	**33,442**	19,701
Total financial investments at FVTPL	**45,166**	72,173	**43,231**	70,277

(ii) Financial investments at FVOCI

	Group 30 September 2026 RM'000	Group 31 December 2025 RM'000	Bank 30 September 2026 RM'000	Bank 31 December 2025 RM'000
Debt instruments:				
Government securities and treasury bills:				
Malaysian government investment certificates	**5,009,941**	5,290,606	**5,009,941**	5,290,606
Unquoted securities:				
Islamic private debt securities in Malaysia	**1,396,140**	1,753,436	**1,396,140**	1,753,436
Cagamas sukuk	**708,120**	764,164	**708,120**	764,164
	2,104,260	2,517,600	**2,104,260**	2,517,600
Equity instruments:				
Quoted securities in Malaysia:				
Quoted shares	**94,526**	84,863	**94,526**	84,863
Unquoted securities:				
Private equity funds	**-**	10,195	**-**	10,195
Shares in Malaysia	**4,631**	4,631	**4,631**	4,631
	4,631	14,826	**4,631**	14,826
Total financial investments at FVOCI	**7,213,358**	7,907,895	**7,213,358**	7,907,895

7. Financial investments (cont'd)

(ii) Financial investments at FVOCI (cont'd.)

Included in financial investments at FVOCI of the Group and the Bank are Malaysian government investment certificates, which are pledged as collateral for obligation on financial assets sold under repurchase agreement.

(a) Movements in the allowances for impairment losses on debt instruments at FVOCI of the Group and the Bank are as follows:

At 30 September 2026	**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**
At 1 January 2026	**61**	**-**	**22,680**	**22,741**
Allowance made	**14**	**-**	**63**	**77**
Amount written back in respect of recoveries	**(11)**	**-**	**-**	**(11)**
At 30 September 2026	**64**	**-**	**22,743**	**22,807**

At 31 December 2025	**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**
At 1 January 2025	59	-	22,680	22,739
Allowance made	37	-	-	37
Amount written back in respect of recoveries	(35)	-	-	(35)
At 31 December 2025	61	-	22,680	22,741

7. Financial investments (cont'd.)

	Group and Bank	
	30 September 2026	31 December 2025
	RM'000	RM'000
(iii) Financial investments at amortised cost		
At amortised cost		
Unquoted Islamic corporate sukuk in Malaysia	**258,023**	76,698
less: Accumulated impairment losses	**(208)**	(76,698)
Total financial investments at amortised cost	**257,815**	-

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

At 30 September 2026	**Stage 1 12-Month ECL RM'000**	**Stage 2 Lifetime ECL not credit impaired RM'000**	**Stage 3 Lifetime ECL credit impaired RM'000**	**Total ECL RM'000**
At 1 January 2026	**-**	**-**	**-**	**-**
Allowance made	**208**	**-**	**-**	**208**
At 30 September 2026	**208**	**-**	**-**	**208**

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.

	Group and Bank					
	30 September 2026			31 December 2025		
	Contract/ notional amount	Fair value		Contract/ Notional Amount	Fair value	
		Assets	Liabilities		Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Trading derivatives:						
Foreign exchange contracts						
- Currency forwards						
Less than one year	**927,751**	**10,232**	**(1,537)**	1,055,679	6,181	(26,934)
- Currency swaps						
Less than one year	**813,323**	**575**	**(1,199)**	485,799	7,317	(34)
- Currency spot						
Less than one year	**132,101**	**52**	**(2,841)**	29,924	51	(4)
	1,873,175	**10,859**	**(5,577)**	1,571,402	13,549	(26,972)

9. Financing of Customers

(i) By type and Shariah concepts

Group 30 September 2026	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	Kafalah RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
Cash line	-	-	1,047	885,347	-	-	-	-	-	-	886,394
Term financing:											
Home financing	842,000	-	-	12,087,044	-	-	222,179	-	-	-	13,151,223
Syndicated financing	-	-	-	412,581	-	-	-	-	-	-	412,581
Hire purchase receivables	11,054	1,049,307	-	-	-	-	-	-	-	2,833,721	3,894,082
Personal financing	20,565	-	-	7,925,877	-	-	-	-	-	-	7,946,442
Other term financing	46,648	-	-	3,616,537	-	-	-	50	-	-	3,663,235
Trust receipts	-	-	-	-	12,596	47,360	-	-	-	-	59,956
Claims on customers under acceptance credits	-	-	-	-	199,996	1,059,903	-	-	-	-	1,259,899
Staff financing	8,567	-	-	154,115	-	-	783	-	143	2,660	166,268
Revolving credit	-	-	-	2,263,345	-	-	-	-	-	-	2,263,345
Credit card	-	-	-	273,095	-	-	-	-	-	-	273,095
Ar-Rahnu	-	-	-	1,391,941	-	-	-	-	-	-	1,391,941
Gross financing	928,834	1,049,307	1,047	29,009,882	212,592	1,107,263	222,962	50	143	2,836,381	35,368,461
Fair value changes arising from fair value hedge[1]	-	-	-	5,434	-	-	-	-	-	-	5,434
	928,834	1,049,307	1,047	29,015,316	212,592	1,107,263	222,962	50	143	2,836,381	35,373,895
Less : Allowance for impaired financing At amortised cost											
-Stage 1 - 12-Month ECL	(430)	(4,924)	(26)	(94,221)	(87)	(810)	(616)	-	-	(9,932)	(111,046)
-Stage 2 - Lifetime ECL not credit impaired	(156)	(809)	(8)	(79,915)	-	-	(216)	-	-	(1,999)	(83,103)
-Stage 3 - Lifetime ECL credit impaired	(2,397)	(1,560)	(17)	(193,769)	-	(2,677)	(686)	-	-	(3,299)	(204,405)
Total net financing [2]	925,851	1,042,014	996	28,647,411	212,505	1,103,776	221,444	50	143	2,821,151	34,975,341

1 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.

2 Included in total net financing are financing at fair value through profit or loss amounting RM234,523,000 (2025: RM288,554,000) 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 September 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Group 31 December 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	Ijarah RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
Cash line	-	-	937	837,118	-	-	-	-	-	-	838,055
Term financing:											
Home financing	906,181	-	-	11,674,572	-	-	165,088	-	-	-	12,745,841
Syndicated financing	-	-	-	442,048	-	-	-	-	-	-	442,048
Hire purchase receivables	17,213	1,014,577	-	-	-	-	-	-	-	2,126,951	3,158,741
Personal financing	22,721	-	-	7,966,828	-	-	-	-	-	-	7,989,549
Other term financing	56,939	-	-	3,893,776	-	-	-	-	-	-	3,950,715
Trust receipts	-	-	-	-	10,635	20,730	-	-	-	-	31,365
Claims on customers under acceptance credits	-	-	-	-	233,706	1,234,999	-	-	-	-	1,468,705
Staff financing	10,188	-	-	153,827	-	-	1,003	-	67	2,042	167,127
Revolving credit	-	-	-	2,160,623	-	-	-	-	-	-	2,160,623
Credit card	-	-	-	185,159	-	-	-	-	-	-	185,159
Ar-Rahnu	-	-	-	969,964	-	-	-	-	-	-	969,964
Total gross financing	1,013,242	1,014,577	937	28,283,915	244,341	1,255,729	166,091	-	67	2,128,993	34,107,892
Fair value changes arising from fair value hedge [1]	-	-	-	7,763	-	-	-	-	-	-	7,763
	1,013,242	1,014,577	937	28,291,678	244,341	1,255,729	166,091	-	67	2,128,993	34,115,655
Less : Allowance for impaired financing At amortised cost											
-Stage 1 - 12-Month ECL	(666)	(2,165)	(25)	(98,693)	(93)	(1,017)	(679)	-	-	(4,551)	(107,889)
-Stage 2 - Lifetime ECL not credit impaired	(206)	(317)	-	(80,925)	-	(14)	(145)	-	-	(685)	(82,292)
-Stage 3 - Lifetime ECL credit impaired	(1,506)	(431)	-	(146,796)	(1,138)	(2,647)	(278)	-	-	(1,862)	(154,658)
Total net financing [2]	1,010,864	1,011,664	912	27,965,264	243,110	1,252,051	164,989	-	67	2,121,895	33,770,816

1 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.

2 Included in total net financing are financing at fair value through profit or loss amounting RM288,554,000 (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 September 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Bank 30 September 2026	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	Kafalah RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
Cash line	-	-	1,047	885,347	-	-	-	-	-	-	886,394
Term financing:											
Home financing	842,000	-	-	12,087,044	-	-	222,179	-	-	-	13,151,223
Syndicated financing	-	-	-	412,581	-	-	-	-	-	-	412,581
Hire purchase receivables	11,054	1,049,307	-	-	-	-	-	-	-	2,833,721	3,894,082
Leasing receivables	-	-	-	-	-	-	-	-	-	-	-
Personal financing	20,565	-	-	7,925,877	-	-	-	-	-	-	7,946,442
Other term financing	46,648	-	-	3,616,537	-	-	-	50	-	-	3,663,235
Trust receipts	-	-	-	-	12,596	47,360	-		-	-	59,956
Claims on customers under acceptance credits	-	-	-	-	199,996	1,059,903	-	-	-	-	- 1,259,899
Staff financing	8,567	-	-	154,115	-	-	783	-	143	2,660	166,268
Revolving credit	-	-	-	2,263,345	-	-	-	-	-	-	2,263,345
Credit card	-	-	-	273,095	-	-	-	-	-	-	273,095
Ar-Rahnu	-	-	-	1,391,941	-	-	-	-	-	-	1,391,941
Gross financing	928,834	1,049,307	1,047	29,009,882	212,592	1,107,263	222,962	50	143	2,836,381	35,368,461
Fair value changes arising from fair value hedge[1]	-	-	-	5,434	-	-	-	-	-	-	5,434
	928,834	1,049,307	1,047	29,015,316	212,592	1,107,263	222,962	50	143	2,836,381	35,373,895
Less : Allowance for impaired financing											
At amortised cost											
-Stage 1 - 12-Month ECL	(430)	(4,924)	(26)	(94,221)	(87)	(810)	(616)	-	-	(9,932)	(111,046)
-Stage 2 - Lifetime ECL not credit impaired	(156)	(809)	(8)	(79,915)	-	-	(216)	-	-	(1,999)	(83,103)
-Stage 3 - Lifetime ECL credit impaired	(2,397)	(1,560)	(17)	(193,769)	-	(2,677)	(686)	-	-	(3,299)	(204,405)
Total net financing [2]	925,851	1,042,014	996	28,647,411	212,505	1,103,776	221,444	50	143	2,821,151	34,975,341

[1] 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.

[2] Included in total net financing are financing at fair value through profit or loss amounting RM234,523,000 (2025: RM288,554,000) 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 September 2020.

9. Financing of Customers (cont'd.)

(i) By type and Shariah concepts

Bank 31 December 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	Ijarah RM'000	Qard RM'000	Murabahah to the Purchase Orderer RM'000	Total financing RM'000
Cash line	-	-	937	837,118	-	-	-	-	-	-	838,055
Term financing:											
Home financing	906,181	-	-	11,674,572	-	-	165,088	-	-	-	12,745,841
Syndicated financing	-	-	-	442,048	-	-	-	-	-	-	442,048
Hire purchase receivables	17,213	1,014,577	-	-	-	-	-	-	-	2,126,951	3,158,741
Personal financing	22,721	-	-	7,966,828	-	-	-	-	-	-	7,989,549
Other term financing	56,939	-	-	3,893,776	-	-	-	-	-	-	3,950,715
Trust receipts	-	-	-	-	10,635	20,730	-	-	-	-	31,365
Claims on customers under acceptance credits	-	-	-	-	233,706	1,234,999	-	-	-	-	1,468,705
Staff financing	10,188	-	-	153,827	-	-	1,003	-	67	2,042	167,127
Revolving credit	-	-	-	2,160,623	-	-	-	-	-	-	2,160,623
Credit card	-	-	-	185,159	-	-	-	-	-	-	185,159
Ar-Rahnu	-	-	-	969,964	-	-	-		-	-	969,964
Total gross financing	1,013,242	1,014,577	937	28,283,915	244,341	1,255,729	166,091	-	67	2,128,993	34,107,892
Fair value changes arising from fair value hedge[1]	-	-	-	7,763	-	-	-	-	-	-	7,763
	1,013,242	1,014,577	937	28,291,678	244,341	1,255,729	166,091	-	67	2,128,993	34,115,655
Less : Allowance for impaired financing At amortised cost											
-Stage 1 - 12-Month ECL	(666)	(2,165)	(25)	(98,693)	(93)	(1,017)	(679)	-	-	(4,551)	(107,889)
-Stage 2 - Lifetime ECL not credit impaired	(206)	(317)	-	(80,925)	-	(14)	(145)	-	-	(685)	(82,292)
-Stage 3 - Lifetime ECL credit impaired	(1,506)	(431)	-	(146,796)	(1,138)	(2,647)	(278)	-	-	(1,862)	(154,658)
Total net financing [2]	1,010,864	1,011,664	912	27,965,264	243,110	1,252,051	164,989	-	67	2,121,895	33,770,816

[1] 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.

[2] Included in total net financing are financing at fair value through profit or loss amounting RM288,554,000 (2024: RM332,896,000) 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 September 2020.

9. Financing of customers (cont'd.)

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

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Uses of Qard fund:		
Staff financing	**143**	67

(ii) By type of customer

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Domestic non-banking institutions	**765,025**	657,618
Domestic business enterprises:		
- Small business enterprises	**1,955,706**	1,633,636
- Others	**5,768,135**	6,466,266
Government and statutory bodies	**1,028,038**	946,702
Individuals	**25,843,516**	24,391,994
Other domestic entities	**4,780**	8,176
Foreign entities	**3,261**	3,500
Gross Financing	**35,368,461**	34,107,892

(iii) By profit rate sensitivity

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Fixed rate:		
Home financing	**1,265,464**	1,247,880
Hire purchase receivables	**3,546,605**	3,158,741
Others	**4,468,027**	3,163,881
Variable rate:		
Home financing	**11,885,759**	11,497,961
Hire purchase receivables	**347,477**	-
Others	**13,855,129**	15,039,429
Gross Financing	**35,368,461**	34,107,892

(iv) By residual contractual maturity

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Maturity		
- within one year	**5,171,990**	4,568,187
- more than one to five years	**5,576,988**	5,352,465
- more than five years	**24,619,483**	24,187,240
Gross Financing	**35,368,461**	34,107,892

9. Financing of customers (cont'd.)

(v) By sector

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Agriculture	**106,416**	107,923
Mining and quarrying	**25,323**	57,606
Manufacturing	**863,139**	973,410
Electricity, gas and water	**255,769**	232,187
Construction	**1,285,300**	1,252,560
Household	**27,016,748**	25,592,288
Real estate	**488,022**	705,520
Wholesale, retail and restaurant	**1,180,223**	1,297,796
Transport, storage and communication	**283,402**	478,898
Finance, takaful and business services	**2,550,540**	2,219,439
Community, social and personal services	**300,340**	243,912
Government and statutory bodies	**1,013,239**	946,353
Gross Financing	**35,368,461**	34,107,892

(vi) By geographical area

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Domestic	**35,368,461**	34,107,892
Gross Financing	**35,368,461**	34,107,892

9. Financing of customers (cont'd.)

Impaired financing

(i) Movements in the impaired financing

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
At 1 January 2026/ At 1 January 2025	**487,292**	341,179
Classified as impaired during the period	**366,128**	382,226
Reclassified as performing during the period	**(109,332)**	(79,241)
Recovered during the period	**(48,406)**	(66,383)
Written-off during the period	**(104,841)**	(90,489)
Gross impaired financing	**590,841**	487,292
Less: Stage 3-Lifetime ECL credit impaired	**(204,405)**	(154,658)
Net impaired financing	**386,436**	332,634
Calculation ratio of impaired financing:		
Gross financing of customers	**35,368,461**	34,107,892
Less: Stage 3 - Lifetime ECL credit impaired	**(204,405)**	(154,658)
Net financing of customers	**35,164,056**	33,953,234
Ratio of gross impaired financing to total financing	**1.67%**	1.43%
Net impaired financing ratio	**1.10%**	0.98%

(ii) Impaired financing by sector

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Agriculture	**628**	938
Manufacturing	**5,505**	7,206
Construction	**14,182**	28,238
Household	**471,997**	367,993
Real estate	**10,420**	10,200
Electricity, gas and water	**230**	261
Wholesale, retail and restaurant	**63,306**	50,220
Mining and quarrying	**523**	-
Transport, storage and communication	**5,667**	7,369
Finance, takaful and business services	**11,642**	10,105
Community, social and personal service	**6,741**	4,762
	590,841	487,292

(iii) Impaired financing by geographical area

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Domestic	**590,841**	487,292

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 12-Month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 30 September 2026				
At 1 January 2026	**107,889**	**82,292**	**154,658**	**344,839**
Transfer to Stage 1	**26,092**	**(15,507)**	**(10,585)**	**-**
Transfer to Stage 2	**(8,811)**	**24,463**	**(15,652)**	**-**
Transfer to Stage 3	**(10,856)**	**(8,632)**	**19,488**	**-**
Changes in credit risk	**(29,211)**	**791**	**162,631**	**134,211**
New financing originated	**35,859**	**-**	**-**	**35,859**
Financing derecognised	**(9,916)**	**(304)**	**(1,324)**	**(11,544)**
Amount written off	**-**	**-**	**(104,811)**	**(104,811)**
At 30 September 2026	**111,046**	**83,103**	**204,405**	**398,554**
At 31 December 2025				
At 1 January 2025	119,844	37,239	98,189	255,272
Transfer to Stage 1	25,240	(11,402)	(13,838)	-
Transfer to Stage 2	(12,586)	22,012	(9,426)	-
Transfer to Stage 3	(30,596)	(5,532)	36,128	-
Changes in credit risk	(33,929)	41,188	137,596	144,855
New financing originated	55,079	-	-	55,079
Financing derecognised	(15,163)	(1,213)	(3,502)	(19,878)
Amount written off	-	-	(90,489)	(90,489)
At 31 December 2025	107,889	82,292	154,658	344,839

10. Other assets

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Deposits	**7,315**	7,287	**7,282**	7,254
Prepayments	**121,071**	73,529	**120,983**	73,456
Tax recoverable	**17,578**	16,279	**16,784**	16,230
Golf club membership	**500**	500	**500**	500
Other receivables	**33,336**	21,422	**32,943**	61,899
	179,800	119,017	**178,492**	159,339
Less: Accumulated impairment losses	**(1,860)**	(1,860)	**(1,860)**	(1,860)
	177,940	117,157	**176,632**	157,479

11. Deferred tax assets & liabilities

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
At 1 January 2026/ 2025	**16,082**	33,438	**16,101**	33,433
Recognised in the profit or loss (Note 30)	**(5,069)**	(2,309)	**(5,088)**	(2,285)
Recognised in other comprehensive income	**23,516**	(15,047)	**23,516**	(15,047)
At 30 September 2026/ 31 December 2025	**34,529**	16,082	**34,529**	16,101

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:

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Deferred tax assets, net	**34,529**	16,082	**34,529**	16,101
	34,529	16,082	**34,529**	16,101

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:

				Balance as at 30 September 2026		
Group **30 September 2026**	**Net balance at 1 January**	**Recognised in profit or loss**	**Recognised in OCI**	**Net**	**Deferred tax assets**	**Deferred tax liabilities**
Financial investments at FVOCI	**(9,685)**	**-**	**23,516**	**13,831**	**13,831**	**-**
ECL	**29,781**	**740**	**-**	**30,521**	**30,521**	**-**
Leases	**747**	**17**	**-**	**764**	**764**	**-**
Property,plant and equipment & intangible assets	**(27,155)**	**(3,248)**	**-**	**(30,403)**	**-**	**(30,403)**
Provision for liabilities	**22,599**	**(2,548)**	**-**	**20,051**	**20,051**	**-**
Other temporary differences	**(205)**	**(30)**	**-**	**(235)**	**-**	**(235)**
Tax assets/(liabilities) before set-off	**16,082**	**(5,069)**	**23,516**	**34,529**	**65,167**	**(30,638)**
Set-off of tax	**-**	**-**	**-**	-	**(30,638)**	**30,638**
Tax assets	**16,082**	**(5,069)**	**23,516**	**34,529**	**34,529**	**-**

				Balance as at 31 December 2025		
Group 31 December 2025	**Net balance at 1 January**	**Recognised in profit or loss**	**Recognised in OCI**	**Net**	**Deferred tax assets**	**Deferred tax liabilities**
Financial investments at FVOCI	5,362	-	(15,047)	(9,685)	-	(9,685)
ECL	24,342	5,439	-	29,781	29,781	-
Leases	645	102	-	747	747	-
Property,plant and equipment & intangible assets	(18,054)	(9,101)	-	(27,155)	-	(27,155)
Provision for liabilities	21,266	1,333	-	22,599	22,599	-
Other temporary differences	(123)	(82)	-	(205)	-	(205)
Tax assets/(liabilities) before set-off	33,438	(2,309)	(15,047)	16,082	53,127	(37,045)
Set-off of tax	-	-	-	-	(37,045)	37,045
Tax assets	33,438	(2,309)	(15,047)	16,082	16,082	-

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:

				Balance as at 30 September 2026		
Bank **30 September 2026**	**Net balance at 1 January**	**Recognised in profit or loss**	**Recognised in OCI**	**Net**	**Deferred tax assets**	**Deferred tax liabilities**
Financial investments at FVOCI	**(10,233)**	**-**	**23,516**	**13,283**	**13,283**	**-**
ECL	**29,781**	**740**	**-**	**30,521**	**30,521**	**-**
Leases	**746**	**34**	**-**	**780**	**780**	**-**
Property,plant and equipment & intangible assets	**(27,131)**	**(3,274)**	**-**	**(30,405)**	**-**	**(30,405)**
Provision for liabilities	**22,595**	**(2,541)**	**-**	**20,054**	**20,054**	**-**
Other temporary differences	**343**	**(47)**	**-**	**296**	**296**	**-**
Tax assets/(liabilities) before set-off	**16,101**	**(5,088)**	**23,516**	**34,529**	**64,934**	**(30,405)**
Set-off of tax	**-**	**-**	**-**	-	**(30,405)**	**30,405**
Tax assets	**16,101**	**(5,088)**	**23,516**	**34,529**	**34,529**	**-**

				Balance as at 31 December 2025		
Bank 31 December 2025	**Net balance at 1 January**	**Recognised in profit or loss**	**Recognised in OCI**	**Net**	**Deferred tax assets**	**Deferred tax liabilities**
Financial investments at FVOCI	4,814	-	(15,047)	(10,233)	-	(10,233)
ECL	24,342	5,439	-	29,781	29,781	-
Leases	643	103	-	746	746	-
Property,plant and equipment & intangible assets	(18,021)	(9,110)	-	(27,131)	-	(27,131)
Provision for liabilities	21,230	1,365	-	22,595	22,595	-
Other temporary differences	425	(82)	-	343	343	-
Tax assets/(liabilities) before set-off	33,433	(2,285)	(15,047)	16,101	53,465	(37,364)
Set-off of tax	-	-	-	-	(37,364)	37,364
Tax assets	33,433	(2,285)	(15,047)	16,101	16,101	-

12. Deposits from customers

(a) By type of deposits

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Savings Deposit				
Qard	**879,273**	926,213	**879,273**	926,213
Tawarruq	**856,068**	846,597	**856,068**	846,597
Demand Deposit				
Qard	**4,017,231**	4,316,801	**4,020,372**	4,348,310
Tawarruq	**5,788,453**	6,164,713	**5,788,453**	6,164,713
Term Deposit				
Tawarruq				
Short-term accounts	**12,914,446**	11,862,617	**12,914,446**	11,862,617
Fixed-term accounts	**13,066,736**	13,200,296	**13,077,637**	13,226,096
Other deposits	**64,670**	72,823	**64,670**	72,823
	37,586,877	37,390,060	**37,600,919**	37,447,369

(b) By type of customer

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Government and statutory bodies	**18,503,315**	18,719,204	**18,503,315**	18,719,204
Business enterprises	**10,213,577**	11,159,706	**10,216,810**	11,205,817
Individuals	**2,897,997**	3,520,732	**2,897,997**	3,520,732
Domestic non-bank financial institutions	**4,749,363**	2,574,574	**4,760,173**	2,585,772
Domestic banking financial institutions	**64,128**	69,595	**64,128**	69,595
Others	**1,158,497**	1,346,249	**1,158,496**	1,346,249
	37,586,877	37,390,060	**37,600,919**	37,447,369

The maturity structure of term deposits are as follows :

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Due within six months	**21,032,690**	18,819,055	**21,043,591**	18,844,855
More than six months to one year	**4,625,161**	5,925,240	**4,625,161**	5,925,240
More than one year to three years	**323,121**	318,152	**323,121**	318,152
More than three years to five years	**210**	466	**210**	466
	25,981,182	25,062,913	**25,992,083**	25,088,713

13. Deposits and placements of banks and other financial institutions

	Group and Bank	
	30 September 2026	31 December 2025
	RM'000	RM'000
Non-Mudharabah		
Bank Negara Malaysia	**402,157**	381,987
Other financial institutions	**973,110**	584,958
	1,375,267	966,945

Included in these balances are the BNM funds of RM221,122,000 (2025:RM269,652,000) received under government financing schemes for the purpose of SME lending at a below market and concession rate with 8.5 years of maturity to be repaid between 2029 and 2031.

14. Investment accounts of customers

(i) By type and Shariah contracts

	Group and Bank	
	30 September 2026	31 December 2025
	RM'000	RM'000
Unrestricted investment accounts:		
Without maturity:		
Mudarabah	**331,429**	277,033
With maturity within one year:		
Wakalah	**1,322,011**	935,950
	1,653,440	1,212,983
Restricted investment accounts:		
Mudarabah		
Maturity		
- within one year	**20**	20

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 (2025: 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.

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

(ii) By types of customer

Group and Bank	Unrestricted investment accounts			Restricted investment accounts
	Mudarabah RM'000	Wakalah RM'000	Total RM'000	Mudarabah RM'000
September 2026				
Individuals	**326,954**	**1,221,782**	**1,548,736**	**20**
Business enterprises	**4,123**	**73,815**	**77,938**	**-**
Others	**352**	**26,414**	**26,766**	**-**
	331,429	**1,322,011**	**1,653,440**	**20**
December 2025				
Individuals	273,511	808,680	1,082,191	20
Business enterprises	3,265	101,865	105,130	-
Others	257	25,405	25,662	-
	277,033	935,950	1,212,983	20

(iii) Movement of investment accounts of customers:

Group and Bank	Unrestricted investment accounts			Restricted investment accounts
	Mudarabah RM'000	Wakalah RM'000	Total RM'000	Mudarabah RM'000
September 2026				
At 1 January 2026	**277,033**	**935,950**	**1,212,983**	**20**
New placement	**3,817,576**	**1,059,061**	**4,876,637**	**-**
Income from investments	**9,301**	**55,551**	**64,852**	**-**
Profit distributed	**(219)**	**(32,323)**	**(32,542)**	**-**
Wakalah fee	**-**	**(23,228)**	**(23,228)**	**-**
Redemption	**(3,772,262)**	**(673,000)**	**(4,445,262)**	**-**
At 30 September 2026	**331,429**	**1,322,011**	**1,653,440**	**20**

Group and Bank	Unrestricted investment accounts			Restricted investment accounts
	Mudarabah RM'000	Wakalah RM'000	Total RM'000	Mudarabah RM'000
December 2025				
At 1 January 2025	245,707	-	245,707	20
New placement	3,442,606	1,012,945	4,455,551	-
Income from investments	11,043	17,960	29,003	-
Profit distributed	(234)	(11,378)	(11,612)	-
Wakalah fee	-	(6,582)	(6,582)	-
Redemption	(3,422,089)	(76,995)	(3,499,084)	-
At 31 December 2025	277,033	935,950	1,212,983	20

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

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

	Group and Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
Unrestricted investment accounts:		
Home financing	**331,429**	277,033
Personal financing	**1,322,011**	935,950
Total investment	**1,653,440**	1,212,983
Restricted investment accounts:		
Term financing	**20**	20
Total investment	**20**	20

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

	Group and Bank 30 September 2026		Group and Bank 31 December 2025	
	Average profit sharing ratio (%)	**Average rate of return (%)**	**Average profit sharing ratio (%)**	**Average rate of return (%)**
Unrestricted investment accounts				
Mudarabah	**2.00%**	**0.08%**	2.00%	0.09%
Wakalah	**-**	**3.65%**	**-**	3.11%
Restricted investment accounts	**95.00%**	**0.00%**	95.00%	0.00%

15. Other liabilities

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Sundry creditors	**6,215**	9,185	**6,215**	9,185
Allowances for impairment losses on financing commitments and financial guarantee contracts (Note 15(a))	**7,946**	8,553	**7,946**	8,553
Provision for bonus	**29,187**	39,883	**29,187**	39,883
Accrued expenses	**45,607**	46,442	**45,081**	45,889
Accrual for directors' fees	**553**	-	**553**	-
Accrual for audit fees	**494**	707	**477**	681
Other liabilities	**439,930**	92,898	**440,647**	93,686
	529,932	197,668	**530,106**	197,877

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

Group and Bank	Stage 1 12-Month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 30 September 2026				
At 1 January 2026	**5,131**	**987**	**2,435**	**8,553**
Transfer to Stage 1	**104**	**(40)**	**(64)**	**-**
Transfer to Stage 2	**(78)**	**287**	**(209)**	**-**
Transfer to Stage 3	**(16)**	**(27)**	**43**	**-**
New financing commitment originated	**1,180**	**-**	**-**	**1,180**
Financing commitment derecognised	**(942)**	**(795)**	**(601)**	**(2,338)**
Changes in credit risk	**(516)**	**(266)**	**1,333**	**551**
At 30 September 2026	**4,863**	**146**	**2,937**	**7,946**
At 31 December 2025				
At 1 January 2025	7,209	728	1,651	9,588
Transfer to Stage 1	282	(76)	(206)	-
Transfer to Stage 2	(186)	292	(106)	-
Transfer to Stage 3	(254)	(115)	369	-
New financing commitment originated	2,195	-	-	2,195
Financing commitment derecognised	(1,437)	(67)	(485)	(1,989)
Changes in credit risk	(2,678)	225	1,594	(859)
Amount written off	-	-	(382)	(382)
At 31 December 2025	5,131	987	2,435	8,553

16. Provision for zakat and taxation

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Zakat	**5,108**	9,800	**5,018**	9,670
Taxation	**-**	889	**-**	-
	5,108	10,689	**5,018**	9,670

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

As at 30 September 2026, the Bank had two outstanding tranches of subordinated sukuk, namely the Subordinated Sukuk Wakalah and the Subordinated Sukuk Murabahah (Series 2). These sukuk qualify as Tier 2 Capital under Bank Negara Malaysia's Capital Adequacy Framework for Islamic Banks (Capital Components).

The sukuk have a tenure of ten (10) years from the respective issue dates and are callable on the fifth (5th) anniversary of the issue date and on each subsequent profit payment date thereafter, subject to the applicable terms and regulatory approval.

The salient terms of the subordinated sukuk outstanding as at 30 September 2026 are summarised below:

Issue date	Call Date	Maturity Date	Profit Rate(% p.a)	Nominal Value
25 May 2026	26 May 2031	26 May 2036	4.15%, payable semi-annually	RM500.0 million
20 July 2022	20 July 2027	20 July 2032	5.33%, payable semi-annually	RM300.0 million

Redemption and Issuance of Subordinated Sukuk

On 15 June 2026, the Bank exercised its call option and fully redeemed the RM500 million Series 3 Subordinated Sukuk Murabahah which carried a profit rate of 4.50% per annum.

Prior to the redemption, the Bank had issued a new RM500 million Subordinated Sukuk Wakalah on 25 May 2026 with a profit rate of 4.15% per annum. The proceeds from the new issuance were utilised as part of the Bank's capital management strategy and to facilitate the redemption of the Series 3 Subordinated Sukuk Murabahah.

The transaction resulted in the replacement of an existing subordinated funding instrument with a new subordinated funding instrument of equivalent nominal value but at a lower profit rate, thereby optimising the Bank's funding cost while maintaining its regulatory capital position.

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

Group	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Income derived from investment of:				
(a) Fixed-term accounts	**220,894**	199,426	**629,030**	579,217
(b) Other deposits	**402,182**	362,396	**1,171,375**	1,075,412
	623,076	561,822	**1,800,405**	1,654,629

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

	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Finance income and hibah				
Income from financing	**181,884**	160,145	**510,482**	468,853
Financial investments at FVTPL	**60**	828	**170**	872
Financial investments at FVOCI	**25,105**	26,654	**75,215**	76,993
Financial investments at amortised cost	**1,316**	-	**3,792**	-
Money at call and deposit with financial institutions	**7,680**	4,577	**19,586**	13,162
	216,045	192,204	**609,245**	559,880
Amortisation of premium,net	**(3,583)**	(3,897)	**(10,624)**	(10,020)
Total finance income and hibah	**212,462**	188,307	**598,621**	549,860
Other operating income				
Net gain from sale of:				
- financial investments at FVTPL	**(117)**	38	**(96)**	60
- financial investments at FVOCI	**299**	3,126	**5,796**	8,777
Unrealised loss on revaluation of financial investments at FVTPL	**(16)**	562	**(51)**	(2,114)
	166	3,726	**5,649**	6,723
Fees and commission				
Guarantee fees	**172**	175	**492**	556
Processing fees	**821**	339	**1,419**	762
Service charges and fees	**1,463**	1,733	**5,084**	4,638
Commission	**5,810**	5,146	**17,765**	16,678
	8,266	7,393	**24,760**	22,634
Total	**220,894**	199,426	**629,030**	579,217

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

(b) Income derived from investment of other deposits (cont'd.)

	3 months ended		9 months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Finance income and hibah				
Income from financing	**331,378**	290,935	**950,779**	870,496
Financial investments at FVTPL	**109**	1,536	**317**	1,619
Financial investments at FVOCI	**45,632**	48,444	**140,088**	142,948
Financial investments at amortised cost	**2,396**	-	**7,063**	-
Money at call and deposit with financial institutions	**14,038**	8,321	**36,480**	24,438
	393,553	349,236	**1,134,727**	1,039,501
Amortisation of premium,net	**(6,516)**	(7,109)	**(19,787)**	(18,603)
Total finance income and hibah	**387,037**	342,127	**1,114,940**	1,020,898
Other operating income				
Net gain from sale of:				
- financial investments at FVTPL	**(218)**	71	**(179)**	112
- financial investments at FVOCI	**434**	5,687	**10,796**	16,296
Unrealised loss on revaluation of financial investments at FVTPL	**(30)**	1,099	**(95)**	(3,925)
	186	6,857	**10,522**	12,483
Fees and commission				
Guarantee fees	**313**	318	**917**	1,032
Processing fees	**1,515**	620	**2,643**	1,414
Service charges and fees	**2,578**	3,159	**9,266**	8,619
Commission	**10,553**	9,315	**33,087**	30,966
	14,959	13,412	**45,913**	42,031
Total	**402,182**	362,396	**1,171,375**	1,075,412

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

Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Income derived from investment of:				
(a) Fixed-term accounts	**220,895**	199,426	**629,030**	579,217
(b) Other deposits	**402,248**	362,396	**1,171,581**	1,075,412
	623,143	561,822	**1,800,611**	1,654,629

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

	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Finance income and hibah				
Income from financing	**181,884**	160,145	**510,482**	468,853
Financial investments at FVTPL	**60**	828	**170**	872
Financial investments at FVOCI	**25,105**	26,654	**75,215**	76,993
Financial investments at amortised cost	**1,316**	-	**3,792**	-
Money at call and deposit with financial institutions	**7,680**	4,577	**19,586**	13,162
	216,045	192,204	**609,245**	559,880
Amortisation of premium,net	**(3,583)**	(3,897)	**(10,624)**	(10,020)
Total finance income and hibah	**212,462**	188,307	**598,621**	549,860
Other operating income				
Net gain from sale of:				
- financial investments at FVTPL	**(117)**	38	**(96)**	60
- financial investments at FVOCI	**299**	3,126	**5,796**	8,777
Unrealised loss on revaluation of financial investments at FVTPL	**(16)**	562	**(51)**	(2,114)
	166	3,726	**5,649**	6,723
Fees and commission				
Guarantee fees	**172**	175	**492**	556
Processing fees	**821**	339	**1,419**	762
Service charges and fees	**1,464**	1,733	**5,084**	4,638
Commission	**5,810**	5,146	**17,765**	16,678
	8,267	7,393	**24,760**	22,634
Total	**220,895**	199,426	**629,030**	579,217

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

(b) Income derived from investment of other deposits

	3 months ended		9 months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Finance income and hibah				
Income from financing	**331,378**	290,935	**950,779**	870,496
Financial investments at FVTPL	**109**	1,536	**317**	1,619
Financial investments at FVOCI	**45,632**	48,444	**140,088**	142,948
Financial investments at amortised cost	**2,396**	-	**7,063**	-
Money at call and deposit with financial institutions	**14,038**	8,321	**36,480**	24,438
	393,553	349,236	**1,134,727**	1,039,501
Amortisation of premium,net	**(6,516)**	(7,109)	**(19,787)**	(18,603)
Total finance income and hibah	**387,037**	342,127	**1,114,940**	1,020,898
Other operating income				
Net gain from sale of:				
- financial investments at FVTPL	**(218)**	71	**(179)**	112
- financial investments at FVOCI	**434**	5,687	**10,796**	16,296
Unrealised loss on revaluation of financial investments at FVTPL	**(30)**	1,099	**(95)**	(3,925)
	186	6,857	**10,522**	12,483
Fees and commission				
Guarantee fees	**313**	318	**917**	1,032
Processing fees	**1,515**	620	**2,643**	1,414
Service charges and fees	**2,644**	3,159	**9,472**	8,619
Commission	**10,553**	9,315	**33,087**	30,966
	15,025	13,412	**46,119**	42,031
Total	**402,248**	362,396	**1,171,581**	1,075,412

20. Income derived from investment of shareholders' funds

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Finance income and hibah				
Financial investments at FVOCI	**1,564**	1,707	**5,632**	6,361
Money at call and deposit with financial institutions	**446**	397	**1,527**	846
	2,010	2,104	**7,159**	7,207
Amortisation of premium,net	**(68)**	(121)	**(274)**	(355)
Total finance income and hibah	**1,942**	1,983	**6,885**	6,852
Other operating income				
Gains/(losses) on foreign exchange:				
- Realised	**7,917**	1,150	**(1,103)**	49,653
- Unrealised	**(3,856)**	7,463	**18,704**	(20,355)
Unrealised gain/(loss) on revaluation of financial investments at FVTPL	**55**	484	**(248)**	(64)
Net gain from sale of financial investments at FVOCI	**-**	59	**24**	59
Fair value (loss)/gain of financial liabilities designated at FVTPL	**(1,058)**	(1,240)	**(3,173)**	(5,999)
Gross dividend income:				
- unquoted shares in Malaysia	**-**	13	**-**	47
- Unit trust & equity	**213**	-	**238**	-
	3,271	7,929	**14,442**	23,341
Fees and commission				
Corporate advisory fees	**1,271**	601	**3,460**	1,944
Service charges and fees	**-**	(855)	**-**	4,629
Commission	**365**	527	**1,433**	1,438
	1,636	273	**4,893**	8,011
Other income				
Rental income	**125**	125	**449**	287
Gain from sale of property,plant and equipment	**1**	21	**1**	190
Profit on termination ROU	**77**	-	**77**	-
	203	146	**527**	477
Total	**7,052**	10,331	**26,747**	38,681

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

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Finance income and hibah				
Financial investments at FVOCI	**1,564**	1,707	**5,632**	6,361
Money at call and deposit with financial institutions	**446**	397	**1,527**	846
	2,010	2,104	**7,159**	7,207
Amortisation of premium,net	**(68)**	(121)	**(274)**	(355)
Total finance income and hibah	**1,942**	1,983	**6,885**	6,852
Other operating income				
Gains/(losses) on foreign exchange:				
- Realised	**7,917**	1,150	**(1,103)**	49,653
- Unrealised	**(3,856)**	7,463	**18,704**	(20,355)
Fair value loss of financial liabilities	**-**	-	**-**	-
Unrealised gain/(loss) on revaluation of financial investments at FVTPL	**55**	484	**(248)**	(63)
Net gain from sale of financial investments at FVOCI	**-**	59	**24**	59
Gains on sale of financial assets at FVTPL	**(1,058)**	(1,240)	**(3,173)**	(5,999)
Gross dividend income:				
- subsidiary	**-**	-	**-**	5,000
- Unit trust & equity	**200**	-	**200**	-
	3,258	7,916	**14,404**	28,295
Fees and commission				
Corporate advisory fees	**920**	851	**2,545**	2,170
Service charges and fees	**13**	16	**40**	50
Commission	**366**	527	**1,433**	1,438
	1,299	1,394	**4,018**	3,658
Other income				
Rental income	**155**	155	**539**	377
Gain from sale of property,plant and equipment	**1**	21	**1**	190
Profit on termination ROU	**77**	-	**77**	-
	233	176	**617**	567
Total	**6,732**	11,469	**25,924**	39,372

21. Income derived from investment of investment account funds

Group and Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Finance income and hibah				
Income from financing	**3,239**	914	**9,301**	5,527

22. Allowance for impairment on financing

Group and Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Expected credit losses on advances and financing made/(written back):				
Financing and advances				
- Stage 1	**4,960**	(5,230)	**2,889**	(7,544)
- Stage 2	**5,532**	6,486	**(30)**	33,036
- Stage 3	**40,681**	29,586	**155,060**	105,653
Impaired financing written off	**81**	(113)	**400**	(8)
Impaired financing recovered	**(7,431)**	(20,961)	**(17,418)**	(89,839)
	43,823	9,768	**140,901**	41,298

23. Allowance for/(writeback of) impairment losses on financial investments, net

Group and Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Recovery of financial investments previously written off	**-**	-	**(1,776)**	-
Impairment loss on corporate bonds included under FVOCI	**73**	(5)	**66**	1
Impairment loss on corporate bonds included under Amortised Cost ("AC")	**-**	-	**208**	-
	73	5	**(1,502)**	1

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

Group and Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Cash and short term funds				
- ECL , net	**(79)**	(170)	**(18)**	(260)

25. Income attributable to depositors

Group	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Deposits from customers:				
Mudharabah funds	**-**	-	**-**	16
Non-Mudharabah funds	**273,900**	281,596	**802,747**	839,981
Deposits and placements of banks and other financial institutions:				
Non-Mudharabah funds	**10,342**	8,433	**23,481**	22,545
	284,242	290,029	**826,228**	862,542

Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Deposits from customers:				
Mudharabah funds	**-**	-	**-**	16
Non-Mudharabah funds	**273,958**	281,662	**802,957**	840,173
Deposits and placements of banks and other financial institutions:				
Non-Mudharabah funds	**10,342**	8,433	**23,481**	22,545
	284,300	290,095	**826,438**	862,734

26. Personnel expenses

Group	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Salary and wages	**60,026**	57,036	**176,767**	168,995
Contribution to Employees' Provident Fund	**11,972**	11,093	**38,490**	31,895
Social security contributions	**789**	765	**2,337**	2,281
Allowances and bonuses	**6,322**	7,713	**30,101**	17,400
Others	**19,239**	11,642	**54,098**	31,062
	98,348	88,249	**301,793**	251,633

26. Personnel expenses (cont'd.)

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Salary and wages	**59,505**	56,562	**175,228**	167,707
Contribution to defined contribution plan	**11,905**	11,024	**38,291**	31,708
Social security contributions	**789**	765	**2,337**	2,281
Allowances and bonuses	**6,315**	7,702	**30,080**	17,382
Others	**19,223**	11,628	**54,023**	30,996
	97,737	87,681	**299,959**	250,074

27. Other overheads and expenditures

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Promotion				
Advertisement and publicity	**2,518**	1,632	**8,338**	8,237
Others	**48**	529	**645**	1,904
Establishment				
Rental	**177**	247	**418**	496
Depreciation of property, plant and equipment	**2,874**	2,839	**8,596**	8,573
Depreciation of right-of-use assets	**2,996**	2,327	**9,037**	7,095
Amortisation of intangible assets	**11,783**	9,830	**33,205**	26,632
Information technology expenses	**26,706**	22,695	**84,069**	67,283
Repair and maintenance	**1,267**	2,141	**4,034**	4,999
Hire of equipment	**2,221**	1,824	**5,783**	5,786
Takaful	**3,601**	2,563	**7,502**	7,757
Utilities expenses	**1,529**	1,403	**3,867**	4,304
Security expenses	**2,323**	2,217	**6,813**	6,629
Others	**1,497**	1,744	**4,814**	4,542
General expenses				
Auditors' fees	**176**	91	**544**	418
Professional fees	**669**	835	**2,246**	2,359
Legal expenses	**29**	167	**152**	351
Telephone	**328**	414	**985**	1,190
Stationery and printing	**614**	469	**1,523**	1,382
Postage and courier	**1,208**	1,449	**3,283**	3,640
Travelling	**593**	646	**1,535**	1,617
Directors remuneration and Shariah Committee allowance	**1,037**	946	**3,003**	2,727
Others	**17,504**	6,997	**36,369**	18,580
	81,698	64,005	**226,761**	186,501

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

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Promotion				
Advertisement and publicity	**2,524**	1,648	**8,338**	8,237
Others	**38**	497	**632**	1,873
Establishment				
Rental	**177**	247	**418**	496
Depreciation of property, plant and equipment	**2,906**	2,876	**8,590**	8,564
Depreciation of right-of-use assets	**2,996**	2,327	**9,037**	7,095
Amortisation of intangible assets	**11,732**	9,771	**33,143**	26,572
Amortisation of prepaid land lease payment	**-**	-	**-**	-
Information technology expenses	**26,613**	22,644	**83,770**	67,127
Repair and maintenance	**1,267**	2,141	**4,034**	4,999
Hire of equipment	**2,103**	1,710	**5,434**	5,387
Takaful	**3,601**	2,563	**7,502**	7,757
Utilities expenses	**1,520**	1,395	**3,842**	4,280
Security expenses	**2,323**	2,217	**6,813**	6,629
Others	**1,497**	1,744	**4,814**	4,542
General expenses				
Auditors' fees	**176**	91	**544**	418
Professional fees	**567**	756	**2,119**	2,228
Legal expenses	**29**	167	**152**	351
Telephone	**328**	413	**985**	1,189
Stationery and printing	**614**	468	**1,521**	1,380
Postage and courier	**1,208**	1,449	**3,283**	3,640
Travelling	**593**	646	**1,535**	1,614
Directors remuneration and Shariah Committee allowance	**1,019**	934	**2,959**	2,684
Others	**17,884**	7,490	**37,648**	20,042
	81,715	64,194	**227,113**	187,104

28. Finance cost

	3 months ended		9 months ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Group and Bank	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Dividend paid- subordinated sukuk	**9,241**	9,711	**29,530**	28,850
Financing sold to Cagamas	**11,487**	12,793	**34,422**	41,310
Lease charges	**535**	485	**1,637**	1,475
	21,263	22,989	**65,589**	71,635

29. Zakat

Group	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Provision for zakat for the year	**1,965**	2,142	**5,107**	6,341

Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Provision for zakat for the year	**1,937**	2,080	**5,017**	6,153

30. Taxation

Group	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Current income tax	**20,785**	24,498	**45,211**	60,011
Over provision in prior year	**(2,138)**	(2,061)	**(2,103)**	(1,960)
	18,647	22,437	**43,108**	58,051
Deferred tax:				
Relating to origination and reversal of temporary differences	**(2,244)**	(3,318)	**4,053**	(1,235)
Under provision in prior year	**919**	2,050	**1,017**	2,352
	(1,325)	(1,268)	**5,070**	1,117
	17,322	21,169	**48,178**	59,168

Bank	3 months ended 30 September 2026 RM'000	3 months ended 30 September 2025 RM'000	9 months ended 30 September 2026 RM'000	9 months ended 30 September 2025 RM'000
Current income tax	**20,625**	24,685	**45,211**	59,462
(Over)/under provision in prior year	**(2,129)**	(2,345)	**(2,129)**	(2,345)
	18,496	22,340	**43,082**	57,117
Deferred tax:				
Relating to origination and reversal of temporary differences	**(2,244)**	(3,345)	**4,053**	(1,262)
Over provision in prior year	**1,035**	2,357	**1,035**	2,357
	(1,209)	(988)	**5,088**	1,095
	17,287	21,352	**48,170**	58,212

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 which are not deductible for tax purposes.

Domestic current income tax is calculated at the statutory tax rate of 24% (31 December 2025: 24%) of the estimated assessable profit for the period.

31. Credit exposures arising from credit transactions with connected parties

	Group	
	30 September 2026 RM'000	30 September 2025 RM'000
Outstanding credit exposures with connected parties (RM'000)	**3,398,408**	2,374,589
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	**6.8%**	5.1%
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	**0.0%**	0.0%

	Bank	
	30 September 2026 RM'000	30 September 2025 RM'000
Outstanding credit exposures with connected parties (RM'000)	**3,586,354**	2,557,621
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	**7.2%**	5.5%
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	**0.0%**	0.0%

The credit exposures above are derived based on Bank Negara Malaysia's revised Guidelines on Credit Transaction and Exposures with Connected Parties, which are 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 September 2026			31 December 2025		
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
Contingent liabilities						
Direct credit substitutes	**972,426**	**972,426**	**950,169**	964,294	964,294	933,859
Trade-related contingencies	**336,789**	**67,358**	**5,135**	387,443	77,489	9,422
Transaction-related contingencies	**526,262**	**263,131**	**220,626**	496,576	248,288	233,613
Commitments						
Credit extension commitment:						
- Maturity within one (1) year	**1,703,258**	**681,303**	**448,882**	906,304	181,261	161,252
- Maturity exceeding one (1) year	**988,893**	**395,557**	**391,842**	1,352,362	676,181	311,145
Other miscellaneous commitments & contingencies	**736,395**	**262,383**	**160,807**	561,878	90,151	67,750
Islamic derivative financial instruments						
Foreign exchange related contracts	**1,873,172**	**30,194**	**28,001**	1,571,402	37,100	28,005
	7,137,195	**2,672,352**	**2,205,462**	6,240,259	2,274,764	1,745,046

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.

33. Capital adequacy (cont'd.)

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

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Computation of Total Risk Weighted Assets ("RWA")				
Total credit RWA	**24,473,310**	24,153,813	**24,470,063**	24,192,227
Less: Credit risk absorbed by profit-sharing investment account ("PSIA")	**(1,528,275)**	(1,114,082)	**(1,528,275)**	(1,114,082)
Total market RWA	**137,437**	83,806	**137,437**	83,806
Total operational RWA	**1,684,611**	1,508,404	**1,685,440**	1,509,588
Total RWA	**24,767,083**	24,631,941	**24,764,665**	24,671,539
Computation of Capital Ratio				
Tier-I capital				
Share capital	**1,195,000**	1,195,000	**1,195,000**	1,195,000
Retained profits	**2,004,418**	2,026,644	**1,999,191**	2,021,415
Other Reserves				
Regulatory reserve	**140,356**	122,492	**140,356**	122,492
FVOCI reserve	**(99,934)**	(15,183)	**(99,934)**	(15,183)
Foreign exchange translation reserve	**7,623**	8,093	**7,623**	8,093
Regulatory Adjustment				
Deferred tax assets	**(59,846)**	(41,407)	**(59,846)**	(41,426)
Investment property gain	**(12,393)**	(12,393)	**(12,393)**	(12,393)
Regulatory reserve	**(140,356)**	(122,492)	**(140,356)**	(122,492)
Investment in subsidiaries	**-**	-	**(13,159)**	(13,159)
Cumulative gains of financing measured at FVTPL	**(7,967)**	(11,140)	**(7,967)**	(11,140)
Intangible asset (net of deferred tax liabilities)	**(129,902)**	(126,484)	**(129,642)**	(126,162)
Total Common Equity Tier-I Capital	**2,896,999**	3,023,130	**2,878,873**	3,005,045
Additional Tier-1 Capital				
Perpetual Sukuk	**350,000**	350,000	**350,000**	350,000
Total Tier-I Capital	**3,246,999**	3,373,130	**3,228,873**	3,355,045
Tier-II capital				
Subordinated sukuk	**800,000**	800,000	**800,000**	800,000
Loss provision and regulatory reserve*	**286,813**	287,997	**286,772**	288,477
Add: Investment property gain	**5,577**	5,577	**5,577**	5,577
Total Tier-II Capital	**1,092,390**	1,093,574	**1,092,349**	1,094,054
Total Capital Base	**4,339,389**	4,466,704	**4,321,222**	4,449,099
Ratio (%)				
CET 1 Capital	**11.697%**	12.273%	**11.625%**	12.180%
Tier 1 Capital	**13.110%**	13.694%	**13.038%**	13.599%
Total Capital	**17.521%**	18.134%	**17.449%**	18.033%

* Tier 2 Capital comprise collective allowance on non-impaired financing customers and regulatory reserve, subject to maximum of 1.25% of total credit risk-weighted assets less credit risk absorbed by profit sharing investment account.

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 which have been prepared in accordance with MFRS.

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

	Group			
	30 September 2026		31 December 2025	
	Total exposures after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000	Total exposures after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000
0%	**15,166,289**	**-**	14,528,708	-
20%	**7,921,629**	**1,584,326**	7,588,609	1,563,643
25%	**722,826**	**180,706**	692,439	178,347
30%	**1,756,129**	**526,839**	1,682,302	519,961
35%	**2,365**	**828**	2,265	817
40%	**1,667,903**	**667,161**	1,597,785	658,451
45%	**144,874**	**65,193**	138,783	64,342
50%	**154,295**	**77,147**	147,808	76,140
60%	**788,144**	**472,887**	755,011	466,713
70%	**9,309**	**6,517**	8,918	6,432
75%	**4,478,755**	**3,359,066**	4,290,471	3,315,214
80%	**687,846**	**550,277**	658,930	543,093
85%	**617,839**	**525,163**	591,865	518,307
90%	**5,488**	**4,939**	5,257	4,874
100%	**14,636,890**	**14,636,890**	14,021,564	14,445,807
110%	**1,482**	**1,630**	1,420	1,609
130%	**176,970**	**230,061**	169,530	227,058
150%	**1,055,787**	**1,583,680**	1,011,402	1,563,005
Risk weighted assets for credit risk	**49,994,820**	**24,473,310**	47,893,069	24,153,813
Less: Credit risk absorbed by PSIA		**(1,528,275)**		(1,114,082)
Risk weighted assets for market risk		**137,437**		83,806
Risk weighted assets for operational risk		**1,684,611**		1,508,404
Total risk weighted assets		**24,767,083**		24,631,941

33. Capital adequacy (cont'd.)

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

	Bank			
	30 September 2026		31 December 2025	
	Total exposures after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000	Total exposures after netting and credit risk mitigation RM'000	Total risk weighted assets RM'000
0%	**15,166,289**	**-**	14,541,306	-
20%	**7,921,629**	**1,584,326**	7,595,189	1,566,337
25%	**722,826**	**180,706**	693,039	178,655
30%	**1,756,129**	**526,839**	1,683,761	520,857
35%	**2,365**	**828**	2,267	818
40%	**1,667,903**	**667,161**	1,599,171	659,586
45%	**144,874**	**65,193**	138,904	64,453
50%	**154,295**	**77,147**	147,936	76,271
60%	**788,144**	**472,887**	755,666	467,517
70%	**9,309**	**6,517**	8,926	6,443
75%	**4,478,755**	**3,359,066**	4,294,191	3,320,927
80%	**687,846**	**550,277**	659,501	544,029
85%	**617,839**	**525,163**	592,378	519,200
90%	**5,488**	**4,939**	5,261	4,883
100%	**14,633,643**	**14,633,643**	14,030,609	14,467,491
110%	**1,482**	**1,630**	1,421	1,612
130%	**176,970**	**230,061**	169,677	227,449
150%	**1,055,787**	**1,583,680**	1,012,279	1,565,699
Risk weighted assets for credit risk	**49,991,573**	**24,470,063**	47,931,483	24,192,227
Less: Credit risk absorbed by PSIA		**(1,528,275)**		(1,114,082)
Risk weighted assets for market risk		**137,437**		83,806
Risk weighted assets for operational risk		**1,685,440**		1,509,588
Total risk weighted assets		**24,764,665**		24,671,539

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 (ie. prices) or indirectly (ie. 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.

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:

		Valuation technique using		
Group	**Quoted Market Price Level 1**	**Observable Inputs Level 2**	**Unobservable Inputs Level 3**	**Total**
30 September 2026	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial assets				
Financial investments at FVTPL	**-**	**45,166**	**-**	**45,166**
Financial investments at FVOCI	**94,527**	**7,114,200**	**4,631**	**7,213,358**
Islamic derivative financial assets	**-**	**10,859**	**-**	**10,859**
Financing of customers	**-**	**-**	**234,523**	**234,523**
Total financial assets measured at fair value	**94,527**	**7,170,225**	**239,154**	**7,503,906**
Financial liabilities				
Islamic derivative financial assets	**-**	**5,577**	**-**	**5,577**
Total financial liabilities measured at fair value	**-**	**5,577**	**-**	**5,577**

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.) 31 December 2025	Quoted Market Price Level 1 RM'000	Valuation technique using: Observable Inputs Level 2 RM'000	Valuation technique using: Unobservable Inputs Level 3 RM'000	Total RM'000
Financial assets				
Financial investments at FVTPL	-	72,173	-	72,173
Financial investments at FVOCI	84,863	7,808,206	14,826	7,907,895
Islamic derivative financial assets	-	13,549	-	13,549
Financing of customers	-	-	288,554	288,554
Total financial assets measured at fair value	84,863	7,893,928	303,380	8,282,171
Financial liabilities				
Islamic derivative financial liabilities	-	26,972	-	26,972
Total financial liabilities measured at fair value	-	26,972	-	26,972

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.)

		Valuation technique using		
Bank	**Quoted Market Price Level 1**	**Observable Inputs Level 2**	**Unobservable Inputs Level 3**	**Total**
30 September 2026	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial assets				
Financial investments at FVTPL	**-**	**43,231**	**-**	**43,231**
Financial investments at FVOCI	**94,527**	**7,114,200**	**4,631**	**7,213,358**
Islamic derivative financial assets	**-**	**10,859**	**-**	**10,859**
Financing of customers	**-**	**-**	**234,523**	**234,523**
Total financial assets measured at fair value	**94,527**	**7,168,290**	**239,154**	**7,501,971**
Financial liabilities				
Islamic derivative financial liabilities	**-**	**5,577**	**-**	**5,577**
Total financial liabilities measured at fair value	**-**	**5,577**	**-**	**5,577**

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.) 31 December 2025	Quoted Market Price Level 1 RM'000	Valuation technique using: Observable Inputs Level 2 RM'000	Valuation technique using: Unobservable Inputs Level 3 RM'000	Total RM'000
Financial assets				
Financial investments at FVTPL	-	70,277	-	70,277
Financial investments at FVOCI	84,863	7,808,206	14,826	7,907,895
Islamic derivative financial assets	-	13,549	-	13,549
Financing of customers	-	-	288,554	288,554
Total financial assets measured at fair value	84,863	7,892,032	303,380	8,280,275
Financial liabilities				
Islamic derivative financial assets	-	26,972	-	26,972
Total financial liabilities measured at fair value	-	26,972	-	26,972

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 a reconciliation of Level 3 fair values:

	Group	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
At 1 January 2026/2025	**303,380**	425,489
Loss recognised in statements of in profit or loss	**(5,502)**	(12,320)
Loss recognised in other comprehensive income	**(10,243)**	(58,070)
Redemption	**(48,530)**	(44,798)
Foreign exchange translation difference	**49**	(6,921)
At 30 September 2026/ 31 December 2025	**239,154**	303,380

	Bank	
	30 September 2026	**31 December 2025**
	RM'000	**RM'000**
At 1 January 2026/2025	**303,380**	420,413
Loss recognised in statements of in profit or loss	**(5,502)**	(12,320)
Loss recognised in other comprehensive income	**(10,243)**	(58,070)
Redemption	**(48,530)**	(39,722)
Foreign exchange translation difference	**49**	(6,921)
At 30 September 2026/ 31 December 2025	**239,154**	303,380

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 - 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.

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

Group 30 September 2026	Business banking RM'000	Consumer banking RM'000	Treasury RM'000	Others RM'000	Total RM'000
Revenue	**325,694**	**1,223,246**	**282,424**	**5,089**	**1,836,453**
Total income	**203,100**	**610,758**	**27,765**	**136,056**	**977,679**
(Allowance for)/write-back of impairment on financing	**(3,475)**	**(137,462)**	**1,775**	**(1,739)**	**(140,901)**
(Allowance for)/write-back of impairment losses on investments	**-**	**-**	**(271)**	**1,773**	**1,502**
Allowance for impairment on other financial assets, net	**-**	**-**	**18**	**-**	**18**
Other expenses	**-**	**-**	**-**	**(44,127)**	**(44,127)**
Total net income	**199,625**	**473,296**	**29,287**	**91,963**	**794,171**
Total overhead expenses					**(594,143)**
Profit before zakat and taxation					**200,028**
Zakat					**(5,107)**
Taxation					**(48,178)**
Profit for the period					**146,743**

35. Segment information (cont'd.)

(a) Business segments (cont'd.)

Group 30 September 2025	Business banking RM'000	Consumer banking RM'000	Treasury RM'000	Others RM'000	Total RM'000
Revenue	335,436	1,069,630	286,761	7,010	1,698,837
Total income	152,690	401,224	25,935	252,120	831,969
Write-back of/(allowance for) impairment on financing	60,277	(103,461)	1,886	-	(41,298)
Allowance for impairment losses on investments	-	-	(1)	-	(1)
Write-back of impairment on other financial assets, net	-	-	260	-	260
Other expenses	-	-	-	(37,378)	(37,378)
Total net income	212,967	297,763	28,080	214,742	753,552
Total overhead expenses					(509,769)
Profit before zakat and taxation					243,783
Zakat					(6,341)
Taxation					(59,168)
Profit for the period					178,274

Bank 30 September 2026	Business banking RM'000	Consumer banking RM'000	Treasury RM'000	Others RM'000	Total RM'000
Revenue	**325,694**	**1,223,246**	**282,424**	**4,472**	**1,835,836**
Total Income	**203,100**	**610,758**	**27,765**	**135,229**	**976,852**
(Allowance for)/write-back of impairment on financing	**(3,475)**	**(137,462)**	**1,775**	**(1,739)**	**(140,901)**
(Allowance for)/write-back of impairment losses on investments	**-**	**-**	**(271)**	**1,773**	**1,502**
Allowance for impairment on other financial assets, net	**-**	**-**	**18**	**-**	**18**
Other expenses	**-**	**-**	**-**	**(44,127)**	**(44,127)**
Total net income	**199,625**	**473,296**	**29,287**	**91,136**	**793,344**
Total overhead expenses					**(592,661)**
Profit before zakat and taxation					**200,683**
Zakat					**(5,017)**
Taxation					**(48,170)**
Profit for the period					**147,496**

35. Segment information (cont'd.)

(a) Business segments (cont'd.)

Bank 30 September 2025	Business banking RM'000	Consumer banking RM'000	Treasury RM'000	Others RM'000	Total RM'000
Revenue	335,436	1,069,630	286,761	7,701	1,699,528
Total Income	152,690	401,224	25,934	252,620	832,468
Write-back of/(allowance for) impairment on financing	60,277	(103,461)	1,886	-	(41,298)
Allowance for impairment losses on investments	-	-	(1)	-	(1)
Write-back of impairment on other financial assets, net	-	-	260	-	260
Other expenses	-	-	-	(37,378)	(37,378)
Total net income	212,967	297,763	28,079	215,242	754,051
Total overhead expenses					(508,813)
Profit before zakat and taxation					245,238
Zakat					(6,153)
Taxation					(58,212)
Profit for the period					180,873

36. Performance review and outlook

Performance review : Current Year-to-date vs. Previous Year-to-date

	Group 9 months ended			
	30 September 2026	30 September 2025	Variance	
Key Profit or Loss Items:	RM'000	RM'000	RM'000	%
Revenue	**1,836,453**	1,698,837	137,616	8.1
Income attributable to depositors	**(858,774)**	(866,868)	8,094	(0.9)
Net Income	**794,171**	753,552	40,619	5.4
Profit Before Zakat and Tax ("PBZT")	**200,028**	243,783	(43,755)	(17.9)
Profit After Zakat and Tax ("PAZT")	**146,743**	178,274	(31,531)	(17.7)

For the nine months ended 30 September 2026, Bank Muamalat Group recorded Profit After Zakat and Tax ("PAZT") of RM146.7 million, 17.7% lower than the RM178.3 million posted in the corresponding period of 2025, with Profit Before Zakat and Tax ("PBZT") declining 17.9% to RM200.0 million (September 2025: RM243.8 million). The decline continues to reflect substantially higher net impairment charges and increased overheads, which outweighed a resilient top line, lower funding cost and continued margin expansion.

Total revenue rose 8.1% year-on-year to RM1,836.5 million, led by income from financing of RM1,470.6 million (September 2025: RM 1,344.9 million, up 9.3%), supported by financing growth and improved income yields under the PASCAL financing strategy, with the balance contributed by investment and other income. Income attributable to depositors and investment account holders declined 0.9% to RM858.8 million. The cost of customer deposits fell 4.2% to RM826.2 million on an improved funding mix and the lower Overnight Policy Rate, partly offset by higher returns to investment account holders of RM32.5 million (September 2025: RM4.3 million) in line with a expansion in the investment account base. Together with higher funded income, this lifted the Net Income Margin to 2.39%, 39 basis points higher than the 2.00% recorded a year earlier, and supported a 5.4% increase in net income to RM794.2 million.

Net impairment allowances on financing and investments rose to RM139.4 million (September 2025: RM41.0 million). The increase was driven by significantly lower bad debt recoveries of RM17.4 million against RM 68.9 million a year earlier.

Total overheads increased 20.6% to RM528.6 million, comprising personnel expenses of RM301.8 million (up 19.9%) and other overheads and expenditure of RM226.8 million (up 21.6%), reflecting continued investment in people and technology.

Finance cost decreased 8.4% to RM65.6 million, aided by the lower-rate refinancing of Cagamas borrowings.

36. Performance review and outlook (cont'd.)

Performance review : Current Year-to-date vs. Previous Year-to-date (cont'd.)

As at 30 September 2026, total assets stood at RM47.3 billion, 5.6% higher than RM44.8 billion as at 30 September 2025 underpinned by financing growth and higher liquid assets. Gross financing grew 5.7% to RM35.4 billion from the financial year end (30 September 2025: RM33.5 billion), led by household financing, while customer deposits and investment accounts rose 4.7% to RM39.2 billion (30 September 2025: RM37.5 billion), with investment accounts up to RM1.7 billion. The gross impaired financing ("GIF") ratio rose to 1.67% (30 September 2025: 1.22%), consistent with the higher provisioning noted above. The CASA ratio stood at 30.7% (30 September 2025: 29.8%). The Group's capital position remained robust, with the CET1 ratio at 11.70% (30 September 2025: 11.41%)

Performance review : Current quarter vs. preceding quarter (Q3 2026 vs Q2 2026)

	Group 3 months ended			
	30 Sept 2026	30 June 2026	Variance	
Key Profit or Loss Items:	**RM'000**	**RM'000**	**RM'000**	**%**
Revenue	**633,367**	611,310	22,057	3.6
Income attributable to depositors	**(296,089)**	(281,681)	(14,408)	5.1
Net Income	**278,504**	257,334	21,170	8.2
Profit Before Zakat and Tax ("PBZT")	**77,195**	60,050	17,145	28.6
Profit After Zakat and Tax ("PAZT")	**57,908**	43,506	14,402	33.1

For the three months ended 30 September 2026, Bank Muamalat Group recorded PAZT of RM57.9 million, 33.1% higher than the RM43.5 million posted in the immediately preceding quarter, with PBZT rising 28.6% to RM77.2 million (Q2 FY2026: RM60.1 million). The improvement was driven by stronger net income and a moderation in impairment charges, which more than absorbed a modest increase in operating expenses.

Revenue grew 3.6% quarter-on-quarter to RM633.4 million, led by income from financing, which rose 5.9% to RM516.5 million (Q2 FY2026: RM487.9 million) on continued asset growth and firmer yields. Income attributable to depositors and investment account holders increased 5.1% to RM296.1 million, reflecting the larger investment account and deposit base during the quarter. Net income advanced 8.2% to RM278.5 million.

Total overheads increased 3.2%, or RM5.6 million, to RM180.0 million (Q2 FY2026: RM174.5 million), reflecting continued investment in personnel and technology, while finance cost declined 6.7% to RM21.3 million. Net impairment allowances on financing and investments eased to RM43.8 million (Q2 FY2026: RM51.2 million) as AKPK-related provisioning moderated and recovery efforts gained traction.

Total assets grew 2.2% quarter-on-quarter to RM47.3 billion (30 June 2026: RM46.3 billion), supported by financing and liquid-asset growth, while customer deposits and investment accounts continued to expand.

36. Performance review and outlook (cont'd.)

Performance review : Current Quarter vs. Previous Year Corresponding Quarter

	Group 3 months ended			
	30 Sept 2026	30 Sept 2025	Variance	
Key Profit or Loss Items:	RM'000	RM'000	RM'000	%
Revenue	**633,367**	573,067	60,300	10.5
Income attributable to depositors	**(296,089)**	(293,756)	(2,333)	0.8
Net Income	**278,504**	256,106	22,398	8.7
Profit Before Zakat and Tax ("PBZT")	**77,195**	80,863	(3,668)	(4.5)
Profit After Zakat and Tax ("PAZT")	**57,908**	57,552	356	0.6

Against the corresponding quarter of 2025, Bank Muamalat Group recorded PAZT of RM57.9 million, 0.6% higher than the RM57.6 million achieved a year earlier, while PBZT eased 4.5% to RM77.2 million (Q3 FY2025: RM80.9 million). Robust revenue growth and lower funding cost were offset by a higher net impairment charge and increased overheads, with the lower PBZT cushioned at the PAZT level by a lower effective zakat and tax charge.

Revenue grew 10.5% year-on-year to RM633.4 million (Q3 FY2025: RM573.1 million), led by income from financing, which increased 14% to RM516.5 million on a larger financing base and improved income yields following the PASCAL financing strategy. Income attributable to depositors fell 2.0% to RM284.3 million, reflecting disciplined funding mix management and the lower Overnight Policy Rate, partly offset by higher returns to investment account holders of RM11.8 million (Q3 FY2025: RM3.7 million). The combination of higher funded income and lower funding cost lifted the Group Net Income Margin to 2.4%, 40 basis points above the 2.0% in the corresponding quarter of 2025, and net income rose 8.7% to RM278.5 million.

Net impairment allowances on financing and investments increased to RM43.8 million (Q3 FY2025: RM9.6 million), as bad-debt recoveries of RM7.4 million were markedly lower than RM 57.9 million a year earlier and Stage 3 provisions remained elevated. Total overheads rose 18.3% year-on-year to RM180.0 million (Q3 FY2025: RM152.3 million), comprising personnel expenses of RM98.3 million (up 11.4%) and other overheads and expenditure of RM81.7 million (up 27.6%), the latter reflecting higher technology expenses and amortisation of digital platform investments. Finance cost declined 7.5% to RM21.3 million.

The Group's financial position continued its upward trajectory, with total assets rising 5.6% year-on-year to reach RM47.3 billion as at 30 September 2026 (30 September 2025: RM44.8 billion), driven by a strong mix of financing expansion and expanded liquid asset buffers. This asset momentum was heavily supported by gross financing, which climbed 5.7% to RM35.4 billion from RM33.5 billion a year ago, led primarily by steady demand in household segments. Funding streams remained equally healthy, with customer deposits and investment accounts expanding 4.7% to RM39.2 billion from RM37.5 billion previously. Meanwhile, the gross impaired financing (GIF) ratio shifted to 1.67% (30 September 2025: 1.22%), reflecting the credit provisioning realignments noted earlier in the year.

36. Performance review and outlook (cont'd.)

Outlook

Malaysia's economy expanded by 5.3% in 3Q2026, based on the Department of Statistics Malaysia's (DOSM) advance estimate, moderating from 6.0% in the preceding quarter. Growth was underpinned by expansion across all economic sectors except mining. For the first three quarters of 2026, the economy grew by 5.5% (9M2025: 4.8%), well above the pre-pandemic average of 4.9%[1].

The services sector remained the main driver of growth, expanding by 5.4% (2Q2026: 5.9%), supported by the wholesale and retail trade, information and communication, and finance and insurance sub-sectors. The manufacturing sector strengthened to 7.5% (2Q2026: 7.3%), backed by export-oriented industries, particularly electrical, electronic and optical products, as well as petroleum, chemical, rubber and plastic products, amid strong global demand for semiconductors and artificial intelligence (AI)-related products. The construction sector grew by 6.0% (2Q2026: 6.5%), supported by non-residential buildings, particularly data centre projects, and specialised construction activities. The agriculture sector rebounded to 1.3% (2Q2026: -3.7%), driven by oil palm and livestock. In contrast, the mining sector contracted by 4.9% (2Q2026: +9.2%), mainly due to lower production of crude oil and condensate.

Malaysia's economic outlook remains resilient, with the government projecting growth of 4.8%–5.3% in 2026 and 4.2%–5.2% in 2027, supported by firm domestic demand and robust investment activity. The ongoing global technology upcycle should continue to underpin exports, while infrastructure development and data centre investments provide further impetus to growth. Private consumption is expected to remain supportive, bolstered by Budget 2027 measures, including enhanced cash transfers under Sumbangan Tunai Rahmah (STR), Sumbangan Asas Rahmah (SARA) and Bantuan Awal Persekolahan (BAP), personal income tax reductions, higher tax reliefs and wage-related initiatives. Collectively, these measures should raise household disposable income and support consumer spending.

Nevertheless, headline inflation is projected to rise to 1.8%–2.8% in 2027, from 1.5%–2.5% in 2026, reflecting higher business input costs and potential price pass-through. Against this backdrop, the Overnight Policy Rate (OPR) is expected to normalise towards 3.00% in 2027, consistent with firm economic growth and gradually rising inflationary pressures.

For Bank Muamalat, the favourable macroeconomic environment should sustain financing demand, particularly across corporate and business banking segments, notwithstanding moderating household financing growth. Meanwhile, the rapid expansion of e-commerce and digital payments presents opportunities to strengthen deposit mobilisation, transaction banking and investment offerings. These developments align with the Bank's digitalisation strategy, providing a strong foundation for sustainable business expansion, deeper customer engagement and enhanced competitiveness in an increasingly digital financial landscape.

[1] Average annual real GDP growth, 2015–2019.