

Deutsche Bank (Malaysia) Berhad
Company Registration No. 199401026871 (312552-W)
(Incorporated in Malaysia)
and its subsidiaries

**Unaudited Condensed Interim Financial Statements
for the Financial Period ended 31 March 2026**

Domiciled in Malaysia
Registered office:
Level 19, Menara IMC No. 8 Jalan Sultan Ismail 50250 Kuala Lumpur



Consolidated Statements of Financial Position
As at 31 March 2026 - Unaudited

		Group		Bank	
	Note	31 March 2026 RM'000	31 December 2025 RM'000	31 March 2026 RM'000	31 December 2025 RM'000
Assets					
Cash and short-term funds	12	1,870,383	1,984,452	1,870,383	1,984,452
Deposits and placements with banks and other financial institutions		469,991	244,995	469,991	244,995
Reverse repurchase agreements		489,322	287,043	489,322	287,043
Financial securities measured at FVTPL	13	2,318,748	2,648,395	2,318,748	2,648,395
Financial securities measured at FVOCI	14	2,332,615	2,249,083	2,332,615	2,249,083
Loans, advances and financing	15	1,860,296	1,509,055	1,860,296	1,509,055
Derivative assets		1,239,392	1,068,005	1,239,392	1,068,005
Other assets	16	1,354,574	667,141	1,354,574	667,141
Statutory deposit with Bank Negara Malaysia		10,000	10,000	10,000	10,000
Investments in subsidiary companies		-	-	20	20
Property and equipment		3,798	4,340	3,798	4,340
Right-of-use assets		1,548	1,894	1,548	1,894
Total assets		<u>11,950,667</u>	<u>10,674,403</u>	<u>11,950,687</u>	<u>10,674,423</u>
Liabilities and equity					
Deposits from customers	17	5,570,812	4,968,987	5,570,832	4,969,007
Deposits and placements of banks and other financial institutions	18	1,161,823	1,270,911	1,161,823	1,270,911
Repurchase agreement		298,032	301,977	298,032	301,977
Lease liabilities		1,603	1,952	1,603	1,952
Derivative liabilities		1,217,325	1,013,058	1,217,325	1,013,058
Other liabilities	19	1,742,660	1,210,115	1,742,660	1,210,115
Tax payable		9,279	8049	9,279	8049
Deferred tax liabilities		1,475	177	1,475	177
Total liabilities		<u>10,003,009</u>	<u>8,775,226</u>	<u>10,003,029</u>	<u>8,775,246</u>
Equity					
Share capital		531,362	531,362	531,362	531,362
Reserves		1,416,296	1,367,815	1,416,296	1,367,815
Total equity attributable to owner of the Bank		<u>1,947,658</u>	<u>1,899,177</u>	<u>1,947,658</u>	<u>1,899,177</u>
Total liabilities and equity		<u>11,950,667</u>	<u>10,674,403</u>	<u>11,950,687</u>	<u>10,674,423</u>
Commitments and contingencies	26	<u>161,180,750</u>	<u>159,984,129</u>	<u>161,180,750</u>	<u>159,984,129</u>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

**Consolidated Statements of Profit or Loss and Other Comprehensive Income
 For The Financial Period Ended 31 March 2026 - Unaudited**

	Note	Group and Bank			
		1 st quarter ended		Three months ended	
		31 March 2026 RM'000	31 March 2025 RM'000	31 March 2026 RM'000	31 March 2025 RM'000
Interest income	20	76,832	84,723	76,832	84,723
Interest expense	21	(26,211)	(25,469)	(26,211)	(25,469)
Net interest income		50,621	59,254	50,621	59,254
Net income from Islamic Banking Operations	28	1,254	1,218	1,254	1,218
Non-interest income	22	67,991	57,361	67,991	57,361
Operating income		119,866	117,833	119,866	117,833
Other operating expenses	23	(43,545)	(43,698)	(43,545)	(43,698)
Operating profit		76,321	74,135	76,321	74,135
Write-back of/(Allowance for) expected credit losses	24	220	942	220	942
Profit before tax		76,541	75,077	76,541	75,077
Tax expense		(18,911)	(18,330)	(18,911)	(18,330)
Net profit for the period		<u>57,630</u>	<u>56,747</u>	<u>57,630</u>	<u>56,747</u>
Other comprehensive income:					
<i>Items that are or may be reclassified subsequently to profit or loss</i>					
Net change in fair value on debt securities measured at FVOCI		(12,044)	3,060	(12,044)	3,060
Net changes in ECL reserves		7	(13)	7	(13)
Income tax effect		2,888	(731)	2,888	(731)
Total other comprehensive income/(loss) for the period		<u>(9,149)</u>	<u>2,316</u>	<u>(9,149)</u>	<u>2,316</u>
Total comprehensive income for the period		<u>48,481</u>	<u>59,063</u>	<u>48,481</u>	<u>59,063</u>
Earnings per share (sen)		<u>33.2 sen</u>	<u>32.7 sen</u>	<u>33.2 sen</u>	<u>32.7 sen</u>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

**Consolidated Statements Of Changes In Equity
 For The Financial Period Ended 31 March 2026**

Group and Bank	← Attributable to owner of the Bank →					Total
	Share capital	Non-distributable		Distributable Retained earnings	Total reserves	
		Other reserves	ECL reserves			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2026	531,362	71,941	197	1,295,677	1,367,815	1,899,177
Total comprehensive income/(loss) for the period	-	(9,154)	5	57,630	48,481	48,481
At 31 March 2026	531,362	62,787	202	1,353,307	1,416,296	1,947,658
At 1 January 2025	531,362	59,249	632	1,340,014	1,399,895	1,931,257
Total comprehensive income/(loss) for the period	-	2,326	(10)	56,747	59,063	59,063
At 31 March 2025	531,362	61,575	622	1,396,761	1,458,958	1,990,320

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

**Condensed Consolidated Statements Of Cash Flows
For The Financial Period Ended 31 March 2026**

	Group and Bank	
	31 March 2026 RM'000	31 March 2025 RM'000
Profit before tax	76,541	75,077
Adjustments for non-operating and non-cash items	52,909	(55,430)
Operating profit before working capital changes	129,450	19,647
Changes in working capital:		
Net changes in operating assets	(2,833,182)	(1,677,699)
Net changes in operating liabilities	2,828,879	1,709,955
Income tax paid	(13,770)	(15,471)
Net cash generated from operations	111,377	36,432
Cash flows from investing activities:		
Dividend received	-	-
Purchase of property and equipment	(79)	-
Net cash used in investing activities	(79)	-
Cash flows from financing activities:		
Payment of lease liabilities	(366)	(366)
Net cash used in financing activities	(366)	(366)
Net increase in cash and cash equivalents	110,932	36,066
Cash and cash equivalents at beginning of the period	2,229,469	3,056,660
Cash and cash equivalents at end of the period	2,340,401	3,092,726
Analysis of cash and cash equivalents:		
Cash and short-term funds	1,870,401	2,862,726
Deposits and placement with banks and other financial institutions	470,000	230,000
Cash and cash equivalents at the end of the period	2,340,401	3,092,726

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

**Explanatory Notes to the Interim Financial Statements
for the Financial Period Ended 31 March 2026**

1. Basis of preparation

The unaudited interim financial statements for the financial period ended 31 March 2026 have been prepared under the historical cost convention except for reverse repurchase agreements, financial securities and derivative financial instruments which are stated at fair values.

The unaudited interim financial statements have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”). The unaudited interim financial statements should be read in conjunction with the audited annual financial statements for the Group and the Bank for the financial year ended 31 December 2025. The explanatory notes attached to the 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 year ended 31 December 2025.

The unaudited interim financial statements incorporated those activities relating to the Islamic banking business. Islamic banking business refers generally to the acceptance of deposits under the principles of Shariah.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2025, except for the adoption of the following MFRS Accounting Standards (“MFRS”), Amendments to MFRSs and IC Interpretation that have been issued by the MASB:

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*

The following are financial reporting standards, amendments and interpretations that have been issued by the MASB but have not been adopted by the Group and the Bank:

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*
- Amendments to MFRS 19, *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 121, *The Effect of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency*

1. Basis of preparation (continued)

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 plan to apply the abovementioned accounting standards, interpretations and amendments, where applicable:

- from the annual period beginning on 1 January 2027 for the amendments, that is effective for annual periods beginning on or after 1 January 2027.

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

2. Audit Report

The audit report on the audited annual financial statements of the Group and the Bank for the financial year ended 31 December 2025 was not subject to any qualification.

3. Seasonality or Cyclicity of Operations

The business operations of the Group and the Bank are not subject to material seasonal or cyclical fluctuations.

4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group and of the Bank for the financial period ended 31 March 2026.

5. Changes in Estimates

There were no significant changes in estimates of amounts reported in prior financial years that have a material effect on the financial results and position of the Group and the Bank for the financial period ended 31 March 2026.

6. Issuance and Repayment of Debt and Equity Securities

There were no issuance and repayment of debt and equity securities during the financial period ended 31 March 2026.

7. Dividend Paid

No dividend was paid during the financial period ended 31 March 2026. The proposed final dividend recommended by the Directors in respect of the financial year ended 31 December 2025 is 104.1 sen per ordinary share totalling RM180,738,000. This dividend will be recognised upon approval by the shareholder of the Bank.

8. Material Events

There were no material events subsequent to the reporting date that require adjustments to the unaudited condensed interim financial statements.

9. Changes in the composition of the Group

There were no changes in the composition of the Group for the financial period ended 31 March 2026.

10. Review of Performance

The Bank recorded profit before tax for the financial period ended 31 March 2026 of RM76.5 million compared to RM74.1 million for the previous corresponding period. Operating income increased by RM2.0 million (+1.7%) from RM117.8 million to RM119.8 million, mainly attributed to higher non-interest income by RM10.6 million (+18.5%) to RM68.0 million against RM57.4 million in the previous corresponding period. Net interest income decreased by RM8.6 million (-14.6%) from RM59.2 million to RM50.6 million.

Total assets registered an increase of RM1.3 billion (+12.0%) from RM10.7 billion as at 31 December 2024 to RM12.0 billion as at 31 March 2026. The Bank's total common equity tier 1 ratio and total capital ratio remained strong at 20.008% and 20.512%, respectively.

11. Prospects

Looking ahead to FY2026, the global economic environment is expected to be characterised by stabilising growth and ongoing uncertainty. Fiscal policy will likely continue to play an active role in supporting worldwide economic activity, while investments in digitalisation and artificial intelligence remain key drivers of medium term growth. Geopolitical developments in the Middle East may influence market sentiment, energy prices, and capital flows, contributing to volatility. Overall, the outlook for early 2026 is constructive but subject to downside risks from geopolitical and policy uncertainties.

In the United States, inflation is expected to moderate during 2026, though it may stay above central bank targets in the near term. The Federal Reserve is likely to maintain a cautious stance, balancing inflation risks with the goal of sustaining growth. Fiscal and trade policy developments, along with potential energy price shocks, remain key sources of uncertainty for economic expansion.

In the Eurozone, inflation should remain contained, enabling steady monetary policy. While growth prospects are moderate, the region's coordinated fiscal and policy framework offers stability. However, external risks, including energy price volatility and geopolitical developments, could impact growth and inflation if they intensify.

Domestically, Malaysia's economic prospects are expected to be influenced by ongoing fiscal reforms, global economic conditions and regional developments within Asia. Domestic policy priorities are expected to remain focused on strengthening fiscal sustainability, broadening the revenue base and enhancing social protection, while continuing to support economic activity through targeted initiatives. Efforts to promote higher-value and growth-oriented sectors, including digitalisation, technology adoption and sustainability-related industries, are expected to support medium-term development objectives. Malaysia is also expected to continue benefiting from deeper regional integration and supply-chain diversification within ASEAN and Asia, which may help mitigate exposure to external trade and geopolitical uncertainties. While the operating environment remains subject to global economic and geopolitical risks, Malaysia enters FY2026 positioned to manage these challenges while pursuing sustainable and inclusive growth.

12. Cash and cash equivalents

12.1 Cash and short-term funds

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	262,451	390,023
Money at call and deposit placements maturing within one month	1,607,950	1,594,446
	<hr/>	<hr/>
	1,870,401	1,984,469
Expected credit losses on cash and cash equivalents		
• Stage 1 – 12-month ECL	(18)	(17)
	<hr/>	<hr/>
	1,870,383	1,984,452

12.2 Deposits and placements with banks and other financial institutions

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Other financial institutions - cash and cash equivalents	470,000	245,000
Expected credit losses on cash and cash equivalents		
• Stage 1 – 12-month ECL	(9)	(5)
	<hr/>	<hr/>
	469,991	244,995

12. Cash and cash equivalents (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for cash and cash equivalents.

Group and Bank	2026				2025			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Cash and cash equivalents								
Balance at 1 January	22	-	-	22	24	-	-	24
Net remeasurement of expected credit losses	-	-	-	-	-	-	-	-
New financial assets originated or purchased	10	-	-	10	7	-	-	7
Financial assets that have been derecognised	(5)	-	-	(5)	(9)	-	-	(9)
Balance at 31 March / December	31							
	27	-	-	27	22	-	-	22

13. Financial securities measured at FVTPL

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Debt securities at FVTPL		
Malaysian Government Securities	1,198,254	1,503,500
Malaysian Islamic Treasury Bills	-	9,975
Malaysian Investment Issue	661,216	874,871
Cagamas bonds	259,993	260,049
Khazanah Bonds	199,285	-
	<u>2,318,748</u>	<u>2,648,395</u>

14. Financial securities measured at FVOCI

	Group and Bank	
	31 March 2026	31 December 2025
Debt securities at FVOCI		
Malaysian Government Securities	1,060,612	969,610
Malaysian Investment Issue	<u>1,256,910</u>	<u>1,264,380</u>
	2,317,522	2,233,990
Equity investments at FVOCI		
Unquoted shares in Malaysia	<u>15,093</u>	<u>15,093</u>
	<u>2,332,615</u>	<u>2,249,083</u>

14. Financial securities measured at FVOCI (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for debt securities at FVOCI.

Group and Bank	2026				2025			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Debt securities at FVOCI								
Balance at 1 January	259	-	-	259	832	-	-	832
Net remeasurement of expected credit losses	7	-	-	7	(631)	-	-	(631)
New financial assets originated or purchased	-	-	-	-	86	-	-	86
Financial assets that have been derecognised	-	-	-	-	(28)	-	-	(28)
Balance at 31 March / December	31 266	-	-	266	259	-	-	259

15. Loans, advances and financing

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
<i>At amortised cost</i>		
Overdrafts	113,360	87,429
Term loans - Housing loans	1,876	1,997
- Other term loans	1,170,096	1,052,378
Trust receipts	5,751	14,741
Claims on customers under acceptance credits	570,631	354,160
Gross loans, advances and financing	1,861,714	1,510,705
Expected credit losses	(1,418)	(1,650)
Net loans, advances and financing	1,860,296	1,509,055

15. Loans, advances and financing (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for loans, advances and financing.

Group and Bank	2026				2025			
	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost								
Balance at 1 January	708	434	508	1,650	1,018	1,542	733	3,293
Transfer to 12-month ECL	420	(412)	(8)	-	43	(21)	(22)	-
Transfer to lifetime ECL not credit-impaired	-	-	-	-	(2)	2	-	-
Transfer to lifetime ECL credit-impaired	-	-	-	-	(24)	-	24	-
Net remeasurement of loss allowance	(276)	(4)	(55)	(335)	(65)	3	(227)	(289)
New financial assets originated or purchased	142	32	-	174	181	421	-	602
Financial assets that have been derecognised	(67)	(4)	-	(71)	(443)	(1,513)	-	(1,956)
Balance at 31 March / December*	31							
	927	46	445	1,418	708	434	508	1,650

* The loss allowance in this table includes ECL on loan commitments and financial guarantees of RM707,000 (31 December 2025: RM745,000) as at the reporting date.

15. Loans, advances and financing (continued)

The maturity structure of gross loans, advances and financing are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Maturing within one year	1,598,938	1,241,242
More than one year and three years	262,130	268,779
More than three years to five years	164	186
Over five years	482	498
	<u>1,861,714</u>	<u>1,510,705</u>

Gross loans, advances and financing analysed by type of customers are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Domestic non-bank financial institutions	389,617	290,877
Domestic business enterprises	1,267,230	1,126,138
Government and statutory bodies	202,991	91,693
Individuals	1,876	1,997
	<u>1,861,714</u>	<u>1,510,705</u>

Gross loans, advances and financing analysed by interest/profit rate sensitivity are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Fixed rate		
- Other fixed rate loan/financing	106,313	106,271
Variable rate		
- Base lending rate plus	69,849	73,294
- Cost plus	1,679,521	1,316,027
- Other variable rates	6,031	15,113
	<u>1,861,714</u>	<u>1,510,705</u>

15. Loans, advances and financing (continued)

Gross loans, advances and financing analysed by geographical distribution are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Malaysia	<u>1,861,714</u>	<u>1,510,705</u>

Gross loans, advances and financing analysed by economic sector are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Primary agriculture	101,224	101,254
Manufacturing	631,464	494,932
Construction	47,677	47,717
Wholesale & retail trade and restaurants & hotels	430,520	353,544
Transport, storage and communication	20,838	33,208
Finance, insurance and business services	425,124	386,360
Education, health and others	202,991	91,693
Household	1,876	1,997
	<u>1,861,714</u>	<u>1,510,705</u>

Movements in impaired loans, advances and financing are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Balance at 1 January	1,351	1,576
Classified as impaired during the period/year	27	134
Reclassified as non-impaired during the period/year	(30)	(170)
Amounts recovered	(36)	(189)
At 31 March 2026/31 December 2025	<u>1,312</u>	<u>1,351</u>
Gross impaired loans as a percentage of gross loans, advances and financing	<u>0.07%</u>	<u>0.09%</u>

Impaired loans, advances and financing analysed by economic sector and geographical distribution are as follows:

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Household (Malaysia)	<u>1,312</u>	<u>1,351</u>

16. Other assets

	Group and Bank	
	31 March 2026	31 December 2025
	RM'000	RM'000
Interest/Income receivable	38,052	54,406
Margin placed with futures exchange	35,272	35,135
Collateral deposits placed with counterparty financial institutions	418,755	350,467
Securities receivable	602,376	107,052
Amount due from intercompanies	33,798	28,365
Other debtors, deposits and prepayments	226,321	91,716
	<u>1,354,574</u>	<u>667,141</u>

17. Deposits from customers

	Group		Bank	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025
	RM'000	RM'000	RM'000	RM'000
Demand deposits	4,976,466	4,218,551	4,976,486	4,218,571
Fixed deposits	428,346	646,436	428,346	646,436
Other deposits	166,000	104,000	166,000	104,000
	<u>5,570,812</u>	<u>4,968,987</u>	<u>5,570,832</u>	<u>4,969,007</u>

The maturity structure of fixed deposits and other deposits are as follows:

	Group and Bank	
	31 March 2026	31 December 2025
	RM'000	RM'000
Due within six months	592,929	749,736
More than six months to one year	1,417	700
	<u>594,346</u>	<u>750,436</u>

The deposits are sourced from the following types of customers:

	Group		Bank	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025
	RM'000	RM'000	RM'000	RM'000
Business enterprises	4,531,023	4,309,941	4,531,043	4,309,961
Foreign customers	109,383	70,282	109,383	70,282
Domestic non-bank financial institutions	930,406	588,764	930,406	588,764
	<u>5,570,812</u>	<u>4,968,987</u>	<u>5,570,832</u>	<u>4,969,007</u>

18. Deposits and placements of banks and other financial institutions

	Group and Bank	
	31 March	31 December
	2026	2025
	RM'000	RM'000
Other financial institutions	1,161,823	1,270,911

19. Other liabilities

	Group and Bank	
	31 March	31 December
	2026	2025
	RM'000	RM'000
Interest payable	4,548	3,987
Bills payable	2,699	1,063
Employee benefits	19,599	26,484
Collateral deposits received from counterparties	519,242	664,207
Regulated short-selling activities	302,316	208,778
Securities payable	629,033	144,835
Amount due to intercompanies	42,995	36,657
Other liabilities	222,228	124,104
	<u>1,742,660</u>	<u>1,210,115</u>

20. Interest income

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing	21,269	19,348	21,269	19,348
Money at call and deposit placements with financial institutions	12,313	19,003	12,313	19,003
Reverse repurchase agreements	2,114	1,982	2,114	1,982
Financial securities				
- measured at FVTPL	20,807	26,148	20,807	26,148
- measured at FVOCI	20,011	18,028	20,011	18,029
Others	318	214	318	214
	<u>76,832</u>	<u>84,723</u>	<u>76,832</u>	<u>84,723</u>
Interest on credit-impaired assets included in interest income of loans, advances and financing	6	16	6	16

21. Interest expense

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	7,177	7,846	7,177	7,846
Deposits from customers	18,088	17,057	18,088	17,057
Repurchase agreements	929	535	929	535
Interest expense on lease liabilities	17	31	17	31
	<u>26,211</u>	<u>25,469</u>	<u>26,211</u>	<u>25,469</u>

22. Non-interest income

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commissions	1,514	695	1,514	695
Service charges and fees	4,335	4,509	4,335	4,509
Guarantee fees	1,227	955	1,227	955
	<u>7,076</u>	<u>6,159</u>	<u>7,076</u>	<u>6,159</u>
Fee expense:				
Commissions	(1,135)	(1,245)	(1,135)	(1,245)
Service charges and fees	(1,062)	(933)	(1,062)	(933)
	<u>(2,197)</u>	<u>(2,178)</u>	<u>(2,197)</u>	<u>(2,178)</u>
Net fee income	<u>4,879</u>	<u>3,981</u>	<u>4,879</u>	<u>3,981</u>
Net gains/(losses) from financial instruments:				
Net gain/(loss) arising on financial securities:				
Realised gain	86	811	86	811
Unrealised (loss)/gain	(6,588)	461	(6,588)	461
Net (loss)/gain arising on trading derivatives:				
Realised (loss)/gain	(45,681)	9,443	(45,681)	9,443
Unrealised (loss)/gain	(45,557)	55,203	(45,557)	55,203
Foreign exchange gain/(loss)	157,042	(14,047)	157,042	(14,047)
Other income:				
Other operating income/(loss), net				
Intercompany income	3,810	1,671	3,810	1,671
Others	-	(162)	-	(162)
	<u>63,112</u>	<u>53,380</u>	<u>63,112</u>	<u>53,380</u>
	<u>67,991</u>	<u>57,361</u>	<u>67,991</u>	<u>57,361</u>

23. Other operating expenses

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
Personnel costs:				
Salaries, allowances and bonuses	18,157	13,575	18,157	13,575
Others	3,290	3,016	3,290	3,016
Establishment costs:				
Rental	134	111	134	111
Depreciation - property and equipment	621	799	621	799
Depreciation - right-of-use assets	346	346	346	346
Others	1,609	2,271	1,609	2,271
Marketing expenses	892	531	892	531
Administration and general expenses:				
Intercompany charges	17,129	21,134	17,129	21,134
Communication	98	263	98	263
Others	1,269	1,652	1,269	1,652
	<u>43,545</u>	<u>43,698</u>	<u>43,545</u>	<u>43,698</u>

The number of employees of the Group and the Bank at the end of the period was 225 (March 2025: 207).

24. Write-back of/(Allowance for) expected credit losses

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
Write-back of/(Allowance for) expected credit losses				
- loans, advances and financing	232	931	232	931
- cash and cash equivalents	(5)	(2)	(5)	(2)
- debt securities at FVOCI	(7)	13	(7)	13
	<u>220</u>	<u>942</u>	<u>220</u>	<u>942</u>

25. Capital adequacy

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Components of Tier 1 and Tier 2 capital are as follows:		
Tier 1 capital		
Paid-up share capital	531,362	531,362
Other disclosed reserves	17,787	26,941
Retained earnings	1,295,677	1,295,677
Less: Deferred tax assets	-	-
Less: Cumulative gains of FVOCI	(9,783)	(14,818)
Total common equity tier 1/Total tier 1 capital	1,835,043	1,839,162
Tier 2 capital		
Expected credit losses ("ECL")*	1,266	1,423
Regulatory reserve	45,000	45,000
Total capital base	1,881,309	1,885,585
Common equity tier 1/Tier 1 capital ratio	20.008%	21.116%
Total capital ratio	20.512%	21.649%

* Refers to ECL for Stage 1 and Stage 2.

25. Capital adequacy (continued)

The capital adequacy ratios of the Group and of the Bank are computed in accordance with Bank Negara Malaysia's Policy Document on Capital Adequacy Framework (Capital Components) and (Basel II – Risk-Weighted Assets) reissued on 14 June 2024 and 18 December 2023, respectively. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer (CCyB) are 4.5% for CET1 Capital Ratio, 6.0% for Tier 1 Capital Ratio and 8.0% for Total Capital Ratio.

The capital conservation buffer required to be maintained in the form of CET1 Capital above the minimum regulatory capital adequacy ratios requirement is at 2.5%.

The CCyB which is in a range of between 0% and 2.5%, and not a requirement for exposure in Malaysia yet but may be applied by regulators in the future.

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

Risk Type	Risk-Weighted Assets	
	31 March 2026 RM'000	31 December 2025 RM'000
1. Credit risk	4,908,698	4,211,345
2. Market risk	2,087,061	2,450,382
3. Operational risk	2,175,816	2,048,241
Total	9,171,575	8,709,968

26. Commitments and contingencies

The off-balance sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows:

Group and Bank 31 March 2026	Principal Amount	Credit Equivalent Amount	Risk- Weighted Assets
	RM'000	RM'000	RM'000
<u>Contingent liabilities</u>			
Direct credit substitutes	-	-	-
Transaction related contingent items	874,231	437,116	397,172
Short-term self liquidating trade related contingencies	19,581	3,916	2,415
<u>Commitments</u>			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	540,001	270,001	269,955
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,681,695	736,339	729,939
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
<u>Derivative financial instruments</u>			
Foreign exchange related contracts			
One year or less	17,745,385	495,687	329,769
Over one year to five years	774,714	55,648	48,287
Over five years	485,060	54,215	54,215
Interest/profit rate related contracts			
One year or less	105,000	281	281
Over one year to five years	168,663	2,955	2,018
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	61,127,024	891,336	203,700
- Interest/profit rate related contracts	75,174,356	754,460	217,455
- Credit derivative contracts	485,040	10,395	2,895
Total	161,180,750	3,712,349	2,258,101

26. Commitments and contingencies (continued)

The off-balance sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows (continued):

Group and Bank 31 December 2025	Principal Amount	Credit Equivalent Amount	Risk- Weighted Assets
	RM'000	RM'000	RM'000
<u>Contingent liabilities</u>			
Direct credit substitutes	-	-	-
Transaction related contingent items	736,726	368,363	341,102
Short-term self liquidating trade related contingencies	10,858	2,172	1,148
<u>Commitments</u>			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	745,002	372,501	372,456
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,827,231	765,446	751,046
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
<u>Derivative financial instruments</u>			
Foreign exchange related contracts			
One year or less	17,430,948	388,318	270,906
Over one year to five years	501,346	33,678	33,678
Over five years	246,900	28,641	28,641
Interest/profit rate related contracts			
One year or less	195,000	713	713
Over one year to five years	148,663	2,879	1,874
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	60,849,198	1,015,518	190,703
- Interest/profit rate related contracts	75,292,257	713,922	210,395
Total	159,984,129	3,692,151	2,202,662

27. Significant Events

Material Litigation

1Malaysia Development Berhad and Deutsche Bank (Malaysia) Berhad

On 7.5.2021, 1Malaysia Development Berhad (“1MDB”) commenced proceedings by way of writ of summons and statement of claim for the payment of the sum of USD1,110,000,000 or such other sum the Court may order. 1MDB is also seeking interest on the sums that may be ordered by the Court.

1MDB alleges that between 30.9.2009 to 27.5.2011, DBMB had performed 3 foreign exchange transactions totalling USD1,110,000,000 (“Transactions”) in breach of contract and/or negligence and/or under a dishonest assistance in favour of various individuals not acting in the interest of 1MDB. At a hearing on 11.7.2025, the Court declined DBMB’s application for summary dismissal on time-bar grounds, ruling that the issue requires a full trial which is currently scheduled for October and December 2026.

DBMB is of the view that DBMB has a good legal position to defend against 1MDB’s claims and has filed its Defence on 8.9.2021.

The proceedings by 1MDB will not have any impact on the operation of DBMB.

28. The operations of Islamic Banking

**Statement of Financial Position
 As at 31 March 2026 – Unaudited**

	Note	Group and Bank	
		31 March 2026 RM'000	31 December 2025 RM'000
Assets			
Cash and short-term funds	(a)	231,956	190,812
Other assets		17	14
Total assets		<u>231,973</u>	<u>190,826</u>
Liabilities and Islamic Banking funds			
Deposits from customers	(b)	193,891	152,755
Other liabilities	(c)	14	14
Tax payable		287	1,186
Total liabilities		<u>194,192</u>	<u>153,955</u>
Capital funds		25,000	25,000
Reserves		12,781	11,871
Islamic Banking funds		<u>37,781</u>	<u>36,871</u>
Total liabilities and Islamic Banking funds		<u>231,973</u>	<u>190,826</u>
Commitments and contingencies		<u>-</u>	<u>-</u>

28. The operations of Islamic Banking (continued)

Statement Of Profit or Loss and Other Comprehensive Income
 For The Financial Period Ended 31 March 2026 - Unaudited

	Note	Group and Bank			
		1 st quarter ended 31 March 2026 RM'000	31 March 2025 RM'000	Three months ended 31 March 2026 RM'000	31 March 2025 RM'000
Income derived from investment of Islamic funds	(d)	1,254	1,218	1,254	1,218
Total net income		1,254	1,218	1,254	1,218
Other operating expenses		(57)	(60)	(57)	(60)
Operating profit		1,197	1,158	1,197	1,158
Write-back of expected credit losses		-	-	-	-
Profit before tax		1,197	1,158	1,197	1,158
Tax expense		(287)	(278)	(287)	(278)
Profit for the period		910	880	910	880
Other comprehensive income:					
<i>Movement in fair value reserve (debt securities):</i>					
Net change in fair value		-	-	-	-
Net amount transferred to profit or loss		-	-	-	-
Income tax effect relating to component of other comprehensive income		-	-	-	-
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		910	880	910	880

28. The operations of Islamic Banking (continued)

**Statement Of Changes In Islamic Banking Funds
 For The Financial Period Ended 31 March 2026**

Group and Bank	Capital funds	Other reserve	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2026	25,000	-	11,871	36,871
Total comprehensive income for the period	-	-	910	910
At 31 March 2026	<u>25,000</u>	<u>-</u>	<u>12,781</u>	<u>37,781</u>
At 1 January 2025	25,000	-	11,750	36,750
Total comprehensive income for the period	-	-	880	880
At 31 March 2025	<u>25,000</u>	<u>-</u>	<u>12,630</u>	<u>37,630</u>

28. The operations of Islamic Banking (continued)

Statement Of Cash Flows
 For The Financial Period Ended 31 March 2026

	Group and Bank	
	31 March 2026 RM'000	31 March 2025 RM'000
Cash flows from operating activities		
Profit before taxation	1,197	1,158
Adjustments for non-operating and non-cash items	-	-
Operating profit before working capital changes	1,197	1,158
Changes in working capital:		
Net changes in operating assets	(3)	(673)
Net changes in operating liabilities	41,136	(18,756)
Income taxes paid	(1,186)	(1,148)
Net cash generated from/(used in) from operations	41,144	(19,419)
Net increase/(decrease) in cash and cash equivalents	41,144	(19,419)
Cash and cash equivalents at beginning of period	190,812	344,630
Cash and cash equivalents at end of period	231,956	325,211
Analysis of cash and cash equivalents:		
Cash and short-term funds	231,956	325,211

28. The operations of Islamic Banking (continued)

Shariah Committee

The Shariah Committee was established under BNM’s “Policy Document on the Governance of Shariah Committee for the Islamic Financial Institutions” (BNM/GPS1) to advise the Board of Directors on Shariah matters in its Islamic business operations and to provide technical assistance in ensuring the Islamic banking products and services offered by the Bank and the relevant documentation are in compliance with Shariah principles.

The Shariah Committee comprises of Dr Uzaimah binti Ibrahim, Puan Zarinah binti Mohd Yusoff and Encik Ahamad Firdaus bin Kadir.

Basis of measurement

The financial statements of the Islamic banking business have been prepared on the basis consistent with that of the Group and of the Bank as disclosed in Note 1 to the financial statements of the Group and of the Bank.

(a) Cash and short-term funds

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	<u>231,956</u>	<u>190,812</u>

(b) Deposits from customers

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Demand deposits	<u>193,891</u>	<u>152,755</u>

28. The operations of Islamic Banking (continued)

(c) Other liabilities

	Group and Bank	
	31 March 2026 RM'000	31 December 2025 RM'000
Other liabilities	14	14

(d) Income derived from investment of Islamic banking funds

	Group and Bank			
	1 st quarter ended		Three months ended	
	31 March 2026 RM'000	31 March 2025 RM'000	31 March 2026 RM'000	31 March 2025 RM'000
Deposits or placement with BNM	1,519	1,537	1,519	1,537
Hibah on Qard Islamic Current Account	(277)	(330)	(277)	(330)
Other income	12	11	12	11
	<u>1,254</u>	<u>1,218</u>	<u>1,254</u>	<u>1,218</u>

28. The operations of Islamic Banking (continued)

(e) Capital adequacy

The capital adequacy ratios of the Islamic banking business of the Group and the Bank are computed in accordance with the Capital Adequacy Framework for Islamic Banks (CAFIB). The Bank's Islamic banking business has adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

Components of Tier I and Tier II Capital:

	Group and Bank	
	31 March 2026	31 December 2025
	RM'000	RM'000
Components of Tier 1 and Tier 2 capital are as follows:		
Tier 1 capital		
Capital funds	25,000	25,000
Retained earnings	11,871	11,871
Total common equity tier 1/Total tier 1 capital	<u>36,871</u>	<u>36,871</u>
Total Tier 2 capital	<u>-</u>	<u>-</u>
Total capital base	<u>36,871</u>	<u>36,871</u>
Common equity tier 1/Tier 1 capital ratio	487.260%	488.616%
Total capital ratio	<u>487.260%</u>	<u>488.616%</u>

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

Risk Type	Risk-Weighted Assets	
	31 March 2026	31 December 2025
	RM'000	RM'000
1. Credit risk	-	-
2. Market risk	-	-
3. Operational risk	7,567	7,546
Total	<u>7,567</u>	<u>7,546</u>