

Statements of comprehensive income
For the financial year ended 31 December 2019

	Note	Group		Bank	
		2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Interest income	4	476,390	466,084	476,357	466,043
Interest expense	5	(294,571)	(249,158)	(295,050)	(249,537)
Net interest income		181,819	216,926	181,307	216,506
Income from Islamic banking business	38	302	995	302	995
Other income	6	17,828	10,260	17,546	14,673
Net income		199,949	228,181	199,155	232,174
Other expenses	7	(14,205)	(18,110)	(13,314)	(18,583)
		185,744	210,071	185,841	213,591
Allowance for impairment losses on loans, advances and financing	8	(46,624)	(101,992)	(46,624)	(101,992)
Operating profit		139,120	108,079	139,217	111,599
Share of results of associate		9,920	2,814	-	-
Profit before tax	9	149,040	110,893	139,217	111,599
Income tax expense	12	(43,119)	(32,073)	(42,873)	(31,690)
Profit net of tax		105,921	78,820	96,344	79,909
Other comprehensive income for the year:					
Items that will not be reclassified to profit or loss					
- Fair value loss on securities at fair value through other comprehensive income		2,061	(1,108)	2,061	(1,108)
- Income tax relating to securities at fair value through other comprehensive income		-	266	-	266
- Re-measurement loss on defined benefit plan		-	(516)	-	(516)
		2,061	(1,358)	2,061	(1,358)

Statements of comprehensive income
For the financial year ended 31 December 2019

	Note	Group		Bank	
		2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Share of other comprehensive income of associate					
Net gain on securities at fair value through other comprehensive income:					
- Gain on fair value changes		685	233	-	-
- Income tax relating to securities at fair value through other comprehensive income		-	1	-	-
		<u>685</u>	<u>234</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the year, net of tax		<u>2,746</u>	<u>(1,124)</u>	<u>2,061</u>	<u>(1,358)</u>
Total comprehensive income for the year		<u>108,667</u>	<u>77,696</u>	<u>98,405</u>	<u>78,551</u>
Earnings per share attributable to owner of the Bank (sen per share)					
Basic	13	<u>18.85</u>	<u>14.02</u>		

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

Statements of financial position
As at 31 December 2019

		Group		Bank	
	Note	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Assets					
Cash and short-term funds	14	315,641	347,488	314,848	347,316
Deposits and placements with financial institutions	15	322,996	70,997	321,949	69,983
Securities at fair value through profit or loss	16	50,250	39,870	50,250	39,870
Securities at fair value through other comprehensive income	17	1	6,061	1	6,061
Loans, advances and financing	18	5,696,543	5,538,451	5,696,543	5,538,451
Property, plant and equipment	19	2,978	3,967	2,963	3,962
Right-of-use assets	20	858	-	858	-
Investment properties	21	1,711	1,737	1,711	1,737
Investments in subsidiaries	22	-	-	4,358	4,358
Investment in associate	23	102,451	93,209	38,652	38,652
Deferred tax assets	24	83,156	89,819	83,131	89,802
Other assets	25	604,378	597,562	602,099	596,313
Total assets		7,180,963	6,789,161	7,117,363	6,736,505
Liabilities					
Deposits from customers	26	1,385,987	1,969,241	1,400,054	1,983,593
Borrowings	27	4,500,000	3,618,000	4,500,000	3,618,000
Lease liabilities	20	861	-	861	-
Other liabilities	28	125,368	142,012	123,634	140,631
Deferred tax liabilities	24	1	1	-	-
Employee defined benefit liability	29	8,053	7,881	8,009	7,881
Total liabilities		6,020,270	5,737,135	6,032,558	5,750,105

Statements of financial position
As at 31 December 2019

	Note	Group		Bank	
		2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Equity attributable to owner of the Bank					
Share capital	30	562,000	562,000	562,000	562,000
Other reserves	31	4,536	1,790	3,561	1,500
Retained earnings	32	594,157	488,236	519,244	422,900
Total equity		<u>1,160,693</u>	<u>1,052,026</u>	<u>1,084,805</u>	<u>986,400</u>
Total equity and liabilities		<u>7,180,963</u>	<u>6,789,161</u>	<u>7,117,363</u>	<u>6,736,505</u>
Commitments and contingencies	33	<u>679,692</u>	<u>853,492</u>	<u>679,692</u>	<u>853,484</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

Statements of changes in equity
For the financial year ended 31 December 2019

Group	Share capital RM'000	Other reserves RM'000	Retained earnings RM'000	Total shareholder's equity RM'000
Opening balance at 1 January 2019	562,000	1,790	488,236	1,052,026
Profit net of tax	-	-	105,921	105,921
Other comprehensive income		2,746	-	2,746
Total comprehensive income for the year	-	2,746	105,921	108,667
Transactions with owner:				
Dividends	-	-	-	-
Closing balance at 31 December 2019	562,000	4,536	594,157	1,160,693
Opening balance at 1 January 2018, restated	562,000	2,914	457,016	1,021,930
Profit net of tax	-	-	78,820	78,820
Other comprehensive income	-	(1,124)	-	(1,124)
Total comprehensive income for the year	-	(1,124)	78,820	77,696
Transactions with owner:				
Dividends	-	-	(47,600)	(47,600)
Closing balance at 31 December 2018	562,000	1,790	488,236	1,052,026

Statements of changes in equity
For the financial year ended 31 December 2019

Bank	Share capital RM'000	Other reserves RM'000	Retained earnings RM'000	Total shareholder's equity RM'000
Opening balance at 1 January 2019	562,000	1,500	422,900	986,400
Profit net of tax	-	-	96,344	96,344
Other comprehensive income	-	2,061	-	2,061
Total comprehensive income for the year	-	2,061	96,344	98,405
Transactions with owner:				
Dividends	-	-	-	-
Closing balance at 31 December 2019	562,000	3,561	519,244	1,084,805
Opening balance at 1 January 2018, restated	562,000	2,858	390,591	955,449
Profit net of tax	-	-	79,909	79,909
Other comprehensive income	-	(1,358)	-	(1,358)
Total comprehensive income for the year	-	(1,358)	79,909	78,551
Transactions with owner:				
Dividends	-	-	(47,600)	(47,600)
Closing balance at 31 December 2018	562,000	1,500	422,900	986,400

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

Statements of cash flows
For the financial year ended 31 December 2019

	Group		Bank	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Operating activities				
Profit before tax	149,040	110,893	139,217	111,599
<u>Adjustments for:</u>				
Allowance for impairment losses on loans, advances and financing	46,624	101,992	46,624	101,992
Depreciation of investment properties	26	26	26	26
Depreciation of property, plant and equipment	1,005	250	1,003	248
Depreciation of right-of-use assets	429	-	429	-
Interest charges on lease liabilities	6	-	6	-
Defined benefit obligations	690	870	646	870
Gain on disposal of property, plant and equipment	-	(136)	-	(136)
Net loss/(gain) on disposal of securities at fair value through profit or loss	1,091	(33)	1,091	(33)
Share of results of associates	(9,920)	(2,814)	-	-
Unrealised fair value (gain)/loss on securities fair value at profit or loss	<u>(1,775)</u>	<u>5,424</u>	<u>(1,775)</u>	<u>5,424</u>
Total adjustments	<u>38,176</u>	<u>105,579</u>	<u>48,050</u>	<u>108,391</u>

Statements of cash flows
For the financial year ended 31 December 2019

	Group		Bank	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Operating cash flows before changes in working capital	187,216	216,472	187,267	219,990
Changes in working capital				
Change in deposits and placements with financial institutions	27,051	(2,009)	26,035	(995)
Change in securities at fair value through profit or loss	(8,706)	(978)	(8,706)	(978)
Change in securities at fair value through other comprehensive income	7,198	-	7,198	-
Change in loans, advances and financing	(198,515)	(252,444)	(198,518)	(252,444)
Change in other assets	(41,091)	9,756	(5,296)	7,085
Change in deposits from customers	(583,254)	445,833	(583,539)	450,651
Change in other liabilities	(11,228)	43,211	(11,812)	43,346
Payment of retirement benefit obligation	(518)	(1,296)	(518)	(1,296)
Total changes in working capital	(809,063)	242,073	(775,156)	245,369
Cash flows from operations	(621,847)	458,545	(587,889)	465,359
Income taxes paid	(48,628)	(44,988)	(48,142)	(44,240)
Income taxes refunded	29,613	3,098	-	3,098
Interest received	5,152	41	-	-
Net cash flow (used in)/generated from operating activities	(635,710)	416,696	(636,031)	424,217

Statements of cash flows
For the financial year ended 31 December 2019

	Group		Bank	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Investing activities				
Dividend received from associate	1,360	5,025	-	-
Proceeds from disposal of property, plant and equipment	-	137	-	137
Purchase of property, plant and equipment	(17)	(4,089)	(4)	(4,089)
Net cash flows generated from/(used in) investing activities	<u>1,343</u>	<u>1,073</u>	<u>(4)</u>	<u>(3,582)</u>
Financing activities				
Dividends paid on ordinary shares	-	(47,600)	-	(47,600)
Proceeds from borrowings	4,556,000	6,936,000	4,556,000	6,936,000
Repayment of borrowings	(3,674,000)	(7,250,000)	(3,674,000)	(2,255,000)
Payment of the principal portion of lease liabilities	(432)	-	(432)	-
Net cash flows generated from/(used in) financing activities	<u>881,568</u>	<u>(361,600)</u>	<u>881,568</u>	<u>(361,600)</u>
Net increase in cash and cash equivalents	247,201	56,169	245,533	58,665
Cash and cash equivalents at 1 January	<u>389,166</u>	<u>332,997</u>	<u>388,994</u>	<u>330,329</u>
Cash and cash equivalents at 31 December (Note 14)	<u>636,367</u>	<u>389,166</u>	<u>634,527</u>	<u>388,994</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.