

**ALLIANCE BANK MALAYSIA BERHAD**
**198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements**
**Unaudited Statements of Financial Position as at 31 March 2022**

	Note	<b>GROUP</b>		<b>BANK</b>	
		31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>ASSETS</b>					
Cash and short-term funds		<b>3,228,574</b>	3,088,245	<b>1,805,402</b>	1,779,243
Deposits and placements with banks and other financial institutions		<b>168,184</b>	41,477	<b>168,184</b>	41,477
Amounts due from clients and brokers	A11	<b>55,040</b>	105,041	-	-
Financial assets at fair value through profit or loss	A12	<b>541,615</b>	237,922	<b>467,261</b>	167,728
Financial investments at fair value through other comprehensive income	A13	<b>9,119,699</b>	10,424,669	<b>6,739,619</b>	7,303,866
Financial investments at amortised cost	A14	<b>2,129,608</b>	2,270,504	<b>2,244,436</b>	2,294,765
Derivative financial assets	B11	<b>86,294</b>	153,735	<b>86,294</b>	153,735
Loans, advances and financing	A15	<b>45,123,745</b>	43,233,506	<b>33,608,197</b>	32,395,127
Other assets	A16	<b>470,102</b>	293,653	<b>526,064</b>	349,416
Tax recoverable		<b>11,554</b>	44,357	-	9,600
Statutory deposits		<b>99,536</b>	88,012	<b>68,999</b>	69,574
Investments in subsidiaries		-	-	<b>1,109,102</b>	1,109,102
Investment in joint venture		<b>1,048</b>	994	-	-
Right-of-use assets		<b>121,931</b>	120,457	<b>121,701</b>	120,439
Property, plant and equipment		<b>55,433</b>	57,264	<b>54,846</b>	55,930
Deferred tax assets		<b>203,285</b>	130,100	<b>143,544</b>	95,200
Intangible assets		<b>432,205</b>	431,259	<b>330,151</b>	329,004
<b>TOTAL ASSETS</b>		<b>61,847,853</b>	60,721,195	<b>47,473,800</b>	46,274,206
<b>LIABILITIES AND EQUITY</b>					
Deposits from customers	A17	<b>48,186,371</b>	48,488,513	<b>35,531,268</b>	36,150,316
Deposits and placements of banks and other financial institutions	A18	<b>1,688,994</b>	1,392,652	<b>1,337,749</b>	659,377
Amounts due to clients and brokers	A19	<b>28,404</b>	63,416	-	-
Financial liabilities designated at fair value through profit or loss	A20	<b>1,025,196</b>	472,695	<b>1,025,196</b>	472,695
Derivative financial liabilities	B11	<b>212,588</b>	149,410	<b>212,588</b>	149,410
Recourse obligations on loans and financing sold to Cagamas		<b>650,564</b>	650,499	<b>300,115</b>	300,100
Lease liabilities		<b>125,475</b>	123,494	<b>125,249</b>	123,475
Other liabilities	A21	<b>1,895,183</b>	1,546,070	<b>1,689,341</b>	1,322,169
Provision for taxation		<b>44,029</b>	760	<b>42,500</b>	-
Provision for zakat		<b>1,162</b>	848	-	-
Deferred tax liabilities		<b>426</b>	2,333	-	-
Subordinated obligations		<b>1,572,785</b>	1,572,718	<b>1,472,454</b>	1,471,978
<b>TOTAL LIABILITIES</b>		<b>55,431,177</b>	54,463,408	<b>41,736,460</b>	40,649,520
Share capital		<b>1,548,106</b>	1,548,106	<b>1,548,106</b>	1,548,106
Reserves		<b>4,868,570</b>	4,709,681	<b>4,189,234</b>	4,076,580
<b>TOTAL EQUITY</b>		<b>6,416,676</b>	6,257,787	<b>5,737,340</b>	5,624,686
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>61,847,853</b>	60,721,195	<b>47,473,800</b>	46,274,206
<b>COMMITMENTS AND CONTINGENCIES</b>	A29	<b>33,911,195</b>	30,367,400	<b>31,158,471</b>	27,636,885
<b>Net assets per share attributable to equity holders of the Bank (RM)*</b>		<b>4.14</b>	4.04	<b>3.71</b>	3.63

\* The net assets per share attributable to Equity holders of the Bank is computed as total capital and reserves attributable to the equity holders of the Bank divided by total number of ordinary shares in circulation.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2021.

**ALLIANCE BANK MALAYSIA BERHAD**

**198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements  
Unaudited Consolidated Statements of Income  
for the Financial Period/Year Ended 31 March 2022**

	Note	4th Quarter Ended		Financial Year Ended	
		31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>					
Interest income	A22	414,739	422,989	1,684,496	1,793,421
Interest expense	A23	(138,613)	(155,654)	(562,855)	(776,765)
Net interest income		276,126	267,335	1,121,641	1,016,656
Net income from Islamic banking business	A24	95,375	97,699	397,515	378,500
		371,501	365,034	1,519,156	1,395,156
Fee and commission income	A25	63,678	82,755	264,739	313,957
Fee and commission expense	A25	(22,311)	(29,585)	(103,265)	(111,623)
Investment income	A25	38,725	22,213	157,942	248,559
Other (expense)/income	A25	(56)	5,397	29,084	(28,482)
Other operating income	A25	80,036	80,780	348,500	422,411
Net income		451,537	445,814	1,867,656	1,817,567
Other operating expenses	A26	(219,040)	(232,135)	(822,940)	(800,658)
Operating profit before allowances		232,497	213,679	1,044,716	1,016,909
Allowance for expected credit losses on loans, advances and financing and other financial assets	A27	(73,235)	(136,581)	(217,235)	(532,916)
(Allowance for)/write-back of expected credit losses on financial investments	A28	(529)	109	(174)	(96)
Operating profit after allowances		158,733	77,207	827,307	483,897
Share of results of joint venture		9	18	54	91
Profit before taxation		158,742	77,225	827,361	483,988
Taxation	B6	(55,701)	(27,153)	(254,544)	(125,203)
Net profit for the financial period		103,041	50,072	572,817	358,785
<b>Net profit for the financial period attributable to equity holders of the Bank</b>		<b>103,041</b>	<b>50,072</b>	<b>572,817</b>	<b>358,785</b>
Earnings per share attributable to equity holders of the Bank:					
- Basic (sen)	B14(a)	6.7	3.2	37.0	23.2
- Diluted (sen)	B14(b)	6.7	3.2	37.0	23.2

**ALLIANCE BANK MALAYSIA BERHAD****198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements****Unaudited Consolidated Statements of Comprehensive Income****for the Financial Period/Year Ended 31 March 2022**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b><u>GROUP</u></b>				
<b>Net profit for the financial period</b>	<b>103,041</b>	50,072	<b>572,817</b>	358,785
Other comprehensive expense:				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at fair value through other comprehensive income ("FVOCI")	<b>(90,163)</b>	(230,998)	<b>(195,547)</b>	(89,992)
- Net loss from change in fair value	<b>(117,793)</b>	(293,402)	<b>(201,026)</b>	(17,029)
- Realised gain transferred to statements of income on disposal	<b>(1,725)</b>	(10,266)	<b>(57,056)</b>	(101,357)
- Transfer from deferred tax	<b>28,684</b>	72,881	<b>61,939</b>	28,413
- Changes in expected credit losses	<b>671</b>	(211)	<b>596</b>	(19)
Net change in cash flow hedges	<b>(261)</b>	-	<b>(253)</b>	-
- Change in cash flow hedges	<b>(343)</b>	-	<b>(333)</b>	-
- Transfer from deferred tax	<b>82</b>	-	<b>80</b>	-
Other comprehensive expense, net of tax	<b>(90,424)</b>	(230,998)	<b>(195,800)</b>	(89,992)
<b>Total comprehensive income/(expense) for the financial period</b>	<b>12,617</b>	(180,926)	<b>377,017</b>	268,793
Total comprehensive income/(expense) for the financial period attributable to:				
Equity holders of the Bank	<b>12,617</b>	(180,926)	<b>377,017</b>	268,793

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2021.

**ALLIANCE BANK MALAYSIA BERHAD****198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements****Unaudited Statements of Income****for the Financial Period/Year Ended 31 March 2022**

	Note	4th Quarter Ended		Financial Year Ended	
		31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>BANK</b>					
Interest income	A22	406,133	410,801	1,645,843	1,743,871
Interest expense	A23	(136,672)	(151,735)	(552,906)	(760,356)
Net interest income		269,461	259,066	1,092,937	983,515
Fee and commission income	A25	54,043	63,564	219,847	236,609
Fee and commission expense	A25	(19,703)	(21,967)	(89,405)	(81,665)
Investment income	A25	37,000	22,213	184,010	469,340
Other income/(expense)	A25	129	5,349	29,410	(28,545)
Other operating income	A25	71,469	69,159	343,862	595,739
Net income		340,930	328,225	1,436,799	1,579,254
Other operating expenses	A26	(169,937)	(175,078)	(635,408)	(616,515)
Operating profit before allowances		170,993	153,147	801,391	962,739
Allowance for expected credit losses on loans, advances and financing and other financial assets	A27	(46,681)	(78,859)	(144,525)	(319,409)
(Allowance for)/write-back of expected credit losses on financial investments	A28	(525)	226	(357)	53
Profit before taxation		123,787	74,514	656,509	643,383
Taxation	B6	(43,300)	(25,987)	(192,293)	(106,593)
Net profit for the financial period		80,487	48,527	464,216	536,790
<b>Net profit for the financial period attributable to equity holders of the Bank</b>		<b>80,487</b>	<b>48,527</b>	<b>464,216</b>	<b>536,790</b>
Earnings per share attributable to equity holders of the Bank:					
- Basic (sen)	B14(a)	5.2	3.1	30.0	34.7
- Diluted (sen)	B14(b)	5.2	3.1	30.0	34.7

**ALLIANCE BANK MALAYSIA BERHAD****198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements  
Unaudited Statements of Comprehensive Income  
for the Financial Period/Year Ended 31 March 2022**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b><u>BANK</u></b>				
<b>Net profit for the financial period</b>	<b>80,487</b>	48,527	<b>464,216</b>	536,790
Other comprehensive expense:				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at FVOCI				
- Net loss from change in fair value	<b>(94,844)</b>	(216,686)	<b>(151,975)</b>	(35,487)
- Realised gain transferred to statements of income on disposal	-	(8,030)	<b>(23,785)</b>	(75,953)
- Transfer from deferred tax	<b>22,762</b>	53,932	<b>42,182</b>	26,746
- Changes in expected credit losses	<b>438</b>	(119)	<b>397</b>	(47)
Net change in cash flow hedges	<b>(261)</b>	-	<b>(253)</b>	-
- Change in cash flow hedges	<b>(343)</b>	-	<b>(333)</b>	-
- Transfer from deferred tax	<b>82</b>	-	<b>80</b>	-
Other comprehensive expense, net of tax	<b>(71,905)</b>	(170,903)	<b>(133,434)</b>	(84,741)
<b>Total comprehensive income/(expenses) for the financial period</b>	<b>8,582</b>	(122,376)	<b>330,782</b>	452,049
Total comprehensive income/(expense) for the financial period attributable to:				
Equity holders of the Bank	<b>8,582</b>	(122,376)	<b>330,782</b>	452,049

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2021.

**Condensed Interim Financial Statements**  
**Unaudited Consolidated Statements of Changes in Equity for the Financial Year Ended 31 March 2022**

←----- Attributable to equity holders of the Bank -----→

<b>GROUP</b>	Share capital RM'000	Regulatory reserves RM'000	Capital reserves RM'000	FVOCI reserves RM'000	Hedging reserves RM'000	Retained profits RM'000	Total equity RM'000
At 1 April 2021	1,548,106	86,440	100,150	51,320	-	4,471,771	6,257,787
Net profit for the financial year	-	-	-	-	-	572,817	572,817
Other comprehensive expense	-	-	-	(195,547)	(253)	-	(195,800)
Total comprehensive (expense)/income for the financial year	-	-	-	(195,547)	(253)	572,817	377,017
Transfer from regulatory reserves	-	(38,754)	-	-	-	38,754	-
Dividends paid to shareholders	-	-	-	-	-	(218,128)	(218,128)
<b>At 31 March 2022</b>	<b>1,548,106</b>	<b>47,686</b>	<b>100,150</b>	<b>(144,227)</b>	<b>(253)</b>	<b>4,865,214</b>	<b>6,416,676</b>
At 1 April 2020	1,548,106	224,579	100,150	141,312	-	3,974,847	5,988,994
Net profit for the financial year	-	-	-	-	-	358,785	358,785
Other comprehensive expense	-	-	-	(89,992)	-	-	(89,992)
Total comprehensive (expense)/income for the financial year	-	-	-	(89,992)	-	358,785	268,793
Transfer from regulatory reserves	-	(138,139)	-	-	-	138,139	-
At 31 March 2021	1,548,106	86,440	100,150	51,320	-	4,471,771	6,257,787

**ALLIANCE BANK MALAYSIA BERHAD**

**198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements**

**Unaudited Statements of Changes in Equity for the Financial Year Ended 31 March 2022 (Contd.)**

	← Non-Distributable reserves →					Distributable reserves	
	Share <u>capital</u> RM'000	Regulatory <u>reserves</u> RM'000	Capital <u>reserves</u> RM'000	FVOCI <u>reserves</u> RM'000	Hedging <u>reserves</u> RM'000	Retained <u>profits</u> RM'000	Total <u>equity</u> RM'000
<b><u>BANK</u></b>							
At 1 April 2021	1,548,106	80,006	15,515	(4,907)	-	3,985,966	5,624,686
Net profit for the financial year	-	-	-	-	-	464,216	464,216
Other comprehensive expense	-	-	-	(133,181)	(253)	-	(133,434)
Total comprehensive (expense)/income for the financial year	-	-	-	(133,181)	(253)	464,216	330,782
Transfer from regulatory reserves	-	(38,365)	-	-	-	38,365	-
Dividends paid to shareholders	-	-	-	-	-	(218,128)	(218,128)
<b>At 31 March 2022</b>	<b>1,548,106</b>	<b>41,641</b>	<b>15,515</b>	<b>(138,088)</b>	<b>(253)</b>	<b>4,270,419</b>	<b>5,737,340</b>
At 1 April 2020	1,548,106	182,292	15,515	79,834	-	3,346,890	5,172,637
Net profit for the financial year	-	-	-	-	-	536,790	536,790
Other comprehensive expense	-	-	-	(84,741)	-	-	(84,741)
Total comprehensive (expense)/income for the financial year	-	-	-	(84,741)	-	536,790	452,049
Transfer from regulatory reserves	-	(102,286)	-	-	-	102,286	-
At 31 March 2021	1,548,106	80,006	15,515	(4,907)	-	3,985,966	5,624,686

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2021.

**ALLIANCE BANK MALAYSIA BERHAD****198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements****Unaudited Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2022**

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
<b>Cash flows from operating activities</b>				
Profit before taxation	<b>827,361</b>	483,988	<b>656,509</b>	643,383
Adjustments for:				
Accretion of discount less amortisation of premium of financial investments	<b>604</b>	(11,125)	<b>(34)</b>	(11,282)
Allowance for expected credit losses on loans, advances and financing	<b>233,995</b>	485,776	<b>139,937</b>	302,286
(Write-back of)/allowance for expected credit losses on commitments and contingencies	<b>(24,827)</b>	25,108	<b>(5,041)</b>	6,502
Allowance for/(write-back) of expected credit losses on financial investments	<b>174</b>	96	<b>357</b>	(53)
Allowance for/(write-back of) expected credit losses on amounts due from clients and brokers	<b>3</b>	(3)	-	-
Allowance for expected credit losses on other receivables	<b>2,800</b>	2,086	<b>3,364</b>	1,815
(Write-back of)/allowance for expected credit losses on short-term funds	<b>(12)</b>	19	<b>(12)</b>	19
Allowance for expected credit losses on deposits and placements with banks	<b>4</b>	4	<b>4</b>	4
Amortisation of computer software	<b>45,063</b>	41,558	<b>43,987</b>	40,120
Depreciation of property, plant and equipment	<b>19,844</b>	21,479	<b>18,923</b>	20,470
Depreciation of right-of-use assets	<b>25,520</b>	25,363	<b>25,448</b>	25,319
Dividends from financial assets at fair value through profit or loss	<b>(1,377)</b>	(1,480)	<b>(796)</b>	(931)
Dividends from subsidiaries	-	-	<b>(48,253)</b>	(238,929)
Interest expense on lease liabilities	<b>6,301</b>	6,741	<b>6,292</b>	6,738
Interest expense on subordinated obligations	<b>61,496</b>	76,971	<b>61,701</b>	77,248
Interest expense on recourse obligations on loans and financing sold to Cagamas	<b>13,591</b>	13,591	<b>13,591</b>	13,591
Interest income from financial investments at amortised cost	<b>(72,494)</b>	(38,640)	<b>(79,644)</b>	(45,790)
Interest income from financial investments at fair value through other comprehensive income	<b>(284,163)</b>	(320,203)	<b>(261,421)</b>	(286,130)
Computer software written-off	<b>368</b>	-	<b>368</b>	-
Property, plant and equipment written-off	<b>3</b>	85	<b>3</b>	81
Net gain from sale of financial assets at fair value through profit or loss	<b>(4,529)</b>	(10,405)	<b>(4,149)</b>	(10,405)
Net gain from sale of financial investments at fair value through other comprehensive income	<b>(40,850)</b>	(87,750)	<b>(23,785)</b>	(75,953)
Net loss from sale of other investments	-	5	-	5
Unrealised loss arising from derivative instruments	<b>128,934</b>	74,657	<b>128,934</b>	74,657
Unrealised gain arising from hedging activities	<b>(333)</b>	-	<b>(333)</b>	-
Unrealised gain arising from financial assets at fair value through profit or loss	<b>(26,987)</b>	(30,121)	<b>(22,828)</b>	(24,319)
Unrealised gain arising from financial liabilities designated at fair value through profit or loss	<b>(110,171)</b>	(7,042)	<b>(110,171)</b>	(7,042)
Share of results of joint venture	<b>(54)</b>	(91)	-	-
Zakat	<b>503</b>	(34)	-	-
Cash flows from operating activities before working capital changes carried forward	<b>800,767</b>	750,633	<b>542,951</b>	511,404



**ALLIANCE BANK MALAYSIA BERHAD****198201008390 (88103-W)**

(Incorporated in Malaysia)

**Condensed Interim Financial Statements****Unaudited Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2022 (Contd.)**

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>Cash flows from operating activities (contd.)</b>				
Cash flows from operating activities before working capital changes brought forward	<b>800,767</b>	750,633	<b>542,951</b>	511,404
Changes in working capital:				
Amounts due to clients and brokers	<b>14,986</b>	(12,752)	-	-
Deposits from customers	<b>(302,142)</b>	62,661	<b>(619,048)</b>	(552,673)
Deposits and placements of banks and other financial institutions	<b>296,342</b>	(150,994)	<b>678,372</b>	(74,187)
Deposits and placements with banks and other financial institutions	<b>(126,711)</b>	(41,481)	<b>(126,711)</b>	(41,481)
Financial liabilities designated at fair value through profit or loss	<b>662,672</b>	52,652	<b>662,672</b>	52,652
Financial assets at fair value through profit or loss	<b>(278,670)</b>	440,518	<b>(279,051)</b>	440,518
Loans, advances and financing	<b>(2,124,235)</b>	(609,276)	<b>(1,353,007)</b>	(489,868)
Other assets	<b>(179,045)</b>	(33,180)	<b>(179,804)</b>	(84,028)
Other liabilities	<b>373,640</b>	132,896	<b>371,913</b>	59,591
Obligations on securities sold under repurchase agreements	-	(369,469)	-	(221,387)
Statutory deposits	<b>(11,524)</b>	861,037	<b>575</b>	630,781
Cash (used in)/generated from operations	<b>(873,920)</b>	1,083,245	<b>(301,138)</b>	231,322
Taxation paid	<b>(191,545)</b>	(174,609)	<b>(146,277)</b>	(128,894)
Zakat paid	<b>(188)</b>	(326)	-	-
Net cash (used in)/generated from operating activities	<b>(1,065,653)</b>	908,310	<b>(447,415)</b>	102,428
<b>Cash flows from investing activities</b>				
Dividends from financial assets at fair value through profit or loss	<b>1,377</b>	1,480	<b>796</b>	931
Dividends from subsidiaries	-	-	<b>48,253</b>	238,929
Capital injection into subsidiaries	-	-	-	(200,000)
Interest received from financial assets at fair value through profit or loss	<b>6,494</b>	12,200	<b>6,494</b>	12,200
Interest received from financial investments at fair value through other comprehensive income	<b>295,582</b>	332,181	<b>266,892</b>	293,593
Interest received from financial investments at amortised cost	<b>73,722</b>	19,942	<b>80,099</b>	29,281
Interest received for derivative instruments	<b>1,685</b>	9,051	<b>1,685</b>	9,051
Purchase of computer software	<b>(46,377)</b>	(36,953)	<b>(45,502)</b>	(36,444)
Purchase of property, plant and equipment	<b>(18,016)</b>	(13,145)	<b>(17,842)</b>	(13,058)
Proceeds from disposal of property, plant and equipment	-	25	-	25
Purchase of:				
- financial investments at fair value through other comprehensive income	<b>(1,043,704)</b>	(3,970,475)	<b>(776,850)</b>	(3,913,031)
- financial investments at amortised cost	-	(2,426,730)	-	(2,078,053)
Proceeds from redemption/disposal of:				
- financial investments at fair value through other comprehensive income	<b>2,101,467</b>	5,029,031	<b>1,165,733</b>	4,974,480
- financial investments at amortised cost	<b>158,042</b>	323,396	<b>67,866</b>	-
Net cash generated from/(used in) investing activities	<b>1,530,272</b>	(719,997)	<b>797,624</b>	(682,096)

**Condensed Interim Financial Statements**

**Unaudited Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2022 (Contd.)**

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March</b>	31 March	<b>31 March</b>	31 March
	<b>2022</b>	2021	<b>2022</b>	2021
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<b>Cash flows from financing activities</b>				
Dividends paid to shareholders of the company	<b>(218,128)</b>	-	<b>(218,128)</b>	-
Interest paid on subordinated obligations	<b>(61,429)</b>	(84,890)	<b>(61,225)</b>	(85,524)
Interest paid on recourse obligations on loans and financing sold to Cagamas	<b>(13,526)</b>	(13,787)	<b>(13,576)</b>	(13,544)
Repayment from recourse obligations on loans and financing sold to Cagamas	-	(150,000)	-	-
Repayment of lease liabilities	<b>(31,207)</b>	(30,605)	<b>(31,121)</b>	(30,548)
Proceeds from issuance of subordinated notes	-	60,000	-	-
Net cash used in from financing activities	<b>(324,290)</b>	(219,282)	<b>(324,050)</b>	(129,616)
<b>Net change in cash and cash equivalents</b>	<b>140,329</b>	(30,969)	<b>26,159</b>	(709,284)
<b>Cash and cash equivalents at beginning of financial year</b>	<b>3,088,245</b>	3,119,214	<b>1,779,243</b>	2,488,527
<b>Cash and cash equivalents at end of financial year</b>	<b>3,228,574</b>	3,088,245	<b>1,805,402</b>	1,779,243
<b>Cash and cash equivalents comprise the following:</b>				
Cash and short-term funds	<b>3,228,574</b>	3,088,245	<b>1,805,402</b>	1,779,243

## **Explanatory Notes**

### **PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 and Guidelines on Financial Reporting Issued by Bank Negara Malaysia ("BNM")**

#### **A1 Basis of Preparation**

The unaudited condensed interim financial statements for the current financial period/year ended 31 March 2022 have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, financial investment at fair value through other comprehensive income, derivative financial instruments and financial liabilities designated at fair value through profit or loss that are measured at fair value.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB"), Chapter 9.22 of Bursa Malaysia Securities Berhad's Listing Requirements and should be read in conjunction with the audited annual financial statements of the Group and the Bank for the financial year ended 31 March 2021. 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 Bank since the financial year ended 31 March 2021.

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

- Amendments to MFRS 16 "COVID-19 Related Rent Concessions"; and
- Interest Rate Benchmark Reform - Phase 2 (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16).

The adoption of the above standards, amendments to published standards and interpretations to existing standards did not give rise to any significant impact on the financial statements of the Group and the Bank.

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

#### **A2 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 March 2021 was not qualified.

#### **A3 Seasonality or Cyclicity of Operations**

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical fluctuations in the current financial period/year ended 31 March 2022.

#### **A4 Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank in the current financial period/year ended 31 March 2022.

#### **A5 Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the current financial period/year ended 31 March 2022.

**A6 Issuance and Repayment of Debt and Equity Securities**

There were no issuance nor repayment of debt and equity securities in the current financial period/year ended 31 March 2022.

**A7 Dividend Paid**

(a) A single tier interim dividend of 5.79 sen per share, on 1,548,105,929 ordinary shares amounting to approximately RM89,635,000 in respect of financial year ended 31 March 2021 was paid on 30 June 2021.

(b) A single tier first interim dividend of 8.30 sen per share, on 1,548,105,929 ordinary shares amounting to approximately RM128,493,000 in respect of financial year ending 31 March 2022 was paid on 30 December 2021.

**A8 Significant Events**

On 2 December 2021, the Board of Directors of the Bank announced that Alliance Investment Bank Berhad (AIBB), a wholly-owned subsidiary of the Bank has entered into a conditional business sale and purchase agreement (BSPA) with Phillip Futures Sdn Bhd (PFSB) for the proposed disposal of AIBB's stockbroking business (as a going concern), subsisting as at the specified transfer point, together with the assets and liabilities as specified in the BSPA (Proposed Disposal of Stockbroking Business) for a cash consideration based on an aggregate of:

(a) an amount in cash equal to the net asset value of the Stockbroking Business as at the completion date of the Proposed Disposal of Stockbroking Business; and

(b) an amount in cash equal to 60% of the aggregate brokerage fee in respect of all brokerage transactions concluded by PFSB in respect of the 12-month period from the specified transfer point until the date that is the 12-month anniversary of the completion date less the brokerage transaction costs; and less an amount in cash equal to the receivable shortfall.

In connection with the Proposed Disposal of Stockbroking Business, AIBB has also on 2 December 2021 entered into a separate conditional business sale and purchase agreement with Alliance Islamic Bank Berhad (AIS), a wholly owned subsidiary of the Bank, for the transfer of AIBB's corporate finance, equity capital markets and debt capital markets business (excluding all non-shariah compliant mandates) (Capital Markets Business) to AIS, for a cash consideration based on an amount equal to the net asset value taking into consideration the total assets and total liabilities of the Capital Markets Business.

Subsequently on 31 March 2022, the Bank announced that AIBB had completed the transfer of its corporate finance, equity and debt capital markets to AIS on 31 March 2022.

Barring any unforeseen circumstances, the Proposed Disposal of Stockbroking Business is expected to be completed in the financial year ending 31 March 2023.

**A9 Material Events Subsequent to the End of the Financial Reporting Period**

There were no material events subsequent to the end of financial reporting period that require disclosure or adjustment to the unaudited condensed interim financial statements.

**A10 Related Party Transactions**

All related party transactions within the Group and the Bank have been entered into in the normal course of business.

**A11 Amounts Due From Clients And Brokers**

	<b>GROUP</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
Due from brokers	7,913	-
Due from clients	<u>47,130</u>	<u>105,041</u>
	<b>55,043</b>	<b>105,041</b>
Less: Allowance for expected credit losses	<u>(3)</u>	<u>-</u>
	<b><u>55,040</u></b>	<b><u>105,041</u></b>

These balances represent amounts receivable by Alliance Investment Bank Berhad ("AIBB") from non-margin clients and outstanding contracts entered into on behalf of clients where settlement via Bursa Malaysia Securities Clearing Sdn. Bhd. has yet to be made.

AIBB's normal trade credit terms for non-margin clients is two (2) market days in accordance with Bursa Malaysia Securities Berhad's ("Bursa") Fixed Delivery and Settlement System ("FDSS") trading rules.

The movements in allowance for expected credit losses are as follows:

<b>GROUP</b>	<b>Lifetime ECL</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
At beginning of financial year	-	3
Allowance made/(written-back) during the financial year (net)	<u>3</u>	<u>(3)</u>
At end of financial year	<b><u>3</u></b>	<b><u>-</u></b>

As at 31 March 2022, the Group's gross exposure of amounts due from clients and brokers that are credit impaired was at RM3,000 (31 March 2021: RM Nil).

**A12 Financial Assets at Fair Value Through Profit or Loss ("FVTPL")**

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
<b>At fair value - debt instruments</b>				
<u>Money market instruments:</u>				
Malaysian Government securities	286,173	10,036	286,173	10,036
Malaysian Government investment issues	<u>4,643</u>	<u>3,210</u>	<u>4,643</u>	<u>3,210</u>
	<b>290,816</b>	<b>13,246</b>	<b>290,816</b>	<b>13,246</b>
<u>Unquoted securities:</u>				
Shares	245,842	224,676	171,488	154,482
Corporate bonds and sukuk	<u>4,957</u>	<u>-</u>	<u>4,957</u>	<u>-</u>
	<b>250,799</b>	<b>224,676</b>	<b>176,445</b>	<b>154,482</b>
Total financial assets at FVTPL	<b><u>541,615</u></b>	<b><u>237,922</u></b>	<b><u>467,261</u></b>	<b><u>167,728</u></b>

**A13 Financial Investments at Fair Value Through Other Comprehensive Income ("FVOCI")**

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
<b>At fair value</b>				
<u>Money market instruments:</u>				
Malaysian Government securities	<b>2,239,673</b>	2,007,478	<b>2,076,500</b>	1,912,391
Malaysian Government investment issues	<b>2,128,842</b>	3,471,755	<b>1,439,125</b>	2,289,793
Negotiable instruments of deposits	-	-	<b>60,048</b>	-
Commercial papers	<b>19,966</b>	-	<b>19,966</b>	-
	<b>4,388,481</b>	5,479,233	<b>3,595,639</b>	4,202,184
<u>Quoted securities:</u>				
Shares	<b>13</b>	15	<b>13</b>	15
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	<b>4,731,205</b>	4,945,421	<b>3,143,967</b>	3,101,667
Total financial investments at FVOCI	<b>9,119,699</b>	10,424,669	<b>6,739,619</b>	7,303,866

Movements in allowance for expected credit losses are as follows:

	<b>12-month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL not-credit impaired (Stage 2) RM'000</b>	<b>Lifetime ECL credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b>GROUP</b>				
At 1 April 2021	<b>96</b>	<b>231</b>	-	<b>327</b>
New financial investments originated or purchased	<b>62</b>	-	-	<b>62</b>
Financial investments derecognised other than write-off	<b>(3)</b>	<b>(29)</b>	-	<b>(32)</b>
Changes due to change in credit risk	<b>487</b>	<b>79</b>	-	<b>566</b>
Total charge to income statement	<b>546</b>	<b>50</b>	-	<b>596</b>
<b>At 31 March 2022</b>	<b>642</b>	<b>281</b>	-	<b>923</b>
At 1 April 2020	138	208	-	346
Transfer to Stage 1	40	(337)	-	(297)
Transfer to Stage 2	(40)	677	-	637
New financial investments originated or purchased	14	-	-	14
Financial investments derecognised other than write-off	(19)	(5)	-	(24)
Changes due to change in credit risk	(37)	(312)	-	(349)
Total (write-back)/charge to income statement	(42)	23	-	(19)
At 31 March 2021	96	231	-	327

**A13 Financial Investments at Fair Value Through Other Comprehensive Income ("FVOCI") (Contd.)**

Movements in allowance for expected credit losses are as follows (Contd.):

	12-month ECL <u>(Stage 1)</u> RM'000	Lifetime ECL not-credit impaired <u>(Stage 2)</u> RM'000	Lifetime ECL not-credit impaired <u>(Stage 2)</u> RM'000	<u>Total</u> RM'000
<b><u>BANK</u></b>				
At 1 April 2021	61	114	-	175
New financial investments originated or purchased	52	-	-	52
Financial investments derecognised other than write-off	(1)	(16)	-	(17)
Changes due to change in credit risk	339	23	-	362
Total charge to income statement	390	7	-	397
<b>At 31 March 2022</b>	<b>451</b>	<b>121</b>	<b>-</b>	<b>572</b>
At 1 April 2020	71	151	-	222
Transfer to Stage 1	23	(154)	-	(131)
Transfer to Stage 2	(23)	310	-	287
New financial investments originated or purchased	14	-	-	14
Financial investments derecognised other than write-off	(7)	(5)	-	(12)
Changes due to change in credit risk	(17)	(188)	-	(205)
Total write-back to income statement	(10)	(37)	-	(47)
At 31 March 2021	61	114	-	175

Note:

(a) The transfers between stages are inclusive of net remeasurement of allowances.

(b) The Group and Bank do not have gross exposures of financial investments at FVOCI that are credit impaired.

**A14 Financial Investments at Amortised Cost**

	<b>GROUP</b>		<b>BANK</b>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>At amortised cost</b>				
<u>Money market instruments:</u>				
Malaysian Government securities	285,299	289,741	285,299	289,741
Malaysian Government investment issues	1,834,031	1,859,678	1,623,917	1,647,210
Negotiable instruments of deposits	-	-	195,226	187,404
	<b>2,119,330</b>	<b>2,149,419</b>	<b>2,104,442</b>	<b>2,124,355</b>
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	11,109	122,338	140,876	171,332
Less: Allowance for expected credit losses	(831)	(1,253)	(882)	(922)
	<b>10,278</b>	<b>121,085</b>	<b>139,994</b>	<b>170,410</b>
Total financial investments at amortised cost	<b>2,129,608</b>	<b>2,270,504</b>	<b>2,244,436</b>	<b>2,294,765</b>

**A14 Financial Investments at Amortised Cost (Contd.)**

Movements in allowance for expected credit losses are as follows:

	12-month ECL <u>(Stage 1)</u> RM'000	Lifetime ECL not-credit impaired <u>(Stage 2)</u> RM'000	Lifetime ECL credit impaired <u>(Stage 3)</u> RM'000	<u>Total</u> RM'000
<b>GROUP</b>				
At 1 April 2021	423	-	830	1,253
Financial investments derecognised other than write-off	(139)	-	-	(139)
Changes due to change in credit risk	(283)	-	-	(283)
Total write-back to income statement	(422)	-	-	(422)
<b>At 31 March 2022</b>	<b>1</b>	<b>-</b>	<b>830</b>	<b>831</b>
At 1 April 2020	308	-	49,074	49,382
New financial investments originated or purchased	-	-	569	569
Financial investments derecognised other than write-off	-	-	(569)	(569)
Changes due to change in credit risk	115	-	-	115
Total charge to income statement	115	-	-	115
Write-off	-	-	(48,244)	(48,244)
At 31 March 2021	423	-	830	1,253
	12-month ECL <u>(Stage 1)</u> RM'000	Lifetime ECL not-credit impaired <u>(Stage 2)</u> RM'000	Lifetime ECL credit impaired <u>(Stage 3)</u> RM'000	<u>Total</u> RM'000
<b>BANK</b>				
At 1 April 2021	366	-	556	922
Financial investments derecognised other than write-off	(34)	-	-	(34)
Changes due to change in credit risk	(6)	-	-	(6)
Total write-back to income statement	(40)	-	-	(40)
<b>At 31 March 2022</b>	<b>326</b>	<b>-</b>	<b>556</b>	<b>882</b>
At 1 April 2020	372	-	24,678	25,050
New financial investments originated or purchased	-	-	373	373
Financial investments derecognised other than write-off	-	-	(373)	(373)
Changes due to change in credit risk	(6)	-	-	(6)
Total write-back to income statement	(6)	-	-	(6)
Write-off	-	-	(24,122)	(24,122)
At 31 March 2021	366	-	556	922

Note:

The transfers between stages are inclusive of net remeasurement of allowances.



**A14 Financial Investments at Amortised Cost (Contd.)**

Movements in allowance for expected credit losses are as follows (Contd.):

The Group's and the Bank's gross exposure of financial investments at amortised cost that are credit impaired are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
At beginning of financial year	<b>846</b>	49,090	<b>556</b>	24,678
Write-off during the financial year	-	(48,244)	-	(24,122)
At end of financial year	<b>846</b>	846	<b>556</b>	556

**A15 Loans, Advances and Financing**

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
<b>At amortised cost</b>				
Overdrafts	<b>3,211,650</b>	3,431,705	<b>1,867,543</b>	2,036,340
Term loans/financing				
- Housing loans/financing	<b>13,854,317</b>	14,074,492	<b>10,433,646</b>	10,572,066
- Syndicated term loans/financing	<b>450,932</b>	318,900	<b>450,932</b>	318,900
- Hire purchase receivables	<b>503,545</b>	616,512	<b>396,032</b>	455,966
- Other term loans/financing	<b>20,478,471</b>	18,195,036	<b>15,156,490</b>	13,839,763
Bills receivables	<b>401,713</b>	483,030	<b>390,972</b>	452,195
Trust receipts	<b>337,871</b>	286,407	<b>275,330</b>	225,407
Claims on customers under acceptance credits	<b>3,287,105</b>	2,969,016	<b>2,370,612</b>	2,216,600
Staff loans/financing (Loan to Directors: RM Nil [31 March 2021: RM Nil])	<b>15,816</b>	19,463	<b>2,988</b>	3,987
Credit/charge card receivables	<b>496,564</b>	513,331	<b>496,564</b>	513,331
Revolving credits	<b>1,633,184</b>	1,902,028	<b>1,069,069</b>	1,157,634
Share margin financing	<b>1,517,944</b>	1,337,422	<b>1,345,384</b>	1,160,548
Gross loans, advances and financing	<b>46,189,112</b>	44,147,342	<b>34,255,562</b>	32,952,737
Add: Sales commissions and handling fees	<b>94,475</b>	93,370	<b>103,075</b>	108,989
Less: Allowance for expected credit losses on loans, advances and financing	<b>(1,159,842)</b>	(1,007,206)	<b>(750,440)</b>	(666,599)
Total net loans, advances and financing	<b>45,123,745</b>	43,233,506	<b>33,608,197</b>	32,395,127

Note:

The Bank has entered into an arrangement on Commodity Murabahah Term Financing ("CMTF") with Alliance Islamic Bank Berhad ("AIS"), the Bank's wholly-owned subsidiary. The contract is based on Wakalah principle where the Bank will provide the funds, while the assets are managed by AIS (as the Wakeel or agent). The risk and rewards of the underlying assets are recognised and borne by the Bank. Hence, the underlying assets and allowances for expected credit losses/impairment losses are recognised and accounted for by the Bank. The total loans, advances and financing for CMTF was paid off on 27 January 2022 (31 March 2021: RM34,379,000).

**A15 Loans, Advances and Financing (Contd.)**

**A15a** By maturity structure:

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
Within one year	<b>11,107,483</b>	11,166,171	<b>7,948,690</b>	7,928,048
One year to three years	<b>1,718,863</b>	1,719,702	<b>1,342,705</b>	1,271,822
Three years to five years	<b>4,110,728</b>	3,116,175	<b>3,236,199</b>	2,513,766
Over five years	<b>29,252,038</b>	28,145,294	<b>21,727,968</b>	21,239,101
Gross loans, advances and financing	<b>46,189,112</b>	44,147,342	<b>34,255,562</b>	32,952,737

**A15b** By type of customers:

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
Domestic non-bank financial institutions	<b>723,452</b>	662,237	<b>558,736</b>	473,893
Domestic business enterprises				
- Small and medium enterprises	<b>15,409,759</b>	13,947,747	<b>11,663,713</b>	10,831,042
- Others	<b>6,914,111</b>	6,139,562	<b>5,346,250</b>	4,654,521
Government and statutory bodies	<b>81,213</b>	58,149	<b>81,213</b>	58,149
Individuals	<b>22,432,555</b>	22,674,971	<b>16,077,012</b>	16,374,290
Other domestic entities	<b>26,253</b>	26,155	<b>3,268</b>	2,079
Foreign entities	<b>601,769</b>	638,521	<b>525,370</b>	558,763
Gross loans, advances and financing	<b>46,189,112</b>	44,147,342	<b>34,255,562</b>	32,952,737

**A15c** By interest/profit rate sensitivity:

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
Fixed rate				
- Housing loans/financing	<b>23,052</b>	26,509	<b>4,243</b>	4,815
- Hire purchase receivables	<b>495,932</b>	604,335	<b>388,420</b>	443,788
- Other fixed rate loans/financing	<b>7,595,903</b>	7,022,940	<b>5,207,562</b>	4,940,093
Variable rate				
- Base lending rate plus	<b>24,064,380</b>	24,074,135	<b>19,146,732</b>	19,597,887
- Base rate plus	<b>9,359,437</b>	8,515,744	<b>5,900,313</b>	5,086,299
- Cost plus	<b>4,650,408</b>	3,903,679	<b>3,608,292</b>	2,879,855
Gross loans, advances and financing	<b>46,189,112</b>	44,147,342	<b>34,255,562</b>	32,952,737

**A15 Loans, Advances and Financing (Contd.)**

**A15d** By economic purposes:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Purchase of securities	1,675,368	1,492,946	1,502,809	1,316,073
Purchase of transport vehicles	332,321	451,486	242,773	311,972
Purchase of landed property	22,164,919	21,934,318	17,143,071	17,016,276
of which: - Residential	14,603,585	14,920,966	11,129,634	11,351,588
- Non-residential	7,561,334	7,013,352	6,013,437	5,664,688
Purchase of fixed assets excluding land & buildings	341,425	263,770	289,263	211,595
Personal use	5,715,439	5,710,480	2,946,028	3,118,591
Credit card	496,564	513,332	496,564	513,332
Construction	1,056,091	954,464	933,211	851,640
Working capital	10,779,300	9,920,052	7,997,558	7,368,494
Others	3,627,685	2,906,494	2,704,285	2,244,764
Gross loans, advances and financing	46,189,112	44,147,342	34,255,562	32,952,737

**A15e** By economic sectors:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Primary agriculture	1,108,508	1,197,847	718,092	790,151
Mining and quarrying	267,776	234,646	236,517	196,106
Manufacturing	5,007,037	4,840,945	3,608,137	3,647,230
Electricity, gas and water	47,504	31,632	42,889	29,462
Construction	1,668,412	1,412,197	1,250,033	1,100,732
Wholesale, retail trade, restaurants and hotels	7,868,406	7,272,701	6,110,370	5,741,712
Transport, storage and communication	810,542	714,287	642,483	570,932
Financing, insurance, real estate and business services	6,004,445	4,755,068	4,760,363	3,649,734
Community, social and personal services	373,764	366,379	287,613	288,610
Household	23,029,625	23,313,491	16,597,683	16,933,053
Others	3,093	8,149	1,382	5,015
Gross loans, advances and financing	46,189,112	44,147,342	34,255,562	32,952,737

**A15f** By geographical distribution:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Northern region	3,455,628	3,184,084	2,238,828	2,172,904
Central region	32,675,559	31,220,193	24,751,854	23,751,261
Southern region	5,451,964	5,457,765	4,137,984	4,168,512
Sabah region	3,327,317	3,171,129	2,243,381	2,093,429
Sarawak region	1,278,644	1,114,171	883,515	766,631
Gross loans, advances and financing	46,189,112	44,147,342	34,255,562	32,952,737

**A15 Loans, Advances and Financing (Contd.)**

**A15g** Movements in credit impaired loans, advances and financing ("impaired loans") in Stage 3:

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
At beginning of financial year	<b>1,032,436</b>	871,340	<b>735,568</b>	638,343
Impaired during the financial year	<b>850,259</b>	962,546	<b>509,912</b>	643,618
Recovered during the financial year	<b>(56,902)</b>	(47,121)	<b>(45,741)</b>	(34,657)
Reclassified as unimpaired during the financial year	<b>(750,792)</b>	(439,787)	<b>(486,330)</b>	(306,693)
Financial assets derecognised other than write-off during the financial year	<b>(94,466)</b>	(127,162)	<b>(50,727)</b>	(78,622)
Amount written-off	<b>(127,269)</b>	(187,380)	<b>(87,925)</b>	(126,421)
At end of financial year	<b>853,266</b>	1,032,436	<b>574,757</b>	735,568
Gross impaired loans ratio	<b>1.85%</b>	2.34%	<b>1.68%</b>	2.23%
Net impaired loans ratio	<b>1.14%</b>	1.72%	<b>1.08%</b>	1.64%

**A15h** Credit impaired loans analysed by economic purposes:

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
Purchase of securities	<b>17,143</b>	-	<b>17,143</b>	-
Purchase of transport vehicles	<b>15,599</b>	24,162	<b>10,900</b>	17,497
Purchase of landed property	<b>429,830</b>	574,055	<b>309,616</b>	421,511
of which: - Residential	<b>328,994</b>	453,817	<b>223,770</b>	320,166
- Non-residential	<b>100,836</b>	120,238	<b>85,846</b>	101,345
Purchase of fixed assets excluding land & buildings	<b>5,586</b>	12,664	<b>4,994</b>	12,307
Personal use	<b>172,179</b>	269,955	<b>94,214</b>	153,655
Credit card	<b>4,708</b>	8,530	<b>4,708</b>	8,530
Construction	<b>8,102</b>	8,102	<b>8,102</b>	8,102
Working capital	<b>140,053</b>	84,288	<b>82,759</b>	66,278
Others	<b>60,066</b>	50,680	<b>42,321</b>	47,688
Gross impaired loans	<b>853,266</b>	1,032,436	<b>574,757</b>	735,568

**A15 Loans, Advances and Financing (Contd.)**

**A15i** Credit impaired loans analysed by economic sectors:

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
Primary agriculture	<b>1,089</b>	1,133	<b>6</b>	17
Mining and quarrying	<b>1,246</b>	1,373	<b>1,246</b>	1,373
Manufacturing	<b>61,041</b>	63,974	<b>52,158</b>	60,440
Construction	<b>69,603</b>	32,416	<b>17,912</b>	19,705
Wholesale, retail trade, restaurants and hotels	<b>98,856</b>	87,927	<b>75,825</b>	67,258
Transport, storage and communication	<b>3,798</b>	4,683	<b>3,244</b>	4,179
Financing, insurance, real estate and business services	<b>67,538</b>	74,203	<b>66,983</b>	73,017
Community, social and personal services	<b>7,170</b>	3,109	<b>3,286</b>	3,109
Household	<b>542,925</b>	762,451	<b>354,097</b>	505,303
Others	-	1,167	-	1,167
Gross impaired loans	<b>853,266</b>	1,032,436	<b>574,757</b>	735,568

**A15j** Credit impaired loans by geographical distribution:

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
Northern region	<b>66,114</b>	77,759	<b>39,156</b>	52,270
Central region	<b>616,851</b>	764,325	<b>427,522</b>	543,371
Southern region	<b>134,400</b>	142,789	<b>88,780</b>	107,890
Sabah region	<b>28,823</b>	37,812	<b>13,574</b>	24,456
Sarawak region	<b>7,078</b>	9,751	<b>5,725</b>	7,581
Gross impaired loans	<b>853,266</b>	1,032,436	<b>574,757</b>	735,568

**A15 Loans, Advances and Financing (Contd.)**

**A15k** Movements in allowance for expected credit losses on loans, advances and financing are as follows:

	<b>12-month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL not-credit impaired (Stage 2) RM'000</b>	<b>Lifetime ECL credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b><u>GROUP</u></b>				
At 1 April 2021	231,025	498,776	277,405	1,007,206
Transfer to Stage 1	139,012	(500,239)	(1,598)	(362,825)
Transfer to Stage 2	(85,699)	730,176	(206,437)	438,040
Transfer to Stage 3	(627)	(308,235)	288,619	(20,243)
New financial assets originated or purchased	93,426	228,198	14,727	336,351
Financial assets derecognised other than write-off	(69,683)	(250,735)	(23,389)	(343,807)
Changes due to change in credit risk	(36,790)	161,540	61,713	186,463
Other adjustments	11	5	-	16
	<b>39,650</b>	<b>60,710</b>	<b>133,635</b>	<b>233,995</b>
Unwinding of discount	-	-	2,178	2,178
Total charge to income statement	<b>39,650</b>	<b>60,710</b>	<b>135,813</b>	<b>236,173</b>
Write-off	<b>(1)</b>	<b>(1,836)</b>	<b>(81,700)</b>	<b>(83,537)</b>
<b>At 31 March 2022</b>	<b>270,674</b>	<b>557,650</b>	<b>331,518</b>	<b>1,159,842</b>
At 1 April 2020	96,553	269,287	293,428	659,268
Transfer to Stage 1	153,279	(303,936)	(4,481)	(155,138)
Transfer to Stage 2	(101,032)	483,008	(76,882)	305,094
Transfer to Stage 3	(738)	(158,088)	233,223	74,397
New financial assets originated or purchased	77,896	178,021	15,316	271,233
Financial assets derecognised other than write-off	(64,721)	(189,434)	(35,550)	(289,705)
Changes due to change in credit risk	69,812	220,087	(9,933)	279,966
Other adjustments	(21)	(37)	(13)	(71)
	<b>134,475</b>	<b>229,621</b>	<b>121,680</b>	<b>485,776</b>
Unwinding of discount	-	-	(7,853)	(7,853)
Total charge to income statement	<b>134,475</b>	<b>229,621</b>	<b>113,827</b>	<b>477,923</b>
Write-off	<b>(3)</b>	<b>(132)</b>	<b>(129,850)</b>	<b>(129,985)</b>
At 31 March 2021	<b>231,025</b>	<b>498,776</b>	<b>277,405</b>	<b>1,007,206</b>

**A15 Loans, Advances and Financing (Contd.)**

**A15k** Movements in allowance for expected credit losses on loans, advances and financing are as follows: (contd.)

	<b>12 month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL not-credit impaired (Stage 2) RM'000</b>	<b>Lifetime ECL credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b><u>BANK</u></b>				
At 1 April 2021	154,241	314,669	197,689	666,599
Transfer to Stage 1	86,573	(314,557)	(1,581)	(229,565)
Transfer to Stage 2	(52,603)	442,526	(124,959)	264,964
Transfer to Stage 3	(446)	(157,496)	156,394	(1,548)
New financial assets originated or purchased	61,935	165,809	9,067	236,811
Financial assets derecognised other than write-off	(46,658)	(190,470)	(13,382)	(250,510)
Changes due to change in credit risk	(28,566)	108,957	39,378	119,769
Other adjustments	11	5	-	16
	<b>20,246</b>	<b>54,774</b>	<b>64,917</b>	<b>139,937</b>
Unwinding of discount	-	-	2,287	2,287
Total charge to income statement	<b>20,246</b>	<b>54,774</b>	<b>67,204</b>	<b>142,224</b>
Write-off	<b>(1)</b>	<b>(901)</b>	<b>(57,481)</b>	<b>(58,383)</b>
<b>At 31 March 2022</b>	<b>174,486</b>	<b>368,542</b>	<b>207,412</b>	<b>750,440</b>
At 1 April 2020	63,677	177,196	218,370	459,243
Transfer to Stage 1	94,945	(199,432)	(2,495)	(106,982)
Transfer to Stage 2	(62,825)	300,659	(50,694)	187,140
Transfer to Stage 3	(606)	(90,925)	142,613	51,082
New financial assets originated or purchased	53,856	139,571	11,287	204,714
Financial assets derecognised other than write-off	(42,782)	(141,429)	(24,205)	(208,416)
Changes due to change in credit risk	48,000	129,081	(2,262)	174,819
Other adjustments	(21)	(37)	(13)	(71)
	<b>90,567</b>	<b>137,488</b>	<b>74,231</b>	<b>302,286</b>
Unwinding of discount	-	-	(4,550)	(4,550)
Total charge to income statement	<b>90,567</b>	<b>137,488</b>	<b>69,681</b>	<b>297,736</b>
Write-off	<b>(3)</b>	<b>(15)</b>	<b>(90,362)</b>	<b>(90,380)</b>
At 31 March 2021	<b>154,241</b>	<b>314,669</b>	<b>197,689</b>	<b>666,599</b>

**Note:**

The transfers between stages are inclusive of net remeasurement of allowances.

**A16 Other Assets**

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Other receivables	109,021	98,079	125,907	120,168
Collateral pledged for derivative transactions	118,485	61,381	118,485	61,381
Settlement account	234,689	128,658	234,689	128,658
Deposits	8,961	8,834	8,357	8,210
Prepayment	40,939	36,788	35,034	33,220
Amounts due from subsidiaries	-	-	41,630	32,397
Amount due from joint venture	-	194	109	323
	<b>512,095</b>	<b>333,934</b>	<b>564,211</b>	<b>384,357</b>
Less: Allowance for expected credit losses on other receivables [Note]	<b>(41,993)</b>	<b>(40,281)</b>	<b>(38,147)</b>	<b>(34,941)</b>
	<b>470,102</b>	<b>293,653</b>	<b>526,064</b>	<b>349,416</b>

Note:

Movements for allowance for expected credit losses on other receivables are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b><u>Lifetime ECL</u></b>				
At beginning of financial year	40,281	38,212	34,941	33,143
New financial assets originated or purchased	390	170	-	-
Financial assets derecognised other than write-off	(669)	(265)	-	-
Changes due to change in credit risk	3,079	2,181	3,364	1,815
Total charge to income statement	2,800	2,086	3,364	1,815
Write-off	(1,088)	(17)	(158)	(17)
<b>At end of financial year</b>	<b>41,993</b>	<b>40,281</b>	<b>38,147</b>	<b>34,941</b>

As at 31 March 2022, the Group and the Bank's gross exposure of other receivables that are under lifetime expected credit losses was at RM41,993,000 and RM38,147,000 (31 March 2021: RM40,281,000 and RM34,941,000) respectively.



**ALLIANCE BANK MALAYSIA BERHAD**  
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**A17 Deposits from Customers**

**A17a** By type of deposits:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Demand deposits	21,323,706	20,606,556	16,091,465	15,447,892
Savings deposits	2,253,040	2,193,143	1,803,826	1,753,279
Fixed/investment deposits	21,224,606	22,421,659	15,202,615	16,821,977
Money market deposits	3,121,454	2,885,258	2,169,797	1,756,823
Negotiable instruments of deposits	263,565	381,897	263,565	370,345
	<b>48,186,371</b>	<b>48,488,513</b>	<b>35,531,268</b>	<b>36,150,316</b>

**A17b** The maturity structure of fixed/investment deposits, money market deposits and negotiable instruments of deposits are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Due within six months	19,804,835	20,632,259	14,077,434	14,962,791
Six months to one year	4,640,627	4,517,179	3,501,660	3,902,026
One year to three years	160,250	529,542	53,373	75,096
Three years to five years	3,913	9,834	3,510	9,232
	<b>24,609,625</b>	<b>25,688,814</b>	<b>17,635,977</b>	<b>18,949,145</b>

**A17c** By type of customers:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Domestic financial institutions	253,444	423,503	285,206	469,651
Domestic non-bank financial institutions	4,501,331	4,001,957	2,985,038	2,433,197
Government and statutory bodies	3,318,166	3,782,518	1,853,610	1,654,808
Business enterprises	16,250,835	15,474,724	12,314,918	12,508,806
Individuals	21,947,570	23,097,231	16,464,080	17,645,753
Foreign entities	836,669	842,730	728,208	729,873
Others	1,078,356	865,850	900,208	708,228
	<b>48,186,371</b>	<b>48,488,513</b>	<b>35,531,268</b>	<b>36,150,316</b>

**A18 Deposits and Placements of Banks and Other Financial Institutions**

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Licensed banks	365,146	122,576	285,139	2,263
Licensed investment banks	23,441	340,162	-	-
Bank Negara Malaysia	1,260,405	929,914	1,052,610	657,114
Other financial institutions	40,002	-	-	-
	<u>1,688,994</u>	<u>1,392,652</u>	<u>1,337,749</u>	<u>659,377</u>

**A19 Amounts Due To Clients And Brokers**

	<u>GROUP</u>	
	31 March 2022 RM'000	31 March 2021 RM'000
Due to clients	28,404	57,554
Due to brokers	-	5,862
	<u>28,404</u>	<u>63,416</u>

These mainly relate to amounts payable to non-margin clients and outstanding contracts entered into on behalf of clients where settlement via the Bursa Malaysia Securities Clearing Sdn. Bhd. has yet to be made.

The Group's normal trade credit terms for trade payable for non-margin clients is two (2) market days according to the Bursa's FDSS trading rules.

Following the issuance of FRSIC Consensus 18, the Group no longer recognises trust monies balances in the statements of financial position, as the Group does not have any control over the trust monies to obtain the future economic benefits embodied in the trust monies. The trust monies maintained by the Group amounting to RM99,843,000 (31 March 2021: RM123,393,000) have been excluded accordingly.

**A20 Financial Liabilities Designated at Fair Value Through Profit or Loss**

Structured investments designated at fair value for the Group and the Bank include investments with embedded equity linked options, interest rate index linked options and foreign currency options.

The Group and the Bank have designated certain structured investments at fair value through profit or loss. The structured investments are recorded at fair value.

The fair value changes of the structured investments that are attributable to the changes in own credit risk are not significant.

	<b>GROUP/BANK</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2022</b>	<b>2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Structured investments	<b>1,167,323</b>	504,651
Fair value changes arising from designation at fair value through profit or loss	<b>(142,127)</b>	(31,956)
	<b><u>1,025,196</u></b>	<u>472,695</u>

**A21 Other Liabilities**

	<b>GROUP</b>		<b>BANK</b>	
	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Other payables	<b>1,087,970</b>	728,404	<b>1,003,188</b>	621,643
Bills payable	<b>128,601</b>	162,447	<b>120,850</b>	137,565
Collateral pledged for derivative transactions	<b>12,370</b>	27,810	<b>12,370</b>	27,810
Settlement account	<b>22,761</b>	9,925	<b>22,761</b>	9,925
Clearing account	<b>187,918</b>	179,949	<b>130,994</b>	137,906
Sundry deposits	<b>54,843</b>	50,909	<b>49,682</b>	45,791
Provision and accruals	<b>197,782</b>	171,309	<b>157,761</b>	150,153
Remisiers accounts	<b>8,002</b>	9,274	-	-
Structured investments	<b>170,114</b>	156,700	<b>170,114</b>	156,700
Amount due to subsidiaries	-	-	<b>177</b>	8,491
Amount due to joint venture	<b>6</b>	-	-	-
Allowance for expected credit losses on commitments and contingencies [Note]	<b>24,816</b>	49,343	<b>21,444</b>	26,185
	<b><u>1,895,183</u></b>	<u>1,546,070</u>	<b><u>1,689,341</u></b>	<u>1,322,169</u>

**A21 Other Liabilities (Contd.)**

Note:

Movements in allowance for expected credit losses on commitments and contingencies are as follows:

	12-month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
<b>GROUP</b>				
At 1 April 2021	9,722	36,512	3,109	49,343
Transfer to Stage 1	626	(4,508)	-	(3,882)
Transfer to Stage 2	(690)	6,809	(564)	5,555
Transfer to Stage 3	-	(1,348)	1,119	(229)
New financial assets originated or purchased	5,188	3,118	-	8,306
Financial assets derecognised other than write-off	(4,109)	(25,703)	(3,325)	(33,137)
Changes due to change in credit risk	(3,843)	1,624	779	(1,440)
	(2,828)	(20,008)	(1,991)	(24,827)
Unwinding of discount	-	-	300	300
Total write-back to income statement	(2,828)	(20,008)	(1,691)	(24,527)
<b>At 31 March 2022</b>	<b>6,894</b>	<b>16,504</b>	<b>1,418</b>	<b>24,816</b>
At 1 April 2020	8,582	10,996	4,761	24,339
Transfer to Stage 1	2,730	(7,701)	(101)	(5,072)
Transfer to Stage 2	(1,293)	12,385	(100)	10,992
Transfer to Stage 3	-	(1,143)	2,745	1,602
New financial assets originated or purchased	3,557	4,498	-	8,055
Financial assets derecognised other than write-off	(3,130)	(5,193)	(3,478)	(11,801)
Changes due to change in credit risk	(715)	22,674	(614)	21,345
Other adjustments	(9)	(4)	-	(13)
	1,140	25,516	(1,548)	25,108
Unwinding of discount	-	-	(104)	(104)
Total charge /(write-back) to income statement	1,140	25,516	(1,652)	25,004
At 31 March 2021	9,722	36,512	3,109	49,343

**A21 Other Liabilities (Contd.)**

Note:

Movements in allowance for expected credit losses on commitments and contingencies are as follows: (contd.)

	<b>12-month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL not-credit impaired (Stage 2) RM'000</b>	<b>Lifetime ECL credit impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
<b><u>BANK</u></b>				
At 1 April 2021	8,056	15,020	3,109	26,185
Transfer to Stage 1	558	(3,839)	-	(3,281)
Transfer to Stage 2	(592)	6,010	(556)	4,862
Transfer to Stage 3	-	(1,237)	1,113	(124)
New financial assets originated or purchased	4,441	2,733	-	7,174
Financial assets derecognised other than write-off	(3,716)	(6,032)	(3,325)	(13,073)
Changes due to change in credit risk	(3,049)	1,676	774	(599)
	<b>(2,358)</b>	<b>(689)</b>	<b>(1,994)</b>	<b>(5,041)</b>
Unwinding of discount	-	-	300	300
Total write-back to income statement	<b>(2,358)</b>	<b>(689)</b>	<b>(1,694)</b>	<b>(4,741)</b>
<b>At 31 March 2022</b>	<b>5,698</b>	<b>14,331</b>	<b>1,415</b>	<b>21,444</b>
At 1 April 2020	7,471	7,555	4,761	19,787
Transfer to Stage 1	2,258	(6,408)	(101)	(4,251)
Transfer to Stage 2	(1,115)	10,727	(98)	9,514
Transfer to Stage 3	-	(355)	1,125	770
New financial assets originated or purchased	2,891	4,059	-	6,950
Financial assets derecognised other than write-off	(2,717)	(4,084)	(1,860)	(8,661)
Changes due to change in credit risk	(723)	3,529	(614)	2,192
Other adjustments	(9)	(3)	-	(12)
	585	7,465	(1,548)	6,502
Unwinding of discount	-	-	(104)	(104)
Total charge /(write-back) to income statement	585	7,465	(1,652)	6,398
At 31 March 2021	8,056	15,020	3,109	26,185

As at 31 March 2022, the Group's and the Bank's gross exposure of commitments and contingencies that are credit impaired were RM5,760,000 and RM5,562,000 (31 March 2021: RM14,824,000 and RM12,152,000) respectively.

The transfers between stages are inclusive of net remeasurement of allowances.

**A22 Interest Income**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
Loans, advances and financing	325,365	330,268	1,315,843	1,392,203
Money at call and deposit placements with financial institutions	4,433	2,388	11,510	30,612
Financial investments at fair value through other comprehensive income	66,987	73,733	284,163	320,203
Financial investments at amortised cost	17,770	16,827	72,494	38,640
Others	316	37	1,090	638
	<b>414,871</b>	<b>423,253</b>	<b>1,685,100</b>	<b>1,782,296</b>
Accretion of discount less amortisation of premium (net)	<b>(132)</b>	<b>(264)</b>	<b>(604)</b>	<b>11,125</b>
	<b>414,739</b>	<b>422,989</b>	<b>1,684,496</b>	<b>1,793,421</b>

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>BANK</b>				
Loans, advances and financing	319,172	324,556	1,291,955	1,367,348
Money at call and deposit placements with financial institutions	4,481	2,637	11,699	32,683
Financial investments at fair value through other comprehensive income	62,487	65,130	261,421	286,130
Financial investments at amortised cost	19,532	18,590	79,644	45,790
Others	316	37	1,090	638
	<b>405,988</b>	<b>410,950</b>	<b>1,645,809</b>	<b>1,732,589</b>
Accretion of discount less amortisation of premium (net)	<b>145</b>	<b>(149)</b>	<b>34</b>	<b>11,282</b>
	<b>406,133</b>	<b>410,801</b>	<b>1,645,843</b>	<b>1,743,871</b>

**A23 Interest Expense**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
Deposits and placements of banks and other financial institutions	2,777	6,211	15,247	18,013
Deposits from customers	113,140	127,411	458,360	653,548
Recourse obligations on loans and financing sold to Cagamas	3,353	3,352	13,591	13,591
Subordinated obligations	15,170	15,305	61,496	76,971
Lease liabilities	1,517	1,643	6,301	6,741
Others	2,656	1,732	7,860	7,901
	<b>138,613</b>	<b>155,654</b>	<b>562,855</b>	<b>776,765</b>

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>BANK</b>				
Deposits and placements of banks and other financial institutions	2,243	3,872	11,207	9,647
Deposits from customers	111,672	125,768	452,255	645,231
Recourse obligations on loans and financing sold to Cagamas	3,353	3,352	13,591	13,591
Subordinated obligations	15,226	15,369	61,701	77,248
Lease liabilities	1,522	1,642	6,292	6,738
Others	2,656	1,732	7,860	7,901
	<b>136,672</b>	<b>151,735</b>	<b>552,906</b>	<b>760,356</b>

**A24 Net Income from Islamic Banking Business**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
Income derived from investment of depositors' funds and others	139,032	143,585	572,332	607,850
Income derived from investment of Islamic Banking funds	14,587	15,292	60,439	63,093
Income attributable to the depositors and financial institutions	(58,244)	(61,178)	(235,256)	(292,443)
	<b>95,375</b>	<b>97,699</b>	<b>397,515</b>	<b>378,500</b>

**A25 Other Operating Income**

<b>GROUP</b>	<b>4th Quarter Ended</b>		<b>Financial Year Ended</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
(a) <u>Fee and commission income:</u>				
Commissions	<b>21,066</b>	31,033	<b>90,688</b>	99,845
Service charges and fees	<b>4,360</b>	5,818	<b>23,189</b>	26,287
Corporate advisory fees	<b>792</b>	1,006	<b>3,943</b>	3,718
Underwriting commissions	-	61	<b>1,121</b>	1,484
Brokerage fees	<b>6,818</b>	17,284	<b>33,971</b>	69,186
Guarantee fees	<b>3,860</b>	3,186	<b>13,425</b>	13,738
Processing fees	<b>5,090</b>	1,078	<b>11,650</b>	4,417
Commitment fees	<b>4,594</b>	4,704	<b>19,044</b>	18,899
Cards related income	<b>15,598</b>	16,584	<b>60,708</b>	68,380
Other fee income	<b>1,500</b>	2,001	<b>7,000</b>	8,003
	<b>63,678</b>	82,755	<b>264,739</b>	313,957
(b) <u>Fee and commission expense:</u>				
Commissions expense	<b>(693)</b>	(819)	<b>(2,212)</b>	(2,574)
Service charges and fees expense	<b>(451)</b>	(447)	<b>(1,820)</b>	(1,417)
Brokerage fees expense	<b>(2,625)</b>	(7,630)	<b>(13,921)</b>	(30,024)
Guarantee fees expense	<b>(4,334)</b>	(3,510)	<b>(17,244)</b>	(11,322)
Cards related expense	<b>(14,208)</b>	(17,179)	<b>(68,068)</b>	(66,286)
	<b>(22,311)</b>	(29,585)	<b>(103,265)</b>	(111,623)
(c) <u>Investment income:</u>				
Realised gain/(loss) arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	<b>1,338</b>	(1,851)	<b>4,529</b>	10,405
- Financial investments at fair value through other comprehensive income	<b>1,725</b>	8,030	<b>40,850</b>	87,750
- Derivative instruments	<b>36,160</b>	(15,635)	<b>102,629</b>	186,423
- Other investments	-	-	-	(5)
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	<b>650</b>	534	<b>26,987</b>	30,121
- Derivative instruments	<b>(23,088)</b>	15,916	<b>(128,934)</b>	(74,657)
- Financial liabilities designated at fair value through profit or loss	<b>21,597</b>	15,219	<b>110,171</b>	7,042
Net gain arising from hedging activities	<b>343</b>	-	<b>333</b>	-
Gross dividend income from:				
- Financial assets at fair value through profit or loss	-	-	<b>1,377</b>	1,480
	<b>38,725</b>	22,213	<b>157,942</b>	248,559
(d) <u>Other (expense)/income:</u>				
Foreign exchange (loss)/gain	<b>(8,509)</b>	1,152	<b>3,436</b>	(44,362)
Rental income	<b>30</b>	46	<b>154</b>	151
Others	<b>8,423</b>	4,199	<b>25,494</b>	15,729
	<b>(56)</b>	5,397	<b>29,084</b>	(28,482)
Total other operating income	<b>80,036</b>	80,780	<b>348,500</b>	422,411



**A25 Other Operating Income (Contd.)**

<b><u>BANK</u></b>	<b>4th Quarter Ended</b>		<b>Financial Year Ended</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
(a) <u>Fee and commission income:</u>				
Commissions	<b>21,066</b>	31,033	<b>90,688</b>	99,845
Service charges and fees	<b>4,167</b>	5,542	<b>22,308</b>	25,234
Guarantee fees	<b>3,853</b>	3,179	<b>13,398</b>	13,711
Processing fees	<b>3,265</b>	522	<b>6,701</b>	2,540
Commitment fees	<b>4,594</b>	4,704	<b>19,044</b>	18,899
Cards related income	<b>15,598</b>	16,584	<b>60,708</b>	68,380
Other fee income	<b>1,500</b>	2,000	<b>7,000</b>	8,000
	<b>54,043</b>	63,564	<b>219,847</b>	236,609
(b) <u>Fee and commission expense:</u>				
Commissions expense	<b>(693)</b>	(819)	<b>(2,212)</b>	(2,574)
Service charges and fees expense	<b>(451)</b>	(447)	<b>(1,820)</b>	(1,417)
Brokerage fees expense	<b>(17)</b>	(12)	<b>(61)</b>	(66)
Guarantee fees expense	<b>(4,334)</b>	(3,510)	<b>(17,244)</b>	(11,322)
Cards related expense	<b>(14,208)</b>	(17,179)	<b>(68,068)</b>	(66,286)
	<b>(19,703)</b>	(21,967)	<b>(89,405)</b>	(81,665)
(c) <u>Investment income:</u>				
Realised gain/(loss) arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	<b>1,338</b>	(1,851)	<b>4,149</b>	10,405
- Financial investments at fair value through other comprehensive income	-	8,030	<b>23,785</b>	75,953
- Derivative instruments	<b>36,160</b>	(15,635)	<b>102,629</b>	186,423
- Other investments	-	-	-	(5)
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	<b>650</b>	534	<b>22,828</b>	24,319
- Derivative instruments	<b>(23,088)</b>	15,916	<b>(128,934)</b>	(74,657)
- Financial liabilities designated at fair value through profit or loss	<b>21,597</b>	15,219	<b>110,171</b>	7,042
Net gain arising from hedging activities	<b>343</b>	-	<b>333</b>	-
Gross dividend income from:				
- Financial assets at fair value through profit or loss	-	-	<b>796</b>	931
- Subsidiaries	-	-	<b>48,253</b>	238,929
	<b>37,000</b>	22,213	<b>184,010</b>	469,340
(d) <u>Other (expense)/income:</u>				
Foreign exchange (loss)/gain	<b>(8,663)</b>	785	<b>2,463</b>	(45,368)
Rental income	<b>504</b>	534	<b>1,996</b>	1,854
Others	<b>8,288</b>	4,030	<b>24,951</b>	14,969
	<b>129</b>	5,349	<b>29,410</b>	(28,545)
Total other operating income	<b>71,469</b>	69,159	<b>343,862</b>	595,739

**A26 Other Operating Expenses**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
Personnel costs				
- Salaries, allowances and bonuses	108,087	105,038	416,611	396,117
- Contribution to EPF	16,958	16,499	65,716	64,150
- Others	16,985	19,440	47,298	51,390
	<b>142,030</b>	<b>140,977</b>	<b>529,625</b>	<b>511,657</b>
Establishment costs				
- Depreciation of property, plant and equipment	4,925	5,713	19,844	21,479
- Depreciation of right-of-use assets	6,371	6,318	25,520	25,363
- Amortisation of computer software	11,489	10,466	45,063	41,558
- Rental of premises	490	429	2,159	2,017
- Water and electricity	1,663	1,636	6,201	6,790
- Repairs and maintenance	2,701	2,686	8,590	10,154
- Information technology expenses	18,676	19,572	71,051	65,022
- Others	2,969	2,906	10,121	10,847
	<b>49,284</b>	<b>49,726</b>	<b>188,549</b>	<b>183,230</b>
Marketing expenses				
- Promotion and advertisement	1,589	4,340	11,219	15,509
- Branding and publicity	2,408	4,040	6,653	8,503
- Others	1,742	1,025	4,622	4,478
	<b>5,739</b>	<b>9,405</b>	<b>22,494</b>	<b>28,490</b>
Administration and general expenses				
- Communication expenses	2,844	3,678	11,909	13,107
- Printing and stationery	392	504	1,449	1,812
- Insurance	3,337	592	9,479	5,943
- Professional fees	11,466	19,602	37,408	36,072
- Others	3,948	7,651	22,027	20,347
	<b>21,987</b>	<b>32,027</b>	<b>82,272</b>	<b>77,281</b>
Total other operating expenses	<b>219,040</b>	<b>232,135</b>	<b>822,940</b>	<b>800,658</b>

**A26 Other Operating Expenses (Contd.)**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b><u>BANK</u></b>				
Personnel costs				
- Salaries, allowances and bonuses	81,193	76,251	310,904	297,234
- Contribution to EPF	12,783	11,937	49,312	48,426
- Others	11,058	9,632	35,463	35,268
	<b>105,034</b>	<b>97,820</b>	<b>395,679</b>	<b>380,928</b>
Establishment costs				
- Depreciation of property, plant and equipment	4,742	5,045	18,923	20,470
- Depreciation of right-of-use assets	6,347	6,307	25,448	25,319
- Amortisation of computer software	11,208	10,162	43,987	40,120
- Rental of premises	404	305	1,797	1,734
- Water and electricity	1,269	1,207	4,684	5,031
- Repairs and maintenance	2,152	2,235	6,615	7,988
- Information technology expenses	11,192	11,017	42,755	38,977
- Others	2,498	3,293	7,214	7,183
	<b>39,812</b>	<b>39,571</b>	<b>151,423</b>	<b>146,822</b>
Marketing expenses				
- Promotion and advertisement	1,934	2,766	10,803	13,682
- Branding and publicity	2,380	2,647	5,995	5,794
- Others	1,274	608	3,038	2,720
	<b>5,588</b>	<b>6,021</b>	<b>19,836</b>	<b>22,196</b>
Administration and general expenses				
- Communication expenses	2,010	2,573	8,953	9,718
- Printing and stationery	312	407	1,100	1,407
- Insurance	2,426	592	7,303	5,048
- Professional fees	10,000	15,698	31,204	28,426
- Others	4,755	12,396	19,910	21,970
	<b>19,503</b>	<b>31,666</b>	<b>68,470</b>	<b>66,569</b>
Total other operating expenses	<b>169,937</b>	<b>175,078</b>	<b>635,408</b>	<b>616,515</b>

**A27 Allowance for Expected Credit Losses on Loans, Advances and Financing and Other Financial Assets**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
Allowance for expected credit losses on:				
(a) Loans, advances and financing				
- Allowance made during the financial period/year	<b>79,063</b>	113,778	<b>233,995</b>	485,776
(b) Credit impaired loans, advances and financing				
- Recovered during the financial period/year	<b>(12,152)</b>	(13,580)	<b>(39,976)</b>	(39,347)
- Write-off during the financial period/year	<b>4,858</b>	27,322	<b>45,248</b>	59,273
(c) Commitments and contingencies on loans, advances and financing				
- Allowance made/(write-back) during the financial period/year	<b>472</b>	8,479	<b>(24,827)</b>	25,108
	<b>72,241</b>	135,999	<b>214,440</b>	530,810

Allowance for expected credit losses on:				
- Amounts due from clients and brokers	-	-	<b>3</b>	(3)
- Other receivables	<b>986</b>	576	<b>2,800</b>	2,086
- Cash and short-term funds	-	10	<b>(12)</b>	19
- Deposits and placements with banks and other financial institutions	<b>8</b>	(4)	<b>4</b>	4
	<b>73,235</b>	136,581	<b>217,235</b>	532,916

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>BANK</b>				
Allowance for expected credit losses on:				
(a) Loans, advances and financing				
- Allowance made during the financial period/year	<b>49,479</b>	72,479	<b>139,937</b>	302,286
(b) Credit impaired loans, advance and financing				
- Recovered during the financial period/year	<b>(7,797)</b>	(10,294)	<b>(26,426)</b>	(28,672)
- Write-off during the financial period/year	<b>3,559</b>	16,581	<b>32,699</b>	37,455
(c) Commitments and contingencies on loans, advances and financing				
- Allowance made/(write-back) during the financial period/year	<b>467</b>	(466)	<b>(5,041)</b>	6,502
	<b>45,708</b>	78,300	<b>141,169</b>	317,571

Allowance for expected credit losses on:				
- Other receivables	<b>965</b>	553	<b>3,364</b>	1,815
- Cash and short-term funds	-	10	<b>(12)</b>	19
- Deposits and placements with banks and other financial institutions	<b>8</b>	(4)	<b>4</b>	4
	<b>46,681</b>	78,859	<b>144,525</b>	319,409

**A28 Allowance for/(Write-back of) Expected Credit Losses on Financial Investments**

	<b>4th Quarter Ended</b>		<b>Financial Year Ended</b>	
	<b>31 March</b>	31 March	<b>31 March</b>	31 March
	<b>2022</b>	2021	<b>2022</b>	2021
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<b><u>GROUP</u></b>				
(a) Financial investments at fair value through other comprehensive income				
- Allowance made/(write-back) during the financial period/year	<b>671</b>	(211)	<b>596</b>	(19)
(b) Financial investments at amortised cost				
- (Write-back)/allowance made during the financial period/year	<b>(142)</b>	102	<b>(422)</b>	115
	<b>529</b>	(109)	<b>174</b>	96
	<b>4th Quarter Ended</b>		<b>Financial Year Ended</b>	
	<b>31 March</b>	31 March	<b>31 March</b>	31 March
	<b>2022</b>	2021	<b>2022</b>	2021
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<b><u>BANK</u></b>				
(a) Financial investments at fair value through other comprehensive income				
- Allowance made/(write-back) during the financial period/year	<b>438</b>	(119)	<b>397</b>	(47)
(b) Financial investments at amortised cost				
- Allowance made/(write-back) during the financial period/year	<b>87</b>	(107)	<b>(40)</b>	(6)
	<b>525</b>	(226)	<b>357</b>	(53)

**A29 Commitments and Contingencies**

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

The notional amounts of the commitments and contingencies of the Group and Bank are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000	<b>31 March 2022 RM'000</b>	31 March 2021 RM'000
<u>Commitments and contingencies</u>				
Direct credit substitutes	<b>498,689</b>	687,790	<b>428,454</b>	511,039
Transaction-related contingent items	<b>561,778</b>	554,612	<b>499,745</b>	492,119
Short-term self-liquidating trade-related contingencies	<b>211,549</b>	145,128	<b>192,299</b>	119,337
Forward assets purchase	-	20,800	-	20,800
Obligations under an ongoing underwriting agreement	-	20,000	-	-
Irrevocable commitments to extend credit:				
- maturity exceeding one year	<b>1,747,771</b>	867,310	<b>1,462,876</b>	711,536
- maturity not exceeding one year	<b>10,049,097</b>	9,625,561	<b>7,732,786</b>	7,335,855
Unutilised credit card lines	<b>1,333,057</b>	1,299,366	<b>1,333,057</b>	1,299,366
	<b>14,401,941</b>	13,220,567	<b>11,649,217</b>	10,490,052
<u>Derivative financial instruments</u>				
Foreign exchange related contracts:				
- one year or less	<b>10,370,880</b>	7,718,029	<b>10,370,880</b>	7,718,029
- over one year to three years	<b>917,134</b>	681,661	<b>917,134</b>	681,661
- over three years	<b>257,757</b>	661,606	<b>257,757</b>	661,606
Interest rate related contracts:				
- one year or less	<b>2,158,436</b>	2,099,218	<b>2,158,436</b>	2,099,218
- over one year to three years	<b>3,307,815</b>	3,984,245	<b>3,307,815</b>	3,984,245
- over three years	<b>1,948,660</b>	1,492,030	<b>1,948,660</b>	1,492,030
Equity related contracts				
- one year or less	<b>332,492</b>	295,184	<b>332,492</b>	295,184
- over one year to three years	<b>216,080</b>	214,860	<b>216,080</b>	214,860
	<b>19,509,254</b>	17,146,833	<b>19,509,254</b>	17,146,833
	<b>33,911,195</b>	30,367,400	<b>31,158,471</b>	27,636,885

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**A30 Segment Information**

The following segment information has been prepared in accordance with MFRS 8 Operating Segments, which defines the requirements for the disclosure of financial information of an entity's operating segments. The operating segments results are prepared and provided to the chief operating decision maker based on the Group's internal management reporting reflective of the organisation's management reporting structure.

Based on the results presented to chief operating decision maker, funds are allocated between segments and inter-segment funding cost transfers are reflected in net interest income. In addition to the operating segments, the segment information disclosed also includes inter-segment eliminations. Transactions between reportable segments are eliminated based on principles of consolidation as described in accounting policy. Intercompany transactions, balances and unrealised gains and losses on transactions between Group's companies are eliminated in inter-segment eliminations.

The Group is organised into the following key operating segments:

**(i) Consumer Banking**

Consumer Banking provides a wide range of personal banking solutions covering mortgages, term loans, personal loans, hire purchase facilities, credit cards and wealth management (cash management, investment services, share trading, bancassurance and will writing). Consumer Banking customers are serviced via branch network, call centre, electronic/internet banking channels, and direct sales channels.

**(ii) Business Banking**

Business Banking segment covers Small and Medium Enterprise ("SME"), and Corporate and Commercial Banking. SME Banking customers comprise the self-employed, and small and medium scale enterprises. Corporate and Commercial Banking serves public-listed and large corporate business customers including family-owned businesses. Business Banking provides a wide range of products and services including loans, trade finance, cash management, treasury and structured solutions.

**(iii) Financial Markets**

Financial Markets provide foreign exchange, money market, hedging and investment (capital market instruments) solutions for banking customers. It also manages the assets and liabilities, liquidity and statutory reserve requirements of the banking entities in the Group.

**(iv) Stockbroking and Corporate Advisory**

Stockbroking and Corporate Advisory covers stockbroking activities and corporate advisory which includes initial public offering, equity fund raising, debt fund raising, mergers and acquisitions and corporate restructuring.

**(v) Others**

Others refer to mainly other business operations such as alternative distribution channels, trustee services and head office.

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**A30 Segment information (Contd.)**

**GROUP**

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	Stockbroking and Corporate <u>Advisory</u> RM'000	Others RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	Total RM'000
<b>4th Quarter ended 31 March 2022</b>								
Net interest income								
- external income	90,396	125,076	56,660	1,687	93	273,912	2,214	276,126
- inter-segment	(15,369)	1,403	14,848	(882)	-	-	-	-
	75,027	126,479	71,508	805	93	273,912	2,214	276,126
Net income from Islamic banking business	36,046	33,652	23,682	-	28	93,408	1,967	95,375
Other operating income	31,097	35,279	4,484	7,328	11,307	89,495	(9,459)	80,036
Net income	142,170	195,410	99,674	8,133	11,428	456,815	(5,278)	451,537
Other operating expenses	(83,953)	(74,490)	(9,042)	(11,858)	(20,026)	(199,369)	3,114	(196,255)
Depreciation and amortisation	(10,395)	(10,461)	(1,634)	(566)	(101)	(23,157)	372	(22,785)
Operating profit/(loss)	47,822	110,459	88,998	(4,291)	(8,699)	234,289	(1,792)	232,497
(Allowance for)/write-back of expected credit losses on loans, advances and other financial assets	(29,729)	(43,510)	(5)	10	-	(73,234)	(1)	(73,235)
(Allowance for)/write-back of expected credit losses on financial investments	-	142	(796)	-	-	(654)	125	(529)
Segment result	18,093	67,091	88,197	(4,281)	(8,699)	160,401	(1,668)	158,733
Share of results of joint venture								9
Taxation								(55,701)
Net profit for the financial period								103,041
Segment assets	22,532,057	22,286,050	17,371,984	200,890	478,185	62,869,166	(1,724,838)	61,144,328
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,048
Property, plant and equipment								55,433
Tax recoverable and deferred tax assets								214,839
Intangible assets								432,205
Total assets								61,847,853



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**A30 Segment information (Contd.)**

**GROUP**

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	Stockbroking and Corporate <u>Advisory</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	Total <u>Total</u> RM'000
<b>Full Year ended 31 March 2022</b>								
Net interest income								
- external income	376,811	494,371	236,900	7,259	54	1,115,395	6,246	1,121,641
- inter-segment	(57,987)	8,162	53,434	(3,609)	-	-	-	-
	318,824	502,533	290,334	3,650	54	1,115,395	6,246	1,121,641
Net income from Islamic banking business	143,241	134,054	112,627	-	143	390,065	7,450	397,515
Other operating income	114,535	134,420	66,421	32,858	20,656	368,890	(20,390)	348,500
Net income	576,600	771,007	469,382	36,508	20,853	1,874,350	(6,694)	1,867,656
Other operating expenses	(336,889)	(275,731)	(36,894)	(36,479)	(51,108)	(737,101)	4,588	(732,513)
Depreciation and amortisation	(41,191)	(41,262)	(6,594)	(2,490)	(401)	(91,938)	1,511	(90,427)
Operating profit/(loss)	198,520	454,014	425,894	(2,461)	(30,656)	1,045,311	(595)	1,044,716
(Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	(183,777)	(32,977)	31	(508)	(3)	(217,234)	(1)	(217,235)
Write-back of/(allowance for) expected credit losses on financial assets	-	292	(655)	130	-	(233)	59	(174)
Segment result	14,743	421,329	425,270	(2,839)	(30,659)	827,844	(537)	827,307
Share of results of joint venture								54
Taxation								(254,544)
Net profit for the financial period								572,817
Segment assets	22,532,057	22,286,050	17,371,984	200,890	478,185	62,869,166	(1,724,838)	61,144,328
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,048
Property, plant and equipment								55,433
Tax recoverable and deferred tax assets								214,839
Intangible assets								432,205
Total assets								61,847,853

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**A30 Segment information (Contd.)**

**GROUP**

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	Stockbroking and Corporate <u>Advisory</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	Total <u>Total</u> RM'000
<b>4th Quarter ended 31 March 2021</b>								
Net interest income								
- external income	89,542	114,408	60,546	1,681	14	266,191	1,144	267,335
- inter-segment	(4,989)	2,871	2,889	(771)	-	-	-	-
	84,553	117,279	63,435	910	14	266,191	1,144	267,335
Net income from Islamic banking business	41,932	30,792	23,181	-	17	95,922	1,777	97,699
Other operating income	33,265	31,233	4,238	11,985	12,120	92,841	(12,061)	80,780
Net income	159,750	179,304	90,854	12,895	12,151	454,954	(9,140)	445,814
Other operating expenses	(94,707)	(75,302)	(14,165)	(13,511)	(21,192)	(218,877)	9,239	(209,638)
Depreciation and amortisation	(10,092)	(9,389)	(2,197)	(1,102)	(101)	(22,881)	384	(22,497)
Operating profit	54,951	94,613	74,492	(1,718)	(9,142)	213,196	483	213,679
(Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	(87,619)	(48,976)	(2)	16	-	(136,581)	-	(136,581)
Write-back of/(allowance for) expected credit losses on financial investments	-	766	338	(130)	(735)	239	(130)	109
Segment result	(32,668)	46,403	74,828	(1,832)	(9,877)	76,854	353	77,207
Share of results of joint venture								18
Taxation								(27,153)
Net profit for the financial period								50,072
Segment assets	22,899,643	20,553,164	17,469,105	359,447	496,852	61,778,211	(1,720,990)	60,057,221
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								994
Property, plant and equipment								57,264
Tax recoverable and deferred tax assets								174,457
Intangible assets								431,259
Total assets								60,721,195

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**A30 Segment information (Contd.)**

**GROUP**

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	Stockbroking and Corporate <u>Advisory</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	Total <u>Total</u> RM'000
<b>Full Year ended 31 March 2021</b>								
Net interest income								
- external income	316,343	436,632	258,542	7,184	76	1,018,777	(2,121)	1,016,656
- inter-segment	21,807	41,058	(59,521)	(3,344)	-	-	-	-
	<u>338,150</u>	<u>477,690</u>	<u>199,021</u>	<u>3,840</u>	<u>76</u>	<u>1,018,777</u>	<u>(2,121)</u>	<u>1,016,656</u>
Net income from Islamic banking business	165,601	125,908	69,861	-	86	361,456	17,044	378,500
Other operating income	112,321	128,101	135,925	49,563	20,376	446,286	(23,875)	422,411
Net income	<u>616,072</u>	<u>731,699</u>	<u>404,807</u>	<u>53,403</u>	<u>20,538</u>	<u>1,826,519</u>	<u>(8,952)</u>	<u>1,817,567</u>
Other operating expenses	(338,029)	(266,219)	(44,274)	(37,714)	(36,095)	(722,331)	10,073	(712,258)
Depreciation and amortisation	(40,360)	(37,473)	(8,704)	(3,024)	(411)	(89,972)	1,572	(88,400)
Operating profit/(loss)	<u>237,683</u>	<u>428,007</u>	<u>351,829</u>	<u>12,665</u>	<u>(15,968)</u>	<u>1,014,216</u>	<u>2,693</u>	<u>1,016,909</u>
(Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	(377,335)	(155,978)	247	150	-	(532,916)	-	(532,916)
Write-back of/(allowance for) expected credit losses on financial investments	-	753	250	(130)	(735)	138	(234)	(96)
Segment result	<u>(139,652)</u>	<u>272,782</u>	<u>352,326</u>	<u>12,685</u>	<u>(16,703)</u>	<u>481,438</u>	<u>2,459</u>	<u>483,897</u>
Share of results of joint venture								91
Taxation								<u>(125,203)</u>
Net profit for the financial period								<u><u>358,785</u></u>
Segment assets	<u>22,899,643</u>	<u>20,553,164</u>	<u>17,469,105</u>	<u>359,447</u>	<u>496,852</u>	<u>61,778,211</u>	<u>(1,720,990)</u>	<u>60,057,221</u>
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								994
Property, plant and equipment								57,264
Tax recoverable and deferred tax assets								174,457
Intangible assets								<u>431,259</u>
Total assets								<u><u>60,721,195</u></u>

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**A31 Capital Adequacy**

BNM's Transitional Arrangements for Regulatory Capital Treatment of Accounting Provisions took effect on 9 December 2020. This allows the Group and the Bank to add back a portion of Stage 1 ("S1") and Stage 2 ("S2") provisions with an "add-back factor", to the Common Equity Tier I ("CET I") capital from Financial Year 2021 to Financial Year 2024. The Group and the Bank have sufficient capital under both conditions with or without the Transitional Arrangement.

The capital adequacy ratios with and without transitional arrangements for the Group and the Bank are as follows:

	<b><u>GROUP</u></b>		<b><u>BANK</u></b>	
	<b>31 March 2022</b>	31 March 2021	<b>31 March 2022</b>	31 March 2021
(i) With transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	<b>16.372%</b>	16.463%	<b>15.614%</b>	15.654%
Tier I capital ratio	<b>17.287%</b>	17.418%	<b>16.489%</b>	16.566%
Total capital ratio	<b>21.401%</b>	21.816%	<b>21.134%</b>	21.549%
<u>After deducting proposed dividends</u>				
CET I capital ratio	<b>15.959%</b>	16.218%	<b>15.061%</b>	15.327%
Tier I capital ratio	<b>16.874%</b>	17.173%	<b>15.936%</b>	16.238%
Total capital ratio	<b>20.988%</b>	21.571%	<b>20.581%</b>	21.222%
(ii) Without transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	<b>14.993%</b>	15.232%	<b>14.397%</b>	14.646%
Tier I capital ratio	<b>15.908%</b>	16.187%	<b>15.272%</b>	15.557%
Total capital ratio	<b>20.173%</b>	20.588%	<b>20.137%</b>	20.582%
<u>After deducting proposed dividends</u>				
CET I capital ratio	<b>14.580%</b>	14.987%	<b>13.844%</b>	14.318%
Tier I capital ratio	<b>15.495%</b>	15.942%	<b>14.719%</b>	15.230%
Total capital ratio	<b>19.760%</b>	20.343%	<b>19.584%</b>	20.255%

**A31 Capital Adequacy (Contd.)**

(a) Components of CET I, Tier I and Tier II capital under the Capital Adequacy Framework with transitional arrangements are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b><u>CET I Capital/Tier I Capital</u></b>				
Paid-up share capital	1,548,106	1,548,106	1,548,106	1,548,106
Retained profits	4,865,214	4,471,771	4,270,419	3,985,966
Regulatory reserves	47,686	86,440	41,641	80,006
Hedging reserves	(253)	-	(253)	-
FVOCI reserves	(145,150)	50,993	(138,660)	(5,082)
Capital reserves	100,150	100,150	15,515	15,515
	<b>6,415,753</b>	<b>6,257,460</b>	<b>5,736,768</b>	<b>5,624,511</b>
(Less)/add: Regulatory adjustments				
- Goodwill and other intangibles	(432,205)	(431,259)	(330,151)	(329,004)
- Deferred tax assets	(203,285)	(130,100)	(143,544)	(95,200)
- 55% of FVOCI reserves	-	(28,046)	-	-
- Regulatory reserves	(47,686)	(86,440)	(41,641)	(80,006)
- Investment in subsidiaries and joint venture	(1,048)	(994)	(1,109,102)	(1,109,102)
- Transitional arrangements	527,033	451,004	347,580	276,161
Total CET I Capital	<b>6,258,562</b>	<b>6,031,625</b>	<b>4,459,910</b>	<b>4,287,360</b>
Additional Tier I Capital Securities	349,753	349,899	249,888	249,732
Total Additional Tier I Capital	<b>349,753</b>	<b>349,899</b>	<b>249,888</b>	<b>249,732</b>
Total Tier I Capital	<b>6,608,315</b>	<b>6,381,524</b>	<b>4,709,798</b>	<b>4,537,092</b>
<b><u>Tier II Capital</u></b>				
Subordinated obligations	1,199,264	1,199,077	1,198,848	1,198,554
Expected credit losses and regulatory reserves	373,502	412,255	258,031	296,396
Less: Regulatory adjustment				
- Investment in Tier II capital instruments	-	-	(130,000)	(130,000)
Total Tier II Capital	<b>1,572,766</b>	<b>1,611,332</b>	<b>1,326,879</b>	<b>1,364,950</b>
<b>Total Capital</b>	<b>8,181,081</b>	<b>7,992,856</b>	<b>6,036,677</b>	<b>5,902,042</b>

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

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Credit risk	34,492,797	33,065,592	25,662,376	24,611,480
Market risk	353,608	322,652	353,574	322,331
Operational risk	3,381,129	3,249,393	2,547,781	2,454,737
Total RWA and capital requirements	<b>38,227,534</b>	<b>36,637,637</b>	<b>28,563,731</b>	<b>27,388,548</b>

**A31 Capital Adequacy (Contd.)**

(c) The capital adequacy ratios of the banking subsidiaries are as follows:

	<b>Alliance Islamic Bank Berhad</b>		<b>Alliance Investment Bank Berhad</b>	
	<b>31 March 2022</b>	31 March 2021	<b>31 March 2022</b>	31 March 2021
(i) With transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	<b>14.904%</b>	15.035%	<b>87.301%</b>	72.580%
Tier I capital ratio	<b>15.966%</b>	16.158%	<b>87.301%</b>	72.580%
Total capital ratio	<b>18.510%</b>	18.783%	<b>88.174%</b>	73.506%
<u>After deducting proposed dividends</u>				
CET I capital ratio	<b>14.463%</b>	15.035%	<b>87.301%</b>	69.000%
Tier I capital ratio	<b>15.525%</b>	16.158%	<b>87.301%</b>	69.000%
Total capital ratio	<b>18.069%</b>	18.783%	<b>88.174%</b>	69.926%
(ii) Without transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	<b>12.995%</b>	13.065%	<b>87.240%</b>	72.550%
Tier I capital ratio	<b>14.057%</b>	14.188%	<b>87.240%</b>	72.550%
Total capital ratio	<b>16.601%</b>	16.813%	<b>88.113%</b>	73.476%
<u>After deducting proposed dividends</u>				
CET I capital ratio	<b>12.554%</b>	13.065%	<b>87.240%</b>	68.970%
Tier I capital ratio	<b>13.616%</b>	14.188%	<b>87.240%</b>	68.970%
Total capital ratio	<b>16.160%</b>	16.813%	<b>88.113%</b>	69.896%

**A32 Fair Value Measurements**

**(a) Determination of fair value and fair value hierarchy**

MFRS 13 Fair Value Measurement requires disclosure of financial instruments measured at fair value to be categorised according to a hierarchy of valuation techniques, whether the inputs used are observable or unobservable. The following levels of hierarchy are used for determining and disclosing the fair value of the financial instruments:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group and the Bank recognise transfers between levels of the fair value hierarchy at the end of the reporting period during which the transfer has occurred. The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

**(i) Financial instruments in Level 1**

The fair value of financial instruments traded in active markets is based on quoted market prices at the statements of financial position date. A market is regarded as active if quoted prices are readily and regularly available from an exchange and those prices represent actual and regularly occurring market transactions on an arm's length basis. This includes listed equities and corporate debt securities which are actively traded.

**(ii) Financial instruments in Level 2**

Where fair value is determined using quoted prices in less active markets or quoted prices for similar assets and liabilities, such instruments are generally classified as Level 2. In cases where quoted prices are generally not available, the Group and the Bank then determine fair value based upon valuation techniques that use market parameters, including but not limited to yield curves, volatilities and foreign exchange rates, as inputs. The majority of valuation techniques employ only observable market data and so reliability of the fair value measurement is high. These would include government securities, corporate private debt securities, corporate notes and most of the Group's and the Bank's derivatives.

**(iii) Financial instruments in Level 3**

The Group and the Bank classify financial instruments as Level 3 when there is reliance on unobservable inputs to the valuation model attributing to a significant contribution to the instrument value. Valuation reserves or pricing adjustments where applicable will be used to converge to fair value.

The valuation techniques and inputs used generally depend on the contractual terms and the risks inherent in the instrument as well as the availability of pricing information in the market. Principal techniques used include net tangible assets, net asset value, discounted cash flows, and other appropriate valuation models. These includes private equity investments.

**A32 Fair Value Measurements (Contd.)**

**(b) Financial instruments measured at fair value and the fair value hierarchy**

The following tables show the Group's and the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

<u>GROUP</u> 31 March 2022	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	290,816	-	290,816
- Unquoted securities	-	4,957	245,842	250,799
Financial investments at FVOCI				
- Money market instruments	-	4,388,481	-	4,388,481
- Quoted securities in Malaysia	13	-	-	13
- Unquoted securities	-	4,731,205	-	4,731,205
Derivative financial assets	-	86,294	-	86,294
<u>Liabilities</u>				
Financial liabilities designated at FVTPL				
	-	1,025,196	-	1,025,196
Derivative financial liabilities	-	212,588	-	212,588
<u>BANK</u> 31 March 2022	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	290,816	-	290,816
- Unquoted securities	-	4,957	171,488	176,445
Financial investments at FVOCI				
- Money market instruments	-	3,595,639	-	3,595,639
- Quoted securities in Malaysia	13	-	-	13
- Unquoted securities	-	3,143,967	-	3,143,967
Derivative financial assets	-	86,294	-	86,294
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss				
	-	1,025,196	-	1,025,196
Derivative financial liabilities	-	212,588	-	212,588



**A32 Fair Value Measurements (Contd.)**

**(b) Financial instruments measured at fair value and the fair value hierarchy (contd.)**

The following tables show the Group's and the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy (contd.):

<u>GROUP</u> 31 March 2021	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	13,246	-	13,246
- Unquoted securities	-	-	224,676	224,676
Financial investments at FVOCI				
- Money market instruments	-	5,479,233	-	5,479,233
- Quoted securities in Malaysia	15	-	-	15
- Unquoted securities	-	4,945,421	-	4,945,421
Derivative financial assets	-	153,735	-	153,735
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss				
	-	472,695	-	472,695
Derivative financial liabilities	-	149,410	-	149,410
<u>BANK</u> 31 March 2021	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	13,246	-	13,246
- Unquoted securities	-	-	154,482	154,482
Financial investments at FVOCI				
- Money market instruments	-	4,202,184	-	4,202,184
- Quoted securities in Malaysia	15	-	-	15
- Unquoted securities	-	3,101,667	-	3,101,667
Derivative financial assets	-	153,735	-	153,735
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss				
	-	472,695	-	472,695
Derivative financial liabilities	-	149,410	-	149,410

**A32 Fair Value Measurements (Contd.)**

**(b) Financial instruments measured at fair value and the fair value hierarchy (contd.)**

Reconciliation of movements in Level 3 financial instruments:

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March</b>	31 March	<b>31 March</b>	31 March
	<b>2022</b>	2021	<b>2022</b>	2021
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
At beginning of financial year	<b>224,676</b>	202,160	<b>154,482</b>	137,768
Distribution on liquidating shares	-	(243)	-	(243)
Total gains recognised in statements of income				
- Revaluation gain from financial assets at FVTPL	<b>21,166</b>	22,759	<b>17,006</b>	16,957
At end of financial year	<b>245,842</b>	224,676	<b>171,488</b>	154,482

The Group's and the Bank's exposure to financial instruments measured using unobservable inputs ("Level 3") constitutes a small component of the Group's and the Bank's portfolio of financial instruments. Changing one or more of the inputs to reasonable alternative assumptions would not change the value significantly for Level 3 financial instruments.

**A33 Offsetting Financial Assets And Financial Liabilities**

In accordance with MFRS 132 Financial Instruments: Presentation, the Group and the Bank report financial assets and financial liabilities on a net basis on the statements of financial position, only if there is a legally enforceable right to set off the recognised amounts and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. The following table shows the impact of netting arrangements on:

- (i) all financial assets and liabilities that are reported net on the statements of financial position; and
- (ii) all financial assets and liabilities that are subject to enforceable master netting arrangements or similar agreements, but do not qualify for statements of financial position netting.

**(a) Financial assets**

	Gross amounts of recognised financial liabilities set off in the statements of financial position RM'000	Gross amounts of recognised financial assets RM'000	Net amounts of financial assets presented in the statements of financial position RM'000	Related amounts not set off in the statements of financial position		Net amount RM'000
				Financial instruments RM'000	Cash collateral received RM'000	
<b>GROUP</b>						
31 March 2022						
Derivative financial assets	86,294	-	86,294	(59,617)	(12,370)	14,307
Amounts due from clients and brokers	84,883	(29,843)	55,040	-	-	55,040
	<u>171,177</u>	<u>(29,843)</u>	<u>141,334</u>	<u>(59,617)</u>	<u>(12,370)</u>	<u>69,347</u>
<b>BANK</b>						
31 March 2022						
Derivative financial assets	86,294	-	86,294	(59,617)	(12,370)	14,307
<b>GROUP</b>						
31 March 2021						
Derivative financial assets	153,735	-	153,735	(49,769)	(27,810)	76,156
Amounts due from clients and brokers	193,562	(88,521)	105,041	-	-	105,041
Total	<u>347,297</u>	<u>(88,521)</u>	<u>258,776</u>	<u>(49,769)</u>	<u>(27,810)</u>	<u>181,197</u>
<b>BANK</b>						
31 March 2021						
Derivative financial assets	153,735	-	153,735	(49,769)	(27,810)	76,156

**A33 Offsetting Financial Assets And Financial Liabilities (Contd.)**

**(b) Financial liabilities**

	Gross amounts of recognised financial assets set off in the statements of financial position RM'000	Gross amounts of recognised financial liabilities RM'000	Net amounts of financial liabilities presented in the statements of financial position RM'000	Related amounts not set off in the statements of financial position		Net amount RM'000
				Financial instruments RM'000	Cash collateral pledged RM'000	
<b>GROUP</b>						
31 March 2022						
Derivative financial liabilities	212,588	-	212,588	(59,617)	(118,485)	34,486
Amounts due to clients and brokers	58,247	(29,843)	28,404	-	-	28,404
<b>Total</b>	<b>270,835</b>	<b>(29,843)</b>	<b>240,992</b>	<b>(59,617)</b>	<b>(118,485)</b>	<b>62,890</b>
<b>BANK</b>						
31 March 2022						
Derivative financial liabilities	212,588	-	212,588	(59,617)	(118,485)	34,486
<b>GROUP</b>						
31 March 2021						
Derivative financial liabilities	149,410	-	149,410	(49,769)	(61,381)	38,260
Amounts due to clients and brokers	151,937	(88,521)	63,416	-	-	63,416
<b>Total</b>	<b>301,347</b>	<b>(88,521)</b>	<b>212,826</b>	<b>(49,769)</b>	<b>(61,381)</b>	<b>101,676</b>
<b>BANK</b>						
31 March 2021						
Derivative financial liabilities	149,410	-	149,410	(49,769)	(61,381)	38,260

For the financial assets and liabilities subject to enforceable master netting arrangements or similar arrangements, each agreement between the Group and the Bank and the counterparty allows for net settlement of the relevant financial assets and liabilities when both elect to settle on a net basis. In the absence of such an election, financial assets and liabilities will be settled on a gross basis, however, each party to the master netting agreement or similar agreement will have the option to settle all such amounts on a net basis in the event of default of the other party.

**A34 Credit Transactions And Exposures With Connected Parties**

	<b>BANK</b>	
	<b>31 March 2022 RM'000</b>	<b>31 March 2021 RM'000</b>
Outstanding credit exposures with connected parties	<b>323,772</b>	<b>329,573</b>
of which:		
Total credit exposure which is impaired or in default	<b>132</b>	<b>206</b>
<b>Total credit exposures</b>	<b>49,560,984</b>	<b>48,187,666</b>
Percentage of outstanding credit exposures to connected parties		
- as a proportion of total credit exposures	<b>0.65%</b>	<b>0.68%</b>
- which is impaired or in default	<b>0.00%</b>	<b>0.00%</b>

**PART B - Explanatory Notes Pursuant To Appendix 9B Of Bursa Securities' Listing Requirements**

**B1 Financial Review for Financial Quarter and Financial Year to Date**

**GROUP**

	<b>4th Quarter Ended 31 March 2022 RM'000</b>	4th Quarter Ended 31 March 2021 RM'000	Changes %
Net income/revenue	451,537	445,814	1.3
Operating profit before allowance	232,497	213,679	8.8
Operating profit after allowance	158,733	77,207	105.6
Profit before taxation	158,742	77,225	105.6
Profit after taxation	103,041	50,072	105.8
Profit attributable to ordinary equity holders of the Bank	103,041	50,072	105.8

	<b>Full Year Ended 31 March 2022 RM'000</b>	Full Year Ended 31 March 2021 RM'000	Changes %
Net income/revenue	1,867,656	1,817,567	2.8
Operating profit before allowance	1,044,716	1,016,909	2.7
Operating profit after allowance	827,307	483,897	71.0
Profit before taxation	827,361	483,988	70.9
Profit after taxation	572,817	358,785	59.7
Profit attributable to ordinary equity holders of the Bank	572,817	358,785	59.7

	<b>4th Quarter Ended 31 March 2022 RM'000</b>	3rd Quarter Ended 31 December 2021 RM'000	Changes %
Net income/revenue	451,537	480,182	(6.0)
Operating profit before allowance	232,497	265,232	(12.3)
Operating profit after allowance	158,733	250,309	(36.6)
Profit before taxation	158,742	250,323	(36.6)
Profit after taxation	103,041	151,021	(31.8)
Profit attributable to ordinary equity holders of the Bank	103,041	151,021	(31.8)

**B1 Financial Review for Financial Quarter and Financial Year to Date (Contd.)**

**BANK**

	<b>4th Quarter Ended 31 March 2022 RM'000</b>	4th Quarter Ended 31 March 2021 RM'000	Changes %
Net income/revenue	340,930	328,225	3.9
Operating profit before allowance	170,993	153,147	11.7
Operating profit after allowance	123,787	74,514	66.1
Profit before taxation	123,787	74,514	66.1
Profit after taxation	80,487	48,527	65.9
Profit attributable to ordinary equity holders of the Bank	80,487	48,527	65.9
	<b>Full Year Ended 31 March 2022 RM'000</b>	Full Year Ended 31 March 2021 RM'000	Changes %
Net income/revenue	1,436,799	1,579,254	(9.0)
Operating profit before allowance	801,391	962,739	(16.8)
Operating profit after allowance	656,509	643,383	2.0
Profit before taxation	656,509	643,383	2.0
Profit after taxation	464,216	536,790	(13.5)
Profit attributable to ordinary equity holders of the Bank	464,216	536,790	(13.5)
	<b>4th Quarter Ended 31 March 2022 RM'000</b>	3rd Quarter Ended 31 December 2021 RM'000	Changes %
Net income/revenue	340,930	378,077	(9.8)
Operating profit before allowance	170,993	209,751	(18.5)
Operating profit after allowance	123,787	188,937	(34.5)
Profit before taxation	123,787	188,937	(34.5)
Profit after taxation	80,487	115,275	(30.2)
Profit attributable to ordinary equity holders of the Bank	80,487	115,275	(30.2)

## **B2 Review Of Performance**

### **Business Review For Financial Year Ended 31 March 2022 (“FY2022”)**

#### Profitability

The Group's net profit after taxation (taking into consideration the impact of Cukai Makmur as announced in the Budget 2022) was RM572.8 million for the full year ended 31 March 2022, an increase of RM214.0 million or 59.7% year-on-year (“YOY”). The higher profits were largely due to higher revenue from net interest income and lower allowance for expected credit losses.

Net interest income improved by RM119.4 million or 8.8% YOY. Net interest margin (“NIM”) came in higher at 2.53% (FY2021: 2.30%).

#### Loan Growth

The Group's loans, advances and financing increased by 4.6% driven by the small and medium enterprise (“SME”) and commercial segments, both grew by 12.4% respectively.

#### Other Operating Income

The Group recorded other operating income of RM387.4 million, lower by RM69.3 million or 15.2% YOY. The decrease was due to lower treasury and investment income, lower income from brokerage and service charges was offset by higher wealth management fees.

#### Managing Operating Expenses

Operating expenses increased by RM22.3 million or 2.8%, mainly from investments in the sales force, the expansion of the collections team, higher professional fees and establishment costs. The cost-to-income ratio (“CIR”) remained stable at 44.1% (FY2021: 44.1%). The Group will continue to be vigilant on managing the cost in the coming financial year.

#### Asset Quality

The Group's allowance for expected credit losses on loans, advances, financing and other financial assets stood at RM217.4 million. Given the impact of the COVID-19 pandemic on the economy, included in the allowance for expected credit losses on loans, advances, financing and other financial assets were reserves that the Group continued to build up via management overlays amounting to RM137.3 million. The net credit cost was at 48.1bps (FY2021: 121.4bps). Loan loss coverage (including regulatory reserves) was at 141.5% (FY2021: 105.9%).

The Group will continue to be vigilant in its implementation of the credit risk framework in each line of business by stratifying customers according to risk levels, and prioritising customer calls or visits and its control of credit cost by refining credit policies, tightening credit underwriting and increasing collection efforts.

#### Healthy Funding and Liquidity Position

The Group maintained a high current account/savings account (“CASA”) ratio of 48.9%. Its customer-based funding stood at RM49.1 billion. Through our funding strategy, the Group's liquidity coverage and loans-to-funds ratios stood at 155.1% and 87.2% respectively. The Group will continue to maintain ample liquidity ratios and ensure sufficient liquidity buffers.

## **B2 Review Of Performance (Contd.)**

### **Business Review For Financial Year Ended 31 March 2022 ("FY2022") (contd.)**

#### Proactive Capital Management

Our conservative capital management approach resulted in the Group maintaining a robust capital position. We continue to maintain one of the strongest capital levels in the industry, with Common Equity Tier-1 ("CET 1") ratio at 16.0%, Tier-1 Capital ratio at 16.9% and Total Capital Ratio at 21.0%.

The Group declared a second interim dividend of 10.20 per share in respect of the financial year ended 31 March 2022.

#### **Performance by Business Segment and Subsidiary**

The Group's business segments comprise Consumer Banking, Business Banking, Financial Markets and Investment Banking.

The Group Consumer Banking segment recorded a profit before tax of RM14.7 million, an increase of RM154.4 million YOY. Net income was lower by RM39.5 million or 6.4% mainly due to net interest income decreased by RM43.4 million while other operating income increased by RM3.9 million. Operating expenses remained stable at RM378.0 million. Allowance for expected credit losses was lower by RM193.6 million. The segment assets were recorded at RM22.5 billion.

The Group Business Banking segment, comprising corporate, commercial and SME banking, recorded a profit before tax of RM421.3 million, an increase of 54.5% YOY. Net income increased by RM39.3 million or 5.4% due to higher net interest income by RM32.8 million and higher other operating income by RM6.5 million. Operating expenses increased by RM13.3 million or 4.4%. Allowance for expected credit losses was lower by RM122.5 million. Segment assets were recorded at RM22.2 billion.

Profit before tax in the Group Financial Markets segment increased by 20.7% or RM72.9 million YOY to RM425.3 million. Net income was higher by RM64.6 million or 16.0% due to higher net interest income. Operating expenses decreased by RM9.5 million or 17.9%. Segment assets were recorded at RM17.4 billion.

The Investment Banking segment recorded a loss before tax of RM2.8 million.

The Islamic Banking segment which consist of Consumer Banking, Business Banking and Financial Markets, recorded a net profit after taxation of RM124.9 million, representing an increase of RM118.2 million compared to last year due to higher revenue from net profit income, other operating income and lower allowance for expected credit losses. Net income was higher by RM32.5 million or 9.2%. Net profit income was higher by RM21.5 million while other operating income was higher by RM11.0 million. Operating expenses increased by RM5.4 million or 4.1%. Allowance for expected credit losses stood at RM73.2 million. Total assets stood at RM14.9 billion.



## **B2 Review Of Performance (Contd.)**

### **Current Quarter vs Previous Year Corresponding Quarter**

The Group's profit after taxation of RM103.0 million for the quarter was RM53.0 million higher compared to the previous year's corresponding quarter, mainly due to higher interest income and lower operating expenses and credit cost.

#### Key Quarter-on-Quarter Performance Highlights

- Net interest income was higher by RM8.9 million or 2.5% mainly due to higher interest income from loans, advances and financing and lower funding cost.
- NIM was at 2.50% (4QFY2021: 2.51%).
- Other operating income decreased by RM3.2 million or 3.6% due to lower wealth management income, brokerage fees and service charges. This was offset by higher treasury and investment income offset by higher cards income and processing fees.
- Operating expenses decreased by RM13.1 million or 5.6% mainly from professional fees and marketing cost.
- Net credit cost was 15.6bps.

## **B3 Comparison with Immediate Preceding Quarter**

As compared to the immediate preceding quarter, the Group's profit after taxation of RM103.0 million for the quarter was lower by RM48.0 million or 31.8%, mainly due to lower revenue, higher operating expenses and credit cost.

#### Key Quarter-on-Quarter Performance Highlights

- Net interest income decreased by RM22.8 million or 5.9% mainly due to lower interest income from loans, advances and financing.
- NIM was at 2.50% (3QFY2022: 2.66%).
- Other operating income decreased by RM5.8 million or 6.5% due to lower treasury and investment income, wealth management income and service charges. This was offset by higher cards income and processing fees.
- Operating expenses were higher by RM4.1 million or 1.9% from personnel cost.
- Net credit cost was 15.6bps.

## **B4 Business Outlook For The Financial Year 2023**

### **Economic Outlook And Prospects For The Financial Year Ending March 2023 ("FY2023")**

For 2022, Bank Negara Malaysia ("BNM") forecasts Malaysia's gross domestic product ("GDP") growth to range between 5.3% and 6.3%, compared to a growth of 3.1% in the preceding year. In the absence of major lockdowns, we expect the improved economic activity seen in 4Q2021 to carry through into 2022. The growth will be largely underpinned by stronger domestic and external demand, favourable labour market conditions as well as improvement in consumer and business sentiment. On the back of stronger economic growth, we expect BNM to increase the Overnight Policy Rate ("OPR") by 25bps in the second half of 2022.

Nevertheless, we remain cautious and mindful of risks to growth as uncertainties persist with headwinds brought about by new COVID-19 virus variants within our environment of rising interest rates and further impact on global economies due to the war in Ukraine.

**B4 Business Outlook For The Financial Year 2023 (Contd.)**

**Business Outlook For FY2023**

With the expectations of improved mobility and better than expected outlook for 2022, the Group will focus on growing the business via the following three key focus areas:

- (i) Acquiring more customers by scaling up the Bank's core segments of SME and Consumer Banking, adding on sales force capacity and improving productivity by equipping relationship managers with digital tools to serve high-value customers. The Group will also focus on securing more customers via digital channels and diversifying our corporate customer base by focusing on family owned corporates;
- (ii) Capitalising on our Consumer and Business Banking franchises, we will focus on accelerating cross-selling value propositions to our customers to increase market penetration and generate fee-based income; and
- (iii) Enhancing productivity and efficiencies by streamlining processes, automating through digital tools/channels, centralising functions and improving branch productivity.

In addition to the above, the Group will also focus on addressing asset quality concerns by continuing to prioritise customer engagement and continue managing its loan portfolio with refined credit underwriting to support the above business growth.

With these focus areas, and continuing effort to apply prudent management practices, the Group expects to deliver sustainable returns to our shareholders while strengthening our market presence.

**B5 Profit Forecast**

There was no profit forecast issued by the Group and the Bank.

**B6 Taxation**

	4th Quarter Ended		Financial Year Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
<b>GROUP</b>				
- Income tax	118,920	122,536	274,418	200,992
- Deferred tax	(56,304)	(101,449)	(12,818)	(81,688)
- Real property gain tax	-	-	(141)	-
- (Over)/under provision for taxation in prior financial period/year	(6,915)	6,066	(6,915)	5,899
	<b>55,701</b>	<b>27,153</b>	<b>254,544</b>	<b>125,203</b>
<b>BANK</b>				
- Income tax	94,602	94,184	203,721	156,207
- Deferred tax	(45,214)	(74,219)	(5,199)	(56,277)
- Real property gain tax	-	-	(141)	-
- (Over)/under provision for taxation in prior financial period/year	(6,088)	6,022	(6,088)	6,663
	<b>43,300</b>	<b>25,987</b>	<b>192,293</b>	<b>106,593</b>

The Group's effective tax rate for the current financial period/year ended 31 March 2022 was higher mainly due to Cukai Makmur as per the Financial Act 2021 gazetted on 31 December 2021 and income not subject to tax.

**B7 Profit/(Loss) on Sale of Unquoted Investments or Properties**

There was no material profit/(loss) on sale of unquoted investments or properties for the current financial period /year ended 31 March 2022 other than in the ordinary course of business.

**B8 Purchase and Disposal of Quoted Securities**

There was no purchase or disposal of quoted securities for the current financial period/year ended 31 March 2022 other than Investments held by the Group and the Bank whose activities are regulated by law relating to banking companies and are subject to supervision by Bank Negara Malaysia ("BNM").

**B9 Status of Corporate Proposals**

There was no corporate proposal announced but not completed as at financial report date other than disclosed proposals disclosed in Note A8.

**B10 Deposits from Customers, Deposits and Placements of Banks and Other Financial Institutions and Debts Securities**

	<u>GROUP</u>		<u>BANK</u>	
	<b>31 March</b>	31 March	<b>31 March</b>	31 March
	<b>2021</b>	2021	<b>2021</b>	2021
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<b>(a) Deposits from customers</b>				
Fixed deposits, negotiable instruments of deposits and money market deposits:				
- One year or less (short term)	<b>24,445,462</b>	25,149,438	<b>17,579,094</b>	18,864,817
- More than one year (medium/long term)	<b>164,163</b>	539,376	<b>56,883</b>	84,328
	<b>24,609,625</b>	25,688,814	<b>17,635,977</b>	18,949,145
Others	<b>23,576,746</b>	22,799,699	<b>17,895,291</b>	17,201,171
	<b>48,186,371</b>	48,488,513	<b>35,531,268</b>	36,150,316
<b>(b) Deposits and placements of banks and other financial institutions</b>				
- One year or less (short term)	<b>494,455</b>	651,349	<b>312,903</b>	111,480
- More than one year (medium/long term)	<b>1,194,539</b>	741,303	<b>1,024,846</b>	547,897
	<b>1,688,994</b>	1,392,652	<b>1,337,749</b>	659,377
<b>(c) Subordinated obligations</b>				
Tier II Subordinated Medium Term Notes (unsecured)				
- More than one year (medium/long term)	<b>1,218,893</b>	1,218,706	<b>1,218,476</b>	1,218,182
Additional Tier 1 Capital Securities (unsecured)				
- More than one year (medium/long term)	<b>353,892</b>	354,012	<b>253,978</b>	253,796
	<b>1,572,785</b>	1,572,718	<b>1,472,454</b>	1,471,978

**B11 Derivative Financial Assets/(Liabilities)**

Derivative financial instruments measured at fair values together with their corresponding contract/notional amounts:

<u>GROUP/BANK</u>	As at 31 March 2022			As at 31 March 2021		
	Principal RM'000	Fair value		Principal RM'000	Fair value	
	Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000	
<b>Trading Derivatives</b>						
Foreign exchange and commodity contracts						
Currency forwards						
- one year or less	2,859,459	5,026	(9,509)	2,861,246	46,035	(3,795)
- over one year to three years	475,630	-	(20,067)	399,396	637	(5,650)
- over three years	109,317	-	(4,032)	321,470	1,280	(3,428)
Currency swaps						
- one year or less	6,468,485	10,879	(5,912)	4,551,148	3,910	(37,962)
- over one year to three years	441,504	2,903	(1,679)	282,265	1,780	(273)
- over three years	148,440	899	(864)	340,136	6,781	-
Currency spots						
- one year or less	427,461	439	(632)	125,653	234	(84)
Currency options						
- one year or less	363,205	422	(77)	179,982	271	(55)
	<b>11,293,501</b>	<b>20,568</b>	<b>(42,772)</b>	<b>9,061,296</b>	<b>60,928</b>	<b>(51,247)</b>
Interest rate derivatives						
Interest rate swap						
- one year or less	7,414,911	65,122	(89,554)	7,575,493	79,784	(50,355)
- over one year to three years	2,158,436	9,743	(5,412)	2,099,218	11,054	(6,050)
- over three years	3,307,815	37,099	(16,566)	3,984,245	52,302	(35,587)
	<b>1,948,660</b>	<b>18,280</b>	<b>(67,576)</b>	<b>1,492,030</b>	<b>16,428</b>	<b>(8,718)</b>
Equity related derivatives						
- one year or less	332,492	345	(61,682)	295,184	12,356	(35,606)
- over one year to three years	216,080	90	(17,846)	214,860	667	(12,202)
<b>Hedging derivatives</b>						
Currency swaps						
- one year or less	252,270	169	(734)	-	-	-
Total derivatives assets/(liabilities)	<b>19,509,254</b>	<b>86,294</b>	<b>(212,588)</b>	<b>17,146,833</b>	<b>153,735</b>	<b>(149,410)</b>

- (i) The Group's and the Bank's derivative are subject to credit risk, market risk and liquidity risk as follow:

Credit Risk

Credit risk is the risk of financial loss resulting from the failure of the counterparties to fulfil their contractual obligations to settle commitments. Exposure to credit risk may be categorised as primary or secondary. This exposure is monitored on an on-going basis against predetermined counterparty limits. As at 31 March 2022, the amount of credit risk in the Group and the Bank, measured in terms of the cost to replace the profitable contracts, was RM86,294,000 (31 March 2021: RM153,735,000). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

**B11 Derivative Financial Assets/(Liabilities) (Contd.)**

- (i) The Group's and the Bank's derivative are subject to credit risk, market risk and liquidity risk as follow: (contd.)

Market Risk

Market Risk is the risk of loss of earnings arising from changes in interest rates, foreign exchange rates, equity prices, commodity prices and in their implied volatilities.

The Group has established a framework of approved risk policies, measurement methodologies and risk limits as approved by the Group Risk Management Committee to manage market risk. Market risk arising from the trading activities is controlled via position limits, sensitivity limits and regular revaluation of positions versus market prices, where available.

Liquidity Risk

Liquidity risk is the inability of the Group to meet financial commitment when due.

The Group's liquidity risk profile is managed using liquidity risk management strategies set in Liquidity Risk Management Policy. Liquidity Risk Measures are monitored against approved threshold by Group Assets and Liabilities Management Committee and Group Risk Management Committee. A contingency funding plan is also established by the Group as a forward-looking measure to ensure that liquidity risk can be addressed according to the degrees of key risk indicators, and which incorporates alternative funding strategies which are ready to be implemented on a timely basis to mitigate the impact of unforeseen adverse changes in liquidity in the market place.

- (ii) Cash Requirements of the Derivatives

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as the fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Group's and the Bank's credit ratings. As at 31 Decemberr 2021, the Group and the Bank had posted cash collateral of RM118,485,000 (31 March 2021: RM61,381,000) on their derivative contracts.

- (iii) Related accounting policies

Derivative financial instruments are initially recognised at fair value, which is normally zero or negligible at inception except for options and subsequently re-measured at their fair value. The fair value of options at inception is normally equivalent to the premium received (for options written) or paid (for options purchased). All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. Changes in the fair value are recognised in the statement of comprehensive income.

Interest income and expenses associated with interest rate swaps are recognised over the life of the swap agreement as a component of interest income or interest expense.

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

- (a) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- (b) the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
- (c) the related accounting policies.

The credit risk, market risk and liquidity risk associated with the derivatives and the policies in place for mitigating or controlling the risks with these derivatives are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 March 2021.

**B12 Changes in Material Litigation**

The Group and the Bank do not have any material litigation which would materially and adversely affect the financial position of the Group and the Bank for the current financial period/year ended 31 March 2022.

**B13 Dividend Declared**

The Board of Directors has declared a second interim dividend of 10.20 per share amounting to approximately RM157,907,000 in respect of financial year ended 31 March 2022, to be paid on 30 June 2022 to shareholders registered in the Records of Depositors at the close of business on 17 June 2022. The Directors do not propose any final dividend in respect of the financial year ended 31 March 2022.

**B14 Earnings Per Share**

**(a) Basic**

Basic earnings per share is calculated by dividing profit for the financial period/year attributable to Equity holders of the Bank by the weighted average number of ordinary shares in issue during the financial period.

	4th Quarter Ended		Financial Year Ended	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b><u>GROUP</u></b>				
Net profit for the financial period/year attributable to Equity holders of the Bank (RM'000)	<b>103,041</b>	50,072	<b>572,817</b>	358,785
Weighted average numbers of ordinary shares in issue ('000)	<b>1,548,106</b>	1,548,106	<b>1,548,106</b>	1,548,106
Basic earnings per share (sen)	<b>6.7</b>	3.2	<b>37.0</b>	23.2

	4th Quarter Ended		Financial Year Ended	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b><u>BANK</u></b>				
Net profit for the financial period/year attributable to Equity holders of the Bank (RM'000)	<b>80,487</b>	48,527	<b>464,216</b>	536,790
Weighted average numbers of ordinary shares in issue ('000)	<b>1,548,106</b>	1,548,106	<b>1,548,106</b>	1,548,106
Basic earnings per share (sen)	<b>5.2</b>	3.1	<b>30.0</b>	34.7

**ALLIANCE BANK MALAYSIA BERHAD**

**198201008390 (88103-W)**

(Incorporated in Malaysia)

**B14 Earnings Per Share (Contd.)**

**(b) Diluted**

For the purpose of calculating diluted earnings per share, the profit for the financial period/year attributable to Equity holders of the Bank and the weighted average number of ordinary shares in issue during the financial period/year have been adjusted for the dilutive effects of all potential ordinary shares, (non-cumulative).

There were no dilutive potential ordinary shares outstanding as at 31 March 2022 and 31 March 2021 respectively. As a result, the dilutive earnings per share was equal to basic earnings per share for financial period /year ended 31 March 2022 and 31 March 2021 .

**By Order of the Board**

**LEE WEI YEN (MAICSA 7001798) (SSM PC No. 202008002080)**

Group Company Secretary

Kuala Lumpur

31 May 2022