

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

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Statements of Financial Position as at 31 March 2024**

	Note	GROUP		BANK	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
ASSETS					
Cash and short-term funds		4,596,653	3,570,656	3,280,522	2,425,584
Deposits and placements with banks and other financial institutions		-	88,553	-	88,553
Financial assets at fair value through profit or loss	A11	335,238	265,198	335,238	265,198
Financial investments at fair value through other comprehensive income	A12	10,047,311	8,484,398	8,228,402	6,182,516
Financial investments at amortised cost	A13	3,870,445	3,398,514	3,400,709	3,136,889
Derivative financial assets	B9	183,035	221,141	183,035	223,637
Loans, advances and financing	A14	54,720,750	47,926,003	41,236,476	35,790,763
Other assets	A15	1,020,815	548,647	1,123,527	689,276
Tax recoverable		10,639	20,712	-	1,574
Statutory deposits		1,125,413	979,601	851,813	728,111
Investments in subsidiaries		-	-	646,656	883,013
Investment in joint venture		1,135	1,094	1,094	-
Right-of-use assets		120,970	108,980	120,970	108,980
Property, plant and equipment		234,093	57,653	233,908	57,344
Deferred tax assets		217,253	198,920	153,468	141,327
Intangible assets		462,372	440,438	460,219	338,321
TOTAL ASSETS		76,946,122	66,310,508	60,256,037	51,061,086
LIABILITIES AND EQUITY					
Deposits from customers	A16	57,397,495	50,849,030	42,526,469	36,896,353
Deposits and placements of banks and other financial institutions	A17	2,055,057	1,719,284	1,865,994	1,536,202
Financial liabilities designated at fair value through profit or loss	A18	1,928,111	1,785,157	1,928,111	1,785,157
Obligations on securities sold under repurchase agreements		2,022,726	675,640	2,022,726	675,640
Derivative financial liabilities	B9	287,067	366,140	287,067	366,165
Recourse obligations on loans and financing sold to Cagamas		1,227,674	321,484	724,796	221,352
Lease liabilities		124,712	113,251	124,712	113,251
Other liabilities	A19	3,134,385	2,161,441	2,947,355	2,011,672
Provision for taxation		20,933	-	11,567	-
Provision for zakat		916	930	-	-
Subordinated obligations		1,571,918	1,571,502	1,471,684	1,471,252
TOTAL LIABILITIES		69,770,994	59,563,859	53,910,481	45,077,044
Share capital		1,548,106	1,548,106	1,548,106	1,548,106
Reserves		5,627,022	5,198,543	4,797,450	4,435,936
TOTAL EQUITY		7,175,128	6,746,649	6,345,556	5,984,042
TOTAL LIABILITIES AND EQUITY		76,946,122	66,310,508	60,256,037	51,061,086
COMMITMENTS AND CONTINGENCIES	A27	58,359,769	46,224,471	54,726,409	43,325,562
Net assets per share attributable to equity holders of the Bank (RM)*		4.63	4.36	4.10	3.87

* 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 2023.

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

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Consolidated Statements of Income****for the Financial Period/Year Ended 31 March 2024**

	Note	4th Quarter Ended		Financial Year Ended	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP					
Interest income	A20	655,381	533,159	2,465,837	1,975,782
Interest expense	A21	(312,532)	(230,423)	(1,156,265)	(745,683)
Net interest income		342,849	302,736	1,309,572	1,230,099
Net income from Islamic banking business	A22	114,411	106,886	440,111	452,806
		457,260	409,622	1,749,683	1,682,905
Fee and commission income	A23	74,322	52,357	276,743	215,829
Fee and commission expense	A23	(44,909)	(26,703)	(129,446)	(104,986)
Investment (expense)/income	A23	(13,783)	19,174	142,398	90,403
Other income/(expense)	A23	43,279	14,159	(18,928)	35,651
Other operating income	A23	58,909	58,987	270,767	236,897
Net income		516,169	468,609	2,020,450	1,919,802
Other operating expenses	A24	(249,181)	(240,978)	(973,729)	(881,353)
Operating profit before allowances		266,988	227,631	1,046,721	1,038,449
Allowance for expected credit losses on loans, advances and financing and other financial assets	A25	(35,844)	(58,517)	(134,895)	(152,344)
(Allowance for)/write-back of expected credit losses on financial investments	A26	(315)	(87)	(545)	460
Operating profit after allowances		230,829	169,027	911,281	886,565
Share of results of joint venture		15	11	41	46
Profit before taxation and zakat		230,844	169,038	911,322	886,611
Taxation and zakat	B6	(53,102)	(38,872)	(220,847)	(208,765)
Net profit for the financial period/year		177,742	130,166	690,475	677,846
Net profit for the financial period/year attributable to equity holders of the Bank		177,742	130,166	690,475	677,846
Earnings per share attributable to equity holders of the Bank:	B12				
- Basic (sen)	(a)	11.5	8.4	44.6	43.8
- Diluted (sen)	(b)	11.5	8.4	44.6	43.8

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

(Incorporated in Malaysia)

**Condensed Interim Financial Statements
Consolidated Statements of Comprehensive Income
for the Financial Period/Year Ended 31 March 2024**

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>GROUP</u>				
Net profit for the financial period/year	177,742	130,166	690,475	677,846
Other comprehensive income/(expense):				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at fair value through other comprehensive income ("FVOCI")	14,048	65,768	60,785	(4,446)
- Net gain/(loss) from change in fair value	21,410	90,130	82,696	(1,733)
- Realised gain transferred to statements of income on disposal	(3,306)	(3,646)	(3,293)	(3,690)
- Transfer (to)/from deferred tax	(4,346)	(20,756)	(19,056)	1,302
- Changes in expected credit losses	290	40	438	(325)
Net change in cash flow hedges	-	(9)	-	253
- Changes in cash flow hedges	-	(12)	-	333
- Transfer from/(to) deferred tax	-	3	-	(80)
Other comprehensive income/(expense), net of tax	14,048	65,759	60,785	(4,193)
Total comprehensive income for the financial period/year	191,790	195,925	751,260	673,653
Total comprehensive income for the financial period/year attributable to equity holders of the Bank	191,790	195,925	751,260	673,653

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 2023.

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

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Statements of Income****for the Financial Period/Year Ended 31 March 2024**

	Note	4th Quarter Ended		Financial Year Ended	
		31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>BANK</u>					
Interest income	A20	652,503	526,134	2,455,990	1,944,850
Interest expense	A21	(312,792)	(229,423)	(1,157,102)	(740,581)
Net interest income		339,711	296,711	1,298,888	1,204,269
Fee and commission income	A23	74,329	52,249	276,548	209,468
Fee and commission expense	A23	(44,909)	(26,494)	(129,446)	(102,503)
Investment income	A23	10,717	20,806	204,375	175,710
Other income/(expense)	A23	44,200	13,276	(12,869)	32,538
Other operating income	A23	84,337	59,837	338,608	315,213
Net income		424,048	356,548	1,637,496	1,519,482
Other operating expenses	A24	(197,079)	(192,883)	(777,934)	(696,667)
Operating profit before allowances		226,969	163,665	859,562	822,815
Allowance for expected credit losses on loans, advances and financing and other financial assets	A25	(32,341)	(35,475)	(96,631)	(82,530)
Allowance for expected credit losses on financial investments	A26	(256)	(75)	(447)	(55)
Profit before taxation		194,372	128,115	762,484	740,230
Taxation	B6	(35,659)	(29,413)	(163,541)	(152,537)
Net profit for the financial period/year		158,713	98,702	598,943	587,693
Net profit for the financial period/year attributable to equity holders of the Bank		158,713	98,702	598,943	587,693
Earnings per share attributable to equity holders of the Bank:	B12				
- Basic (sen)	(a)	10.3	6.4	38.7	38.0
- Diluted (sen)	(b)	10.3	6.4	38.7	38.0

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

(Incorporated in Malaysia)

**Condensed Interim Financial Statements
Statements of Comprehensive Income
for the Financial Period/Year Ended 31 March 2024**

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>BANK</u>				
Net profit for the financial period/year	158,713	98,702	598,943	587,693
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at FVOCI	11,477	49,850	53,461	2,436
- Net gain from change in fair value	17,298	67,825	71,599	5,746
- Realised gain transferred to statements of income on disposal	(2,527)	(2,280)	(2,016)	(2,324)
- Transfer to deferred tax	(3,545)	(15,731)	(16,487)	(821)
- Changes in expected credit losses	251	36	365	(165)
Net change in cash flow hedges	-	(9)	-	253
- Changes in cash flow hedges	-	(12)	-	333
- Transfer from/(to) deferred tax	-	3	-	(80)
Other comprehensive income, net of tax	11,477	49,841	53,461	2,689
Total comprehensive income for the financial period/year	170,190	148,543	652,404	590,382
Total comprehensive income for the financial period/ year attributable to equity holders of the Bank	170,190	148,543	652,404	590,382

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 2023.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)
(Incorporated in Malaysia)

Condensed Interim Financial Statements
Consolidated Statements of Changes in Equity for the Financial Year Ended 31 March 2024

GROUP	← Attributable to equity holders of the Bank →						Total equity
	Share capital	Regulatory reserves	Capital reserves	FVOCI reserves	Hedging reserves	Retained profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 April 2023	1,548,106	257,241	100,150	(148,673)	-	4,989,825	6,746,649
Net profit for the financial year	-	-	-	-	-	690,475	690,475
Other comprehensive income	-	-	-	60,785	-	-	60,785
Total comprehensive income for the financial year	-	-	-	60,785	-	690,475	751,260
Transfer from regulatory reserves	-	(101,756)	-	-	-	101,756	-
Effect of subsidiary's capital return	-	-	(90,132)	-	-	90,132	-
Dividends paid to shareholders	-	-	-	-	-	(322,781)	(322,781)
At 31 March 2024	1,548,106	155,485	10,018	(87,888)	-	5,549,407	7,175,128
At 1 April 2022	1,548,106	47,686	100,150	(144,227)	(253)	4,865,214	6,416,676
Net profit for the financial year	-	-	-	-	-	677,846	677,846
Other comprehensive (expense)/income	-	-	-	(4,446)	253	-	(4,193)
Total comprehensive (expense)/income for the financial year	-	-	-	(4,446)	253	677,846	673,653
Transfer to regulatory reserves	-	209,555	-	-	-	(209,555)	-
Dividends paid to shareholders	-	-	-	-	-	(343,680)	(343,680)
At 31 March 2023	1,548,106	257,241	100,150	(148,673)	-	4,989,825	6,746,649

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 2023.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)

(Incorporated in Malaysia)

Condensed Interim Financial Statements
Statements of Changes in Equity for the Financial Year Ended 31 March 2024 (Contd.)

	← Non-Distributable reserves →					Distributable reserves	
	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
<u>BANK</u>							
At 1 April 2023	1,548,106	231,857	15,515	(135,652)	-	4,324,216	5,984,042
Net profit for the financial year	-	-	-	-	-	598,943	598,943
Other comprehensive income	-	-	-	53,461	-	-	53,461
Total comprehensive income for the financial year	-	-	-	53,461	-	598,943	652,404
Transfer from regulatory reserves	-	(82,417)	-	-	-	82,417	-
Effect of business transfer from subsidiary	-	6,045	-	(831)	-	26,677	31,891
Effect of subsidiary's capital return	-	-	(15,515)	-	-	15,515	-
Dividends paid to shareholders	-	-	-	-	-	(322,781)	(322,781)
At 31 March 2024	1,548,106	155,485	-	(83,022)	-	4,724,987	6,345,556
At 1 April 2022	1,548,106	41,641	15,515	(138,088)	(253)	4,270,419	5,737,340
Net profit for the financial year	-	-	-	-	-	587,693	587,693
Other comprehensive income	-	-	-	2,436	253	-	2,689
Total comprehensive income for the financial year	-	-	-	2,436	253	587,693	590,382
Transfer to regulatory reserves	-	190,216	-	-	-	(190,216)	-
Dividends paid to shareholders	-	-	-	-	-	(343,680)	(343,680)
At 31 March 2023	1,548,106	231,857	15,515	(135,652)	-	4,324,216	5,984,042

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 2023.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)
(Incorporated in Malaysia)

Condensed Interim Financial Statements

Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2024

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Cash flows from operating activities				
Profit before taxation and zakat	911,322	886,611	762,484	740,230
Adjustments for:				
Accretion of discount less amortisation of premium of financial investments	(41,557)	(25,112)	(41,557)	(26,393)
Allowance for expected credit losses on loans, advances and financing	122,929	164,685	93,716	94,623
Allowance for expected credit losses on commitments and contingencies	17,706	4,499	13,701	4,780
Allowance for/(write-back of) expected credit losses on financial investments	545	(460)	447	55
Allowance for expected credit losses on other receivables	1,993	4,276	1,699	3,153
Write-back of expected credit losses on deposits and placements with banks	-	(8)	-	(8)
Amortisation of computer software	47,626	47,900	47,051	46,939
Depreciation of property, plant and equipment	22,386	20,138	22,199	19,848
Depreciation of right-of-use assets	27,660	25,910	27,660	25,882
Dividends from financial assets at fair value through profit or loss	(1,356)	(2,301)	(1,356)	(1,940)
Dividends from subsidiaries	-	-	(64,330)	(84,507)
Interest expense on lease liabilities	5,520	5,534	5,520	5,539
Interest expense on obligations of securities sold under repurchase agreements	48,860	7,024	48,860	7,024
Interest expense on subordinated obligations	60,436	64,004	60,551	64,184
Interest expense on recourse obligations on loans and financing sold to Cagamas	25,340	13,675	25,340	13,675
Interest income from financial investments at amortised cost	(115,334)	(85,280)	(121,135)	(91,170)
Interest income from financial investments at fair value through other comprehensive income	(290,086)	(267,572)	(290,086)	(247,885)
Gain on disposal of property, plant and equipment	-	(80)	-	(80)
Computer software written-off	2	6	2	1
Property, plant and equipment written-off	40	112	40	77
Net gain from sale of financial assets at fair value through profit or loss	(8,828)	(9,580)	(8,828)	(5,977)
Net gain from sale of financial investments at fair value through other comprehensive income	(2,016)	(2,213)	(2,016)	(2,324)
Net gain from sale of other investments	-	(1,482)	-	(1,482)
Unrealised loss arising from derivative instruments	4,886	38,583	7,239	33,930
Unrealised gain arising from financial assets at fair value through profit or loss	(25,562)	(17,889)	(25,562)	(17,889)
Net loss arising from hedging activities	-	333	-	333
Unrealised loss arising from financial liabilities designated at fair value through profit or loss	36,021	22,989	36,021	22,989
Share of results of joint venture	(41)	(46)	-	-
Cash flows from operating activities before working capital changes carried forward	848,492	894,256	597,660	603,607

Condensed Interim Financial Statements

Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2024 (Contd.)

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Cash flows from operating activities (contd.)				
Cash flows from operating activities before working capital changes brought forward	848,492	894,256	597,660	603,607
Changes in working capital:				
Amounts due to clients and brokers	-	26,639	-	-
Deposits from customers	6,548,465	2,662,659	5,630,116	1,365,085
Deposits and placements of banks and other financial institutions	335,773	30,290	329,792	198,453
Deposits and placements with banks and other financial institutions	88,553	79,639	88,553	79,639
Financial assets at fair value through profit or loss	(40,403)	299,726	(40,403)	221,769
Financial liabilities designated at fair value through profit or loss	106,933	736,972	106,933	736,972
Loans, advances and financing	(6,917,674)	(2,966,943)	(5,539,429)	(2,277,189)
Other assets	(474,162)	(85,387)	(435,952)	(93,095)
Other liabilities	956,099	262,509	913,413	317,411
Obligations on securities sold under repurchase agreements	1,339,468	675,242	1,339,468	675,242
Statutory deposits	(145,812)	(880,065)	(123,702)	(659,112)
Cash generated from operations	2,645,732	1,735,537	2,866,449	1,168,782
Taxation and zakat paid	(228,191)	(255,359)	(179,027)	(192,487)
Net cash generated from operating activities	2,417,541	1,480,178	2,687,422	976,295
Cash flows from investing activities				
Dividends from financial assets at fair value through profit or loss	1,356	2,301	1,356	1,940
Dividends from subsidiaries	-	-	64,330	84,507
Interest received from financial assets at fair value through profit or loss	4,752	4,160	4,752	4,160
Interest received from financial investments at fair value through other comprehensive income	255,987	275,175	254,762	253,402
Interest received from financial investments at amortised cost	94,932	72,456	104,774	79,690
Interest paid for derivative instruments	(45,853)	(19,878)	(45,735)	(17,696)
Purchase of goodwill	-	-	(20,722)	-
Purchase of computer software	(69,562)	(56,160)	(69,224)	(55,110)
Purchase of property, plant and equipment	(198,875)	(22,929)	(198,807)	(22,770)
Purchase of joint venture	-	-	(1,094)	-
Proceeds from subsidiary	-	-	226,745	150,000
Subscription of subsidiary's ordinary shares	-	-	(37,500)	-
Proceeds from disposal of property, plant and equipment	9	539	4	427
Proceeds from disposal of computer software	-	21	-	-
Purchase of:				
- financial investments at fair value through other comprehensive income	(6,242,319)	(570,139)	(4,116,172)	(1,295,139)
- financial investments at amortised cost	(867,513)	(1,405,723)	(602,543)	(1,041,745)
Redemption/disposal of:				
- financial investments at fair value through other comprehensive income	4,774,851	1,180,875	2,157,133	1,840,001
- financial investments at amortised cost	477,479	190,122	425,090	200,899
Net cash (used in)/generated from investing activities	(1,814,756)	(349,180)	(1,852,851)	182,566

Condensed Interim Financial Statements

Condensed Statements of Cash Flows for the Financial Year Ended 31 March 2024 (Contd.)

	<u>GROUP</u>		<u>BANK</u>	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Cash flows from financing activities				
Dividends paid to shareholders of the company	(322,781)	(343,680)	(322,781)	(343,680)
Interest paid on obligations on securities sold under repurchase agreements	(41,242)	(6,626)	(41,242)	(6,626)
Interest paid on subordinated obligations	(60,020)	(65,287)	(60,119)	(65,386)
Interest paid on recourse obligations on loans and financing sold to Cagamas	(19,182)	(12,694)	(21,913)	(12,402)
Recourse obligations on loans and financing sold to Cagamas	900,032	(330,061)	500,017	(80,036)
Repayment of lease liabilities	(33,595)	(30,568)	(33,595)	(30,549)
Net cash generating from/(used in) financing activities	423,212	(788,916)	20,367	(538,679)
Net change in cash and cash equivalents	1,025,997	342,082	854,938	620,182
Cash and cash equivalents at beginning of financial year	3,570,656	3,228,574	2,425,584	1,805,402
Cash and cash equivalents at end of financial year	4,596,653	3,570,656	3,280,522	2,425,584
Cash and cash equivalents comprise the following:				
Cash and short-term funds	4,596,653	3,570,656	3,280,522	2,425,584

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 2023.

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 condensed interim financial statements for the financial period ended 31 March 2024 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 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 2023. 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 2023.

The significant accounting policies and methods of computation applied in the condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 March 2023 and modified for the adoption of the following accounting standards applicable for financial periods beginning on or after 1 April 2023:

- Amendments to MFRS 101 and MFRS Practice Statement 2 on "Disclosure of Accounting Policies"
- Amendments to MFRS 108 "Definition of Accounting Estimates"
- Amendments to MFRS 112 "Deferred Tax related to Assets and Liabilities arising from a Single Transaction"

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 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 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 2023 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 during the financial period/year ended 31 March 2024.

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 during the financial period/year ended 31 March 2024.

A5 Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect during the financial period/year ended 31 March 2024.

A6 Issuance and Repayment of Debt and Equity Securities

The issuance and repayment of debt securities during the financial year ended 31 March 2024 are disclosed as below:

- (i) The Group had on 8 March 2024 fully redeemed its existing RM100.0 million AT1 Capital Securities which was issued on 8 March 2019 under the RM1.0 billion Additional Tier 1 Capital Securities Programme ("AT1 Capital Securities Programme").
- (ii) The Group had on 8 March 2024 issued RM100.0 million AT1 Capital Securities in nominal value pursuant to the existing AT1 Capital Securities Programme as below:

Nominal Amount	Tenure	Call Date	Coupon Rate
RM100.0 million	Perpetual Non-Callable Five (5) years	8 March 2029 and thereafter on every distribution payment date	5.10% p.a.

- (iii) The Group had on 29 March 2024 fully redeemed its existing RM100.0 million Basel III-compliant Islamic AT1 Sukuk Wakalah which was issued on 29 March 2019 under the RM2.5 billion Perpetual Sukuk Programme ("Sukuk Programme").
- (iv) The Group had on 29 March 2024 issued RM100.0 million AT1 Sukuk Wakalah in nominal value pursuant to the existing Sukuk Programme as below:

Nominal Amount	Tenure	Call Date	Coupon Rate
RM100.0 million	Perpetual Non-Callable Five (5) years	29 March 2029 and thereafter on every distribution payment date	5.10% p.a.

A7 Dividend Paid

- (i) A single tier second interim dividend of 10.00 sen per share, on 1,548,105,929 ordinary shares amounting to approximately RM154,811,000 in respect of financial year ended 31 March 2023, was paid on 28 June 2023.
- (ii) A single tier first interim dividend of 10.85 sen per share, on 1,548,105,929 ordinary shares amounting to approximately RM167,970,000 in respect of financial year ended 31 March 2024, was paid on 28 December 2023.

A8 Significant Events

- (a) The Bank had on 2 March 2023 entered into an assets transfer agreement ("business transfer") with AIBB Berhad ("AIBB") (formerly known as Alliance Investment Bank Berhad), a wholly-owned subsidiary of the Bank to transfer the remaining assets and liabilities of AIBB (excluding certain excluded assets and liabilities) to the Bank. On 1 April 2023, the remaining assets and liabilities in AIBB were transferred to the Bank for a consideration based on an amount equal to the net asset value of the total assets and total liabilities.
- (b) The Bank and its wholly-owned subsidiaries namely, AIBB, Alliance Direct Marketing Sdn. Bhd., AllianceGroup Nominees (Tempatan) Sdn. Bhd. and AllianceGroup Nominees (Asing) Sdn. Bhd. had on 31 May 2023 completed the disposal of their collective 100% equity shareholding in Alliance Trustee Berhad to Areca Capital Sdn. Bhd. and its related corporations, namely Areca Capital International Limited, Areca Private Equity Sdn. Bhd., Areca Frontier Sdn. Bhd. and Areca Eco Sdn. Bhd.
- (c) The Bank had on 28 June 2023 subscribed for 25,890,575 ordinary shares at an issue price of RM1.4484 per share amounting to RM37,500,000 via rights issue in its wholly owned subsidiary Alliance Islamic Bank Berhad.
- (d) The Bank had entered into a Bancassurance Partnership Agreement with Manulife Insurance Berhad in Malaysia on 28 July 2023, to extend the Bank's exclusive Life bancassurance partnership for a further 15 years.
- (e) The Bank had on 16 August 2023 acquired AIBB's entire equity stake of 51% in AllianceDBS Research Sdn Bhd.

A8 Significant Events (Contd.)

- (f) The Bank had on 9 October 2023 entered into a conditional Sale and Purchase Agreement with Oxley Rising Sdn Bhd for the acquisition of 24 floors of office suites together with 4 adjoining retail lots on the 2-storey retail podium, all to be stratified and located at Tower 3 (Menara C) ("Properties"), which forms part of the ongoing mixed commercial cum residential development by ORSB located along Jalan Ampang, Kuala Lumpur City Centre, for a total purchase price of RM405,839,320.

The Properties are intended to be the new Corporate Office of ABMB Group and expected to be completed by end of November 2024.

- (g) AIBB had on 13 December 2023 surrendered its Investment Banking License to Bank Negara Malaysia pursuant to Section 22(1) of the Financial Services Act 2013, and commenced members' voluntary winding up on 1 April 2024 pursuant to Section 439(1)(b) of the Companies Act 2016.

A9 Material Events Subsequent to the End of the Financial Reporting Period/Year

There were no material events subsequent to the end of the financial year that require disclosure or adjustment.

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

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At fair value				
<u>Money market instruments:</u>				
Malaysian Government securities	50,567	-	50,567	-
Malaysian Government investment issues	5,271	5,177	5,271	5,177
	55,838	5,177	55,838	5,177
<u>Unquoted securities:</u>				
Shares	277,973	257,206	277,973	257,206
Corporate bonds and sukuk	1,427	2,815	1,427	2,815
	279,400	260,021	279,400	260,021
Total financial assets at FVTPL	335,238	265,198	335,238	265,198

A12 Financial Investments at Fair Value Through Other Comprehensive Income

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At fair value - debt instruments				
<u>Money market instruments:</u>				
Malaysian Government securities	3,073,753	2,229,181	3,073,753	2,076,584
Malaysian Government investment issues	2,488,031	2,037,058	1,786,955	1,400,081
Commercial papers	-	19,935	-	19,935
	5,561,784	4,286,174	4,860,708	3,496,600
<u>Quoted securities:</u>				
Shares	16	14	16	14
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	4,485,511	4,198,210	3,367,678	2,685,902
Total financial investments at FVOCI	10,047,311	8,484,398	8,228,402	6,182,516

A12 Financial Investments at Fair Value Through Other Comprehensive Income (Contd.)

Movements in allowance for expected credit losses 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
GROUP				
At 1 April 2023	598	-	-	598
Transfer to Stage 2	(6)	65	-	59
New financial investments originated or purchased	576	-	-	576
Financial investments derecognised other than write-off	(50)	-	-	(50)
Changes due to change in credit risk	(147)	-	-	(147)
Total charge to income statement	373	65	-	438
At 31 March 2024	971	65	-	1,036
At 1 April 2022	642	281	-	923
Transfer to Stage 1	19	(261)	-	(242)
New financial investments originated or purchased	134	-	-	134
Financial investments derecognised other than write-off	(14)	-	-	(14)
Changes due to change in credit risk	(183)	(20)	-	(203)
Total write-back from income statement	(44)	(281)	-	(325)
At 31 March 2023	598	-	-	598
BANK				
At 1 April 2023	407	-	-	407
Effect of business transfer	54	-	-	54
Transfer to Stage 2	(4)	61	-	57
New financial investments originated or purchased	502	-	-	502
Financial investments derecognised other than write-off	(33)	-	-	(33)
Changes due to change in credit risk	(161)	-	-	(161)
Total charge to income statement	304	61	-	365
At 31 March 2024	765	61	-	826
At 1 April 2022	451	121	-	572
Transfer to Stage 1	8	(111)	-	(103)
New financial investments originated or purchased	95	-	-	95
Financial investments derecognised other than write-off	(10)	-	-	(10)
Changes due to change in credit risk	(137)	(10)	-	(147)
Total write-back from income statement	(44)	(121)	-	(165)
At 31 March 2023	407	-	-	407

Note:

- (a) The transfers between stages are inclusive of net remeasurement of allowances.
(b) There were no credit impaired exposures of financial investments at FVOCI.

A13 Financial Investments at Amortised Cost

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At amortised cost				
<u>Money market instruments:</u>				
Malaysian Government securities	893,129	639,267	893,129	639,267
Malaysian Government investment issues	2,269,415	2,225,049	1,612,531	1,784,802
Negotiable instruments of deposits	-	-	211,862	203,374
Commercial papers	-	24,626	-	24,626
	3,162,544	2,888,942	2,717,522	2,652,069
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	708,734	510,268	684,624	485,922
Allowance for expected credit losses	(833)	(696)	(1,437)	(1,102)
	707,901	509,572	683,187	484,820
Total financial investments at amortised cost	3,870,445	3,398,514	3,400,709	3,136,889

(a) Movements in allowance for expected credit losses 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
	GROUP			
At 1 April 2023	47	-	649	696
New financial investments originated or purchased	143	-	-	143
Financial investments derecognised other than write-off	-	-	(39)	(39)
Changes due to change in credit risk	109	-	(76)	33
Total charge to/(write-back from) income statement	252	-	(115)	137
At 31 March 2024	299	-	534	833
BANK				
At 1 April 2022	1	-	830	831
New financial investments originated or purchased	636	-	-	636
Financial investments derecognised other than write-off	(1)	-	-	(1)
Changes due to change in credit risk	(589)	-	(181)	(770)
Total charge to/(write-back from) income statement	46	-	(181)	(135)
At 31 March 2023	47	-	649	696
At 1 April 2023	676	-	426	1,102
Effect of business transfer	-	-	223	223
New financial investments originated or purchased	143	-	-	143
Financial investments derecognised other than write-off	-	-	(39)	(39)
Changes due to change in credit risk	84	-	(76)	8
Total charge to/(write-back from) income statement	227	-	(115)	112
At 31 March 2024	903	-	534	1,437

A13 Financial Investments at Amortised Cost (Contd.)

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

	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
<u>BANK</u>				
At 1 April 2022	326	-	556	882
New financial investments originated or purchased	868	-	-	868
Financial investments derecognised other than write-off	(327)	-	-	(327)
Changes due to change in credit risk	(191)	-	(130)	(321)
Total charge to/(write-back from) income statement	350	-	(130)	220
At 31 March 2023	<u>676</u>	<u>-</u>	<u>426</u>	<u>1,102</u>

Note:

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

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

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At beginning of financial year	649	846	426	556
Effect of business transfer	-	-	223	-
Write-back during the financial period	(115)	(197)	(115)	(130)
At end of financial year	<u>534</u>	<u>649</u>	<u>534</u>	<u>426</u>

A14 Loans, Advances and Financing

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At amortised cost				
Overdrafts	3,051,545	3,153,486	1,752,814	1,864,344
Term loans/financing				
- Housing loans/financing	16,251,542	14,609,486	12,702,773	11,173,594
- Syndicated term loans/financing	492,012	350,000	492,012	350,000
- Hire purchase receivables	372,128	443,256	321,237	367,336
- Other term loans/financing	25,996,109	22,413,373	18,689,252	16,135,251
Bills receivables	661,649	499,143	624,816	482,096
Trust receipts	241,794	260,996	198,477	207,617
Claims on customers under acceptance credits	3,758,156	3,625,667	2,692,155	2,658,268
Staff loans/financing (Loan to Directors: RM Nil)	14,660	14,296	2,428	2,674
Credit/charge card receivables	711,270	551,399	711,270	551,399
Revolving credits	1,993,170	1,659,565	1,521,180	1,241,240
Share margin financing	2,196,038	1,486,840	2,196,038	1,486,840
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659
Add: Sales commissions and handling fees	165,402	125,970	144,571	119,732
Less: Allowance for expected credit losses on loans, advances and financing	(1,184,725)	(1,267,474)	(812,547)	(849,628)
Total net loans, advances and financing	54,720,750	47,926,003	41,236,476	35,790,763

A14a By maturity structure:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Within one year	12,929,813	11,550,557	9,972,566	8,711,167
One year to three years	2,868,806	1,839,195	2,339,720	1,478,327
Three years to five years	4,008,867	3,794,827	3,236,278	2,796,798
Over five years	35,932,587	31,882,928	26,355,888	23,534,367
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14b By type of customers:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Domestic banking institutions	31	14	31	14
Domestic non-bank financial institutions	1,204,534	803,415	917,382	684,893
Domestic business enterprises				
- Small and medium enterprises	19,227,995	17,161,865	13,863,981	12,631,805
- Others	8,214,826	6,935,303	6,828,906	5,467,748
Government and statutory bodies	39,102	57,413	39,102	57,413
Individuals	26,348,375	23,489,829	19,630,418	17,141,960
Other domestic entities	13,062	13,371	3,616	2,568
Foreign entities	692,148	606,297	621,016	534,258
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14 Loans, Advances and Financing (Contd.)

A14c By interest/profit rate sensitivity:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Fixed rate				
- Housing loans/financing	17,461	19,894	3,334	3,850
- Hire purchase receivables	370,746	439,355	319,856	363,435
- Other fixed rate loans/financing	8,918,659	8,266,809	5,861,484	5,656,836
Variable rate				
- Base lending rate plus	25,660,627	24,497,037	19,447,961	18,991,124
- Base rate plus	14,624,343	11,174,509	10,992,926	7,730,271
- Cost plus	6,148,237	4,669,903	5,278,891	3,775,143
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14d By economic purposes:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Purchase of securities	2,312,204	1,613,192	2,312,204	1,613,192
Purchase of transport vehicles	231,061	296,349	166,486	208,321
Purchase of landed property	26,834,144	23,763,899	20,800,537	18,329,293
of which: - Residential	16,866,335	15,278,815	13,258,012	11,789,395
- Non-residential	9,967,809	8,485,084	7,542,525	6,539,898
Purchase of fixed assets excluding land & buildings	379,009	357,304	322,084	292,587
Personal use	6,438,217	6,021,184	3,237,243	3,097,090
Credit card	711,270	551,399	711,270	551,399
Construction	1,503,479	1,116,977	1,280,232	950,416
Working capital	13,141,260	11,696,040	9,834,392	8,787,061
Others	4,189,429	3,651,163	3,240,004	2,691,300
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14e By economic sectors:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Primary agriculture	1,158,922	1,176,855	706,104	752,668
Mining and quarrying	311,375	288,773	293,974	265,401
Manufacturing	5,312,583	4,893,124	3,791,231	3,554,490
Electricity, gas and water	145,420	91,415	128,314	78,699
Construction	2,085,754	1,890,776	1,551,404	1,411,008
Wholesale, retail trade, restaurants and hotels	10,146,645	8,869,244	7,557,328	6,655,675
Transport, storage and communication	964,128	851,868	733,402	641,696
Financing, insurance, real estate and business services	7,905,111	6,400,336	6,362,556	5,088,981
Community, social and personal services	669,049	508,307	528,142	395,140
Household	27,040,523	24,096,125	20,251,434	17,676,217
Others	563	684	563	684
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14 Loans, Advances and Financing (Contd.)

A14f By geographical distribution:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Northern region	4,746,609	3,924,088	2,991,942	2,457,661
Central region	39,821,126	35,001,737	30,658,017	26,674,930
Southern region	6,128,907	5,529,522	4,755,553	4,185,073
Sabah region	3,636,286	3,344,047	2,409,822	2,251,279
Sarawak region	1,407,145	1,268,113	1,089,118	951,716
Gross loans, advances and financing	55,740,073	49,067,507	41,904,452	36,520,659

A14g Movements in credit impaired loans, advances and financing ("impaired loans") in Stage 3:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At beginning of financial year	1,232,773	853,266	879,717	574,757
Impaired during the financial period/year	1,369,715	1,289,124	894,772	875,777
Recovered during the financial period/year	(147,837)	(75,156)	(121,593)	(53,987)
Reclassified as unimpaired during the financial period/year	(844,482)	(532,102)	(515,008)	(345,465)
Financial assets derecognised other than write-off during the financial period/year	(134,710)	(97,179)	(85,663)	(70,122)
Amount written-off	(297,432)	(205,180)	(189,655)	(101,243)
At end of financial year	1,178,027	1,232,773	862,570	879,717
Gross impaired loans ratio	2.11%	2.51%	2.06%	2.41%
Net impaired loans ratio	1.16%	1.36%	1.07%	1.22%

A14h Credit impaired loans analysed by economic purposes:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Purchase of securities	-	512	-	512
Purchase of transport vehicles	10,218	16,939	8,557	14,408
Purchase of landed property	478,773	531,033	325,158	365,362
of which: - Residential	368,533	420,074	240,593	273,577
- Non-residential	110,240	110,959	84,565	91,785
Purchase of fixed assets excluding land & buildings	8,747	7,504	8,589	6,815
Personal use	239,158	271,710	116,619	128,180
Credit card	10,202	8,343	10,202	8,343
Construction	3,438	14,617	3,438	14,617
Working capital	289,128	302,733	262,618	267,507
Others	138,363	79,382	127,389	73,973
Gross impaired loans	1,178,027	1,232,773	862,570	879,717

A14 Loans, Advances and Financing (Contd.)

A14i Credit impaired loans analysed by economic sectors:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Primary agriculture	1,745	1,253	9	10
Mining and quarrying	816	1,690	816	1,690
Manufacturing	74,255	109,719	52,469	100,143
Electricity, gas and water	95	-	95	-
Construction	207,535	154,119	196,471	140,891
Wholesale, retail trade, restaurants and hotels	182,659	150,988	162,708	122,543
Transport, storage and communication	8,016	5,749	7,039	4,610
Financing, insurance, real estate and business services	53,938	79,605	52,235	78,776
Community, social and personal services	16,494	5,644	11,607	1,052
Household	632,474	724,006	379,121	430,002
Gross impaired loans	<u>1,178,027</u>	<u>1,232,773</u>	<u>862,570</u>	<u>879,717</u>

A14j Credit impaired loans by geographical distribution:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Northern region	103,907	94,117	63,187	59,742
Central region	907,287	913,411	682,833	663,572
Southern region	113,765	172,504	83,492	121,736
Sabah region	43,833	45,698	25,060	28,216
Sarawak region	9,235	7,043	7,998	6,451
Gross impaired loans	<u>1,178,027</u>	<u>1,232,773</u>	<u>862,570</u>	<u>879,717</u>

A14 Loans, Advances and Financing (Contd.)

A14k Movements in the allowance for expected credit losses on loans, advances and financing 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
GROUP				
At 1 April 2023	171,832	523,852	571,790	1,267,474
Transfer to Stage 1	137,220	(331,584)	(1,926)	(196,290)
Transfer to Stage 2	(118,337)	542,981	(194,146)	230,498
Transfer to Stage 3	(933)	(275,270)	362,341	86,138
New financial assets originated or purchased	112,549	104,043	8,394	224,986
Financial assets derecognised other than write-off	(40,643)	(131,613)	(29,954)	(202,210)
Changes due to change in credit risk	(38,351)	(2,063)	20,158	(20,256)
Other adjustment	14	49	-	63
	51,519	(93,457)	164,867	122,929
Unwinding of discount	-	29	29,136	29,165
Total charge to/(write-back from) income statement	51,519	(93,428)	194,003	152,094
Write-off	-	(4,018)	(230,825)	(234,843)
At 31 March 2024	223,351	426,406	534,968	1,184,725
At 1 April 2022	270,674	557,650	331,518	1,159,842
Transfer to Stage 1	174,114	(305,106)	(19,728)	(150,720)
Transfer to Stage 2	(201,111)	498,496	(120,772)	176,613
Transfer to Stage 3	(1,896)	(366,161)	425,096	57,039
New financial assets originated or purchased	75,545	179,430	9,938	264,913
Financial assets derecognised other than write-off	(52,387)	(196,042)	(17,372)	(265,801)
Changes due to change in credit risk	(93,136)	158,320	17,373	82,557
Other adjustment	29	55	-	84
	(98,842)	(31,008)	294,535	164,685
Unwinding of discount	-	-	(4,490)	(4,490)
Total (write-back from)/charge to income statement	(98,842)	(31,008)	290,045	160,195
Other movements	-	-	100,512	100,512
Write-off	-	(2,790)	(150,285)	(153,075)
At 31 March 2023	171,832	523,852	571,790	1,267,474

A14 Loans, Advances and Financing (Contd.)

A14k Movements in the allowance for expected credit losses on loans, advances and financing are as follows: (contd.)

	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
<u>BANK</u>				
At 1 April 2023	105,782	302,859	440,987	849,628
Effect of business transfer	5	1,373	57	1,435
Transfer to Stage 1	81,383	(202,069)	(1,905)	(122,591)
Transfer to Stage 2	(69,675)	329,596	(113,567)	146,354
Transfer to Stage 3	(104)	(155,493)	225,551	69,954
New financial assets originated or purchased	70,950	78,108	4,453	153,511
Financial assets derecognised other than write-off	(27,214)	(90,134)	(18,807)	(136,155)
Changes due to change in credit risk	(27,396)	(1,409)	11,385	(17,420)
Other adjustment	14	49	-	63
	27,958	(41,352)	107,110	93,716
Unwinding of discount	-	29	20,810	20,839
Total charge to/(write-back from) income statement	27,958	(41,323)	127,920	114,555
Write-off	-	(2,349)	(150,722)	(153,071)
At 31 March 2024	133,745	260,560	418,242	812,547
At 1 April 2022	174,486	368,542	207,412	750,440
Transfer to Stage 1	103,292	(191,727)	(19,584)	(108,019)
Transfer to Stage 2	(110,870)	286,433	(73,557)	102,006
Transfer to Stage 3	(686)	(258,945)	305,969	46,338
New financial assets originated or purchased	52,352	155,973	5,126	213,451
Financial assets derecognised other than write-off	(36,206)	(169,757)	(10,068)	(216,031)
Changes due to change in credit risk	(76,615)	113,432	19,977	56,794
Other adjustment	29	55	-	84
	(68,704)	(64,536)	227,863	94,623
Unwinding of discount	-	-	(3,106)	(3,106)
Total (write-back from)/charge to income statement	(68,704)	(64,536)	224,757	91,517
Other movements	-	-	76,997	76,997
Write-off	-	(1,147)	(68,179)	(69,326)
At 31 March 2023	105,782	302,859	440,987	849,628

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

A15 Other Assets

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Other receivables	85,586	96,962	98,690	126,176
Collateral pledged for derivative transactions	154,394	158,626	154,394	158,626
Settlement account	767,126	285,085	767,126	285,085
Deposits	8,633	8,519	8,400	8,231
Prepayment	50,344	42,922	44,629	35,651
Amounts due from subsidiaries	-	-	91,874	114,232
Amount due from joint venture	95	-	95	-
	1,066,178	592,114	1,165,208	728,001
Less: Allowance for expected credit losses on other receivables [Note]	(45,363)	(43,467)	(41,681)	(38,725)
	1,020,815	548,647	1,123,527	689,276

Note:

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

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>Lifetime ECL</u>				
At beginning of financial year	43,467	41,993	38,725	38,147
Effect of business transfer	-	-	1,305	-
New financial assets originated or purchased	1,155	1,826	151	170
Financial assets derecognised other than write-off	(3,106)	(2,378)	(1,766)	(338)
Changes due to change in credit risk	3,944	4,828	3,314	3,321
Total charge to income statement	1,993	4,276	1,699	3,153
Write-off	(97)	(2,802)	(48)	(2,575)
At end of financial year	45,363	43,467	41,681	38,725

As at 31 March 2024, the Group's and the Bank's gross exposure of other receivables that are under lifetime expected credit losses were at RM45,363,000 and RM41,681,000 (31 March 2023: RM43,467,000 and RM38,725,000) respectively.

A16 Deposits from Customers

A16a By type of deposits:

	<u>GROUP</u>		<u>BANK</u>	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Demand deposits	21,935,407	19,267,883	17,343,745	14,988,337
Savings deposits	1,928,980	2,026,815	1,551,648	1,618,996
Fixed/investment deposits	30,037,326	25,161,869	21,225,496	17,604,556
Money market deposits	3,473,714	3,991,002	2,383,512	2,283,003
Negotiable instruments of deposits	22,068	401,461	22,068	401,461
	57,397,495	50,849,030	42,526,469	36,896,353

A16b The maturity structure of fixed deposits, money market deposits and negotiable instruments of deposits are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Due within six months	28,093,836	22,477,236	19,711,889	15,781,534
Six months to one year	5,152,363	6,770,360	3,891,044	4,458,201
One year to three years	283,962	303,643	25,196	46,192
Three years to five years	2,947	3,093	2,947	3,093
	33,533,108	29,554,332	23,631,076	20,289,020

A16c The deposits are sourced from the following types of customers:

	<u>GROUP</u>		<u>BANK</u>	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Domestic financial institutions	22,159	439,786	24,164	440,471
Domestic non-bank financial institutions	5,375,559	5,701,678	3,690,375	3,732,973
Government and statutory bodies	4,907,717	3,628,356	3,352,213	1,935,807
Business enterprises	19,876,183	17,292,460	15,078,413	12,885,486
Individuals	23,627,846	21,792,889	17,527,626	16,218,586
Foreign entities	1,020,122	795,224	873,248	693,188
Others	2,567,909	1,198,637	1,980,430	989,842
	57,397,495	50,849,030	42,526,469	36,896,353

A17 Deposits and Placements of Banks and Other Financial Institutions

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Licensed banks	279,189	403,166	279,189	403,166
Licensed merchant banks	60,143	-	60,143	787
Bank Negara Malaysia	1,715,725	1,316,118	1,526,662	1,132,249
	2,055,057	1,719,284	1,865,994	1,536,202

A18 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 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.

	<u>GROUP/BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000
Structured investments	2,011,228	1,904,295
Fair value changes arising from designation at fair value through profit or loss	(83,117)	(119,138)
	1,928,111	1,785,157

A19 Other Liabilities

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Other payables	1,776,754	1,226,209	1,667,901	1,137,952
Bills payable	355,840	134,968	338,981	127,692
Collateral pledged for derivative transactions	7,042	26,334	7,042	26,334
Settlement account	119,813	39,507	119,813	39,507
Clearing account	200,823	229,586	166,475	197,503
Sundry deposits	60,507	59,812	53,441	50,998
Provision and accruals	176,489	167,097	163,694	156,844
Structured investments	390,098	248,611	390,098	248,611
Amount due to joint venture	17	16	-	16
Allowance for expected credit losses on commitments and contingencies	47,002	29,301	39,910	26,215
	3,134,385	2,161,441	2,947,355	2,011,672

A19 Other Liabilities (Contd.)

(a) 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
GROUP				
At 1 April 2023	5,005	22,447	1,849	29,301
Transfer to Stage 1	1,069	(11,421)	-	(10,352)
Transfer to Stage 2	(736)	12,654	(1,241)	10,677
Transfer to Stage 3	-	(454)	2,732	2,278
New financial assets originated or purchased	5,867	16,287	26	22,180
Financial assets derecognised other than write-off	(2,705)	(14,977)	(3,354)	(21,036)
Changes due to change in credit risk	2,207	9,760	1,980	13,947
Other adjustments	3	9	-	12
	5,705	11,858	143	17,706
Unwinding of discount	-	-	(5)	(5)
Total charge to income statement	5,705	11,858	138	17,701
At 31 March 2024	10,710	34,305	1,987	47,002
At 1 April 2022	6,894	16,504	1,418	24,816
Transfer to Stage 1	613	(7,059)	(50)	(6,496)
Transfer to Stage 2	(661)	13,049	(393)	11,995
Transfer to Stage 3	-	(608)	1,509	901
New financial assets originated or purchased	4,477	5,320	16	9,813
Financial assets derecognised other than write-off	(2,433)	(8,228)	(2,342)	(13,003)
Changes due to change in credit risk	(3,893)	3,448	1,705	1,260
Other adjustments	8	21	-	29
	(1,889)	5,943	445	4,499
Unwinding of discount	-	-	(14)	(14)
Total (write-back from)/charge to income statement	(1,889)	5,943	431	4,485
At 31 March 2023	5,005	22,447	1,849	29,301

A19 Other Liabilities (Contd.)

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

	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
<u>BANK</u>				
At 1 April 2023	4,296	20,290	1,629	26,215
Transfer to Stage 1	892	(9,622)	-	(8,730)
Transfer to Stage 2	(581)	10,457	(1,134)	8,742
Transfer to Stage 3	-	(304)	1,856	1,552
New financial assets originated or purchased	4,327	15,465	26	19,818
Financial assets derecognised other than write-off	(2,118)	(10,350)	(2,881)	(15,349)
Changes due to change in credit risk	1,660	3,789	2,208	7,657
Other adjustments	2	9	-	11
	4,182	9,444	75	13,701
Unwinding of discount	-	-	(6)	(6)
Total charge to income statement	4,182	9,444	69	13,695
At 31 March 2024	8,478	29,734	1,698	39,910
At 1 April 2022	5,698	14,331	1,415	21,444
Transfer to Stage 1	553	(5,978)	(50)	(5,475)
Transfer to Stage 2	(601)	11,317	(288)	10,428
Transfer to Stage 3	-	(548)	1,081	533
New financial assets originated or purchased	3,690	4,777	16	8,483
Financial assets derecognised other than write-off	(1,900)	(7,117)	(927)	(9,944)
Changes due to change in credit risk	(3,151)	3,489	391	729
Other adjustments	7	19	-	26
	(1,402)	5,959	223	4,780
Unwinding of discount	-	-	(9)	(9)
Total (write-back from)/charge to income statement	(1,402)	5,959	214	4,771
At 31 March 2023	4,296	20,290	1,629	26,215

Note:

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

(b) As at 31 March 2024, the Group's and the Bank's gross exposure of commitments and contingencies that are credit impaired were at RM6,406,000 and RM4,983,000 (31 March 2023: RM38,680,000 and RM38,096,000) respectively.

A20 Interest Income

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
Loans, advances and financing	509,469	414,058	1,920,710	1,537,409
Money at call and deposit placements with financial institutions	31,012	17,456	91,684	55,061
Financial investments at fair value through other comprehensive income	74,492	63,278	290,086	267,572
Financial investments at amortised cost	28,426	25,397	115,334	85,280
Others	1,409	1,298	6,466	5,348
	644,808	521,487	2,424,280	1,950,670
Accretion of discount less amortisation of premium (net)	10,573	11,672	41,557	25,112
	655,381	533,159	2,465,837	1,975,782
	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
BANK				
Loans, advances and financing	505,149	408,732	1,905,011	1,515,886
Money at call and deposit placements with financial institutions	31,012	18,757	91,735	58,168
Financial investments at fair value through other comprehensive income	74,492	58,521	290,086	247,885
Financial investments at amortised cost	29,868	26,824	121,135	91,170
Others	1,409	1,298	6,466	5,348
	641,930	514,132	2,414,433	1,918,457
Accretion of discount less amortisation of premium (net)	10,573	12,002	41,557	26,393
	652,503	526,134	2,455,990	1,944,850

Note:

Included in interest income on loans, advances and financing is interest/profit on impaired loans/financing of the Group and the Bank of RM5,511,000 (31 March 2023: RM4,921,000).

A21 Interest Expense

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
Deposits and placements of banks and other financial institutions	5,795	5,616	22,505	16,713
Deposits from customers	260,039	192,349	967,337	612,178
Recourse obligations on loans and financing sold to Cagamas	4,986	2,117	25,340	13,675
Subordinated obligations	14,989	14,879	60,436	64,004
Lease liabilities	1,514	1,346	5,520	5,534
Obligations on securities sold under repurchase agreements	18,836	5,015	48,860	7,024
Others	6,373	9,101	26,267	26,555
	312,532	230,423	1,156,265	745,683

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
BANK				
Deposits and placements of banks and other financial institutions	5,794	4,579	22,614	13,982
Deposits from customers	260,269	192,347	967,950	609,622
Recourse obligations on loans and financing sold to Cagamas	4,986	2,117	25,340	13,675
Subordinated obligations	15,020	14,909	60,551	64,184
Lease liabilities	1,514	1,355	5,520	5,539
Obligations on securities sold under repurchase agreements	18,836	5,015	48,860	7,024
Others	6,373	9,101	26,267	26,555
	312,792	229,423	1,157,102	740,581

A22 Net Income from Islamic Banking Business

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
Income derived from investment of depositors' funds and others	210,404	193,447	808,999	702,714
Income derived from investment of Islamic Banking funds	20,801	17,370	79,425	68,465
Income attributable to the depositors and financial institutions	(116,794)	(103,931)	(448,313)	(318,373)
	114,411	106,886	440,111	452,806

Note:

Net income from Islamic banking business comprises income generated from AISB, and Islamic banking business of AIBB. Both AISB and AIBB are wholly-owned subsidiaries of the Bank.

A23 Other Operating Income

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
(a) Fee and commission income:				
Commissions	34,118	19,884	105,439	83,077
Service charges and fees	6,523	6,013	30,392	25,761
Brokerage fees	-	-	-	5,483
Guarantee fees	3,350	3,717	14,397	13,978
Processing fees	5,929	2,393	24,276	5,177
Commitment fees	4,383	4,212	16,994	17,478
Cards related income	18,019	14,638	63,662	58,875
Other fee income	2,000	1,500	21,583	6,000
	74,322	52,357	276,743	215,829
(b) Fee and commission expense:				
Commissions expense	(839)	(698)	(2,156)	(1,831)
Service charges and fees expense	(645)	(675)	(2,422)	(2,029)
Brokerage fees expense	(50)	(233)	(132)	(2,555)
Guarantee fees expense	(4,773)	(3,851)	(17,941)	(15,722)
Cards related expense	(38,602)	(21,246)	(106,795)	(82,849)
	(44,909)	(26,703)	(129,446)	(104,986)
(c) Investment income:				
Realised gain/(loss) arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	892	2,836	8,828	9,580
- Financial investments at fair value through other comprehensive income	2,527	2,169	2,016	2,213
- Financial investments at amortised cost	(31)	-	-	1,482
- Derivative instruments	(14,940)	10,645	145,543	118,843
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	2,500	413	25,562	17,889
- Derivative instruments	(5,547)	32,863	(4,886)	(38,583)
- Financial liabilities designated at fair value through profit or loss	816	(30,724)	(36,021)	(22,989)
Net loss arising from hedging activities	-	12	-	(333)
Gross dividend income from:				
- Financial assets at fair value through profit or loss	-	960	1,356	2,301
	(13,783)	19,174	142,398	90,403
(d) Other income/(expense):				
Foreign exchange gain/(loss)	34,488	3,123	(43,736)	8,715
Rental income	22	21	86	86
Gain on disposal of property, plant and equipment	-	117	-	80
Others	8,769	10,898	24,722	26,770
	43,279	14,159	(18,928)	35,651
Total other operating income	58,909	58,987	270,767	236,897

A23 Other Operating Income (Contd.)

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>BANK</u>				
(a) <u>Fee and commission income:</u>				
Commissions	34,118	19,884	105,439	83,077
Service charges and fees	6,480	5,965	30,197	25,369
Guarantee fees	3,350	3,711	14,397	13,952
Processing fees	5,979	2,339	24,276	4,717
Commitment fees	4,383	4,212	16,994	17,478
Cards related income	18,019	14,638	63,662	58,875
Other fee income	2,000	1,500	21,583	6,000
	74,329	52,249	276,548	209,468
(b) <u>Fee and commission expense:</u>				
Commissions expense	(839)	(698)	(2,156)	(1,831)
Service charges and fees expense	(645)	(675)	(2,422)	(2,029)
Brokerage fees expense	(50)	(24)	(132)	(72)
Guarantee fees expense	(4,773)	(3,851)	(17,941)	(15,722)
Cards related expense	(38,602)	(21,246)	(106,795)	(82,849)
	(44,909)	(26,494)	(129,446)	(102,503)
(c) <u>Investment income:</u>				
Realised gain/(loss) arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	892	2,836	8,828	5,977
- Financial investments at fair value through other comprehensive income	2,527	2,280	2,016	2,324
- Financial investments at amortised cost	(31)	-	-	1,482
- Derivative instruments	(14,940)	10,645	145,543	118,843
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	2,500	413	25,562	17,889
- Derivative instruments	(5,547)	34,384	(7,239)	(33,930)
- Financial liabilities designated at fair value through profit or loss	816	(30,724)	(36,021)	(22,989)
Net loss arising from hedging activities	-	12	-	(333)
Gross dividend income from:				
- Financial assets at fair value through profit or loss	-	960	1,356	1,940
- Subsidiaries	24,500	-	64,330	84,507
	10,717	20,806	204,375	175,710
(d) <u>Other income/(expense):</u>				
Foreign exchange gain/(loss)	34,488	3,123	(43,736)	8,535
Rental income	259	254	1,025	1,411
Gain on disposal of property, plant and equipment	-	117	-	80
Others	9,453	9,782	29,842	22,512
	44,200	13,276	(12,869)	32,538
Total other operating income	84,337	59,837	338,608	315,213

A24 Other Operating Expenses

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
<u>Personnel costs</u>				
- Salaries, allowances and bonuses	130,176	116,770	497,534	448,206
- Contribution to EPF	20,539	18,358	80,714	71,470
- Others	9,517	14,741	51,568	52,925
	160,232	149,869	629,816	572,601
<u>Establishment costs</u>				
- Depreciation of property, plant and equipment	6,088	5,036	22,386	20,138
- Depreciation of right-of-use assets	7,152	6,510	27,660	25,910
- Amortisation of computer software	11,996	12,451	47,626	47,900
- Rental of premises	224	420	1,233	1,902
- Water and electricity	1,786	1,766	7,166	6,758
- Repairs and maintenance	2,858	2,763	9,713	8,944
- Information technology expenses	25,140	24,231	89,133	82,787
- Others	2,710	2,763	10,807	10,906
	57,954	55,940	215,724	205,245
<u>Marketing expenses</u>				
- Promotion and advertisement	6,668	6,826	27,698	18,142
- Branding and publicity	1,351	962	7,798	2,437
- Others	2,941	4,173	11,576	9,152
	10,960	11,961	47,072	29,731
<u>Administration and general expenses</u>				
- Communication expenses	2,915	3,385	11,648	11,505
- Printing and stationery	525	444	2,104	1,618
- Insurance	3,716	3,453	14,489	14,079
- Professional fees	6,950	7,135	30,437	25,876
- Others	5,929	8,791	22,439	20,698
	20,035	23,208	81,117	73,776
Total other operating expenses	249,181	240,978	973,729	881,353

A24 Other Operating Expenses (Contd.)

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>BANK</u>				
<u>Personnel costs</u>				
- Salaries, allowances and bonuses	101,974	92,498	384,683	349,524
- Contribution to EPF	16,164	14,528	62,769	55,931
- Others	6,084	11,577	40,125	44,131
	124,222	118,603	487,577	449,586
<u>Establishment costs</u>				
- Depreciation of property, plant and equipment	6,049	4,974	22,199	19,848
- Depreciation of right-of-use assets	7,152	6,508	27,660	25,882
- Amortisation of computer software	11,835	12,254	47,051	46,939
- Rental of premises	305	362	1,125	1,601
- Water and electricity	1,394	1,389	5,623	5,288
- Repairs and maintenance	2,534	2,348	7,861	7,401
- Information technology expenses	17,556	16,988	60,458	53,768
- Others	2,375	2,278	8,905	8,844
	49,200	47,101	180,882	169,571
<u>Marketing expenses</u>				
- Promotion and advertisement	6,569	5,529	26,713	15,666
- Branding and publicity	628	716	3,353	1,843
- Others	2,577	3,230	10,319	5,196
	9,774	9,475	40,385	22,705
<u>Administration and general expenses</u>				
- Communication expenses	2,299	2,605	9,460	9,039
- Printing and stationery	401	344	1,591	1,205
- Insurance	2,710	2,563	10,536	10,508
- Professional fees	4,631	2,655	23,304	15,750
- Others	3,842	9,537	24,199	18,303
	13,883	17,704	69,090	54,805
Total other operating expenses	197,079	192,883	777,934	696,667

A25 Allowance for Expected Credit Losses on Loans, Advances and Financing and Other Financial Assets

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
GROUP				
Allowance for expected credit losses on:				
(a) Loans, advances and financing	37,796	58,976	122,929	164,685
(b) Commitments and contingencies on loans, advances and financing	10,251	2,619	17,706	4,499
(c) Other assets	(11,320)	1,131	1,993	4,276
(d) Cash and short-term funds	(30)	71	36	103
(e) Deposits and placements with banks and other financial institutions	-	-	-	(8)
	36,697	62,797	142,664	173,555
(f) Credit impaired loans, advances and financing				
- Recovered during the financial period/year	(19,796)	(19,094)	(75,804)	(72,120)
- Written-off during the financial period/year	18,943	14,814	68,035	50,909
	35,844	58,517	134,895	152,344
BANK				
Allowance for expected credit losses on:				
(a) Loans, advances and financing	35,058	35,563	93,716	94,623
(b) Commitments and contingencies on loans, advances and financing	7,824	4,008	13,701	4,780
(c) Other assets	(7,536)	972	1,699	3,153
(d) Cash and short-term funds	(30)	71	36	103
(e) Deposits and placements with banks and other financial institutions	-	-	-	(8)
	35,316	40,614	109,152	102,651
(f) Credit impaired loans, advances and financing				
- Recovered during the financial period/year	(14,593)	(12,989)	(52,075)	(47,678)
- Written-off during the financial period/year	11,618	7,850	39,554	27,557
	32,341	35,475	96,631	82,530

A26 Allowance for/(Write-back of) Expected Credit Losses on Financial Investments

	4th Quarter Ended		Financial Year Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
GROUP				
Allowance made/(write-back of) expected credit losses:				
(a) Financial investments at fair value through other comprehensive income	290	40	438	(325)
(b) Financial investments at amortised cost	55	47	137	(135)
Bad debt recovered	(30)	-	(30)	-
	315	87	545	(460)

	4th Quarter Ended		Financial Year Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000

BANK

Allowance made/(write-back of) expected credit losses:				
(a) Financial investments at fair value through other comprehensive income	251	36	365	(165)
(b) Financial investments at amortised cost	35	39	112	220
Bad debt recovered	(30)	-	(30)	-
	256	75	447	55

A27 Commitments and Contingencies

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

The off-balance sheet notional exposures of the Group and the Bank are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>Credit-related exposures</u>				
Direct credit substitutes	504,102	488,308	415,371	406,699
Transaction-related contingent items	716,707	666,236	624,324	592,687
Short-term self-liquidating trade-related contingencies	242,230	138,542	225,444	120,783
Forward assets purchase	90,285	241,988	80,783	226,988
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions.	2,117,331	-	2,117,331	-
Irrevocable commitments to extend credit:				
- maturity exceeding one year	5,165,112	3,162,549	4,472,982	2,665,690
- maturity not exceeding one year	11,640,352	10,812,148	8,906,524	8,300,015
Unutilised credit card lines	1,889,873	1,518,716	1,889,873	1,518,716
	22,365,992	17,028,487	18,732,632	13,831,578
<u>Derivative financial instruments</u>				
Foreign exchange related contracts:				
- one year or less	16,304,813	15,710,254	16,304,813	15,710,254
- over one year to three years	987,439	951,319	987,439	951,319
- over three years	120,483	381,600	120,483	381,600
Interest rate related contracts:				
- one year or less	1,633,954	2,312,715	1,633,954	2,312,715
- over one year to three years	6,177,524	2,532,107	6,177,524	2,532,107
- over three years	10,316,175	6,849,073	10,316,175	7,147,073
Equity related contracts				
- one year or less	311,349	340,226	311,349	340,226
- over one year to three years	142,040	118,690	142,040	118,690
	35,993,777	29,195,984	35,993,777	29,493,984
	58,359,769	46,224,471	54,726,409	43,325,562

ALLIANCE BANK MALAYSIA BERHAD

198201008390 (88103-W)

(Incorporated in Malaysia)

A28 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 the 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 Enterprises ("SME"), and Corporate and Commercial Banking. SME Banking customers comprise the self-employed, and small and medium scale enterprises. Corporate and Commercial Banking serves the 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 provides 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.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)
(Incorporated in Malaysia)

A28 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
4th Quarter ended 31 March 2024								
Net interest income								
- external income	124,433	142,639	72,084	(1)	767	339,922	2,927	342,849
- inter-segment	(30,248)	31,354	(1,106)	-	-	-	-	-
	94,185	173,993	70,978	(1)	767	339,922	2,927	342,849
Net income/(expense) from Islamic banking business	41,072	43,217	24,333	4,349	(69)	112,902	1,509	114,411
Other operating income/(expense)	32,834	41,060	(15,484)	358	15,952	74,720	(15,811)	58,909
Net income	168,091	258,270	79,827	4,706	16,650	527,544	(11,375)	516,169
Other operating expenses	(111,340)	(88,422)	(9,042)	(3,391)	(11,857)	(224,052)	107	(223,945)
Depreciation and amortisation	(12,801)	(10,849)	(1,417)	(73)	(295)	(25,435)	199	(25,236)
Operating profit/(loss) before allowance	43,950	158,999	69,368	1,242	4,498	278,057	(11,069)	266,988
Write-back of/(allowance for) expected credit losses on loans, advances and financing and other financial assets	22,546	(58,371)	31	(213)	163	(35,844)	-	(35,844)
Allowance for expected credit losses on financial investments	-	(54)	(241)	-	-	(295)	(20)	(315)
Segment results	66,496	100,574	69,158	1,029	4,661	241,918	(11,089)	230,829
Share of results of joint venture								15
Taxation and zakat								(53,102)
Net profit for the financial period								<u>177,742</u>
Segment assets	28,771,731	28,954,989	19,099,699	20,865	399,209	77,246,493	(1,225,863)	76,020,630
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,135
Property, plant and equipment								234,093
Tax recoverable and deferred tax assets								227,892
Intangible assets								462,372
Total assets								<u>76,946,122</u>

A28 Segment information (Contd.)

GROUP

	Consumer Banking RM'000	Business Banking RM'000	Financial Markets RM'000	Stockbroking and Corporate Advisory RM'000	Others RM'000	Total Operations RM'000	Inter-segment Elimination RM'000	Total RM'000
Full Year ended 31 March 2024								
Net interest income								
- external income	464,196	546,361	290,477	82	(1,543)	1,299,573	9,999	1,309,572
- inter-segment	(103,986)	110,965	(6,979)	-	-	-	-	-
	360,210	657,326	283,498	82	(1,543)	1,299,573	9,999	1,309,572
Net income/(expense) from Islamic banking business	169,773	165,580	91,836	9,147	(92)	436,244	3,867	440,111
Other operating income/(expense)	125,643	180,564	(40,441)	711	27,149	293,626	(22,859)	270,767
Net income	655,626	1,003,470	334,893	9,940	25,514	2,029,443	(8,993)	2,020,450
Other operating expenses	(434,904)	(350,799)	(39,349)	(11,311)	(39,945)	(876,308)	251	(876,057)
Depreciation and amortisation	(49,071)	(42,365)	(5,551)	(392)	(1,302)	(98,681)	1,009	(97,672)
Operating profit/(loss) before allowance	171,651	610,306	289,993	(1,763)	(15,733)	1,054,454	(7,733)	1,046,721
(Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	(23,032)	(112,587)	(32)	(61)	817	(134,895)	-	(134,895)
(Allowance for)/write-back of expected credit losses on financial investments	-	(252)	(400)	-	132	(520)	(25)	(545)
Segment results	148,619	497,467	289,561	(1,824)	(14,784)	919,039	(7,758)	911,281
Share of results of joint venture								41
Taxation and zakat								(220,847)
Net profit for the financial year								690,475
Segment assets	28,771,731	28,954,989	19,099,699	20,865	399,209	77,246,493	(1,225,863)	76,020,630
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,135
Property, plant and equipment								234,093
Tax recoverable and deferred tax assets								227,892
Intangible assets								462,372
Total assets								76,946,122

A28 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	<u>Total</u> RM'000
4th Quarter ended 31 March 2023								
Net interest income								
- external income	114,596	124,395	60,652	(1)	2	299,644	3,092	302,736
- inter-segment	(22,282)	23,515	(1,233)	-	-	-	-	-
	92,314	147,910	59,419	(1)	2	299,644	3,092	302,736
Net income from Islamic banking business	45,497	38,348	18,170	2,164	(42)	104,137	2,749	106,886
Other operating income/(expense)	27,069	37,352	(4,121)	1,094	7,455	68,849	(9,862)	58,987
Net income	164,880	223,610	73,468	3,257	7,415	472,630	(4,021)	468,609
Other operating expenses	(108,199)	(80,745)	(8,908)	(3,207)	(19,550)	(220,609)	3,628	(216,981)
Depreciation and amortisation	(11,730)	(10,427)	(1,567)	(164)	(329)	(24,217)	220	(23,997)
Operating profit/(loss) before allowance	44,951	132,438	62,993	(114)	(12,464)	227,804	(173)	227,631
Allowance for expected credit losses on loans, advances and financing and other financial assets	(27,786)	(30,476)	(71)	(107)	(77)	(58,517)	-	(58,517)
Allowance for expected credit losses on financial investments	-	(47)	(31)	-	-	(78)	(9)	(87)
Segment result	17,165	101,915	62,891	(221)	(12,541)	169,209	(182)	169,027
Share of results of joint venture								11
Taxation and zakat								(38,872)
Net profit for the financial period								130,166
Segment assets	24,718,131	24,994,115	17,274,116	10,627	432,474	67,429,463	(1,837,772)	65,591,691
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,094
Property, plant and equipment								57,653
Tax recoverable and deferred tax assets								219,632
Intangible assets								440,438
Total assets								66,310,508

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)
(Incorporated in Malaysia)

A28 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	<u>Total</u> RM'000
Full Year ended 31 March 2023								
Net interest income								
- external income	433,282	532,664	252,052	1,834	59	1,219,891	10,208	1,230,099
- inter-segment	(69,122)	70,245	(178)	(945)	-	-	-	-
	364,160	602,909	251,874	889	59	1,219,891	10,208	1,230,099
Net income/(expense) from Islamic banking business	185,761	157,338	89,643	9,699	(433)	442,008	10,798	452,806
Other operating income/(expense)	103,389	145,170	(15,878)	9,130	22,865	264,676	(27,779)	236,897
Net income	653,310	905,417	325,639	19,718	22,491	1,926,575	(6,773)	1,919,802
Other operating expenses	(386,217)	(301,259)	(37,204)	(18,215)	(49,385)	(792,280)	4,875	(787,405)
Depreciation and amortisation	(45,562)	(40,626)	(6,368)	(1,205)	(1,368)	(95,129)	1,181	(93,948)
Operating profit/(loss) before allowance	221,531	563,532	282,067	298	(28,262)	1,039,166	(717)	1,038,449
Allowance for expected credit losses on loans, advances and financing and other financial assets	(64,976)	(85,681)	(85)	(1,272)	(329)	(152,343)	(1)	(152,344)
(Allowance for)/write-back of expected credit losses on financial investments	-	(62)	219	-	-	157	303	460
Segment results	156,555	477,789	282,201	(974)	(28,591)	886,980	(415)	886,565
Share of results of joint venture								46
Taxation and zakat								(208,765)
Net profit for the financial year								<u>677,846</u>
Segment assets	24,718,131	24,994,115	17,274,116	10,627	432,474	67,429,463	(1,837,772)	65,591,691
Reconciliation of segment assets to consolidated assets:								
Investment in joint venture								1,094
Property, plant and equipment								57,653
Tax recoverable and deferred tax assets								219,632
Intangible assets								440,438
Total assets								<u>66,310,508</u>

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

(Incorporated in Malaysia)

A29 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:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
(i) With transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	13.268%	14.868%	13.443%	14.608%
Tier I capital ratio	13.979%	15.714%	14.111%	15.410%
Total capital ratio	17.559%	19.748%	18.100%	19.970%
<u>After deducting proposed dividends</u>				
CET I capital ratio	12.907%	14.494%	12.970%	14.111%
Tier I capital ratio	13.619%	15.340%	13.637%	14.913%
Total capital ratio	17.199%	19.374%	17.627%	19.473%
(ii) Without transitional arrangements				
<u>Before deducting proposed dividends</u>				
CET I capital ratio	12.890%	14.145%	13.152%	14.082%
Tier I capital ratio	13.602%	14.991%	13.820%	14.885%
Total capital ratio	17.182%	19.025%	17.809%	19.445%
<u>After deducting proposed dividends</u>				
CET I capital ratio	12.530%	13.771%	12.679%	13.586%
Tier I capital ratio	13.242%	14.617%	13.346%	14.388%
Total capital ratio	16.822%	18.651%	17.336%	18.948%

A29 Capital Adequacy (Contd.)

(a) Components of CET I, Tier I and Tier II capital are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>CET I Capital/Tier I Capital</u>				
Paid-up share capital	1,548,106	1,548,106	1,548,106	1,548,106
Retained profits	5,549,407	4,989,825	4,724,987	4,324,216
Regulatory reserves	155,485	257,241	155,485	231,857
FVOCI reserves	(88,924)	(149,271)	(83,848)	(136,059)
Capital reserves	10,018	100,150	-	15,515
	7,174,092	6,746,051	6,344,730	5,983,635
(Less)/add: Regulatory adjustments				
- Goodwill and other intangibles	(462,372)	(440,438)	(460,219)	(338,321)
- Deferred tax assets	(217,253)	(198,920)	(153,468)	(141,327)
- Regulatory reserves	(155,485)	(257,241)	(155,485)	(231,857)
- Investment in subsidiaries and joint venture	(1,135)	(1,094)	(647,750)	(883,013)
- Transitional arrangements	185,468	298,945	109,029	163,695
Total CET I Capital	6,523,315	6,147,303	5,036,837	4,552,812
Additional Tier I Capital Securities	350,000	349,895	250,000	250,000
Total Additional Tier I Capital	350,000	349,895	250,000	250,000
Total Tier I Capital	6,873,315	6,497,198	5,286,837	4,802,812
<u>Tier II Capital</u>				
Subordinated obligations	1,199,662	1,199,459	1,199,470	1,199,153
Expected credit losses and regulatory reserves	560,485	468,411	425,185	352,172
Less: Regulatory adjustment - Investment in Tier II capital instruments	-	-	(130,000)	(130,000)
Total Tier II Capital	1,760,147	1,667,870	1,494,655	1,421,325
Total Capital	8,633,462	8,165,068	6,781,492	6,224,137

(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 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Credit risk	44,838,827	37,472,854	34,014,770	28,173,763
Market risk	560,041	316,648	559,800	316,525
Operational risk	3,768,311	3,556,380	2,892,670	2,677,121
Total RWA and capital requirements	49,167,179	41,345,882	37,467,240	31,167,409

A29 Capital Adequacy (Contd.)

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

	Alliance Islamic Bank Berhad			
	With transitional arrangements		Without transitional arrangements	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
<u>Before deducting proposed dividends</u>				
CET I capital ratio	12.938%	13.717%	12.287%	12.401%
Tier I capital ratio	13.785%	14.694%	13.134%	13.377%
Total capital ratio	16.049%	17.122%	15.398%	15.806%
<u>After deducting proposed dividends</u>				
CET I capital ratio	12.930%	13.715%	12.279%	12.399%
Tier I capital ratio	13.778%	14.692%	13.127%	13.375%
Total capital ratio	16.042%	17.120%	15.391%	15.804%

A30 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 include private equity investments.

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

(Incorporated in Malaysia)

A30 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 2024	<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	-	55,838	-	55,838
- Unquoted securities	-	1,427	277,973	279,400
Financial investments at FVOCI				
- Money market instruments	-	5,561,784	-	5,561,784
- Quoted securities in Malaysia	16	-	-	16
- Unquoted securities	-	4,485,511	-	4,485,511
Derivative financial assets	-	183,035	-	183,035
<u>Liabilities</u>				
Financial liabilities designated at FVTPL				
	-	1,928,111	-	1,928,111
Derivative financial liabilities	-	287,067	-	287,067
<u>BANK</u> 31 March 2024	<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	-	55,838	-	55,838
- Unquoted securities	-	1,427	277,973	279,400
Financial investments at FVOCI				
- Money market instruments	-	4,860,708	-	4,860,708
- Quoted securities in Malaysia	16	-	-	16
- Unquoted securities	-	3,367,678	-	3,367,678
Derivative financial assets	-	183,035	-	183,035
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss				
	-	1,928,111	-	1,928,111
Derivative financial liabilities	-	287,067	-	287,067

A30 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 2023	<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	-	5,177	-	5,177
- Unquoted securities	-	2,815	257,206	260,021
Financial investments at FVOCI				
- Money market instruments	-	4,286,174	-	4,286,174
- Quoted securities in Malaysia	14	-	-	14
- Unquoted securities	-	4,198,210	-	4,198,210
Derivative financial assets	-	221,141	-	221,141
<u>Liabilities</u>				
Financial liabilities designated at FVTPL				
	-	1,785,157	-	1,785,157
Derivative financial liabilities	-	366,140	-	366,140
<u>BANK</u> 31 March 2023	<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	-	5,177	-	5,177
- Unquoted securities	-	2,815	257,206	260,021
Financial investments at FVOCI				
- Money market instruments	-	3,496,600	-	3,496,600
- Quoted securities in Malaysia	14	-	-	14
- Unquoted securities	-	2,685,902	-	2,685,902
Derivative financial assets	-	223,637	-	223,637
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss				
	-	1,785,157	-	1,785,157
Derivative financial liabilities	-	366,165	-	366,165

A30 Fair Value Measurements (Contd.)

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

The table below outlines the reconciliation of movements in Level 3 financial instruments:

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
At beginning of financial year	257,206	245,842	257,206	171,488
Acquisition during the year	-	-	-	71,035
Disposal during the year	-	(3,319)	-	-
Total gains recognised in statements of income				
- Revaluation gain from financial assets at FVTPL	20,767	14,686	20,767	14,686
- Write-off	-	(3)	-	(3)
At end of financial year	<u>277,973</u>	<u>257,206</u>	<u>277,973</u>	<u>257,206</u>

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.

A31 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	
<u>GROUP</u>						
31 March 2024						
Derivative financial assets	183,035	-	183,035	(95,755)	(7,042)	80,238
<u>BANK</u>						
31 March 2024						
Derivative financial assets	183,035	-	183,035	(95,755)	(7,042)	80,238
<u>GROUP</u>						
31 March 2023						
Derivative financial assets	221,141	-	221,141	(166,688)	(26,015)	28,438
<u>BANK</u>						
31 March 2023						
Derivative financial assets	223,637	-	223,637	(166,688)	(26,015)	30,934

A31 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 set off in the statements of financial position 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 Financial instruments RM'000	Cash collateral pledged RM'000	Net amount RM'000
<u>GROUP</u>						
31 March 2024						
Derivative financial liabilities	287,067	-	287,067	(95,755)	(154,394)	36,918
<u>BANK</u>						
31 March 2024						
Derivative financial liabilities	287,067	-	287,067	(95,755)	(154,394)	36,918
<u>GROUP</u>						
31 March 2023						
Derivative financial liabilities	366,140	-	366,140	(166,688)	(158,626)	40,826
<u>BANK</u>						
31 March 2023						
Derivative financial liabilities	366,165	-	366,165	(166,688)	(158,626)	40,851

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.

A32 Credit Transactions And Exposures With Connected Parties

	<u>BANK</u> 31 March 2024 RM'000	31 March 2023 RM'000
Outstanding credit exposures with connected parties	<u>386,896</u>	<u>308,974</u>
of which:		
Total credit exposure which is impaired or in default	<u>-</u>	<u>141</u>
Total credit exposures	<u>65,570,062</u>	<u>54,822,012</u>
Percentage of outstanding credit exposures to connected parties		
- as a proportion of total credit exposures	<u>0.59%</u>	<u>0.56%</u>
- which is impaired or in default	<u>0.00%</u>	<u>0.00%</u>

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

	4th Quarter Ended 31 March 2024 RM'000	4th Quarter Ended 31 March 2023 RM'000	Changes %
Net income/revenue	516,169	468,609	10.1
Operating profit before allowance	266,988	227,631	17.3
Operating profit after allowance	230,829	169,027	36.6
Profit before taxation	230,844	169,038	36.6
Profit after taxation	177,742	130,166	36.6
Profit attributable to ordinary equity holders of the Bank	177,742	130,166	36.6
	Full Year Ended 31 March 2024 RM'000	Full Year Ended 31 March 2023 RM'000	Changes %
Net income/revenue	2,020,450	1,919,802	5.2
Operating profit before allowance	1,046,721	1,038,449	0.8
Operating profit after allowance	911,281	886,565	2.8
Profit before taxation	911,322	886,611	2.8
Profit after taxation	690,475	677,846	1.9
Profit attributable to ordinary equity holders of the Bank	690,475	677,846	1.9
	4th Quarter Ended 31 March 2024 RM'000	3rd Quarter Ended 31 December 2023 RM'000	Changes %
Net income/revenue	516,169	509,918	1.2
Operating profit before allowance	266,988	262,186	1.8
Operating profit after allowance	230,829	237,465	(2.8)
Profit before taxation	230,844	237,469	(2.8)
Profit after taxation	177,742	176,864	0.5
Profit attributable to ordinary equity holders of the Bank	177,742	176,864	0.5

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

BANK

	4th Quarter Ended 31 March 2024 RM'000	4th Quarter Ended 31 March 2023 RM'000	Changes %
Net income/revenue	424,048	356,548	18.9
Operating profit before allowance	226,969	163,665	38.7
Operating profit after allowance	194,372	128,115	51.7
Profit before taxation	194,372	128,115	51.7
Profit after taxation	158,713	98,702	60.8
Profit attributable to ordinary equity holders of the Bank	158,713	98,702	60.8
	Full Year Ended 31 March 2024 RM'000	Full Year Ended 31 March 2023 RM'000	Changes %
Net income/revenue	1,637,496	1,519,482	7.8
Operating profit before allowance	859,562	822,815	4.5
Operating profit after allowance	762,484	740,230	3.0
Profit before taxation	762,484	740,230	3.0
Profit after taxation	598,943	587,693	1.9
Profit attributable to ordinary equity holders of the Bank	598,943	587,693	1.9
	4th Quarter Ended 31 March 2024 RM'000	3rd Quarter Ended 31 December 2023 RM'000	Changes %
Net income/revenue	424,048	391,542	8.3
Operating profit before allowance	226,969	194,130	16.9
Operating profit after allowance	194,372	177,246	9.7
Profit before taxation	194,372	177,246	9.7
Profit after taxation	158,713	132,140	20.1
Profit attributable to ordinary equity holders of the Bank	158,713	132,140	20.1

B2 Review Of Performance

(a) Business Review for the Financial Year ended 31 March 2024

Profitability

The Group recorded a net profit after taxation of RM690.5 million for the financial year ended on 31 March 2024, marking a year-on-year (“YoY”) increase of RM12.6 million or 1.9%. This growth was primarily driven by the elevated revenue and a reduction in allowances for expected credit losses.

Net interest income saw a significant improvement, rising by RM67.5 million or 4.1% YoY, predominantly attributed to heightened loan growth and an increase in the Overnight Policy Rate (“OPR”). The net interest margin (“NIM”) reached 2.48%.

Loan Growth

The implementation of the ACCELER8 strategic plan facilitated a notable expansion in the Group’s loans, advances, and financing, which surged by 13.6% YoY to reach RM55.7 billion. This growth was predominantly propelled by advancements across all business lines.

Other Operating Income

The Group reported other operating income of RM300.3 million, marking an increase of RM33.2 million or 12.4% YoY. This growth primarily stemmed from higher wealth management and Banca fee income, as well as increased revenue from FX sales, processing fees, and trade fees.

Operating Expenses

Operating expenses saw a rise of RM92.4 million or 10.5% YoY, resulting in a cost-to-income ratio (“CIR”) of 48.2%. The Group remains committed to prudent cost management throughout the financial year.

Asset Quality

The Group's allowance for expected credit losses on loans, advances, financing, and other financial assets posted a net charge of RM135.4 million, marking a decrease of RM16.4 million YoY. The net credit cost stood at 25.8 basis points, while the loan loss coverage, including regulatory reserves, reached 113.8%.

The Group will maintain a prudent approach by implementing the credit risk framework across all business lines. This involves stratifying customers based on the risk profiles and prioritizing customer interactions accordingly. Additionally, the Group will focus on controlling credit costs through the refinement of credit policies, tightening credit underwriting standards, and intensifying collection efforts.

Healthy Funding and Liquidity Position

The Group’s current/savings account (“CASA”) ratio was recorded at 41.6%, with customer-based funding totaling RM59.7 billion. Our funding strategy has enabled the Group to maintain robust liquidity coverage and loans-to-funds ratios, which stood at 156.8% and 87.0%, respectively.

B2 Review Of Performance (Contd.)

(a) Business Review for the Financial Year ended 31 March 2024 (contd.)

Proactive Capital Management

We continued to maintain a robust capital position with the Common Equity Tier-1 (“CET 1”) ratio at 12.9%, the Tier-1 Capital Ratio at 13.6%, and the Total Capital Ratio at 17.2%, all comfortably surpassing regulatory thresholds.

For the financial year ended 31 March 2024, the Group declared a second interim dividend of 11.45 sen per share.

(b) Performance by Business Segment and Subsidiary

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

In the Consumer Banking segment, profit before tax amounted to RM148.6 million, reflecting a decrease of RM7.9 million YoY. Net income saw a modest increase of RM2.3 million or 0.4% to RM655.6 million, driven primarily by a rise in other operating income of RM22.5 million, partially offset by a decrease in net interest income by RM20.2 million. Operating expenses increased by RM52.2 million or 12.1%, while the allowance for expected credit losses improved by RM41.9 million. Segment assets were recorded at RM28.8 billion.

For the Business Banking segment, comprising corporate, commercial, and SME banking, profit before tax rose to RM497.5 million, marking an increase of RM19.7 million or 4.1% YoY. Net income surged by RM98.1 million or 10.8% to RM1.0 billion, driven by higher net interest income by RM59.9 million and higher other operating income by RM38.1 million. Operating expenses increased by RM51.3 million or 15.0%, while the allowance for expected credit losses rose by RM27.1 million. Segment assets were recorded at RM29.0 billion.

In the Financial Markets segment, profit before tax reached RM289.6 million, up by RM7.4 million or 2.6% YoY. Net income increased by RM9.3 million or 2.8%, primarily due to higher net interest income by RM32.8 million, partially offset by lower other operating income by RM23.6 million. Operating expenses rose by RM1.3 million or 3.0%. Segment assets recorded at RM19.1 billion.

The Islamic Banking segment, which includes consumer banking, business banking, and financial markets, recorded a net profit after taxation of RM161.8 million, down by RM0.4 million or 0.3% YoY. Net income decreased by RM3.1 million or 0.7%. Net profit income declined by RM9.7 million, while other operating income increased by RM6.5 million. Operating expenses increased by RM23.1 million or 14.8%. The allowance for expected credit losses improved by RM30.2 million. Total assets stood at RM17.8 billion.

Current Quarter against Previous Year Corresponding Quarter (4QFY2024 vs 4QFY2023)

The Group's profit after taxation for the quarter amounted to RM177.7 million, marking an increase of RM47.6 million or 36.6% compared to the same quarter of the previous year. This growth was primarily driven by higher revenue and a reduction in allowances for expected credit losses.

Key Quarter-on-Quarter Performance Highlights

- Net interest income recorded at RM446.7 million, up by RM45.5 million or 11.3%, primarily attributed to increased loan growth and the rise in the OPR.
- NIM stood at 2.45% (4QFY2023: 2.52%).
- Other operating income increased by RM2.1 million or 3.1%, mainly due to higher wealth management and Banca fee income, FX sales, trade fees, and processing fees offset by lower treasury and investment income.
- Operating expenses rose by RM8.2 million or 3.4%, mainly driven by higher personnel and establishment costs.
- Net credit cost was at 6.5 basis points (4QFY2023: 11.9 basis points).

ALLIANCE BANK MALAYSIA BERHAD

198201008390 (88103-W)

(Incorporated in Malaysia)

B3 Comparison with Immediate Preceding Quarter (4QFY2024 vs 3QFY2024)

Compared to the immediate preceding quarter, the Group's profit after taxation for the quarter stood at RM177.7 million, showing a slight decrease of RM0.9 million or 0.5%, primarily attributed to higher other operating expenses and allowances for expected credit losses

Key Quarter-on-Quarter Performance Highlights

- Net interest income recorded at RM446.7 million, marking an increase of RM4.4 million or 1.0%, mainly due to higher loan growth.
- NIM was recorded at 2.45% (3QFY2024: 2.49%).
- Other operating income increased by RM1.9 million or 2.8%, primarily driven by higher treasury and investment income, as well as wealth management income.
- Operating expenses rose by RM1.5 million or 0.6%, mainly stemming from higher establishment and personnel costs.
- Net credit cost was at 6.5 basis points (3QFY2024: 4.6 basis points).

B4 Economic and Business Outlook for Next Financial Year

For 2024, Bank Negara Malaysia ("BNM") projects Malaysia's gross domestic product ("GDP") growth to range between 4% and 5%, an improvement from the 3.7% growth observed in the preceding year.

We anticipate Malaysia's economic advancement will be bolstered by sustained domestic demand, propelled by ongoing enhancements in labour market conditions and renewed governmental efforts to stimulate growth. However, we are cognisant of the uneven nature of the overall recovery, with certain sectors experiencing continued strain. Furthermore, we maintain a cautious stance regarding potential downside risks to growth stemming from external uncertainties, such as escalating geopolitical tensions.

Looking ahead to FY2025, the Group anticipates maintaining its positive financial performance and remains committed to realising growth objectives under ACCELER8. In FY2025, our focus areas include:

- i. Continuing momentum in customer acquisition through the expansion of new-to-bank acquisition channels, leveraging digital platforms, strategic partnerships, increased productivity, and branch enhancements;
- ii. Deepening client wallet share post-customer acquisition by enhancing product and channel offerings for key target segments and sectors in both Consumer and Business Banking, with the aim of driving fee income. Additionally, we will seek to maximise cross-business unit collaboration to provide more comprehensive customer service; and
- iii. Strengthening Islamic banking propositions to drive incremental growth, with a focus on scaling up differentiated Islamic banking solutions such as Halal-in-One to accelerate expansion.

With a focus on prudent loan growth above industry averages, robust credit risk management practices, enhancement of deposit/CASA propositions, and continued investments in technology, the Group aims to further expand its market share in FY2025.

B5 Profit Forecast

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

B6 Taxation and Zakat

	4th Quarter Ended		Financial Year Ended	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
<u>GROUP</u>				
- Income tax	73,996	41,413	261,436	216,647
- Deferred tax	(16,443)	1,933	(36,686)	6,075
- Over provision for taxation in prior financial year	(4,731)	(4,474)	(4,183)	(13,957)
	<u>52,822</u>	<u>38,872</u>	<u>220,567</u>	<u>208,765</u>
- Zakat	280	-	280	-
	<u>53,102</u>	<u>38,872</u>	<u>220,847</u>	<u>208,765</u>
<u>BANK</u>				
- Income tax	49,645	27,909	195,880	159,569
- Deferred tax	(9,929)	5,480	(28,282)	5,516
- Over provision for taxation in prior financial year	(4,057)	(3,976)	(4,057)	(12,548)
	<u>35,659</u>	<u>29,413</u>	<u>163,541</u>	<u>152,537</u>

The Group's effective tax rate for the current financial year ended 31 March 2024 was higher than the current statutory tax rate of 24% mainly due to the expenses not deductible for tax purposes.

B7 Status of Corporate Proposals

There was no corporate proposal announced but not completed as at financial report date.

B8 Deposits from Customers, Deposits and Placements of Banks and Other Financial Institutions and Debts Securities

	<u>GROUP</u>		<u>BANK</u>	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
(a) Deposits from customers				
Fixed deposits, negotiable instruments of deposits and money market deposits:				
- One year or less (short term)	33,246,199	29,247,596	23,602,933	20,239,735
- More than one year (medium/long term)	286,909	306,736	28,143	49,285
	33,533,108	29,554,332	23,631,076	20,289,020
Others	23,864,387	21,294,698	18,895,393	16,607,333
	57,397,495	50,849,030	42,526,469	36,896,353
(b) Deposits and placements of banks and other financial institutions				
- One year or less (short term)	687,065	426,719	676,561	412,116
- More than one year (medium/long term)	1,367,992	1,292,565	1,189,433	1,124,086
	2,055,057	1,719,284	1,865,994	1,536,202
(c) Subordinated obligations				
Tier II Subordinated Medium Term Notes (unsecured)				
- More than one year (medium/long term)	1,219,416	1,219,088	1,219,224	1,218,781
Additional Tier 1 Capital Securities (unsecured)				
- One year or less (short term)	-	200,335	-	100,391
- More than one year (medium/long term)	352,502	152,079	252,460	152,079
	1,571,918	1,571,502	1,471,684	1,471,252

B9 Derivative Financial Assets/(Liabilities)

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

GROUP	As at 31 March 2024			As at 31 March 2023		
	Fair value			Fair value		
	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000
Trading derivatives						
Foreign exchange contracts						
Currency forwards	4,932,844	70,605	(11,415)	4,217,222	35,688	(28,884)
- one year or less	4,361,350	55,115	(11,370)	3,557,478	35,488	(11,251)
- over one year to three years	495,914	14,452	(25)	461,159	200	(9,846)
- over three years	75,580	1,038	(20)	198,585	-	(7,787)
Currency swaps	11,466,692	40,603	(117,437)	11,811,185	88,267	(130,163)
- one year or less	10,930,264	40,597	(88,562)	11,138,010	79,857	(114,690)
- over one year to three years	491,525	6	(28,100)	490,160	2,378	(15,473)
- over three years	44,903	-	(775)	183,015	6,032	-
Currency spots						
- one year or less	291,108	320	(284)	408,652	572	(588)
Currency options						
- one year or less	722,091	1,397	(519)	606,114	1,022	(247)
	17,412,735	112,925	(129,655)	17,043,173	125,549	(159,882)
Interest rate related contracts						
Interest rate swaps	18,127,653	69,121	(120,690)	8,972,895	94,962	(120,208)
- one year or less	1,633,954	10,782	(4,973)	2,312,715	11,340	(2,089)
- over one year to three years	6,177,524	31,758	(29,413)	2,532,107	55,819	(31,022)
- over three years	10,316,175	26,581	(86,304)	4,128,073	27,803	(87,097)
Equity related contracts	453,389	989	(36,722)	458,916	605	(59,346)
- one year or less	311,349	910	(33,195)	340,226	178	(51,624)
- over one year to three years	142,040	79	(3,527)	118,690	427	(7,722)
Hedging derivatives						
Interest rate related contracts						
Interest rate swaps						
- over three years	-	-	-	2,721,000	25	(26,704)
Total derivatives assets/(liabilities)	35,993,777	183,035	(287,067)	29,195,984	221,141	(366,140)

B9 Derivative Financial Assets/(Liabilities) (Contd.)

Derivative financial instruments measured at fair value together with their corresponding contract/notional amounts: (contd.)

	As at 31 March 2024			As at 31 March 2023		
	Fair value			Fair value		
	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000
BANK						
Trading derivatives						
Foreign exchange contracts						
Currency forwards	4,932,844	70,605	(11,415)	4,217,222	35,688	(28,884)
- one year or less	4,361,350	55,115	(11,370)	3,557,478	35,488	(11,251)
- over one year to three years	495,914	14,452	(25)	461,159	200	(9,846)
- over three years	75,580	1,038	(20)	198,585	-	(7,787)
Currency swaps	11,466,692	40,603	(117,437)	11,811,185	88,267	(130,163)
- one year or less	10,930,264	40,597	(88,562)	11,138,010	79,857	(114,690)
- over one year to three years	491,525	6	(28,100)	490,160	2,378	(15,473)
- over three years	44,903	-	(775)	183,015	6,032	-
Currency spots						
- one year or less	291,108	320	(284)	408,652	572	(588)
Currency options						
- one year or less	722,091	1,397	(519)	606,114	1,022	(247)
Interest rate related contracts	17,412,735	112,925	(129,655)	17,043,173	125,549	(159,882)
Interest rate swaps	18,127,653	69,121	(120,690)	9,568,895	97,483	(122,729)
- one year or less	1,633,954	10,782	(4,973)	2,312,715	11,340	(2,089)
- over one year to three years	6,177,524	31,758	(29,413)	2,532,107	55,819	(31,022)
- over three years	10,316,175	26,581	(86,304)	4,724,073	30,324	(89,618)
Equity related contracts	453,389	989	(36,722)	458,916	605	(59,346)
- one year or less	311,349	910	(33,195)	340,226	178	(51,624)
- over one year to three years	142,040	79	(3,527)	118,690	427	(7,722)
Hedging derivatives						
Interest rate related contracts						
Interest rate swaps						
- over three years	-	-	-	2,423,000	-	(24,208)
Total derivatives assets/(liabilities)	35,993,777	183,035	(287,067)	29,493,984	223,637	(366,165)

(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 Group's borrowers or counterparties to fulfil their contractual obligations to repay their loans or 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 2024, the amount of credit risk in the Group and the Bank, measured in terms of the cost to replace the profitable contracts, were RM183,035,000 (31 March 2023: RM221,141,000 and RM223,637,000 respectively). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

B9 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, loss limits, sensitivity limits and valuation via daily mark-to-market, where available.

Liquidity Risk

Liquidity risk is the inability of the Group and the Bank to meet financial commitments when due.

The Group's and the Bank's liquidity risk profile are managed using liquidity risk management strategies set in the 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 and the Bank 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 March 2024, the Group and the Bank had posted cash collateral of RM154,394,000 (31 March 2023: RM158,626,000) 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 investment income.

- (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.

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

(Incorporated in Malaysia)

B9 Derivative Financial Assets/(Liabilities) (Contd.)(iv) There have been no changes since the end of the previous financial year in respect of the following: (contd.)

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 2023.

B10 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 year ended 31 March 2024.

B11 Dividend Declared

- (a) The Board of Directors has declared a second interim dividend of 11.45 sen per share on 1,548,105,929 ordinary shares amounting to approximately RM177,258,000 in respect of financial year ended 31 March 2024, to be paid on 28 June 2024 to shareholders registered in the Record of Depositors at the close of business on 18 June 2024. The Directors do not propose any final dividend in respect of the financial year ended 31 March 2024.
- (b) The total dividend declared for the current financial year ended 31 March 2024 is 22.30 sen (31 March 2023: 22.00 sen).

B12 Earnings Per Share**(a) Basic**

Basic earnings per share is calculated by dividing profit for the financial period 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	31 March	31 March	31 March
	2024	2023	2024	2023
<u>GROUP</u>				
Net profit for the financial period attributable to equity holders of the Bank (RM'000)	177,742	130,166	690,475	677,846
Weighted average numbers of ordinary shares in issue ('000)	1,548,106	1,548,106	1,548,106	1,548,106
Basic earnings per share (sen)	11.5	8.4	44.6	43.8

B12 Earnings Per Share (Contd.)

(a) Basic (contd.)

Basic earnings per share is calculated by dividing profit for the financial period attributable to equity holders of the Bank by the weighted average number of ordinary shares in issue during the financial period. (contd.)

	4th Quarter Ended		Financial Year Ended	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
<u>BANK</u>				
Net profit for the financial period/year attributable to equity holders of the Bank (RM'000)	158,713	98,702	598,943	587,693
Weighted average numbers of ordinary shares in issue ('000)	1,548,106	1,548,106	1,548,106	1,548,106
Basic earnings per share (sen)	10.3	6.4	38.7	38.0

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the financial period attributable to equity holders of the Bank and the weighted average number of ordinary shares in issue during the financial period 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 2024 and 31 March 2023 respectively. As a result, the dilutive earnings per share was equal to basic earnings per share for the financial period ended 31 March 2024 and 31 March 2023.

By Order of the Board

LEE WEI YEN (MAICSA 7001798) (SSM PC No. 202008002080)
Group Company Secretary
Kuala Lumpur
30 May 2024