

BIMB Holdings Berhad (423858-X)
(Incorporated in Malaysia)
and its subsidiaries
Unaudited Interim Financial Statements

**Condensed Consolidated Statement of Financial Position as at
30 June 2017**

	Note	Group As at		Company As at	
		30.06.2017 RM'000	31.12.2016 RM'000	30.06.2017 RM'000	31.12.2016 RM'000
Assets					
Cash and short-term funds	8	1,900,615	4,502,270	202,069	205,318
Deposits and placements with financial institutions	9	1,302,757	1,153,138	-	-
Financial assets held-for-trading	10	772,309	777,610	-	-
Derivative financial assets	11	26,284	124,572	-	-
Financial assets available-for-sale	12	14,231,089	13,755,389	171,851	135,406
Financial assets held-to-maturity	13	524,747	631,086	-	-
Financing, advances and others	14	40,503,504	39,189,274	-	-
Other assets	15	256,223	444,761	2,009	2,333
Takaful assets	16	680,283	638,199	-	-
Statutory deposits with Bank Negara Malaysia		1,180,244	1,374,876	-	-
Current tax assets		2,317	8,430	23	23
Deferred tax assets		56,766	70,435	10	10
Investments in subsidiaries		-	-	5,100,068	4,965,901
Property and equipment		402,445	417,014	447	571
Investment properties		13,966	14,126	-	-
Intangible assets		37,814	43,947	-	-
Total assets		61,891,363	63,145,127	5,476,477	5,309,562

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**Condensed Consolidated Statement of Financial Position as at
30 June 2017 (continued)**

	Note	Group As at		Company As at	
		30.06.2017 RM'000	31.12.2016 RM'000	30.06.2017 RM'000	31.12.2016 RM'000
Liabilities and equity					
Deposits from customers	17	42,317,807	45,491,753	-	-
Investment accounts of customers	18	5,026,190	3,573,871	-	-
Deposits and placements of banks and other financial institutions	19	100,000	30,000	-	-
Derivative financial liabilities	11	30,712	111,089	-	-
Bills and acceptances payable		95,750	46,278	-	-
Other liabilities	20	751,164	1,105,942	1,681	210,137
Takaful liabilities	21	6,849,481	6,639,096	-	-
Sukuk liabilities	22	1,919,932	1,881,751	1,265,774	1,227,494
Zakat and taxation		57,782	48,210	100	-
Total liabilities		57,148,818	58,927,990	1,267,555	1,437,631
Equity					
Share capital		1,637,741	1,588,680	1,637,741	1,588,680
Reserves		2,763,825	2,294,172	2,571,181	2,283,251
Equity attributable to owners of the Company		4,401,566	3,882,852	4,208,922	3,871,931
Non-controlling interests		340,979	334,285	-	-
Total equity		4,742,545	4,217,137	4,208,922	3,871,931
Total liabilities and equity		61,891,363	63,145,127	5,476,477	5,309,562
Restricted investment accounts managed by Bank Islam					
	18	141,512	141,343	-	-
Total Islamic banking asset		62,032,875	63,286,470	5,476,477	5,309,562
Commitments and contingencies					
	38	14,039,677	13,704,559	-	-
Net assets per share attributable to owners of the Company (RM)					
		2.69	2.44	2.57	2.44

The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2016.

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**Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income for the six months ended 30 June 2017**

Group	Note	Quarter		Year-to-date	
		3 months ended	3 months ended	6 months ended	6 months ended
		30.06.2017	30.06.2016	30.06.2017	30.06.2016
		RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds	24	605,820	587,512	1,170,366	1,178,873
Income derived from investment account funds	25	63,175	16,747	115,594	26,174
Income derived from investment of shareholders' funds	26	100,786	109,169	204,060	218,669
Net income from Takaful business	27	172,121	167,671	370,806	347,195
Allowance for impairment on financing and advances	28	(24,813)	(31,211)	(33,596)	(65,822)
Reversal of/(Allowance for) impairment on investments		-	55	-	(255)
(Allowance for)/Reversal of impairment on other assets		(243)	864	(243)	864
Direct expenses		(4,612)	(4,882)	(9,854)	(10,650)
Total distributable income		912,234	845,925	1,817,133	1,695,048
Wakalah performance incentive fees from restricted investment accounts		1,289	1,343	2,001	2,345
Income attributable to depositors	29	(276,334)	(262,008)	(547,713)	(538,346)
Income attributable to investment account holders	30	(26,836)	(1,020)	(47,718)	(1,193)
Total net income		610,353	584,240	1,223,703	1,157,854
Personnel expenses	31	(187,606)	(170,172)	(350,398)	(333,677)
Other overhead expenses	32	(179,292)	(160,211)	(355,498)	(329,518)
Finance cost		243,455	253,857	517,807	494,659
		(28,226)	(28,173)	(56,379)	(56,453)
Profit before zakat and tax		215,229	225,684	461,428	438,206
Zakat		(2,521)	(2,497)	(5,132)	(4,960)
Tax expense	B5	(59,182)	(60,862)	(128,873)	(117,492)
Profit for the period		153,526	162,325	327,423	315,754
Attributable to:					
Owners of the Company		135,667	143,712	286,769	278,966
Non-controlling interests		17,859	18,613	40,654	36,788
Profit for the period		153,526	162,325	327,423	315,754
Earnings per share (sen)	B12	8.28	9.05	17.60	17.62

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**Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income for the six months ended 30 June 2017 (continued)**

Group	Quarter		Year-to-date	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Profit for the period	153,526	162,325	327,423	315,754
Other comprehensive income, net of tax				
Items that will not be reclassified				
subsequently to profit or loss:				
Remeasurement of defined benefit liabilities	-	450	-	979
Items that may be reclassified				
subsequently to profit or loss:				
Currency translation differences in respect of foreign operations	13,861	(10,468)	22,006	27,325
Fair value reserve:				
Net change in fair value	26,321	24,037	40,862	115,227
Net amount transferred to profit or loss	(2,165)	(19,667)	(3,856)	(33,300)
Income tax credit relating to components of other comprehensive income	(5,558)	(742)	(8,051)	(18,648)
Other comprehensive income for the period, net of tax	32,459	(6,390)	50,961	91,583
Total comprehensive income for the period	185,985	155,935	378,384	407,337
Total comprehensive income attributable to:				
Owners of the Company	167,276	134,845	334,900	368,392
Non-controlling interests	18,709	21,090	43,484	38,945
Total comprehensive income for the period	185,985	155,935	378,384	407,337

The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2016.

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**Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income for the six months ended 30 June 2017 (continued)**

Company	Note	Quarter		Year-to-date	
		30.06.2017	30.06.2016	30.06.2017	30.06.2016
		RM'000	RM'000	RM'000	RM'000
Income derived from investment of shareholders' funds / Total distributable income / Total net income	26	137,534	133,548	199,476	171,838
Personnel expenses	31	(2,430)	(2,197)	(4,534)	(5,003)
Other overhead expenses	32	(1,344)	(876)	(2,527)	(2,119)
		133,760	130,475	192,415	164,716
Finance cost		(19,139)	(18,387)	(38,279)	(36,774)
Profit before zakat and tax		114,621	112,088	154,136	127,942
Tax expense	B5	(504)	(275)	(1,110)	(550)
Profit for the period		114,117	111,813	153,026	127,392
Attributable to:					
Owners of the Company		114,117	111,813	153,026	127,392
Profit for the period		114,117	111,813	153,026	127,392

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**Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income for the six months ended 30 June 2017 (continued)**

Company	Quarter		Year-to-date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Profit for the period	114,117	111,813	153,026	127,392
Other comprehensive income, net of tax Items that may be reclassified subsequently to profit or loss:				
Fair value reserve:				
Net change in fair value	(87)	175	31	376
Net amount transferred to profit or loss	-	(335)	(45)	(438)
Other comprehensive income for the period, net of tax	(87)	(160)	(14)	(62)
Total comprehensive income for the period	114,030	111,653	153,012	127,330
Total comprehensive income attributable to:				
Owners of the Company	114,030	111,653	153,012	127,330
Total comprehensive income for the period	114,030	111,653	153,012	127,330

The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2016.

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Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2017

Group	← Attributable to owners of the Company →				Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Non-distributable Share premium RM'000	Other reserves RM'000	Distributable Retained earnings RM'000			
At 1 January 2016	1,542,210	1,991,615	(206,949)	86,782	3,413,658	282,068	3,695,726
Profit for the period	-	-	-	278,966	278,966	36,788	315,754
Other comprehensive income							
Remeasurement of defined benefit liabilities	-	-	-	411	411	568	979
Currency translation differences in respect of foreign operations	-	-	27,719	-	27,719	(394)	27,325
Fair value reserve:							
Net change in fair value	-	-	113,376	-	113,376	1,851	115,227
Net amount reclassified to profit or loss	-	-	(33,432)	-	(33,432)	132	(33,300)
Income tax credit relating to components of other comprehensive income	-	-	(18,648)	-	(18,648)	-	(18,648)
Total comprehensive income for the period	-	-	89,015	279,377	368,392	38,945	407,337
Transfer to statutory reserve	-	-	131,333	(131,333)	-	-	-
Dividends paid to non-controlling interest	-	-	-	-	-	(23,835)	(23,835)
Issue of shares pursuant to Dividend Reinvestment Plan	46,469	110,993	-	-	157,462	-	157,462
Share-based payment transactions	-	-	1,864	-	1,864	1,247	3,111
Long Term Incentive Plan exercised	-	-	(3,190)	-	(3,190)	3,190	-
At 30 June 2016	1,588,679	2,102,608	12,073	234,826	3,938,186	301,615	4,239,801

Note 23

The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2016.

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Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2017 (continued)

Group	← Attributable to owners of the Company →				Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Non-distributable Share premium RM'000	Other reserves RM'000	Distributable Retained earnings RM'000			
At 1 January 2017	1,588,680	2,102,611	(115,791)	307,352	3,882,852	334,285	4,217,137
Profit for the period	-	-	-	286,769	286,769	40,654	327,423
Other comprehensive income							
Remeasurement of defined benefit liabilities	-	-	-	-	-	-	-
Currency translation differences in respect of foreign operations	-	-	20,688	-	20,688	1,318	22,006
Fair value reserve:							
Net change in fair value	-	-	38,621	-	38,621	2,241	40,862
Net amount reclassified to profit or loss	-	-	(3,127)	-	(3,127)	(729)	(3,856)
Income tax credit relating to components of other comprehensive income	-	-	(8,051)	-	(8,051)	-	(8,051)
Total comprehensive income for the period	-	-	48,131	286,769	334,900	43,484	378,384
Transfer of reserve fund to retained earnings	-	-	(1,124,774)	1,124,774	-	-	-
Dividends paid to non-controlling interest	-	-	-	-	-	(39,528)	(39,528)
Issue of shares pursuant to Dividend Reinvestment Plan	49,061	134,918	-	-	183,979	-	183,979
Share-based payment transactions	-	-	1,537	-	1,537	1,036	2,573
Long Term Incentive Plan exercised	-	-	(1,702)	-	(1,702)	1,702	-
At 30 June 2017	1,637,741	2,237,529	(1,192,599)	1,718,895	4,401,566	340,979	4,742,545

Note 23

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Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2017 (continued)

Company	← Attributable to owners of the Company →					
	Share capital RM'000	← Non-distributable →			Distributable	
		Share premium RM'000	Warrant reserves RM'000	Fair value reserves RM'000	Retained earnings RM'000	Total equity RM'000
At 1 January 2016	1,542,210	1,991,615	129,300	64	38,417	3,701,606
Profit for the period	-	-	-	-	127,392	127,392
Other comprehensive income						
Fair value reserve:						
Net change in fair value	-	-	-	376	-	376
Net amount reclassified to profit or loss	-	-	-	(438)	-	(438)
Total comprehensive income for the period	-	-	-	(62)	127,392	127,330
Issue of shares pursuant to Dividend Reinvestment Plan	46,469	110,993	-	-	-	157,462
At 30 June 2016	1,588,679	2,102,608	129,300	2	165,809	3,986,398
At 1 January 2017	1,588,680	2,102,611	129,300	81	51,259	3,871,931
Profit for the period	-	-	-	-	153,026	153,026
Other comprehensive income						
Fair value reserve:						
Net change in fair value	-	-	-	31	-	31
Net amount reclassified to profit or loss	-	-	-	(45)	-	(45)
Total comprehensive income for the period	-	-	-	(14)	153,026	153,012
Issue of shares pursuant to Dividend Reinvestment Plan	49,061	134,918	-	-	-	183,979
At 30 June 2017	1,637,741	2,237,529	129,300	67	204,285	4,208,922

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**Condensed Consolidated Statement of Cash Flows for the six months ended
30 June 2017**

	Group		Company	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities				
Profit before zakat and tax	461,428	438,206	154,136	127,942
Adjustments for:				
Depreciation of property and equipment	35,704	35,858	158	254
Depreciation of investment property	148	147	-	-
Loss on disposal of property and equipment	3	490	-	-
Property and equipment written off	-	8	-	-
Collective assessment allowance	57,446	80,358	-	-
Individual assessment allowance	10,461	36,982	-	-
Allowance for/(Reversal of) impairment on other assets	243	(864)	-	-
Allowance for impairment on financial assets available-for-sale	-	255	-	-
Net loss/(gain) on sale of financial assets held-for-trading	3,871	(4,472)	-	-
Net gain on sale of financial assets available-for-sale	(2,281)	(33,256)	-	-
Net gain on sale of financial assets held-to-maturity	(31,551)	-	-	-
Fair value gain on financial assets held-for-trading	(3,353)	(15,535)	-	-
Net derivative loss	858	5,308	-	-
Dividends from securities	(3,676)	(3,854)	(2,495)	(438)
Dividends from subsidiaries	-	-	(193,153)	(166,863)
Reversal of allowance for doubtful debts	-	(2)	-	-
Change in actuarial reserves/ unearned contributions reserve	2,281	1,288	-	-
Equity settled share-based payment	2,573	3,111	-	-
Amortisation of intangible assets	6,133	6,132	-	-
Finance cost	56,379	56,453	38,279	36,774
Operating profit/(loss) before working capital changes	596,667	606,613	(3,075)	(2,331)

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**Condensed Consolidated Statement of Cash Flows for the six months ended
30 June 2017 (continued)**

	Group		Company	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Operating profit/(loss) before working capital changes	596,667	606,613	(3,075)	(2,331)
Changes in working capital:				
Deposits and placements of banks and other financial institutions	70,000	1,439,961	-	-
Financing of customers	(1,382,137)	(2,155,032)	-	-
Statutory deposits with Bank Negara Malaysia	194,632	244,470	-	-
Other assets	242,169	431,121	156	110
Deposits from customers	(3,173,946)	(4,293,962)	-	-
Investment accounts of customers	1,452,319	2,321,298	-	-
Other liabilities	(9,997)	(280,158)	(1,927)	(1,105)
Bills and acceptances payable	49,472	216,758	-	-
Cash used in operations	(1,960,821)	(1,468,931)	(4,846)	(3,326)
Zakat paid	(13,443)	(3,227)	-	-
Tax paid	(108,406)	(93,349)	(1,010)	(458)
Tax refund	45	6,808	-	-
Net cash used in operating activities	(2,082,625)	(1,558,699)	(5,856)	(3,784)
Cash flows from investing activities				
Net proceeds from (purchase)/disposal of securities	(291,245)	1,113,779	(33,795)	-
Purchase of property and equipment	(21,485)	(21,834)	(34)	(4)
Proceeds from disposal of property and equipment	100	258	-	-
Dividends from subsidiaries	-	-	193,153	166,863
Dividends from securities	1,181	3,416	-	-
Subscription of ordinary shares pursuant to Dividend Reinvestment Plan	-	-	(134,167)	(64,874)
Net cash (used in)/generated from investing activities	(311,449)	1,095,619	25,157	101,985

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**Condensed Consolidated Statement of Cash Flows for the six months ended
30 June 2017 (continued)**

	Group		Company	
	6 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Cash flows from financing activities				
Dividends paid	(22,550)	(30,688)	(22,550)	(30,688)
Dividends paid to non-controlling interest	(39,528)	(23,835)	-	-
Payment of coupon on Sukuk	(18,198)	(19,679)	-	-
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Net cash used in financing activities	(80,276)	(74,202)	(22,550)	(30,688)
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Net (decrease)/increase in cash and cash equivalents	(2,474,350)	(537,282)	(3,249)	67,513
Cash and cash equivalents at beginning of the period	5,655,408	4,280,835	205,318	214,354
Foreign exchange differences	22,314	27,932	-	-
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Cash and cash equivalents at end of the period	3,203,372	3,771,485	202,069	281,867
	=====	=====	=====	=====
Cash and cash equivalents comprise:				
Cash and short-term funds	1,900,615	2,805,950	202,069	281,867
Deposits and placements with financial institutions	1,302,757	965,535	-	-
	-----	-----	-----	-----
	3,203,372	3,771,485	202,069	281,867
	=====	=====	=====	=====

The Unaudited Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2016.

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Explanatory Notes to the Financial Statements for the six months ended 30 June 2017

1. Basis of preparation

BIMB Holdings Berhad ("BHB") is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements of the Group for the six months ended 30 June 2017 comprise that of the Company and its subsidiaries (together referred to as the Group).

These unaudited interim financial statements were approved for issue by the Board of Directors.

These unaudited interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, MFRS 134: *Interim Financial Reporting* in Malaysia issued by Malaysian Accounting Standards Board ("MASB"), Financial Reporting for Islamic Banking Institution policy issued by Bank Negara Malaysia ("BNM"), the provisions of the Companies Act, 2016 and Shariah requirements.

The unaudited interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016. The explanatory notes attached to the unaudited 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 since the financial year ended 31 December 2016.

The audited financial statements of the Group for the financial year ended 31 December 2016, are available upon request from the Company's registered office at 31st Floor, Menara Bank Islam, No. 22 Jalan Perak, 50450 Kuala Lumpur.

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1. Basis of preparation (continued)

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the recent audited financial statements for the financial year ended 31 December 2016, except for the adoption of the following Malaysian Financial Reporting Standards ("MFRS") and amendments to MFRSs which came into effect 1 January 2017:

- Amendments to MFRS 12, *Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 107, *Statement of Cash Flows – Disclosure Initiative*
- Amendments to MFRS 112, *Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses*

The adoption of the new standards, amendments to published standards and interpretations are not expected to have impact on the financial results of the Group and the Company.

Companies Act 2016

The new Companies Act 2016 ("New Act") has been implemented effective from 31 January 2017. With the implementation of the New Act, the Companies Act 1965 is now repealed.

The unaudited condensed interim financial statements of the Group is prepared in accordance with the requirements of the New Act. Amongst the key changes introduced in the New Act are:

- (a) the removal of the authorised share capital;
- (b) the ordinary shares will cease to have par or nominal value; and
- (c) the share premium will become part of the share capital.

Notwithstanding the changes introduced, the Company has not adopted the above said changes as the Company has up to 24 months from the commencement of the New Act to effect the above said changes.

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1. Basis of preparation (continued)

Revised Policy Document on Capital Funds and Capital Funds for Islamic Banks issued by Bank Negara Malaysia ("BNM")

On 3 May 2017, BNM issued a revised Policy Document on Capital Funds and Capital Funds for Islamic Banks ("Revised Policy Document"). This Revised Policy Document applies to banking institutions in Malaysia that covers licensed banks, licensed investment banks and licensed Islamic banks. The issuance of this Revised Policy Document has superseded two guidelines issued by BNM previously, namely Capital Funds and Capital Funds for Islamic Banks dated 1 July 2013.

The key changes in the Revised Policy Document are:

- (a) the removal of the requirement on maintenance of a reserve fund; and
- (b) the revised component of capital funds shall exclude share premium and reserve fund.

During the financial period ended 30 June 2017, the Group has transferred RM1,124,774,000 from reserve fund to its retained earnings pursuant to the Revised Policy Document.

2. Audit report of preceding financial year ended 31 December 2016

The auditors' report on the audited financial statements for the financial year ended 31 December 2016 was not qualified.

3. Seasonality and cyclicity of operations

The operations of the Group were not materially affected by any seasonal or cyclical factors for the six months ended 30 June 2017.

4. Exceptional or unusual items

There were no items of an exceptional or unusual nature that may affect the assets, liabilities, equity, net income or cash flows of the Group for the six months ended 30 June 2017.

5. Changes in estimates of amounts reported previously

There were no material changes in estimates of amounts reported in the prior financial year that may have a material effect to the financial statements for the six months ended 30 June 2017.

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6. Issuance or repayment of debt and equity securities

On 31 January 2017, the Company increased its issued and paid-up capital from RM1,588,680,014 to RM1,637,741,014 via the issuance of 49,061,000 new ordinary shares of RM1.00 each at a consideration of RM3.75 each arising from the Dividend Reinvestment Plan.

7. Significant events during the six months ended 30 June 2017

- **Dividend received**

On 20 January 2017, Syarikat Takaful Malaysia Berhad paid a single tier dividend of 12.00 sen per ordinary share totalling RM58.986 million for the financial year ended 31 December 2016.

On 15 June 2017, Bank Islam paid a final single tier dividend of 5.58 sen per ordinary share totalling RM134.167 million for the financial year ended 31 December 2016. The entire final dividend was reinvested for acquisition of 41,282,000 new ordinary shares of Bank Islam at a consideration of RM3.25 per share arising from the Dividend Reinvestment Plan.

8. Cash and short-term funds

	30.06.2017	31.12.2016
	RM'000	RM'000
Group		
Cash and balances with banks and other financial institutions	1,019,406	1,029,924
Money at call and interbank placements with remaining maturity not exceeding one month	881,209	3,472,346
	1,900,615	4,502,270
	=====	=====
Company		
Cash and balances with banks and other financial institutions	202,069	205,318
	202,069	205,318
	=====	=====

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9. Deposits and placements with financial institutions

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
Licensed banks	1,268,492	1,129,260
Other financial institutions	34,265	23,878
	<u>1,302,757</u>	<u>1,153,138</u>
	=====	=====

10. Financial assets held-for-trading

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
At fair value		
<i>Quoted securities in Malaysia</i>		
- Shares	60,407	55,305
- Unit trusts	5,534	5,085
<i>Quoted securities outside Malaysia</i>		
- Shares	65,513	65,935
- Unit trusts	15,861	14,823
- Sukuk	47,684	48,121
	<u>194,999</u>	<u>189,269</u>
	-----	-----
<i>Unquoted securities in Malaysia</i>		
- Malaysian Government Investment Issues	325,670	324,500
- Sukuk	251,640	263,841
	<u>577,310</u>	<u>588,341</u>
	-----	-----
	<u>772,309</u>	<u>777,610</u>
	=====	=====

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11. Derivative financial assets/(liabilities)

The following tables summarise the contractual or underlying principal amounts of derivative financial instruments held at fair value through profit or loss for hedging purposes. The principal or contractual amount of these instruments reflects the volume of transactions outstanding at financial position date, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position and the unrealised gains or losses are reflected as derivative financial assets and liabilities respectively.

Group	Notional Amount RM'000	Fair value	
		Assets RM'000	Liabilities RM'000
30.06.2017			
Forward contracts	3,214,995	21,600	(28,668)
Profit rate swaps	622,202	4,684	(2,044)
	3,837,197	26,284	(30,712)
31.12.2016			
Forward contracts	3,117,570	117,445	(107,469)
Profit rate swaps	836,027	7,127	(3,620)
	3,953,597	124,572	(111,089)

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12. Financial assets available-for-sale

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
At fair value		
<i>Quoted securities in Malaysia</i>		
- Unit trusts	338,742	303,573
- Shares	207,095	343,240
<i>Quoted securities outside Malaysia</i>		
- Unit trusts	40,922	50,027
- Shares	28,664	31,219
- Sukuk	-	334
	615,423	728,393
	-----	-----
At fair value		
<i>Unquoted securities in Malaysia</i>		
- Malaysian Government Islamic Papers	171,449	148,793
- Malaysian Government Investment Issues	2,078,046	2,057,324
- Negotiable Islamic Debt Certificate	-	496,681
- Sukuk	11,115,258	10,158,362
- Shares	380	380
- Institutional Trust Account	245,190	160,112
<i>Unquoted securities outside Malaysia</i>		
- Shares	43	44
	13,610,366	13,021,696
	-----	-----
At cost		
<i>Unquoted securities in Malaysia</i>		
- Unquoted shares in Malaysia	24,606	25,468
Less: Accumulated impairment loss*	(19,325)	(20,187)
	5,281	5,281
	-----	-----
<i>Unquoted securities outside Malaysia</i>		
- Unquoted shares outside Malaysia	329	329
Less: Impairment loss	(310)	(310)
	19	19
	14,231,089	13,755,389
	=====	=====

* Movement in accumulated impairment loss due to translation differences.

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12. Financial assets available-for-sale (continued)

	Company	
	30.06.2017	31.12.2016
	RM'000	RM'000
At fair value		
<i>Quoted securities in Malaysia</i>		
- Unit trusts	171,851	135,406
	=====	=====

13. Financial assets held-to-maturity

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
At amortised cost		
<i>Quoted securities outside Malaysia</i>		
- Sukuk	90,483	94,009
<i>Unquoted securities in Malaysia</i>		
- Malaysian Government Islamic Papers	59,993	105,037
- Sukuk	381,158	438,927
Less: Accumulated impairment loss	(6,887)	(6,887)
	374,271	432,040
	=====	=====
	524,747	631,086
	=====	=====

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14. Financing, advances and others

(a) By type and Shariah contract

Group	Bai'		Bai	Bai		Ijarah	Ijarah			Total
30 June 2017	Bithaman	Murabahah	Al-Dayn	Al-Inah	At-Tawarruq	Muntahiah	Thumma	Istisna'	Ar-Rahnu	RM'000
	Ajil					Bit-Tamleek	Al-Bai			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At amortised cost										
Cash line	-	-	-	30,285	1,074,563	-	-	-	-	1,104,848
Term financing										
House financing ^	4,292,950	-	-	-	10,776,286	-	-	57,333	-	15,126,569
Syndicated financing	-	-	-	46,636	1,036,832	-	115,914	-	-	1,199,382
Leasing financing	-	-	-	-	-	84,265	509	-	-	84,774
Bridging financing	-	-	-	-	-	-	-	77,838	-	77,838
Personal financing ^	-	-	-	30,051	11,625,813	-	-	-	-	11,655,864
Other term financing	1,827,858	1,047,244	-	3,760	7,514,562	-	-	1,469	-	10,394,893
Staff financing	76,728	6,986	-	-	115,456	-	-	13,002	-	212,172
Credit cards	-	-	-	7,772	439,402	-	-	-	-	447,174
Trade bills discounted	-	636,008	148,048	-	-	-	-	-	-	784,056
Trust receipts	-	2,033	-	-	-	-	-	-	-	2,033
Pawn broking	-	-	-	-	-	-	-	-	81,823	81,823
Investment Account Platform *	-	-	-	-	5,225	-	-	-	-	5,225
	<u>6,197,536</u>	<u>1,692,271</u>	<u>148,048</u>	<u>118,504</u>	<u>32,588,139</u>	<u>84,265</u>	<u>116,423</u>	<u>149,642</u>	<u>81,823</u>	<u>41,176,651</u>
Allowance for impaired financing, advances and others										
- collective assessment allowance										(540,507)
- individual assessment allowance										(132,640)
Net financing, advances and others										<u><u>40,503,504</u></u>

^ Included in house financing and personal financing are the underlying assets under the Unrestricted Investment Accounts ("URIA") amounting RM3,395,195,000 and RM1,630,995,000 respectively as disclosed in Note 18 of these financial statements.

* This represents a term financing of Bank Islam's participation in Investment Account Platform ("IAP") to finance viable ventures via Restricted Investment Account.

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Group	Bai' Bithaman Ajil RM'000	Murabahah RM'000	Bai Al-Dayn RM'000	Bai Al-Inah RM'000	At-Tawarruq RM'000	Ijarah Muntahiah Bit-Tamleek RM'000	Ijarah Thumma Al-Bai RM'000	Istisna' RM'000	Ar-Rahnu RM'000	Total RM'000
31 December 2016										
At amortised cost										
Cash line	-	-	-	37,899	1,199,021	-	-	-	-	1,236,920
Term financing										
House financing ^	4,484,247	-	-	-	9,503,014	-	-	59,088	-	14,046,349
Syndicated financing	-	-	-	196,129	1,045,889	-	123,189	-	-	1,365,207
Leasing financing	-	-	-	-	-	90,610	902	-	-	91,512
Bridging financing	-	-	-	-	-	-	-	82,313	-	82,313
Personal financing ^	-	-	-	42,177	11,197,744	-	-	-	-	11,239,921
Other term financing	2,086,188	933,316	-	4,063	7,106,669	-	-	1,503	-	10,131,739
Staff financing	83,743	5,087	-	-	98,821	-	-	14,218	-	201,869
Credit cards	-	-	-	9,004	450,388	-	-	-	-	459,392
Trade bills discounted	-	741,037	180,010	-	-	-	-	-	-	921,047
Trust receipts	-	5,169	-	-	-	-	-	-	-	5,169
Pawn broking	-	-	-	-	-	-	-	-	85,315	85,315
Investment Account Platform *	-	-	-	-	5,690	-	-	-	-	5,690
	<u>6,654,178</u>	<u>1,684,609</u>	<u>180,010</u>	<u>289,272</u>	<u>30,607,236</u>	<u>90,610</u>	<u>124,091</u>	<u>157,122</u>	<u>85,315</u>	<u>39,872,443</u>
Allowance for impaired financing, advances and others										
- collective assessment allowance										(554,971)
- individual assessment allowance										(128,198)
Net financing, advances and others										<u>39,189,274</u>

^ Included in house financing and personal financing are the underlying assets under the Unrestricted Investment Accounts ("URIA") amounting RM2,568,123,000 and RM1,005,748,000 respectively as disclosed in Note 18 of these financial statements.

* This represents a term financing of Bank Islam's participation in Investment Account Platform ("IAP") to finance viable ventures via Restricted Investment Account.

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14. Financing, advances and others (continued)

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(b) By type of customer		
Domestic non-bank financial institutions	1,261,559	1,376,559
Domestic business enterprise	6,849,114	6,908,806
Small medium industries	960,664	896,530
Government and statutory bodies	1,066,585	938,069
Individuals	30,330,764	28,957,975
Other domestic entities	7,613	7,239
Foreign entities	700,352	787,265
	41,176,651	39,872,443
	=====	=====
(c) By profit rate sensitivity		
Fixed rate		
House financing	1,202,510	1,268,632
Others	3,859,414	4,059,422
Floating rate		
House financing	14,530,299	13,382,969
Others	21,584,428	21,161,420
	41,176,651	39,872,443
	=====	=====
(d) By remaining contractual maturity		
Maturity within one year	4,571,880	4,312,581
More than one year to three years	1,423,847	1,400,480
More than three years to five years	2,849,459	2,197,573
More than five years	32,331,465	31,961,809
	41,176,651	39,872,443
	=====	=====
(e) By geographical distribution		
Central Region	19,274,438	18,853,925
Eastern Region	6,847,989	6,534,376
Northern Region	5,981,259	5,864,200
Southern Region	5,890,472	5,499,121
East Malaysia Region	3,182,493	3,120,821
	41,176,651	39,872,443
	=====	=====

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14. Financing, advances and others (continued)

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(f) By sector		
Primary agriculture	394,981	377,285
Mining and quarrying	8,339	12,931
Manufacturing (including agro-based)	745,515	747,410
Electricity, gas and water	894,728	868,319
Wholesale & retail trade, and hotels & restaurants	1,127,513	1,274,954
Construction	1,970,020	2,161,215
Real estate	1,365,684	1,205,740
Transport, storage and communications	903,306	870,559
Finance, insurance and business activities	2,012,420	2,134,947
Education, health and others	1,417,524	1,256,209
Household sectors	30,336,621	28,962,874
	41,176,651	39,872,443
	=====	=====
(g) Movement in impaired financing and advances ("impaired financing") are as follows:		
At 1 January 2017/2016	389,445	381,270
Classified as impaired during the period/year	306,108	580,341
Reclassified as not impaired during the period/year	(49,097)	(284,602)
Amount recovered	(148,357)	(112,502)
Amount written off	(74,400)	(178,052)
Exchange differences	(2,954)	2,990
	420,745	389,445
	=====	=====
Gross impaired financing as a percentage of gross financing, advances and others	1.02%	0.98%
	=====	=====

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14. Financing, advances and others (continued)

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(h) Impaired financing by geographical distribution		
Central Region	147,235	142,841
Eastern Region	120,996	92,848
Northern Region	39,588	36,299
Southern Region	27,133	31,329
East Malaysia Region	85,793	86,128
	<hr/>	<hr/>
	420,745	389,445
	=====	=====
(i) Impaired financing by sector		
Primary agriculture	1,330	1,311
Manufacturing (including agro-based)	35,291	36,739
Wholesale & retail trade, and hotels & restaurants	31,433	25,651
Construction	19,344	13,714
Transport, storage and communications	11,869	15,579
Finance, insurance and business activities	68,962	70,948
Education, health and others	20,755	3,076
Household sectors	231,761	222,427
	<hr/>	<hr/>
	420,745	389,445
	=====	=====
(j) Movement of allowance for impaired financing		
<u>Collective assessment allowance</u>		
At 1 January 2017/2016	554,971	541,065
Allowance made during the period/year	57,446	161,667
Amount written off	(71,336)	(146,725)
Exchange differences	(574)	(1,036)
	<hr/>	<hr/>
At 30 June 2017/31 December 2016	540,507	554,971
	=====	=====

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14. Financing, advances and others (continued)

(j) **Movement of allowance for impaired financing (continued)**

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
<u>Individual assessment allowance</u>		
At 1 January 2017/2016	128,198	124,471
Allowance made during the period/year	23,648	54,566
Amount recovered	(13,187)	(23,904)
Amount written off	(3,065)	(29,928)
Exchange differences	(2,954)	2,993
	<hr/>	<hr/>
At 30 June 2017/31 December 2016	132,640	128,198
	<hr/> <hr/>	<hr/> <hr/>

15. Other assets

	30.06.2017	31.12.2016
	RM'000	RM'000
Group		
Clients' and dealers' debit balances	33,968	63,599
Deposits and prepayments	52,885	46,237
Other financing	81,175	81,850
Other receivables	88,195	253,075
	<hr/>	<hr/>
	256,223	444,761
	<hr/> <hr/>	<hr/> <hr/>
Company		
Amount due from subsidiaries	448	479
Deposits and prepayments	378	409
Income receivable	1,127	1,410
Other receivables	56	35
	<hr/>	<hr/>
	2,009	2,333
	<hr/> <hr/>	<hr/> <hr/>

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16. Takaful assets

		Group	
	Note	30.06.2017	31.12.2016
		RM'000	RM'000
Retakaful assets:			
- Claims liabilities	21(a)(i)	284,113	261,426
- Contribution liabilities	21(a)(ii)	60,626	62,969
- Actuarial liabilities	21(a)(iii)	154,549	144,096
		<hr/> 499,288	<hr/> 468,491
		-----	-----
Takaful receivables			
- Due contributions		163,652	136,214
- Due from retakaful/co-takaful		23,073	42,869
		<hr/> 186,725	<hr/> 179,083
Less: Allowance for impaired receivables		(5,730)	(9,375)
		<hr/> 180,995	<hr/> 169,708
		-----	-----
		680,283	638,199
		=====	=====

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17. Deposits from customers

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(a) By type of deposit		
Savings deposits		
<i>Wadiah</i>	4,346,502	4,131,604
Demand deposits		
<i>Wadiah</i>	9,156,297	9,928,598
Term Deposit	28,715,057	31,325,023
Special Investment Deposit		
<i>Mudharabah</i>	27,711	27,711
General Investment Deposit		
<i>Mudharabah</i>	371,276	394,472
Term Deposit-i		
<i>Tawarruq</i>	24,435,991	27,833,428
Negotiable Islamic Debt Certificates ("NIDC")	3,880,079	3,069,412
Others	99,951	106,528
Total Deposits	42,317,807	45,491,753
(b) Maturity structure of term deposits are as follows:		
Due within six months	18,509,544	26,108,266
More than six months to one year	7,996,884	4,157,963
More than one year to three years	1,357,126	690,590
More than three years to five years	851,503	368,204
	28,715,057	31,325,023

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17. Deposits from customers (continued)

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(c) By type of customer		
Domestic non-bank financial institutions	11,519,036	15,053,052
Business enterprises	11,487,564	11,730,076
Government and statutory bodies	7,048,264	6,890,474
Individuals	5,005,544	4,817,561
Domestic banking institutions	3,841,813	2,994,256
Others	3,415,586	4,006,334
	42,317,807	45,491,753
	=====	=====

18. Investment accounts of customers

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(a) By type and Shariah contract		
Unrestricted investment accounts		
Without maturity		
<i>Mudharabah</i>	1,763,679	1,516,844
With maturity		
<i>Wakalah</i>	3,262,511	2,057,027
	5,026,190	3,573,871
	=====	=====
Investment portfolio:		
- <i>House financing</i>	3,395,195	2,568,123
- <i>Personal financing</i>	1,630,995	1,005,748
	5,026,190	3,573,871
	=====	=====
Restricted investment accounts ("RIA") managed by Bank Islam^		
With maturity		
<i>Wakalah</i>	141,512	141,343
	=====	=====
Investment portfolio:		
- <i>Other term financing</i>	141,512	141,343
	=====	=====

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18. Investment accounts of customers (continued)

[^] Restricted investment accounts ("RIA") is an arrangement between Bank Islam ("the Bank") and the investment account holders ("IAH") where the Bank acts as the investment agent to manage and administer the RIA and its underlying assets. RIA is accounted for as off balance sheet item as the Bank has no rights and obligations in respect of the assets related to the RIA or to the residual cash flows from those assets except for the Wakalah performance incentive fee income generated by the Bank for managing the RIA.

Included in RIA managed by the Bank is an arrangement between the Bank and its ultimate holding entity with underlying assets amounting to RM141,227,000 (2016:RM141,033,000).

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
(b) By type of customers		
Individuals	1,954,954	1,677,636
Government and statutory bodies	1,571,278	762,888
Business enterprises	606,143	737,961
Non-bank financial institutions	354,344	237,735
Bank and other financial institutions	-	45,919
Others	539,471	111,732
	5,026,190	3,573,871
	=====	=====

19. Deposits and placements of banks and other financial institutions

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
<i>Non-Mudharabah fund</i>		
Development financial institutions	100,000	30,000
	=====	=====

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20. Other liabilities

	30.06.2017	31.12.2016
	RM'000	RM'000
Group		
Accruals and other payables	717,130	836,208
Clients' and dealers' credit balances	34,034	63,205
Dividend payable	-	206,529
	<u>751,164</u>	<u>1,105,942</u>
	=====	=====
Company		
Accruals and other payables	1,681	3,607
Amount due to subsidiaries	-	1
Dividend payable	-	206,529
	<u>1,681</u>	<u>210,137</u>
	=====	=====

The amount due to subsidiaries is non-trade, unsecured, not subject to financing charge and repayable on demand.

21. Takaful liabilities

		Group	
	Note	30.06.2017	31.12.2016
		RM'000	RM'000
Takaful contract liabilities	21(a)	6,614,530	6,396,375
Expense reserves	21(b)	184,800	159,310
Takaful payables	21(c)	50,151	83,411
		<u>6,849,481</u>	<u>6,639,096</u>
		=====	=====

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21. Takaful liabilities (continued)

(a) Takaful contract liabilities

The takaful contract liabilities comprise the following:

		Group	
	Note	30.06.2017	31.12.2016
		RM'000	RM'000
Provision for outstanding claims	21(a)(i)	603,443	582,184
Provision for unearned contributions	21(a)(ii)	329,056	316,569
Participants' fund	21(a)(iii)	5,682,031	5,497,622
		<u>6,614,530</u>	<u>6,396,375</u>
		=====	=====

(i) Provision for outstanding claims

The provision for outstanding claims is further analysed as follows:

		30.06.2017		
		Gross	Retakaful	Net
		RM'000	RM'000	RM'000
Group				
Provision for claims reported by participants		279,421	(168,028)	111,393
Provision for IBNR*		324,022	(116,085)	207,937
		<u>603,443</u>	<u>(284,113)</u>	<u>319,330</u>
		=====	=====	=====
			Note 16	

		31.12.2016		
		Gross	Retakaful	Net
		RM'000	RM'000	RM'000
Group				
Provision for claims reported by participants		259,275	(150,305)	108,970
Provision for IBNR*		322,909	(111,121)	211,788
		<u>582,184</u>	<u>(261,426)</u>	<u>320,758</u>
		=====	=====	=====
			Note 16	

* Incurred-but-not-reported ("IBNR")

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21. Takaful liabilities (continued)

(a) Takaful contract liabilities (continued)

(i) Provision for outstanding claims (continued)

Movement of provision for outstanding claims:

	Gross RM'000	Group Retakaful RM'000	Net RM'000
At 1 January 2016	741,069	(404,205)	336,864
Claims incurred during the year	1,053,099	(161,586)	891,513
Adjustment to claims incurred in prior accident years	(60,464)	44,530	(15,934)
Claims paid during the year	(1,127,519)	244,762	(882,757)
(Decrease)/Increase in IBNR	(24,576)	15,275	(9,301)
Effect of movement in exchange rates	575	(202)	373
	-----	-----	-----
At 31 December 2016/ 1 January 2017	582,184	(261,426)	320,758
Claims incurred during the period	545,318	(80,783)	464,535
Adjustment to claims incurred in prior accident years	-	-	-
Claims paid during the period	(507,228)	59,519	(447,709)
Decrease in IBNR	(16,592)	(1,510)	(18,102)
Effect of movement in exchange rates	(239)	87	(152)
	-----	-----	-----
At 30 June 2017	603,443	(284,113)	319,330
	=====	=====	=====

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21. Takaful liabilities (continued)

(a) Takaful contract liabilities (continued)

(ii) Provision for unearned contributions

The provision for unearned contributions is further analysed as follows:

	Gross	Group	Net
	RM'000	Retakaful	RM'000
		RM'000	RM'000
30.06.2017	329,056	(60,626)	268,430
	=====	=====	=====
		Note 16	
31.12.2016	316,569	(62,969)	253,600
	=====	=====	=====
		Note 16	

Movement of provision for unearned contributions:

	Gross	Group	Net
	RM'000	Retakaful	RM'000
		RM'000	RM'000
At 1 January 2016	297,773	(55,893)	241,880
Contributions written during the year	516,651	(201,122)	315,529
Contributions earned during the year	(498,631)	194,207	(304,424)
Effect of movement in exchange rates	776	(161)	615
	-----	-----	-----
At 31 December 2016/ 1 January 2017	316,569	(62,969)	253,600
Contributions written during the period	285,204	(111,365)	173,839
Contributions earned during the period	(272,390)	113,646	(158,744)
Effect of movement in exchange rates	(327)	62	(265)
	-----	-----	-----
At 30 June 2017	329,056	(60,626)	268,430
	=====	=====	=====

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21. Takaful liabilities (continued)

(a) Takaful contract liabilities (continued)

(iii) Participants' fund

Participants' fund balance at end of the reporting period comprises the following:

	Gross	Group	Net
	RM'000	Retakaful	RM'000
		RM'000	RM'000
30.06.2017			
Actuarial liabilities	4,761,194	(154,549)	4,606,645
Unallocated surplus/accumulated surplus	870,603	-	870,603
AFS reserve	(23,423)	-	(23,423)
Translation reserve	(652)	-	(652)
Net assets value attributable to unitholders	74,309	-	74,309
	<u>5,682,031</u>	<u>(154,549)</u>	<u>5,527,482</u>
	=====	=====	=====
		Note 16	
31.12.2016			
Actuarial liabilities	4,389,596	(144,096)	4,245,500
Unallocated surplus/accumulated surplus	954,378	-	954,378
AFS reserve	(54,684)	-	(54,684)
Translation reserve	(872)	-	(872)
Net assets value attributable to unitholders	209,204	-	209,204
	<u>5,497,622</u>	<u>(144,096)</u>	<u>5,353,526</u>
	=====	=====	=====
		Note 16	

(b) Expense reserves

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
At 1 January 2017/2016	159,310	142,258
Provision for the period/year, net	25,687	16,676
Effect of movement in exchange rates	(197)	376
	<u>184,800</u>	<u>159,310</u>
At 30 June 2017/31 December 2016	=====	=====

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21. Takaful liabilities (continued)

(c) Takaful payables

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
Due to retakaful companies	29,913	65,610
Due to Intermediaries/Participants	20,238	17,801
	<u>50,151</u>	<u>83,411</u>
	=====	=====

22. Sukuk liabilities

	Group		Company	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Sukuk liabilities	1,265,774	1,227,494	1,265,774	1,227,494
Subordinated Sukuk Murabahah	654,158	654,257	-	-
	<u>1,919,932</u>	<u>1,881,751</u>	<u>1,265,774</u>	<u>1,227,494</u>
	=====	=====	=====	=====

The Sukuk liabilities comprise the following:

- a) The 10-year Islamic securities of RM1.66 billion (2016: RM1.66 billion) in nominal value issued by the Company on 12 December 2013; and
- b) Two (2) Tranches of the Subordinated Sukuk Murabahah amounting to RM700 million (2016: RM700 million) issued by Bank Islam Malaysia Berhad are as follows:
 - On 22 April 2015, the Bank issued the first tranche of RM300 million in nominal value of the 10-year Subordinated Sukuk Murabahah which is due on 22 April 2025, with optional redemption on 22 April 2020 or any periodic payment date thereafter. The Sukuk bears a profit rate of 5.75% per annum payable semi-annually in arrears.
 - On 15 December 2015, the Bank issued the second tranche of RM400 million which is due on 15 December 2025, with optional redemption on 15 December 2020 or any periodic payment date thereafter. The Sukuk bears a profit rate of 5.50% per annum payable semi-annually in arrears.

The Subordinated Sukuk Murabahah qualifies as Tier II capital for the computation of the regulatory capital of the Bank in accordance with the Capital Adequacy Framework (Capital Components) for Islamic Banks issued by BNM.

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23. Other reserves

Breakdown of other reserves are as follows:

	Group	
	30.06.2017	30.06.2016
	RM'000	RM'000
Capital reserve	6,863	6,863
Warrant reserve	129,300	129,300
Statutory reserve	-	1,123,355
Fair value reserve	(15,158)	44,940
Translation reserve	(118,303)	(95,925)
LTIP reserve	4,446	3,287
	7,148	1,211,820
Acquisition reserve	(1,199,747)	(1,199,747)
	(1,192,599)	12,073
	=====	=====

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23. Other reserves (continued)

Group	Capital reserve RM'000	Statutory reserve RM'000	Warrant reserve RM'000	Fair value reserve RM'000	Translation reserve RM'000	LTIP* reserve RM'000	Total RM'000
At 1 January 2016	6,863	992,022	129,300	(16,356)	(123,644)	4,613	992,798
Foreign exchange translation differences	-	-	-	-	27,719	-	27,719
Fair value reserve:							
Net change in fair value	-	-	-	113,376	-	-	113,376
Net amount reclassified to profit or loss	-	-	-	(33,432)	-	-	(33,432)
Income tax credit relating to components of other comprehensive income	-	-	-	(18,648)	-	-	(18,648)
Transfer from current year profit	-	131,333	-	-	-	-	131,333
Share-based payment transactions	-	-	-	-	-	1,864	1,864
LTIP exercised	-	-	-	-	-	(3,190)	(3,190)
At 30 June 2016	<u>6,863</u>	<u>1,123,355</u>	<u>129,300</u>	<u>44,940</u>	<u>(95,925)</u>	<u>3,287</u>	<u>1,211,820</u>
At 1 January 2017	6,863	1,124,774	129,300	(42,601)	(138,991)	4,611	1,083,956
Foreign exchange translation differences	-	-	-	-	20,688	-	20,688
Fair value reserve:							
Net change in fair value	-	-	-	38,621	-	-	38,621
Net amount reclassified to profit or loss	-	-	-	(3,127)	-	-	(3,127)
Income tax credit relating to components of other comprehensive income	-	-	-	(8,051)	-	-	(8,051)
Transfer from current year profit	-	(1,124,774)	-	-	-	-	(1,124,774)
Share-based payment transactions	-	-	-	-	-	1,537	1,537
LTIP exercised	-	-	-	-	-	(1,702)	(1,702)
At 30 June 2017	<u>6,863</u>	<u>-</u>	<u>129,300</u>	<u>(15,158)</u>	<u>(118,303)</u>	<u>4,446</u>	<u>7,148</u>

* Long Term Incentive Plan

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24. Income derived from investment of depositors' funds

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Income derived from investment of:				
(i) General investment deposits	2,560	6,121	11,355	13,487
(ii) Term deposit-i	367,465	339,431	686,891	669,376
(iii) Saving and demand deposits	187,568	204,316	369,899	416,340
(iv) Other deposits	48,227	37,644	102,221	79,670
	605,820	587,512	1,170,366	1,178,873
	=====	=====	=====	=====

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24. Income derived from investment of depositors' funds (continued)

(i) **Income derived from investment of general investment deposits**

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Finance income and hibah				
Financing, advances and others	1,996	6,690	9,655	11,543
Financial assets:				
- Held-for-trading	17	(29)	81	108
- Available-for-sale	227	(425)	1,120	1,198
- Held-to-maturity	49	22	58	40
Money at call and deposit with financial institutions	(5)	(33)	156	137
	2,284	6,225	11,070	13,026
Other dealing income				
Net gain/(loss) from sale of financial assets held-for-trading	51	(37)	(39)	56
Net (loss)/gain on revaluation of financial assets held-for-trading	(54)	(75)	36	41
	(3)	(112)	(3)	97
Other operating income				
Net gain from sale of financial assets available-for-sale	9	8	18	364
Net gain from sale of financial assets held-to-maturity	270	-	270	-
	279	8	288	364
	2,560	6,121	11,355	13,487
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	80	91	198	302

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24. Income derived from investment of depositors' funds (continued)

(ii) **Income derived from investment of term deposit-i**

Group	Quarter		Year-to-date	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Finance income and hibah				
Financing, advances and others	298,801	290,272	574,776	570,366
Financial assets:				
- Held-for-trading	2,871	2,749	5,393	5,477
- Available-for-sale	38,771	28,865	75,081	61,013
- Held-to-maturity	3,573	1,683	3,924	2,032
Money at call and deposit with financial institutions	3,774	3,650	7,891	6,991
	347,790	327,219	667,065	645,879
Other dealing income				
Net gain/(loss) from sale of financial assets held-for-trading	404	1,005	(2,587)	2,870
Net (loss)/gain on revaluation of financial assets held-for-trading	(196)	(214)	2,395	2,009
	208	791	(192)	4,879
Other operating income				
Net gain from sale of financial assets available-for-sale	623	11,421	1,174	18,618
Net gain from sale of financial assets held-to-maturity	18,844	-	18,844	-
	19,467	11,421	20,018	18,618
	367,465	339,431	686,891	669,376
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	5,306	4,639	9,923	8,817

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24. Income derived from investment of depositors' funds (continued)

(iii) **Income derived from investment of saving and demand deposits**

Group	Quarter		Year-to-date	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Finance income and hibah				
Financing, advances and others	151,683	174,709	308,619	354,701
Financial assets:				
- Held-for-trading	1,457	1,652	2,891	3,404
- Available-for-sale	19,681	17,217	40,329	37,875
- Held-to-maturity	1,913	1,055	2,112	1,279
Money at call and deposit with financial institutions	2,557	2,198	5,586	4,345
	177,291	196,831	359,537	401,604
Other dealing income				
Net gain/(loss) from sale of financial assets held-for-trading	310	573	(1,391)	1,771
Net (loss)/gain on revaluation of financial assets held-for-trading	(201)	(182)	1,272	1,246
	109	391	(119)	3,017
Other operating income				
Net gain from sale of financial assets available-for-sale	321	7,094	634	11,719
Net gain from sale of financial assets held-to-maturity	9,847	-	9,847	-
	10,168	7,094	10,481	11,719
	187,568	204,316	369,899	416,340
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	2,907	2,916	5,533	5,600

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24. Income derived from investment of depositors' funds (continued)

(iv) **Income derived from investment of other deposits**

Group	Quarter		Year-to-date	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Finance income and hibah				
Financing, advances and others	38,991	32,151	85,464	67,827
Financial assets:				
- Held-for-trading	373	299	798	646
- Available-for-sale	5,067	3,234	11,182	7,329
- Held-to-maturity	496	167	555	211
Money at call and deposit with financial institutions	603	420	1,500	846
	45,530	36,271	99,499	76,859
Other dealing income				
Net gain/(loss) from sale of financial assets held-for-trading	122	94	(382)	332
Net (loss)/gain on revaluation of financial assets held-for-trading	(105)	65	331	348
	17	159	(51)	680
Other operating income				
Net gain from sale of financial assets available-for-sale	90	1,214	183	2,131
Net gain from sale of financial assets held-to-maturity	2,590	-	2,590	-
	2,680	1,214	2,773	2,131
	48,227	37,644	102,221	79,670
<i>of which</i>				
<i>Financing income earned on impaired financing</i>	768	471	1,545	1,003

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25. Income derived from investment account funds

Group	Quarter		Year-to-date	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Finance income				
Unrestricted investment accounts				
- <i>Mudharabah</i>	23,107	15,222	45,007	24,291
- <i>Wakalah</i>	40,068	1,525	70,587	1,883
	63,175	16,747	115,594	26,174
	=====	=====	=====	=====

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26. Income derived from investment of shareholders' funds

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Finance income and hibah				
Financing, advances and others	1,678	1,567	3,305	3,097
Financial assets available-for-sale	38,123	41,523	74,251	83,964
Money at call and deposits with financial institutions	374	1,354	1,501	2,863
	<u>40,175</u>	<u>44,444</u>	<u>79,057</u>	<u>89,924</u>
Other dealing income				
Net gain from foreign exchange transactions	15,978	17,997	34,565	36,474
Net (loss)/gain from sale of financial assets held-for-trading	(30)	(298)	528	(558)
Net gain/(loss) on revaluation of financial assets held-for-trading	115	342	(298)	571
Net derivatives loss	(911)	(1,122)	(858)	(5,308)
	<u>15,152</u>	<u>16,919</u>	<u>33,937</u>	<u>31,179</u>
Other operating income				
Net gain from sale of financial assets available-for-sale	272	424	272	424
Reversal of doubtful debts	-	-	-	2
Gross dividend income from securities:				
- Quoted in Malaysia	11	15	41	36
- Unquoted in Malaysia	-	1,612	-	1,612
- Unit trust in Malaysia	2,193	1,222	3,635	2,206
Fees and commission	42,563	44,096	86,222	92,991
Net gain/(loss) on disposal of property and equipment	-	29	(3)	(490)
Rental income	359	368	725	731
Others	61	40	174	54
	<u>45,459</u>	<u>47,806</u>	<u>91,066</u>	<u>97,566</u>
	<u>100,786</u>	<u>109,169</u>	<u>204,060</u>	<u>218,669</u>

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26. Income derived from investment of shareholders' funds (continued)

Company	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Finance income and hibah				
Money at call and deposits with financial institutions	1,896	2,479	3,823	4,535
	<u>1,896</u>	<u>2,479</u>	<u>3,823</u>	<u>4,535</u>
	-----	-----	-----	-----
Other operating income				
Gross dividend income from securities:				
- Unit trust in Malaysia	1,470	335	2,495	438
Gross dividend income from subsidiary companies	134,167	130,734	193,153	166,863
Others	1	-	5	2
	<u>135,638</u>	<u>131,069</u>	<u>195,653</u>	<u>167,303</u>
	-----	-----	-----	-----
	137,534	133,548	199,476	171,838
	=====	=====	=====	=====

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27. Net income from Takaful business

Group	Quarter		Year-to-date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Net earned contributions				
Gross earned contributions	444,370	428,932	916,015	854,953
Contribution ceded to retakaful	(69,419)	(53,938)	(142,401)	(116,986)
	374,951	374,994	773,614	737,967
Other income				
Administration income	11,665	10,659	28,090	25,360
Investment income	76,889	68,610	146,805	132,198
Realised gains and losses	9,803	(3,396)	18,399	936
Fair value gains and losses	(2,750)	6,164	(383)	11,322
Other operating income	716	1,047	2,491	2,080
	96,323	83,084	195,402	171,896
Net benefits and claims				
Gross benefits and claims paid	(233,827)	(304,685)	(506,622)	(554,268)
Claims ceded to retakaful	25,505	80,215	59,519	121,143
Gross change to contract liabilities	(18,132)	57,146	(20,418)	74,596
Change to contract liabilities ceded to takaful	14,927	(57,915)	22,774	(98,901)
	(211,527)	(225,239)	(444,747)	(457,430)
Expense reserves	(2,058)	6,056	(25,687)	(14,351)
Income from takaful business	257,689	238,895	498,582	438,082
Profits attributable to participants/ takaful operator	(85,568)	(71,224)	(127,776)	(90,887)
Net income from takaful business	172,121	167,671	370,806	347,195

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28. Allowance for impairment on financing and advances

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Allowance for impaired financing, advances and others				
- collective assessment allowance	27,500	18,591	57,446	80,358
- individual assessment allowance	13,916	37,051	10,461	36,982
Bad debts and financing recovered	(16,603)	(24,431)	(34,311)	(51,518)
	24,813	31,211	33,596	65,822
	=====	=====	=====	=====

29. Income attributable to depositors

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Deposits from customers				
- Mudharabah Fund	2,871	4,179	5,886	8,445
- Non-Mudharabah Fund	272,198	240,561	540,250	506,678
Deposits and placements of banks and other financial institutions				
- Non-Mudharabah Fund	1,265	17,268	1,577	23,223
	276,334	262,008	547,713	538,346
	=====	=====	=====	=====

30. Income attributable to investment account holders

Group	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Unrestricted investment accounts				
- <i>Mudharabah</i>	457	293	895	466
- <i>Wakalah</i>	26,379	727	46,823	727
	26,836	1,020	47,718	1,193
	=====	=====	=====	=====

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31. Personnel expenses

	Quarter		Year-to-date	
	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Group				
Salaries and wages	150,957	137,542	276,503	265,378
Employees' Provident Fund	18,067	16,731	36,349	33,571
Directors' remuneration	2,012	1,947	5,481	4,554
Others	16,570	13,952	32,065	30,174
	187,606	170,172	350,398	333,677
	=====	=====	=====	=====
Company				
Salaries and wages	1,649	1,343	2,694	3,457
Employees' Provident Fund	155	161	323	314
Directors' remuneration	481	574	1,202	975
Others	145	119	315	257
	2,430	2,197	4,534	5,003
	=====	=====	=====	=====

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32. Other overhead expenses

Group	Quarter		Year-to-date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Promotion				
Advertisement and publicity	24,928	13,289	50,230	24,109
Credit and debit card expenses	6,720	6,751	14,612	12,840
Commission	29,784	28,829	67,276	76,470
	61,432	48,869	132,118	113,419
Establishment				
Office rental	14,739	14,041	28,737	28,346
Depreciation of property and equipment	17,611	17,791	35,704	35,858
Depreciation of investment property	74	73	148	147
Information technology expenses	16,596	13,004	24,057	24,403
Rental equipment	1,407	884	2,686	2,339
Office maintenance	5,751	5,041	10,873	9,236
Utilities	5,186	6,156	10,232	11,107
Security services	5,357	4,867	9,254	8,706
Takaful and insurance	1,280	3,069	2,273	3,225
Others	190	232	669	775
	68,191	65,158	124,633	124,142
General expenses				
Auditors' remuneration	702	525	1,279	997
Professional fees	10,657	10,343	20,335	20,934
Office supplies	2,861	2,619	5,227	5,514
Travelling & transport	3,631	2,927	6,431	5,420
Subscription fees	1,015	822	2,164	2,251
Outsourcing fees	4,357	4,944	9,691	8,863
Processing charges	124	126	222	385
Others	26,322	23,878	53,398	47,593
	49,669	46,184	98,747	91,957
	179,292	160,211	355,498	329,518

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32. Other overhead expenses (continued)

Company	Quarter 3 months ended		Year-to-date 6 months ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
<i>Promotion</i>				
Advertisement and publicity	111	84	113	84
	<u>111</u>	<u>84</u>	<u>113</u>	<u>84</u>
	-----	-----	-----	-----
<i>Establishment</i>				
Office rental	256	254	511	506
Depreciation of property and equipment	78	94	158	254
Information technology expenses	44	5	48	7
Rental equipment	24	25	49	50
Office maintenance	10	5	13	8
Utilities	5	9	14	17
Takaful and insurance	28	29	56	58
	<u>445</u>	<u>421</u>	<u>849</u>	<u>900</u>
	-----	-----	-----	-----
<i>General expenses</i>				
Auditors' remuneration	43	37	85	75
Professional fees	226	238	307	347
Office supplies	30	12	38	22
Travelling & transport	2	4	3	6
Subscription fees	2	1	2	1
Others	485	79	1,130	684
	<u>788</u>	<u>371</u>	<u>1,565</u>	<u>1,135</u>
	-----	-----	-----	-----
	<u>1,344</u>	<u>876</u>	<u>2,527</u>	<u>2,119</u>
	=====	=====	=====	=====

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33. Operating segment information

The Group comprises of the following main business segments:

Banking	Islamic banking and provision of related services.
Takaful	Underwriting of family and general Islamic insurance ("Takaful").
Others	Investment holding, ijarah financing, stockbroking and unit trust.

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33. Operating segment information (continued)

Quarter ended 30 June 2017	Banking RM'000	Takaful RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<i>Business segments</i>					
Segment result					
Revenue from external customers	768,997	169,802	4,392	-	943,191
Inter-segment revenue	9,083	5,033	136,619	(150,735)	-
Total revenue	778,080	174,835	141,011	(150,735)	943,191
Net income from operations (before allowance for impairment on financing and other assets)					
	470,183	174,835	141,011	(146,008)	640,021
Operating overheads	(259,635)	(115,800)	(7,217)	11,142	(371,510)
Operating results	210,548	59,035	133,794	(134,866)	268,511
Allowance for impairment	(25,056)	-	-	-	(25,056)
Finance cost	(9,786)	-	(19,139)	699	(28,226)
Profit before zakat and taxation	175,706	59,035	114,655	(134,167)	215,229

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33. Operating segment information (continued)

Quarter ended 30 June 2016	Banking	Takaful	Others	Elimination	Consolidated
<i>Business segments</i>	RM'000	RM'000	RM'000	RM'000	RM'000
Segment result					
Revenue from external customers	713,566	165,586	3,290	-	882,442
Inter-segment revenue	9,227	4,505	134,283	(148,015)	-
Total revenue	722,793	170,091	137,573	(148,015)	882,442
Net income from operations (before allowance for impairment on financing and other assets)	454,723	170,091	137,573	(142,973)	619,414
Operating overheads	(230,077)	(110,590)	(6,327)	11,729	(335,265)
Operating results	224,646	59,501	131,246	(131,244)	284,149
Allowance for impairment	(30,292)	-	-	-	(30,292)
Finance cost	(9,786)	-	(18,387)	-	(28,173)
Profit before zakat and taxation	184,568	59,501	112,859	(131,244)	225,684

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33. Operating segment information (continued)

Year-to-date 6 months ended 30 June 2017	Banking RM'000	Takaful RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<i>Business segments</i>					
Segment result					
Revenue from external customers	1,487,072	366,942	8,813	-	1,862,827
Inter-segment revenue	14,472	6,749	198,047	(219,268)	-
Total revenue	1,501,544	373,691	206,860	(219,268)	1,862,827
Net income from operations (before allowance for impairment on financing and other assets)					
Operating overheads	897,443	373,691	206,860	(210,598)	1,267,396
	(476,381)	(242,101)	(13,349)	16,081	(715,750)
Operating results	421,062	131,590	193,511	(194,517)	551,646
Allowance for impairment	(33,839)	-	-	-	(33,839)
Finance cost	(19,464)	-	(38,279)	1,364	(56,379)
Profit before zakat and taxation	367,759	131,590	155,232	(193,153)	461,428
Segment assets	54,246,687	7,905,819	5,678,399	(5,939,542)	61,891,363
Segment liabilities	49,549,700	7,077,542	1,303,114	(781,538)	57,148,818

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33. Operating segment information (continued)

Year-to-date 6 months ended 30 June 2016	Banking	Takaful	Others	Elimination	Consolidated
<i>Business segments</i>	RM'000	RM'000	RM'000	RM'000	RM'000
Segment result					
Revenue from external customers	1,423,345	343,436	6,475	-	1,773,256
Inter-segment revenue	15,108	7,158	173,073	(195,339)	-
Total revenue	1,438,453	350,594	179,548	(195,339)	1,773,256
Net income from operations (before allowance for impairment on financing and other assets)	889,662	350,594	179,548	(186,087)	1,233,717
Operating overheads	(445,107)	(233,822)	(13,630)	18,714	(673,845)
Operating results	444,555	116,772	165,918	(167,373)	559,872
Allowance for impairment	(65,213)	-	-	-	(65,213)
Finance cost	(19,679)	-	(36,774)	-	(56,453)
Profit before zakat and taxation	359,663	116,772	129,144	(167,373)	438,206
Segment assets	49,744,355	7,560,910	5,392,672	(5,521,785)	57,176,152
Segment liabilities	45,426,933	6,832,398	1,240,533	(563,513)	52,936,351

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34. Valuation of property and equipment

Property and equipment are stated at cost less accumulated depreciation and impairment losses. There was no valuation carried out during the six months ended 30 June 2017.

35. Changes in composition of the Group

There were no changes in the composition of the Group for the six months ended 30 June 2017.

36. Fair value of financial instruments

Fair value hierarchy

MFRS 7 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques adopted are observable or unobservable. Observable inputs reflect market data obtained from independent sources and unobservable inputs reflect the Group's market assumptions. The fair value hierarchy is as follows:

- Level 1 – Quoted price (unadjusted) in active markets for the identical assets or liabilities. This level includes listed equity securities and debt instruments.
- 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). This level includes profit rates swap and structured debt. The sources of input parameters include Bank Negara Malaysia ("BNM") indicative yields or counterparty credit risk.

There has been no transfer between Level 1 and 2 Fair values during the six months ended 30 June 2017.

- Level 3 – Inputs for asset or liability that are not based on observable market data (unobservable inputs). This level includes equity instruments and debt instruments with significant unobservable components.

The following tables show the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include short-term / on demand financial assets and financial liabilities where the carrying amount is a reasonable approximation of their fair value:

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36. Fair value of financial instruments (continued)

Fair value information

30.06.2017 RM'000 Group	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying Amount
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total		
Financial assets										
Financial assets held-for-trading	173,968	598,341	-	772,309	-	-	-	-	772,309	772,309
Derivative financial assets	-	26,284	-	26,284	-	-	-	-	26,284	26,284
Financial assets available-for-sale	560,750	13,419,426	245,190	14,225,366	-	-	5,300	5,300	14,230,666	14,231,089
Financial assets held-to-maturity	-	-	-	-	89,721	438,052	-	527,773	527,773	524,747
Financing, advances and others	-	-	-	-	-	-	40,531,008	40,531,008	40,531,008	40,503,504
Total assets	734,718	14,044,051	245,190	15,023,959	89,721	438,052	40,536,308	41,064,081	56,088,040	56,057,933
Financial liabilities										
Derivative financial liabilities	-	30,712	-	30,712	-	-	-	-	30,712	30,712
Sukuk liabilities	-	-	-	-	-	-	1,964,062	1,964,062	1,964,062	1,919,932
Total liabilities	-	30,712	-	30,712	-	-	1,964,062	1,964,062	1,994,774	1,950,644
30.06.2017 Company										
Financial assets										
Financial assets available-for-sale	171,851	-	-	171,851	-	-	-	-	171,851	171,851
Total assets	171,851	-	-	171,851	-	-	-	-	171,851	171,851
Financial liabilities										
Sukuk liabilities	-	-	-	-	-	-	1,265,774	1,265,774	1,265,774	1,265,774
Total liabilities	-	-	-	-	-	-	1,265,774	1,265,774	1,265,774	1,265,774

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36. Fair value of financial instruments (continued)

Fair value information (continued)

31.12.2016 RM'000 Group	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying Amount
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total		
Financial assets										
Financial assets held-for-trading	169,361	608,249	-	777,610	-	-	-	-	777,610	777,610
Derivative financial assets	-	124,572	-	124,572	-	-	-	-	124,572	124,572
Financial assets available-for-sale	669,072	12,920,481	160,112	13,749,665	-	-	5,300	5,300	13,754,965	13,755,389
Financial assets held-to-maturity	-	-	-	-	93,990	482,378	57,703	634,071	634,071	631,086
Financing, advances and others	-	-	-	-	-	-	39,233,082	39,233,082	39,233,082	39,189,274
Total assets	838,433	13,653,302	160,112	14,651,847	93,990	482,378	39,296,085	39,872,453	54,524,300	54,477,931
Financial liabilities										
Derivative financial liabilities	-	111,089	-	111,089	-	-	-	-	111,089	111,089
Sukuk liabilities	-	-	-	-	-	-	1,917,468	1,917,468	1,917,468	1,881,751
Total liabilities	-	111,089	-	111,089	-	-	1,917,468	1,917,468	2,028,557	1,992,840
31.12.2016 Company										
Financial assets										
Financial assets available-for-sale	135,406	-	-	135,406	-	-	-	-	135,406	135,406
Total assets	135,406	-	-	135,406	-	-	-	-	135,406	135,406
Financial liabilities										
Sukuk liabilities	-	-	-	-	-	-	1,227,494	1,227,494	1,227,494	1,227,494
Total liabilities	-	-	-	-	-	-	1,227,494	1,227,494	1,227,494	1,227,494

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36. Fair value of financial instruments (continued)

The following table presents the changes in Level 3 instruments for the six months ended 30 June 2017 for the Group:

	6 months 30.06.2017 RM'000	12 months 31.12.2016 RM'000
<i>Financial assets available-for-sale</i>		
At 1 January 2017/2016	160,112	152,641
Purchases	101,539	48,545
Maturities	(21,539)	(48,545)
Gains	5,078	7,471
	<hr/>	<hr/>
At 30 June 2017/31 December 2016	245,190 =====	160,112 =====

The following table shows the valuation techniques used in the determination of fair values within Level 3, as well as the key unobservable inputs used in the valuation models.

(a) Financial instruments carried at fair value

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets available-for-sale	Valued at cost less impairment	Not applicable	Not applicable
Institutional trust account	Discounted cash flows using market profit rate for a similar instrument at the measurement date	4.58% (2016: 4.58%)	The estimated fair value would increase (decrease) if the discount rate were (lower) higher.

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36. Fair value of financial instruments (continued)

(b) Financial instruments not carried at fair value

The following methods and assumptions are used to estimate the fair values of the following classes of financial instruments:

(i) Financial investments held-to-maturity ("HTM")

The fair values of securities that are actively traded is determined by quoted bid prices. For non-actively traded securities, the fair values are valued at cost less impairment or estimated using discounted cash flow analysis. Where discounted cash flow technique is used, the estimated future cash flows are discounted using applicable prevailing market or indicative rates of similar instruments at the reporting date.

(ii) Financing and advances

The fair values of variable rate financing are estimated to approximate their carrying values. For fixed rate financing, the fair values are estimated based on expected future cash flows of contractual instalment payments, discounted at applicable and prevailing rates at reporting date offered for similar facilities to new borrowers with similar credit profiles. In respect of impaired financing, the fair values are deemed to approximate the carrying values which are net of impairment allowances.

(iii) Subordinated Sukuk Murabahah

The fair values of subordinated obligations are estimated by discounting the expected future cash flows using the applicable prevailing profit rates of borrowings with similar risk profiles.

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37. Off balance sheet financial instruments by value of contracts classified by remaining period to maturity/net re-pricing date (whichever earlier)

Group Items	30.06.2017				
	Principal Amount RM'000	up to 1 month RM'000	>1-3 months RM'000	>3-6 months RM'000	>6-12 months RM'000
Foreign exchange related contracts					
- forwards	1,197,027	91,394	232,552	187,063	686,018
- swaps	1,452,911	606,781	249,100	-	597,030
- spot	565,057	565,057	-	-	-
Total	3,214,995	1,263,232	481,652	187,063	1,283,048

Market risk

Market risk is the potential change in value caused by movement in market rates or prices. The contractual amounts stated above provide only a measure of involvement in these types of transactions and do not represent the amount subject to market risk. Exposure to market risk may be reduced through offsetting on and off-balance sheet positions. As at 30 June 2017, the amount of contracts which were not hedged and, hence, exposed to market risk was RM691.85 million. (31 December 2016: RM609.93 million).

Credit risk

Credit risk arises from the possibility that a counter-party may be unable to meet the terms of a contract in which the Bank has a gain position. This amount will increase or decrease over the life of the contracts, maturity dates and rates or prices. As at 30 June 2017, the credit risk measured in terms of the cost to replace the profitable contracts was RM90.93 million (31 December 2016: RM192.49 million).

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38. Commitments and contingencies

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

The off-balance sheet and counterparties credit risk for Bank Islam is as follows:

	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Asset RM'000
As at 30.06.2017				
Credit-related Exposures				
Direct credit substitutes	2,674,942		2,674,942	1,994,633
Transaction related contingent items	1,008,030		504,015	475,767
Short term self-liquidating trade related contingencies	336,883		67,377	64,007
Other commitments, such as formal standby facilities and credit lines with original maturity of:				
- not exceeding one year	-		-	-
- exceeding one year	1,496,452		748,226	631,417
Unutilised credit card lines	-		-	-
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	4,686,173		-	-
	10,202,480	-	3,994,560	3,165,824
Derivative Financial Instruments				
Foreign exchange related contracts				
- Less than one year	3,214,995	21,600	70,612	45,033
Profit rate related contracts				
- Less than one year	-	-	-	-
- One year to less than five years	400,000	2,036	4,834	967
- Five years and above	222,202	2,648	15,485	9,791
	3,837,197	26,284	90,931	55,791
	14,039,677	26,284	4,085,491	3,221,615

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38. Commitments and contingencies (continued)

The off-balance sheet and counterparties credit risk for Bank Islam is as follows:
(continued)

As at 31.12.2016	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Asset RM'000
Credit-related Exposures				
Direct credit substitutes	294,460		294,460	293,848
Transaction related contingent items	952,188		476,094	443,165
Short term self-liquidating trade related contingencies	341,524		68,305	67,309
Other commitments, such as formal standby facilities and credit lines with original maturity of:				
- not exceeding one year	591,031		118,206	88,979
- exceeding one year	1,792,008		896,004	715,873
Unutilised credit card lines	1,140,141		228,028	171,563
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	4,639,610		-	-
	<u>9,750,962</u>	<u>-</u>	<u>2,081,097</u>	<u>1,780,737</u>
Derivative Financial Instruments				
Foreign exchange related contracts				
- Less than one year	3,117,570	117,445	163,823	79,734
Profit rate related contracts				
- Less than one year	200,000	1,397	200	40
- One year to less than five years	400,000	2,729	9,497	1,899
- Five years and above	236,027	3,001	18,971	11,606
	<u>3,953,597</u>	<u>124,572</u>	<u>192,491</u>	<u>93,279</u>
	<u>13,704,559</u>	<u>124,572</u>	<u>2,273,588</u>	<u>1,874,016</u>

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39. Capital adequacy

Total capital and capital adequacy ratios of Bank Islam Group ("the Bank") have been computed based on BNM's Capital Adequacy Framework for Islamic Banks (Capital Components and Risk-Weighted Assets) issued on 13 October 2015. The minimum regulatory capital adequacy ratios requirement for Common Equity Tier I ("CET I") capital ratio, Tier I capital ratio and total capital ratio are 5.750%, 7.250% and 9.250% respectively for the year 2017 (2016: 5.125%, 6.625% and 8.625%). The Bank has adopted the Standardised Approach for Credit Risk and Market Risk and the Basic Indicator Approach for Operational Risk.

The capital adequacy ratios of the Bank are set out below:

	30.06.2017	31.12.2016
	%	%
Common Equity Tier I ("CET I") Capital Ratio	12.976	12.397
Total Tier I Capital Ratio	12.976	12.397
Total Capital Ratio	16.044	15.518

The components of CET I, Tier I and Tier II capital of Bank Islam:

	30.06.2017	31.12.2016
	RM'000	RM'000
Paid-up share capital	2,803,341	2,404,384
Share premium	-	264,790
Retained earnings	2,046,930	523,247
Other reserves	(153,284)	1,193,045
Less: Deferred tax assets	(38,775)	(48,378)
Total CET I and Tier I Capital	4,658,212	4,337,088
Sukuk Murabahah	700,000	700,000
Collective assessment allowance [^]	401,414	391,782
Total Tier II Capital	1,101,414	1,091,782
Total Capital	5,759,626	5,428,870

[^] Collective assessment allowance on non-impaired financing subject to maximum of 1.25% of total credit risk-weighted assets less credit risk absorbed by unrestricted investment accounts.

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39. Capital adequacy (continued)

The breakdown of risk-weighted assets by each major risk category is as follows:

	30.06.2017	31.12.2016
	RM'000	RM'000
Credit risk	35,981,893	33,908,778
Less: Credit risk absorbed by unrestricted investment accounts	(3,868,834)	(2,566,180)
Market risk	691,850	609,931
Operational risk	3,092,945	3,031,801
	35,897,854	34,984,330
	=====	=====

40. Credit Transactions and Exposures with Connected Parties

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
Outstanding credit exposures with connected parties	1,422,041	2,235,730
% of outstanding credit exposures to connected parties as a proportion of total credit exposures	3.45%	5.61%
% of outstanding credit exposures to connected parties which is non-performing or in default	0.001%	0.001%

The above disclosure on Credit Transaction and Exposures with Connected Parties is presented in accordance with Para 9.1 of Bank Negara Malaysia's Revised Guidelines on Credit Transaction and Exposures with Connected Parties.

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**Explanatory notes pursuant to Appendix 9B of the listing requirements of
Bursa Malaysia Securities Berhad**

B1. Performance review for the six months ended 30 June 2017

BIMB Holdings Berhad ("BHB") Group reported a Profit Before Zakat and Taxation ("PBZT") for the six months ended 30 June 2017 of RM461.4 million, representing an increase of 5.3% or RM23.2 million as compared to the corresponding period in 2016 of RM438.2 million. BHB registered a Return on Equity ("ROE") of 20.03% (based on PBZT).

The net profit attributable to shareholders also increased by 2.8% or RM7.8 million to RM286.8 million as compared to the corresponding period in 2016. Consequently, net assets per share has also improved to RM2.69 as at 30 June 2017 compared to RM2.44 as at 31 December 2016.

Islamic Banking

Bank Islam Group ("Bank Islam" or "the Bank") reported PBZT of RM367.8 million or an increase of 2.3% for the six months ended 30 June 2017 compared to the previous corresponding period. The improved performance was mainly attributed to growth in business activities.

Year-on-year net financing assets grew RM4.2 billion or 11.5% to reach RM40.5 billion as at end of June 2017. Correspondingly, fund based income from financing also increased by RM63.5 million or 6.1%.

As at end of June 2017, customer deposits and investment accounts stood at RM48.1 billion with a year-on-year increase of RM5.7 billion or 13.4%. CASA ratio as at end of June 2017 was 31.6% against the Islamic Banking Industry CASA ratio of 24.4% as at end of May 2017.

The Bank's gross impaired financing ratio was 1.02% while the net impaired financing ratio was a negative 0.62% as at end of June 2017 compared to 0.98% and a negative 0.75% respectively as at 31 December 2016. The Banking System gross impaired ratio was 1.67% and the net impaired ratio was 0.29% as at end of May 2017.

The key performance ratios as at end of June 2017 also compared favourably against the Banking System ratios as at end of December 2016. The Bank's return on equity and return on assets based on PBZT were 15.8% and 1.3% respectively against the Banking System's 12.5% and 1.3% respectively.

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B1. Performance review for the six months ended 30 June 2017 (continued)

Takaful

For the six months ended 30 June 2017, Syarikat Takaful Malaysia Berhad Group ("Takaful Malaysia") operating revenue increased by 4.5% to RM1,145.2 million from RM1,095.5 million in the same period of the preceding year. The increase is mainly attributable to higher sales generated by both Family Takaful and General Takaful business.

For the 6 months period, Family Takaful generated gross earned contributions of RM645.0 million as compared to RM599.6 million in the corresponding period last year. The increase is mainly attributable to higher sales from Family Takaful mortgage related products.

For the 6 months period, General Takaful recorded gross earned contributions of RM272.8 million as compared to RM257.5 million in the corresponding period last year. The growth was mainly from fire and motor classes.

For the six months ended 30 June 2017, Takaful Malaysia recorded a PBZT of RM131.6 million, increased by 13.2% as compared to RM116.3 million in the same period last year. The higher profit is attributable to higher net wakalah fee income.

B2. Comparison with the preceding quarter's results for the three months performance (Second Quarter 2017 vs. First Quarter 2017)

For the second quarter ended 30 June 2017, the BHB Group reported a PBZT of RM215.2 million against a PBZT of RM246.2 million achieved for the first quarter ended 31 March 2017, a decrease of RM31.0 million or 12.6%.

Bank Islam's PBZT of RM175.7 million for the second quarter ended 30 June 2017 was lower by RM16.4 million or 8.5% compared to the preceding quarter ended 31 March 2017 of RM192.1 million mainly due to higher operating overheads.

For the quarter under review, Takaful Malaysia registered a PBZT of RM59.1 million, which was lower by 18.6% as compared to the preceding quarter of RM72.6 million. The decrease in profit was mainly attributable to lower net wakalah fee income.

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B3. Prospects for 2017

Outlook on the economy

The Q1 2017 GDP recorded a growth of 5.6% year-on-year, which was largely driven by both domestic and external demand. Despite recording an inflation rate of 5.1% year-on-year in March 2017, spending among the consumers, in particular, accelerated to 6.6% from 6.1% in the preceding quarter (and 5.2% in Q1 2016). Meanwhile, real export posted a 9.8% growth during the quarter under review.

For the full year 2017, GDP is projected to grow by 4.9%. This is largely supported by expected growth from export activities as well as higher investment activities from both the public and private sector. However, consumers and businesses will continue to be cautious in their spending and production activities respectively given the economic uncertainties. In addition, Overnight Policy Rate ("OPR") is expected to remain unchanged at 3.00% while the MYR/USD, despite the recent appreciation, will most probably remain above RM4.00 for the rest of 2017.

Islamic banking

The banking industry is anticipated to remain resilient despite challenging operating environment with moderate loans growth of between 5% and 6%. While competition for deposits and margin compression continue, sufficient liquidity in the banking system is projected to support financing activities. Banks are also well positioned to maintain Basel III liquidity coverage ratio above the regulatory requirement to meet unexpected cash outflows or adverse liquidity shocks. Banks' capitalisation is also likely to be sufficient to withstand asset quality distress. Moreover, with the rising emergence of fintech startups, banks are expected to invest in technology and innovation or start evaluating commercially viable ways to collaborate with fintech startups in order to remain competitive in this new and changing landscape.

For Bank Islam in particular, it will continue to focus on maintaining its asset quality and deposit drive while continuously embracing digitalisation. In line with Basel III rules, the Bank will continue to manage liquidity and deploy capital efficiently in its operations. The Bank also intends to continue positioning itself as a value-based intermediary that reflects the true essence of Islamic finance.

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B3. Prospects for 2017 (continued)

Takaful

For the year 2017, Takaful Malaysia will continue to emphasize the four core areas of customer reach, operational agility, cost competitiveness and stakeholder confidence to increase its overall market shares and continuously improving shareholders' value. Through its extensive range of products and services, Takaful Malaysia is poised to sustain its position as the market leader in the Family Takaful business. Takaful Malaysia will amplify its presence as the preferred choice for insurance through various advertising and marketing activities and promote its unique proposition of rewarding a 15% Cash Back to its General Takaful customers for no claims during coverage period. Takaful Malaysia will also undertake an enhanced approach to its distribution channel by accelerating digital initiatives to optimize its operations and marketing activities. Takaful Malaysia will actively cultivate its digital presence through an online sales portal and integrated online marketing initiatives as part of its long term strategy to meet the growing needs of the consumers.

B4. Variance from profit forecast and profit guarantee

The Group neither made any profit forecast nor issued any profit guarantee.

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B5. Tax expense

Major components of tax expense

	Group		Company	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Current tax expense	124,762	120,631	1,110	550
Over provision in prior years	(34)	(756)	-	-
Deferred tax expense:				
Origination and reversal of temporary differences	4,145	(2,383)	-	-
	128,873	117,492	1,110	550

A reconciliation of effective tax expense for the Group and Company are as follows:

Profit before tax	461,428	438,206	154,136	127,942
Income tax calculated using Malaysian tax rate of 24% (2016: 24%)	110,742	105,169	36,993	30,706
Non-deductible expenses	33,774	26,555	1,886	1,065
Non-deductible Sukuk's finance cost	9,187	8,826	9,187	8,826
Non-taxable income	(26,348)	(22,302)	(46,956)	(40,047)
	127,355	118,248	1,110	550
Movement of deferred tax asset	1,552	-	-	-
	128,907	118,248	1,110	550
Over provision in prior years	(34)	(756)	-	-
Tax expense	128,873	117,492	1,110	550

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B6. Corporate proposals

There were no corporate proposals outstanding as at the date of this submission.

B7. Status of utilisation of proceeds raised from corporate proposals

The proceeds raised from the issuances of all debt securities in prior years have been used for working capital, general banking and other corporate purposes, as intended.

B8. Supplementary information on the breakdown of realised and unrealised profits or losses

The breakdown of the retained earnings of the Group, into realised and unrealised profits or losses, pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements, are as follows:

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
Total retained earnings of the Group		
- realised	2,845,694	1,020,772
- unrealised	36,502	82,223
	<hr/>	<hr/>
	2,882,196	1,102,995
Less: Consolidation adjustments	(1,163,301)	(795,643)
	<hr/>	<hr/>
Total retained earnings	1,718,895	307,352
	<hr/> <hr/>	<hr/> <hr/>

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by Malaysian Institute of Accountants on 20 December 2010.

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B9. Deposits and placements of financial institutions and debt securities

	Group	
	30.06.2017	31.12.2016
	RM'000	RM'000
Deposits from customers		
Mudharabah and Tawarruq term deposits and Negotiable Islamic Debt Certificates		
- One year or less (short-term)	27,865,272	30,914,953
- More than one year (medium/long-term)	849,785	410,070
	28,715,057	31,325,023
Current accounts	9,156,297	9,928,598
Savings accounts	4,346,502	4,131,604
Others	99,951	106,528
	42,317,807	45,491,753
	42,317,807	45,491,753
Investment accounts of customers		
- One year or less (short-term)	5,026,190	3,573,871
	5,026,190	3,573,871
	5,026,190	3,573,871
Deposits and placements of banks and other financial institutions		
- One year or less (short-term)	100,000	30,000
	100,000	30,000
	100,000	30,000

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B10. Material litigation

Save as disclosed below, there were no changes in material litigation, including the status of pending material litigations since the last annual balance sheet date of 31 December 2016.

- (a) On 14 November 2016, Bank Islam filed a civil suit against Tidalmarine Engineering Sdn Bhd ("Customer") and the guarantors, namely Nik Mohd Kamel Bin Nik Hassan and Nik Faizah Binti Nik Mohd Kamel (collectively be referred to as "the Defendants") claiming for an amount of RM18,563,506.17 being the outstanding financing facilities granted by Bank Islam to the Customer whose accounts had been defaulted.

On 23 May 2017, the Court has allowed Bank Islam's summary judgment application with costs totalling RM5,000.00.

B11. Dividend

On 27 January 2017, the Company had paid an interim dividend of 13.00 sen per ordinary share totaling RM206,528,402 in respect of the financial year ended 31 December 2016. From the total dividend amount, approximately 10.9% or RM22.5 million was distributed as cash dividend whilst the remaining 89.1% amounting to RM184.0 million was reinvested to subscribe for 49,061,000 new ordinary shares of RM1.00 at RM3.75 each via the Dividend Reinvestment Plan.

B12. Earnings per share

Basic EPS is calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the number of average ordinary shares in issue during the period.

Group	Quarter		Year-to-date	
	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Net profit for the period under review attributable to equity holders of the parent	135,667	143,712	286,769	278,966
Number of ordinary shares	1,637,741	1,588,679	1,637,741	1,588,679
Number of average ordinary shares	1,637,741	1,588,679	1,629,609	1,583,317
Earnings per share (sen)	8.28	9.05	17.60	17.62
	=====	=====	=====	=====

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B13. Economic profit statement

Group	Quarter		Year-to-date	
	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Net Operating profit after zakat & tax (NOPAT)				
Profit before zakat and taxation (PBZT)	215,229	225,684	461,428	438,206
Zakat & Taxation	(61,703)	(63,359)	(134,005)	(122,452)
NOPAT	153,526	162,325	327,423	315,754
Economic charge computation				
Average invested capital (excludes the debit balance of the acquisition reserve arising from the acquisition of shares from non-controlling interests)	5,848,816	5,360,633	5,679,588	5,167,511
Weighted Average Cost of Capital (WACC) (%)	6.41	6.18	6.41	6.18
Economic charge	93,470	82,369	180,535	158,804
Economic profit	60,056	79,956	146,888	156,950

By order of the Board

MARIA MAT SAID (LS 0009400)
Company Secretary
July 28, 2017