

Kenanga Investment Bank Berhad
(Company No. 197301002193 (15678-H))

Unaudited Condensed Interim Financial Statements
30 June 2024

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

<u>Group</u>	Note	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
ASSETS			
Cash and bank balances	A11	1,738,661	1,482,513
Financial assets at fair value through profit or loss ("FVTPL")	A12	649,602	438,660
Financial investments at fair value through other comprehensive income ("FVOCI")	A13 (i)	839,106	877,282
Financial investments at amortised cost ("AC")	A13 (ii)	510,176	470,796
Derivative financial assets	B11	58,210	75,938
Loans, advances and financing	A14	1,781,644	1,700,962
Balances due from clients and brokers	A15	504,453	570,715
Other assets	A16	271,269	191,381
Statutory deposit with Bank Negara Malaysia	A17	71,505	60,620
Tax recoverable		17,002	24,599
Investments in associates		141,691	121,619
Investments in joint ventures		30,573	31,650
Property, plant and equipment		152,003	152,776
Intangible assets		336,596	333,609
Right-of-use assets		24,888	24,226
Deferred tax assets		20,354	25,500
TOTAL ASSETS		7,147,733	6,582,846
LIABILITIES			
Deposits from customers	A18	3,723,585	3,610,595
Deposits and placements of banks and other financial institutions	A19	442,377	331,803
Balances due to clients and brokers		821,869	775,015
Derivative financial liabilities	B11	101,882	45,097
Other liabilities	A20	534,535	430,465
Obligations on securities sold under repurchase agreements		254,042	97,232
Borrowings	A21	180,500	180,500
Lease liabilities		25,500	24,750
Provision for taxation and zakat		2,839	16,358
Deferred tax liabilities		52	56
TOTAL LIABILITIES		6,087,181	5,511,871

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UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

<u>Group (cont'd.)</u>	Note	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
EQUITY			
Share capital		253,834	253,834
Treasury shares		(10,660)	(11,739)
Reserves		817,378	828,880
TOTAL EQUITY		<u>1,060,552</u>	<u>1,070,975</u>
TOTAL LIABILITIES AND SHAREHOLDERS'			
EQUITY			
		<u>7,147,733</u>	<u>6,582,846</u>
Commitments and contingencies	A29	<u>6,511,175</u>	<u>4,775,217</u>
Net assets per share attributable to equity holders of the Bank (RM)		<u>1.46</u>	<u>1.48</u>

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

<u>Bank</u>	Note	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
ASSETS			
Cash and bank balances	A11	1,210,802	974,727
Financial assets at FVTPL	A12	650,980	438,474
Financial investments at FVOCI	A13 (i)	839,106	877,282
Financial investments at AC	A13 (ii)	510,176	470,796
Derivative financial assets	B11	58,210	75,938
Loans, advances and financing	A14	1,807,779	1,726,647
Balances due from clients and brokers	A15	504,362	570,636
Other assets	A16	132,967	178,662
Statutory deposit with Bank Negara Malaysia	A17	71,505	60,620
Tax recoverable		14,923	13,776
Investments in subsidiaries		60,812	60,812
Investment in an associate		68,435	68,435
Investments in joint ventures		48,066	48,066
Property, plant and equipment		142,812	144,506
Intangible assets		338,751	335,920
Right-of-use assets		19,949	20,247
Deferred tax assets		3,663	6,807
TOTAL ASSETS		6,483,298	6,072,351
LIABILITIES			
Deposits from customers	A18	3,856,475	3,764,714
Deposits and placements of banks and other financial institutions	A19	442,377	331,803
Balances due to clients and brokers		335,062	344,719
Derivative financial liabilities	B11	101,882	45,097
Other liabilities	A20	305,429	262,046
Obligations on securities sold under repurchase agreements		254,042	97,232
Borrowings	A21	180,500	180,500
Lease liabilities		20,382	20,594
Provision for taxation and zakat		276	427
TOTAL LIABILITIES		5,496,425	5,047,132

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UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

<u>Bank (cont'd.)</u>	Note	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
EQUITY			
Share capital		253,834	253,834
Treasury shares		(10,660)	(11,739)
Reserves		743,699	783,124
TOTAL EQUITY		<u>986,873</u>	<u>1,025,219</u>
TOTAL LIABILITIES AND SHAREHOLDERS'			
EQUITY			
		<u>6,483,298</u>	<u>6,072,351</u>
Commitments and contingencies	A29	<u>6,615,636</u>	<u>4,906,200</u>
Net assets per share (RM)		<u>1.36</u>	<u>1.42</u>

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Note	Individual Quarter		Cumulative Quarters	
		3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Group					
Interest income	A22	65,871	63,434	128,497	127,437
Interest expense	A23	(49,225)	(39,386)	(95,739)	(76,532)
Net interest income		16,646	24,048	32,758	50,905
Net income from Islamic banking business	A33	6,797	5,014	13,201	9,161
Other operating income	A24	163,363	126,445	303,767	236,662
Net income		186,806	155,507	349,726	296,728
Other operating expenses	A25	(168,300)	(141,539)	(312,834)	(273,707)
Operating profit		18,506	13,968	36,892	23,021
Credit loss (expense)/reversal	A26	(6,014)	8,463	(12,305)	10,900
Bad debts recovered	A27	902	318	2,197	599
		13,394	22,749	26,784	34,520
Share of results of associates and joint ventures		403	575	13,720	1,251
Profit before taxation and zakat		13,797	23,324	40,504	35,771
Taxation and zakat	B5	(4,427)	(6,626)	(8,306)	(8,716)
Profit for the period		9,370	16,698	32,198	27,055
Profit for the period attributable to:					
Equity holders of the Bank		9,370	16,698	32,198	26,945
Non-controlling interests		-	-	-	110
		9,370	16,698	32,198	27,055
Earnings per share:					
Basic (sen)	B8	1.29	2.31	4.44	3.73
Fully diluted (sen)	B8	1.29	2.31	4.42	3.71

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197301002193 (15678-H)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Individual Quarter		Cumulative Quarters	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Group (cont'd.)				
Other comprehensive income/(loss)				
Items that will not be reclassified subsequently to profit or loss:				
Fair value loss on equity instruments at FVOCI	(137)	-	(137)	-
Share of other comprehensive income of associates	(1,418)	8,822	5,669	10,010
Income tax relating to the fair value loss on equity instruments	33	-	33	-
Items that will be reclassified subsequently to profit or loss:				
Foreign exchange differences on consolidation	(204)	6,552	3,154	6,643
Fair value (loss)/gain on debt instruments at FVOCI	(2,188)	3,335	(1,485)	6,074
Income tax relating to fair value (loss)/gain on debt instruments	463	(800)	302	(1,489)
Other comprehensive income for the period, net of tax	(3,451)	17,909	7,536	21,238
Total comprehensive income for the period, net of tax	5,919	34,607	39,734	48,293
Total comprehensive income attributable to:				
Equity holders of the Bank	5,919	34,607	39,734	48,183
Non-controlling interests	-	-	-	110
	5,919	34,607	39,734	48,293

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Note	Individual Quarter		Cumulative Quarters	
		3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Bank					
Interest income	A22	62,995	60,741	122,995	121,640
Interest expense	A23	(50,404)	(43,905)	(98,641)	(86,177)
Net interest income		12,591	16,836	24,354	35,463
Net income from Islamic banking business	A33	6,797	5,014	13,201	9,161
Other operating income	A24	120,295	67,024	204,272	128,046
Net income		139,683	88,874	241,827	172,670
Other operating expenses	A25	(118,211)	(88,740)	(215,531)	(178,100)
Operating profit/(loss)		21,472	134	26,296	(5,430)
Credit loss (expense)/reversal	A26	(6,449)	8,820	(11,640)	9,701
Bad debts recovered	A27	902	301	2,197	589
Profit before taxation and zakat		15,925	9,255	16,853	4,860
Taxation and zakat		(2,984)	(2,601)	(3,755)	(2,196)
Profit for the period		12,941	6,654	13,098	2,664
Other comprehensive income/(loss)					
Items that will not be reclassified subsequently to profit or loss:					
Fair value loss on equity instruments at FVOCI		(137)	-	(137)	-
Income tax relating to the fair value loss on equity instruments		33	-	33	-
Items that will be reclassified subsequently to profit or loss:					
Fair value (loss)/gain on debt instruments at FVOCI		(2,188)	3,335	(1,485)	6,074
Income tax relating to fair value (loss)/gain on debt instruments		463	(800)	302	(1,489)
Other comprehensive (loss)/income for the period, net of tax		(1,829)	2,535	(1,287)	4,585
Total comprehensive income for the period, net of tax		11,112	9,189	11,811	7,249

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

KENANGA INVESTMENT BANK BERHAD
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UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Group	Non- Distributable					Distributable		Total Equity RM'000	
	Ordinary Shares RM'000	ESS Reserve RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	Exchange Reserve RM'000	Capital Reserve RM'000	Treasury Shares RM'000		Retained Profits RM'000
At 1 January 2024	253,834	1,317	6,849	16,064	28,836	88,938	(11,739)	686,876	1,070,975
Net profit for the financial period	-	-	-	-	-	-	-	32,198	32,198
Share of other comprehensive income of associates	-	-	4,378	-	-	-	-	1,291	5,669
Other comprehensive (loss)/income	-	-	(1,287)	-	3,154	-	-	-	1,867
Total comprehensive income	-	-	3,091	-	3,154	-	-	33,489	39,734
Share-based payment under Employees' Share Scheme ("ESS")	-	72	-	-	-	-	-	-	72
Transfer of shares pursuant to exercise of ESS	-	-	-	-	-	-	1,079	(456)	623
Transfer from retained profits	-	-	-	329	-	-	-	(329)	-
Transfer to retained profits	-	(123)	-	-	-	-	-	123	-
Dividend paid	-	-	-	-	-	-	-	(50,852)	(50,852)
At 30 June 2024	253,834	1,266	9,940	16,393	31,990	88,938	(10,660)	668,851	1,060,552

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

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UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Group	Non- Distributable						Distributable		Non-Controlling Interest	Total Equity
	Ordinary Shares	ESS Reserve	Fair Value Reserve	Regulatory Reserve	Exchange Reserve	Capital Reserve	Treasury Shares	Retained Profits		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2023	253,834	1,794	(10,922)	17,192	24,075	88,938	(13,538)	655,907	5,544	1,022,824
Net profit for the financial period	-	-	-	-	-	-	-	26,945	110	27,055
Share of other comprehensive income of associates	-	-	9,911	-	-	-	-	99	-	10,010
Other comprehensive income	-	-	4,585	-	6,643	-	-	-	-	11,228
Total comprehensive income	-	-	14,496	-	6,643	-	-	27,044	110	48,293
Share-based payment under ESS	-	47	-	-	-	-	-	-	-	47
Transfer of shares pursuant to exercise of ESS	-	-	-	-	-	-	1,606	(620)	-	986
Transfer to retained profits	-	(193)	-	(845)	-	-	-	1,038	-	-
Dividend paid	-	-	-	-	-	-	-	(43,587)	-	(43,587)
Disposal of a subsidiary	-	-	-	-	-	-	-	-	(5,654)	(5,654)
At 30 June 2023	253,834	1,648	3,574	16,347	30,718	88,938	(11,932)	639,782	-	1,022,909

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

KENANGA INVESTMENT BANK BERHAD
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UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Bank	Ordinary Shares RM'000	Non- Distributable			Distributable		Total Equity RM'000	
		ESS Reserve RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	Capital Reserve RM'000	Treasury Shares RM'000		Retained Profits RM'000
At 1 January 2024	253,834	1,317	2,856	16,064	153,863	(11,739)	609,024	1,025,219
Net profit for the financial period	-	-	-	-	-	-	13,098	13,098
Other comprehensive loss	-	-	(1,287)	-	-	-	-	(1,287)
Total comprehensive (loss)/income	-	-	(1,287)	-	-	-	13,098	11,811
Share-based payment under ESS	-	72	-	-	-	-	-	72
Transfer of shares pursuant to exercise of ESS	-	-	-	-	-	1,079	(456)	623
Transfer from retained profits	-	-	-	329	-	-	(329)	-
Transfer to retained profits	-	(123)	-	-	-	-	123	-
Dividend paid	-	-	-	-	-	-	(50,852)	(50,852)
At 30 June 2024	253,834	1,266	1,569	16,393	153,863	(10,660)	570,608	986,873

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

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UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Ordinary Shares RM'000	Non- Distributable			Distributable		Total Equity RM'000	
		ESS Reserve RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	Capital Reserve RM'000	Treasury Shares RM'000		Retained Profits RM'000
Bank								
At 1 January 2023	253,834	1,794	(6,422)	17,192	153,863	(13,538)	597,058	1,003,781
Net profit for the financial period	-	-	-	-	-	-	2,664	2,664
Other comprehensive income	-	-	4,585	-	-	-	-	4,585
Total comprehensive income	-	-	4,585	-	-	-	2,664	7,249
Share-based payment under ESS	-	47	-	-	-	-	-	47
Transfer of shares pursuant to exercise of ESS	-	-	-	-	-	1,606	(620)	986
Transfer to retained profits	-	(193)	-	(845)	-	-	1,038	-
Dividend paid	-	-	-	-	-	-	(43,587)	(43,587)
At 30 June 2023	253,834	1,648	(1,837)	16,347	153,863	(11,932)	556,553	968,476

The condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Group		Bank	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities				
Profit before taxation	40,504	35,771	16,853	4,860
Adjustments for:				
Depreciation of property, plant and equipment	5,649	5,581	4,829	4,957
Amortisation of intangible assets	4,335	3,461	3,487	2,882
Amortisation of right-of-use assets	3,949	4,628	3,260	3,348
Lease interest expenses/(reversal)	689	(50)	553	449
ESS expense	54	26	54	26
Credit loss expense/(reversal)	12,305	(10,900)	11,640	(9,701)
Property, plant and equipment written off	37	3	2	3
Bad debts recovered	-	(599)	-	(589)
Gain on disposal of a subsidiary	-	(1,477)	-	-
Non-cash items	27,018	673	23,825	1,375
Net gain from sale of financial assets at FVTPL and derivatives	(57,032)	(18,370)	(55,756)	(18,370)
Net gain from sale of financial investments other than those measured at FVTPL	(1,504)	(8)	(1,504)	(8)
Gross dividend income from investments	(1,442)	(206)	(10,488)	(2,287)
Loss/(gain) on revaluation of financial assets at FVTPL and derivatives	12,408	(880)	10,843	338
Share of results of associates and joint ventures	(13,720)	830	-	-
Non-operating items - investing	(61,290)	(18,634)	(56,905)	(20,327)
Adjustments for non-operating and non-cash items	(34,272)	(17,961)	(33,080)	(18,952)
Operating profit/(loss) before working capital changes	6,232	17,810	(16,227)	(14,092)

KENANGA INVESTMENT BANK BERHAD
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UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Group		Bank	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Changes in working capital:				
Net changes in operating assets	(174,402)	(58,101)	11,262	(76,844)
Net changes in operating liabilities	480,569	356,702	342,047	377,857
Cash generated from operations	312,399	316,411	337,082	286,921
Taxation and zakat paid	(8,751)	(12,630)	(1,574)	(3,356)
Rental/lease interest payment	(689)	50	(553)	(449)
Net operating cash flow	302,959	303,831	334,955	283,116
Cash flows from investing activities				
Sale proceeds from disposal of a subsidiary, net of cash	-	3,649	-	-
Dividends received	1,442	206	10,488	2,287
Purchase of property, plant equipment and intangible assets	(12,235)	(11,719)	(9,455)	(8,410)
Capital injection in a joint venture	-	(6,516)	-	(6,516)
Net purchase of securities	(93,350)	(161,679)	(94,626)	(161,680)
Net investing cash flow	(100,596)	(176,059)	(93,593)	(174,319)
Cash flows from financing activities				
Repayment of lease liabilities	(3,966)	(4,558)	(3,184)	(3,295)
Net drawdown of borrowings	-	(600)	-	14,400
Proceeds from exercise of ESS	623	986	623	986
Net financing cash flow	(3,343)	(4,172)	(2,561)	12,091
Net change in cash and cash equivalents during the financial period	199,020	123,600	238,801	120,888
Cash and cash equivalents brought forward	949,750	1,200,647	885,705	1,174,810
Cash and cash equivalents carried forward	1,148,770	1,324,247	1,124,506	1,295,698

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Cash and Cash Equivalents

Cash and cash equivalents consist of cash and short-term funds, excluding segregated funds from customers, deposits and monies held in trust on behalf of dealer's representatives. Cash and cash equivalents included in the statements of cash flows comprise of the following amounts in the statements of financial position:

	Group		Bank	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Cash and short-term funds	1,633,632	1,719,717	1,116,422	1,303,908
Deposits and placements with banks and other financial institutions	105,029	89,576	94,380	79,365
Less: Segregated funds from customers	(358,810)	(353,636)	-	-
Less: Monies and short-term deposits held in trust on behalf of dealers' representatives	(86,296)	(87,575)	(86,296)	(87,575)
Less: Monies and short-term deposits held in trust on behalf of funds' clients	(144,785)	(43,835)	-	-
	<u>1,148,770</u>	<u>1,324,247</u>	<u>1,124,506</u>	<u>1,295,698</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A1. Basis Of Preparation

The interim financial statements, for the financial period ended 30 June 2024 have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements have also incorporated those activities relating to the Islamic banking business undertaken by the Group.

The material accounting policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2023. The Group has not adopted any other standard, interpretation or amendment that have been issued but not effective yet.

A2. Condensed financial statements

The interim financial statements have been prepared on a condensed basis and as such should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

A3. Preceding financial year audit report

The preceding financial year audit report in respect of the financial year ended 31 December 2023 was not qualified by the external auditors.

A4. Seasonal or Cyclical Factors

The Group's performance was mainly dependent on Bursa Malaysia trading volume and value which in turn were affected by market sentiment and the country's macro economic conditions.

A5. Nature and amounts in relation to assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence

There were no exceptional items which have affected the assets, liabilities, equity, net income or cash flows.

A6. Changes in the nature and amount of estimated figures reported in prior interim periods and financial years

There were no changes made to the estimated figures reported in prior interim periods and financial years.

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A7. Issuance, cancellation, repurchase, resale or repayment of debt and equity securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the financial period ended 30 June 2024 other than transfer of 1,074,500 units of treasury shares to staff pursuant to the exercise of ESS.

A8. Dividends paid per share

An interim dividend of 7.0 sen per share in respect of the financial year ended 31 December 2023, which amounted to RM50,851,801 was paid on 16 April 2024.

A9. Significant event during and subsequent to the interim financial period

There was no significant event during and subsequent to the interim financial period.

A10. Changes in composition of the Group

There were no changes in the composition of the Group during the interim financial period.

KENANGA INVESTMENT BANK BERHAD
197301002193 (15678-H)

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Group		Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
A11. Cash and bank balances				
Cash and balances with banks and other financial institutions	619,907	500,062	189,684	116,341
Money at call and deposit placements	1,118,754	982,451	1,021,118	858,386
	1,738,661	1,482,513	1,210,802	974,727
Included in cash and bank balances are:				
Cash and cash equivalents	1,148,670	949,650	1,124,506	885,705
Monies held in trust on behalf of funds' clients, dealers' representatives and segregated funds for customers	589,891	532,763	86,296	89,022
Deposits more than 3 months	100	100	-	-
	1,738,661	1,482,513	1,210,802	974,727
A12. Financial assets at FVTPL				
At fair value				
Money Market Instruments:				
Malaysian Government Securities	31,811	-	31,811	-
	31,811	-	31,811	-
Quoted Securities:				
Shares and funds in Malaysia	397,032	248,446	396,430	247,887
Funds outside Malaysia	21,553	19,384	21,553	19,384
	418,585	267,830	417,983	267,271
Unquoted Securities:				
Shares and funds in Malaysia	199,206	170,830	201,186	171,203
Total financial assets at FVTPL	649,602	438,660	650,980	438,474

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Group and Bank
As at **As at**
30 June **31 December**
2024 **2023**
RM'000 **RM'000**

A13. Financial investments other than those measured at FVTPL

(i) Financial investments at FVOCI

At fair value

Money market instruments:

Malaysian Government Securities	301,691	177,379
Malaysian Government Investment Certificates	348,129	331,282
Islamic Negotiable Instruments of Deposits	-	159,644
	649,820	668,305

Equity instruments in Malaysia:

Unquoted Shares	1,206	1,343
	1,206	1,343

Debt instruments in Malaysia:

Islamic Corporate Sukuk	147,424	167,187
Corporate Bonds	40,656	40,447
	188,080	207,634

Total financial investments at FVOCI

	839,106	877,282
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Impairment losses on debt instruments measured at FVOCI

Group and Bank

Movements in Expected Credit Loss ("ECL")	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January 2024	1,460	-	-	1,460
Impact of net re-measurement of ECL	(229)	-	-	(229)
Changes in model assumption or methodology	1,294	-	-	1,294
As at 30 June 2024	2,525	-	-	2,525

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A13. Financial investments other than those measured at FVTPL (cont'd.)

(i) Financial investments at FVOCI (cont'd.)

Impairment losses on debt instruments measured at FVOCI (cont'd.)

Group and Bank

Movements in ECL	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January 2023	261	128	-	389
Impact of net re-measurement of ECL	(95)	-	-	(95)
Assets derecognised or matured	-	(128)	-	(128)
Changes in model assumption or methodology	1,294	-	-	1,294
As at 31 December 2023	1,460	-	-	1,460

Group and Bank	
As at 30 June 2024 RM'000	As at 31 December 2023 RM'000

(ii) Financial investments at AC

At cost

Money market instruments:

Malaysian Government Securities	125,709	125,853
Malaysian Government Investment Certificates	228,333	228,204
	<u>354,042</u>	<u>354,057</u>

Debt instruments in Malaysia:

Islamic Corporate Sukuk	156,587	116,739
Less: Allowance for ECL	(453)	-
	<u>156,134</u>	<u>116,739</u>

Total financial investments at AC

510,176	470,796
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Included in financial investments at AC are financial assets sold under repurchase agreements as follows:

Malaysian Government Securities	90,781	97,232
Malaysian Government Investment Certificates	163,261	-
	<u>254,042</u>	<u>97,232</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A13. Financial investments other than those measured at FVTPL (cont'd.)

(ii) Financial investments at AC (cont'd.)

Impairment losses on debt instruments measured at Amortised Cost ("AC")

Group and Bank

	2024			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2024	-	-	-	-
Impact of re-measurement of ECL	453	-	-	453
As at 30 June 2024	453	-	-	453
	2023			
Movements in ECL	Stage 1	Stage 2	Stage 3	Total
As at 1 January/ 31 December 2023	-	-	-	-
	Group		Bank	
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000

A14. Loans, advances and financing

At AC

Share margin financing	1,180,136	1,134,235	1,180,136	1,134,235
Term loans/financing	583,486	561,143	596,513	574,172
Subordinated term loan	-	-	35,054	25,038
Other lending and factoring receivables	21,618	12,200	-	-
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445
Less: Allowance for ECL				
- Stage 1- 12-month ECL	(728)	(579)	(1,056)	(761)
- Stage 2- Lifetime ECL non-credit impaired	(2,741)	(2,741)	(2,741)	(2,741)
- Stage 3- Lifetime ECL credit impaired	(127)	(3,296)	(127)	(3,296)
Net loans, advances and financing	1,781,644	1,700,962	1,807,779	1,726,647

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Group		Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
A14. Loans, advances and financing (cont'd.)				
(i) By Type of Customer				
Domestic business enterprise				
- Small and medium enterprises	205,442	195,811	188,109	188,041
- Others	548,746	492,366	596,827	530,434
Individuals	1,031,052	1,019,401	1,026,767	1,014,970
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445
(ii) By Geographical Distribution				
In Malaysia	1,781,841	1,704,115	1,808,304	1,729,982
Outside Malaysia	3,399	3,463	3,399	3,463
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445
(iii) By Interest Rate/ Profit Rate Sensitivity				
Fixed rate				
- Other fixed rate loans	1,201,754	1,146,435	1,180,135	1,134,235
Variable rate				
- Other variable rates	583,486	561,143	631,568	599,210
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445
(iv) By Purpose				
Purchase of securities	1,388,102	1,382,070	1,388,102	1,382,070
Working capital	96,059	108,716	139,317	139,014
Others	301,079	216,792	284,284	212,361
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Group		Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
A14. Loans, advances and financing (cont'd.)				
(v) By Residual Contractual Maturity				
Within one year	1,436,941	1,478,996	1,442,668	1,486,858
More than one year	348,299	228,582	369,035	246,587
Gross loans, advances and financing	1,785,240	1,707,578	1,811,703	1,733,445
(vi) Movements in impaired loans, advances and financing ("Impaired LAF")				
At beginning of the financial period	61,471	43,179	57,041	30,346
Impaired during the financial period	52,715	31,663	52,715	31,663
Disposal of a subsidiary	-	(484)	-	-
Amount recovered during the financial period	(9,792)	(12,887)	(9,648)	(4,968)
At end of the financial period	104,394	61,471	100,108	57,041
Less: Allowance for ECL	(127)	(3,296)	(127)	(3,296)
Net impaired LAF	104,267	58,175	99,981	53,745
Net impaired LAF as a % of net loans, advances and financing	5.85%	3.42%	5.53%	3.11%
(vii) Impaired LAF by Geographical Distribution				
In Malaysia	104,394	61,471	100,108	57,041
(viii) Impaired LAF by Purpose				
Purchase of securities	100,108	57,041	100,108	57,041
Others	4,286	4,430	-	-
Gross impaired loans	104,394	61,471	100,108	57,041

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A14. Loans, advances and financing (cont'd.)

(ix) Impairment allowance for loans, advances and financing are as follows:

An analysis of changes in the ECL allowances in relation to share margin financing is as follows:

Share margin financing

Group and Bank

	2024			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2024	-	-	3,296	3,296
New assets originated or purchased	-	-	5,394	5,394
Assets derecognised or repaid (excluding write-offs)	-	-	(2,235)	(2,235)
Net remeasurement of allowance	-	-	(6,328)	(6,328)
As at 30 June 2024	-	-	127	127

	2023			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2023	-	-	17,033	17,033
Assets derecognised or repaid (excluding write-offs)	-	-	(1,500)	(1,500)
Net remeasurement of allowance	-	-	(12,237)	(12,237)
As at 31 December 2023	-	-	3,296	3,296

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A14. Loans, advances and financing (cont'd.)

(ix) Impairment allowance for loans, advances and financing are as follows (cont'd.):

Term loan/financing and subordinated term loan

Group

	2024			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2024	537	2,741	-	3,278
New assets originated or purchased	93	-	-	93
Assets derecognised or repaid (excluding write-offs)	(12)	-	-	(12)
Net remeasurement of allowance	110	-	-	110
As at 30 June 2024	728	2,741	-	3,469

	2023			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2023	170	2,900	-	3,070
New assets originated or purchased	531	-	-	531
Assets derecognised or repaid (excluding write-offs)	(226)	-	-	(226)
Net remeasurement of allowance	85	(159)	-	(74)
Changes in model assumption or methodology	(23)	-	-	(23)
As at 31 December 2023	537	2,741	-	3,278

Bank

	2024			
	Stage 1	Stage 2	Stage 3	Total
Movements in ECL	RM'000	RM'000	RM'000	RM'000
As at 1 January 2024	680	2,741	-	3,421
New assets originated or purchased	118	-	-	118
Assets derecognised or repaid (excluding write-offs)	(14)	-	-	(14)
Net remeasurement of allowance	243	-	-	243
As at 30 June 2024	1,027	2,741	-	3,768

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A14. Loans, Advances and Financing (cont'd.)

(ix) Impairment allowance for loans, advances and financing are as follows (cont'd.):

An analysis of changes in the ECL allowances in relation to other loans and financing is as follows:

Bank

Movements in ECL	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January 2023	569	2,900	-	3,469
New assets originated or purchased	556	-	-	556
Assets derecognised or repaid (excluding write-offs)	(391)	-	-	(391)
Net remeasurement of allowance	(46)	(159)	-	(205)
Changes in model assumption or methodology	(8)	-	-	(8)
As at 31 December 2023	680	2,741	-	3,421

Other lending and factoring receivables

Group

Movements in ECL	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January/ 30 June 2024	-	-	-	-

Movements in ECL	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January 2023	-	-	2,270	2,270
Assets derecognised or repaid (excluding write-offs)	-	-	(1,786)	(1,786)
Disposal of a subsidiary	-	-	(484)	(484)
As at 31 December 2023	-	-	-	-

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A14. Loans, advances and financing (cont'd.)

(ix) Impairment allowance for loans, advances and financing are as follows (cont'd.):

An analysis of changes in the ECL allowances in relation to other lending and factoring receivables is as follows:

Undrawn commitment

Group

	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2024	42	-	-	42
Exposure derecognised or matured/lapsed (excluding write-offs)	(42)	-	-	(42)
As at 30 June 2024	-	-	-	-

	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2023	-	-	-	-
New assets originated or purchased	160	-	-	160
Net remeasurement of allowance	(67)	-	-	(67)
Changes in model assumption or methodology	(51)	-	-	(51)
As at 31 December 2023	42	-	-	42

Bank

	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2024	81	-	-	81
New assets originated or purchased	8	-	-	8
Exposure derecognised or matured/lapsed (excluding write-offs)	(61)	-	-	(61)
As at 30 June 2024	28	-	-	28

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A14. Loans, advances and financing (cont'd.)

(ix) Impairment allowance for loans, advances and financing are as follows (cont'd.):

An analysis of changes in the ECL allowances in relation to other lending and factoring receivables is as follows (cont'd.):

Bank

Movements in ECL	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
As at 1 January 2023	66	-	-	66
New assets originated or purchased	230	-	-	230
Net remeasurement of allowance	(113)	-	-	(113)
Changes in model assumption or methodology	(102)	-	-	(102)
As at 31 December 2023	81	-	-	81

Group		Bank	
As at 30 June 2024 RM'000	As at 31 December 2023 RM'000	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000

A15. Balances due from clients and brokers

Balances due from clients and brokers	517,854	573,523	517,763	573,444
Less: Allowance for ECL	(13,401)	(2,808)	(13,401)	(2,808)
	504,453	570,715	504,362	570,636

An analysis of changes in the ECL allowances in relation to balance due from clients and brokers is as follows:

Group and Bank

Movements in ECL	2024		
	Non-Credit Impaired RM'000	Credit- Impaired RM'000	Total RM'000
As at 1 January 2024	1,553	1,255	2,808
Charged during the financial period	151	10,926	11,077
Written back during the financial period	(173)	(311)	(484)
As at 30 June 2024	1,531	11,870	13,401

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A15. Balances due from clients and brokers (cont'd.)

An analysis of changes in the ECL allowances in relation to balance due from clients and brokers is as follows (cont'd.):

Movements in ECL	2023		
	Non-Credit Impaired RM'000	Credit-Impaired RM'000	Total RM'000
As at 1 January 2023	1,531	1,246	2,777
Charged during the financial period	157	598	755
Written back during the financial period	(135)	(465)	(600)
Written off during the financial period	-	(124)	(124)
As at 31 December 2023	<u>1,553</u>	<u>1,255</u>	<u>2,808</u>

Group		Bank	
As at 30 June 2024	As at 31 December 2023	As at 30 June 2024	As at 31 December 2023
RM'000	RM'000	RM'000	RM'000

A16. Other assets

Assets segregated for customers	130,595	54,658	-	-
Interest/income receivable	14,980	12,981	14,731	12,683
Prepayments and deposits	22,869	21,907	20,519	18,950
Other debtors	142,505	137,517	46,461	91,288
Dividend receivable from subsidiaries	-	-	50,000	52,000
Amount due from subsidiaries	-	-	30,883	27,784
Amount due from related parties	55	52	55	52
Amount due from trustees	2,397	-	-	-
Amount due from an associate	-	1	-	1
	313,401	227,116	162,649	202,758
Allowance for ECL				
- Other debtors	(42,132)	(35,735)	(29,582)	(24,002)
- Amount due from subsidiaries	-	-	(100)	(94)
	271,269	191,381	132,967	178,662

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A16. Other assets (cont'd.)

An analysis of changes in the ECL allowances in relation to other debtors is as follows:

Group

	2024		
	Non-Credit Impaired RM'000	Credit- Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2024	141	35,594	35,735
New assets originated or purchased	235	1,450	1,685
Assets derecognised or repaid (excluding write-offs)	-	(1,432)	(1,432)
Transfer of stages	(252)	252	-
Net remeasurement of allowance	-	8,763	8,763
Amounts written off	-	(2,619)	(2,619)
As at 30 June 2024	124	42,008	42,132

	2023		
	Non-Credit Impaired RM'000	Credit Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2023	404	11,255	11,659
New assets originated or purchased	1,842	11,814	13,656
Assets derecognised or repaid (excluding write-offs)	-	(2,911)	(2,911)
Transfer of stages	(2,105)	2,105	-
Net remeasurement of allowance	-	9,268	9,268
Changes in model assumption or methodology	-	4,063	4,063
As at 31 December 2023	141	35,594	35,735

Bank

	2024		
	Non-Credit Impaired RM'000	Credit Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2024	141	23,861	24,002
New assets originated or purchased	235	128	363
Assets derecognised or repaid (excluding write-offs)	-	(1,432)	(1,432)
Transfer of stages	(252)	252	-
Net remeasurement of allowance	-	9,268	9,268
Amounts written off	-	(2,619)	(2,619)
As at 30 June 2024	124	29,458	29,582

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A16. Other assets (cont'd.)

An analysis of changes in the ECL allowances in relation to other debtors is as follows (cont'd.):

Bank (cont'd.)

	2023		
	Non-Credit Impaired RM'000	Credit Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2023	404	6,400	6,804
New assets originated or purchased	1,842	4,936	6,778
Assets derecognised or repaid (excluding write-offs)	-	(2,911)	(2,911)
Transfer of stages	(2,105)	2,105	-
Net remeasurement of allowance	-	9,268	9,268
Changes in model assumption or methodology	-	4,063	4,063
As at 31 December 2023	141	23,861	24,002

An analysis of changes in the ECL allowances in relation to amount due from subsidiaries is as follows:

Bank

	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2024	94	-	-	94
Net remeasurement of allowance	7	-	-	7
As at 30 June 2024	101	-	-	101

	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2023	240	-	-	240
Net remeasurement of allowance	(146)	-	-	(146)
As at 31 December 2023	94	-	-	94

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Group and Bank
As at **As at**
30 June **31 December**
2024 **2023**
RM'000 **RM'000**

A17. Statutory deposit with Bank Negara Malaysia

Statutory Deposit	71,505	60,620
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The non-interest bearing statutory deposit is maintained by the Bank with Bank Negara Malaysia in compliance with Section 26(2) (c) of the Central Bank of Malaysia Act 2009, and is determined as a set percentage of net eligible liabilities.

Group		Bank	
As at	As at	As at	As at
30 June	31 December	30 June	31 December
2024	2023	2024	2023
RM'000	RM'000	RM'000	RM'000

A18. Deposits from customers

(i) By type of deposit	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Fixed term deposits	2,751,579	2,717,804	2,800,164	2,757,670
Short term money deposits	732,601	657,594	816,906	771,847
Call money deposits	76,008	90,070	76,008	90,070
Negotiable instruments of deposits	163,397	145,127	163,397	145,127
	3,723,585	3,610,595	3,856,475	3,764,714
(ii) By type of customer				
Government and other statutory bodies	627,780	611,206	627,780	611,206
Individuals	205,848	182,798	205,848	182,798
Business enterprises	798,836	886,486	798,836	886,486
Non-bank financial institutions	1,773,511	1,606,945	1,773,511	1,606,945
Subsidiaries and related companies	317,610	323,160	450,500	477,279
	3,723,585	3,610,595	3,856,475	3,764,714
(iii) By maturity structure				
On demand	76,008	90,070	76,008	90,070
Due within six months	2,432,217	2,559,141	2,565,107	2,713,260
More than six months to one year	911,306	692,818	911,306	692,818
More than one year	304,054	268,566	304,054	268,566
	3,723,585	3,610,595	3,856,475	3,764,714

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

Group and Bank
As at As at
30 June 31 December
2024 2023
RM'000 RM'000

A19. Deposits and placements of banks and financial institutions

Licenced banks	209,600	14,579
Licenced investment banks	100,000	100,000
Other financial institutions	132,777	217,224
	442,377	331,803

Group		Bank	
As at	As at	As at	As at
30 June	31 December	30 June	31 December
2024	2023	2024	2023
RM'000	RM'000	RM'000	RM'000

A20. Other liabilities

Interest/Income payable	32,403	28,775	32,706	29,226
Securities borrowing and lending	18,132	8,722	18,132	8,722
Accruals and provisions	281,561	190,739	53,726	65,028
Retention for contra losses	17	17	17	17
Structured products	21,254	3,474	21,254	3,474
Deposits and other creditors	94,872	72,387	93,222	66,548
Amounts held in trust on behalf of				
Dealer's Representatives	86,296	89,022	86,296	89,022
Amount due to trustees	-	37,329	-	-
Amount due to subsidiaries	-	-	76	9
	534,535	430,465	305,429	262,046

A21. Borrowings

Unsecured:

Subordinated notes	180,500	180,500	180,500	180,500
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NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
A22. Interest income				
<u>Group</u>				
Loans, advances and financing	30,578	29,545	60,473	59,695
Money at call and deposit placements with financial institutions	21,630	19,079	41,147	38,157
Financial investments at FVOCI	6,458	2,755	12,447	5,193
Financial investments at AC	4,109	3,329	7,965	6,718
Others	3,096	8,726	6,465	17,674
	65,871	63,434	128,497	127,437
<u>Bank</u>				
Loans, advances and financing	31,287	29,958	61,832	60,172
Money at call and deposit placements with financial institutions	18,059	15,986	34,311	31,913
Financial investments at FVOCI	6,458	2,755	12,447	5,193
Financial investments at AC	4,109	3,329	7,965	6,718
Others	3,082	8,713	6,440	17,644
	62,995	60,741	122,995	121,640
A23. Interest expense				
<u>Group</u>				
Deposits from customers	36,838	29,565	72,700	57,816
Deposits and placement from banks and other financial institutions	2,665	554	4,402	1,339
Borrowings	2,153	2,663	4,305	5,312
Lease interest expenses/(reversal)	353	274	689	(50)
Others	7,216	6,330	13,643	12,115
	49,225	39,386	95,739	76,532
<u>Bank</u>				
Deposits from customers	37,859	30,435	75,013	59,683
Deposits and placement from banks and other financial institutions	2,665	554	4,402	1,339
Borrowings	2,153	2,532	4,305	4,939
Lease interest expenses	260	218	553	449
Others	7,467	10,166	14,368	19,767
	50,404	43,905	98,641	86,177

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
A24. Other operating income				
<u>Group</u>				
(a) Fee income:				
Brokerage fees	59,785	36,197	110,437	80,810
Corporate advisory fees	2,725	2,344	4,901	4,796
Processing fees on loans, advances and financing	43	40	82	326
Commissions	2,993	2,415	5,896	4,983
Management fee income	48,967	55,847	98,019	96,935
Placement fees	4,064	4,236	6,045	7,362
Underwriting commissions	150	403	150	403
Other fee income	8,115	4,062	14,625	7,798
Others	1,183	615	1,508	980
	<u>128,025</u>	<u>106,159</u>	<u>241,663</u>	<u>204,393</u>
(b) Net gain/(loss) arising from sale/ redemption of:				
Financial assets at FVTPL and derivatives	35,231	(3,345)	57,023	18,425
Financial investments at FVOCI	1,204	3	1,207	9
	<u>36,435</u>	<u>(3,342)</u>	<u>58,230</u>	<u>18,434</u>
(c) Gross dividend income from financial assets at FVTPL	<u>1,033</u>	<u>84</u>	<u>1,442</u>	<u>206</u>
(d) Interest income from financial assets at FVTPL	<u>504</u>	<u>514</u>	<u>809</u>	<u>765</u>
(e) Unrealised (loss)/gain on revaluation of financial assets at FVTPL and derivatives	<u>(7,608)</u>	<u>16,747</u>	<u>(12,408)</u>	<u>965</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
A24. Other operating income (cont'd.)				
<u>Group</u>				
(f) Other income:				
Net foreign exchange income	2,647	3,964	5,382	5,946
Other operating income	697	409	1,272	761
Other non-operating income				
- Rental income	577	545	1,148	1,063
- Gain on disposal of a subsidiary	-	-	-	1,477
- Others	1,053	1,365	6,229	2,652
	<u>4,974</u>	<u>6,283</u>	<u>14,031</u>	<u>11,899</u>
Total other operating income	<u>163,363</u>	<u>126,445</u>	<u>303,767</u>	<u>236,662</u>
<u>Bank</u>				
(a) Fee income:				
Brokerage fees	59,785	36,197	110,437	80,810
Corporate advisory fees	2,750	2,369	4,951	4,853
Processing fees on loans, advances and financing	100	102	202	191
Management fee income	81	96	157	170
Placement fees	3,811	3,408	5,792	5,550
Underwriting commissions	150	403	150	403
Other fee income	1,642	1,514	3,307	2,809
Others	1,104	517	1,366	749
	<u>69,423</u>	<u>44,606</u>	<u>126,362</u>	<u>95,535</u>
(b) Net gain/(loss) arising from sale/ redemption of:				
Financial assets at FVTPL and derivatives	34,916	(3,345)	55,747	18,425
Financial investments at FVOCI	1,204	3	1,207	9
	<u>36,120</u>	<u>(3,342)</u>	<u>56,954</u>	<u>18,434</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
A24. Other operating income (cont'd.)				
<u>Bank (cont'd.)</u>				
(c) Gross dividend from:				
Financial assets at FVTPL	1,033	84	1,442	206
Subsidiaries	5,500	-	5,500	-
Associate	3,546	2,081	3,546	2,081
	<u>10,079</u>	<u>2,165</u>	<u>10,488</u>	<u>2,287</u>
(d) Interest income from financial assets at FVTPL	<u>504</u>	<u>514</u>	<u>809</u>	<u>765</u>
(e) Unrealised loss/(gain) on revaluation of financial assets at FVTPL and derivatives	<u>(5,424)</u>	<u>16,320</u>	<u>(10,843)</u>	<u>(253)</u>
(f) Other income:				
Net foreign exchange income	2,578	3,873	5,239	5,685
Other operating income	4,660	493	6,776	955
Other non-operating income				
- Rental income	1,157	995	2,308	1,969
- Others	1,198	1,400	6,179	2,669
	<u>9,593</u>	<u>6,761</u>	<u>20,502</u>	<u>11,278</u>
Total other operating income	<u>120,295</u>	<u>67,024</u>	<u>204,272</u>	<u>128,046</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
A25. Other operating expenses				
Group				
Personnel costs	62,200	57,475	115,565	109,240
- Salaries, allowances and bonuses	48,877	45,046	89,155	85,046
- EPF	5,484	5,329	10,993	10,639
- ESS expense/(reversal)	33	(12)	71	49
- Others	7,806	7,112	15,346	13,506
Establishment costs	20,017	18,528	39,061	36,279
- Depreciation of property, plant and equipment	2,815	2,786	5,649	5,581
- Amortisation of intangible assets	2,189	1,767	4,335	3,461
- Amortisation of right-of-use assets	1,974	2,023	3,949	4,628
- Rental of premises	171	121	289	250
- Rental of equipment	226	195	446	407
- Repairs and maintenance	1,012	971	2,035	2,064
- Information technology expenses	10,494	9,670	20,231	18,002
- Others	1,136	995	2,127	1,886
Marketing expenses	6,380	5,280	12,421	10,532
- Promotion and advertisements	4,808	3,686	9,701	7,173
- Travel and entertainment	1,276	1,246	2,224	2,300
- Others	296	348	496	1,059
Administration and general expenses	79,703	60,256	145,787	117,656
- Communication expenses	1,451	1,247	2,663	2,384
- Professional and legal fees	1,303	1,242	2,533	2,311
- Regulatory charges	6,123	3,783	10,249	7,359
- Publication and research material	3,328	2,991	6,564	5,609
- Fees and brokerage	62,008	46,234	113,210	90,439
- Administrative expenses	5,490	4,759	10,568	9,554
Total other operating expenses	168,300	141,539	312,834	273,707

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000

A25. Other operating expenses (cont'd.)

Bank

Personnel costs	45,796	38,480	82,569	73,621
- Salaries, allowances and bonuses	37,933	30,757	67,156	59,240
- EPF	4,240	4,209	8,504	8,398
- ESS expense/(reversal)	21	(3)	54	38
- Others	3,602	3,517	6,855	5,945
Establishment costs	15,822	14,052	30,709	28,470
- Depreciation of property, plant and equipment	2,394	2,462	4,829	4,957
- Amortisation of intangible assets	1,764	1,469	3,487	2,882
- Amortisation of right-of-use assets	1,629	1,675	3,260	3,348
- Rental of premises	157	99	264	204
- Rental of equipment	146	131	292	266
- Repairs and maintenance	983	925	1,964	1,992
- Information technology expenses	7,899	6,431	14,896	13,157
- Others	850	860	1,717	1,664
Marketing expenses	2,616	1,977	4,587	4,146
- Promotion and advertisement	1,743	952	2,932	1,773
- Travel and entertainment	598	683	1,189	1,333
- Others	275	342	466	1,040
Administration and general expenses	53,977	34,231	97,666	71,863
- Communication expenses	1,224	983	2,237	1,919
- Professional and legal fees	891	1,151	1,952	2,021
- Regulatory charges	5,789	3,515	9,657	6,788
- Publication and research material	2,716	2,632	5,386	4,924
- Fees and brokerages	38,768	21,807	69,509	47,857
- Administrative expenses	4,589	4,143	8,925	8,354
Total other operating expenses	118,211	88,740	215,531	178,100

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A26. Credit loss (expense)/reversal

The tables below show the ECL charges on financial instruments for the period recorded in the income statement:

Group

Individual Quarter

(i) Movements in ECL on debt instruments, loan commitments, loans, advances and financing:

	2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	265	-	-	265
Debt instruments at AC	(453)	-	-	(453)
Loans, advances and financing	(308)	-	5,165	4,857
Recoveries from share margin financing	-	-	3,222	3,222
Credit loss (expense)/reversal	(496)	-	8,387	7,891

	2023			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	1	(1)	-	-
Loans, advances and financing	(137)	-	7,194	7,057
Recoveries from share margin financing	-	-	2,463	2,463
Credit loss (expense)/reversal	(136)	(1)	9,657	9,520

(ii) Movements in ECL on other financial assets:

	2024		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	(2)	(7,451)	(7,453)
Other debtors	(115)	(6,337)	(6,452)
Credit loss expense	(117)	(13,788)	(13,905)

	2023		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	5	(5)	-
Other debtors	(517)	(540)	(1,057)
Credit loss expense	(512)	(545)	(1,057)

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A26. Credit loss reversal/(expense) (cont'd.)

Group

Cumulative Quarters

(iii) Movements in ECLs on debt instruments, loan commitments, loans, advances and financing

	2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	229	-	-	229
Debt instruments at AC	(453)	-	-	(453)
Loans, advances and financing	(191)	-	3,169	2,978
Recoveries from share margin financing	-	-	4,507	4,507
Loan commitments	42	-	-	42
Credit loss (expense)/reversal	(373)	-	7,676	7,303

	2023			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	-	128	-	128
Loans, advances and financing	(199)	-	8,489	8,290
Recoveries from share margin financing	-	-	3,030	3,030
Credit loss (expense)/reversal	(199)	128	11,519	11,448

(iv) Movements in ECLs on other financial assets

	2024		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	22	(10,614)	(10,592)
Other debtors	(235)	(8,781)	(9,016)
Credit loss expense	(213)	(19,395)	(19,608)

	2023		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	(1)	48	47
Other debtors	(1,099)	504	(595)
Credit loss (expense)/reversal	(1,100)	552	(548)

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A26. Credit loss reversal/(expense) (cont'd.)

Bank

Individual Quarter

(v) Movements in ECL on debt instruments, loan commitments, loans, advances and financing:

	2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	265	-	-	265
Debt instruments at AC	(453)	-	-	(453)
Loans, advances and financing	(340)	-	5,165	4,825
Recoveries from share margin financing	-	-	3,222	3,222
Amount due from subsidiaries	(4)	-	-	(4)
Credit loss (expense)/reversal	(532)	-	8,387	7,855

	2023			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	1	(1)	-	-
Loans, advances and financing	(48)	-	7,106	7,058
Recoveries from share margin financing	-	-	2,463	2,463
Loan commitments	(44)	-	-	(44)
Credit loss (expense)/reversal	(91)	(1)	9,569	9,477

(vi) Movements in ECL on other financial assets:

	2024		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	(2)	(7,451)	(7,453)
Other debtors	(115)	(6,736)	(6,851)
Credit loss expense	(117)	(14,187)	(14,304)

	2023		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	5	(5)	-
Other debtors	(517)	(140)	(657)
Credit loss expense	(512)	(145)	(657)

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A26. Credit loss (expense)/reversal (cont'd.)

Bank

Cumulative Quarters

(vii) Movements in ECLs on debt instruments, loan commitments, loans, advances, and financing

	2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	229	-	-	229
Debt instruments at AC	(453)	-	-	(453)
Loans, advances and financing	(347)	-	3,169	2,822
Recoveries from share margin financing	-	-	4,507	4,507
Loan commitments	53	-	-	53
Amount due from subsidiaries	(7)	-	-	(7)
Credit loss (expense)/reversal	(525)	-	7,676	7,151

	2023			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Debt instruments at FVOCI	-	128	-	128
Loans, advances and financing	(110)	-	6,845	6,735
Recoveries from share margin financing	-	-	3,030	3,030
Loan commitments	(44)	-	-	(44)
Credit loss (expense)/reversal	(154)	128	9,875	9,849

(viii) Movements in ECLs on other financial assets

	2024		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	22	(10,614)	(10,592)
Other debtors	(235)	(7,964)	(8,199)
Credit loss expense	(213)	(18,578)	(18,791)

	2023		
	Non-Credit Impaired	Credit-Impaired	Total
	RM'000	RM'000	RM'000
Balance due from clients and brokers	(1)	48	47
Other debtors	(1,099)	904	(195)
Credit loss (expense)/reversal	(1,100)	952	(148)

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A27. Bad debts recovered/(written off)

	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
<u>Group</u>				
Loans, advances and financing	896	317	2,152	595
Balance due from clients and brokers	6	-	45	10
Other debtors	-	1	-	(6)
	902	318	2,197	599
<u>Bank</u>				
Loans, advances and financing	896	301	2,152	579
Balance due from clients and brokers	6	-	45	10
	902	301	2,197	589

A28. Fair value of financial instruments

Fair value measurements

The Group and the Bank use the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

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

Level 2 - other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

Level 3 - techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Valuation techniques and sensitivity analysis

Financial instruments are classified as Level 1 if their value is observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted prices is readily available, and the price represents actual and regularly occurring market transactions. An active market is one in which transactions occur with sufficient volume and frequency to provide pricing information on an on-going basis. This would include quoted securities.

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A28. Fair value of financial instruments (cont'd.)

Valuation techniques and sensitivity analysis (cont'd.)

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

Group

30 June 2024

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
Financial assets measured at fair value				
Financial assets at FVTPL				
- Debt securities	-	129,831	-	129,831
- Equity securities	418,585	-	101,186	519,771
Financial investments at FVOCI				
- Debt securities	-	837,900	-	837,900
- Equity securities	-	-	1,206	1,206
- Negotiable Instruments of Deposit	-	-	-	-
Derivative financial assets	66	58,144	-	58,210
Financial assets at amortised cost for which fair values are disclosed				
Financial investments at AC	-	523,219	-	523,219
Loans, advances and financing	-	-	1,788,557	1,788,557
	418,651	1,549,094	1,890,949	3,858,694
Financial liabilities measured at fair value				
Derivative financial liabilities	79,314	22,568	-	101,882
Obligations on securities sold under repurchase agreements	-	254,042	-	254,042
Borrowings	-	173,021	-	173,021
	79,314	449,631	-	528,945

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A28. Fair value of financial instruments (cont'd.)

Group

31 December 2023

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
Financial assets measured at fair value				
Financial assets at FVTPL				
- Debt securities	-	99,627	-	99,627
- Equity securities	267,830	-	71,203	339,033
Financial investments at FVOCI				
- Debt securities	-	875,939	-	875,939
- Equity securities	-	-	1,343	1,343
Derivative financial assets	-	75,938	-	75,938
Financial assets at amortised cost for which fair values are disclosed				
Financial investments at AC	-	484,183	-	484,183
Loans, advances and financing	-	-	1,707,116	1,707,116
	<u>267,830</u>	<u>1,535,687</u>	<u>1,779,662</u>	<u>3,583,179</u>
Financial liabilities measured at fair value				
Derivative financial liabilities	23,014	22,083	-	45,097
Obligations on securities sold under repurchase agreements	-	97,232	-	97,232
Borrowings	-	172,003	-	172,003
	<u>23,014</u>	<u>291,318</u>	<u>-</u>	<u>314,332</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A28. Fair value of financial instruments (cont'd.)

Bank

30 June 2024

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
Financial assets measured at fair value				
Financial assets at FVTPL				
- Debt securities	-	131,811	-	131,811
- Equity securities	417,983	-	101,186	519,169
Financial investments at FVOCI				
- Debt securities	-	837,900	-	837,900
- Equity securities	-	-	1,206	1,206
Derivative financial assets	66	58,144	-	58,210
Financial assets at amortised cost for which fair values are disclosed				
Financial investments at AC	-	523,219	-	523,219
Loans, advances and financing	-	-	1,815,009	1,815,009
	418,049	1,551,074	1,917,401	3,886,524
Financial liabilities measured at fair value				
Derivative financial liabilities	79,314	22,568	-	101,882
Obligations on securities sold under repurchase agreements	-	254,042	-	254,042
Borrowings	-	173,021	-	173,021
	79,314	449,631	-	528,945

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A28. Fair value of financial instruments (cont'd.)

Bank

31 December 2023

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
Financial assets measured at fair value				
Financial assets at FVTPL				
- Debt securities	-	100,000	-	100,000
- Equity securities	267,271	-	71,203	338,474
Financial investments at FVOCI				
- Debt securities	-	875,939	-	875,939
- Equity securities	-	-	1,343	1,343
Derivative financial assets	-	75,938	-	75,938
Financial assets at amortised cost for which fair values are disclosed				
Financial investments at AC	-	484,183	-	484,183
Loans, advances and financing	-	-	1,733,014	1,733,014
	<u>267,271</u>	<u>1,536,060</u>	<u>1,805,560</u>	<u>3,608,891</u>
Financial liabilities measured at fair value				
Derivative financial liabilities	23,014	22,083	-	45,097
Obligations on securities sold under repurchase agreements	-	97,232	-	97,232
Borrowings	-	172,003	-	172,003
	<u>23,014</u>	<u>291,318</u>	<u>-</u>	<u>314,332</u>

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A29. Commitments and Contingencies

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

	Group		Bank	
	As at 30 June 2024	As at 31 December 2023	As at 30 June 2024	As at 31 December 2023
	Principal Amount RM'000	Principal Amount RM'000	Principal Amount RM'000	Principal Amount RM'000
Commitments to extend credit with maturity of less than 1 year :-				
- share margin financing	2,943,713	2,882,629	2,943,713	2,882,629
- foreign exchange related contracts	52,567	55,232	52,567	55,232
Other commitments with an original maturity of less than 1 year :-				
- corporate loans	95,092	65,392	146,092	116,392
Other commitments with an original maturity of more than 1 year :-				
- corporate loans	48,541	54,541	73,541	89,541
- others	6,000	6,000	6,000	6,000
Stockbroking clients' trust	1,307,867	980,227	1,307,867	980,227
Securities borrowing and lending	16,157	8,367	16,157	8,367
Derivative financial assets				
- dual currency investment - options	18,949	3,074	18,949	3,074
- equity related contracts - options	3,205	25,985	3,205	25,985
- equity related contracts - swaps	29,225	19,439	29,225	19,439
- equity related contract - forwards	128,960	51,342	128,960	51,342
- foreign exchange related contracts	35,954	-	35,954	-
Derivative financial liabilities				
- dual currency investment - options	18,949	3,074	18,949	3,074
- equity related contracts - options	1,740,987	498,986	1,740,987	498,986
- equity related contracts - swaps	-	33,374	-	33,374
- equity related contract - forwards	40,007	80,738	40,007	80,738
- foreign exchange related contracts	16,613	-	16,613	-
Capital commitment:				
- Authorised and contracted for	8,389	6,817	6,070	6,809
Investment in equity fund	-	-	30,780	44,991
	6,511,175	4,775,217	6,615,636	4,906,200

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Group		Bank	
30 June	31 December	30 June	31 December
2024	2023	2024	2023
RM'000	RM'000	RM'000	RM'000

A30. Operating lease arrangements

A summary of the sub-lease receipts expected to be received under non-cancellable sublease are as follows:

Future minimum sub-lease receipts:

Subsidiaries	-	-	3,091	2,886
External parties	560	765	560	765
	<u>560</u>	<u>765</u>	<u>3,651</u>	<u>3,651</u>

A31. Capital Adequacy

(i) Components of Common Equity Tier 1 ("CET 1") capital ratio, Tier 1 and Tier 2 capital:

	Group		Bank	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
<u>CET 1 / Tier 1 capital</u>				
Paid-up share capital	253,834	253,834	253,834	253,834
Retained profits	636,653	686,876	557,510	609,024
Other reserves	148,527	142,004	173,091	174,100
Less: Regulatory adjustments:				
Deferred tax assets	(20,354)	(25,500)	(3,663)	(6,807)
55% of cumulative gains on financial investments at FVOCI	(5,467)	(3,767)	(864)	(1,571)
Goodwill	(241,027)	(241,027)	(252,909)	(252,909)
Other intangibles	(95,569)	(92,582)	(85,842)	(83,011)
Regulatory reserve	(16,393)	(16,064)	(16,393)	(16,064)
Treasury shares	(10,660)	(11,739)	(10,660)	(11,739)
Other CET 1 regulatory adjustments specified by BNM	-	1,547	-	1,006
Investment in ordinary shares of unconsolidated financial entities	(172,264)	(153,268)	(177,112)	(177,112)
Total CET 1/Tier 1 capital	<u>477,280</u>	<u>540,314</u>	<u>436,992</u>	<u>488,751</u>

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A31. Capital Adequacy (cont'd.)

(i) Components of Common Equity Tier 1 ("CET 1") capital ratio, Tier 1 and Tier 2 capital (cont'd.):

	Group		Bank	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
<u>Tier 2 capital</u>				
Subordinated obligations capital	180,500	180,500	180,500	180,500
General provisions [^]	21,422	17,380	20,413	17,212
Total Tier 2 capital	<u>201,922</u>	<u>197,880</u>	<u>200,913</u>	<u>197,712</u>
Total capital	<u>679,202</u>	<u>738,194</u>	<u>637,905</u>	<u>686,463</u>
CET 1 capital ratio	15.892%	21.543%	16.867%	22.474%
Tier 1 capital ratio	15.892%	21.543%	16.867%	22.474%
Total capital ratio	22.615%	29.433%	24.622%	31.565%

[^] Refers to loss allowances measured at an amount equal to 12-month and lifetime expected credit losses and regulatory reserve, to the extent they are ascribed to non-credit impaired exposures, determined under Standardised Approach for credit risk.

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A31. Capital Adequacy (cont'd.)

(ii) Breakdown of risk-weighted assets in the various categories of risks are as follows:

	Group		Group	
	30 June 2024		31 December 2023	
	Notional amount RM'000	Risk- weighted amount RM'000	Notional amount RM'000	Risk- weighted amount RM'000
Credit Risk	6,090,010	1,713,776	5,444,902	1,390,445
Market Risk	-	356,066	-	216,865
Operational Risk	-	876,771	-	887,613
Large exposure risk	-	56,683	-	13,108
Total Risk Weighted Assets	6,090,010	3,003,296	5,444,902	2,508,031

	Bank		Bank	
	30 June 2024		31 December 2023	
	Notional amount RM'000	Risk- weighted amount RM'000	Notional amount RM'000	Risk- weighted amount RM'000
Credit Risk	5,474,405	1,633,048	4,962,905	1,376,948
Market Risk	-	354,412	-	215,327
Operational Risk	-	546,665	-	569,376
Large exposure risk	-	56,683	-	13,108
Total Risk Weighted Assets	5,474,405	2,590,808	4,962,905	2,174,759

The capital adequacy ratios of the Group and the Bank are computed in accordance with Bank Negara Malaysia's Revised Risk-weighted Capital Adequacy Framework: Standardised Approach for Credit Risk and Market Risk, and Basic Indicator Approach for Operational Risk ("RWCAF Basel II").

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A32. Credit Exposures Arising From Credit Transactions With Connected Parties

Credit transactions and exposures to connected parties as disclosed below include the extension of credit facilities and/or off-balance sheet credit exposures such as loan commitments:

	30 June 2024	31 December 2023
Outstanding credit exposures with connected parties (RM'000)	<u>190,000</u>	<u>190,000</u>
Percentage of outstanding credit exposures to connected parties:-		
- as a proportion of total credit exposures	<u>5.35%</u>	<u>5.70%</u>
- which was impaired or in default	<u>-</u>	<u>-</u>

The credit exposure above were derived based on Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties, which was effective since 1 January 2008.

A33. Segmental reporting

The Group has five major operating divisions as described below. The divisions form the basis of which the Group reports its segment information.

- (i) Investment bank - Investment banking business, treasury and related financial services;
- (ii) Stockbroking - Dealings in equity securities and investment related services;
- (iii) Listed derivatives - Futures broking;
- (iv) Asset and Wealth Management - Management of funds and unit trusts; and
- (v) Corporate and others - Support services comprise all middle and back office functions, and includes business operations conducted by the Group's associates in the Kingdom of Saudi Arabia and Sri Lanka and joint venture companies.

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A33. Segmental reporting (cont'd.)

	Investment banking RM'000	Stock broking RM'000	Listed derivatives RM'000	Asset and wealth management RM'000	Corporate and Others RM'000	Elimination/ and consolidation adjustments RM'000	Total RM'000
2024							
Revenue							
External sales	85,768	231,420	12,538	114,468	3,138	-	447,332
- Interest income	67,413	66,259	6,725	4,456	956	-	145,809
- Fee income	13,118	115,659	5,737	109,736	-	-	244,250
- Trading and investment income	3,046	45,819	-	199	1,605	-	50,669
- Other operating income	2,191	3,683	76	77	577	-	6,604
Inter-segment sales	35,420	(34,344)	723	4,070	7,857	(13,726)	-
Total revenue	121,188	197,076	13,261	118,538	10,995	(13,726)	447,332
Result							
Net interest income	4,222	17,257	6,458	9	3,982	830	32,758
Net income from Islamic banking business	11,234	1,967	-	-	-	-	13,201
Other operating income	21,792	167,605	5,815	112,557	15,447	(19,449)	303,767
Net income	37,248	186,829	12,273	112,566	19,429	(18,619)	349,726
Other operating expenses	(31,985)	(172,541)	(8,503)	(94,921)	(7,840)	2,956	(312,834)
Credit loss (expense)/reversal	(8,261)	(2,916)	-	(6,090)	(463)	5,425	(12,305)
Bad debt recovered	-	2,197	-	-	-	-	2,197
Share of results in associates and joint ventures	-	-	-	-	13,720	-	13,720
(Loss)/Profit before taxation and zakat	(2,998)	13,569	3,770	11,555	24,846	(10,238)	40,504
Taxation and zakat							(8,306)
Net profit for the financial period							32,198

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NOTES TO INTERIM FINANCIAL STATEMENTS
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A33. Segmental reporting (cont'd.)

	Investment banking RM'000	Stock broking RM'000	Listed derivatives RM'000	Asset and wealth management RM'000	Corporate and Others RM'000	Elimination/ and consolidation adjustments RM'000	Notes	Total RM'000
2024 (cont'd.)								
Other information								
Net interest and finance income	12,227	17,314	6,458	9	3,982	830		40,820
Depreciation and amortisation	(474)	(5,806)	(217)	(3,339)	(5,008)	911		(13,933)
Non cash items								
- Unrealised (loss)/gain on revaluation of financial assets at FVTPL and derivatives	(63)	(11,815)	-	199	878	(1,607)		(12,408)
Assets								
Investments in associates	-	-	-	-	141,691	-		141,691
Investment in joint ventures	-	-	-	-	30,573	-		30,573
Additions to property, plant and equipment and intangible assets	438	2,650	34	4,230	4,883	-	A	12,235
Segment assets	3,472,437	2,505,926	549,648	372,123	545,500	(297,901)	B	7,147,733
Liabilities								
Segment liabilities	4,657,413	620,176	526,117	277,461	237,027	(231,013)	C	6,087,181

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A33. Segmental reporting (cont'd.)

	Investment banking RM'000	Stock broking RM'000	Listed derivatives RM'000	Money lending and financing RM'000	Asset and wealth management RM'000	Corporate and Others RM'000	Elimination/ and consolidation adjustments RM'000	Total RM'000
2023								
Revenue								
External sales	87,854	170,709	11,241	2,379	106,760	(890)	-	378,053
- Interest income	67,368	62,648	6,211	2,071	3,138	21	-	141,457
- Fee income	12,804	85,704	4,910	308	103,413	-	-	207,139
- Trading and investment income/(loss)	5,458	18,068	-	-	82	(779)	-	22,829
- Other operating income	2,224	4,289	120	-	127	(132)	-	6,628
Inter-segment sales	20,581	(28,286)	749	-	10,416	7,698	(11,158)	-
Total revenue	108,435	142,423	11,990	2,379	117,176	6,808	(11,158)	378,053
Result								
Net interest income	11,664	21,213	5,770	1,135	624	2,749	7,750	50,905
Net income from Islamic banking business	7,152	2,009	-	-	-	-	-	9,161
Other operating income	15,096	108,387	5,044	5,390	113,719	3,757	(14,731)	236,662
Net income	33,912	131,609	10,814	6,525	114,343	6,506	(6,981)	296,728
Other operating expenses	(30,392)	(137,451)	(7,625)	(1,699)	(92,821)	(6,495)	2,776	(273,707)
Credit loss reversal	(135)	9,991	-	1,644	(400)	(156)	(44)	10,900
Bad debt recovered	-	572	-	16	-	11	-	599
Share of results of associates and joint ventures	-	-	-	-	-	1,251	-	1,251
Profit before taxation and zakat	3,385	4,721	3,189	6,486	21,122	1,117	(4,249)	35,771
Taxation and zakat								(8,716)
Net profit for the financial period								27,055

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A33. Segmental reporting (cont'd.)

	Investment banking RM'000	Stock broking RM'000	Listed derivatives RM'000	Asset and wealth management RM'000	Corporate and Others RM'000	Elimination/ and consolidation adjustments RM'000	Notes	Total RM'000
2023 (cont'd.)								
Other information								
Net interest and finance income	16,053	21,547	5,770	624	3,883	7,750		55,627
Depreciation and amortisation	(388)	(5,932)	(241)	(3,151)	(4,631)	673		(13,670)
Non cash items								
- Unrealised (loss)/gain on revaluation of financial assets at FVTPL and derivatives	(93)	436	-	82	(779)	1,234		880
Assets								
Investments in associates		-	-	-	121,619	-		121,619
Investment in joint ventures		-	-	-	31,650	-		31,650
Additions to property, plant and equipment and intangible assets	1,850	1,771	69	6,055	10,366	-	A	20,111
Segment assets	3,160,763	2,390,883	484,167	349,604	574,338	(376,909)	B	6,582,846
Liabilities								
Segment liabilities	4,265,993	557,274	463,477	263,078	254,111	(292,062)	C	5,511,871

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A33. Segmental reporting (cont'd.)

Notes

A The details for the additions to property, plant equipment and intangible assets are as follows:-

	2024	2023
	RM'000	RM'000
Property, plant and equipment		
- Additions during the financial period	4,960	7,786
Intangible assets		
- Additions during the financial period	7,275	12,325
	<u>12,235</u>	<u>20,111</u>

B The following items are deducted (from)/added to segment assets to arrive at total assets reported in the consolidated statement of financial position:

	2024	2023
	RM'000	RM'000
Investment in subsidiaries	(79,100)	(79,250)
Investment in associates and joint ventures	53,513	34,517
Intangible assets	(39,634)	(39,617)
Inter-segment assets	(232,680)	(292,559)
	<u>(297,901)</u>	<u>(376,909)</u>

C The following items are deducted from segment liabilities to arrive at total liabilities reported in the consolidated statement of financial position.

	2024	2023
	RM'000	RM'000
Deposits accepted from subsidiaries	(132,890)	(154,119)
Inter-segment liabilities	(98,123)	(137,943)
	<u>(231,013)</u>	<u>(292,062)</u>

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NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations of Islamic Banking

(a) Unaudited Statement of Financial Position
As at 30 June 2024

	Note	Group and Bank	
		As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
ASSETS			
Cash and bank balances	(e)	402,396	342,387
Financial assets at FVTPL	(f)	100,000	100,000
Financial investments at FVOCI	(g)(i)	182,653	264,847
Financial investments at AC	(g)(ii)	106,467	106,595
Financing and advances	(h)	163,881	139,371
Balances due from clients and brokers		1,181	2,009
Other assets	(i)	6,714	6,479
Property, plant and equipment		16	11
Intangible assets		1	1
TOTAL ASSETS		963,309	961,700
LIABILITIES			
Deposits from customers	(j)	344,933	341,577
Deposits and placements of banks and other financial institutions	(k)	-	10,000
Balances due to clients and brokers		5,608	5,489
Other liabilities	(l)	397,715	392,461
Deferred tax liabilities		243	395
Provision for taxation and zakat		2,879	7,172
TOTAL LIABILITIES		751,378	757,094
ISLAMIC BANKING CAPITAL FUNDS			
Islamic banking funds		120,000	120,000
Reserves		91,931	84,606
TOTAL ISLAMIC BANKING CAPITAL FUNDS		211,931	204,606
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		963,309	961,700
Commitments and contingencies	(s)	116,710	110,797

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations of Islamic Banking (cont'd.)

(b) Unaudited Statement Of Profit Or Loss And Other Comprehensive Income
For the financial period ended 30 June 2024

	Group and Bank			
	Individual Quarter		Cumulative Quarters	
	3 months	3 months	6 months	6 months
	ended	ended	ended	ended
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds	(m) 9,596	8,201	18,761	15,377
Income derived from investment of shareholders' funds	(n) 1,528	1,395	3,690	3,081
Credit loss expense	(298)	(100)	(144)	(43)
Total attributable income	10,826	9,496	22,307	18,415
Profit distributed to depositors	(o) (3,891)	(4,485)	(8,607)	(9,087)
Net income	6,935	5,011	13,700	9,328
Finance cost	(436)	(97)	(643)	(210)
Personnel costs	(p) (188)	(215)	(400)	(425)
Other overhead expenses	(q) (1,036)	(662)	(1,963)	(1,489)
Profit before taxation and zakat	5,275	4,037	10,694	7,204
Taxation and zakat	(1,475)	(1,093)	(2,879)	(1,934)
Profit for the financial period	3,800	2,944	7,815	5,270
Other comprehensive income				
Items that will be reclassified subsequently to profit or loss:				
Fair value (loss)/gain on debt instruments at FVOCI	(476)	596	(638)	929
Income tax related to fair value (loss)/gain on debt instruments at FVOCI	112	(143)	152	(254)
Total other comprehensive income for the financial period, net of tax	3,436	3,397	7,329	5,945

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations of Islamic Banking (cont'd.)

(b) Unaudited Statement Of Profit Or Loss And Other Comprehensive Income
For the financial period ended 30 June 2024 (cont'd.)

For consolidation with the conventional banking operations, income from Islamic Banking Window operations as shown on the face of the consolidated statements of profit or loss and statements of profit or loss, comprised of the following items:

	Group and Bank			
	Individual Quarter		Cumulative Quarters	
	3 months	3 months	6 months	6 months
	ended	ended	ended	ended
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds	9,596	8,201	18,761	15,377
Income derived from investment of shareholders' funds	1,528	1,395	3,690	3,081
Total income before impairment allowances and overhead expenses	11,124	9,596	22,451	18,458
Profit distributed to depositors	(3,891)	(4,485)	(8,607)	(9,087)
Finance cost	(436)	(97)	(643)	(210)
Income from Islamic Banking Window operations reported in the statement of profit or loss of the Group and of the Bank	6,797	5,014	13,201	9,161

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UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

(c) Statement Of Changes In Islamic Banking Funds
For the financial period ended 30 June 2024

Group and Bank	Non- Distributable					Distributable	Total Equity RM'000
	Islamic Banking Fund RM'000	Fair Value Reserve RM'000	Regulatory Reserve RM'000	ESS Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000	
At 1 January 2024	120,000	1,183	2,654	6	5,248	75,515	204,606
Net profit for the financial period	-	-	-	-	-	7,815	7,815
Other comprehensive loss for the financial period	-	(486)	-	-	-	-	(486)
Share based payment under ESS	-	-	-	-	-	(4)	(4)
Transfer to retained profits	-	-	(36)	(1)	-	37	-
At 30 June 2024	120,000	697	2,618	5	5,248	83,363	211,931
At 1 January 2023	120,000	(301)	2,261	8	5,248	63,780	190,996
Net profit for the financial period	-	-	-	-	-	5,270	5,270
Other comprehensive income for the financial period	-	675	-	-	-	-	675
Share based payment under ESS	-	-	-	(1)	-	(2)	(3)
Transfer to retained profits	-	-	(109)	-	-	109	-
At 30 June 2023	120,000	374	2,152	7	5,248	69,157	196,938

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NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

(d) Unaudited Condensed Statements Of Cash Flows
For the financial period ended 30 June 2024

	Group and Bank	
	30 June	30 June
	2024	2023
	RM '000	RM '000
Cash flows from operating activities		
Profit before taxation and zakat	10,694	7,204
Adjustments for:		
Depreciation of plant and equipment	2	2
Credit loss expense	144	43
Net (gain)/loss from sale of financial assets at FVTPL	(9)	55
Net (gain)/loss from sale of financial investments other than those measured at FVTPL	(297)	1
Unrealised loss on revaluation of financial assets at FVTPL	-	85
Operating profit before working capital changes	<u>10,534</u>	<u>7,390</u>
Changes in operating assets:		
Financing and advances	(24,659)	(13,371)
Balances due from clients and brokers	826	548
Other assets	(234)	(293)
Changes in operating liabilities:		
Deposits from customers	3,356	84,015
Deposits and placements of banks and other financial institutions	(10,000)	-
Balances due to clients and brokers	119	873
Other liabilities	(1,495)	54,799
Cash (used in)/generated from operating activities	<u>(21,553)</u>	<u>133,961</u>
Taxation and zakat paid	(427)	(291)
Net cash (used in)/generated from operating activities	<u>(21,980)</u>	<u>133,670</u>
Cash flows from investing activity		
Purchase of property, plant and equipment	(8)	-
Loss from disposal of property, plant and equipment	-	(1)
Net sales/(purchase) of securities, representing net investing cash flow	81,997	(83,989)
Net investing cash flow	<u>81,989</u>	<u>(83,990)</u>
Net change in cash and cash equivalents	60,009	49,680
Cash and cash equivalents at beginning of the financial period	342,387	438,476
Cash and cash equivalents at end of the financial period	402,396	488,156

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NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
(e) Cash and bank balances		
Current accounts with Bank Negara Malaysia and banks	21,396	16,287
Money at call and deposit placements with:		
Licensed Islamic banks	181,000	126,100
Domestic non-bank financial institutions	200,000	200,000
	402,396	342,387
(f) Financial assets at FVTPL		
Unquoted Securities in Malaysia:		
Funds	100,000	100,000
(g) Financial investments other than those measured at FVTPL		
(i) Financial investments at FVOCI		
At fair value		
(a) Money market instruments:		
Malaysian Government Investment Certificates	131,229	103,462
Negotiable Instruments of Deposits	-	99,770
	131,229	203,232
(b) Debt instruments:		
Corporate Sukuk	51,424	61,615
Total financial investments at FVOCI	182,653	264,847

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

(g) Financial investment other than those measured at FVTPL (cont'd.)

Impairment losses on debt instruments measured at FVOCI

An analysis of changes in the ECLs is as follows:

Group and Bank

	2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2024	-	-	-	-
Impact of net re-measurement of ECL	(6)	-	-	(6)
As at 30 June 2024	(6)	-	-	(6)

Group and Bank

	2023			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Movements in ECL				
As at 1 January 2023	-	128	-	128
Assets derecognised or repaid (excluding write-offs)	-	(128)	-	(128)
As at 31 December 2023	-	-	-	-

Group and Bank

	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
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(ii) **Financial investments at AC**
At cost

(a) Money market instruments:

Malaysian Government Investment Certificates

	39,349	39,310
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(b) Debt instruments:

Corporate Sukuk

	67,118	67,285
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Total financial investment at AC

	106,467	106,595
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Total financial investments other than those measured at FVTPL

	289,120	371,442
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NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
(h) Financing and advances		
At AC		
Commodity Murabahah share margin financing		
- Shariah contract - others	521	834
Commodity Murabahah revolving credit		
- Shariah contract - others	69,625	81,186
Commodity Murabahah term financing		
- Shariah contract - others	94,185	57,652
Gross financing and advances	164,331	139,672
Less: Allowance for ECL	(450)	(301)
Net financing and advances	<u>163,881</u>	<u>139,371</u>
(i) Gross financing and advances analysed by type of customer are as follows:		
Domestic business enterprises	120,023	84,544
Individuals	44,308	55,128
	<u>164,331</u>	<u>139,672</u>
(ii) Gross financing and advances analysed by geographical distribution:		
In Malaysia	<u>164,331</u>	<u>139,672</u>
(iii) Gross financing and advances analysed by profit rate sensitivity are as follows:		
Fixed rate	521	834
Variable rate - Cost plus	163,810	138,838
	<u>164,331</u>	<u>139,672</u>
(iv) Gross financing and advances analysed by economic purpose are as follows:		
Working capital	52,094	61,800
Purchase of securities	14,530	15,843
Others	97,707	62,029
	<u>164,331</u>	<u>139,672</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
(h) Financing and advances (cont'd.)		
(v) Gross financing and advances analysed by residual contractual maturity are as follows:		
Within one year	70,146	82,020
More than one year	94,185	57,652
	<u>164,331</u>	<u>139,672</u>

(vi) Impairment allowance for financing and advances are as follows:

Group and Bank

Term Financing :

Movements in ECL

	2024	
	Stage 1 RM'000	Total RM'000
As at 1 January 2024	208	208
New assets originated or purchased	93	93
Assets derecognised or repaid (excluding write-offs)	(12)	(12)
Net remeasurement of allowance	110	110
As at 30 June 2024	<u>399</u>	<u>399</u>

Group and Bank

Movements in ECL

	2023	
	Stage 1 RM'000	Total RM'000
As at 1 January 2023	55	55
New assets originated or purchased	375	375
Assets derecognised or repaid (excluding write-offs)	(70)	(70)
Net remeasurement of allowance	(152)	(152)
As at 31 December 2023	<u>208</u>	<u>208</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

(h) Financing and advances (cont'd.)

(vi) Impairment allowance for financing and advances are as follows (cont'd.):

Undrawn Commitment:

	2024	
	Stage 1 RM'000	Total RM'000
Movements in ECL		
As at 1 January/30 June 2024	93	93
	2023	
	Stage 1 RM'000	Total RM'000
Movements in ECL		
As at 1 January 2023	-	-
New assets originated or purchased	159	159
Assets derecognised or repaid (excluding write-offs)	(66)	(66)
As at 31 December 2023	93	93
Group and Bank		
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000

(i) Other Assets

Income receivables	3,687	3,426
Prepayment	6	8
Other receivables	3,048	3,072
Less: Allowance for ECL	(27)	(27)
	<u>6,714</u>	<u>6,479</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

(i) Other Assets (cont'd.)

Group and Bank

	2024		
	Non-Credit Impaired RM'000	Credit Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2024	1	26	27
New assets originated or purchased	2	27	29
Assets derecognised or repaid (excluding write-offs)	-	(30)	(30)
Transfer of stages	(3)	3	-
As at 30 June 2024	-	26	26

	2023		
	Non-Credit Impaired RM'000	Credit Impaired RM'000	Total RM'000
Movements in ECL			
As at 1 January 2023	1	53	54
New assets originated or purchased	6	3	9
Assets derecognised or repaid (excluding write-offs)	-	(36)	(36)
Transfer of stages	(6)	6	-
As at 31 December 2023	1	26	27

Group and Bank

	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000

(j) Deposits from customers

(i) By type of deposit

Term deposits		
- Tawarruq (Commodity Murabahah deposits)	344,933	341,577

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
(j) Deposits from customers (cont'd.)		
(ii) By type of customers		
Domestic non-bank institutions	229,964	216,028
Government and other statutory bodies	50,000	67,540
Business enterprises	50,399	43,761
Individuals	2,410	785
Subsidiary companies	12,160	13,463
	<u>344,933</u>	<u>341,577</u>
(iii) By maturity		
Due within six months	294,933	299,349
Due more than six months	50,000	42,228
	<u>344,933</u>	<u>341,577</u>
(k) Deposits and placements of banks and other financial institutions		
(i) By type of deposit		
Term deposits		
- Tawarruq (Commodity Murabahah deposits)	-	10,000
	<u>-</u>	<u>10,000</u>
(ii) By type of customers		
Other financial institution	-	10,000
	<u>-</u>	<u>10,000</u>
(iii) By maturity		
Due within six months	-	10,000
	<u>-</u>	<u>10,000</u>
(l) Other liabilities		
Mudarabah Specific Investment Account	42,830	11,989
Profit payables	1,845	1,160
Other payables	353,040	379,312
	<u>397,715</u>	<u>392,461</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank Individual Quarter		Group and Bank Cumulative Quarters	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
(m) Income derived from investment of depositors' funds				
Finance income and hibah				
Financing and advances	1,229	582	1,359	1,042
Deposits and placements with financial institutions	2,618	3,060	6,070	6,229
Financial investment other than those measured at FVTPL	3,071	2,186	6,542	3,837
Accretion of discount	(160)	(115)	(350)	(173)
Others	-	2	1	3
	<u>6,758</u>	<u>5,715</u>	<u>13,622</u>	<u>10,938</u>
Other operating (loss)/income				
Net (loss)/gain on sale of financing assets at FVTPL	(15)	278	9	(55)
Unrealised loss on revaluation of financial assets at FVTPL	(25)	(92)	-	(85)
Net (loss)/gain on sale of financial investments other than those measured at FVTPL	-	(1)	297	(1)
Fees on financing and advances	4	37	8	71
Brokerage fee	1,109	728	1,908	1,607
Profit income from financial assets at FVTPL	1,136	1,279	2,290	2,600
Advisory fee	109	33	128	104
Placement fee	1	-	1	-
Direct trading fees expense	(27)	(47)	(50)	(78)
Other operating income	541	272	543	272
Other non-operating income/(loss)	5	(1)	5	4
	<u>2,838</u>	<u>2,486</u>	<u>5,139</u>	<u>4,439</u>
Total income derived from investment of depositors' funds	<u>9,596</u>	<u>8,201</u>	<u>18,761</u>	<u>15,377</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank		Group and Bank	
	Individual Quarter		Cumulative Quarters	
	3 months	3 months	6 months	6 months
	ended	ended	ended	ended
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
(n) Income derived from investment of shareholders' funds				
Finance income and hibah				
Financing and advances	1,537	1,147	3,690	2,307
Financial investments other than those measured at FVTPL	(9)	276	-	856
Accretion of premium	-	(28)	-	(82)
	<u>1,528</u>	<u>1,395</u>	<u>3,690</u>	<u>3,081</u>
(o) Profit distributed to depositors				
Deposits from customers and financial institutions				
- Murabahah Fund	2,880	3,457	6,584	7,062
Others	1,011	1,028	2,023	2,025
	<u>3,891</u>	<u>4,485</u>	<u>8,607</u>	<u>9,087</u>
(p) Personnel costs				
- Salaries, wages, allowances and bonus	146	162	313	326
- EPF	23	26	49	51
- Other staff related expenses	19	27	38	48
	<u>188</u>	<u>215</u>	<u>400</u>	<u>425</u>
(q) Other overhead expenses:				
Establishment costs				
- Depreciation	1	1	2	2
- Office rental	14	15	29	29
- Others	10	5	17	11
	<u>25</u>	<u>21</u>	<u>48</u>	<u>42</u>
Marketing and travelling expenses				
- Advertisement and promotions	-	1	-	1
- Travelling and entertainment expenses	1	-	2	-
	<u>1</u>	<u>1</u>	<u>2</u>	<u>1</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	<u>Group and Bank Individual Quarter</u>		<u>Group and Bank Cumulative Quarters</u>	
	<u>3 months ended 3 months ended RM'000</u>	<u>3 months ended 3 months ended RM'000</u>	<u>6 months ended 6 months ended RM'000</u>	<u>6 months ended 6 months ended RM'000</u>
(q) Other overhead expenses (cont'd):				
Administration and general expenses				
- Fees and brokerage	259	127	432	299
- Support service charges	618	-	1,237	529
- Shariah committee expenses	49	-	100	55
- Others	84	513	144	563
	<u>1,010</u>	<u>640</u>	<u>1,913</u>	<u>1,446</u>
Total other overhead expenses	<u>1,036</u>	<u>662</u>	<u>1,963</u>	<u>1,489</u>

	<u>Group and Bank</u>	
	<u>As at 30 June 2024 RM'000</u>	<u>As at 31 December 2023 RM'000</u>
(r) Capital adequacy		
CET 1 / Tier 1 Capital		
Islamic Banking funds	120,000	120,000
Retained profits	75,548	75,515
Other reserves	8,568	9,091
Less:		
Intangible assets	(1)	(1)
55% of cumulative gains on financial investments at FVOCI	(384)	(652)
Regulatory reserves	(2,618)	(2,654)
Total CET 1 / Tier 1 capital	<u>201,113</u>	<u>201,299</u>
Tier 2 Capital		
General provisions	<u>3,074</u>	<u>2,956</u>
Total Tier 2 capital	<u>3,074</u>	<u>2,956</u>
Total capital	<u>204,187</u>	<u>204,255</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

A34. Operations Of Islamic Banking (cont'd.)

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
(r) Capital adequacy (cont'd.)		
CET 1 capital ratio	60.677%	66.552%
Tier 1 capital ratio	60.677%	66.552%
Total capital ratio	<u>61.605%</u>	<u>67.529%</u>

The breakdown of risk-weighted assets (excluding any deferred tax assets) in the various categories of risk-weights are as follows:

	Group and Bank			
	As at 30 June 2024		As at 31 December 2023	
	Notional amount RM'000	Risk- weighted amount RM'000	Notional amount RM'000	Risk- weighted amount RM'000
Credit risk	906,344	297,087	894,264	271,905
Operational risk	-	34,360	-	30,564
Total Risk Weighted Assets	<u>906,344</u>	<u>331,447</u>	<u>894,264</u>	<u>302,469</u>

(s) Commitments and contingencies

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

As at reporting date, the commitment and contingencies are as follows:

	Group and Bank	
	As at 30 June 2024 RM'000	As at 31 December 2023 RM'000
Commitments to extend credit with maturity of less than 1 year:		
- share margin financing	15,979	19,766
Other commitments with an original maturity of less than 1 year:		
- corporate financing	58,231	48,531
Other commitments with an original maturity of more than 1 year:		
- corporate financing	42,500	42,500
	<u>116,710</u>	<u>110,797</u>

NOTES TO INTERIM FINANCIAL STATEMENTS
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REQUIREMENTS OF PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD

B1. Performance Review

Group:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	243,126	198,259	447,332	378,053
Net income	186,806	155,507	349,726	296,728
Profit before tax	13,797	23,324	40,504	35,771
Profit after tax	9,370	16,698	32,198	27,055

The Group reported higher revenue for 2Q24 as compared to 2Q23 mainly due to higher brokerage fee income as well as trading and investment income. However, this was partially offset by higher total overheads and credit loss of RM6.0mil provided in 2Q24 versus credit loss reversal of RM12.3mil recorded in 2Q23 which resulted in lower profit before tax ('PBT').

The Group has made impairment provisions on its fees receivables amounting to RM6.6mil for the current quarter and RM7.9mil in 1H24 in accordance with the Group policies. Barring unforeseen circumstances, the Group expects to make recovery on the provisions in second half of this year. Meanwhile our stockbroking division, which had contra losses due to January sell down on certain counters, has made the necessary provisions to date of RM5.7mil in 1Q24 and RM4.0mil in 2Q24 respectively and which is offset by recoveries in other accounts. Therefore, we do not expect the stockbroking division to have significant net provisions for the 2H24.

The Group achieved higher revenue and PBT for 1H24 as compared to 1H23 mainly due to higher operating income and share of profit from associates but partially offset by credit loss expense.

NOTES TO INTERIM FINANCIAL STATEMENTS
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REQUIREMENTS OF PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD

B1. Performance Review (cont'd.)

Current quarter and financial period-to-date

Performance analysis of the Group's major operating segments are as follows:

Investment Banking:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	64,846	55,905	121,188	108,435
Net income	22,593	17,967	37,248	33,912
(Loss)/Profit before tax	(893)	2,187	(2,998)	3,385

Investment Banking ("IB") registered higher revenue for both periods 2Q24 and 1H24 as compared to the corresponding periods last year mainly attributed to higher investment banking fees income and trading and investment income. However, the segment recorded loss before tax ("LBT") for 2Q24 and 1H24 as compared to PBT for the corresponding periods last year due to lower net interest income and higher credit loss expense.

Stockbroking:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	112,274	71,704	197,076	142,423
Net income	105,413	66,030	186,829	131,609
Profit before tax	14,815	10,054	13,569	4,721

Higher revenue and PBT were recorded by the stockbroking segment for both periods 2Q24 and 1H24 as compared to the corresponding periods last year mainly due to the higher trading and investment income and brokerage fee income as a result of higher Bursa trading volume. Also included in 1H24 results, net provision for credit loss expense of RM0.7mil compared to credit loss reversal of RM10.6mil in the previous year.

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REQUIREMENTS OF PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
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B1. Performance Review (cont'd.)

Current quarter and financial period-to-date (cont'd.)

Performance analysis of the Group's major operating segments are as follows (cont'd.):

Asset and Wealth Management:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	64,544	66,235	118,538	117,176
Net income	56,682	64,294	112,566	114,343
Profit before tax	3,949	12,284	11,555	21,122

Asset and Wealth Management has recorded lower PBT for both periods 2Q24 and 1H24 as compared to the corresponding periods last year mainly driven by lower management and performance fees income as well as higher credit loss expense.

Meanwhile Asset Under Administration registered a growth of RM2.7 million year-over-year basis with 2Q24 closing at RM23.6 billion.

Listed derivatives:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	6,923	5,876	13,261	11,990
Net income	6,365	5,324	12,273	10,814
Profit before tax	2,177	1,526	3,770	3,189

Listed derivatives business has reported higher revenue for both periods 2Q24 and 1H24 as compared to the corresponding periods last year largely due to the higher commission and interest income generated as a result of higher trading activities during the current periods.

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REQUIREMENTS OF PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
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B1. Performance Review (cont'd.)

Current quarter and financial period-to-date (cont'd.)

Performance analysis of the Group's major operating segments are as follows (cont'd.):

Corporate and others:

	Individual period		Cumulative period	
	3 months ended	3 months ended	6 months ended	6 months ended
	30 June 2024 (2Q24)	30 June 2023 (2Q23)	30 June 2024 (1H24)	30 June 2023 (1H23)
(RM'000)				
Revenue	3,956	3,363	10,995	6,808
Net income	12,069	4,383	19,429	6,506
Profit/(Loss) before tax	4,710	(1,005)	24,846	1,117

The result have improved for both periods 2Q24 and 1H24 as compared to the corresponding periods last year largely due to trading and investment income as well as the exceptional increase in share of profit of associates in the previous quarter ended 31 March 2024.

B2. Explanatory comments on any material change in profit before taxation for current quarter as compared with the immediate preceding quarter

Current quarter versus previous quarter

Group:

	Current quarter	Previous quarter
	3 months ended 30 June 2024 (2Q24)	3 months ended 31 March 2024 (1Q24)
(RM'000)		
Revenue	243,126	204,206
Net income	186,806	162,920
Profit before tax	13,797	26,707
Profit after tax	9,370	22,828

For 2Q24, the Group has recorded higher revenue and net income as compared to previous quarter ended 31 March 2024 as a result of higher fees income and trading and investment income. The previous quarter included contribution from share of profit of associate of RM13.7mil which recorded exceptional fee income in 1Q24.

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REQUIREMENTS OF PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
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B3. Prospects

We maintain our 2024 Gross Domestic Product growth forecast at 4.5% - 5.0% (2023: 3.6%), anticipating support from robust domestic demand, a stable unemployment rate, increased tourist arrivals, sustained consumer spending and the realisation of investments approved in the preceding year. Growth momentum is expected to be bolstered by a resurgence in manufacturing and export-oriented sectors, driven by an anticipated technological upcycle and China's gradual economic recovery, as well as better-than-expected demand from advanced and regional economies.

However, we remain cautious due to lingering downside risks, particularly from the development of external sector. Potential global economic slowdowns led by advanced economies due to the impact of high interest rates, escalating geopolitical tensions, notably in the Middle East and the ongoing Ukraine-Russia war and renewed US-China tensions, could disrupt supply chains and dampen sentiment.

On the monetary policy, we believe that BNM will hold the overnight policy rate (OPR) steady at 3.00% throughout 2024 despite upside risks to the inflation outlook from the impact of subsidy rationalisation. We expect inflation rate would be relatively controlled, cushioned by potential increases in government cash transfers and higher productivity.

Barring any unforeseen circumstances, the Group expected the current year performance will surpass previous year driven by improving economy and higher Bursa volume.

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B4. Variance From Profit Forecast And Profit Guarantee

This is not applicable as the Company did not issue any profit forecast or profit guarantee during the financial period.

B5. Taxation and zakat

<u>Group</u>	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Income tax and zakat	(1,539)	(2,284)	(2,829)	(8,016)
Deferred taxation	(2,888)	(4,342)	(5,477)	(700)
Total	(4,427)	(6,626)	(8,306)	(8,716)

The effective tax rate of the Group for the current financial period ended 30 June 2024 was lower than the statutory tax rate mainly due to certain income not subject to tax.

<u>Bank</u>	<u>Individual Quarter</u>		<u>Cumulative Quarters</u>	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Income tax and zakat	(136)	(104)	(276)	(186)
Deferred taxation	(2,848)	(2,497)	(3,479)	(2,010)
Total	(2,984)	(2,601)	(3,755)	(2,196)

The effective tax rate of the Bank for the current financial period ended 30 June 2024 was lower than the statutory tax rate mainly due to certain income not subject to tax.

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B6. Borrowings

	Group		Bank	
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Unsecured				
Subordinated notes*				
- More than one year	180,500	180,500	180,500	180,500

* All borrowings are denominated in RM

B7. Dividend

The Company had, after obtaining Bank Negara Malaysia's approval, made an announcement to Bursa Malaysia Securities Berhad on 29 February 2024 in respect of the declaration of an interim single tier dividend of 7.00 sen per share in respect of the financial year ended 31 December 2023. This interim single tier dividend which amounted to RM50,851,801 based on the entitled share capital of 726,454,299 ordinary shares was paid on 16 April 2024.

No dividend has been proposed for the current financial quarter.

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B8. Earnings per share

	Individual Quarter		Cumulative Quarters	
	3 months ended 30 June 2024 RM'000	3 months ended 30 June 2023 RM'000	6 months ended 30 June 2024 RM'000	6 months ended 30 June 2023 RM'000
Profit for the period attributable to equity holders of the Bank	9,370	16,698	32,198	26,945
Weighted average number of ordinary shares in issue ('000)	725,096	722,883	724,698	722,633
Effects of dilution	-	-	3,420	2,774
Adjusted weighted average number of ordinary shares in issue ('000)	725,096	722,883	728,118	725,407
Earnings per share (sen)				
- basic	1.29	2.31	4.44	3.73
- fully diluted	1.29	2.31	4.42	3.71

There were no potential dilutive ordinary shares outstanding as at 30 June 2024.

B9. Changes in Material Litigation

The status of material litigations is disclosed in note B12.

B10. Status of corporate proposal

There were no corporate proposals announced but not completed as at 30 June 2024.

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B11. Derivative financial instruments

Derivative financial instruments are as follows:

Group and Bank

Items	As at 30 June 2024		As at 31 December 2023	
	Contract/ Notional Value RM'000	Fair Value RM'000	Contract/ Notional Value RM'000	Fair Value RM'000
<u>Derivative financial assets</u>				
Equity related contract- options	3,205	2,854	25,985	26,415
Equity related contract- swaps	29,225	822	19,439	209
Equity related contract- forwards	128,960	54,452	51,342	49,309
Foreign exchange related contracts	35,954	66	-	-
Dual currency investment- options	18,949	16	3,074	5
	216,293	58,210	99,840	75,938
<u>Derivative financial liabilities</u>				
Equity related contract- options	1,740,987	96,432	498,986	40,124
Equity related contract- swaps	-	-	33,374	1,012
Equity related contract- forwards	40,007	5,412	80,738	3,956
Foreign exchange related contracts	16,613	22	-	-
Dual currency investment- options	18,949	16	3,074	5
	1,816,556	101,882	616,172	45,097

Changes in the risk, cash requirement, policies in place and accounting policies reported in prior financial years

There have been no changes since the end of the previous financial year ended 31 December 2023 in respect of the following:

- (i) the market risk and credit risk associated with the derivatives;
- (ii) the cash requirements of the derivatives;
- (iii) the policies in place for mitigating or controlling the risks associated with the derivatives; and
- (iv) the related accounting policies

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B11. Derivative financial instruments (cont'd.)

Types of derivative financial instruments

Options are contractual agreements or embedded in other financial instruments under which seller/issuer grants the purchaser the right, but not the obligation, either to buy a call option or sell a put option at or by a pre-defined date during a pre-defined period, a specific amount of an underlying assets at a pre-determined price.

The Seller may receive a premium from the purchaser in consideration of risk. Options may be either exchange-traded, negotiated between the purchaser and the seller at the over-the-counter market or embedded components in other financial instruments.

A swap is an agreement between two parties to exchange a series of future cash flows. Each cash flow comprises one leg of the swap. One cash flow is generally fixed, while the other is variable and based on a benchmark interest rate, floating currency exchange rate or index price.

A swap contract is essentially a derivative contract in which the value of the contract derived from the assets it represents. These assets are called the underlying assets and their value typically changes, resulting in a change of the value of the derivative itself. Most swaps contracts are traded over-the-counter that are customized to the needs of both parties.

Purposes of engaging in derivative financial instruments

There have been no changes since the end of the previous financial year in respect of the type of derivative financial instruments, the rationale and expected benefits accruing to the Group from these derivative financial instruments.

Loss arising from fair value changes of derivative financial instruments

The unrealised loss arising from fair value changes of derivative financial instruments for the current quarter amounted to RM5,301,298 (1Q24 loss: RM8,654,461). This was arrived at based on the fluctuations in the market prices of the derivative financial instruments or underlying assets which are listed on Bursa Malaysia.

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B12. Contingent liabilities

Group and Bank	
30 June	31 December
2024	2023
RM'000	RM'000

On 27 November 2019, the Bank was served with a sealed Writ of Summons and Statement of Claim filed by Lai Sing Foo ("the Plaintiff"). The Plaintiff is alleging that, inter alia, the second (2nd) Defendant (who is a Dealer's Representative ("DR") of KIBB has arranged for the Plaintiff to purchase shares of a public listed company with a promise to buy back at a higher price from the third (3rd) Defendant (a third party). The Plaintiff alleges that the 3rd Defendant has failed to buy back the said shares which caused the Plaintiff to suffer losses and claims, inter alia, the difference between the sale proceeds of the said shares and RM3.6 million. The Plaintiff's claims against KIBB are on the basis that, inter alia, the 2nd Defendant is a DR with KIBB. In this regard, KIBB will contest the Plaintiff's claim in the Court. The Plaintiff, KIBB and the 3rd Defendant presented their evidence during the trial from 11 to 13 August 2021. On 3 November 2021, the High Court dismissed the Plaintiff's claim against KIBB and the 3rd Defendant with costs of RM25,000 to be paid to each. The Plaintiff's claim against the 2nd Defendant was allowed with costs of RM25,000 to be paid to the Plaintiff. On 25 November 2021, the Plaintiff filed a Notice of Appeal in the Court of Appeal against the High Court's decision. On 21 August 2024, the Court of Appeal dismissed the Plaintiff's appeal against KIBB and awarded costs of RM15,000 to KIBB.

<u>3,600</u>	<u>3,600</u>
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Based on legal advices obtained, the Board of Directors is of the opinion that the Bank has good grounds to defend these claims and that no provisions are necessary as at reporting date.