Bank Pembangunan Malaysia Berhad
And Its Subsidiaries (16562-K)
(Incorporated in Malaysia)
Interim Unaudited Financial Statements
30 June 2013

16562-K

Bank Pembangunan Malaysia Berhad
(Incorporated in Malaysia)

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Bank Pembangunan Malaysia Berhad
(Incorporated in Malaysia)

Interim financial statements
Unaudited statements of financial position
As at 30 June 2013

	Note	Group 30 June 2013 RM'000	Group 31 December 2012 RM'000	Bank 30 June 2013 RM'000	Bank 31 December 2012 RM'000
Assets					
Cash and short term deposits	9	2,047,789	1,506,858	1,765,150	1,074,564
Deposits and placements with financial institutions	10	415,228	67,783	414,153	66,722
Financial investments - available-for-sale ("AFS")	11	1,242,726	1,242,217	1,227,073	1,188,947
Financial investments - held-to-maturity ("HTM")	12	277,440	226,280	277,418	226,258
Loans, advances and financing	13	23,026,452	23,234,542	22,829,016	23,037,114
Other assets	14	403,786	272,229	220,469	201,932
Investments in subsidiaries		-	-	928,549	928,549
Interest in associates		23,849	273,743	-	-
Interest in jointly controlled entities		175,081	209,727	-	-
Property, plant and equipment	15	1,290,342	159,173	107,543	117,628
Prepaid land leases		1,999	2,029	1,999	2,029
Investment properties		5,440	9,720	1,114	3,461
Intangible assets	16	224,046	8,762	12,883	6,664
Deferred tax assets		114,938	87,957	87,957	87,957
		29,249,116	27,301,020	27,873,324	26,941,825
Assets classified as held for sale		19,056	120,530	-	-
Assets of subsidiaries classified as held for sale		54,476	54,960	56,765	56,765
Total assets		29,322,648	27,476,510	27,930,089	26,998,590
Liabilities					
Deposits from customers	17	7,282,824	5,414,142	7,282,824	5,414,142
Deposits and placements from financial institutions	18	92,181	153,556	92,181	153,556
Other liabilities	19	197,046	185,234	37,109	35,901
Redeemable notes	20	3,126,013	4,133,991	3,126,013	4,133,991
Term loans		10,351,798	9,643,299	9,455,571	9,531,988
Infrastructure support fund		389,551	399,535	389,551	399,535
Deferred income		250,345	251,430	250,345	251,430
Deferred tax liabilities		13,108	12,814	-	-
Liabilities of subsidiaries classified as held for sale		61	101	-	-
Total liabilities		21,702,927	20,194,102	20,633,594	19,920,543

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Bank Pembangunan Malaysia Berhad
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Interim financial statements
Unaudited statements of financial position (cont'd.)
As at 30 June 2013

		Group		Bank	
		30 June 2013	31 December 2012	30 June 2013	31 December 2012
	Note	RM'000	RM'000	RM'000	RM'000
Equity attributable to equity holders of the Bank					
Share capital	21	3,103,724	3,078,724	3,078,724	3,078,724
Reserves		4,351,672	4,050,534	4,217,771	3,999,323
		7,455,396	7,129,258	7,296,495	7,078,047
Non-controlling interest		164,325	153,150	-	-
Total equity		7,619,721	7,282,408	7,296,495	7,078,047
Total equity and liabilities		29,322,648	27,476,510	27,930,089	26,998,590
Commitments and contingencies	28	4,099,218	4,618,611	3,930,188	3,938,391

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

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Bank Pembangunan Malaysia Berhad
(Incorporated in Malaysia)

Interim financial statements
Unaudited Income statements
For the second quarter ended 30 June 2013

Group	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Interest income	22	320,131	341,515	652,317	691,447
Interest expense	23	(195,237)	(184,623)	(385,960)	(374,560)
Net interest income		124,894	156,892	266,357	316,887
Net income from Islamic banking business	31	64,211	41,963	120,185	89,737
Non-interest income	24	113,527	5,889	199,272	37,352
Net income		302,632	204,744	585,814	443,976
Overhead expenses	25	(83,052)	(43,911)	(149,237)	(92,847)
Allowance for impairment of loans and financing	26	11,129	(108,038)	(40,809)	(110,595)
Impairment on other assets	27	(5,062)	(4,726)	(9,984)	(9,371)
Operating profit		225,647	48,069	385,784	231,163
Share of results of jointly controlled entities		2,630	11,003	4,030	15,765
Profit before taxation and zakat from continuing operations		228,277	59,072	389,814	246,928
Tax expense		(25,459)	(21,323)	(50,488)	(42,094)
Zakat		(1,000)	(750)	(2,000)	(1,500)
Profit for the period from continuing operations		201,818	36,999	337,326	203,334
Discontinued operation					
Profit after tax for the period from discontinued operations		30	-	50	-
Profit for the period		201,848	36,999	337,376	203,334
Attributable to:					
Shareholders of the Bank		197,683	49,306	329,793	220,142
Non-controlling interest		4,165	(12,307)	7,583	(16,808)
		201,848	36,999	337,376	203,334
Earnings per share attributable to the equity holders of the Bank (sen)					
Basic earnings per share		6.42	1.60	10.71	7.15

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Interim financial statements
Unaudited statements of comprehensive income
For the second quarter ended 30 June 2013

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Profit for the period	201,848	36,999	337,376	203,334
Other comprehensive income				
Exchange difference on translation of foreign operations	19,854	9,559	28,523	1,274
Net unrealised (loss)/gain on revaluation of financial investments - available-for-sale ("AFS")	(272,034)	(29,427)	46,414	2,370
Other comprehensive (loss)/income for the period, net of tax	(252,180)	(19,868)	74,937	3,644
Total comprehensive (loss)/income for the period, net of tax	(50,332)	17,131	412,313	206,978
Total comprehensive (loss)/income attributable to:				
Shareholders of the Bank	(58,451)	27,041	401,138	221,389
Non-controlling interest	8,119	(9,910)	11,175	(14,411)
	(50,332)	17,131	412,313	206,978

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

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Interim financial statements
Unaudited Income statements
For the second quarter ended 30 June 2013

Bank	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Interest income	22	314,242	332,970	637,999	671,953
Interest expense	23	(182,642)	(185,741)	(364,426)	(374,109)
Net interest income		131,600	147,229	273,573	297,844
Net income from Islamic banking business	31	63,926	41,709	119,561	89,353
Non-interest income	24	15,081	15,866	27,194	28,750
Net income		210,607	204,804	420,328	415,947
Overhead expenses	25	(19,174)	(17,461)	(36,435)	(33,708)
Allowance for impairment of loans and financing	26	(52,302)	(112,913)	(51,606)	(129,056)
Impairment on other assets	27	(5,062)	(4,726)	(9,984)	(8,397)
Profit before taxation and zakat		134,069	69,704	322,303	244,786
Tax expense		(24,135)	(19,817)	(48,269)	(39,634)
Zakat		(1,000)	(750)	(2,000)	(1,500)
Profit for the period		108,934	49,137	272,034	203,652

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Interim financial statements
Unaudited statements of comprehensive income
For the second quarter ended 30 June 2013

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Profit for the period	108,934	49,137	272,034	203,652
Other comprehensive income				
Net unrealised gain/(loss) on revaluation of financial investments - available-for-sale ('AFS')	15,117	(29,427)	46,414	2,370
Other comprehensive income/(loss) for the period, net of tax	15,117	(29,427)	46,414	2,370
Total comprehensive income for the period, net of tax	124,051	19,710	318,448	206,022

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

Bank Pembangunan Malaysia Berhad
(Incorporated in Malaysia)

Interim financial statements
Unaudited consolidated statement of changes in equity
For the second quarter ended 30 June 2013

		←Attributable to equity holders of the Bank→									
		←Non-Distributable→									
Group	**Note**	**Share capital RM'000**	**Capital reserve RM'000**	**Statutory reserve RM'000**	**Profit equalisation reserve RM'000**	**Unrealised holding reserve RM'000**	**Exchange translation reserve RM'000**	**Distributable retained profits RM'000**	**Total RM'000**	**Non-controlling interest RM'000**	**Total equity RM'000**
At 1 January 2013		3,078,724	1,000	1,745,855	4,970	(32,463)	(61,499)	2,392,671	7,129,258	153,150	7,282,408
Total comprehensive income for the period		-	-	-	-	46,414	24,931	329,793	401,138	11,175	412,313
Acquisiton of a subsidiary	21	25,000	-	-	-	-	-	-	25,000	-	25,000
Dividends paid		-	-	-	-	-	-	(100,000)	(100,000)	-	(100,000)
At 30 June 2013		3,103,724	1,000	1,745,855	4,970	13,951	(36,568)	2,622,464	7,455,396	164,325	7,619,721
At 1 January 2012		3,078,724	1,000	1,654,896	-	(5,113)	(55,503)	2,559,894	7,233,898	197,697	7,431,595
Total comprehensive income for the period		-	-	-	-	2,370	(1,123)	220,142	221,389	(14,411)	206,978
Dividends paid		-	-	-	-	-	-	(100,000)	(100,000)	-	(100,000)
At 30 June 2012		3,078,724	1,000	1,654,896	-	(2,743)	(56,626)	2,680,036	7,355,287	183,286	7,538,573

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

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Bank Pembangunan Malaysia Berhad
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Interim financial statements
Unaudited statement of changes in equity
For the second quarter ended 30 June 2013

Bank	Share capital RM'000	Statutory reserve RM'000	Profit equalisation reserve RM'000	Unrealised holding reserve RM'000	Distributable retained profits RM'000	Total RM'000
	<--------Non distributable-------->					
At 1 January 2013	3,078,724	1,745,855	4,970	87,347	2,161,151	7,078,047
Total comprehensive income for the period	-	-	-	46,414	272,034	318,448
Dividends paid	-	-	-	-	(100,000)	(100,000)
At 30 June 2013	3,078,724	1,745,855	4,970	133,761	2,333,185	7,296,495
At 1 January 2012	3,078,724	1,654,896	-	111,618	2,206,047	7,051,285
Total comprehensive income for the period	-	-	-	2,370	203,652	206,022
Dividends paid	-	-	-	-	(100,000)	(100,000)
At 30 June 2012	3,078,724	1,654,896	-	113,988	2,309,699	7,157,307

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

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Bank Pembangunan Malaysia Berhad
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Interim financial statements
Unaudited statements of cash flows
For the second quarter ended 30 June 2013

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from operating activities				
Profit before taxation and zakat				
Continuing operations	389,814	246,928	322,303	244,786
Discontinued operations	50	-	-	-
Adjustments for:				
Share of profit in jointly controlled entities	(4,030)	(15,765)	-	-
Depreciation of property, plant and equipment	26,802	27,174	4,493	4,467
Amortisation of prepaid lease rental	31	40	31	40
Depreciation of investment properties	112	200	33	88
Amortisation of intangible assets	1,826	732	1,490	566
Gain/(loss) on disposal of property, plant and equipment	(3,466)	23,954	-	(633)
Gain on disposal of prepaid land lease	-	(1,283)	-	(1,283)
Gain on disposal of investment properties	(2,356)	-	(2,036)	-
Gain on sale of financial investments - available-for-sale ('AFS')	(13,742)	(1,512)	-	(1,512)
Dividend income:				
- financial investments available-for-sale ('AFS')	(16,070)	(5,518)	(8,610)	(5,518)
Amortisation of premium less accretion of discount of financial investments	(10,857)	(9,658)	(10,857)	(9,658)
Impairment allowance/(writeback) for:				
- financial investments - held-to-maturity ('HTM')	9,984	9,371	9,984	9,371
- investment in subsidiaries	-	-	-	(974)
Unrealised (gain)/loss on foreign exchange	(278)	81	(278)	81
Balance carried forward	377,820	274,744	316,553	239,821

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Interim financial statements
Unaudited statements of cash flows (cont'd.)
For the second quarter ended 30 June 2013

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from operating activities (cont'd.)				
Balance brought forward	377,820	274,744	316,553	239,821
Individual assessment allowance	36,142	141,513	32,783	135,516
Individual assessment allowance written back	(23,182)	(22,674)	(10,535)	(2,012)
Transferred to individual assessment allowance	16,027	-	16,027	-
Collective impairment allowance	57,707	-	57,707	-
Collective impairment allowance written back	(16,614)	(1,576)	(16,614)	(1,576)
Transferred from collective assessment allowance	(16,027)	-	(16,027)	-
Bad debts and financing written off	642	198	642	38
Bad debts and financing recovered	(13,886)	-	(12,377)	-
Profit equalisation reserve	-	2,811	-	2,811
Fixed asset written off	26	18	-	18
Financial investment impairment made during the year against ISF	(9,984)	(9,371)	(9,984)	(9,371)
Recoverable from loan written off against ISF	-	1,449	-	1,449
Compensation from the Government	(58,937)	(59,439)	(58,937)	(59,439)
Operating profit before working capital changes	**349,734**	**327,673**	**299,238**	**307,255**
(Increase)/decrease in operating capital changes:				
Deposits and placements with financial institutions	(347,445)	974,436	(347,431)	824,989
Loans, advances and financing	155,399	(156,101)	155,407	(183,495)
Other assets	(273,147)	(36,387)	(5,228)	7,514
Deposits from customers	1,868,682	(1,008,611)	1,868,682	(1,008,611)
Deposit and placements from financial institutions	(61,375)	-	(61,375)	-
Other liabilities	(316,701)	(55,161)	(1,008,733)	(1,186)
Cash generated from/(used in) operations	**1,375,147**	**45,849**	**900,560**	**(53,534)**

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Interim financial statements
Unaudited statements of cash flows (cont'd.)
For the second quarter ended 30 June 2013

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from operating activities (cont'd.)				
Income taxes paid	(60,406)	(42,094)	(55,406)	(51,916)
Zakat paid	(37)	-	(37)	-
Net cash generated from/(used in) operations	**1,314,704**	**3,755**	**845,117**	**(105,450)**
Cash flows from investing activities				
Acquisition of a subsidiaries	(1,007,141)	-	-	-
Dividends from financial investments - available-for-sale ('AFS')	16,070	5,518	8,610	5,518
Purchase of financial investments - available-for-sale ('AFS')	(51,750)	(150,979)	(51,750)	(150,979)
Purchase of financial investments - held-to-maturity ('HTM')	(50,850)	8,727	(50,850)	-
Purchase of property, plant and equipment	(419,681)	(9,372)	(889)	(2,719)
Purchase of intangible assets	(1,228)	(78)	(1,228)	(78)
Proceeds from disposal/maturity of financial investments - available-for-sale ('AFS')	61,424	100,695	61,424	100,695
Proceeds from disposal of property, plant and equipment	3,492	54,625	-	1,039
Proceeds from disposal of prepaid land leases	-	2,232	-	2,232
Proceeds from disposal of investment properties	6,999	-	4,351	-
Net cash (used in)/ generated from investing activities	**(1,442,665)**	**11,368**	**(30,332)**	**(44,292)**

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Interim financial statements
Unaudited statements of cash flows (cont'd.)
For the second quarter ended 30 June 2013

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from financing activities				
Net receipt from/(net repayment of) long-term loans	716,952	(266,152)	(76,139)	(214,324)
Net receipt from commercial papers	-	(99,835)	-	(99,835)
Proceeds from Government Compensation	51,940	82,452	51,940	82,452
Dividends paid	(100,000)	(100,000)	(100,000)	(100,000)
Net cash generated from/(used in) financing activities	**668,892**	**(383,535)**	**(124,199)**	**(331,707)**
Net increase/(decrease) in cash and cash equivalents	540,931	(368,412)	690,586	(481,449)
Cash and cash equivalents at beginning of period	1,506,858	2,586,442	1,074,564	2,435,932
Cash and cash equivalents at end of period	2,047,789	2,218,030	1,765,150	1,954,483

The Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 December 2012.

Notes to the financial statements - 30 June 2013

Explanatory Notes pursuant to Malaysian Financial Reporting Standard ('MFRS 134') and Revised Guidelines on Financial Reporting For Licensed Institution ('BNM/GP8') issued by Bank Negara Malaysia

1. BASIS OF PREPARATION

The unaudited interim financial statements for the second quarter ended 30 June 2013 of the Group and of the Bank have been prepared under the historical cost convention except for the following assets and liabilities that are stated at fair values: financial investment - available for-sale ('AFS'), derivative financial instruments and investment properties.

The unaudited interim financial statements have been prepared in accordance with the requirements of MFRS 134 : Interim Financial Reporting issued by Malaysian Accounting Standard Board ('MASB'). The unaudited interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the financial year ended 31 December 2012. The explanatory notes attached to the interim financial statements provide an explanation of event and transactions that are significant to form an understanding of the changes in the financial position and performance of the Group and the Bank since the year ended 31 December 2012.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Group and of the Bank have been prepared in accordance with Malaysian Financial Reporting Standards ('MFRSs') as modified by Bank Negara Malaysia/Development Financial Institutions ('BNM/DFIs') Guidelines and the Companies Act, 1965 in Malaysia.

The significant accounting policies and methods of computation applied by the Group and Bank are consistent with those adopted in the most recent audited annual financial statements ended 31 December 2012.

3. AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditor reports unqualified audit opinion on the audited financial statements for the financial year ended 31 December 2012.

4. SEASONAL OR CYCLICAL FACTORS

The operation of the Group and the Bank were not materially affected by any seasonal or cyclical factors in the second quarter ended 30 June 2013.

5. UNUSUAL ITEMS AND SUBSEQUENT EVENTS

There were no material and unusual items due to their nature, size or incidence during and no material events subsequent to the second quarter ended 30 June 2013.

6. CHANGES IN ESTIMATES

There were no material changes in estimates during the second quarter ended 30 June 2013.

7. CHANGES IN DEBT AND EQUITY SECURITIES

There were no changes including repayment of debt and equity securities by the Bank during the second quarter ended 30 June 2013.

8. DIVIDEND PAID

Final tax exempt dividend on 3,078,724,049 ordinary shares, amounting to RM100,000,000 (3.25 sen net per ordinary share), in respect of the financial year ended 31 December 2012 was declared on 27 May 2013 and paid on 28 May 2013.

Notes to the financial statements - 30 June 2013 (cont'd.)

9. Cash and short term deposits

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Cash and balances with other financial institutions	139,235	42,327	41,797	3,379
Money at call and deposit placements maturing within one month	1,908,554	1,464,531	1,723,353	1,071,185
	2,047,789	1,506,858	1,765,150	1,074,564

10. Deposits and placements with financial institutions

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Licensed banks	91,998	67,783	90,923	66,722
Other financial institutions	323,230	-	323,230	-
	415,228	67,783	414,153	66,722

11. Financial investments - available-for-sale ("AFS")

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
At fair value				
Money market instruments:				
Malaysian Government Securities	-	40,568	-	40,568
Government Investment Issues	232,597	234,513	232,597	234,513
	232,597	275,081	232,597	275,081
Quoted securities:				
(In Malaysia)				
Shares	322,856	250,938	322,856	246,760
Unit trust funds	200,713	200,763	200,713	200,763
	523,569	451,701	523,569	447,523
Unquoted securities:				
(In Malaysia)				
Shares	15,653	49,092	-	-
Loan stock	7,727	7,727	7,727	7,727
Private debt securities	463,180	458,616	463,180	458,616
	486,560	515,435	470,907	466,343
Total financial investments - available-for-sale ("AFS")	1,242,726	1,242,217	1,227,073	1,188,947

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Notes to the financial statements - 30 June 2013 (cont'd.)

12. Financial investments - held-to-maturity ("HTM")

	Group		Bank	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
At amortised cost	RM'000	RM'000	RM'000	RM'000
Money market instruments:				
Cagamas	84,345	84,513	84,345	84,513
	84,345	84,513	84,345	84,513
Unquoted securities:				
(In Malaysia)				
Private debt securities	442,211	380,900	442,211	380,900
Loan stock	22	22	-	-
	442,233	380,922	442,211	380,900
Less: Accumulated impairment	(249,138)	(239,155)	(249,138)	(239,155)
Total financial investments - held-to-maturity ("HTM")	277,440	226,280	277,418	226,258

12. Financial investments - held-to-maturity ("HTM") (cont'd.)

Indicative market values of the financial investements - held-to-maturity ('HTM') are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Cagamas	85,798	86,222	85,798	86,222
Unquoted private debt securities	261,681	199,313	261,681	199,313

Other disclosures

The maturity structure of money market instruments financial investments - available-for-sale ('AFS') and held-to-maturity ('HTM') are as follows:

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
One year to three years	79,307	120,180
Three years to five years	237,635	239,414
	316,942	359,594

13. Loans, advances and financing

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Loans, advances and financing to industries:				
- Government Guaranteed	8,594,110	8,594,110	8,594,110	8,594,110
- Others	16,538,846	16,715,302	16,474,320	16,635,722
	25,132,956	25,309,412	25,068,430	25,229,832
Allowance for impaired loans, advances and financing:				
- individual assessment allowance	(1,657,686)	(1,652,245)	(1,593,163)	(1,572,665)
- collective assessment allowance	(776,177)	(756,623)	(776,177)	(751,111)
	(2,433,863)	(2,408,868)	(2,369,340)	(2,323,776)
Net loans, advances and financing to industries	22,699,093	22,900,544	22,699,090	22,906,056
Staff financing	13,326	14,344	13,326	14,342
Loan to subsidiaries	-	-	120,913	121,029
Lease receivable	62,559	70,545	-	-
Block discounting and factoring receivables	88,582	72,383	-	-
Hire purchase receivables	215,047	231,898	-	-
Ijarah receivables	29,140	26,239	-	-
Other loans, advances and financing	408,654	415,409	134,239	135,371
Allowance for impaired loans, advances and financing:				
- individual assessment allowance	(63,097)	(68,725)	-	-
- collective assessment allowance	(18,198)	(12,686)	(4,313)	(4,313)
	(81,295)	(81,411)	(4,313)	(4,313)

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

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Net other loans, advances and financing	327,359	333,998	129,926	131,058
Net loans, advances and financing	23,026,452	23,234,542	22,829,016	23,037,114
Gross loans, advances and financing	25,541,610	25,724,821	25,202,669	25,365,203
Allowance for impaired loans, advances and financing:				
- individual assessment allowance	(1,720,783)	(1,720,970)	(1,593,163)	(1,572,665)
- collective assessment allowance	(794,375)	(769,309)	(780,490)	(755,424)
	(2,515,158)	(2,490,279)	(2,373,653)	(2,328,089)
Net loans, advances and financing	23,026,452	23,234,542	22,829,016	23,037,114

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Notes to the financial statements - 30 June 2013 (cont'd.)

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

(i) Loans, advances and financing analysed by type are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Bai' Bithaman Ajil	461,312	475,553	436,680	450,636
Bai' 'Inah	77,107	51,366	77,107	51,366
Bai' Murabahah	41,145	36,906	41,145	36,906
Bai' Istisna'	4,330,445	3,694,878	4,330,445	3,694,878
Bridging financing	10,911	11,172	-	-
Hire purchase	215,047	244,165	-	-
Factoring	88,582	72,383	-	-
Ijarah	48,281	44,081	18,593	18,507
Ijarah Muntahia Bitamlik	279,879	283,469	279,879	283,469
Infra support loan	104,717	120,282	104,717	120,282
Leasing	62,559	64,812	-	-
Revolving financing	21,242	23,904	-	-
Revolving working capital	680,535	446,471	680,535	446,471
Term loan	19,083,676	20,133,281	19,197,396	20,240,590
Working capital	36,172	22,098	36,172	22,098
Gross loans, advances and financing	25,541,610	25,724,821	25,202,669	25,365,203
Allowance for impaired loans, advances and financing:				
- individual assessment allowance	(1,720,783)	(1,720,970)	(1,593,163)	(1,572,665)
- collective assessment allowance	(794,375)	(769,309)	(780,490)	(755,424)
	(2,515,158)	(2,490,279)	(2,373,653)	(2,328,089)
Net loans, advances and financing	23,026,452	23,234,542	22,829,016	23,037,114

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

(ii) Loans, advances and financing analysed by type of customers are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Domestic business enterprises	25,471,263	25,633,521	25,189,343	25,350,861
Individuals	70,347	91,300	13,326	14,342
Gross loans, advances and financing	25,541,610	25,724,821	25,202,669	25,365,203

(iii) Loans, advances and financing analysed by interest/profit rate sensitivity are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Fixed rate:				
- Housing loans/financing	31,589	39,114	13,326	14,342
- Hire purchase receivables	215,047	244,165	-	-
- Other fixed rate loans/financing	13,911,366	14,538,865	13,805,735	14,448,184
Variable rate:				
- Cost plus	2,432,499	2,305,545	2,432,499	2,305,545
- Other variable rates	8,951,109	8,597,132	8,951,109	8,597,132
Gross loans, advances and financing	25,541,610	25,724,821	25,202,669	25,365,203

Notes to the financial statements - 30 June 2013 (cont'd.)

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

(iv) Loans, advances and financing analysed by industry are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Agriculture, hunting and forestry	4,849	3,765	-	-
Construction	12,552,479	13,063,234	12,510,622	13,025,393
Education	555,117	435,099	555,117	435,099
Electricity, gas and water supply	2,462,691	2,427,239	2,462,686	2,427,229
Finance, insurance and business	21,646	25,268	120,913	121,029
Hotel and restaurants	806,006	757,455	806,006	757,455
Housing	19,692	23,476	13,326	14,342
Manufacturing	1,004,059	970,370	914,050	888,061
Marine related	89,716	90,844	89,716	90,844
Materials technology	128,134	126,330	128,134	126,330
Medical and pharmaceuticals	37,234	39,107	37,234	39,107
Mining and quarrying	1,942	1,151	1	-
Other community, social and personal service activities	175,898	70,487	38,877	47,801
Production engineering	52	472	52	472
Public administration and defence	59,274	58,379	59,274	58,379
Real estate, renting and business activities	978,868	1,091,576	968,748	985,000
Shipping	1,586,026	1,581,765	1,586,026	1,581,765
Shipyard	496,838	279,557	496,838	279,557
Transport, storage and communication	4,561,089	4,679,247	4,415,049	4,487,340
Gross loans, advances and financing	25,541,610	25,724,821	25,202,669	25,365,203

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

(v) The maturity structure of the gross loans, advances and financing is as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Maturity within one year	5,219,451	4,667,398	5,033,730	4,487,593
One year to three years	4,746,721	4,040,100	4,623,112	3,913,082
Three years to five years	5,670,407	4,807,914	5,573,921	4,719,211
Over five years	9,905,031	12,209,409	9,971,906	12,245,317
	25,541,610	25,724,821	25,202,669	25,365,203

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

(vi) The loans and advances to subsidiaries are repayable over a period of three to seven years commencing from the date of drawdown and are at interest rates ranging from 3.23% to 3.67% (2012: 3.23% to 3.67%) per annum. Included in these advances is a revolving facility amounting to RM60,000,000 (2012: RM60,000,000) at an interest rate equivalent to the Bank's average return on deposits.

(vii) Movements in impaired loans, advances and financing are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
At 1 January	2,831,597	3,086,860	2,622,744	2,846,298
Impaired during the period/year	433,834	738,037	408,219	688,609
Reclassified as non-impaired	(1,297)	(84,670)	(37)	(31,734)
Recoveries	(119,957)	(351,767)	(97,282)	(323,445)
Amount written off	(29,163)	(556,863)	(17,765)	(556,984)
Closing balance	3,115,014	2,831,597	2,915,879	2,622,744
Gross impaired loans as % of gross loans, advances and financing	12.20%	11.01%	11.33%	10.34%

Notes to the financial statements - 30 June 2013 (cont'd.)

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

(viii) Impaired loans, advances and financing analysed by industry are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Construction	425,492	433,915	402,653	407,289
Education	79,553	78,918	79,553	78,918
Electricity, gas and water supply	137,691	145,277	137,691	145,277
Finance, insurance and business	4,498	4,792	-	-
Hotel and restaurants	310,228	307,618	290,387	277,514
Manufacturing	891,356	867,808	815,884	786,872
Marine related	87,867	90,844	87,867	90,844
Materials technology	108,481	107,417	108,481	107,417
Medical and pharmaceuticals	37,234	39,107	37,234	39,107
Other community, social and personal service activities	28,893	12,456	-	-
Production engineering	12	12	12	12
Real estate, renting and business activities	348,076	342,182	337,956	327,244
Shipping	563,838	352,013	563,838	352,014
Shipyard	10,726	10,236	10,726	10,236
Transport, storage and communication	81,069	39,002	43,597	-
	3,115,014	2,831,597	2,915,879	2,622,744

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

(ix) Movements in the allowance for impaired loans, advances and financing are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Individual assesement allowance				
At 1 January	1,720,970	1,848,143	1,572,665	1,686,560
Allowance made during the period/year	36,142	542,633	32,783	528,986
Amount written back respect of recoveries	(23,182)	(164,797)	(10,535)	(137,750)
Amount transferred from collective assessment allowance	16,027	51,852	16,027	51,852
Amount written off	(29,174)	(556,861)	(17,777)	(556,983)
Closing balance	1,720,783	1,720,970	1,593,163	1,572,665
Collective assessment allowance				
At 1 January	769,309	918,020	755,424	904,135
Allowance made during the period/year	57,707	11,314	57,707	11,314
Amount written back	(16,614)	(108,173)	(16,614)	(108,173)
Amount transferred to individual assessment allowance	(16,027)	(51,852)	(16,027)	(51,852)
Closing balance	794,375	769,309	780,490	755,424

14. Other assets

	Note	Group 30 June 2013 RM'000	Group 31 December 2012 RM'000	Bank 30 June 2013 RM'000	Bank 31 December 2012 RM'000
Sundry receivables, deposits and prepayment	(i)	150,560	109,338	11,554	9,597
Less: Allowance for doubtful debts	(iv)	(1,178)	(1,178)	(1,178)	(1,178)
		149,382	108,160	10,376	8,419
Trade receivables		76,277	-	-	-
Amount receivable from Government in respect of compensation for:					
- Foreign exchange differences		44,535	37,538	44,535	37,538
- Infrastructure projects		85,361	85,361	85,361	85,361
Subsidiaries	(ii)	-	-	42,848	40,402
Tax recoverable		45,703	37,181	37,349	30,212
Pool working fund	(iii)	2,528	2,446	-	-
Inventories		-	1,543	-	-
		403,786	272,229	220,469	201,932

(i) Included in the sundry receivables, deposits and prepayments of the Group is an amount due from related parties of Global Maritime Ventures Berhad amounting to RM120,400,707 (2012: RM89,168,000).

(ii) The amounts due from subsidiaries are unsecured, interest free and repayable on demand.

(iii) Pool working fund represents advances from subsidiaries to the pool operators for operating funds of the vessels in the pool. These advances are interest free, unsecured and are refundable only upon termination of the pool agreement signed between the subsidiaries with the pool operators.

(iv) Allowance for doubtful debts:

	Group and Bank 30 June 2013 RM'000	Group and Bank 31 December 2012 RM'000
1 January	1,178	1,599
Recoveries	-	(421)
Closing balance	1,178	1,178

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15. Property, plant and equipment

Group 30 June 2013	Freehold land RM'000	Leasehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Motor vehicle RM'000	Mechanical and electricals RM'000	Vessels RM'000	Capital work-in progress RM'000	Dry-docking expenses RM'000	Total RM'000
Cost										
At 1 January	19,740	-	81,837	35,278	2,005	38,774	40,280	5,654	-	223,568
Additions	-	-	-	330	202	-	408,282	10,867	-	419,681
Acquisition of subsidiaries	-	1,193	1,806	3,666	1,627	-	744,486	38,536	6,426	797,740
Disposals/write-off	-	-	-	-	-	-	-	(26)		(26)
Effect of movements in exchange rates	-	-	-	-	-	-				
Transfer to intangible assets	-	-	-	-	-	-	25,610	57	-	25,667
Reclassification	-	-	-	(963)	-	-	-	(5,518)	-	(6,481)
	-	-	-	-	-	-	32,840	(33,017)		(177)
At 30 June	19,740	1,193	83,643	38,311	3,834	38,774	1,251,498	16,553	6,426	1,459,972

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15. Property, plant and equipment (cont'd.)

Group 30 June 2013	Freehold land RM'000	Leasehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Motor vehicle RM'000	Mechanical and electricals RM'000	Vessels RM'000	Capital work-in progress RM'000	Dry-docking expenses RM'000	Total RM'000
Accumulated depreciation										
At 1 January	-	-	8,290	28,587	1,021	25,826	671	-	-	64,395
Charge for the period	31	-	834	1,122	216	2,884	21,715	-	-	26,802
Acquisition of subsidiaries	419	-	208	2,296	1,322	-	71,221	-	-	75,466
Effect of movements in exchange rates	-	-	-	-	-	-	2,967	-	-	2,967
At 30 June	450	-	9,332	32,005	2,559	28,710	96,574	-	-	169,630
Net carrying amount	19,290	1,193	74,311	6,306	1,275	10,064	1,154,924	16,553	6,426	1,290,342

15. Property, plant and equipment (cont'd.)

Group 31 December 2012	Freehold land RM'000	Leasehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Motor vehicle RM'000	Mechanical and electricals RM'000	Vessels RM'000	Capital work-in progress RM'000	Dry-docking expenses RM'000	Total RM'000
Cost										
At 1 January	19,909	-	87,725	50,362	2,794	37,395	690,977	7,437	49,222	945,821
Additions	-	-	-	1,158	-	218	2,317	3,264	13,941	20,898
Acquisition of subsidiaries	-	-	-	-	-	-	40,280	-	-	40,280
Disposals/write-off	(169)	-	(5,888)	(14,899)	(789)	-	(113,629)	(5,047)	(17,385)	(157,806)
Transfer to assets of a subsidiary held for sale	-	-	-	(182)	-	-	-	-	-	(182)
Transfer to assets held for sale	-	-	-	-	-	-	(554,020)	-	(36,864)	(590,884)
Effect of movements in exchange rates	-	-	-	-	-	-	(25,645)	-	(8,914)	(34,559)
Reclassification	-	-	-	(1,161)	-	1,161	-	-	-	-
At 31 December	19,740	-	81,837	35,278	2,005	38,774	40,280	5,654	-	223,568

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15. Property, plant and equipment (cont'd.)

Group 31 December 2012	Freehold land RM'000	Leasehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Motor vehicle RM'000	Mechanical and electricals RM'000	Vessels RM'000	Capital work-in progress RM'000	Dry-docking expenses RM'000	Total RM'000
Accumulated depreciation										
At 1 January	-	-	12,408	41,612	1,418	20,045	347,469	-	27,187	450,139
Charge for the year	-	-	1,649	2,305	342	5,781	24,029	-	12,820	46,926
Disposals/write-off	-	-	(5,767)	(15,177)	(739)	-	(67,504)	-	(16,450)	(105,637)
Transfer to assets of a subsidiary held for sale	-	-	-	(153)	-	-	-	-	-	(153)
Transfer to assets held for sale	-	-	-	-	-	-	(289,518)	-	(21,542)	(311,060)
Effect of movements in exchange rates	-	-	-	-	-	-	(13,805)	-	(2,015)	(15,820)
At 31 December	-	-	8,290	28,587	1,021	25,826	671	-	-	64,395
Accumulated impairment losses										
At 1 January	-	-	-	-	-	-	9,699	-	-	9,699
Charge for the year	-	-	-	-	-	-	151,416	-	-	151,416
Transfer to assets held for sale	-	-	-	-	-	-	(160,370)	-	-	(160,370)
Effect of movements in exchange rates	-	-	-	-	-	-	(745)	-	-	(745)
At 31 December	-	-	-	-	-	-	-	-	-	-
Net carrying amount	19,740	-	73,547	6,691	984	12,948	39,609	5,654	-	159,173

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15. Property, plant and equipment (cont'd.)

Bank 30 June 2013	Freehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Mechanical and electricals RM'000	Motor vehicles RM'000	Capital work-in progress RM'000	Total RM'000
Cost							
At 1 January	19,740	81,537	28,985	38,774	1,339	5,654	176,029
Additions	-	-	221	-	-	668	889
Reclassification	-	-	(963)	-	-	(5,518)	(6,481)
At 30 June	19,740	81,537	28,243	38,774	1,339	804	170,437
Accumulated depreciation							
At 1 January	-	8,266	23,677	25,826	632	-	58,401
Charge for the period	-	814	673	2,884	122	-	4,493
At 30 June	-	9,080	24,350	28,710	754	-	62,894
Net carrying amount	19,740	72,457	3,893	10,064	585	804	107,543

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15. Property, plant and equipment (cont'd.)

Bank 31 December 2012	Freehold land RM'000	Buildings RM'000	Furniture and equipment RM'000	Mechanical and electricals RM'000	Motor vehicles RM'000	Capital work-in progress RM'000	Total RM'000
Cost							
At 1 January	19,740	82,121	29,650	37,395	1,831	2,390	173,127
Additions	-	-	525	218	-	3,264	4,007
Disposals/write off	-	(584)	(29)	-	(492)	-	(1,105)
Reclassification	-	-	(1,161)	1,161	-	-	-
At 31 December	19,740	81,537	28,985	38,774	1,339	5,654	176,029
Accumulated depreciation							
At 1 January	-	6,796	21,852	20,046	879	-	49,573
Charge for the year	-	1,647	1,837	5,780	245	-	9,509
Disposals/write off	-	(177)	(12)	-	(492)	-	(681)
At 31 December	-	8,266	23,677	25,826	632	-	58,401
Net carrying amount	19,740	73,271	5,308	12,948	707	5,654	117,628

Notes to the financial statements - 30 June 2013 (cont'd.)

16. Intangible assets

Group **30 June 2013**	**Goodwill** **RM'000**	**Computer Software** **RM'000**	**Total** **RM'000**
Cost			
At 1 January	-	17,246	17,246
Acquisition of subsidiaries	209,401	-	209,401
Additions	-	1,228	1,228
Transfer from property, plant and equipment	-	6,481	6,481
Closing balance	209,401	24,955	234,356
Amortisation			
At 1 January	-	8,484	8,484
Amortisation charged	-	1,826	1,826
Closing balance	-	10,310	10,310
Carrying amount	209,401	14,645	224,046

Group **31 December 2012**	**Goodwill** **RM'000**	**Computer Software** **RM'000**	**Total** **RM'000**
Cost			
At 1 January	-	11,046	11,046
Additions	-	6,200	6,200
Closing balance	-	17,246	17,246
Amortisation			
At 1 January	-	6,815	6,815
Amortisation charged	-	1,669	1,669
Closing balance	-	8,484	8,484
Carrying amount	-	8,762	8,762

16. Intangible assets (cont'd.)

Bank 30 June 2013	Goodwill RM'000	Computer Software RM'000	Total RM'000
Cost			
At 1 January	-	13,534	13,534
Additions	-	1,228	1,228
Transfer from property, plant and equipment	-	6,481	6,481
Closing balance	-	21,243	21,243
Amortisation			
At 1 January	-	6,870	6,870
Amortisation charged	-	1,490	1,490
Closing balance	-	8,360	8,360
Carrying amount	-	12,883	12,883

Bank 31 December 2012	Goodwill RM'000	Computer Software RM'000	Total RM'000
Cost			
At 1 January	-	9,296	9,296
Additions	-	4,238	4,238
Closing balance	-	13,534	13,534
Amortisation			
At 1 January	-	5,758	5,758
Amortisation charged	-	1,112	1,112
Closing balance	-	6,870	6,870
Carrying amount	-	6,664	6,664

Goodwill is allocated to the Group's Cash Generating Units ('CGUs') expected to benefit from the synergies of the acquisitions. The recoverable amount of the CGUs are assessed based on value-in-use and compared to the carrying amount of the CGUs exceeds its recoverable amount.

17. Deposits from customers

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Fixed deposits and negotiable instruments of deposits		
- One year or less	7,282,824	5,414,142
	7,282,824	5,414,142

(a) The deposits are sourced from the following types of deposits:

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Non-Mudharabah		
- Others	5,489,786	4,788,678
Mudharabah		
- General investment deposit	1,793,038	625,464
	7,282,824	5,414,142

(b) The deposits are sourced from the following types of customers:

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Business enterprises	2,715,950	1,435,347
Government and statutory bodies	4,566,874	3,978,795
	7,282,824	5,414,142

17. Deposits from customers (cont'd.)

(c) The deposits maturity structure are as follows:

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Less than six months	7,282,824	4,847,411
Six months to one year	-	566,731
	7,282,824	5,414,142

18. Deposits and placements from financial institutions

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
At amortised cost		
Licensed banks	92,181	30,073
Licensed Islamic banks	-	30,070
Licensed investment banks	-	80,156
Other financial institutions	-	13,257
	92,181	153,556

Notes to the financial statements - 30 June 2013 (cont'd.)

19. Other liabilities

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Amounts due to related companies	72,468	47,273	-	-
Provision for taxation	1,799	2,866	-	-
Provision for zakat	5,033	3,070	5,033	3,070
Trade creditors	34,630	9,141	4,897	7,061
Sundry creditors and accruals	81,086	120,854	25,149	23,740
Profit equalisation reserve (Note 19 (i))	2,030	2,030	2,030	2,030
	197,046	185,234	37,109	35,901

The amounts due to related companies are unsecured, non-interest bearing and are repayable on demand.

(i) Movement in profit equalisation reserve ('PER')

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
At 1 January	2,030	2,188
Provided during the period/year	-	3,379
Transfer to reserve	-	(3,537)
Closing balance	2,030	2,030

20. Redeemable notes

	Note	Group and Bank 30 June 2013 RM'000	Group and Bank 31 December 2012 RM'000
Redeemable non guaranteed notes			
Medium term notes	(i)	808,742	808,812
		808,742	808,812
Redeemable guaranteed notes			
Medium term notes-GGC	(ii)	1,513,644	2,017,875
Medium term notes-GGM	(iii)	-	503,994
		1,513,644	2,521,869
Infrastructure notes - nominal value	(iv)	809,937	810,097
Less: Unamortised discount		(6,310)	(6,787)
		803,627	803,310
		3,126,013	4,133,991
Discount upon issuance		18,500	18,500
Amortisation to date		(12,190)	(11,713)
Unamortised discount		6,310	6,787

(i) These notes carry coupon rates ranging between 5.70% to 6.30% (2012: 5.70% to 6.30%) per annum and are for tenures of 10 years to 15 years.

(ii) These notes were issued on 12 April 2010 and are guaranteed by the Government of Malaysia. These 3 years and 5 years notes carry coupon rates of 3.66% per annum (RM500.0 million) and 4.15% per annum (RM1.50 billion) respectively.

(iii) These notes were issued on 12 April 2010 and are guaranteed by the Government of Malaysia. These 3 years notes carry profit rates of 3.64% per annum.

(iv) These notes are guaranteed by the Government of Malaysia. These 15 years and 25 years notes carry coupon rates of 7.00% and 7.50% per annum (2012: 7.00% and 7.50%) respectively.

Notes to the financial statements - 30 June 2013 (cont'd.)

21. Share capital

Group	Amount 30 June 2013 RM'000	Number of shares 30 June 2013 '000	Amount 31 December 2012 RM'000	Number of shares 31 December 2012 '000
Authorised:				
Ordinary shares of RM1.00 each:	10,000,000	10,000,000	10,000,000	10,000,000
Irredeemable Convertible Preference Shares ('ICPS') of RM1.00 each:	25,000	25,000	-	-
	10,025,000	10,025,000	10,000,000	10,000,000
Issued and fully paid:				
Ordinary shares of RM1.00 each:	3,078,724	3,078,724	3,078,724	3,078,724
Irredeemable Convertible Preference Shares ('ICPS') of RM1.00 each:	25,000	25,000	-	-
	3,103,724	3,103,724	3,078,724	3,078,724

Bank	Amount 30 June 2013 RM'000	Number of shares 30 June 2013 '000	Amount 31 December 2012 RM'000	Number of shares 31 December 2012 '000
Authorised:				
Ordinary shares of RM1.00 each:	10,000,000	10,000,000	10,000,000	10,000,000
Issued and fully paid:				
Ordinary shares of RM1.00 each:	3,078,724	3,078,724	3,078,724	3,078,724

21. Share capital (cont'd.)

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Group and rank equally with regard to the Group's residual assets.

The main features of the ICPS are as follows:

i) The ICPS carry a discretionary dividend rate of not less than 8 % per annum as the members of the Group shall approve.

ii) The holders of ordinary shares hereby, by way of tanazul, agree to waive their rights to profits of the Group up to the amount sufficient to pay ICPS dividends and shall be paid to ICPS holders annually in preference to any dividend declared over ordinary shares subject always to the Group having sufficient cash flow to pay the same.

iii) In the event of any liquidation, dissolution, winding up or other repayment of capital of the Group, the ICPS carry the rights to have the surplus assets applied first in paying of the ICPS holders.

iv) The ICPS shall be convertible at the option of the holders at anytime, before the occurance of the public listing of the Group or the Trade Sale. Each ICPS shall be convertible into shares at the applicable conversion rate based on the value of ICPS being converted and the value of the ordinary shares. The value of the ICPS being converted will be equivalent to the value of the ordinary shares.

22. Interest Income

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Loans, advances and financing	261,193	281,425	537,611	564,810
Compensation from the Government	28,242	28,034	55,627	56,185
Money at call and deposit placement with financial institutions	14,530	17,093	28,903	40,661
Financial investments - available-for-sale ('AFS')	8,735	9,001	15,743	17,962
Financial investments - held-to-maturity ('HTM')	1,970	1,086	3,576	2,171
	314,670	336,639	641,460	681,789
Amortisation of premium less accretion of discount	5,461	4,876	10,857	9,658
	320,131	341,515	652,317	691,447
Of which:				
Interest income earned on impaired loans, advances and financing	28,066	14,066	49,978	36,331

Notes to the financial statements - 30 June 2013 (cont'd.)

22. Interest income (cont'd.)

	Individual Quarter		Cummulative Quarter	
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
Bank	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing	257,031	276,008	527,671	553,998
Compensation from the Government	28,242	28,034	55,627	56,185
Money at call and deposit placement with financial institutions	12,803	13,965	24,525	31,979
Financial investments - available-for-sale ('AFS')	8,735	9,001	15,743	17,962
Financial investments - held-to-maturity ('HTM')	1,970	1,086	3,576	2,171
	308,781	328,094	627,142	662,295
Amortisation of premium less accretion of discount	5,461	4,876	10,857	9,658
	314,242	332,970	637,999	671,953
Of which:				
Interest income earned on impaired loans, advances and financing	28,066	14,066	49,978	36,331

Included in the interest income from loans, advances and financing of the Bank is interest income from a subsidiary amounting to RM2,700,144 (2012: RM2,051,831).

23. Interest expense

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Deposits from customers	39,179	45,952	92,238	93,379
Deposits and placements from financial institutions	1,251	-	2,583	-
Term loans	117,506	95,784	212,933	194,886
Redeemable notes	37,179	42,935	77,916	85,870
Others	122	(48)	290	425
	195,237	184,623	385,960	374,560

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Deposits from customers	47,940	45,838	92,238	93,149
Deposits and placements from financial institutions	1,251	-	2,583	-
Term loans	96,272	97,133	191,689	194,922
Redeemable notes	37,179	42,935	77,916	85,870
Others	-	(165)	-	168
	182,642	185,741	364,426	374,109

24. Non-interest income

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(a) Other operating income:				
Charter hire, demurrage and freight income	84,960	16,586	140,246	29,026
	84,960	16,586	140,246	29,026
(b) Investment income:				
Gain on sale of:				
- financial investments - available-for-sale ('AFS')	-	-	13,742	1,512
Gross dividends from:				
- financial investments - available-for-sale ('AFS')	14,258	5,518	16,070	5,518
	14,258	5,518	29,812	7,030

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Notes to the financial statements - 30 June 2013 (cont'd.)

24. Non-Interest Income (cont'd.)

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(c) Other income:				
Fee income	2,899	815	6,349	6,120
Rental income	543	661	1,123	1,336
Gain/(loss) on disposal of property, plant and equipment	1,918	(26,738)	3,466	(23,954)
Gain on disposal of prepaid land lease	-	1,283	-	1,283
Gain on disposal of investment properties	272	-	2,356	-
Gain/(loss) on foreign exchange				
- realised	494	236	538	288
- unrealised	(217)	(81)	278	(81)
Compensation from the Government:				
- recoverable from loan written off against ISF	-	(1,449)	-	(1,449)
- financial investments impairment made during the year against ISF	5,062	4,726	9,984	9,371
Interest income on amount due from Minister of Finance Incorporated	-	4,268	-	5,607
Others	3,338	64	5,120	2,775
	14,309	(16,215)	29,214	1,296
Total non-interest income	113,527	5,889	199,272	37,352

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24. Non-Interest income (cont'd)

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(a) Investment income:				
Gain on sale of:				
- financial investments - available-for-sale ('AFS')	-	-	-	1,512
Gross dividends from:				
- financial investments - available-for-sale ('AFS')	6,918	5,518	8,610	5,518
	6,918	5,518	8,610	7,030

Notes to the financial statements - 30 June 2013 (cont'd.)

24. Non-interest income (cont'd.)

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(b) Other income:				
Fee income	1,628	56	4,344	4,447
Rental income:				
- subsidiaries	210	216	425	431
- others	516	612	1,034	1,226
Gain on disposal of property, plant and equipment	-	550	-	633
Gain on disposal of prepaid land lease	-	1,283	-	1,283
Gain on disposal of investment properties	-	-	2,036	-
Gain/(loss) on foreign exchange:				
- realised	455	200	455	200
- unrealised	278	(81)	278	(81)
Compensation from the Government:				
- recoverable from loan written off against ISF	-	(1,449)	-	(1,449)
- financial investments impairment made during the year against ISF	5,062	4,726	9,984	9,371
Interest income on amount due from Minister of Finance Incorporated	-	4,268	-	5,607
Others	14	(33)	28	52
	8,163	10,348	18,584	21,720
Total non-interest income	15,081	15,866	27,194	28,750

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Notes to the financial statements - 30 June 2013 (cont'd.)

25. Overhead expenses

Group	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Personnel costs	(i)	29,731	17,536	54,389	35,877
Establishment related expenses	(ii)	18,182	19,652	36,023	31,706
Promotion and marketing expenses	(iii)	576	501	875	824
General administrative expenses	(iv)	34,563	6,222	57,950	24,440
		83,052	43,911	149,237	92,847

(i) Personnel costs

	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Salaries, allowances and bonuses	26,836	14,578	47,836	30,727
Social security cost	97	58	187	115
Pension costs - Defined contribution plan	1,814	1,242	3,482	2,381
Compensation for loss employment	-	221	-	221
Other staff related expenses	984	1,437	2,884	2,433
	29,731	17,536	54,389	35,877

(ii) Establishment related expenses

	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Depreciation:				
- Property, plant and equipment	13,571	18,008	26,802	27,174
- Investment properties	46	100	112	200
Amortisation of:				
- Prepaid lease rental	15	18	31	40
- Intangible assets	1,115	362	1,826	732
Rental of leasehold land and premises	63	-	100	-
Repairs and maintenance of property, plant and equipment	2,392	1,974	5,443	2,911
Information technology expenses	980	(810)	1,709	649
	18,182	19,652	36,023	31,706

25. Overhead expenses (cont'd.)

	Individual Quarter		Cummulative Quarter	
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
Group	RM'000	RM'000	RM'000	RM'000
(iii) Promotion and marketing expenses				
Advertisement and publicity	576	501	875	824
(iv) General administrative expenses				
General administrative expenses	34,434	6,123	57,666	24,222
Auditors' remuneration:				
- Statutory audit	129	81	256	200
- Services	2	-	2	-
Property, plant and equipment written off	26	18	26	18
	34,563	6,222	57,950	24,440

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25. Overhead expenses (cont'd)

Bank	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Personnel costs	(i)	11,049	10,610	21,456	20,358
Establishment related expenses	(ii)	4,555	3,506	8,555	6,747
Promotion and marketing expenses	(iii)	555	466	861	686
General administrative expenses	(iv)	3,015	2,879	5,563	5,917
		19,174	17,461	36,435	33,708

(i) Personnel costs

Salaries, allowances and bonuses	9,038	8,037	17,498	15,873
Social security cost	47	46	93	91
Pension costs - Defined contribution plan	1,080	1,046	2,110	2,010
Compensation for loss employment	-	221	-	221
Other staff related expenses	884	1,260	1,755	2,163
	11,049	10,610	21,456	20,358

(ii) Establishment related expenses

Depreciation:				
- Property, plant and equipment	2,357	2,510	4,493	4,467
- Investment properties	12	44	33	88
Amortisation of:				
- Prepaid lease rental	15	18	31	40
- Intangible assets	779	280	1,490	566
Repairs and maintenance of property, plant and equipment	473	608	934	1,219
Information technology expenses	919	46	1,574	367
	4,555	3,506	8,555	6,747

Notes to the financial statements - 30 June 2013 (cont'd.)

25. Overhead expenses (cont'd.)

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(iii) Promotion and marketing expenses				
Advertisement and publicity	555	466	861	686
(iv) General administrative expenses				
General administrative expenses	2,911	2,811	5,355	5,761
Auditors' remuneration:				
- Statutory audit	104	50	208	138
Property, plant and equipment written off	-	18	-	18
	3,015	2,879	5,563	5,917

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26. Allowance for impairment of loans and financing

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Allowance for impaired loans, advances and financing:				
Collective assessment allowance:				
- made during the year	57,707	-	57,707	-
- written back	(16,545)	(1,576)	(16,614)	(1,576)
- transferred to individual assessment allowance	(16,027)	-	(16,027)	-
Individual assessment allowance:				
- made during the period	34,790	120,794	36,142	141,513
- written back	(17,201)	(7,599)	(23,182)	(22,674)
- transferred from collective assessment allowance	16,027	-	16,027	-
Bad debts and financing:				
- written off - resigned staff	-	-	6	-
- written off	327	(71)	636	198
- recovered	(12,500)	(3,510)	(13,886)	(6,866)
	(11,129)	108,038	40,809	110,595

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Allowance for impaired loans, advances and financing:				
Collective assessment allowance:				
- made during the year	57,707	-	57,707	-
- written back	(16,545)	(1,576)	(16,614)	(1,576)
- transferred to individual assessment allowance	(16,027)	-	(16,027)	-
Individual assessment allowance:				
- made during the period	32,783	117,205	32,783	135,516
- written back	(10,275)	(1,033)	(10,535)	(2,012)
- transferred from collective assessment allowance	16,027	-	16,027	-
Bad debts and financing:				
- written off - resigned staff	-	-	6	-
- written off	327	(231)	636	38
- recovered	(11,695)	(1,452)	(12,377)	(2,910)
	52,302	112,913	51,606	129,056

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27. Impairment/(writeback) of impairment on other assets

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Financial investments - held-to-maturity ('HTM')	5,062	4,726	9,984	9,371
	5,062	4,726	9,984	9,371

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Financial investments - held-to-maturity ('HTM')	5,062	4,726	9,984	9,371
Investments in subsidiaries	-	-	-	(974)
	5,062	4,726	9,984	8,397

28. Commitments and contingencies

Loan and financing related commitments and contingencies of the Group and the Bank not included in these financial statements are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Disbursement of loans to industries	3,554,277	3,629,235	3,554,277	3,629,235
Direct credit substitutes	6,994	520	6,994	520
Corporate guarantees issued by a subsidiary to financial institutions for credit facilities granted to jointly controlled entities	537,947	988,856	368,917	308,636
	4,099,218	4,618,611	3,930,188	3,938,391

29. Capital adequacy

Capital management

Capital policy

The overall objective of capital management is to maintain a strong capital position in order to provide opportunities for business growth and able to provide cushion for any potential losses. In line with this objective, the Bank views capital position as an important key barometer of financial health.

Regulatory capital

In order to support its mandated roles, the Bank must have strong and adequate capital to support its business activities on an on-going basis. In line with this objective, Bank Negara Malaysia has imposed several regulatory capital requirements whereby, the Bank must have an absolute minimum capital of RM300,000,000 and a minimum Risk Weighted Capital Ratio ('RWCR') of 8% at all times. The minimum capital funds refer to paid-up capital and reserves as defined in Section 3 of Development Financial Institution Act 2002.

In order to further strengthen the capital position of the Bank through a progressive and systematic building up of the reserve fund, the minimum RWCR under both normal and stress scenarios shall not be less than 20% and 12% respectively.

The following table sets forth capital resources and capital adequacy for the Bank as at 30 June 2013.

	Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Tier 1 capital		
Paid-up share capital	3,078,724	3,078,724
Other reserves	3,907,006	3,907,006
Total Tier 1 capital	6,985,730	6,985,730
Tier 2 capital		
Governments grants and subsidies	639,896	670,965
Collective assessment allowance	780,490	755,424
Total Tier 2 capital	1,420,386	1,426,389
Total capital	8,406,116	8,392,119
Less: Investment in subsidiaries	(928,549)	(928,549)
Total capital base	7,477,567	7,463,570

29. Capital adequacy (cont'd.)

Capital management (cont'd.)

Regulatory capital (cont'd.)

Breakdown of risk-weighted assets in the various categories of risk-weights:

	Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
20%	457,472	244,146
50%	1,493,849	1,355,624
100%	18,954,710	18,094,015
	20,906,031	19,693,785

Without deducting proposed dividend:

	Bank	
	30 June 2013 %	31 December 2012 %
Core capital ratio	33.41	35.47
Risk-weighted capital adequacy ratio	35.77	37.90

After deducting proposed dividend:

Core capital ratio	33.41	34.96
Risk-weighted capital adequacy ratio	35.77	37.39

Capital monitoring

The Bank's capital is closely monitored and actively managed. Besides the regulatory capital requirement of 8%, the Bank sets an internal capital requirement limit that would act as a buffer to the regulatory capital and as an indicator that affords the Bank a 'well capitalised' status. Internal capital limit and regulatory capital requirement shall be closely monitored, regularly reviewed and reported to Management and Board of Directors.

30. Financial instruments risk

Financial risk management objectives and policies

The Group's financial risk management policies seek to enhance shareholder value. The Group focuses on the enterprise wide risk exposure, which include credit, market, liquidity and operation risk and seeks to minimise potential adverse effects on the financial performance of the Group.

As part of the Group's strategy to integrate the management and control of risks across the various risk segments, a dedicated function known as the Group Risk Management was established.

Financial risks management is carried out through risk assessment and reviews, internal control systems and adhered to Group financial risk management policies, which are reported to and approved by the Board of Directors. The Board also approves the treasury policies, which cover the management of these risks.

The main areas of financial risks faced by the Group are set out as follows:

(a) Credit risk

Credit risk is the potential loss of revenue, either principal or interest or both, arising from customers or counterparties' failure or unwillingness to honour their financial and contractual obligations when they are due. These obligations are from lending, placement and other activities undertaken by the Bank.

Credit risk management activities conducted by the Bank are within Credit Risk Management Framework approved by the Board of Directors. This includes risk identification, assessment, measurement and monitoring.

30. Financial instruments risk (cont'd.)

(a) Credit risk (cont'd.)

Credit risk is principally managed through the establishment of lending directions, policies and guidelines to enhance loan asset quality. Credit processes are structured to ensure adherence to credit policies and to establish impartiality in loan origination, approval, documentation, disbursement and settlement.

All credit proposals are rated using an internal two dimensional credit rating system to measure each borrower's risk of default and facility risk. Only viable credit proposals with well-mitigated risk are considered for financing.

Credit reviews on existing customers are performed at least once a year and more frequent on watch-list accounts to proactively manage any delinquencies, maximize recoveries and to ensure timely recognition of asset impairment.

Prudential limits are established according to various categories such as customer and industry sector to minimize concentration risk. Single Customer Limit SCL has been extended to capture the Group exposure to manage the Bank's and subsidiaries' concentration risk to common group of customers at Group level. Sector limit for commercial lending is being observed to monitor undesirable concentration which could expose the Bank to higher risk of lending. Meanwhile, counterparty limits are in place to control over exposure to a single financial institution.

Collateral is taken whenever possible to mitigate credit risk. The value of collateral is monitored periodically through frequent valuation. Policies and processes are in place to monitor collateral value.

The overall credit risk management is subject to an ongoing process for reviewing and enhancement from time to time so as to be in line with regulatory requirements. Audit is periodically performed to ensure that credit policies and procedures are complied with.

30. Financial instruments risk (cont'd.)

(b) Market risk

(i) Interest rate risk

Interest rate risk is the impact to earnings and economic value of the Group due to fluctuations in interest rates.

Interest rate exposure arises from the differences in the maturities and repricing dates of assets, liabilities and off-balance sheet items. These mismatches are actively monitored and managed as part of the overall interest rate risk management process which is conducted in accordance with the Group's policies as approved by the Board.

The Group may be exposed to a loss in earnings due to the interest rates structure of the balance sheet arising from interest rates and yield curve changes. The sensitivity to interest rates arises from the mismatches in the reprising rates, cash flows and other characteristic of the assets and their corresponding liability funding. The Group manages its interest rate risk exposure through the use of fixed/floating rate debts and financial instruments.

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

The table below summarises the Group's and Bank's exposure to interest rate risk. The table indicates effective average interest rates at the balance sheet date and the periods in which the financial instruments reprice or mature, whichever is earlier.

Group 30 June 2013	Non-trading book: Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Assets								
Cash and short term deposits	1,908,554	-	-	-	-	139,235	2,047,789	3.09
Deposits and placements with financial institutions	1,047	392,264	21,889	-	28	-	415,228	3.10
Financial investments - available-for-sale ("AFS")	267,616	265,721	365,376	727	343,286	-	1,242,726	5.40
Financial investments - held-to-maturity ("HTM")	22	84,345	144,823	-	48,250	-	277,440	4.48
Loans, advances and financing								
- non-impaired	1,293,360	415,548	1,678,711	9,579,050	9,476,645	-	22,443,314	6.92
- impaired *	-	-	-	-	-	583,138	583,138	-
Interest in associates	-	-	-	-	-	23,849	23,849	-
Other assets	-	-	-	-	-	403,786	403,786	-
Interest in jointly controlled entities	-	-	-	-	-	175,081	175,081	-
Property, plant and equipment	-	-	-	-	-	1,290,342	1,290,342	-
Prepaid land lease	-	-	-	-	-	1,999	1,999	-
Investment properties	-	-	-	-	-	5,440	5,440	-
Intangible assets	-	-	-	-	-	224,046	224,046	-
Deferred tax assets	-	-	-	-	-	114,938	114,938	-
Assets classified as held for sale	-	-	-	-	-	19,056	19,056	-
Assets of subsidiaries classified as held for sale	-	-	-	-	-	54,476	54,476	-
Total assets	3,470,599	1,157,878	2,210,799	9,579,777	9,868,209	3,035,386	29,322,648	

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Group 30 June 2013 (cont'd.)	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
	← Non-trading book					→		
Equity and liabilities								
Deposits from customers	1,128,339	2,760,658	3,393,827	-	-	-	7,282,824	3.39
Deposits and placements from financial institutions	81,412	-	10,769	-	-	-	92,181	3.39
Other liabilities	-	-	-	-	-	197,046	197,046	-
Redeemable notes	-	-	-	2,220,543	905,470	-	3,126,013	5.44
Term loans	78,219	-	37,670	6,123,641	4,112,268		10,351,798	4.32
Infrastructure support fund	-	-	-	-	-	389,551	389,551	-
Deferred income	-	-	-	-	-	250,345	250,345	-
Deferred tax liabilities	-	-	-	-	-	13,108	13,108	-
Liabilities of subsidiaries classified as held for sale	-	-	-	-	-	61	61	-
Total liabilities	1,287,970	2,760,658	3,442,266	8,344,184	5,017,738	850,111	21,702,927	
Shareholders' equity	-	-	-	-	-	7,455,396	7,455,396	-
Non-controlling interest	-	-	-	-	-	164,325	164,325	-
Total equity and liabilities	1,287,970	2,760,658	3,442,266	8,344,184	5,017,738	8,469,832	29,322,648	
On-balance sheet interest sensitivity gap	2,182,629	(1,602,780)	(1,231,467)	1,235,593	4,850,471	(5,434,446)	-	-
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-
Total interest sensitivity gap	2,182,629	(1,602,780)	(1,231,467)	1,235,593	4,850,471	(5,434,446)	-	

* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired loans.

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Group 31 December 2012	<- Non-trading book					->		
	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Assets								
Cash and short term deposits	1,464,531	-	-	-	-	42,327	1,506,858	2.36
Deposits and placements with financial institutions	1,033	66,722	-	-	28	-	67,783	3.10
Financial investments - available-for-sale ("AFS")	364,877	255,269	355,486	727	265,858	-	1,242,217	6.06
Financial investments - held-to-maturity ("HTM")	22	126,771	51,237	-	48,250	-	226,280	4.68
Loans, advances and financing								
- non-impaired	1,080,240	283,503	1,710,346	8,110,136	11,658,810	-	22,843,035	7.31
- impaired *	-	-	-	-	-	391,507	391,507	-
Interest in associates	-	-	-	-	-	273,743	273,743	-
Other assets	-	-	-	-		272,229	272,229	-
Interest in jointly controlled entities	-	-	-	-	-	209,727	209,727	-
Property, plant and equipment	-	-	-	-	-	159,173	159,173	-
Prepaid land lease	-	-	-	-	-	2,029	2,029	-
Investment properties	-	-	-	-	-	9,720	9,720	-
Intangible assets	-	-	-	-	-	8,762	8,762	-
Deferred tax assets	-					87,957	87,957	-
Assets classified as held for sale	-	-	-	-	-	120,530	120,530	-
Assets of subsidiaries classified as held for sale	-	-	-	-	-	54,960	54,960	-
Total assets	2,910,703	732,265	2,117,069	8,110,863	11,972,946	1,632,664	27,476,510	

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Group 31 December 2012 (cont'd.)	← Non-trading book Up to 1 month RM'000	 >1 - 3 months RM'000	 >3 - 12 months RM'000	 >1 - 5 years RM'000	 Over 5 years RM'000	→ Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Equity and liabilities								
Deposits from customers	1,400,697	1,661,819	2,351,626	-	-	-	5,414,142	3.58
Deposits and placements from financial institutions	10,019	62,826	80,711	-	-	-	153,556	-
Other liabilities	-	-	-	-	-	185,234	185,234	-
Redeemable notes	-	-	1,008,055	2,220,565	905,371	-	4,133,991	5.05
Term loans	80,005	74,630	74,630	6,659,908	2,754,126	-	9,643,299	4.19
Infrastructure support fund	-	-	-	-	-	399,535	399,535	-
Deferred income	-	-	-	-	-	251,430	251,430	-
Deferred tax liabilities	-	-	-	-	-	12,814	12,814	-
Liabilities of subsidiaries classified as held for sale	-	-	-	-	-	101	101	-
Total liabilities	1,490,721	1,799,275	3,515,022	8,880,473	3,659,497	849,114	20,194,102	
Shareholders' equity	-	-	-	-	-	7,129,258	7,129,258	-
Non-controlling interest	-	-	-	-	-	153,150	153,150	-
Total equity and liabilities	1,490,721	1,799,275	3,515,022	8,880,473	3,659,497	8,131,522	27,476,510	
On-balance sheet interest sensitivity gap	1,419,982	(1,067,010)	(1,397,953)	(769,610)	8,313,449	(6,498,858)	-	-
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-
Total interest sensitivity gap	1,419,982	(1,067,010)	(1,397,953)	(769,610)	8,313,449	(6,498,858)	-	

* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired loans.

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Bank 30 June 2013	Non-trading book Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Assets								
Cash and short term deposits	1,723,353	-	-	-	-	41,797	1,765,150	3.11
Deposits and placements with financial institutions	-	392,264	21,889	-	-	-	414,153	3.11
Financial investments - available-for-sale ("AFS")	251,963	265,721	365,376	727	343,286	-	1,227,073	5.68
Financial investments - held-to-maturity ("HTM")	-	84,345	144,823	-	48,250	-	277,418	4.35
Loans, advances and financing								
- non-impaired	1,293,360	415,548	1,678,711	9,381,614	9,476,465	-	22,245,698	6.92
- impaired *	-	-	-	-	-	583,318	583,318	-
Other assets	-	-	-	-	-	220,469	220,469	-
Investment in subsidiaries	-	-	-	-	-	928,549	928,549	-
Property, plant and equipment	-	-	-	-	-	107,543	107,543	-
Prepaid land lease	-	-	-	-	-	1,999	1,999	-
Investment properties	-	-	-	-	-	1,114	1,114	-
Intangible assets	-	-	-	-	-	12,883	12,883	-
Deferred tax	-	-	-	-	-	87,957	87,957	-
Subsidiaries classified as held for sale	-	-	-	-	-	56,765	56,765	-
Total assets	3,268,676	1,157,878	2,210,799	9,382,341	9,868,001	2,042,394	27,930,089	

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Bank 30 June 2013 (cont'd.)	← Up to 1 month RM'000	>1 - 3 months RM'000	Non-trading book >3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-interest sensitive RM'000 →	Total RM'000	Effective interest rate %
Equity and liabilities								
Deposits from customers	1,128,339	2,760,658	3,393,827	-	-	-	7,282,824	3.39
Deposits and placements from financial institutions	81,412	-	10,769	-	-	-	92,181	3.39
Other liabilities	-	-	-	-	-	37,109	37,109	-
Redeemable notes	-	-	-	2,220,543	905,470	-	3,126,013	5.44
Term loans	78,219	-	-	6,050,000	3,327,352	-	9,455,571	4.43
Infrastructure support fund	-	-	-	-	-	389,551	389,551	-
Deferred income	-	-	-	-	-	250,345	250,345	-
Total liabilities	1,287,970	2,760,658	3,404,596	8,270,543	4,232,822	677,005	20,633,594	
Shareholders' equity	-	-	-	-	-	7,296,495	7,296,495	-
Total equity and liabilities	1,287,970	2,760,658	3,404,596	8,270,543	4,232,822	7,973,500	27,930,089	
On-balance sheet interest sensitivity gap	1,980,706	(1,602,780)	(1,193,797)	1,111,798	5,635,179	(5,931,106)	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	
Total interest sensitivity gap	1,980,706	(1,602,780)	(1,193,797)	1,111,798	5,635,179	(5,931,106)	-	

* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired loans.

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Bank 31 December 2012	← Up to 1 month RM'000	>1 - 3 months RM'000	Non-trading book >3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	→ Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Assets								
Cash and short term deposits	1,071,185	-	-	-	-	3,379	1,074,564	3.15
Deposits and placements with financial institutions	-	66,722	-	-	-	-	66,722	3.15
Financial investments - available-for-sale ("AFS")	311,607	255,269	355,486	727	265,858	-	1,188,947	5.47
Financial investments - held-to-maturity ("HTM")	-	126,771	51,237	-	48,250	-	226,258	4.48
Loans, advances and financing								
- non-impaired	1,201,268	283,503	1,710,346	7,791,854	11,705,299	-	22,692,270	7.29
- impaired *	-	-	-	-	-	344,844	344,844	-
Other assets	-	-	-	-	-	201,932	201,932	-
Investment in subsidiaries	-	-	-	-	-	928,549	928,549	-
Property, plant and equipment	-	-	-	-	-	117,628	117,628	-
Prepaid land lease	-	-	-	-	-	2,029	2,029	-
Investment properties	-	-	-	-	-	3,461	3,461	-
Intangible assets	-	-	-	-	-	6,664	6,664	-
Deferred tax	-	-	-	-	-	87,957	87,957	-
Subsidiaries classified as held for sale	-	-	-	-	-	56,765	56,765	-
Total assets	2,584,060	732,265	2,117,069	7,792,581	12,019,407	1,753,208	26,998,590	

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(b) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

Bank 31 December 2012 (cont'd.)	← Non-trading book Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	→ Non-interest sensitive RM'000	Total RM'000	Effective interest rate %
Equity and liabilities								
Deposits from customers	1,400,697	1,661,819	2,351,626	-	-	-	5,414,142	3.39
Deposits and placements from financial institutions	10,019	62,826	80,711	-	-	-	153,556	3.39
Other liabilities	-	-	-	-	-	35,901	35,901	-
Redeemable notes	-	-	1,008,055	2,220,565	905,371	-	4,133,991	5.01
Term loans	80,005	74,630	74,630	6,548,597	2,754,126	-	9,531,988	4.35
Infrastructure support fund	-	-	-	-	-	399,535	399,535	-
Deferred income	-	-	-	-	-	251,430	251,430	-
Total liabilities	1,490,721	1,799,275	3,515,022	8,769,162	3,659,497	686,866	19,920,543	
Shareholders' equity	-	-	-	-	-	7,078,047	7,078,047	-
Total equity and liabilities	1,490,721	1,799,275	3,515,022	8,769,162	3,659,497	7,764,913	26,998,590	
On-balance sheet interest sensitivity gap	1,093,339	(1,067,010)	(1,397,953)	(976,581)	8,359,910	(6,011,705)	-	-
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-
Total interest sensitivity gap	1,093,339	(1,067,010)	(1,397,953)	(976,581)	8,359,910	(6,011,705)	-	

* This is arrived at after deducting collective assessment allowance and individual assessment allowance from the outstanding gross impaired loans.

30. Financial instruments risk (cont'd.)

(c) Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in raising funds to meet its current and future payment obligations associated with financial obligations when they fall due. The liquidity and cash flow risks are managed by maintaining a diversity of funding sources and spreading debt repayments over a range of maturities.

The Group manages its liquidity requirement on a day-to-day basis to ensure that funds are readily available for its operational needs, withdrawals of deposits and repayments to fund providers. The Group may raise funds locally and globally either through government-to-government arrangements or direct negotiations. Other sources of funding through the capital market are being explored on an on-going basis to ensure a diversity of funding source.

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

The following table shows the maturity analysis of the Group's assets and liabilities based on remaining contractual maturities. The contractual maturity profile often does not reflect the actual behavioural patterns. In particular, the Bank has a significant amount of "core deposits" of non-bank customers which are contractually at call (included in the "Up to 3 months" time band) but historically a stable source of long-term funding for the Bank.

	<------------------	------------------	------------------ Non-trading book	------------------	------------------	------------------>	
Group 30 June 2013	**Up to 1 month RM'000**	**>1 - 3 months RM'000**	**>3 - 12 months RM'000**	**>1 - 5 years RM'000**	**Over 5 years RM'000**	**Non-specific maturity RM'000**	**Total RM'000**
Assets							
Cash and short term deposits	1,908,554	-	-	-	-	139,235	2,047,789
Deposits and placements with financial institutions	1,047	392,264	21,889	-	28	-	415,228
Financial investments - available-for-sale ("AFS")	266,217	260,000	391,744	727	488,806	-	1,407,494
Financial investments - held-to-maturity ("HTM")	22	83,000	150,000	-	48,250	-	281,272
Loans, advances and financing	1,293,360	415,548	1,678,711	9,579,050	9,476,465	583,318	23,026,452
Other assets	-	-	-	-	-	403,786	403,786
Total undiscounted financial assets	3,469,200	1,150,812	2,242,344	9,579,777	10,013,549	1,126,339	27,582,021

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

	<---------- Non-trading book ---------->						
Group 30 June 2013 (cont'd.)	**Up to 1 month RM'000**	**>1 - 3 months RM'000**	**>3 - 12 months RM'000**	**>1 - 5 years RM'000**	**Over 5 years RM'000**	**Non-specific maturity RM'000**	**Total RM'000**
Liabilities							
Deposits from customers	1,128,339	2,760,658	3,393,827	-	-	-	7,282,824
Deposits and placements from financial institutions	81,412	-	10,769	-	-	-	92,181
Other liabilities	-	-	-	-	-	197,046	197,046
Redeemable notes	-	-	-	2,220,543	905,470	-	3,126,013
Term loans	78,219	-	37,670	6,123,641	4,112,268	-	10,351,798
Total undiscounted financial liabilities	1,287,970	2,760,658	3,442,266	8,344,184	5,017,738	197,046	21,049,862
Net maturity mismatches	2,181,230	(1,609,846)	(1,199,922)	1,235,593	4,995,811	929,293	6,532,159

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

	<----		Non-trading book			---->	
Group 31 December 2012	**Up to 1 month RM'000**	**>1 - 3 months RM'000**	**>3 - 12 months RM'000**	**>1 - 5 years RM'000**	**Over 5 years RM'000**	**Non-specific maturity RM'000**	**Total RM'000**
Assets							
Cash and short term deposits	1,464,531		-	-	-	42,327	1,506,858
Deposits and placements with financial institutions	1,033	66,722	-	-	28	-	67,783
Financial investments - available-for-sale ("AFS")	363,145	251,100	382,124	727	412,277	-	1,409,373
Financial investments - held-to-maturity ("HTM")	22	132,997	50,173	-	48,250	-	231,442
Loans, advances and financing	1,080,240	283,503	1,710,346	8,110,136	11,705,300	344,844	23,234,369
Other assets	-	-	-	-	-	272,229	272,229
Total undiscounted financial assets	2,908,971	734,322	2,142,643	8,110,863	12,165,855	659,400	26,722,054

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

Group 31 December 2012 (cont'd.)	<- Non-trading book ->						
	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-specific maturity RM'000	Total RM'000
Liabilities							
Deposits from customers	1,400,697	1,661,819	2,351,626	-	-	-	5,414,142
Deposits and placements from financial institutions	10,019	62,826	80,711	-	-	-	153,556
Other liabilities	-	-	-	-	-	185,234	185,234
Redeemable notes	-	-	1,008,055	2,220,565	905,371	-	4,133,991
Term loans	80,005	74,630	74,630	6,659,908	2,754,126	-	9,643,299
Total undiscounted financial liabilities	1,490,721	1,799,275	3,515,022	8,880,473	3,659,497	185,234	19,530,222
Net maturity mismatches	1,418,250	(1,064,953)	(1,372,379)	(769,610)	8,506,358	474,166	7,191,832

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

	Non-trading book						
Bank 30 June 2013	**Up to 1 month RM'000**	**>1 - 3 months RM'000**	**>3 - 12 months RM'000**	**>1 - 5 years RM'000**	**Over 5 years RM'000**	**Non-specific maturity RM'000**	**Total RM'000**
Assets							
Cash and short term deposits	1,723,353	-	-	-	-	41,797	1,765,150
Deposits and placements with financial institutions	-	392,264	21,889	-	-	-	414,153
Financial investments - available-for-sale ("AFS")	250,564	260,000	391,744	727	488,806	-	1,391,841
Financial investments - held-to-maturity ("HTM")	-	83,000	150,000	-	48,250	-	281,250
Loans, advances and financing	1,293,360	415,548	1,678,711	9,381,614	9,476,465	583,318	22,829,016
Other assets	-	-	-	-	-	220,469	220,469
Total undiscounted financial assets	3,267,277	1,150,812	2,242,344	9,382,341	10,013,521	845,584	26,901,879

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

Bank 30 June 2013 (cont'd.)	<—— Up to 1 month RM'000	>1 - 3 months RM'000	Non-trading book >3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-specific maturity RM'000 ——>	Total RM'000
Liabilities							
Deposits from customers	1,128,339	2,760,658	3,393,827	-	-	-	7,282,824
Deposits and placements from financial institutions	81,412	-	10,769	-	-	-	92,181
Other liabilities	-	-	-	-	-	37,109	37,109
Redeemable notes	-	-	-	2,220,543	905,470	-	3,126,013
Term loans	78,219	-	-	6,050,000	3,327,352	-	9,455,571
Total undiscounted financial liabilities	1,287,970	2,760,658	3,404,596	8,270,543	4,232,822	37,109	19,993,698
Net maturity mismatches	1,979,307	(1,609,846)	(1,162,252)	1,111,798	5,780,699	808,475	6,908,181

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial Instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

	<——		Non-trading book			——>	
Bank 31 December 2012	**Up to 1 month RM'000**	**>1 - 3 months RM'000**	**>3 - 12 months RM'000**	**>1 - 5 years RM'000**	**Over 5 years RM'000**	**Non-specific maturity RM'000**	**Total RM'000**
Assets							
Cash and short term deposits	1,071,185	-	-	-	-	3,379	1,074,564
Deposits and placements with financial institutions	-	66,722	-	-	-	-	66,722
Financial investments - available-for-sale ("AFS")	309,875	251,100	382,124	727	412,277	-	1,356,103
Financial investments - held-to-maturity ("HTM")	-	132,997	50,173	-	48,250	-	231,420
Loans, advances and financing	1,201,268	283,503	1,710,346	7,791,853	11,705,300	344,844	23,037,114
Other assets	-	-	-	-	-	201,932	201,932
Total undiscounted financial assets	2,582,328	734,322	2,142,643	7,792,580	12,165,827	550,155	25,967,855

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Notes to the financial statements - 30 June 2013 (cont'd.)

30. Financial instruments risk (cont'd.)

(c) Liquidity risk (cont'd.)

Bank 31 December 2012 (cont'd.)	Non-trading book Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non-specific maturity RM'000	Total RM'000
Liabilities							
Deposits from customers	1,400,697	1,661,819	2,351,626	-	-	-	5,414,142
Deposits and placements from financial institutions	10,019	62,826	80,711	-	-	-	153,556
Other liabilities	-	-	-	-	-	35,901	35,901
Redeemable notes	-	-	1,008,055	2,220,565	905,371	-	4,133,991
Term loans	80,005	74,630	74,630	6,548,597	2,754,126	-	9,531,988
Total undiscounted financial liabilities	1,490,721	1,799,275	3,515,022	8,769,162	3,659,497	35,901	19,269,578
Net maturity mismatches	1,091,607	(1,064,953)	(1,372,379)	(976,582)	8,506,330	514,254	6,698,277

The Bank is subject to liquidity requirements to support calls under outstanding contingent liabilities and undrawn credit facility commitments as disclosed in Notes 28. These have been incorporated in the net off-balance sheet position for year ended 30 June 2013. The total outstanding contractual amounts of these items do not represent future cash requirements since the Bank expects many of these contingent liabilities and commitments (such as direct credit substitutes and undrawn credit facilities) to expire without being called or drawn upon, and many of the contingent liabilities (such as letters of credit) are reimbursable by customers.

31. Islamic banking business

The state of affairs as at 30 June 2013 and results for the financial period ended on this date under the Islamic Banking business of the Group included in the Group financial statements are summarised as follows:

Statements of financial position

As at 30 June 2013

		Group	
		30 June	31 December
		2013	2012
	Note	RM'000	RM'000
Assets			
Cash and short-term funds	(a)	780,783	308,825
Deposits and placements with financial institutions	(b)	1,421	1,399
Financial investments - available-for-sale ("AFS")	(c)	7,749	31,457
Advances and financing	(d)	4,598,346	3,967,284
Other assets	(e)	1,039	974
Total assets		5,389,338	4,309,939
Liabilities			
Other liabilities	(f)	2,144,355	1,826,396
Deposit from customers		1,793,037	595,394
Deposits and placements from financial institutions		-	30,070
Redeemable notes		404,117	908,111
Deferred income		250,345	251,430
Islamic general fund		797,484	698,538
Total liabilities and Islamic banking funds		5,389,338	4,309,939
Commitments and contingencies	(n)	2,311,972	1,922,176

31. Islamic banking business (cont'd.)

Statements of financial position

As at 30 June 2013

	Note	Bank 30 June 2013 RM'000	Bank 31 December 2012 RM'000
Assets			
Cash and short-term funds	(a)	759,043	288,727
Deposits and placements with financial institutions	(b)	1,421	1,399
Financial investments - available-for-sale ("AFS")	(c)	7,749	31,457
Advances and financing	(d)	4,598,345	3,967,283
Other assets	(e)	1,039	974
Total assets		5,367,597	4,289,840
Liabilities			
Other liabilities	(f)	2,142,107	1,821,441
Deposit from customers		1,793,037	595,394
Deposits and placements from financial institutions		-	30,070
Redeemable notes		404,117	908,111
Deferred income		250,345	251,430
Islamic general fund		777,991	683,394
Total liabilities and Islamic banking funds		5,367,597	4,289,840
Commitments and contingencies	(n)	2,311,972	1,922,176

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

Group	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Unaudited income statements for the second quarter ended 30 June 2013					
Income derived from investment of depositors' funds	(g)	21,480	29,219	33,417	34,013
Income derived from investment of shareholder's fund	(h)	59,038	37,144	119,143	97,382
Allowance for losses on financing and advances	(i)	(16,134)	(73,317)	(14,014)	(83,285)
Profit equalisation reserve		-	(5,000)	-	(2,811)
Total distributable income		64,384	(11,954)	138,546	45,299
Income attributable to the depositors	(j)	(10,051)	(9,150)	(15,869)	(18,265)
Total net income		54,333	(21,104)	122,677	27,034
Overhead expenses	(k)	(3,210)	(2,400)	(5,833)	(4,647)
Finance cost	(l)	(6,256)	(10,250)	(16,506)	(20,582)
Profit/(loss) before zakat		44,867	(33,754)	100,338	1,805
Zakat	(m)	(1,000)	(750)	(2,000)	(1,500)
Profit/(loss) for the period		43,867	(34,504)	98,338	305

31. Islamic banking business (cont'd.)

Statements of comprehensive income
For the second quarter ended 30 June 2013

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Profit/(loss) for the period	43,867	(34,504)	98,338	305
Other comprehensive income				
Net gain on revaluation of financial investments - available-for-sale ('AFS')	869	21	608	177
Other comprehensive income for the period, net of zakat	869	21	608	177
Total comprehensive income/(loss) for the period, net of zakat	44,736	(34,483)	98,946	482
Total comprehensive income/(loss) attributable to:				
Shareholders of the Bank	44,736	(34,483)	98,946	482
Non-controlling interest	-	-	-	-
	44,736	(34,483)	98,946	482

Net income from Islamic banking business:	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Income derived from investment of depositors' fund	21,480	29,219	33,417	34,013
Income derived from investment of shareholder's fund	59,038	37,144	119,143	97,382
Income attributable to depositors	(10,051)	(9,150)	(15,869)	(18,265)
Finance cost	(6,256)	(10,250)	(16,506)	(20,582)
Profit equalisation reserve	-	(5,000)	-	(2,811)
Net income from Islamic Banking business reported in the income statement of the Group	64,211	41,963	120,185	89,737

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

Bank	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Unaudited Income statements for the second quarter ended 30 June 2013					
Income derived from investment of depositors' funds	(g)	21,480	29,219	33,417	34,013
Income derived from investment of shareholder's fund	(h)	58,753	36,890	118,519	96,998
Allowance for losses on financing and advances	(i)	(17,546)	(74,055)	(17,699)	(87,470)
Profit equalisation reserve		-	(5,000)	-	(2,811)
Total distributable Income		62,687	(12,946)	134,237	40,730
Income attributable to the depositors	(j)	(10,051)	(9,150)	(15,869)	(18,265)
Total net Income		52,636	(22,096)	118,368	22,465
Overhead expenses	(k)	(3,208)	(2,350)	(5,873)	(4,577)
Finance cost	(l)	(6,256)	(10,250)	(16,506)	(20,582)
Profit/(loss) before zakat		43,172	(34,696)	95,989	(2,694)
Zakat	(m)	(1,000)	(750)	(2,000)	(1,500)
Profit/(loss) for the period		42,172	(35,446)	93,989	(4,194)

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

Statements of comprehensive income
For the second quarter ended 30 June 2013

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Profit/(loss) for the period	42,172	(35,446)	93,989	(4,194)
Other comprehensive income				
Net gain on revaluation of financial investments - available-for-sale ("AFS")	869	21	608	177
Other comprehensive income for the period,net of tax	869	21	608	177
Total comprehensive income/(loss) for the period, net of tax	43,041	(35,425)	94,597	(4,017)

Net income from Islamic banking business:	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Income derived from investment of depositors' fund	21,480	29,219	33,417	34,013
Income derived from investment of shareholder's fund	58,753	36,890	118,519	96,998
Income attributable to depositors	(10,051)	(9,150)	(15,869)	(18,265)
Finance cost	(6,256)	(10,250)	(16,506)	(20,582)
Profit equalisation reserve	-	(5,000)	-	(2,811)
Net income from Islamic Banking business reported in the income statement of the Bank	63,926	41,709	119,561	89,353

31. Islamic banking business (cont'd.)

Consolidated statements of changes in equity
For the second quarter ended 30 June 2013

Group	Capital funds RM'000	Unrealised holding reserve RM'000	Profit equalisation reserve RM'000	Retained profits RM'000	Total RM'000
At 1 January 2013	587,626	124	4,970	105,818	698,538
Total comprehensive income for the period	-	608	-	98,338	98,946
At 30 June 2013	587,626	732	4,970	204,156	797,484
At 1 January 2012	587,626	(24)	-	183,120	770,722
Total comprehensive income for the period	-	177	-	305	482
At 30 June 2012	587,626	153	-	183,425	771,204

31. Islamic banking business (cont'd.)

Consolidated statements of changes in equity
For the second quarter ended 30 June 2013

Bank	Capital funds RM'000	Unrealised holding reserve RM'000	Profit equalisation reserve RM'000	Retained profits RM'000	Total RM'000
At 1 January 2013	597,400	124	4,970	80,900	683,394
Total comprehensive income for the period	-	608	-	93,989	94,597
At 30 June 2013	597,400	732	4,970	174,889	777,991
At 1 January 2012	597,400	(24)	-	166,530	763,906
Total comprehensive income/(loss) for the period	-	177	-	(4,194)	(4,017)
At 30 June 2012	597,400	153	-	162,336	759,889

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

Cash flows statements for the second quarter ended 30 June 2013

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from operating activities				
Profit/(loss) before zakat	100,338	1,805	95,989	(2,694)
Adjustments for:				
Individual assessment allowance	1	89,046	-	89,046
Individual assessment allowance written back	(5,950)	(3,517)	(3,341)	-
Collective assessment allowance	20,708	(1,576)	20,708	(1,576)
Bad debts and financing recovered	(1,123)	(668)	(46)	-
Bad debts written off	378	-	378	-
Profit equalisation reserve	-	2,811	-	2,811
Provision for zakat	(2,000)	-	(2,000)	-
Compensation from the Government	(3,310)	(3,254)	(3,310)	(3,254)
Operating profit before working capital changes	109,042	84,647	108,378	84,333
(Increase)/decrease in operating capital changes				
Other assets	23,643	(1,202)	23,643	(1,202)
Other liabilities	(196,715)	771,799	(194,008)	775,400
Deposits and placements with financial institutions	(22)	149,000	(22)	149,000
Deposits from customers	1,197,643	(901,779)	1,197,643	(901,779)
Deposits and placements from financial institutions	(30,070)	-	(30,070)	-
Advances and financing	(643,213)	(398,045)	(646,898)	(402,230)
Cash generated from/(used in) operations	460,308	(295,580)	458,666	(296,478)
Zakat paid	(37)	-	(37)	-
Net cash generated from/ (used in) operations	460,271	(295,580)	458,629	(296,478)

31. Islamic banking business (cont'd.)

Cash flows statements for the second quarter ended 30 June 2013 (cont'd.)

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from financing activities				
Proceeds of redeemable guaranteed notes	-	(49,917)	-	(49,917)
Net cash used in from financing activities	-	(49,917)	-	(49,917)
Cash and cash equivalents (Note A)				
Net increase/(decrease) in cash and cash equivalents	460,271	(345,497)	458,629	(346,395)
Cash and cash equivalents at beginning of period	308,713	570,279	288,615	554,271
Cash and cash equivalents at end of period	768,984	224,782	747,244	207,876

(A) Cash and cash equivalents

Cash and cash equivalents included in the cash flows statements comprise the following statement of financial position amounts:

	Group		Bank	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Cash and short term funds	780,783	224,782	759,043	207,876
Bank overdraft	(11,799)	-	(11,799)	-
	768,984	224,782	747,244	207,876

31. Islamic banking business (cont'd.)

(a) Cash and short-term funds

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Cash and bank balances with financial institutions	26,913	20,104	5,173	6
Money at call and deposit placements maturing within one month	753,870	288,721	753,870	288,721
	780,783	308,825	759,043	288,727

(b) Deposits and placements with financial institutions

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
Licensed banks	1,421	1,399

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Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(c) Financial investments - available-for sale ("AFS")

	Group and Bank	
	30 June 2013 RM'000	31 December 2012 RM'000
At fair value		
Unquoted securities:		
(In Malaysia)		
Private debt securities	7,749	31,457

(d) Advances and financing

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Bai' Bithaman Ajil	532,239	569,225	511,842	546,213
Bai' 'Inah	171,121	146,649	171,121	146,649
Bai' Murabahah	44,084	37,418	44,084	37,418
Bai' Istisna'	7,834,344	7,186,238	7,834,344	7,186,239
Ijarah	26,037	26,594	25,898	26,455
Ijarah Muntahia Bitamlik	424,039	381,447	424,039	381,447
Ijarah Thummal Bai'	548	549	-	-
Staff financing	23,201	24,695	23,201	24,695
Unearned income	(3,854,293)	(3,817,316)	(3,853,225)	(3,816,241)
Gross advances and financing	5,201,320	4,555,499	5,181,304	4,532,875
Allowance for impaired financing:				
- individual assessment allowance	(450,201)	(456,150)	(430,186)	(433,527)
- collective assessment allowance	(152,773)	(132,065)	(152,773)	(132,065)
	(602,974)	(588,215)	(582,959)	(565,592)
Net advances and financing	4,598,346	3,967,284	4,598,345	3,967,283

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Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(i) Advances and financing analysed by type of customers are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Domestic business enterprises	5,173,928	4,522,031	5,170,525	4,521,419
Individual	27,392	33,468	10,779	11,456
Gross advances and financing	5,201,320	4,555,499	5,181,304	4,532,875

(ii) Advances and financing analysed by interest/profit rate sensitivity are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Fixed rate				
- Housing financing	30,253	33,468	10,779	11,456
- Other fixed rate financing	2,567,079	2,426,174	2,566,536	2,425,562
Variable rate				
- Cost plus	763,971	687,646	763,971	687,646
- Other variable rates	1,840,017	1,408,211	1,840,018	1,408,211
Gross advances and financing	5,201,320	4,555,499	5,181,304	4,532,875

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(iii) Advances and financing analysed by industry are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Construction	3,049,491	2,587,413	3,046,144	2,583,629
Education	292,087	160,675	292,086	160,675
Electricity, gas and water supply	192,119	184,380	192,119	184,380
Finance, takaful and business	236	267	-	-
Hotel and restaurants	65,095	48,094	65,095	48,094
Housing	15,831	17,166	10,779	11,456
Manufacturing	111,909	94,943	110,132	92,935
Materials technology	108,481	107,417	108,481	107,417
Other community, social and personal service activities	5,855	6,619	-	-
Public administration and defence	59,275	58,379	59,275	58,379
Real estate, renting and business activities	2,469	2,791	-	-
Shipping	1,146,406	1,135,020	1,146,406	1,135,020
Transport, storage and communication	152,066	152,335	150,787	150,890
Gross advances and financing	5,201,320	4,555,499	5,181,304	4,532,875

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Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(iv) The maturity structure of the gross advances and financing are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Receivable after 12 months	4,371,209	3,833,517	4,325,785	3,821,138
Receivable within 12 months	830,111	721,982	855,519	711,737
	5,201,320	4,555,499	5,181,304	4,532,875

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(v) Movements in impaired advances and financing are as follows:

Impaired financing	Group 30 June 2013 RM'000	Group 31 December 2012 RM'000	Bank 30 June 2013 RM'000	Bank 31 December 2012 RM'000
At 1 January	707,599	735,054	633,888	633,226
Impaired during the period	74,378	282,365	74,378	282,365
Reclassified as non-impaired	-	(25,626)	-	(3,319)
Recovered during the period	(78,531)	(129,540)	(24,836)	(123,730)
Amount written off	-	(154,654)	-	(154,654)
Closing balance	703,446	707,599	683,430	633,888
Ratio of gross impaired financing	13.52%	15.53%	15.00%	13.98%

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(vi) Impaired advances and financing analysed by industry are as follows:

	Group		Bank	
	30 June 2013 RM'000	31 December 2012 RM'000	30 June 2013 RM'000	31 December 2012 RM'000
Construction	29,933	23,217	26,585	1,689
Education	56,479	56,477	56,479	56,477
Electricity, gas and water supply	20,608	28,516	20,608	28,516
Finance, takaful and business	236	51,366	-	47,219
Hotel and restaurants	61,579	-	61,579	-
Housing	5,052	9,134	-	-
Manufacturing	51,609	53,653	49,832	40,672
Materials technology	108,481	107,418	108,481	107,418
Other community, social and personal service activities	5,855	13,852	-	-
Real estate, renting and business activities	2,469	10,905	-	-
Shipping	359,866	351,897	359,866	351,897
Transport, storage and communication	1,279	1,164	-	-
	703,446	707,599	683,430	633,888

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(vii) Movements in allowance for impaired advances and financing are as follows:

Individual assessment allowance	Group 30 June 2013 RM'000	Group 31 December 2012 RM'000	Bank 30 June 2013 RM'000	Bank 31 December 2012 RM'000
At 1 January	456,150	468,214	433,527	439,134
Allowance made during the period	1	276,130	-	275,985
Amount written back	(5,950)	(161,654)	(3,341)	(155,052)
Amount transferred from collective assessment allowance	-	28,114	-	28,114
Amount written off	-	(154,654)	-	(154,654)
Closing balance	450,201	456,150	430,186	433,527

31. Islamic banking business (cont'd.)

(d) Advances and financing (cont'd.)

(vii) Movements in allowance for impaired advances and financing are as follows (cont'd.):

	Group and Bank	
Collective assessment allowance	**30 June 2013 RM'000**	**31 December 2012 RM'000**
At 1 January	132,065	115,426
Allowance made during the period	20,708	46,993
Amount written back	-	(2,240)
Amount transferred to individual assessment allowance	-	(28,114)
Closing balance	152,773	132,065

(e) Other assets

	Group and Bank	
	30 June 2013 RM'000	**31 December 2012 RM'000**
Other receivables	1,039	974

(f) Other liabilities

	Group		Bank	
	30 June 2013 RM'000	**31 December 2012 RM'000**	**30 June 2013 RM'000**	**31 December 2012 RM'000**
Bank overdraft	11,799	112	11,799	112
Other payables	6,125	5,500	5,627	3,520
Provision for zakat	5,033	3,070	5,033	3,070
Profit equalisation reserve	2,030	2,030	2,030	2,030
Inter divisions	2,119,368	1,815,684	2,117,618	1,812,709
	2,144,355	1,826,396	2,142,107	1,821,441

31. Islamic banking business (cont'd.)

(g) Income derived from investment of depositors' funds

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Finance income				
Advances and financing	21,245	28,684	33,001	33,398
Other income:				
- Fee income	235	535	416	615
	21,480	29,219	33,417	34,013

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Finance income				
Advances and financing	21,245	28,684	33,001	33,398
Other income:				
- Fee income	235	535	416	615
	21,480	29,219	33,417	34,013

31. Islamic banking business (cont'd.)

(h) Income derived from investment of shareholders funds

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Finance Income				
Advances and financing	53,861	32,631	110,853	87,021
Compensation from the Government	1,667	1,631	3,310	3,254
Deposit placement with financial institutions	2,877	1,840	3,042	4,684
Financial investments - available-for-sale ('AFS')	39	620	445	1,253
	58,444	36,722	117,650	96,212
Other income:				
Fee income	594	422	1,493	1,170
	59,038	37,144	119,143	97,382
Of which:				
Profit income earned on impaired financing, advances and financing	5,464	2,715	9,772	8,131

31. Islamic banking business (cont'd.)

	Individual Quarter		Cummulative Quarter	
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
Bank	RM'000	RM'000	RM'000	RM'000
Finance Income				
Advances and financing	53,596	32,377	110,290	86,637
Compensation from the Government	1,667	1,631	3,310	3,254
Deposit placement with financial institutions	2,877	1,840	3,020	4,684
Financial Investments - available-for-sale ('AFS')	39	620	445	1,253
	58,179	36,468	117,065	95,828
Other income:				
Fee income	574	422	1,454	1,170
	58,753	36,890	118,519	96,998
Of which:				
Profit income earned on impaired financing, advances and financing	5,464	2,715	9,772	8,131

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(i) Allowance for losses on financing and advances

Group	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Bad debts and financing written off	210	-	378	-
Bad debts recovered	(468)	24	(1,123)	(668)
Collective assessment allowance:				
- made during the period	20,708	-	20,708	-
- written back	-	(1,576)	-	(1,576)
Individual assessment allowance:				
- made during the period	-	75,631	1	89,046
- written back	(4,316)	(762)	(5,950)	(3,517)
	16,134	73,317	14,014	83,285

Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Bad debts and financing written off	210	-	378	-
Bad debts recovered	(31)	-	(46)	-
Collective impairment allowance:				
- made during the period	20,708	-	20,708	-
- written back	-	(1,576)	-	(1,576)
Individual impairment allowance:				
- made during the period	-	75,631		89,046
- written back	(3,341)	-	(3,341)	-
	17,546	74,055	17,699	87,470

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Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(j) Income attributable to the depositors

Group and Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Deposit from customers - Mudharabah Fund	10,051	9,150	15,869	18,265

(k) Overhead expenses

Group	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Personnel costs	(i)	2,211	1,666	4,134	3,207
General administrative expenses	(ii)	999	734	1,699	1,440
		3,210	2,400	5,833	4,647

	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(i) Personnel costs				
Salaries, allowances and bonuses	1,818	1,339	3,387	2,593
Social security cost	9	8	18	15
Pension costs - Defined contribution plan	214	175	405	329
Other staff related expenses	170	144	324	270
	2,211	1,666	4,134	3,207
(ii) General administrative expenses				
General administrative expenses	999	734	1,699	1,440
	999	734	1,699	1,440

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

Bank	Note	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Personnel costs	(i)	2,211	1,666	4,134	3,207
General administrative expenses	(ii)	997	684	1,739	1,370
		3,208	2,350	5,873	4,577

	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
(i) Personnel costs				
Salaries, allowances and bonuses	1,818	1,339	3,387	2,593
Social security cost	9	8	18	15
Pension costs - Defined contribution plan	214	175	405	329
Other staff related expenses	170	144	324	270
	2,211	1,666	4,134	3,207
(ii) General administrative expenses				
General administrative expenses	997	684	1,739	1,370
	997	684	1,739	1,370

Notes to the financial statements - 30 June 2013 (cont'd.)

31. Islamic banking business (cont'd.)

(k) Overhead expenses (cont'd.)

The above has been determined after charging amongst other items the following:

Group and Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Shariah Committee's remuneration	47	15	96	31

(l) Finance cost

Group and Bank	Individual Quarter 30 June 2013 RM'000	Individual Quarter 30 June 2012 RM'000	Cummulative Quarter 30 June 2013 RM'000	Cummulative Quarter 30 June 2012 RM'000
Redeemable notes	6,256	10,250	16,506	20,500
Commercial papers programme	-	-	-	82
	6,256	10,250	16,506	20,582

31. Islamic banking business (cont'd.)

(m) Taxation and zakat

	Individual Quarter		Cummulative Quarter	
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
Group and Bank	RM'000	RM'000	RM'000	RM'000
Zakat	1,000	750	2,000	1,500

(n) Commitments and contingencies

	Group and Bank	
	30 June 2013	31 December 2012
	RM'000	RM'000
Disbursement of advances and financing to industries	2,311,972	1,922,176