

**Hong Leong Islamic Bank Berhad (686191-W)**  
**Unaudited Balance Sheet As At 31 March 2009**

	Note	Financial Period Ended 31/03/2009 RM'000	Financial Year Ended 30/06/2008 RM'000
<b><u>ASSETS</u></b>			
Cash and short-term funds	4	1,921,217	1,871,430
Deposits and placements with banks and other financial institutions	5	76,974	-
Securities Held-for-trading	6 (i)	1,451,700	927,570
Securities Available-for-sale	6 (ii)	263,605	780,812
Securities Held-to-maturity	6 (iii)	126,716	126,957
Financing and advances	7	3,819,101	4,242,329
Other assets		75,181	7,054
Statutory deposits with Bank Negara Malaysia		44,364	144,964
Property, plant and equipment		1,859	1,854
Deferred tax assets		18,198	17,850
<b>Total Assets</b>		<b>7,798,915</b>	<b>8,120,820</b>
<b><u>LIABILITIES AND SHAREHOLDERS' FUND</u></b>			
Deposits from customers	9	6,655,037	6,208,081
Deposits and placements of banks and other financial institutions	10	20,000	779,000
Bills and acceptance payable		14,934	110,480
Other liabilities	11	375,450	351,119
Provision for taxation		9,017	7,408
<b>Total Liabilities</b>		<b>7,074,438</b>	<b>7,456,088</b>
Share Capital		500,000	500,000
Reserves		224,477	164,732
<b>Total Shareholders' Funds</b>		<b>724,477</b>	<b>664,732</b>
<b>Total Liabilities and Shareholders' Funds</b>		<b>7,798,915</b>	<b>8,120,820</b>
<b><u>COMMITMENTS AND CONTINGENCIES</u></b>	17	<b>960,248</b>	<b>966,378</b>
<b><u>CAPITAL ADEQUACY</u></b>			
Core capital ratio	16	19.40%	16.33%
Risk-weighted capital ratio	16	21.14%	17.97%

**Hong Leong Islamic Bank Berhad (686191-W)**  
**Unaudited Income Statements**  
**For The Financial Period Ended 31 March 2009**

	Current Quarter Ended 31/03/2009 RM'000	Corresponding Quarter Ended 31/03/2008 RM'000	Current Period Ended 31/03/2009 RM'000	Corresponding Period Ended 31/03/2008 RM'000	
Income derived from investment of depositors' funds and others	12	71,392	73,270	255,410	213,224
Income derived from investment of shareholders' funds	13	9,848	7,408	29,398	26,585
Allowance for losses on financing	14	2,220	(4,156)	2,075	(15,892)
Profit equalisation reserve		(6,658)	(1,939)	(17,885)	(1,145)
<b>Total distributable income</b>		<b>76,802</b>	<b>74,583</b>	<b>268,998</b>	<b>222,772</b>
Income attributable to the depositors	15	(40,115)	(38,545)	(150,658)	(118,831)
<b>Total net income</b>		<b>36,687</b>	<b>36,038</b>	<b>118,340</b>	<b>103,941</b>
Other operating expenses		(13,918)	(13,387)	(45,006)	(39,446)
<b>Profit before zakat and taxation</b>		<b>22,769</b>	<b>22,651</b>	<b>73,334</b>	<b>64,495</b>
Zakat		(12)	-	(41)	-
Taxation		(5,655)	(5,860)	(18,315)	(16,747)
<b>Profit after zakat and taxation</b>		<b>17,102</b>	<b>16,791</b>	<b>54,978</b>	<b>47,748</b>
Earnings per share - basic (sen)		<b>3.42</b>	<b>3.36</b>	<b>11.00</b>	<b>9.55</b>
Earnings per share - fully diluted (sen)		<b>3.42</b>	<b>3.36</b>	<b>11.00</b>	<b>9.55</b>

**Hong Leong Islamic Bank Berhad (686191-W)**  
**Unaudited Statements Of Changes In Equity**  
**For The Financial Period Ended 31 March 2009**

	←	<u>Non distributable Reserves</u>		→	<u>Distributable</u>	
	Share Capital RM'000	Statutory Reserves RM'000	Fair Value Reserves RM'000		Retained Profit RM'000	Total RM'000
Balance as at 1 July 2008	500,000	82,032	669		82,031	664,732
Net profit for the financial period	-	-	-		54,978	54,978
Transfer to statutory reserves	-	27,489	-		(27,489)	-
Net fair value changes in available-for-sale securities, net of tax	-	-	4,767		-	4,767
<b>Balance as at 31 March 2009</b>	<b>500,000</b>	<b>109,521</b>	<b>5,436</b>		<b>109,520</b>	<b>724,477</b>

**Hong Leong Islamic Bank Berhad (686191-W)**  
**Audited Statements Of Changes In Equity**  
**For The Financial Year Ended 30 June 2008**

	←	<u>Non distributable Reserves</u>		→	<u>Distributable</u>	
	Share Capital RM'000	Statutory Reserves RM'000	Fair Value Reserves RM'000		Retained Profit RM'000	Total RM'000
Balance as at 1 July 2007	500,000	49,954	228		49,953	600,135
Net profit for the financial year	-	-	-		64,156	64,156
Transfer to statutory reserves	-	32,078	-		(32,078)	-
Net fair value changes in available-for-sale securities, net of tax	-	-	441		-	441
<b>Balance as at 30 June 2008</b>	<b>500,000</b>	<b>82,032</b>	<b>669</b>		<b>82,031</b>	<b>664,732</b>

**Hong Leong Islamic Bank Berhad (686191-W)**  
**Unaudited Cash Flow Statements**  
**For The Financial Period Ended 31 March 2009**

	Current Period Ended 31/03/2009 RM'000	Corresponding Period Ended 31/03/2008 RM'000
<b>Cash Flows From Operating Activities</b>		
Profit before zakat and taxation for the financial year	73,334	64,495
Adjustments for :		
Depreciation	523	486
Gain/loss from securities held-for-trading	(3,166)	(2,523)
Allowance for losses on financing and advances	(2,075)	15,892
Net unrealised gain on revaluation of securities held-for-trading and derivative financial instruments	(1,315)	2,435
Amortisation of premium less accretion of discounts	(33,191)	(18,332)
Finance income from securities available-for-sale	(11,115)	(4,405)
Finance income from securities held-to-maturity	(4,159)	(3,587)
Operating profit before working capital changes	18,836	54,461
<b>(Increase)/Decrease In Operating Assets</b>		
Financing and advances	425,303	(569,916)
Statutory deposits with Bank Negara Malaysia	100,600	23,050
Other assets	(68,127)	7,114
Deposit and placement with banks and other financial institutions	(76,974)	100,000
Securities held-for-trading	(487,453)	(264,147)
<b>(Increase)/Decrease In Operating Liabilities</b>		
Deposits from customers	446,956	182,975
Deposits and placements of banks and others financial institutions	(759,000)	756,350
Bills and acceptance payable	(95,546)	181,986
Other liabilities	(95,546)	(27,787)
Cash generated from/(used in) operations	(590,951)	444,086
Zakat paid	(78)	-
Income taxes paid	(17,779)	(11,683)
Net cash generated from/(used in) operating activities	(608,808)	432,403
<b>Cash Flows From Investing Activities</b>		
Net purchase of securities available-for-sale	533,621	4,587
Net purchase of securities held-to-maturity	4,863	378,562
Purchase of property, plant and equipment	(528)	(845)
Net cash generated from/(used in) investing activities	537,956	382,304
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	49,787	814,707
<b>Cash and Cash Equivalents at Beginning of Financial Period</b>	1,871,430	1,355,818
<b>Cash and Cash Equivalents Carried Forward</b>	1,921,217	2,170,525

## **HONG LEONG ISLAMIC BANK BERHAD ("HLISB" or "Bank")**

### **Notes To The Unaudited Financial Statements For The Financial Period Ended 31 March 2009**

#### **1 Basis of preparation**

The financial statements of the Bank are prepared in accordance with the provision of the Companies Act 1965, Bank Negara Malaysia Guidelines (GP8-i), applicable approved accounting standards in Malaysia (MASB-i) and Shariah requirements.

#### **2 Performance review**

HLISB is a full-fledged Islamic bank and a wholly owned subsidiary of Hong Leong Bank Berhad (HLB) offering commercial products and services to retail and corporate customers.

With an authorized capital of RM 1 billion and paid up capital of RM 500 million, HLISB is poised towards reaching out to the needs of customers seeking an alternative to conventional banking.

For financial period ended 31 March 2009, HLISB posted a gross financing base of RM 3.9 billion and deposits from customer of RM 6.7 billion. Financing to deposit ratio stood at 59%.

The core capital ratio and risk-weighted capital ratio stood at 19.40% and 21.14% respectively as at 31 March 2009, supported by an initial share capital base of RM 500 million. The ratio was maintained above the regulatory minimum of 4% and 8% respectively.

#### **3 Current year prospects - Outlook for this financial year ending 30 June 2009**

The Bank will continue to broaden its customer focus, as a full service Islamic bank, by offering Islamic Investment Banking, Corporate Banking and Wealth Management complementing its existing established personal Financial Services business.

	Financial Period Ended 31/03/2009 RM'000	Financial Year Ended 30/06/2008 RM'000
<b>4 Cash and short-term funds</b>		
Cash and balances with banks and others financial institutions	251,937	(13,910)
Money at call and deposit placements maturing within one month	1,669,280	1,885,340
	<u>1,921,217</u>	<u>1,871,430</u>
<b>5 Deposits and placements with banks and other financial institutions</b>		
Licensed Islamic banks	76,974	-
	<u>76,974</u>	<u>-</u>
<b>6 Securities</b>		
<b>(i) Securities Held-for-trading</b>		
BNM bills	626,749	377,169
Malaysian Government treasury bills	172,847	-
Malaysian Government investment certificates	20,088	55,188
Negotiable Islamic Debt Certificates	189,701	89,348
Bankers' acceptance and Islamic accepted bills	442,315	358,531
Khazanah bonds	-	47,334
	<u>1,451,700</u>	<u>927,570</u>
<b>(ii) Securities Available-for-sale</b>		
Cagamas bonds	-	99,021
Khazanah bonds	9,909	9,531
Malaysia Government investment certificates	218,173	652,225
<b>Unquoted securities</b>		
Private and Islamic debt securities	35,523	20,035
	<u>263,605</u>	<u>780,812</u>
<b>(iii) Securities Held-to-maturity</b>		
Malaysia Government investment certificates	60,234	60,305
<b>Unquoted securities</b>		
Shares	575	575
Private and Islamic debt securities	65,907	66,077
	<u>126,716</u>	<u>126,957</u>

	Financial Period Ended 31/03/2009 RM'000	Financial Year Ended 30/06/2008 RM'000
<b>7 Financing and advances</b>		
<b>(i) By type</b>		
Cashline	6,157	11,230
Term financing		
- House financing	3,515,989	3,192,524
- Hire purchase receivables	2,563,123	2,971,414
- Lease receivables	17,840	21,080
- Other term financing	346,825	356,760
Claims on customers under acceptance credits	36,890	197,898
Staff financing	24	41
Revolving Financing	-	26
Others	662	778
	<u>6,487,510</u>	<u>6,751,751</u>
Less: Unearned income	<u>(2,578,581)</u>	<u>(2,419,663)</u>
Gross financing and advances	3,908,929	4,332,088
Less : Allowance for bad and doubtful financing		
- General	(58,171)	(65,025)
- Specific	(31,657)	(24,734)
Total net financing and advances	<u><b>3,819,101</b></u>	<u><b>4,242,329</b></u>
<b>(ii) By contract</b>		
Bai' Bithaman Ajil	1,579,348	1,484,449
Ijarah	17,253	20,028
Ijarah Muntahia Bittamlik/AITAB	2,275,438	2,629,727
Murabahah	36,890	197,884
Gross financing and advances	<u><b>3,908,929</b></u>	<u><b>4,332,088</b></u>
<b>(iii) By type of customer</b>		
Domestic non-bank financial institutions		
- Others than stockbroking companies	21,159	21,693
Domestic business enterprises		
- Small medium enterprise	229,388	343,070
- Others	484,749	610,114
Government and statutory body	50	59
Individuals	3,119,814	3,313,848
Other domestic entities	1,569	1,981
Foreign entities	52,200	41,323
Gross financing and advances	<u><b>3,908,929</b></u>	<u><b>4,332,088</b></u>
<b>(iv) By profit rate sensitivity</b>		
Fixed rate		
- House financing	427,836	508,468
- Hire purchase receivables	2,265,507	2,624,008
- Others fixed rate financing	139,860	201,141
Variable rate		
- Others	1,075,726	998,471
Gross financing and advances	<u><b>3,908,929</b></u>	<u><b>4,332,088</b></u>

	<b>Financial Period Ended 31/03/2009 RM'000</b>	<b>Financial Year Ended 30/06/2008 RM'000</b>
<b>(v) By purpose</b>		
Securities	352	432
Transport Vehicles	2,131,808	2,432,909
Purchase of landed property:		
- Residential	1,112,504	996,979
- Non-residential	193,628	194,542
Personal Use	57,220	60,396
Consumer Durables	-	2
Construction	33,379	34,688
Working Capital	380,016	612,091
Other Purposes	22	49
	<b>3,908,929</b>	<b>4,332,088</b>

## 8 Non-performing financing

### (i) Movements in non-performing financing

As at beginning of the year	<b>45,754</b>	<b>61,070</b>
Classified as non-performing during the year	149,214	185,715
Reclassified as performing	(119,272)	(153,442)
Amount recovered	(17,647)	(29,708)
Amount written off	(7)	(17,881)
As at end of the year	<b>58,042</b>	<b>45,754</b>
Less: Specific allowance	(31,657)	(24,734)
Net non-performing and financing	<b>26,385</b>	<b>21,020</b>
Ratio of net non-performing financing and advances to total net financing and advances	<b>0.7%</b>	<b>0.5%</b>

	Financial Period Ended 31/03/2009 RM'000	Financial Year Ended 30/06/2008 RM'000
<b>(ii) Movements in allowance for bad and doubtful financing</b>		
<b>General allowance</b>		
As at beginning of the year	65,025	55,932
Allowance made during the period	-	9,093
Allowance written back during the period	(6,854)	-
As at end of the year	<u>58,171</u>	<u>65,025</u>
As % of gross financing and advances less specific allowance	<u>1.5%</u>	<u>1.5%</u>
<b>Specific allowance</b>		
As at beginning of the year	24,734	29,917
Allowance made during the period	11,293	21,780
Allowance recovered	(4,363)	(9,082)
Amount written off	(7)	(17,881)
As at end of the year	<u>31,657</u>	<u>24,734</u>

**(iii) Non-performing financing and advances**

**By purpose**

Securities	220	242
Transport Vehicles	31,158	23,776
Purchase of landed property:		
- Residential	19,699	16,485
- Non-residential	610	940
Personal Use	213	126
Construction	387	162
Working Capital	5,755	4,023
	<u>58,042</u>	<u>45,754</u>

	Financial Period Ended 31/03/2009 RM'000	Financial Year Ended 30/06/2008 RM'000
<b>9 Deposits from customer</b>		
<b>(i) By type of deposit</b>		
<b>Non-Mudharabah</b>		
Demand deposits	353,232	362,557
Savings deposits	581,544	555,853
Negotiable islamic debt certificate	886,322	529,911
	<u>1,821,098</u>	<u>1,448,321</u>
<b>Mudharabah</b>		
Savings deposits	543,343	478,049
General investment deposits	1,569,790	1,635,080
Special investment deposits	2,720,806	2,646,631
	<u>4,833,939</u>	<u>4,759,760</u>
	<u><b>6,655,037</b></u>	<u><b>6,208,081</b></u>
<b>(ii) By type of customer</b>		
Government and statutory bodies	306,696	605,026
Business enterprise	4,656,979	4,216,689
Individuals	1,459,785	1,284,113
Others	231,577	102,253
	<u>6,655,037</u>	<u>6,208,081</u>
<b>10 Deposits and placements of banks and other financial institutions</b>		
<b>Mudharabah</b>		
Licensed islamic banks	20,000	589,000
Licensed banks	-	190,000
	<u>20,000</u>	<u>779,000</u>
<b>11 Other Liabilities</b>		
Amount due to holding company	260,035	240,423
Profit equalisation reserves	22,169	4,284
Provision for zakat	43	79
Profit payable	38,583	31,591
Others	54,620	74,742
	<u>375,450</u>	<u>351,119</u>

	Current Quarter Ended 31/03/2009 RM'000	Corresponding Quarter Ended 31/03/2008 RM'000	Current Period Ended 31/03/2009 RM'000	Corresponding Period Ended 31/03/2008 RM'000
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## 12 Income derived from investment of depositors' funds and others

Income derived from investment of :

- General investment deposits	48,390	34,780	168,402	126,528
- Other deposits	23,002	38,490	87,008	86,696
	<u>71,392</u>	<u>73,270</u>	<u>255,410</u>	<u>213,224</u>

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

#### Finance income and hibah

Financing, advances and other financing	32,536	26,007	102,708	91,071
Securities Held-for-trading	459	5	1,005	39
Securities Available- for-sale	1,130	641	6,669	2,379
Securities Held-to-maturity	824	351	2,495	1,937
Money at call and deposit with financial institutions	5,616	4,900	29,139	21,156
	<u>40,565</u>	<u>31,904</u>	<u>142,016</u>	<u>116,582</u>
Amortisation of premium less accretion of discount	6,957	2,964	19,915	9,899
Total finance income and hibah	<u>47,522</u>	<u>34,868</u>	<u>161,931</u>	<u>126,481</u>

#### Other operating income

Fee and commission

- Commission	-	-	-	-
- Service Charges & fees	-	-	-	-
- Guarantee fees	-	-	-	-
- Other fees income	-	-	-	-
Gain/(loss) from sale of held-for-trading securities	195	(110)	1,900	1,362
Gain/(loss) from sale of available-for-sale securities	99	-	3,782	-
Unrealised gain/(loss) on revaluation of held-for-trading securities	574	22	789	(1,315)
Others	-	-	-	-
	<u>868</u>	<u>(88)</u>	<u>6,471</u>	<u>47</u>
	<u>48,390</u>	<u>34,780</u>	<u>168,402</u>	<u>126,528</u>

	Current Quarter Ended 31/03/2009 RM'000	Corresponding Quarter Ended 31/03/2008 RM'000	Current Period Ended 31/03/2009 RM'000	Corresponding Period Ended 31/03/2008 RM'000
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**(ii) Income derived from investment of other deposits**

**Finance income and hibah**

Financing, advances and other financing	15,641	28,214	53,066	62,400
Securities Held-for-trading	228	9	519	27
Securities Available- for-sale	492	717	3,446	1,630
Securities Held-to-maturity	398	494	1,289	1,327
Money at call and deposit with financial institutions	2,509	5,954	15,055	14,496
	<u>19,268</u>	<u>35,388</u>	<u>73,375</u>	<u>79,880</u>

Amortisation of premium less accretion of discount

	3,378	3,139	10,289	6,783
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Total finance income and hibah

	<u>22,646</u>	<u>38,527</u>	<u>83,664</u>	<u>86,663</u>
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**Other operating income**

Fee and commission

- Commission	-	-	-	-
- Service Charges & fees	-	-	-	-
- Guarantee fees	-	-	-	-
- Other fees income	-	-	-	-

Gain/(loss) from sale of held-for-trading securities

	73	161	982	934
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Gain/(loss) from sale of available-for-sale securities

	(10)	-	1,954	-
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Unrealised gain/(loss) on revaluation of held-for-trading securities

	293	(198)	408	(901)
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Others

	-	-	-	-
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	<u>356</u>	<u>(37)</u>	<u>3,344</u>	<u>33</u>
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	<u>23,002</u>	<u>38,490</u>	<u>87,008</u>	<u>86,696</u>
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**13 Income derived from investment of shareholders' fund**

**Finance income and hibah**

Financing, advances and other financing	6,050	4,149	15,406	15,178
Securities Held-for-trading	76	1	150	6
Securities Available- for-sale	262	101	1,000	396
Securities Held-to-maturity	152	54	375	323
Money at call and deposit with financial institutions	1,236	770	4,372	3,525
	<u>7,776</u>	<u>5,076</u>	<u>21,303</u>	<u>19,429</u>

Amortisation of premium less accretion of discount

	1,260	474	2,987	1,650
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Total finance income and hibah

	<u>9,036</u>	<u>5,550</u>	<u>24,290</u>	<u>21,079</u>
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**Other operating income**

Fee and commission

- Commission	193	647	752	1,500
- Service Charges & fees	279	462	948	1,648
- Guarantee fees	1	1	376	6
- Other fees income	57	729	2,003	2,260

Gain/(loss) from sale of held-for-trading securities

	56	(23)	284	227
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Gain/(loss) from sale of available-for-sale securities

	76	-	567	-
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Unrealised gain/(loss) on revaluation of held-for-trading securities

	90	7	118	(219)
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Others

	60	35	60	84
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	<u>812</u>	<u>1,858</u>	<u>5,108</u>	<u>5,506</u>
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	<u>9,848</u>	<u>7,408</u>	<u>29,398</u>	<u>26,585</u>
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	Current Quarter Ended 31/03/2009 RM'000	Corresponding Quarter Ended 31/03/2008 RM'000	Current Period Ended 31/03/2009 RM'000	Corresponding Period Ended 31/03/2008 RM'000
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#### 14 Allowance for losses on financing

##### Allowance for bad and doubtful financing

##### (a) Specific allowance

- Made during the financial period
- Written back

3,851	3,775	11,293	15,389
(1,241)	(2,461)	(4,363)	(6,438)

##### (b) General allowance

- Made during the financial period
- Written back

-	3,329	-	8,455
(4,060)	-	(6,854)	-

##### Bad debts on financing

- Recovered
- Written off

(841)	(534)	(2,428)	(1,693)
71	47	277	179

<b>(2,220)</b>	<b>4,156</b>	<b>(2,075)</b>	<b>15,892</b>
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#### 15 Income attributable to the depositors

##### Deposits from customers

- Mudharabah
- Non-Mudharabah

32,420	31,853	122,108	102,904
6,117	4,430	23,164	11,082

##### Deposits and placements of banks and other financial institutions

- Mudharabah

1,578	2,262	5,386	4,845
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<b>40,115</b>	<b>38,545</b>	<b>150,658</b>	<b>118,831</b>
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	<b>Financial Period Ended 31/03/2009 RM'000</b>	<b>Financial Year Ended 30/06/2008 RM'000</b>
<b>16 Capital adequacy</b>		
<b>Tier I capital</b>		
Paid-up share capital	500,000	500,000
Retained profit	82,031	82,031
Other reserves	82,032	82,032
	<u>664,063</u>	<u>664,063</u>
Less: Deferred tax assets	(17,850)	(17,850)
<b>Total Tier I capital</b>	<u>646,213</u>	<u>646,213</u>
<b>Tier II capital</b>		
General allowance for bad and doubtful financing	58,171	65,025
<b>Total Tier II capital</b>	<u>58,171</u>	<u>65,025</u>
<b>Capital base</b>	<u>704,384</u>	<u>711,238</u>
Core capital ratio	<b>19.40%</b>	<b>16.33%</b>
Risk-weighted capital ratio	<b>21.14%</b>	<b>17.97%</b>

The capital adequacy ratios of the Bank is computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework for Islamic Banks (CAFIB), which are based on the Basel II capital accord. The Bank has adopted the Standardised Approach for Credit and Market Risk and the Basic Indicator Approach for Operation Risk. The minimum regulatory capital adequacy approach requirement is 8% for the risk-weighted capital ratio.

17 Commitments and contingencies

Financial Period Ended  
31/03/2009

	Principal amount RM'000	Financing equivalent amount RM'000	Risk weighted amount RM'000
Certain transaction-related contingent items	34,242	17,121	17,055
Short-term self-liquidating trade-related contingencies	516	103	77
Any commitments that are unconditionally cancellable at any time by the bank without prior notice	925,490	-	-
	<b>960,248</b>	<b>17,224</b>	<b>17,132</b>

Financial Year Ended  
30/06/2008

	Principal amount RM'000	Financing equivalent amount RM'000	Risk weighted amount RM'000
Certain transaction-related contingent items	34,348	17,174	17,131
Short-term self-liquidating trade-related contingencies	4,215	843	792
Irrecoverable commitments to extend credit			
- Maturity less than one year	202,441	40,488	39,816
- Maturity more than one year	725,374	362,687	302,526
	<b>966,378</b>	<b>421,192</b>	<b>360,265</b>

	Non-trading book					Effective profit rate %
	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	
<b>31 March 2009</b>						
<b>Assets</b>						
Cash and short term funds	1,669,280	-	-	-	-	1,821,217
Deposits & placement with bank & other financial institutions	-	-	-	26,974	-	76,974
Securities Held-for-trading	-	50,000	-	-	-	1,451,700
Securities Available-for-sale	-	-	-	253,323	10,282	263,605
Securities Held-for-maturity	-	-	-	126,141	-	126,716
Financing and advances	-	-	-	-	-	575
- performing *	1,160,360	9,510	76,924	1,240,640	1,363,453	3,793,112
- non-performing *	-	-	-	-	-	(57,775)
Other assets	-	-	-	-	-	25,989
<b>Total assets</b>	<b>2,829,640</b>	<b>59,510</b>	<b>76,924</b>	<b>1,647,078</b>	<b>1,373,735</b>	<b>1,451,700</b>
<b>Liabilities</b>						
Deposits from customers	4,648,749	988,927	794,171	223,190	-	6,655,037
Deposits & placement of bank & other financial institutions	20,000	-	-	-	-	20,000
Bills and acceptance payable	1,598	-	-	-	-	14,934
Other liabilities	-	-	-	-	-	384,467
<b>Total liabilities</b>	<b>4,670,347</b>	<b>988,927</b>	<b>794,171</b>	<b>223,190</b>	-	<b>7,074,438</b>
Shareholder's funds	-	-	-	-	-	724,477
<b>Total liabilities and shareholder's funds</b>	<b>4,670,347</b>	<b>988,927</b>	<b>794,171</b>	<b>223,190</b>	<b>1,122,280</b>	<b>7,798,915</b>
On-balance sheet profit sensitivity gap	(1,840,707)	(929,417)	(717,247)	1,423,888	1,373,735	
<b>Total profit sensitivity gap</b>	<b>(1,840,707)</b>	<b>(929,417)</b>	<b>(717,247)</b>	<b>1,423,888</b>	<b>1,373,735</b>	

\* This represents outstanding non-performing financing after deducting specific allowance.

	Non-trading book					Effective profit rate %
	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	
<b>30 June 2008</b>						
<b>Assets</b>						
Cash and short term funds	1,885,340	-	-	-	-	1,871,430
Securities Held-for-trading	-	-	-	-	-	927,570
Securities Available-for-sale	-	39,972	15,081	725,759	-	780,812
Securities Held-for-maturity	-	-	-	95,557	30,825	126,957
Financing and advances	-	-	-	-	-	575
- performing *	1,161,319	11,582	112,693	1,503,603	1,497,137	4,221,624
- non-performing *	-	-	-	-	-	(64,710)
Other assets	-	-	-	-	-	20,705
<b>Total assets</b>	<b>3,046,659</b>	<b>51,554</b>	<b>127,774</b>	<b>2,324,919</b>	<b>1,527,962</b>	<b>8,120,820</b>
<b>Liabilities</b>						
Deposits from customers	4,288,816	462,006	1,197,477	259,782	-	6,208,081
Deposits & placement of bank & other financial institutions	300,000	479,000	-	-	-	779,000
Bills and acceptance payable	13,386	51,931	34,280	-	-	110,480
Other liabilities	-	-	-	-	-	10,883
<b>Total liabilities</b>	<b>4,602,202</b>	<b>992,937</b>	<b>1,231,757</b>	<b>259,782</b>	-	<b>358,527</b>
Shareholder's funds	-	-	-	-	-	369,410
<b>Total liabilities and shareholder's funds</b>	<b>4,602,202</b>	<b>992,937</b>	<b>1,231,757</b>	<b>259,782</b>	<b>1,034,142</b>	<b>664,732</b>
On-balance sheet profit sensitivity gap	(1,555,543)	(941,383)	(1,103,983)	2,065,137	1,527,962	
<b>Total profit sensitivity gap</b>	<b>(1,555,543)</b>	<b>(941,383)</b>	<b>(1,103,983)</b>	<b>2,065,137</b>	<b>1,527,962</b>	

\* This represents outstanding non-performing financing after deducting specific allowance.

**19 a) Related party transactions**

All related party transactions within the Bank had been entered into in the normal course of business and were carried out on normal commercial terms.