Deutsche Bank (Malaysia) Berhad

Company Registration No. 199401026871 (312552-W)
(Incorporated in Malaysia)
and its subsidiaries

Unaudited Condensed Interim Financial Statements for the Financial Period ended 30 September 2026

Domiciled in Malaysia
Registered office:
Level 19, Menara IMC No. 8 Jalan Sultan Ismail 50250 Kuala Lumpur

Consolidated Statements of Financial Position
As at 30 September 2026 - Unaudited

	Note	Group		Bank	
		30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Assets					
Cash and short-term funds	12	2,403,585	1,984,452	2,403,585	1,984,452
Deposits and placements with banks and other financial institutions		764,988	244,995	764,988	244,995
Reverse repurchase agreements		235,736	287,043	235,736	287,043
Financial securities measured at FVTPL	13	2,485,724	2,648,395	2,485,724	2,648,395
Financial securities measured at FVOCI	14	2,134,427	2,249,083	2,134,427	2,249,083
Loans, advances and financing	15	1,802,380	1,509,055	1,802,380	1,509,055
Derivative assets		1,310,073	1,068,005	1,310,073	1,068,005
Other assets	16	887,733	667,141	887,733	667,141
Statutory deposit with Bank Negara Malaysia		10,000	10,000	10,000	10,000
Investments in subsidiary companies		-	-	20	20
Property and equipment		2,305	4,340	2,305	4,340
Right-of-use assets		1,145	1,894	1,145	1,894
Deferred tax assets		6,888	-	6,888	-
Total assets		12,044,984	10,674,403	12,045,004	10,674,423
Liabilities and equity					
Deposits from customers	17	6,332,684	4,968,987	6,332,704	4,969,007
Deposits and placements of banks and other financial institutions	18	1,487,774	1,270,911	1,487,774	1,270,911
Repurchase agreement		-	301,977	-	301,977
Derivative liabilities		908,382	1,013,058	908,382	1,013,058
Other liabilities	19	1,435,735	1,210,115	1,435,735	1,210,115
Dividend Payable		-	-	-	-
Tax payable		10,653	8,049	10,653	8,049
Lease liabilities		1,186	1,952	1,186	1,952
Deferred tax liabilities		-	177	-	177
Total liabilities		10,176,414	8,775,226	10,176,434	8,775,246
Equity					
Share capital		531,362	531,362	531,362	531,362
Reserves		1,337,208	1,367,815	1,337,208	1,367,815
Total equity attributable to owner of the Bank		1,868,570	1,899,177	1,868,570	1,899,177
Total liabilities and equity		12,044,984	10,674,403	12,045,004	10,674,423
Commitments and contingencies	26	214,457,607	159,984,129	214,457,607	159,984,129

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

Consolidated Statements of Profit or Loss and Other Comprehensive Income
For The Financial Period Ended 30 September 2026 - Unaudited

		Group and Bank			
		Nine months ended		Three months ended	
	Note	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Interest income	20	228,338	252,601	69,820	83,126
Interest expense	21	(82,915)	(81,962)	(29,246)	(27,109)
Net interest income		145,423	170,639	40,574	56,017
Net income from Islamic Banking Operations	28	3,977	4,026	1,326	1,392
Non-interest income	22	195,717	202,765	77,297	48,932
Operating income		345,117	377,430	119,197	106,341
Other operating expenses	23	(121,819)	(138,854)	(38,847)	(47,488)
Operating profit		223,298	238,576	80,350	58,853
Write-back of/(Allowance for) expected credit losses	24	374	1,555	4	(648)
Profit before tax		223,672	240,131	80,354	58,205
Tax expense		(55,218)	(57,737)	(19,321)	(13,724)
Net profit for the period		168,454	182,394	61,033	44,481
Other comprehensive income:					
Items that are or may be reclassified subsequently to profit or loss					
Net change in fair value on debt securities measured at FVOCI		(24,101)	17,925	(12,823)	(1,413)
Net changes in ECL reserves		(8)	(564)	(27)	3
Income tax effect		5,786	(4,166)	3,084	339
Total other comprehensive (loss)/income for the period		(18,323)	13,195	(9,766)	(1,071)
Total comprehensive income for the period		150,131	195,589	51,267	43,410
Earnings per share (sen)		97.0 sen	105.1 sen	35.2 sen	25.6 sen

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

Consolidated Statements Of Changes In Equity
For The Financial Period Ended 30 September 2026

	← Attributable to owner of the Bank →					
		Non-distributable		Distributable		
Group and Bank	Share capital	Other reserves	ECL reserves	Retained earnings	Total reserves	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2026	531,362	71,941	197	1,295,677	1,367,815	1,899,177
Total comprehensive (loss)/income for the period	-	(18,317)	(6)	168,454	150,131	150,131
Dividend paid	-	-	-	(180,738)	(180,738)	(180,738)
At 30 September 2026	531,362	53,624	191	1,283,393	1,337,208	1,868,570
At 1 January 2025	531,362	59,249	632	1,340,014	1,399,895	1,931,257
Total comprehensive income/(loss) for the period	-	13,623	(428)	182,394	195,589	195,589
Dividend paid	-	-	-	(225,075)	(225,075)	(225,075)
At 30 September 2025	531,362	72,872	204	1,297,333	1,370,409	1,901,771

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

Condensed Consolidated Statements Of Cash Flows
For The Financial Period Ended 30 September 2026

	Group and Bank	
	30 September 2026 RM'000	30 September 2025 RM'000
Profit before tax	223,672	240,131
Adjustments for non-operating and non-cash items	(320,718)	198,887
Operating (loss)/profit before working capital changes	(97,046)	439,018
Changes in working capital:		
Net changes in operating assets	(3,670,062)	(2,700,952)
Net changes in operating liabilities	4,941,929	2,564,581
Income tax paid	(53,893)	(48,645)
Net cash generated from operations	1,120,928	254,002
Cash flows from investing activities:		
Dividend received	60	60
Purchase of property and equipment	(28)	-
Net cash from investing activities	32	60
Cash flows from financing activities:		
Payment of lease liabilities	(1,099)	(1,097)
Dividends paid	(180,738)	(225,075)
Net cash used in financing activities	(181,837)	(226,172)
Net increase in cash and cash equivalents	939,123	27,890
Cash and cash equivalents at beginning of the period	2,229,469	3,056,660
Cash and cash equivalents at end of the period	3,168,592	3,084,550
Analysis of cash and cash equivalents:		
Cash and short-term funds	2,403,592	2,839,550
Deposits and placement with banks and other financial institutions	765,000	245,000
Cash and cash equivalents at the end of the period	3,168,592	3,084,550

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the Group and the Bank for the year ended 31 December 2025.

Explanatory Notes to the Interim Financial Statements
for the Financial Period Ended 30 September 2026

1. Basis of preparation

The unaudited interim financial statements for the financial period ended 30 September 2026 have been prepared under the historical cost convention except for reverse repurchase agreements, financial securities and derivative financial instruments which are stated at fair values.

The unaudited interim financial statements have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"). The unaudited interim financial statements should be read in conjunction with the audited annual financial statements for the Group and the Bank for the financial year ended 31 December 2025. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Bank since the year ended 31 December 2025.

The unaudited interim financial statements incorporated those activities relating to the Islamic banking business. Islamic banking business refers generally to the acceptance of deposits under the principles of Shariah.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2025, except for the adoption of the following MFRS Accounting Standards ("MFRS"), Amendments to MFRSs and IC Interpretation that have been issued by the MASB:

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements — Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*
- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Fair Value Options for Investments in Associates and Joint Ventures*

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 19, *Subsidiaries without Public Accountability: Disclosures*\

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2029

- Amendments to MFRS 20, Regulatory Assets and Regulatory Liabilities

1. Basis of preparation (continued)

MFRS Accounting Standards, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10 *Consolidated Financial Statements* and MFRS 128 *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Bank plan to apply the abovementioned accounting standards, interpretations and amendments, where applicable:

– from the annual period beginning on 1 January 2027 for the amendments, that is effective for annual periods beginning on or after 1 January 2027; and
– from the annual period beginning on 1 January 2029 for the amendments, that is effective for annual periods beginning on or after 1 January 2029.

The initial application of the accounting standards, amendments and interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Group and the Bank.

2. Audit Report

The audit report on the audited annual financial statements of the Group and the Bank for the financial year ended 31 December 2025 was not subject to any qualification.

3. Seasonality or Cyclicality of Operations

The business operations of the Group and the Bank are not subject to material seasonal or cyclical fluctuations.

4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group and of the Bank for the financial period ended 30 September 2026.

5. Changes in Estimates

There were no significant changes in estimates of amounts reported in prior financial years that have a material effect on the financial results and position of the Group and the Bank for the financial period ended 30 September 2026.

6. Issuance and Repayment of Debt and Equity Securities

There were no issuance and repayment of debt and equity securities during the financial period ended 30 September 2026.

7. Dividend Paid

Since the end of the previous financial year, the Bank paid the final dividend of 104.1 sen per ordinary share totalling RM180,738,000 in respect of the financial year ended 31 December 2025. The dividend was paid in tranches in July 2026.

8. Material Events

There were no material events subsequent to the reporting date that require adjustments to the unaudited condensed interim financial statements.

9. Changes in the composition of the Group

There were no changes in the composition of the Group for the financial period ended 30 September 2026.

10. Review of Performance

The Bank recorded a profit before tax of RM223.7 million for the financial period ended 30 September 2026, compared to RM240.1 million in the corresponding period of the previous year. Operating income decreased by RM32.3 million (-8.6%), from RM377.4 million to RM345.1 million, mainly due to lower net interest income, which decreased by RM25.2 million (-14.8%), from RM170.6 million to RM145.4 million. Non-interest income decreased by RM7.0 million (-3.5%), from RM202.7 million to RM195.7 million.

Total assets increased by RM1.3 billion (+12.8%), from RM10.7 billion as at 31 December 2025 to RM12.0 billion as at 30 September 2026. The Bank's Common Equity Tier 1 ("CET1") capital ratio and total capital ratio as at 30 September 2026 were 15.491% and 15.927%, respectively.

11. Prospects

Looking ahead to the remainder of FY2026, the global economic environment is expected to remain resilient despite ongoing geopolitical and policy uncertainties. Economic activity continues to be supported by investment in digitalisation, artificial intelligence and technology-related infrastructure, while fiscal spending and continued investment activity remain supportive across major economies. Although market volatility may persist amid inflation pressures, elevated energy costs and monetary policy uncertainty, global growth expectations remain broadly resilient, supported by continued investment in technology-related sectors.

In the United States, growth is expected to remain supported by resilient domestic demand, fiscal stimulus and continued investment in artificial intelligence and related technologies. While inflation remains above long-term targets, labour market conditions remain broadly stable. Interest rate developments, trade policies and geopolitical events continue to be key factors shaping the economic outlook.

In the Eurozone, growth conditions remain comparatively subdued, reflecting weaker external demand and the effects of higher energy costs. Nevertheless, fiscal measures, infrastructure investment and continued technology-related investment are expected to provide support over the medium term, although the region remains vulnerable to external shocks, energy market disruptions and geopolitical developments.

Malaysia's economic outlook remains favourable, supported by stronger-than-expected economic performance, resilient domestic demand, sustained foreign direct investment inflows and continued expansion in technology and semiconductor-related sectors. Growth is expected to be supported by private consumption, investment activity, tourism recovery and regional supply-chain diversification, while ongoing digitalisation and institutional reforms should strengthen medium-term prospects. Nevertheless, risks remain from global financial market volatility, policy uncertainty and weaker external demand.

Overall, Malaysia remains well-positioned to sustain growth momentum through the remainder of FY2026, supported by strong domestic fundamentals, continued investment activity and favourable medium-term structural growth drivers.

12. Cash and cash equivalents

12.1 Cash and short-term funds

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	154,929	390,023
Money at call and deposit placements maturing within one month	2,248,663	1,594,446
	2,403,592	1,984,469
Expected credit losses on cash and cash equivalents		
• Stage 1 – 12-month ECL	(7)	(17)
	2,403,585	1,984,452

12.2 Deposits and placements with banks and other financial institutions

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Licensed banks - cash and cash equivalents	765,000	245,000
Expected credit losses on cash and cash equivalents		
• Stage 1 – 12-month ECL	(12)	(5)
	764,988	244,995

12. Cash and cash equivalents (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for cash and cash equivalents.

	2026				2025			
Group and Bank	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Cash and cash equivalents								
Balance at 1 January	22	-	-	22	24	-	-	24
Net remeasurement of expected credit losses	(10)	-	-	(10)	-	-	-	-
New financial assets originated or purchased	12	-	-	12	7	-	-	7
Financial assets that have been derecognised	(5)	-	-	(5)	(9)	-	-	(9)
Balance at 30 September / 31 December	19		-	19	22	-	-	22

13. Financial securities measured at FVTPL

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Debt securities at FVTPL		
Malaysian Government Securities	1,108,034	1,503,500
Malaysian Islamic Treasury Bills	429,572	9,975
Malaysian Investment Issue	698,071	874,871
Cagamas bonds	250,047	260,049
	2,485,724	2,648,395

14. Financial securities measured at FVOCI

	Group and Bank	
	30 September 2026	31 December 2025
Debt securities at FVOCI		
Malaysian Government Securities	821,644	969,610
Malaysian Investment Issue	1,297,401	1,264,380
	2,119,045	2,233,990
Equity investments at FVOCI		
Unquoted shares in Malaysia	15,382	15,093
	2,134,427	2,249,083

14. Financial securities measured at FVOCI (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for debt securities at FVOCI.

	2026				2025			
Group and Bank	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Debt securities at FVOCI								
Balance at 1 January	259	-	-	259	832	-	-	832
Net remeasurement of expected credit losses	(10)	-	-	(10)	(631)	-	-	(631)
New financial assets originated or purchased	6	-	-	6	86	-	-	86
Financial assets that have been derecognised	(4)	-	-	(4)	(28)	-	-	(28)
Balance at 30 September / 31 December	251	-	-	251	259	-	-	259

15. Loans, advances and financing

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
At amortised cost		
Overdrafts	91,446	87,429
Term loans - Housing loans	1,562	1,997
- Other term loans	1,275,541	1,052,378
Bill receivable	11,333	-
Trust receipts	9,711	14,741
Claims on customers under acceptance credits	414,074	354,160
Gross loans, advances and financing	1,803,667	1,510,705
Expected credit losses	(1,287)	(1,650)
Net loans, advances and financing	1,802,380	1,509,055

15. Loans, advances and financing (continued)

The following table shows reconciliations from the opening to the closing balance of the expected credit losses for loans, advances and financing.

	2026				2025			
Group and Bank	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000	12-month ECL RM'000	Lifetime ECL not credit - impaired RM'000	Lifetime ECL credit - impaired RM'000	Total RM'000
Loans, advances and financing at amortised cost								
Balance at 1 January	708	434	508	1,650	1,018	1,542	733	3,293
Transfer to 12-month ECL	423	(415)	(8)	-	43	(21)	(22)	-
Transfer to lifetime ECL not credit- impaired	(1)	1	-	-	(2)	2	-	-
Transfer to lifetime ECL credit-impaired	-	-	-	-	(24)	-	24	-
Net remeasurement of expected credit losses	(248)	1	(215)	(462)	(65)	3	(227)	(289)
New financial assets originated or purchased	299	10	-	309	181	421	-	602
Financial assets that have been derecognised	(195)	(15)	-	(210)	(443)	(1,513)	-	(1,956)
Balance at 30 September / 31 December*	986	16	285	1,287	708	434	508	1,650

* The loss allowance in this table includes ECL on loan commitments and financial guarantees of RM532,000 (31 December 2025: RM745,000) as at the reporting date.

15. Loans, advances and financing (continued)

The maturity structure of gross loans, advances and financing are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Maturing within one year	1,742,416	1,241,242
More than one year and three years	60,680	268,779
More than three years to five years	127	186
Over five years	444	498
	1,803,667	1,510,705

Gross loans, advances and financing analysed by type of customers are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Domestic non-bank financial institutions	611,282	290,877
Domestic business enterprises	1,146,408	1,126,138
Government and statutory bodies	33,082	91,693
Individuals	1,562	1,997
Foreign entities	11,333	-
	1,803,667	1,510,705

Gross loans, advances and financing analysed by interest/profit rate sensitivity are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Fixed rate		
- Other fixed rate loan/financing	106,344	106,271
Variable rate		
- Base lending rate plus	48,476	73,294
- Cost plus	1,648,096	1,316,027
- Other variable rates	751	15,113
	1,803,667	1,510,705

15. Loans, advances and financing (continued)

Gross loans, advances and financing analysed by geographical distribution are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
India	11,333	-
Malaysia	1,792,334	1,510,705
	1,803,667	1,510,705

Gross loans, advances and financing analysed by economic sector are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Primary agriculture	101,254	101,254
Manufacturing	538,689	494,932
Construction	46,748	47,717
Wholesale & retail trade and restaurants & hotels	375,605	353,544
Transport, storage and communication	34,237	33,208
Finance, insurance and business services	672,490	386,360
Education, health and others	33,082	91,693
Household	1,562	1,997
	1,803,667	1,510,705

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

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Balance at 1 January	1,351	1,576
Classified as impaired during the period/year	30,132	134
Reclassified as non-impaired during the period/year	(81)	(170)
Amounts recovered	(4,749)	(189)
At 30 September 2026/31 December 2025	26,653	1,351
Gross impaired loans as a percentage of gross loans, advances and financing	1.48%	0.09%

15. Loans, advances and financing (continued)

Impaired loans, advances and financing analysed by economic sector and geographical distribution are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Household (Malaysia)	1,136	1,351
Manufacturing (Malaysia)	25,517	-
	26,653	1,351

16. Other assets

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Interest/Income receivable	39,200	54,406
Margin placed with futures exchange	37,229	35,135
Securities receivable	551,354	107,052
Collateral deposits placed with counterparty financial institutions	131,984	350,467
Amount due from intercompanies	43,705	28,365
Other debtors, deposits and prepayments	84,261	91,716
	887,733	667,141

17. Deposits from customers

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Demand deposits	4,966,009	4,218,551	4,966,029	4,218,571
Fixed deposits	1,267,275	646,436	1,267,275	646,436
Other deposits	99,400	104,000	99,400	104,000
	6,332,684	4,968,987	6,332,704	4,969,007

The maturity structure of fixed deposits and other deposits are as follows:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Due within six months	1,259,261	749,736
More than six months to one year	107,414	700
	1,366,675	750,436

17. Deposits from customers (continued)

The deposits are sourced from the following types of customers:

	Group		Bank	
	30 September 2026 RM'000	31 December 2025 RM'000	30 September 2026 RM'000	31 December 2025 RM'000
Business enterprises	5,305,386	4,309,941	5,305,406	4,309,961
Foreign customers	110,870	70,282	110,870	70,282
Domestic non-bank financial institutions	916,428	588,764	916,428	588,764
	6,332,684	4,968,987	6,332,704	4,969,007

18. Deposits and placements of banks and other financial institutions

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Other financial institutions	1,487,774	1,270,911

19. Other liabilities

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Interest payable	4,795	3,987
Bills payable	1,494	1,063
Employee benefits	24,424	26,484
Collateral deposits received from counterparties	468,960	664,207
Regulated short-selling activities	217,731	208,778
Securities payable	611,732	144,835
Amount due to intercompanies	44,090	36,657
Other liabilities	62,509	124,104
	1,435,735	1,210,115

20. Interest income

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Loans, advances and financing	65,490	67,268	20,745	25,349
Money at call and deposit placements with financial institutions	39,936	54,914	16,428	16,592
Reverse repurchase agreements	5,821	3,701	1,966	935
Financial securities				
- measured at FVTPL	59,022	70,922	14,016	21,577
- measured at FVOCI	57,107	54,766	16,438	18,262
Others	962	1,030	227	411
	228,338	252,601	69,820	83,126
Interest on credit-impaired assets included in interest income of loans, advances and financing	380	27	296	9

21. Interest expense

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Deposits and placements of banks and other financial institutions	23,482	28,676	8,587	11,056
Deposits from customers	57,310	52,432	20,628	16,029
Repurchase agreements	2,040	710	-	-
Interest expense on lease liabilities	44	82	13	24
Other interest expense	39	62	18	-
	82,915	81,962	29,246	27,109

22. Non-interest income

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Fee income:				
Commissions	5,672	5,070	1,976	1,541
Service charges and fees	15,576	14,146	5,231	6,624
Guarantee fees	3,777	3,706	1,242	1,348
	25,025	22,922	8,449	9,513
Fee expense:				
Commissions	(3,631)	(3,429)	(1,260)	(1,138)
Service charges and fees	(3,319)	(2,900)	(1,183)	(1,008)
	(6,950)	(6,329)	(2,443)	(2,146)
Net fee income	18,075	16,593	6,006	7,367
Net gains/(losses) from financial instruments:				
Net gains/(loss) arising on financial securities:				
Realised gains	12,460	20,784	12,494	6,596
Unrealised (loss)/gains	(19,751)	6,056	(11,995)	(5,566)
Net (loss)/gains arising on trading derivatives:				
Realised (loss)/gains	(35,839)	(55,717)	3,092	(136,449)
Unrealised gains/(loss)	343,179	(203,170)	55,816	(8,041)
Foreign exchange (loss)/gain	(120,574)	410,043	15,271	182,993
Gross dividend income	60	60	15	15
Other operating income/(loss), net				
Intercompany (expense)/income	(1,799)	8,815	(3,402)	2,579
Plant and equipment written off	(85)	-	-	-
Others	(9)	(699)	-	(562)
	177,642	186,172	71,291	41,565
	195,717	202,765	77,297	48,932

23. Other operating expenses

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Personnel costs:				
Salaries, allowances and bonuses	47,020	41,434	14,173	13,926
Others	11,974	10,849	2,965	3,580
Establishment costs:				
Rental	401	370	134	147
Depreciation - property and equipment	2,028	2,268	687	1,717
Depreciation - right-of-use assets	1,038	1,037	346	345
Others	5,082	6,264	2,317	1,161
Marketing expenses	1,453	1,091	292	235
Administration and general expenses:				
Intercompany charges	47,028	69,515	15,917	24,398
Communication	445	326	177	109
Others	5,350	5,700	1,839	1,870
	121,819	138,854	38,847	47,488

The number of employees of the Group and the Bank at the end of the period was 220 (September 2025: 227).

24. Write-back of/(Allowance for) expected credit losses

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Write-back of/(Allowance for) expected credit losses				
- loans, advances and financing	363	986	(22)	(646)
- cash and cash equivalents	3	5	(1)	1
- debt securities at FVOCI	8	564	27	(3)
	374	1,555	4	(648)

25. Capital adequacy

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Components of Tier 1 and Tier 2 capital are as follows:		
Tier 1 capital		
Paid-up share capital	531,362	531,362
Other disclosed reserves	8,624	26,941
Retained earnings	1,114,939	1,295,677
Less: Deferred tax assets	(6,888)	-
Less: Cumulative gains of FVOCI	(4,743)	(14,818)
Total common equity tier 1/Total tier 1 capital	1,643,294	1,839,162
Tier 2 capital		
Expected credit losses ("ECL")*	1,272	1,423
Regulatory reserve	45,000	45,000
Total capital base	1,689,566	1,885,585
Common equity tier 1/Tier 1 capital ratio	15.491%	21.116%
Total capital ratio	15.927%	21.649%

* Refers to ECL for Stage 1 and Stage 2.

25. Capital adequacy (continued)

The capital adequacy ratios of the Group and of the Bank are computed in accordance with Bank Negara Malaysia's Policy Document on Capital Adequacy Framework (Capital Components) and (Basel II – Risk-Weighted Assets) reissued on 14 June 2024 and 18 December 2023, respectively. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer (CCyB) are 4.5% for CET1 Capital Ratio, 6.0% for Tier 1 Capital Ratio and 8.0% for Total Capital Ratio.

The capital conservation buffer required to be maintained in the form of CET1 Capital above the minimum regulatory capital adequacy ratios requirement is at 2.5%.

The CCyB which is in a range of between 0% and 2.5%, and not a requirement for exposure in Malaysia yet but may be applied by regulators in the future.

The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

Risk Type	Risk-Weighted Assets	
	30 September 2026 RM'000	31 December 2025 RM'000
1. Credit risk	5,289,841	4,211,345
2. Market risk	3,152,966	2,450,382
3. Operational risk	2,165,544	2,048,241
Total	10,608,351	8,709,968

26. Commitments and contingencies

The off-balance sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows:

Group and Bank 30 September 2026	Principal Amount	Credit Equivalent Amount	Risk-Weighted Assets
	RM'000	RM'000	RM'000
Contingent liabilities			
Direct credit substitutes	-	-	-
Transaction related contingent items	663,218	331,609	286,101
Short-term self liquidating trade related contingencies	333,128	66,626	54,195
Commitments			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	604,530	241,812	241,776
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,749,447	1,499,779	1,479,779
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
Derivative financial instruments			
Foreign exchange related contracts			
One year or less	21,221,805	511,417	260,577
Over one year to five years	1,174,334	101,819	80,665
Over five years	-	-	-
Interest/profit rate related contracts			
One year or less	113,663	251	191
Over one year to five years	180,000	5,300	1,940
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	82,224,661	1,187,135	266,366
- Interest/profit rate related contracts	104,192,821	1,075,691	277,760
Total	214,457,607	5,021,439	2,949,350

26. Commitments and contingencies (continued)

The off-balance sheet exposures and their related counterparty credit risk of the Group and of the Bank are as follows (continued):

Group and Bank 31 December 2025	Principal Amount	Credit Equivalent Amount	Risk-Weighted Assets
	RM'000	RM'000	RM'000
Contingent liabilities			
Direct credit substitutes	-	-	-
Transaction related contingent items	736,726	368,363	341,102
Short-term self liquidating trade related contingencies	10,858	2,172	1,148
Commitments			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	745,002	372,501	372,456
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	3,827,231	765,446	751,046
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	-	-	-
Derivative financial instruments			
Foreign exchange related contracts			
One year or less	17,430,948	388,318	270,906
Over one year to five years	501,346	33,678	33,678
Over five years	246,900	28,641	28,641
Interest/profit rate related contracts			
One year or less	195,000	713	713
Over one year to five years	148,663	2,879	1,874
Over five years	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements			
- Foreign exchange related contracts	60,849,198	1,015,518	190,703
- Interest/profit rate related contracts	75,292,257	713,922	210,395
Total	159,984,129	3,692,151	2,202,662

27. Significant Events

Material Litigation

1Malaysia Development Berhad and Deutsche Bank (Malaysia) Berhad

On 7.5.2021, 1Malaysia Development Berhad ("1MDB") commenced proceedings by way of writ of summons and statement of claim for the payment of the sum of USD1,110,000,000 or such other sum the Court may order. 1MDB is also seeking interest on the sums that may be ordered by the Court.

1MDB alleges that between 30.9.2009 to 27.5.2011, DBMB had performed 3 foreign exchange transactions totalling USD1,110,000,000 ("Transactions") in breach of contract and/or negligence and/or under a dishonest assistance in favour of various individuals not acting in the interest of 1MDB. At a hearing on 11.7.2025, the Court declined DBMB's application for summary dismissal on time-bar grounds, ruling that the issue requires a full trial which is currently scheduled for December 2026.

DBMB is of the view that DBMB has a good legal position to defend against 1MDB's claims and has filed its Defence on 8.9.2021.

The proceedings by 1MDB will not have any impact on the operation of DBMB.

28. The operations of Islamic Banking

Statement of Financial Position
As at 30 September 2026 – Unaudited

	Note	Group and Bank 30 September 2026 RM'000	Group and Bank 31 December 2025 RM'000
Assets			
Cash and short-term funds	(a)	329,000	190,812
Other assets		25	14
Total assets		329,025	190,826
Liabilities and Islamic Banking funds			
Deposits from customers	(b)	291,828	152,755
Other liabilities	(c)	286	14
Tax payable		911	1,186
Total liabilities		293,025	153,955
Capital funds		25,000	25,000
Reserves		11,000	11,871
Islamic Banking funds		36,000	36,871
Total liabilities and Islamic Banking funds		329,025	190,826
Commitments and contingencies		-	-

28. The operations of Islamic Banking (continued)

Statement Of Profit or Loss and Other Comprehensive Income
For The Financial Period Ended 30 September 2026 - Unaudited

	Note	Group and Bank			
		Nine months ended		Three months ended	
		30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Income derived from investment of Islamic funds	(d)	3,977	4,026	1,326	1,392
Total net income		3,977	4,026	1,326	1,392
Other operating expenses		(182)	(180)	(61)	(60)
Operating profit		3,795	3,846	1,265	1,332
Write-back of expected credit losses		-	1	-	-
Profit before tax		3,795	3,847	1,265	1,332
Tax expense		(911)	(923)	(304)	(319)
Profit for the period		2,884	2,924	961	1,013
Other comprehensive income:					
Movement in fair value reserve (debt securities):					
Net change in fair value		-	-	-	-
Net amount transferred to profit or loss					
Income tax effect relating to component of other comprehensive income		-	-	-	-
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		2,884	2,924	961	1,013

28. The operations of Islamic Banking (continued)

Statement Of Changes In Islamic Banking Funds
For The Financial Period Ended 30 September 2026

Group and Bank	Capital funds	Other reserve	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2026	25,000	-	11,871	36,871
Total comprehensive income for the period	-	-	2,884	2,884
Dividend paid	-	-	(3,755)	(3,755)
At 30 September 2026	25,000	-	11,000	36,000
At 1 January 2025	25,000	-	11,750	36,750
Total comprehensive income for the period	-	-	2,924	2,924
Dividend paid	-	-	(3,634)	(3,634)
At 30 September 2025	25,000	-	11,040	36,040

28. The operations of Islamic Banking (continued)

Statement Of Cash Flows
For The Financial Period Ended 30 September 2026

	Group and Bank	
	30 September 2026 RM'000	30 September 2025 RM'000
Cash flows from operating activities		
Profit before taxation	3,795	3,847
Adjustments for non-operating and non-cash items	-	-
Operating profit before working capital changes	3,795	3,847
Changes in working capital:		
Net changes in operating assets	(11)	12
Net changes in operating liabilities	139,345	(107,962)
Income taxes paid	(1,186)	(1,148)
Net cash generated from/(used in) operations	141,943	(105,251)
Cash flows from financing activity		
Dividend paid	(3,755)	(3,634)
Net cash used in financing activity	(3,755)	(3,634)
Net increase /(decrease) in cash and cash equivalents	138,188	(108,885)
Cash and cash equivalents at beginning of period	190,812	344,630
Cash and cash equivalents at end of period	329,000	235,745
Analysis of cash and cash equivalents:		
Cash and short-term funds	329,000	235,745

28. The operations of Islamic Banking (continued)

Shariah Committee

The Shariah Committee was established under BNM's "Policy Document on the Governance of Shariah Committee for the Islamic Financial Institutions" (BNM/GPS1) to advise the Board of Directors on Shariah matters in its Islamic business operations and to provide technical assistance in ensuring the Islamic banking products and services offered by the Bank and the relevant documentation are in compliance with Shariah principles.

The Shariah Committee comprises of Dr Uzaimah binti Ibrahim, Puan Zarinah binti Mohd Yusoff and Encik Ahmad Firdaus bin Kadir.

Basis of measurement

The financial statements of the Islamic banking business have been prepared on the basis consistent with that of the Group and of the Bank as disclosed in Note 1 to the financial statements of the Group and of the Bank.

(a) Cash and short-term funds

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	329,000	190,812

(b) Deposits from customers

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Demand deposits	291,828	152,755

28. The operations of Islamic Banking (continued)

(c) Other liabilities

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Other liabilities	286	14

(d) Income derived from investment of Islamic banking funds

	Group and Bank			
	Nine months ended		Three months ended	
	30 September 2026 RM'000	30 September 2025 RM'000	30 September 2026 RM'000	30 September 2025 RM'000
Deposits or placement with BNM	4,723	4,912	1,566	1,645
Hibah on Qard Islamic Current Account	(783)	(918)	(253)	(264)
Other income	37	32	13	11
	3,977	4,026	1,326	1,392

28. The operations of Islamic Banking (continued)

(e) Capital adequacy

The capital adequacy ratios of the Islamic banking business of the Group and the Bank are computed in accordance with the Capital Adequacy Framework for Islamic Banks (CAFIB). The Bank's Islamic banking business has adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

Components of Tier I and Tier II Capital:

	Group and Bank	
	30 September 2026 RM'000	31 December 2025 RM'000
Components of Tier 1 and Tier 2 capital are as follows:		
Tier 1 capital		
Capital funds	25,000	25,000
Retained earnings	8,116	11,871
Total common equity tier 1/Total tier 1 capital	33,116	36,871
Total Tier 2 capital	-	-
Total capital base	33,116	36,871
Common equity tier 1/Tier 1 capital ratio	432.211%	488.616%
Total capital ratio	432.211%	488.616%

The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

Risk Type	Risk-Weighted Assets	
	30 September 2026 RM'000	31 December 2025 RM'000
1. Credit risk	-	-
2. Market risk	-	-
3. Operational risk	7,662	7,546
Total	7,662	7,546