

Unaudited Interim Financial Report

Condensed consolidated statement of financial position
As at 31 March 2012

Group	Note	31 March 2012 RM'000	31 December 2011 RM'000	01 January 2011 RM'000
Assets				
Cash and short-term funds	6	434,064	63,133	216,394
Deposits and placements with licensed banks and other financial institutions		-	-	100,000
Securities held-for-trading	7	618,616	27,273	324,104
Securities available-for-sale	8	3,391,149	4,269,565	2,275,487
Securities held-to-maturity	9	393,680	389,068	102,955
Loans and advances	10	269,729	284,949	197,247
Derivative assets	11	1,865	131	1,385
Other assets	12	247,747	162,439	156,395
Statutory deposits with Bank Negara Malaysia		146,558	171,496	19,083
Investment in subsidiaries		-	-	-
Property, plant and equipment		1,657	1,941	2,877
Intangible assets		2,300	2,300	-
Deferred tax assets		6,085	15,957	37,740
Total assets		5,513,450	5,388,252	3,433,667
Liabilities				
Deposits from customers	13	2,424,768	1,955,629	1,446,261
Deposits and placements of banks and other financial institutions	14	2,060,766	2,516,543	1,127,892
Derivative liabilities	11	156	1,450	-
Other liabilities	15	208,078	131,448	149,392
Provision for zakat		130	641	504
Total liabilities		4,693,898	4,605,711	2,724,049
Equity				
Share capital		156,500	156,500	156,500
Reserves:				
Share premium		362,611	362,611	362,611
Statutory reserve		126,520	126,520	115,520
Profit equalisation reserve		7,516	-	-
Securities available-for-sale reserve		30,267	39,344	10,265
Retained earnings		136,138	97,566	64,722
Total equity		819,552	782,541	709,618
Total liabilities and equity		5,513,450	5,388,252	3,433,667
Commitments and contingencies	25	559,057	365,667	304,367
Net assets per share (RM)		5.24	5.00	4.53

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed statement of financial position
As at 31 March 2012

Bank	Note	31 March 2012 RM'000	31 December 2011 RM'000	01 January 2011 RM'000
Assets				
Cash and short-term funds	6	433,940	61,927	216,277
Deposits and placements with licensed banks and other financial institutions		-	-	100,000
Securities held-for-trading	7	618,616	27,273	324,104
Securities available-for-sale	8	3,391,149	4,269,565	2,275,487
Securities held-to-maturity	9	393,680	389,068	102,955
Loans and advances	10	269,729	284,949	197,247
Derivative assets	11	1,865	131	1,385
Other assets	12	247,842	163,616	156,481
Statutory deposits with Bank Negara Malaysia		146,558	171,496	19,083
Investment in subsidiaries		*	*	*
Property, plant and equipment		1,657	1,941	2,877
Intangible assets		2,300	2,300	-
Deferred tax assets		6,085	15,957	37,740
Total assets		5,513,421	5,388,223	3,433,636
Liabilities				
Deposits from customers	13	2,424,768	1,955,629	1,446,261
Deposits and placements of banks and other financial institutions	14	2,060,766	2,516,543	1,127,892
Derivative liabilities	11	156	1,450	-
Other liabilities	15	208,078	131,445	149,377
Provision for zakat		130	641	504
Total liabilities		4,693,898	4,605,708	2,724,034
Equity				
Share capital		156,500	156,500	156,500
Reserves:				
Share premium		362,611	362,611	362,611
Statutory reserve		126,520	126,520	115,520
Profit equalisation reserve		7,516	-	-
Securities available-for-sale reserve		30,267	39,344	10,265
Retained earnings		136,109	97,540	64,706
Total equity		819,523	782,515	709,602
Total liabilities and equity		5,513,421	5,388,223	3,433,636
Commitments and contingencies	25	559,057	365,667	304,367
Net assets per share (RM)		5.24	5.00	4.53

* Denotes RM4

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed consolidated income statement
 For the three months ended 31 March 2012

Group	Note	Cumulative quarter Three months ended 31 March	
		2012 RM'000	2011 RM'000
Operating revenue		96,813	43,757
Interest income	16	41,521	28,125
Interest expense	17	(27,783)	(15,577)
Net interest income		13,738	12,548
Net income from Islamic Banking operation	30	5,658	3,237
Non-interest income	18	42,188	9,685
Operating expenses	19	61,584	25,470
Operating profit		(12,516)	(9,876)
Impairment loss on loans and advances	20	49,068	15,594
Impairment loss on other assets	21	956	1,869
Impairment loss on securities	21	25	(142)
Profit before taxation and zakat	22	1,555	(1,230)
Taxation	23	51,604	16,091
Zakat		(12,904)	(4,020)
Profit for the period attributable to the shareholder of the Bank		(130)	(71)
		38,570	12,000
Earnings per ordinary share (sen)			
- Basic and diluted	24	24.88	7.74

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed consolidated statement of comprehensive income
 For the three months ended 31 March 2012

Group	Individual/Cumulative quarter	
	Three months ended 31 March	
	2012 RM'000	2011 RM'000
Profit for the period attributable to the shareholder of the Bank	38,570	12,000
Other comprehensive income, net of tax		
Items that will not be reclassified subsequently to profit or loss:		
Defined benefit plan actuarial gains	-	-
Items that may be reclassified subsequently to profit or loss:		
Net realised gain transferred to profit or loss on disposal of securities available-for-sale	(6,515)	(826)
Net unrealised (loss)/gain on revaluation of securities available-for-sale	(2,562)	970
Total other comprehensive income for the period, net of tax	(9,077)	144
Comprehensive income for the period	29,493	12,144

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed income statement
 For the three months ended 31 March 2012

Bank	Note	Individual/Cumulative quarter Three months ended 31 March	
		2012 RM'000	2011 RM'000
Operating revenue		96,806	43,747
Interest income	16	41,521	28,125
Interest expense	17	(27,783)	(15,577)
Net interest income		13,738	12,548
Net income from Islamic Banking operation	30	5,658	3,237
Non-interest income	18	42,181	9,675
		61,577	25,460
Operating expenses	19	(12,514)	(9,876)
Operating profit		49,063	15,584
Impairment loss on loans and advances	20	956	1,869
Impairment loss on other assets	21	25	(142)
Impairment loss on securities	22	1,555	(1,230)
Profit before taxation and zakat		51,599	16,081
Taxation	23	(12,900)	(4,020)
Zakat		(130)	(71)
Profit for the period attributable to the shareholder of the Bank		38,569	11,990
Earnings per ordinary share (sen)			
- Basic and diluted	24	24.88	7.74

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed statement of comprehensive income
 For the three months ended 31 March 2012

Bank	Note	Individual/Cumulative quarter Three months ended 31 March	
		2012 RM'000	2011 RM'000
Profit for the period attributable to the shareholder of the Bank		38,569	11,990
Other comprehensive income, net of tax			
Items that will not be reclassified subsequently to profit or loss:			
Defined benefit plan actuarial gains		-	-
Items that may be reclassified subsequently to profit or loss:			
Net realised gain transferred to profit or loss on disposal of securities available-for-sale		(6,515)	(826)
Net unrealised (loss)/gain on revaluation of securities available-for-sale		(2,562)	970
Total other comprehensive income for the period, net of tax		(9,077)	144
Comprehensive income for the period		29,492	12,134

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed consolidated statement of changes in equity
For the three months ended 31 March 2012

Group	Non-distributable					Distributable		Total RM'000
	Share capital RM'000	Share premium RM'000	Statutory reserve [*] RM'000	Profit equalisation reserve RM'000	Securities available- for-sale reserve [#] RM'000	Retained earnings RM'000		
At 1 January 2012	156,500	362,611	126,520	-	39,344	97,566	782,541	
Defined benefit plan actuarial gain	-	-	-	-	-	-	-	
Net realised gain transferred to profit or loss on disposal of securities available- for-sale	-	-	-	-	(6,515)	-	(6,515)	
Net unrealised (loss)/ gain on revaluation of securities available- for-sale	-	-	-	-	(2,562)	-	(2,562)	
Total other comprehensive income for the period	-	-	-	-	(9,077)	-	(9,077)	
Profit for the period	-	-	-	-	-	38,570	38,570	
Comprehensive income for the period	-	-	-	-	(9,077)	38,570	29,493	
<i>Contributions by and distributions to owners of the Company</i>								
Transfer to statutory reserve	-	-	-	-	-	-	56,424	
Transfer to Non- Distributable reserve profit reserve	-	-	-	7,516	-	-	58,986	
Dividends	-	-	-	-	-	-	-	
Total transactions with owners of the Company	-	-	-	7,516	-	-	115,410	
At 31 March 2012	156,500	362,611	126,520	7,516	30,267	136,138	819,552	

* The statutory reserve is maintained in compliance with Section 36 of the Banking and Financial Institution Act, 1989 and is not distributable as cash dividends.

The securities available-for-sale reserve arises from the change in the fair value of the securities available-for-sale and it is not distributable as cash dividends.

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed consolidated statement of changes in equity
For the three months ended 31 March 2012

Group	Non-distributable				Distributable		
	Share capital RM'000	Share premium RM'000	Statutory reserve* RM'000	Profit equalisation reserve RM'000	Securities available-for-sale reserve# RM'000	Retained earnings RM'000	Total RM'000
At 1 January 2011	156,500	362,611	115,520	-	10,265	64,722	709,618
Defined benefit plan actuarial gain	-	-	-	-	-	-	-
Net realised gain transferred to profit or loss on disposal of securities available-for-sale	-	-	-	-	(826)	-	(826)
Net unrealised (loss)/ gain on revaluation of securities available-for-sale	-	-	-	-	970	-	970
Total other comprehensive income for the period	-	-	-	-	144	-	144
Profit for the period	-	-	-	-	-	12,000	12,000
Comprehensive income for the period	-	-	-	-	144	12,000	12,144
<i>Contributions by and distributions to owners of the Company</i>							
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer to Non-Distributable reserve	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-
At 31 March 2011	156,500	362,611	115,520	-	10,409	76,722	721,762

* The statutory reserve is maintained in compliance with Section 36 of the Banking and Financial Institution Act, 1989 and is not distributable as cash dividends.

The securities available-for-sale reserve arises from the change in the fair value of the securities available-for-sale and it is not distributable as cash dividends.

The Condensed 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 2011.

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Condensed statement of changes in equity
For the three months ended 31 March 2012

Bank	----- Non-distributable -----				Distributable		Total RM'000
	Share capital RM'000	Share premium RM'000	Statutory reserve* RM'000	Profit equalisation reserve RM'000	Securities available- for-sale reserve# RM'000	Retained earnings RM'000	
At 1 January 2012	156,500	362,611	126,520	-	39,344	97,540	782,515
Defined benefit plan actuarial gain	-	-	-	-	-	-	-
Net realised gain transferred to profit or loss on disposal of securities available sale	-	-	-	-	(6,515)	-	(6,515)
Net unrealised (loss)/ gain on revaluation of securities available- for-sale	-	-	-	-	(2,562)	-	(2,562)
Total other comprehensive income for the period	-	-	-	-	(9,077)	-	(9,077)
Profit for the period	-	-	-	-	-	38,569	38,569
Comprehensive period income for the	-	-	-	-	(9,077)	38,569	29,492
<i>Contributions by and distributions to owners of the Company</i>							
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer to Non- Distributable reserve profit reserve	-	-	-	7,516	-	-	7,516
Dividends	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	7,516	-	-	7,516
At 31 March 2012	156,500	362,611	126,520	7,516	30,267	136,109	819,523

* The statutory reserve is maintained in compliance with Section 36 of the Banking and Financial Institution Act, 1989 and is not distributable as cash dividends.

The securities available-for-sale reserve arises from the change in the fair value of the securities available-for-sale and it is not distributable as cash dividends.

The Condensed 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 2011.

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Condensed statement of changes in equity
For the three months ended 31 March 2012

Bank	Non-distributable				Distributable		Total RM'000
	Share capital RM'000	Share premium RM'000	Statutory reserve [*] RM'000	Profit equalisation reserve RM'000	Securities available- for-sale reserve [#] RM'000	Retained earnings RM'000	
At 1 January 2011	156,500	362,611	115,520	-	10,265	64,706	709,602
Defined benefit plan actuarial gain	-	-	-	-	-	-	-
Net realised gain transferred to profit or loss on disposal of securities available sale	-	-	-	-	(826)	-	(826)
Net unrealised (loss)/ gain on revaluation of securities available- for-sale	-	-	-	-	970	-	970
Total other comprehensive income for the period	-	-	-	-	144	-	144
Profit for the period	-	-	-	-	-	11,990	11,990
Comprehensive income for the period	-	-	-	-	144	11,990	12,134
<i>Contributions by and distributions to owners of the Company</i>							
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer to Non- Distributable reserve profit reserve	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-
At 31 March 2011	156,500	362,611	115,520	-	10,409	76,696	721,736

* The statutory reserve is maintained in compliance with Section 36 of the Banking and Financial Institution Act, 1989 and is not distributable as cash dividends.

The securities available-for-sale reserve arises from the change in the fair value of the securities available-for-sale and it is not distributable as cash dividends.

The Condensed 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 2011.

Unaudited Interim Financial Report

Condensed statements of cash flows
For the three months ended 31 March 2012

	Group 31 March		Bank 31 March	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Profit before taxation and zakat	51,604	16,091	51,599	16,081
Adjustments for non-cash items	(38,728)	(7,377)	(38,728)	(7,377)
Operating profit before changes in working capital	12,876	8,714	12,871	8,704
Changes in working capital:				
Net changes in operating assets	265,039	(21,187)	266,141	(21,435)
Net changes in operating liabilities	95,052	338,053	95,053	338,053
Net cash (used in)/generated from operating activities	372,967	325,580	374,065	325,322
Net cash used in investing activities	138	(7)	122	(7)
Net cash generated from financing activities	-	-	-	-
Net change in cash and cash equivalents	373,105	325,573	374,187	325,315
Cash and cash equivalents at beginning of the period	57,683	316,394	56,477	316,277
Cash and cash equivalents at end of the period	430,788	641,967	430,664	641,592

Cash and cash equivalents comprise:

	Group 31 March		Bank 31 March	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Cash and short-term funds	434,064	597,417	433,940	597,042
Deposits and placements with licensed banks and other financial institutions	-	50,000	-	50,000
Less: Monies held in trust	(3,276)	(5,450)	(3,276)	(5,450)
	430,788	641,967	430,664	641,592

The Condensed 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 2011.

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Explanatory Notes Pursuant to Bank Negara Malaysia Guidelines on Financial Reporting for Licensed Institutions ("BNM/GP8")-Guidelines on Financial Reporting for Banking Institutions

1. Basis of preparation

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") as modified by Bank Negara Malaysia ("BNM") Guidelines and the Companies Act, 1965 in Malaysia. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited annual financial statements of the Group and the Bank for the financial year ended 31 December 2011.

The explanatory notes attached to the unaudited condensed 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 financial year ended 31 December 2011.

These are the Group's and the Bank's condensed interim financial statements for part of the period covered by the Group and the Bank's first Malaysian Financial Reporting Standards ("MFRS") framework annual financial statements and MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards has been applied. An explanation of how the transition to MFRSs has affected the reported financial position, financial performance and cash flows of the Group and the Bank is provided in Note 31.

The Group and the Bank have early adopted the amendments to MFRS 101, Presentation of Financial Statements which is originally effective for annual periods beginning on or after 1 July 2012. The early adoption of the admendments to MFRS 101 has no impact on the financial statements other than the presentation format of the seperate statement of profit or loss and statement of comprehensive income.

2. Significant accounting policies

Except as described below, the accounting policies applied by the Group and the Bank in these condensed interim financial statements are the same as those applied by the Group and the Bank in their financial statements for the year ended 31 December 2011.

Upon transition to MFRSs, the Group and the Bank elected to apply the optional exemption to re-designate certain recognised financial assets to "available for sale" as allowed under MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards at date of transition. The impact is disclosed in Explanation of transition to MFRSs Note.

New/revised Bank Negara Malaysia ("BNM") Guideline effective from financial period commencing 1 January 2012

The Group has adopted the BNM's Revised Guidelines on Profit Equalisation Reserve ("PER Guidelines") issued in May 2011. The adoption is effected prospectively from 1 January 2012.

Accounting policy for Profit equalisation reserve ("PER")

PER is the amount appropriated out of the total gross income in order to maintain a certain level of return to depositors in conformity with Bank Negara Malaysia's "The Framework of the Rate of Return" (BNM/GP2-i). PER is appropriated from and written back to the total gross income in deriving the net distributable gross income. This amount appropriated is shared by the depositors and the Group. The PER is deducted at a rate which does not exceed the maximum amount of the total of 15% of monthly gross income, monthly net trading income, other income and irregular income. PER is maintained up to the maximum of 30% of the total capital fund.

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2. Significant accounting policies (cont'd)

Accounting policy for Profit equalisation reserve ("PER") (cont'd)

With the issuance of BNM's Revised Guidelines for PER in May 2011, the PER is accounted for as follows:

- (a) The creation of PER establishes an obligation to manage distribution to the Investment Account Holders ("IAH") from Shariah perspective. The PER of the IAH is classified as liability and recognised at cost. The subsequent apportionments of profit to the IAH are recognised in the income statements. The eventual distribution of PER as profit distributable to IAH will be treated as an outflow of funds due to the settlement of obligation to the IAH; and
- (b) The PER of the Islamic Banking Institution ("IBI") is allocated from retained profits and classified as separate reserve in equity and is non-distributable. Subsequent apportionment from and distributions to retained profits are treated as transfer between reserve.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2011 was not qualified.

4. Performance review

The Group and the Bank recorded a higher pre-tax profit of RM51.6 million for the 1st quarter ended 31st March 2012 which is an increase by 221% when compared to pre-tax profit of RM16.1 million recorded in the corresponding quarter ended 31st March 2011. The higher earnings are mainly due to an increase in gains on disposal of securities available-for-sale and net interest income.

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5. Prospects for 2012

Real GDP for the country grew by 5.1% in 2011, and the pace of growth is expected to be maintained at 4.0% to 5.0% in 2012. The challenge is to manage the downside risks.

The opening quarter of 2012 has been hit by rising commodity prices, led by the price of crude oil. There are also lingering concerns about the situation in Europe as well as worries that China's economy may decelerate too fast for comfort.

There is also a large overhang of foreign liquidity in the system, and this has had a major influence on the trend of local financial asset prices, especially bonds and equity. In this regard, the first two months of 2012 had seen a sizeable build-up of foreign holdings in Malaysian government bonds, with the outstanding holdings reportedly to be 20.0% of GDP. The bulk of the foreign investment was in Malaysian Government Securities (MGS) and Bills (58.2%), followed by Bank Negara bills (33.0%) and PDS (8.7%).

Amid an uncertain macroeconomic scenario, the Bank is cautiously optimistic that its business performance will be better in 2012.

The internal reorganization initiative undertaken last year should start yielding positive results this year. The focus of business units have been sharpened while internal processes have been rationalized to support the increasingly demanding business requirements.

Fund-based activities have been supported by the low and stable interest rate environment. With the abovementioned demand by the foreign investors and fund managers, yields of government bonds have naturally trended down, and this has presented an opportunity for the Bank to liquidate some of its holdings of government bonds.

Nevertheless, the strategy of building-up assets has not changed, and the Bank shall continue to acquire and/or replace assets on a selected basis, whenever opportune. At the same time, the Bank is wary of how long the low interest rate environment can prevail, and has therefore added to its interest rate swaps exposures, to lock in net interest spreads.

In the equity broking business, progress as a result of efforts to invest in talents is evidenced by in the growth of business transacted. The equity market has been buoyant in the first quarter, and the Kuala Lumpur Composite Index closed the quarter near its all-time high. The Bank expects the equity broking business to continue to be a significant contributor to its fee-based income this year.

In the advisory activities for corporate actions, such as mergers and takeovers and initial public offerings, the Bank will continue with its efforts to secure the mandates in the identified focus areas, as it builds up its resources and capacity in these areas.

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6. Cash and short-term funds

	Group		Bank	
	31 March 2012 RM'000	31 December 2011 RM'000	31 March 2012 RM'000	31 December 2011 RM'000
Cash and balances with banks and other financial institutions	12,688	12,803	12,564	11,597
Money at call and deposit placements maturing within one month	421,376	50,330	421,376	50,330
	<u>434,064</u>	<u>63,133</u>	<u>433,940</u>	<u>61,927</u>

Included in cash and short-term funds of the Group and of the Bank are dealer's representatives' and clients' monies held in trust of approximately RM328,096 (2011: RM346,000) and RM2,948,500 (2011: RM6,084,000) respectively.

7. Securities held-for-trading

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At fair value		
Money market instruments:		
Bank Negara Monetary Notes	564,687	-
Other Acceptances Discounted	32,041	17,294
	<u>596,728</u>	<u>17,294</u>
Unquoted securities in Malaysia:		
Private Debt Securities	21,888	9,979
	<u>618,616</u>	<u>27,273</u>

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8. Securities available-for-sale

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At fair value		
Money market instruments:		
Malaysian Government Securities	180,157	683,194
Government Investment Issues	1,067,769	1,762,071
Other Acceptances Discounted	89,034	74,906
Negotiable Instruments of Deposit	458,506	149,464
	<u>1,795,466</u>	<u>2,669,635</u>
Quoted securities in Malaysia:		
Shares and Warrants	14,062	13,062
Unquoted securities in Malaysia:		
Private Debt Securities	1,570,827	1,576,091
Loan Stocks	10,037	10,020
	<u>1,580,864</u>	<u>1,586,111</u>
At cost		
Unquoted securities in Malaysia:		
Shares	757	757
	<u>3,391,149</u>	<u>4,269,565</u>

9. Securities held-to-maturity

	Note	Group and Bank	
		31 March 2012 RM'000	31 December 2011 RM'000
At amortised cost			
Unquoted securities in Malaysia:			
Private Debt Securities		415,848	411,236
		<u>415,848</u>	<u>411,236</u>
Less: Individual impairment allowance	(a)	(22,168)	(22,168)
		<u>393,680</u>	<u>389,068</u>

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9. Securities held-to-maturity (cont'd)

(a) Movements in individual impairment allowance - Unquoted securities in Malaysia

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At 1 January	(22,168)	(25,975)
Amount written back	-	3,807
At 31 March/31 December	<u>(22,168)</u>	<u>(22,168)</u>

10. Loans and advances

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Term loans		
Syndicated term loans	89,248	89,291
Other term loans	73,119	76,743
Staff loans	954	977
Revolving credits	126,946	134,455
Margin accounts	60,956	65,513
Gross loans and advances	<u>351,223</u>	<u>366,979</u>
Less: Impairment allowances		
- Collective impairment allowance	(5,505)	(5,816)
- Individual impairment allowance	(75,989)	(76,214)
Total net loans and advances	<u>269,729</u>	<u>284,949</u>

The Group and the Bank operate principally in Malaysia and hence, disclosure of information by geographical area is not presented.

(a) Gross loans and advances

(i) By type of customer

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Domestic business enterprises	300,646	314,963
Individuals	50,577	52,016
Gross loans and advances	<u>351,223</u>	<u>366,979</u>

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10. Loans and advances (cont'd)

(a) Gross loans and advances (cont'd)

(ii) By interest rate sensitivity

	Group and Bank	
	31 March	31 December
	2012	2011
	RM'000	RM'000
Fixed rate		
Staff loans	954	977
Other fixed rate loan	60,956	65,513
Variable rate		
Cost-plus	289,313	300,489
Gross loans and advances	<u>351,223</u>	<u>366,979</u>

(iii) By economic sector

	Group and Bank	
	31 March	31 December
	2012	2011
	RM'000	RM'000
Mining and quarrying	18,143	19,647
Manufacturing	118,519	119,524
Construction	3,960	11,602
Wholesale & retail trade and restaurants & hotels	17,122	17,533
Transport, storage and communications	7,016	7,016
Finance, insurance and business services	135,886	139,642
Others	50,577	52,015
Gross loans and advances	<u>351,223</u>	<u>366,979</u>

(b) Impaired loans ("ILs") and advances

(i) ILs by economic sector:

	Group and Bank	
	31 March	31 December
	2012	2011
	RM'000	RM'000
Manufacturing	92,947	92,947
Construction	3,960	11,602
Wholesale & retail trade and restaurants & hotels	17,017	17,271
Finance, insurance and business services	3,072	3,087
Others	583	571
	<u>117,579</u>	<u>125,478</u>

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10. Loans and advances (cont'd)

(b) Impaired loans ("ILs") and advances (cont'd)

(ii) Movements in ILs are as follows:

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At 1 January	125,478	131,878
Classified as impaired during the period/year	11	22,546
Amount recovered	(7,910)	(28,946)
At 31 March/31 December	117,579	125,478
Less: Individual impairment allowance	(75,989)	(76,214)
Net ILs	41,590	49,264
Ratio of net ILs to gross loans and advances less individual impairment allowance	15.11%	16.94%

(iii) Movements in impairment allowances

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Collective impairment allowance		
At 1 January	5,816	4,026
Impairment (write back)/made during the period/year	(311)	1,790
At 31 March/31 December	5,505	5,816
As % of gross loans and advances less individual impairment allowance	2.00%	2.00%

Included in collective impairment allowance of the Group and the Bank is RM832,000 (2011: RM985,000) relating to impaired loans and advances in which individual impairment provision are not required due to sufficient security cover.

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Individual impairment allowance		
At 1 January	76,214	52,774
Impairment (write back)/made during the period/year	(97)	24,518
Discount unwind	(128)	(1,078)
At 31 March/31 December	75,989	76,214

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10. Loans and advances (cont'd)

(c) Maturity profile of loans and advances as at reporting date based on the remaining contractual maturity

Group and Bank	On demand RM'000	Under 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	1 to 5 years RM'000	> 5 years RM'000	Total RM'000
31 March 2012							
Loans and advances	40,758	176,772	103	1,519	49,716	861	269,729
31 December 2011							
Loans and advances	30,391	181,249	-	2,369	52,170	18,770	284,949

11. Derivative assets/liabilities

Group and Bank	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Derivative assets	1,865	131
Derivative liabilities	(156)	(1,450)
	<u>1,709</u>	<u>(1,319)</u>

Group and Bank	Contract or underlying principal amount RM'000	Fair value	
		Positive fair value RM'000	Negative fair value RM'000
31 March 2012			
Interest rate related derivatives:			
- Interest rate swaps	400,000	1,865	(156)
31 December 2011			
Interest rate related derivatives:			
- Interest rate swaps	200,000	131	(1,450)

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12. Other assets

	Note	Group		Bank	
		31 March 2012 RM'000	31 December 2011 RM'000	31 March 2012 RM'000	31 December 2011 RM'000
Other debtors, deposits and prepayments		33,014	32,986	33,014	32,986
Tax recoverable		151	137	151	135
Interest/profit receivables		72,929	66,156	72,929	66,156
Amount due from brokers and clients	(a)	170,937	92,486	170,937	92,486
Amount due from related companies	(b)	26	7	26	7
Amount due from subsidiaries	(c)	-	-	95	1,179
		<u>277,057</u>	<u>191,772</u>	<u>277,152</u>	<u>192,949</u>
Less: Individual impairment allowance	(d)	(29,310)	(29,333)	(29,310)	(29,333)
		<u>247,747</u>	<u>162,439</u>	<u>247,842</u>	<u>163,616</u>

(a) Amount due from brokers and clients

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Brokers	54,192	60,275
Clients	119,307	34,775
	<u>173,499</u>	<u>95,050</u>
Less: Individual impairment allowance	(2,562)	(2,564)
	<u>170,937</u>	<u>92,486</u>

Clients' and brokers' debit balances arose from trading of securities through the Bank which are not yet due for settlement as at reporting date, under the Rules of Bursa Malaysia Securities Berhad.

Included in amount due from clients are impaired accounts amounting to RM2,589,000 (2011: RM2,591,000).

Movements in individual impairment allowance on amount due from clients:

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At 1 January	(2,564)	(2,466)
Impairment made during the period/year	(1)	(894)
Amount written back	3	796
At 31 March/31 December	<u>(2,562)</u>	<u>(2,564)</u>

The allowance made is in compliance with Rule 1104.1 of Bursa Malaysia Securities Berhad.

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12. Other assets (cont'd)

- (b) The amount due from related companies is non-trade in nature, unsecured, interest-free and is repayable on demand.
- (c) The amount due from subsidiaries arose mainly from expenses paid on behalf of the subsidiaries. This amount is non-trade in nature, unsecured, interest-free and is repayable on demand.
- (d) Movements in individual impairment allowance:

Group and Bank	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At 1 January	(29,333)	(27,353)
Impairment made during the period/year	(21)	(2,585)
Amount written back	44	576
Amount written off	-	29
At 31 March/31 December	<u>(29,310)</u>	<u>(29,333)</u>

13. Deposits from customers

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
(a) By type of deposit		
Call deposits	126,215	97,672
Fixed deposits	2,298,553	1,857,957
	<u>2,424,768</u>	<u>1,955,629</u>
(b) By type of customer		
Business enterprises	2,421,193	1,952,044
Government and statutory bodies	2,000	2,000
Individual	1,575	1,585
	<u>2,424,768</u>	<u>1,955,629</u>

(c) Maturity profile of deposits from customers as at reporting date based on the remaining contractual maturity

Group and Bank	On demand RM'000	Under 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	1 to 5 years RM'000	> 5 years RM'000	Total RM'000
31 March 2012							
Deposits from customers	<u>126,215</u>	<u>1,925,939</u>	<u>320,372</u>	<u>52,242</u>	<u>-</u>	<u>-</u>	<u>2,424,768</u>
31 December 2011							
Deposits from customers	<u>97,672</u>	<u>1,479,918</u>	<u>373,590</u>	<u>4,449</u>	<u>-</u>	<u>-</u>	<u>1,955,629</u>

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14. Deposits and placements of banks and other financial institutions

	Group and Bank	
	31 March 2012	31 December 2011
	RM'000	RM'000
(a) Call deposits		
- Other financial institutions	161,870	152,452
(b) Fixed deposits		
- Licensed Islamic banks	80,000	127,800
- Licensed commercial banks	80,200	710,000
- Licensed investment banks	25,000	69,700
- Other financial institutions	1,713,696	1,386,591
	<u>1,898,896</u>	<u>2,294,091</u>
(c) Negotiable instruments deposits issued		
- Licensed banks	-	70,000
	<u>2,060,766</u>	<u>2,516,543</u>

(d) Maturity profile of deposits and placements of banks and other financial institutions as at reporting date based on remaining contractual maturity

Group and Bank	On demand RM'000	Under 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	1 to 5 years RM'000	> 5 years RM'000	Total RM'000
31 March 2012							
Deposits and placements of banks and other financial institutions	161,870	1,278,404	448,464	172,028	-	-	<u>2,060,766</u>
31 December 2011							
Deposits and placements of banks and other financial institutions	152,452	1,756,611	553,230	54,250	-	-	<u>2,516,543</u>

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15. Other liabilities

Note	Group		Bank	
	31 March 2012 RM'000	31 December 2011 RM'000	31 March 2012 RM'000	31 December 2011 RM'000
Interest/profit payables	9,585	4,523	9,585	4,523
Accrued liabilities and other payables	14,052	14,885	14,052	14,883
Amount due to brokers and clients (a)	174,536	94,880	174,536	94,880
Profit equalisation reserve	7,791	14,783	7,791	14,783
Employee benefits	1,052	1,016	1,052	1,016
Amount due to immediate holding company (b)	1,062	1,361	1,062	1,360
	<u>208,078</u>	<u>131,448</u>	<u>208,078</u>	<u>131,445</u>

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
(a) Amount due to brokers and clients		
Brokers	66,782	12,556
Clients	105,591	79,077
Margin clients	204	298
Trust monies	1,137	2,197
Collateralised clients' deposits	822	752
	<u>174,536</u>	<u>94,880</u>

Clients' and brokers' credit balances arose from trading of securities through the Bank which are not yet due for settlement as at financial year end, under the Rules of Bursa Malaysia Securities Berhad.

- (b) The amount due to immediate holding company is non-trade in nature, unsecured, interest-free and are repayable on demand.

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16. Interest income

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Loans and advances		
- Interest income on non-impaired loans	3,676	2,577
- Interest income on impaired loans ("ILs")	128	285
Money at call and deposit placements with financial institutions	2,591	3,518
Securities held-for-trading	-	192
Securities available-for-sale		
- Interest income on non-impaired securities	24,582	8,186
- Interest income on impaired securities	475	242
Securities held-to-maturity	7,277	5,582
	<u>38,729</u>	<u>20,582</u>
Accretion of discount less amortisation of premium	2,792	7,543
	<u>41,521</u>	<u>28,125</u>

17. Interest expense

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Deposits and placements of banks and other financial institutions	14,821	6,399
Deposits from customers	12,856	9,178
Derivative instruments	106	-
	<u>27,783</u>	<u>15,577</u>

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18. Non-interest income

	Group 31 March		Bank 31 March	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Fee income:				
Fees on loans and advances	203	423	203	423
Corporate advisory fees	575	450	575	450
Underwriting fees	485	376	485	376
Management fees	-	-	-	-
Brokerage commission	5,479	7,430	5,479	7,430
Other fee income	190	198	184	188
	<u>6,932</u>	<u>8,877</u>	<u>6,926</u>	<u>8,867</u>
Investment income/(loss):				
Net gain on sale of securities held-for-trading	2	70	2	70
Net (loss)/gain on sale of securities available-for-sale	32,080	785	32,080	785
Net unrealised gain on revaluation of securities held-for-trading	(92)	8	(92)	8
Net unrealised loss on revaluation of derivative instruments	3,028	(315)	3,028	(315)
	<u>35,018</u>	<u>548</u>	<u>35,018</u>	<u>548</u>
Gross dividends from:				
Securities available-for-sale	160	155	160	155
Other income:				
Gain on disposal of property, plant and equipment	-	-	-	-
Others	78	105	77	105
	<u>78</u>	<u>105</u>	<u>77</u>	<u>105</u>
	<u>42,188</u>	<u>9,685</u>	<u>42,181</u>	<u>9,675</u>

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19. Operating expenses

	Group 31 March		Bank 31 March	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
(i) Personnel expenses:				
Salaries and wages	3,942	3,282	3,942	3,282
Allowance and bonuses	2,342	1,455	2,342	1,455
Staff training	411	3	411	3
Others	1,183	747	1,183	747
	<u>7,878</u>	<u>5,487</u>	<u>7,878</u>	<u>5,487</u>
(ii) Establishment related expenses:				
Depreciation	306	417	306	417
Rental	633	596	633	596
Hire of equipment	17	20	17	20
Others	649	297	649	297
	<u>1,605</u>	<u>1,330</u>	<u>1,605</u>	<u>1,330</u>
(iii) Promotion and marketing related expenses:				
Advertisement & publicity	34	28	34	28
Others	371	281	371	281
	<u>405</u>	<u>309</u>	<u>405</u>	<u>309</u>
(iv) General administrative expenses:				
Communication expenses	57	68	57	68
Audit fees	54	46	54	46
Directors meeting allowances	223	21	223	21
Management fees	1,453	1,568	1,451	1,568
Corporate Dealers and Remisiers' Commissions	58	241	58	241
Securities Commission's levy	320	-	320	-
Others	463	806	463	806
	<u>2,628</u>	<u>2,750</u>	<u>2,626</u>	<u>2,750</u>
	<u>12,516</u>	<u>9,876</u>	<u>12,514</u>	<u>9,876</u>

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20. Impairment loss on loans and advances

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Collective impairment allowance		
- Made in the period	-	(253)
- Written back	311	50
Individual impairment allowance		
- Made in the period	(55)	(1,353)
- Written back	152	717
Bad debts recovered on loans and advances	548	2,708
	<u>956</u>	<u>1,869</u>

21. Impairment loss on other assets

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Impairment loss on other debtors	23	(75)
Impairment loss (made)/written back on amount due from brokers and clients	2	(37)
Bad debts written off	-	(30)
	<u>25</u>	<u>(142)</u>

22. Impairment loss on securities

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Securities available-for-sale		
Charged for the period	(361)	(1,230)
Written back	1,916	-
	<u>1,555</u>	<u>(1,230)</u>

* Includes impairment allowance relating to impaired securities available-for-sale of which further reduction in value has been charged directly to profit or loss.

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23. Taxation

The taxation of the Group and the Bank for the nine months period ended 31 March 2012 was mainly due to utilisation of deferred tax assets.

24. Basic earnings per ordinary

Group	Individual/Cumulative quarter Three months ended 31 March	
	2012 RM'000	2011 RM'000
Profit for the period	38,570	12,000
Weighted average number of ordinary shares	155,000	155,000
Basic earnings per ordinary share (sen)	24.88	7.74

25. Commitments and contingencies

	----- 31 March 2012 -----			<----- 31 December 2011 ----->		
	Principal amount RM'000	Credit equivalent amount* RM'000	Risk- weighted amount RM'000	Principal amount RM'000	Credit equivalent amount* RM'000	Risk- weighted amount RM'000
Group and Bank						
Obligations under an on-going underwriting agreement	129,827	64,913	14,427	138,626	69,313	19,207
Interest rate related contracts over one year to five years	400,000	18,534	3,707	200,000	8,131	1,626
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:						
- not exceeding one year	29,221	5,844	5,844	27,032	5,406	5,406
- exceeding one year	9	4	2	9	4	2
Total	559,057	89,295	23,980	365,667	82,854	26,241

* The credit equivalent amount is arrived at using the credit conversion factors as per Bank Negara Malaysia Guidelines.

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26. Credit exposures arising from credit transactions with connected parties

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
(i) Outstanding credit exposures with connected parties	355,000	355,000
(ii) Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures	13.02%	12.94%
(iii) Percentage of outstanding credit exposures to connected parties which is impaired or in default	Nil	Nil

27. Related party disclosures

(a) Significant related party transactions and balances

The following significant transactions between the Group and related parties took place at terms agreed between parties during the period/year.

	Group and Bank 31 March	
	2012 RM'000	2011 RM'000
Ultimate holding company		
Income:		
Brokerage fees earned	79	405
Expenditure:		
Interest expense on deposits	175	-
Immediate holding company		
Expenditure:		
Interest expense on deposits	87	41
Rental of premises	585	579
Management fees paid	1,451	1,568
Other related companies		
Income:		
Interest income on securities	3,024	1,704
Interest income on loans and advances	433	-
Fee income	25	75
Expenditure:		
Interest expense on deposits	29	23
Car park charges	4	5

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27. Related party disclosures (cont'd)

(a) Significant related party transactions and balances (cont'd)

In addition to the related party information disclosed elsewhere in the financial statements, the significant outstanding balances of the Group and of the Bank with their related parties are as follows:

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Immediate holding company		
Amount due to:		
Deposits from placements of banks and other financial institutions	23,800	21,200
Other payables	17	11
	23,817	21,211
Other related companies		
Amount due to:		
Deposits from placements of banks and other financial institutions	11,531	10,843
Other payables financial institutions	3	3
Amount due from:		
Fee receivable	42	67
Sundry deposits	362	362
Loans and advances	120,000	120,000
Securities	220,532	209,525
	220,937	209,757

Other related companies include companies within the PNB Group and companies related to the Directors of the Bank.

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28. Capital adequacy

(i) The capital adequacy ratio of the Group and of the Bank are as follows:

	Group		Bank	
	31 March 2012 RM'000	31 December 2011 RM'000	31 March 2012 RM'000	31 December 2011 RM'000
Tier-I capital				
Paid-up share capital	155,000	155,000	155,000	155,000
Paid-up non-cumulative perpetual preference share	1,500	1,500	1,500	1,500
Share premium	362,611	362,611	362,611	362,611
Statutory reserve	126,520	126,520	126,520	126,520
Retained earnings	97,566	97,566	97,540	97,540
	<u>743,197</u>	<u>743,197</u>	<u>743,171</u>	<u>743,171</u>
Less: Deferred tax assets	(6,085)	(27,541)	(6,085)	(27,541)
Total Tier-I capital	<u>737,112</u>	<u>715,656</u>	<u>737,086</u>	<u>715,630</u>
Tier-II capital				
Eligible collective impairment allowance	4,673	4,830	4,673	4,830
Total Tier-II capital	<u>4,673</u>	<u>4,830</u>	<u>4,673</u>	<u>4,830</u>
Total capital	741,785	720,486	741,759	720,460
Less:				
Investment in subsidiaries	-	-	*	*
Investment in capital instrument of other banking institutions	(5,000)	(5,000)	(5,000)	(5,000)
Capital base	<u>736,785</u>	<u>715,486</u>	<u>736,759</u>	<u>715,460</u>
Before deducting proposed dividend				
Core capital ratio	43.12%	48.63%	43.12%	48.60%
Risk-weighted capital ratio	43.12%	48.63%	43.12%	48.60%
After deducting proposed dividend				
Core capital ratio	40.58%	45.68%	40.58%	45.64%
Risk-weighted capital ratio	40.58%	45.68%	40.58%	45.64%

* Denotes RM4

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28. Capital adequacy (cont'd)

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

Group	31 March 2012		31 December 2011	
	Notional amount RM'000	Risk-weighted amount RM'000	Notional amount RM'000	Risk-weighted amount RM'000
0%	1,709,474	-	2,885,247	-
20%	2,322,283	464,457	1,589,560	317,912
35%	674	236	689	241
50%	171,251	85,626	205,230	102,615
75%	83	62	83	62
100%	638,568	638,568	559,717	559,717
150%	136,218	204,327	141,832	212,748
Total risk-weighted assets for credit risk	4,978,551	1,393,276	5,382,358	1,193,295
Total risk-weighted assets equivalent for market risk	-	118,663	-	80,852
Total risk-weighted assets equivalent for operational risk	-	196,673	-	197,080
	4,978,551	1,708,612	5,382,358	1,471,227

Bank	31 March 2012		31 December 2011	
	Notional amount RM'000	Risk-weighted amount RM'000	Notional amount RM'000	Risk-weighted amount RM'000
0%	1,709,474	-	2,885,247	-
20%	2,322,159	464,432	1,588,354	317,671
35%	674	236	689	241
50%	171,251	85,626	205,230	102,615
75%	83	62	83	62
100%	638,663	638,663	560,895	560,895
150%	136,218	204,327	141,832	212,748
Total risk-weighted assets for credit risk	4,978,522	1,393,346	5,382,330	1,194,232
Total risk-weighted assets equivalent for market risk	-	118,663	-	80,852
Total risk-weighted assets equivalent for operational risk	-	196,673	-	197,080
	4,978,522	1,708,682	5,382,330	1,472,164

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29. Fair value hierarchy

In the three months period ended 31 March 2012, there were no transfers between fair value hierarchy of financial assets as a result of a change in the purpose or use of those assets except as discussed below.

Following the convergence to Malaysian Financial Reporting Standards on 1 January 2012, the Group and the Bank re-designated certain recognised financial assets to "available for sale" as allowed under MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards at date of transition.

The fair value of the re-designated financial assets was determined based on quotes from independent dealers or using valuation techniques such as the discounted cash flows method with observable inputs. The re-designated financial assets as set out (in Note 31) were classified as Level 2 in fair value hierarchy.

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30. The operations of Islamic Banking Scheme (SPI)

Condensed statement of financial position
As at 31 March 2012

	Note	Group and Bank		
		31 March 2012 RM'000	31 December 2011 RM'000	01 January 2011 RM'000
Assets				
Cash and short-term funds	(a)	70,670	173	169
Securities held-for-trading	(b)	166,776	-	-
Securities available-for-sale	(c)	1,372,788	1,169,548	593,400
Securities held-to-maturity	(d)	10,320	10,354	-
Other assets		30,112	22,187	26,426
Deferred tax assets		-	63	2,185
Total assets		1,650,666	1,202,325	622,180
Liabilities				
Deposits from customers	(e)	932,963	675,418	332,333
Deposits and placements of banks and other financial institutions	(f)	458,213	276,184	141,527
Profit equalisation reserve		7,598	14,783	10,322
Other liabilities		6,074	3,055	945
Deferred tax liabilities		157	-	-
Provision for zakat		137	641	504
Total liabilities		1,405,142	970,081	485,631
Islamic banking capital funds				
Islamic banking funds		150,000	150,000	80,000
Reserves		95,524	82,244	56,549
Total Islamic banking capital funds		245,524	232,244	136,549
Total liabilities and Islamic banking capital funds		1,650,666	1,202,325	622,180

The Condensed 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 2011.

Unaudited Interim Financial Report

30. The operations of Islamic Banking Scheme (SPI) (cont'd)

Condensed income statement
 For the three months ended 31 March 2012

	Note	Individual/Cumulative quarter	
		Three months ended 31 March	
		2012 RM'000	2011 RM'000
Income derived from investment of depositors' funds and others		14,551	7,384
(Allowance for)/write back of profit equalisation reserve		(523)	(375)
Total attributable income		14,028	7,009
Income attributable to depositors		(8,370)	(3,772)
Net income attributable to reporting institutions		5,658	3,237
Staff costs		(377)	(231)
Other operating expenses		(196)	(128)
		5,085	2,878
Impairment loss on securities	(g)	(39)	(62)
Profit before taxation and zakat		5,046	2,816
Zakat		(130)	(71)
Profit for the period attributable to the shareholder of the Bank		4,916	2,745

The Condensed 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 2011.

Unaudited Interim Financial Report

30. The operations of Islamic Banking Scheme (SPI) (cont'd)

(a) Cash and short-term funds

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
Cash and balances with banks and other financial institutions	170	173
Money at call and deposit placements maturing within one month	70,500	-
	<u>70,670</u>	<u>173</u>

(b) Securities held-for-trading

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At fair value		
Money market instruments:		
Bank Negara Monetary Notes	166,776	-
	<u>166,776</u>	<u>-</u>

(c) Securities available-for-sale

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At fair value		
Money market instruments:		
Government Investment Issue	566,973	658,365
Islamic Acceptance Bills	62,541	68,440
Islamic Negotiable Certificate of Deposits	458,506	149,464
	<u>1,088,020</u>	<u>876,269</u>
Unquoted securities in Malaysia:		
Islamic Private Debt Securities	284,768	293,279
	<u>284,768</u>	<u>293,279</u>
	<u>1,372,788</u>	<u>1,169,548</u>

Unaudited Interim Financial Report

30. The operations of Islamic Banking Scheme (SPI) (cont'd)

(d) Securities held-to-maturity

	Note	Group and Bank	
		31 March 2012 RM'000	31 December 2011 RM'000
At amortised cost			
Unquoted securities in Malaysia: Islamic Private Debt Securities		15,318	15,352
Less: Individual impairment allowance	(i)	(4,998)	(4,998)
		<u>10,320</u>	<u>10,354</u>

(i) Movements in individual impairment allowance - Unquoted securities in Malaysia

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
At 1 January/31 December	(4,998)	(4,998)

(e) Deposits from customers

	Group and Bank	
	31 March 2012 RM'000	31 December 2011 RM'000
(i) By type of deposit		
Mudharabah fund		
Fixed/investment deposits	894,045	639,521
Call deposits	38,918	35,897
	<u>932,963</u>	<u>675,418</u>
(ii) By type of customer		
Mudharabah fund		
Business enterprises	<u>932,963</u>	<u>675,418</u>

Unaudited Interim Financial Report

30. The operations of Islamic Banking Scheme (SPI) (cont'd)

(f) Deposits and placements of banks and other financial institutions

	Group and Bank	
	31 March	31 December
	2012	2011
	RM'000	RM'000
(i) By type of deposit		
Mudharabah Fund		
Fixed/investment deposits	449,621	267,492
Call deposits	8,592	8,692
	<u>458,213</u>	<u>276,184</u>
(ii) By type of customer		
Mudharabah fund		
Licensed Islamic banks	80,000	127,800
Other financial institutions	378,213	148,384
	<u>458,213</u>	<u>276,184</u>

(g) Impairment loss on securities

	Group and Bank	
	31 March	
	2012	2011
	RM'000	RM'000
Securities available-for-sale		
Charged for the period	39	62
	<u>39</u>	<u>62</u>