

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Statements of Financial Position as at 30 September 2025**

	Note	GROUP		BANK	
		30 September 2025	31 March 2025	30 September 2025	31 March 2025
		RM'000	RM'000	RM'000	RM'000
ASSETS					
Cash and short-term funds		2,056,125	4,588,931	1,381,174	3,344,893
Deposits and placements with banks and other financial institutions		500,745	611,989	-	257,130
Financial assets at fair value through profit or loss	A11	652,865	305,999	652,865	305,999
Financial investments at fair value through other comprehensive income	A12	12,705,575	11,199,629	10,503,965	9,357,881
Financial investments at amortised cost	A13	5,082,409	4,065,023	4,246,374	3,397,964
Derivative financial assets	B9	296,671	151,261	296,671	151,261
Loans, advances and financing	A14	62,773,568	61,418,548	48,272,551	47,137,566
Other assets	A15	369,862	248,134	430,793	267,498
Tax recoverable		12,596	5,782	-	-
Statutory deposits		648,467	1,276,202	486,853	972,419
Investments in subsidiaries		-	-	731,222	731,222
Investment in joint venture		1,203	1,182	1,094	1,094
Right-of-use assets		120,240	116,929	120,240	116,929
Property, plant and equipment		586,744	491,572	586,552	491,369
Deferred tax assets		183,822	219,086	115,150	152,643
Intangible assets		502,796	517,038	501,171	515,385
TOTAL ASSETS		86,493,688	85,217,305	68,326,675	67,201,253
LIABILITIES AND EQUITY					
Deposits from customers	A16	66,336,908	65,834,954	49,912,996	49,776,588
Deposits and placements of banks and other financial institutions	A17	2,200,041	2,054,909	2,008,519	1,844,421
Financial liabilities designated at fair value through profit or loss	A18	1,675,647	1,883,460	1,675,647	1,883,460
Obligations on securities sold under repurchase agreements		1,745,847	1,724,476	1,745,847	1,724,476
Derivative financial liabilities	B9	382,500	247,625	382,500	247,625
Recourse obligations on loans and financing sold to Cagamas		703,125	905,646	703,125	604,096
Lease liabilities		123,264	117,124	123,264	117,124
Other liabilities	A19	2,240,524	2,381,446	2,055,950	2,166,273
Provision for taxation		-	22,843	575	26,189
Provision for zakat		1,313	1,427	-	-
Other borrowings		502,754	502,644	301,677	301,610
Subordinated obligations		1,972,513	1,872,304	1,772,371	1,772,176
TOTAL LIABILITIES		77,884,436	77,548,858	60,682,471	60,464,038
Share capital		2,150,903	1,548,106	2,150,903	1,548,106
Reserves		6,458,349	6,120,341	5,493,301	5,189,109
TOTAL EQUITY		8,609,252	7,668,447	7,644,204	6,737,215
TOTAL LIABILITIES AND EQUITY		86,493,688	85,217,305	68,326,675	67,201,253
COMMITMENTS AND CONTINGENCIES	A27	84,831,664	65,980,089	81,063,077	62,257,521
Net assets per share attributable to equity holders of the Bank (RM)*		4.98	4.95	4.42	4.35

* The net assets per share attributable to Equity holders of the Bank is computed as total capital and reserves attributable to the equity holders of the Bank divided by total number of ordinary shares in circulation.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Consolidated Statements of Income****for the Financial Period Ended 30 September 2025**

GROUP	Note	2nd Quarter Ended		Six Months Ended	
		30 September	30 September	30 September	30 September
		2025	2024	2025	2024
		RM'000	RM'000	RM'000	RM'000
Interest income	A20	735,530	715,456	1,482,423	1,395,718
Interest expense	A21	(369,791)	(351,161)	(746,938)	(685,347)
Net interest income		365,739	364,295	735,485	710,371
Net income from Islamic banking business	A22	143,832	137,495	287,423	267,562
		509,571	501,790	1,022,908	977,933
Fee and commission income	A23	70,705	74,459	136,939	141,281
Fee and commission expense	A23	(35,222)	(56,241)	(68,102)	(90,230)
Investment income	A23	72,201	87,388	156,312	122,403
Other income/(expense)	A23	8,977	(1,748)	(6,505)	(5,964)
Other operating income	A23	116,661	103,858	218,644	167,490
Net income		626,232	605,648	1,241,552	1,145,423
Other operating expenses	A24	(298,667)	(273,563)	(576,275)	(532,856)
Operating profit before allowances		327,565	332,085	665,277	612,567
Allowance for expected credit losses on loans, advances and financing and other financial assets	A25	(57,581)	(93,983)	(147,320)	(139,803)
Write-back of/(allowance) for expected credit losses on financial investments	A26	957	(567)	702	(696)
Operating profit after allowances		270,941	237,535	518,659	472,068
Share of results of joint venture		7	12	20	24
Profit before taxation and zakat		270,948	237,547	518,679	472,092
Taxation and zakat	B6	(64,385)	(47,638)	(113,419)	(105,532)
Net profit for the financial period		206,563	189,909	405,260	366,560
Net profit for the financial period attributable to equity holders of the Bank		206,563	189,909	405,260	366,560
Earnings per share attributable to:					
Equity holders of the Bank	B12				
- Basic (sen)	(a)	12.1	12.3	24.9	23.7
- Diluted (sen)	(b)	12.1	12.3	24.9	23.7

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Consolidated Statements of Comprehensive Income****for the Financial Period Ended 30 September 2025**

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
<u>GROUP</u>	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	206,563	189,909	405,260	366,560
Other comprehensive income/(expense):				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at fair value through other comprehensive income ("FVOCI")	5,380	46,452	83,636	43,844
- Net gain from change in fair values	18,260	67,416	139,672	70,124
- Realised gain transferred to statements of income on disposal	(11,128)	(6,301)	(29,568)	(12,549)
- Transfer to deferred tax	(1,713)	(14,667)	(26,426)	(13,817)
- Changes in expected credit losses	(39)	4	(42)	86
Other comprehensive income, net of tax	5,380	46,452	83,636	43,844
Total comprehensive income for the financial period	211,943	236,361	488,896	410,404
Total comprehensive income for the financial period attributable to:				
Equity holders of the Bank	211,943	236,361	488,896	410,404

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Statements of Income****for the Financial Period Ended 30 September 2025**

		2nd Quarter Ended		Six Months Ended	
		30 September	30 September	30 September	30 September
		2025	2024	2025	2024
<u>BANK</u>	Note	RM'000	RM'000	RM'000	RM'000
Interest income	A20	729,958	712,737	1,475,106	1,389,775
Interest expense	A21	(369,841)	(351,266)	(747,099)	(685,568)
Net interest income		360,117	361,471	728,007	704,207
Fee and commission income	A23	70,649	74,402	136,832	141,175
Fee and commission expense	A23	(39,522)	(56,241)	(68,102)	(90,230)
Investment income	A23	72,201	87,388	216,182	182,999
Other income/(expense)	A23	9,216	(1,453)	(3,599)	(5,418)
Other operating income	A23	112,544	104,096	281,313	228,526
Net income		472,661	465,567	1,009,320	932,733
Other operating expenses	A24	(238,236)	(220,308)	(456,212)	(425,764)
Operating profit before allowances		234,425	245,259	553,108	506,969
Allowance for expected credit losses on loans, advances and financing and other financial assets	A25	(29,707)	(60,597)	(81,471)	(74,300)
Write-back of /(allowance) for expected credit losses on financial investments	A26	1,447	(1,029)	1,194	(1,183)
Profit before taxation		206,165	183,633	472,831	431,486
Taxation	B6	(48,484)	(39,705)	(86,863)	(85,931)
Net profit for the financial period		157,681	143,928	385,968	345,555
Net profit for the financial period attributable to equity holders of the Bank		157,681	143,928	385,968	345,555
Earnings per share attributable to:					
Equity holders of the Bank	B12				
- Basic (sen)	(a)	9.3	9.3	23.7	22.3
- Diluted (sen)	(b)	9.3	9.3	23.7	22.3

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Statements of Comprehensive Income****for the Financial Period Ended 30 September 2025**

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
<u>BANK</u>	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	157,681	143,928	385,968	345,555
Other comprehensive income/(expense):				
Items that may be reclassified subsequently to profit or loss:				
Revaluation reserve on financial investments at FVOCI	5,413	40,281	71,486	39,088
- Net gain from change in fair values	16,014	57,703	119,065	60,905
- Realised gain transferred to statements of income on disposal	(8,207)	(5,316)	(24,320)	(10,231)
- Transfer to deferred tax	(1,874)	(12,573)	(22,740)	(12,162)
- Changes in expected credit losses	(520)	467	(519)	576
Other comprehensive income, net of tax	5,413	40,281	71,486	39,088
Total comprehensive income for the financial period	163,094	184,209	457,454	384,643
Total comprehensive income for the financial period attributable to:				
Equity holders of the Bank	163,094	184,209	457,454	384,643

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Statements of Changes in Equity for the Financial Period Ended 30 September 2025**

	Attributable to equity holders of the Bank					Total equity
	Share capital	Regulatory reserves	Capital reserves	FVOCI reserves	Retained profits	
GROUP	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2025	1,548,106	117,173	10,018	(20,967)	6,014,117	7,668,447
Net profit for the financial period	-	-	-	-	405,260	405,260
Other comprehensive income	-	-	-	83,636	-	83,636
Total comprehensive income for the financial period	-	-	-	83,636	405,260	488,896
Issuance of ordinary shares	602,797	-	-	-	-	602,797
Transfer from regulatory reserves	-	-	-	-	-	-
Effect of subsidiary's capital return	-	-	-	-	2,374	2,374
Dividends paid to shareholders	-	-	-	-	(153,262)	(153,262)
At 30 September 2025	2,150,903	117,173	10,018	62,669	6,268,489	8,609,252
At 1 April 2024	1,548,106	155,485	10,018	(87,888)	5,549,407	7,175,128
Net profit for the financial period	-	-	-	-	366,560	366,560
Other comprehensive income	-	-	-	43,844	-	43,844
Total comprehensive income for the financial period	-	-	-	43,844	366,560	410,404
Issuance of ordinary shares	-	-	-	-	-	-
Transfer from regulatory reserves	-	(78,312)	-	-	78,312	-
Effect of subsidiary's capital return	-	-	-	-	-	-
Dividends paid to shareholders	-	-	-	-	(177,258)	(177,258)
At 30 September 2024	1,548,106	77,173	10,018	(44,044)	5,817,021	7,408,274

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)

(Incorporated in Malaysia)

Condensed Interim Financial Statements
Unaudited Statements of Changes in Equity for the Financial Period 30 September 2025 (Contd.)

	← Non-Distributable reserves		→ Distributable reserves		
	Share capital	Regulatory reserves	Capital reserves	FVOCI reserves	Retained profits
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>BANK</u>					
At 1 April 2025	1,548,106	117,173	-	(20,316)	5,092,252
Net profit for the financial period	-	-	-	-	385,968
Other comprehensive income	-	-	-	71,486	-
Total comprehensive income for the financial period	-	-	-	71,486	385,968
Issuance of ordinary shares	602,797	-	-	-	-
Transfer from regulatory reserves	-	-	-	-	-
Dividends paid to shareholders	-	-	-	-	(153,262)
At 30 September 2025	2,150,903	117,173	-	51,170	5,324,958
At 1 April 2024	1,548,106	155,485	-	(83,022)	4,724,987
Net profit for the financial period	-	-	-	-	345,555
Other comprehensive income	-	-	-	39,088	-
Total comprehensive income for the financial period	-	-	-	39,088	345,555
Issuance of ordinary shares	-	-	-	-	-
Transfer from regulatory reserves	-	(78,312)	-	-	78,312
Dividends paid to shareholders	-	-	-	-	(177,258)
At 30 September 2024	1,548,106	77,173	-	(43,934)	4,971,596

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Condensed Statements of Cash Flows for the Financial Period Ended 30 September 2025**

	GROUP		BANK	
	30 September 2025 RM'000	30 September 2024 RM'000	30 September 2025 RM'000	30 September 2024 RM'000
Cash flows from operating activities				
Profit before taxation and zakat	518,679	472,092	472,831	431,486
Adjustments for:				
Accretion of discount less amortisation of premium of financial investments	(32,714)	(24,011)	(32,714)	(24,011)
Allowance for expected credit losses on loans, advances and financing	167,613	177,162	95,490	100,698
Allowance for/(write-back of) expected credit losses on commitments and contingencies	2,591	(14,595)	3,186	(12,480)
(Write-back of)/allowance for expected credit losses on financial investments	(702)	696	(1,194)	1,183
Allowance for expected credit losses on other receivables	2,677	1,140	2,135	1,536
(Write-back of)/allowance for expected credit losses on deposits and placements with banks	(16)	15	(16)	15
Amortisation of computer software	25,909	23,925	25,577	23,619
Depreciation of property, plant and equipment	14,684	11,461	14,638	11,406
Depreciation of right-of-use assets	18,301	14,847	18,301	14,847
Dividends from financial assets at fair value through profit or loss	(3,216)	(1,357)	(3,216)	(1,357)
Dividends from subsidiaries	-	-	(59,870)	(60,596)
Interest expense on lease liabilities	3,449	2,925	3,449	2,925
Interest expense on obligations of securities sold under repurchase agreements	-	56,630	-	56,630
Interest expense on other borrowings	3,783	1,677	3,783	1,677
Interest expense on subordinated obligations	36,952	30,211	37,013	30,270
Interest expense on recourse obligations on loans and financing sold to Cagamas	6,881	12,788	6,881	12,788
Interest income from financial investments at amortised cost	(69,746)	(60,836)	(72,647)	(63,737)
Interest income from financial investments at fair value through other comprehensive income	(183,339)	(168,525)	(184,445)	(168,650)
Gain on disposal of property, plant and equipment and leasehold land	(345)	-	(345)	-
Computer software written-off	-	43	-	43
Property, plant and equipment written-off	9	1	9	1
Net gain from sale of financial assets at fair value through profit or loss	(15,270)	(10,850)	(15,270)	(10,850)
Net gain from sale of financial investments at fair value through other comprehensive income	(24,320)	(10,231)	(24,320)	(10,231)
Unrealised loss arising from derivative instruments	24,172	162,984	24,172	162,984
Unrealised gain arising from financial assets at fair value through profit or loss	(37,255)	(30,087)	(37,255)	(30,087)
Unrealised loss arising from financial liabilities designated at fair value through profit or loss	37,363	24,518	37,363	24,518
Share of results of joint venture	(20)	(24)	-	-
Cash flows from operating activities before working capital changes carried forward	496,120	672,599	313,536	494,627

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Condensed Statements of Cash Flows for the Financial Period Ended 30 September 2025 (Contd.)**

	GROUP		BANK	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities (contd.)				
Cash flows from operating activities before working capital changes brought forward	496,120	672,599	313,536	494,627
Changes in working capital:				
Deposits from customers	501,954	1,568,356	136,408	1,075,863
Deposits and placements of banks and other financial institutions	145,132	(254,813)	164,098	(269,979)
Deposits and placements with banks and other financial institutions with original maturity more than three months	29,073	(1,227,349)	16	(826,397)
Derivative instruments	(28,159)	-	(28,630)	-
Financial assets at fair value through profit or loss	(294,341)	(32,934)	(294,341)	(32,934)
Financial liabilities designated at fair value through profit or loss	(245,410)	(37,404)	(245,410)	(37,404)
Loans, advances and financing	(1,522,633)	(3,457,371)	(1,230,475)	(3,044,860)
Other assets	(122,037)	833,325	(165,430)	925,313
Other liabilities	(143,484)	(685,854)	(118,060)	(639,892)
Obligations on securities sold under repurchase agreements	21,371	1,768,573	21,371	1,768,573
Statutory deposits	627,735	(79,600)	485,566	(62,500)
Cash used in operating activities	(534,679)	(932,472)	(961,351)	(649,590)
Taxation and zakat paid	(134,334)	(116,012)	(97,704)	(93,427)
Net cash used in operating activities	(669,013)	(1,048,484)	(1,059,055)	(743,017)
Cash flows from investing activities				
Dividends from financial assets at fair value through profit or loss	3,216	1,357	3,216	1,357
Dividends from subsidiaries	-	-	59,870	60,596
Interest received from financial assets at fair value through profit or loss	-	4,038	-	4,038
Interest received from financial investments at fair value through other comprehensive income	189,734	176,129	187,287	173,266
Interest received from financial investments at amortised cost	70,446	74,415	73,162	76,012
Interest paid for derivative instruments	-	(37,720)	-	(37,720)
Purchase of computer software	(11,667)	(37,596)	(11,364)	(37,551)
Purchase of property, plant and equipment	(109,962)	(65,533)	(109,927)	(65,482)
Subscription of subsidiary's ordinary shares	-	-	-	(57,954)
Proceeds from disposal of property, plant and equipment	309	-	309	-
Proceeds from disposal of leasehold land	309	-	309	-
Purchase of:				
- financial investments at fair value through other comprehensive income	(5,654,013)	(2,632,693)	(4,912,959)	(2,108,884)
- financial investments at amortised cost	(1,189,071)	(302,104)	(1,024,464)	(104,081)
Proceeds from disposal of:				
- financial investments at fair value through other comprehensive income	4,362,576	1,584,749	3,870,050	1,261,831
- financial investments at amortised cost	210,929	259,173	220,057	257,761
Proceeds from bad debt recovered of financial investments at amortised cost	609	-	609	-
Net cash used in investing activities	(2,126,585)	(975,785)	(1,643,845)	(576,811)

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

Condensed Interim Financial Statements**Unaudited Condensed Statements of Cash Flows for the Financial Period Ended 30 September 2025 (Contd.)**

	GROUP		BANK	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Cash flows from financing activities				
Proceeds from issuance of ordinary shares	602,797	-	602,797	-
Dividends paid to shareholders of the company	(153,262)	(177,258)	(153,262)	(177,258)
Interest paid on obligations on securities sold under repurchase agreements	-	(49,574)	-	(49,574)
(Interest paid)/net proceeds from other borrowings	(3,673)	501,077	(3,716)	300,000
(Interest paid)/net proceeds from subordinated obligations	(36,743)	270,038	(36,818)	270,066
Interest paid on recourse obligations on loans and financing sold to Cagamas	(9,363)	(11,983)	(7,848)	(11,993)
(Repayment of)/proceeds from recourse obligations on loans and financing sold to Cagamas	(200,039)	100,036	99,995	100,023
Repayment of lease liabilities	(19,097)	(17,767)	(19,097)	(17,767)
Net cash generated from financing activities	180,620	614,569	482,051	413,497
Net change in cash and cash equivalents	(2,614,978)	(1,409,700)	(2,220,849)	(906,331)
Cash and cash equivalents at beginning of financial period	5,171,848	4,596,653	3,602,023	3,280,522
Cash and cash equivalents at end of financial period	2,556,870	3,186,953	1,381,174	2,374,191
Cash and cash equivalents comprise the following:				
Cash and short-term funds	2,056,125	3,186,953	1,381,174	2,374,191
Deposits and placements with banks and other financial institutions	500,745	1,227,334	-	826,382
	2,556,870	4,414,287	1,381,174	3,200,573
Less: Cash and short-term funds and deposits and placements with financial institutions, with original maturity of more than three months	-	(1,227,334)	-	(826,382)
	2,556,870	3,186,953	1,381,174	2,374,191

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 March 2025.

Explanatory Notes

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 and Guidelines on Financial Reporting Issued by Bank Negara Malaysia ("BNM")

A1 Basis of Preparation

The unaudited condensed interim financial statements for the financial period ended 30 September 2025 have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, financial investment at fair value through other comprehensive income, derivative financial instruments and financial liabilities designated at fair value through profit or loss that are measured at fair value.

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"), Chapter 9.22 of Bursa Malaysia Securities Berhad's Listing Requirements and should be read in conjunction with the audited annual financial statements of the Group and the Bank for the financial year ended 31 March 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 financial year ended 31 March 2025.

The financial statements incorporate all activities relating to the Islamic banking business which have been undertaken by the Group. Islamic banking business refers generally to the acceptance of deposits and granting of financing under the Shariah principles.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 March 2025 and modified for the adoption of the following accounting standards applicable for financial periods beginning on or after 1 April 2025:

- Amendments to MFRS 121 "Lack of Exchangeability"

The adoption of the above standards, amendments to published standards and interpretations to existing standards did not give rise to any significant impact on the financial statements of the Group and the Bank.

The preparation of unaudited condensed interim financial statements in conformity with the Malaysian Financial Reporting Standards requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the unaudited condensed interim financial statements, and the reported amounts of revenues and expenses during the reported period. It also requires Directors to exercise their judgement in the process of applying the Group's and the Bank's accounting policies. Although these estimates and judgement are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

A2 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the financial year ended 31 March 2025 was not qualified.

A3 Seasonality or Cyclicity of Operations

The operations of the Group and the Bank were not materially affected by any seasonal or cyclical fluctuations during the financial period ended 30 September 2025.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A4 Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group and the Bank during the financial period ended 30 September 2025.

A5 Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect during the financial period ended 30 September 2025.

A6 Issuance and Repayment of Debt and Equity Securities

On 15 July 2025, the Bank increased its issued and paid-up capital from RM1,548,105,929 (comprising 1,548,105,929 ordinary shares) to RM2,150,903,329 (comprising 1,730,223,001 ordinary shares) via a rights issue exercise involving 182,117,072 new ordinary shares at RM3.33 per share, for a total consideration of RM602,797,400, after deducting directly attributable expenses of RM3,652,450.

A7 Dividend Paid

A single tier second interim dividend of 9.90 sen per share, on 1,548,105,929 ordinary shares amounting to approximately RM153,262,000 in respect of financial year ended 31 March 2025, was paid on 26 June 2025.

A8 Significant Events

There were no significant events in the current financial period ended 30 September 2025.

A9 Material Events Subsequent to the End of the Financial Reporting Period

- (i) On 23 October 2025, RHB Investment Bank Berhad, on behalf of the Bank, announced that the Long-Term Incentive Plan ("LTIP") became effective on the same date, following full compliance with Paragraph 6.43(1) of the Listing Requirements.
- (ii) On 29 October 2025, the Bank announced that it had offered 2,970,600 ABMB shares to eligible employees of the Bank and its subsidiaries under the LTIP at a market price of RM4.42 per share, with a vesting period commencing from the date of offer up to 30 June 2028.

A10 Related Party Transactions

All related party transactions within the Group and the Bank have been entered into in the normal course of business.

A11 Financial Assets at Fair Value Through Profit or Loss ("FVTPL")

	GROUP/BANK	
	30 September	31 March
	2025	2025
	RM'000	RM'000
At fair value		
<u>Money market instruments:</u>		
Malaysian Government securities	181,057	253
Malaysian Government investment issues	134,150	591
	315,207	844
<u>Unquoted securities:</u>		
Shares	337,263	303,798
Corporate bonds and sukuk	395	1,357
	337,658	305,155
Total financial assets at FVTPL	652,865	305,999

A12 Financial Investments at Fair Value Through Other Comprehensive Income ("FVOCI")

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
At fair value - debt instruments				
<u>Money market instruments:</u>				
Malaysian Government securities	3,276,759	3,212,493	3,276,759	3,212,493
Malaysian Government investment issues	2,766,101	2,957,580	2,111,718	2,055,323
Negotiable instruments of deposits	848,611	-	601,740	-
Commercial papers	44,412	113,912	44,412	113,912
Bank Negara Malaysia treasury bills	20,879	-	20,879	-
	6,956,762	6,283,985	6,055,508	5,381,728
<u>Quoted securities:</u>				
Shares	10	14	10	14
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	5,748,803	4,915,630	4,448,447	3,976,139
Total financial investments at FVOCI	12,705,575	11,199,629	10,503,965	9,357,881

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A12 Financial Investments at Fair Value Through Other Comprehensive Income ("FVOCI") (Contd.)

Movements in allowance for expected credit losses are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Total RM'000
GROUP			
At 1 April 2025	1,073	62	1,135
New financial investments originated or purchased	309	26	335
Financial investments derecognised other than write-off	(160)	(29)	(189)
Changes due to change in credit risk	(185)	(3)	(188)
Total write-back from statements of income	(36)	(6)	(42)
At 30 September 2025	1,037	56	1,093
At 1 April 2024	971	65	1,036
New financial investments originated or purchased	445	34	479
Financial investments derecognised other than write-off	(142)	(31)	(173)
Changes due to change in credit risk	(201)	(6)	(207)
Total charge/(write-back from) to statements of income	102	(3)	99
At 31 March 2025	1,073	62	1,135

Movements in allowance for expected credit losses are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Total RM'000
BANK			
At 1 April 2025	1,361	61	1,422
New financial investments originated or purchased	249	25	274
Financial investments derecognised other than write-off	(597)	(29)	(626)
Changes due to change in credit risk	(166)	(1)	(167)
Total write-back from statements of income	(514)	(5)	(519)
At 30 September 2025	847	56	903
At 1 April 2024	765	61	826
New financial investments originated or purchased	872	34	906
Financial investments derecognised other than write-off	(104)	(31)	(135)
Changes due to change in credit risk	(172)	(3)	(175)
Total charge to statements of income	596	-	596
At 31 March 2025	1,361	61	1,422

Note:

(a) The transfers between stages are inclusive of net remeasurement of allowances.

(b) There were no credit impaired exposures of financial investments at FVOCI.

A13 Financial Investments at Amortised Cost

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
At amortised cost				
<u>Money market instruments:</u>				
Malaysian Government securities	1,020,912	770,667	1,020,912	770,667
Malaysian Government investment issues	2,439,364	2,059,671	1,616,329	1,372,750
Negotiable instruments of deposits	-	-	225,264	220,705
	3,460,276	2,830,338	2,862,505	2,364,122
<u>Unquoted securities:</u>				
Corporate bonds and sukuk	1,623,431	1,236,034	1,385,641	1,035,680
Allowance for expected credit losses	(1,298)	(1,349)	(1,772)	(1,838)
	1,622,133	1,234,685	1,383,869	1,033,842
Total financial investments at amortised cost	5,082,409	4,065,023	4,246,374	3,397,964

(a) Movements in allowance for expected credit losses are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
GROUP				
At 1 April 2025	815	-	534	1,349
Transfer to Stage 2	-	-	-	-
New financial investments originated or purchased	125	-	-	125
Financial investments derecognised other than write-off	-	-	(518)	(518)
Changes due to change in credit risk	358	-	(16)	342
Total charge/(write-back from) to statements of income	483	-	(534)	(51)
At 30 September 2025	1,298	-	-	1,298
At 1 April 2024	299	-	534	833
Transfer to Stage 2	(96)	459	-	363
New financial investments originated or purchased	1,264	-	-	1,264
Financial investments derecognised other than write-off	-	(499)	-	(499)
Changes due to change in credit risk	(652)	40	-	(612)
Total charge to statements of income	516	-	-	516
At 31 March 2025	815	-	534	1,349
BANK				
At 1 April 2025	1,304	-	534	1,838
Transfer to Stage 2	-	-	-	-
New financial investments originated or purchased	125	-	-	125
Financial investments derecognised other than write-off	-	-	(518)	(518)
Changes due to change in credit risk	343	-	(16)	327
Total charge/(write-back from) to statements of income	468	-	(534)	(66)
At 30 September 2025	1,772	-	-	1,772

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A13 Financial Investments at Amortised Cost (Contd.)

(a) Movements in allowance for expected credit losses are as follows: (contd.)

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
<u>BANK</u>				
At 1 April 2024	903	-	534	1,437
Transfer to Stage 2	(96)	459	-	363
New financial investments originated or purchased	1,160	-	-	1,160
Financial investments derecognised other than write-off	-	(499)	-	(499)
Changes due to change in credit risk	(663)	40	-	(623)
Total charge to statements of income	401	-	-	401
At 31 March 2025	<u>1,304</u>	<u>-</u>	<u>534</u>	<u>1,838</u>

Note:

The transfers between stages are inclusive of net remeasurement of allowances.

(b) The Group's and the Bank's movement on gross exposure of financial investments at amortised cost that are credit impaired are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	30 September 2025 RM'000	31 March 2025 RM'000	30 September 2025 RM'000	31 March 2025 RM'000
At beginning of financial year	534	534	534	534
Financial investments derecognised other than write-off	(518)	-	(518)	-
Write-back during the financial period/year	(16)	-	(16)	-
At end of financial period/year	<u>-</u>	<u>534</u>	<u>-</u>	<u>534</u>

A14 Loans, Advances and Financing

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
At amortised cost				
Overdrafts	2,910,390	2,904,097	1,683,183	1,676,300
Term loans/financing				
- Housing loans/financing	20,037,579	18,843,138	16,192,476	15,097,444
- Syndicated term loans/financing	534,682	541,091	534,682	541,091
- Hire purchase receivables	350,077	362,809	321,982	328,867
- Other term loans/financing	29,104,563	28,630,257	21,036,126	20,860,631
Bills receivables	610,325	957,332	546,260	912,043
Trust receipts	236,704	252,456	189,609	217,221
Claims on customers under acceptance credits	3,862,082	4,041,520	2,759,225	2,855,588
Staff loans/financing (Loan to Directors: RM Nil)	13,603	14,446	1,872	2,132
Credit/charge card receivables	868,873	813,671	868,873	813,671
Revolving credits	2,614,884	2,530,297	2,123,513	1,947,707
Share margin financing	2,738,701	2,554,238	2,738,701	2,554,238
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933
Add: Sales commissions and handling fees	199,688	193,914	165,909	167,443
Less: Allowance for expected credit losses				
on loans, advances and financing	(1,308,583)	(1,220,718)	(889,860)	(836,810)
Total net loans, advances and financing	62,773,568	61,418,548	48,272,551	47,137,566

A14a By maturity structure:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Within one year	13,998,438	14,529,709	11,009,471	11,394,415
One year to three years	2,199,707	2,133,988	1,791,171	1,665,335
Three years to five years	4,526,788	4,439,433	3,710,944	3,748,080
Over five years	43,157,530	41,342,222	32,484,916	30,999,103
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

A14b By type of customers:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Domestic banking institutions	54	50	54	50
Domestic non-bank financial institutions	1,572,135	1,458,088	1,242,836	1,068,226
Domestic business enterprises				
- Small and medium enterprises	22,141,247	21,475,574	15,948,497	15,535,464
- Others	8,209,070	9,044,723	6,992,560	7,697,726
Government and statutory bodies	22	1	22	1
Individuals	31,003,686	29,616,082	23,945,073	22,733,044
Other domestic entities	11,095	2,899	2,513	2,663
Foreign entities	945,154	847,935	864,947	769,759
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

A14 Loans, Advances and Financing (Contd.)

A14c By interest/profit rate sensitivity:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Fixed rate				
- Housing loans/financing	14,286	16,000	2,523	3,004
- Hire purchase receivables	349,744	362,380	321,649	328,438
- Other fixed rate loans/financing	9,234,723	9,336,972	5,855,868	6,052,458
Variable rate				
- Base lending rate plus	26,787,164	26,610,724	20,101,358	20,061,380
- Base rate plus	20,773,899	18,930,684	16,826,177	15,071,821
- Cost plus	6,722,647	7,188,592	5,888,927	6,289,832
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

A14d By economic purposes:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Purchase of securities	2,798,566	2,637,781	2,798,566	2,637,781
Purchase of transport vehicles	178,783	193,801	129,880	144,814
Purchase of landed property	32,879,040	31,115,143	26,102,979	24,507,782
of which: - Residential	20,628,349	19,475,903	16,727,805	15,671,174
- Non-residential	12,250,691	11,639,240	9,375,174	8,836,608
Purchase of fixed assets excluding land and buildings	507,835	465,111	451,617	419,627
Personal use	6,535,033	6,577,596	3,270,477	3,394,786
Credit card	868,873	813,671	868,873	813,671
Construction	2,034,995	1,875,779	1,635,286	1,539,012
Working capital	13,668,522	14,279,303	10,281,300	10,769,972
Others	4,410,816	4,487,167	3,457,524	3,579,488
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

A14e By economic sectors:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Primary agriculture	1,206,836	1,297,693	795,323	853,328
Mining and quarrying	153,766	162,707	141,252	149,968
Manufacturing	5,543,079	5,788,979	4,020,453	4,222,481
Electricity, gas and water	168,522	178,392	132,437	142,199
Construction	2,541,785	2,599,616	1,868,909	1,994,815
Wholesale, retail trade, restaurants and hotels	11,541,334	11,579,898	8,574,575	8,639,045
Transport, storage and communication	1,024,614	936,141	722,737	680,764
Financing, insurance, real estate and business services	9,114,886	8,864,375	7,405,018	7,162,180
Community, social and personal services	638,640	573,483	525,616	459,300
Household	31,948,839	30,464,017	24,810,020	23,502,802
Others	162	51	162	51
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A14 Loans, Advances and Financing (Contd.)**A14f** By geographical distribution:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Northern region	5,760,802	5,750,764	3,703,571	3,800,041
Central region	45,198,432	43,967,424	35,270,868	34,404,901
Southern region	7,236,106	7,009,623	5,919,141	5,650,970
Sabah region	4,065,428	4,095,873	2,829,014	2,690,974
Sarawak region	1,621,695	1,621,668	1,273,908	1,260,047
Gross loans, advances and financing	63,882,463	62,445,352	48,996,502	47,806,933

A14g Movements in credit impaired loans, advances and financing ("impaired loans") in Stage 3:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
At beginning of financial year	1,145,030	1,178,027	857,628	862,570
Impaired during the financial period/year	743,141	1,355,972	487,619	864,960
Recovered during the financial period/year	(116,882)	(105,252)	(99,489)	(78,338)
Reclassified as unimpaired during the financial period/year	(380,613)	(883,062)	(233,820)	(564,285)
Financial assets derecognised other than write-off during the financial period/year	(47,578)	(104,922)	(13,272)	(45,483)
Amount written-off	(120,859)	(295,733)	(70,668)	(181,796)
At end of financial period/year	1,222,239	1,145,030	927,998	857,628
Gross impaired loans ratio	1.91%	1.83%	1.89%	1.79%
Net impaired loans ratio	1.08%	1.02%	1.01%	0.94%

The credit impaired loans, advances and financing of RM1,222,239,000 for the Group and RM927,998,000 for the Bank are presented net of claim proceeds received from Credit Guarantee Corporation Malaysia Berhad ("CGC"), amounting to RM5,826,000 for the Group and RM4,800,000 for the Bank.

A14h Credit impaired loans analysed by economic purposes:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Purchase of securities	2,111	2,007	2,111	2,007
Purchase of transport vehicles	7,600	8,402	6,950	7,591
Purchase of landed property	518,931	406,657	377,410	271,303
of which: - Residential	392,890	304,190	267,876	189,839
- Non-residential	126,041	102,467	109,534	81,464
Purchase of fixed assets excluding land and buildings	8,506	8,788	8,343	8,637
Personal use	212,748	202,114	99,528	89,681
Credit card	11,432	7,393	11,432	7,393
Construction	2,070	2,126	2,070	2,126
Working capital	353,751	356,917	325,515	328,150
Others	105,090	150,626	94,639	140,740
Gross impaired loans	1,222,239	1,145,030	927,998	857,628

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A14 Loans, Advances and Financing (Contd.)**A14i** Credit impaired loans analysed by economic sectors:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Primary agriculture	1,292	1,308	9	9
Mining and quarrying	432	556	432	556
Manufacturing	85,667	82,897	66,934	64,411
Electricity, gas and water	459	469	459	469
Construction	186,086	257,900	174,532	245,996
Wholesale, retail trade, restaurants and hotels	216,801	187,486	202,154	168,889
Transport, storage and communication	7,892	9,158	7,203	8,231
Financing, insurance, real estate and business services	54,547	52,824	51,917	50,899
Community, social and personal services	19,715	18,172	15,961	13,080
Household	649,348	534,260	408,397	305,088
Gross impaired loans	1,222,239	1,145,030	927,998	857,628

A14j Credit impaired loans by geographical distribution:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Northern region	110,313	107,547	74,945	69,133
Central region	954,286	903,382	734,171	689,628
Southern region	100,568	88,426	85,022	72,143
Sabah region	44,464	34,792	22,354	17,004
Sarawak region	12,608	10,883	11,506	9,720
Gross impaired loans	1,222,239	1,145,030	927,998	857,628

A14 Loans, Advances and Financing (Contd.)

A14k Movements in the allowance for expected credit losses on loans, advances and financing are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
GROUP				
At 1 April 2025	254,740	452,887	513,091	1,220,718
Transfer to Stage 1	51,924	(173,523)	(3,433)	(125,032)
Transfer to Stage 2	(89,064)	374,233	(83,845)	201,324
Transfer to Stage 3	(311)	(165,048)	196,437	31,078
New financial assets originated or purchased	65,030	64,581	1,525	131,136
Financial assets derecognised other than write-off	(44,144)	(68,017)	(8,916)	(121,077)
Changes due to change in credit risk	35,231	11,552	3,471	50,254
Other adjustments	(53)	(17)	-	(70)
	18,613	43,761	105,239	167,613
Unwinding of discount	-	-	25,436	25,436
Total charge to statements of income	18,613	43,761	130,675	193,049
Write-off	(37)	(1,840)	(103,307)	(105,184)
At 30 September 2025	273,316	494,808	540,459	1,308,583
At 1 April 2024	223,351	426,406	534,968	1,184,725
Transfer to Stage 1	138,821	(364,749)	(2,268)	(228,196)
Transfer to Stage 2	(140,015)	663,390	(193,859)	329,516
Transfer to Stage 3	(226)	(311,159)	382,537	71,152
New financial assets originated or purchased	133,337	100,806	4,463	238,606
Financial assets derecognised other than write-off	(79,211)	(112,061)	(21,868)	(213,140)
Changes due to change in credit risk	(21,415)	54,403	2,963	35,951
Other adjustments	112	(45)	-	67
	31,403	30,585	171,968	233,956
Unwinding of discount	-	-	48,142	48,142
Total charge to statements of income	31,403	30,585	220,110	282,098
Write-off	(14)	(4,104)	(241,987)	(246,105)
At 31 March 2025	254,740	452,887	513,091	1,220,718

A14 Loans, Advances and Financing (Contd.)

A14k Movements in the allowance for expected credit losses on loans, advances and financing are as follows: (contd.)

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
<u>BANK</u>				
At 1 April 2025	159,037	266,133	411,640	836,810
Transfer to Stage 1	29,257	(100,308)	(3,059)	(74,110)
Transfer to Stage 2	(51,110)	221,819	(51,310)	119,399
Transfer to Stage 3	(62)	(103,429)	125,646	22,155
New financial assets originated or purchased	37,600	49,775	350	87,725
Financial assets derecognised other than write-off	(29,157)	(49,697)	(2,503)	(81,357)
Changes due to change in credit risk	21,387	(540)	901	21,748
Other adjustments	(53)	(17)	-	(70)
	7,862	17,603	70,025	95,490
Unwinding of discount	-	-	18,053	18,053
Total charge to statements of income	7,862	17,603	88,078	113,543
Write-off	(17)	(568)	(59,908)	(60,493)
At 30 September 2025	166,882	283,168	439,810	889,860
At 1 April 2024	133,745	260,560	418,242	812,547
Transfer to Stage 1	75,037	(212,218)	(1,352)	(138,533)
Transfer to Stage 2	(78,332)	384,365	(120,503)	185,530
Transfer to Stage 3	(208)	(190,632)	234,299	43,459
New financial assets originated or purchased	88,001	71,981	1,346	161,328
Financial assets derecognised other than write-off	(53,439)	(77,504)	(9,650)	(140,593)
Changes due to change in credit risk	(5,874)	31,952	253	26,331
Other adjustments	111	(45)	-	66
	25,296	7,899	104,393	137,588
Unwinding of discount	-	-	36,427	36,427
Total charge to statements of income	25,296	7,899	140,820	174,015
Write-off	(4)	(2,326)	(147,422)	(149,752)
At 31 March 2025	159,037	266,133	411,640	836,810

Note: The transfers between stages are inclusive of net remeasurement of allowances.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)

(Incorporated in Malaysia)

A15 Other Assets

	<u>GROUP</u>		<u>BANK</u>	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Other receivables	252,854	112,917	253,616	128,280
Collateral pledged for derivative transactions	68,473	104,225	68,473	104,225
Settlement account	38,800	28,113	38,800	28,113
Deposits	9,835	8,823	9,612	8,588
Prepayment	51,817	44,295	48,559	40,184
Amounts due from subsidiaries	-	-	60,802	5,046
	421,779	298,373	479,862	314,436
Less: Allowance for expected credit losses on other receivables [Note]	(51,917)	(50,239)	(49,069)	(46,938)
	369,862	248,134	430,793	267,498

Note:

Movements in allowance for expected credit losses on other receivables are as follows:

	<u>GROUP</u>		<u>BANK</u>	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
<u>Lifetime ECL</u>	RM'000	RM'000	RM'000	RM'000
At beginning of financial year	50,239	45,363	46,938	41,681
New financial assets originated or purchased	1,131	2,343	46	175
Financial assets derecognised other than write-off	(1,369)	(3,982)	(80)	(285)
Changes due to change in credit risk	2,915	6,525	2,169	5,379
Total charge to statements of income	2,677	4,886	2,135	5,269
Write-off	(999)	(10)	(4)	(12)
At end of financial period/year	51,917	50,239	49,069	46,938

As at 30 September 2025, the Group's and the Bank's gross exposure of other receivables that are under lifetime expected credit losses were at RM51,917,000 and RM49,069,000 (31 March 2025: RM50,239,000 and RM46,938,000) respectively.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A16 Deposits from Customers**A16a** By type of deposits:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Demand deposits	24,061,868	25,073,745	19,485,762	20,085,712
Savings deposits	1,899,941	1,907,022	1,525,817	1,526,824
Fixed/investment deposits	38,592,759	36,027,072	27,767,268	26,094,424
Money market deposits	1,680,550	2,586,772	1,032,359	1,829,285
Negotiable instruments of deposits	101,790	240,343	101,790	240,343
	66,336,908	65,834,954	49,912,996	49,776,588

A16b The maturity structure of fixed deposits, money market deposits and negotiable instruments of deposits are as follows:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Due within six months	30,243,993	29,101,409	22,869,917	20,592,810
Six months to one year	10,112,102	9,730,390	6,013,642	7,550,728
One year to three years	16,292	19,734	15,519	18,080
Three years to five years	2,712	2,654	2,339	2,434
	40,375,099	38,854,187	28,901,417	28,164,052

A16c The deposits are sourced from the following types of customers:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Domestic financial institutions	102,747	250,491	104,119	251,866
Domestic non-bank financial institutions	3,179,045	4,296,458	2,246,093	3,165,629
Government and statutory bodies	6,296,373	7,431,767	3,568,173	4,996,976
Business enterprises	23,612,375	21,631,908	17,819,358	16,097,154
Individuals	28,337,049	27,780,773	22,233,364	21,581,156
Foreign entities	1,159,257	1,151,065	1,015,021	1,001,110
Others	3,650,062	3,292,492	2,926,868	2,682,697
	66,336,908	65,834,954	49,912,996	49,776,588

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A17 Deposits and Placements of Banks and Other Financial Institutions

	<u>GROUP</u>		<u>BANK</u>	
	30 September 2025 RM'000	31 March 2025 RM'000	30 September 2025 RM'000	31 March 2025 RM'000
Licensed banks	601,329	508,197	601,329	508,197
Bank Negara Malaysia	1,598,712	1,546,712	1,407,190	1,336,224
	<u>2,200,041</u>	<u>2,054,909</u>	<u>2,008,519</u>	<u>1,844,421</u>

A18 Financial Liabilities Designated at Fair Value Through Profit or Loss

Structured investments designated at fair value for the Group and the Bank include investments with embedded equity linked options, interest rate index linked options and foreign currency options.

The Group and the Bank designated certain structured investments at fair value through profit or loss. The structured investments are recorded at fair value.

The fair value changes of the structured investments that are attributable to the changes in own credit risk are not significant.

	<u>GROUP/BANK</u>	
	30 September 2025 RM'000	31 March 2025 RM'000
Structured investments	1,720,950	1,966,126
Fair value changes arising from designation at fair value through profit or loss	(45,303)	(82,666)
	<u>1,675,647</u>	<u>1,883,460</u>

A19 Other Liabilities

	<u>GROUP</u>		<u>BANK</u>	
	30 September 2025 RM'000	31 March 2025 RM'000	30 September 2025 RM'000	31 March 2025 RM'000
Other payables	1,210,578	1,240,077	1,105,948	1,127,080
Bills payable	164,210	267,298	140,076	153,854
Collateral pledged for derivative transactions	59,289	21,056	59,289	21,056
Settlement account	41,683	77,850	41,683	77,850
Clearing account	164,301	162,583	134,589	129,720
Sundry deposits	82,968	72,716	68,760	60,555
Provision and accruals	199,059	247,508	192,541	237,261
Structured investments	279,819	256,278	279,819	256,278
Amounts due to subsidiaries	-	-	-	72,493
Amount due to joint venture	46	79	46	79
Allowance for expected credit losses on commitments and contingencies	38,571	36,001	33,199	30,047
	<u>2,240,524</u>	<u>2,381,446</u>	<u>2,055,950</u>	<u>2,166,273</u>

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)

(Incorporated in Malaysia)

A19 Other Liabilities (Contd.)

(a) Movements in allowance for expected credit losses on commitments and contingencies are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
GROUP				
At 1 April 2025	12,509	12,902	10,590	36,001
Transfer to Stage 1	326	(2,871)	(563)	(3,108)
Transfer to Stage 2	(934)	7,659	(822)	5,903
Transfer to Stage 3	(3)	(480)	3,159	2,676
New financial assets originated or purchased	5,660	2,308	13	7,981
Financial assets derecognised other than write-off	(3,227)	(4,581)	(850)	(8,658)
Changes due to change in credit risk	(574)	(1,273)	(342)	(2,189)
Other adjustments	(11)	(3)	-	(14)
	1,237	759	595	2,591
Unwinding of discount	-	-	(21)	(21)
Total charge to statements of income	1,237	759	574	2,570
At 30 September 2025	13,746	13,661	11,164	38,571
At 1 April 2024	10,710	34,305	1,987	47,002
Transfer to Stage 1	3,184	(22,385)	-	(19,201)
Transfer to Stage 2	(2,240)	13,406	(2,533)	8,633
Transfer to Stage 3	(118)	(11,294)	16,831	5,419
New financial assets originated or purchased	7,531	6,041	529	14,101
Financial assets derecognised other than write-off	(5,242)	(9,319)	(5,837)	(20,398)
Changes due to change in credit risk	(1,305)	2,147	(356)	486
Other adjustments	(11)	1	-	(10)
	1,799	(21,403)	8,634	(10,970)
Unwinding of discount	-	-	(31)	(31)
Total charge to/(write-back from) statements of income	1,799	(21,403)	8,603	(11,001)
At 31 March 2025	12,509	12,902	10,590	36,001

A19 Other Liabilities (Contd.)

(a) Movements in allowance for expected credit losses on commitments and contingencies are as follows: (contd.)

	12-Month ECL (Stage 1) RM'000	Lifetime ECL not-credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
<u>BANK</u>				
At 1 April 2025	9,847	10,423	9,777	30,047
Transfer to Stage 1	296	(2,293)	-	(1,997)
Transfer to Stage 2	(587)	5,179	(611)	3,981
Transfer to Stage 3	(3)	(415)	2,616	2,198
New financial assets originated or purchased	4,298	1,822	13	6,133
Financial assets derecognised other than write-off	(2,751)	(3,036)	(615)	(6,402)
Changes due to change in credit risk	371	(831)	(254)	(714)
Other adjustments	(10)	(3)	-	(13)
	1,614	423	1,149	3,186
Unwinding of discount	-	-	(34)	(34)
Total charge to statements of income	1,614	423	1,115	3,152
At 30 September 2025	11,461	10,846	10,892	33,199
At 1 April 2024	8,478	29,734	1,698	39,910
Transfer to Stage 1	2,221	(18,310)	-	(16,089)
Transfer to Stage 2	(1,699)	10,490	(2,283)	6,508
Transfer to Stage 3	(118)	(11,195)	16,184	4,871
New financial assets originated or purchased	5,727	5,442	3	11,172
Financial assets derecognised other than write-off	(4,489)	(8,807)	(5,173)	(18,469)
Changes due to change in credit risk	(265)	3,068	(642)	2,161
Other adjustments	(8)	1	-	(7)
	1,369	(19,311)	8,089	(9,853)
Unwinding of discount	-	-	(10)	(10)
Total charge to/(write-back from) statements of income	1,369	(19,311)	8,079	(9,863)
At 31 March 2025	9,847	10,423	9,777	30,047

Note:

(a) The transfers between stages are inclusive of net remeasurement of allowances.

(b) As at 30 September 2025, the Group's and the Bank's gross exposure of commitments and contingencies that are credit impaired were at RM21,083,000 and RM19,768,000 (31 March 2025: RM20,854,000 and RM15,997,000) respectively.

A20 Interest Income

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>GROUP</u>				
Loans, advances and financing	572,533	554,104	1,162,988	1,076,332
Money at call and deposit placements with financial institutions	14,703	32,497	32,783	63,587
Financial investments at fair value through other comprehensive income	96,156	85,505	183,339	168,525
Financial investments at amortised cost	36,333	30,140	69,746	60,836
Others	12	885	853	2,427
	719,737	703,131	1,449,709	1,371,707
Accretion of discount less amortisation of premium (net)	15,793	12,325	32,714	24,011
	735,530	715,456	1,482,423	1,395,718

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>BANK</u>				
Loans, advances and financing	565,433	549,801	1,151,664	1,067,362
Money at call and deposit placements with financial institutions	14,703	32,497	32,783	63,588
Financial investments at fair value through other comprehensive income	96,225	85,630	184,445	168,650
Financial investments at amortised cost	37,792	31,599	72,647	63,737
Others	12	885	853	2,427
	714,165	700,412	1,442,392	1,365,764
Accretion of discount less amortisation of premium (net)	15,793	12,325	32,714	24,011
	729,958	712,737	1,475,106	1,389,775

Note:

Included in interest income on loans, advances and financing was interest/profit accrued on impaired loans/financing of the Group and the Bank of RM5,342,000 (30 September 2024: RM2,980,000).

A21 Interest Expense

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
GROUP				
Deposits and placements of banks and other financial institutions	4,931	7,059	11,314	14,864
Deposits from customers	322,139	282,522	647,135	552,890
Recourse obligations on loans and financing sold to Cagamas	4,846	6,477	6,881	12,788
Subordinated obligations	18,549	15,385	36,952	30,211
Lease liabilities	1,592	1,439	3,449	2,925
Obligations on securities sold under repurchase agreements	8,882	30,310	22,978	56,630
Others	8,852	7,969	18,229	15,039
	369,791	351,161	746,938	685,347

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
BANK				
Deposits and placements of banks and other financial institutions	4,931	7,059	11,314	14,864
Deposits from customers	322,156	282,595	647,235	553,052
Recourse obligations on loans and financing sold to Cagamas	4,846	6,477	6,881	12,788
Subordinated obligations	18,583	15,417	37,013	30,270
Lease liabilities	1,592	1,439	3,449	2,925
Obligations on securities sold under repurchase agreements	8,882	30,310	22,978	56,630
Others	8,851	7,969	18,229	15,039
	369,841	351,266	747,099	685,568

A22 Net Income from Islamic Banking Business

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
GROUP				
Income derived from investment of depositors' funds and others	247,415	242,675	491,342	465,742
Income derived from investment of Islamic Banking funds	22,261	17,345	45,001	39,838
Income attributable to the depositors and financial institutions	(125,844)	(122,525)	(248,920)	(238,018)
	143,832	137,495	287,423	267,562

Note:

Net income from Islamic banking business comprises income generated from AISB, a wholly-owned subsidiary of the Bank.

A23 Other Operating Income

	2nd Quarter Ended		Six Months Ended	
	30 September 2025 RM'000	30 September 2024 RM'000	30 September 2025 RM'000	30 September 2024 RM'000
GROUP				
(a) <u>Fee and commission income:</u>				
Commissions	31,106	37,627	59,897	69,454
Service charges and fees	6,141	6,398	13,418	13,520
Guarantee fees	3,941	4,294	7,752	7,868
Processing fees	4,391	3,449	8,946	6,345
Commitment fees	4,443	4,320	8,565	8,410
Cards related income	18,415	15,692	33,825	31,005
Other fee income	2,268	2,679	4,536	4,679
	70,705	74,459	136,939	141,281
(b) <u>Fee and commission expense:</u>				
Commissions expense	(5,263)	(5,823)	(9,274)	(10,956)
Service charges and fees expense	(816)	(704)	(1,573)	(1,391)
Brokerage fees expense	(57)	(44)	(92)	(71)
Guarantee fees expense	(5,351)	(5,504)	(9,170)	(9,879)
Cards related expense	(23,735)	(44,166)	(47,993)	(67,933)
	(35,222)	(56,241)	(68,102)	(90,230)
(c) <u>Investment income:</u>				
Realised gain arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	7,204	6,741	15,270	10,850
- Financial investments at fair value through other comprehensive income	8,207	5,316	24,320	10,231
- Derivative instruments	8,275	221,502	137,786	257,380
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	33,990	28,396	37,255	30,087
- Derivative instruments	20,481	(247,401)	(24,172)	(162,984)
- Financial liabilities designated at fair value through profit or loss	(8,047)	72,554	(37,363)	(24,518)
Gross dividend income from:				
- Financial assets at fair value through profit or loss	2,091	280	3,216	1,357
	72,201	87,388	156,312	122,403
(d) <u>Other income/(expense):</u>				
Foreign exchange gain/(loss)	5,884	(7,428)	(14,558)	(15,116)
Rental income	15	21	37	43
Gain on disposal of property, plant and equipment and leasehold land	-	-	345	-
Others	3,078	5,659	7,671	9,109
	8,977	(1,748)	(6,505)	(5,964)
Total other operating income	116,661	103,858	218,644	167,490

A23 Other Operating Income (Contd.)

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>BANK</u>				
(a) <u>Fee and commission income:</u>				
Commissions	31,106	37,627	59,897	69,454
Service charges and fees	6,085	6,341	13,311	13,414
Guarantee fees	3,941	4,294	7,752	7,868
Processing fees	4,391	3,449	8,946	6,345
Commitment fees	4,443	4,320	8,565	8,410
Cards related income	18,415	15,692	33,825	31,005
Other fee income	2,268	2,679	4,536	4,679
	70,649	74,402	136,832	141,175
(b) <u>Fee and commission expense:</u>				
Commissions expense	(5,263)	(5,823)	(9,274)	(10,956)
Service charges and fees expense	(816)	(704)	(1,573)	(1,391)
Brokerage fees expense	(57)	(44)	(92)	(71)
Guarantee fees expense	(5,351)	(5,504)	(9,170)	(9,879)
Cards related expense	(28,035)	(44,166)	(47,993)	(67,933)
	(39,522)	(56,241)	(68,102)	(90,230)
(c) <u>Investment income:</u>				
Realised gain arising from sale/redemption of:				
- Financial assets at fair value through profit or loss	7,204	6,741	15,270	10,850
- Financial investments at fair value through other comprehensive income	8,207	5,316	24,320	10,231
- Derivative instruments	8,275	221,502	137,786	257,380
Marked-to-market revaluation gain/(loss):				
- Financial assets at fair value through profit or loss	33,990	28,396	37,255	30,087
- Derivative instruments	20,481	(247,401)	(24,172)	(162,984)
- Financial liabilities designated at fair value through profit or loss	(8,047)	72,554	(37,363)	(24,518)
Gross dividend income from:				
- Financial assets at fair value through profit or loss	2,091	280	3,216	1,357
- Subsidiaries	-	-	59,870	60,596
	72,201	87,388	216,182	182,999
(d) <u>Other income/(expense):</u>				
Foreign exchange gain/(loss)	5,884	(7,428)	(14,558)	(15,116)
Rental income	223	259	499	517
Gain on disposal of property, plant and equipment and leasehold land	-	-	345	-
Others	3,109	5,716	10,115	9,181
	9,216	(1,453)	(3,599)	(5,418)
Total other operating income	112,544	104,096	281,313	228,526

A24 Other Operating Expenses

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>GROUP</u>				
<u>Personnel costs</u>				
- Salaries, allowances and bonuses	144,636	143,373	285,988	277,145
- Contribution to EPF	23,473	21,534	47,406	42,916
- Others	17,301	17,296	31,419	30,523
	185,410	182,203	364,813	350,584
<u>Establishment costs</u>				
- Depreciation of property, plant and equipment	8,963	5,656	14,684	11,461
- Depreciation of right-of-use assets	9,410	7,498	18,301	14,847
- Amortisation of computer software	14,055	11,851	25,909	23,925
- Rental of premises	235	56	395	454
- Water and electricity	1,948	1,948	3,749	3,653
- Repairs and maintenance	2,872	2,452	6,421	5,040
- Information technology expenses	32,148	26,913	64,156	53,399
- Others	3,839	3,050	6,315	5,708
	73,470	59,424	139,930	118,487
<u>Marketing expenses</u>				
- Promotion and advertisement	8,487	6,827	14,347	15,367
- Branding and publicity	3,936	3,046	6,811	5,045
- Others	2,958	3,034	5,998	5,700
	15,381	12,907	27,156	26,112
<u>Administration and general expenses</u>				
- Communication expenses	2,453	2,403	6,003	5,211
- Printing and stationery	823	497	1,146	954
- Insurance	4,064	3,323	8,232	6,224
- Professional fees	9,666	7,176	16,272	13,326
- Others	7,400	5,630	12,723	11,958
	24,406	19,029	44,376	37,673
Total other operating expenses	298,667	273,563	576,275	532,856

A24 Other Operating Expenses (Contd.)

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>BANK</u>				
<u>Personnel costs</u>				
- Salaries, allowances and bonuses	113,092	113,504	220,830	217,927
- Contribution to EPF	18,599	16,942	37,375	33,806
- Others	13,573	14,466	24,868	25,318
	145,264	144,912	283,073	277,051
<u>Establishment costs</u>				
- Depreciation of property, plant and equipment	8,940	5,634	14,638	11,406
- Depreciation of right-of-use assets	9,410	7,498	18,301	14,847
- Amortisation of computer software	13,876	11,698	25,577	23,619
- Rental of premises	211	41	346	404
- Water and electricity	1,592	1,563	3,083	2,872
- Repairs and maintenance	2,815	2,013	5,893	4,002
- Information technology expenses	22,358	18,894	44,904	37,019
- Others	3,210	2,485	5,259	4,611
	62,412	49,826	118,001	98,780
<u>Marketing expenses</u>				
- Promotion and advertisement	6,556	6,366	11,194	13,810
- Branding and publicity	2,895	731	5,400	2,514
- Others	2,614	2,718	5,353	5,126
	12,065	9,815	21,947	21,450
<u>Administration and general expenses</u>				
- Communication expenses	1,975	1,996	4,920	4,363
- Printing and stationery	679	377	933	719
- Insurance	3,348	2,698	7,074	5,354
- Professional fees	6,651	4,436	10,585	8,244
- Others	5,842	6,248	9,679	9,803
	18,495	15,755	33,191	28,483
Total other operating expenses	238,236	220,308	456,212	425,764

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A25 Allowance for Expected Credit Losses on Loans, Advances and Financing and Other Financial Assets

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
GROUP				
Allowance for/(write-back of) expected credit losses on:				
(a) Loans, advances and financing	66,014	116,998	167,613	177,162
(b) Commitments and contingencies on loans, advances and financing	3,316	(8,271)	2,591	(14,595)
(c) Other assets	1,801	34	2,677	1,140
(d) Cash and short-term funds	1	13	(30)	(105)
(e) Deposits and placements with banks and other financial institutions	(12)	15	(16)	15
	71,120	108,789	172,835	163,617
(f) Credit impaired loans, advances and financing				
- Recovered during the financial period	(23,369)	(35,721)	(44,512)	(55,979)
- Written-off during the financial period	9,830	20,915	18,997	32,165
	57,581	93,983	147,320	139,803

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
BANK				
Allowance for/(write-back of) expected credit losses on:				
(a) Loans, advances and financing	34,335	77,502	95,490	100,698
(b) Commitments and contingencies on loans, advances and financing	3,438	(8,385)	3,186	(12,480)
(c) Other assets	1,620	700	2,135	1,536
(d) Cash and short-term funds	1	13	(30)	(105)
(e) Deposits and placements with banks and other financial institutions	(12)	15	(16)	15
	39,382	69,845	100,765	89,664
(f) Credit impaired loans, advances and financing				
- Recovered during the financial period	(15,736)	(24,292)	(29,936)	(37,947)
- Written-off during the financial period	6,061	15,044	10,642	22,583
	29,707	60,597	81,471	74,300

A26 Allowance for Expected Credit Losses on Financial Investments

GROUP

(Write-back of)/allowance for expected credit losses:

(a) Financial investments at fair value through

other comprehensive income

(b) Financial investments at amortised cost

Bad debt recovered

2nd Quarter Ended		Six Months Ended	
30 September	30 September	30 September	30 September
2025	2024	2025	2024
RM'000	RM'000	RM'000	RM'000
(39)	4	(42)	86
(309)	563	(51)	610
(609)	-	(609)	-
(957)	567	(702)	696

2nd Quarter Ended		Six Months Ended	
30 September	30 September	30 September	30 September
2025	2024	2025	2024
RM'000	RM'000	RM'000	RM'000

BANK

(Write-back of)/allowance for expected credit losses:

(a) Financial investments at fair value through

other comprehensive income

(b) Financial investments at amortised cost

Bad debt recovered

(520)	467	(519)	576
(318)	562	(66)	607
(609)	-	(609)	-
(1,447)	1,029	(1,194)	1,183

A27 Commitments and Contingencies

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

The off-balance sheet notional exposures of the Group and the Bank are as follows:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
<u>Credit-related exposures</u>				
Direct credit substitutes	581,213	536,155	493,853	448,167
Transaction-related contingent items	740,029	714,231	599,824	579,231
Short-term self-liquidating trade-related contingencies	177,275	118,673	154,228	103,660
Forward assets purchase	37,879	7,237	27,759	7,237
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions.	1,722,010	1,689,046	1,722,010	1,689,046
Irrevocable commitments to extend credit:				
- maturity exceeding one year	4,925,319	5,051,678	4,321,353	4,466,785
- maturity not exceeding one year	13,575,006	12,923,384	10,671,117	10,023,710
Unutilised credit card lines	2,311,840	2,115,549	2,311,840	2,115,549
	24,070,571	23,155,953	20,301,984	19,433,385
<u>Derivative financial instruments</u>				
Foreign exchange related contracts:				
- one year or less	27,648,676	14,982,172	27,648,676	14,982,172
- over one year to three years	300,684	400,299	300,684	400,299
- over three years	-	8,862	-	8,862
Interest rate related contracts:				
- one year or less	2,831,724	4,118,349	2,831,724	4,118,349
- over one year to three years	9,857,888	8,601,276	9,857,888	8,601,276
- over three years	19,503,482	14,298,218	19,503,482	14,298,218
Equity related contracts				
- one year or less	395,813	316,353	395,813	316,353
- over one year to three years	222,826	98,607	222,826	98,607
	60,761,093	42,824,136	60,761,093	42,824,136
	84,831,664	65,980,089	81,063,077	62,257,521

A28 Segment Information

The following segment information has been prepared in accordance with MFRS 8 "Operating Segments", which defines the requirements for the disclosure of financial information of an entity's operating segments. The operating segments results are prepared and provided to the chief operating decision-maker based on the Group's internal management reporting reflective of the organisation's management reporting structure.

Based on the results presented to chief operating decision-maker, funds are allocated between segments and inter-segment funding cost transfers are reflected in net interest income. In addition to the operating segments, the segment information disclosed also includes inter-segment eliminations. Transactions between reportable segments are eliminated based on principles of consolidation as described in accounting policy. Intercompany transactions, balances and unrealised gains and losses on transactions between the Group's companies are eliminated in inter-segment eliminations.

The Group is organised into the following key operating segments:

(i) Consumer Banking

Consumer Banking provides a wide range of personal banking solutions covering mortgages, term loans, personal loans, hire purchase facilities, credit cards and wealth management (cash management, investment services, share trading and bancassurance). Consumer Banking customers are serviced via branch network, call centre, electronic/internet banking channels, and direct sales channels.

(ii) Business Banking

Business Banking segment covers Small and Medium Enterprises ("SME"), and Corporate and Commercial Banking. SME Banking customers comprise the self-employed, and small and medium scale enterprises. Corporate and Commercial Banking serves the public listed and large corporate business customers including family-owned businesses. Business Banking provides a wide range of products and services including loans, trade finance, cash management, treasury and structured solutions.

(iii) Financial Markets

Financial Markets provides foreign exchange, money market, hedging and investment (capital market instruments) solutions for banking customers. It also manages the assets and liabilities, liquidity and statutory reserve requirements of the banking entities in the Group.

(iv) Others

Others refer to mainly other business operations such as alternative distribution channels, trustee services, head office, stockbroking (discontinued since financial year 2024) and corporate advisory services.

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)
(Incorporated in Malaysia)

A28 Segment information (Contd.)

GROUP

2nd Quarter ended 30 September 2025	Consumer Banking RM'000	Business Banking RM'000	Financial Markets RM'000	Others RM'000	Total Operations RM'000	Inter-segment Elimination RM'000	Total RM'000
Net interest income/(expense)							
- external income/(expense)	131,993	126,916	102,715	(1,511)	360,113	5,626	365,739
- inter-segment	(11,242)	45,222	(33,980)	-	-	-	-
	120,751	172,138	68,735	(1,511)	360,113	5,626	365,739
Net income from Islamic banking business	64,739	50,126	24,809	2,678	142,352	1,480	143,832
Other operating income	29,532	50,971	29,146	9,095	118,744	(2,083)	116,661
Net income	215,022	273,235	122,690	10,262	621,209	5,023	626,232
Other operating expenses	(128,870)	(115,296)	(12,586)	(9,431)	(266,183)	(56)	(266,239)
Depreciation and amortisation	(16,743)	(13,143)	(1,596)	(1,148)	(32,630)	202	(32,428)
Operating profit/(loss) before allowance (Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	69,409	144,796	108,508	(317)	322,396	5,169	327,565
	(33,461)	(23,949)	10	(181)	(57,581)	-	(57,581)
Write-back of expected credit losses on financial investments	-	678	735	-	1,413	(456)	957
Segment results	35,948	121,525	109,253	(498)	266,228	4,713	270,941
Share of results of joint venture							7
Taxation and zakat							(64,385)
Net profit for the financial period							206,563
Segment assets	33,771,875	33,389,685	18,694,006	611,991	86,467,557	(1,261,030)	85,206,527
Reconciliation of segment assets to consolidated assets:							
Investment in joint venture							1,203
Property, plant and equipment							586,744
Tax recoverable and deferred tax assets							196,418
Intangible assets							502,796
Total assets							86,493,688

A28 Segment information (Contd.)

GROUP

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	<u>Total</u> RM'000
Six months ended 30 September 2025							
Net interest income/(expense)							
- external income/(expense)	269,190	272,983	187,463	(1,571)	728,065	7,420	735,485
- inter-segment	(24,198)	77,534	(53,336)	-	-	-	-
	244,992	350,517	134,127	(1,571)	728,065	7,420	735,485
Net income from Islamic banking business	126,207	100,385	49,775	7,091	283,458	3,965	287,423
Other operating income	64,286	104,695	44,547	18,816	232,344	(13,700)	218,644
Net income	435,485	555,597	228,449	24,336	1,243,867	(2,315)	1,241,552
Other operating expenses	(247,074)	(225,617)	(27,774)	(16,905)	(517,370)	(11)	(517,381)
Depreciation and amortisation	(30,442)	(24,646)	(2,848)	(1,362)	(59,298)	404	(58,894)
Operating profit before allowance	157,969	305,334	197,827	6,069	667,199	(1,922)	665,277
(Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	(101,801)	(45,009)	54	(564)	(147,320)	-	(147,320)
Write-back of expected credit losses on financial investments	-	404	755	-	1,159	(457)	702
Segment results	56,168	260,729	198,636	5,505	521,038	(2,379)	518,659
Share of results of joint venture							20
Taxation and zakat							(113,419)
Net profit for the financial year							<u>405,260</u>
Segment assets	33,771,875	33,389,685	18,694,006	611,991	86,467,557	(1,261,030)	85,206,527
Reconciliation of segment assets to consolidated assets:							
Investment in joint venture							1,203
Property, plant and equipment							586,744
Tax recoverable and deferred tax assets							196,418
Intangible assets							502,796
Total assets							<u>86,493,688</u>

A28 Segment information (Contd.)

GROUP

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	<u>Total</u> RM'000
2nd Quarter ended 30 September 2024							
Net interest income/(expense)							
- external income/(expense)	154,942	131,562	75,939	(915)	361,528	2,767	364,295
- inter-segment	(36,920)	35,527	1,393	-	-	-	-
	118,022	167,089	77,332	(915)	361,528	2,767	364,295
Net income from Islamic banking business	61,468	47,016	24,746	2,650	135,880	1,615	137,495
Other operating income	17,855	50,472	35,136	3,865	107,328	(3,470)	103,858
Net income	197,345	264,577	137,214	5,600	604,736	912	605,648
Other operating expenses	(110,922)	(97,610)	(10,124)	(29,964)	(248,620)	62	(248,558)
Depreciation and amortisation	(12,623)	(11,395)	(1,002)	(183)	(25,203)	198	(25,005)
Operating profit/(loss) before allowance (Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	73,800	155,572	126,088	(24,547)	330,913	1,172	332,085
Allowance for expected credit losses on financial investments	(49,488)	(45,183)	(28)	716	(93,983)	-	(93,983)
	-	(563)	(468)	-	(1,031)	464	(567)
Segment results	24,312	109,826	125,592	(23,831)	235,899	1,636	237,535
Share of results of joint venture							12
Taxation and zakat							(47,638)
Net profit for the financial period							189,909
Segment assets	30,719,491	30,984,664	19,309,076	408,302	81,421,533	(1,387,148)	80,034,385
Reconciliation of segment assets to consolidated assets:							
Investment in joint venture							1,158
Property, plant and equipment							288,164
Tax recoverable and deferred tax assets							223,345
Intangible assets							476,001
Total assets							81,023,053

A28 Segment information (Contd.)

GROUP

	Consumer <u>Banking</u> RM'000	Business <u>Banking</u> RM'000	Financial <u>Markets</u> RM'000	<u>Others</u> RM'000	Total <u>Operations</u> RM'000	Inter-segment <u>Elimination</u> RM'000	Total <u>Total</u> RM'000
Six months ended 30 September 2024							
Net interest income/(expense)							
- external income/(expense)	290,103	263,150	152,259	(1,176)	704,336	6,035	710,371
- inter-segment	(71,100)	70,952	148	-	-	-	-
	219,003	334,102	152,407	(1,176)	704,336	6,035	710,371
Net income from Islamic banking business	116,060	93,446	50,061	4,903	264,470	3,092	267,562
Other operating income	46,679	96,088	23,922	20,003	186,692	(19,202)	167,490
Net income	381,742	523,636	226,390	23,730	1,155,498	(10,075)	1,145,423
Other operating expenses	(223,836)	(196,695)	(20,628)	(41,558)	(482,717)	94	(482,623)
Depreciation and amortisation	(25,146)	(22,751)	(2,358)	(375)	(50,630)	397	(50,233)
Operating profit/(loss) before allowance (Allowance for)/write-back of expected credit losses on loans, advances and financing and other financial assets	132,760	304,190	203,404	(18,203)	622,151	(9,584)	612,567
	(107,022)	(33,284)	90	413	(139,803)	-	(139,803)
Allowance for expected credit losses on financial investments	-	(610)	(547)	-	(1,157)	461	(696)
Segment results	25,738	270,296	202,947	(17,790)	481,191	(9,123)	472,068
Share of results of joint venture							24
Taxation and zakat							(105,532)
Net profit for the financial period							366,560
Segment assets	30,719,491	30,984,664	19,309,076	408,302	81,421,533	(1,387,148)	80,034,385
Reconciliation of segment assets to consolidated assets:							
Investment in joint venture							1,158
Property, plant and equipment							288,164
Tax recoverable and deferred tax assets							223,345
Intangible assets							476,001
Total assets							81,023,053

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A29 Capital Adequacy

The capital adequacy ratios of the Group and the Bank are computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework. The framework sets out the approach for computing regulatory ratios, as well as the levels of those ratios at which banking institutions are required to operate. The framework is to strengthen capital adequacy standards, in line with the requirements set forth under Basel III. The risk-weighted assets of the Bank and the Group are computed using the Standardised Approach for credit risk and market risk, and the Basic Indicator Approach for operational risk.

The Group and the Bank have sufficient capital as follows:

	<u>GROUP</u>		<u>BANK</u>	
	30 September 2025	31 March 2025	30 September 2025	31 March 2025
<u>Before deducting proposed dividends</u>				
CET I capital ratio	13.859%	12.465%	14.163%	12.321%
Tier I capital ratio	15.018%	13.654%	15.430%	13.620%
Total capital ratio	18.475%	16.995%	18.792%	17.048%
<u>After deducting proposed dividends</u>				
CET I capital ratio	13.570%	12.184%	13.790%	11.959%
Tier I capital ratio	14.729%	13.374%	15.056%	13.258%
Total capital ratio	18.186%	16.714%	18.419%	16.686%

ALLIANCE BANK MALAYSIA BERHAD
198201008390 (88103-W)

(Incorporated in Malaysia)

A29 Capital Adequacy (Contd.)

(a) Components of CET I, Tier I and Tier II capital are as follows:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
<u>CET I Capital/Tier I Capital</u>				
Paid-up share capital	2,150,903	1,548,106	2,150,903	1,548,106
Retained profits	6,268,489	6,014,117	5,324,958	5,092,252
Regulatory reserves	117,173	117,173	117,173	117,173
FVOCI reserves	61,576	(22,102)	50,267	(21,738)
Capital reserves	10,018	10,018	-	-
	8,608,159	7,667,312	7,643,301	6,735,793
(Less)/add: Regulatory adjustments				
- Goodwill and other intangibles	(502,796)	(517,038)	(501,171)	(515,385)
- Deferred tax assets	(183,822)	(219,086)	(115,150)	(152,643)
- 55% of FVOCI reserves	(33,867)	-	(27,647)	-
- Regulatory reserves	(117,173)	(117,173)	(117,173)	(117,173)
- Investment in subsidiaries and joint venture	(1,203)	(1,182)	(732,316)	(732,316)
Total CET I Capital	7,769,298	6,812,833	6,149,844	5,218,276
Additional Tier I Capital Securities	650,000	650,000	550,000	550,000
Total Additional Tier I Capital	650,000	650,000	550,000	550,000
Total Tier I Capital	8,419,298	7,462,833	6,699,844	5,768,276
<u>Tier II Capital</u>				
Subordinated obligations	1,299,979	1,199,871	1,199,968	1,199,799
Expected credit losses and regulatory reserves	637,681	625,926	489,908	482,166
Less: Regulatory adjustment				
- Investment in Tier II capital instruments	-	-	(230,000)	(230,000)
Total Tier II Capital	1,937,660	1,825,797	1,459,876	1,451,965
Total Capital	10,356,958	9,288,630	8,159,720	7,220,241

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category are as follows:

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
Credit risk	51,014,494	50,074,096	39,192,625	38,573,323
Market risk	1,233,317	973,124	1,232,719	961,274
Operational risk	3,811,994	3,609,152	2,996,223	2,817,142
Total RWA and capital requirements	56,059,805	54,656,372	43,421,567	42,351,739

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A29 Capital Adequacy (Contd.)

(c) The capital adequacy ratios of the banking subsidiaries are as follows:

	Alliance Islamic Bank Berhad	
	30 September 2025	31 March 2025
<u>Before deducting proposed dividends</u>		
CET I capital ratio	13.319%	13.334%
Tier I capital ratio	14.115%	14.146%
Total capital ratio	17.128%	17.195%
<u>After deducting proposed dividends</u>		
CET I capital ratio	13.062%	12.889%
Tier I capital ratio	13.858%	13.701%
Total capital ratio	16.871%	16.750%

A30 Fair Value Measurements

(a) Determination of fair value and fair value hierarchy

MFRS 13 "Fair Value Measurement" requires disclosure of financial instruments measured at fair value to be categorised according to a hierarchy of valuation techniques, whether the inputs used are observable or unobservable. The following levels of hierarchy are used for determining and disclosing the fair value of the financial instruments:

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

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group and the Bank recognise transfers between levels of the fair value hierarchy at the end of the reporting period during which the transfer has occurred. The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

(i) Financial instruments in Level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the statements of financial position date. A market is regarded as active if quoted prices are readily and regularly available from an exchange and those prices represent actual and regularly occurring market transactions on an arm's length basis. This includes listed equities and corporate debt securities which are actively traded.

(ii) Financial instruments in Level 2

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

(iii) Financial instruments in Level 3

The Group and the Bank classify financial instruments as Level 3 when there is reliance on unobservable inputs to the valuation model attributing to a significant contribution to the instrument value. Valuation reserves or pricing adjustments where applicable will be used to converge to fair value.

The valuation techniques and inputs used generally depend on the contractual terms and the risks inherent in the instrument as well as the availability of pricing information in the market. Principal techniques used include net tangible assets, net asset value, discounted cash flows, and other appropriate valuation models. These include private equity investments.

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A30 Fair Value Measurements (Contd.)**(b) Financial instruments measured at fair value and the fair value hierarchy**

The following tables show the Group's and the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

<u>GROUP</u> 30 September 2025	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	315,207	-	315,207
- Unquoted securities	-	395	337,263	337,658
Financial investments at FVOCI				
- Money market instruments	-	6,956,762	-	6,956,762
- Quoted securities in Malaysia	10	-	-	10
- Unquoted securities	-	5,748,803	-	5,748,803
Derivative financial assets	-	296,671	-	296,671
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss	-	1,675,647	-	1,675,647
Derivative financial liabilities	-	382,500	-	382,500
<u>BANK</u> 30 September 2025	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	315,207	-	315,207
- Unquoted securities	-	395	337,263	337,658
Financial investments at FVOCI				
- Money market instruments	-	6,055,508	-	6,055,508
- Quoted securities in Malaysia	10	-	-	10
- Unquoted securities	-	4,448,447	-	4,448,447
Derivative financial assets	-	296,671	-	296,671
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss	-	1,675,647	-	1,675,647
Derivative financial liabilities	-	382,500	-	382,500

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A30 Fair Value Measurements (Contd.)**(b) Financial instruments measured at fair value and the fair value hierarchy (contd.)**

The following tables show the Group's and the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy (contd.):

<u>GROUP</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
31 March 2025	RM'000	RM'000	RM'000	RM'000
<u>Assets</u>				
Financial assets at FVTPL			-	
- Money market instruments	-	844		844
- Unquoted securities	-	1,357	303,798	305,155
Financial investments at FVOCI				
- Money market instruments	-	6,283,985	-	6,283,985
- Quoted securities in Malaysia	14	-	-	14
- Unquoted securities	-	4,915,630	-	4,915,630
Derivative financial assets	-	151,261	-	151,261
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss	-	1,883,460	-	1,883,460
Derivative financial liabilities	-	247,625	-	247,625
<u>BANK</u>				
31 March 2025	RM'000	RM'000	RM'000	RM'000
<u>Assets</u>				
Financial assets at FVTPL				
- Money market instruments	-	844	-	844
- Unquoted securities	-	1,357	303,798	305,155
Financial investments at FVOCI				
- Money market instruments	-	5,381,728	-	5,381,728
- Quoted securities in Malaysia	14	-	-	14
- Unquoted securities	-	3,976,139	-	3,976,139
Derivative financial assets	-	151,261	-	151,261
<u>Liabilities</u>				
Financial liabilities designated at fair value through profit or loss	-	1,883,460	-	1,883,460
Derivative financial liabilities	-	247,625	-	247,625

A30 Fair Value Measurements (Contd.)

(b) Financial instruments measured at fair value and the fair value hierarchy (contd.)

The table below outlines the reconciliation of movements in Level 3 financial instruments:

	<u>GROUP</u>		<u>BANK</u>	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
At beginning of financial period/year	303,798	277,973	303,798	277,973
Acquisition during the year	-	200	-	200
Total gain recognised in statements of income				
- Revaluation gain from financial assets at FVTPL	33,465	25,625	33,465	25,625
At end of financial period/year	337,263	303,798	337,263	303,798

The Group's and the Bank's exposure to financial instruments measured using unobservable inputs ("Level 3") constitutes a small component of the Group's and the Bank's portfolio of financial instruments. Changing one or more of the inputs to reasonable alternative assumptions would not change the value significantly for Level 3 financial instruments.

A31 Offsetting Financial Assets And Financial Liabilities

In accordance with MFRS 132 Financial Instruments: Presentation, the Group and the Bank report financial assets and financial liabilities on a net basis on the statements of financial position, only if there is a legally enforceable right to set off the recognised amounts and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. The following table shows the impact of netting arrangements on:

- (i) all financial assets and liabilities that are reported net on the statements of financial position; and
- (ii) all financial assets and liabilities that are subject to enforceable master netting arrangements or similar agreements, but do not qualify for statements of financial position netting.

(a) Financial assets

	Gross amounts of recognised financial assets	Net amounts of financial assets presented in the statements of financial position	Related amounts not set off in the statements of financial position		Net amount
	RM'000	RM'000	Financial instruments	Cash collateral received	RM'000
			RM'000	RM'000	
<u>GROUP/BANK</u>					
30 September 2025					
Derivative financial assets	296,671	296,671	(197,462)	(59,289)	39,920
<u>GROUP/BANK</u>					
31 March 2025					
Derivative financial assets	151,261	151,261	(104,027)	(21,056)	26,178

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

A31 Offsetting Financial Assets And Financial Liabilities (Contd.)**(b) Financial liabilities**

	Gross amounts of recognised <u>financial liabilities</u> RM'000	Net amounts of financial liabilities presented in the statements of financial <u>position</u> RM'000	Related amounts not set off in the statements of financial position		
			<u>Financial instruments</u> RM'000	<u>Cash collateral pledged</u> RM'000	<u>Net amount</u> RM'000
<u>GROUP/BANK</u>					
30 September 2025					
Derivative financial liabilities	382,500	382,500	(197,462)	(68,473)	116,565
<u>GROUP/BANK</u>					
31 March 2025					
Derivative financial liabilities	247,625	247,625	(104,027)	(104,225)	39,373

For the financial assets and liabilities subject to enforceable master netting arrangements or similar arrangements, each agreement between the Group and the Bank and the counterparty allows for net settlement of the relevant financial assets and liabilities when both elect to settle on a net basis. In the absence of such an election, financial assets and liabilities will be settled on a gross basis, however, each party to the master netting agreement or similar agreement will have the option to settle all such amounts on a net basis in the event of default of the other party.

A32 Credit Transactions And Exposures With Connected Parties

	<u>BANK</u>	
	30 September 2025 RM'000	31 March 2025 RM'000
Outstanding credit exposures with connected parties	327,125	417,225
of which:		
Total credit exposure which is impaired or in default	2	-
Total credit exposures	74,341,514	72,706,206
Percentage of outstanding credit exposures to connected parties		
- as a proportion of total credit exposures	0.44%	0.57%
- which is impaired or in default	0.00%	0.00%

The disclosure on Credit Transactions and Exposures with Connected Parties above is presented in accordance with paragraph 9.1 of BNM's Guidelines on Credit Transactions and Exposures with Connected Parties, which became effective on 1 January 2008.

PART B - Explanatory Notes Pursuant To Appendix 9B Of Bursa Securities' Listing Requirements

B1 Financial Review for Financial Quarter and Financial Year to Date

GROUP

	2nd Quarter Ended 30 September 2025 RM'000	2nd Quarter Ended 30 September 2024 RM'000	Changes %
Net income/revenue	626,232	605,648	3.4
Operating profit before allowance	327,565	332,085	(1.4)
Operating profit after allowance	270,941	237,535	14.1
Profit before taxation and zakat	270,948	237,547	14.1
Profit after taxation and zakat	206,563	189,909	8.8
Profit attributable to ordinary equity holders of the Bank	206,563	189,909	8.8
	Six Months Ended 30 September 2025 RM'000	Six Months Ended 30 September 2024 RM'000	Changes %
Net income/revenue	1,241,552	1,145,423	8.4
Operating profit before allowance	665,277	612,567	8.6
Operating profit after allowance	518,659	472,068	9.9
Profit before taxation and zakat	518,679	472,092	9.9
Profit after taxation and zakat	405,260	366,560	10.6
Profit attributable to ordinary equity holders of the Bank	405,260	366,560	10.6
	2nd Quarter Ended 30 September 2025 RM'000	1st Quarter Ended 30 June 2025 RM'000	Changes %
Net income/revenue	626,232	615,320	1.8
Operating profit before allowance	327,565	337,712	(3.0)
Operating profit after allowance	270,941	247,718	9.4
Profit before taxation and zakat	270,948	247,731	9.4
Profit after taxation and zakat	206,563	198,697	4.0
Profit attributable to ordinary equity holders of the Bank	206,563	198,697	4.0

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

B1 Financial Review for Financial Quarter and Financial Year to Date (Contd.)**BANK**

	2nd Quarter Ended 30 September 2025 RM'000	2nd Quarter Ended 30 September 2024 RM'000	Changes %
Net income/revenue	472,661	465,567	1.5
Operating profit before allowance	234,425	245,259	(4.4)
Operating profit after allowance	206,165	183,633	12.3
Profit before taxation	206,165	183,633	12.3
Profit after taxation	157,681	143,928	9.6
Profit attributable to ordinary equity holders of the Bank	157,681	143,928	9.6
	Six Months Ended 30 September 2025 RM'000	Six Months Ended 30 September 2024 RM'000	Changes %
Net income/revenue	1,009,320	932,733	8.2
Operating profit before allowance	553,108	506,969	9.1
Operating profit after allowance	472,831	431,486	9.6
Profit before taxation	472,831	431,486	9.6
Profit after taxation	385,968	345,555	11.7
Profit attributable to ordinary equity holders of the Bank	385,968	345,555	11.7
	2nd Quarter Ended 30 September 2025 RM'000	1st Quarter Ended 30 June 2025 RM'000	Changes %
Net income/revenue	472,661	536,659	(11.9)
Operating profit before allowance	234,425	318,683	(26.4)
Operating profit after allowance	206,165	266,666	(22.7)
Profit before taxation	206,165	266,666	(22.7)
Profit after taxation	157,681	228,287	(30.9)
Profit attributable to ordinary equity holders of the Bank	157,681	228,287	(30.9)

B2 Review Of Performance

(a) Business Review for the Financial Period ended 30 September 2025

Profitability

The Group recorded a net profit after taxation of RM405.3 million for the first half ended 30 September 2025, a year-on-year ("YoY") increase of RM38.7 million or 10.6%. This growth was primarily driven by increased revenue after taking into account higher operating expenses and allowances for expected credit losses.

Net interest income increased by RM38.0 million or 4.0% YoY, predominantly attributed to loan growth. The net interest margin ("NIM") for the period was 2.37% (30 September 2024: 2.47%).

The Group reported other operating income of RM247.6 million, an increase of RM58.1 million or 30.7% YoY. This growth primarily stemmed from increased revenue from treasury and investment income, foreign exchange sales and processing fee income, after taking into account lower wealth management income and lower credit card fee expenses.

Total revenue stood at RM1.2 billion, increased by RM96.1 million or 8.4% YoY.

Operating Expenses

Operating expenses rose by RM43.4 million, or 8.1% YoY. The cost-to-income ratio ("CIR") stood at 46.4%.

Loan Growth

The implementation of the ACCELER8 strategic plan facilitated an expansion in the Group's loans, advances, and financing, which increased by 8.1% YoY to reach RM63.9 billion. This growth was predominantly propelled by advancements in Consumer, Small and Medium Enterprises ("SME"), and Commercial Banking segments, which grew by 10.4%, 7.2% and 11.6% respectively.

Asset Quality

The Group's allowance for expected credit losses on loans, advances, financing, and other financial assets posted a net charge of RM146.6 million, an increase of RM6.1 million YoY. The net credit cost stood at 23.2 basis points, while the loan loss coverage, including regulatory reserves, stood at 116.7%.

The Group will maintain a prudent approach with a robust credit risk framework applied across all business lines. This involves stratifying customers based on their risk profiles and engaging with them accordingly. The Group continues to focus on controlling credit costs by refining credit policies, enhancing credit underwriting standards, and intensifying collection efforts.

Healthy Funding and Liquidity Position

The Group's current/savings account ("CASA") ratio was 39.1%, with customer deposits totalling RM66.3 billion. Our funding strategy has enabled the Group to maintain a robust liquidity coverage ratio and loans-to-funds ratio, which stood at 160.2% and 87.3%, respectively.

Proactive Capital Management

We maintained capital position with the Common Equity Tier-1 ("CET 1") ratio at 13.6%, the Tier-1 Capital Ratio at 14.7%, and the Total Capital Ratio at 18.2%, all comfortably surpassing regulatory thresholds.

The Group declared a first interim dividend of 9.37 sen per share for the financial year ended 31 March 2026.

B2 Review Of Performance (Contd.)

(b) Performance by Business Segment and Subsidiary

The Group's business segments encompass Consumer Banking, Business Banking, and Financial Markets.

In the Consumer Banking segment, profit before tax was recorded at RM56.2 million, reflecting an increase of RM30.4 million YoY. Net income saw an increase of RM53.7 million or 14.1% to RM435.5 million, driven primarily by a rise in net interest income by RM36.5 million and increase in other operating income by RM17.2 million. Operating expenses increased by RM28.5 million or 11.5%, while the allowance for expected credit losses decreased by RM5.2 million. Segment assets were recorded at RM33.8 billion.

For the Business Banking segment, comprising corporate, commercial, and SME banking, profit before tax recorded at RM260.7 million, a decrease of RM9.6 million or 3.5% YoY. Net income increased by RM32.0 million or 6.1% to RM555.6 million, driven by higher net interest income by RM20.8 million and higher other operating income by RM11.1 million. Operating expenses increased by RM30.8 million or 14.0%, while the allowance for expected credit losses increased by RM10.7 million. Segment assets were recorded at RM33.4 billion.

In the Financial Markets segment, profit before tax reached RM198.6 million, a decrease of RM4.3 million or 2.1% YoY. Net income increased by RM2.1 million or 0.9%, primarily driven by higher other operating income of RM23.2 million, offset by a decrease in net interest income by RM21.2 million. Operating expenses rose by RM7.6 million. Segment assets recorded at RM18.7 billion.

The Islamic Banking segment, which includes consumer banking, business banking, and financial markets, recorded a net profit after taxation of RM80.8 million, which decreased by RM1.6 million, or 2.0% YoY. Net income increased by RM19.0 million, or 7.2%. Net profit income increased by RM12.0 million, while other operating income increased by RM7.0 million. Operating expenses increased by RM13.8 million, or 14.3%. The allowance for expected credit losses increased by RM0.4 million. Total assets stood at RM19.4 billion.

Current Quarter against Previous Year Corresponding Quarter (2QFY2026 vs 2QFY2025)

The Group's profit after taxation of RM206.6 million for the quarter was RM16.7 million or 8.8% higher compared to the previous year corresponding quarter, mainly due to higher revenue and lower allowance for expected credit losses, offset with higher operating expenses.

Key Quarter-on-Quarter Performance Highlights

- Net interest income recorded at RM495.0 million, higher by RM3.8 million or 0.8% mainly due to higher loan growth.
- NIM was at 2.32% (2QFY2025: 2.49%).
- Other operating income increased by RM16.8 million or 14.6% mainly due to higher processing fee income and lower credit card fee expenses, offset by lower wealth management income.
- Total revenue stood at RM626.2 million, increased by RM20.6 million or 3.4%.
- Operating expenses increased by RM25.1 million or 9.2% mainly from higher establishment expenses, administration expenses and personnel expenses.
- Net credit cost was at 8.8 basis points (2QFY2025: 16.4 basis points).

B3 Comparison with Immediate Preceding Quarter (2QFY2026 vs 1QFY2026)

Compared to the immediate preceding quarter, the Group's profit after taxation for the quarter stood at RM206.6 million, increased by RM7.9 million or 4.0%, primarily attributed to higher revenue and lower allowance for expected credit losses, offset by higher operating expenses and tax expenses.

Key Quarter-on-Quarter Performance Highlights

- Net interest income decreased by RM3.9 million mainly from loans, advances and financing.
- The net interest margin (NIM) was recorded at 2.32% (1QFY2026: 2.42%).
- Other operating income increased by RM14.8 million or 12.7%, primarily driven by higher treasury and investment income, offset by higher service charges and fees expenses.
- Total revenue stood at RM626.2 million, increased by RM10.9 million or 1.8%.
- Operating expenses higher by RM21.1 million or 7.6%, mainly due to higher establishment expenses and personnel expenses.
- The net credit cost was 8.8 basis points (1QFY2026: 14.4 basis points).

B4 Prospect for the Current Financial Year

Malaysia's economy remains on a healthy growth trajectory as domestic demand is likely to stay resilient supported by sustained consumer spending and steady labour market dynamics. The country's sound fundamentals and diversified economic structure, coupled with renewed government focus to spur higher economic growth will help ensure Malaysia's growth stays intact. Nevertheless, we are mindful that growth has been uneven and there are pockets of stress in selected sectors. In addition, we remain cautious of downside risks to growth stemming from external uncertainties such as trade disruptions and geopolitical tensions.

As we reach the midpoint of our Acceler8 2027 strategy, we will continue to pursue the eight growth pillars to ensure sustainable expansion and strengthen our market position in FY2026:

Pillar 1	Maintain momentum in SME expansion: Continue optimizing customer engagement and expanding digital channels.
Pillar 2	Support business customers throughout their lifecycle: Serve as the primary bank for businesses at all stages, from small SMEs to IPOs, with tailored financial solutions, driving recurring transactional fee income.
Pillar 3	Expand the Consumer business: Deepen relationships with young professionals and high-net-worth clients, including scaling up innovative digital propositions like the virtual credit card.
Pillar 4	Ecosystem Partnerships: Offer holistic solutions, particularly in sustainability, by collaborating with strategic partners.
Pillar 5	Become the regional leader in selected economic corridors: Capture growth in key economic corridors (Penang, Johor, East Malaysia).
Pillar 6	Corporate & Capital Markets: Enhance client coverage and create value through synergies.
Pillar 7	Islamic Banking: Increase market share with unique offerings like Halal in One and sustainable financing.
Pillar 8	Strategic Partnerships: Expand product and distribution capabilities through collaborations.

The evolving global landscape including geopolitical tensions and trade uncertainties continues to present risks to economic stability and market sentiment. For FY2026, we remain vigilant and focused on enhancing our products, services, and technology; expanding lending with discipline; diversifying funding sources; and strengthening our risk management capabilities. These initiatives are aligned with our Acceler8 2027 strategy, reinforcing our commitment to sustainable growth and long-term value creation.

B5 Profit Forecast

There was no profit forecast issued by the Group and the Bank.

B6 Taxation and Zakat

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>GROUP</u>				
- Income tax	73,431	68,850	118,811	116,555
- Deferred tax	(9,046)	(21,182)	8,435	(10,993)
- Over provision for taxation in prior financial year	-	-	(13,713)	-
	64,385	47,668	113,533	105,562
- Zakat	-	(30)	(114)	(30)
	64,385	47,638	113,419	105,532
<u>BANK</u>				
- Income tax	53,837	59,941	86,223	91,981
- Deferred tax	(5,353)	(20,236)	14,755	(6,050)
- Over provision for taxation in prior financial year	-	-	(14,115)	-
	48,484	39,705	86,863	85,931

The Bank's effective tax rate for the current financial period ended 30 September 2025 was lower than the current statutory tax rate of 24%, mainly due to an overprovision of income tax expense in prior years.

B7 Status of Corporate Proposals

There was no corporate proposal announced but not completed as at the date of this report.

B8 Deposits from Customers, Deposits and Placements of Banks and Other Financial Institutions and Debts Securities

	GROUP		BANK	
	30 September	31 March	30 September	31 March
	2025	2025	2025	2025
	RM'000	RM'000	RM'000	RM'000
(a) Deposits from customers				
Fixed deposits, negotiable instruments of deposits and money market deposits:				
- One year or less (short term)	40,356,095	38,831,799	28,883,559	28,143,538
- More than one year (medium/long term)	19,004	22,388	17,858	20,514
	40,375,099	38,854,187	28,901,417	28,164,052
Others	25,961,809	26,980,767	21,011,579	21,612,536
	66,336,908	65,834,954	49,912,996	49,776,588
(b) Deposits and placements of banks and other financial institutions				
- One year or less (short term)	1,192,530	513,994	1,189,877	510,935
- More than one year (medium/long term)	1,007,511	1,540,915	818,642	1,333,486
	2,200,041	2,054,909	2,008,519	1,844,421
(c) Subordinated obligations				
Tier II Subordinated Medium Term Notes (unsecured)				
- One year or less (short term)	406,134	406,051	406,122	405,914
- More than one year (medium/long term)	913,576	813,323	813,474	813,387
Additional Tier 1 Capital Securities (unsecured)				
- More than one year (medium/long term)	652,803	652,930	552,775	552,875
	1,972,513	1,872,304	1,772,371	1,772,176

B9 Derivative Financial Assets/(Liabilities)

Derivative financial instruments measured at fair value together with their corresponding contract/notional amounts:

GROUP/BANK	As at 30 September 2025			As at 31 March 2025		
	Fair value			Fair value		
	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000	Contract/ notional amount RM'000	Assets RM'000	Liabilities RM'000
Trading derivatives						
Foreign exchange contracts						
Currency forwards	3,533,067	3,659	(107,598)	4,028,657	30,514	(27,372)
- one year or less	3,370,992	3,659	(95,224)	3,802,689	30,514	(21,362)
- over one year to three years	162,075	-	(12,374)	217,107	-	(5,525)
- over three years	-	-	-	8,861	-	(485)
Currency swaps	23,181,740	128,831	(56,006)	10,335,193	41,377	(49,295)
- one year or less	23,043,131	119,437	(56,006)	10,152,001	37,432	(49,295)
- over one year to three years	138,609	9,394	-	183,192	3,945	-
Currency spots						
- one year or less	391,184	568	(431)	230,687	75	(99)
Currency options						
- one year or less	843,369	1,972	(1,051)	796,796	885	(32)
	27,949,360	135,030	(165,086)	15,391,333	72,851	(76,798)
Interest rate related contracts						
Interest rate swaps	32,193,094	161,156	(177,478)	27,017,843	78,319	(105,236)
- one year or less	2,831,724	7,359	(5,726)	4,118,348	5,609	(7,423)
- over one year to three years	9,857,888	38,373	(50,126)	8,601,276	20,051	(43,008)
- over three years	19,503,482	115,424	(121,626)	14,298,219	52,659	(54,805)
Equity related contracts	618,639	485	(39,936)	414,960	91	(65,591)
- one year or less	395,813	453	(29,639)	316,353	91	(56,358)
- over one year to three years	222,826	32	(10,297)	98,607	-	(9,233)
Total derivatives assets/(liabilities)	60,761,093	296,671	(382,500)	42,824,136	151,261	(247,625)

B9 Derivative Financial Assets/(Liabilities) (Contd.)

- (i) The Group's and the Bank's derivative are subject to credit risk, market risk and liquidity risk as follow:

Credit Risk

Credit risk is the risk of financial loss resulting from the failure of the Group's borrowers or counterparties to fulfil their contractual obligations to repay their loans or settle commitments. Exposure to credit risk may be categorised as primary or secondary. This exposure is monitored on an on-going basis against predetermined counterparty limits. As at 30 September 2025, the amount of credit risk in the Group and the Bank, measured in terms of the cost to replace the profitable contracts, were RM296,671,000 (31 March 2025: RM151,261,000). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

Market Risk

Market Risk is the risk of loss of earnings arising from changes in interest rates, foreign exchange rates, equity prices, commodity prices and in their implied volatilities.

The Group has established a framework of approved risk policies, measurement methodologies and risk limits as approved by the Group Risk Management Committee to manage market risk. Market risk arising from the trading activities is controlled via position limits, loss limits, sensitivity limits and valuation via daily mark-to-market, where available.

Liquidity Risk

Liquidity risk is the inability of the Group and the Bank to meet financial commitments when due.

The Group's and the Bank's liquidity risk profile are managed using liquidity risk management strategies set in the Liquidity Risk Management Policy. Liquidity Risk Measures are monitored against approved threshold by Group Assets and Liabilities Management Committee and Group Risk Management Committee. A contingency funding plan is also established by the Group and the Bank as a forward-looking measure to ensure that liquidity risk can be addressed according to the degrees of key risk indicators, and which incorporates alternative funding strategies which are ready to be implemented on a timely basis to mitigate the impact of unforeseen adverse changes in liquidity in the market place.

- (ii) Cash Requirements of the Derivatives

Cash requirements of the derivatives may arise from margin requirements to post cash collateral with counterparties as the fair value moves beyond the agreed upon threshold limits in the counterparties' favour, or upon downgrade in the Group's and the Bank's credit ratings. As at 30 September 2025, the Group and the Bank had posted cash collateral of RM68,473,000 (31 March 2025: RM104,225,000) on their derivative contracts.

- (iii) Related Accounting Policies

Derivative financial instruments are initially recognised at fair value, which is normally zero or negligible at inception except for options and subsequently re-measured at their fair value. The fair value of options at inception is normally equivalent to the premium received (for options written) or paid (for options purchased). All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. Changes in the fair value are recognised in the statement of comprehensive income.

Interest income and expenses associated with interest rate swaps are recognised over the life of the swap agreement as a component of investment income.

B9 Derivative Financial Assets/(Liabilities) (Contd.)

(iv) There have been no changes since the end of the previous financial year in respect of the following:

- (a) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- (b) the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
- (c) the related accounting policies.

The credit risk, market risk and liquidity risk associated with the derivatives and the policies in place for mitigating or controlling the risks with these derivatives are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 March 2025.

B10 Changes in Material Litigation

The Group and the Bank do not have any material litigation which would materially and adversely affect the financial position of the Group and the Bank for the current financial period ended 30 September 2025.

B11 Dividend Declared

The Board of Directors has declared a first interim dividend of 9.37 sen per share on 1,730,223,001 ordinary shares amounting to approximately RM162,104,000 in respect of financial year ending 31 March 2026, to be paid on 30 December 2025 to shareholders registered in the Record of Depositors of the Bank as at 5pm on 12 December 2025.

B12 Earnings Per Share

(a) Basic

Basic earnings per share is calculated by dividing profit for the financial period attributable to equity holders of the Bank by the weighted average number of ordinary shares in issue during the financial period.

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
<u>GROUP</u>				
Net profit for the financial period attributable to equity holders of the Bank (RM'000)	206,563	189,909	405,260	366,560
Weighted average numbers of ordinary shares in issue ('000)	1,702,510	1,548,106	1,625,730	1,548,106
Basic earnings per share (sen)	12.1	12.3	24.9	23.7

ALLIANCE BANK MALAYSIA BERHAD**198201008390 (88103-W)**

(Incorporated in Malaysia)

B12 Earnings Per Share (Contd.)**(a) Basic (contd.)**

Basic earnings per share is calculated by dividing profit for the financial period attributable to equity holders of the Bank by the weighted average number of ordinary shares in issue during the financial period. (contd.)

	2nd Quarter Ended		Six Months Ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
<u>BANK</u>				
Net profit for the financial period attributable to equity holders of the Bank (RM'000)	<u>157,681</u>	<u>143,928</u>	<u>385,968</u>	<u>345,555</u>
Weighted average numbers of ordinary shares in issue ('000)	<u>1,702,510</u>	<u>1,548,106</u>	<u>1,625,730</u>	<u>1,548,106</u>
Basic earnings per share (sen)	<u>9.3</u>	<u>9.3</u>	<u>23.7</u>	<u>22.3</u>

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the financial period attributable to equity holders of the Bank and the weighted average number of ordinary shares in issue during the financial period have been adjusted for the dilutive effects of all potential ordinary shares (non-cumulative).

There were no dilutive potential ordinary shares outstanding as at 30 September 2025 and 30 September 2024 respectively. As a result, the dilutive earnings per share was equal to basic earnings per share for the financial period ended 30 September 2025 and 30 September 2024.

By Order of the Board**LEE WEI YEN (MAICSA 7001798) (SSM PC No. 202008002080)**

Group Company Secretary

Kuala Lumpur

25 November 2025