

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED
30 JUNE 2025**

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Note	As at 30 June 2025 RM'000	As at 31 March 2025 RM'000
Assets			
Cash and short-term funds	13	5,140,103	5,775,492
Deposits and placements with banks and other financial institutions	14	4,926,576	3,376,358
Debt instruments at fair value through other comprehensive income ("FVOCI")	15	3,221,715	3,362,258
Loans, advances and financing	16	12,946,851	13,476,825
Derivative financial assets		855,629	666,821
Other assets	17	478,894	344,724
Statutory deposits with Bank Negara Malaysia	18	26,450	8,450
Plant and equipment		17,498	15,249
Right-of-use assets		8,519	9,266
Tax recoverable		123,311	116,708
Deferred tax assets		-	-
Total assets		<u>27,745,546</u>	<u>27,152,151</u>
Liabilities			
Deposits from customers	19	18,677,421	18,528,133
Deposits and placements of banks and other financial institutions	20	3,482,129	3,341,616
Bills and acceptances payable		2,446	318
Derivative financial liabilities		891,120	629,604
Other liabilities	21	168,699	213,321
Lease liabilities		8,782	9,649
Provision for credit commitments and contingencies	22	5,273	5,110
Deferred tax liabilities		10,133	5,782
Total liabilities		<u>23,246,003</u>	<u>22,733,533</u>
Equity			
Share capital		2,452,605	2,452,605
Reserves		2,046,938	1,966,013
Total equity attributable to owners of the Bank		<u>4,499,543</u>	<u>4,418,618</u>
Total liabilities and equity		<u>27,745,546</u>	<u>27,152,151</u>
Commitments and contingencies	33	<u>38,862,712</u>	<u>37,059,357</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

		1st Quarter Ended		Three Months Ended	
		30 June	30 June	30 June	30 June
		2025	2024	2025	2024
Note		RM'000	RM'000	RM'000	RM'000
Interest income	23	245,536	283,588	245,536	283,588
Interest expense	24	(176,793)	(218,110)	(176,793)	(218,110)
Net interest income		68,743	65,478	68,743	65,478
Other operating income	25	72,426	58,047	72,426	58,047
Net operating income		141,169	123,525	141,169	123,525
Other operating expenses	26	(38,788)	(34,759)	(38,788)	(34,759)
Operating profit		102,381	88,766	102,381	88,766
Allowance for impairment on loans, advances and financing	27	(2,394)	(3,110)	(2,394)	(3,110)
Writeback of impairment on other financial assets	28	202	1,224	202	1,224
Profit before taxation		100,189	86,880	100,189	86,880
Tax expense		(21,654)	(22,348)	(21,654)	(22,348)
Profit after taxation		78,535	64,532	78,535	64,532
Other comprehensive income for the financial period, net of income tax					
Items that may be reclassified subsequently to profit or loss					
Movement in fair value reserve (FVOCI debt instruments):					
- Debt instruments measured at FVOCI - net change in fair value		2,569	2,442	2,569	2,442
- Debt instruments measured at FVOCI - decrease in allowance for impairment		(179)	(139)	(179)	(139)
Total comprehensive income for the financial period		80,925	66,835	80,925	66,835
Basic earnings per ordinary share (sen)					
		3.20	2.63	3.20	2.63

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	Share capital RM'000	Non-distributable reserves Regulatory reserve RM'000	Fair value reserve RM'000	Distributable reserves Retained earnings RM'000	Total RM'000
At 1 April 2025	2,452,605	155,926	4,198	1,805,889	4,418,618
Profit for the period	-	-	-	78,535	78,535
Fair value change and increase in allowance for impairment of debt instruments measured at FVOCI	-	-	2,390	-	2,390
Total comprehensive income for the period	-	-	2,390	78,535	80,925
At 30 June 2025	2,452,605	155,926	6,588	1,884,424	4,499,543
At 1 April 2024	2,452,605	155,926	1,726	1,537,885	4,148,142
Profit for the period	-	-	-	64,532	64,532
Fair value change and increase in allowance for impairment of debt instruments measured at FVOCI	-	-	2,303	-	2,303
Total comprehensive income for the period	-	-	2,303	64,532	66,835
At 30 June 2024	2,452,605	155,926	4,029	1,602,417	4,214,977

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	30 June 2025 RM'000	30 June 2024 RM'000
Cash flows from operating activities		
Profit from ordinary activities before taxation	100,189	86,880
Adjustments for non-cash items	(130)	11,904
Net increase in cash and cash equivalents	<u>100,059</u>	<u>98,784</u>
Changes in working capital:		
Net changes in operating assets	(1,090,589)	204,216
Net changes in operating liabilities	257,135	327
Cash (used in) / generated from operating activities	(733,395)	303,327
Tax paid	(29,590)	(22,910)
Net cash (used in) / generated from operating activities	(762,985)	280,417
Net cash generated from investing activities	129,209	573,721
Net cash used in financing activities	(1,425)	(1,279)
Net (decrease) / increase in cash and cash equivalents during the financial period	<u>(635,201)</u>	<u>852,859</u>
Cash and cash equivalents at beginning of the financial period	<u>5,777,276</u>	<u>5,769,489</u>
Cash and cash equivalents at end of the financial period	<u><u>5,142,075</u></u>	<u><u>6,622,348</u></u>
Cash and cash equivalents comprise:		
Cash and balances with banks and other financial institutions	105,126	105,042
Money at call and deposit placements maturing within one month	5,036,949	6,517,306
	<u><u>5,142,075</u></u>	<u><u>6,622,348</u></u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

1. Basis of preparation

The unaudited condensed interim financial statements for the first quarter and financial period ended 30 June 2025 have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”).

The unaudited condensed interim financial statements have been prepared under the historical cost convention except for the following assets and liabilities which are stated at fair values: financial assets and liabilities at fair value through profit or loss (“FVTPL”), financial assets at fair value through other comprehensive income (“FVOCI”) and derivative financial instruments.

The unaudited condensed interim financial statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 March 2025. The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Bank since the financial year ended 31 March 2025.

The unaudited condensed interim financial statements incorporated those activities relating to the Islamic banking business which have been undertaken by the Bank. Islamic banking business refers generally to the acceptance of deposits and granting of financing under the principles of Shariah.

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 financial statements for the financial year ended 31 March 2025, except for the adoption of the following new MFRSs, amendments to MFRSs and Issues Committee (“IC”) Interpretations which are effective for annual periods beginning on or after 1 January 2025:

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

The initial application of the abovementioned accounting standards, amendments and interpretations do not have any material financial impact to the financial statements of the Bank.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

1. Basis of preparation (continued)

The following MFRSs and amendments have been issued by the MASB and are not yet effective to the Bank.

Effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures - Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements — Volume 11:
 - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
 - Amendments to MFRS 7, *Financial Instruments: Disclosures*
 - Amendments to MFRS 9, *Financial Instruments*
 - Amendments to MFRS 10, *Consolidated Financial Statements*
 - Amendments to MFRS 107, *Statement of Cash Flows*
- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures - Contracts Referencing Nature-dependent Electricity*

Effective for annual periods beginning on or after 1 January 2027

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

Effective for annual periods beginning on or after a date yet to be confirmed

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

The Bank plans to apply the abovementioned accounting standards, interpretations and amendments, where applicable.

2. 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.

3. Seasonal or Cyclical Factors

The business operations of the Bank were not materially affected by any seasonal or cyclical factors in the first quarter and financial period ended 30 June 2025.

4. 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 Bank in the first quarter and financial period ended 30 June 2025.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

5. Changes in Estimates

There were no material changes in estimates of amounts reported that have a material effect on the unaudited condensed interim financial statements in the first quarter and financial period ended 30 June 2025.

6. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities in the first quarter and financial period ended 30 June 2025.

7. Dividend

No dividend was paid during the first quarter and financial period ended 30 June 2025.

8. Segmental Reporting on Revenue, Profit and Assets

Segmental reporting has not been prepared as there are no other segments other than the commercial banking segment.

9. Subsequent Events

There were no significant events subsequent to the statement of financial position date that require disclosure or adjustments to the unaudited condensed interim financial statements.

10. Changes in the Composition of the Bank

There were no changes in the composition of the Bank during the first quarter and financial period ended 30 June 2025.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

11. Review of Performance

For the first quarter ended 30 June 2025, the Bank registered an operating profit of RM102.4 million, an increase of 15.3% (Q1 June 2024: RM88.8 million) mainly due to higher other operating income of 24.8% to RM72.4 million (Q1 June 2024: RM58.0 million). Consequentially, the Bank recorded a profit before taxation of RM100.2 million, an increase of 15.3% (Q1 June 2024: RM86.9 million) and a profit after taxation of RM78.5 million, an increase of 21.7% (Q1 June 2024: RM64.5 million).

Total assets recorded an increase of 2.2% to RM27,746 million as at 30 June 2025 (31 March 2025: RM27,152 million). This was mainly attributed to 45.9% increase in deposits and placements with banks and other financial institutions amounting to RM4,927 million (31 March 2025: RM3,376 million) and 28.3% increase in derivative financial assets amounting to RM856 million (31 March 2025: RM667 million). The increase was partially offset by 11.0% decrease in cash and short-term funds amounting to RM5,140 million (31 March 2025: RM5,775 million) and 3.9% decrease in loans, advances and financing amounting to RM12,947 million (31 March 2025: RM13,447 million).

Total liabilities recorded an increase of 2.3% to RM23,246 million as at 30 June 2025 (31 March 2025: RM22,734 million). This was mainly attributed to the 41.4% increase in derivative financial liabilities amounting to RM891 million (31 March 2025: RM630 million), 0.8% increase in deposits from customers amounting to RM18,677 million (31 March 2025: RM18,528 million) and 4.2% increase in deposits and placements of banks and other financial institutions amounting to RM3,482 million (31 March 2025: RM3,342 million). The increase was partially offset by the 20.7% decrease in other liabilities amounting to RM169 million (31 March 2025: RM213 million).

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

12. Current Year Prospects

Malaysia's Gross Domestic Product ("GDP") in the first quarter of 2025 grew by 4.4% (4Q 2024: 4.9%). The decline was principally driven by a contraction in hydrocarbon output, signalling persistent structural vulnerabilities within the extractive industries. However, domestic economic activity remained resilient, supported by favourable labour market conditions and targeted fiscal measures. Besides, statutory wage adjustments and continued employment growth supported household consumption. Net exports contributed positively to growth, rising by 19.6% (4Q 2024: 63.6%), with gains driven by stronger shipments of electrical and electronics products. However, uncertainty surrounding Malaysia-US trade negotiations continues to weigh on the near-term export outlook.

The external landscape has grown increasingly complex amid intensifying geopolitical risks. Malaysia's accession to BRICS represents a significant realignment in its international economic positioning, potentially prompting retaliatory responses from traditional Western trading partners. These concerns are compounded by the re-election of Trump, and the reinstatement of broad-based US tariff regime with bilateral negotiations between Malaysia and the US remaining inconclusive, the threat of targeted trade actions remains elevated. These developments thus extend beyond short term trade headwinds, posing broader challenges to Malaysia's economic positioning and increasing the likelihood of externally amplified volatility.

Bank Negara Malaysia ("BNM")'s Monetary Policy Committee ("MPC") left Overnight Policy Rate ("OPR") unchanged at 3.00% for the 14th consecutive meetings since May 2023. As current monetary policy remains appropriate and supportive of sustainable economic growth amid price stability. The domestic economy remains resilient, underpinned by firm private consumption, ongoing investment activity, and a recovery in external demand. Headline and core inflation remain moderate, with limited evidence of demand-driven pressures. In view of continued global uncertainties, maintaining the current OPR level is deemed appropriate to safeguard macroeconomic stability while ensuring that monetary conditions remain accommodative to sustainable economic growth.

With the country's economic recovery continue to remain in traction, providing supportive environment for businesses, the Bank remains steadfast in building sustainable portfolio with inclusive growth and focuses on strengthening its business resilience. The Bank continues to maintain its business agenda with both Japanese and Non-Japanese clients while acknowledging the challenges ahead and continue to remain responsive to changing environment by adopting prudent approach in managing costs.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

12. Current Year Prospects (Continued)

Islamic Finance Outlook

The Islamic Banking industry in Malaysia continues to grow in the first quarter of 2025, whereby in the month of March 2025 total Islamic Banking assets has grown to RM1,226.5 billion which was contributed mainly by stand-alone Islamic Banks recording a total assets of RM1,199.9 billion (97.8%), followed by Islamic Banking Window ("IBW") operations with a total assets of RM26.5 billion (2.2%). This is an increase of 0.88% from fourth quarter of 2024's total assets of RM1,1215.7 billion (stand-alone Islamic Banks' assets of RM1,189.4 billion and IBW assets of RM26.3 billion). Financing makes up the largest contribution at RM908.5 billion which is an increase of 1.3% from the fourth quarter of 2024 of RM897.1 billion.

The Bank's IBW has been in operation since early 2023 which has since offered Islamic financing products. Currently the Bank has also extended MYR green and sustainability facilities to new and existing clients.

The Bank is expecting to roll out Islamic Ringgit deposits in third quarter of this year to meet market demands for both Japanese and non-Japanese customers. Apart from that, the Bank will continuously enhance Islamic Ringgit products covering Treasury and Trade Finance products and services. This development of products will be done in stages. This will ensure the Bank's new and existing clients will be able to enjoy a more comprehensive products and services, which are competitive and relevant to meet their business needs and requirements. Notwithstanding this, the current economic scenario locally and abroad, plus potential movement in the profit rate environment will have a direct impact on the demand for the Bank's products under ICBU and IBW.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

13. Cash and short-term funds

	30 June 2025 RM'000	31 March 2025 RM'000
Cash and balances with banks and other financial institutions	105,126	144,409
Money at call and deposit placements maturing within one month	5,036,949	5,632,867
	<u>5,142,075</u>	<u>5,777,276</u>
Less: Allowance for expected credit losses ("ECL")	(1,972)	(1,784)
	<u><u>5,140,103</u></u>	<u><u>5,775,492</u></u>

Movement in allowance for ECL on cash and short-term funds

	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
At 1 April 2025	1,784	-	-	1,784
Charge to profit or loss				
- Increase in ECL	188	-	-	188
At 30 June 2025	<u>1,972</u>	<u>-</u>	<u>-</u>	<u>1,972</u>
At 1 April 2024	1,595	-	-	1,595
Charge to profit or loss				
- Increase in ECL	189	-	-	189
At 31 March 2025	<u>1,784</u>	<u>-</u>	<u>-</u>	<u>1,784</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****14. Deposits and placements with banks and other financial institutions**

	30 June 2025 RM'000	31 March 2025 RM'000
Money at call and deposit placements maturing more than one month	4,927,772	3,377,802
Less: Allowance for ECL	(1,196)	(1,444)
	<u>4,926,576</u>	<u>3,376,358</u>

Movement in allowance for ECL on deposits and placements with banks and other financial institutions

	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
At 1 April 2025	1,444	-	-	1,444
Charge to profit or loss				
- Decrease in ECL	(248)	-	-	(248)
At 30 June 2025	<u>1,196</u>	<u>-</u>	<u>-</u>	<u>1,196</u>
At 1 April 2024	1,333	-	-	1,333
Charge to profit or loss				
- Increase in ECL	111	-	-	111
At 31 March 2025	<u>1,444</u>	<u>-</u>	<u>-</u>	<u>1,444</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

15. Debt instruments measured at fair value through other comprehensive income ("FVOCI")

	30 June 2025 RM'000	31 March 2025 RM'000
At fair value		
Negotiable Instruments of Deposits	502,791	703,769
Malaysian Government Securities	949,015	888,571
Malaysian Government Investment Issues	1,769,909	1,769,918
	<u>3,221,715</u>	<u>3,362,258</u>

Movement in allowance for ECL on debt instruments measured at FVOCI

	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
At 1 April 2025	636	-	-	636
- Decrease in ECL	(179)	-	-	(179)
At 30 June 2025	<u>457</u>	<u>-</u>	<u>-</u>	<u>457</u>
At 1 April 2024	641	-	-	641
- Decrease in ECL	(5)	-	-	(5)
At 31 March 2025	<u>636</u>	<u>-</u>	<u>-</u>	<u>636</u>

The carrying amount of a debt instrument measured at FVOCI is its fair value. Accordingly, the recognition of an impairment loss does not affect the carrying amount of those assets, but is reflected as a debit to profit or loss and credit to other comprehensive income.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****16. Loans, advances and financing**

	30 June 2025 RM'000	31 March 2025 RM'000
(a) By type:		
<u>At amortised cost:</u>		
Overdraft	39,929	42,181
Term loans / financing		
- Syndicated loans / Syndicated Islamic financing	2,839,546	2,936,572
- Factoring receivables	317,697	48,014
- Other term loans / Islamic term financing	5,245,916	5,557,714
Trade bills discounted	-	4,598
Revolving credits / Revolving credit-I	4,588,170	4,969,922
Gross loans, advances and financing	<u>13,031,258</u>	<u>13,559,001</u>
Less: Allowance for ECL		
- 12-month ECL (Stage 1)	(5,200)	(4,915)
- Lifetime ECL not credit impaired (Stage 2)	(32,045)	(26,982)
- Lifetime ECL credit impaired (Stage 3)	(47,162)	(50,279)
Net loans, advances and financing	<u><u>12,946,851</u></u>	<u><u>13,476,825</u></u>
(b) By geographical distribution:		
Malaysia	12,608,149	13,136,907
Other countries:		
- Australia	181,454	200,609
- Japan	194,493	171,206
- Hong Kong	47,162	50,279
Gross loans, advances and financing	<u><u>13,031,258</u></u>	<u><u>13,559,001</u></u>
(c) By type of customer:		
Domestic non-bank financial institutions	5,205,732	5,449,207
Domestic business enterprises	7,766,363	8,047,367
Foreign entities	47,162	50,279
Domestic other entities	12,001	12,148
Gross loans, advances and financing	<u><u>13,031,258</u></u>	<u><u>13,559,001</u></u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****16. Loans, advances and financing (continued)**

	30 June 2025 RM'000	31 March 2025 RM'000
(d) By interest rate sensitivity:		
Fixed rate		
- Other fixed rate loans	870,971	857,293
Variable rate		
- Cost-plus	5,291,184	5,582,222
- Other variable rates	6,869,103	7,119,486
Gross loans, advances and financing	<u>13,031,258</u>	<u>13,559,001</u>
(e) By sector:		
Primary agriculture	6,835	6,963
Mining and quarrying	716,068	752,449
Manufacturing	1,176,249	1,392,311
Electricity, gas and water	1,013,154	969,111
Construction	16,002	16,008
Wholesale and retail trade, and restaurants and hotels	576,577	664,833
Transport, storage and communication	1,515,789	1,476,000
Finance, insurance and business services	5,718,505	6,067,547
Real estate	1,630,701	1,552,407
Education, health and other services	661,378	661,372
Gross loans, advances and financing	<u>13,031,258</u>	<u>13,559,001</u>
(f) By economic purpose:		
Construction	262,082	259,520
Working capital	5,572,644	6,035,314
Mergers and acquisition	231,027	231,108
Other purpose	6,965,505	7,033,059
Gross loans, advances and financing	<u>13,031,258</u>	<u>13,559,001</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

16. Loans, advances and financing (continued)

	30 June 2025 RM'000	31 March 2025 RM'000
(g) By residual contractual maturity:		
Maturing within one year	4,372,801	4,468,925
One year to three years	3,887,094	4,560,798
Three years to five years	2,530,237	2,454,147
More than five years	2,241,126	2,075,131
Gross loans, advances and financing	<u>13,031,258</u>	<u>13,559,001</u>

(h) Movements in credit-impaired loans, advances and financing are as follows:

	30 June 2025 RM'000	31 March 2025 RM'000
At 1 April 2025 / 1 April 2024	50,279	53,585
Currency translation differences	(2,462)	(3,306)
Other adjustments	(655)	-
At 30 June 2025 / 31 March 2025	<u>47,162</u>	<u>50,279</u>
Less: Lifetime ECL credit impaired (Stage 3)	<u>(47,162)</u>	<u>(50,279)</u>
Net impaired loans, advances and financing	<u>-</u>	<u>-</u>
Gross credit-impaired loans and financing as a percentage of gross loans, advances and financing	<u>0.36%</u>	<u>0.37%</u>

(i) Credit-impaired loans, advances and financing by geographical distribution:

Hong Kong	<u>47,162</u>	<u>50,279</u>
-----------	---------------	---------------

(j) Credit-impaired loans, advances and financing by sector:

Wholesale and retail trade, and restaurants and hotels	<u>47,162</u>	<u>50,279</u>
--	---------------	---------------

(k) Credit-impaired loans, advances and financing by economic purpose:

Other purpose	<u>47,162</u>	<u>50,279</u>
---------------	---------------	---------------

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

16. Loans, advances and financing (continued)

(I) Change in gross loans, advances and financing carrying amount

	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
At 1 April 2025	10,338,400	3,170,322	50,279	13,559,001
Transfer to 12-month ECL (Stage 1)	-	-	-	-
Transfer to lifetime ECL not credit- impaired (Stage 2)	-	-	-	-
Loans, advances and financing derecognised	(1,073,682)	(255,314)	(655)	(1,329,651)
New loans, advances and financing originated or purchased	750,741	240,998	-	991,739
Other adjustments	(160,384)	(26,985)	(2,462)	(189,831)
At 30 June 2025	<u>9,855,075</u>	<u>3,129,021</u>	<u>47,162</u>	<u>13,031,258</u>
At 1 April 2024	11,161,875	3,229,525	53,585	14,444,985
Transfer to 12-month ECL (Stage 1)	883,478	(883,478)	-	-
Transfer to lifetime ECL not credit- impaired (Stage 2)	(2,114,954)	2,114,954	-	-
Loans, advances and financing derecognised	(5,514,206)	(1,670,813)	-	(7,185,019)
New loans, advances and financing originated or purchased	6,334,296	372,144	-	6,706,440
Other adjustments	(412,089)	7,990	(3,306)	(407,405)
At 31 March 2025	<u>10,338,400</u>	<u>3,170,322</u>	<u>50,279</u>	<u>13,559,001</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

16. Loans, advances and financing (continued)

(m) Movements in allowance for ECL on loans, advances and financing measured at amortised cost

	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
At 1 April 2025	4,915	26,982	50,279	82,176
Transfer to 12-month ECL (Stage 1)	-	-	-	-
Transfer to lifetime ECL not credit- impaired (Stage 2)	-	-	-	-
Loans, advances and financing derecognised	(178)	(229)	(655)	(1,062)
New loans, advances and financing originated or purchased	-	1,006	-	1,006
Changes due to change in credit risk	463	4,286	(2,462)	2,287
At 30 June 2025	5,200	32,045	47,162	84,407
At 1 April 2024	5,948	32,064	53,585	91,597
Transfer to 12-month ECL (Stage 1)	11,047	(11,047)	-	-
Transfer to lifetime ECL not credit- impaired (Stage 2)	(1,815)	1,815	-	-
Loans, advances and financing derecognised	(3,084)	(10,879)	-	(13,963)
New loans, advances and financing originated or purchased	3,387	5,307	-	8,694
Changes due to change in credit risk	(10,568)	9,722	(3,306)	(4,152)
At 31 March 2025	4,915	26,982	50,279	82,176

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

17. Other assets

	30 June 2025 RM'000	31 March 2025 RM'000
Interest receivable	59,480	60,475
Amount due from related corporations	11,669	105
Cash collateral placements	402,802	280,013
Other receivables	1,165	965
Deposits	1,812	1,602
Prepayments	2,147	1,708
	<u>479,075</u>	<u>344,868</u>
Less: Allowance for ECL	(181)	(144)
	<u>478,894</u>	<u>344,724</u>

The cash collaterals are placed in respect of derivative balances pursuant to agreements in accordance with International Swaps and Derivatives Association ("ISDA") and Credit Support Annex ("CSA") entered into with respective counterparties amounting to RM402,802,000 (31 March 2025: RM280,013,000).

Movement in allowance for ECL on other assets

	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
At 1 April 2025	144	-	-	144
Charge to profit or loss				
- Increase in ECL	37	-	-	37
At 30 June 2025	<u>181</u>	<u>-</u>	<u>-</u>	<u>181</u>
At 1 April 2024	38	-	-	38
Charge to profit or loss				
- Increase in ECL	106	-	-	106
At 31 March 2025	<u>144</u>	<u>-</u>	<u>-</u>	<u>144</u>

18. Statutory deposits with Bank Negara Malaysia

The non-interest bearing statutory deposits are maintained with Bank Negara Malaysia in compliance with Sections 26(2)(c) and 26(3) of the Central Bank of Malaysia Act 2009, the amounts of which are determined as set percentages of total eligible liabilities.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****19. Deposits from customers**

	30 June 2025 RM'000	31 March 2025 RM'000
(a) By type of deposits:		
Demand deposits	2,925,329	2,532,749
Fixed deposits	10,692,743	11,224,313
Short-term deposits	5,059,349	4,771,071
	<u>18,677,421</u>	<u>18,528,133</u>
The maturity structure of fixed deposits and short-term deposits is as follows:		
Due within six months	7,213,533	7,214,631
Six months to one year	2,186,855	2,178,472
One year to three years	2,695,840	3,041,847
Three years to five years	1,474,253	1,340,476
Five years to ten years	2,059,192	1,963,038
Ten years and above	122,419	256,920
	<u>15,752,092</u>	<u>15,995,384</u>
(b) By type of customers:		
Domestic non-bank financial institutions	2,134,502	569,453
Domestic business enterprises	8,748,123	9,623,955
Branch of immediate holding corporation	7,574,952	8,148,412
Foreign non-bank entities	212,015	176,322
Domestic other entities	7,829	9,991
	<u>18,677,421</u>	<u>18,528,133</u>

20. Deposits and placements of banks and other financial institutions

	30 June 2025 RM'000	31 March 2025 RM'000
Licensed Malaysian banks	252,313	103,128
Foreign banks		
- Immediate holding corporation	3,229,816	3,238,488
	<u>3,482,129</u>	<u>3,341,616</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

21. Other liabilities

	30 June 2025 RM'000	31 March 2025 RM'000
Interest payable	44,881	31,484
Amounts due to immediate holding corporation and related corporations/companies ^	63,691	103,227
Cash collateral placements *	3,870	5,340
Other payables	46,073	45,284
Accruals	10,184	27,986
	<u>168,699</u>	<u>213,321</u>

^ The amounts due to immediate holding corporation and related corporations / companies are unsecured, interest free and repayable on demand.

* The cash collaterals are received in respect of derivative balances pursuant to agreements in accordance with ISDA and CSA entered into with respective counterparties.

22. Provision for credit commitments and contingencies

	30 June 2025 RM'000	31 March 2025 RM'000
Provision for credit commitments and contingencies	<u>5,273</u>	<u>5,110</u>

Movement in allowance for ECL on credit commitments and contingencies

	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
At 1 April 2025	901	4,209	-	5,110
- (Decrease) / Increase in ECL	(113)	276	-	163
At 30 June 2025	<u>788</u>	<u>4,485</u>	<u>-</u>	<u>5,273</u>
At 1 April 2024	1,589	3,286	-	4,875
- (Decrease) / Increase in ECL	(688)	923	-	235
At 31 March 2025	<u>901</u>	<u>4,209</u>	<u>-</u>	<u>5,110</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

23. Interest income

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing				
- Interest income	114,547	156,527	114,547	156,527
- Financing income	18,707	20,885	18,707	20,885
Money at call and deposit placements with banks and other financial institutions	84,533	83,502	84,533	83,502
Debt instruments measured at FVOCI	27,749	22,674	27,749	22,674
	<u>245,536</u>	<u>283,588</u>	<u>245,536</u>	<u>283,588</u>

24. Interest expense

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Deposits from customers	156,343	174,216	156,343	174,216
Deposits and placements of banks and other financial institutions	20,371	43,804	20,371	43,804
Lease liabilities	79	90	79	90
	<u>176,793</u>	<u>218,110</u>	<u>176,793</u>	<u>218,110</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****25. Other operating income**

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Fee and commission income				
- Service charges and guarantee fees	613	631	613	631
- Loan related fees	3,019	3,035	3,019	3,035
- Commitment fees	462	482	462	482
	<u>4,094</u>	<u>4,148</u>	<u>4,094</u>	<u>4,148</u>
Realised gain from derivative financial instruments	<u>9,432</u>	<u>13,090</u>	<u>9,432</u>	<u>13,090</u>
Unrealised loss on revaluation of derivatives	<u>(16,126)</u>	<u>(5,119)</u>	<u>(16,126)</u>	<u>(5,119)</u>
Unrealised gain /(loss) on hedging activities	<u>16,127</u>	<u>(767)</u>	<u>16,127</u>	<u>(767)</u>
Foreign exchange, net gain	<u>46,121</u>	<u>35,020</u>	<u>46,121</u>	<u>35,020</u>
Other income				
- Management fees	11,662	10,227	11,662	10,227
- Rental of fixed assets	18	158	18	158
- Miscellaneous income	1,098	1,290	1,098	1,290
	<u>12,778</u>	<u>11,675</u>	<u>12,778</u>	<u>11,675</u>
	<u><u>72,426</u></u>	<u><u>58,047</u></u>	<u><u>72,426</u></u>	<u><u>58,047</u></u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

26. Other operating expenses

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	17,044	15,223	17,044	15,223
Employees' provident fund contributions	2,564	2,204	2,564	2,204
Staff training expenses	61	41	61	41
Staff welfare expenses	41	44	41	44
Other personnel expenses	2,436	1,660	2,436	1,660
	<u>22,146</u>	<u>19,172</u>	<u>22,146</u>	<u>19,172</u>
Establishment costs				
Depreciation - Plant and equipment	2,161	1,394	2,161	1,394
Depreciation - Right-of-use assets	1,226	1,092	1,226	1,092
Repair and maintenance	286	271	286	271
Other establishment expenses	4,083	4,019	4,083	4,019
	<u>7,756</u>	<u>6,776</u>	<u>7,756</u>	<u>6,776</u>
Marketing expenses				
Advertisement and publicity	32	36	32	36
Other marketing expenses	17	22	17	22
	<u>49</u>	<u>58</u>	<u>49</u>	<u>58</u>
Administration and general expenses				
Auditors' remuneration				
- Statutory audit	159	106	159	106
Professional fees	470	32	470	32
Communication expenses	297	167	297	167
Management fees	5,486	5,937	5,486	5,937
Licence fees and stamp duties	37	38	37	38
Non-executive directors' fees and allowances	257	265	257	265
Plant and equipment written off	-	3	-	3
Other administration and general expenses	2,131	2,205	2,131	2,205
	<u>8,837</u>	<u>8,753</u>	<u>8,837</u>	<u>8,753</u>
	<u>38,788</u>	<u>34,759</u>	<u>38,788</u>	<u>34,759</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

27. Allowance for impairment on loans, advances and financing

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>Allowance for</u>				
Loans, advances and financing	2,231	2,559	2,231	2,559
Provision for credit commitments and contingencies	163	551	163	551
	<u>2,394</u>	<u>3,110</u>	<u>2,394</u>	<u>3,110</u>

28. Writeback of impairment on other financial assets

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<u>Writeback of ECL</u>				
Cash and short-term funds	188	11	188	11
Deposits and placements with banks and other financial institutions	(248)	(1,099)	(248)	(1,099)
Debt instruments measured at FVOCI	(179)	(139)	(179)	(139)
Other assets	37	3	37	3
	<u>(202)</u>	<u>(1,224)</u>	<u>(202)</u>	<u>(1,224)</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

29. Use of Financial Instruments

Interest / profit rate risk

The tables below summarise the Bank's financial instruments at carrying amounts, categorised by contractual re-pricing or maturity dates.

	Non-trading book					Non-interest bearing # RM'000	Trading book RM'000	Total RM'000
	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	1 - 5 years RM'000	Over 5 years RM'000			
30 June 2025								
<u>Assets</u>								
Cash and short-term funds	5,010,499	-	-	-	-	129,604	-	5,140,103
Deposits and placements with banks and other financial institutions	-	4,454,395	473,377	-	-	(1,196)	-	4,926,576
Debt instruments measured at FVOCI	302,408	1,171,250	1,023,887	724,170	-	-	-	3,221,715
Loans, advances and financing								
- non-impaired	1,783,025	944,413	1,646,372	6,369,159	2,241,127	(37,245)	-	12,946,851
- impaired	-	-	-	47,162	-	(47,162)	-	-
Derivative financial assets	-	-	-	170	-	-	855,459	855,629
Other assets ^	415,247	16,070	31,685	-	-	13,745	-	476,747
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	26,450	-	26,450
Total assets	7,511,179	6,586,128	3,175,321	7,140,661	2,241,127	84,196	855,459	27,594,071

The negative balance represents allowance for expected credit losses on financial assets.

^ Other assets exclude prepayments as these items are classified as non-financial assets.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

29. Use of Financial Instruments (continued)

Interest / profit rate risk (continued)

	Non-trading book					Non-interest bearing	Trading book	Total
	Up to 1 month	>1 - 3 months	>3 - 12 months	1 - 5 years	Over 5 years			
30 June 2025	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Liabilities</u>								
Deposits from customers	5,024,519	1,297,293	3,078,576	4,170,094	2,181,610	2,925,329	-	18,677,421
Deposits and placements of banks and other financial institutions	2,517,077	324,210	632,199	-	-	8,643	-	3,482,129
Bills and acceptances payable	-	-	2,446	-	-	-	-	2,446
Derivative financial liabilities	-	-	-	86,093	-	-	805,027	891,120
Other liabilities *	14,061	10,431	51,465	14,796	4,445	18,522	-	113,720
Lease liabilities	195	390	1,757	6,440	-	-	-	8,782
Total liabilities	7,555,852	1,632,324	3,766,443	4,277,423	2,186,055	2,952,494	805,027	23,175,618
On balance sheet interest rate gap	(44,673)	4,953,804	(591,122)	2,863,238	55,072	(2,868,298)	50,432	4,418,453
Off balance sheet interest rate gap	-	1,421,077	(211,439)	(1,011,770)	(197,868)	-	-	-
Total interest rate gap	(44,673)	6,374,881	(802,561)	1,851,468	(142,796)	(2,868,298)	50,432	4,418,453

* Other liabilities exclude other provisions and accruals as well as deferred income as these items are classified as non-financial liabilities.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

29. Use of Financial Instruments (continued)

Interest / profit rate risk (continued)

	Non-trading book						Trading book RM'000	Total RM'000
	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	1 - 5 years RM'000	Over 5 years RM'000	Non- interest bearing # RM'000		
31 March 2025								
<u>Assets</u>								
Cash and short-term funds	5,632,866	-	-	-	-	142,626	-	5,775,492
Deposits and placements with banks and other financial institutions	-	3,377,802	-	-	-	(1,444)	-	3,376,358
Debt instruments measured at FVOCI	302,046	401,724	1,996,340	662,148	-	-	-	3,362,258
Loans, advances and financing								
- non-impaired	2,643,634	442,385	1,604,803	6,742,768	2,075,132	(31,897)	-	13,476,825
- impaired	-	-	-	50,279	-	(50,279)	-	-
Derivative financial assets	-	-	-	2,525	-	-	664,296	666,821
Other assets ^	296,432	14,843	32,373	-	-	(632)	-	343,016
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	8,450	-	8,450
Total assets	8,874,978	4,236,754	3,633,516	7,457,720	2,075,132	66,824	664,296	27,009,220

The negative balance represents allowance for expected credit losses on financial assets.

^ Other assets exclude prepayments as these items are classified as non-financial assets.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

29. Use of Financial Instruments (continued)

Interest / profit rate risk (continued)

	Non-trading book						Trading book RM'000	Total RM'000
	Up to 1 month RM'000	>1 - 3 months RM'000	>3 - 12 months RM'000	1 - 5 years RM'000	Over 5 years RM'000	Non- interest bearing RM'000		
31 March 2025								
<u>Liabilities</u>								
Deposits from customers	4,894,072	1,485,122	3,013,909	4,382,323	2,219,958	2,532,749	-	18,528,133
Deposits and placements of banks and other financial institutions	2,196,701	213,919	743,153	177,266	-	10,577	-	3,341,616
Bills and acceptances payable	-	-	318	-	-	-	-	318
Derivative financial liabilities	-	-	-	38,068	-	-	591,536	629,604
Other liabilities *	50,531	17,145	28,825	20,538	8,317	14,711	-	140,067
Lease liabilities	381	762	3,430	5,076	-	-	-	9,649
Total liabilities	7,141,685	1,716,948	3,789,635	4,623,271	2,228,275	2,558,037	591,536	22,649,387
On balance sheet interest rate gap	1,733,293	2,519,806	(156,119)	2,834,449	(153,143)	(2,491,213)	72,760	4,359,833
Off balance sheet interest rate gap	-	1,321,273	(273,606)	(1,047,667)	-	-	-	-
Total interest rate gap	1,733,293	3,841,079	(429,725)	1,786,782	(153,143)	(2,491,213)	72,760	4,359,833

* Other liabilities exclude other provisions and accruals as well as deferred income as these items are classified as non-financial liabilities.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****30. Use of Financial Instruments (continued)****Interest / profit rate risk (continued)**

	30 June 2025		31 March 2025	
	MYR	USD	MYR	USD
	% p.a.	% p.a.	% p.a.	% p.a.
Financial assets				
Cash and short-term funds	3.26	4.39	3.10	4.39
Deposits and placements with banks and other financial institutions	3.51	4.56	3.62	4.57
Loans, advances and financing	4.64	5.44	4.67	5.46
Financial liabilities				
Deposits from customers	3.51	4.47	3.50	4.50
Deposits and placements of banks and other financial institutions	2.88	4.41	-	4.40

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

31. Credit Exposures to Connected Parties

The credit exposures of the Bank to connected parties, as defined by Bank Negara Malaysia's Guidelines on Credit Transactions and Exposures with Connected Parties' are as follows:

	30 June 2025 RM'000	31 March 2025 RM'000
Aggregate value of outstanding credit exposures to connected parties	861,275	289,687
As a percentage of total credit exposures	2.43%	0.83%

There are currently no exposures to connected parties which are classified as impaired.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

32. Capital Adequacy

The capital adequacy ratios of the Bank are computed in accordance with Bank Negara Malaysia's Guidelines on Capital Adequacy Framework (Capital Components and Basel II - Risk Weighted Assets). The Bank adopted the Standardised Approach for credit risk and market risk and the Business Indicator Component for operational risk.

The capital adequacy ratios of the Bank are analysed as follows:

	30 June 2025 RM'000	31 March 2025 RM'000
<u>Tier 1 capital</u>		
Paid-up ordinary share capital	2,452,605	2,452,605
Retained earnings	1,805,889	1,805,889
Other reserves	162,514	160,124
	<u>4,421,008</u>	<u>4,418,618</u>
Less: 55% of fair value reserve	(3,623)	(2,309)
Regulatory reserve	<u>(155,926)</u>	<u>(155,926)</u>
Total Common Equity Tier 1 (CET 1) and Tier 1 Capital	<u>4,261,459</u>	<u>4,260,383</u>
<u>Tier 2 capital</u>		
Expected credit losses	46,324	41,015
Regulatory reserve *	<u>135,058</u>	<u>125,936</u>
Tier 2 Capital	<u>181,382</u>	<u>166,951</u>
Total capital base	<u><u>4,442,841</u></u>	<u><u>4,427,334</u></u>
<u>Capital ratios</u>		
CET 1 and Tier 1 capital ratio	27.346%	29.628%
Total capital ratio	28.510%	30.789%

* Collective ECL on non-credit impaired exposure and regulatory reserves is subject to a maximum of 1.25% of total credit risk-weighted assets.

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

	30 June 2025 RM'000	31 March 2025 RM'000
Credit risk	14,510,579	13,356,094
Market risk	324,838	303,309
Operational risk	748,141	720,047
Total risk-weighted assets	<u><u>15,583,558</u></u>	<u><u>14,379,450</u></u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****33. Commitments and contingencies**

In the ordinary course of business, the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

The commitment and contingencies are as follows:

	Principal amount RM'000	Credit equivalent amount * RM'000	Risk- weighted assets * RM'000
30 June 2025			
Transaction-related contingent items	473,965	236,982	236,982
Short-term self-liquidating trade-related contingencies	244,223	48,845	27,290
Foreign exchange related contracts:			
- Less than one year	15,138,968	727,615	432,727
- One year to less than five years	9,709,743	1,286,834	743,905
- Five years and above	744,091	157,225	114,314
Interest / Profit rate related contracts:			
- Less than one year	279,238	1,228	1,022
- One year to less than five years	1,011,770	32,741	23,088
- Five years and above	197,868	29,650	21,750
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	747,127	149,425	149,253
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	10,315,719	5,157,859	4,875,525
Total	38,862,712	7,828,404	6,625,856

* The credit equivalent amount and the risk-weighted amount are derived at using the credit conversion factors and risk weights respectively as per Bank Negara Malaysia Guidelines.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****33. Commitments and contingencies (continued)**

	Principal amount RM'000	Credit equivalent amount * RM'000	Risk- weighted assets * RM'000
31 March 2025			
Transaction-related contingent items	505,992	252,996	252,996
Short-term self-liquidating trade-related contingencies	335,752	67,150	38,639
Foreign exchange related contracts:			
- Less than one year	13,305,428	556,606	295,645
- One year to less than five years	9,846,444	1,228,800	551,343
- Five years and above	750,328	141,841	53,185
Interest / Profit rate related contracts:			
- Less than one year	75,266	173	108
- One year to less than five years	1,246,007	39,497	26,854
- Five years and above	197,868	31,137	22,494
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	248,384	49,677	47,231
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	10,547,888	5,273,945	4,893,095
Total	37,059,357	7,641,822	6,181,590

* The credit equivalent amount and the risk-weighted amount are derived at using the credit conversion factors and risk weights respectively as per Bank Negara Malaysia Guidelines.

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

34. The operations of International Currency Business Unit (ICBU)

The Bank had obtained approval from BNM to set up an International Currency Business Unit ("ICBU") to promote Islamic Banking business. The ICBU is permitted to conduct a wide range of Islamic banking business in international currencies other than Malaysian Ringgit and the currency of Israel as per the Guidelines on the Establishment of International Currency Business Unit issued by BNM.

The following breakdown shows the Bank's financing and advances and deposits from customers which are conducted through the ICBU.

(a) Financing and advances

	30 June 2025 RM'000	31 March 2025 RM'000
(i) By type:		
At amortised cost:		
Term financing		
- Syndicated Islamic financing	258,567	256,004
- Islamic term financing	305,236	324,958
Revolving credit-i	1,113,549	1,119,144
Gross financing and advances	1,677,352	1,700,106
Less: Allowance for ECL		
- 12-month ECL (Stage 1)	(790)	(901)
Net financing and advances	1,676,562	1,699,205
(ii) By contract:		
Murabahah	1,677,352	1,700,106
Gross financing and advances	1,677,352	1,700,106

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

35. The operations of Islamic Banking Window

Islamic Banking Window ("IBW") was launched on 10 January 2023 after obtaining BNM approval to expand Islamic businesses in Malaysian Ringgit. This initiative is part of the Bank's strategy to grow Shariah compliant assets and complement ICBU offerings in Malaysia market. IBW offers financing products and the Bank embarks in expanding more products to serve customers better. All Islamic operations are supervised by the independent Shariah Committee and will be reported on annual basis.

During the financial period ended 30 June 2025, IBW expanded Islamic business in Japanese Yen to the customer.

The financial statement as at 30 June 2025 is summarised as follows:

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

		30 June 2025 RM'000	31 March 2025 RM'000
	Note		
Assets			
Cash and short-term funds	(a)	30,000	30,000
Other assets	(b)	4,504	4,045
Total assets		34,504	34,045
Liabilities and islamic banking funds			
Other liabilities	(c)	5,880	5,756
Tax payable		65	-
Total liabilities		5,945	5,756
Capital funds		28,559	28,289
Islamic banking funds		28,559	28,289
Total liabilities and islamic banking funds		34,504	34,045

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

35. The operations of Islamic Banking Window (continued)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

		1st Quarter Ended		Three Months Ended	
		30 June 2025	30 June 2024	30 June 2025	30 June 2024
	Note			RM'000	RM'000
Other operating income	(d)	587	17	587	17
Other operating expenses	(e)	(252)	(172)	(252)	(172)
Profit / (Loss) before taxation		335	(155)	335	(155)
Tax expense		(65)	-	(65)	-
Profit / (Loss) for the period		270	(155)	270	(155)

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	Capital funds RM'000	Accumulated losses RM'000	Total RM'000
At 1 April 2025	30,000	(1,711)	28,289
Profit for the period	-	270	270
At 30 June 2025	30,000	(1,441)	28,559
At 1 April 2024	30,000	(1,350)	28,650
Loss for the period	-	(155)	(155)
At 30 June 2024	30,000	(1,505)	28,495

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****35. The operations of Islamic Banking Window (continued)****STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

	30 June 2025 RM'000	30 June 2024 RM'000
Cash flows from operating activities		
Profit / (loss) from ordinary activities before taxation	335	(155)
Net increase / (decrease) in cash and cash equivalents	<u>335</u>	<u>(155)</u>
 Changes in working capital:		
Net changes in operating assets	(459)	(17)
Net changes in operating liabilities	124	(20,728)
Cash used in operating activities	<u>-</u>	<u>(20,900)</u>
 Net cash and cash equivalents during the financial period	-	(20,900)
Cash and cash equivalents at beginning of the financial period	30,000	50,900
Cash and cash equivalents at end of the financial period	<u>30,000</u>	<u>30,000</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025****35. The operations of Islamic Banking Window (continued)****Basis of Preparation**

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

(a) Cash and short-term funds

	30 June 2025 RM'000	31 March 2025 RM'000
Cash and balances with banks and other financial institutions	30,000	30,000

(b) Other assets

	30 June 2025 RM'000	31 March 2025 RM'000
Other receivables	37	324
Amounts due from conventional banking	4,467	3,721
	<u>4,504</u>	<u>4,045</u>

(c) Other liabilities

	30 June 2025 RM'000	31 March 2025 RM'000
Other payables	3,392	3,733
Amounts due to conventional banking	2,488	2,023
	<u>5,880</u>	<u>5,756</u>

35. The operations of Islamic Banking Window (continued)

(d) Other operating income

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Fee and commission income				
- Wakalah fee	459	17	459	17
- Upfront fee	128	-	128	-
	<u>587</u>	<u>17</u>	<u>587</u>	<u>17</u>

(e) Other operating expenses

	1st Quarter Ended		Three Months Ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Salaries, allowances and bonuses	252	172	252	172

(f) Assets under management

The details of asset under management in respect of the Internal Wakalah scheme are as below.

	30 June	31 March
	2025	2025
	RM'000	RM'000
Total gross financing and advances	855,633	693,713
Less: Allowance for ECL	(149)	(146)
Total net financing and advances	<u>855,484</u>	<u>693,567</u>

The IBW is financed based on Internal Wakalah scheme. Whereby, financing and income are reported at entity level as total risks associated with the financing are borne at entity level instead of at IBW. As part of the Internal Wakalah scheme, IBW will earn Wakalah fees for managing the Internal Wakalah structure. Hence, the underlying assets and allowance for impairment arising thereon, if any, are recognised and accounted for at entity level only.

35. The operations of Islamic Banking Window (continued)

(g) Shariah Committee

The Shariah Committee ("ShC") was established under BNM's Shariah Governance Policy Document ("the SGP").

The Board is ultimately responsible for the oversight over the functioning of the Bank's overall Shariah Governance structure and Shariah compliance. Additionally, the Board promotes Shariah compliance in accordance with the expectations set out in the Bank's Shariah governance policies and ensure its integration with the Bank's business and risk strategies.

The ShC is supported on a functional basis by the Shariah Secretariat and the Shariah control functions namely Shariah Review, Shariah Risk Management and Shariah Audit.

The main duties and responsibilities of the Shariah Secretariat are to provide a secretariat function to the ShC, conducting research on Shariah issues and providing day-to-day Shariah advice to the Bank's internal parties based on the rulings of the BNM's SAC and the decisions or advice of the ShC.

Meanwhile, the Shariah Review function conducts regular assessments on the compliance of the Bank's operations, business, affairs and activities with Shariah requirements.

The Shariah Risk Management systematically assesses, measures, monitors, and reports Shariah non-compliance risks in the operations, business, affairs and activities of the Bank.

Finally, the Shariah Audit provides an independent assessment of the adequacy and effectiveness of the Bank's internal control, risk management systems, and governance processes. The Shariah Audit scope covers the overall compliance of the Bank's operations, business, affairs and activities with Shariah.

In addition to the above, the Management of SMBCMY is responsible for providing adequate resources across every function involved in Shariah governance implementation to ensure end-to-end compliance with Shariah principles. The Management expects the various functions to be responsible for and to manage the implementation of any or all rulings of the BNM's SAC and they are complying with the said policy.

As of March 2025, Shariah Committee ("ShC") comprises: Assoc. Prof. Dr. Abdul Manan bin Ismail, Wan Rizaidy bin W Mamat Saufi and Dr. Mohamad Rizal bin Mohamed Nor.

38. The operations of Islamic Banking Window (continued)

(h) Capital adequacy

The capital adequacy ratios of the Islamic Banking Window are computed in accordance with the requirements of the Bank Negara Malaysia's Capital Framework for Islamic Banks (Capital Components) and Capital Adequacy Framework for Islamic Banks (Risk Weighted Assets).

The capital adequacy ratios of the Bank's Islamic Banking Window are analysed as follows:

	30 June 2025 RM'000	31 March 2025 RM'000
<u>Tier 1 capital</u>		
Capital funds	30,000	30,000
Accumulated losses	(1,711)	(1,711)
	<u>28,289</u>	<u>28,289</u>
Less: 55% of fair value reserve	-	-
Regulatory reserve	-	-
Total Common Equity Tier 1 (CET 1) and Tier 1 capital	<u>28,289</u>	<u>28,289</u>
<u>Tier 2 capital</u>		
Expected credit losses (Stage 1 and Stage 2)	-	-
Regulatory reserve	-	-
Total Tier 2 capital	<u>-</u>	<u>-</u>
Total capital base	<u>28,289</u>	<u>28,289</u>
<u>Capital ratios</u>		
CET 1 and Tier 1 capital ratio	555.013%	651.070%
Total capital ratio	555.013%	651.070%

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

	30 June 2025 RM'000	31 March 2025 RM'000
Credit risk	4,504	4,045
Market risk	-	-
Operational risk	593	300
Total risk-weighted assets	<u>5,097</u>	<u>4,345</u>

SUMITOMO MITSUI BANKING CORPORATION MALAYSIA BERHAD

[Company No. 201001042446 (926374-U)]

(Incorporated in Malaysia)

MANAGEMENT'S CERTIFICATION

I hereby certify that the attached unaudited condensed interim financial statements for the financial period ended 30 June 2025 have been prepared from the Bank's accounting and other records and they are in accordance with the requirements of MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and the latest Revised Guidelines on Financial Reporting issued by Bank Negara Malaysia.

[Signed]

Atsuhide Shiojiri
Chief Executive Officer

Date: 28 July 2025