

 **MUFG MUFG BANK (MALAYSIA) BERHAD**  
(Incorporated in Malaysia)

**Company No : 199401016638 (302316-U)**

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED  
31 DECEMBER 2021**

**MUFG BANK (MALAYSIA) BERHAD**  
**(Incorporated in Malaysia)**

**Company No : 199401016638 (302316-U)**

**UNAUDITED INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED**  
**31 DECEMBER 2021**

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**MUFG BANK (MALAYSIA) BERHAD**  
**Company No : 199401016638 (302316-U)**  
**(Incorporated in Malaysia)**

**UNAUDITED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2021**

	Note	2021 December RM'000	2021 March RM'000
<b>ASSETS</b>			
Cash and short-term funds	11	5,808,065	7,152,000
Deposits and placement with financial institutions	12	1,336,814	1,709,173
Financial assets at fair value through profit or loss	13	102,134	233,986
Financial investments at fair value through other comprehensive income	14	882,916	669,258
Loans, advances and financing	15	7,142,198	8,166,774
Embedded loans measured at fair value through profit or loss	16	12,987,351	12,881,961
Purchased receivables	17	1,091,299	971,744
Collateral deposits placed		158,723	330,340
Derivative financial assets	18	351,403	433,259
Statutory deposits with Bank Negara Malaysia		-	-
Reverse repurchase agreements		20,314	-
Other assets		19,243	51,504
Property, plant and equipment		22,191	26,131
Intangible assets		77,190	94,988
Rights-of-use assets		3,976	6,218
Current tax assets		15,868	15,311
Deferred tax assets		7,299	7,299
<b>TOTAL ASSETS</b>		<u>30,026,984</u>	<u>32,749,946</u>
<b>LIABILITIES AND SHAREHOLDER'S FUNDS</b>			
Deposits from customers	19	10,338,688	10,858,905
Deposits and placements of banks and other financial institutions	20	159,739	295,098
Collateral deposits received		15,089,907	16,930,535
Derivative financial liabilities	18	319,211	392,111
Other liabilities	20	95,623	113,161
Lease liabilities		4,104	6,283
Sukuk		250,000	250,000
Obligations on securities sold under repo		-	303,494
Securities measured at fair value through profit or loss		20,373	-
<b>TOTAL LIABILITIES</b>		<u>26,277,645</u>	<u>29,149,587</u>
<b>SHARE CAPITAL</b>		200,000	200,000
<b>RESERVES</b>		3,549,339	3,400,359
<b>SHAREHOLDER'S FUNDS</b>		<u>3,749,339</u>	<u>3,600,359</u>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S FUNDS</b>		<u>30,026,984</u>	<u>32,749,946</u>
<b>COMMITMENTS AND CONTINGENCIES</b>	22	<u>70,534,349</u>	<u>70,830,913</u>

**MUFG BANK (MALAYSIA) BERHAD**

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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2021**

	Note	3rd Quarter Ended		Nine Months Ended	
		2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Operating revenue		119,600	132,139	340,983	326,158
Interest income	23	62,551	70,072	192,724	235,245
Interest expense	24	(18,999)	(21,665)	(60,644)	(80,055)
Net interest income		43,552	48,407	132,080	155,190
Net income from embedded loans measured at FVTPL	25	39,997	29,136	98,524	41,068
Net income from Islamic Banking Window operations		1,126	776	9,956	2,719
Other operating income	26	34,925	53,863	100,423	127,181
Operating income		119,600	132,182	340,983	326,158
Other operating expenses	27	(42,979)	(41,556)	(129,506)	(124,009)
Profit before allowance for impairment on financial instruments		76,621	90,626	211,477	202,149
Reversal of/(Allowance for) impairment on financial instruments	28	3,371	8,174	19,372	25,311
Profit before tax		79,992	98,800	230,849	227,460
Tax expense		(38,280)	16,619	(79,394)	(29,731)
Profit for the period		41,712	115,419	151,455	197,729
<b>Other comprehensive income net of tax</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Foreign currency translation in respect of expected credit loss		-	-	-	-
<i>Items that are or may be reclassified subsequently to profit or loss</i>					
Change in fair value reserve:					
- Debt instruments at FVOCI		(2,945)	287	(2,478)	4,524
Change in expected credit loss reserve		(1)	(11)	3	(13)
Other comprehensive income for the period, net of tax		(2,946)	276	(2,475)	4,511
Total comprehensive income for the period		38,766	115,695	148,980	202,240
Profit attributable to :					
Owner of the Bank		41,712	115,419	151,455	197,729
Total comprehensive income attributable to :					
Owner of the Bank		38,766	115,695	148,980	202,240
Basic earnings per share (sen)		20.9	57.7	75.7	98.9

**MUFG BANK (MALAYSIA) BERHAD**

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**UNAUDITED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2021**

	<----- Attributable to Shareholder of the Bank ----->						Total RM'000
	<----- Non-distributable ----->					Distributable	
	Share capital RM'000	Regulatory reserve RM'000	Defined benefit reserve RM'000	ECL reserve RM'000	Fair value reserve RM'000	Retained profits RM'000	
<b>2021 December</b>							
At beginning of the period	200,000	103,731	(4,252)	346	27,509	3,273,025	3,600,359
Profit for the period	-	-	-	-	-	151,455	151,455
Other comprehensive income	-	-	-	3	(2,478)	-	(2,475)
Total comprehensive income	-	-	-	3	(2,478)	151,455	148,980
At end of the period	200,000	103,731	(4,252)	349	25,031	3,424,480	3,749,339
<b>2020 December</b>							
At beginning of the period	200,000	107,284	(5,801)	349	26,714	2,963,159	3,291,705
Profit for the period	-	-	-	-	-	197,729	197,729
Other comprehensive income	-	-	-	(13)	4,524	-	4,511
Total comprehensive income	-	-	-	(13)	4,524	197,729	202,240
At end of the period	200,000	107,284	(5,801)	336	31,238	3,160,888	3,493,945

**MUFG BANK (MALAYSIA) BERHAD**  
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**UNAUDITED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 31 DECEMBER 2021**

	<b>2021 December</b> <b>RM'000</b>	<b>2020 December</b> <b>RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before tax	230,849	227,460
Adjustments for:		
Gain on disposal of property, plant and equipment	(93)	-
Depreciation of property, plant and equipment	4,030	4,566
Depreciation of right-of-use assets	2,578	2,686
Amortisation of intangible assets	20,713	21,285
Defined benefit plan	2,659	3,174
Dividend income	(253)	(240)
Interest income from financial investments at fair value through other comprehensive income	(11,587)	(12,912)
Interest income from financial assets at fair value through profit or loss	(4,670)	(9,627)
(Write back of)/Allowance for impairment on financial instruments	(19,372)	(25,311)
Finance cost on lease liabilities	154	221
Unrealised (gain)/loss on changes in trading securities	(2,562)	2,029
Unrealised loss on changes in fair value of derivative financial instruments	18,542	143,137
Unrealised gain on changes in fair value of loans measured at fair value	(17,897)	(1,560)
Unrealised (gain)/loss on changes in fair value of embedded loans at fair value through profit or loss	(22,604)	53,701
Operating profit before working capital changes	<u>200,487</u>	<u>408,609</u>
(Increase)/Decrease in operating assets:		
Deposits and placements with financial institutions	-	-
Financial assets at fair value through profit or loss	33,037	(12,868)
Financial investments at fair value through other comprehensive income	(158,909)	20,373
Loans, advances and financing	1,042,943	3,435,972
Embedded loans measured at fair value through profit or loss	(55,632)	3,810,271
Collateral deposits placed	171,617	(644,869)
Purchased receivables	(119,708)	44,458
Derivative financial assets	393,017	623,646
Statutory deposits with Bank Negara Malaysia	-	42,397
Other assets	404,290	281,459
Reverse Repurchase Agreements	(20,314)	-
Increase/(Decrease) in operating liabilities:		
Deposits from customers	(520,217)	2,149,297
Deposits and placements of banks and other financial institutions	(135,359)	(680,987)
Collateral deposits received	(1,840,628)	(5,656,487)
Derivative financial liabilities	(411,859)	(730,476)
Other liabilities	(38,182)	254,133
Obligation on securities sold on repurchase agreement	(303,494)	-
<b>Cash (used in)/generated from operations</b>	<u>(1,358,911)</u>	<u>3,344,928</u>
Income taxes paid	(56,707)	(64,331)
Payment of staff gratuities	(3,767)	(533)
<b>Net cash (used in)/generated from operating activities</b>	<u>(1,419,385)</u>	<u>3,280,064</u>

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**UNAUDITED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

	2021 December RM'000	2020 December RM'000
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(92)	(989)
Purchase of intangible assets	(2,914)	(47,467)
Proceeds from sale of financial assets at fair value through other comprehensive income	-	150,847
Proceeds from disposal of property, plant and equipment	87	10
Purchase of financial assets at fair value through other comprehensive income	(41,220)	(188,173)
Proceeds from sale of financial assets at fair value through profit or loss	1,029,296	1,343,666
Purchase of financial assets at fair value through profit or loss	(907,546)	(1,616,484)
Dividend received	253	240
Interest received from financial assets at fair value through other comprehensive income	(4,420)	9,752
Interest received from financial assets at fair value through profit or loss	4,670	9,627
<b>Net cash generated from/(used in) investing activities</b>	<u>78,114</u>	<u>(338,971)</u>
<b>Cash Flows From Financing Activities</b>		
Repayment of lease liabilities	(2,664)	(2,776)
<b>Net cash used in financing activities</b>	<u>(2,664)</u>	<u>(2,776)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(1,343,935)	2,938,317
<b>Cash and cash equivalents at beginning of quarter</b>	<u>7,152,000</u>	<u>4,050,436</u>
<b>Cash and cash equivalents at end of quarter</b>	<u>5,808,065</u>	<u>6,988,753</u>
<b>Cash outflows for leases as a lessee</b>		
Included in net cash from operating activities:		
Payment relating to short-term leases	165	272
Payment relating to leases of low-valued assets	653	673
Interest paid in relation to lease liabilities	154	221
Included in net cash from financing activities:		
Payment of lease liabilities	2,664	2,776
<b>Total cash outflows for lease</b>	<u>3,636</u>	<u>3,942</u>

## **MUFG BANK (MALAYSIA) BERHAD**

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### **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2021**

#### **1 BASIS OF PREPARATION**

The unaudited condensed interim financial report for the quarter ended 31 December 2021 have been prepared under the historical cost convention except for financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income, loans, advances and financing at fair value through profit or loss, embedded loans measured at fair value through profit or loss and derivative financial instruments which are stated at fair value.

The unaudited condensed interim financial report have been prepared in accordance with MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board ("MASB") and Bank Negara Malaysia's Guidelines on Financial Reporting. The unaudited interim financial report should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 March 2021. The explanatory notes attached to the interim financial report 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 2021.

The following are accounting standards, interpretations and amendments of the MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Bank:

#### ***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 June 2020***

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions*

#### ***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021***

- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement*, MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contracts* and MFRS 16, *Leases – Interest Rate Benchmark Reform – Phase 2*

#### ***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 April 2021***

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions beyond 30 June 2021*

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2022***

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 116, *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)*

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023***

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

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



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### **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

#### **1 BASIS OF PREPARATION (CONTD)**

The Bank plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 April 2021 for the amendment that is effective for annual periods beginning on or after 1 June 2020;
- from the annual period beginning on 1 April 2021 for those amendments that are effective for annual periods beginning on or after 1 January 2021;
- from the annual period beginning on 1 April 2022 for those amendments that are effective for annual periods beginning on or after 1 April 2021;
- from the annual period beginning on 1 April 2022 for those amendments that are effective for annual periods beginning on or after 1 January 2022, except for amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework* and amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)* which are not applicable to the Bank; and
- from the annual period beginning on 1 April 2023 for the accounting standard and amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17, *Insurance Contracts* which is not applicable to the Bank.

The initial application of the accounting standards, amendments and interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Bank, except for the adoption of the following during the current financial period:

#### Additional Measures to Assist Borrowers/Customers Affected by the COVID-19 Outbreak

On 28 June 2021, BNM introduced Pakej Perlindungan Rakyat dan Pemulihan Ekonomi (PEMULIH), as a measure to assist borrowers/customers experiencing financial constraints due to the COVID-19. The key measures affecting regulatory and accounting treatment and classifications are as follows:

##### **(a) Moratorium on repayment/payment of loans/financing**

- Moratorium on all loan/financing repayments/payments, principal and interest (except for credit card balances) by individuals, microenterprises and small-medium enterprise ("SME") borrowers/customers affected by the pandemic for a period of 6 months from 7 July 2021. The moratorium is applicable to loans/financing that are not in arrears exceeding 90 days as at 1 July 2021.

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
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**2 AUDIT REPORT**

The audit report on the audited financial statements for the financial year ended 31 March 2021 was not subject to any qualification.

**3 SEASONAL OR CYCLICAL FACTORS**

The business operations of the Bank have not been affected by any material seasonal cyclical factors.

**4 EXCEPTIONAL OR EXTRAORDINARY ITEMS**

There were no exceptional or extraordinary items for the financial period ended 31 December 2021.

**5 CHANGES IN ESTIMATES**

There were no significant changes in estimates of amounts reported in prior financial years that have a material effects on the financial results and position of the Bank for the financial period ended 31 December 2021.

**6 CHANGES IN DEBT AND EQUITY SECURITIES**

There were no issuance and repayment of debt and equity securities during the financial period ended 31 December 2021.

**7 DIVIDEND PAID**

No dividend was paid during the financial period ended 31 December 2021.

**8 SUBSEQUENT EVENTS**

There were no material events subsequent to the balance sheet date that require disclosure or adjustments to the unaudited condensed interim financial report.

## **MUFG BANK (MALAYSIA) BERHAD**

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### **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

#### **9 REVIEW OF PERFORMANCE**

The Bank's profit before taxation for the financial period ended 31 December 2021 was RM230.8 million, an increase of 1.49% or RM3.4 million compared to the corresponding period last year. Operating income increased by RM14.8 million from RM326.1 million to RM340.9 million whilst operating expenses increases by RM5.49 million mainly attributed to higher administrative and other expenses during the financial period.

Total assets decreased marginally from RM32.7 billion to RM30.0 billion compared to 31 March 2021. The Bank's CET 1/Tier 1 capital ratio and total capital ratio remained strong at 28.053% and 29.075% respectively.

#### **10 PROSPECTS**

In 2021, the global economy is expected to continue its gradual and uneven recovery path from the second half of 2020. Global growth prospects will continue to be shaped by developments surrounding the COVID-19 pandemic, particularly the rollout of vaccines, ongoing structural shifts in the economy, and the extent of scarring in labour markets.

Notwithstanding the expected global recovery, continued policy support will be vital to sustain the overall growth momentum amid elevated uncertainty. Global monetary policy is also expected to remain supportive of growth. The commitment towards a 'low-for-longer' interest rate environment in major advanced economies and implementation of accommodative monetary policies in major EMEs will support demand. Despite the surge in long-term government bond yields in the US which began in January 2021 and the increased global financial market volatility, major central banks have continued to maintain the stance that monetary policy will remain accommodative amid considerable economic slack, transitory inflationary pressures, and high uncertainties on the strength of growth recoveries.

The risks to global growth remains tilted to the downside, as pandemic-related downside risks could dampen the prospects of a global recovery. These include the re-imposition of strict and widespread containment measures due to COVID-19 resurgences, slower-than-expected rollout of vaccines or major mutations in the COVID-19 virus that could render the existing vaccines less effective. More severe economic scarring, arising from extensive permanent job losses and business closures, could also weaken long-term global growth. Nevertheless, there is some upside potential to the outlook. Global growth could outperform expectations with a faster rollout and wider outreach of vaccines, especially in EMEs.

For Malaysia, the expectation is for the economy to recover in 2021, even Bank Negara has indicated growth ranging from 6.0 - 7.5% in 2021. The path of recovery will be gradual and uneven across economic sectors, and it may encounter speed bumps along the way. Growth will be underpinned by stronger external demand and higher public and private expenditure.

The rollout of the domestic COVID-19 vaccination programme will also lift sentiments and support economic activities. Malaysia's integration in fast growing segments of global value chains and diversified external trade structures, along with continued policy support and its effective execution would be the key factors in driving the rebound in economic growth in 2021.

Despite the positive outlook, downside risks to growth remain. Of immediate concern is the unpredictable course of the pandemic globally and domestically. The Bank cannot rule out the risk of COVID-19 becoming persistent and the country having to withstand the pandemic longer than expected. This is subject to how quickly Malaysia can achieve herd immunity and how the virus evolves. Aside from the pandemic, the uneven growth recovery could risk larger permanent job losses and business closures, particularly in high-touch services sectors. This economic scarring can have a more lasting consequence on the economy, and could prevent a quicker return to a pre-pandemic growth trajectory when economic activity normalises.

While overall growth is expected to spike in 2Q 2021 due to low base effect from MCO 1.0, the magnitude of growth is expected to be capped by the four-week full lockdown from 1st–28th June 2021. Following the latest extension of MCO (15th June –28th June 2021), GDP projection figure too may need further readjustment. Despite the downside risk to the forecast, the underlying supportive factors such as recovering global demand from major economies and recent ramp-up in vaccination rates in Malaysia will provide some respite to the economy.

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

**11 CASH AND SHORT-TERM FUNDS**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<i>At amortised cost</i>		
Cash and balances with banks and other financial institutions	31,883	21,377
Money at call and deposit placements maturing within three months	<u>5,776,182</u>	<u>7,130,623</u>
	<u>5,808,065</u>	<u>7,152,000</u>

**12 DEPOSITS AND PLACEMENTS WITH FINANCIAL INSTITUTIONS**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<i>At amortised cost</i>		
Licensed bank		
• Malaysia	938,427	1,409,165
• Other countries	<u>398,387</u>	<u>300,008</u>
	<u>1,336,814</u>	<u>1,709,173</u>

**13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<b>Money market instruments:</b>		
Malaysian Government Securities	71,185	59,343
Government Investment Issues	<u>30,949</u>	<u>174,643</u>
	<u>102,134</u>	<u>233,986</u>

**14 FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI")**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<b>Money market instruments</b>		
• Malaysian Government Securities	406,360	411,711
• Government Investment Issues	20,608	20,990
• Japanese Government Bonds	217,739	-
• Sukuk	<u>208,982</u>	<u>207,330</u>
	<u>853,689</u>	<u>640,031</u>
<b>Non-money market instruments:</b>		
Unquoted shares	29,227	29,227
Total	<u>882,916</u>	<u>669,258</u>

Movements in allowances for impairment which reflect the expected credit loss ("ECL") computed by impairment model and recognised in ECL reserve are as follows:

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<b>12-Month ECL Stage 1</b>		
At 1 April	346	349
Allowance made/(written back) due to changes in credit risk	<u>3</u>	<u>(3)</u>
At 31 December/31 March	<u>349</u>	<u>346</u>

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)****15 LOANS, ADVANCES AND FINANCING**

	2021 December RM'000	2021 March RM'000
<b>(a) By type:</b>		
<i>At amortised cost</i>		
Overdrafts	8,256	7,778
Term loans		
• Housing loans	10,167	10,475
• Other term loans	3,193,595	4,224,348
Revolving credits	3,320,314	3,633,878
Bills receivable	175,438	130,691
Claims on customers under acceptance credits	231,125	-
Staff loans	6,406	7,043
	<u>6,945,301</u>	<u>8,014,213</u>
Unearned interest	(3,890)	(193)
Gross loans, advances and financing at amortised cost	<u>6,941,411</u>	<u>8,014,020</u>
Impairment allowances on loans, advances and financing		
• Stage 1 - 12-month ECL	(4,954)	(5,392)
• Stage 2 - lifetime ECL not credit-impaired	(19,024)	(37,062)
• Stage 3 - lifetime ECL credit-impaired	(223)	(230)
Net loans, advances and financing at amortised cost	<u>6,917,210</u>	<u>7,971,336</u>
<i>At fair value</i>		
Other term loans	224,988	195,438
	<u>7,142,198</u>	<u>8,166,774</u>
<b>Gross loans, advances and financing</b>		
- <i>At amortised cost</i>	6,941,411	8,014,020
- <i>At fair value</i>	224,988	195,438
	<u>7,166,399</u>	<u>8,209,458</u>
<b>(b) By maturity structure:</b>		
Maturing within one year	4,683,239	4,425,059
More than one year to three years	844,039	1,967,247
More than three years to five years	985,591	605,591
More than five years	653,530	1,211,561
	<u>7,166,399</u>	<u>8,209,458</u>
<b>(c) By type of customer:</b>		
Domestic non-bank financial institutions	1,404,580	655,413
Domestic business enterprises		
• Small medium enterprises	8,722	425,530
• Others	4,389,629	4,454,575
Individuals	16,340	17,245
Foreign entities	1,347,128	2,656,695
	<u>7,166,399</u>	<u>8,209,458</u>
<b>(d) By interest rate sensitivity:</b>		
Fixed rate		
• Staff loans	3,515	3,978
Variable rates	7,162,884	8,205,480
	<u>7,166,399</u>	<u>8,209,458</u>

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**15 LOANS, ADVANCES AND FINANCING (CONTD.)**

	<b>2021 December</b>	<b>2021 March</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>(e) By economic sector:</b>		
Agricultural, hunting, forestry and fishing	434,954	483,194
Mining and quarrying	224,988	195,438
Manufacturing	1,229,384	1,375,244
Electricity, gas and water	844,656	1,251,630
Construction	433,921	220,455
Wholesale and retail trade and restaurants and hotels	640,858	485,972
Transport, storage and communication	1,291,600	1,871,084
Finance, insurance, real estate and business services	1,633,410	1,894,658
Households	16,573	17,517
Others	416,055	414,266
	<u>7,166,399</u>	<u>8,209,458</u>
<b>(f) By geographical location:</b>		
Malaysia	5,819,505	6,591,878
Other countries	1,346,894	1,617,580
	<u>7,166,399</u>	<u>8,209,458</u>
<b>(g) Movements in credit-impaired gross loans, advances and financing are as follows:</b>		
At beginning of the period	664	425,620
Classified as credit-impaired during the period	216	267,235
Amount recovered	(92)	(199,937)
Reclassified as performing	(233)	(492,254)
Amount written off	(32)	-
At end of the period	<u>523</u>	<u>664</u>
<b>(h) Credit-impaired gross loans by economic sector are as follows:</b>		
Household	<u>523</u>	<u>664</u>
	<u>523</u>	<u>664</u>
<b>(i) Credit-impaired gross loans by geographical location are as follows:</b>		
Malaysia	<u>523</u>	<u>664</u>

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**15 LOANS, ADVANCES AND FINANCING (CONTD.)**

**(j) Movements in impairment allowances on loans, advances and financing:**

	12-month	Lifetime ECL		Total RM'000
	ECL Stage 1 RM'000	Not credit- impaired Stage 2 RM'000	Credit-impaired Stage 3 RM'000	
<b>At 1 April 2021</b>	5,392	37,062	230	42,684
Transfer to 12-Month ECL (Stage 1)	418	(7,040)	-	(6,622)
Transfer to Lifetime ECL not credit- impaired (Stage 2)	(66)	63	-	(3)
Transfer to Lifetime ECL credit- impaired (Stage 3)	(1)	-	-	(1)
New financial assets originated	3,182	9,930	-	13,112
Financial assets derecognised (other than write-off)	(4,157)	(18,106)	(11)	(22,274)
Net remeasurement due to changes in credit risk	186	(2,885)	12	(2,687)
Amount written off	-	-	(8)	(8)
<b>At 31 December 2021</b>	<u>4,954</u>	<u>19,024</u>	<u>223</u>	<u>24,201</u>
<b>At 1 April 2020</b>	13,619	13,381	50,777	77,777
Transfer to 12-Month ECL (Stage 1)	2	-	-	2
Transfer to Lifetime ECL not credit- impaired (Stage 2)	(1,644)	18,547	(32,930)	(16,027)
Transfer to Lifetime ECL credit- impaired (Stage 3)	(2)	-	11	9
New financial assets originated	3,610	18,514	-	22,124
Financial assets derecognised (other than write-off)	(6,316)	(13,380)	(17,649)	(37,345)
Net remeasurement due to changes in credit risk	(3,877)	-	21	(3,856)
<b>At 31 March 2021</b>	<u>5,392</u>	<u>37,062</u>	<u>230</u>	<u>42,684</u>

**16 EMBEDDED LOANS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")**

	2021 December RM'000	2021 March RM'000
<i>At fair value</i>		
Embedded loans with term loans nature	12,604,836	12,502,735
Embedded loans with revolving credits nature	382,515	379,226
	<u>12,987,351</u>	<u>12,881,961</u>

Loans measured at FVTPL included RM12,681,127,000 (March 2021: RM12,552,576,000) of outstanding balance for loans, advances and financing, and fair value for derivative financial assets and liabilities of RM120,764,000 (March 2021: RM174,265,000) and credit spread of RM185,460,000 (March 2021: RM155,120,000).

Included in embedded loans are fair value from derivative financial assets and derivative financial liabilities transacted with the holding company and related companies amounting to RM2,485,000 (March 2021: RM2,278,000) and RM413,000 (March 2021: RM38,000) respectively.

**(a) By maturity structure:**

Maturing within one year	4,089,898	4,130,246
More than one year to three years	4,672,727	3,924,620
More than three years to five years	2,594,371	2,923,260
More than five years	1,630,355	1,903,835
	<u>12,987,351</u>	<u>12,881,961</u>

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**16 EMBEDDED LOANS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")(CONTD.)**

	2021 December RM'000	2021 March RM'000
<b>(b) By type of customer:</b>		
Domestic non-bank financial institutions	8,851,881	8,192,776
Domestic business enterprises		
- Small medium enterprises	12,649	13,629
- Others	4,271,451	4,928,676
Individuals	-	-
	<u>13,135,981</u>	<u>13,135,081</u>
Domestic financial institutions *	(131,171)	(255,360)
Foreign entities *	(17,459)	2,240
	<u>12,987,351</u>	<u>12,881,961</u>
<b>(c) By interest rate sensitivity:</b>		
Variable rates	<u>12,987,351</u>	<u>12,881,961</u>
<b>(d) By economic sector:</b>		
Mining and quarrying	-	1,030
Manufacturing	591,011	875,398
Electricity, gas and water	1,389,074	1,389,610
Construction	431,470	662,638
Wholesale and retail trade and restaurants and hotels	818,029	825,516
Transport, storage and communication	272,765	297,538
Finance, insurance, real estate and business services	9,470,410	8,823,119
Others	14,592	7,112
	<u>12,987,351</u>	<u>12,881,961</u>
<b>(e) By geographical location:</b>		
Malaysia	12,949,751	12,824,901
Oversea *	37,600	57,060
	<u>12,987,351</u>	<u>12,881,961</u>

\* The credit balances are exposure after netting off with the identified cover deals.

**(f) By notional amount of derivative financial assets and liabilities:**

	2021 December			2021 March		
	Contract/ Notional Amount RM'000	Fair Value		Contract/ Notional Amount RM'000	Fair Value	
		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
<i>At fair value</i>						
Embedded loans with term loans nature:						
Foreign currency swaps	8,888,697	256,740	68,526	10,232,082	372,622	60,775
Interest rate swaps	2,664,507	82,419	973	2,736,612	115,183	190
	<u>11,553,205</u>	<u>339,159</u>	<u>69,499</u>	<u>12,968,694</u>	<u>487,805</u>	<u>60,965</u>
Embedded loans with revolving credits nature:						
Foreign currency swaps	381,837	4	270	378,437	558	-
	<u>381,837</u>	<u>4</u>	<u>270</u>	<u>378,437</u>	<u>558</u>	<u>-</u>
Cover deals:						
Foreign currency swaps	8,716,814	88,848	148,038	9,364,939	120,788	195,435
Interest rate swaps	11,950,421	38,880	128,321	13,064,466	28,587	207,073
	<u>20,667,235</u>	<u>127,728</u>	<u>276,358</u>	<u>22,429,404</u>	<u>149,375</u>	<u>402,508</u>
	<u>32,602,277</u>	<u>466,890</u>	<u>346,127</u>	<u>35,776,536</u>	<u>637,738</u>	<u>463,473</u>
Set off		(346,127)	(346,127)		(463,473)	(463,473)
Net assets		<u>120,764</u>	<u>-</u>		<u>174,265</u>	<u>-</u>



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**17 PURCHASED RECEIVABLES**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<i>At amortised cost</i>		
Purchased receivables	1,091,781	972,074
Impairment allowances on purchased receivables		
Stage 1 - 12 month ECL	(175)	(330)
Stage 2 - lifetime ECL not credit impaired	(307)	-
	<u>1,091,299</u>	<u>971,744</u>

Purchased receivables relate to receivables acquired by the Bank under the account receivables purchasing and vendors financing product. These amounts owing from obligors have a tenure of within three months. Included in purchased receivables are non-recourse bills receivable amounting to RM1,035,988,000 (2021 March: RM939,569,000).

(a) **Movements in impairment allowances on purchased receivables which reflect the ECL model on impairment during the financial period are as follows:**

	<b>12 month</b>	<b>Lifetime ECL</b>		<b>Total RM'000</b>
	<b>ECL</b>	<b>Not credit impaired</b>	<b>Credit impaired</b>	
	<b>Stage 1 RM'000</b>	<b>Stage 2 RM'000</b>	<b>Stage 3 RM'000</b>	
<b>At 1 April 2020</b>	330	-	-	330
New financial assets originated	103	307	-	410
Financial assets derecognised (other than write-off)	(178)	-	-	(178)
Net remeasurement due to changes in credit risk	(80)	-	-	(80)
<b>At 31 December 2020</b>	<u>175</u>	<u>307</u>	<u>-</u>	<u>482</u>
<b>At 1 April 2020</b>	258	59	10	327
New financial assets originated	282	-	-	282
Financial assets derecognised (other than write-off)	(82)	(59)	(10)	(151)
Net remeasurement due to changes in credit risk	(128)	-	-	(128)
<b>At 31 March 2021</b>	<u>330</u>	<u>-</u>	<u>-</u>	<u>330</u>

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**18 DERIVATIVE FINANCIAL ASSETS/LIABILITIES**

The table below shows the Bank's derivative financial instruments measured at their fair value together with their corresponding contract/notional amounts as at the reporting date. The notional amounts of these derivative financial instruments refer to the underlying contract values on which changes in the fair value of the derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the end of the financial period but are not indicative of either the market risk or credit risk inherent in the derivative contracts.

	2021 December			2021 March		
	Notional Amount RM'000	Fair Value		Notional Amount RM'000	Fair Value	
		Assets RM'000	Liabilities RM'000		Assets RM'000	Liabilities RM'000
<i>At fair value</i>						
Trading derivatives*						
Foreign exchange related contracts						
Forwards	12,236,220	70,586	71,101	10,682,373	86,495	75,131
Swaps	6,631,823	206,331	171,709	7,184,321	231,808	202,707
Interest rate related contracts						
Swaps	8,478,820	73,151	74,668	8,507,330	113,918	113,933
Other derivatives						
Currency options	380,406	1,336	1,733	168,317	1,038	340
	<u>27,727,269</u>	<u>351,403</u>	<u>319,211</u>	<u>26,542,341</u>	<u>433,259</u>	<u>392,111</u>

Included in trading derivatives are derivative financial assets and derivative financial liabilities transacted with the holding company and related companies amounting to RM55,184,000 (March 2021: RM76,590,000) and RM82,064,000 (March 2021: RM116,871,000) respectively.

**19 DEPOSITS FROM CUSTOMERS**

	2021 December RM'000	2021 March RM'000
<i>At amortised cost</i>		
Demand deposits	4,219,160	3,783,145
Money market deposits	2,030,949	1,944,289
Savings deposits	102	102
Fixed deposits	4,088,477	5,131,369
	<u>10,338,688</u>	<u>10,858,905</u>

**(a) The maturity structure of fixed deposits are as follows:**

Due within six months	4,043,623	5,091,010
Six months to one year	44,654	37,229
More than one year to two years	200	3,130
	<u>4,088,477</u>	<u>5,131,369</u>

**(b) The deposits are sourced from the following customers:**

Government and statutory authorities	-	332,445
Domestic non-bank financial institutions	131,449	-
Domestic business enterprises	9,871,270	10,236,557
Individuals	1,456	1,625
Foreign entities	258,354	211,529
Domestic other entities	76,159	76,749
	<u>10,338,688</u>	<u>10,858,905</u>

**20 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

	2021 December RM'000	2021 March RM'000
<i>At amortised cost</i>		
Licensed banks	159,739	295,098

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		<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
Provision for retirement benefits		30,159	31,267
Impairment allowances on commitment and contingencies	(a)		
Stage 1 - 12-month ECL		318	390
Stage 2 - lifetime ECL not credit-impaired		1,169	2,258
Accrued interest payable		4,055	8,158
Bills payable		20,239	3,885
Other payables and accruals		39,683	67,203
		<u>95,623</u>	<u>113,161</u>

(a) **Movements in impairment allowances on commitments and contingencies which reflect the ECL model on impairment are as follows:**

	<b>12-month</b>	<b>Lifetime ECL</b>		<b>Total RM'000</b>
	<b>ECL Stage 1 RM'000</b>	<b>Not credit- impaired Stage 2 RM'000</b>	<b>Credit-impaired Stage 3 RM'000</b>	
<b>At 1 April 2019</b>	390	2,258	-	2,648
Transfer to 12-Month ECL (Stage 1)	35	(1,216)	-	(1,181)
Transfer to Lifetime ECL not credit- impaired (Stage 2)	(3)	1	-	(2)
New financial assets originated	262	1,166	-	1,428
Financial assets derecognised (other than write-off)	(250)	(1,040)	-	(1,290)
Net remeasurement due to changes in credit risk	(116)	-	-	(116)
<b>At 31 December 2019</b>	<u>318</u>	<u>1,169</u>	<u>-</u>	<u>1,487</u>
<b>At 1 April 2020</b>	1,303	241	717	2,261
Transfer to 12-Month ECL (Stage 1)	2	(61)	(61)	(120)
Transfer to Lifetime ECL not credit- impaired (Stage 2)	(171)	1,015	-	844
New financial assets originated	373	1,239	-	1,612
Financial assets derecognised (other than write-off)	(801)	(152)	(656)	(1,609)
Net remeasurement due to changes in credit risk	(316)	(24)	-	(340)
<b>At 31 March 2021</b>	<u>390</u>	<u>2,258</u>	<u>-</u>	<u>2,648</u>

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**22 COMMITMENTS AND CONTINGENCIES**

The commitments and contingencies exposures and their related counterparty credit risk of the Bank are as follows:

	2021 December				2021 March			
	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk- Weighted Assets RM'000	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk- Weighted Assets RM'000
<b><u>Contingent Liabilities</u></b>								
Direct credit substitutes	172,589		172,570	126,346	138,206		138,182	122,924
Transaction-related contingent items	608,511		304,049	268,044	599,062		298,377	257,804
Short-term self-liquidating trade-related contingencies	446,277		89,236	92,438	307,507		61,498	62,904
<b><u>Commitments</u></b>								
Other commitments, such as formal standby facilities and credit lines, with an original maturity of :								
- not exceeding one year	123,900		24,765	24,765	215,759		43,137	43,137
- exceeding one year	465		233	183	42		21	16
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	8,078,264		(1,228)	(1,227)	7,320,619		(1,452)	(1,452)
Securitisation exposures	15,000		3,000	2,250	15,000		3,000	2,250
	<u>9,445,007</u>		<u>592,625</u>	<u>512,799</u>	<u>8,596,195</u>		<u>542,763</u>	<u>487,583</u>
<b><u>Embedded loans</u></b>								
Foreign exchange related contracts								
- one year or less	6,848,393	78,136	190,366	94,731	6,827,290	106,956	258,337	154,355
- over one year to five years	9,583,059	209,339	861,863	493,557	10,627,071	326,033	1,081,359	587,107
- over five years	2,505,896	58,116	287,764	152,881	2,521,097	60,979	365,802	191,745
Interest rate related contracts								
- one year or less	3,578,350	2,812	15	(359)	4,416,340	2,535	4,081	2,526
- over one year to five years	10,407,979	103,682	240,120	99,321	9,852,554	101,282	228,838	101,426
- over five years	628,600	14,805	41,489	23,473	1,532,183	39,953	100,397	40,351
	<u>33,552,277</u>	<u>466,890</u>	<u>1,621,616</u>	<u>863,604</u>	<u>35,776,535</u>	<u>637,738</u>	<u>2,038,814</u>	<u>1,077,510</u>
<b><u>Derivative Financial Instruments:</u></b>								
Foreign exchange related contracts								
- one year or less	12,621,754	70,797	210,115	161,563	11,235,040	101,591	223,082	169,305
- over one year to five years	5,191,006	134,243	521,308	415,195	5,023,301	139,085	495,681	410,493
- over five years	1,055,282	71,876	238,583	160,848	1,608,353	77,627	285,434	183,261
Interest rate related contracts								
- one year or less	3,148,301	4,316	7,166	4,748	1,992,658	3,120	4,603	2,574
- over one year to five years	3,949,856	43,696	85,318	44,145	4,863,059	80,113	113,288	66,277
- over five years	1,380,663	25,138	107,775	72,595	1,651,613	30,685	135,225	91,041
Currency options *								
- one year or less	190,203	1,336	4,189	4,189	84,159	1,038	2,301	2,301
	<u>27,537,066</u>	<u>351,403</u>	<u>1,174,454</u>	<u>863,283</u>	<u>26,458,183</u>	<u>433,259</u>	<u>1,259,614</u>	<u>925,252</u>
Total	<u>70,534,349</u>	<u>818,294</u>	<u>3,388,695</u>	<u>2,239,686</u>	<u>70,830,913</u>	<u>1,070,997</u>	<u>3,841,191</u>	<u>2,490,345</u>

\* Only buy legs are taken into account for counterparty credit risk purposes.

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	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
<b>23 INTEREST INCOME</b>				
Loans, advances and financing measured at amortised cost and at fair value	39,211	39,308	110,540	152,219
Money at call and deposit placements with financial institutions	18,483	23,964	65,897	60,487
Financial assets at FVTPL	1,208	2,865	4,700	9,627
Financial investments at FVOCI	3,649	3,935	11,587	12,912
	<u>62,551</u>	<u>70,072</u>	<u>192,724</u>	<u>235,245</u>
<b>24 INTEREST EXPENSE</b>				
Deposits and placements of banks and other financial institutions	12,305	15,255	40,808	60,400
Deposits from other customers	6,626	6,410	19,768	19,655
Financial liabilities at FVTPL	68	-	68	-
	<u>18,999</u>	<u>21,665</u>	<u>60,644</u>	<u>80,055</u>
<b>25 NET INCOME FROM EMBEDDED LOANS MEASURED AT FVTPL</b>				
Interest income	39,784	38,873	116,408	152,062
Interest expense	(25,729)	(29,375)	(83,756)	(119,915)
Unrealised gain/(loss) in fair value of embedded loans	13,859	(133)	22,604	(53,701)
Realised gain in fair value of embedded loans	12,083	19,771	43,268	62,622
	<u>39,997</u>	<u>29,136</u>	<u>98,524</u>	<u>41,068</u>
<b>26 OTHER OPERATING INCOME</b>				
<b>Fee income</b>				
Commission	675	530	1,982	1,465
Guarantee fees	821	791	2,296	2,451
Service charges and fees	510	474	1,545	1,461
Commitment fees	752	180	2,085	641
Other fee income	2,907	4,262	7,360	10,992
	<u>5,665</u>	<u>6,237</u>	<u>15,268</u>	<u>17,010</u>
<b>Net investment income</b>				
Gross dividends	-	-	253	240
Realised gain/(loss) in fair value of derivative financial instruments	(5,630)	(12,348)	13,442	(25,595)
Realised (loss)/gain in fair value of financial assets at FVTPL	(3,760)	209	(8,382)	9,810
Unrealised loss in fair value of derivative financial instruments	(9,298)	(84,214)	(18,542)	(144,390)
Unrealised gain/(loss) in fair value of financial assets at FVTPL	1,382	(892)	2,562	(2,029)
Unrealised (loss)/gain in fair value of loans measured at fair value	487	452	(17,897)	1,560
Foreign exchange gain	37,589	132,919	89,970	255,076
Net premium (paid)/received for options	-	(290)	-	(307)
	<u>20,770</u>	<u>35,836</u>	<u>61,406</u>	<u>94,365</u>
<b>Other income</b>				
Other operating income	8,490	11,790	23,749	15,806
	<u>34,925</u>	<u>53,863</u>	<u>100,423</u>	<u>127,181</u>

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	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
<b>27 OTHER OPERATING EXPENSES</b>				
Personnel expenses	25,336	26,160	69,200	73,773
Establishment related expenses	9,799	10,613	30,089	31,722
Promotion and marketing related expenses	162	292	702	1,006
Administrative and other expenses	7,682	4,491	29,515	17,508
	<u>42,979</u>	<u>41,556</u>	<u>129,506</u>	<u>124,009</u>
<b>Personnel expenses</b>				
- Wages, salaries and bonus	20,224	21,036	56,310	59,437
- Defined benefit plan	875	1,058	2,659	3,174
- Defined contribution plan	2,433	2,442	6,639	7,533
- Other employee benefits	1,804	1,624	3,592	3,629
	<u>25,336</u>	<u>26,160</u>	<u>69,200</u>	<u>73,773</u>
<b>Establishment related expenses</b>				
- Depreciation of property, plant and equipment	1,396	1,492	4,032	4,566
- Amortisation of intangible assets	6,791	7,103	20,712	21,285
- Amortisation of right-of-use assets	850	869	2,578	2,686
- Hire of equipment	127	370	808	894
- Repair and maintenance	56	82	132	298
- Expenses relating to short-term leases and leases of low-value assets	450	509	1,293	1,391
- Others	129	188	534	602
	<u>9,799</u>	<u>10,613</u>	<u>30,089</u>	<u>31,722</u>
<b>Promotion and marketing related expenses</b>				
- Advertising and publicity	118	69	129	120
- Others	44	223	573	886
	<u>162</u>	<u>292</u>	<u>702</u>	<u>1,006</u>
<b>Administrative and other expenses</b>				
- Collateral deposit fees	24	-	42	409
- Communication expenses	264	344	613	950
- Legal and professional fees	919	104	1,312	312
- Others	6,475	4,043	27,548	15,837
	<u>7,682</u>	<u>4,491</u>	<u>29,515</u>	<u>17,508</u>

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**28 (WRITEBACK)/ALLOWANCE FOR IMPAIRMENT ON FINANCIAL INSTRUMENTS**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Stage 1 and 2 expected credit losses made during the year	(2,260)	(22,705)	15,655	32,209
Stage 1 and 2 expected credit losses written back	(990)	(745)	(35,137)	(26,364)
Stage 3 expected credit losses made during the year	4	15,599	12	18,040
Stage 3 expected credit losses written back	(11)	(323)	(11)	(51,305)
Impaired loans, advances and financing written off	-	-	(8)	-
Other movements	-	(5)	240	2,109
Bad debts written back	(114)	5	(123)	-
	<u>(3,371)</u>	<u>(8,174)</u>	<u>(19,372)</u>	<u>(25,311)</u>
<b>(a) (Reversal of)/Allowance for impairment on loans, advances and financing</b>				
Stage 1 and 2 expected credit losses made during the year	(2,492)	(23,475)	13,778	29,848
Stage 1 and 2 expected credit losses written back	(765)	(590)	(32,254)	(24,672)
Stage 3 expected credit losses made during the year	4	14,398	12	16,744
Stage 3 expected credit losses written back	(11)	(285)	(11)	(50,579)
Impaired loans, advances and financing written off	-	-	(8)	-
Other movements	-	(5)	240	2,109
Bad debts written back	(114)	5	(123)	-
	<u>(3,378)</u>	<u>(9,952)</u>	<u>(18,366)</u>	<u>(26,550)</u>
<b>(b) (Reversal of)/Allowance for impairment on purchased receivables</b>				
Stage 1 and 2 expected credit losses made during the year	126	38	410	248
Stage 1 and 2 expected credit losses written back	(34)	4	(258)	(218)
Stage 3 expected credit losses written back	-	-	-	(10)
	<u>92</u>	<u>42</u>	<u>152</u>	<u>20</u>
<b>(c) (Reversal of)/Allowance for impairment on off-balance sheet exposures</b>				
Stage 1 and 2 expected credit losses made during the year	107	732	1,464	2,113
Stage 1 and 2 expected credit losses written back	(191)	(148)	(2,625)	(1,461)
Stage 3 expected credit losses made during the year	-	1,201	-	1,296
Stage 3 expected credit losses written back	-	-	-	(716)
	<u>(84)</u>	<u>1,785</u>	<u>(1,161)</u>	<u>1,232</u>
<b>(d) (Reversal of)/Allowance for impairment on financial investments at FVOCI</b>				
Stage 1 and 2 expected credit losses made during the year	(1)	-	3	-
Stage 1 and 2 expected credit losses written back	-	(11)	-	(13)
	<u>(1)</u>	<u>(11)</u>	<u>3</u>	<u>(13)</u>

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(a) The capital adequacy ratios consist of total capital and risk-weighted assets derived from balances of the Bank and are computed in accordance with BNM's Guidelines on Capital Adequacy Framework (Capital Components and Basel II - Risk Weighted Assets) ("CAF"). The Bank adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

(b) The capital adequacy ratios of the Bank are as follows:

	<b>2021 December</b>	<b>2021 March</b>
Common equity Tier 1 ("CET 1") capital ratio	28.053%	28.697%
Tier 1 capital ratio	28.053%	28.697%
Total capital ratio	<u>29.075%</u>	<u>29.704%</u>

(c) The components of CET 1, Tier 1 and Tier 2 capital of the Bank are as follows:

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<u>CET 1 and Tier 1 capital</u>		
• Paid-up ordinary share capital	200,000	200,000
• Retained profits	3,273,025	3,273,025
• Other reserves	124,859	127,334
	<u>3,597,884</u>	<u>3,600,359</u>
<u>Less</u>		
• Deferred tax assets	(7,299)	(7,299)
• Intangible assets	(77,190)	(94,988)
• 55% of fair value reserve	(13,767)	(15,130)
• Regulatory reserve	<u>(103,731)</u>	<u>(103,731)</u>
	3,395,897	3,379,211
<u>Tier 2 capital</u>		
• Stage 1 and 2 ECL and regulatory reserve	123,660	118,637
Total Capital	<u>3,519,557</u>	<u>3,497,849</u>



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**29 CAPITAL ADEQUACY (CONT'D)**

(e) The components of risk-weighted assets of the Bank are as follows:

**2021 December**

Exposure Class	Gross Exposures RM'000	Net Exposures RM'000	Risk- Weighted Assets RM'000	Minimum Capital Requirements at 8% RM'000
<b>(i) Credit Risk</b>				
On-Balance Sheet Exposures :				
Sovereigns/Central Banks	6,658,550	6,658,550	224,640	17,971
Public Sector Entities	15,868	15,868	3,174	254
Banks, Development Financial Institutions & MDBs	2,451,549	2,451,549	744,202	59,536
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates	19,839,092	6,119,322	6,253,778	500,302
Regulatory Retail	1,068	1,068	1,068	85
Residential Mortgages	13,197	13,197	6,056	484
Equity Exposures	29,227	29,227	29,227	2,338
Other Assets	593,339	593,339	388,901	31,112
Defaulted Exposures	2,040	2,040	2,040	163
Total On-Balance Sheet Exposures	<u>29,603,930</u>	<u>15,884,160</u>	<u>7,653,086</u>	<u>612,247</u>
Off-Balance Sheet Exposures :				
Credit-related exposures	589,625	589,625	510,549	40,844
Securitisation exposures	3,000	3,000	2,250	180
Derivatives financial instruments	2,796,070	2,796,070	1,726,887	138,151
Total Off-Balance Sheet Exposures	<u>3,388,695</u>	<u>3,388,695</u>	<u>2,239,686</u>	<u>179,175</u>
Total On and Off-Balance Sheet Exposures	<u>32,992,625</u>	<u>19,272,855</u>	<u>9,892,772</u>	<u>791,422</u>
<b>(ii) Large Exposure Risk Requirement</b>				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>(iii) Market Risk</b>				
	<b>Long Position RM'000</b>	<b>Short Position RM'000</b>		
Interest Rate Risk	61,820,513	61,589,774	1,352,228	108,178
Foreign Exchange Risk	9,653	(71,502)	71,502	5,720
	<u>61,830,165</u>	<u>61,518,272</u>	<u>1,423,730</u>	<u>113,898</u>
<b>(iv) Operational Risk</b>				
			<u>788,589</u>	<u>63,087</u>
<b>Total RWA and Capital Requirements</b>	<u>32,992,625</u>	<u>19,272,855</u>	<u>12,105,091</u>	<u>968,407</u>

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**29 CAPITAL ADEQUACY (CONTD.)**

(e) The components of risk-weighted assets of the Bank are as follows:

**2021 March**

<b>Exposure Class</b>	<b>Gross Exposures RM'000</b>	<b>Net Exposures RM'000</b>	<b>Risk-Weighted Assets RM'000</b>	<b>Minimum Capital Requirements at 8% RM'000</b>
<b>(i) Credit Risk</b>				
On-Balance Sheet Exposures:				
Sovereigns/Central Banks	7,903,209	7,903,209	245,640	19,651
Public Sector Entities	22,608	22,608	4,522	362
Banks, Development Financial Institutions & MDBs	2,923,482	2,923,482	768,432	61,475
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates	20,734,649	5,441,157	5,545,736	443,659
Regulatory Retail	1,366	1,366	1,366	109
Residential Mortgages	13,660	13,660	6,408	513
Equity Exposures	29,226	29,226	29,226	2,338
Other Assets	567,518	567,518	397,128	31,770
Defaulted Exposures	2,191	2,191	2,185	175
<b>Total On-Balance Sheet Exposures</b>	<b>32,197,909</b>	<b>16,904,417</b>	<b>7,000,643</b>	<b>560,052</b>
Off-Balance Sheet Exposures :				
Credit-related exposures	539,763	539,763	485,333	38,827
Securitisation exposures	3,000	3,000	2,250	180
Derivatives financial instruments	3,298,428	3,298,428	2,002,762	160,221
<b>Total Off-Balance Sheet Exposures</b>	<b>3,841,191</b>	<b>3,841,191</b>	<b>2,490,345</b>	<b>199,228</b>
<b>Total On and Off-Balance Sheet Exposures</b>	<b>36,039,100</b>	<b>20,745,608</b>	<b>9,490,988</b>	<b>759,280</b>
<b>(ii) Large Exposure Risk Requirement</b>				
	-	-	-	-
<b>(iii) Market Risk</b>				
	<b>Long Position RM'000</b>	<b>Short Position RM'000</b>		
Interest Rate Risk	63,299,765	62,898,305	1,306,788	104,543
Foreign Exchange Risk	6,207	(112,757)	112,757	9,021
	<b>63,305,972</b>	<b>62,785,548</b>	<b>1,419,544</b>	<b>113,564</b>
<b>(iv) Operational Risk</b>				
			<b>865,055</b>	<b>69,204</b>
<b>Total RWA and Capital Requirements</b>	<b>36,039,100</b>	<b>20,745,608</b>	<b>11,775,588</b>	<b>942,048</b>

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		<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<b>ASSETS</b>			
Cash and short-term funds	(a)	170,000	74,000
Deposits and placement with financial institutions	(b)	1,181	801
Other assets		9	3
<b>TOTAL ASSETS</b>		<u>171,190</u>	<u>74,804</u>
<b>LIABILITIES AND ISLAMIC BANKING FUNDS</b>			
Deposits from customers	(c)	94,467	8,530
Other liabilities	(d)	26,439	25,708
<b>TOTAL LIABILITIES</b>		<u>120,906</u>	<u>34,238</u>
<b>CAPITAL FUNDS</b>		25,000	25,000
<b>RESERVE</b>		<u>25,284</u>	<u>15,566</u>
<b>ISLAMIC BANKING FUNDS</b>		<u>50,284</u>	<u>40,566</u>
<b>TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS</b>		<u>171,190</u>	<u>74,804</u>
<b>COMMITMENTS AND CONTINGENCIES</b>	(e)	<u>6,600</u>	<u>12,108</u>

Islamic financing based on Commodity Murabahah (Tawarruq) of RM1,047,718,638 (2021 March: RM848,257,231) was financed under an internal Wakalah scheme and is reported at the entity level.

Tawarruq structure for the Bank's Islamic financing product consists of three (3) sales and purchases transactions. The first involves the purchase of commodity by the Bank from Commodity Trader 1, on cash and spot basis. Secondly, the Bank will sell the commodity using Murabahah contract, to customer on deferred basis. Subsequently, the customer will sell the commodity to Commodity Trader 2 on cash and spot basis. Finally, the customer will get a cash to finance the customer's needs.

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**30 THE OPERATIONS OF ISLAMIC BANKING (CONTD.)**

**UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2021**

		3rd Quarter Ended		Nine Months Ended	
		2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Income derived from investment of Islamic Banking Capital funds	(f)	424	921	1,221	2,496
Expenses derived from financing	(g)	(1)	(610)	(2)	(1,579)
Other operating income	(h)	703	465	8,737	1,802
Total net income		1,126	776	9,956	2,719
Other operating expenses	(i)	(75)	(150)	(235)	(403)
Operating profit before allowance for impairment		1,051	626	9,721	2,316
Writeback of/(Allowance for) impairment on commitment and contingenci	(j)	19	15	(3)	(5)
Profit before tax		1,070	641	9,718	2,311
Tax expense		-	-	-	-
Profit for the period		1,070	641	9,718	2,311

**UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 DECEMBER 2021**

	Capital Fund RM'000	Regulatory Reserve RM'000	Retained Profits RM'000	Total RM'000
<b>2021 December</b>				
At beginning of the period	25,000	118	15,448	40,566
Profit for the period	-	-	9,718	9,718
At end of the period	25,000	118	25,166	50,284
<b>2020 December</b>				
At beginning of the period	25,000	18	12,042	37,060
Transfer from retained profits	-	68	(68)	-
Profit for the period	-	-	2,311	2,311
At end of the period	25,000	86	14,285	39,371

**UNAUDITED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 DECEMBER 2021**

	2021 December RM'000	2020 December RM'000
Cash flows from operating activities		
Profit before tax	9,718	2,311
Adjustments:		
Allowance for impairment on financial instruments	3	5
Operating profit before working capital changes	9,721	2,316
(Decrease)/Increase in operating assets:		
Deposits and placement with financial institutions	(380)	(285)
Other assets	(6)	(5)
(Decrease)/Increase in operating liabilities:		
Deposits from customers	85,937	125,894
Other liabilities	728	11,080
Net cash from operating activities	96,000	139,000
<b>Net increase in cash and cash equivalents</b>	96,000	139,000
<b>Cash and cash equivalents at beginning of period</b>	74,000	47,000
<b>Cash and cash equivalents at end of period</b>	170,000	186,000

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**30 THE OPERATIONS OF ISLAMIC BANKING (CONTD.)**

**Shariah Committee**

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

As of March 2021, the committee comprises: Assoc. Prof. Dr. Abdul Karim bin Ali, Assoc. Prof. Dr. Syed Musa Syed Jaafar Alhabshi, Prof. Dato' Dr. Mohd Azmi Omar and Assoc. Prof. Dr. Mohamad Zaharuddin Zakaria.

**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 to the audited financial statements of the Bank for financial year ended 31 March 2021.

**(a) Cash and short-term funds**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
Cash and balances with banks and other financial institutions	170,000	74,000

**(b) Deposits and placements with financial institutions**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<i>At amortised cost</i>		
Licensed bank		
• Malaysia	1,181	801

**(c) Deposits from customers**

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<b>(i) By type of deposits:</b>		
<i>At amortised cost</i>		
Current accounts (Qard)	94,300	8,365
Fixed deposits (Tawarruq)	167	165
	<u>94,467</u>	<u>8,530</u>

**(ii) The maturity structure of fixed deposits are as follows:**

Six months to one year	167	165
	<u>167</u>	<u>165</u>

**(iii) By type of customer:**

Domestic business enterprises	14,480	8,365
Foreign entities	79,820	-
Domestic other entities	167	165
	<u>94,467</u>	<u>8,530</u>

Qard is a contract of lending a fungible asset to a borrower who is bound to return an equivalent replacement. No profit expense from deposits shall be paid from the transactions.

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	2021 December RM'000	2021 March RM'000
Impairment allowances on commitment and contingencies	(i)	
Stage 1 - 12-months ECL not credit-impaired	7	4
Accruals and provisions for operational expenses	<u>26,432</u>	<u>25,704</u>
	<u>26,439</u>	<u>25,708</u>

(i) Movements in impairment allowances on commitments and contingencies which reflect the ECL model on impairment are as follows:

	12 month ECL		Lifetime ECL		Total RM'000
	Not credit impaired Stage 1 RM'000	Not credit impaired Stage 2 RM'000	Credit impaired Stage 3 RM'000		
<b>At 1 April 2021</b>	4	-	-	-	4
New financial assets originated	7	-	-	-	7
Financial assets derecognised (other than write-off)	(4)	-	-	-	(4)
<b>At 31 December 2021</b>	<u>7</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>
<b>At 1 April 2020</b>	-	14	-	-	14
Transfer to 12-Month ECL (Stage 1)	-	(14)	-	-	(14)
New financial assets originated	4	-	-	-	4
<b>At 31 March 2021</b>	<u>4</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4</u>

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	Principal Amount RM'000	Credit Equivalent Amount RM'000	Risk Weighted Assets RM'000
<b>31.12.2021</b>			
<b>Contingent Liabilities</b>			
Transaction related contingent items	6,600	6,596	6,596
<b>31.03.2021</b>			
<b>Contingent Liabilities</b>			
Transaction related contingent items	12,108	9,405	9,405

**(f) Income derived from investment of Islamic Banking Capital Funds**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Money at call and placements with financial institutions	424	921	1,221	2,496

**(g) Expenses derived from financing**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Deposits from customers	1	610	2	1,579

**(h) Other operating income**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Other fee income	703	465	8,737	1,802

**(i) Other operating expenses**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Personnel expenses	57	108	132	252
Other expenses	18	42	103	151
	75	150	235	403

**(j) Allowance for impairment on commitment and contingencies**

	3rd Quarter Ended		Nine Months Ended	
	2021 December RM'000	2020 December RM'000	2021 December RM'000	2020 December RM'000
Stage 1 and 2 ECL made during the year	(19)	(20)	7	-
Stage 1 and 2 expected credit losses written back	-	-	(4)	-
	(19)	(20)	3	-

**MUFG BANK (MALAYSIA) BERHAD**

Company No : 199401016638 (302316-U)

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)****30 THE OPERATIONS OF ISLAMIC BANKING (CONTD.)****(j) Capital Adequacy**

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

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

	<b>2021 December</b>	<b>2021 March</b>
Common equity tier 1 ("CET 1") capital ratio	69.698%	62.564%
Tier 1 capital ratio	69.698%	62.564%
Total capital ratio	<u>69.840%</u>	<u>62.746%</u>

The components of CET 1, Tier 1 and Tier 2 capital of the Bank's Islamic Banking business are as follows:

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
<u>CET 1 and Tier 1 capital</u>		
• Capital funds	25,000	25,000
• Retained profits	15,448	15,448
• Other reserves	118	118
	<u>40,566</u>	<u>40,566</u>
<u>Less</u>		
• Regulatory reserve	(118)	(118)
	<u>40,448</u>	<u>40,448</u>
<u>Tier 2 capital</u>		
• Stage 1 and 2 ECL and regulatory reserve	82	118
Total capital	<u>40,530</u>	<u>40,566</u>

The breakdown of the risk-weighted assets by each major risk category is as follows:

	<b>2021 December RM'000</b>	<b>2021 March RM'000</b>
Credit risk	6,596	9,405
Operational risk	51,437	55,246
	<u>58,033</u>	<u>64,651</u>



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

**30 THE OPERATIONS OF ISLAMIC BANKING (CONTD.)**

**(j) Capital Adequacy (Contd)**

The components of risk-weighted assets of the Bank's Islamic Banking business are as follows:

	<b>Gross Exposures RM'000</b>	<b>Net Exposures RM'000</b>	<b>Risk- Weighted Assets RM'000</b>	<b>Minimum Capital Requirements at 8% RM'000</b>
<b>2021 December Exposure Class</b>				
<b>(i) Credit Risk</b>				
On-Balance Sheet Exposures:				
Other Assets	171,189	171,189	-	-
Total On-Balance Sheet Exposures	<u>171,189</u>	<u>171,189</u>	<u>-</u>	<u>-</u>
Off-Balance Sheet Exposures:				
Credit-Related Exposures	6,596	6,596	6,596	528
Total Off-Balance Sheet Exposures	<u>6,596</u>	<u>6,596</u>	<u>6,596</u>	<u>528</u>
Total On and Off-Balance Sheet Exposures	<u>177,785</u>	<u>177,785</u>	<u>6,596</u>	<u>528</u>
<b>(ii) Large Exposure Risk Requirement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>(iii) Market Risk</b>				
Interest Rate Risk			-	-
Foreign Currency Risk			-	-
			<u>-</u>	<u>-</u>
<b>(iv) Operational Risk</b>			<u>51,437</u>	<u>4,115</u>
<b>Total RWA and Capital Requirements</b>	<u>177,785</u>	<u>177,785</u>	<u>58,033</u>	<u>4,643</u>
<b>2021 March Exposure Class</b>				
<b>(i) Credit Risk</b>				
On-Balance Sheet Exposures:				
Other Assets	74,804	74,804	-	-
Total On-Balance Sheet Exposures	<u>74,804</u>	<u>74,804</u>	<u>-</u>	<u>-</u>
Off-Balance Sheet Exposures:				
Credit-Related Exposures	9,405	9,405	9,405	752
Total Off-Balance Sheet Exposures	<u>9,405</u>	<u>9,405</u>	<u>9,405</u>	<u>752</u>
Total On and Off-Balance Sheet Exposures	<u>84,209</u>	<u>84,209</u>	<u>9,405</u>	<u>752</u>
<b>(ii) Large Exposure Risk Requirement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>(iii) Market Risk</b>				
Interest Rate Risk			-	-
Foreign Currency Risk			-	-
			<u>-</u>	<u>-</u>
<b>(iv) Operational Risk</b>			<u>55,246</u>	<u>4,420</u>
<b>Total RWA and Capital Requirements</b>	<u>84,209</u>	<u>84,209</u>	<u>64,651</u>	<u>5,172</u>

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 31 DECEMBER 2021 (CONTD.)**

**31 THE OPERATIONS OF INTERNATIONAL CURRENCY BUSINESS UNIT**

The Bank has 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 ICBU.

**(a) Financing and advances**

**(i) By type:**

	<b>2021 December</b>	<b>2021 March</b>
	<b>RM'000</b>	<b>RM'000</b>
<i>At amortised cost</i>		
Term financing		
Syndicated Islamic financing	615,841	1,363,549
Islamic term financing loan	296,892	532,449
Revolving credit	<u>1,043,879</u>	<u>1,184,189</u>
Gross financing and advances at amortised cost	1,956,612	3,080,187
Impairment allowances financing and advances		
Stage 1 - 12 month ECL	<u>(470)</u>	<u>(668)</u>
Net financing and advances at amortised cost	1,956,142	3,079,519
<i>At fair value</i>		
Syndicated Islamic financing	<u>224,988</u>	<u>195,438</u>
Net financing and advances	<u>2,181,130</u>	<u>3,274,957</u>
<b>Gross financing and advances</b>		
<i>At amortised cost</i>	1,956,612	3,080,187
<i>At fair value</i>	<u>224,988</u>	<u>195,438</u>
	<u>2,181,600</u>	<u>3,275,625</u>
<b>(b) By contract:</b>		
Murabahah Financing-i	1,662,291	2,085,968
Ijarah Financing-i	294,321	994,220
Wakalah Financing-i	<u>224,988</u>	<u>195,438</u>
	<u>2,181,600</u>	<u>3,275,625</u>

**(b) Deposits from customers**

**(i) By type and contract:**

	<b>2021 December</b>	<b>2021 March</b>
	<b>RM'000</b>	<b>RM'000</b>
<i>At amortised cost</i>		
Demand deposits - Qard	208	1,165
Fixed deposits - Tawarruq	<u>-</u>	<u>187,146</u>
	<u>208</u>	<u>188,311</u>