HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2026

		The Group		The Company	
	Note	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
Assets					
Cash and short-term funds		**14,911,210**	11,704,376	**354,208**	220,380
Deposits and placements with banks and other financial institutions		**2,573,515**	5,630,659	**200,453**	130
Securities purchased under resale agreements		**1,206,961**	479,048	**-**	-
Financial assets at fair value through profit or loss	A9	**36,150,031**	36,024,406	**807,719**	536,949
Financial investments at fair value through other comprehensive income	A10	**38,870,905**	39,998,442	**-**	-
Financial investments at amortised cost	A11	**23,114,227**	27,893,217	**-**	-
Derivative financial instruments	B10	**2,369,241**	2,359,634	**-**	-
Loans, advances and financing	A12	**217,388,416**	209,235,352	**-**	-
Clients' and brokers' balances		**465,425**	176,607	**-**	-
Other assets	A13	**3,325,937**	3,416,557	**3,211**	2,471
Statutory deposits with Central Banks		**2,062,602**	2,055,459	**-**	-
Tax recoverable		**58,255**	21,777	**-**	-
Investment in subsidiary companies		**-**	-	**17,054,109**	17,054,109
Investment in associated companies		**11,932,510**	10,933,690	**-**	-
Deferred tax assets		**213,255**	189,940	**185**	217
Property and equipment		**1,126,982**	1,093,750	**2,450**	3,268
Right-of-use assets		**151,773**	171,102	**548**	1,255
Investment properties		**473,700**	473,700	**-**	-
Goodwill arising on consolidation		**2,410,644**	2,410,644	**-**	-
Intangible assets		**366,937**	370,162	**202**	22
Insurance/reinsurance contract assets		**576,650**	557,546	**-**	-
Total Assets		**359,749,176**	355,196,068	**18,423,085**	17,818,801
Liabilities					
Deposits from customers	A14	**242,565,156**	237,880,814	**-**	-
Investment accounts of customers	A15	**2,704,540**	2,269,059	**-**	-
Deposits and placements of banks and other financial institutions	A16	**9,614,364**	12,685,951	**-**	-
Obligations on securities sold under repurchase agreements		**6,585,051**	6,753,576	**-**	-
Bills and acceptances payable		**187,977**	276,499	**-**	-
Derivative financial instruments	B10	**2,726,845**	2,749,308	**-**	-
Clients' and brokers' balances		**710,620**	281,180	**-**	-
Other liabilities	A17	**9,884,180**	9,536,559	**12,958**	15,814
Lease liabilities		**156,447**	174,801	**952**	1,412
Recourse obligations on loans/financing sold to Cagamas Berhad		**1,860,053**	2,512,996	**-**	-
Provision for taxation		**323,597**	334,576	**-**	3
Deferred tax liabilities		**818,455**	772,238	**-**	-
Borrowings	B7	**804,497**	806,413	**-**	-
Subordinated obligations	B8	**2,172,788**	2,301,473	**-**	-
Multi-currency Additional Tier 1 capital securities	B9	**1,725,270**	1,714,861	**-**	-
Insurance/reinsurance contract liabilities		**27,904,649**	26,915,006	**-**	-
Total Liabilities		**310,744,489**	307,965,310	**13,910**	17,229
Equity					
Share capital		**2,267,008**	2,267,008	**2,267,008**	2,267,008
Reserves		**31,496,218**	30,110,302	**16,313,961**	15,706,358
Treasury shares for ESS		**(230,177)**	(230,177)	**(171,794)**	(171,794)
Total Shareholders' Equity		**33,533,049**	32,147,133	**18,409,175**	17,801,572
Non-controlling interests		**15,471,638**	15,083,625	**-**	**-**
Total Equity		**49,004,687**	47,230,758	**18,409,175**	17,801,572
Total Equity and Liabilities		**359,749,176**	355,196,068	**18,423,085**	17,818,801
Commitments and Contingencies	A30	**460,591,175**	389,490,643	**-**	**-**
Net assets per share (net of treasury shares) attributable to ordinary equity holders of the parent (RM)		**29.56**	28.34	**16.17**	15.64

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

		3rd Quarter Ended		Nine Months Ended	
		31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Group	**Note**	**RM'000**	RM'000	**RM'000**	RM'000
Interest income	A18	**2,180,621**	2,189,593	**6,679,434**	6,707,485
Interest income for financial assets at fair value through profit or loss	A19	**22,374**	45,520	**92,061**	126,210
Interest expense	A20	**(1,186,469)**	(1,243,906)	**(3,693,125)**	(3,790,625)
Net interest income		**1,016,526**	991,207	**3,078,370**	3,043,070
Income from Islamic banking business	A21	**298,065**	271,953	**926,480**	857,207
		1,314,591	1,263,160	**4,004,850**	3,900,277
Non-interest income	A22	**379,346**	440,755	**1,547,537**	1,553,280
Net income		**1,693,937**	1,703,915	**5,552,387**	5,453,557
Overhead expenses	A23	**(667,344)**	(665,027)	**(1,949,262)**	(2,045,937)
Operating profit before allowances		**1,026,593**	1,038,888	**3,603,125**	3,407,620
(Allowance for)/write back of impairment losses on loans, advances and financing and other losses	A24	**(37,379)**	398,499	**(111,728)**	386,311
(Allowance for)/write back of impairment losses on other assets	A25	**(114)**	88	**-**	588
Operating profit after allowances		**989,100**	1,437,475	**3,491,397**	3,794,519
Associated companies					
- Share of results		**364,103**	344,211	**1,089,372**	1,152,348
- Dilution loss		**-**	(407,602)	**-**	(407,602)
Profit before taxation		**1,353,203**	1,374,084	**4,580,769**	4,539,265
Taxation	B5	**(231,899)**	(309,062)	**(854,469)**	(941,094)
Net profit for the financial period		**1,121,304**	1,065,022	**3,726,300**	3,598,171
Net profit for the financial period attributable to:					
Owners of the parent		**748,664**	714,117	**2,489,228**	2,401,246
Non-controlling interests		**372,640**	350,905	**1,237,072**	1,196,925
		1,121,304	1,065,022	**3,726,300**	3,598,171
Earnings per share attributable to equity holders of the Company - basic/diluted (sen)	B13	**66.0**	63.0	**219.5**	211.7

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

	3rd Quarter Ended		**Nine Months Ended**	
	31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Group	**RM'000**	RM'000	**RM'000**	RM'000
Net profit for the financial period	**1,121,304**	1,065,022	**3,726,300**	3,598,171
Other comprehensive (loss)/income:				
(i) Items that will not be reclassified to profit or loss:				
Equity instruments at fair value through other comprehensive income				
- Net fair value changes	**(8,484)**	-	**13,118**	-
(ii) Items that may be reclassified subsequently to profit or loss:				
(a) Share of other comprehensive loss of associated companies	**-**	-	**(3,996)**	(36,042)
(b) Debt instruments at fair value through other comprehensive income				
- Net fair value changes	**(170,487)**	97,461	**(277,289)**	258,695
- Changes in expected credit losses	**35**	586	**(111)**	(313)
(c) Currency translation differences	**83,566**	(14,832)	**(164,264)**	(720,383)
(d) Income tax relating to other comprehensive income	**38,612**	(19,548)	**47,497**	(51,595)
Other comprehensive (loss)/income for the financial period, net of tax	**(56,758)**	63,667	**(385,045)**	(549,638)
Total comprehensive income for the financial period	**1,064,546**	1,128,689	**3,341,255**	3,048,533
Total comprehensive income for the financial period attributable to:				
Owners of the parent	**710,092**	756,067	**2,230,785**	2,036,699
Non-controlling interests	**354,454**	372,622	**1,110,470**	1,011,834
	1,064,546	1,128,689	**3,341,255**	3,048,533

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

		3rd Quarter Ended		Nine Months Ended	
		31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Company	**Note**	**RM'000**	RM'000	**RM'000**	RM'000
Interest income	A18	**3,744**	1,448	**8,926**	3,401
Interest expense	A20	**(14)**	(30)	**(52)**	(945)
Net interest income		**3,730**	1,418	**8,874**	2,456
Non-interest income	A22	**410,269**	383,015	**1,471,371**	1,108,504
Net income		**413,999**	384,433	**1,480,245**	1,110,960
Overhead expenses	A23	**(9,422)**	(9,503)	**(29,333)**	(26,742)
Profit before taxation		**404,577**	374,930	**1,450,912**	1,084,218
Taxation	B5	**(517)**	(428)	**(930)**	(863)
Net profit/total comprehensive income for the financial period		**404,060**	374,502	**1,449,982**	1,083,355
Earnings per share attributable to equity holders of the Company - basic/diluted (sen)	B13	**35.5**	32.9	**127.4**	95.2

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

	Attributable to owner of the parent										
The Group	**Share capital RM'000**	**Regulatory* reserve RM'000**	**Fair value reserve RM'000**	**Other reserves RM'000**	**Share options reserve RM'000**	**Exchange fluctuation reserve RM'000**	**Retained profits RM'000**	**Treasury shares for ESS RM'000**	**Total shareholders' equity RM'000**	**Non-controlling interests RM'000**	**Total equity RM'000**
At 1 July 2025	2,267,008	1,877,135	166,852	213,825	36,346	187,293	27,628,851	(230,177)	32,147,133	15,083,625	47,230,758
Comprehensive income											
Net profit for the financial period	-	-	-	-	-	-	2,489,228	-	2,489,228	1,237,072	3,726,300
Currency translation differences	-	-	-	-	-	(112,642)	-	-	(112,642)	(51,622)	(164,264)
Share of other comprehensive income of associated company	-	-	(3,272)	-	-	-	-	-	(3,272)	(724)	(3,996)
Financial investments measured at fair value through other comprehensive income											
- Net fair value changes											
- Equity instruments	-	-	8,587	-	-	-	-	-	8,587	4,531	13,118
- Debt instruments	-	-	(151,045)	-	-	-	-	-	(151,045)	(78,747)	(229,792)
- Changes in expected credit losses	-	-	(71)	-	-	-	-	-	(71)	(40)	(111)
Total comprehensive (loss)/income	-	-	(145,801)	-	-	(112,642)	2,489,228	-	2,230,785	1,110,470	3,341,255
Transaction with owners											
Transfer to regulatory reserve	-	210,382	-	-	-	-	(210,382)	-	-	-	-
Allocation of other reserves to non-controlling interests	-	-	-	-	-	-	1,704	-	1,704	(1,704)	-
Dividend paid	-	-	-	-	-	-	(842,379)	-	(842,379)	-	(842,379)
Non-controlling interests share of dividend	-	-	-	-	-	-	-	-	-	(722,715)	(722,715)
Options charge arising from executive share scheme ("ESS") granted	-	-	-	-	(5,260)	-	3,028	-	(2,232)	-	(2,232)
Exercise of ESS	-	-	-	-	(5,235)	-	3,273	-	(1,962)	1,962	-
At 31 March 2026	**2,267,008**	**2,087,517**	**21,051**	**213,825**	**25,851**	**74,651**	**29,073,323**	**(230,177)**	**33,533,049**	**15,471,638**	**49,004,687**

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

	Attributable to owner of the parent										
The Group	**Share capital RM'000**	**Regulatory* reserve RM'000**	**Fair value reserve RM'000**	**Other reserves RM'000**	**Share options reserve RM'000**	**Exchange fluctuation reserve RM'000**	**Retained profits RM'000**	**Treasury shares for ESS RM'000**	**Total shareholders' equity RM'000**	**Non-controlling interests RM'000**	**Total equity RM'000**
At 1 July 2024	2,267,008	1,276,817	(53,913)	213,825	28,572	974,855	25,613,683	(230,177)	30,090,670	14,278,129	44,368,799
Comprehensive income											
Net profit for the financial period	-	-	-	-	-	-	2,401,246	-	2,401,246	1,196,925	3,598,171
Currency translation differences	-	-	-	-	-	(476,774)	-	-	(476,774)	(243,609)	(720,383)
Share of other comprehensive loss of associated companies	-	-	(23,600)	-	-	-	-	-	(23,600)	(12,442)	(36,042)
Financial investments measured at fair value through other comprehensive income											
- Net fair value changes											
- Debt instruments	-	-	136,037	-	-	-	-	-	136,037	71,063	207,100
- Changes in expected credit losses	-	-	(210)	-	-	-	-	-	(210)	(103)	(313)
Total comprehensive income/(loss)	-	-	112,227	-	-	(476,774)	2,401,246	-	2,036,699	1,011,834	3,048,533
Transaction with owners											
Transfer to regulatory reserve	-	533,288	-	-	-	-	(533,288)	-	-	-	-
Allocation of other reserves to non-controlling interests	-	-	-	-	-	-	(7,720)	-	(7,720)	7,720	-
Dividend paid	-	-	-	-	-	-	(637,476)	-	(637,476)	-	(637,476)
Non-controlling interests share of dividend	-	-	-	-	-	-	-	-	-	(529,637)	(529,637)
Options write-back arising from ESS granted	-	-	-	-	11,056	-	2,291	-	13,347	-	13,347
Exercise of ESS	-	-	-	-	(3,972)	-	2,515	-	(1,457)	1,457	-
At 31 March 2025	2,267,008	1,810,105	58,314	213,825	35,656	498,081	26,841,251	(230,177)	31,494,063	14,769,503	46,263,566

* Comprise regulatory reserves maintained by the Group's banking subsidiary companies in Malaysia of RM2,066,140,000 (31 March 2025: RM1,791,008,000) in accordance with BNM's Guideline and the banking subsidiary company in Vietnam with the State Bank of Vietnam of RM21,377,000 (31 March 2025: RM19,097,000).

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

	← Non-distributable		→	Distributable	
The Company	**Share capital RM'000**	**Other capital reserve RM'000**	**Treasury shares for ESS RM'000**	**Retained profits RM'000**	**Total equity RM'000**
At 1 July 2025	2,267,008	254,991	(171,794)	15,451,367	17,801,572
Net profit for the financial period	-	-	-	1,449,982	1,449,982
Dividend paid	-	-	-	(842,379)	(842,379)
At 31 March 2026	**2,267,008**	**254,991**	**(171,794)**	**16,058,970**	**18,409,175**
At 1 July 2024	2,267,008	254,991	(171,794)	15,004,047	17,354,252
Net profit for the financial period	-	-	-	1,083,355	1,083,355
Dividend paid	-	-	-	(637,476)	(637,476)
At 31 March 2025	2,267,008	254,991	(171,794)	15,449,926	17,800,131

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

HONG LEONG FINANCIAL GROUP BERHAD 196801000439 (8024-W)
CONDENSED FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026

	The Group		The Company	
	31 March 2026 RM'000	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Cash flows from operating activities				
Profit before taxation	**4,580,769**	4,539,265	**1,450,912**	1,084,218
Adjustment for non-cash items	**(2,366,212)**	(1,577,755)	**(1,468,206)**	(1,099,994)
Operating profit/(loss) before working capital changes	**2,214,557**	2,961,510	**(17,294)**	(15,776)
Income tax paid	**(834,777)**	(685,920)	**(900)**	(1,566)
Interest received	**8,926**	3,401	**8,926**	3,401
Changes in working capital:				
Net changes in operating assets	**(7,627,683)**	(9,958,836)	**(256,853)**	(156,262)
Net changes in operating liabilities	**3,816,703**	2,339,869	**(2,548)**	(2,336)
Net cash used in operating activities	**(2,422,274)**	(5,339,976)	**(268,669)**	(172,539)
Cash flows from investing activities				
Net proceeds of financial investments at FVOCI	**613,403**	10,322,618	**-**	-
Net proceeds of financial investments at amortised cost	**4,769,755**	4,283,707	**-**	-
Interest received on financial investments at FVOCI	**1,035,478**	1,003,710	**-**	-
Interest received on financial investments at amortised cost	**469,699**	514,305	**-**	-
Purchase of intangible assets	**(10,419)**	(12,922)	**(208)**	(3)
Purchase of property and equipment	**(136,908)**	(60,772)	**(130)**	(20)
Net proceeds from disposal of property and equipment	**69**	18,894	**-**	-
Dividends received from financial investments	**98,073**	70,619	**-**	9,145
Dividends received from subsidiary companies	**-**	-	**1,446,358**	1,089,735
Dividends received from associated companies	**354,845**	359,785	**-**	-
Proceeds from divestment of associate	**-**	84,071	**-**	-
Net cash generated from investing activities	**7,193,995**	16,584,015	**1,446,020**	1,098,857
Cash flows from financing activities				
Dividends paid to equity holders of the Company	**(842,379)**	(637,476)	**(842,379)**	(637,476)
Dividends paid to non-controlling interests	**(722,715)**	(529,637)	**-**	-
Interest paid on Multi-currency AT1 capital securities	**(46,902)**	(46,849)	**-**	-
Interest paid on subordinated obligations	**(39,937)**	(50,232)	**-**	-
Interest paid on borrowings	**(19,081)**	(20,627)	**-**	(2,924)
Interest paid on recourse obligations on loans sold to Cagamas Berhad	**(64,519)**	(86,921)	**-**	-
Repayment of subordinated obligations	**(150,000)**	(300,000)	**-**	-
Repayment of borrowings	**-**	(684,000)	**-**	(200,000)
Repayment of recourse obligations on loans sold to Cagamas Berhad	**(1,700,225)**	(1,400,000)	**-**	-
Repayment of lease liabilities	**(30,474)**	(23,735)	**(821)**	(821)
Proceeds from borrowings	**-**	764,000	**-**	30,000
Proceeds from recourse obligations on loans sold to Cagamas Berhad	**1,050,000**	500,000	**-**	-
Net cash used in financing activities	**(2,566,232)**	(2,515,477)	**(843,200)**	(811,221)
Net increase in cash and cash equivalents	**2,205,489**	8,728,562	**334,151**	115,097
Effects of exchange rate changes	**(136,342)**	(714,708)	**-**	-
Cash and cash equivalents at beginning of the financial period	**14,315,991**	8,599,141	**220,380**	135,053
Cash and cash equivalents at end of financial period	**16,385,138**	16,612,995	**554,531**	250,150
Analysis of cash and cash equivalents				
Cash and short-term funds	**14,911,210**	14,949,646	**354,208**	34,834
Deposits and placements with banks and other financial institutions	**2,573,515**	2,023,838	**200,453**	215,476
	17,484,725	16,973,484	**554,661**	250,310
Less: deposits and placements with banks and other financial institutions with original maturity of more than three months	**(1,099,587)**	(360,489)	**(130)**	(160)
	16,385,138	16,612,995	**554,531**	250,150

The unaudited condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025.

A1 Basis of preparation

The unaudited condensed 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 at fair value through profit or loss, financial investments at fair value through other comprehensive income and derivative financial instruments.

The unaudited condensed financial statements have been prepared in accordance with MFRS 134 'Interim Financial Reporting' issued by the Malaysian Accounting Standard Board and paragraph 9.22 of Bursa Malaysia Securities Berhad's Listing Requirements and should be read in conjunction with the audited annual financial statements for the Group and the Company for the financial year ended 30 June 2025. The explanatory notes attached to the unaudited condensed financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 30 June 2025.

The unaudited condensed financial statements incorporate the activities relating to the Islamic banking and Takaful businesses which have been undertaken by its subsidiaries, Hong Leong Islamic Bank Berhad and Hong Leong MSIG Takaful Berhad in compliance with Shariah principles.

The material accounting policies and methods of computation applied in the unaudited condensed financial statements are consistent with those adopted in the audited annual financial statements for the financial year ended 30 June 2025 and modified for the adoption of the following accounting standards applicable for financial year beginning on or after 1 July 2025:

- Amendments to MFRS 121 "Lack of Exchangeability"

The adoption of the above amendments to published standards do not give rise to any material financial impact to the Group and the Company.

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

A2 Status of matters giving rise to the auditor's qualified report in the preceding annual financial statement for the financial year ended 30 June 2025

There was no qualified report issued by the auditors in the preceding annual financial statements for the financial year ended 30 June 2025.

A3 Seasonality or cyclicality of operations

The business operations of the Group and the Company have not been materially affected by any seasonal and cyclical factors during the financial period.

A4 Exceptional items or unusual events affecting financial statements

There were no exceptional items or unusual events that materially affected the financial statements during the financial period.

A5 Variation from financial estimates reported in preceding financial year

There were no material changes in estimates of amounts reported in the prior financial year that have a material effect during the financial period.

A6 Issuance and repayment of debt and equity securities

There was no issuance or repayment of debt or equity share, share buy-back, share cancellation, shares held as treasury shares nor resale of treasury shares during the financial period other than those disclosed in Note B7, B8 and B9.

A7 Dividend paid

On 27 August 2025, the Board of Directors has declared a final single-tier dividend of 52.0 sen per share in respect of the financial year ended 30 June 2025. The dividend amounted to approximately RM591,942,000 was paid on 24 October 2025.

On 27 February 2026, the Board of Directors has declared a interim single-tier dividend of 22.0 sen per share in respect of the financial year ended 30 June 2026. The dividend amounted to approximately RM250,437,000 was paid on 31 March 2026.

A8 Segmental reporting

Operating segments are reported based on the Group's internal reporting provided to the Chief Operating Decision-Maker ("CODM"). The CODM is the person or a group that allocates resources to and assesses the performance of the operating segments of an entity.

Inter-segment pricing is based on the internal computed cost of funds.

Segment results, assets and liabilities include items directly attributable to the segment as well as those that can be allocated on a reasonable basis.

No analysis by geographical segments is presented as the Group's operations are substantially carried out in Malaysia.

Business segments
The Group comprises the following main business segments:

Commercial banking	Commercial banking business
Investment banking and asset management	Investment banking, futures and stockbroking, fund and unit trust management
Insurance	Life and general insurance and family takaful business
Other operations	Investment holding and provision of management services

A8 Segmental reporting (continued)

The Group	Commercial banking RM'000	Investment banking RM'000	Insurance RM'000	Other operations RM'000	Inter-Segment Eliminations RM'000	Total RM'000
3rd quarter ended 31 March 2026						
Revenue						
Net interest income	998,573	14,161	-	3,729	63	1,016,526
Income from Islamic banking business	298,065	-	-	-	-	298,065
Non-interest income	283,811	32,750	60,289	410,270	(407,774)	379,346
Segment revenue	1,580,449	46,911	60,289	413,999	(407,711)	1,693,937
Results						
Segment results	913,037	13,947	60,289	404,577	(402,750)	989,100
Share of results of associated companies	344,568	-	19,535	-	-	364,103
Profit before taxation	1,257,605	13,947	79,824	404,577	(402,750)	1,353,203
Taxation						(231,899)
Net profit for the financial period						1,121,304
Net profit for the financial period attributable to:						
Owners of the parent						748,664
Non-controlling interests						372,640
						1,121,304

The Group	Commercial banking RM'000	Investment banking RM'000	Insurance RM'000	Other operations RM'000	Inter-Segment Eliminations RM'000	Total RM'000
Nine months ended 31 March 2026						
Revenue						
Net interest income	3,025,940	43,277	-	8,873	280	3,078,370
Income from Islamic banking business	926,480	-	-	-	-	926,480
Non-interest income	979,671	119,045	453,524	1,471,372	(1,476,075)	1,547,537
Segment revenue	4,932,091	162,322	453,524	1,480,245	(1,475,795)	5,552,387
Results						
Segment results	2,987,708	58,884	453,524	1,450,912	(1,459,631)	3,491,397
Share of results of associated companies	1,027,452	-	61,920	-	-	1,089,372
Profit before taxation	4,015,160	58,884	515,444	1,450,912	(1,459,631)	4,580,769
Taxation						(854,469)
Net profit for the financial period						3,726,300
Net profit for the financial period attributable to:						
Owners of the parent						2,489,228
Non-controlling interests						1,237,072
						3,726,300
Other information						
Segment assets	317,309,976	5,102,071	35,396,905	18,423,096	(16,482,872)	359,749,176
Segment liabilities	277,108,886	4,066,077	29,454,088	15,553	99,885	310,744,489

A8 Segmental reporting (continued)

The Group	Commercial banking RM'000	Investment banking RM'000	Insurance RM'000	Other operations RM'000	Inter-Segment Eliminations RM'000	Total RM'000
3rd quarter ended 31 March 2025						
Revenue						
Net interest income	962,964	15,492	8,980	1,419	2,352	991,207
Income from Islamic banking business	271,953	-	-	-	-	271,953
Non-interest income	313,051	31,140	97,911	383,017	(384,364)	440,755
Segment revenue	1,547,968	46,632	106,891	384,436	(382,012)	1,703,915
Results						
Segment results	1,345,637	15,335	73,278	374,934	(371,709)	1,437,475
Associated companies						
- Share of results	324,150	-	20,061	-	-	344,211
- Dilution loss	(407,602)	-	-	-	-	(407,602)
Profit before taxation	1,262,185	15,335	93,339	374,934	(371,709)	1,374,084
Taxation						(309,062)
Net profit for the financial period						1,065,022
Net profit for the financial period attributable to:						
Owners of the parent						714,117
Non-controlling interests						350,905
						1,065,022

The Group	Commercial banking RM'000	Investment banking RM'000	Insurance RM'000	Other operations RM'000	Inter-Segment Eliminations RM'000	Total RM'000
Nine months ended 31 March 2025						
Revenue						
Net interest income	2,965,678	47,680	26,784	2,457	471	3,043,070
Income from Islamic banking business	857,207	-	-	-	-	857,207
Non-interest income	955,006	107,325	519,013	1,108,506	(1,136,570)	1,553,280
Segment revenue	4,777,891	155,005	545,797	1,110,963	(1,136,099)	5,453,557
Results						
Segment results	3,310,854	56,519	435,850	1,084,222	(1,092,926)	3,794,519
Associated companies						
- Share of results	1,098,913	-	53,435	-	-	1,152,348
- Dilution loss	(407,602)	-	-	-	-	(407,602)
Profit before taxation	4,002,165	56,519	489,285	1,084,222	(1,092,926)	4,539,265
Taxation						(941,094)
Net profit for the financial period						3,598,171
Net profit for the financial period attributable to:						
Owners of the parent						2,401,246
Non-controlling interests						1,196,925
						3,598,171
Other information						
Segment assets	300,904,859	4,974,918	33,187,945	17,844,527	(16,728,192)	340,184,057
Segment liabilities	262,411,462	3,954,791	27,660,775	46,026	(152,563)	293,920,491

A9 Financial assets at fair value through profit or loss ("FVTPL")

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Money market instruments		
Bank Negara Malaysia bills	**-**	499,814
Government treasury bills	**1,722,239**	945,155
Malaysian Government securities	**3,997,854**	4,348,512
Malaysian Government investment certificates	**1,877,955**	2,828,321
Negotiable instruments of deposit	**2,120,274**	2,161,412
Cagamas bonds	**15,188**	20,431
Other Government guaranteed assets	**6,829,851**	7,003,490
	16,563,361	17,807,135
Quoted securities		
Shares in Malaysia	**8,581,076**	7,911,717
Shares outside Malaysia	**751,121**	430,140
Wholesale fund/unit trust investments	**1,378,372**	790,420
Portfolio Investment Accounts [Note]	**668**	708
Foreign currency bonds in Malaysia	**-**	172,471
Foreign currency bonds outside Malaysia	**71,865**	98,834
Investment-linked funds	**196**	271
Warrants in Malaysia	**432**	1,204
	10,783,730	9,405,765
Unquoted securities		
Shares in Malaysia	**445,603**	445,603
Foreign currency bonds outside Malaysia	**34,527**	30,902
Structured investments	**95,525**	-
Corporate bonds and sukuk	**8,138,071**	8,248,768
Perpetual bonds	**89,214**	86,233
	8,802,940	8,811,506
Total financial assets at FVTPL	**36,150,031**	36,024,406

	The Company	
	31 March 2026 RM'000	30 June 2025 RM'000
Quoted securities		
Unit trust investments	**807,719**	536,949

Note :

Included in financial assets at FVTPL are the underlying assets for the Portfolio Investment Accounts ("PIA"). PIA is the restricted investment account offered to investors based on the Shariah principle of Wakalah bi Al-Istithmar, an agency contract where the investor authorises Hong Leong Islamic Bank Berhad ("HLISB") to manage the customers' investment on their behalf.

A10 Financial investments at fair value through other comprehensive income ("FVOCI")

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
At fair value		
(a) Debt instruments	**38,511,007**	39,836,261
(b) Equity instruments	**359,898**	162,181
	38,870,905	39,998,442

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
(a) Debt instruments		
Money market instruments		
Government treasury bills	**1,002,554**	1,849,950
Malaysian Government securities	**2,908,101**	2,886,128
Malaysian Government investment certificates	**12,138,271**	13,169,925
Negotiable instruments of deposit	**1,064,361**	2,112,919
Cagamas bonds	**3,873,610**	3,368,219
Khazanah bonds	**205,940**	219,740
Other Government securities	**343,177**	102,636
	21,536,014	23,709,517
Quoted securities		
Government sukuk	**742,377**	416,959
Foreign currency bonds in Malaysia	**2,472,080**	2,326,154
Foreign currency bonds outside Malaysia	**1,431,598**	1,878,104
	4,646,055	4,621,217
Unquoted securities		
Corporate bonds and sukuk	**9,376,119**	8,729,647
Foreign currency bonds in Malaysia	**131,951**	271,443
Foreign currency bonds outside Malaysia	**2,820,868**	2,504,437
	12,328,938	11,505,527
	38,511,007	39,836,261

Note :
Movements in expected credit losses ("ECL") of debt instruments at FVOCI are as follows:

The Group	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 July 2025	2,621	-	18,442	21,063
New financial assets originated or purchased	1,255	-	-	1,255
Financial assets derecognised	(834)	-	-	(834)
Changes due to change in credit risk	(435)	-	-	(435)
Changes in models/risk parameters	(20)	-	-	(20)
Exchange differences	(77)	-	(2,017)	(2,094)
At 31 March 2026	**2,510**	**-**	**16,425**	**18,935**
At 1 July 2024	3,275	-	18,442	21,717
New financial assets originated or purchased	1,501	-	-	1,501
Financial assets derecognised	(1,532)	-	-	(1,532)
Changes due to change in credit risk	(327)	-	-	(327)
Changes in models/risk parameters	(20)	-	-	(20)
Exchange differences	(276)	-	-	(276)
At 30 June 2025	2,621	-	18,442	21,063

A10 Financial investments at fair value through other comprehensive income ("FVOCI") (continued)

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
(b) Equity instruments		
Quoted securities		
Shares in Malaysia	**197,808**	-
Unquoted securities		
Shares in Malaysia	**144,681**	144,681
Shares outside in Malaysia	**17,409**	17,500
	359,898	162,181

A11 Financial investments at amortised cost

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
Money market instruments		
Malaysian Government securities	**6,078,453**	5,329,974
Malaysian Government investment certificates	**13,295,533**	20,274,063
Cagamas bonds	**1,224,571**	1,115,076
Other Government securities	**269,560**	267,001
	20,868,117	26,986,114
Unquoted securities		
Corporate bonds and sukuk	**2,246,110**	907,106
Less: Expected credit losses	**-**	(3)
Total financial investments at amortised cost	**23,114,227**	27,893,217

Movements in expected credit losses of financial investments at amortised cost are as follows:

The Group	**Stage 1** 12 months ECL RM'000	**Stage 2** Lifetime ECL not credit impaired RM'000	**Stage 3** Lifetime ECL credit impaired RM'000	**Total ECL RM'000**
At 1 July 2025	3	-	-	3
Financial assets derecognised	(3)	-	-	(3)
Changes due to change in credit risk	1	-	-	1
Exchange differences	(1)	-	-	(1)
At 31 March 2026	**-**	**-**	**-**	**-**
At 1 July 2024	14	-	-	14
Changes due to change in credit risk	(10)	-	-	(10)
Changes in models/risk parameters	(1)	-	-	(1)
At 30 June 2025	3	-	-	3

A12 Loans, advances and financing

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Overdrafts	**3,716,535**	4,172,873
Term loans/financing:		
- Housing and shop loans/financing	**114,584,098**	109,117,242
- Hire purchase receivables	**26,094,701**	24,507,501
- Ijarah receivables	**222,777**	238,897
- Other term loans/financing and syndicated term loans	**39,316,701**	38,662,878
Credit/charge card receivables	**4,090,873**	3,780,270
Bills receivable	**4,971,929**	4,708,118
Trust receipts	**297,053**	460,801
Claims on customers under acceptance credits	**9,478,431**	10,243,085
Revolving credits	**15,293,710**	14,056,893
Share margin financing	**262,088**	271,095
Staff loans/financing	**116,663**	115,199
Gross loans, advances and financing	**218,445,559**	210,334,852
Fair value changes arising from fair value hedges and unamortised fair value changes arising from terminated fair value hedges	**8,931**	8,818
Expected credit losses	**(1,066,074)**	(1,108,318)
Total net loans, advances and financing	**217,388,416**	209,235,352

Included in loans, advances and financing are housing loans sold to Cagamas Berhad with recourse to the Group amounting to RM1,829,790,000 (30 June 2025: RM2,417,047,000).

(a) By type of customers

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Domestic non-bank financial institutions	**2,396,017**	2,224,222
Domestic business enterprises:		
- Small and medium enterprises	**41,900,179**	40,629,615
- Others	**29,285,053**	30,542,299
Government and statutory bodies	**266**	507
Individuals	**138,252,789**	130,841,328
Other domestic entities	**131,825**	102,731
Foreign entities	**6,479,430**	5,994,150
Gross loans, advances and financing	**218,445,559**	210,334,852

(b) By interest/profit rate sensitivity

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Fixed rate		
- Housing and shop loans/financing	**4,523,734**	4,882,958
- Hire purchase receivables	**26,088,680**	24,475,716
- Credit card	**4,090,873**	3,780,270
- Other fixed rate loans/financing	**4,898,257**	4,857,127
Variable rate		
- Standardised base rate/base rate/base lending rate plus	**147,247,693**	141,453,220
- Cost plus	**31,535,760**	30,801,700
- Other variable rates	**60,562**	83,861
Gross loans, advances and financing	**218,445,559**	210,334,852

A12 Loans, advances and financing (continued)

(c) By economic purposes

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Purchase of securities	**1,344,581**	1,252,501
Purchase of transport vehicles	**25,724,566**	24,154,806
Purchase of landed properties		
- Residential	**105,443,109**	100,474,657
- Non-residential	**28,198,647**	26,375,986
Purchase of fixed assets (excluding landed properties)	**1,653,751**	1,693,808
Personal use	**4,945,694**	4,609,951
Credit card	**4,090,873**	3,780,270
Construction	**7,576,696**	6,862,749
Working capital	**37,799,404**	39,821,266
Other purposes	**1,668,238**	1,308,858
Gross loans, advances and financing	**218,445,559**	210,334,852

(d) By geographical distribution

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Malaysia	**202,832,927**	195,605,357
Outside Malaysia		
- Singapore	**11,742,693**	10,698,706
- Hong Kong	**22,964**	30,361
- Vietnam	**2,261,553**	2,179,462
- Cambodia	**1,585,422**	1,820,966
Gross loans, advances and financing	**218,445,559**	210,334,852

(e) By residual contractual maturity

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Within one year	**41,266,717**	41,799,013
One year to less than three years	**6,886,638**	6,067,981
Three years to less than five years	**12,976,014**	12,447,211
Five years and more	**157,316,190**	150,020,647
Gross loans, advances and financing	**218,445,559**	210,334,852

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

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
At beginning of financial year	**1,144,249**	1,041,199
Classified as impaired during the financial period/year	**1,586,826**	1,957,465
Reclassified as non-impaired during the financial period/year	**(806,355)**	(1,073,515)
Amount written back in respect of recoveries	**(328,555)**	(422,926)
Amount written off	**(276,826)**	(349,566)
Exchange differences	**(4,750)**	(8,408)
At end of financial period/year	**1,314,589**	1,144,249
Gross impaired loans, advances and financing as a % of gross loans, advances and financing	**0.60%**	0.54%

A12 Loans, advances and financing (continued)

(g) Impaired loans, advances and financing by economic purposes

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
Purchase of securities	**3**	3
Purchase of transport vehicles	**125,123**	114,059
Purchase of landed properties		
- Residential	**454,550**	413,275
- Non-residential	**131,416**	118,219
Purchase of fixed assets (excluding landed properties)	**4,276**	4,511
Personal use	**40,268**	33,446
Credit card	**24,599**	26,644
Construction	**44,439**	75,024
Working capital	**477,450**	343,683
Other purposes	**12,465**	15,385
Gross impaired loans, advances and financing	**1,314,589**	1,144,249

(h) Impaired loans, advances and financing by geographical distribution

	The Group 31 March 2026 RM'000	30 June 2025 RM'000
Malaysia	**1,046,390**	1,031,418
Outside Malaysia		
- Singapore	**134,732**	20,701
- Hong Kong	**8,156**	-
- Vietnam	**899**	822
- Cambodia	**124,412**	91,308
Gross impaired loans, advances and financing	**1,314,589**	1,144,249

(i) Movements in expected credit losses for loans, advances and financing are as follows:

The Group	**Stage 1** 12 months ECL RM'000	**Stage 2** Lifetime ECL not credit impaired RM'000	**Stage 3** Lifetime ECL credit impaired RM'000	**Total ECL RM'000**
At 1 July 2025	454,052	332,376	321,890	1,108,318
Changes in ECL due to transfer within stages	(39,752)	(130,625)	170,377	-
- Transfer to Stage 1	6,791	(6,760)	(31)	-
- Transfer to Stage 2	(46,291)	84,429	(38,138)	-
- Transfer to Stage 3	(252)	(208,294)	208,546	-
New financial assets originated	40,367	821	37	41,225
Financial assets derecognised	(9,722)	(25,423)	1,454	(33,691)
Changes due to change in credit risk	8,063	106,091	105,894	220,048
Modifications to contractual cash flow of financial assets	(227)	441	-	214
Changes in models/risk parameters	68	3	24	95
Amount written off	-	-	(253,877)	(253,877)
Exchange differences	(781)	(460)	289	(952)
Other movements	-	-	(15,306)	(15,306)
At 31 March 2026	**452,068**	**283,224**	**330,782**	**1,066,074**

A12 Loans, advances and financing (continued)

(i) Movements in expected credit losses for loans, advances and financing are as follows: (continued)

The Group	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 July 2024	903,087	341,900	369,011	1,613,998
Changes in ECL due to transfer within stages	(53,553)	(156,315)	209,868	-
- Transfer to Stage 1	11,879	(11,795)	(84)	-
- Transfer to Stage 2	(65,145)	124,120	(58,975)	-
- Transfer to Stage 3	(287)	(268,640)	268,927	-
New financial assets originated	50,922	1,241	51	52,214
Financial assets derecognised	(17,155)	(49,347)	(22,908)	(89,410)
Changes due to change in credit risk	(428,730)	194,351	137,925	(96,454)
Modifications to contractual cash flow of financial assets	14	2,746	-	2,760
Amount written off	-	-	(350,264)	(350,264)
Exchange differences	(533)	(2,200)	(2,345)	(5,078)
Other movements	-	-	(19,448)	(19,448)
At 30 June 2025	454,052	332,376	321,890	1,108,318

A13 Other assets

	The Group		The Company	
	31 March 2026 RM'000	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
Foreclosed properties	**46**	46	**-**	-
Sundry debtors and other prepayments	**815,349**	698,156	**3,211**	2,471
Settlement accounts	**1,366,470**	1,687,673	**-**	-
Treasury related receivables	**161,557**	272,140	**-**	-
Cash collateral pledged for derivative transactions	**457,505**	392,687	**-**	-
Fee income receivables net of expected credit losses	**2,452**	7,267	**-**	-
Other receivables	**522,558**	358,588	**-**	-
	3,325,937	3,416,557	**3,211**	2,471

A14 Deposits from customers

(a) By type of deposits

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
At amortised cost		
Fixed deposits	**123,565,673**	123,524,523
Negotiable instruments of deposits	**7,912,199**	10,807,151
Short-term placements	**23,317,985**	16,936,187
	154,795,857	151,267,861
Demand deposits	**51,992,383**	53,379,363
Savings deposits	**25,879,988**	25,147,842
Others	**599,350**	418,661
	233,267,578	230,213,727
At fair value through profit or loss		
Structured deposits linked to interest rate derivatives	**9,588,548**	7,785,758
Fair value changes arising from designation at fair value through profit or loss [Note]	**(290,970)**	(118,671)
	9,297,578	7,667,087
	242,565,156	237,880,814

Note:
The Group has issued structured deposits which are linked to interest rate derivatives and designated at FVTPL. This designation is permitted under MFRS 9 as it significantly reduces accounting mismatch. These instruments are managed by the Group on the basis of fair value and includes terms that have substantive derivative characteristics.

The fair value changes of the structured deposits which are linked to interest rate derivatives that are attributable to the changes in own credit risk are not significant.

(b) By type of customers

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Government and statutory bodies	**2,911,394**	5,289,466
Business enterprises	**113,168,962**	108,040,256
Individuals	**122,794,566**	121,770,347
Others	**3,690,234**	2,780,745
	242,565,156	237,880,814

(c) The maturity structure of fixed deposits, negotiable instruments of deposits and short-term placements are as follows:

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Due within:		
- Six months	**125,010,315**	125,366,323
- Six months to one year	**27,106,245**	22,910,199
- One year to five years	**1,688,347**	2,008,407
- More than five years	**990,950**	982,932
	154,795,857	151,267,861

A15 Investment accounts of customers

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Unrestricted investment accounts		
Mudarabah with maturity	**2,703,872**	2,268,351
Restricted investment accounts*		
Wakalah bi Al-Istihmar	**668**	708
	2,704,540	2,269,059

The underlying assets for the investment accounts are house financing, personal financing, other term financing, cash and cash equivalent and unit trusts.

*Restricted Investment Account-i ("RIA") refers to a type of investment account where the Investment Account Holder (IAH), provides a specific investment mandate to HLISB such as purpose and/or period for investment. The RIA is based on Shariah principle of Wakalah bi Al-Istithmar, an agency contract where the investor authorises HLISB as investment agent (Wakil) to manage the customers' investment on their behalf. Profit generated from the investment will be distributed to the IAH during the Profit Distribution Period.

A16 Deposits and placements of banks and other financial institutions

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Licensed banks	**6,043,196**	8,619,057
Licensed investment banks	**20,284**	-
Central banks [Note]	**1,592,774**	1,536,898
Other financial institutions	**1,958,110**	2,529,996
	9,614,364	12,685,951

Note:
Deposits and placements from central banks includes monies received by the Group under the various government financing scheme as part of the government support measure in response to COVID-19 pandemic for the purpose of SME lending amounting to RM1,592,774,000 (30 June 2025: RM1,536,898,000) at concession rates.

A17 Other liabilities

		The Group		The Company	
	Note	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
Post employment benefits obligation					
- Defined contribution plan		**1,868**	1,871	**26**	26
Loan advance payment		**3,319,149**	3,352,960	**-**	-
Treasury and cheque clearing		**676,765**	868,147	**-**	-
Cash collateral pledge for derivative transactions		**295,881**	395,524	**-**	-
Sundry creditors and accruals		**763,882**	660,538	**2,306**	2,768
Amount due to subsidiary companies		**-**	-	**4**	1
Provision for reinstatement cost		**19,625**	20,848	**-**	309
Provision for bonus and staff related expenses		**177,281**	261,466	**10,622**	12,710
Expected credit losses on financial guarantee contracts	(a)	**6,929**	5,252	**-**	-
Financial liabilities due to third party investors	(b)	**2,082,902**	1,536,121	**-**	-
Settlement accounts		**1,579,360**	1,474,686	**-**	-
Others		**960,538**	959,146	**-**	-
		9,884,180	9,536,559	**12,958**	15,814

A17 Other liabilities (continued)

Note:
(a) Movements in expected credit losses of financial guarantee contracts are as follows:

The Group	Stage 1 12 months ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 July 2025	4,680	572	-	5,252
Changes in ECL due to transfer within stages	(50)	50	-	-
Transfer to Stage 1	8	(8)	-	-
Transfer to Stage 2	(58)	58	-	-
Transfer to Stage 3	-	-	-	-
New financial assets originated	215	-	-	215
Financial assets derecognised	(53)	-	-	(53)
Changes due to change in credit risk	1,623	6	-	1,629
Exchange differences	(113)	(1)	-	(114)
At 31 March 2026	**6,302**	**627**	**-**	**6,929**
At 1 July 2024	7,377	712	-	8,089
Changes in ECL due to transfer within stages	25	(52)	27	-
Transfer to Stage 1	53	(53)	-	-
Transfer to Stage 2	(28)	28	-	-
Transfer to Stage 3	-	(27)	27	-
New financial assets originated	440	-	-	440
Financial assets derecognised	(211)	(1)	(1)	(213)
Changes due to change in credit risk	(2,614)	(87)	(26)	(2,727)
Exchange differences	(337)	-	-	(337)
At 30 June 2025	4,680	572	-	5,252

(b) Financial liabilities due to third party investors relate to the net asset value of units held by the third party investors of unit trust funds deemed as subsidiary company pursuant to MFRS 10 'Consolidated Financial Statements'.

A18 Interest income

	3rd Quarter Ended		Nine Months Ended	
The Group	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Loans, advances and financing	**1,631,855**	1,651,327	**4,949,175**	4,987,223
Money at call and deposit placements with financial institutions	**49,811**	57,117	**205,904**	158,553
Financial investments at FVOCI	**338,063**	303,360	**1,025,869**	1,003,710
Financial investments at amortised cost	**149,419**	164,494	**460,462**	514,305
Others	**11,473**	13,295	**38,024**	43,694
	2,180,621	2,189,593	**6,679,434**	6,707,485
Of which:				
Interest income earned on impaired loans, advances and financing	**18,820**	13,404	**47,920**	47,300

	3rd Quarter Ended		Nine Months Ended	
The Company	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Money at call and deposit placements with financial institutions	**3,744**	1,448	**8,926**	3,401
	3,744	1,448	**8,926**	3,401

A19 Interest income for financial assets at FVTPL

	3rd Quarter Ended		Nine Months Ended	
The Group	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Financial assets at FVTPL	**22,374**	45,520	**92,061**	126,210

A20 Interest expense

	3rd Quarter Ended		Nine Months Ended	
The Group	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Deposits and placements of banks and other financial institutions	**54,986**	64,240	**178,383**	225,817
Deposits from customers	**944,761**	972,523	**2,898,789**	2,953,155
Obligations on securities sold under repurchase agreements	**1,128**	13,926	**23,445**	74,820
Short-term placements	**126,052**	125,786	**398,608**	334,670
Borrowings	**5,688**	6,214	**17,318**	18,458
Subordinated obligations	**20,190**	20,172	**61,456**	64,965
Recourse obligations on loans sold to Cagamas Berhad	**13,996**	17,556	**44,540**	48,112
Multi-currency Additional Tier 1 capital securities	**18,834**	18,834	**57,335**	57,335
Others	**834**	4,655	**13,251**	13,293
	1,186,469	1,243,906	**3,693,125**	3,790,625

	3rd Quarter Ended		Nine Months Ended	
The Company	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Borrowings	**-**	-	**-**	851
Others	**14**	30	**52**	94
	14	30	**52**	945

A21 Income from Islamic banking business

	3rd Quarter Ended		Nine Months Ended	
The Group	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Income derived from investment of depositors' funds and others	**617,479**	578,938	**1,872,305**	1,788,465
Income derived from investment of shareholders' funds	**95,391**	113,940	**320,390**	329,739
Income derived from investment of investment accounts	**28,874**	27,858	**99,759**	90,852
Income attributable to depositors	**(425,516)**	(430,081)	**(1,301,993)**	(1,292,257)
Income attributable to depositors on investment accounts	**(18,163)**	(18,702)	**(63,981)**	(59,592)
	298,065	271,953	**926,480**	857,207
Of which:				
Financing income earned on impaired financing and advances	**3,625**	3,394	**11,176**	8,892

A22 Non-interest income

The Group	3rd Quarter Ended 31 March 2026 RM'000	3rd Quarter Ended 31 March 2025 RM'000	Nine Months Ended 31 March 2026 RM'000	Nine Months Ended 31 March 2025 RM'000
Insurance service result	**36,928**	49,587	**173,819**	198,928
Net insurance investment & finance result	**21,364**	(15,233)	**265,513**	107,932
Fee income				
Commissions	**61,935**	64,813	**221,732**	165,128
Service charges and fees	**14,105**	12,766	**31,373**	30,876
Guarantee fees	**5,364**	5,663	**23,894**	21,904
Credit card related fees	**67,480**	64,730	**203,874**	186,174
Corporate advisory fees	**1,836**	1,859	**3,489**	5,954
Commitment fees	**8,112**	8,288	**24,364**	25,960
Loans, advances and financing fees	**8,117**	10,148	**30,250**	35,181
Placement fees	**60**	1,238	**1,620**	5,057
Arranger fees	**314**	556	**859**	1,451
Unit trust fees income	**11,714**	11,799	**33,946**	33,075
Brokerage income	**13,038**	11,769	**39,612**	44,096
Other fees income	**24,408**	69,164	**46,480**	203,948
	216,483	262,793	**661,493**	758,804
Net income from securities				
Net realised gain/(loss) from sale of:				
- Financial assets at FVTPL	**4,943**	23,661	**68,473**	87,972
- Financial investments at FVOCI	**5,557**	8,538	**77,674**	61,922
- Derivative financial instruments	**20,561**	(25,062)	**151,331**	(8,594)
Gross dividend income from:				
- Financial assets at FVTPL	**35,361**	29,120	**94,346**	70,619
- Financial investments at FVOCI	**-**	-	**3,727**	-
Net unrealised (loss)/gain on revaluation of:				
- Financial assets at FVTPL	**(31,047)**	(11,691)	**30,476**	34,640
- Derivative financial instruments	**33,836**	5,691	**(119,835)**	(45,887)
Net realised gain on fair value changes arising from fair value hedges	**880**	1,774	**3,780**	6,479
Net unrealised gain/(loss) on fair value changes arising from fair value hedges	**75**	(43)	**11**	(3,662)
	70,166	31,988	**309,983**	203,489
Other income				
Foreign exchange gain	**27,583**	88,429	**119,596**	247,867
Rental income	**5,210**	3,065	**12,946**	9,490
Net gain on disposal of property and equipment	**71**	9,113	**141**	9,239
Other non-operating income	**1,541**	11,013	**4,046**	17,531
	34,405	111,620	**136,729**	284,127
Total non-interest income	**379,346**	440,755	**1,547,537**	1,553,280

A22 Non-interest income (continued)

	3rd Quarter Ended		Nine Months Ended	
	31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Company	**RM'000**	RM'000	**RM'000**	RM'000
Fees income				
Management fees and outsourcing fees	**3,187**	2,975	**10,074**	9,016
Net income from securities				
Net realised gain from sale of:				
- Financial assets at FVTPL	**-**	-	**-**	30
Gross dividend income from:				
- Financial assets at FVTPL	**6,510**	4,344	**16,351**	9,145
- Subsidiary companies	**402,041**	375,239	**1,446,358**	1,089,735
Net unrealised loss on revaluation of:				
- Financial assets at FVTPL	**(1,565)**	363	**(1,696)**	319
Other income				
Other non-operating income	**96**	94	**284**	259
Total non-interest income	**410,269**	383,015	**1,471,371**	1,108,504

A23 Overhead expenses

	3rd Quarter Ended		Nine Months Ended	
	31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Group	**RM'000**	RM'000	**RM'000**	RM'000
Personnel costs				
- Salaries, bonus and allowances	**339,754**	332,429	**993,284**	1,020,607
- Medical expenses	**14,218**	22,006	**43,285**	38,982
- Training and convention expenses	**3,219**	(386)	**11,655**	12,144
- Staff welfare	**4,283**	4,494	**11,238**	11,852
- Others	**3,477**	20,840	**26,968**	44,380
	364,951	379,383	**1,086,430**	1,127,965
Establishment costs				
- Depreciation of property and equipment	**18,565**	23,313	**58,861**	73,230
- Depreciation of right-of-use assets	**11,574**	11,543	**34,853**	35,464
- Amortisation of intangible assets	**18,824**	18,797	**55,270**	55,594
- Rental of premises	**616**	470	**1,583**	1,370
- Information technology expenses	**63,767**	56,679	**191,872**	186,181
- Security services	**5,001**	5,314	**15,945**	17,551
- Electricity, water and sewerage	**4,299**	5,160	**14,185**	16,430
- Hire of plant and machinery	**3,634**	3,092	**10,978**	10,423
- Others	**8,584**	8,172	**25,602**	25,793
	134,864	132,540	**409,149**	422,036
Marketing expenses				
- Advertisement and publicity	**16,329**	9,933	**25,480**	25,991
- Sales commission and credit card related fees	**47,567**	25,763	**116,097**	126,935
- Others	**6,357**	10,376	**17,898**	29,876
	70,253	46,072	**159,475**	182,802
Administration and general expenses				
- Teletransmission expenses	**3,327**	4,440	**10,975**	13,579
- Stationery and printing expenses	**2,040**	2,797	**7,319**	8,306
- Professional fees	**26,310**	25,787	**80,581**	83,998
- Insurance fees	**12,175**	16,598	**29,933**	42,787
- Stamp, postage and courier	**4,460**	4,063	**11,971**	11,573
- Credit card fees	**24,395**	31,013	**88,416**	93,098
- Travelling and transport expenses	**897**	900	**3,314**	3,234
- Registration and license fees	**2,396**	2,563	**7,025**	7,906
- Brokerage and commission	**3,218**	2,504	**8,413**	7,696
- Others	**18,058**	16,367	**46,261**	40,957
	97,276	107,032	**294,208**	313,134
Total overhead expenses	**667,344**	665,027	**1,949,262**	2,045,937

A23 Overhead expense (continued)

The Company	3rd Quarter Ended 31 March 2026 RM'000	3rd Quarter Ended 31 March 2025 RM'000	Nine Months Ended 31 March 2026 RM'000	Nine Months Ended 31 March 2025 RM'000
Personnel costs				
- Salaries, bonus and allowances	**6,682**	6,720	**21,819**	19,211
- Medical expenses	**14**	5	**32**	9
- Training and convention expenses	**-**	10	**-**	35
- Staff welfare	**228**	219	**645**	583
- Others	**740**	427	**1,656**	1,382
	7,664	7,381	**24,152**	21,220
Establishment costs				
- Depreciation of property and equipment	**311**	316	**948**	948
- Depreciation of right-of-use assets	**235**	235	**705**	705
- Amortisation of intangible assets	**13**	13	**28**	38
- Information technology expenses	**97**	118	**274**	307
- Electricity, water and sewerage	**8**	11	**33**	37
- Others	**92**	84	**246**	334
	756	777	**2,234**	2,369
Administration and general expenses				
- Teletransmission expenses	**5**	7	**16**	17
- Stationery and printing expenses	**2**	6	**16**	17
- Professional fees	**346**	691	**962**	1,165
- Management fees	**533**	533	**1,598**	1,598
- Travelling and transport expenses	**1**	1	**1**	1
- Others	**115**	107	**354**	355
	1,002	1,345	**2,947**	3,153
Total overhead expense	**9,422**	9,503	**29,333**	26,742

A24 Allowance for/(write back of) impairment losses on loans, advances and financing and other losses

The Group	3rd Quarter Ended 31 March 2026 RM'000	3rd Quarter Ended 31 March 2025 RM'000	Nine Months Ended 31 March 2026 RM'000	Nine Months Ended 31 March 2025 RM'000
Allowance for/(write-back of) impairment losses on:				
- Loans, advances and financing	**79,472**	(343,141)	**229,682**	(215,820)
- Clients' and brokers' balances	**35**	(11)	**94**	9
Impaired loans, advances and financing:				
- Written off	**14,649**	6,812	**48,184**	21,465
- Recovered from bad debt written off	**(56,777)**	(62,159)	**(166,232)**	(191,965)
	37,379	(398,499)	**111,728**	(386,311)

A25 Allowance for/(write back of) impairment losses on other assets

The Group	3rd Quarter Ended 31 March 2026 RM'000	3rd Quarter Ended 31 March 2025 RM'000	Nine Months Ended 31 March 2026 RM'000	Nine Months Ended 31 March 2025 RM'000
Expected credit losses on:				
- Financial investments at FVOCI	**38**	594	**(37)**	(122)
- Financial investments at amortised cost	**-**	(5)	**(2)**	(8)
- Other assets	**7**	(296)	**(79)**	(339)
- Cash and short-term funds	**(14)**	(587)	**109**	5
- Deposits and placements with banks and other financial institutions	**83**	206	**9**	(124)
	114	(88)	**-**	(588)

A26 Capital adequacy

The capital adequacy ratios are computed in accordance with BNM’s Capital Adequacy Framework (Capital Components). The consolidated capital adequacy of the Group includes consolidation of all financial and non-financial subsidiary companies, except the insurance/takaful subsidiary companies which shall be deducted in the calculation of Common Equity Tier 1 ("CET 1") capital. The total risk-weighted assets ("RWA") of the Group are computed based on Standardised Approach for Credit Risk and Market Risk, and Basic Indicator Approach for Operational Risk.

The Capital Adequacy Framework (Capital Components) sets out the minimum capital adequacy ratios as well as requirements on Capital Conservation Buffer ("CCB") and Counter Cyclical Buffer ("CCyB"). The minimum capital adequacy requirements for CET 1 capital ratio, Tier 1 capital ratio and Total capital ratio are 4.5%, 6.0% and 8.0% respectively. The Group is also required to maintain CCB of up to 2.5% of total RWA. The CCyB which ranges from 0% up to 2.5% is determined as the weighted average of prevailing CCyB rates applied in the jurisdictions in which the Group has credit exposures. The minimum capital adequacy including CCB for CET 1 capital ratio, Tier 1 capital ratio and Total capital ratio for year 2019 onwards are 7.0%, 8.5% and 10.5% respectively.

A26 Capital adequacy (continued)

(a) The capital adequacy ratios of the Group and banking subsidiaries are as follows:

	Hong Leong Financial Group		Hong Leong Bank Group		Hong Leong Bank Berhad		Hong Leong Investment Bank Berhad	
	31 March 2026	30 June 2025	**31 March 2026**	30 June 2025	**31 March 2026**	30 June 2025	**31 March 2026**	30 June 2025
Before deducting proposed dividends								
CET 1 capital ratio	**11.115%**	12.073%	**12.443%**	14.002%	**12.526%**	13.802%	**35.106%**	35.611%
Tier 1 capital ratio	**12.081%**	13.026%	**13.326%**	14.924%	**13.400%**	14.715%	**35.187%**	35.687%
Total capital ratio	**13.963%**	14.913%	**15.450%**	17.093%	**15.525%**	16.888%	**43.844%**	43.768%
After deducting proposed dividends								
CET 1 capital ratio	**11.115%**	11.750%	**12.443%**	13.233%	**12.526%**	12.805%	**35.106%**	32.738%
Tier 1 capital ratio	**12.081%**	12.704%	**13.326%**	14.154%	**13.400%**	13.717%	**35.187%**	32.814%
Total capital ratio	**13.963%**	14.591%	**15.450%**	16.323%	**15.525%**	15.891%	**43.844%**	40.895%

(b) The components of CET 1, Tier 1 and Tier 2 capital under the Capital Components Framework are as follows:

	Hong Leong Financial Group		Hong Leong Bank Group		Hong Leong Bank Berhad		Hong Leong Investment Bank Berhad	
	31 March 2026 RM'000	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
CET 1 capital								
Share capital	**2,267,008**	2,267,008	**7,739,063**	7,739,063	**7,739,063**	7,739,063	**252,950**	252,950
Retained profit	**27,604,706**	27,628,851	**29,246,408**	29,895,045	**17,399,727**	18,253,075	**272,233**	310,183
Other reserves	**345,177**	531,290	**131,770**	383,970	**263,595**	412,657	**(216)**	2,768
Qualifying non-controlling interests	**9,724,859**	9,121,408	**-**	-	**-**	-	**-**	-
Less: Treasury shares	**(230,177)**	(230,177)	**(698,416)**	(700,378)	**(698,416)**	(700,378)	**-**	-
Less: Goodwill and intangible assets	**(2,689,850)**	(2,687,899)	**(2,167,638)**	(2,165,941)	**(2,084,623)**	(2,079,082)	**(35,138)**	(34,915)
Less: Deferred tax assets	**(202,791)**	(180,077)	**(148,817)**	(118,650)	**(111,294)**	(88,222)	**(52,962)**	(60,383)
Less: Investment in subsidiary companies/ associated companies	**(15,432,693)**	(14,286,902)	**(10,155,414)**	(9,210,641)	**(3,898,252)**	(3,902,710)	**(200)**	(200)
Total CET 1 capital	**21,386,239**	22,163,502	**23,946,956**	25,822,468	**18,609,800**	19,634,403	**436,667**	470,403

A26 Capital adequacy (continued)

(b) The components of CET 1, Tier 1 and Tier 2 capital under the Capital Components Framework are as follows: (continued)

	Hong Leong Financial Group		**Hong Leong Bank Group**		**Hong Leong Bank Berhad**		**Hong Leong Investment Bank Berhad**	
	31 March 2026 RM'000	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
Additional Tier 1 capital								
Multi-currency Additional Tier 1 capital securities	**-**	-	**1,699,034**	1,698,638	**1,699,034**	1,698,638	**1,000**	1,000
Qualifying non-controlling interests	**1,857,358**	1,750,031	**-**	-	**-**	-	**-**	-
Additional Tier 1 capital before regulatory adjustments	**1,857,358**	1,750,031	**1,699,034**	1,698,638	**1,699,034**	1,698,638	**1,000**	1,000
Less: Investment in Additional Tier 1 perpetual subordinated sukuk wakalah	**-**	-	**-**	-	**(400,000)**	(400,000)	**-**	-
Additional Tier 1 capital after regulatory adjustments	**1,857,358**	1,750,031	**1,699,034**	1,698,638	**1,299,034**	1,298,638	**1,000**	1,000
Total Tier 1 capital	**23,243,597**	23,913,533	**25,645,990**	27,521,106	**19,908,834**	20,933,041	**437,667**	471,403
Tier 2 capital								
Stage 1 and Stage 2 expected credit loss allowances and regulatory reserves	**2,178,733**	2,083,325	**2,188,831**	2,102,019	**1,659,143**	1,593,894	**7,687**	6,743
Subordinated obligations	**-**	**-**	**1,897,939**	1,898,143	**1,897,939**	1,898,143	**100,000**	100,000
Qualifying non-controlling interests	**1,443,639**	1,381,461	**-**	-	**-**	-	**-**	-
Less: Investment in Tier 2 subordinated sukuk murabahah	**-**	-	**-**	-	**(400,000)**	(400,000)	**-**	-
Total Tier 2 capital	**3,622,372**	3,464,786	**4,086,770**	4,000,162	**3,157,082**	3,092,037	**107,687**	106,743
Total capital	**26,865,969**	27,378,319	**29,732,760**	31,521,268	**23,065,916**	24,025,078	**545,354**	578,146

A26 Capital adequacy (continued)

(c) The breakdown of RWA by each major risk category is as follows:

	Hong Leong Financial Group		Hong Leong Bank Group		Hong Leong Bank Berhad		Hong Leong Investment Bank Berhad	
	31 March 2026 RM'000	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
Credit risk [Note]	**174,298,614**	166,665,986	**175,106,503**	168,161,505	**132,731,408**	127,511,543	**614,928**	539,435
Market risk	**6,357,564**	5,560,399	**6,118,015**	5,390,982	**6,012,198**	5,170,118	**324,366**	479,647
Operational risk	**11,747,256**	11,355,773	**11,224,749**	10,861,994	**9,830,461**	9,576,805	**304,551**	301,853
Total RWA	**192,403,434**	183,582,158	**192,449,267**	184,414,481	**148,574,067**	142,258,466	**1,243,845**	1,320,935

Note:
In accordance with BNM Investment Account Policy, the credit RWA of HLISB funded by Investment Account of RM1,635,060,000 (30 June 2025: RM1,522,279,000) is excluded from the calculation of capital adequacy ratio of the Group.

(d) The capital adequacy ratios of Hong Leong Bank Group's subsidiary company are as follows:

	Hong Leong Islamic Bank Berhad	
	31 March 2026	30 June 2025
Before deducting proposed dividends		
CET 1 capital ratio	**12.080%**	12.061%
Tier 1 capital ratio	**13.050%**	13.074%
Total capital ratio	**15.207%**	15.273%
After deducting proposed dividends		
CET 1 capital ratio	**12.080%**	12.061%
Tier 1 capital ratio	**13.050%**	13.074%
Total capital ratio	**15.207%**	15.273%

A27 Material events subsequent to the end of the financial period

There were no material events subsequent to the end of the financial period ended 31 March 2026.

A28 Changes in composition of the Group

There was no change in the composition of the Group for the current financial period and up to the date of the report.

A29 Related party transactions

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.

A30 Commitments and contingencies

In the normal course of business, the Group 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. These commitments and contingencies are also not secured over the assets of the Group.

The notional/principal amount of the commitments and contingencies constitute the following:

	The Group	
	31 March 2026 RM'000	30 June 2025 RM'000
Commitments and contingencies		
Direct credit substitutes	**226,320**	211,609
Certain transaction related contingent items	**3,909,242**	3,411,783
Short-term self liquidating trade related contingencies	**1,696,007**	1,264,218
Any commitments that are unconditionally cancellable at any time by the Group without prior notice:		
- less than one year	**875,887**	863,605
Irrevocable commitments to extend credit:		
- maturity more than one year	**21,708,281**	19,559,325
- maturity less than one year	**30,793,118**	26,493,492
Unutilised credit card lines	**8,405,879**	7,810,930
	67,614,734	59,614,962
Derivative financial instruments		
Foreign exchange related contracts:		
- less than one year	**98,119,966**	95,309,223
- one year to five years	**3,348,894**	4,577,090
- over five years	**832,338**	644,083
Interest rate related contracts:		
- less than one year	**119,472,027**	74,884,241
- one year to five years	**158,831,772**	143,726,296
- over five years	**6,078,825**	5,595,907
Equity related contracts:		
- less than one year	**861,932**	578,403
- one year to five years	**1,016,092**	1,148,149
Credit related contracts:		
- less than one year	**243,148**	256,983
- one year to less than five years	**11,027**	12,129
- over five years	**1,562,703**	1,549,149
Commodity related contracts:		
- less than one year	**1,206,642**	421,710
- one year to five years	**1,391,075**	1,172,318
	392,976,441	329,875,681
	460,591,175	389,490,643

A31 Fair value of financial instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The information presented herein represents the estimates of fair values as at the statements of financial position date.

Where available, quoted and observable market prices are used as the measure of fair values. Where such quoted and observable market prices are not available, fair values are estimated based on a range of methodologies and assumptions regarding risk characteristics of various financial instruments, discount rates, estimates of future cash flows and other factors. Changes in the uncertainties and assumptions could materially affect these estimates and the resulting fair value estimates.

Determination of fair value and fair value hierarchy

The Group and the Company measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2: Quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3: Valuations derived from valuation techniques in which one or more significant inputs are not based on observable market data.

Valuation techniques
Financial instruments are classified as Level 1 if their value is observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted prices is readily available, and the price represents actual and regularly occurring market transactions. An active market is one in which transactions occur with sufficient volume and frequency to provide pricing information on an on-going basis. These would include actively traded listed equities and actively exchange-traded derivatives.

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

Financial instruments are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). Such inputs are generally determined based on observable inputs of a similar nature, historical observations on the level of the input or other analytical techniques. This category includes unquoted shares held for socio-economic reasons. Fair value for shares held for socio-economic reasons are based on the net tangible assets of the affected companies.

The table below analyses financial instruments carried at fair value analysed by level within the fair value hierarchy:

	Fair value			
The Group	**Level 1 RM'000**	**Level 2 RM'000**	**Level 3 RM'000**	**Total RM'000**
31 March 2026				
Recurring fair value measurements				
Financial assets				
Financial assets at FVTPL				
- Money market instruments	-	16,563,361	-	16,563,361
- Quoted securities	10,783,730	-	-	10,783,730
- Unquoted securities	-	8,357,337	445,603	8,802,940
Financial investments at FVOCI				
- Money market instruments	-	21,536,014	-	21,536,014
- Quoted securities	4,843,863	-	-	4,843,863
- Unquoted securities	-	12,328,938	162,090	12,491,028
Derivative financial instruments	15,819	2,236,975	116,447	2,369,241
	15,643,412	61,022,625	724,140	77,390,177

A31 Fair value of financial instruments (continued)

Determination of fair value and fair value hierarchy (continued)

The table below analyses financial instruments carried at fair value analysed by level within the fair value hierarchy: (continued)

	Fair value			
The Group	**Level 1 RM'000**	**Level 2 RM'000**	**Level 3 RM'000**	**Total RM'000**
31 March 2026				
Recurring fair value measurements				
Financial liabilities				
Derivative financial instruments	**2,950**	**2,597,924**	**125,971**	**2,726,845**
Financial liabilities designated at fair value				
- Structured deposits linked to interest rate derivatives	**-**	**9,297,578**	**-**	**9,297,578**
	2,950	**11,895,502**	**125,971**	**12,024,423**
30 June 2025				
Recurring fair value measurements				
Financial assets				
Financial assets at FVTPL				
- Money market instruments	-	17,807,135	-	17,807,135
- Quoted securities	9,405,765	-	-	9,405,765
- Unquoted securities	-	8,365,903	445,603	8,811,506
Financial investments at FVOCI				
- Money market instruments	-	23,709,517	-	23,709,517
- Quoted securities	4,621,217	-	-	4,621,217
- Unquoted securities	-	11,505,527	162,181	11,667,708
Derivative financial instruments	4,545	2,240,770	114,319	2,359,634
	14,031,527	63,628,852	722,103	78,382,482
Financial liabilities				
Derivative financial instruments	12,955	2,649,897	86,456	2,749,308
Financial liabilities designated at fair value				
- Structured deposits linked to interest rate derivatives	-	7,667,087	-	7,667,087
	12,955	10,316,984	86,456	10,416,395

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the transfer has occurred. The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer. There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the financial period (30 June 2025: RM Nil).

A31 Fair value of financial instruments (continued)

Determination of fair value and fair value hierarchy (continued)

Reconciliation of fair value measurements in Level 3 of the fair value hierarchy:

	Financial assets			Financial liability
The Group	**Financial assets at FVTPL RM'000**	**Financial investments at FVOCI RM'000**	**Derivative financial instruments RM'000**	**Derivative financial instruments RM'000**
At 1 July 2025	**445,603**	**162,181**	**114,319**	**86,456**
Fair value changes recognised in statements of income	**-**	**-**	**68,867**	**68,867**
Net fair value changes recognised in other comprehensive income	**-**	**(91)**	**-**	**-**
Purchases/reclassification	**-**	**-**	**46,735**	**43,173**
Settlements	**-**	**-**	**(113,474)**	**(72,525)**
At 31 March 2026	**445,603**	**162,090**	**116,447**	**125,971**
Fair value changes recognised in statements of income relating to assets/liability held on 31 March 2026	**-**	**-**	**68,867**	**68,867**
Total gain recognised in other comprehensive income relating to assets held on 31 March 2026	**-**	**(91)**	**-**	**-**
At 1 July 2024	429,906	116,797	74,763	81,155
Fair value changes recognised in statements of income	15,697	-	32,468	32,468
Net fair value changes recognised in other comprehensive income	-	27,884	-	-
Purchases/reclassification	-	17,500	44,969	18,343
Settlements	-	-	(37,881)	(45,510)
At 30 June 2025	445,603	162,181	114,319	86,456
Fair value changes recognised in statements of income relating to assets/liability held on 30 June 2025	15,697	-	32,468	32,468
Total gain recognised in other comprehensive income relating to assets held on 30 June 2025	-	27,884	-	-

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B1 Review of performance

Current quarter against previous corresponding quarter

HLFG Group recorded a profit before tax of RM1,353.2 million for the current financial quarter ended 31 March 2026 as compared to RM1,374.1 million in the previous corresponding financial quarter, a decrease of RM20.9 million or 1.5%. The decrease was due to lower contribution from across all operating divisions.

HLB recorded a profit before tax of RM1,257.6 million for the current financial quarter ended 31 March 2026 as compared to RM1,262.2 million in the previous corresponding financial quarter, a decrease of RM4.6 million or 0.4%. The decrease was mainly due to an impairment write back of RM399.0 million in the previous corresponding quarter versus a recognition of an impairment allowance of RM36.7 million in the current quarter and higher operating expenses of RM29.4 million. This was mitigated by the non-recurrence of a RM407.6 million dilution loss from an associated company recognised in the previous corresponding quarter, further supported by a RM20.4 million increase in share of profit from an associated company and higher revenue of RM32.5 million.

HLAH recorded a profit before tax of RM79.8 million for the current financial quarter ended 31 March 2026 as compared to RM93.3 million in the previous corresponding financial quarter, a decrease of RM13.5 million or 14.5%. The decrease was mainly due to lower insurance service results of RM12.7 million, lower share of profit from an associated company of RM0.5 million and lower net investment income of RM0.3 million.

HLCB recorded a profit before tax of RM13.9 million for the current financial quarter ended 31 March 2026 as compared to RM15.3 million in the previous corresponding financial quarter, a decrease of RM1.4 million or 9.1%. The decrease was mainly due to lower contribution from fund management division and investment banking division. This was mitigated by higher contribution from stockbroking division and lower loss from investment holding division.

Current year-to-date against previous year-to-date

HLFG Group recorded a profit before tax of RM4,580.8 million for the current financial period ended 31 March 2026 as compared to RM4,539.3 million in the previous corresponding financial period, an increase of RM41.5 million or 0.9%. The increase was due to higher contribution from across all operating divisions.

HLB recorded a profit before tax of RM4,015.2 million for the current financial period ended 31 March 2026 as compared to RM4,002.2 million in the previous corresponding financial period, an increase of RM13.0 million or 0.3%. The increase was mainly due to the non-recurrence of a RM407.6 million dilution loss from an associated company recognised in the previous financial period, higher revenue of RM154.2 million and lower operating expenses of RM20.9 million. This was offset by a net impact of higher impairment allowance caused by an impairment write back of RM399.0 million in the previous financial period and provision of allowances of RM99.2 million in the current financial period and lower share of profit from an associated company of RM71.5 million.

HLAH recorded a profit before tax of RM515.4 million for the current financial period ended 31 March 2026 as compared to RM489.3 million in the previous corresponding financial period, an increase of RM26.1 million or 5.3%. The increase was mainly due to higher net investment income of RM42.8 million and higher share of profit from an associated company of RM8.5 million. This was offset by lower insurance service results of RM25.2 million.

HLCB recorded a profit before tax of RM58.9 million for the current financial period ended 31 March 2026 as compared to RM56.5 million in the previous corresponding financial period, an increase of RM2.4 million or 4.2%. The increase was mainly due to higher contribution from investment holding division and investment banking division. This was offset by lower contribution from fund management division and stockbroking division.

B2 Current quarter against preceding quarter

HLFG Group recorded a profit before tax of RM1,353.2 million for the current quarter ended 31 March 2026 as compared to RM1,638.1 million in the preceding quarter, a decrease of RM284.9 million or 17.4%. The decrease was due to lower contribution from across all operating divisions.

HLB recorded a profit before tax of RM1,257.6 million for the current quarter ended 31 March 2026 as compared to RM1,406.5 million in the preceding quarter, a decrease of RM148.9 million or 10.6%. The decrease was mainly due to lower revenue of RM86.3 million, higher operating expenses of RM34.2 million, lower share of profit from an associated company of RM27.2 million and higher allowance for impairment losses of RM1.2 million.

HLAH recorded a profit before tax of RM79.8 million for the current quarter ended 31 March 2026 as compared to RM218.7 million in the preceding quarter, a decrease of RM138.9 million or 63.5%. The decrease was mainly due to lower net investment income of RM86.3 million, lower insurance service results of RM51.5 million and lower share of profit from an associated company of RM1.1 million.

HLCB recorded a profit before tax of RM13.9 million for the current quarter ended 31 March 2026 as compared to RM20.3 million in the preceding quarter, a decrease of RM6.4 million or 31.3%. The decrease was mainly due to lower contribution from fund management division, investment banking division and loss from investment holding division. This was offset by higher contribution from stockbroking division.

B3 Prospects for the current financial year

The Middle East conflict, which began on 28 February 2026, disrupted the global energy supply chain and blocked shipping traffic through the Strait of Hormuz. This geopolitical crisis triggered sharp price spikes in crude oil, Liquefied Natural Gas (LNG), and energy-intensive essentials, including fertilizers, food, and logistics. The situation's volatility, compounded by the absence of a clear resolution and extensive damage to critical energy infrastructure, has escalated uncertainty to unprecedented levels with serious ramifications for the global economy. A prolonged conflict carries the risk of sustained energy price shocks and exacerbated inflationary pressures, which may ultimately contract global trade and trigger a recessionary cycle. Domestically, these headwinds exerted direct fiscal pressure on Malaysia’s energy subsidy framework and may weigh on national GDP growth.

Amidst this challenging operating environment, Hong Leong Financial Group’s robust capital and liquidity positions the Group strongly to navigate these headwinds while maintaining strategic agility. The Group's credit discipline and prudent asset quality management remain the cornerstone of our resilience, ensuring the Group is well-positioned to buffer against these headwinds and safeguard our portfolio. Additionally, the Group's proactive cost mitigation efforts will remain an area of focus in addressing inflationary pressures that may surface.

B4 Variance in profit forecast and shortfall in profit guarantee

There was no profit forecast or profit guarantee issued by the Group.

B5 Taxation

	3rd Quarter Ended		Nine Months Ended	
	31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Group	**RM'000**	RM'000	**RM'000**	RM'000
Income tax:				
- Current year	**231,079**	258,279	**794,533**	822,621
- Over provision in prior period	**(1,186)**	(3,444)	**(11,685)**	(3,436)
	229,893	254,835	**782,848**	819,185
Deferred taxation	**2,006**	54,227	**71,621**	121,909
	231,899	309,062	**854,469**	941,094

	3rd Quarter Ended		Nine Months Ended	
	31 March 2026	31 March 2025	**31 March 2026**	31 March 2025
The Company	**RM'000**	RM'000	**RM'000**	RM'000
Income tax	**390**	308	**897**	821
Deferred taxation	**127**	120	**33**	42
	517	428	**930**	863

The Group's and the Company's effective tax rate for the current financial period was lower than the statutory tax rate of 24% due to certain income was not subjected to tax.

B6 Status of corporate proposals

There were no corporate proposals announced but not completed at the latest practicable date which was not earlier than 7 days from the issue of this report.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B7 Borrowings

		The Group		The Company	
		31 March 2026	30 June 2025	**31 March 2026**	30 June 2025
Unsecured	Note	**RM'000**	RM'000	**RM'000**	RM'000
Medium term notes	(a)	**804,497**	806,413	**-**	-
		804,497	806,413	**-**	-

Note:

(a) On 3 November 2023, HLB issued its first tranche of RM100.0 million nominal value of medium term notes("Senior MTN") out of its RM10.0 billion Multi-currency Medium Term Notes Programme ("Senior MTN Programme"). The coupon rate for this first tranche of the Senior MTN is 4.07% per annum, which is payable semi-annually in arrears from the date of the issue. The tenure for this Senior MTN is 3 years. The proceeds from the issuance shall be utilised for the HLB's working capital, general banking and other corporate purposes and/or if required, the refinancing of any existing financing obligations of HLB.

On 3 November 2023, HLISB, a wholly owned subsidiary of HLB, issued its first tranche of RM200.0 million nominal value of Islamic medium term notes (Senior IMTN) out of its RM5.0 billion Multi-currency Islamic Medium Term Notes programme (Senior IMTN Programme). The coupon rate for this first tranche of the Senior IMTN is 4.07% per annum, which is payable semi-annually in arrears from the date of the issue. The tenure for this Senior IMTN is 3 years. The proceeds from the issuance shall be utilised for the HLISB's working capital, general banking and other corporate purposes and/or if required, the refinancing of any existing Islamic financing obligations of HLISB.

On 30 September 2024, HLB issued its second tranche of RM500.0 million nominal value of green medium term notes("Green Senior MTN") out of its RM10.0 billion Senior MTN Programme. The coupon rate for this second tranche of the Green Senior MTN is 3.80% per annum, which is payable semi-annually in arrears from the date of the issue. The tenure for this Senior MTN is 5 years. The proceeds from the issuance shall be utilised for purposes that meet the criteria asset out in the HLB Green Bond Framework, which was established by HLB on 20 February 2022 and revised in April 2022 (as maybe amended, revised and/or substituted from time to time) in accordance with the ASEAN Green Bond Standards issued by the ASEAN Capital Markets Forum in November 2017 and revised in October 2018 and the Green Bond Principles issued by the International Capital Market Association in June 2021.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B8 Subordinated obligations

		The Group		The Company	
		31 March 2026	30 June 2025	**31 March 2026**	30 June 2025
	Note	**RM'000**	RM'000	**RM'000**	RM'000
RM150.0 million Tier 2 subordinated debt	(a)	**151,399**	300,000	**-**	-
RM2.0 billion Tier 2 subordinated notes	(b)	**2,021,389**	2,001,473	**-**	-
		2,172,788	2,301,473	**-**	-

Note:

(a) On 28 December 2020, HLA completed two issuances of Sub-Notes for RM150.0 million in nominal value each. The Sub-Notes were issued for a period of 5 years basis with a coupon rate of 3.45% per annum and 8 years basis with a coupon rate of 3.70% respectively. On 26 December 2025, HLA had redeemed one issuance of the RM150.0 million nominal value of this Sub-Notes.

The above Sub-Notes are unsecured liabilities and classified as Tier 2 capital under Risk-Based Capital Framework for Insurers.

(b) On 19 June 2023, HLB issued an unsecured RM500.0 million nominal value of Tier 2 subordinated notes ("Sub-Notes") out of its multi-currency subordinated notes programme. The Sub-Notes carry a distribution rate of 4.20% per annum with a tenure of 10 years non-callable 5 years.

On 11 June 2024, HLB issued an unsecured RM1.0 billion nominal value of Tier 2 subordinated notes ("Sub-Notes") out of its multi-currency subordinated notes programme. The Sub-Notes carry a distribution rate of 4.05% per annum with a tenure of 10 years non-callable 5 years.

On 13 June 2024, Hong Leong Investment Bank Berhad ("HLIB") issued an unsecured RM100.0 million nominal value of Tier 2 subordinated notes ("Sub-Notes") out of its multi-currency subordinated notes programme. The Sub-Notes carry a distribution rate of 4.11% per annum with a tenure of 10 years non-callable 5 years.

On 20 June 2025, HLB issued an unsecured RM400.0 million nominal value of Tier 2 Subordinated Notes (“HLB Sub-Notes”) pursuant to its HLB T2 Programme in two series i.e. series 1: 10-years non-callable 5 years HLB Sub-Notes callable on 20 June 2030 (and thereafter) and due on 20 June 2035 and series 2: 12-years non-callable 7 years HLB Sub-Notes callable on 21 June 2032 (and thereafter) and due on 19 June 2037. The coupon rate for this sixth tranche of the HLB Sub Notes is 3.78% and 3.85% per annum respectively, which is payable semi-annually in arrears from the date of the issue.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B9 Multi-currency Additional Tier 1 capital securities

	The Group		The Company	
	31 March 2026 RM'000	30 June 2025 RM'000	**31 March 2026 RM'000**	30 June 2025 RM'000
RM1.7 billion Multi-currency Additional Tier 1 capital securities	**1,724,962**	1,714,133	**-**	-
Fair value changes arising from fair value hedges	**308**	728	**-**	-
	1,725,270	1,714,861	**-**	-

On 29 April 2022, HLB issued a nominal value of RM900.0 million Basel III-compliant Additional Tier 1 Green capital securities (“Green Capital Securities”), out of its multi-currency Additional Tier 1 capital securities programme. The Green Capital Securities carry a distribution rate of 4.45% per annum and are perpetual and non-callable for 5 years with an Issuer's call option to redeem at the end of year 5.

On 14 October 2022, HLB issued a nominal value of RM400.0 million Additional Tier 1 capital securities (“Capital Securities”) out of its multi-currency Additional Tier 1 capital securities programme. The Capital Securities carry a distribution rate of 4.70% per annum are perpetual and non-callable for 5 years with an Issuer's call option to redeem at the end of year 5.

On 25 March 2024, HLB issued a nominal value of RM400.0 million Additional Tier1 capital securities (“Capital Securities”), out to its multi-currency Additional Tier 1 capital securities programme. The Capital Securities carry a distribution rate of 4.25% per annum are perpetual and non-callable for 5 years with an Issuer's call option to redeem at the end of year 5.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B10 Off-balance sheet financial instruments

Details of financial instruments with off-balance sheet risk as at 31 March 2026

The Group

Items	Principal amount RM'000	Fair value Assets RM'000	Fair value Liabilities RM'000
Foreign exchange related contracts			
- Forwards			
(i) Less than 1 year	**87,309,516**	**879,021**	**(1,162,810)**
(ii) 1 year to 3 years	**976,470**	**4,940**	**(92,494)**
(iii) More than 3 years	**431,685**	**6,549**	**(38,122)**
- Swaps			
(i) Less than 1 year	**7,580,728**	**171,930**	**(45,747)**
(ii) 1 year to 3 years	**1,422,343**	**146,687**	**(9,390)**
(iii) More than 3 years	**1,350,734**	**98,619**	**(11,806)**
- Options			
(i) Less than 1 year	**3,229,722**	**14,228**	**(11,454)**
Interest rate related contracts			
- Futures			
(i) Less than 1 year	**25,205,040**	**17,456**	**(2,075)**
(ii) 1 year to 3 years	**9,338,340**	**6,000**	**(15,831)**
(iii) More than 3 years	**3,067,500**	**9,720**	**(7,920)**
- Swaps			
(i) Less than 1 year	**94,266,987**	**65,337**	**(62,517)**
(ii) 1 year to 3 years	**92,043,653**	**310,680**	**(368,757)**
(iii) More than 3 years	**60,461,104**	**356,715**	**(608,188)**
Equity related contracts			
(i) Less than 1 year	**861,932**	**40,529**	**(35,704)**
(ii) 1 year to 3 years	**683,112**	**34,461**	**(49,691)**
(iii) More than 3 years	**332,980**	**41,648**	**(40,525)**
Credit related contracts			
(i) Less than 1 year	**243,148**	**7,111**	**(7,111)**
(ii) 1 year to 3 years	**11,027**	**303**	**(303)**
(ii) More than 3 years	**1,562,703**	**57,479**	**(57,479)**
Commodity related contracts			
(i) Less than 1 year	**1,206,642**	**56,542**	**(55,981)**
(ii) 1 year to 3 years	**1,391,075**	**43,286**	**(42,940)**
Total	**392,976,441**	**2,369,241**	**(2,726,845)**

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B10 Off-balance sheet financial instruments (continued)

Details of financial instruments with off-balance sheet risk as at 30 June 2025

The Group

Items	Principal amount RM'000	Fair value Assets RM'000	Fair value Liabilities RM'000
Foreign exchange related contracts			
- Forwards			
(i) Less than 1 year	80,463,826	541,943	(980,442)
(ii) 1 year to 3 years	1,285,522	9,350	(74,655)
(iii) More than 3 years	656,682	4,363	(44,554)
- Swaps			
(i) Less than 1 year	12,973,266	194,680	(107,909)
(ii) 1 year to 3 years	2,023,705	106,626	(17,157)
(iii) More than 3 years	1,255,264	99,088	(10,296)
- Options			
(i) Less than 1 year	1,872,131	9,974	(8,104)
Interest rate related contracts			
- Futures			
(i) Less than 1 year	12,084,062	5,112	(13,523)
(ii) 1 year to 3 years	2,638,000	10,202	(13,922)
(iii) More than 3 years	2,949,500	16,662	(23,443)
- Swaps			
(i) Less than 1 year	62,800,179	47,089	(48,307)
(ii) 1 year to 3 years	83,757,014	389,088	(460,157)
(iii) More than 3 years	59,977,689	625,499	(674,799)
Equity related contracts			
(i) Less than 1 year	578,403	31,363	(24,290)
(ii) 1 year to 3 years	742,032	54,466	(33,665)
(iii) More than 3 years	406,117	28,456	(28,456)
Credit related contracts			
(i) Less than 1 year	256,983	5,652	(5,652)
(ii) 1 year to 3 years	-	-	-
(ii) More than 3 years	1,561,278	102,541	(102,541)
Commodity related contracts			
(i) Less than 1 year	421,710	15,273	(15,228)
(ii) 1 year to 3 years	1,172,318	62,207	(62,208)
Total	329,875,681	2,359,634	(2,749,308)

Foreign exchange, interest rate, equity and commodity related contracts are subject to market risk and credit risk.

Market risk
Market risk is the potential change in value caused by movement in market rates or prices. The contractual amounts stated above provide only a measure of involvement in these types of transactions and do not represent the amount subject to market risk. Exposure to market risk may be reduced through offsetting on and off-balance sheet positions.

B10 Off-balance sheet financial instruments (continued)

Market risk (continued)

Derivatives

Market risk arises from the impact on trading positions of changes in foreign exchange rates and interest rates. It also includes the impact from changes in the correlations and volatilities of other risk factors. The Group manages trading market risk in the course of market-making, structuring and packaging products for investors and other clients, as well as to benefit from market opportunities. The Group's market risk framework identifies the types of the market risk to be covered, the risk metrics and methodologies to be used to capture such risk and the standards governing the management of market risk within the Group including limit setting and independent model validation, monitoring and valuation. Management of derivatives risks is continually reviewed and enhanced to ensure that the complexities of the business are appropriately controlled.

Credit risk

Derivatives

Credit risk arises from the possibility that a counter-party may be unable to meet the terms of a contract in which the Group has a gain position. As at the end of the financial period, the amount of credit risk, measured in terms of the cost to replace the profitable contracts was RM2,609,717,000 (30 June 2025: RM2,357,735,000). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

The amount subject to credit risk is limited to the current fair value of instruments that are favourable to the Group (ie, assets where their fair value is positive), which in relation to derivatives is only a small fraction of the contract, or notional values used to express the volume of instruments outstanding. This credit risk exposure is managed as part of the overall lending limits with customers, together with potential exposures from market movements. Collateral or other security is not usually obtained for credit risk exposures on these instruments, except where the Group requires margin deposits from counterparties.

The Group uses the following derivative instruments for both hedging and non-hedging purposes:

Currency forwards represent commitments to purchase foreign and domestic currency, including undelivered spot transactions. Interest rate futures are contractual obligations to receive or pay a net amount based on changes in currency rates or interest rates, or to buy or sell foreign currency or a financial instrument on a future date at a specified price, established in an organised financial market. The credit risk of futures contracts is negligible, as futures contracts are collateralised by cash or marketable securities, and changes in the futures contact value are settled daily with the exchange.

Currency and interest rate swaps are commitments to exchange one set of cash flows for another. Swaps result in an economic exchange of currencies or interest rates (for example, fixed rate for floating rate) or a combination of all these (ie, cross-currency interest rate swaps). No exchange of principal takes place, except for certain currency swaps. The Group's credit risk represents the potential cost to replace the swap contracts if counterparties fail to fulfil their obligation. This risk is monitored on an ongoing basis with reference to the current fair value, a proportion of the notional amount of the contracts and the liquidity of the market. To control the level of credit risk taken, the Group assesses counterparties using the same techniques as for its lending activities.

Foreign currency and interest rate options are contractual agreements under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of a foreign currency or a financial instrument at a predetermined price. The seller receives a premium from the purchaser in consideration for the assumption of foreign exchange or interest rate risk. Options may be either exchange-traded or negotiated between the Group and a customer (OTC). The Group is exposed to credit risk on purchased options only, and only to the extent of their carrying amount, which is their fair value.

The notional amounts of certain types of financial instruments provide a basis for comparison with instruments recognised on the statements of financial position but do not necessarily indicate the amounts of future cash flows involved or the current fair value of the instruments and, therefore, do not indicate the Group's exposure to credit or price risks. The derivative instruments become favourable (assets) or unfavourable (liabilities) as a result of fluctuations in market interest rates or foreign exchange rates relative to their terms. The aggregate contractual or notional amount of derivative financial instruments on hand, the extent to which instruments are favourable or unfavourable, and thus the aggregate fair values of derivative financial assets and liabilities, can fluctuate significantly from time to time.

Liquidity risk

Derivatives

Liquidity risk arises in any situation where a payment in cash, securities or equities is made in the expectation of a corresponding receipt in cash, securities or equities. Daily settlement limits are established for each counterparty to cover the aggregate of all settlement risk arising from the Group's market transactions on any single day.

Related accounting policies

Derivative financial instruments are measured at fair value and are carried as assets when the fair value is positive and as liabilities when the fair value is negative. Any gain or loss arising from a change in the fair value of the derivatives is recognised in the statements of income unless they are part of a hedging relationship which qualifies for hedge accounting where the gain or loss is recognised as follows:

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B10 Off-balance sheet financial instruments (continued)

Related accounting policies (continued)

Fair value hedge
Where a derivative financial instrument hedges the changes in fair value of a recognised asset or liability, any gain or loss on the hedging instrument is recognised in the statements of income. The hedged item is also stated at fair value in respect of the risk being hedged, with any gain or loss being recognised in the statements of income.

Cash flow hedge
Gains and losses on the hedging instrument, to the extent that the hedge is effective, are deferred in the separate component of equity. The ineffective part of any gain or loss is recognised in the statements of income. The deferred gains and losses are then released to the statements of income in the periods when the hedged items affects the statements of income.

B11 Material litigation

The Group does not have any material litigation which, in the opinion of the Directors, would have a material adverse impact on the financial results of the Group.

B12 Dividend declared

No dividend has been declared for the current financial quarter ended 31 March 2026

B13 Earnings per share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period, excluding the treasury shares.

	3rd Quarter Ended		**Nine Months Ended**	
The Group	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Net profit attributable to equity holders	**748,664**	714,117	**2,489,228**	2,401,246
Weighted average number of ordinary shares ('000)	**1,134,258**	1,134,258	**1,134,258**	1,134,258
Basic earnings per share (sen)	**66.0**	63.0	**219.5**	211.7

	3rd Quarter Ended		**Nine Months Ended**	
The Company	**31 March 2026 RM'000**	31 March 2025 RM'000	**31 March 2026 RM'000**	31 March 2025 RM'000
Net profit attributable to equity holders	**404,060**	374,502	**1,449,982**	1,083,355
Weighted average number of ordinary shares ('000)	**1,138,350**	1,138,350	**1,138,350**	1,138,350
Basic earnings per share (sen)	**35.5**	32.9	**127.4**	95.2

(b) Diluted earnings per share

The Group has no dilution in its earnings per ordinary share in the current and previous financial period as there are no dilutive potential ordinary shares. As a result, the diluted earnings per share was equal to basic earnings per share for the current and previous financial period.

Dated this 26th May 2026