

**YTL DIGITAL BANK BERHAD**  
(Registration No. 202201037182 (1482879-P))  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED  
31 MARCH 2026**

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2026**

	Note	31 March 2026 RM'000	31 December 2025 RM'000
<b>Assets</b>			
Cash and short-term funds	9	717,496	483,300
Deposits with licensed financial institutions	10	845,480	682,932
Financial investments at fair value through other comprehensive income ("FVOCI")	11	896,435	798,817
Financial investments at amortised cost ("AC")	12	20,542	20,564
Loans and advances	13	47,086	21,826
Other assets	14	29,431	25,997
Statutory deposits with Bank Negara Malaysia	15	7,619	6,379
Current tax assets		11	362
Right-of-use assets	16	5,405	5,870
Plant and equipment	17	2,131	2,554
Intangible assets	18	72,172	68,195
<b>Total assets</b>		<b>2,643,808</b>	<b>2,116,796</b>
<b>Liabilities and equity</b>			
Deposits from customers	19	2,383,866	1,606,499
Obligations on securities sold under repurchase agreements	20	-	197,508
Other liabilities	21	33,318	39,402
Lease liabilities	22	5,857	6,328
<b>Total liabilities</b>		<b>2,423,041</b>	<b>1,849,737</b>
Share capital		480,000	480,000
Reserves		(3,586)	(140)
Accumulated losses		(255,647)	(212,801)
<b>Total equity</b>		<b>220,767</b>	<b>267,059</b>
<b>Total liabilities and equity</b>		<b>2,643,808</b>	<b>2,116,796</b>
<b>Commitments</b>	23	<b>77,281</b>	<b>39,960</b>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**INTERIM FINANCIAL STATEMENTS**

**UNAUDITED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME  
FOR THE THREE MONTH ENDED 31 MARCH 2026**

	Note	First Quarter Ended		Three Month Ended	
		31 March 2026 RM'000	31 March 2025 RM'000	31 March 2026 RM'000	31 March 2025 RM'000
Interest income		18,833	959	18,833	959
Interest expense		(16,757)	(4)	(16,757)	(4)
<b>Net interest income</b>	24	<u>2,076</u>	<u>955</u>	<u>2,076</u>	<u>955</u>
Fee and commission	25	(1,963)	-	(1,963)	-
Other operating income	26	1	34	1	34
<b>Non-interest income</b>		<u>(1,962)</u>	<u>34</u>	<u>(1,962)</u>	<u>34</u>
<b>Total operating income</b>		<u><b>114</b></u>	<u><b>989</b></u>	<u><b>114</b></u>	<u><b>989</b></u>
Operating expenses					
Personnel expenses		(16,109)	(12,947)	(16,109)	(12,947)
Other overhead expenses		(22,743)	(7,613)	(22,743)	(7,613)
<b>Total operating expenses</b>	27	<u>(38,852)</u>	<u>(20,560)</u>	<u>(38,852)</u>	<u>(20,560)</u>
<b>Loss before allowances</b>		<u>(38,738)</u>	<u>(19,571)</u>	<u>(38,738)</u>	<u>(19,571)</u>
Allowances for expected credit losses ("ECL")	28	(4,108)	1	(4,108)	1
<b>Loss before taxation</b>		<u>(42,846)</u>	<u>(19,570)</u>	<u>(42,846)</u>	<u>(19,570)</u>
Taxation		-	-	-	-
<b>Loss for the financial period</b>		<u>(42,846)</u>	<u>(19,570)</u>	<u>(42,846)</u>	<u>(19,570)</u>
<b>Other comprehensive loss, net of income tax</b>					
<b>Item that may be reclassified subsequently to statement of profit or loss</b>					
Movement in the financial investments at fair value through other comprehensive income ("FVOCI")					
- Net gain on change of fair value		(3,455)	23	(3,455)	23
- Changes in ECL		9	-	9	-
<b>Other comprehensive loss for the financial period</b>		<u>(3,446)</u>	<u>23</u>	<u>(3,446)</u>	<u>23</u>
<b>Total comprehensive loss for the financial period</b>		<u><b>(46,292)</b></u>	<u><b>(19,547)</b></u>	<u><b>(46,292)</b></u>	<u><b>(19,547)</b></u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

	Share capital RM'000	Non- distributable Regulatory reserves RM'000	Other reserves RM'000	Accumulated losses RM'000	Total RM'000
<b>2026</b>					
At 1 January	480,000	-	(140)	(212,801)	267,059
Loss for the financial period	-	-	-	(42,846)	(42,846)
Other comprehensive loss	-	-	(3,446)	-	(3,446)
<b>Loss and total comprehensive loss for the financial period</b>	<u>-</u>	<u>-</u>	<u>(3,446)</u>	<u>(42,846)</u>	<u>(46,292)</u>
At 31 March	<u><b>480,000</b></u>	<u>-</u>	<u><b>(3,586)</b></u>	<u><b>(255,647)</b></u>	<u><b>220,767</b></u>
<b>2025</b>					
At 1 January	260,000	-	-	(103,982)	156,018
Loss for the financial period	-	-	-	(19,570)	(19,570)
Other comprehensive gain	-	-	23	-	23
<b>Loss and total comprehensive loss for the financial period</b>	<u>-</u>	<u>-</u>	<u>23</u>	<u>(19,570)</u>	<u>(19,547)</u>
Transfer to regulatory reserves	<u>-</u>	<u>7</u>	<u>-</u>	<u>(7)</u>	<u>-</u>
At 31 March	<u><b>260,000</b></u>	<u><b>7</b></u>	<u><b>23</b></u>	<u><b>(123,559)</b></u>	<u><b>136,471</b></u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

	<b>31 March 2026 RM'000</b>	<b>31 March 2025 RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(42,846)	(19,570)
<i>Adjustments for:</i>		
Amortisation of intangible assets	2,023	158
Depreciation of plant and equipment	499	424
Depreciation of right-of-use assets	465	459
Interest expense on lease liabilities	68	85
Unrealised loss/ (gain) on foreign exchange	32	(24)
Unrealised loss on financial investments at FVTPL	-	124
Net gain on disposal of financial asset at FVOCI	(1)	-
Allowance for impairment losses on financial investments	9	-
Allowance for impairment losses on loans and advances	3,379	-
Allowance for impairment losses on other financial assets	11	-
Interest expense	16,757	-
Interest income	(18,833)	(920)
<b>Operating loss before changes in working capital</b>	<b>(38,437)</b>	<b>(19,264)</b>
Change in other assets	288	(941)
Change in other liabilities	(1,578)	6,516
Changes in financial investments at FVTPL	-	6,782
Changes in loans and advances	(27,105)	-
Changes in statutory deposits with Bank Negara Malaysia	(1,240)	-
Changes in deposits from customers	761,733	-
Changes in obligations on securities sold under repurchase agreements	(198,631)	-
Interest received	16,220	796
<b>Cash generated from/(used) in operations</b>	<b>511,250</b>	<b>(6,111)</b>
Tax refunded	351	-
<b>Net cash generated from/ (used in) operating activities</b>	<b>511,601</b>	<b>(6,111)</b>
<b>Cash flows from investing activities</b>		
Purchase of plant and equipment	(86)	(739)
Additions of intangible assets	(5,607)	(7,444)
Changes in deposits with licensed financial institution with original maturity of more than 3 months	(360,000)	39,612
Purchase of financial investments at FVOCI	(108,797)	(19,457)
Increase in pledged deposits	(2,987)	-
<b>Net cash (used in)/ generated from investing activities</b>	<b>(477,477)</b>	<b>11,972</b>
<b>Cash flows from financing activities</b>		
Lease payments	(356)	(505)
<b>Net cash used in financing activities</b>	<b>(356)</b>	<b>(505)</b>

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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026 (CONT'D)**

	<b>31 March 2026 RM'000</b>	<b>31 March 2025 RM'000</b>
<b>Net increase in cash and cash equivalents</b>	<b>33,768</b>	<b>5,356</b>
Cash and cash equivalents:		
At 1 January	783,309	63,722
At the end of the financial period	<u><b>817,077</b></u>	<u><b>69,078</b></u>
<b>Cash and cash equivalents comprise:</b>		
Cash and short-term funds	717,510	54,477
Deposits with licensed financial institutions	<u>845,500</u>	<u>25,415</u>
	1,563,010	79,892
Less: Deposits with original maturity of more than 3 months	(740,000)	(10,415)
Less: Pledged deposits	<u>(5,933)</u>	<u>(399)</u>
	<u><b>817,077</b></u>	<u><b>69,078</b></u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standard ('MFRS') 134, 'Interim Financial Reporting' issued by Malaysian Accounting Standards Board ('MASB') and IAS 34 Interim Financial Reporting. It should be read in conjunction with the audited financial statements of YTL Digital Bank Berhad ('Bank') for the financial year ended 31 December 2025.

**(a) Statement of Compliance**

The accounting policies and presentation adopted by the Bank for the interim financial statements are consistent with those adopted in the audited financial statements for the financial period ended 31 December 2025, except for those listed below:

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026***

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

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027***

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Translation to a Hyperinflationary Presentation Currency*

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

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

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

- from the annual period beginning on 1 January 2026 for the amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 January 2027 for the amendments that are effective for annual periods beginning on or after 1 January 2027.

The initial application of the abovementioned accounting standards, amendments and interpretations is not expected to have any material financial impact to the current period financial statements of the Bank, except for MFRS 18 where the Bank is currently assessing the impact.

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**2. Auditors' Report**

The auditors' report for the financial period ended 31 December 2025 was not subject to any qualification.

**3. Seasonal or Cyclical Factors**

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

**4. Exceptional or Unusual Items**

There were no exceptional or unusual items for the financial period ended 31 March 2026.

**5. Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial period that have a material effect for the financial period ended 31 March 2026.

**6. Changes in Debt and Equity Securities**

There were no issuances, repurchases and repayments of debt and equity securities for the three months ended 31 March 2026.

**7. Dividend Paid and Proposed Dividend**

No interim dividend was declared nor paid during the financial period ended 31 March 2026.

**8. Significant and Subsequent Events**

There were no material events subsequent to the date of statement of financial positions that require disclosures to the unaudited interim financial statements.

**9. Cash and short-term funds**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Cash and bank balances	16,078	13,309
Deposits with licensed financial institutions maturing within a month	701,432	470,000
	<u>717,510</u>	<u>483,309</u>
Less: Allowance for expected credit losses ("ECL") - Stage 1: 12-month ECL	(14)	(9)
	<u>717,496</u>	<u>483,300</u>

Movement in allowances for ECL:

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
<b>Stage 1: 12-month ECL</b>		
Balance at beginning of the financial year	9	1
New financial assets originated	14	9
Financial assets derecognised	(9)	(1)
Balance at end of the financial period/ year	<u>14</u>	<u>9</u>

**10. Deposits with licensed financial institutions**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Deposits with licensed financial institutions maturing more than 1 month	845,500	682,946
Less: Allowance for expected credit losses ("ECL") - Stage 1: 12-month ECL	(20)	(14)
	<u>845,480</u>	<u>682,932</u>

Movement in allowances for ECL:

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Balance at beginning of the financial year	14	1
New financial assets originated	20	14
Financial assets derecognised	(14)	(1)
Balance at end of the financial period/ year	<u>20</u>	<u>14</u>

Deposits with licensed financial institutions include restricted cash amounts which has been pledged to a bank as security for a bank guarantee and a standby letter of credit of RM433,000 (2025: RM433,000) and RM5,500,000 (2025: RM2,513,000) respectively. As such, these amounts are not available for general use.

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**11. Financial investments at fair value through other comprehensive income (“FVOCI”)**

	<b>31 March 2026 RM’000</b>	<b>31 December 2025 RM’000</b>
<b>Money Market Instrument:</b>		
Malaysia Government Securities	111,347	60,732
Malaysia Government Investment Issues	481,581	485,143
Total money market instruments	<u>592,928</u>	<u>545,875</u>
<b>Non-Money Market Instruments:</b>		
Corporate bonds in Malaysia		
- Quoted securities	15,158	15,152
- Unquoted securities	288,349	237,790
Total non-money market instruments	<u>303,507</u>	<u>252,942</u>
Total financial investments at FVOCI	<u>896,435</u>	<u>798,817</u>

The allowance for expected credit losses (“ECL”) for financial investments at FVOCI is recognised in other comprehensive income. Such ECL do not reduce the carrying amount in the statement of financial position as the carrying amount of financial investments at fair value through other comprehensive income is equivalent to fair value.

	<b>31 March 2026 RM’000</b>	<b>31 December 2025 RM’000</b>
<b>Stage 1: 12-month ECL</b>		
Balance at beginning of the financial year	31	-
New financial assets originated	10	31
Derecognised financial assets	(1)	-
Balance at end of the financial period/ year	<u>40</u>	<u>31</u>

**12. Financial investments at amortised cost (“AC”)**

	<b>31 March 2026 RM’000</b>	<b>31 December 2025 RM’000</b>
<b>Money Market Instrument:</b>		
Malaysia Government Investment Issues	<u>20,542</u>	<u>20,564</u>

No expected credit loss was recognised for financial investments at amortised cost as the Bank’s exposure comprises solely Malaysian Government Investment Issues, which are assessed to have low credit risk.

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**13. Loans and advances**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
<b>At amortised cost</b>		
<i>Revolving credit</i>		
- Retail loans	40,530	28,600
- Other loans	16,709	-
Gross loans and advances	<u>57,239</u>	<u>28,600</u>
Less: Allowance for expected credit losses ("ECL")		
- Stage 1: 12-month ECL	(4,442)	(4,039)
- Stage 2: Lifetime ECL not credit impaired	(2,454)	(1,982)
- Stage 3: Lifetime ECL credit impaired	(3,257)	(753)
	<u>(10,153)</u>	<u>(6,774)</u>
Total loans and advances	<u><u>47,086</u></u>	<u><u>21,826</u></u>

a) Gross loans and advances analysed by type of customer

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Individuals	40,530	28,600
Business enterprise		
- Small and medium enterprise ("SME")	16,709	-
	<u>57,239</u>	<u>28,600</u>

b) Gross loans and advances analysed by geographical distribution

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
In Malaysia	<u>57,239</u>	<u>28,600</u>

c) Gross loans and advances analysed by interest rate sensitivity

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Fixed rate	<u>57,239</u>	<u>28,600</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**13. Loans and advances (cont'd)**

d) Gross loans and advances analysed by sector

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Household	40,530	28,600
Electricity, gas, water and air conditioning supply	1,625	-
Wholesale trade	15,084	-
	<u>57,239</u>	<u>28,600</u>

e) Gross loans and advances analysed by residual contractual maturity

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Maturity within one year	<u>57,239</u>	<u>28,600</u>

f) Movements in impaired loans and advances:

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Balance at beginning of the financial year	753	-
Impaired during the financial period	2,724	753
Balance at end of the financial period	<u>3,477</u>	<u>753</u>
Gross impaired loans and advances as % of gross loan and advances	<u>6.07%</u>	<u>2.63%</u>

g) Impaired loans and advances analysed by geographical distribution

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
In Malaysia	<u>3,477</u>	<u>753</u>

h) Impaired loans and advances analysed by sector

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Household	<u>3,477</u>	<u>753</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**13. Loans and advances (cont'd)**

i) Movement in allowances for ECL:

	<b>Stage 1 12-month ECL RM'000</b>	<b>Stage 2 Lifetime ECL not credit impaired RM'000</b>	<b>Stage 3 Lifetime ECL credit impaired RM'000</b>	<b>Total RM'000</b>
<b>2026</b>				
Balance 1 January	4,039	1,982	753	6,774
Transfer to stage 1	737	(640)	(97)	-
Transfer to stage 2	(1,179)	1,182	(3)	-
Transfer to stage 3	-	(3,158)	3,158	-
Transfer between stages	(442)	(2,616)	3,058	-
New financial asset originated	1,271	-	-	1,271
Financial asset derecognised	(50)	(25)	(13)	(88)
Net remeasurement of allowance	(376)	3,113	133	2,870
Amount written off	-	-	(674)	(674)
Balance at 31 March	<u>4,442</u>	<u>2,454</u>	<u>3,257</u>	<u>10,153</u>
<b>2025</b>				
Balance at 1 January	-	-	-	-
New financial asset originated	4,039	1,982	753	6,774
Balance at 31 December	<u>4,039</u>	<u>1,982</u>	<u>753</u>	<u>6,774</u>

j) Movement in gross carrying amount of loans and advances are as follows:

	<b>Stage 1 12-month ECL RM'000</b>	<b>Stage 2 Lifetime ECL not credit impaired RM'000</b>	<b>Stage 3 Lifetime ECL credit impaired RM'000</b>	<b>Total RM'000</b>
<b>2026</b>				
Balance at 1 January	25,802	2,045	753	28,600
Transfer to stage 1	900	(798)	(102)	-
Transfer to stage 2	(5,443)	5,446	(3)	-
Transfer to stage 3	-	(3,546)	3,546	-
Transfer between stages	(4,543)	1,102	3,441	-
New financial asset originated	27,094	-	-	27,094
Financial asset derecognised	(630)	(32)	(12)	(674)
Net remeasurement of allowance	2,921	3	4	2,928
Amount written off	-	-	(709)	(709)
Balance at 31 March	<u>50,644</u>	<u>3,118</u>	<u>3,477</u>	<u>57,239</u>
<b>2025</b>				
Balance at 1 January	-	-	-	-
New financial asset originated	25,802	2,045	753	28,600
Balance at 31 December	<u>25,802</u>	<u>2,045</u>	<u>753</u>	<u>28,600</u>

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**14. Other assets**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Deposits	740	740
Interest receivables	14,227	10,505
Other receivables	6,400	5,571
Prepayments	8,064	9,181
	<u>29,431</u>	<u>25,997</u>

**15. Statutory deposits with Bank Negara Malaysia**

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

**16. Right-of-use assets**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
<b>Building</b>		
<b>Carrying amount</b>		
At 1 January	5,870	7,686
Additions	-	43
Depreciation	(465)	(1,859)
At end of the period/ year	<u>5,405</u>	<u>5,870</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**17. Plant and equipment**

	<b>Computer equipment RM'000</b>	<b>Office equipment RM'000</b>	<b>Furniture and fittings RM'000</b>	<b>Renovations RM'000</b>	<b>Capital work-in progress RM'000</b>	<b>Total RM'000</b>
<b>2026</b>						
<b>Cost</b>						
At 1 January	2,631	274	837	2,695	21	6,458
Additions	76	-	-	-	-	76
At 31 March	<u>2,707</u>	<u>274</u>	<u>837</u>	<u>2,695</u>	<u>21</u>	<u>6,534</u>
<b>Accumulated depreciation</b>						
At 1 January	1,233	55	507	2,109	-	3,904
Charge for the financial period	183	22	69	225	-	499
At 31 March	<u>1,416</u>	<u>77</u>	<u>576</u>	<u>2,334</u>	<u>-</u>	<u>4,403</u>
<b>Carrying amount</b>						
At 31 March	<u>1,291</u>	<u>197</u>	<u>261</u>	<u>361</u>	<u>21</u>	<u>2,131</u>
<b>2025</b>						
<b>Cost</b>						
At 1 January	1,596	15	605	2,499	147	4,862
Additions	1,033	225	183	124	31	1,596
Reclassification	2	34	49	72	(157)	-
At 31 December	<u>2,631</u>	<u>274</u>	<u>837</u>	<u>2,695</u>	<u>21</u>	<u>6,458</u>
<b>Accumulated Depreciation</b>						
At 1 January	499	1	260	1,228	-	1,988
Charge for the financial year	734	54	247	881	-	1,916
At 31 December	<u>1,233</u>	<u>55</u>	<u>507</u>	<u>2,109</u>	<u>-</u>	<u>3,904</u>
<b>Carrying amount</b>						
At 31 December	<u>1,398</u>	<u>219</u>	<u>330</u>	<u>586</u>	<u>21</u>	<u>2,554</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**18. Intangible Assets**

	<b>Computer software-core function systems RM'000</b>	<b>Computer software-others RM'000</b>	<b>Mobile banking development RM'000</b>	<b>Core banking system RM'000</b>	<b>Software development work-in-progress RM'000</b>	<b>Total RM'000</b>
<b>2026</b>						
<b>Cost</b>						
At 1 January	6,869	3,064	48,500	9,938	5,520	73,891
Additions	-	250	4,652	-	1,097	5,999
Reclassification	-	354	-	-	(354)	-
At 31 March	<u>6,869</u>	<u>3,668</u>	<u>53,152</u>	<u>9,938</u>	<u>6,263</u>	<u>79,890</u>
<b>Accumulated Depreciation</b>						
At 1 January	841	972	3,198	684	-	5,695
Charge for the financial period	196	315	1,288	224	-	2,023
At 31 March	<u>1,037</u>	<u>1,287</u>	<u>4,486</u>	<u>908</u>	<u>-</u>	<u>7,718</u>
<b>Carrying amount</b>						
At 31 March	<u>5,832</u>	<u>2,381</u>	<u>48,666</u>	<u>9,030</u>	<u>6,263</u>	<u>72,172</u>
<b>2025</b>						
<b>Cost</b>						
At 1 January	3,191	930	-	-	47,617	51,738
Additions	205	228	14,843	910	5,966	22,152
Reclassification	3,473	1,906	33,657	9,027	(48,063)	-
At 31 December	<u>6,869</u>	<u>3,064</u>	<u>48,500</u>	<u>9,937</u>	<u>5,520</u>	<u>73,890</u>
<b>Accumulated Depreciation</b>						
At 1 January	255	131	-	-	-	386
Charge for the financial year	586	841	3,198	684	-	5,309
At 31 December	<u>841</u>	<u>972</u>	<u>3,198</u>	<u>684</u>	<u>-</u>	<u>5,695</u>
<b>Carrying amount</b>						
At 31 December	<u>6,028</u>	<u>2,092</u>	<u>45,302</u>	<u>9,253</u>	<u>5,520</u>	<u>68,195</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**19. Deposits from customers**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
<b>Saving accounts</b>		
Individuals	<u>2,383,866</u>	<u>1,606,499</u>

All customer deposits as at 31 March 2026 are non-term deposits payable on demand.

**20. Obligations on securities sold under repurchase agreements**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
<b>At amortised cost</b>		
Financial investments at:		
- fair value through other comprehensive income	<u>-</u>	<u>197,508</u>

The obligation of financial investments at FVOCI sold under repurchase agreements for the previous financial period have fixed interest rate of 3.09% per annum maturing within 1 year from the reporting date.

**21. Other liabilities**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Amount due to related parties	2,442	2,725
Other payables and accrued expenses	28,139	28,295
Provisions	<u>2,737</u>	<u>8,382</u>
	<u>33,318</u>	<u>39,402</u>

**22. Lease liabilities**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Lease liabilities	<u>5,857</u>	<u>6,328</u>
Scheduled repayment of lease liabilities:		
Within one year	1,934	1,918
More than one year	<u>3,923</u>	<u>4,410</u>
	<u>5,857</u>	<u>6,328</u>

**23. Commitments**

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Undrawn credit commitments	<u>77,281</u>	<u>39,960</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**24. Net interest income**

	First Quarter Ended		Three Months Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	RM'000	RM'000	RM'000	RM'000
<b>Interest Income</b>				
Deposits with licensed financial institutions	10,259	920	10,259	920
Financial investments at fair value through other comprehensive income	6,874	39	6,874	39
Financial investments at amortised cost	166	-	166	-
Loans and advances	1,534	-	1,534	-
Total interest income	<u>18,833</u>	<u>959</u>	<u>18,833</u>	<u>959</u>
<b>Interest expense</b>				
Deposits from customers	(15,634)	(4)	(15,634)	(4)
Obligations on securities sold under repurchase agreements	(1,123)	-	(1,123)	-
Total interest expenses	<u>(16,757)</u>	<u>(4)</u>	<u>(16,757)</u>	<u>(4)</u>
<b>Net interest income</b>	<u>2,076</u>	<u>955</u>	<u>2,076</u>	<u>955</u>

**25. Fee & commission**

	First Quarter Ended		Three Months Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	RM'000	RM'000	RM'000	RM'000
Net fee expense	<u>1,963</u>	<u>-</u>	<u>1,963</u>	<u>-</u>

**26. Other operating income**

	First Quarter Ended		Three Months Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	RM'000	RM'000	RM'000	RM'000
Distribution income from financial investments at fair value through profit or loss	-	1	-	1
Realised gain arising from financial investments at fair value through profit or loss	-	157	-	157
Unrealised (loss)/ gain arising from financial investments at fair value through profit or loss	-	(124)	-	(124)
Realised gain arising from financial investments at fair value through other comprehensive income	1	-	1	-
	<u>1</u>	<u>34</u>	<u>1</u>	<u>34</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**27. Total operating expenses**

	<b>First Quarter Ended</b>		<b>Three Months Ended</b>	
	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>	<b>31 March</b>
	<b>2026</b>	<b>2025</b>	<b>2026</b>	<b>2025</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Personnel expenses</b>				
Salaries, bonus, wages and allowances	12,472	10,067	12,472	10,067
Defined contribution plan	1,567	1,287	1,567	1,287
Other staff related costs	2,070	1,593	2,070	1,593
	<u>16,109</u>	<u>12,947</u>	<u>16,109</u>	<u>12,947</u>
<b>Other overhead expenses</b>				
<b>Marketing expenses</b>				
	<u>6,681</u>	<u>205</u>	<u>6,681</u>	<u>205</u>
<b>Establishment expenses</b>				
Information technology expenses	10,196	4,760	10,196	4,760
Occupancy expenses	91	121	91	121
Interest expenses on lease liabilities	68	85	68	85
Amortisation of intangible assets	2,023	157	2,023	157
Depreciation of plant and equipment	499	425	499	425
Depreciation of right-of-use assets	465	460	465	460
	<u>13,342</u>	<u>6,008</u>	<u>13,342</u>	<u>6,008</u>
<b>Administration and general expenses</b>				
Legal and professional fees	265	414	265	414
Auditors' remuneration	76	45	76	45
Directors' fee	273	273	273	273
Realized foreign exchange (gain)/loss	(49)	46	(49)	46
Unrealized foreign exchange loss/(gain)	32	(24)	32	(24)
Expenses related to short term leases	46	43	46	43
Others	2,077	603	2,077	603
	<u>2,720</u>	<u>1,400</u>	<u>2,720</u>	<u>1,400</u>
Total other overhead expenses	<u>22,743</u>	<u>7,613</u>	<u>22,743</u>	<u>7,613</u>
Total operating expenses	<u><u>38,852</u></u>	<u><u>20,560</u></u>	<u><u>38,852</u></u>	<u><u>20,560</u></u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**28. Allowances for expected credit losses (“ECL”)**

	First Quarter Ended		Three Months Ended	
	31 March 2026 RM'000	31 March 2025 RM'000	31 March 2026 RM'000	31 March 2025 RM'000
<b><u>Stage 1: 12month ECL</u></b>				
Cash and short-term funds	(5)	-	(5)	-
Deposits with licensed financial institutions	(6)	1	(6)	1
Financial investments at fair value through other comprehensive income	(9)	-	(9)	-
Loans and advances	(403)	-	(403)	-
	<u>(423)</u>	<u>1</u>	<u>(423)</u>	<u>1</u>
<b><u>Stage 2: Lifetime ECL not credit impaired</u></b>				
Loans and advances	<u>(472)</u>	<u>-</u>	<u>(472)</u>	<u>-</u>
<b><u>Stage 3: Lifetime ECL</u></b>				
Loans and advances	<u>(2,504)</u>	<u>-</u>	<u>(2,504)</u>	<u>-</u>
<b><u>Bad debt written off</u></b>				
Loans and advances	<u>(709)</u>	<u>-</u>	<u>(709)</u>	<u>-</u>
Total	<u>(4,108)</u>	<u>1</u>	<u>(4,108)</u>	<u>1</u>

**29. Capital adequacy**

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

	31 March 2026 RM'000	31 December 2025 RM'000
Tier 1 capital		
Paid-up ordinary share capital	480,000	480,000
Accumulated losses	(255,647)	(212,801)
Other reserves	(3,586)	(140)
	<u>220,767</u>	<u>267,059</u>
Less: Regulatory deductions	(72,408)	(68,716)
Total Common Equity Tier 1(“CET 1”) and Tier 1 Capital	<u>148,359</u>	<u>198,343</u>
Tier 2 capital		
Expected credit losses	-	-
Regulatory reserves	-	-
Total Tier 2 capital	<u>-</u>	<u>-</u>
Total capital base	<u>148,359</u>	<u>198,343</u>
Capital ratios		
CET 1 capital ratio	17.377%	31.404%
Tier 1 capital ratio	17.377%	31.404%
Total capital ratio	17.377%	31.404%

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.

**29. Capital adequacy (cont'd)**

Breakdown of risk-weighted assets for each risk component are as follows:

	<b>31 March 2026 RM'000</b>	<b>31 December 2025 RM'000</b>
Credit risk	847,531	626,005
Market risk	759	197
Operational risk	5,463	5,392
Total risk-weighted assets	<u>853,753</u>	<u>631,594</u>
Credit risk-weighted assets breakdown:		
- subject to 20% risk weighted	140,338	122,249
- subject to 50% risk weighted	391,744	259,950
- subject to 75% risk weighted	42,928	21,450
- subject to 100% risk weighted	<u>272,521</u>	<u>222,356</u>

The Unaudited Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2025.