

CHINA CONSTRUCTION BANK (MALAYSIA) BERHAD

(Company Registration No. 201601032761 (1203702-U))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
30 SEPTEMBER 2025**

CHINA CONSTRUCTION BANK (MALAYSIA) BERHAD

(Company Registration No. 201601032761 (1203702-U))

(Incorporated in Malaysia)

MANAGEMENT'S CERTIFICATION

I hereby certify that the unaudited condensed interim financial statements for the period from 1 January 2025 to 30 September 2025 have been prepared from the Bank's accounting and other records and that they are in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and the Guidelines on Financial Reporting issued by Bank Negara Malaysia.

On behalf of

CHINA CONSTRUCTION BANK (MALAYSIA) BERHAD

Peng AnPing

Chief Executive Officer

Date:

CHINA CONSTRUCTION BANK (MALAYSIA) BERHAD

(Company Registration No. 201601032761 (1203702-U))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025**

	Note	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Assets			
Cash and short-term funds	A8	1,461,514	541,400
Deposits and placements with banks and other financial institutions	A9	1,054,436	1,689,877
Debt instruments at fair value through other comprehensive income ("FVOCI")	A10	3,756,762	3,640,891
Other assets	A11	120,749	68,371
Derivative financial assets	A12	47,960	138,592
Loans and advances	A13	3,284,199	2,682,255
Tax recoverable		22,405	24,899
Statutory deposits with Bank Negara Malaysia		11,000	500
Right-of-use assets		27,227	30,598
Property and equipment		4,904	5,567
Intangible assets		5,853	6,735
Deferred tax assets		4,973	13,545
Total assets		9,801,982	8,843,230
Liabilities			
Deposits from customers	A14	3,209,166	2,495,295
Deposits and placements of banks and other financial institutions	A15	3,178,063	2,865,846
Other liabilities	A16	154,092	182,361
Derivative financial liabilities	A12	107,644	121,720
Lease liabilities		28,505	31,640
Borrowings	A17	1,240,347	1,284,843
Subordinated loan	A18	843,449	878,657
Total liabilities		8,761,266	7,860,362
Equity attributable to equity holder of the Bank			
Share capital		822,600	822,600
Reserves		218,116	160,268
Total equity		1,040,716	982,868
Total liabilities and equity		9,801,982	8,843,230
Commitments and contingencies	A24	14,341,432	12,578,392

The Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024.

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(Company Registration No. 201601032761 (1203702-U))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

		Current quarter ended		Year-to-date ended	
	Note	30 September 2025	30 September 2024	30 September 2025	30 September 2024
		RM'000	RM'000	RM'000	RM'000
Interest income	A19	79,696	89,644	242,597	249,093
Interest expense	A20	(55,641)	(80,619)	(184,038)	(226,998)
Net interest income		24,055	9,025	58,559	22,095
Other operating income	A21	4,015	70,062	54,018	103,629
Net income		28,070	79,087	112,577	125,724
Other operating expenses	A22	(23,873)	(23,723)	(62,151)	(56,870)
Operating profit/(loss) before allowances		4,197	55,364	50,426	68,854
Writeback of/(Allowances for) expected credit losses ("ECL")	A23	(872)	2,172	(3,051)	(172)
Profit/(Loss) before taxation		3,325	57,536	47,375	68,682
Taxation		(1,941)	(18,391)	(15,521)	(21,816)
Net profit/(Loss) for the financial period		1,384	39,145	31,854	46,866
Other comprehensive income in respect of:					
Items that will be reclassified subsequently to profit or loss:					
<u>Debt instruments at FVOCI</u>					
Net fair value change in debt instruments at FVOCI		1,351	7,083	35,349	11,480
Net gain/(loss) on debt instruments measured at FVOCI reclassified to profit or loss on disposal		-	-	-	(270)
Income tax effect		(1,469)	(1,545)	(9,355)	(2,543)
		(118)	5,538	25,994	8,667
<u>Cash flow hedge</u>					
Net change in cash flow hedge		-	3	-	58
Net change in cost of hedging		-	(241)	-	(2,162)
Income tax effect		-	57	-	524
		-	(181)	-	(1,580)
Total other comprehensive income, net of tax, for the financial period		(118)	5,357	25,994	7,087
Total comprehensive income for the financial period		1,266	44,502	57,848	53,953

The Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024.

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

Note	Non-Distributable					Distributable	Total Equity RM'000
	Share Capital RM'000	Regulatory Reserve RM'000	FVOCI Reserve RM'000	Cash flow hedge Reserve RM'000	Cost of hedging Reserve RM'000	Retained Profits RM'000	
Balance as at 1 January 2025	822,600	-	(9,806)	-	-	170,074	982,868
Net profit for the financial period	-	-	-	-	-	31,854	31,854
Other comprehensive income/(loss), net of tax, for the financial period	-	-	25,994	-	-	-	25,994
Total comprehensive income/(loss) for the financial period	-	-	25,994	-	-	31,854	57,848
Balance as at 30 September 2025	822,600	-	16,188	-	-	201,928	1,040,716
Balance as at 1 January 2024	822,600	4,700	(12,590)	(63)	1,643	139,567	955,857
Net profit for the financial year	-	-	-	-	-	25,807	25,807
Other comprehensive income/(loss), net of tax, for the financial year	-	-	2,784	63	(1,643)	-	1,204
Total comprehensive income/(loss) for the financial year	-	-	2,784	63	(1,643)	25,807	27,011
Transfer to retained profits	-	(4,700)	-	-	-	4,700	-
Balance as at 31 December 2024	822,600	-	(9,806)	-	-	170,074	982,868

The Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024.

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

	30 September 2025	30 September 2024
	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	47,375	68,682
Adjustments for:		
(Writeback of)/Allowance for expected credit losses	3,051	172
Net unrealised fair value gain/(loss) on derivatives	76,556	242,325
Depreciation of property and equipment	1,443	1,076
Depreciation of right-of-use assets	3,371	3,371
Amortisation of intangible assets	1,430	1,348
Interest income from debt instruments at FVOCI	(90,916)	(79,626)
Interest expense from subordinated loan	17,814	46,606
Net foreign exchange gain/(loss) on subordinated loan	(12,561)	(91,200)
Interest expense from lease liabilities	774	880
Operating profit before working capital changes	48,337	193,634
Change in derivative financial assets and financial liabilities	-	71,183
Change in loans and advances	(603,273)	366,393
Change in statutory deposits with Bank Negara Malaysia	(10,500)	(1,000)
Change in other assets	(52,378)	(461,210)
Change in deposits from customers	713,871	16,551
Change in deposits and placements of banks and other financial institutions	312,217	408,338
Change in other liabilities	(30,080)	(103,408)
Change in borrowing	(44,496)	-
	285,361	296,847
Cash generated/(used in) from operations	333,698	490,481
Net tax paid	(13,811)	(33,015)
Net cash generated/(used in) from operating activities	319,887	457,466
Cash flows from investing activities		
Change in deposits and placements with banks and other financial institutions with original maturity of more than 3 months	1,750,768	333,180
Purchase of debt investments at FVOCI	(1,764,224)	(6,189,204)
Proceeds from redemption and disposal of debt investments at FVOCI	1,685,964	4,019,031
Interest received from debt investments at FVOCI	88,768	84,576
Purchase of property and equipment	(780)	(1,259)
Purchase of intangible assets	(548)	(378)
Net cash (used in)/generated from investing activities	1,759,948	(1,754,054)

The Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024.

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

	30 September 2025	30 September 2024
	RM'000	RM'000
Cash flows from financing activities		
Interest payment of subordinated loan	(40,461)	(35,808)
Proceeds from borrowings	-	783,142
Lease payments	(3,909)	(3,905)
Net cash generated/(used in) financing activities	(44,370)	743,429
Net decrease in cash and cash equivalents	2,035,465	(553,159)
Cash and cash equivalents, at gross:		
- at the beginning of the financial year	480,768	1,299,253
- at the end of the financial period	2,516,233	746,094
Cash and cash equivalents comprise:		
Cash and short-term funds	1,461,797	746,094
Deposits and placements with banks and other financial institutions	1,054,436	802,953
	2,516,233	1,549,047
Less: Deposits and placements with banks and other financial institutions with original maturity of more than 3 months	-	(802,953)
	2,516,233	746,094

The Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024.

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

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by Malaysian Accounting Standards Board ("MASB") and the Guidelines on Financial Reporting issued by Bank Negara Malaysia ("BNM").

The unaudited condensed interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2024. The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Bank since the financial year ended 31 December 2024.

All the significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2024. The following are the accounting standards, interpretations and amendments that have been issued by the MASB but have not been adopted by the Bank:

Effective for financial periods beginning on or after 1 January 2026

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Statements: Disclosures - Classification and Measurement of Financial Instruments

Amendments to MFRS Accounting Standard contained in the document entitled "Annual Improvements to MFRS Accounting Standards - Volume 11"

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Statements: Disclosures - Contracts Referencing Nature-dependent Electricity

Effective for financial periods beginning on or after 1 January 2027

Amendments to MFRS 18 - Presentation and Disclosure in Financial Statements

Amendments to MFRS 19 - Subsidiaries without Public Accountability: Disclosures

Effective for financial periods to be determined by the MASB

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 adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are expected to have no significant impact to the financial statements of the Bank upon their initial application.

A2. Auditors' Report on Preceding Annual Financial Statements

The audit report on the audited annual financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

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

A4. Exceptional or Unusual Items

There were no exceptional or unusual items for the period from 1 January 2025 to 30 September 2025.

A5. Changes in Estimates

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

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A6. Changes In Debt and Equity Securities**

There were no issuances and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period under review.

A7. Dividend Paid

No dividend was paid during the period from 1 January 2025 to 30 September 2025.

A8. Cash and Short-Term Funds

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Cash and balances with banks and other financial institutions	267,486	21,341
Money at call and deposit placements maturing within one month	1,194,311	520,317
	1,461,797	541,658
Less: ECL allowances	(283)	(258)
	1,461,514	541,400

Movements in ECL allowances for cash and short-term funds are as follows:

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime ECL non credit- impaired RM'000	Stage 3 Lifetime ECL credit- impaired RM'000	Total ECL RM'000
ECL Allowances				
At 1 January 2025	258	-	-	258
Financial assets derecognised during the financial period	(475)	-	-	(475)
New financial assets acquired	500	-	-	500
Net total	25	-	-	25
At 30 September 2025	283	-	-	283
At 1 January 2024	298	-	-	298
Financial assets derecognised during the financial year	(185)	-	-	(185)
New financial assets acquired	145	-	-	145
Net total	(40)	-	-	(40)
At 31 December 2024	258	-	-	258

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

	As at 30 September 2025	As at 31 December 2024
	RM'000	RM'000

A9. Deposits and Placements with Banks and Other Financial Institutions

Licensed banks	1,054,436	1,689,877
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A10. Debt Instruments at Fair Value Through Other Comprehensive Income ("FVOCI")**At fair value****Money market instruments**

Malaysian Government Securities	637,788	563,888
Malaysian Government Investment Issues	1,878,737	1,331,178
Negotiable Instruments of Deposits	369,217	801,636
	<u>2,885,742</u>	<u>2,696,702</u>

Unquoted securities

Corporate bonds within Malaysia	551,455	589,256
Cagamas debt securities	319,565	354,933
	<u>871,020</u>	<u>944,189</u>
	<u>3,756,762</u>	<u>3,640,891</u>

The following ECL for debt instruments are not recognised in the statement of financial position as the carrying amount of debt instruments at FVOCI is equivalent to their fair value:

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime non credit- impaired RM'000	Stage 3 Lifetime credit- impaired RM'000	Total ECL RM'000
ECL Allowances				
At 1 January 2025	910	-	-	910
Financial assets derecognised during the financial period	(152)	-	-	(152)
New financial assets purchased	36	-	-	36
Net total	(116)	-	-	(116)
At 30 September 2025	<u>794</u>	<u>-</u>	<u>-</u>	<u>794</u>
At 1 January 2024	962	-	-	962
Financial assets derecognised during the financial year	(1,011)	-	-	(1,011)
New financial assets purchased	959	-	-	959
Net total	(52)	-	-	(52)
At 31 December 2024	<u>910</u>	<u>-</u>	<u>-</u>	<u>910</u>

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A11. Other Assets**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Deposits	2,171	2,171
Prepayments	2,893	1,306
Cash collateral pledged for derivative transactions	86,079	25,186
Amount due from ultimate holding company	23,470	17,602
Other receivables	6,136	22,106
	<u>120,749</u>	<u>68,371</u>

A12. Derivative Financial Assets/(Liabilities)

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

	30 September 2025		
	Contract/ Notional Amount RM'000	Fair Value Assets RM'000	Liabilities RM'000
Trading derivatives			
Foreign exchange related contracts:			
- Currency forwards/spot	539,567	430	274
- Currency swaps	10,342,437	46,227	97,763
Interest rate related contracts:			
- Interest rate swaps	885,000	1,303	9,607
	<u>11,767,004</u>	<u>47,960</u>	<u>107,644</u>

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A12. Derivative Financial Assets/(Liabilities) (cont'd)**

31 December 2024			
Contract/ Notional Amount RM'000	Fair Value		
	Assets	Liabilities	
	RM'000	RM'000	RM'000
<u>Trading derivatives</u>			
Foreign exchange related contracts:			
- Currency forwards/spot	412,905	1,318	970
- Currency swaps	9,715,949	136,415	120,522
Interest rate related contracts:			
- Interest rate swaps	375,000	859	228
	<u>10,503,854</u>	<u>138,592</u>	<u>121,720</u>

30 September 2025			
Contract/ Notional Amount RM'000	Fair Value		
	Assets	Liabilities	
	RM'000	RM'000	RM'000
By remaining period to maturity/next re-pricing date			
<u>Trading derivatives</u>			
Foreign exchange related contracts			
- Less than one year	10,047,868	5,458	38,717
- More than one year	834,136	41,199	59,320
Interest rate related contracts:			
- More than one year	885,000	1,303	9,607
	<u>11,767,004</u>	<u>47,960</u>	<u>107,644</u>

31 December 2024			
Contract/ Notional Amount RM'000	Fair Value		
	Assets	Liabilities	
	RM'000	RM'000	RM'000
By remaining period to maturity/next re-pricing date			
<u>Trading derivatives</u>			
Foreign exchange related contracts			
- Less than one year	9,356,002	135,763	47,397
- More than one year	772,852	1,970	74,095
Interest rate related contracts:			
- More than one year	375,000	859	228
	<u>10,503,854</u>	<u>138,592</u>	<u>121,720</u>

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A13. Loans and Advances**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
(i) By type:		
At amortised cost		
Overdrafts	5,352	5,173
Term loans:		
- Syndicated term loans	198,619	278,508
- Other term loans	568,437	625,414
- Factoring receivables	883,677	381,684
Trust receipts	320,291	179,418
Revolving credits	1,330,359	1,233,265
Gross loans and advances	3,306,735	2,703,462
Less: ECL allowances		
- Stage 1	(19,195)	(17,942)
- Stage 2	(3,341)	(3,265)
Net loans and advances	3,284,199	2,682,255
(ii) Gross loans and advances by type of customers:		
Business enterprises	3,306,735	2,703,462
	3,306,735	2,703,462
(iii) Gross loans and advances by geographical distribution:		
Malaysia	3,275,878	2,656,410
China	30,857	47,052
	3,306,735	2,703,462

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A13. Loans and Advances (cont'd)**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
(iv) Gross loans and advances by interest rate sensitivity:		
Fixed rate	933,212	14,963
Variable rate (cost-plus)	2,373,523	2,688,499
	<u>3,306,735</u>	<u>2,703,462</u>
(v) Gross loans and advances by economic purpose:		
Working capital	2,609,426	1,887,589
Purchase of land	111,059	75,784
Construction	282,723	298,586
Lending to related entities	49,375	119,818
Purchase of machinery and equipments	147,134	174,768
Other purposes	107,018	146,917
	<u>3,306,735</u>	<u>2,703,462</u>
(vi) Gross loans and advances by remaining contractual maturity:		
Maturity within one year	2,558,173	1,816,537
One year to three years	131,645	265,190
Three years to five years	233,931	204,412
Over five years	382,986	417,323
	<u>3,306,735</u>	<u>2,703,462</u>
(vii) Gross loans and advances by industry:		
Agriculture, hunting, forestry and fishing	45,119	45,132
Mining and quarrying	23,652	-
Manufacturing	590,744	436,748
Electricity, gas and water	151,896	179,392
Construction	883,676	300,898
Wholesale, retail trade, restaurants and hotels	319,771	213,918
Transport, storage and communication	887,776	1,143,393
Real estate	75,933	40,641
Finance, insurance and business services	231,772	200,229
Information and Communication	96,396	143,111
	<u>3,306,735</u>	<u>2,703,462</u>

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**NOTES TO UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025****A13. Loans and Advances (cont'd)****(viii) Movements in the gross carrying amount of loans and advances that contributed to changes in the ECL allowances:**

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	2,642,932	60,530	-	2,703,462
Financial assets derecognised during the financial period	(13,271,374)	(60,530)	-	(13,331,904)
New financial assets originated	13,935,177	-	-	13,935,177
Transferred to Stage 2	(59,358)	59,358	-	-
At 30 September 2025	<u>3,247,377</u>	<u>59,358</u>	<u>-</u>	<u>3,306,735</u>
At 1 January 2024	3,053,315	63,971	-	3,117,286
Financial assets derecognised during the financial year	(16,873,646)	(3,441)	-	(16,877,087)
New financial assets originated	16,463,263	-	-	16,463,263
At 31 December 2024	<u>2,642,932</u>	<u>60,530</u>	<u>-</u>	<u>2,703,462</u>

(ix) Movements in ECL allowances for loans and advances:

	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL non credit-impaired	Lifetime ECL credit-impaired	Total ECL
	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	17,942	3,265	-	21,207
Financial assets derecognised during the financial period	(16,280)	(3,265)	-	(19,545)
New financial assets originated	20,874	-	-	20,874
Transferred to Stage 2	(3,341)	3,341	-	-
Net total	<u>1,253</u>	<u>76</u>	<u>-</u>	<u>1,329</u>
At 30 September 2025	<u>19,195</u>	<u>3,341</u>	<u>-</u>	<u>22,536</u>
At 1 January 2024	15,554	4,767	-	20,321
Financial assets derecognised during the financial year	(13,786)	(1,846)	-	(15,632)
New financial assets originated	16,174	344	-	16,518
Net total	<u>2,388</u>	<u>(1,502)</u>	<u>-</u>	<u>886</u>
At 31 December 2024	<u>17,942</u>	<u>3,265</u>	<u>-</u>	<u>21,207</u>

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	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
A14. Deposits from Customers		
(i) By type of deposits:		
Demand deposits	2,390,135	1,149,340
Saving deposits	26,754	23,276
Fixed deposits	792,277	1,322,679
	<u>3,209,166</u>	<u>2,495,295</u>
(ii) By type of customer:		
Business enterprises	2,897,432	2,091,713
Domestic non-banking financial institutions	61,475	376,372
Local government and statutory authorities	223,557	-
Individuals	26,702	27,210
	<u>3,209,166</u>	<u>2,495,295</u>
(iii) By maturity structure of fixed deposits:		
Due within six months	768,011	1,173,093
Six months to one year	23,970	148,512
One year to three years	296	1,074
	<u>792,277</u>	<u>1,322,679</u>
A15. Deposits and Placements of Banks and Other Financial Institutions		
Licensed banks in Malaysia	630,790	2,235,590
Ultimate holding company	2,465,872	611,821
Other financial institutions	81,401	18,435
	<u>3,178,063</u>	<u>2,865,846</u>

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	As at 30 September 2025	As at 31 December 2024
	RM'000	RM'000
Other payables and accruals	115,774	30,115
Deferred Income	8,101	9,302
Cash collateral received for derivative transactions	599	112,320
Cash collateral from corporate customers	24,790	27,607
ECL allowances for loan commitments and financial guarantees	4,828	3,017
	<u>154,092</u>	<u>182,361</u>

Movements in ECL allowances for loan commitments and financial guarantees are as follows:

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL RM'000	Lifetime ECL non credit- impaired RM'000	Lifetime ECL credit- impaired RM'000	Total ECL RM'000
At 1 January 2025	3,017	-	-	3,017
Credit exposures relinquished	(1,603)	-	-	(1,603)
Credit exposures assumed	3,414	-	-	3,414
Net total	<u>1,811</u>	<u>-</u>	<u>-</u>	<u>1,811</u>
At 30 September 2025	<u>4,828</u>	<u>-</u>	<u>-</u>	<u>4,828</u>
At 1 January 2024	2,426	-	-	2,426
Credit exposures relinquished	(2,927)	-	-	(2,927)
Credit exposures assumed	3,518	-	-	3,518
Net total	<u>591</u>	<u>-</u>	<u>-</u>	<u>591</u>
At 31 December 2024	<u>3,017</u>	<u>-</u>	<u>-</u>	<u>3,017</u>

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	As at 30 September 2025 <u>RM'000</u>	As at 31 December 2024 <u>RM'000</u>
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A17. Borrowings

Unsecured borrowings	<u>1,240,347</u>	<u>1,284,843</u>
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The term loans are denominated in Chinese Yuan bearing a fixed interest rate with remaining maturity of less than 1 year to 2 years.

A18. Subordinated Loan

At amortised cost

RMB 1.425 billion subordinated loan 2024/2034, at par	<u>843,449</u>	<u>878,657</u>
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On 29 August 2024, the Bank has issued a new RMB 1.425 billion Tier II subordinated loan equivalent to USD200 million and redeemed the existing USD200 million Tier II subordinated loan.

The RMB 1.425 billion Tier II subordinated loan has a 10 years maturity, non-callable 5 years, which bears interest rate at 1-year LPR minus 0.55% payable every 6 months throughout the tenure.

The issuance of the subordinated loan was approved by BNM as Basel III compliant Tier II subordinated loan, and to be classified as Tier II capital of the Bank pursuant to BNM's Capital Adequacy Framework (Capital Components).

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	Current quarter ended		Year-to-date ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
	RM'000	RM'000	RM'000	RM'000
A19. Interest Income				
Loans and advances	34,093	33,912	98,459	109,150
Deposits and placements with banks and other financial institutions	13,911	23,029	53,222	60,317
Debt instruments at FVOCI	31,692	32,703	90,916	79,626
	<u>79,696</u>	<u>89,644</u>	<u>242,597</u>	<u>249,093</u>
A20. Interest Expense				
Deposits and placements of banks and other financial institutions	23,168	39,058	87,502	88,947
Deposits from customers	24,060	24,601	67,254	82,207
Obligations on securities sold under repurchase agreements ("Repo")	-	-	3,068	-
Subordinated loan	5,762	12,606	17,814	46,606
Lease liabilities	249	285	774	880
Derivative financial instruments	2,402	4,069	7,626	8,358
	<u>55,641</u>	<u>80,619</u>	<u>184,038</u>	<u>226,998</u>
A21. Other Operating Income				
Fee income:				
Service charges and fees	83	69	211	152
Guarantee fees	766	819	2,825	2,264
Commitment fees	51	22	90	135
Syndication fees	-	36	554	570
Management fees	4,970	7,215	24,325	19,816
	<u>5,870</u>	<u>8,161</u>	<u>28,005</u>	<u>22,937</u>
Less: Fees expense	(702)	(550)	(1,508)	(1,819)
Net fee income	<u>5,168</u>	<u>7,611</u>	<u>26,497</u>	<u>21,118</u>
Trading and investment income:				
Net realised (loss)/gain on derivatives	(81,313)	(190,739)	(105,278)	(84,853)
Net unrealised fair value (loss)/gain on derivatives	106,167	(215,927)	(76,556)	(242,325)
Net foreign exchange gain/(loss)	(26,107)	469,082	209,077	409,455
	<u>(1,253)</u>	<u>62,416</u>	<u>27,243</u>	<u>82,277</u>
Less: Brokerage charges	(112)	(185)	(376)	(429)
	<u>(1,365)</u>	<u>62,231</u>	<u>26,867</u>	<u>81,848</u>
Other income:				
Rental income	212	212	636	636
Other non-operating income	-	8	18	27
	<u>212</u>	<u>220</u>	<u>654</u>	<u>663</u>
	<u>4,015</u>	<u>70,062</u>	<u>54,018</u>	<u>103,629</u>

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	Current quarter ended		Year-to-date ended	
	30 September	30 September	30 September	30 September
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
A22. Other Operating Expenses				
Personnel costs				
Salaries, bonuses, wages and allowances	15,486	16,480	39,068	37,357
Defined contribution plan	1,025	1,262	3,263	3,143
Other staff related costs	2,043	707	4,387	2,381
	<u>18,554</u>	<u>18,449</u>	<u>46,718</u>	<u>42,881</u>
Establishment costs				
Depreciation of property and equipment	596	378	1,443	1,076
Depreciation of right-of-use assets	1,124	1,124	3,371	3,371
Amortisation of intangible assets	471	456	1,430	1,348
Repair and maintenance	1,180	1,113	3,732	2,904
Short-term leases expenses	67	59	209	193
Others	54	78	210	206
	<u>3,492</u>	<u>3,208</u>	<u>10,395</u>	<u>9,098</u>
Promotion and marketing expenses				
Advertisement and publicity	52	305	295	599
Administration and general expenses				
Communication expenses	356	383	807	1,048
Auditors' remuneration	132	95	321	265
Legal and professional fees	138	236	397	407
Travelling and accommodation expenses	144	205	411	649
Subscription fees	171	59	404	367
Directors' fees and allowances	162	159	470	467
Insurance premium	48	48	58	142
Printing, stationery and postage	20	18	66	75
Others	604	558	1,809	872
	<u>1,775</u>	<u>1,761</u>	<u>4,743</u>	<u>4,292</u>
	<u>23,873</u>	<u>23,723</u>	<u>62,151</u>	<u>56,870</u>
A23. (Writeback of)/Allowance for Expected Credit Losses ("ECL")				
Stage 1:				
- Cash and short-term funds	148	427	25	157
- Debt instruments at FVOCI	(129)	60	(116)	352
- Loans and advances	(2,062)	(575)	1,254	(134)
- Loan commitments and financial guarantees	(426)	(238)	1,812	1,643
	<u>(2,469)</u>	<u>(326)</u>	<u>2,975</u>	<u>2,018</u>
Stage 2:				
- Loans and advances	3,341	(1,846)	76	(1,846)
	<u>872</u>	<u>(2,172)</u>	<u>3,051</u>	<u>172</u>

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	As at 30 September 2025 <u>RM'000</u>	As at 31 December 2024 <u>RM'000</u>
The notional amounts of the commitments and contingencies are as follows:		
Short-term self-liquidating trade-related contingencies	146,460	166,814
Transaction-related contingent items	416,219	353,948
Irrevocable commitments to extend credit:		
- Less than one year	71,220	8,811
- More than one year	1,940,529	1,544,965
Foreign exchange related contracts:		
- Less than one year	10,047,868	9,356,002
- More than one year	834,136	772,852
Interest rate related contracts:		
- More than one year	885,000	375,000
	<u>14,341,432</u>	<u>12,578,392</u>

A25. Capital Adequacy Ratio

The total capital and capital adequacy ratios of the Bank is computed in accordance with BNM's Capital Adequacy Framework (Capital Components). The Bank is currently adopting the Standardised Approach for Credit Risk and Market Risk (Basel II) and Operational Risk (Basel III). The minimum capital adequacy and capital buffer requirement for Common Equity Tier I Capital Ratio ("CET I"), Tier I Capital Ratio and Total Capital Ratio are 7.000%, 8.500% and 10.500% respectively.

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	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
CET I/Tier I Capital		
Paid-up ordinary share capital	822,600	822,600
Retained profits	170,074	170,074
Other reserves	16,188	(9,806)
Regulatory adjustments applied in the calculation of CET I Capital	(30,678)	(29,802)
Total CET I/Tier I Capital	<u>978,184</u>	<u>953,066</u>
Tier II Capital		
Tier II capital instruments meeting all relevant criteria	841,634	870,282
Loss provisions	28,441	25,392
Total Tier II Capital	<u>870,075</u>	<u>895,674</u>
Total Capital	<u><u>1,848,259</u></u>	<u><u>1,848,740</u></u>
Analysis of risk-weighted assets		
Credit risk	3,585,833	2,982,865
Market risk	372,769	487,917
Operational risk	216,518	399,338
Total risk-weighted assets	<u><u>4,175,120</u></u>	<u><u>3,870,120</u></u>
Capital adequacy ratio (before proposed dividends)		
CET I Capital Ratio	23.429%	24.626%
Tier I Capital Ratio	23.429%	24.626%
Total Capital Ratio	44.268%	47.770%
Capital adequacy ratio (after proposed dividends)		
CET I Capital Ratio	23.429%	24.626%
Tier I Capital Ratio	23.429%	24.626%
Total Capital Ratio	44.268%	47.770%

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B1. Performance Review

For the third quarter ended 30 September 2025, China Construction Bank (Malaysia) Berhad's ("CCBM or the Bank") registered a profit before tax ("PBT") of RM31.9 million. The PBT was mainly attributable to higher net interest income of RM58.6 million.

As at 30 September 2025, the Bank's total assets increased to RM9.8 billion, consist of loans and advances RM3.3 billion, debt instruments at FVOCI RM3.8 billion and cash and short-term funds of RM2.5 billion. Gross impaired loan ratio remained at 0% as at 30 September 2025. The Bank's deposits from customers grew to RM3.3 billion an increased of RM714 million or 29% as compared to previous financial year end.

The Bank maintained healthy capital position and ample liquidity buffer. The Bank's Common Equity Tier I capital ratio/Tier I capital ratio and Total capital ratio stood at 23.429% and 44.268% respectively as at 30 September 2025, which remained above the minimum regulatory requirements.

B2. Prospects for 2025

Malaysia economy expanded by 4.4 % in 1H of 2025 supported by strong household spending, a resilient employment market backdrop and higher realization of domestic and foreign direct investments. The initial GDP projection growth of 4.5 % to 5.5% done during budget 2025 session was further revised to 4.0 % to 4.8 % amid tariff inflicted slowdown in export sector and its spill over effect to other economic sectors. BNM has on 9 July 2025 cut overnight policy rate (OPR) by 25 bps to 2.75 % in a pre-emptive measure to support economic growth in the face of moderate inflation and global uncertainties. 2H 2025 GDP growth trajectory is key to BNM OPR decision where a dip below 4.3%-4.4 % growth rate may induce BNM to consider another 25bps cut during their 6 November MPC meeting. Favourable outcome from remaining tariff negotiations, pro-growth stimulus packages implemented by major trading partners that spur continued demand for electronic products and commodities as well as promising tourism arrival should be able to lift Malaysia GDP growth rate closer to higher end of 4.80 % or better in 2025.

Despite an impressive 5.3 % GDP growth in 1H of 2025 for China economy, recent data indicated that the growth momentum has slowed down with industrial output for August decelerate from July's 5.7 % to August's 5.2 % while August retail sales also dropped from July's 3.7 % reading to 3.2 %. Real estate investment continued to contract for the first eight months of 2025 by 12.9 %. PBOC may consider further rate cut along with more politburo stimulus packages to boost economy activities should 2H 2025 GDP dip below 4.7 % with the ultimate objective to avoid missing the set 5.0 % growth target for 2025.

FOMC cut federal fund rate by 25 bps during their meeting held on 16-17 September to address their concern on slowing employment backdrop where the nonfarm payroll for June-August average dipped to 28 K. The Federal Reserve Bank has projected a robust economic outlook for 2025-2027 despite on-going political uncertainties, trade tension and ballooning debt level which bumped up their national debt burden. FOMC has projected GDP to grow by 1.6 % in 2025, 1.8 % in 2026 and 1.9 % in 2027 while unemployment likely to improve from 4.5 % to 4.4% and eventually 4.30 % in similar fashion. Core PCE also will gradually dip from 3.10 % to 2.6 % and 2.1 % respectively over the same period

Despite the challenging backdrop due to trade fragmentation as a result of tariff shock, there are various collaboration opportunities among ASEAN countries and China that we can leverage on to boost our lending activities which among others covering international trade, transportation, tourism, agriculture, education, digital technology and security related matters where CCBM can leverage on and diversify our lending portfolio for a more sustainable growth and profitability. Besides the abovementioned cross border business opportunities, recent announcement of 13th Malaysia Plan (13MP) for public transport enhancement (trains and busses), strategic domestic key infrastructure initiatives like Pan Borneo Highway, airport refurbishment, Johor Bahru – Singapore rapid Transit System (RTS) etc also present more lending opportunities not only to the main contractors but to their sub-contractors and their supply chain base as well. The ramp-up in development spending along with the government push for green and digital transformation will provide greater opportunities for CCBM to fund sustainable projects aligned with our Head Quarter's strategic goals.

The enhancement of international trade and capital flows will also provide greater business opportunities in foreign exchange and cash management businesses where CCBM will not only provide competitive FX and money market deposit pricing to our clients and to promote better customer experience to improve our bank's branding in the market. We will also continue to engage market participants in promoting the wider use of direct quotation of Renminbi vs Ringgit for trade settlements between China and Malaysia as a leading financial services provider to serve this segment of customer base.

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Malaysian Rating Corporation Berhad ("MARC") has affirmed the Bank's long-term and short-term financial institution ratings of AA+ and MARC-1, respectively with stable outlook.

B4. Fair Value of Financial Instruments

The Bank analyses its financial instruments measured at fair value into three categories as described below:

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.

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

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 September 2025				
Financial assets				
Debt instruments at FVOCI	-	3,756,762	-	3,756,762
Derivative financial assets	-	47,960	-	47,960
	<u>-</u>	<u>3,804,722</u>	<u>-</u>	<u>3,804,722</u>
Financial liabilities				
Derivative financial liabilities	-	107,644	-	107,644
	<u>-</u>	<u>107,644</u>	<u>-</u>	<u>107,644</u>
31 December 2024				
Financial assets				
Debt instruments at FVOCI	-	3,640,891	-	3,640,891
Derivative financial assets	-	138,592	-	138,592
	<u>-</u>	<u>3,779,483</u>	<u>-</u>	<u>3,779,483</u>
Financial liabilities				
Derivative financial liabilities	-	121,720	-	121,720
	<u>-</u>	<u>121,720</u>	<u>-</u>	<u>121,720</u>

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B4. Fair Value of Financial Instruments (cont'd)

(i) 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.

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 Bank then determines fair value based upon valuation techniques that use market parameters including but not limited to yield curves, volatilities and foreign exchange rates as inputs. The majority of valuation techniques employ only observable market data.

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.

B5. Valuation of Property and Equipment

The property and equipment are stated at cost less accumulated depreciation on straight line method.

B6. Significant Events

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

B7. Changes in the Composition

There were no significant change in the composition of the Bank in the current financial period.

B8. Dividends

No dividend has been proposed for the quarter under review.