

**PUBLIC ISLAMIC BANK BERHAD**  
**(14328 - V)**  
**(Incorporated in Malaysia)**  
**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED BALANCE SHEETS AS AT 30 JUNE 2009**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<b>ASSETS</b>		
Cash and short-term funds	7,651,240	3,323,580
Securities held-for-trading	55,874	382,296
Securities available-for-sale	714,075	400,454
Financing and advances	12,733,035	11,877,409
Other assets	58,742	52,591
Statutory deposits with Bank Negara Malaysia	118,100	341,600
Deferred tax assets	75,464	72,304
Property and equipment	523	359
<b>TOTAL ASSETS</b>	<b>21,407,053</b>	<b>16,450,593</b>
<b>LIABILITIES</b>		
Deposits from customers	19,916,410	13,786,574
Deposits and placements of banks and other financial institutions	50,000	700,576
Other liabilities	54,511	974,266
Provision for zakat and taxation	47,476	4,745
<b>TOTAL LIABILITIES</b>	<b>20,068,397</b>	<b>15,466,161</b>
<b>EQUITY</b>		
Share capital	167,217	159,217
Reserves	1,171,439	825,215
<b>TOTAL EQUITY</b>	<b>1,338,656</b>	<b>984,432</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>21,407,053</b>	<b>16,450,593</b>
<b>OFF-BALANCE SHEET EXPOSURES</b>	<b>1,040,991</b>	<b>1,031,888</b>
<b>CAPITAL ADEQUACY</b>		
<b><u>Before deducting proposed dividends</u></b>		
Core Capital Ratio	11.2%	9.1%
Risk-Weighted Capital Ratio	12.9%	11.0%
<b><u>After deducting proposed dividends</u></b>		
Core Capital Ratio	10.3%	9.1%
Risk-Weighted Capital Ratio	12.0%	11.0%
<b>Net assets per share attributable to ordinary equity holder of the Bank (RM)</b>	<b>8.01</b>	<b>6.18</b>

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**PUBLIC ISLAMIC BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED INCOME STATEMENTS**  
**FOR THE FINANCIAL HALF YEAR ENDED 30 JUNE 2009**

	<b>2nd Quarter Ended</b>		<b>Half Year Ended</b>	
	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>
Income derived from investment of depositors' funds and others	213,835	-	421,659	-
Income derived from investment of shareholder's funds	14,300	939	29,086	1,871
Allowance for losses on financing and advances	(15,485)	-	(25,180)	-
- General allowances	(6,691)	-	(7,703)	-
- Other financing loss allowances	(8,794)	-	(17,477)	-
Profit equalisation reserves	4,994	-	(3,426)	-
Total distributable income	217,644	939	422,139	1,871
Income attributable to the depositors	(70,546)	-	(142,491)	-
Total net income	147,098	939	279,648	1,871
Personnel expenses	(3,345)	-	(6,803)	-
Other overheads and expenditures	(33,619)	(1)	(69,627)	(6)
Profit before zakat and taxation	110,134	938	203,218	1,865
Zakat	(49)	-	(98)	-
Taxation	(26,324)	(244)	(50,045)	(485)
Profit for the period	83,761	694	153,075	1,380
Earnings per RM1.00 share (sen)	52.6	0.5	96.1	1.1

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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL HALF YEAR ENDED 30 JUNE 2009**

	<----- Non-distributable ----->				<----- Distributable ----->		Total Shareholder's Equity RM'000
	Share Capital RM'000	Share Premium RM'000	<u>Reserves</u> Statutory Reserves RM'000	Revaluation Reserves RM'000	<u>Reserves</u> General Reserves RM'000	Retained Profits RM'000	
<b>At 1 January 2009</b>	<b>159,217</b>	<b>773,500</b>	<b>23,819</b>	<b>341</b>	<b>2,000</b>	<b>25,555</b>	<b>984,432</b>
Unrealised net gain on revaluation of securities available-for-sale	-	-	-	<b>1,149</b>	-	-	<b>1,149</b>
Net profit for the period	-	-	-	-	-	<b>153,075</b>	<b>153,075</b>
Total recognised income for the period	-	-	-	<b>1,149</b>	-	<b>153,075</b>	<b>154,224</b>
Increase in share capital	<b>8,000</b>	<b>192,000</b>	-	-	-	-	<b>200,000</b>
Transfer to statutory reserves	-	-	<b>68,163</b>	-	-	<b>(68,163)</b>	-
<b>At 30 June 2009</b>	<b>167,217</b>	<b>965,500</b>	<b>91,982</b>	<b>1,490</b>	<b>2,000</b>	<b>110,467</b>	<b>1,338,656</b>
At 1 January 2008	127,717	-	-	-	2,000	1,736	131,453
Net profit for the period	-	-	-	-	-	1,380	1,380
At 30 June 2008	127,717	-	-	-	2,000	3,116	132,833

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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CASH FLOW STATEMENTS**  
**FOR THE FINANCIAL HALF YEAR ENDED 30 JUNE 2009**

	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>
Profit before zakat and taxation	203,218	1,865
Adjustments for non-cash items	33,772	-
Operating profit before working capital changes	<u>236,990</u>	<u>1,865</u>
Changes in working capital:		
Net changes in operating assets	(342,141)	7
Net changes in operating liabilities	4,556,079	(6)
Zakat and tax paid	(10,955)	-
Net cash generated from operating activities	<u>4,439,973</u>	<u>1,866</u>
Net cash used in investing activities	(312,313)	-
Net cash generated from financing activities	200,000	-
Net change in cash and cash equivalents	<u>4,327,660</u>	<u>1,866</u>
Cash and cash equivalents at beginning of the period	<u>3,323,580</u>	<u>106,513</u>
Cash and cash equivalents at end of the period	<u><u>7,651,240</u></u>	<u><u>108,379</u></u>

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**Part A - Explanatory Notes Pursuant to Financial Reporting Standard 134 ("FRS 134") and Guidelines on Financial Reporting for Licensed Islamic Banks (BNM/GP8i) Issued by Bank Negara Malaysia**

**A1. Basis of Preparation**

The unaudited interim financial statements for the 2nd quarter and financial half year ended 30 June 2009 have been prepared under the historical cost convention except for the following assets which are stated at fair value: held-for-trading and available-for-sale financial assets.

The unaudited interim financial statements have been prepared in accordance with FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"). The unaudited interim financial statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Bank since the year ended 31 December 2008.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2008. The following Financial Reporting Standards ("FRS"), amendments to FRSs and IC Interpretations have been issued by the MASB but are not yet effective:

FRS 139	Financial Instruments: Recognition and Measurement
FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 123	Borrowing Costs
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Amendments to FRS 2 Share-based Payment: Vesting Conditions and Cancellations

Amendments to FRS 1 First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate

All the new FRSs, amendments to FRSs and IC Interpretations above are effective from 1 January 2010 with the exception of FRS 8, which is effective from 1 July 2009. The Bank has adopted FRS 8 in the previous financial year. The Bank has chosen to early adopt FRS 123 in this financial year which has no significant financial impact on the Bank.

Financing and advances are stated at cost less any allowance for bad and doubtful financing. Allowance for bad and doubtful financing are made with regard to specific risks and relate to those financing or trade receivables that have been individually reviewed and specifically identified as sub-standard, doubtful or bad.

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**A1. Basis of Preparation** (Continued)

The allowance for bad and doubtful financing are computed in conformity with BNM/GP3. Consistent with previous years, the Bank has adopted a more stringent policies on classification of non-performing financing and specific allowances whereby financing are classified as non-performing and sub-standard when repayments are in arrears for more than three (3) months from the first day of default or after maturity date with a 20% specific allowance.

A general allowance based on a percentage of total outstanding financing (including accrued profit), net of specific allowance for bad and doubtful financing, is maintained by the Bank against risks which are not specifically identified.

An uncollectible financing or portion of a financing classified as bad is written off after taking into consideration the realisable value of collateral, if any, when in the opinion of management, there is no prospect of recovery.

Values assigned to collateral held for non-performing financing secured by properties is determined based on the realisable values of the properties, being the force sale value provided by independent parties/valuers, on the following basis:

- (i) Assigning only fifty percent (50%) of the realisable value of the properties held as collateral for non-performing financing which are in arrears for more than five (5) years but less than seven (7) years; and
- (ii) No value will be assigned to the realisable value of the properties held as collateral for non-performing financing which are in arrears for more than seven (7) years.

The portion of non-performing financing where no realisable value has been assigned will be written off.

**A2. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2008 was not qualified.

**A3. Comments about Seasonal or Cyclical Factors**

The operations of the Bank were not materially affected by any seasonal or cyclical factors in the 2nd quarter and the financial half year ended 30 June 2009.

**A4. Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Bank in the 2nd quarter and the financial half year ended 30 June 2009.

**A5. Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the 2nd quarter and the financial half year ended 30 June 2009.

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**A6. Debt and Equity Securities**

During the financial half year ended 30 June 2009, the issued and paid up share capital of the Bank was increased from RM159,217,000 to RM167,217,000 via the issuance of 8,000,000 ordinary shares of RM1.00 each to its holding company, Public Bank Berhad, with a related share premium of RM192,000,000.

There were no share buy-back and repayment of debt and equity securities by the Bank in the 2nd quarter and financial half year ended 30 June 2009.

**A7. Dividends**

The Directors declare an interim dividend of 60% less 25% tax, amounting to RM75,247,650 and single tier dividend of 15%, amounting to RM25,082,550, in respect of the financial year ending 31 December 2009, based on the issued and paid up capital of 167,217,000 ordinary shares of RM1.00 each as at 30 June 2009.

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**A8. Securities Held-for-Trading**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<b>At fair value</b>		
Money market instruments:		
Cagamas bonds	-	382,296
Bank Negara Malaysia Monetary Notes	<b>55,874</b>	-
	<b>55,874</b>	<b>382,296</b>

**A9. Securities Available-for-Sale**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<b>At fair value</b>		
Malaysian Government Investment Issue	<b>310,887</b>	-
Quoted securities:		
- Trust units in Malaysia	<b>403,188</b>	400,454
	<b>714,075</b>	<b>400,454</b>

**A10. Financing and Advances**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Cash line	<b>127,417</b>	106,699
Term financing		
- House financing	<b>2,565,701</b>	2,536,324
- Syndicated financing	<b>39,987</b>	-
- Hire purchase receivables	<b>9,185,172</b>	9,345,331
- Other term financing	<b>4,266,300</b>	3,659,063
Revolving credits	<b>14,802</b>	2,104
	<b>16,199,379</b>	15,649,521
Less: Unearned income	<b>(3,249,397)</b>	(3,209,630)
Gross financing and advances (including Islamic house financing sold to Cagamas)	<b>12,949,982</b>	12,439,891
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances (excluding Islamic house financing sold to Cagamas)	<b>12,949,982</b>	12,089,882
Allowance for losses on financing and advances:		
- general	<b>(196,195)</b>	(188,492)
- specific	<b>(20,752)</b>	(23,981)
Net financing and advances	<b>12,733,035</b>	11,877,409

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**A10. Financing and Advances (continued)**

**a. By concept**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Bai' Bithaman Ajil-i (deferred payment sale)	3,068,971	2,762,685
Ijarah Thamma Al-Bai'-i (leasing)	7,926,753	8,057,261
Ijarah Muntahia Bittamlik	39,987	-
Bai-Al-Einah-i	1,914,271	1,619,945
	<u>12,949,982</u>	<u>12,439,891</u>
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances	<u>12,949,982</u>	<u>12,089,882</u>

**b. By type of customer**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Domestic non-bank financial institutions		
- Others	3,822	508
Domestic business enterprises		
- Small and medium enterprises	883,859	897,653
- Others	506,698	330,219
Government and statutory bodies	78	87
Individuals	11,517,018	11,174,410
Other domestic entities	1,319	1,413
Foreign entities	37,188	35,601
	<u>12,949,982</u>	<u>12,439,891</u>
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances	<u>12,949,982</u>	<u>12,089,882</u>

**c. By profit rate sensitivity**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Fixed rate		
- House financing	1,109,545	1,303,631
- Hire purchase receivables	7,926,753	8,057,261
- Other fixed rate financing	2,646,222	2,376,369
Variable rate		
- BFR plus	1,178,597	626,200
- Cost plus	88,865	76,430
	<u>12,949,982</u>	<u>12,439,891</u>
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances	<u>12,949,982</u>	<u>12,089,882</u>

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**A10. Financing and Advances (continued)**

**d. By economic purpose**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Purchase of securities	284	799
Purchase of transport vehicles	7,930,132	8,060,891
Purchase of landed properties	2,565,412	2,403,744
(of which: - residential	1,712,233	1,618,124
- non-residential)	853,179	785,620
Purchase of fixed assets (excluding landed properties)	46,275	6,854
Personal use	1,994,891	1,690,914
Purchase of consumer durables	15,817	17,211
Construction	6,376	9,822
Working capital	171,134	134,014
Other purpose	219,661	115,642
	<b>12,949,982</b>	12,439,891
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances	<b>12,949,982</b>	<b>12,089,882</b>

**e. By sectors**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Agriculture, hunting, forestry and fishing	213,761	184,401
Mining and quarrying	8,129	7,298
Manufacturing	121,942	136,944
Electricity, gas and water	1,350	877
Construction	224,542	226,802
Wholesale & retail trade and restaurants & hotels	304,848	308,267
Transport, storage and communication	61,690	51,056
Finance, insurance and business services	120,179	124,100
Real estate	241,981	93,424
Community, social and personal services	59,918	59,942
Households	11,553,926	11,209,680
(of which: - purchase of residential properties	1,689,014	1,591,372
- purchase of transport vehicles	7,417,880	7,494,181
- others )	2,447,032	2,124,127
Others	37,716	37,100
	<b>12,949,982</b>	12,439,891
Less: Islamic house financing sold to Cagamas	-	(350,009)
Gross financing and advances	<b>12,949,982</b>	<b>12,089,882</b>

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**A10. Financing and Advances (continued)**

**f. Non-performing financing and advances by economic purpose**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Purchase of transport vehicles	49,584	61,939
Purchase of landed properties	57,518	60,728
(of which: - residential	49,771	51,850
- non-residential)	7,747	8,878
Purchase of fixed assets (excluding landed properties)	124	124
Personal use	17,105	16,151
Purchase of consumer durables	108	175
Working capital	218	480
Other purpose	59	242
	<b>124,716</b>	<b>139,839</b>

**Non-performing financing and advances by sectors**

Agriculture, hunting, forestry and fishing	148	52
Manufacturing	1,339	1,546
Construction	804	1,266
Wholesale & retail trade and restaurants & hotels	3,340	3,358
Transport, storage and communication	107	233
Finance, insurance and business services	1,227	338
Real estate	184	795
Community, social and personal services	406	656
Households	117,129	131,374
(of which: - purchase of residential properties	49,621	51,671
- purchase of transport vehicles	45,965	57,981
- others	21,543	21,722
Others	32	221
	<b>124,716</b>	<b>139,839</b>

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**A10. Financing and Advances (continued)**

**g. Movements in non-performing financing and advances ("NPF") are as follows:**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
At 1 January	<b>139,839</b>	-
Non-performing during the period / year	<b>161,794</b>	58,476
Reclassified as performing	<b>(134,327)</b>	(58,370)
Recoveries	<b>(16,597)</b>	(4,565)
Amount written off	<b>(25,906)</b>	(12,287)
Financing converted to foreclosed properties	<b>(87)</b>	-
Amount vested over from Public Bank Berhad	-	156,585
Closing balance	<b>124,716</b>	139,839
Specific allowance	<b>(20,752)</b>	(23,981)
Net non-performing financing and advances	<b>103,964</b>	115,858
 Net NPF as % of gross financing and advances (including Islamic house financing sold to Cagamas) less specific allowance	 <b>0.80%</b>	 0.93%

**h. Movements in the allowance for losses on financing and advances accounts are as follows:**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<u>General Allowance</u>		
At 1 January	<b>188,492</b>	-
Allowance made during the period / year	<b>7,703</b>	1,407
Amount vested over from Public Bank Berhad	-	187,085
Closing balance	<b>196,195</b>	188,492
 As % of gross financing and advances (including Islamic house financing sold to Cagamas) less specific allowance	 <b>1.52%</b>	 1.52%
<u>Specific Allowance</u>		
At 1 January	<b>23,981</b>	-
Allowance made during the period / year	<b>30,395</b>	11,392
Amount written back in respect of recoveries	<b>(8,060)</b>	(3,438)
Amount written off	<b>(25,906)</b>	(12,287)
Reinstatement of amount written off previously due to restructuring / rescheduling now reclassified as performing financing	<b>342</b>	51
Amount vested over from Public Bank Berhad	-	28,263
Closing balance	<b>20,752</b>	23,981

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**A11. Other Assets**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Deferred handling fees	50,007	51,745
Income receivable	4,636	388
Other receivables, deposits and prepayments	4,012	458
Foreclosed properties	87	-
	<u>58,742</u>	<u>52,591</u>

**A12. Deposits from Customers**

**a. By type of deposit**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<u>Non-Mudharabah Fund</u>		
Wadiah current deposits-i	1,989,668	1,828,887
Wadiah savings deposits-i	3,399,330	3,232,045
Negotiable debt certificate-i	8,293,955	4,487,970
Others	3,743	2,836
	<u>13,686,696</u>	<u>9,551,738</u>
<u>Mudharabah Fund</u>		
Mudharabah savings deposits-i	77,106	74,033
Mudharabah general investment deposits-i	5,133,298	3,493,453
Mudharabah special investment deposits-i	1,019,310	667,350
	<u>6,229,714</u>	<u>4,234,836</u>
	<u>19,916,410</u>	<u>13,786,574</u>

**b. By type of customer**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Federal and state governments	646,736	312,476
Local government and statutory authorities	853,534	540,412
Business enterprises	1,791,468	1,980,917
Individuals	3,789,289	3,604,440
Foreign customers	81,482	79,812
Others	12,753,901	7,268,517
	<u>19,916,410</u>	<u>13,786,574</u>

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**A13. Deposits and Placements of Banks and Other Financial Institutions**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
<u>Mudharabah Fund</u>		
Licensed banks		
- Holding company	-	699,448
- Others	<b>50,000</b>	1,128
	<b>50,000</b>	<b>700,576</b>

**A14. Other Liabilities**

	<b>30 June 2009 RM'000</b>	<b>31 December 2008 RM'000</b>
Income payable	<b>12,723</b>	16,126
Other payables and accruals	<b>4,989</b>	323,554
Employee benefits	<b>(1,411)</b>	(1,515)
Profit equalisation reserves	<b>38,210</b>	34,784
Amount due to holding company	-	601,317
	<b>54,511</b>	<b>974,266</b>

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**A15. Income Derived from Investment of Depositors' Funds and Others**

	2nd Quarter Ended		Half Year Ended	
	30 June 2009 RM'000	30 June 2008 RM'000	30 June 2009 RM'000	30 June 2008 RM'000
Income derived from investment of:				
(a) General investment deposits	64,513	-	123,424	-
(b) Other deposits	149,322	-	298,235	-
	<u>213,835</u>	<u>-</u>	<u>421,659</u>	<u>-</u>
<b>a. Income derived from investment of general investment deposits:</b>				
<u>Finance income and Hibah</u>				
Financing and advances	57,597	-	109,829	-
Securities held-for-trading	344	-	1,291	-
Money at call and deposits with financial institutions	5,438	-	9,917	-
Others	1	-	281	-
	<u>63,380</u>	<u>-</u>	<u>121,318</u>	<u>-</u>
Amortisation of premium less accretion of discount	(35)	-	(68)	-
Total finance income and Hibah	<u>63,345</u>	<u>-</u>	<u>121,250</u>	<u>-</u>
<u>Other operating income</u>				
Fee income	1,165	-	2,158	-
Other income	3	-	16	-
	<u>1,168</u>	<u>-</u>	<u>2,174</u>	<u>-</u>
	<u>64,513</u>	<u>-</u>	<u>123,424</u>	<u>-</u>
<b>b. Income derived from investment of other deposits:</b>				
<u>Finance income and Hibah</u>				
Financing and advances	133,355	-	265,385	-
Securities held-for-trading	726	-	3,121	-
Money at call and deposits with financial institutions	12,640	-	23,963	-
Others	(30)	-	678	-
	<u>146,691</u>	<u>-</u>	<u>293,147</u>	<u>-</u>
Amortisation of premium less accretion of discount	(80)	-	(164)	-
Total finance income and Hibah	<u>146,611</u>	<u>-</u>	<u>292,983</u>	<u>-</u>
<u>Other operating income</u>				
Fee income	2,704	-	5,213	-
Other income	7	-	39	-
	<u>2,711</u>	<u>-</u>	<u>5,252</u>	<u>-</u>
	<u>149,322</u>	<u>-</u>	<u>298,235</u>	<u>-</u>

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**A16. Income Derived from Investment of Shareholder's Funds**

	2nd Quarter Ended		Half Year Ended	
	30 June 2009 RM'000	30 June 2008 RM'000	30 June 2009 RM'000	30 June 2008 RM'000
<u>Finance income and Hibah</u>				
Financing and advances	12,772	-	25,882	-
Securities held-for-trading	66	-	304	-
Money at call and deposit placements with financial institutions	1,213	939	2,337	1,870
Others	(4)	-	66	-
	<u>14,047</u>	<u>939</u>	<u>28,589</u>	<u>1,870</u>
Amortisation of premium less accretion of discount	(8)	-	(16)	-
Total finance income and Hibah	<u>14,039</u>	<u>939</u>	<u>28,573</u>	<u>1,870</u>
<u>Operating income</u>				
Fee income	260	-	509	-
Other income	1	-	4	1
	<u>261</u>	<u>-</u>	<u>513</u>	<u>1</u>
	<u>14,300</u>	<u>939</u>	<u>29,086</u>	<u>1,871</u>

**A17. Allowance for Losses on Financing and Advances**

	2nd Quarter Ended		Half Year Ended	
	30 June 2009 RM'000	30 June 2008 RM'000	30 June 2009 RM'000	30 June 2008 RM'000
Allowance for bad and doubtful financing:				
- general allowance (net)	6,691	-	7,703	-
- specific allowance	15,102	-	30,395	-
- specific allowance written back	(3,830)	-	(8,060)	-
Bad financing recovered	(2,528)	-	(4,933)	-
Bad financing written off	50	-	75	-
	<u>15,485</u>	<u>-</u>	<u>25,180</u>	<u>-</u>

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**A18. Income Attributable to the Depositors**

	<b>2nd Quarter Ended</b>		<b>Half Year Ended</b>	
	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>
Deposits from customers				
- Mudharabah fund	22,060	-	46,681	-
- Non-Mudharabah fund	43,488	-	85,331	-
Deposits and placements of banks and other financial institutions				
- Mudharabah fund	4,998	-	10,479	-
	<b>70,546</b>	<b>-</b>	<b>142,491</b>	<b>-</b>

**A19. Personnel expenses**

	<b>2nd Quarter Ended</b>		<b>Half Year Ended</b>	
	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>
Salaries, allowances and bonuses	2,749	-	5,503	-
Pension costs	388	-	775	-
Others	208	-	525	-
	<b>3,345</b>	<b>-</b>	<b>6,803</b>	<b>-</b>

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**A20. Other Overheads and Expenditures**

	2nd Quarter Ended		Half Year Ended	
	30 June 2009 RM'000	30 June 2008 RM'000	30 June 2009 RM'000	30 June 2008 RM'000
Establishment costs				
- Depreciation	32	-	60	-
- Rental	66	-	132	-
- Insurance	85	-	73	-
- Water and electricity	23	-	44	-
- General repairs and maintenance	9	-	54	-
- Others	9	-	24	-
	<u>224</u>	<u>-</u>	<u>387</u>	<u>-</u>
Marketing expenses				
- Advertisement and publicity	436	-	776	-
- Others	1,860	-	3,181	-
	<u>2,296</u>	<u>-</u>	<u>3,957</u>	<u>-</u>
Administration and general expenses				
- Communication expenses	(2,685)	-	(4,498)	-
- Legal and professional fees	909	-	1,813	-
- Others	204	1	455	6
	<u>(1,572)</u>	<u>1</u>	<u>(2,230)</u>	<u>6</u>
Shared service costs paid/payable to Public Bank Berhad	32,671	-	67,513	-
	<u>33,619</u>	<u>1</u>	<u>69,627</u>	<u>6</u>

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**A21. Earnings Per Share (EPS)**

The calculation of the basic earnings per share is based on the net profit attributable to the equity holder of the Bank divided by the weighted average number of ordinary shares of RM1.00 each in issue during the 2nd quarter and financial half year ended 30 June 2009.

	<b>2nd Quarter Ended</b>		<b>Half Year Ended</b>	
	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>	<b>30 June 2009 RM'000</b>	<b>30 June 2008 RM'000</b>
Net profit attributable to equity holder of the Bank (RM'000)	<b>83,761</b>	694	<b>153,075</b>	1,380
Number of ordinary shares at beginning of the year ('000)	<b>159,217</b>	127,717	<b>159,217</b>	127,717
Effect of the issuance of shares ('000)	<b>88</b>	-	<b>44</b>	-
Weighted average number of PIBB Shares ('000)	<b>159,305</b>	127,717	<b>159,261</b>	127,717
Basic earnings per share (sen)	<b>52.6</b>	0.5	<b>96.1</b>	1.1

There are no dilutive potential ordinary shares in the 2nd quarter ended 30 June 2009 and 30 June 2008.

**A22. Performance Review**

The Bank recorded a pre-tax profit of RM203.2 million for the financial half year ended 30 June 2009 as compared to RM1.9 million in the previous corresponding period. The higher pre-tax profits is attributable to the transfer of the Islamic banking business of its holding company, Public Bank Berhad to the Bank on 1 November 2008.

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**A23. Prospects for 2009**

Despite the slowing economy, the banking industry in Malaysia is expected to grow positively and remain resilient due to its strong capitalisation, healthy asset quality and improved risk management practices. Amidst excess liquidity and the liberalisation of the financial services sector, the banking industry will remain competitive, particularly in the retail sector, and the pressure on net profit margins will remain. Banks are expected to introduce innovative and competitive products and services at a faster pace, pursue competitive pricing strategies and strengthen their customer relationship management and delivery standards to gain market share. The banking industry's financing growth is expected to moderate as households and businesses turn more cautious. Factors that will continue to support financing growth include low financing costs, promotion of BNM funds to support SMEs and the Government's fiscal stimulus to boost economic activity.

The Bank will continue to focus on its core business of home mortgages, passenger vehicle hire purchase financing, SME financing and personal financing, whilst sourcing its funds from retail and wholesale deposits. The Bank will continue to tap on its extensive branch network, wide array of innovative products and packages, multiple delivery channels, strong corporate image and the PB brand, strong sales and marketing force and superior delivery standards.

In its pursuit of business expansion, the Bank will continue to remain prudent, uphold strong corporate governance and implement sound risk management policies. Despite the current challenging operating environment, the Bank is expected to record satisfactory performance in 2009.

**A24. Subsequent Events**

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

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**A25. Segment Information**

	<----- Operating Segments ----->					Total RM'000
	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Head Office RM'000	Inter- segment Elimination RM'000	
<b>2nd Quarter Ended 30 June 2009</b>						
External revenue	111,066	96,941	1,275	18,886	-	228,168
Revenue from other segments	-	25,398	-	48,801	(74,199)	-
	<u>111,066</u>	<u>122,339</u>	<u>1,275</u>	<u>67,687</u>	<u>(74,199)</u>	<u>228,168</u>
Net financing income	62,157	98,501	610	(2,793)	-	158,475
Other operating income	(50)	4,193	-	(35)	-	4,108
Net income	<u>62,107</u>	<u>102,694</u>	<u>610</u>	<u>(2,828)</u>	<u>-</u>	<u>162,583</u>
Other operating expenses	(8,396)	(22,542)	-	(6,026)	-	(36,964)
Allowance for losses on financing and advances excluding general allowance	(4,513)	(4,281)	-	-	-	(8,794)
Profit by segments	<u>49,198</u>	<u>75,871</u>	<u>610</u>	<u>(8,854)</u>	<u>-</u>	<u>116,825</u>
Reconciliation of segment profits to consolidated profits:						
General allowance						<u>(6,691)</u>
Profit before zakat and taxation						<u>110,134</u>

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**A25. Segment Information (continued)**

	<----- Operating Segments ----->					Total RM'000
	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Head Office RM'000	Inter- segment Elimination RM'000	
<b>2nd Quarter Ended 30 June 2008</b>						
External revenue	-	-	-	939	-	939
	-	-	-	939	-	939
Net financing income	-	-	-	939	-	939
Net income	-	-	-	939	-	939
Other operating expenses	-	-	-	(1)	-	(1)
Profit by segments / Profit before zakat and taxation	-	-	-	938	-	938

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**A25. Segment Information (continued)**

<b>Half Year Ended 30 June 2009</b>	<----- Operating Segments ----->					<b>Total RM'000</b>
	<b>Hire Purchase RM'000</b>	<b>Retail Operations RM'000</b>	<b>Corporate Banking RM'000</b>	<b>Treasury and Head Office RM'000</b>	<b>Inter- segment Elimination RM'000</b>	
External revenue	222,983	188,965	2,254	36,446	-	450,648
Revenue from other segments	-	55,704	-	109,726	(165,430)	-
	<u>222,983</u>	<u>244,669</u>	<u>2,254</u>	<u>146,172</u>	<u>(165,430)</u>	<u>450,648</u>
Net financing income	112,774	180,304	911	1,874	-	295,863
Other operating income	(86)	7,974	-	1,077	-	8,965
Net income	<u>112,688</u>	<u>188,278</u>	<u>911</u>	<u>2,951</u>	<u>-</u>	<u>304,828</u>
Other operating expenses	(18,223)	(45,518)	-	(12,689)	-	(76,430)
Allowance for losses on financing and advances excluding general allowance	(10,457)	(7,020)	-	-	-	(17,477)
Profit by segments	<u>84,008</u>	<u>135,740</u>	<u>911</u>	<u>(9,738)</u>	<u>-</u>	<u>210,921</u>
Reconciliation of segment profits to consolidated profits:						
General allowance						(7,703)
Profit before zakat and taxation						<u>203,218</u>
Cost income ratio	16.2%	24.2%	0.0%	430.0%	0.0%	25.1%
Gross financing and advances	7,926,753	4,879,377	143,852	-	-	12,949,982
Net non-performing financing and advances	35,888	68,076	-	-	-	103,964
Deposits from customers	-	10,571,059	-	9,345,351	-	19,916,410
Segment assets/ Total assets	<u>7,844,452</u>	<u>10,736,608</u>	<u>141,884</u>	<u>10,435,827</u>	<u>(7,830,843)</u>	<u>21,327,928</u>
Recociliation of segment assets to consolidated assets:						
Unallocated assets						79,125
Total assets						<u>21,407,053</u>

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**A25. Segment Information (continued)**

<b>Half Year Ended 30 June 2008</b>	<----- Operating Segments ----->					
	<b>Hire Purchase RM'000</b>	<b>Retail Operations RM'000</b>	<b>Corporate Banking RM'000</b>	<b>Treasury and Head Office RM'000</b>	<b>Inter- segment Elimination RM'000</b>	<b>Total RM'000</b>
External revenue	-	-	-	1,870	-	1,870
	-	-	-	1,870	-	1,870
Net financing income	-	-	-	1,870	-	1,870
Other operating income	-	-	-	1	-	1
Net income	-	-	-	1,871	-	1,871
Other operating expenses	-	-	-	(6)	-	(6)
Profit by segments / Profit before zakat and taxation	-	-	-	1,865	-	1,865
Cost income ratio				0.3%		0.3%
Segment assets/ Total assets	-	-	-	133,383	-	133,383

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**A26. Capital Adequacy**

(a) The capital adequacy ratios of the Bank as at the following date:

	<b>30 June 2009</b>	<b>31 December 2008</b>
<u>Before deducting proposed dividends:</u>		
Core capital ratio	<b>11.2%</b>	9.1%
Risk-weighted capital ratio	<b>12.9%</b>	<b>11.0%</b>
<u>After deducting proposed dividends:</u>		
Core capital ratio	<b>10.3%</b>	9.1%
Risk-weighted capital ratio	<b>12.0%</b>	<b>11.0%</b>
Components of Tier I and Tier II capital:		
<u>Tier I capital</u>		
Paid-up share capital	<b>167,217</b>	159,217
Share premium	<b>965,500</b>	773,500
Other reserves	<b>93,982</b>	25,819
Retained profits	<b>110,467</b>	25,555
Less: Deferred tax assets, net	<b>(75,961)</b>	(72,418)
Total Tier I capital	<b>1,261,205</b>	<b>911,673</b>
<u>Tier II capital</u>		
General allowance for bad and doubtful financing	<b>196,195</b>	188,492
Total Tier II capital	<b>196,195</b>	188,492
Capital base	<b>1,457,400</b>	<b>1,100,165</b>

The capital adequacy ratios of the Bank is computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework for Islamic Bank (CAFIB-Basel II). The Bank has adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy requirement is 8.0% (2008 - 8.0%) for the risk-weighted capital ratio.

The detailed disclosures on the capital base and risk-weighted assets, as set out in Note 26(b), (c), (d) and (e) are presented in accordance with para 4.4 of Bank Negara Malaysia's Concept Paper - Risk-Weighted Capital Adequacy Framework (Basel II) and Capital Adequacy Framework for Islamic Banks (CAFIB) - Disclosure Requirements (Pillar 3).

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**A26. Capital Adequacy (continued)**

(b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial period are as follows (continued):

<b>As At 30 June 2009</b>	<b>Gross</b>	<b>Net</b>	<b>Risk-</b>	<b>Capital</b>
<b>Exposure Class</b>	<b>Exposures</b>	<b>Exposures</b>	<b>Weighted</b>	<b>Requirements</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>Assets</b>	<b>RM'000</b>
			<b>RM'000</b>	
(i) <u>Credit Risk</u>				
On-Balance Sheet Exposures:				
Sovereigns / Central Banks	7,026,009	7,026,009	0	-
Public Sector Entities	78	78	16	1
Banks, Development Financial Institutions ("DFIs") and Multilateral Development Banks ("MDBs")	1,058,854	1,058,854	211,771	16,942
Insurance Companies, Securities Firms and Fund Managers	12	12	12	1
Corporates	598,635	596,567	589,872	47,190
Regulatory Retail	10,716,955	10,710,926	8,123,068	649,845
Residential Mortgages	1,604,116	1,602,813	837,003	66,960
Higher Risk Assets	9,435	9,421	14,131	1,130
Other Assets	54,629	54,628	52,880	4,230
Equity Exposures	403,188	403,188	403,188	32,255
Total On-Balance Sheet Exposures	<u>21,471,911</u>	<u>21,462,496</u>	<u>10,231,941</u>	<u>818,554</u>
Off-Balance Sheet Exposures:				
Credit-related Off-Balance Sheet Exposures	351,639	351,639	269,965	21,598
Total Off-Balance Sheet Exposures	<u>351,639</u>	<u>351,639</u>	<u>269,965</u>	<u>21,598</u>
Total On and Off-Balance Sheet Exposures	<u>21,823,550</u>	<u>21,814,135</u>	<u>10,501,906</u>	<u>840,152</u>
(ii) <u>Market Risk</u>				
Profit Rate Risk	55,874	-	1,136	91
Gold Position	327	-	327	26
Total	<u>56,201</u>	<u>-</u>	<u>1,463</u>	<u>117</u>
(iii) Operational Risk			771,098	61,688
Total RWA and Capital Requirements			<u>11,274,467</u>	<u>901,957</u>

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**A26. Capital Adequacy (continued)**

- (b) The breakdown of risk-weighted assets ("RWA") by exposures in each major risk category for the current financial period are as follows (continued):

As At 31 December 2008 Exposure Class	Gross Exposures RM'000	Net Exposures RM'000	Risk- Weighted Assets RM'000	Capital Requirements RM'000
(i) <u>Credit Risk</u>				
On-Balance Sheet Exposures:				
Sovereigns / Central Banks	3,650,858	3,650,858	-	-
Public Sector Entities	87	87	17	1
Banks, DFIs and MDBs	14,710	14,710	2,942	235
Insurance Companies, Securities Firms and Fund Managers	29	29	29	2
Corporates	374,916	373,248	374,032	29,923
Regulatory Retail	10,488,855	10,479,850	7,928,037	634,243
Residential Mortgages	1,193,037	1,191,986	638,493	51,079
Higher Risk Assets	8,977	8,964	13,446	1,076
Other Assets	52,562	52,562	52,265	4,181
Equity Exposures	400,454	400,454	400,454	32,037
Total On-Balance Sheet Exposures	16,184,485	16,172,748	9,409,715	752,777
Off-Balance Sheet Exposures:				
Credit-related Off-Balance Sheet Exposures	650,817	650,817	403,136	32,251
Total Off-Balance Sheet Exposures	650,817	650,817	403,136	32,251
Total On and Off-Balance Sheet Exposures	16,835,302	16,823,565	9,812,851	785,028
(ii) <u>Market Risk</u>				
	Long Position	Short Position		
Profit Rate Risk	382,296	-	21,504	1,720
Gold Position	297	-	297	24
Total	382,593	-	21,801	1,744
(iii) Operational Risk			191,760	15,341
Total RWA and Capital Requirements			10,026,412	802,113

The Bank do not have any issuances of Profit-Sharing Investment Account ("PSIA") used as a risk absorbent.

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**A26. CAPITAL ADEQUACY** (continued)

(c) The breakdown of credit risk exposures by risk weights for the current financial period are as follows (continued):

<----- Exposures after Netting and Credit Risk Mitigation ----->												
As At 30 June 2009											Total Exposures	Total
Risk Weights	Sovereigns/ Central Banks RM'000	Public Sector Entities RM'000	Banks, DFIs and MDBs RM'000	Insurance Companies, Securities Firms and Fund Managers RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Higher Risk Assets RM'000	Other Assets RM'000	Equity Exposures RM'000	Total Exposures after Netting and Credit Risk Mitigation RM'000	Total RWA RM'000
0%	7,026,009	-	-	-	-	-	-	-	327	-	7,026,336	-
20%	-	78	1,058,854	-	-	-	-	-	1,778	-	1,060,710	212,142
35%	-	-	-	-	-	665,893	-	-	-	-	665,893	233,062
50%	-	-	-	-	15,018	5,660	492,713	-	-	-	513,391	256,696
75%	-	-	-	-	-	10,740,430	557,319	-	-	-	11,297,749	8,473,312
100%	-	-	-	12	601,111	13,944	26,001	-	52,524	403,188	1,096,780	1,096,780
150%	-	-	-	-	1,631	117,070	24,599	9,976	-	-	153,276	229,914
Total Exposures	<b>7,026,009</b>	<b>78</b>	<b>1,058,854</b>	<b>12</b>	<b>617,760</b>	<b>10,877,104</b>	<b>1,766,525</b>	<b>9,976</b>	<b>54,629</b>	<b>403,188</b>	<b>21,814,135</b>	<b>10,501,906</b>
RWA by Exposures	-	<b>16</b>	<b>211,771</b>	<b>12</b>	<b>611,067</b>	<b>8,247,701</b>	<b>960,308</b>	<b>14,964</b>	<b>52,879</b>	<b>403,188</b>	<b>10,501,906</b>	
Average Risk Weight	<b>0.0%</b>	<b>21.0%</b>	<b>20.0%</b>	<b>100.0%</b>	<b>98.9%</b>	<b>75.8%</b>	<b>54.4%</b>	<b>150.0%</b>	<b>96.8%</b>	<b>100.0%</b>	<b>48.1%</b>	
Deduction from Capital Base			-							-	-	

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**A26. CAPITAL ADEQUACY** (continued)

(c) The breakdown of credit risk exposures by risk weights for the current financial period are as follows (continued):

<----- Exposures after Netting and Credit Risk Mitigation ----->												
As At 31 December 2008											Total Exposures	Total
Risk Weights	Sovereigns/ Central Banks RM'000	Public Sector Entities RM'000	Banks, DFIs and MDBs RM'000	Insurance Companies, Securities Firms and Fund Managers RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Higher Risk Assets RM'000	Other Assets RM'000	Equity Exposures RM'000	Total Exposures after Netting and Credit Risk Mitigation RM'000	Total RWA RM'000
0%	3,650,858	-	-	-	-	-	-	-	297	-	3,651,155	-
20%	-	87	14,710	-	-	-	-	-	-	-	14,797	2,959
35%	-	-	-	-	-	-	652,338	-	-	-	652,338	228,318
50%	-	-	-	-	7	5,488	449,804	-	-	-	455,299	227,650
75%	-	-	-	-	-	10,546,895	490,622	-	-	-	11,037,517	8,278,138
100%	-	-	-	29	398,217	12,200	22,641	-	52,265	400,454	885,806	885,806
150%	-	-	-	-	1,576	88,791	25,577	10,709	-	-	126,653	189,980
Total Exposures	3,650,858	87	14,710	29	399,800	10,653,374	1,640,982	10,709	52,562	400,454	16,823,565	9,812,851
RWA by Exposures	-	17	2,942	29	400,585	8,058,302	882,194	16,063	52,265	400,454	9,812,851	
Average Risk Weight	0.0%	19.5%	20.0%	100.0%	100.2%	75.6%	53.8%	150.0%	99.4%	100.0%	58.3%	
Deduction from Capital Base			-								-	-

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**A26. Capital Adequacy (continued)**

(d) The Off-Balance Sheet exposures and their related counterparty credit risk of the Bank are as follows:

<b>As At 30 June 2009</b>	<b>Principal Amount RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk- Weighted Assets RM'000</b>
<u>Credit-related Exposures</u>			
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:			
- exceeding one year	896,270	351,639	269,965
- not exceeding one year	144,721	-	-
	<b>1,040,991</b>	<b>351,639</b>	<b>269,965</b>

The risk-weighted assets and capital requirements for the various categories of risk under Market Risk are as follows:

<b>As At 30 June 2009</b>	<b>Risk-weighted Assets Equivalent RM'000</b>	<b>Capital Required RM'000</b>
Profit rate risk		
- General profit rate risk	1,136	91
- Specific profit rate risk	-	-
	<b>1,136</b>	<b>91</b>
Gold Position		
	327	26
	<b>1,463</b>	<b>117</b>

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**A26. Capital Adequacy (continued)**

(d) The Off-Balance Sheet exposures and their related counterparty credit risk of the Bank are as follows:

<b>As At 31 December 2008</b>	<b>Principal Amount RM'000</b>	<b>Credit Equivalent Amount RM'000</b>	<b>Risk- Weighted Assets RM'000</b>
<u>Credit-related Exposures</u>			
Assets sold with recourse	341,988	341,988	163,769
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:			
- exceeding one year	569,495	284,748	219,674
- not exceeding one year	120,405	24,081	19,693
	<b>1,031,888</b>	<b>650,817</b>	<b>403,136</b>

The risk-weighted assets and capital requirements for the various categories of risk under Market Risk are as follows:

<b>As At 31 December 2008</b>	<b>Risk- Weighted Assets Equivalent RM'000</b>	<b>Capital Required RM'000</b>
Profit rate risk		
- General profit rate risk	9,557	765
- Specific profit rate risk	11,947	955
	<b>21,504</b>	<b>1,720</b>
Gold Position		
	297	24
	<b>21,801</b>	<b>1,744</b>

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**A27. Credit Exposures Arising From Credit Transactions With Connected Parties**

	<b>30 June 2009</b>	<b>31 December 2008</b>
Outstanding credit exposures with connected parties (RM'000)	<u><b>14,990</b></u>	<u>16,472</u>
Percentage of outstanding credit exposures to connected parties:		
- as a proportion of total credit exposures	<u><b>0.11%</b></u>	<u>0.13%</u>
- which is non-performing or in default	<u><b>0.05%</b></u>	<u>-</u>

The credit exposures above are derived based on Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties, which are effective on 1 January 2008.

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**A28. Profit Rate Risk**

	Non trading book										Effective profit rate %	
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	> 1 - 2 years RM'000	> 2 - 3 years RM'000	> 3 - 4 years RM'000	> 4 - 5 years RM'000	over 5 years RM'000	Non-profit sensitive RM'000	Trading book RM'000		Total RM'000
<b>As at 30 June 2009</b>												
<b>ASSETS</b>												
Cash and short-term funds	6,717,447	-	-	-	-	-	-	-	933,793	-	7,651,240	1.95
Securities held-for-trading	-	-	-	-	-	-	-	-	-	55,874	55,874	1.98
Securities available-for-sale	-	-	310,887	-	-	-	-	-	403,188	-	714,075	2.17
Financing and advances												
- performing	1,594,056	345,808	1,531,208	1,802,199	1,553,854	1,314,903	1,071,262	3,611,976	-	-	12,825,266	6.42
- non-performing *	-	-	-	-	-	-	-	-	(92,231)	-	(92,231)	-
Other non-profit sensitive balances	-	-	-	-	-	-	-	-	252,829	-	252,829	-
<b>TOTAL ASSETS</b>	<b>8,311,503</b>	<b>345,808</b>	<b>1,842,095</b>	<b>1,802,199</b>	<b>1,553,854</b>	<b>1,314,903</b>	<b>1,071,262</b>	<b>3,611,976</b>	<b>1,497,579</b>	<b>55,874</b>	<b>21,407,053</b>	
<b>LIABILITIES AND EQUITY</b>												
Deposits from customers	9,015,364	3,282,471	3,416,480	1,860,589	505,104	100,180	1,165	-	1,735,057	-	19,916,410	2.05
Deposits and placements of banks and other financial institutions	50,000	-	-	-	-	-	-	-	-	-	50,000	2.10
Other non-profit sensitive balances	-	-	-	-	-	-	-	-	101,987	-	101,987	-
<b>Total Liabilities</b>	<b>9,065,364</b>	<b>3,282,471</b>	<b>3,416,480</b>	<b>1,860,589</b>	<b>505,104</b>	<b>100,180</b>	<b>1,165</b>	<b>-</b>	<b>1,837,044</b>	<b>-</b>	<b>20,068,397</b>	
Equity attributable to equity holder of the Bank	-	-	-	-	-	-	-	-	1,338,656	-	1,338,656	
<b>Total Liabilities and Equity</b>	<b>9,065,364</b>	<b>3,282,471</b>	<b>3,416,480</b>	<b>1,860,589</b>	<b>505,104</b>	<b>100,180</b>	<b>1,165</b>	<b>-</b>	<b>3,175,700</b>	<b>-</b>	<b>21,407,053</b>	
On-balance sheet profit sensitivity gap	(753,861)	(2,936,663)	(1,574,385)	(58,390)	1,048,750	1,214,723	1,070,097	3,611,976	(1,678,121)	55,874	-	
Off-balance sheet profit sensitivity gap	-	-	-	-	-	-	-	-	-	-	-	
<b>Total profit sensitivity gap</b>	<b>(753,861)</b>	<b>(2,936,663)</b>	<b>(1,574,385)</b>	<b>(58,390)</b>	<b>1,048,750</b>	<b>1,214,723</b>	<b>1,070,097</b>	<b>3,611,976</b>	<b>(1,678,121)</b>	<b>55,874</b>	<b>-</b>	

\* This is arrived at after deducting the general allowance and specific allowance from the outstanding gross non-performing financing and advances.

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**A28. Profit Rate Risk (continued)**

	Non trading book										Effective profit rate %	
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	> 1 - 2 years RM'000	> 2 - 3 years RM'000	> 3 - 4 years RM'000	> 4 - 5 years RM'000	over 5 years RM'000	Non-profit sensitive RM'000	Trading book RM'000		Total RM'000
<b>As at 31 December 2008</b>												
<b>ASSETS</b>												
Cash and short-term funds	3,308,820	-	-	-	-	-	-	-	14,760	-	3,323,580	3.21
Securities held-for-trading	-	-	-	-	-	-	-	-	-	382,296	382,296	3.47
Securities available-for-sale	-	-	-	-	-	-	-	-	400,454	-	400,454	-
Financing and advances												
- performing	986,503	357,101	1,585,981	1,839,616	1,579,331	1,364,283	1,097,610	3,489,627	-	-	12,300,052	5.77
- non-performing *	-	-	-	-	-	-	-	-	(72,634)	-	(72,634)	-
- Islamic house financing sold to Cagamas	(200,008)	(150,001)	-	-	-	-	-	-	-	-	(350,009)	3.74
Other non-profit sensitive balances	-	-	-	-	-	-	-	-	466,854	-	466,854	-
<b>TOTAL ASSETS</b>	<b>4,095,315</b>	<b>207,100</b>	<b>1,585,981</b>	<b>1,839,616</b>	<b>1,579,331</b>	<b>1,364,283</b>	<b>1,097,610</b>	<b>3,489,627</b>	<b>809,434</b>	<b>382,296</b>	<b>16,450,593</b>	
<b>LIABILITIES AND EQUITY</b>												
Deposits from customers	7,963,440	860,940	975,313	2,030,536	220,956	592	582	-	1,734,215	-	13,786,574	2.68
Deposits and placements of banks and other financial institutions	-	-	-	-	-	-	-	-	700,576	-	700,576	-
Other non-profit sensitive balances	-	-	-	-	-	-	-	-	979,011	-	979,011	-
<b>Total Liabilities</b>	<b>7,963,440</b>	<b>860,940</b>	<b>975,313</b>	<b>2,030,536</b>	<b>220,956</b>	<b>592</b>	<b>582</b>	<b>-</b>	<b>3,413,802</b>	<b>-</b>	<b>15,466,161</b>	
Equity attributable to equity holder of the Bank	-	-	-	-	-	-	-	-	984,432	-	984,432	
<b>Total Liabilities and Equity</b>	<b>7,963,440</b>	<b>860,940</b>	<b>975,313</b>	<b>2,030,536</b>	<b>220,956</b>	<b>592</b>	<b>582</b>	<b>-</b>	<b>4,398,234</b>	<b>-</b>	<b>16,450,593</b>	
On-balance sheet profit sensitivity gap	(3,868,125)	(653,840)	610,668	(190,920)	1,358,375	1,363,691	1,097,028	3,489,627	(3,588,800)	382,296	-	
Off-balance sheet profit sensitivity gap	-	-	-	-	-	-	-	-	-	-	-	
<b>Total profit sensitivity gap</b>	<b>(3,868,125)</b>	<b>(653,840)</b>	<b>610,668</b>	<b>(190,920)</b>	<b>1,358,375</b>	<b>1,363,691</b>	<b>1,097,028</b>	<b>3,489,627</b>	<b>(3,588,800)</b>	<b>382,296</b>	<b>-</b>	

\* This is arrived at after deducting the general allowance and specific allowance from the outstanding gross non-performing financing and advances.