

PUBLIC ISLAMIC BANK BERHAD
Company Registration No.: 197301001433 (14328-V)
(Incorporated in Malaysia)
CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	31 December 2024 RM'000	31 December 2023 RM'000
ASSETS			
Cash and balances with banks		559,131	247,627
Financial assets at fair value through profit or loss	A8	993,555	1,893,292
Derivative financial assets		19,924	24,596
Financial investments at fair value through other comprehensive income	A9	13,484,611	12,949,519
Financial investments at amortised cost	A10	5,363,834	5,374,376
Financing and advances	A11	79,620,797	72,760,746
Other assets	A12	264,500	231,231
Statutory deposits with Bank Negara Malaysia		1,860,700	1,710,590
Deferred tax assets		86,443	112,223
Collective investment		630,315	609,709
Investment in an associated company		67,500	67,500
Right-of-use assets		20,268	21,708
Property and equipment		4,013	3,186
TOTAL ASSETS		102,975,591	96,006,303
LIABILITIES			
Deposits from customers	A13	87,797,771	82,325,264
Deposits from banks and other financial institutions	A14	3,032,719	2,287,243
Bills and acceptances payable		883	2,386
Recourse obligations on financing sold to Cagamas		1,000,000	1,100,000
Derivative financial liabilities		12,026	24,817
Senior Sukuk Murabahah		1,000,000	1,000,000
Subordinated Sukuk Murabahah		1,000,000	1,000,000
Lease liabilities		21,199	22,295
Other liabilities	A15	854,679	831,024
Provision for zakat and taxation		23,152	-
TOTAL LIABILITIES		94,742,429	88,593,029

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

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CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	31 December 2024 RM'000	31 December 2023 RM'000
EQUITY			
Share capital		3,032,717	3,032,717
Regulatory reserve		207,446	-
Other reserves		(5,913)	(59,638)
Retained profits		4,998,912	4,440,195
TOTAL EQUITY		8,233,162	7,413,274
TOTAL LIABILITIES AND EQUITY			
		102,975,591	96,006,303
COMMITMENTS AND CONTINGENCIES			
	A29	13,444,846	13,649,791
CAPITAL ADEQUACY			
	A28		
<u>Before deducting dividend</u> *			
Common Equity Tier I Capital Ratio		13.419%	13.232%
Tier I Capital Ratio		13.419%	13.232%
Total Capital Ratio		16.312%	16.245%
<u>After deducting dividend</u> *			
Common Equity Tier I Capital Ratio		13.419%	13.232%
Tier I Capital Ratio		13.419%	13.232%
Total Capital Ratio		16.312%	16.245%
Net assets per share attributable to ordinary equity holder of the Bank (RM)			
		33.85	30.48

* No dividends have been declared subsequent to the financial year end.

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

PUBLIC ISLAMIC BANK BERHAD
Company Registration No.: 197301001433 (14328-V)
(Incorporated in Malaysia)
CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF PROFIT OR LOSS
FOR THE 4TH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2024

	Note	4th Quarter Ended		Financial Year Ended	
		31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Income derived from investment of depositors' funds and others	A16	1,001,074	913,077	3,903,218	3,571,303
Income derived from investment of shareholder's funds	A17	90,930	79,801	346,844	309,537
Writeback of allowance / (Allowance) for impairment on financing and advances	A18	109,460	(8,411)	116,761	(17,972)
Allowance for impairment on other assets	A19	(890)	(934)	(3,281)	(1,342)
Total distributable income		1,200,574	983,533	4,363,542	3,861,526
Income attributable to depositors and others	A20	(685,224)	(665,618)	(2,670,950)	(2,481,647)
Total net income		515,350	317,915	1,692,592	1,379,879
Personnel expenses	A21	(12,073)	(9,601)	(45,371)	(36,012)
Other overheads and expenditures	A22	(162,535)	(153,927)	(639,147)	(592,805)
Profit before zakat and taxation		340,742	154,387	1,008,074	751,062
Zakat		(2,800)	-	(5,021)	(2,359)
Taxation		(80,270)	(42,694)	(236,890)	(182,824)
Profit for the period / year		257,672	111,693	766,163	565,879
Earnings per share - basic / diluted (sen)	A23	105.9	45.9	315.0	232.7

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

PUBLIC ISLAMIC BANK BERHAD
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CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 4TH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2024

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Profit for the period / year	257,672	111,693	766,163	565,879
Other comprehensive income / (loss):				
<u>Items that will not be reclassified subsequently to profit or loss:</u>				
Defined benefit reserves:				
- Gain / (Loss) on remeasurements of defined benefit plan	305	(2,644)	305	(2,644)
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Revaluation reserves:				
- Net change in revaluation of financial investments at fair value through other comprehensive income	(20,406)	59,838	62,214	158,779
Hedging reserves:				
- Net change in cash flow hedges	8,501	(21,518)	8,171	(19,326)
	(11,905)	38,320	70,385	139,453
Income tax relating to components of other comprehensive income / (loss):				
- Defined benefit reserves	(73)	634	(73)	634
- Revaluation reserves	4,898	(14,361)	(14,931)	(38,107)
- Hedging reserves	(2,040)	5,164	(1,961)	4,638
	2,785	(8,563)	(16,965)	(32,835)
Other comprehensive (loss) / income for the period / year, net of tax	(8,815)	27,113	53,725	103,974
Total comprehensive income for the period / year	248,857	138,806	819,888	669,853

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

PUBLIC ISLAMIC BANK BERHAD
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CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	<----- Non-distributable ----->				Distributable		Total Equity RM'000
	Share Capital RM'000	Revaluation Reserves RM'000	Hedging Reserves RM'000	Defined Benefit Reserves RM'000	Regulatory Reserve RM'000	Retained Profits RM'000	
At 1 January 2024	3,032,717	(64,335)	(121)	4,818	-	4,440,195	7,413,274
Profit for the year	-	-	-	-	-	766,163	766,163
Other comprehensive income for the year	-	47,283	6,210	232	-	-	53,725
Total comprehensive income for the year	-	47,283	6,210	232	-	766,163	819,888
Transactions with owner / other equity movements:							
Transfer to regulatory reserve	-	-	-	-	207,446	(207,446)	-
	-	-	-	-	207,446	(207,446)	-
At 31 December 2024	3,032,717	(17,052)	6,089	5,050	207,446	4,998,912	8,233,162

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

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CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	<----- Non-distributable ----->					Distributable	Total
	<u>Reserves</u>					<u>Reserve</u>	
	Share Capital RM'000	Revaluation Reserves RM'000	Hedging Reserves RM'000	Defined Benefit Reserves RM'000	Regulatory Reserve RM'000	Retained Profits RM'000	Equity RM'000
At 1 January 2023	3,032,717	(185,007)	14,567	6,828	-	3,874,316	6,743,421
Profit for the year	-	-	-	-	-	565,879	565,879
Other comprehensive income / (loss) for the year	-	120,672	(14,688)	(2,010)	-	-	103,974
Total comprehensive income / (loss) for the year	-	120,672	(14,688)	(2,010)	-	565,879	669,853
At 31 December 2023	3,032,717	(64,335)	(121)	4,818	-	4,440,195	7,413,274

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

PUBLIC ISLAMIC BANK BERHAD
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CONDENSED INTERIM FINANCIAL STATEMENTS
AUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	31 December 2024 RM'000	31 December 2023 RM'000
Profit before zakat and taxation	1,008,074	751,062
Adjustments for non-cash items	(115,477)	18,121
Operating profit before working capital changes	892,597	769,183
Changes in working capital:		
Net changes in operating assets	(6,051,012)	(9,041,066)
Net changes in operating liabilities	6,139,808	6,176,624
Cash generated from / (used in) operations	981,393	(2,095,259)
Zakat and tax paid	(209,531)	(282,200)
Tax refunded	-	7,205
Net cash generated from / (used in) operating activities	771,862	(2,370,254)
Net cash used in investing activities	(459,087)	(446,111)
Net cash used in financing activities	(1,271)	(1,337)
Net change in cash and cash equivalents	311,504	(2,817,702)
Cash and cash equivalents at beginning of the year	247,627	3,065,329
Cash and cash equivalents at end of the year	559,131	247,627
Note:		
Cash and balances with banks	559,131	247,627
Less: Balances with banks with original maturity more than three months	-	-
Cash and cash equivalents at end of the year	559,131	247,627

The Condensed Interim Financial Statements should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2023.

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**Part A - Explanatory Notes Pursuant to MFRS 134 Interim Financial Reporting and Policy Document on
Financial Reporting for Islamic Banking Institutions Issued by Bank Negara Malaysia**

A1. Basis of Preparation

The audited condensed interim financial statements for the 4th quarter and financial year ended 31 December 2024 have been prepared under the historical cost convention except for the following assets and liabilities which are stated at fair values: financial assets at fair value through profit or loss ("FVTPL"), financial investments at fair value through other comprehensive income ("FVOCI") and derivative financial instruments.

The audited condensed interim financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"). The audited condensed interim financial statements should be read in conjunction with the annual audited financial statements of the Bank for the financial year ended 31 December 2023. The explanatory notes attached to the audited condensed 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 financial year ended 31 December 2023.

The material accounting policies and methods of computation applied in the audited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2023, except for the early adoption of the following during the current financial year:

Effective for annual periods commencing on or after 1 January 2025

- Lack of Exchangeability (Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates)

Effective for annual periods commencing on or after 1 January 2027

- MFRS 19 Subsidiaries without Public Accountability: Disclosures

The adoption of the above Amendments to MFRS Accounting Standard and MFRS Accounting Standard did not have any impact on the financial statements of the Bank. The applicable accounting standards for the Bank are disclosed below:

Lack of Exchangeability (Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates) -

The amendments provide guidance on the spot exchange rate to use when a currency is not exchangeable into another currency and the disclosures entities need to provide to enable users of financial statements to understand the impact of a currency not being exchangeable.

The following Amendments to MFRS Accounting Standards and MFRS Accounting Standard have been issued by MASB but are not yet effective to the Bank:

Effective for annual periods commencing on or after 1 January 2026

- Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures)
- Amendments to MFRS Accounting Standards contained in the document entitled "Annual Improvements to MFRS Accounting Standards - Volume 11"
- Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures)

Effective for annual periods commencing on or after 1 January 2027

- MFRS 18 Presentation and Disclosure in Financial Statements

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A1. Basis of Preparation (continued)

The following Amendments to MFRS Accounting Standards and MFRS Accounting Standard have been issued by MASB but are not yet effective to the Bank (continued):

Effective date of these Amendments to Standards has been deferred, pending further announcement

- 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 adoption of the above Amendments to MFRS Accounting Standards and MFRS Accounting Standard is not expected to have any financial impact on the financial statements of the Bank. The applicable accounting standards for the Bank are disclosed below:

Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures) - The amendments provided clarification on the classification of financial assets with environmental, social and corporate governance ("ESG") linked features via additional guidance on the assessment of contingent features. The amendments also clarify the date on which a financial asset or financial liability is derecognised. In addition, the amendments permit a company to derecognise a financial liability before it delivers cash on the settlement date if specified criteria are met.

New disclosure requirements are also introduced for financial instruments with contingent features and equity instruments classified at fair value through other comprehensive income.

Amendments to MFRS Accounting Standards contained in the document entitled "Annual Improvements to MFRS Accounting Standards - Volume 11" - The annual improvements include clarifications, simplifications, corrections and changes aimed at improving the consistency of the following MFRS accounting standards:

- Hedge accounting by a first-time adopter (Amendments to MFRS 1)
- Gain or loss on derecognition (Amendments to MFRS 7)
- Lessee derecognition of lease liabilities and transaction price (Amendments to MFRS 9)
- Determination of a 'de facto agent' (Amendments to MFRS 10)
- Cost method (Amendments to MFRS 107)

Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures) - The amendments help entities better reflect the nature-dependent electricity contracts in their financial statements. The amendments include, but are not limited to, the following:

- clarify the application of the 'own-use' exception as per paragraph 2.4 of MFRS 9;
- permitting an entity to apply hedge accounting in MFRS 9 when these contracts are used as hedging instruments; and
- introducing new disclosure requirements in MFRS 7 to help users of financial statements understand the effects these contracts have on the amount, timing and uncertainty of an entity's future cash flows and financial performance.

MFRS 18 Presentation and Disclosure in Financial Statements - The new standard introduces new requirements on presentation within the statement of profit or loss. It also requires disclosure of management-defined performance measures and includes enhanced principles on aggregation and disaggregation of financial information which apply to the primary financial statements and the notes.

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 amendments clarify that a full gain or loss is recognised when a transaction involves a business (whether it is housed in a subsidiary or not), as defined in MFRS 3 Business Combinations. A partial gain or loss is recognised when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary.

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A2. Auditors' Report on Preceding Annual Audited Financial Statements

The auditors' report on the annual audited financial statements for the financial year ended 31 December 2023 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 current financial year.

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 current financial year.

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 current financial year.

A6. Debt and Equity Securities

Saved as disclosed below, there were no issuances of shares, share buy-backs and repayment of debt and equity securities by the Bank in the current financial year.

- i) On 23 October 2024, the Bank issued the fifth (5th) tranche of RM500 million in aggregate nominal amount of Subordinated Sukuk Murabahah due in 2034 callable in 2029. The Subordinated Sukuk Murabahah bear profit at the rate of 3.90% per annum payable semi-annually.
- ii) On 30 October 2024, the Bank had early redeemed the third (3rd) tranche of Subordinated Sukuk Murabahah of RM500 million in nominal value together with accrued profit.

A7. Dividends Paid, Distributed and Declared

No dividend has been paid nor declared during the financial year ended 31 December 2024.

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A8. Financial Assets at Fair Value through Profit or Loss ("FVTPL")

	31 December 2024	31 December 2023
	RM'000	RM'000
At fair value		
Money market instruments:		
Negotiable Islamic Debt Certificates	993,555	1,893,292
Total financial assets at FVTPL	993,555	1,893,292

A9. Financial Investments at Fair Value through Other Comprehensive Income ("FVOCI")

	31 December 2024	31 December 2023
	RM'000	RM'000
At fair value		
Government securities and treasury bills:		
Malaysian Government Investment Issues	13,484,611	12,949,519
Total financial investments at FVOCI	13,484,611	12,949,519

The following expected credit losses ("ECL") for debt instruments are recognised in other comprehensive income. Such ECL do not reduce the carrying amount in the statement of financial position as the carrying amount of debt instruments at FVOCI is equivalent to their fair value:

	Lifetime ECL			Total RM'000
	12-Month ECL (Stage 1) RM'000	Not Credit- Impaired (Stage 2) RM'000	Credit- Impaired (Stage 3) RM'000	
At 1 January 2024	2,217	-	-	2,217
New financial investments purchased	944	-	-	944
Net allowance written back	(204)	-	-	(204)
Amount derecognised	(659)	-	-	(659)
At 31 December 2024	2,298	-	-	2,298
At 1 January 2023	2,096	-	-	2,096
New financial investments purchased	689	-	-	689
Net allowance written back	(7)	-	-	(7)
Amount derecognised	(561)	-	-	(561)
At 31 December 2023	2,217	-	-	2,217

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A10. Financial Investments at Amortised Cost

	31 December 2024 RM'000	31 December 2023 RM'000
At amortised cost		
Government securities and treasury bills:		
Malaysian Government Investment Issues	4,169,385	4,271,900
Non-money market instruments:		
Debt securities		
- Cagamas sukuk	1,195,361	1,103,390
Allowance for impairment	(912)	(914)
Total financial investments at amortised cost	5,363,834	5,374,376

Movements in allowances for impairment on debt instruments which reflect the ECL model on impairment are as follows:

	Lifetime ECL			
	12-Month ECL (Stage 1) RM'000	Not Credit- Impaired (Stage 2) RM'000	Credit- Impaired (Stage 3) RM'000	
At 1 January 2024	914	-	-	914
New financial investments purchased	388	-	-	388
Net allowance written back	(82)	-	-	(82)
Amount derecognised	(308)	-	-	(308)
At 31 December 2024	912	-	-	912
At 1 January 2023	958	-	-	958
New financial investments purchased	230	-	-	230
Net allowance made	2	-	-	2
Amount derecognised	(276)	-	-	(276)
At 31 December 2023	914	-	-	914

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A11. Financing and Advances

a. By type and Shariah contract

31 December 2024	Bai' Bithaman Ajil RM'000	Ijarah ^ Thumma Al-Bai' RM'000	Bai' Inah RM'000	Musharakah Mutanaqisah RM'000	Murabahah RM'000	Others RM'000	Total Financing and Advances RM'000
At amortised cost							
Cash line	1,183,267	-	498,757	-	-	-	1,682,024
Term financing							
- House financing	4,358,707	-	-	33,454,253	-	-	37,812,960
- Syndicated financing	-	-	-	-	1,000,850	357,150	1,358,000
- Hire purchase receivables	-	14,557,793	-	-	-	-	14,557,793
- Other term financing	1,003,304	-	3,372,867	15,255,687	3,064,347	969,624	23,665,829
Credit card receivables	-	-	-	-	-	156,095	156,095
Bills receivables	-	-	-	-	1,369	-	1,369
Trust receipts	-	-	-	-	443	-	443
Claims on customers under acceptance credits	-	-	-	-	264,754	-	264,754
Revolving credits	171,990	-	476,097	-	38,042	-	686,129
Staff financing	-	18,888	-	131,694	-	-	150,582
Gross financing and advances	6,717,268	14,576,681	4,347,721	48,841,634	4,369,805	1,482,869	80,335,978
Less : Allowance for impairment on financing and advances							
- Expected credit losses							(715,181)
- Stage 1: 12-Month ECL							(161,826)
- Stage 2: Lifetime ECL not credit-impaired							(476,463)
- Stage 3: Lifetime ECL credit-impaired							(76,892)
Net financing and advances							<u>79,620,797</u>

^ The Bank is the owner of the asset throughout the tenure of the Ijarah financing. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

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A11. Financing and Advances (continued)

a. By type and Shariah contract (continued)

31 December 2023	Bai' Bithaman Ajil RM'000	Ijarah ^ Thumma Al-Bai' RM'000	Bai' Inah RM'000	Musharakah Mutanaqisah RM'000	Murabahah RM'000	Others RM'000	Total Financing and Advances RM'000
At amortised cost							
Cash line	1,376,638	-	245,083	-	-	-	1,621,721
Term financing							
- House financing	4,786,610	-	-	30,194,425	-	-	34,981,035
- Syndicated financing	-	-	-	-	1,000,857	359,663	1,360,520
- Hire purchase receivables	-	11,796,649	-	-	-	-	11,796,649
- Other term financing	1,157,910	-	2,937,700	14,840,037	2,869,350	1,025,448	22,830,445
Credit card receivables	-	-	-	-	-	113,250	113,250
Bills receivables	-	-	-	-	826	-	826
Trust receipts	-	-	-	-	902	-	902
Claims on customers under acceptance credits	-	-	-	-	222,629	-	222,629
Revolving credits	171,771	-	388,440	-	24,183	-	584,394
Staff financing	-	16,735	-	117,832	-	-	134,567
Gross financing and advances	7,492,929	11,813,384	3,571,223	45,152,294	4,118,747	1,498,361	73,646,938
Less : Allowance for impairment on financing and advances							
- Expected credit losses							(886,192)
- Stage 1: 12-Month ECL							(178,079)
- Stage 2: Lifetime ECL not credit-impaired							(635,085)
- Stage 3: Lifetime ECL credit-impaired							(73,028)
Net financing and advances							<u>72,760,746</u>

All the financing and advances are located in Malaysia.

^ The Bank is the owner of the asset throughout the tenure of the Ijarah financing. The ownership of the asset will be transferred to the customer via sale at the end of the Ijarah financing.

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A11. Financing and Advances (continued)

b. Gross financing and advances analysed by class of financial instruments

	31 December 2024 RM'000	31 December 2023 RM'000
Retail financing *		
- House financing	37,812,960	34,981,035
- Hire purchase	14,557,793	11,796,649
- Credit cards	156,095	113,250
- Other financing ^	19,394,864	19,145,069
	71,921,712	66,036,003
Corporate financing	8,414,266	7,610,935
	80,335,978	73,646,938

* Included in retail financing are financing granted to individual customers and mid-market commercial enterprises.

^ Included in other financing are term financing, trade financing, cash line and revolving credits.

c. Gross financing and advances analysed by type of customer

	31 December 2024 RM'000	31 December 2023 RM'000
Domestic non-bank financial institutions		
- Others	2,791,780	2,447,251
Domestic business enterprises		
- Small and medium enterprises	10,371,264	10,078,377
- Others	4,216,714	3,915,422
Government and statutory bodies	2,017,754	2,017,833
Individuals	60,324,552	54,771,359
Other domestic entities	3,030	3,428
Foreign entities	610,884	413,268
	80,335,978	73,646,938

d. Gross financing and advances analysed by rate of return sensitivity

	31 December 2024 RM'000	31 December 2023 RM'000
Fixed rate		
- House financing	133,439	157,167
- Hire purchase receivables	14,557,571	11,796,386
- Other fixed rate financing	4,702,018	4,753,742
Variable rate		
- Base rate / base financing rate plus	55,153,609	52,003,599
- Cost plus	5,789,341	4,936,044
	80,335,978	73,646,938

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A11. Financing and Advances (continued)

e. Gross financing and advances analysed by residual contractual maturity

	31 December 2024 RM'000	31 December 2023 RM'000
Maturity within one year	4,488,082	2,877,371
More than one year to three years	2,864,961	4,517,826
More than three years to five years	3,789,444	3,022,237
More than five years	69,193,491	63,229,504
	80,335,978	73,646,938

f. Gross financing and advances analysed by economic purpose

	31 December 2024 RM'000	31 December 2023 RM'000
Purchase of transport vehicles	14,576,682	11,813,386
Purchase of properties	52,538,827	49,307,334
(of which: - residential	38,583,333	35,742,147
- non-residential)	13,955,494	13,565,187
Purchase of fixed assets (excluding properties)	11,760	4,056
Personal use	2,595,508	2,852,338
Credit card	156,095	113,250
Purchase of consumer durables	467	472
Construction	877,210	1,120,168
Working capital	9,088,161	7,821,885
Other purpose	491,268	614,049
	80,335,978	73,646,938

g. Gross financing and advances analysed by sector

	31 December 2024 RM'000	31 December 2023 RM'000
Agriculture, hunting, forestry and fishing	429,350	451,805
Mining and quarrying	44,480	41,218
Manufacturing	1,810,751	1,789,668
Electricity, gas and water	3,988	3,026
Construction	2,326,921	2,779,735
Wholesale & retail trade and restaurants & hotels	4,318,606	3,558,179
Transport, storage and communication	1,585,458	1,393,965
Finance, insurance and business services	3,210,874	2,858,265
Real estate	3,312,680	3,276,295
Community, social and personal services	2,357,434	2,323,209
Households	60,935,436	55,171,573
	80,335,978	73,646,938

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A11. Financing and Advances (continued)

h. Movements in credit-impaired financing and advances ("impaired financing") are as follows:

	31 December 2024 RM'000	31 December 2023 RM'000
At 1 January	251,402	154,367
Impaired during the year	607,776	607,682
Reclassified as non-credit impaired	(429,819)	(319,597)
Recoveries	(65,089)	(146,513)
Amount written off	(74,197)	(35,851)
Financing converted to foreclosed properties	(6,911)	(8,686)
Closing balance	<u>283,162</u>	<u>251,402</u>
Gross impaired financing as a percentage of gross financing and advances	<u>0.35%</u>	<u>0.34%</u>

i. Impaired financing and advances analysed by economic purpose

	31 December 2024 RM'000	31 December 2023 RM'000
Purchase of transport vehicles	36,270	41,027
Purchase of properties	208,970	179,178
(of which: - residential	<u>154,453</u>	<u>144,148</u>
- non-residential)	<u>54,517</u>	<u>35,030</u>
Personal use	22,175	24,249
Credit card	614	1,034
Working capital	15,120	5,892
Other purpose	13	22
	<u>283,162</u>	<u>251,402</u>

j. Impaired financing and advances analysed by sector

	31 December 2024 RM'000	31 December 2023 RM'000
Agriculture, hunting, forestry and fishing	11	25
Mining and quarrying	4,481	176
Manufacturing	1,942	231
Construction	11,037	3,802
Wholesale & retail trade and restaurants & hotels	12,352	7,361
Transport, storage and communication	1,818	487
Finance, insurance and business services	12,250	14,430
Real estate	3,690	4,755
Community, social and personal services	240	197
Households	235,341	219,938
	<u>283,162</u>	<u>251,402</u>

All the impaired financing and advances are located in Malaysia.

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A11. Financing and Advances (continued)

k. Movements in loss allowance for financing which reflect the ECL model on impairment are as follows:

	Lifetime ECL			Total RM'000
	12-Month ECL (Stage 1) RM'000	Not Credit- Impaired (Stage 2) RM'000	Credit- Impaired (Stage 3) RM'000	
At 1 January 2024	178,079	635,085	73,028	886,192
Changes due to financing and advances recognised as at 1 January 2024:	58,569	(49,469)	(9,100)	-
- Transfer to Stage 1: 12-Month ECL	61,673	(55,378)	(6,295)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(2,938)	12,748	(9,810)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(166)	(6,839)	7,005	-
New financing and advances originated	12,767	5,200	1,859	19,826
Net remeasurement due to changes in credit risk	(56,525)	(96,067)	64,533	(88,059)
Financing and advances derecognised (other than write-off)	(5,341)	(7,046)	(4,967)	(17,354)
Modifications to contractual cash flows of financing and advances	(733)	2,881	25,536	27,684
Changes in models / risk parameters	(24,923)	(14,121)	208	(38,836)
Amount written off	(67)	-	(74,197)	(74,264)
Amount transferred to allowance for impairment loss on foreclosed properties	-	-	(8)	(8)
At 31 December 2024	161,826	476,463	76,892	715,181
At 1 January 2023	455,527	376,749	50,172	882,448
Changes due to financing and advances recognised as at 1 January 2023:	70,857	(71,712)	855	-
- Transfer to Stage 1: 12-Month ECL	77,971	(74,724)	(3,247)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(6,964)	11,533	(4,569)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(150)	(8,521)	8,671	-
New financing and advances originated	14,509	11,741	1,533	27,783
Net remeasurement due to changes in credit risk	(352,688)	345,718	51,139	44,169
Financing and advances derecognised (other than write-off)	(5,686)	(8,536)	(4,397)	(18,619)
Modifications to contractual cash flows of financing and advances	(605)	(8,669)	9,997	723
Changes in models / risk parameters	(3,711)	(10,206)	(420)	(14,337)
Amount written off	(124)	-	(35,851)	(35,975)
Amount transferred to allowance for impairment loss on foreclosed properties	-	-	-	-
At 31 December 2023	178,079	635,085	73,028	886,192

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A12. Other Assets

	31 December 2024 RM'000	31 December 2023 RM'000
Deferred handling fees	86,598	65,524
Other receivables, deposits and prepayments	142,122	132,857
Tax recoverable	-	413
Employee benefits	613	203
Foreclosed properties	35,167	32,234
	<u>264,500</u>	<u>231,231</u>

A13. Deposits from Customers

a. By type of deposit and Shariah contract

	31 December 2024 RM'000	31 December 2023 RM'000
<u>At amortised cost</u>		
Savings deposits		
- Qard	9,890,439	9,556,033
- Commodity Murabahah	68,618	-
	<u>9,959,057</u>	<u>9,556,033</u>
Demand deposits		
- Qard	9,117,306	8,538,785
- Commodity Murabahah	64,004	-
	<u>9,181,310</u>	<u>8,538,785</u>
Term deposits		
- Term deposits		
- Commodity Murabahah	57,927,493	50,412,429
- Special term deposit accounts		
- Commodity Murabahah	10,729,911	13,818,017
	<u>87,797,771</u>	<u>82,325,264</u>

b. By type of customer

	31 December 2024 RM'000	31 December 2023 RM'000
Federal and state governments	4,252,805	6,993,662
Local government and statutory authorities	2,516,349	1,866,677
Business enterprises	17,853,538	15,042,626
Individuals	38,784,110	36,719,481
Foreign customers	1,028,105	870,362
Others	23,362,864	20,832,456
	<u>87,797,771</u>	<u>82,325,264</u>

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A13. Deposits from Customers (continued)

c. The maturity structure of term deposits are as follows:

	31 December 2024 RM'000	31 December 2023 RM'000
Due within six months	50,580,502	49,418,551
More than six months to one year	18,026,642	13,575,070
More than one year to three years	49,042	1,236,312
More than three years to five years	1,218	513
	68,657,404	64,230,446

A14. Deposits from Banks and Other Financial Institutions

	31 December 2024 RM'000	31 December 2023 RM'000
At amortised cost		
<u>Non-Mudharabah Fund</u>		
Licensed banks	2,446,519	1,986,969
Licensed Islamic banks	100,000	83,900
Licensed investment banks	114,924	86,409
Bank Negara Malaysia	66,483	64,016
Other financial institutions	304,793	65,949
	3,032,719	2,287,243

A15. Other Liabilities

	31 December 2024 RM'000	31 December 2023 RM'000
Income payable	723,320	725,566
Other payables and accruals	118,633	93,059
Accrued restoration costs	1,094	1,094
Allowance for impairment on financing commitments and financial guarantees	11,632	11,305
	854,679	831,024

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A15. Other Liabilities (continued)

Movements in allowance for impairment on financing commitments and financial guarantees are as follows:

	12-Month ECL (Stage 1) RM'000	Lifetime ECL Not Credit- Impaired (Stage 2) RM'000	Credit- Impaired (Stage 3) RM'000	Total RM'000
At 1 January 2024	6,511	4,390	404	11,305
Changes due to financing commitments and financial guarantees recognised as at 1 January 2024:	1,455	(1,399)	(56)	-
- Transfer to Stage 1: 12-Month ECL	1,661	(1,621)	(40)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(205)	323	(118)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(1)	(101)	102	-
New financing commitments and financial guarantees originated	822	433	29	1,284
Net remeasurement due to changes in credit risk	(2,086)	1,008	(2)	(1,080)
Financing commitments and financial guarantees derecognised	(209)	(133)	(4)	(346)
Modifications to contractual cash flows of financing commitments and financial guarantees	(12)	(43)	52	(3)
Changes in models / risk parameters	430	42	-	472
At 31 December 2024	6,911	4,298	423	11,632
At 1 January 2023	7,152	5,254	172	12,578
Changes due to financing commitments and financial guarantees recognised as at 1 January 2023:	1,701	(1,748)	47	-
- Transfer to Stage 1: 12-Month ECL	2,023	(2,006)	(17)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(321)	369	(48)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(1)	(111)	112	-
New financing commitments and financial guarantees originated	803	992	10	1,805
Net remeasurement due to changes in credit risk	(2,608)	73	92	(2,443)
Financing commitments and financial guarantees derecognised	(273)	(133)	(3)	(409)
Modifications to contractual cash flows of financing commitments and financial guarantees	(30)	125	85	180
Changes in models / risk parameters	(234)	(173)	1	(406)
At 31 December 2023	6,511	4,390	404	11,305

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A16. Income Derived from Investment of Depositors' Funds and Others

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Income derived from investment of:				
(a) Term deposits	771,744	707,239	2,995,566	2,708,119
(b) Other deposits	229,330	205,838	907,652	863,184
	1,001,074	913,077	3,903,218	3,571,303
a. Income derived from investment of term deposits:				
<u>Finance income and Hibah</u>				
Financing and advances	637,258	572,151	2,461,566	2,190,966
Financial investments at fair value through other comprehensive income	76,013	71,763	300,712	272,960
Financial investments at amortised cost	34,405	37,441	133,157	141,077
Balances with banks	294	554	1,454	3,693
	747,970	681,909	2,896,889	2,608,696
Financial assets at fair value through profit or loss	3,886	6,750	18,407	22,795
Total finance income and Hibah	751,856	688,659	2,915,296	2,631,491
<u>Other operating income</u>				
Fee and commission income:				
- Commissions	7,442	7,945	32,004	33,454
- Service charges and fees	3,279	3,221	13,989	12,978
- Other fee income	2,128	1,284	5,030	5,681
Net gains and losses on financial instruments:				
- Net gain arising from sale of financial investments at fair value through other comprehensive income	215	108	3,002	2,552
- Net gain / (loss) representing ineffective portions of hedging derivatives	2	135	(36)	68
- Others	32	(5)	342	341
Gross distribution income from collective investment	3,730	3,679	14,564	14,070
Other income	3,060	2,213	11,375	7,484
Total other operating income	19,888	18,580	80,270	76,628
	771,744	707,239	2,995,566	2,708,119
Of which:				
Financing income earned on impaired financing	1,567	1,585	7,804	5,988

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A16. Income Derived from Investment of Depositors' Funds and Others (continued)

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
b. Income derived from investment of other deposits:				
<u>Finance income and Hibah</u>				
Financing and advances	189,391	166,520	745,851	698,347
Financial investments at fair value through other comprehensive income	22,576	20,904	91,115	87,003
Financial investments at amortised cost	10,224	10,920	40,346	44,967
Balances with banks	86	146	440	1,177
	<u>222,277</u>	198,490	<u>877,752</u>	831,494
Financial assets at fair value through profit or loss	1,148	1,995	5,577	7,266
Total finance income and Hibah	<u>223,425</u>	200,485	<u>883,329</u>	838,760
<u>Other operating income</u>				
Fee and commission income:				
- Commissions	2,205	2,283	9,697	10,663
- Service charges and fees	972	931	4,239	4,137
- Other fee income	639	367	1,524	1,811
Net gains and losses on financial instruments:				
- Net gain arising from sale of financial investments at fair value through other comprehensive income	60	10	910	813
- Net gain / (loss) representing ineffective portions of hedging derivatives	1	42	(11)	21
- Others	9	(4)	104	109
Gross distribution income from collective investment	1,108	1,071	4,413	4,485
Other income	911	653	3,447	2,385
Total other operating income	<u>5,905</u>	5,353	<u>24,323</u>	24,424
	<u>229,330</u>	205,838	<u>907,652</u>	863,184
Of which:				
Financing income earned on impaired financing	461	462	2,364	1,909

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A17. Income Derived from Investment of Shareholder's Funds

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
<u>Finance income and Hibah</u>				
Financing and advances	75,076	64,559	285,015	250,427
Financial investments at fair value through other comprehensive income	8,960	8,098	34,818	31,199
Financial investments at amortised cost	4,054	4,226	15,418	16,125
Balances with banks	34	61	168	422
	<u>88,124</u>	<u>76,944</u>	<u>335,419</u>	<u>298,173</u>
Financial assets at fair value through profit or loss	460	763	2,131	2,605
Total finance income and Hibah	<u>88,584</u>	<u>77,707</u>	<u>337,550</u>	<u>300,778</u>
<u>Other operating income</u>				
Fee and commission income:				
- Commissions	879	895	3,706	3,824
- Service charges and fees	388	363	1,620	1,483
- Other fee income	248	144	582	649
Net gains and losses on financial instruments:				
- Net gain arising from sale of financial investments at fair value through other comprehensive income	28	11	348	292
- Net gain / (loss) representing ineffective portions of hedging derivatives	-	16	(4)	8
- Others	4	(1)	39	39
Gross distribution income from collective investment	439	415	1,686	1,608
Other income	360	251	1,317	856
Total other operating income	<u>2,346</u>	<u>2,094</u>	<u>9,294</u>	<u>8,759</u>
	<u>90,930</u>	<u>79,801</u>	<u>346,844</u>	<u>309,537</u>
Of which:				
Financing income earned on impaired financing	186	178	904	684

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A18. (Writeback of allowance) / Allowance for Impairment on Financing and Advances

	4th Quarter Ended		Financial Year Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
Expected credit losses (written back) / made	(102,970)	12,570	(96,412)	38,446
Impaired financing written off	1	-	6	2
Impaired financing recovered	(6,491)	(4,159)	(20,355)	(20,476)
	(109,460)	8,411	(116,761)	17,972

The breakdown of expected credit losses ("ECL") charged / (written back) are as follows:

	Base ECL RM'000	Management Overlay RM'000	Total ECL (Written back) / Charged RM'000
Financial Year Ended 31 December 2024			
ECL charged / (written back)	21,076	(117,488)	(96,412)
Financial Year Ended 31 December 2023			
ECL charged	7,981	30,465	38,446

A19. Allowance for Impairment on Other Assets

	4th Quarter Ended		Financial Year Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
Expected credit losses (written back) / made on :				
- Financial investments at fair value through other comprehensive income	(124)	(219)	81	121
- Financial investments at amortised cost	(48)	(186)	(2)	(44)
Allowance for impairment on foreclosed properties	1,062	1,339	3,202	1,265
	890	934	3,281	1,342

A20. Income Attributable to Depositors and Others

	4th Quarter Ended		Financial Year Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	RM'000	RM'000	RM'000	RM'000
Deposits from customers				
- Non-Mudharabah fund	613,228	598,603	2,391,843	2,184,997
Deposits from banks and other financial institutions				
- Non-Mudharabah fund	40,788	36,744	156,676	175,439
Financing sold to Cagamas	8,870	8,426	35,044	34,638
Sukuk Murabahah	22,117	21,614	86,488	85,750
Lease liabilities	221	231	899	823
	685,224	665,618	2,670,950	2,481,647

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A21. Personnel expenses

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Salaries, allowances and bonuses	9,744	8,312	37,223	29,362
Pension costs	1,698	629	5,673	3,671
Others	631	660	2,475	2,979
	12,073	9,601	45,371	36,012

A22. Other Overheads and Expenditures

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Establishment costs				
- Depreciation	667	627	2,592	2,564
- Insurance	234	278	1,124	1,302
- Water and electricity	98	90	378	365
- General repairs and maintenance	221	124	863	883
- Information technology expenses	452	340	4,259	3,668
- Others	694	742	2,829	2,800
	2,366	2,201	12,045	11,582
Marketing expenses				
- Advertisement and publicity	263	248	1,348	1,109
- Others	626	640	4,165	3,249
	889	888	5,513	4,358
Administration and general expenses				
- Communication expenses	5,115	4,552	19,746	16,426
- Legal and professional fees	2,567	1,741	8,661	8,999
- Others	9,148	8,833	37,192	34,386
	16,830	15,126	65,599	59,811
Cost of resource sharing charged by Public Bank Berhad *	148,324	140,706	578,928	536,096
Recovery of expenses	(5,874)	(4,994)	(22,938)	(19,042)
	162,535	153,927	639,147	592,805

* The type of resource sharing rendered by Public Bank Berhad to the Bank in Malaysia are as follows:

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Credit related	61,334	58,123	238,946	230,652
Non-credit branch support	56,720	51,250	219,109	200,878
Other administration function	30,270	31,333	120,873	104,566
	148,324	140,706	578,928	536,096

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A23. Earnings Per Share ("EPS")

a) Basic EPS

The calculation of the basic EPS is based on the net profit attributable to the equity holder of the Bank divided by the weighted average number of ordinary shares in issue during the 4th quarter and financial year ended 31 December 2024.

	4th Quarter Ended		Financial Year Ended	
	31 December 2024 RM'000	31 December 2023 RM'000	31 December 2024 RM'000	31 December 2023 RM'000
Net profit attributable to equity holder of the Bank (RM'000)	257,672	111,693	766,163	565,879
Weighted average number of shares in issue ('000)	243,217	243,217	243,217	243,217
Basic EPS (sen)	105.9	45.9	315.0	232.7

b) Diluted EPS

The Bank has no dilution in its EPS in the current and the preceding financial year as there are no dilutive potential ordinary shares.

A24. Performance Review

The Bank reported a higher pre-tax profit of RM1,008.1 million for the financial year ended 31 December 2024, which was 34.2% or RM257.0 million higher as compared to pre-tax profit of RM751.1 million for the financial year ended 31 December 2023. The higher profit was due to the higher net finance income of RM175.8 million, lower impairment allowance on financing and advances of RM134.8 million and higher other operating income of RM4.1 million offset by higher other operating expenses of RM55.7 million and higher allowance for impairment on other assets of RM2.0 million.

A25. Prospects for 2025

Against the backdrop of favourable economic growth ahead, the global outlook remains dependent on the overall policy environment and geopolitical situation. Potential downside risks are mainly due to elevated policy uncertainty and geopolitical tensions. In the United States of America, the overall outlook will be subjected to the policy changes from the new administration and decision on the benchmark interest rate by the Federal Reserve. Regional economies are expected to be impacted by potentially deeper slowdown in China. Meanwhile, the Euro area economy is expected to grow, helped by stronger domestic demand and a gradual easing of monetary policy.

The Malaysian economic growth is expected to be backed by firm fundamentals, stable labour market conditions and its diversified economic structure. Steady domestic demand, services sector growth including tourism activities as well as further progress of investment and infrastructure projects will remain supportive of growth. Meanwhile, downside risks mainly stem from weaker-than-expected external demand and commodity production. The Malaysian banking system remains resilient underpinned by ample liquidity and healthy capital buffers.

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A25. Prospects for 2025 (continued)

The Bank is fully committed in its role as a financial intermediary as well as contributing towards national development and economic growth. The Bank continues to preserve sound corporate governance and prudent credit risk management.

The Bank continues to ensure that it remains well-capitalised at all times to support its business growth, while optimising return to its stakeholders. The Bank's healthy capital and liquidity position coupled with its resilient asset quality and prudent financing loss reserves will enable the Bank to generate sustainable return.

The Bank embraces sustainability in its business strategy and operations. The Bank's efforts encompass a wide array of initiatives in the areas of environmental, social and governance ("ESG"). In addressing climate change risk, the Bank continues to promote the national transition to a low carbon economy by supporting green financing and embedding environmental considerations into its business strategies. The Bank and several property developers are collaborating on property financing of green and sustainable development projects in Malaysia. The Bank's offerings of attractive financing packages for the purchase of energy efficient vehicles and solar panel, among others, continue to support a green and lower carbon emission environment.

The Bank will continue to support financing of residential properties, in tandem with the Government's initiatives to promote home ownership, especially for first time home buyers. The Bank will also continue to support financing for purchase of passenger vehicles. Similarly, the Bank will remain supportive of its small and medium enterprises ("SME") financing businesses by leveraging on its strong franchise and relationship with customers. The Bank continues to sustain its market position in both the domestic retail and consumer segments through its multi-delivery channels and efficient customer service.

The Bank's treasury operations will remain vigilant in its business approach and will maintain a prudent risk profile, while further strengthening its risk management capabilities to weather ongoing market risks.

The Bank offers a comprehensive range of Shariah compliant products and services, leveraging on its holding company, Public Bank Berhad's strong branding, extensive network of branches and infrastructure.

The Bank remains committed to strengthen further its information and communication technology infrastructure for improved operational efficiency and resilience. The Bank will also continue to leverage on the advancement of technology to enhance its service delivery standards and infrastructure. The Bank continues to improve its digital delivery channels and enrich customers experience by providing seamless banking services across its extensive network of physical and digital channels.

The Bank enhanced further its cybersecurity efforts to manage risks of cyber frauds and scams through the implementation of various initiatives. As at 31 December 2024, the Bank together with its holding company, Public Bank Berhad, successfully prevented more than 3.6 million transactions worth RM1.7 billion from being scammed.

A26. Subsequent Events

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

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A27. Segment Information

	<----- Operating Segments ----->						Total RM'000
	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Capital Market Operations RM'000	Head Office and Funding Center RM'000	Inter- segment Elimination RM'000	
4th Quarter Ended 31 December 2024							
External revenue	184,985	649,568	85,499	69,749	102,175	-	1,091,976
Revenue from other segments	1,376	140,135	489	89,907	61,264	(293,171)	-
	186,361	789,703	85,988	159,656	163,439	(293,171)	1,091,976
Net finance income / (expense)	60,073	243,306	13,462	(4,735)	66,535	-	378,641
Other operating income	632	20,601	612	768	5,526	-	28,139
Net income / (loss)	60,705	263,907	14,074	(3,967)	72,061	-	406,780
Other operating expenses	(15,561)	(125,034)	(440)	(2,364)	(31,209)	-	(174,608)
Writeback of allowance for impairment on financing and advances	70,592	16,719	22,149	-	-	-	109,460
(Allowance) / Writeback of allowance for impairment on other assets	-	(1,061)	-	190	(19)	-	(890)
Profit / (Loss) by segments	115,736	154,531	35,783	(6,141)	40,833	-	340,742

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A27. Segment Information (continued)

	<----- Operating Segments ----->						
4th Quarter Ended 31 December 2023	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Capital Market Operations RM'000	Head Office and Funding Center RM'000	Inter- segment Elimination RM'000	Total RM'000
External revenue	144,796	585,267	83,384	67,592	111,821	-	992,860
Revenue from other segments	1,011	109,070	362	109,114	72,142	(291,699)	-
	145,807	694,337	83,746	176,706	183,963	(291,699)	992,860
Net finance income / (expense)	45,429	182,017	14,008	(17,128)	76,907	-	301,233
Other operating income	311	18,856	853	628	5,379	-	26,027
Net income / (loss)	45,740	200,873	14,861	(16,500)	82,286	-	327,260
Other operating expenses	(13,607)	(114,182)	(621)	(2,006)	(33,112)	-	(163,528)
(Allowance) / Writeback of allowance for impairment on financing and advances	(4,089)	1,216	(5,538)	-	-	-	(8,411)
(Allowance) / Writeback of allowance for impairment on other assets	-	(1,339)	-	178	227	-	(934)
Profit / (Loss) by segments	28,044	86,568	8,702	(18,328)	49,401	-	154,387

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A27. Segment Information (continued)

Financial Year Ended 31 December 2024	←----- Operating Segments ----->						Total RM'000
	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Capital Market Operations RM'000	Head Office and Funding Center RM'000	Inter- segment Elimination RM'000	
External revenue	686,299	2,543,977	336,381	278,456	404,851	-	4,249,964
Revenue from other segments	3,102	532,097	1,067	380,511	243,119	(1,159,896)	-
	689,401	3,076,074	337,448	658,967	647,970	(1,159,896)	4,249,964
Net finance income / (expense)	227,411	967,890	54,797	(19,020)	234,147	-	1,465,225
Other operating income	2,136	84,941	860	4,207	21,743	-	113,887
Net income / (loss)	229,547	1,052,831	55,657	(14,813)	255,890	-	1,579,112
Other operating expenses	(60,507)	(485,549)	(2,213)	(10,277)	(125,972)	-	(684,518)
Writeback of allowance for impairment on financing and advances	54,763	35,633	26,365	-	-	-	116,761
Allowance for impairment on other assets	-	(3,202)	-	(61)	(18)	-	(3,281)
Profit / (Loss) by segments	223,803	599,713	79,809	(25,151)	129,900	-	1,008,074
Cost income ratio	26.4%	46.1%	4.0%	-69.4%	49.2%	-	43.3%
Gross financing and advances	14,560,190	57,361,522	8,414,266	-	-	-	80,335,978
Financing growth	23.4%	5.8%	10.6%	-	-	-	9.1%
Impaired financing and advances	36,270	246,705	187	-	-	-	283,162
Impaired financing ratio	0.25%	0.43%	-	-	-	-	0.35%
Deposits from customers	-	77,060,031	4,926	10,732,814	-	-	87,797,771
Deposit growth	-	12.5%	-21.9%	-22.3%	-	-	6.6%
Segment assets	14,494,869	78,478,758	8,336,079	11,809,798	12,115,810	(22,538,568)	102,696,746
Reconciliation of segment assets to total assets:							
Investment in an associated company							67,500
Unallocated assets							211,345
Total assets							102,975,591

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A27. Segment Information (continued)

Financial Year Ended 31 December 2023	<----- Operating Segments ----->						Total RM'000
	Hire Purchase RM'000	Retail Operations RM'000	Corporate Banking RM'000	Treasury and Capital Market Operations RM'000	Head Office and Funding Center RM'000	Inter- segment Elimination RM'000	
External revenue	547,764	2,337,186	279,983	270,297	445,546	-	3,880,776
Revenue from other segments	2,145	382,265	833	370,123	252,238	(1,007,604)	-
	<u>549,909</u>	<u>2,719,451</u>	<u>280,816</u>	<u>640,420</u>	<u>697,784</u>	<u>(1,007,604)</u>	<u>3,880,776</u>
Net finance income / (expense)	173,497	829,092	52,354	(68,953)	303,392	-	1,289,382
Other operating income	1,321	79,452	2,597	5,068	21,373	-	109,811
Net income / (loss)	<u>174,818</u>	<u>908,544</u>	<u>54,951</u>	<u>(63,885)</u>	<u>324,765</u>	<u>-</u>	<u>1,399,193</u>
Other operating expenses	(55,778)	(444,613)	(3,712)	(7,780)	(116,934)	-	(628,817)
Writeback of allowance / (Allowance) for impairment on financing and advances	5,849	(18,835)	(4,986)	-	-	-	(17,972)
(Allowance) / Writeback of allowance for impairment on other assets	-	(1,265)	-	4	(81)	-	(1,342)
Profit / (Loss) by segments	<u>124,889</u>	<u>443,831</u>	<u>46,253</u>	<u>(71,661)</u>	<u>207,750</u>	<u>-</u>	<u>751,062</u>
Cost income ratio	31.9%	48.9%	6.8%	-12.2%	36.0%	-	44.9%
Gross financing and advances	11,798,104	54,237,899	7,610,935	-	-	-	73,646,938
Financing growth	12.3%	7.2%	40.0%	-	-	-	10.7%
Impaired financing and advances	41,027	210,242	133	-	-	-	251,402
Impaired financing ratio	0.35%	0.39%	-	-	-	-	0.34%
Deposits from customers	-	68,497,930	6,304	13,821,030	-	-	82,325,264
Deposit growth	-	15.2%	-45.1%	-16.9%	-	-	8.2%
Segment assets	<u>11,641,900</u>	<u>69,659,424</u>	<u>7,505,877</u>	<u>16,003,443</u>	<u>11,943,334</u>	<u>(21,054,344)</u>	<u>95,699,634</u>
Reconciliation of segment assets to total assets:							
Investment in an associated company							67,500
Unallocated assets							239,169
Total assets							<u>96,006,303</u>

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A28. Capital Adequacy

- (a) The capital adequacy ratios of the Bank below are disclosed pursuant to the requirements of BNM's Capital Adequacy Framework for Islamic Banks (CAFIB) - Disclosure Requirements (Pillar 3):

	31 December 2024	31 December 2023
<u>Before deducting dividend *</u>		
Common Equity Tier I ("CET I") capital ratio	13.419%	13.232%
Tier I capital ratio	13.419%	13.232%
Total capital ratio	16.312%	16.245%
<u>After deducting dividend *</u>		
CET I capital ratio	13.419%	13.232%
Tier I capital ratio	13.419%	13.232%
Total capital ratio	16.312%	16.245%

* No dividends have been declared subsequent to the financial year end.

	31 December 2024	31 December 2023
	RM'000	RM'000
Components of CET I, Tier I and Tier II capital:		
<u>CET I capital / Tier I capital</u>		
Share capital	3,032,717	3,032,717
Other reserves	(12,002)	(59,517)
Retained profits	4,998,912	4,440,195
Less: Deferred tax assets, net	(86,443)	(112,223)
Less: Defined benefit pension fund assets	(613)	(203)
Less: Investment in an associated company deducted from CET I capital	(67,500)	(67,500)
Total CET I capital / Tier I capital	7,865,071	7,233,469
<u>Tier II capital</u>		
Stage 1 and Stage 2 expected credit loss allowances ¹	652,708	647,294
Qualifying regulatory reserve ²	42,833	-
Subordinated Sukuk Murabahah	1,000,000	1,000,000
Total Tier II capital	1,695,541	1,647,294
Total capital	9,560,612	8,880,763

¹ Excludes expected credit loss allowances restricted from Tier II capital of the Bank of nil (31 December 2023 : RM179,902,000).

² Excludes regulatory reserve not qualified from Tier II capital of the Bank of RM164,613,000 (31 December 2023: nil).

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A28. Capital Adequacy (continued)

(a) The capital adequacy ratios of the Bank (continued):

The total risk-weighted assets of the Bank are computed based on the following approaches:

- (i) Standardised Approach for Credit Risk;
- (ii) Standardised Approach for Market Risk; and
- (iii) Basic Indicator Approach for Operational Risk.

Regulatory capital requirements

The capital adequacy ratios of the Bank are computed in accordance with BNM's Capital Adequacy Frameworks for Islamic Banks on Capital Components and Risk-Weighted Assets. The minimum regulatory capital adequacy ratios before including capital conservation buffer ("CCB") and countercyclical capital buffer ("CCyB") for CET I capital ratio, Tier I capital ratio and total capital ratio are 4.5%, 6.0% and 8.0% respectively.

Banking institutions are also required to maintain a CCB of 2.5% and a CCyB above the minimum regulatory capital adequacy ratios. A CCyB is required to be maintained if this buffer is applied by regulators in countries which the Bank has exposures to, determined based on the weighted average of prevailing CCyB rates applied in those jurisdictions. The Bank has applied CCyB on its private sector credit exposures outside Malaysia in line with the respective jurisdictions' requirement to maintain their CCyB. The CCyB is not a requirement for exposures in Malaysia yet but may be applied by regulators in the future.

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

	31 December 2024 RM'000	31 December 2023 RM'000
Credit risk	55,643,313	51,783,538
Market risk	62,020	79,037
Operational risk	2,905,605	2,803,809
	<u>58,610,938</u>	<u>54,666,384</u>

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A29. Commitments and Contingencies

The notional amount of the commitments and contingencies of the Bank are as follows:

	31 December 2024 RM'000	31 December 2023 RM'000
<u>Contingent Liabilities</u>		
Direct credit substitutes	34,827	34,065
Transaction-related contingent items	127,153	82,663
Short term self-liquidating trade-related contingencies	4,685	2,939
	<u>166,665</u>	<u>119,667</u>
<u>Commitments</u>		
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:		
- exceeding one year	6,239,218	7,018,268
- not exceeding one year	2,488,982	2,702,746
Unutilised credit card lines	549,981	409,078
	<u>9,278,181</u>	<u>10,130,092</u>
<u>Derivative Financial Instruments</u>		
Foreign exchange related contracts:		
- up to one year	-	32
Profit rate related contracts:		
- up to one year	1,200,000	-
- more than one year to five years	2,600,000	3,200,000
- more than five years	200,000	200,000
	<u>4,000,000</u>	<u>3,400,032</u>
	<u>13,444,846</u>	<u>13,649,791</u>

A30. Credit Exposures Arising From Credit Transactions With Connected Parties

	31 December 2024	31 December 2023
Outstanding credit exposures with connected parties (RM'000)	<u>1,033,498</u>	<u>1,101,687</u>
Percentage of outstanding credit exposures with connected parties as proportion of total credit exposures	<u>1.23%</u>	<u>1.41%</u>
Percentage of outstanding credit exposures with connected parties which is impaired or in default	<u>0.02%</u>	<u>0.00%</u>

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A31. Fair Value Measurements

Determination of Fair Value and Fair Value Hierarchy

For financial instruments measured at fair value, where available, quoted and observable market prices in an active market or dealer price quotations are used to measure fair value. These include listed equity securities, price quotations from Bond Pricing Agency Malaysia and broker quotes on Bloomberg/Reuters.

Where such quoted and observable market prices are not available, fair values are determined using appropriate valuation techniques, which include the use of mathematical models, such as discounted cash flow models and option pricing models, comparison to similar instruments for which market observable prices exist and other valuation techniques. The valuation techniques used incorporate assumptions regarding discount rates, profit rate yield curves, estimates of future cash flows and other factors, as applicable. Changes in these assumptions could materially affect the fair values derived. The Bank generally uses widely recognised valuation techniques with market observable inputs, if available, for the determination of fair value, which require minimal management judgment and estimation, due to the low complexity of the financial instruments held.

The Bank classifies its financial instruments which are measured at fair value according to the following hierarchy, reflecting the significance of inputs used in making the fair value measurements:

- Level 1 - Quoted market prices: quoted prices (unadjusted) in active markets for identical instruments;
- Level 2 - Fair values based on observable inputs: inputs other than quoted prices included within Level 1 that are observable for the instrument, whether directly (i.e. prices) or indirectly (i.e. derived from prices), are used; and
- Level 3 - Fair values derived using unobservable inputs: inputs used are not based on observable market data and the unobservable inputs may have a significant impact on the valuation of the financial instruments.

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A31. Fair Value Measurements (continued)

Determination of Fair Value and Fair Value Hierarchy (continued)

The following tables show the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

31 December 2024	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
Financial assets at fair value through profit or loss				
- Money market instruments	-	993,555	-	993,555
Financial investments at fair value through other comprehensive income				
- Government securities and treasury bills	-	13,484,611	-	13,484,611
Derivative financial assets	-	19,924	-	19,924
Total financial assets measured at fair value	-	14,498,090	-	14,498,090
Financial liabilities				
Derivative financial liabilities	-	12,026	-	12,026
Total financial liabilities measured at fair value	-	12,026	-	12,026

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A31. Fair Value Measurements (continued)

Determination of Fair Value and Fair Value Hierarchy (continued)

The following tables show the Bank's financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy (continued):

31 December 2023	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
Financial assets at fair value through profit or loss				
- Money market instruments	-	1,893,292	-	1,893,292
Financial investments at fair value through other comprehensive income				
- Government securities and treasury bills	-	12,949,519	-	12,949,519
Derivative financial assets	-	24,596	-	24,596
Total financial assets measured at fair value	-	14,867,407	-	14,867,407
Financial liabilities				
Derivative financial liabilities	-	24,817	-	24,817
Total financial liabilities measured at fair value	-	24,817	-	24,817

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the financial year (2023 : None).