

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022**

	Note	30 September 2022 RM'000	31 December 2021 RM'000
<b>ASSETS</b>			
Cash and balances with banks		711,748	659,606
Derivative financial assets		53,625	14,587
Financial investments at fair value through other comprehensive income	A8	12,139,190	10,241,995
Financial investments at amortised cost	A9	5,678,521	5,493,069
Financing and advances	A10	64,296,945	59,315,652
Other assets	A11	217,882	201,811
Statutory deposits with Bank Negara Malaysia		796,400	181,500
Deferred tax assets		227,640	194,892
Collective investment		586,198	577,254
Investment in an associated company		67,500	67,500
Right-of-use assets		20,266	14,992
Property and equipment		3,614	3,415
<b>TOTAL ASSETS</b>		<b>84,799,529</b>	<b>76,966,273</b>
<b>LIABILITIES</b>			
Deposits from customers	A12	73,477,417	66,307,110
Deposits from banks and other financial institutions	A13	1,884,616	2,105,771
Bills and acceptances payable		980	284
Recourse obligations on financing sold to Cagamas		1,100,000	1,100,000
Derivative financial liabilities		13,933	103,576
Subordinated Sukuk Murabahah		1,000,000	1,000,000
Lease liabilities		20,435	15,483
Other liabilities	A14	820,452	640,889
Provision for zakat and taxation		138,539	81,736
<b>TOTAL LIABILITIES</b>		<b>78,456,372</b>	<b>71,354,849</b>

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022**

	Note	30 September 2022 RM'000	31 December 2021 RM'000
<b>EQUITY</b>			
Share capital		3,032,717	2,732,717
Other reserves		(195,028)	(162,091)
Retained profits		3,505,468	3,040,798
<b>TOTAL EQUITY</b>		<b>6,343,157</b>	<b>5,611,424</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>84,799,529</b>	<b>76,966,273</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	A28	<b>13,970,798</b>	14,261,352
<b>CAPITAL ADEQUACY</b>	A27		
<b><u>Before deducting interim dividend</u> *</b>			
Common Equity Tier I Capital Ratio		11.917%	11.777%
Tier I Capital Ratio		11.917%	11.777%
Total Capital Ratio		15.088%	15.142%
<b><u>After deducting interim dividend</u> *</b>			
Common Equity Tier I Capital Ratio		11.917%	11.777%
Tier I Capital Ratio		11.917%	11.777%
Total Capital Ratio		15.088%	15.142%
<b>Net assets per share attributable to ordinary equity holder of the Bank (RM)</b>		<b>26.08</b>	24.27

\* Refer to interim dividend declared subsequent to the financial period / year end.

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF PROFIT OR LOSS**  
**FOR THE 3RD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022**

	Note	3rd Quarter Ended		Nine Months Ended	
		30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Income derived from investment of depositors' funds and others	A15	<b>729,957</b>	587,437	<b>2,006,048</b>	1,826,757
Income derived from investment of shareholder's funds	A16	<b>61,921</b>	49,383	<b>168,305</b>	153,406
Allowance for impairment on financing and advances	A17	<b>(25,819)</b>	(78,186)	<b>(51,681)</b>	(202,400)
Allowance for impairment on other assets	A18	<b>(167)</b>	(32)	<b>(655)</b>	(296)
Total distributable income		<b>765,892</b>	558,602	<b>2,122,017</b>	1,777,467
Income attributable to depositors and others	A19	<b>(373,514)</b>	(282,905)	<b>(994,885)</b>	(848,066)
Total net income		<b>392,378</b>	275,697	<b>1,127,132</b>	929,401
Personnel expenses	A20	<b>(7,113)</b>	(5,599)	<b>(19,277)</b>	(17,013)
Other overheads and expenditures	A21	<b>(147,013)</b>	(119,823)	<b>(414,692)</b>	(359,429)
Profit before zakat and taxation		<b>238,252</b>	150,275	<b>693,163</b>	552,959
Zakat		<b>(705)</b>	337	<b>(2,115)</b>	(713)
Taxation		<b>(78,280)</b>	(36,458)	<b>(226,550)</b>	(131,778)
Profit for the period		<b>159,267</b>	114,154	<b>464,498</b>	420,468
Earnings per share - basic / diluted (sen)	A22	<b>65.5</b>	49.4	<b>195.6</b>	181.8

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE 3RD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022**

	<b>3rd Quarter Ended</b>		<b>Nine Months Ended</b>	
	<b>30 September 2022 RM'000</b>	<b>30 September 2021 RM'000</b>	<b>30 September 2022 RM'000</b>	<b>30 September 2021 RM'000</b>
Profit for the period	<b>159,267</b>	114,154	<b>464,498</b>	420,468
Other comprehensive (loss) / income :				
<u>Items that may be reclassified to profit or loss:</u>				
Revaluation reserves:				
- Net change in revaluation of financial investments at fair value through other comprehensive income	<b>(10,766)</b>	(102,755)	<b>(172,419)</b>	(307,668)
Hedging reserves:				
- Net change in cash flow hedges	<b>16,183</b>	21,825	<b>129,308</b>	79,517
	<b>5,417</b>	(80,930)	<b>(43,111)</b>	(228,151)
Income tax relating to components of other comprehensive (loss) / income:				
- Revaluation reserves	<b>2,583</b>	24,661	<b>41,380</b>	73,840
- Hedging reserves	<b>(3,884)</b>	(5,238)	<b>(31,034)</b>	(19,084)
	<b>(1,301)</b>	19,423	<b>10,346</b>	54,756
Other comprehensive income / (loss) for the period, net of tax	<b>4,116</b>	(61,507)	<b>(32,765)</b>	(173,395)
Total comprehensive income for the period	<b>163,383</b>	52,647	<b>431,733</b>	247,073

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022**

	<----- 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	Other Reserves RM'000	Retained Profits RM'000	
<b>At 1 January 2022</b>	<b>2,732,717</b>	<b>(99,858)</b>	<b>(67,878)</b>	<b>5,473</b>	<b>-</b>	<b>172</b>	<b>3,040,798</b>	<b>5,611,424</b>
Profit for the period	-	-	-	-	-	-	<b>464,498</b>	<b>464,498</b>
Other comprehensive (loss) / income for the period	-	<b>(131,039)</b>	<b>98,274</b>	-	-	-	-	<b>(32,765)</b>
Total comprehensive (loss) / income for the period	<b>-</b>	<b>(131,039)</b>	<b>98,274</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>464,498</b>	<b>431,733</b>
Transactions with owner / other equity movements:								
Increase in share capital	<b>300,000</b>	-	-	-	-	-	-	<b>300,000</b>
Transfer from Profit Equalisation Reserves of the Bank	-	-	-	-	-	<b>(172)</b>	<b>172</b>	-
	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(172)</b>	<b>172</b>	<b>300,000</b>
<b>At 30 September 2022</b>	<b>3,032,717</b>	<b>(230,897)</b>	<b>30,396</b>	<b>5,473</b>	<b>-</b>	<b>-</b>	<b>3,505,468</b>	<b>6,343,157</b>

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022**

	<----- 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	Other Reserves RM'000	Retained Profits RM'000	
At 1 January 2021	2,732,717	192,730	(148,851)	4,697	156,181	172	2,327,859	5,265,505
Profit for the period	-	-	-	-	-	-	420,468	420,468
Other comprehensive (loss) / income for the period	-	(233,828)	60,433	-	-	-	-	(173,395)
Total comprehensive (loss) / income for the period	-	(233,828)	60,433	-	-	-	420,468	247,073
Transactions with owner / other equity movements:								
Transfer from regulatory reserve	-	-	-	-	(156,031)	-	156,031	-
	-	-	-	-	(156,031)	-	156,031	-
At 30 September 2021	2,732,717	(41,098)	(88,418)	4,697	150	172	2,904,358	5,512,578

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022**

	<b>30 September 2022 RM'000</b>	<b>30 September 2021 RM'000</b>
Profit before zakat and taxation	693,163	552,959
Adjustments for non-cash items	67,349	121,741
Operating profit before working capital changes	<u>760,512</u>	<u>674,700</u>
Changes in working capital:		
Net changes in operating assets	(5,688,802)	(3,772,337)
Net changes in operating liabilities	7,128,386	2,069,703
Cash generated from / (used in) operations	<u>2,200,096</u>	<u>(1,027,934)</u>
Zakat and tax paid	(198,368)	(36,327)
Tax refunded	4,104	4,847
Net cash generated from / (used in) operating activities	<u>2,005,832</u>	<u>(1,059,414)</u>
Net cash used in investing activities	(2,252,827)	(482,538)
Net cash generated from / (used in) financing activities	<u>299,137</u>	<u>(520,598)</u>
Net change in cash and cash equivalents	<u>52,142</u>	<u>(2,062,550)</u>
Cash and cash equivalents at beginning of the year	659,606	2,112,828
Cash and cash equivalents at end of the period	<u><u>711,748</u></u>	<u><u>50,278</u></u>
Note:		
Cash and balances with banks	711,748	50,278
Less: Balances with banks with original maturity more than three months	-	-
Cash and cash equivalents at end of the period	<u><u>711,748</u></u>	<u><u>50,278</u></u>

*The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2021.*

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

**A1. Basis of Preparation**

The unaudited condensed interim financial statements for the 3rd quarter and nine months ended 30 September 2022 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 unaudited condensed interim financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"). The unaudited condensed interim financial statements should be read in conjunction with the audited annual financial statements of the Bank for the financial year ended 31 December 2021. The explanatory notes attached to the unaudited 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 2021.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2021, except for the adoption of the following during the current financial period:

Effective for annual periods commencing on or after 1 January 2022

- Amendments to MFRSs contained in the document entitled "Annual Improvements to MFRS Standards 2018-2020"
- Reference to the Conceptual Framework (Amendments to MFRS 3 Business Combinations)
- Property, Plant and Equipment - Proceeds before Intended Use (Amendments to MFRS 116 Property, Plant and Equipment)
- Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets)

**Amendments to MFRSs contained in the document entitled "Annual Improvements to MFRS Standards 2018-2020"** - The Annual Improvements cover the following amendments that are applicable to the Bank:

- i) **MFRS 9 Financial Instruments** - It clarifies the fees a company includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability.
- ii) **Illustrative Examples accompanying MFRS 16 Leases** - It deletes from the Illustrative Example 13 the reimbursement relating to leasehold improvements in order to remove any potential confusion regarding the treatment of lease incentives.

**Reference to the Conceptual Framework (Amendments to MFRS 3 Business Combinations)** - The amendments update MFRS 3 by replacing a reference to an old version of the Conceptual Framework for Financial Reporting with a reference to the latest version which was issued by MASB in April 2018.



**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

**Property, Plant and Equipment - Proceeds before Intended Use (Amendments to MFRS 116 Property, Plant and Equipment)** - The amendments prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company shall recognise such sales proceeds and related cost in profit or loss.

**Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets)** - The amendments specify which costs an entity includes in determining the cost of fulfilling a contract for the purpose of assessing whether the contract is onerous. The amendments also clarify that an entity first recognises any impairment loss on assets used in fulfilling the contract before a separate provision for onerous contract is considered.

The adoption of the above amendments did not have any financial impact to the Bank.

The following Malaysian Financial Reporting Standard ("MFRS") and Amendments to MFRSs have been issued by MASB but are not yet effective to the Bank:

Effective for annual periods commencing on or after 1 January 2023

- MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts
- Extension of the Temporary Exemption from Applying MFRS 9 (Amendments to MFRS 4 Insurance Contracts)
- Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)
- Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)
- Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112 Income Taxes)
- Initial Application of MFRS 17 and MFRS 9 - Comparative Information (Amendments to MFRS 17 Insurance Contracts)

Effective for annual periods commencing on or after 1 January 2024

- Lease Liability in a Sale and Leaseback (Amendments to MFRS 16 Leases)

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

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

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

**MFRS 17 Insurance Contracts** - MFRS 17 introduces consistent accounting for all insurance contracts based on a current measurement model. Under MFRS 17, the general model requires entities to recognise and measure a group of insurance contracts at: (i) a risk-adjusted present value of future cash flows that incorporates information that is consistent with observable market information; plus (ii) an amount representing the unearned profit in the group of contracts.

**Amendments to MFRS 17 Insurance Contracts** - The amendments are designed to minimise the risk of disruption to implementation already underway and do not change the fundamental principles of the standard or reduce the usefulness of information for investors. In addition, the amendments also defer the effective date of MFRS 17 by two years to annual reporting periods beginning on or after 1 January 2023.

**Extension of the Temporary Exemption from Applying MFRS 9 (Amendments to MFRS 4 Insurance Contracts)** - The amendments extend the expiry date for the temporary exemption from applying MFRS 9 Financial Instruments by two years to annual periods beginning on or after 1 January 2023, to be aligned with the effective date of MFRS 17, which replaces MFRS 4.

**Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)** - The amendments provide clarification on the requirements for classifying liabilities as current or non-current, and specifically on the following:

- The amendments specify that the conditions which exist at the end of the reporting period are those which will be used to determine if a right to defer settlement of a liability exists.
- Management expectations about events after the balance sheet date, for example on whether a covenant will be breached, or whether early settlement will take place, are not relevant.
- The amendments clarify the situations that are considered settlement of a liability.

**Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)** - The amendments require entities to disclose their material accounting policy information rather than significant accounting policies and include examples of what is considered to be material to their financial statements. To support the amendments, MFRS Practice Statement 2 Making Materiality Judgments was also amended to provide guidance on how to apply the concept of materiality to accounting policy information disclosures.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

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

**Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)** - The amendments revise the definition of accounting estimates to clarify how companies should distinguish changes in accounting policies from changes in accounting estimates.

**Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112 Income Taxes)** - The amendments clarify how companies should account for deferred tax on transactions such as leases and decommissioning obligation. The amendments require companies to recognise deferred tax on transactions that, on initial recognition, give rise to equal and offsetting temporary differences. As a result, companies will need to recognise a deferred tax asset and a deferred tax liability for temporary differences arising on initial recognition of a lease and a decommissioning provision.

**Initial Application of MFRS 17 and MFRS 9 - Comparative Information (Amendment to MFRS 17 Insurance Contracts)** - In order to avoid the temporary accounting mismatches between financial assets and insurance contract liabilities in the comparative information presented on initial application of MFRS 17 and MFRS 9, the amendment provides an option for the presentation of comparative information about financial assets as if the classification and measurement requirements of MFRS 9 had been applied to that financial asset.

**Lease Liability in a Sale and Leaseback (Amendments to MFRS 16 Leases)** - The amendments require a seller-lessee to subsequently measure lease liabilities arising from a sale and leaseback transaction in a way that it does not recognise any amount of the gain or loss that relates to the right of use it retains. The new requirements do not prevent a seller-lessee from recognising in profit or loss any gain or loss relating to the partial or full termination of a lease.

**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.

The adoption of MFRS 17 Insurance Contracts and its related Amendments are not expected to have any financial impact on the financial statements of the Bank as it is not applicable to the Bank.

The adoption of other amendments to MFRSs is not expected to have any financial impact on the financial statements of the Bank.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2021 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 period.

**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 period.

**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 period.

**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.

During the current financial period ended 30 September 2022:

- i) On 13 May 2022, the share capital of the Bank was increased from RM2,732,717,000 comprising 231,217,000 ordinary shares to RM3,032,717,000 comprising 243,217,000 ordinary shares by way of issuance and allotment of 12,000,000 new ordinary shares at an issue price of RM25.00 per new ordinary share to its holding company, Public Bank Berhad.
- ii) On 28 July 2022, the Bank issued the fourth (4<sup>th</sup>) tranche of RM500 million in aggregate nominal amount of Subordinated Sukuk Murabahah due in 2032 callable in 2027. The Subordinated Sukuk Murabahah bear profit at the rate of 4.40% per annum payable semi-annually.

On 3 August 2022, the Bank had early redeemed the second (2<sup>nd</sup>) tranche of Subordinated Sukuk Murabahah of RM500 million in nominal value.

**A7. Dividends Paid, Distributed and Declared**

No dividend has been paid nor declared during the financial period ended 30 September 2022.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A8. Financial Investments at Fair Value through Other Comprehensive Income ("FVOCI")**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
<b>At fair value</b>		
<b>Government securities and treasury bills:</b>		
Malaysian Government Investment Issues	11,772,843	10,241,995
Malaysian Government Treasury Bills	366,347	-
Total financial investments at FVOCI	<b>12,139,190</b>	<b>10,241,995</b>

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

	<b>12-Month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL Not Credit- Impaired (Stage 2) RM'000</b>	<b>Credit- Impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
At 1 January 2022	1,765	-	-	1,765
New financial investments purchased	403	-	-	403
Net allowance written back	(13)	-	-	(13)
Amount derecognised	(38)	-	-	(38)
At 30 September 2022	<b>2,117</b>	<b>-</b>	<b>-</b>	<b>2,117</b>
At 1 January 2021	1,610	-	-	1,610
New financial investments purchased	800	-	-	800
Net allowance made	2	-	-	2
Amount derecognised	(647)	-	-	(647)
At 31 December 2021	<b>1,765</b>	<b>-</b>	<b>-</b>	<b>1,765</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A9. Financial Investments at Amortised Cost**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
<b>At amortised cost</b>		
<b>Government securities and treasury bills:</b>		
Malaysian Government Investment Issues	4,354,324	4,092,251
<b>Non-money market instruments:</b>		
Debt securities		
- Cagamas sukuk	1,111,819	1,103,390
- Unquoted corporate sukuk	213,344	298,362
	<u>1,325,163</u>	<u>1,401,752</u>
Allowance for impairment	(966)	(934)
Total financial investments at amortised cost	<u><u>5,678,521</u></u>	<u><u>5,493,069</u></u>

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

	<b>Lifetime ECL</b>			<b>Total RM'000</b>
	<b>12-Month ECL (Stage 1) RM'000</b>	<b>Not Credit- Impaired (Stage 2) RM'000</b>	<b>Credit- Impaired (Stage 3) RM'000</b>	
At 1 January 2022	934	-	-	934
New financial investments purchased	162	-	-	162
Net allowance made	1	-	-	1
Amount derecognised	(131)	-	-	(131)
At 30 September 2022	<u>966</u>	<u>-</u>	<u>-</u>	<u>966</u>
At 1 January 2021	769	-	-	769
New financial investments purchased	286	-	-	286
Net allowance written back	(3)	-	-	(3)
Amount derecognised	(118)	-	-	(118)
At 31 December 2021	<u>934</u>	<u>-</u>	<u>-</u>	<u>934</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A10. Financing and Advances**

**a. By type and contract**

<b>30 September 2022</b>	<b>Bai' Bithaman Ajil RM'000</b>	<b>Ijarah ^ Thumma Al-Bai' RM'000</b>	<b>Bai' Inah RM'000</b>	<b>Musharakah Mutanaqisah RM'000</b>	<b>Murabahah RM'000</b>	<b>Others RM'000</b>	<b>Total Financing and Advances RM'000</b>
<b>At amortised cost</b>							
Cash line	1,586,860	-	1,852	-	-	-	1,588,712
Term financing							
- House financing	5,233,472	-	-	25,376,961	-	-	30,610,433
- Syndicated financing	1,370,773	-	-	-	-	-	1,370,773
- Hire purchase receivables	-	10,420,879	-	-	-	-	10,420,879
- Other term financing	4,591,075	-	1,586,168	13,975,168	-	152,864	20,305,275
Credit card receivables	-	-	-	-	-	63,914	63,914
Bills receivables	-	-	-	-	1,560	-	1,560
Trust receipts	-	-	-	-	3,313	-	3,313
Claims on customers under acceptance credits	-	-	-	-	217,929	-	217,929
Revolving credits	368,125	-	-	-	-	-	368,125
Staff financing	-	13,741	-	109,939	-	-	123,680
Gross financing and advances	<b>13,150,305</b>	<b>10,434,620</b>	<b>1,588,020</b>	<b>39,462,068</b>	<b>222,802</b>	<b>216,778</b>	<b>65,074,593</b>
Less : Allowance for impairment on financing and advances							
- Expected credit losses							(777,648)
- Stage 1: 12-Month ECL							(398,259)
- Stage 2: Lifetime ECL not credit-impaired							(340,684)
- Stage 3: Lifetime ECL credit-impaired							(38,705)
Net financing and advances							<b>64,296,945</b>

^ 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.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

**a. By type and contract (continued)**

<b>31 December 2021</b>	<b>Bai' Bithaman Ajil RM'000</b>	<b>Ijarah ^ Thumma Al-Bai' RM'000</b>	<b>Bai' Inah RM'000</b>	<b>Musharakah Mutanaqisah RM'000</b>	<b>Murabahah RM'000</b>	<b>Others RM'000</b>	<b>Total Financing and Advances RM'000</b>
<b>At amortised cost</b>							
Cash line	1,520,988	-	-	-	-	-	1,520,988
Term financing							
- House financing	5,448,803	-	-	21,967,856	-	-	27,416,659
- Syndicated financing	1,359,404	-	-	-	-	-	1,359,404
- Hire purchase receivables	-	9,569,371	-	-	-	-	9,569,371
- Other term financing	4,585,323	-	1,708,438	13,179,826	-	158,194	19,631,781
Credit card receivables	-	-	-	-	-	51,488	51,488
Bills receivables	-	-	-	-	871	-	871
Trust receipts	-	-	-	-	5,112	-	5,112
Claims on customers under acceptance credits	-	-	-	-	172,488	-	172,488
Revolving credits	193,804	-	-	-	-	-	193,804
Staff financing	-	12,786	-	108,261	-	-	121,047
Gross financing and advances	13,108,322	9,582,157	1,708,438	35,255,943	178,471	209,682	60,043,013
Less : Allowance for impairment on financing and advances							
- Expected credit losses							(727,361)
- Stage 1: 12-Month ECL							(401,495)
- Stage 2: Lifetime ECL not credit-impaired							(283,903)
- Stage 3: Lifetime ECL credit-impaired							(41,963)
Net financing and advances							<u>59,315,652</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.



**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

**b. By class**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Retail financing *		
- House financing	30,610,433	27,416,659
- Hire purchase	10,420,879	9,569,371
- Credit cards	63,914	51,488
- Other financing ^	18,784,307	18,098,175
	<b>59,879,533</b>	<b>55,135,693</b>
Corporate financing	5,195,060	4,907,320
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

\* 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. By type of customer**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Domestic non-bank financial institutions		
- Others	1,168,044	1,277,429
Domestic business enterprises		
- Small and medium enterprises	10,145,530	10,012,187
- Others	3,631,828	3,107,412
Government and statutory bodies	1,012,537	1,001,907
Individuals	48,948,844	44,472,234
Other domestic entities	4,095	4,478
Foreign entities	163,715	167,366
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

**d. By rate of return sensitivity**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Fixed rate		
- House financing	195,053	214,979
- Hire purchase receivables	10,420,524	9,568,986
- Other fixed rate financing	3,728,050	3,590,876
Variable rate		
- Base rate / base financing rate plus	47,043,090	43,045,489
- Cost plus	3,687,876	3,622,683
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

**e. By residual contractual maturity**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Maturity within one year	2,366,439	2,619,719
More than one year to three years	4,998,550	3,173,331
More than three years to five years	3,391,904	4,597,363
More than five years	54,317,700	49,652,600
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

**f. By economic purpose**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Purchase of transport vehicles	10,434,621	9,582,156
Purchase of landed properties	44,072,414	40,157,899
(of which: - residential	<b>31,353,768</b>	<b>28,147,415</b>
- non-residential)	<b>12,718,646</b>	<b>12,010,484</b>
Purchase of fixed assets (excluding landed properties)	309	350
Personal use	3,072,346	3,047,753
Credit card	63,914	51,488
Purchase of consumer durables	478	480
Construction	986,585	918,143
Working capital	5,605,593	5,666,542
Other purpose	838,333	618,202
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

**g. By sectors**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Agriculture, hunting, forestry and fishing	442,122	467,084
Mining and quarrying	122,102	124,844
Manufacturing	1,526,378	1,557,619
Electricity, gas and water	22,291	5,269
Construction	2,793,349	2,671,339
Wholesale & retail trade and restaurants & hotels	3,474,437	3,199,424
Transport, storage and communication	1,194,295	938,448
Finance, insurance and business services	1,600,743	1,747,674
Real estate	3,434,679	3,377,338
Community, social and personal services	1,403,908	1,371,257
Households	49,060,289	44,582,717
Gross financing and advances	<b>65,074,593</b>	<b>60,043,013</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

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

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
At 1 January	132,260	169,421
Impaired during the period / year	95,737	189,972
Reclassified as non-credit impaired	(54,052)	(156,605)
Recoveries	(26,836)	(34,891)
Amount written off	(24,124)	(31,288)
Financing converted to foreclosed properties	(4,968)	(4,349)
Closing balance	<b>118,017</b>	<b>132,260</b>
Gross impaired financing as a percentage of gross financing and advances	<b>0.18%</b>	0.22%

**i. Impaired financing and advances by economic purpose**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Purchase of transport vehicles	27,000	29,141
Purchase of landed properties (of which: - residential - non-residential)	<b>70,471</b> 42,353 28,118	84,414 48,885 35,529
Personal use	17,731	15,350
Credit card	447	150
Working capital	2,353	3,187
Other purpose	15	18
	<b>118,017</b>	<b>132,260</b>

**j. Impaired financing and advances by sectors**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Agriculture, hunting, forestry and fishing	25	66
Mining and quarrying	-	242
Manufacturing	222	589
Construction	2,036	3,500
Wholesale & retail trade and restaurants & hotels	2,033	1,295
Transport, storage and communication	236	329
Finance, insurance and business services	19,926	23,566
Real estate	1,163	1,754
Community, social and personal services	80	1,229
Households	92,296	99,690
	<b>118,017</b>	<b>132,260</b>

All the impaired financing and advances are located in Malaysia.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A10. 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 2022	401,495	283,903	41,963	727,361
Changes due to financing and advances recognised as at 1 January 2022:	48,031	(45,910)	(2,121)	-
- Transfer to Stage 1: 12-Month ECL	56,612	(54,450)	(2,162)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(8,490)	11,484	(2,994)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(91)	(2,944)	3,035	-
New financing and advances originated	10,800	3,032	170	14,002
Net remeasurement due to changes in credit risk	(57,652)	16,923	24,856	(15,873)
Financing and advances derecognised (other than write-off)	(4,335)	(4,521)	(4,248)	(13,104)
Modifications to contractual cash flows of financing and advances	(80)	87,257	2,209	89,386
Changes in models / risk parameters	-	-	-	-
Amount written off	-	-	(24,124)	(24,124)
At 30 September 2022	<b>398,259</b>	<b>340,684</b>	<b>38,705</b>	<b>777,648</b>
At 1 January 2021	249,018	175,333	49,648	473,999
Changes due to financing and advances recognised as at 1 January 2021:	35,289	(27,761)	(7,528)	-
- Transfer to Stage 1: 12-Month ECL	40,343	(36,853)	(3,490)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(4,904)	10,447	(5,543)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(150)	(1,355)	1,505	-
New financing and advances originated	13,100	7,603	492	21,195
Net remeasurement due to changes in credit risk	147,856	36,301	32,412	216,569
Financing and advances derecognised (other than write-off)	(5,340)	(22,846)	(5,754)	(33,940)
Modifications to contractual cash flows of financing and advances	(1,338)	50,529	3,980	53,171
Changes in models / risk parameters	(36,319)	64,744	1	28,426
Amount written off	(771)	-	(31,288)	(32,059)
At 31 December 2021	<b>401,495</b>	<b>283,903</b>	<b>41,963</b>	<b>727,361</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A11. Other Assets**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Deferred handling fees	53,920	46,133
Income receivable	175	51
Other receivables, deposits and prepayments	136,200	130,466
Employee benefits	710	935
Foreclosed properties	26,877	24,226
	<u>217,882</u>	<u>201,811</u>

**A12. Deposits from Customers**

**a. By type of deposit and contract**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
<b><u>At amortised cost</u></b>		
<b>Savings deposit</b>		
- Qard	10,009,570	10,170,977
<b>Demand deposit</b>		
- Qard	7,564,037	6,900,483
<b>Term deposit</b>		
- Term deposit		
- Commodity Murabahah	45,665,714	40,081,520
- Special term deposit account		
- Commodity Murabahah	10,238,096	9,154,130
	<u>73,477,417</u>	<u>66,307,110</u>

**b. By type of customer**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Federal and state governments	6,869,869	5,089,046
Local government and statutory authorities	1,420,671	776,504
Business enterprises	14,477,567	12,438,225
Individuals	29,027,277	26,076,260
Foreign customers	669,739	624,280
Others	21,012,294	21,302,795
	<u>73,477,417</u>	<u>66,307,110</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A12. Deposits from Customers** (continued)

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

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Due within six months	47,960,215	36,351,304
More than six months to one year	4,376,739	12,840,436
More than one year to three years	3,566,461	42,973
More than three years to five years	395	937
	<u>55,903,810</u>	<u>49,235,650</u>

**A13. Deposits from Banks and Other Financial Institutions**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
<b>At amortised cost</b>		
<u>Non-Mudharabah Fund</u>		
Licensed banks	1,552,158	1,965,613
Licensed investment banks	209,954	8,610
Bank Negara Malaysia	65,644	67,706
Other financial institutions	56,860	63,842
	<u>1,884,616</u>	<u>2,105,771</u>

**A14. Other Liabilities**

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Income payable	398,378	298,742
Other payables and accruals	408,374	329,462
Accrued restoration costs	1,094	569
Allowance for impairment on financing commitments and financial guarantees	12,606	12,116
	<u>820,452</u>	<u>640,889</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A14. Other Liabilities** (continued)

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

	<b>12-Month ECL (Stage 1) RM'000</b>	<b>Lifetime ECL Not Credit- Impaired (Stage 2) RM'000</b>	<b>Credit- Impaired (Stage 3) RM'000</b>	<b>Total RM'000</b>
At 1 January 2022	7,188	4,910	18	12,116
Changes due to financing commitments and financial guarantees recognised as at 1 January 2022:	1,046	(1,051)	5	-
- Transfer to Stage 1: 12-Month ECL	1,196	(1,195)	(1)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(148)	153	(5)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	(2)	(9)	11	-
New financing commitments and financial guarantees originated	575	266	-	841
Net remeasurement due to changes in credit risk	(1,060)	695	19	(346)
Financing commitments and financial guarantees derecognised	(207)	(319)	(1)	(527)
Modifications to contractual cash flows of financing commitments and financial guarantees	(2)	523	1	522
Changes in models / risk parameters	-	-	-	-
At 30 September 2022	<u>7,540</u>	<u>5,024</u>	<u>42</u>	<u>12,606</u>
At 1 January 2021	7,953	2,466	90	10,509
Changes due to financing commitments and financial guarantees recognised as at 1 January 2021:	515	(445)	(70)	-
- Transfer to Stage 1: 12-Month ECL	608	(582)	(26)	-
- Transfer to Stage 2: Lifetime ECL not credit-impaired	(93)	145	(52)	-
- Transfer to Stage 3: Lifetime ECL credit-impaired	-	(8)	8	-
New financing commitments and financial guarantees originated	783	899	-	1,682
Net remeasurement due to changes in credit risk	(1,368)	102	(9)	(1,275)
Financing commitments and financial guarantees derecognised	(179)	(139)	(1)	(319)
Modifications to contractual cash flows of financing commitments and financial guarantees	(25)	968	8	951
Changes in models / risk parameters	(491)	1,059	-	568
At 31 December 2021	<u>7,188</u>	<u>4,910</u>	<u>18</u>	<u>12,116</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Income derived from investment of:				
(a) Term deposits	<b>521,694</b>	429,139	<b>1,426,028</b>	1,345,478
(b) Other deposits	<b>208,263</b>	158,298	<b>580,020</b>	481,279
	<b>729,957</b>	587,437	<b>2,006,048</b>	1,826,757

**a. Income derived from investment of term deposits:**

Finance income and Hibah

Financing and advances	<b>419,397</b>	335,182	<b>1,146,757</b>	1,033,541
Financial investments at fair value through other comprehensive income	<b>53,623</b>	42,698	<b>146,675</b>	132,026
Financial investments at amortised cost	<b>31,522</b>	25,817	<b>87,666</b>	78,488
Balances with banks	<b>1,245</b>	230	<b>1,503</b>	2,568
	<b>505,787</b>	403,927	<b>1,382,601</b>	1,246,623
Financial assets at fair value through profit or loss	-	18	-	47
Total finance income and Hibah	<b>505,787</b>	403,945	<b>1,382,601</b>	1,246,670

Other operating income

Fee and commission income:

- Commissions	<b>8,276</b>	5,646	<b>22,348</b>	18,365
- Service charges and fees	<b>3,054</b>	2,005	<b>8,734</b>	6,203
- Facility fees	<b>249</b>	497	<b>577</b>	744
- Other fee income	<b>1,105</b>	838	<b>3,065</b>	2,657

Net gains and losses on financial instruments:

- Net gain arising from sale of financial investments at fair value through other comprehensive income	<b>143</b>	14,168	<b>626</b>	63,099
- Net gain / (loss) representing ineffective portions of hedging derivatives	<b>97</b>	(277)	<b>(417)</b>	(500)
- Others	<b>3</b>	1	<b>3</b>	37

Gross distribution income from collective investment

	<b>2,157</b>	1,815	<b>5,990</b>	5,772
Other income	<b>823</b>	501	<b>2,501</b>	2,431
Total other operating income	<b>15,907</b>	25,194	<b>43,427</b>	98,808
	<b>521,694</b>	429,139	<b>1,426,028</b>	1,345,478

Of which:

Financing income earned on impaired financing

	<b>821</b>	717	<b>2,046</b>	2,505
--	------------	-----	--------------	-------



**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<b>b. Income derived from investment of other deposits:</b>				
<u>Finance income and Hibah</u>				
Financing and advances	167,424	123,551	466,430	369,700
Financial investments at fair value through other comprehensive income	21,406	15,741	59,658	47,226
Financial investments at amortised cost	12,577	9,510	35,657	28,075
Balances with banks	505	94	611	918
	<b>201,912</b>	148,896	<b>562,356</b>	445,919
Financial assets at fair value through profit or loss	-	7	-	17
Total finance income and Hibah	<b>201,912</b>	148,903	<b>562,356</b>	445,936
<u>Other operating income</u>				
Fee and commission income:				
- Commissions	3,305	2,086	9,090	6,569
- Service charges and fees	1,218	739	3,553	2,219
- Facility fees	100	179	235	266
- Other fee income	442	310	1,247	951
Net gains and losses on financial instruments:				
- Net gain arising from sale of financial investments at fair value through other comprehensive income	56	5,325	254	22,571
- Net gain / (loss) representing ineffective portions of hedging derivatives	41	(101)	(170)	(179)
- Others	1	-	1	13
Gross distribution income from collective investment	861	669	2,437	2,064
Other income	327	188	1,017	869
Total other operating income	<b>6,351</b>	9,395	<b>17,664</b>	35,343
	<b>208,263</b>	158,298	<b>580,020</b>	481,279
Of which:				
Financing income earned on impaired financing	329	265	832	896

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<u>Finance income and Hibah</u>				
Financing and advances	49,779	38,562	135,344	117,840
Financial investments at fair value through other comprehensive income	6,365	4,912	17,311	15,053
Financial investments at amortised cost	3,742	2,970	10,347	8,949
Balances with banks	146	28	177	293
	<b>60,032</b>	46,472	<b>163,179</b>	142,135
Financial assets at fair value through profit or loss	-	2	-	5
Total finance income and Hibah	<b>60,032</b>	46,474	<b>163,179</b>	142,140
<u>Other operating income</u>				
Fee and commission income:				
- Commissions	983	650	2,638	2,094
- Service charges and fees	363	230	1,031	707
- Facility fees	29	57	68	85
- Other fee income	131	97	362	303
Net gains and losses on financial instruments:				
- Net gain arising from sale of financial investments at fair value through other comprehensive income	17	1,639	74	7,194
- Net gain / (loss) representing ineffective portions of hedging derivatives	11	(32)	(50)	(57)
- Others	1	1	1	5
Gross distribution income from collective investment	256	209	707	658
Other income	98	58	295	277
Total other operating income	<b>1,889</b>	2,909	<b>5,126</b>	11,266
	<b>61,921</b>	49,383	<b>168,305</b>	153,406
Of which:				
Financing income earned on impaired financing	98	83	242	286

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

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

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Expected credit losses	35,031	82,941	74,901	220,535
Impaired financing recovered	(9,212)	(4,755)	(23,220)	(18,135)
	<b>25,819</b>	<b>78,186</b>	<b>51,681</b>	<b>202,400</b>

**A18. Allowance for Impairment on Other Assets**

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Expected credit losses on:				
- Financial investments at fair value through other comprehensive income	152	51	352	104
- Financial investments at amortised cost	3	(18)	32	(10)
Allowance for impairment on foreclosed properties	12	(1)	271	202
	<b>167</b>	<b>32</b>	<b>655</b>	<b>296</b>

**A19. Income Attributable to Depositors and Others**

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Deposits from customers				
- Non-Mudharabah fund	332,289	253,157	885,719	754,612
Deposits from banks and other financial institutions				
- Non-Mudharabah fund	21,499	17,367	50,853	48,751
Financing sold to Cagamas	8,789	-	26,224	-
Sukuk Murabahah	10,746	12,180	31,573	44,095
Lease liabilities	191	201	516	608
	<b>373,514</b>	<b>282,905</b>	<b>994,885</b>	<b>848,066</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A20. Personnel expenses**

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Salaries, allowances and bonuses	5,561	4,400	14,882	13,229
Pension costs	909	798	2,475	2,383
Others	643	401	1,920	1,401
	<u>7,113</u>	<u>5,599</u>	<u>19,277</u>	<u>17,013</u>

**A21. Other Overheads and Expenditures**

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Establishment costs				
- Depreciation	591	477	1,588	1,422
- Insurance	200	222	864	674
- Water and electricity	73	30	151	111
- General repairs and maintenance	771	352	2,327	1,913
- Others	509	360	1,640	1,154
	<u>2,144</u>	<u>1,441</u>	<u>6,570</u>	<u>5,274</u>
Marketing expenses				
- Advertisement and publicity	412	229	1,103	1,111
- Others	822	145	1,180	696
	<u>1,234</u>	<u>374</u>	<u>2,283</u>	<u>1,807</u>
Administration and general expenses				
- Communication expenses	14,922	1,853	35,631	5,638
- Legal and professional fees	2,345	1,780	6,731	6,291
- Others	8,247	4,572	24,847	13,805
	<u>25,514</u>	<u>8,205</u>	<u>67,209</u>	<u>25,734</u>
Cost of resource sharing charged by Public Bank Berhad *	122,378	112,983	352,452	337,484
Recovery of expenses	(4,257)	(3,180)	(13,822)	(10,870)
	<u>147,013</u>	<u>119,823</u>	<u>414,692</u>	<u>359,429</u>

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

	3rd Quarter Ended		Nine Months Ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
Credit related	51,755	49,197	151,552	146,485
Non-credit branch support	45,744	41,850	130,906	125,076
Other administration function	24,879	21,936	69,994	65,923
	<u>122,378</u>	<u>112,983</u>	<u>352,452</u>	<u>337,484</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A22. 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 3rd quarter and nine months ended 30 September 2022.

	<b>3rd Quarter Ended</b>		<b>Nine Months Ended</b>	
	<b>30 September 2022 RM'000</b>	<b>30 September 2021 RM'000</b>	<b>30 September 2022 RM'000</b>	<b>30 September 2021 RM'000</b>
Net profit attributable to equity holder of the Bank (RM'000)	<b>159,267</b>	114,154	<b>464,498</b>	420,468
Number of ordinary shares at beginning of the period ('000)	<b>243,217</b>	231,217	<b>231,217</b>	231,217
Effect of the issuance of shares ('000)	-	-	<b>6,198</b>	-
Weighted average number of shares in issue ('000)	<b>243,217</b>	231,217	<b>237,415</b>	231,217
Basic EPS (sen)	<b>65.5</b>	49.4	<b>195.6</b>	181.8

**b) Diluted EPS**

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

**A23. Performance Review**

The Bank reported a higher pre-tax profit of RM693.2 million for the financial period ended 30 September 2022, which was 25.4% or RM140.2 million higher as compared to pre-tax profit of RM553.0 million for the financial period ended 30 September 2021. The higher profit was due to lower allowance for impairment on financing and advances of RM150.7 million and higher net finance income of RM126.6 million offset by lower other operating income of RM79.1 million, higher other operating expenses of RM57.6 million and higher allowance for impairment on other assets of RM0.4 million.

**A24. Prospects for 2022**

Global growth continues to be supported by the reopening of most economies and international borders. These help cushion the impact weighed down by heightened financial market volatility owing to monetary policy tightening in the United States, slowdown in China, inflationary pressure, geopolitical tension(s) and potential energy crisis especially in Europe.

The Malaysian economy is expected to remain supported by both domestic and external demand, continued policy support domestically as well as improvement in its labour market. However, Malaysia faces headwinds due to spillover effects of uncertainties in the global front. As for the Malaysian banking system, it remains resilient underpinned by ample liquidity and healthy capital buffers.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A24. Prospects for 2022** (continued)

The Bank is fully committed to further strengthen its role as a financial intermediary contributing to the economic recovery and national development. The Bank continues to operate efficiently, maintain prudence in management of credit risk and proactively manage any potential stress in asset quality whilst preserving its sound corporate governance and risk management practices. The Bank is still proactively providing further assistance to customers as it continues to reach out to customers who may continue to face financial constraints, including the necessary financial support for small and medium-sized enterprises ("SMEs").

The Bank remains proactive in and committed to embrace sustainability in its business operations, of which its pursuits of sustainability encompass a wide array of initiatives covering the areas of environmental, social and governance ("ESG"). In addressing climate change risk, the Bank continues to promote the transition to a low carbon economy by supporting green financing and embedding environmental consideration into its business strategies. The Bank's offering of attractive financing packages for the purchase of solar panel and energy efficient vehicles, among others, continue to support a green and lower carbon emission environment. In 2022, the Bank and several property developers have signed Memorandum of Understandings to collaborate on property financing for green and sustainable development projects in Malaysia.

On digitalisation and technological innovation, the Bank continues to apply relevant roadmap and strategies for the development of digital initiatives amid the new normal business environment. This includes ongoing upgrades and enhancement of information and communication technology infrastructure as well as exploration and adoption of new technologies to cater to the evolving customers' needs.

For long term sustainability, the Bank will enhance further its service delivery standards and infrastructure leveraging on the advancement of technology, to provide seamless banking services across its multi-delivery channels. The Bank will also continue to deliver efficient customer service through its extensive network of physical and digital channels, while sustaining its market position in both the domestic retail and consumer segments.

The Bank will continue to support financing in residential properties, in tandem with the Government's initiative to promote home ownership, especially for first time home buyers. The Bank will also continue to support financing for purchase of passenger vehicles and financing to SMEs. Similarly, the Bank will remain supportive of its corporate financing business by leveraging on its strong franchise and relationship with customers.

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

The Bank continues to ensure that it remains well-capitalised and well-funded to support its business, while safeguarding the interests of 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 navigate through the challenges ahead.

**A25. Subsequent Events**

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

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A26. Segment Information**

	<----- Operating Segments ----->						
<b>3rd Quarter Ended 30 September 2022</b>	<b>Hire Purchase RM'000</b>	<b>Retail Operations RM'000</b>	<b>Corporate Banking RM'000</b>	<b>Treasury and Capital Market Operations RM'000</b>	<b>Head Office and Funding Center RM'000</b>	<b>Inter- segment Elimination RM'000</b>	<b>Total RM'000</b>
External revenue	121,762	467,800	49,965	49,541	102,796	-	791,864
Revenue from other segments	454	62,477	171	48,335	29,759	(141,196)	-
	<b>122,216</b>	<b>530,277</b>	<b>50,136</b>	<b>97,876</b>	<b>132,555</b>	<b>(141,196)</b>	<b>791,864</b>
Net finance income / (expense)	38,344	235,489	12,686	(343)	108,041	-	394,217
Other operating income / (loss)	339	20,235	144	(31)	3,460	-	24,147
Net income / (loss)	<b>38,683</b>	<b>255,724</b>	<b>12,830</b>	<b>(374)</b>	<b>111,501</b>	<b>-</b>	<b>418,364</b>
Other operating expenses	(13,651)	(110,766)	(273)	(1,410)	(28,026)	-	(154,126)
Writeback of allowance / (Allowance) for impairment on financing and advances	16,624	(351)	(42,092)	-	-	-	(25,819)
(Allowance) / Writeback of allowance for impairment on other assets	-	(12)	-	(157)	2	-	(167)
Profit / (Loss) by segments	<b>41,656</b>	<b>144,595</b>	<b>(29,535)</b>	<b>(1,941)</b>	<b>83,477</b>	<b>-</b>	<b>238,252</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A26. Segment Information (continued)**

	<----- Operating Segments ----->						
<b>3rd Quarter Ended 30 September 2021</b>	<b>Hire Purchase RM'000</b>	<b>Retail Operations RM'000</b>	<b>Corporate Banking RM'000</b>	<b>Treasury and Capital Market Operations RM'000</b>	<b>Head Office and Funding Center RM'000</b>	<b>Inter- segment Elimination RM'000</b>	<b>Total RM'000</b>
External revenue	109,868	366,753	43,508	38,961	77,722	-	636,812
Revenue from other segments	(8)	86,906	154	31,318	21,771	(140,141)	-
	109,860	453,659	43,662	70,279	99,493	(140,141)	636,812
Net finance income	34,079	229,664	12,962	9,415	30,297	-	316,417
Other operating income	205	13,452	555	4,313	18,973	-	37,498
Net income	34,284	243,116	13,517	13,728	49,270	-	353,915
Other operating expenses	(13,173)	(85,967)	(1,051)	(1,500)	(23,731)	-	(125,422)
Allowance for impairment on financing and advances (Allowance) / Writeback of allowance	(13,727)	(61,791)	(2,668)	-	-	-	(78,186)
for impairment on other assets	-	-	-	(43)	11	-	(32)
Profit by segments	7,384	95,358	9,798	12,185	25,550	-	150,275



**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A26. Segment Information (continued)**

<b>Nine Months Ended 30 September 2022</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 Capital Market Operations RM'000</b>	<b>Head Office and Funding Center RM'000</b>	<b>Inter- segment Elimination RM'000</b>	
External revenue	355,981	1,258,932	140,997	128,639	289,761	-	2,174,310
Revenue from other segments	622	221,896	289	124,871	69,736	(417,414)	-
	<b>356,603</b>	<b>1,480,828</b>	<b>141,286</b>	<b>253,510</b>	<b>359,497</b>	<b>(417,414)</b>	<b>2,174,310</b>
Net finance income	116,118	696,291	37,376	15,657	247,809	-	1,113,251
Other operating income	790	56,240	205	285	8,697	-	66,217
Net income	<b>116,908</b>	<b>752,531</b>	<b>37,581</b>	<b>15,942</b>	<b>256,506</b>	-	<b>1,179,468</b>
Other operating expenses	(40,047)	(308,271)	(1,742)	(4,668)	(79,241)	-	(433,969)
Writeback of allowance / (Allowance) for impairment on financing and advances	22,932	(31,476)	(43,137)	-	-	-	(51,681)
Allowance for impairment on other assets	-	(271)	-	(314)	(70)	-	(655)
Profit / (Loss) by segments	<b>99,793</b>	<b>412,513</b>	<b>(7,298)</b>	<b>10,960</b>	<b>177,195</b>	-	<b>693,163</b>
Cost income ratio	34.3%	41.0%	4.6%	29.3%	30.9%	-	36.8%
Gross financing and advances	10,421,763	49,457,770	5,195,060	-	-	-	65,074,593
Financing growth	8.9%	8.5%	5.9%	-	-	-	8.4%
Impaired financing and advances	27,000	89,890	1,127	-	-	-	118,017
Impaired financing ratio	0.26%	0.18%	0.02%	-	-	-	0.18%
Deposits from customers	-	63,212,453	11,817	10,253,147	-	-	73,477,417
Deposit growth	-	10.6%	27.6%	12.0%	-	-	10.8%
Segment assets	<b>10,194,778</b>	<b>64,372,701</b>	<b>5,090,454</b>	<b>12,020,152</b>	<b>11,360,277</b>	<b>(18,691,008)</b>	<b>84,347,354</b>
Reconciliation of segment assets to total assets:							
Investment in an associated company							67,500
Unallocated assets							384,675
Total assets							<b>84,799,529</b>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A26. Segment Information (continued)**

	<----- 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	
<b>Nine Months Ended 30 September 2021</b>							
External revenue	328,124	1,075,903	130,564	153,103	292,434	-	1,980,128
Revenue from other segments	-	271,500	301	87,742	67,909	(427,452)	-
	<u>328,124</u>	<u>1,347,403</u>	<u>130,865</u>	<u>240,845</u>	<u>360,343</u>	<u>(427,452)</u>	<u>1,980,128</u>
Net finance income	102,022	668,831	40,582	29,158	146,087	-	986,680
Other operating income	639	43,036	559	49,911	51,272	-	145,417
Net income	<u>102,661</u>	<u>711,867</u>	<u>41,141</u>	<u>79,069</u>	<u>197,359</u>	<u>-</u>	<u>1,132,097</u>
Other operating expenses	(39,294)	(256,465)	(2,706)	(4,323)	(73,654)	-	(376,442)
Allowance for impairment on financing and advances (Allowance) / Writeback of allowance for impairment on other assets	(65,260)	(134,053)	(3,087)	-	-	-	(202,400)
(Loss) / Profit by segments	<u>-</u>	<u>(203)</u>	<u>-</u>	<u>(104)</u>	<u>11</u>	<u>-</u>	<u>(296)</u>
	<u>(1,893)</u>	<u>321,146</u>	<u>35,348</u>	<u>74,642</u>	<u>123,716</u>	<u>-</u>	<u>552,959</u>
Cost income ratio	38.3%	36.0%	6.6%	5.5%	37.3%	-	33.3%
Gross financing and advances	9,188,602	44,157,315	4,932,248	-	-	-	58,278,165
Financing growth	4.4%	8.1%	-1.2%	-	-	-	6.6%
Impaired financing and advances	46,037	99,089	1,500	-	-	-	146,626
Impaired financing ratio	0.50%	0.22%	0.03%	-	-	-	0.25%
Deposits from customers	-	56,829,457	3,992	6,816,875	-	-	63,650,324
Deposit growth	-	4.5%	-43.9%	-8.4%	-	-	3.0%
Segment assets	<u>9,030,314</u>	<u>57,748,526</u>	<u>4,867,018</u>	<u>9,054,183</u>	<u>9,803,836</u>	<u>(17,399,298)</u>	<u>73,104,579</u>
Reconciliation of segment assets to total assets:							
Investment in an associated company							67,500
Unallocated assets							<u>307,244</u>
Total assets							<u><u>73,479,323</u></u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A27. 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):

	<b>30 September 2022</b>	<b>31 December 2021</b>
<u>Before deducting interim dividend</u> *		
Common Equity Tier I ("CET I") capital ratio	<b>11.917%</b>	11.777%
Tier I capital ratio	<b>11.917%</b>	11.777%
Total capital ratio	<b>15.088%</b>	15.142%
<u>After deducting interim dividend</u> *		
CET I capital ratio	<b>11.917%</b>	11.777%
Tier I capital ratio	<b>11.917%</b>	11.777%
Total capital ratio	<b>15.088%</b>	15.142%

\* Refer to interim dividend declared subsequent to the financial period / year end.

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Components of CET I, Tier I and Tier II capital:		
<u>CET I capital / Tier I capital</u>		
Share capital	<b>3,032,717</b>	2,732,717
Other reserves	<b>(225,424)</b>	(94,385)
Retained profits	<b>3,505,468</b>	3,040,798
Less: Deferred tax assets, net	<b>(227,640)</b>	(194,892)
Less: Defined benefit pension fund assets	<b>(710)</b>	(935)
Less: Investment in an associated company deducted from CET I capital	<b>(67,500)</b>	(67,500)
Total CET I capital / Tier I capital	<b>6,016,911</b>	5,415,803
<u>Tier II capital</u>		
Stage 1 and Stage 2 expected credit loss allowances #	<b>601,011</b>	547,391
Subordinated Sukuk Murabahah	<b>1,000,000</b>	1,000,000
Total Tier II capital	<b>1,601,011</b>	1,547,391
Total capital	<b>7,617,922</b>	6,963,194

# Excludes expected credit loss allowances restricted from Tier II capital of the Bank of RM153,579,000 (31 December 2021 : RM152,804,000).

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A27. 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.

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.

As allowed under the BNM's Capital Adequacy Frameworks for Islamic Banks on Capital Components, financial institutions which elect to apply the transitional arrangements for regulatory capital treatment of accounting provisions are allowed to add back a portion of the Stage 1 and Stage 2 provisions for expected credit losses to CET I capital over a four-year period from financial year beginning 2020, or a three-year period from financial year beginning 2021. The Bank has not applied the said transitional arrangements.

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

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Credit risk	<b>48,080,872</b>	43,791,293
Market risk	<b>48</b>	59
Operational risk	<b>2,409,238</b>	2,194,784
	<b><u>50,490,158</u></b>	<u>45,986,136</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A28. Commitments and Contingencies**

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

	<b>30 September 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
<u>Contingent Liabilities</u>		
Direct credit substitutes	35,149	32,517
Transaction-related contingent items	69,414	70,194
Short term self-liquidating trade-related contingencies	3,379	7,099
	<u>107,942</u>	<u>109,810</u>
<u>Commitments</u>		
Other commitments, such as formal standby facilities and credit lines, with an original maturity of:		
- exceeding one year	7,424,993	7,397,178
- not exceeding one year	2,995,571	2,844,610
Unutilised credit card lines	241,343	209,754
	<u>10,661,907</u>	<u>10,451,542</u>
<u>Derivative Financial Instruments</u>		
Foreign exchange related contracts:		
- up to one year	949	-
Profit rate related contracts:		
- up to one year	-	500,000
- more than one year to five years	3,100,000	2,600,000
- more than five years	100,000	600,000
	<u>3,200,949</u>	<u>3,700,000</u>
	<u>13,970,798</u>	<u>14,261,352</u>

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A29. 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.

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A29. 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:

<b>30 September 2022</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<b>Financial assets</b>				
Financial investments at fair value through other comprehensive income				
- Government securities and treasury bills	-	12,139,190	-	12,139,190
Derivative financial assets	-	53,625	-	53,625
Total financial assets measured at fair value	-	12,192,815	-	12,192,815
<b>Financial liabilities</b>				
Derivative financial liabilities	-	13,933	-	13,933
Total financial liabilities measured at fair value	-	13,933	-	13,933

**PUBLIC ISLAMIC BANK BERHAD**  
**Company Registration No.: 197301001433 (14328-V)**  
**(Incorporated in Malaysia)**

**A29. 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):

<b>31 December 2021</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<b>Financial assets</b>				
Financial investments at fair value through other comprehensive income				
- Government securities and treasury bills	-	10,241,995	-	10,241,995
Derivative financial assets	-	14,587	-	14,587
Total financial assets measured at fair value	-	10,256,582	-	10,256,582
<b>Financial liabilities</b>				
Derivative financial liabilities	-	103,576	-	103,576
Total financial liabilities measured at fair value	-	103,576	-	103,576

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the financial period / year (2021 : None).