

**RHB INVESTMENT BANK BERHAD**  
**Incorporated in Malaysia**  
**Registration No. 197401002639 (19663-P)**

**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022**

	Note	Group		Bank	
		As at	As at	As at	As at
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		RM'000	RM'000	RM'000	RM'000
<b>ASSETS</b>					
Cash and short-term funds		2,678,203	2,403,096	2,149,479	1,518,663
Deposits and placements with banks and other financial institutions		198,012	196,780	-	-
Financial assets at fair value through profit or loss ('FVTPL')	8	880,028	851,797	71,822	116,690
Financial assets at fair value through other comprehensive income ('FVOCI')	9	280,036	597,672	277,307	595,235
Financial investments at amortised costs	10	957,408	1,486,708	957,408	1,486,708
Loans and advances	11	1,873,654	1,681,479	1,365,826	1,348,177
Clients' and brokers' balances	12	741,140	879,595	641,294	641,119
Other assets	13	142,916	324,725	63,745	85,529
Derivative assets		1,275	928	716	17
Statutory deposits		44,381	13,090	40,100	9,000
Tax recoverable		36,172	7,294	31,382	3,841
Deferred tax assets		16,875	32,651	8,381	22,684
Investments in subsidiaries		-	-	699,324	712,127
Investments in associates and joint venture		4,721	4,644	5,028	5,028
Right-of-use assets		16,532	23,013	6,951	9,860
Property, plant and equipment		36,749	36,486	20,001	19,471
Goodwill and other intangible assets		497,661	496,272	403,716	402,578
		<b>8,405,763</b>	<b>9,036,230</b>	<b>6,742,480</b>	<b>6,976,727</b>
Non-current assets held for sale	32(a)	-	12,521	-	-
<b>TOTAL ASSETS</b>		<b>8,405,763</b>	<b>9,048,751</b>	<b>6,742,480</b>	<b>6,976,727</b>
<b>LIABILITIES AND EQUITY</b>					
Deposits from customers	14	1,289,098	1,560,040	1,289,098	1,560,040
Deposits and placements of banks and other financial institutions	15	1,918,878	2,428,314	1,918,878	2,428,314
Obligations on securities sold under repurchase agreements		789,281	-	789,281	-
Clients' and brokers' balances		776,789	948,511	692,619	722,891
Other liabilities	16	599,694	1,187,487	230,235	270,780
Derivative liabilities		19,746	21,941	10,277	21,567
Tax liabilities		6,061	8,753	-	-
Lease liabilities		16,745	22,871	7,125	9,999
Borrowings		755,916	531,588	-	-
Subordinated obligations		101,097	202,175	101,097	202,175
		<b>6,273,305</b>	<b>6,911,680</b>	<b>5,038,610</b>	<b>5,215,766</b>
Non-current liabilities held for sale	32(a)	-	6,003	-	-
<b>TOTAL LIABILITIES</b>		<b>6,273,305</b>	<b>6,917,683</b>	<b>5,038,610</b>	<b>5,215,766</b>
Share capital		1,220,000	1,220,000	1,220,000	1,220,000
Reserves		901,877	900,801	483,870	540,961
		<b>2,121,877</b>	<b>2,120,801</b>	<b>1,703,870</b>	<b>1,760,961</b>
Non-controlling interests		10,581	10,267	-	-
<b>TOTAL EQUITY</b>		<b>2,132,458</b>	<b>2,131,068</b>	<b>1,703,870</b>	<b>1,760,961</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>8,405,763</b>	<b>9,048,751</b>	<b>6,742,480</b>	<b>6,976,727</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	27	<b>2,178,321</b>	<b>941,817</b>	<b>1,867,243</b>	<b>707,601</b>

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**RHB INVESTMENT BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED INCOME STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

<b>Group</b>	<b>Note</b>	<b>4th Quarter Ended</b>		<b>Twelve Months Ended</b>	
		<b>31 December 2022</b>	<b>31 December 2021</b>	<b>31 December 2022</b>	<b>31 December 2021</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	17	65,793	56,070	229,310	221,959
Interest expense	18	(41,598)	(25,339)	(130,372)	(102,575)
Net interest income		24,195	30,731	98,938	119,384
Fee and commission income	19	127,966	211,297	558,090	991,938
Fee and commission expense	20	(29,796)	(69,938)	(146,508)	(368,421)
Other operating income	21	22,573	33,443	92,972	195,921
		144,938	205,533	603,492	938,822
Other operating expenses	22	(119,632)	(153,397)	(498,849)	(532,369)
Operating profit before allowances		25,306	52,136	104,643	406,453
Allowance written back for expected credit losses	23	2,524	9,066	1,890	13,023
Impairment loss on other non-financial assets	24	(30)	-	(43)	(314)
		27,800	61,202	106,490	419,162
Share of results of associates		43	13	89	33
Share of results of joint venture		31	-	31	-
<b>Profit before taxation</b>		<b>27,874</b>	<b>61,215</b>	<b>106,610</b>	<b>419,195</b>
Taxation		(7,762)	(5,060)	(34,637)	(78,917)
<b>Profit from continuing operations</b>		<b>20,112</b>	<b>56,155</b>	<b>71,973</b>	<b>340,278</b>
Profit/(Loss) from discontinued operation attributable to equity holder	32(a)	-	1,097	20,848	(1,149)
<b>Net profit for the financial period/year</b>		<b>20,112</b>	<b>57,252</b>	<b>92,821</b>	<b>339,129</b>
Profit attributable to:					
- Equity holder of the Bank	25	19,861	57,021	91,526	337,839
- Non-controlling interests		251	231	1,295	1,290
		20,112	57,252	92,821	339,129
Basic earnings/(loss) per share (sen)					
- Continuing operations	25	24.8	69.9	88.3	398.9
- Discontinued operation	25	-	1.4	26.1	(1.4)
		24.8	71.3	114.4	397.5

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**RHB INVESTMENT BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

<b>Group</b>	<b>Note</b>	<b>4th Quarter Ended</b>		<b>Twelve Months Ended</b>	
		<b>31 December 2022</b>	<b>31 December 2021</b>	<b>31 December 2022</b>	<b>31 December 2021</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net profit for the financial period/year		<b>20,112</b>	57,252	<b>92,821</b>	339,129
Other comprehensive (loss)/income:					
(a) Items that will not be reclassified to income statements:					
(i) Actuarial gain/(loss) on defined benefit plan of subsidiaries		<b>1,624</b>	(1,125)	<b>1,717</b>	751
(ii) Financial assets at FVOCI, equity instruments:					
- Unrealised net gain/(loss) on revaluation		<b>103</b>	(11)	<b>2,139</b>	1,361
(b) Items that will be reclassified subsequently to income statements:					
(i) Foreign currency translation reserves:					
- Currency translation differences		<b>(27,316)</b>	1,320	<b>10,426</b>	1,906
- Recycled to income statements on disposal of a subsidiary	<b>32(a)</b>	-	-	<b>(347)</b>	-
(ii) Financial assets at FVOCI, debt instruments:					
- Unrealised net gain/(loss) on revaluation		<b>2,165</b>	(2,834)	<b>(7,144)</b>	(14,359)
Income tax relating to components of other comprehensive (income)/loss		<b>(519)</b>	673	<b>1,945</b>	2,756
Other comprehensive (loss)/income, net of tax, for the financial period/year		<b>(23,943)</b>	(1,977)	<b>8,736</b>	(7,585)
Total comprehensive (loss)/income for the financial period/year		<b>(3,831)</b>	55,275	<b>101,557</b>	331,544
Total comprehensive (loss)/income attributable to:					
- Equity holder of the Bank		<b>(3,967)</b>	55,063	<b>100,249</b>	330,315
- Non-controlling interests		<b>136</b>	212	<b>1,308</b>	1,229
		<b>(3,831)</b>	55,275	<b>101,557</b>	331,544
Total comprehensive (loss)/income attributable to equity holder of the Bank from:					
- Continuing operations		<b>(3,967)</b>	55,699	<b>79,395</b>	333,197
- Discontinued operation	<b>32(a)</b>	-	(636)	<b>20,854</b>	(2,882)
		<b>(3,967)</b>	55,063	<b>100,249</b>	330,315

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**RHB INVESTMENT BANK BERHAD**  
**Incorporated in Malaysia**  
**Registration No. 197401002639 (19663-P)**

**INTERIM FINANCIAL STATEMENTS**  
**AUDITED INCOME STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

<b>Bank</b>	<b>Note</b>	<b>4th Quarter Ended</b>		<b>Twelve Months Ended</b>	
		<b>31 December 2022</b>	<b>31 December 2021</b>	<b>31 December 2022</b>	<b>31 December 2021</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	17	53,681	45,870	186,414	179,154
Interest expense	18	(32,171)	(21,568)	(106,002)	(86,936)
Net interest income		21,510	24,302	80,412	92,218
Fee and commission income	19	53,035	88,810	213,144	400,097
Fee and commission expense	20	(2,126)	(9,011)	(8,167)	(41,300)
Other operating income	21	44,208	55,533	96,533	163,789
		116,627	159,634	381,922	614,804
Other operating expenses	22	(67,588)	(100,060)	(288,738)	(312,015)
Operating profit before allowances		49,039	59,574	93,184	302,789
Allowance written back for expected credit losses	23	2,311	6,824	1,080	6,372
Impairment loss on other non-financial assets	24	(24,576)	(1,941)	(26,398)	(3,042)
<b>Profit before taxation</b>		<b>26,774</b>	<b>64,457</b>	<b>67,866</b>	<b>306,119</b>
Taxation		(5,344)	(2,126)	(22,060)	(59,998)
<b>Net profit for the financial period/year</b>		<b>21,430</b>	<b>62,331</b>	<b>45,806</b>	<b>246,121</b>

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**RHB INVESTMENT BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

<b>Bank</b>	<b>4th Quarter Ended</b>		<b>Twelve Months Ended</b>	
	<b>31 December 2022</b>	<b>31 December 2021</b>	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net profit for the financial period/year	<b>21,430</b>	62,331	<b>45,806</b>	246,121
Other comprehensive income/(loss):				
(a) Item that will not be reclassified to income statement:				
(i) Financial assets at FVOCI, equity instruments:				
- Unrealised net (loss)/gain on revaluation	<b>(1)</b>	-	<b>1,847</b>	1,716
(b) Item that will be reclassified subsequently to income statement:				
(i) Financial assets at FVOCI, debt instruments:				
- Unrealised net gain/(loss) on revaluation	<b>2,165</b>	(2,834)	<b>(7,144)</b>	(14,359)
Income tax relating to components of other comprehensive (income)/loss	<b>(519)</b>	680	<b>1,715</b>	3,446
Other comprehensive income/(loss), net of tax, for the financial period/year	<b>1,645</b>	(2,154)	<b>(3,582)</b>	(9,197)
Total comprehensive income for the financial period/year	<b>23,075</b>	60,177	<b>42,224</b>	236,924

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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

**Attributable to the Equity Holder of the Bank**

<u>Group</u>	<u>Note</u>	<u>Share capital</u> RM'000	<u>Statutory reserves</u> RM'000	<u>FVOCI reserves</u> RM'000	<u>Capital contribution by ultimate holding company</u> RM'000	<u>Translation reserves</u> RM'000	<u>Regulatory reserves</u> RM'000	<u>Retained profits</u> RM'000	<u>Total</u> RM'000	<u>Non-controlling interests</u> RM'000	<u>Total</u> RM'000
<b>Balance as at 1 January 2022</b>		1,220,000	515	38,949	-	63,460	30,471	767,406	2,120,801	10,267	2,131,068
Net profit for the financial year		-	-	-	-	-	-	91,526	91,526	1,295	92,821
Foreign currency translation reserves:											
- Currency translation differences		-	-	-	-	10,492	-	-	10,492	(66)	10,426
- Recycled to income statements on disposal of a subsidiary	32(a)	-	-	-	-	(347)	-	-	(347)	-	(347)
Financial assets at FVOCI:											
- Equity instruments											
- Unrealised net gain on revaluation		-	-	2,081	-	-	-	-	2,081	58	2,139
- Debt instruments											
- Unrealised net loss on revaluation		-	-	(7,144)	-	-	-	-	(7,144)	-	(7,144)
Actuarial gain on defined benefit plan of subsidiary		-	-	-	-	-	-	1,698	1,698	19	1,717
Income tax relating to components of other comprehensive loss		-	-	1,715	-	-	-	228	1,943	2	1,945
Other comprehensive (loss)/income, net of tax, for the financial year		-	-	(3,348)	-	10,145	-	1,926	8,723	13	8,736
Total comprehensive (loss)/income for the financial year		-	-	(3,348)	-	10,145	-	93,452	100,249	1,308	101,557
Share-based payment expenses	22(a)	-	-	-	827	-	-	-	827	3	830
Transfer from regulatory reserves		-	-	-	-	-	(705)	705	-	-	-
Dividend paid	7	-	-	-	-	-	-	(100,000)	(100,000)	-	(100,000)
Dividends paid to non-controlling interests		-	-	-	-	-	-	-	-	(972)	(972)
Disposal of a subsidiary		-	-	-	-	-	-	-	-	(25)	(25)
Total transactions with owner		-	-	-	827	-	(705)	(99,295)	(99,173)	(994)	(100,167)
<b>Balance as at 31 December 2022</b>		<b>1,220,000</b>	<b>515</b>	<b>35,601</b>	<b>827</b>	<b>73,605</b>	<b>29,766</b>	<b>761,563</b>	<b>2,121,877</b>	<b>10,581</b>	<b>2,132,458</b>

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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

**Attributable to Equity Holder of the Bank**

<b>Group</b>	<b>Share capital</b>	<b>Statutory reserves</b>	<b>FVOCI reserves</b>	<b>Translation reserves</b>	<b>Regulatory reserves</b>	<b>Retained profits</b>	<b>Total</b>	<b>Non-controlling interests</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Balance as at 1 January 2021	1,487,773	515	50,380	61,582	35,282	522,727	2,158,259	10,238	2,168,497
Net profit for the financial year	-	-	-	-	-	337,839	337,839	1,290	339,129
Foreign currency translation reserves:									
- Currency translation differences	-	-	-	1,878	-	-	1,878	28	1,906
Financial assets at FVOCI:									
- Equity instruments									
- Unrealised net gain/(loss) on revaluation	-	-	1,432	-	-	-	1,432	(71)	1,361
- Net gain on disposal	-	-	(1,950)	-	-	1,950	-	-	-
- Debt instruments									
- Unrealised net loss on revaluation	-	-	(14,359)	-	-	-	(14,359)	-	(14,359)
Actuarial gain/(loss) on defined benefit plan of subsidiaries	-	-	-	-	-	767	767	(16)	751
Income tax relating to components of other comprehensive loss/(income)	-	-	3,446	-	-	(688)	2,758	(2)	2,756
Other comprehensive (loss)/income, net of tax, for the financial year	-	-	(11,431)	1,878	-	2,029	(7,524)	(61)	(7,585)
Total comprehensive (loss)/income for the financial year	-	-	(11,431)	1,878	-	339,868	330,315	1,229	331,544
Capital cancellation	(267,773)	-	-	-	-	-	(267,773)	-	(267,773)
Transfer from regulatory reserves	-	-	-	-	(4,811)	4,811	-	-	-
Dividend paid	-	-	-	-	-	(100,000)	(100,000)	-	(100,000)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(1,200)	(1,200)
Total transactions with owner	(267,773)	-	-	-	(4,811)	(95,189)	(367,773)	(1,200)	(368,973)
Balance as at 31 December 2021	1,220,000	515	38,949	63,460	30,471	767,406	2,120,801	10,267	2,131,068

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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

	Note	Non-Distributable			Distributable		Total
		Share capital	FVOCI reserves	Capital contribution by ultimate holding company	Regulatory reserves	Retained profits	
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Bank</b>							
<b>Balance as at 1 January 2022</b>		1,220,000	38,642	-	21,030	481,289	1,760,961
Net profit for the financial year		-	-	-	-	45,806	45,806
Financial assets at FVOCI:							
- Equity instruments							
- Unrealised net gain on revaluation		-	1,847	-	-	-	1,847
- Debt instruments							
- Unrealised net loss on revaluation		-	(7,144)	-	-	-	(7,144)
Income tax relating to components of other comprehensive loss		-	1,715	-	-	-	1,715
Other comprehensive loss, net of tax, for the financial year		-	(3,582)	-	-	-	(3,582)
Total comprehensive (loss)/income for the financial year		-	(3,582)	-	-	45,806	42,224
Share-based payment expenses	22(a)	-	-	685	-	-	685
Transfer to regulatory reserves		-	-	-	349	(349)	-
Dividend paid	7	-	-	-	-	(100,000)	(100,000)
Total transactions with owner		-	-	685	349	(100,349)	(99,315)
<b>Balance as at 31 December 2022</b>		<b>1,220,000</b>	<b>35,060</b>	<b>685</b>	<b>21,379</b>	<b>426,746</b>	<b>1,703,870</b>

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**INTERIM FINANCIAL STATEMENTS**  
**AUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	Non-Distributable			Distributable	Total
	Share capital	FVOCI reserves	Regulatory reserves	Retained profits	
<b><u>Bank</u></b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Balance as at 1 January 2021	1,487,773	47,839	24,937	331,261	1,891,810
Net profit for the financial year	-	-	-	246,121	246,121
Financial assets at FVOCI:					
- Equity instruments					
- Unrealised net gain on revaluation	-	1,716	-	-	1,716
- Debt instruments					
- Unrealised net loss on revaluation	-	(14,359)	-	-	(14,359)
Income tax relating to components of other comprehensive loss	-	3,446	-	-	3,446
Other comprehensive loss, net of tax, for the financial year	-	(9,197)	-	-	(9,197)
Total comprehensive (loss)/income for the financial year	-	(9,197)	-	246,121	236,924
Capital cancellation	(267,773)	-	-	-	(267,773)
Transfer from regulatory reserves	-	-	(3,907)	3,907	-
Dividend paid	-	-	-	(100,000)	(100,000)
Total transactions with owner	(267,773)	-	(3,907)	(96,093)	(367,773)
Balance as at 31 December 2021	1,220,000	38,642	21,030	481,289	1,760,961

*This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.*

INTERIM FINANCIAL STATEMENTS  
 AUDITED STATEMENTS OF CASH FLOWS  
 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

	Note	31 December 2022 RM'000	31 December 2021 RM'000
<b>Group</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(Loss) before taxation:			
- Continuing operations		106,610	419,195
- Discontinued operation	32(a)	24,646	(1,147)
		<u>131,256</u>	<u>418,048</u>
Adjustments for non-operating and non-cash items		(48,432)	(128,132)
Operating profit before working capital changes		<u>82,824</u>	289,916
Changes in working capital:			
Net changes in operating assets		(359,853)	736,581
Net changes in operating liabilities		(256,585)	69,847
Cash (used in)/generated from operations		(533,614)	1,096,344
Lease interest		(962)	(1,348)
Net tax paid		(51,814)	(93,897)
Net cash (used in)/generated from operating activities		<u>(586,390)</u>	<u>1,001,099</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Property, plant and equipment:			
- Purchases		(13,038)	(11,067)
- Proceeds from disposal		109	78
Purchase of other intangible assets		(12,995)	(19,186)
Net proceeds from/(purchases of) financial assets at FVOCI and financial investments at amortised costs		838,511	(454,747)
Net gain on disposal of financial assets at FVOCI, equity instruments		-	5,234
Interest income received from financial assets at FVTPL, FVOCI and financial investments at amortised costs		59,472	52,771
Dividend income received from financial assets at FVTPL and FVOCI		9,328	11,962
Proceeds from disposal of a subsidiary, net of cash and cash equivalents received	32(a)	26,652	-
Contingent consideration (paid)/received arising from disposal of a subsidiary		(136)	1,256
Net cash generated from/(used in) investing activities		<u>907,903</u>	<u>(413,699)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Capital repayment to shareholder		-	(267,773)
Proceeds from issuance of subordinated obligations	31(a)	100,000	-
Redemption of subordinated obligations	31(a)	(200,000)	-
Subordinated obligations interest paid		(9,800)	(9,773)
Net drawdown/(repayment) of borrowings		199,493	(194,826)
Borrowings interest paid		(22,255)	(13,870)
Lease principal payment		(10,194)	(10,571)
Dividend paid to shareholder	7	(100,000)	(100,000)
Dividends paid to non-controlling interests		(972)	(1,200)
Net cash used in financing activities		<u>(43,728)</u>	<u>(598,013)</u>
Net increase/(decrease) in cash and cash equivalents		277,785	(10,613)
Effects of exchange rate differences		(2,621)	(186)
Cash and cash equivalents:			
- At the beginning of the financial year		2,403,573	2,422,584
- Assets classified as held for sale		-	(8,212)
- At the end of the financial year		<u>2,678,737</u>	<u>2,403,573</u>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS:</b>			
Cash and short-term funds before expected credit losses ('ECL')		2,678,737	2,403,573
Less: Allowance for ECL		(534)	(477)
Cash and short-term funds, net of ECL		<u>2,678,203</u>	<u>2,403,096</u>
Cash flows of discontinued operation	32(a)	<u>(3,707)</u>	2,277

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

INTERIM FINANCIAL STATEMENTS  
 AUDITED STATEMENT OF CASH FLOWS  
 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

Note	31 December 2022 RM'000	31 December 2021 RM'000
<b>Bank</b>		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	67,866	306,119
Adjustments for non-operating and non-cash items	(41,332)	(118,515)
Operating profit before working capital changes	26,534	187,604
Changes in working capital:		
Net changes in operating assets	(21,312)	577,355
Net changes in operating liabilities	(39,379)	(213,084)
Cash (used in)/generated from operations	(34,157)	551,875
Lease interest	(315)	(308)
Net tax paid	(33,583)	(71,738)
Net cash (used in)/generated from operating activities	(68,055)	479,829
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment:		
- Purchases	(7,254)	(6,252)
- Proceeds from disposal	-	74
Purchase of other intangible assets	(8,891)	(12,413)
Net proceeds from/(purchases of) financial assets at FVOCI and financial investments at amortised costs	838,511	(454,908)
Interest income received from financial assets at FVTPL, FVOCI and financial investments at amortised costs	59,472	52,771
Dividend income received from financial assets at FVTPL and FVOCI	1,556	3,014
Dividend income received from subsidiaries	43,900	44,200
Subscription of redeemable preference shares issued by a subsidiary	32(b) (30,000)	-
Capital distribution from winding up subsidiaries	16,405	229
Contingent consideration (paid)/ received arising from disposal of a subsidiary	(136)	1,256
Net cash generated from/(used in) investing activities	913,563	(372,029)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Capital repayment to shareholder	-	(267,773)
Proceeds from issuance of subordinated obligations	31(a) 100,000	-
Redemption of subordinated obligations	31(a) (200,000)	-
Subordinated obligations interest paid	(9,800)	(9,773)
Lease principal payment	(4,881)	(4,947)
Dividend paid to shareholder	7 (100,000)	(100,000)
Net cash used in financing activities	(214,681)	(382,493)
Net increase/(decrease) in cash and cash equivalents	630,827	(274,693)
Cash and cash equivalents:		
- At the beginning of the financial year	1,518,690	1,793,383
- At the end of the financial year	2,149,517	1,518,690
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS:</b>		
Cash and short-term funds before expected credit losses ('ECL')	2,149,517	1,518,690
Less: Allowance for ECL	(38)	(27)
Cash and short-term funds, net of ECL	2,149,479	1,518,663

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

**1 Basis of Preparation**

The interim financial statements are audited and has been prepared in compliance with Malaysian Financial Reporting Standard ('MFRS') 134, 'Interim Financial Reporting' issued by Malaysian Accounting Standards Board ('MASB') and should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2021.

(a) The accounting policies and presentation adopted by the Group and the Bank for the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2021, except for the adoption of the following accounting standards, annual improvements and amendments to MFRS which are effective and applicable for the Group and the Bank for financial year beginning on or after 1 January 2022:

- Amendment to MFRS 16 'COVID-19-Related Rent Concessions' beyond 30 June 2021
- Amendments to MFRS 116 'Proceeds Before Intended Use'
- Amendments to MFRS 3 'Reference to the Conceptual Framework'
- Annual Improvements to MFRS 1 'Subsidiary as First-time Adopter'
- Annual Improvements to Illustrative Example accompanying MFRS 16 'Leases: Lease Incentives'
- Annual Improvements to MFRS 9 'Fees in the '10 Percent' Test for Derecognition of Financial Liabilities'
- Amendments to MFRS 137 'Onerous Contracts – Cost of Fulfilling a Contract'

The adoption of the above accounting standards, annual improvements and amendments do not give rise to any material financial impact to the Group and the Bank.

(b) MFRS 2 'Share-based Payment' in line with the establishment of Share Grant Scheme ('SGS') by the Bank as further disclosed in Note 22 (a).

**2 Auditors' Report**

The auditors' report for the financial year ended 31 December 2021 was not subject to any qualification.

**3 Seasonal or Cyclical Factors**

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

**4 Exceptional or Unusual Items**

There were no exceptional or unusual items for the financial year ended 31 December 2022.

**5 Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect for the financial year ended 31 December 2022.

**6 Changes in Debt and Equity Securities**

There were no issuances and repayments of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the financial year ended 31 December 2022, other than as disclosed in Note 31(a) and (b) to the financial statements.

**7 Dividend Paid**

The dividend paid by the Bank since 31 December 2021 was as follows:

	<b>RM'000</b>
In respect of the financial year ended 31 December 2021:	
Second single-tier interim dividend of 125.00 sen per ordinary share, paid on 28 March 2022	<u>100,000</u>

The Directors proposed an interim single-tier dividend of 50.00 sen per ordinary share, amounting to RM40,000,000 in respect of the current financial year ended 31 December 2022, which was approved by the Board of Directors on 30 January 2023.

The financial statements for the current financial year do not reflect this interim single-tier dividend. This dividend payment will be accounted for in the shareholder's equity as an appropriation of retained profits in the financial year ending 31 December 2023.

RHB INVESTMENT BANK BERHAD  
 Incorporated in Malaysia  
 Registration No. 197401002639 (19663-P)

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

8 Financial Assets at Fair Value Through Profit or Loss ('FVTPL')

	Group		Bank	
	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
<b>At fair value</b>				
<b><u>Quoted securities:</u></b>				
<b>In Malaysia</b>				
Shares and exchange traded funds	36,970	74,375	36,970	74,375
Unit trusts	26,947	28,076	8,558	8,261
<b>Outside Malaysia</b>				
Shares	101,776	94,878	1,443	6,249
Unit trusts	24,849	24,386	24,849	24,386
<b><u>Unquoted securities:</u></b>				
<b>In Malaysia</b>				
Corporate bonds/Sukuk	2	3,419	2	3,419
<b>Outside Malaysia</b>				
Private equity funds	689,484	626,663	-	-
	<b>880,028</b>	<b>851,797</b>	<b>71,822</b>	<b>116,690</b>

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

9 Financial Assets at Fair Value Through Other Comprehensive Income ('FVOCI')

	Note	Group		Bank	
		As at	As at	As at	As at
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		RM'000	RM'000	RM'000	RM'000
<b>At fair value</b>					
Debt instruments	(a)	238,790	558,565	238,790	558,565
Equity instruments	(b)	41,246	39,107	38,517	36,670
		<u>280,036</u>	<u>597,672</u>	<u>277,307</u>	<u>595,235</u>
<b>(a) Debt instruments</b>					
<u>Money market instruments:</u>					
Malaysian Government Securities		59,356	132,908	59,356	132,908
Malaysian Government Investment Issues		39,598	61,291	39,598	61,291
Khazanah bonds		-	49,368	-	49,368
Sukuk Perumahan Kerajaan ('SPK')		70,637	71,888	70,637	71,888
<u>Unquoted securities:</u>					
<u>In Malaysia</u>					
Corporate bonds/Sukuk		15,242	178,020	15,242	178,020
Prasarana bonds		53,957	65,090	53,957	65,090
		<u>238,790</u>	<u>558,565</u>	<u>238,790</u>	<u>558,565</u>
(i) There are no allowance for ECL on FVOCI, debt instruments as all instruments are guaranteed by the Government of Malaysia.					
(ii) Included in financial assets at FVOCI of the Group and the Bank are bonds/sukuk, which are pledged as collateral for obligations on securities sold under repurchase agreements amounting to RM62,279,000 (31 December 2021: RM NIL).					
<b>(b) Equity instruments</b>					
<u>Quoted securities:</u>					
<u>Outside Malaysia</u>					
Shares		2,438	2,146	-	-
<u>Unquoted securities:</u>					
<u>In Malaysia</u>					
Shares		38,517	36,670	38,517	36,670
<u>Outside Malaysia</u>					
Shares		291	291	-	-
		<u>41,246</u>	<u>39,107</u>	<u>38,517</u>	<u>36,670</u>

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

10 Financial Investments at Amortised Costs

	As at 31 December 2022 RM'000	Group and Bank As at 31 December 2021 RM'000
<b>At amortised cost</b>		
<b>Money market instruments:</b>		
Malaysian Government Securities	414,996	92,757
Malaysian Government Investment Issues	118,221	300,603
Khazanah bonds	14,061	13,522
Negotiable Instruments of Deposit	-	500,596
<b>Unquoted securities:</b>		
<b>In Malaysia</b>		
Corporate bonds/Sukuk	426,729	596,600
Loan stocks	22,652	23,835
Prasarana bonds	30,544	30,577
	<b>1,027,203</b>	<b>1,558,490</b>
Allowance for ECL	<b>(69,795)</b>	<b>(71,782)</b>
	<b>957,408</b>	<b>1,486,708</b>

(a) Included in financial investments at amortised costs of the Group and the Bank are bonds/sukuk, which are pledged as collateral for obligations on securities sold under repurchase agreements amounting to RM712,004,000 (31 December 2021: RM NIL).

(b) Movement in credit impaired financial investments at amortised costs

Balance as at the beginning of the financial year	71,782	77,447
Amount recovered	(1,987)	(5,665)
Balance as at the end of the financial year	<b>69,795</b>	<b>71,782</b>

(c) Movement in allowance for ECL for financial investments at amortised costs

Group and Bank 31 December 2022	Note	12-month ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
Balance as at the beginning of the financial year		-	-	71,782	71,782
Net allowance written back	23	-	-	(1,987)	(1,987)
Balance as at the end of the financial year		-	-	<b>69,795</b>	<b>69,795</b>

**Group and Bank  
31 December 2021**

Balance as at the beginning of the financial year		-	-	77,447	77,447
Net allowance written back	23	-	-	(5,665)	(5,665)
Balance as at the end of the financial year		-	-	71,782	71,782

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

11 Loans and Advances

	Group		Bank	
	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
<b>(a) By type</b>				
<b>At amortised cost</b>				
Term loans	1	2	1	2
Share margin financing	1,883,237	1,691,779	1,365,572	1,347,893
Staff loans	254	283	254	283
Other loans	1,876	399	-	-
Gross loans and advances	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>
Less: Allowance for ECL	(11,714)	(10,984)	(1)	(1)
Net loans and advances	<u><u>1,873,654</u></u>	<u><u>1,681,479</u></u>	<u><u>1,365,826</u></u>	<u><u>1,348,177</u></u>
<b>(b) By type of customer</b>				
Domestic business enterprises:				
- Small and medium enterprises	244,580	206,970	244,580	206,970
- Others	275,051	228,527	275,051	228,527
Individuals	806,780	870,950	806,780	870,950
Foreign entities	558,957	386,016	39,416	41,731
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>
<b>(c) By geographical distribution</b>				
In Malaysia	1,365,827	1,348,178	1,365,827	1,348,178
Outside Malaysia:				
- Thailand operations	384,931	210,201	-	-
- Indonesia operations	118,223	131,127	-	-
- Vietnam operations	16,387	2,957	-	-
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>
<b>(d) By interest rate sensitivity</b>				
Fixed rate:				
- Other fixed rate loans	1,500,436	1,482,260	1,365,826	1,348,176
Variable rate:				
- Base rate plus	384,932	210,203	1	2
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>



NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

11 Loans and Advances (cont'd)

	Group		Bank	
	As at	As at	As at	As at
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>(e) By purpose</b>				
Purchase of securities	1,885,113	1,692,178	1,365,572	1,347,893
Purchase of landed property:				
- Residential	255	285	255	285
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>

**(f) By economic sector**

Agriculture, hunting, forestry and fishing	452	-	452	-
Mining and quarrying	76	86	76	86
Manufacturing	4,418	3,369	4,418	3,369
Electricity, gas and water	295	-	295	-
Construction	2,189	5,156	2,189	5,156
Wholesale, retail trade, restaurant and hotel	2,076	1,926	2,076	1,582
Transport, storage and communication	4,696	4,992	4,696	4,992
Finance, insurance, real estate and business services	514,667	420,457	504,551	419,434
Education, health and others	2,499	2,499	2,499	2,499
Household sector	1,354,000	1,253,978	844,575	911,060
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>

**(g) By remaining contractual maturities**

Maturity within one year	1,885,113	1,692,182	1,365,572	1,347,897
One year to three years	12	-	12	-
Three years to five years	-	17	-	17
Over five years	243	264	243	264
	<u>1,885,368</u>	<u>1,692,463</u>	<u>1,365,827</u>	<u>1,348,178</u>

**(h) By stages**

Group	12-month ECL	Lifetime ECL not	Lifetime ECL	Total
	(Stage 1)	credit impaired	credit impaired	
31 December 2022	RM'000	RM'000	RM'000	RM'000
Balance as at the beginning of the financial year	1,681,439	16	11,008	1,692,463
Transfer to 12-month ECL (Stage 1)	13,499	(13,465)	(34)	-
Transfer to Lifetime ECL not credit impaired (Stage 2)	(13,475)	13,475	-	-
Transfer to Lifetime ECL credit impaired (Stage 3)	(9)	-	9	-
Addition and origination	3,766,473	-	-	3,766,473
Derecognition	(3,571,466)	(5)	-	(3,571,471)
Exchange differences and other movements	(2,827)	-	730	(2,097)
Balance as at the end of the financial year	<u>1,873,634</u>	<u>21</u>	<u>11,713</u>	<u>1,885,368</u>

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**11 Loans and Advances (cont'd)**

**(h) By stages (cont'd)**

<b>Group</b>	<b>12-month ECL (Stage 1)</b>	<b>Lifetime ECL not credit impaired (Stage 2)</b>	<b>Lifetime ECL credit impaired (Stage 3)</b>	<b>Total</b>
<b>31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Balance as at the beginning of the financial year	1,816,035	1,123	9,667	1,826,825
Transfer to 12-month ECL (Stage 1)	11,001	(8,817)	(2,184)	-
Transfer to Lifetime ECL not credit impaired (Stage 2)	(7,979)	7,979	-	-
Transfer to Lifetime ECL credit impaired (Stage 3)	(1,477)	-	1,477	-
Addition and origination	12,321,037	-	-	12,321,037
Derecognition	(12,454,716)	(276)	-	(12,454,992)
Exchange differences and other movements	(2,462)	7	2,048	(407)
Balance as at the end of the financial year	<u>1,681,439</u>	<u>16</u>	<u>11,008</u>	<u>1,692,463</u>

**Bank**

**31 December 2022**

Balance as at the beginning of the financial year	<b>1,348,138</b>	<b>15</b>	<b>25</b>	<b>1,348,178</b>
Transfer to 12-month ECL (Stage 1)	<b>13,499</b>	<b>(13,465)</b>	<b>(34)</b>	<b>-</b>
Transfer to Lifetime ECL not credit impaired (Stage 2)	<b>(13,471)</b>	<b>13,471</b>	<b>-</b>	<b>-</b>
Transfer to Lifetime ECL credit impaired (Stage 3)	<b>(9)</b>	<b>-</b>	<b>9</b>	<b>-</b>
Addition and origination	<b>2,164,006</b>	<b>-</b>	<b>-</b>	<b>2,164,006</b>
Derecognition	<b>(2,146,352)</b>	<b>(5)</b>	<b>-</b>	<b>(2,146,357)</b>
Balance as at the end of the financial year	<u><b>1,365,811</b></u>	<u><b>16</b></u>	<u><b>-</b></u>	<u><b>1,365,827</b></u>

**Bank**

**31 December 2021**

Balance as at the beginning of the financial year	1,495,682	802	-	1,496,484
Transfer to 12-month ECL (Stage 1)	7,322	(6,983)	(339)	-
Transfer to Lifetime ECL not credit impaired (Stage 2)	(6,471)	6,471	-	-
Transfer to Lifetime ECL credit impaired (Stage 3)	(364)	-	364	-
Addition and origination	4,819,769	-	-	4,819,769
Derecognition	(4,967,800)	(275)	-	(4,968,075)
Balance as at the end of the financial year	<u>1,348,138</u>	<u>15</u>	<u>25</u>	<u>1,348,178</u>

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

11 Loans and Advances (cont'd)

	Group		Bank	
	As at	As at	As at	As at
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>(i) Impaired loans and advances</b>				
<b>(i) By purpose</b>				
Purchase of securities	11,713	11,008	-	25
<b>(ii) By economic sector</b>				
Household sector	11,713	11,008	-	25
<b>(iii) By geographical distribution</b>				
In Malaysia	-	25	-	25
Outside Malaysia:				
- Thailand	11,713	10,983	-	-
	11,713	11,008	-	25

**(iv) Movement in allowance for ECL**

Group	12-month ECL (Stage 1)	Lifetime ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
31 December 2022	RM'000	RM'000	RM'000	RM'000
Balance as at the beginning of the financial year	1	-	10,983	10,984
Exchange differences and other movements	-	-	730	730
Balance as at the end of the financial year	1	-	11,713	11,714
<b>Group</b>				
<b>31 December 2021</b>				
Balance as at the beginning of the financial year	1	-	8,950	8,951
Exchange differences and other movements	-	-	2,033	2,033
Balance as at the end of the financial year	1	-	10,983	10,984

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

11 Loans and Advances (cont'd)

(i) Impaired loans and advances (cont'd)

(iv) Movement in allowance for ECL (cont'd)

	12-month ECL (Stage 1) RM'000	Lifetime ECL not credit impaired (Stage 2) RM'000	Lifetime ECL credit impaired (Stage 3) RM'000	Total RM'000
<b>Bank</b>				
<b>31 December 2022</b>				
Balance as at the beginning/end of the financial year	1	-	-	1
<b>Bank</b>				
<b>31 December 2021</b>				
Balance as at the beginning/end of the financial year	1	-	-	1

12 Clients' and Brokers' Balances

	Group		Bank	
	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
Amounts owing by clients	508,535	507,679	405,428	360,827
Less: Allowance for ECL	(21,349)	(23,545)	(1,417)	(2,946)
	<b>487,186</b>	484,134	<b>404,011</b>	357,881
Amounts owing by brokers	54,012	138,381	53,234	138,375
Amounts owing by clearing houses and stock exchanges	199,942	257,080	184,049	144,863
	<b>741,140</b>	879,595	<b>641,294</b>	641,119

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

12 Clients' and Brokers' Balances (cont'd)

Movement in allowance for ECL

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>(a) Non-credit impaired</b>				
Balance as at the beginning of the financial year	47	2	47	2
Transferred to credit impaired	(49)	-	(49)	-
Allowance for ECL	3	50	3	50
Derecognition	-	(5)	-	(5)
Balance as at the end of the financial year	<u>1</u>	<u>47</u>	<u>1</u>	<u>47</u>
<b>(b) Credit impaired</b>				
Balance as at the beginning of the financial year	23,498	30,065	2,899	4,463
Transferred from non-credit impaired	49	-	49	-
Allowance for ECL	2,109	2,074	2,109	575
Derecognition	(1,888)	(7,157)	(1,568)	(768)
Amount written off	(2,073)	(1,371)	(2,073)	(1,371)
Exchange differences	(347)	(113)	-	-
Balance as at the end of the financial year	<u>21,348</u>	<u>23,498</u>	<u>1,416</u>	<u>2,899</u>

13 Other Assets

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
Other receivables	44,589	45,859	15,607	19,154
Unit trust fee receivables	19,520	33,359	-	-
Management fee receivables	3,169	3,855	-	-
Deposits	6,334	6,707	2,641	2,642
Prepayments	12,309	14,672	7,701	9,992
Amount receivable for release of units from funds	56,073	207,850	-	-
Transferable memberships	262	262	262	262
Amount due from subsidiaries	-	-	36,937	41,344
Amount due from related companies	660	12,161	597	12,135
	<u>142,916</u>	<u>324,725</u>	<u>63,745</u>	<u>85,529</u>

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14 Deposits from Customers

	As at 31 December 2022 RM'000	Group and Bank As at 31 December 2021 RM'000
<b>(a) By type of deposits</b>		
Short-term deposits	1,289,098	1,560,040
<b>(b) By type of customers</b>		
Government and statutory bodies	150,290	305,808
Business enterprises	1,138,808	1,254,232
	<b>1,289,098</b>	<b>1,560,040</b>
<b>(c) By maturity structure of the deposits</b>		
Due within six months	1,289,098	1,560,040

15 Deposits and Placements of Banks and Other Financial Institutions

	As at 31 December 2022 RM'000	Group and Bank As at 31 December 2021 RM'000
Licensed banks	1,918,878	2,428,314

16 Other Liabilities

	Group		Bank	
	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
Other creditors and accruals	146,970	166,923	89,169	90,426
Contract liabilities	5,957	5,940	1,637	1,769
Remisiers' trust deposits	94,266	97,828	94,266	97,828
Amount payable for creation of units due to funds	203,132	457,587	-	-
Amount payable for redemption units	82,211	348,404	-	-
Short-term employee benefits	49,690	70,200	33,271	48,425
Amount due to holding company	16,896	39,182	11,768	32,157
Amount due to subsidiaries	-	-	53	26
Amount due to related companies	572	235	71	149
Provision for restructuring costs	-	1,188	-	-
	<b>599,694</b>	<b>1,187,487</b>	<b>230,235</b>	<b>270,780</b>

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>17 Interest Income</b>				
<b><u>Group</u></b>				
Loans and advances	25,197	24,405	93,361	99,174
Money at call and deposit placements with banks and other financial institutions	26,190	11,731	77,085	48,137
Financial assets at FVTPL	4	42	20	137
Financial assets at FVOCI, debt instruments	2,169	5,066	13,782	20,830
Financial investments at amortised costs	10,356	12,455	39,280	40,512
Others	1,877	2,371	5,782	13,169
	<b>65,793</b>	<b>56,070</b>	<b>229,310</b>	<b>221,959</b>
Of which:				
Interest income accrued on impaired financial assets	<b>922</b>	<b>833</b>	<b>3,492</b>	<b>3,588</b>
<b><u>Bank</u></b>				
Loans and advances	17,175	17,289	65,003	70,551
Money at call and deposit placements with banks and other financial institutions	22,905	9,123	65,067	37,344
Financial assets at FVTPL	4	42	20	137
Financial assets at FVOCI, debt instrument	2,171	5,066	13,782	20,830
Financial investments at amortised costs	10,356	12,455	39,280	40,512
Others	1,070	1,895	3,262	9,780
	<b>53,681</b>	<b>45,870</b>	<b>186,414</b>	<b>179,154</b>
Of which:				
Interest income accrued on impaired financial assets	<b>-</b>	<b>(6)</b>	<b>3</b>	<b>7</b>

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>18 Interest Expense</b>				
<b><u>Group</u></b>				
Deposits and placements of banks and other financial institutions	13,824	11,518	47,265	53,725
Deposits from customers	12,272	7,490	38,698	23,032
Obligations on securities sold under repurchase agreements	4,610	-	10,985	-
Subordinated obligations	1,392	2,470	8,722	9,800
Borrowings	9,062	3,361	22,926	13,846
Others	438	500	1,776	2,172
	<b>41,598</b>	<b>25,339</b>	<b>130,372</b>	<b>102,575</b>
<b><u>Bank</u></b>				
Deposits and placements of banks and other financial institutions	13,824	11,518	47,265	53,725
Deposits from customers	12,272	7,490	38,698	23,032
Obligations on securities sold under repurchase agreements	4,610	-	10,985	-
Subordinated obligations	1,392	2,470	8,722	9,800
Others	73	90	332	379
	<b>32,171</b>	<b>21,568</b>	<b>106,002</b>	<b>86,936</b>



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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>19 Fee and Commission Income</b>				
<b>(a) By type of fee income</b>				
<b><u>Group</u></b>				
Brokerage income	42,682	65,103	190,029	381,823
Fund management fees	56,524	71,787	238,783	287,107
Unit trust fee income	3,941	22,325	33,996	175,169
Corporate advisory fees	6,342	4,600	21,093	29,912
Arrangement fees and underwriting	640	4,608	5,021	12,341
Placement fees	239	551	1,918	12,282
Rollover fees	1,015	1,064	4,104	4,513
Commission	469	435	2,911	3,665
Service charges and fees	460	399	1,733	1,489
Other fee income	15,654	40,425	58,502	83,637
	<b>127,966</b>	211,297	<b>558,090</b>	991,938
	<b>127,966</b>	211,297	<b>558,090</b>	991,938
<b><u>Bank</u></b>				
Brokerage income	33,518	49,075	141,220	301,466
Corporate advisory fees	5,557	4,108	19,802	17,775
Arrangement fees and underwriting	925	3,818	3,983	6,417
Placement fees	239	552	1,918	12,085
Rollover fees	1,015	1,064	4,104	4,513
Commission	141	298	684	1,159
Service charges and fees	303	217	1,150	844
Other fee income	11,337	29,678	40,283	55,838
	<b>53,035</b>	88,810	<b>213,144</b>	400,097
	<b>53,035</b>	88,810	<b>213,144</b>	400,097

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>19 Fee and Commission Income (cont'd)</b>				
<b>(b) By geographical market of fee income</b>				
<b><u>Group</u></b>				
Malaysia	116,439	183,528	498,972	868,919
Thailand	4,929	10,870	29,188	55,033
Indonesia	4,914	6,816	23,757	47,345
Singapore	1,092	9,856	4,386	19,654
Cambodia	374	132	1,450	788
Vietnam	38	34	136	50
Hong Kong	180	61	201	149
	<u>127,966</u>	<u>211,297</u>	<u>558,090</u>	<u>991,938</u>
<b><u>Bank</u></b>				
Malaysia	<u>53,035</u>	<u>88,810</u>	<u>213,144</u>	<u>400,097</u>
<b>(c) By timing of fee income recognition</b>				
<b><u>Group</u></b>				
At a point in time	67,237	134,879	304,140	688,031
Over time	60,729	76,418	253,950	303,907
	<u>127,966</u>	<u>211,297</u>	<u>558,090</u>	<u>991,938</u>
<b><u>Bank</u></b>				
At a point in time	51,598	87,249	208,137	395,641
Over time	1,437	1,561	5,007	4,456
	<u>53,035</u>	<u>88,810</u>	<u>213,144</u>	<u>400,097</u>
<b>20 Fee and Commission Expense</b>				
<b><u>Group</u></b>				
Fund management fees	22,055	36,424	96,943	135,331
Unit trust fees	3,725	21,747	32,091	175,007
Commission and incentives	4,016	11,767	17,474	58,083
	<u>29,796</u>	<u>69,938</u>	<u>146,508</u>	<u>368,421</u>
<b><u>Bank</u></b>				
Commission and incentives	<u>2,126</u>	<u>9,011</u>	<u>8,167</u>	<u>41,300</u>

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>21 Other Operating Income</b>				
<b><u>Group</u></b>				
(a) Net gain/(loss) arising from financial assets at FVTPL				
- net (loss)/gain on disposal	(9,406)	(3,997)	(41,448)	33,200
- unrealised net gain on revaluation	24,706	17,317	23,602	61,625
- gross dividend income	399	1,345	8,882	11,361
	<u>15,699</u>	<u>14,665</u>	<u>(8,964)</u>	<u>106,186</u>
(b) Net gain arising from derivatives	<u>3,778</u>	<u>9,870</u>	<u>55,110</u>	<u>9,977</u>
(c) Net loss arising from fair value hedge	<u>(30)</u>	<u>-</u>	<u>(52)</u>	<u>-</u>
(d) Net gain arising from financial assets at FVOCI, debt instruments				
- net gain on disposal	<u>237</u>	<u>164</u>	<u>546</u>	<u>384</u>
(e) Dividend income from financial assets at FVOCI, equity instruments	<u>-</u>	<u>-</u>	<u>446</u>	<u>601</u>
(f) Other income				
- net foreign exchange (loss)/gain	(2,156)	4,487	17,937	26,725
- net gain on disposal of property, plant and equipment	105	-	105	74
- gain on modification of right-of-use assets	-	-	7	-
- fair value changes to sales consideration	-	-	(136)	1,251
- other operating income	4,940	4,257	27,973	50,723
	<u>2,889</u>	<u>8,744</u>	<u>45,886</u>	<u>78,773</u>
	<u>22,573</u>	<u>33,443</u>	<u>92,972</u>	<u>195,921</u>

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>21 Other Operating Income (cont'd)</b>				
<b><u>Bank</u></b>				
(a) Net (loss)/gain arising from financial assets at FVTPL				
- net loss on disposal	(4,561)	(4,794)	(31,870)	(10,059)
- unrealised net gain/(loss) on revaluation	3,890	2,161	(2,165)	7,758
- gross dividend income	111	163	1,218	2,578
	<u>(560)</u>	<u>(2,470)</u>	<u>(32,817)</u>	<u>277</u>
(b) Net gain arising from derivatives	<u>5,929</u>	<u>9,464</u>	<u>45,429</u>	<u>40,644</u>
(c) Net loss arising from fair value hedge	<u>(30)</u>	<u>-</u>	<u>(52)</u>	<u>-</u>
(d) Net gain arising from financial assets at FVOCI, debt instruments				
- net gain on disposal	<u>237</u>	<u>164</u>	<u>546</u>	<u>384</u>
(e) Dividend income from financial assets at FVOCI, equity instruments	<u>-</u>	<u>-</u>	<u>338</u>	<u>436</u>
(f) Gross dividend income from subsidiaries in Malaysia	<u>35,972</u>	<u>40,200</u>	<u>39,672</u>	<u>44,200</u>
(g) Other income				
- net foreign exchange (loss)/gain	(1,498)	4,669	17,546	27,362
- net gain on disposal of property, plant and equipment	-	-	-	74
- gain on modification of right-of-use assets	-	-	3	-
- fair value changes to sales consideration	-	-	(136)	1,251
- other operating income	4,158	3,506	26,004	49,161
	<u>2,660</u>	<u>8,175</u>	<u>43,417</u>	<u>77,848</u>
	<u>44,208</u>	<u>55,533</u>	<u>96,533</u>	<u>163,789</u>

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	Note	4th Quarter Ended		Twelve Months Ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		RM'000	RM'000	RM'000	RM'000
<b>22 Other Operating Expenses</b>					
<b><u>Group</u></b>					
<u>Personnel costs</u>					
- Salaries, bonus, wages and allowances		55,255	71,403	242,319	262,386
- Defined contribution plan		6,609	9,241	27,966	30,602
- Share-based payment expenses	(a)	376	-	830	-
- Other staff related costs		4,705	5,756	26,297	25,265
		<b>66,945</b>	<b>86,400</b>	<b>297,412</b>	<b>318,253</b>
<u>Establishment costs</u>					
- Property, plant and equipment					
- Depreciation		3,228	2,939	12,690	11,562
- Written off		-	-	90	7
- Amortisation of other intangible assets		2,839	2,643	11,570	9,850
- Depreciation of right-of-use assets		2,609	2,685	10,692	10,909
- Information technology expenses		12,351	9,863	50,002	51,714
- Security and escorting charges		144	120	512	572
- Repair and maintenance		842	705	2,984	2,763
- Rental of premises		2,933	809	11,890	10,831
- Water and electricity		770	730	3,098	3,058
- Rental of equipment		18	15	55	50
- Insurance		1,576	886	4,635	3,693
- Others		1,264	1,917	5,561	12,664
		<b>28,574</b>	<b>23,312</b>	<b>113,779</b>	<b>117,673</b>
<u>Marketing expenses</u>					
- Advertisements and publicity		1,102	160	5,062	2,722
- Sales commission		197	536	1,516	2,652
- Others		1,702	304	5,732	6,613
		<b>3,001</b>	<b>1,000</b>	<b>12,310</b>	<b>11,987</b>
<u>Administration and general expenses</u>					
- Communication expenses		6,760	7,727	25,294	25,159
- Legal and professional fees		4,834	3,817	10,298	13,065
- Management fee		4,274	15,752	17,350	16,290
- Others		5,244	15,389	22,406	29,942
		<b>21,112</b>	<b>42,685</b>	<b>75,348</b>	<b>84,456</b>
		<b>119,632</b>	<b>153,397</b>	<b>498,849</b>	<b>532,369</b>

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	Note	4th Quarter Ended		Twelve Months Ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		RM'000	RM'000	RM'000	RM'000
<b>22 Other Operating Expenses</b>					
<b>(cont'd)</b>					
<b><u>Bank</u></b>					
<u>Personnel costs</u>					
- Salaries, bonus, wages and allowances		31,058	43,540	140,526	147,753
- Defined contribution plan		4,749	7,197	20,582	23,153
- Share-based payment expenses	(a)	323	-	685	-
- Other staff related costs		2,618	2,865	12,748	10,636
		<b>38,748</b>	<b>53,602</b>	<b>174,541</b>	<b>181,542</b>
<u>Establishment costs</u>					
- Property, plant and equipment					
- Depreciation		1,705	1,575	6,691	6,053
- Written off		-	-	33	-
- Amortisation of other intangible assets		1,844	1,745	7,753	6,526
- Depreciation of right-of-use assets		1,195	1,246	4,919	4,938
- Information technology expenses		7,754	6,216	32,117	35,761
- Security and escorting charges		114	108	412	451
- Repair and maintenance		604	631	2,055	1,662
- Rental of premises		1,731	89	6,928	5,549
- Water and electricity		556	558	2,324	2,287
- Rental of equipment		10	11	32	27
- Insurance		1,125	584	2,948	2,316
- Others		1,264	1,917	5,561	12,664
		<b>17,902</b>	<b>14,680</b>	<b>71,773</b>	<b>78,234</b>
<u>Marketing expenses</u>					
- Advertisements and publicity		426	123	1,156	455
- Sales commission		(29)	191	128	446
- Others		654	(923)	2,382	2,913
		<b>1,051</b>	<b>(609)</b>	<b>3,666</b>	<b>3,814</b>
<u>Administration and general expenses</u>					
- Communication expenses		3,696	4,609	13,607	12,684
- Legal and professional fees		722	1,095	1,188	2,735
- Management fee		3,448	13,393	14,238	13,786
- Others		2,021	13,290	9,725	19,220
		<b>9,887</b>	<b>32,387</b>	<b>38,758</b>	<b>48,425</b>
		<b>67,588</b>	<b>100,060</b>	<b>288,738</b>	<b>312,015</b>

(a) The Share Grant Scheme ('SGS') was implemented by the holding company, RHB Bank in June 2022. The SGS is intended to motivate employees, attract talents and retain key employees through the grant of the ordinary shares in RHB Bank. RHB Bank has on 4 July 2022, made an offer to the eligible employees, which include certain employees of the Bank. The SGS related expenses is recognised in the financial statements of the Bank from the effective offer date in accordance with MFRS 2 'Share-based Payment'.

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	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>23 Allowance Written Back for Expected Credit Losses</b>				
<b><u>Group</u></b>				
Allowance written back for expected credit losses on other receivables and clients' and brokers' balances	(354)	(2,077)	(1,881)	(5,320)
Bad debts recovered	(147)	(385)	(282)	(1,100)
Other recovery	-	(875)	-	(875)
Bad debts written off	2	-	2,226	-
Financial investments at amortised costs	(1,987)	(5,665)	(1,987)	(5,665)
Other financial assets	(38)	(64)	34	(63)
	<b>(2,524)</b>	<b>(9,066)</b>	<b>(1,890)</b>	<b>(13,023)</b>
<b><u>Bank</u></b>				
Allowance (written back)/made for expected credit losses on other receivables and clients' and brokers' balances	(178)	103	(961)	513
Bad debts recovered	(147)	(385)	(282)	(407)
Other recovery	-	(875)	-	(875)
Bad debts written off	1	-	2,146	-
Financial investments at amortised costs	(1,987)	(5,665)	(1,987)	(5,665)
Other financial assets	-	(2)	4	62
	<b>(2,311)</b>	<b>(6,824)</b>	<b>(1,080)</b>	<b>(6,372)</b>
<b>24 Impairment Loss on Other Non-financial Assets</b>				
<b><u>Group</u></b>				
Investment in a joint venture	30	-	43	-
Right-of-use assets	-	-	-	121
Property, plant and equipment	-	-	-	193
	<b>30</b>	<b>-</b>	<b>43</b>	<b>314</b>
<b><u>Bank</u></b>				
Investments in subsidiaries	<b>24,576</b>	<b>1,941</b>	<b>26,398</b>	<b>3,042</b>

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**25 Basic Earnings/(Loss) Per Share**

Basic earnings/(loss) per share ('EPS') is calculated by dividing the net profit/(loss) attributable to equity holder of the Group for the fourth quarter and financial year ended 31 December by the weighted average number of outstanding ordinary shares during/at the end of the financial period/year.

<u>Group</u>	<u>Note</u>	<u>4th Quarter Ended</u>		<u>Twelve Months Ended</u>	
		<u>31 December 2022</u>	<u>31 December 2021</u>	<u>31 December 2022</u>	<u>31 December 2021</u>
Net profit/(loss) attributable to equity holder (RM'000)					
- Continuing operations		<b>19,861</b>	55,924	<b>70,678</b>	338,988
- Discontinued operation	<b>32(a)</b>	-	1,097	<b>20,848</b>	(1,149)
		<b>19,861</b>	57,021	<b>91,526</b>	337,839
Weighted average number of ordinary shares in issue ('000)					
- Issued ordinary shares at 1 October / 1 January		<b>80,000</b>	80,000	<b>80,000</b>	100,000
- Effect of capital cancellation		-	-	-	(15,014)
		<b>80,000</b>	80,000	<b>80,000</b>	84,986
Basic earnings/(loss) per share (sen)					
- Continuing operations		<b>24.8</b>	69.9	<b>88.3</b>	398.9
- Discontinued operation		-	1.4	<b>26.1</b>	(1.4)
		<b>24.8</b>	71.3	<b>114.4</b>	397.5



**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**26 Capital Adequacy Ratio**

Bank Negara Malaysia ('BNM') guidelines on capital adequacy requires the Group and the Bank to maintain an adequate level of capital to withstand any losses which may result from credit and other risks associated with financing operations. The capital adequacy ratio is computed based on the eligible capital in relation to the total risk-weighted assets as determined by BNM.

The capital adequacy ratios of the Group and the Bank are as follows:

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b><u>Common Equity Tier I ('CET I')/</u></b>				
<b><u>Tier I Capital</u></b>				
Share capital	1,220,000	1,220,000	1,220,000	1,220,000
Retained profits	761,563	767,406	426,746	481,289
Other reserves	74,947	63,975	685	-
FVOCI reserves	35,601	38,949	35,060	38,642
	<b>2,092,111</b>	2,090,330	<b>1,682,491</b>	1,739,931
Less:				
- Goodwill	(449,978)	(449,978)	(372,395)	(372,395)
- Investments in subsidiaries	-	-	(699,324)	(712,127)
- Investments in associates and joint venture	(4,721)	(4,644)	(5,028)	(5,028)
- Other intangible assets	(41,954)	(46,663)	(25,592)	(30,183)
- 55% of cumulative gains arising from change in value of FVOCI financial instruments	(19,581)	(21,422)	(19,283)	(21,253)
- Other deductions #	-	(71)	-	(71)
- Deferred tax assets	(21,793)	(33,571)	(13,300)	(22,684)
<b>Total CET I Capital</b>	<b>1,554,084</b>	1,533,981	<b>547,569</b>	576,190
Qualifying non-controlling interests recognised as Tier I Capital	1,104	1,187	-	-
<b>Total Tier I Capital</b>	<b>1,555,188</b>	1,535,168	<b>547,569</b>	576,190
<b><u>Tier II Capital</u></b>				
Subordinated obligations meeting all relevant criteria	100,000	200,000	100,000	200,000
Qualifying non-controlling interests recognised as Tier II Capital	83	98	-	-
General provision ^	25,412	29,480	7,933	10,428
<b>Total Tier II Capital</b>	<b>125,495</b>	229,578	<b>107,933</b>	210,428
<b>Total Capital</b>	<b>1,680,683</b>	1,764,746	<b>655,502</b>	786,618

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**26 Capital Adequacy Ratio (cont'd)**

The capital adequacy ratios of the Group and the Bank are as follows: (cont'd)

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
<u>Capital ratios</u>				
Before proposed dividends:				
CET I Capital Ratio	38.815%	35.348%	31.348%	29.319%
Tier I Capital Ratio	38.842%	35.376%	31.348%	29.319%
Total Capital Ratio	<u>41.976%</u>	<u>40.666%</u>	<u>37.528%</u>	<u>40.027%</u>
After proposed dividends:				
CET I Capital Ratio	37.815%	33.044%	29.058%	24.231%
Tier I Capital Ratio	37.843%	33.071%	29.058%	24.231%
Total Capital Ratio	<u>40.977%</u>	<u>38.361%</u>	<u>35.238%</u>	<u>34.938%</u>

# Pursuant to Basel II Market Risk Para 5.19 & 5.20 - Valuation Adjustments, the Capital Adequacy Framework (Basel II - Risk Weighted Assets) calculation shall account for the ageing, liquidity and holding back adjustments on its trading portfolio.

^ Pursuant to BNM's policy document on Financial Reporting, general provision refers to loss allowance measured at an amount equal to 12-month and lifetime expected credit losses as defined under MFRS 9 'Financial Instruments' and regulatory reserves, to the extent they are ascribed to non-credit-impaired exposures, determined under standardised approach for credit risk.

Includes the qualifying regulatory reserves of the Group and the Bank of RM24,741,000 (31 December 2021: RM28,903,000) and RM7,850,000 (31 December 2021: RM10,400,000) respectively.

The breakdown of risk-weighted assets in the various categories of risk-weights are as follows:

	Group		Bank	
	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
Credit risk	2,032,947	2,358,408	634,603	834,269
Market risk	368,264	285,276	188,204	162,040
Operational risk	1,602,662	1,695,946	923,914	968,930
<b>Total risk-weighted assets</b>	<u>4,003,873</u>	<u>4,339,630</u>	<u>1,746,721</u>	<u>1,965,239</u>

The total risk-weighted assets of the Group and the Bank are computed based on BNM's Guidelines on Risk Weighted Capital Adequacy Framework: Standardised Approach for Credit and Market Risk and Basic Indicator Approach for Operational Risk (Basel II).

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**27 Commitments and Contingencies**

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to its customers. Apart from the allowance for commitments and contingencies already made in the financial statements, no material losses are anticipated as a result of these transactions.

The commitments and contingencies comprise the following:

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b>Principal amount</b>				
Direct credit substitutes #	-	-	30,660	35,265
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo-style transactions	904,157	-	904,157	-
Irrevocable commitments to extend credit:				
- maturity not exceeding one year	1,007,743	917,299	732,487	647,818
- maturity exceeding one year	22	22	22	22
Equity related contracts: ^				
- less than one year	110	-	110	-
Foreign exchange related contracts: ^				
- less than one year	106,289	24,496	39,807	24,496
Interest rate related contracts: ^				
- less than one year	160,000	-	160,000	-
	<u>2,178,321</u>	<u>941,817</u>	<u>1,867,243</u>	<u>707,601</u>

# Included in direct credit substitutes is financial guarantee contract of RM30,660,000 (2021: RM35,265,000) to external party for our subsidiary.

^ These derivatives are revalued on gross position basis and the unrealised gains or losses have been reflected in the financial statements as derivatives assets or derivatives liabilities.

**28 Capital and Other Commitments**

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
Authorised and contracted for:				
Property, plant and equipment	28,242	28,192	19,679	22,004

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**29 Valuation of Property, Plant and Equipment**

The property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

**30 Status of Corporate Proposal**

**Cessation of Business Operations of Subsidiaries in Hong Kong**

On 5 December 2019, RHB Bank announced that RHB Hong Kong Limited ('RHB Hong Kong') and its subsidiaries (collectively known as 'RHB Hong Kong Group') had on 4 December 2019 decided to cease business operations ('Cessation').

With the increasingly challenging operating broking environment in Hong Kong has resulted in losses being recorded for RHB Hong Kong Group. As a result, it is no longer viable for RHB Hong Kong Group to continue its business operations. The Cessation would allow the Bank to refocus efforts and resources in driving long-term growth in other ASEAN markets in line with the larger RHB Banking Group's FIT22 strategy.

Pursuant to the Cessation, RHB Hong Kong Group has discontinued offering financial services to its existing and potential clients. The Bank being the shareholder of RHB Hong Kong Group has provided the requisite support to ensure an orderly winding down of their business operations.

On 4 January 2022, RHB Wealth Management Hong Kong Limited, an indirect wholly-owned subsidiary of the Bank, has been dissolved pursuant to The Companies (Winding Up and Miscellaneous Provisions) Ordinance of Hong Kong. Arising therefrom, RHB Wealth Management Hong Kong Limited is no longer an indirect wholly-owned subsidiary of the Bank. The dissolution of the indirect wholly-owned subsidiary does not have any material effect on the earnings and net assets of the Group for the financial year ended 31 December 2022.

The following direct and indirect wholly-owned subsidiaries of the Bank had commenced the application for Member's Voluntary Winding Up pursuant to The Companies (Winding Up and Miscellaneous Provisions) Ordinance of Hong Kong as summarised below:

<u>Direct subsidiary</u>	<u>Date of Commencement of Member's Voluntary Winding Up</u>
RHB Hong Kong Limited	31 December 2022
 <u>Indirect subsidiaries</u>	
RHB Futures Hong Kong Limited	14 December 2022
RHB Securities Hong Kong Limited	31 December 2022

**31 Events Significant to the Date of Statements of Financial Position**

**(a) Issuance of RM100 million Tier 2 II Subordinated Notes**

The Bank had on 3 October 2022 issued Tier II Subordinated Notes of RM100 million in nominal value under a RM1 billion Multi-currency medium term note programme ('MCMTN') Programme. The Subordinated Notes, rated AA2 by RAM Rating Services Berhad, were issued for a tenure of 10 non-callable 5 years with a fixed coupon rate of 4.45% per annum, payable semi-annually in arrears throughout the entire tenure.

**(b) Redemption of RM200 million Tier II Subordinated Notes**

The Bank had on 11 October 2022 fully redeemed its RM200 million Tier II Subordinated Notes 2017/2027.

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

**32 Changes in the Composition of the Group**

There were no significant changes in the composition of the Group for the financial year ended 31 December 2022 other than the following:

**(a) Disposal by PT RHB Sekuritas Indonesia ('RSI') of Its Entire 99.62% Equity Interest in PT RHB Asset Management Indonesia ('RAMI') ('Disposal')**

In prior year

On 26 July 2021, RHB Bank announced that RSI, a 99% subsidiary of the Bank, had on 23 July 2021, entered into Conditional Share Purchase Agreement ('CSPA') with Allianz Global Investors Asia Pacific Limited ('AllianzGI') and PT Asuransi Allianz Life Indonesia ('Allianz Life Indonesia') in respect of the Disposal.

RAMI, a company incorporated in Indonesia, was a 99.62% subsidiary of RSI. The remaining 0.38% equity interest was held by Daniel Budiman. The principal activity of RAMI was rendering of investment management services in Indonesia.

The Disposal entailed the disposal by RSI of its entire 98.62% equity interest and 1.00% equity interest in RAMI to AllianzGI and Allianz Life Indonesia respectively.

The Disposal was conditional upon of inter-alia, the approval of the Financial Services Authority of Indonesia or Otoritas Jasa Keuangan for the fit and proper test of AllianzGI as the new controlling shareholder of RAMI and the candidate for new member(s) of Board of Commissioners of RAMI as proposed by AllianzGI. The last date to fulfil all the conditions precedent for the Disposal was 8 months from the date of the CSPA which can be mutually extended.

This exercise was part of the Group's strategic plan to reprioritise its overseas businesses to focus on niche markets, leveraging on the key strengths of its investment banking team in order to meet its customers' needs. Accordingly, RHB Bank has decided to exit from the asset management business and to focus on its stock broking and investment banking business in Indonesia.

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

32 Changes in the Composition of the Group (cont'd)

(a) Disposal by PT RHB Sekuritas Indonesia ('RSI') of Its Entire 99.62% Equity Interest in PT RHB Asset Management Indonesia ('RAMI') ('Disposal') (cont'd)

During the year

The Disposal was completed on 31 January 2022 for a sales consideration of EUR6,532,000 (or approximately RM30,827,000), following the approval of the Financial Services Authority of Indonesia or Otoritas Jasa Keuangan ('OJK') for AllianzGI as the new controlling shareholder of RAMI on 6 January 2022 and the approval of OJK for the new Board of Commissioners of RAMI as proposed by AllianzGI on 29 December 2021 and 27 December 2021.

With the completion of Disposal, the Group recorded a gain on disposal of RM24,595,000 and accordingly, RAMI is no longer an indirect subsidiary of the Bank.

The Group has accounted for the Disposal as non-current assets/(liabilities) held for sale and discontinued operation in accordance with MFRS 5 'Non-current Assets Held for Sale and Discontinued Operations'. Financial information relating to the Disposal are as follows:

(i) Assets and Liabilities of RAMI

	31 January 2022	Group 31 December 2021
	RM'000	RM'000
<u>Non-current assets held for sale</u>		
Cash and short-term funds, net of ECL	4,522	8,205
Other assets	972	912
Tax recoverable	285	278
Deferred tax assets	1,081	920
Right-of-use assets	1,007	1,042
Property, plant and equipment	785	795
Other intangible assets	355	369
	9,007	12,521
 <u>Non-current liabilities held for sale</u>		
Other liabilities	1,518	4,854
Lease liabilities	1,134	1,129
Tax liabilities	22	20
	2,674	6,003

(ii) Cash flow and net assets of RAMI on completion date

	Group RM'000
Non-current assets held for sale	9,007
Non-current liabilities held for sale	(2,674)
Total net assets derecognised	6,333
Gain on disposal of a subsidiary, gross	24,595
Exchange differences	(101)
Sales consideration received in cash	30,827
Less: Cash and short-term fund of the subsidiary disposed	(4,522)
Gain from realisation of translation reserves from discontinued operation	347
Cash inflow on disposal of a subsidiary	26,652
Estimated income tax expense payable	(3,608)
Estimated cash inflow on disposal of a subsidiary	23,044

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**32 Changes in the Composition of the Group (cont'd)**

**(a) Disposal by PT RHB Sekuritas Indonesia ('RSI') of Its Entire 99.62% Equity Interest in PT RHB Asset Management Indonesia ('RAMI') ('Disposal') (cont'd)**

The Group has accounted for the Disposal as non-current assets/(liabilities) held for sale and discontinued operation in accordance with MFRS 5 'Non-current Assets Held for Sale and Discontinued Operations'. Financial information relating to the Disposal are as follows: (cont'd)

**(iii) Income Statements**

	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Interest income	-	57	14	307
Interest expense	-	(34)	(11)	(149)
Net interest income	-	23	3	158
Fee and commission income	-	1,474	453	6,508
Fee and commission expense	-	(235)	(66)	(1,166)
Other operating income	-	90	378	357
	-	1,352	768	5,857
Other operating expenses	-	(260)	(721)	(7,008)
Operating profit/(loss) before allowances	-	1,092	47	(1,151)
Allowance written back for expected credit losses	-	4	4	4
Profit/(Loss) before taxation of discontinued operation	-	1,096	51	(1,147)
Taxation	-	-	(3,798)	(2)
Gain on disposal of a subsidiary, gross	-	-	24,595	-
Net profit/(loss) after tax from discontinued operation for the financial period/year	-	1,096	20,848	(1,149)

**(iv) Statements of Comprehensive Income**

	4th Quarter Ended		Twelve Months Ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) after tax from discontinued operation for the financial period/year	-	1,095	20,848	(1,149)
Other comprehensive (loss)/income in respect of:				
(a) Item that will not be reclassified to income statements:				
- Actuarial loss on defined benefit plan of a subsidiary	-	(1,682)	-	(1,682)
(b) Item that will be reclassified subsequently to income statements:				
- Realisation of translation reserves from discontinued operation	-	-	(347)	-
Income tax relating to components of other comprehensive (income)/loss	-	(51)	353	(51)
Other comprehensive (loss)/income, net of tax for the financial period/year	-	(1,733)	6	(1,733)
Total comprehensive (loss)/income from discontinued operation for the financial period/year	-	(638)	20,854	(2,882)

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**32 Changes in the Composition of the Group (cont'd)**

**(a) Disposal by PT RHB Sekuritas Indonesia ('RSI') of Its Entire 99.62% Equity Interest in PT RHB Asset Management Indonesia ('RAMI') ('Disposal') (cont'd)**

The Group has accounted for the Disposal as non-current assets/(liabilities) held for sale and discontinued operation in accordance with MFRS 5 'Non-current Assets Held for Sale and Discontinued Operations'. Financial information relating to the Disposal are as follows:  
 (cont'd)

**(v) Statements of Cash Flow**

	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Net cash (used in)/generated from operating activities	<b>(3,708)</b>	2,875
Net cash used in investing activities	<b>(9)</b>	(257)
Net cash generated from/(used in) financing activities	<b>10</b>	(341)
Net (decrease)/increase in cash and cash equivalents	<b>(3,707)</b>	2,277

**(b) Subscription of 15 million Redeemable Preference Shares ('RPS') in RHB Private Equity Holdings Sdn Bhd ('RHBPEH')**

The Bank had on 9 March 2022 and 11 November 2022 subscribed 5 million and 10 million RPS of RM2.00 each in RHBPEH amounting to RM10,000,000 and RM20,000,000 respectively, where both subscriptions are for additional working capital purpose. Upon completion of the subscription, the equity interest held by the Bank in RHBPEH remains the same.

**33 Credit Exposure Arising from Transactions with Connected Parties**

Credit exposures with connected parties as per Bank Negara Malaysia's revised Guidelines on Credit Transactions and Exposures with Connected Parties are as follows:

	<b>As at 31 December 2022</b>	<b>Group and Bank As at 31 December 2021</b>
Outstanding credit exposures with connected parties (RM'000)	<b>333,560</b>	278,165
Percentage of outstanding credit exposures with connected parties as proportion of total credit exposures	<b>5.00%</b>	4.70%
Percentage of outstanding credit exposures with connected parties which is impaired or in default	<b>-</b>	-

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

**34 Changes in Profit for the Quarter**

For the current financial quarter ended 31 December 2022, the Group recorded a pre-tax profit of RM27.9 million, 23.6% lower as compared to the immediate preceding quarter pre-tax profit of RM36.5 million. The decrease in profit is contributed by lower other operating income of RM14.8 million and lower net fee and commission income of RM5.2 million; partially offset by lower other operating expenses of RM8.8 million, higher allowance written back for expected credit losses of RM2.0 million and higher net interest income of RM0.6 million.

**35 Performance Review**

For the financial year ended 31 December 2022, the Group recorded a pre-tax profit of RM106.6 million, 74.6% lower as compared to the previous corresponding financial year of RM419.2 million. The decrease in profit is contributed by lower net fee and commission income of RM211.9 million, lower other operating income of RM102.9 million, lower net interest income of RM20.5 million, lower allowance written back for expected credit losses of RM11.1 million; partially offset with lower other operating expenses of RM33.5 million and lower impairment loss on other non-financial assets of RM0.3 million.



**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**36 Prospects for Financial Year 2022**

Global economic growth is expected to slow down in 2023 as the outlook remains uncertain on the back of continued monetary policy prudence in the US, inflationary pressure, geopolitical tensions and trade protectionism. Domestically, GDP is still expected to grow, albeit at a moderate pace of 4.5%, supported mainly by resilient domestic demand with private consumption remaining as the primary driver of the economic growth for the year.

For the banking sector, loans growth is projected to sustain at 5% in 2023 in tandem with softer GDP growth, whilst interest rate is expected to normalise further to pre-pandemic level. Nevertheless, the banking industry is anticipated to remain resilient with robust capital and liquidity positions, supported by adequate level of provisioning.

As the operating environment continues to be challenging, the Group remains vigilant and committed to maintaining its strong fundamentals through its TWP24 strategy, focusing on achieving quality growth and driving service excellence.

**37 Client Trust Accounts**

In accordance with Financial Reporting Standards Implementation Committee Consensus 18 'Monies Held in Trust by Participating Organisations of Bursa Malaysia Securities Berhad' ('FRSIC 18'), the cash held in trust for clients by the Group and the Bank amounted to RM2,920,798,000 (31 December 2021: RM2,951,342,000) and RM2,505,651,000 (31 December 2021: RM2,553,551,000) respectively, are not recognised in the financial statements as the Group and the Bank held them in a fiduciary capacity.

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**38 Fair Value of Financial Instruments**

**Determination of fair value and fair value hierarchy**

The Group and the Bank analyse their financial instruments measured at fair value into three categories as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Valuations derived from valuation techniques in which one or more significant inputs are not based on observable market data.

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

<b>Group</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>31 December 2022</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Financial assets</u></b>				
Financial assets at FVTPL	190,542	2	689,484	880,028
- quoted securities	190,542	-	-	190,542
- unquoted securities	-	2	689,484	689,486
Financial assets at FVOCI	2,438	238,790	38,808	280,036
- money market instruments	-	169,591	-	169,591
- quoted securities	2,438	-	-	2,438
- unquoted securities	-	69,199	38,808	108,007
Derivative assets	-	1,275	-	1,275
	<u>192,980</u>	<u>240,067</u>	<u>728,292</u>	<u>1,161,339</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>16,917</u>	<u>2,829</u>	<u>-</u>	<u>19,746</u>
<b>Group</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>31 December 2021</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Financial assets</u></b>				
Financial assets at FVTPL	221,715	3,419	626,663	851,797
- quoted securities	221,715	-	-	221,715
- unquoted securities	-	3,419	626,663	630,082
Financial assets at FVOCI	2,146	558,565	36,961	597,672
- money market instruments	-	315,455	-	315,455
- quoted securities	2,146	-	-	2,146
- unquoted securities	-	243,110	36,961	280,071
Derivative assets	-	928	-	928
	<u>223,861</u>	<u>562,912</u>	<u>663,624</u>	<u>1,450,397</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>21,549</u>	<u>392</u>	<u>-</u>	<u>21,941</u>

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

38 Fair Value of Financial Instruments (cont'd)

Determination of fair value and fair value hierarchy (cont'd)

The table below analyses financial instruments carried at fair value analysed by level within the fair value hierarchy: (cont'd)

Bank	Level 1	Level 2	Level 3	Total
31 December 2022	RM'000	RM'000	RM'000	RM'000
<b><u>Financial assets</u></b>				
Financial assets at FVTPL	71,820	2	-	71,822
- quoted securities	71,820	-	-	71,820
- unquoted securities	-	2	-	2
Financial assets at FVOCI	-	238,790	38,517	277,307
- money market instruments	-	169,591	-	169,591
- unquoted securities	-	69,199	38,517	107,716
Derivative assets	-	716	-	716
	<u>71,820</u>	<u>239,508</u>	<u>38,517</u>	<u>349,845</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>10,231</u>	<u>46</u>	<u>-</u>	<u>10,277</u>

Bank	Level 1	Level 2	Level 3	Total
31 December 2021	RM'000	RM'000	RM'000	RM'000
<b><u>Financial assets</u></b>				
Financial assets at FVTPL	113,271	3,419	-	116,690
- quoted securities	113,271	-	-	113,271
- unquoted securities	-	3,419	-	3,419
Financial assets at FVOCI	-	558,565	36,670	595,235
- money market instruments	-	315,455	-	315,455
- unquoted securities	-	243,110	36,670	279,780
Derivative assets	-	17	-	17
	<u>113,271</u>	<u>562,001</u>	<u>36,670</u>	<u>711,942</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>21,549</u>	<u>18</u>	<u>-</u>	<u>21,567</u>

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**38 Fair Value of Financial Instruments (cont'd)**

**Valuation techniques**

Financial instruments are classified as Level 1 if their value is observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted prices are readily available, and the price represents actual and regularly occurring market transactions. An active market is one in which transactions occur with sufficient volume and frequency to provide pricing information on an on-going basis. These would include quoted securities and unit trusts.

Where fair value is determined using unquoted market prices in less active markets or quoted prices for similar assets and liabilities, such instruments are generally classified as Level 2. In cases where quoted prices are generally not available, the Group and the Bank then determines fair value based upon valuation techniques that use market parameters including but not limited to yield curves, volatilities and foreign exchange rates as inputs. The majority of valuation techniques employ only observable market data. These would include certain bonds, government bonds, corporate debt securities and derivatives.

Financial instruments are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). This category includes unquoted shares held for socio-economic reasons and private equity funds. Fair values for shares held for socio economic reasons are based on the net tangible assets of the affected companies. Fair value for private equity funds are based on enterprise valuation method where the main input include earnings before interest, taxes, depreciation and amortisation ('EBITDA') and adjusted for contingent receivable.

**Reconciliation of fair value measurements in Level 3**

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2022 and 31 December 2021 for the Group and the Bank:

	<b>Group</b>		<b>Bank</b>	
	<b>As at 31 December 2022</b>	<b>As at 31 December 2021</b>	<b>As at 31 December 2022</b>	<b>As at 31 December 2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Financial assets at FVTPL</u></b>				
Balance as at the beginning of the financial year	<b>626,663</b>	534,684	-	1,256
Total gain recognised in income statements	<b>22,504</b>	66,813	-	1,251
Additions	<b>8,095</b>	34,175	-	-
Distributions/Settlements	<b>(3,915)</b>	(28,184)	-	(2,510)
Exchange differences	<b>36,137</b>	19,175	-	3
Balance as at the end of the financial year	<b>689,484</b>	626,663	-	-

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

38 Fair Value of Financial Instruments (cont'd)

Reconciliation of fair value measurements in Level 3 (cont'd)

The following represents the changes in Level 3 instruments for the financial year ended 31 December 2022 and 31 December 2021 for the Group and the Bank: (cont'd)

	Group		Bank	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
	RM'000	RM'000	RM'000	RM'000
<b><u>Financial assets at FVOCI</u></b>				
Balance as at the beginning of the financial year	36,961	41,125	36,670	34,954
Total gain recognised in other comprehensive income	1,847	1,716	1,847	1,716
Disposals	-	(5,869)	-	-
Exchange differences	-	(11)	-	-
Balance as at the end of the financial year	<b>38,808</b>	36,961	<b>38,517</b>	36,670

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**39 Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker, who is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined RHB Banking Group's Management Committee as its chief operating decision-maker.

The business segment results are prepared based on the Group's internal management reporting, which reflects the organisation's management reporting structure. Internal allocation of costs for example back office support, centralised cost, funding centre and the application of transfer pricing, where appropriate, has been used in preparing the segmental reporting.

The Group's business segments are organised into the following main segments reflecting the Group's internal reporting structure:

(a) Investment Banking

Investment banking provides services for advisory, fund raising in the structuring and issuance of debt securities and capital market instruments, mergers and acquisitions, private placements, underwriting and initial public offerings of equity related instruments. This segment also covers facilities for equity share trading in local and foreign markets, share margin financing, futures broking products and services and custodian and nominees services.

Included in Investment Banking are Stockbroking and Investment Banking products and services to RHB regional customers in Indonesia, Thailand, Cambodia and Vietnam.

(b) Treasury

Treasury and money market operations are involved in non-proprietary trading of various financial products that include short-term money market instruments, long-term securities and foreign exchange and derivatives products, as well as funding centre.

Treasury includes treasury operations in Malaysia, Indonesia and Thailand.

(c) Asset Management

Asset Management business focuses on providing investment management services, unit trust fund management services, Islamic funds management services, wills and trustee services.

Asset Management consists of the Group's Asset Management and Trustee businesses, which includes overseas business operations in Singapore and Indonesia.

Asset Management business in Indonesia was disposed on 31 January 2022. The details are disclosed in Note 32(b).

NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)

39 Segment Reporting (cont'd)

Segment Profit and Loss for the Financial Year Ended 31 December 2022

Group	Continuing Operations				Discontinued Operation		
	Investment Banking	Treasury	Asset Management	Others and Elimination	Total	Asset Management	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	369,179	63,513	170,800	-	603,492	25,363	628,855
Inter-segment revenue	4,870	-	(812)	(4,058)	-	-	-
Segment revenue	374,049	63,513	169,988	(4,058)	603,492	25,363	628,855
Other operating expenses Including:	(380,928)	(14,591)	(107,388)	4,058	(498,849)	(721)	(499,570)
Depreciation of property, plant and equipment	(11,469)	(83)	(1,138)	-	(12,690)	(25)	(12,715)
Depreciation of right-of-use assets	(9,399)	(89)	(1,204)	-	(10,692)	(31)	(10,723)
Amortisation of other intangible assets	(9,721)	(47)	(1,802)	-	(11,570)	(3)	(11,573)
Allowance written back/(made) for expected credit losses	2,198	(34)	(274)	-	1,890	4	1,894
Impairment loss on other non-financial assets	-	-	(43)	-	(43)	-	(43)
	(4,681)	48,888	62,283	-	106,490	24,646	131,136
Share of results of associates					89	-	89
Share of results of joint venture					31	-	31
Profit before taxation					106,610	24,646	131,256
Taxation					(34,637)	(3,798)	(38,435)
Net profit for the financial year					71,973	20,848	92,821

Segment Assets and Liabilities as at 31 December 2022

Group	Investment Banking	Treasury	Asset Management	Others and Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Segment assets	4,519,806	3,457,478	701,306	(780,573)	7,898,017
Goodwill	306,611	-	143,367	-	449,978
Investments in associates and joint venture					4,721
Tax recoverable					36,172
Deferred tax assets					16,875
Total assets					8,405,763
Segment liabilities	1,087,726	3,985,697	383,623	(46,815)	5,410,231
Tax liabilities					6,061
Borrowings					755,916
Subordinated obligations					101,097
Total liabilities					6,273,305

**NOTES TO AUDITED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (cont'd)**

**39 Segment Reporting (cont'd)**

**Segment Profit and Loss for the Financial Year Ended 31 December 2021**

<b>Group</b>	<b>Continuing Operations</b>				<b>Discontinued Operation</b>		
	<b>Investment Banking</b>	<b>Treasury</b>	<b>Asset Management</b>	<b>Others and Elimination</b>	<b>Total</b>	<b>Asset Management</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
External revenue	665,929	89,381	183,512	-	938,822	5,857	944,679
Inter-segment revenue	5,206	-	(1,377)	(3,829)	-	-	-
Segment revenue	671,135	89,381	182,135	(3,829)	938,822	5,857	944,679
Other operating expenses Including:	(426,065)	(10,150)	(99,983)	3,829	(532,369)	(7,008)	(539,377)
Depreciation of property, plant and equipment	(10,480)	(64)	(1,018)	-	(11,562)	(341)	(11,903)
Depreciation of right-of-use assets	(9,786)	(83)	(1,040)	-	(10,909)	(374)	(11,283)
Amortisation of other intangible assets	(8,174)	(205)	(1,471)	-	(9,850)	(33)	(9,883)
Allowance written back/(made) for expected credit losses	13,060	42	(79)	-	13,023	4	13,027
Impairment loss on other non-financial assets	(314)	-	-	-	(314)	-	(314)
	257,816	79,273	82,073	-	419,162	(1,147)	418,015
Share of results of associates					33	-	33
Profit/(Loss) before taxation					419,195	(1,147)	418,048
Taxation					(78,917)	(2)	(78,919)
Net profit/(loss) for the financial year					340,278	(1,149)	339,129

**Segment Assets and Liabilities as at 31 December 2021**

<b>Group</b>	<b>Continuing Operations</b>				<b>Discontinued Operation</b>		
	<b>Investment Banking</b>	<b>Treasury</b>	<b>Asset Management</b>	<b>Others and Elimination</b>	<b>Total</b>	<b>Asset Management</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Segment assets	4,741,156	3,325,073	1,248,087	(772,653)	8,541,663	11,323	8,552,986
Goodwill	306,611	-	143,367	-	449,978	-	449,978
Investments in associates and joint venture					4,644	-	4,644
Tax recoverable					7,294	278	7,572
Deferred tax assets					32,651	920	33,571
Total assets					9,036,230	12,521	9,048,751
Segment liabilities	1,321,448	3,971,775	930,413	(54,472)	6,169,164	5,983	6,175,147
Tax liabilities					8,753	20	8,773
Borrowings					531,588	-	531,588
Subordinated obligations					202,175	-	202,175
Total liabilities					6,911,680	6,003	6,917,683