

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

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

	Note	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>ASSETS</b>			
Cash and short-term funds		1,236,304	1,221,961
Securities purchased under resale agreements	9	4,127,583	2,698,958
Deposits and placements with banks and other financial institutions	10	-	224,224
Financial assets at fair value through profit or loss ('FVTPL')	11	688,315	135,168
Financial assets at fair value through other comprehensive income ('FVOCI')	12	8,727,683	7,828,798
Financial investments at amortised cost	13	10,064,417	9,920,794
Financing and advances	14	95,423,762	90,125,549
Other assets	15	214,493	151,993
Derivative assets		428,535	602,317
Statutory deposits		840,000	1,582,000
Deferred tax assets		231,819	83,650
Right-of-use assets		-	1,070
Property, plant and equipment		4,232	4,739
Intangible assets		5,061	4,565
<b>TOTAL ASSETS</b>		<b>121,992,204</b>	<b>114,585,786</b>
<b>LIABILITIES AND EQUITY</b>			
Deposits from customers	16	93,921,386	88,606,492
Deposits and placements of banks and other financial institutions	17	6,421,290	7,573,936
Obligations on securities sold under repurchase agreements		238,343	-
Investment accounts	18	6,543,951	5,899,679
Bills and acceptances payable		940	2,705
Other liabilities	19	2,660,029	2,308,882
Derivative liabilities		486,702	444,374
Recourse obligation on financing sold to Cagamas Berhad ('Cagamas')		2,768,401	1,204,334
Provision for taxation and zakat		227,812	63,237
Lease liabilities		-	1,080
Borrowings		740,006	786,022
Subordinated obligations		770,080	757,152
<b>TOTAL LIABILITIES</b>		<b>114,778,940</b>	<b>107,647,893</b>
Share capital		1,673,424	1,673,424
Reserves		5,539,840	5,264,469
<b>TOTAL EQUITY</b>		<b>7,213,264</b>	<b>6,937,893</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>121,992,204</b>	<b>114,585,786</b>
<b>COMMITMENTS AND CONTINGENCIES</b>	28	<b>72,097,961</b>	<b>63,432,984</b>

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Bank for the financial year ended 31 December 2024.

**RHB ISLAMIC BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED INCOME STATEMENT**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

		<u><b>3rd Quarter Ended</b></u>		<u><b>Nine Months Ended</b></u>	
	Note	<b>30 September</b>	30 September	<b>30 September</b>	30 September
		<b>2025</b>	2024	<b>2025</b>	2024
		<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Income derived from investment of depositors' funds	20	<b>1,277,869</b>	1,159,624	<b>3,775,872</b>	3,389,537
Income derived from investment of investment account funds	21	<b>107,567</b>	78,908	<b>270,314</b>	232,519
Income derived from investment of shareholders' funds	22	<b>112,923</b>	121,041	<b>322,517</b>	325,246
Allowance for credit losses on financial assets	23	<b>(63,863)</b>	(25,897)	<b>(242,181)</b>	(140,669)
Total distributable income		<b>1,434,496</b>	1,333,676	<b>4,126,522</b>	3,806,633
Income attributable to depositors	24	<b>(849,925)</b>	(783,343)	<b>(2,565,085)</b>	(2,310,906)
Profit distributed to investment account holders		<b>(68,318)</b>	(57,921)	<b>(176,745)</b>	(172,922)
		<b>516,253</b>	492,412	<b>1,384,692</b>	1,322,805
Personnel expenses	25	<b>(6,170)</b>	(6,198)	<b>(19,853)</b>	(16,921)
Other overheads and expenditures	26	<b>(210,128)</b>	(183,125)	<b>(635,999)</b>	(532,319)
Profit before taxation and zakat		<b>299,955</b>	303,089	<b>728,840</b>	773,565
Taxation and zakat		<b>(73,018)</b>	(75,544)	<b>(182,380)</b>	(193,940)
Net profit for the financial period		<b>226,937</b>	227,545	<b>546,460</b>	579,625
Basic earnings per share (sen)	27	<b>13.56</b>	13.60	<b>32.66</b>	34.64

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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

	<b><u>3rd Quarter Ended</u></b>		<b><u>Nine Months Ended</u></b>	
	<b><u>30 September</u></b>	<b><u>30 September</u></b>	<b><u>30 September</u></b>	<b><u>30 September</u></b>
	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2025</u></b>	<b><u>2024</u></b>
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
Net profit for the financial period	<b><u>226,937</u></b>	<u>227,545</u>	<b><u>546,460</u></b>	<u>579,625</u>
Other comprehensive income/(loss) in respect of:				
Items that will be reclassified subsequently to profit or loss:				
Debt instruments measured at FVOCI:				
- Unrealised net gain on revaluation	<b>16,804</b>	35,499	<b>139,379</b>	53,729
- Net transfer to income statement on disposal	<b>(20,005)</b>	(891)	<b>(34,403)</b>	(15,406)
- Changes in expected credit losses	<b>389</b>	(49)	<b>1,045</b>	(220)
Income tax relating to components of other comprehensive (income)/loss	<b><u>768</u></b>	<u>(8,306)</u>	<b><u>(25,195)</u></b>	<u>(9,198)</u>
Other comprehensive income/(loss), net of tax, for the financial period	<b><u>(2,044)</u></b>	<u>26,253</u>	<b><u>80,826</u></b>	<u>28,905</u>
Total comprehensive income for the financial period	<b><u>224,893</u></b>	<u>253,798</u>	<b><u>627,286</u></b>	<u>608,530</u>

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements of the Bank for the financial year ended 31 December 2024.

**RHB ISLAMIC BANK BERHAD**  
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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

	Non distributable			Capital contribution by holding company	Distributable	
	Share capital	FVOCI reserve	Regulatory reserve	by holding company	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2025</b>	<b>1,673,424</b>	<b>(36,943)</b>	<b>533,757</b>	<b>1,775</b>	<b>4,765,880</b>	<b>6,937,893</b>
Net profit for the financial period	-	-	-	-	<b>546,460</b>	<b>546,460</b>
Other comprehensive income/(loss):						
Debt instruments measured at FVOCI:						
- Unrealised net gain on revaluation	-	<b>139,379</b>	-	-	-	<b>139,379</b>
- Net transfer to income statement on disposal	-	<b>(34,403)</b>	-	-	-	<b>(34,403)</b>
- Changes in expected credit losses	-	<b>1,045</b>	-	-	-	<b>1,045</b>
Income tax relating to components of other comprehensive income	-	<b>(25,195)</b>	-	-	-	<b>(25,195)</b>
Other comprehensive income, net of tax, for the financial period	-	<b>80,826</b>	-	-	-	<b>80,826</b>
Total comprehensive income for the financial period	-	<b>80,826</b>	-	-	<b>546,460</b>	<b>627,286</b>
Dividend paid	-	-	-	-	<b>(351,419)</b>	<b>(351,419)</b>
Share-based payment expenses	-	-	-	<b>285</b>	-	<b>285</b>
Equity settlement with holding company under Share Grant Scheme ('SGS')	-	-	-	<b>(781)</b>	-	<b>(781)</b>
Transfer from regulatory reserve	-	-	<b>(34,670)</b>	-	<b>34,670</b>	-
<b>Balance as at 30 September 2025</b>	<b>1,673,424</b>	<b>43,883</b>	<b>499,087</b>	<b>1,279</b>	<b>4,995,591</b>	<b>7,213,264</b>

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

	Non distributable			Capital contribution by holding company	Distributable	
	Share capital	FVOCI reserve	Regulatory reserve	by holding company	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2024</b>	1,673,424	(36,175)	640,210	798	4,201,068	6,479,325
Net profit for the financial period	-	-	-	-	579,625	579,625
Other comprehensive income/(loss):						
Debt instruments measured at FVOCI:						
- Unrealised net gain on revaluation	-	53,729	-	-	-	53,729
- Net transfer to income statement on disposal	-	(15,406)	-	-	-	(15,406)
- Changes in expected credit losses	-	(220)	-	-	-	(220)
Income tax relating to components of other comprehensive income	-	(9,198)	-	-	-	(9,198)
Other comprehensive income, net of tax, for the financial period	-	28,905	-	-	-	28,905
Total comprehensive income for the financial period	-	28,905	-	-	579,625	608,530
Dividend paid	-	-	-	-	(351,419)	(351,419)
Share-based payment expenses	-	-	-	683	-	683
Transfer to regulatory reserve	-	-	143,233	-	(143,233)	-
<b>Balance as at 30 September 2024</b>	<b>1,673,424</b>	<b>(7,270)</b>	<b>783,443</b>	<b>1,481</b>	<b>4,286,041</b>	<b>6,737,119</b>

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**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

	<b><u>Nine Months Ended</u></b>	
	<b>30 September 2025</b>	<b>30 September 2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation and zakat	728,840	773,565
Adjustments for non-cash items	(336,626)	(357,901)
Operating profit before changes in working capital	392,214	415,664
Changes in working capital:		
Net changes in operating assets	(5,802,270)	(5,748,143)
Net changes in operating liabilities	7,452,657	3,325,009
Cash generated from/(used in) operations	2,042,601	(2,007,470)
Profit paid	(44,689)	(54,330)
Net tax and zakat paid	(191,169)	(140,958)
Net cash generated from/(used in) operating activities	1,806,743	(2,202,758)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment:		
- Purchase	(696)	(997)
- Proceeds from disposal	-	478
Intangible assets:		
- Purchase	(1,345)	(422)
- Proceeds from disposal	-	9
Net purchase of financial assets at FVOCI and financial investments at amortised cost	(1,190,590)	(1,927,000)
Investment income received from financial assets at FVOCI and financial investments at amortised cost	411,647	377,225
Net cash used in investing activities	(780,984)	(1,550,707)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Principal lease payment	(1,080)	(749)
Dividend paid	(351,419)	(351,419)
Issuance of subordinated sukuk	-	500,000
Redemption of subordinated sukuk	-	(500,000)
Net cash used in financing activities	(352,499)	(352,168)
Net increase/(decrease) in cash and cash equivalents	673,260	(4,105,633)
Cash and cash equivalents at the beginning of the financial period	552,946	5,801,534
Cash and cash equivalents at the end of the financial period	1,226,206	1,695,901
Cash and cash equivalents comprise the following:		
- Cash and short-term funds	1,236,304	1,695,901
- Deposits and placements with banks and other financial institutions	-	-
	1,236,304	1,695,901
Less:		
- Cash and short-term funds and deposits and placements with banks and other financial institutions with original maturity of more than one month	(10,098)	-
	1,226,206	1,695,901

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**1 BASIS OF PREPARATION**

The interim financial statements are unaudited and have 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 Bank for the financial year ended 31 December 2024.

The accounting policies and presentation adopted by the Bank for the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2024, except for the adoption of the following accounting standards, annual improvements and amendments to MFRS which are effective and applicable for the Bank for financial period beginning on or after 1 January 2025:

- Amendments to MFRS 121 'Lack of Exchangeability'

The adoption of the above amendments do not give rise to any material financial impact to the Bank.

**2 AUDITORS' REPORT**

The auditors' report for the financial year ended 31 December 2024 was not subject to any qualification.

**3 SEASONAL OR CYCLICAL ITEMS**

The business operations of 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 nine months ended 30 September 2025.

**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 nine months ended 30 September 2025.

**6 CHANGES IN DEBT AND EQUITY SECURITIES**

There were no issuances and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the nine months ended 30 September 2025.

**7 DIVIDEND PAID**

During the nine months ended 30 September 2025, the Bank has paid the following dividend:

- (a) a second single-tier interim dividend of 13.0 sen per share in respect of the financial year ended 31 December 2024, amounting to RM217,545,000 on 26 March 2025; and
- (b) a single-tier interim dividend of 8.0 sen per share in respect of the financial year ending 31 December 2025, amounting to RM133,874,000 on 26 September 2025.

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**8 INVESTMENT ACCOUNTS ('IA')**

IA is defined by the application of Shariah contracts as investment with non-principal guaranteed feature. Under the Islamic Financial Services Act 2013, the priority payment for IA upon liquidation of Islamic Financial Institution (IFI) is treated separately from Islamic deposit, in accordance with the rights and obligations accrued to the investment account holders. IA is further categorised to Restricted Investment Account ('RA') and Unrestricted Investment Account ('UA').

RA refers to a type of investment account where the Investment Account Holder ('IAH') provides a specific investment mandate to the IFI such as purpose, asset class, economic sector and period for investment, while UA refers to a type of investment account where the IAH provides the IFI with the mandate to make the ultimate investment decision without specifying any particular restrictions or conditions.

IA are contracts based on the Shariah concept below:

- Mudharabah between two parties, customer and the Bank, to finance a business venture where the customer provides capital and the business venture is managed solely by the Bank. The profit of the business venture will be shared based on pre-agreed ratios with the Bank as Mudharib (manager or manager of funds), and losses shall be borne solely by customers.
- Wakalah Bi Al-Istithmar refers to a contract where a party (muwakkil) appoints another party as his agent (wakil) to perform a particular task, in matters that may be delegated, either voluntarily or with imposition of a fee. The fee shall be recognised based on agreement. Profit generated/losses incurred is based on net distributable income calculated. Net distributable income is derived after deducting Wakalah fee, direct expenses and provisions (if any). Losses (if any) will solely be borne by the investors unless such losses is due to the Bank's misconduct, negligence or breach of specified terms in the contract between the investors and the Bank.
- Details of the IA are as disclosed in Note 18.

**9 SECURITIES PURCHASED UNDER RESALE AGREEMENTS**

	<b>As at 30 September 2025 RM'000</b>	<b>As at 31 December 2024 RM'000</b>
<b>At amortised cost</b>		
Malaysian Government Investment Issues	1,722,625	967,507
Islamic Khazanah bonds	156,711	-
Corporate sukuk	2,248,247	1,731,451
	<b>4,127,583</b>	<b>2,698,958</b>

**10 DEPOSITS AND PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS**

	<b>As at 30 September 2025 RM'000</b>	<b>As at 31 December 2024 RM'000</b>
Licensed Islamic banks	-	224,224



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**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**11 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ('FVTPL')**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>Mandatory measured at fair value</b>		
<u>Money market instruments:</u>		
Malaysian Government Investment Issues	520,655	135,168
Cagamas bonds	15,269	-
<u>Quoted securities:</u>		
<u>In Malaysia</u>		
Shares	1,674	-
<u>Unquoted securities:</u>		
<u>In Malaysia</u>		
Corporate sukuk	150,717	-
	<b>688,315</b>	<b>135,168</b>

**12 FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ('FVOCI')**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>At fair value</b>		
Debt instruments	<b>8,727,683</b>	7,828,798
<u>Money market instruments:</u>		
Malaysian Government Investment Issues	3,645,732	3,448,824
Islamic Cagamas bonds	359,629	559,401
<u>Unquoted securities:</u>		
<u>In Malaysia</u>		
Corporate sukuk	4,722,322	3,820,573
	<b>8,727,683</b>	7,828,798

(a) Movement in allowance for credit losses recognised in FVOCI reserve

	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>30 September 2025</b>				
Balance as at the beginning of the financial period	1,628	-	-	1,628
Changes in credit risk	613	-	-	613
Purchases and origination	771	-	-	771
Derecognition and disposal	(339)	-	-	(339)
Balance as at the end of the financial period	<b>2,673</b>	-	-	<b>2,673</b>
<b>31 December 2024</b>				
Balance as at the beginning of the financial year	2,157	-	-	2,157
Changes in credit risk	(315)	-	-	(315)
Purchases and origination	450	-	-	450
Derecognition and disposal	(664)	-	-	(664)
Balance as at the end of the financial year	<b>1,628</b>	-	-	<b>1,628</b>

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**13 FINANCIAL INVESTMENTS AT AMORTISED COST**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>At amortised cost</b>		
<u>Money market instruments:</u>		
Malaysian Government Investment Issues	2,632,635	2,005,330
Islamic Cagamas bonds	414,814	466,251
Islamic Khazanah bonds	44,804	43,414
<u>Unquoted securities:</u>		
<u>In Malaysia</u>		
Corporate sukuk	6,949,152	7,385,310
<u>Outside Malaysia</u>		
Corporate sukuk	30,806	30,408
	<b>10,072,211</b>	9,930,713
Fair value changes arising from fair value hedge	2,485	(2,458)
	<b>10,074,696</b>	9,928,255
Allowance for credit losses	(10,279)	(7,461)
	<b>10,064,417</b>	9,920,794

Included in financial investments at amortised cost are exposures to RA as part of arrangement between the Bank and its holding company, RHB Bank Berhad ('RHB Bank') and other investors ('the investors').

Gross exposure to RA financing as at 30 September 2025 is RM233,001,000 (31 December 2024: RM1,423,014,000), of which RM233,001,000 (31 December 2024: RM973,023,000) is funded by RHB Bank.

The portfolio expected credit losses for financial investments at amortised cost relating to RA is borne solely by RHB Bank and the investors and the amount recognised in the financial statements of RHB Bank is RM207,000 as at 30 September 2025 (31 December 2024: RM534,533,000).

**(a) Movement in credit impaired financial investments at amortised cost**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Balance as at the beginning of the financial period/year	1,304,191	1,235,225
Purchases and origination	-	68,966
Derecognition	(1,304,191)	-
Balance as at the end of the financial period/year	-	1,304,191

Under the existing Restricted Profit Sharing Investment Account ('RPSIA') arrangement, the Bank held credit-impaired sukuk exposure amounting to RM1,304,191,000 (of which: the Bank RM740,022,000 and other investor: RM564,169,000 respectively).

During the financial period, a debt restructuring scheme ('scheme') was implemented to regularise the credit-impaired sukuk obligation by the issuer.

Due to the restructuring scheme, the Bank and the other investor had terminated the RPSIA, and all credit-impaired Sukuk were returned to RHB Bank and other investor as per the RPSIA arrangement.

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**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

13 FINANCIAL INVESTMENTS AT AMORTISED COST (CONTINUED)

(b) Movement in allowance for credit losses

	12-month ECL (Stage 1)	Lifetime ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	RM'000	RM'000	RM'000	RM'000
<b>30 September 2025</b>				
Balance as at the beginning of the financial period	7,461	-	-	7,461
Changes in credit risk	2,413	-	-	2,413
Purchases and origination	486	-	-	486
Derecognition and disposal	(81)	-	-	(81)
Balance as at the end of the financial period	<u>10,279</u>	<u>-</u>	<u>-</u>	<u>10,279</u>
<b>31 December 2024</b>				
Balance as at the beginning of the financial year	5,514	-	-	5,514
Changes in credit risk	1,182	-	-	1,182
Purchases and origination	2,056	-	-	2,056
Derecognition and disposal	(1,291)	-	-	(1,291)
Balance as at the end of the financial year	<u>7,461</u>	<u>-</u>	<u>-</u>	<u>7,461</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES

<b>30 September 2025</b>	<b>Bai'</b>						
	<b>Bithaman</b>						
	<b>Ajil ('BBA')</b>	<b>Ijarah *</b>	<b>Murabahah</b>	<b>Musarakah</b>	<b>Qard</b>	<b>Others</b>	<b>Total</b>
<b>At amortised cost</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>
Cashline	-	-	1,752,602	-	25,745	-	1,778,347
Term financing:							
- Housing financing	155,981	-	22,578,379	17,741,530	-	475	40,476,365
- Syndicated term financing	-	-	2,170,135	-	-	-	2,170,135
- Hire purchase receivables	-	12,830,459	-	-	-	-	12,830,459
- Other term financing	99	92,603	33,225,251	-	-	10	33,317,963
Bills receivables	-	-	2,226,084	-	-	-	2,226,084
Trust receipts	-	-	38,812	-	-	-	38,812
Claims on customers under acceptance credits	-	-	1,220	-	-	-	1,220
Share margin financing	-	-	25,317	-	-	-	25,317
Staff financing	448	-	32,030	-	-	-	32,478
Credit/charge card receivables	-	-	-	-	-	530,247	530,247
Revolving financing	-	-	2,789,492	-	-	-	2,789,492
Gross financing and advances	156,528	12,923,062	64,839,322	17,741,530	25,745	530,732	96,216,919
Fair value changes arising from fair value hedge							(17,684)
							96,199,235
Allowance for credit losses							(775,473)
Net financing and advances							95,423,762

\* The Bank is the owner of the assets throughout the tenure of the Ijarah financing. The ownership of the assets will be transferred to the customers via sale at the end of the Ijarah financing.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES (CONTINUED)

<b>31 December 2024</b>	<b>Bai'</b>						
	<b>Bithaman</b>						
	<b>Ajil ('BBA')</b>	<b>Ijarah *</b>	<b>Murabahah</b>	<b>Musyarakah</b>	<b>Qard</b>	<b>Others</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>At amortised cost</b>							
Cashline	-	-	1,577,552	-	32,880	-	1,610,432
Term financing:							
- Housing financing	176,958	-	20,905,321	16,110,327	-	539	37,193,145
- Syndicated term financing	-	-	2,203,832	-	-	-	2,203,832
- Hire purchase receivables	-	12,063,031	-	-	-	-	12,063,031
- Other term financing	99	90,397	32,320,488	-	-	10	32,410,994
Bills receivables	-	-	1,540,862	-	-	-	1,540,862
Trust receipts	-	-	41,318	-	-	-	41,318
Claims on customers under acceptance credits	-	-	412,398	-	-	-	412,398
Share margin financing	-	-	21,803	-	-	-	21,803
Staff financing	532	-	27,448	-	-	-	27,980
Credit/charge card receivables	-	-	-	-	-	451,784	451,784
Revolving financing	-	-	2,812,480	-	-	-	2,812,480
Gross financing and advances	177,589	12,153,428	61,863,502	16,110,327	32,880	452,333	90,790,059
Fair value changes arising from fair value hedge							(41,775)
							90,748,284
Allowance for credit losses							(622,735)
Net financing and advances							90,125,549

\* The Bank is the owner of the assets throughout the tenure of the Ijarah financing. The ownership of the assets will be transferred to the customers via sale at the end of the Ijarah financing.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**14 FINANCING AND ADVANCES (CONTINUED)**

- (a) Included in financing and advances are exposures to RA and UA as part of arrangement between the Bank and its holding company, RHB Bank and other investors ('the investors').

As at 30 September 2025, gross exposure to RA financing funded by RHB Bank is RM5,927,561,000 (31 December 2024: RM3,559,192,000) and gross exposure to UA financing funded by the investors is RM249,493,000 (31 December 2024: RM685,100,000).

The portfolio expected credit losses for financing and advances relating to RA and UA is borne solely by RHB Bank and the investors and the amount recognised in the financial statements of RHB Bank is RM63,578,000 as at 30 September 2025 (31 December 2024: RM8,485,000).

- (b) Included in term financing is housing financing sold to Cagamas amounting to RM2,664,048,000 as at 30 September 2025 (31 December 2024: RM1,167,827,000).

- (c) Movement of Qard financing

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Balance as at the beginning of the financial period/year	32,880	40,286
New disbursement	16,842	25,610
Repayment	(23,977)	(33,016)
Balance as at the end of the financial period/year	<u>25,745</u>	<u>32,880</u>
Sources of Qard fund:		
- Depositors' fund	<u>25,745</u>	<u>32,880</u>
Uses of Qard fund:		
- Personal use	279	342
- Business purpose	<u>25,466</u>	<u>32,538</u>
	<u>25,745</u>	<u>32,880</u>

- (i) By type of customer

Domestic non-bank financial institutions	351,356	2,023,207
Domestic business enterprises:		
- Small and medium enterprises	10,834,688	10,370,679
- Others	11,917,363	10,608,539
Government and statutory bodies	6,460,630	6,868,830
Individuals	64,878,957	60,031,201
Other domestic entities	112,244	111,573
Foreign entities	<u>1,661,681</u>	<u>776,030</u>
	<u>96,216,919</u>	<u>90,790,059</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES (CONTINUED)

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
(ii) By profit rate sensitivity		
Fixed rate:		
- Housing financing	32,030	27,448
- Hire-purchase receivables	231,244	190,269
- Other fixed rate financing	10,858,385	10,220,725
Variable rate:		
- Base financing rate-plus	72,569,512	66,722,057
- Cost-plus	12,525,748	13,629,560
	<u>96,216,919</u>	<u>90,790,059</u>
(iii) By economic sector		
Agriculture, hunting, forestry and fishing	1,638,810	1,777,543
Mining and quarrying	114,894	103,731
Manufacturing	2,758,743	2,954,530
Electricity, gas and water	265,472	222,392
Construction	2,491,984	3,663,746
Wholesale and retail trade and restaurant and hotel	4,862,143	4,815,320
Transport, storage and communication	1,983,437	2,468,511
Finance, insurance, real estate and business services	10,028,375	7,253,112
Education, health and others	6,791,500	7,131,013
Household sector	65,281,561	60,400,161
	<u>96,216,919</u>	<u>90,790,059</u>
(iv) By purpose		
Purchase of securities	5,934,087	5,341,379
Purchase of transport vehicles	12,860,053	12,073,179
Purchase of landed property:		
- Residential	38,977,826	35,804,145
- Non-residential	5,680,039	5,766,709
Purchase of property, plant and equipment other than land and building	133,673	258,525
Personal use	7,241,133	6,803,551
Credit card	530,247	451,784
Construction	1,725,002	1,467,639
Working capital	15,831,900	16,844,420
Merger and acquisition	75,001	87,273
Other purposes	7,227,958	5,891,455
	<u>96,216,919</u>	<u>90,790,059</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES (CONTINUED)

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
(v) By geographical distribution		
In Malaysia	<u>96,216,919</u>	<u>90,790,059</u>
(vi) By remaining contractual maturities		
Maturing within one year	9,657,486	9,792,188
One year to three years	3,362,503	2,996,578
Three years to five years	9,304,434	8,238,889
Over five years	<u>73,892,496</u>	<u>69,762,404</u>
	<u>96,216,919</u>	<u>90,790,059</u>
(vii) Impaired financing and advances		
(a) Movement in impaired financing and advances		
Balance as at the beginning of the financial period/year	852,536	1,216,853
Transfer to 12-month ECL (Stage 1)	(25,215)	(40,799)
Transfer to lifetime ECL not credit impaired (Stage 2)	(122,616)	(529,333)
Transfer to lifetime ECL credit impaired (Stage 3)	502,905	441,457
Purchases and origination	84,414	81,400
Derecognition	(89,763)	(74,696)
Amount written off	(139,466)	(231,794)
Other movements	260	(10,552)
Balance as at the end of the financial period/year	<u>1,063,055</u>	<u>852,536</u>
(b) By economic sector		
Agriculture, hunting, forestry and fishing	-	3,892
Mining and quarrying	2,533	2,489
Manufacturing	44,359	26,436
Electricity, gas and water	77,841	6,123
Construction	21,594	15,663
Wholesale and retail trade and restaurant and hotel	125,824	96,755
Transport, storage and communication	8,958	20,681
Finance, insurance, real estate and business services	66,808	67,287
Education, health and others	91,095	88,742
Household sector	<u>624,043</u>	<u>524,468</u>
	<u>1,063,055</u>	<u>852,536</u>



**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**14 FINANCING AND ADVANCES (CONTINUED)**

(vii) Impaired financing and advances (continued)

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
(c) By purpose		
Purchase of securities	731	888
Purchase of transport vehicles	54,619	55,109
Purchase of landed property:		
- Residential	501,047	412,048
- Non-residential	212,455	155,400
Purchase of property, plant and equipment other than land and building	1	6
Personal use	58,174	50,194
Credit card	5,083	4,149
Construction	14,527	-
Working capital	196,411	166,528
Merger and acquisition	1,100	108
Other purposes	18,907	8,106
	<u>1,063,055</u>	<u>852,536</u>
(d) By geographical distribution		
In Malaysia	<u>1,063,055</u>	<u>852,536</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES (CONTINUED)

(vii) Impaired financing and advances (continued)

(e) Movement in allowance for credit losses

	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
<b>30 September 2025</b>					
Balance as at the beginning of the financial period		133,953	236,111	252,671	622,735
Changes due to financial assets recognised in the opening balance that have been:					
- Transferred to 12-month ECL (Stage 1)		45,937	(37,239)	(8,698)	-
- Transferred to lifetime ECL not credit impaired (Stage 2)		(8,703)	47,413	(38,710)	-
- Transferred to lifetime ECL credit impaired (Stage 3)		(1,239)	(28,284)	29,523	-
		35,995	(18,110)	(17,885)	-
Changes in credit risk		(67,559)	11,488	202,987	146,916
Purchases and origination		53,933	5,129	2,240	61,302
Bad debts written off		-	-	(91,058)	(91,058)
Changes to model methodologies		49,516	21,845	(3,090)	68,271
Derecognition		(4,606)	(5,758)	(22,589)	(32,953)
Other movements		-	-	260	260
Balance as at the end of the financial period		201,232	250,705	323,536	775,473

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

14 FINANCING AND ADVANCES (CONTINUED)

(vii) Impaired financing and advances (continued)

(e) Movement in allowance for credit losses (continued)

	<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>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>31 December 2024</b>				
Balance as at the beginning of the financial year	110,166	171,483	361,064	642,713
Changes due to financial assets recognised in the opening balance that have been:				
- Transferred to 12-month ECL (Stage 1)	68,856	(53,885)	(14,971)	-
- Transferred to lifetime ECL not credit impaired (Stage 2)	(10,017)	120,866	(110,849)	-
- Transferred to lifetime ECL credit impaired (Stage 3)	(1,176)	(18,013)	19,189	-
	57,663	48,968	(106,631)	-
Changes in credit risk	(55,876)	16,499	191,794	152,417
Purchases and origination	27,029	8,107	7,074	42,210
Bad debts written off	-	-	(158,884)	(158,884)
Derecognition	(5,029)	(8,946)	(31,194)	(45,169)
Other movements	-	-	(10,552)	(10,552)
Balance as at the end of the financial year	<u>133,953</u>	<u>236,111</u>	<u>252,671</u>	<u>622,735</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**15 OTHER ASSETS**

	As at 30 September 2025	As at 31 December 2024
	RM'000	RM'000
Prepayments	62,981	37,272
Deposits	914	914
Amount due from other related companies	157	116
Other receivables	150,441	113,691
	<b>214,493</b>	<b>151,993</b>

**16 DEPOSITS FROM CUSTOMERS**

	As at 30 September 2025	As at 31 December 2024
	RM'000	RM'000
<u>Savings Deposits</u>		
Qard	1,297,013	1,309,272
Commodity Murabahah	1,830,286	1,561,607
<u>Demand Deposits</u>		
Qard	9,167,277	7,594,906
Commodity Murabahah	6,929,320	5,239,474
<u>Term Deposits</u>		
Commodity Murabahah	60,022,066	58,106,005
<u>Specific Investment Account</u>		
Commodity Murabahah	14,675,424	14,795,149
<u>General Investment Account</u>		
Mudharabah	-	79
	<b>93,921,386</b>	<b>88,606,492</b>

(a) The maturity structure of investment accounts and term deposits are as follows:

Due within six months	54,707,503	56,426,333
Six months to one year	18,713,189	14,977,133
One year to three years	1,209,704	1,440,593
Three years to five years	67,094	57,174
	<b>74,697,490</b>	<b>72,901,233</b>

(b) The deposits are sourced from the following classes of customers:

Government and statutory bodies	20,272,594	17,386,619
Business enterprises	36,014,858	36,144,751
Individuals	36,888,054	34,488,381
Others	745,880	586,741
	<b>93,921,386</b>	<b>88,606,492</b>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**17 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS**

	Note	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<u>Non-Mudharabah Funds:</u>			
Licensed banks		5,357,683	6,391,214
BNM/Other central bank	(a)	<u>1,063,607</u>	<u>1,021,253</u>
		<u>6,421,290</u>	<u>7,412,467</u>
<u>Mudharabah Funds:</u>			
Other financial institutions		-	161,469
		<u>6,421,290</u>	<u>7,573,936</u>

(a) Included in deposits and placements by BNM is an amount received under the Government scheme as part of the COVID-19 relief measures for the purpose of financing to SMEs at a concessionary rate and with six-year maturity period.

**18 INVESTMENT ACCOUNTS**

	Note	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Restricted Investment Account	(a)		
- Mudharabah		2,391,808	3,701,137
- Wakalah		<u>3,901,460</u>	<u>1,503,811</u>
		<u>6,293,268</u>	<u>5,204,948</u>
Unrestricted Investment Account	(b)		
- Wakalah		250,683	694,731
		<u>6,543,951</u>	<u>5,899,679</u>

**(a) Restricted Investment Account**

By type of counterparty:

Licensed banks	<u>6,293,268</u>	<u>5,204,948</u>
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Investment assets (principal):

Personal financing (Note 14(a))	3,050,000	1,500,000
Other term financing (Note 14(a))	2,877,561	2,059,192
Unquoted securities (Note 13)	<u>233,001</u>	<u>1,423,014</u>
	<u>6,160,562</u>	<u>4,982,206</u>

As at 30 September 2025, the amount of the restricted investment account placed by the holding company, RHB Bank, amounted to RM6,293,268,000 (31 December 2024: RM4,640,875,000).

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**18 INVESTMENT ACCOUNTS (CONTINUED)**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>(b) Unrestricted Investment Account</b>		
<u>By type of counterparty:</u>		
Business enterprises	<u>250,683</u>	<u>694,731</u>
<u>Investment asset (principal):</u>		
Personal financing (Note 14(a))	199,594	548,080
Housing financing (Note 14(a))	<u>49,899</u>	<u>137,020</u>
	<u>249,493</u>	<u>685,100</u>

**19 OTHER LIABILITIES**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Sundry creditors	40,535	19,793
Amount due to holding company	1,088,879	1,035,533
Amount due to other related companies	14,621	761
Contract liability	666,058	22,624
Short-term employee benefits	3,128	5,126
Accrual for operational expenses	13,055	10,893
Cash collateral pledged for derivative transactions	14,071	32,893
Structured deposits	475,119	999,420
Other accruals and payables	344,563	181,839
	<u>2,660,029</u>	<u>2,308,882</u>

(a) Include an upfront fee received from the 20-year Bancatakaful partnership. This fee will be amortised as revenue in the income statement over the term of the agreement.

(b) The maturity structure of structured deposits are as follows:

- One year to three years	25,285	28,573
- More than three years	449,834	970,847
	<u>475,119</u>	<u>999,420</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

20 INCOME DERIVED FROM INVESTMENT OF DEPOSITORS' FUNDS

	<b>3rd Quarter Ended</b>		<b>Nine Months Ended</b>	
	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Income derived from investment of:				
(i) General investment deposits	-	-	-	2
(ii) Other deposits	<b>1,277,869</b>	1,159,624	<b>3,775,872</b>	3,389,535
	<b>1,277,869</b>	1,159,624	<b>3,775,872</b>	3,389,537
(i) Income derived from investment of general investment deposits:				
Financing and advances	-	-	-	2
Total finance income and hibah	-	-	-	2
(ii) Income derived from investment of other deposits:				
Financing and advances	<b>1,051,128</b>	1,001,046	<b>3,153,053</b>	2,918,029
Securities purchased under resale agreements	<b>34,124</b>	11,411	<b>73,446</b>	29,147
Financial assets at FVTPL	<b>3,809</b>	3,493	<b>11,606</b>	11,266
Financial assets at FVOCI	<b>74,740</b>	66,875	<b>210,568</b>	181,241
Financial investments at amortised cost	<b>82,854</b>	64,387	<b>241,949</b>	189,036
Money at call and deposits with banks and other financial institutions	<b>5,250</b>	7,358	<b>34,028</b>	33,766
Total finance income and hibah	<b>1,251,905</b>	1,154,570	<b>3,724,650</b>	3,362,485
Other operating income (Note a)	<b>25,964</b>	5,054	<b>51,222</b>	27,050
	<b>1,277,869</b>	1,159,624	<b>3,775,872</b>	3,389,535
Of which:				
Financing income earned on impaired financing	<b>9,477</b>	7,912	<b>29,321</b>	24,506
(a) Other operating income comprise of:				
Fee income:				
- Commission	<b>3,521</b>	2,645	<b>4,142</b>	8,829
- Guarantee fees	<b>3,324</b>	850	<b>10,307</b>	2,195
	<b>6,845</b>	3,495	<b>14,449</b>	11,024
Net (loss)/gain on revaluation of financial assets at FVTPL	<b>(1,948)</b>	367	<b>(1,148)</b>	69
Net gain on disposal of financial assets at FVTPL	<b>1,399</b>	305	<b>4,098</b>	854
Net gain on disposal of debt instruments of financial assets at FVOCI	<b>19,668</b>	887	<b>33,823</b>	15,090
Net gain arising from derecognition of financial investments at amortised cost	-	-	-	13
	<b>25,964</b>	5,054	<b>51,222</b>	27,050

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**21 INCOME DERIVED FROM INVESTMENT OF INVESTMENT ACCOUNT FUNDS**

	<b>3rd Quarter Ended</b>		<b>Nine Months Ended</b>	
	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Financing and advances	<b>84,372</b>	53,415	<b>199,855</b>	160,372
Financial investments at amortised cost	<b>23,195</b>	23,726	<b>70,459</b>	70,318
Money at call and deposits with banks and other financial institutions and other financial institutions	-	1,767	-	1,829
Total finance income and hibah	<b>107,567</b>	<b>78,908</b>	<b>270,314</b>	<b>232,519</b>

**22 INCOME DERIVED FROM INVESTMENT OF SHAREHOLDERS' FUNDS**

	<b>3rd Quarter Ended</b>		<b>Nine Months Ended</b>	
	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>	<b>30 September</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Financing and advances	<b>17,889</b>	18,964	<b>54,039</b>	61,028
Securities purchased under resale agreements	<b>583</b>	221	<b>1,259</b>	610
Financial assets at FVTPL	<b>65</b>	65	<b>199</b>	236
Financial assets at FVOCI	<b>1,274</b>	1,281	<b>3,610</b>	3,790
Financial investments at amortised cost	<b>1,410</b>	1,219	<b>4,147</b>	3,954
Money at call and deposits with banks and other financial institutions	<b>88</b>	127	<b>583</b>	706
Total finance income and hibah	<b>21,309</b>	21,877	<b>63,837</b>	70,324
Other operating income (Note a)	<b>91,614</b>	99,164	<b>258,680</b>	254,922
	<b>112,923</b>	<b>121,041</b>	<b>322,517</b>	<b>325,246</b>

Of which:

Financing income earned on impaired financing	<b>162</b>	149	<b>503</b>	513
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(a) Other operating income comprise of:

Fee income:				
- Commission	<b>16,144</b>	16,620	<b>45,302</b>	45,848
- Service charges and fees	<b>37,806</b>	27,145	<b>96,312</b>	76,912
- Guarantee fees	<b>57</b>	16	<b>177</b>	46
	<b>54,007</b>	43,781	<b>141,791</b>	122,806
Net (loss)/gain on revaluation of financial assets at FVTPL	<b>(34)</b>	9	<b>(20)</b>	2
Net gain on disposal of financial assets at FVTPL	<b>24</b>	6	<b>70</b>	18
Net gain on disposal of debt instruments of financial investments at FVOCI	<b>337</b>	4	<b>580</b>	316
Net gain on revaluation of derivatives	<b>6,783</b>	8,513	<b>22,485</b>	30,319
Net gain on fair value hedges	<b>64</b>	401	<b>226</b>	706
Net gain on derecognition of hedging	-	276	-	276
Other income:				
- Foreign exchange gain	<b>35,782</b>	50,498	<b>109,263</b>	109,966
- Gain on modification of right-of-use assets	-	-	<b>10</b>	-
- Other non-operating loss	<b>(5,349)</b>	(4,324)	<b>(15,725)</b>	(9,487)
	<b>91,614</b>	<b>99,164</b>	<b>258,680</b>	<b>254,922</b>



**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**23 ALLOWANCE FOR CREDIT LOSSES ON FINANCIAL ASSETS**

	<u><b>3rd Quarter Ended</b></u>		<u><b>Nine Months Ended</b></u>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2025</b>	2024	<b>2025</b>	2024
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<u>Charge/(Writeback)</u>				
Financing and advances:				
- Net charge	71,516	26,589	243,536	128,691
- Bad debts recovered	(25,234)	(12,293)	(53,939)	(37,409)
- Bad debts written off	16,830	10,926	48,667	46,493
	63,112	25,222	238,264	137,775
Financial assets at FVOCI	389	(49)	1,045	(220)
Financial investments at amortised cost	358	726	2,818	3,137
Other financial assets	4	(2)	54	(23)
	<b>63,863</b>	25,897	<b>242,181</b>	140,669

**24 INCOME ATTRIBUTABLE TO DEPOSITORS**

	<u><b>3rd Quarter Ended</b></u>		<u><b>Nine Months Ended</b></u>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2025</b>	2024	<b>2025</b>	2024
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Deposits from customers:				
- Mudharabah funds	10,658	11,522	36,155	31,517
- Non-Mudharabah funds	728,725	669,404	2,161,310	2,014,622
Deposits and placements of banks and other financial institutions:				
- Non-Mudharabah funds	61,531	57,939	224,405	140,436
Others:				
- Subordinated obligations	7,613	7,612	22,589	23,599
- Recourse obligation on financing sold to Cagamas	24,466	14,132	58,733	46,502
- Borrowings	9,880	11,432	29,536	37,513
- Obligations on securities sold under repurchase agreements	2,117	-	3,705	-
- Others	4,935	11,302	28,652	16,717
	<b>849,925</b>	783,343	<b>2,565,085</b>	2,310,906

**25 PERSONNEL EXPENSES**

	<u><b>3rd Quarter Ended</b></u>		<u><b>Nine Months Ended</b></u>	
Note	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2025</b>	2024	<b>2025</b>	2024
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Salaries, allowances and bonuses	5,038	4,499	15,259	12,136
Contributions to Employees' Provident Fund	836	729	2,492	2,013
Share-based expenses	(304)	295	285	683
Other staff related costs	600	675	1,817	2,089
	<b>6,170</b>	6,198	<b>19,853</b>	16,921

- (a) The Share Grant Scheme ('SGS') was established and 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 for eligible employees, which include certain employees of the Bank. The SGS shall be in force for a period of nine years commencing from the effective implementation date of the SGS, and the vesting period for each grant offered will be 3 years from the offer date.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**26 OTHER OVERHEADS AND EXPENDITURES**

	<b><u>3rd Quarter Ended</u></b>		<b><u>Nine Months Ended</u></b>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2025</b>	2024	<b>2025</b>	2024
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
<u>Establishment costs</u>				
Property, plant and equipment:				
- Depreciation	394	405	1,203	1,156
Computer software license:				
- Amortisation	279	270	849	825
Right-of-use assets:				
- Depreciation	-	254	271	762
Information technology expenses	374	313	922	949
Repair and maintenance	43	26	158	81
Rental of premises	185	175	523	532
Water and electricity	5	110	17	319
Rental of equipment	1	-	2	2
Printing and stationeries	1,970	2,065	4,802	4,125
Takaful	3,615	2,879	10,914	8,700
Others	816	910	2,525	1,710
	<b>7,682</b>	7,407	<b>22,186</b>	19,161
<u>Marketing expenses</u>				
Advertisement and publicity	525	(24)	1,108	371
Sales commission	6,415	5,140	18,484	14,615
Travelling expenses	79	84	172	179
Motor vehicle expenses	35	28	68	51
Others	4,918	3,278	13,034	8,419
	<b>11,972</b>	8,506	<b>32,866</b>	23,635
<u>Administration and general expenses</u>				
Communication expenses	2,813	2,356	7,123	6,319
Legal and professional fee	2,633	2,365	5,657	6,720
Management fee	176,560	160,435	549,183	467,864
Others	8,468	2,056	18,984	8,620
	<b>190,474</b>	167,212	<b>580,947</b>	489,523
	<b>210,128</b>	183,125	<b>635,999</b>	532,319

**27 EARNINGS PER SHARE**

	<b><u>3rd Quarter Ended</u></b>		<b><u>Nine Months Ended</u></b>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2025</b>	2024	<b>2025</b>	2024
Net profit for the financial period (RM'000)	<b>226,937</b>	227,545	<b>546,460</b>	579,625
Weighted average number of ordinary shares in issue ('000)	<b>1,673,424</b>	1,673,424	<b>1,673,424</b>	1,673,424
Basic earnings per share (sen)	<b>13.56</b>	13.60	<b>32.66</b>	34.64

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**28 COMMITMENTS AND CONTINGENCIES**

In the normal course of business, the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to customers.

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b>Contingent liabilities</b>		
Transaction-related contingent items	843,321	669,444
Short-term self-liquidating trade related contingencies	476,644	268,789
	<u>1,319,965</u>	<u>938,233</u>
<b>Commitments</b>		
Commitment to buy-back Islamic securities under Sell and Buy Back Agreement transactions	245,712	-
Irrevocable commitments to extend credit:		
- Maturity less than one year	805,793	1,429,431
- Maturity more than one year	9,528,368	8,818,880
Any commitments that are unconditionally cancelled at any time by the Bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	3,240,985	2,882,091
	<u>13,820,858</u>	<u>13,130,402</u>
<b>Derivative financial instruments</b>		
Foreign exchange related contracts ^:		
- Less than one year	40,764,533	36,442,116
- One year to less than five years	546,802	997,803
Profit rate related contracts ^:		
- Less than one year	1,340,000	655,000
- One year to less than five years	10,071,614	8,167,709
- More than five years	-	200,000
Commodity related contracts ^:		
- Less than one year	77,462	36,080
- One year to less than five years	21,727	100,641
	<u>52,822,138</u>	<u>46,599,349</u>
Securities financing transactions *		
- Less than one year	4,135,000	2,765,000
	<u>72,097,961</u>	<u>63,432,984</u>

^ These derivatives are revalued on gross position basis and the unrealised gains or losses has been reflected in the income statement and statement of financial position as derivative assets or derivative liabilities.

\* In accordance with BNM's Capital Adequacy Framework for Islamic Banks (Basel II – Risk Weighted Assets) ('CAFIB-RWA'), securities under a Sell and Buy Back Agreement ('SBBA') are undertaken based on outright purchase and sale transactions. Positions held under both SBBA and Reverse SBBA shall be subject to capital requirements based on the risk profile incurred by the parties involved, as outlined in Appendix XVIII of CAFIB-RWA.

**29 CAPITAL COMMITMENTS**

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
Capital expenditure for property, plant and equipment:		
- Authorised and contracted for	4,168	4,513

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**30 FAIR VALUE OF FINANCIAL INSTRUMENTS**

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

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

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

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

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

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>30 September 2025</b>				
<b><u>Financial assets</u></b>				
Financial assets at FVTPL:	1,674	686,641	-	688,315
- money market instruments	-	535,924	-	535,924
- quoted securities	1,674	-	-	1,674
- unquoted securities	-	150,717	-	150,717
Financial assets at FVOCI:	-	8,727,683	-	8,727,683
- money market instruments	-	4,005,361	-	4,005,361
- unquoted securities	-	4,722,322	-	4,722,322
Derivative assets	-	428,535	-	428,535
	<u>1,674</u>	<u>9,842,859</u>	<u>-</u>	<u>9,844,533</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>-</u>	<u>486,702</u>	<u>-</u>	<u>486,702</u>
<b>31 December 2024</b>				
<b><u>Financial assets</u></b>				
Financial assets at FVTPL:				
- money market instruments	-	135,168	-	135,168
Financial assets at FVOCI:	-	7,828,798	-	7,828,798
- money market instruments	-	4,008,225	-	4,008,225
- unquoted securities	-	3,820,573	-	3,820,573
Derivative assets	-	602,317	-	602,317
	<u>-</u>	<u>8,566,283</u>	<u>-</u>	<u>8,566,283</u>
<b><u>Financial liabilities</u></b>				
Derivative liabilities	<u>-</u>	<u>444,374</u>	<u>-</u>	<u>444,374</u>

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**30 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)**

**(i) Valuation techniques and sensitivity analysis**

Financial instruments are classified as Level 1 if their values are 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. This would include quoted securities.

Where fair value is determined using unquoted market prices in less active markets or quoted prices for similar assets and liabilities, such instruments are generally classified as Level 2. In cases where quoted prices are generally not available, the Bank then determines fair value based upon valuation techniques that use market parameters including but not limited to yield curves, volatilities and foreign exchange rates as inputs. The majority of valuation techniques employ only observable market data. 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 non-transferable and non-tradable perpetual sukuk and impaired securities.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**31 CAPITAL ADEQUACY**

BNM guidelines on capital adequacy requires 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 Bank are as follows:

	As at 30 September 2025 RM'000	As at 31 December 2024 RM'000
<b><u>Common Equity Tier I ('CET I') Capital /Tier I Capital</u></b>		
Share capital	1,673,424	1,673,424
Retained profits	4,768,654	4,765,880
Other reserve	1,279	1,775
FVOCI reserve	41,211	(38,571)
	<b>6,484,568</b>	<b>6,402,508</b>
Less:		
Deferred tax assets	(245,651)	(72,134)
Intangible assets (include associated deferred tax liabilities)	(4,243)	(3,903)
55% of cumulative gains arising from change in value of FVOCI instruments	(22,666)	-
Other deductions*	(11,615)	(352)
Total CET I/Total Tier I Capital	<b>6,200,393</b>	<b>6,326,119</b>
<b><u>Tier II Capital</u></b>		
Subordinated obligations	749,799	749,761
Surplus eligible provisions over expected losses	195,138	170,789
General provisions^	70,977	86,689
Total Tier II Capital	<b>1,015,914</b>	<b>1,007,239</b>
Total Capital	<b>7,216,307</b>	<b>7,333,358</b>
<b><u>Capital Ratios</u></b>		
Before proposed dividends:		
CET I Capital Ratio	<b>14.656%</b>	16.028%
Tier I Capital Ratio	<b>14.656%</b>	16.028%
Total Capital Ratio	<b>17.057%</b>	18.580%
After proposed dividends:		
CET I Capital Ratio	<b>14.656%</b>	15.477%
Tier I Capital Ratio	<b>14.656%</b>	15.477%
Total Capital Ratio	<b>17.057%</b>	18.029%

\* Pursuant to the Basel II Market Risk para 5.18 and 5.19 – Valuation Adjustments, the Capital Adequacy Framework for Islamic Banks (Basel II - Risk Weighted Assets) calculation shall account for the ageing, liquidity and holding back adjustments/reserves on its trading portfolio.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**31 CAPITAL ADEQUACY (CONTINUED)**

<sup>^</sup> Pursuant to BNM's policy document on Financial Reporting for Islamic Banking Institutions, 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 reserve, to the extent they are ascribed to non-credit-impaired exposures, determined under standardised approach for credit risk.

Includes the qualifying regulatory reserve of the Bank of RM58,124,000 (31 December 2024: RM68,891,000).

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

	<b>As at 30 September 2025 RM'000</b>	<b>As at 31 December 2024 RM'000</b>
Credit risk	<b>44,135,274</b>	38,636,523
Credit risk absorbed by PSIA <sup>+</sup>	<b>(5,934,133)</b>	(3,236,571)
Market risk	<b>507,834</b>	533,669
Operational risk	<b>3,597,864</b>	3,534,619
Total risk-weighted assets	<b><u>42,306,839</u></b>	<b><u>39,468,240</u></b>

Effective 1 January 2025, the Bank transitioned to the Basel III methodology for capital adequacy calculations, in line with Bank Negara Malaysia's (BNM) regulatory requirements. The total risk-weighted assets of the Bank are computed based on BNM's Capital Adequacy Framework for Islamic Banks ('CAFIB'): Internal Ratings Based Approach for Credit Risk and Standardised Approach for Market Risk (Basel II) and Operational Risk (Basel III), replacing the Basic Indicator Approach (BIA) previously used.

<sup>+</sup> In accordance with BNM's 'Guidelines on the Recognition and Measurement of Profit Sharing Investment Account ('PSIA') as Risk Absorbent', the credit risk weighted assets funded by the Restricted Investment Account and Unrestricted Investment Account which qualifies as risk absorbent are excluded from the capital adequacy ratio

Risk weighted assets at at 31 December 2024 have not been restated.

**RHB ISLAMIC BANK BERHAD**  
**(Incorporated in Malaysia)**  
**Registration No. 200501003283 (680329-V)**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025**

**32 VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

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

**33 EVENTS SUBSEQUENT TO BALANCE SHEET DATE**

There were no significant events subsequent to the balance sheet date that have not been reflected in the financial statements.

**34 CHANGES IN PROFIT FOR THE QUARTER**

The Bank reported a pre-tax profit of RM299.9 million for the current quarter, 60.9% higher as compared to the preceding quarter ended 30 June 2025 of RM186.4 million. The higher profit was mainly attributed to lower allowance for credit losses by RM60.7 million, higher net funding income by RM25.5 million, higher non funding income by RM22.1 million and lower overhead expenses by RM5.2 million.

**35 PERFORMANCE REVIEW**

For the nine months ended 30 September 2025, the Bank recorded a pre-tax profit of RM728.8 million, 5.8% lower than previous corresponding year of RM773.6 million. The lower profit was mainly due to higher overhead expenses by RM106.7 million and higher allowance for credit losses by RM101.5 million, partly offset by higher net funding income by RM135.5 million and higher non funding income by RM27.9 million.

**36 PROSPECTS FOR FINANCIAL YEAR 2025**

The outlook for Malaysia's economy remains optimistic supported by robust consumer spending, healthy labour market, steady investment activity and accommodative domestic policies. The domestic economy continues to show resilience, driven by investment growth in both the private and public sectors, the realisation of approved investments, and the rollout of catalytic initiatives under national master plans. The positive outlook is reflected in the progressive commitments outlined in Malaysia's Budget 2026, which remains growth-supportive, anchored by an expansionary fiscal stance and well-targeted measures to stimulate investment, consumption, and business competitiveness.

For the banking industry, the strong capital and liquidity positions are expected to provide support in withstanding any potential shocks in the economy, whilst the monetary policy stance is likely to be dependent on external factors such as the impact of tariff policies on Malaysia and the momentum of domestic consumption.

Notwithstanding the uncertain macroeconomic climate, the Bank is well positioned to end the year on a firmer footing. Looking ahead to 2026, the Bank will continue to refine the execution of our 3-year strategic roadmap, PROGRESS27 in sync with the growth levers underlined in Malaysia's expansionary Budget 2026.