



RHB Bank Berhad
Brunei Darussalam Branch

Pillar 3 Disclosures

30th June 2025

**RHB BANK BERHAD
BRUNEI DARUSSALAM BRANCH
PILLAR 3 DISCLOSURES AS AT 30th JUNE 2025**

Statement by Chief Executive Officer, RHB Bank Berhad Brunei Branch

In accordance to Brunei Darussalam Central Bank (BDCB) Notice No. BU/N-1/2021/68 Pillar 3 – Public Disclosure Requirements. On behalf of the Management of RHB Bank Berhad Brunei Branch, I am pleased to provide an attestation that the Pillar 3 disclosures of RHB Bank Berhad Brunei Branch for position as at 30th June 2025 are accurate and complete.



**Mohd Shamsul Irwan Bin Ab Wahab
Chief Executive Officer
RHB Bank Berhad Brunei Branch**

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1.0 Disclosure A: Scope of Application

This document covers the quantitative information as at 30th June 2025. The disclosure was prepared in compliance with the requirements set forth in Brunei Darussalam Central Bank (BDCB) Notification No. BU/N-1/2021/68 dated 02nd April 2021.

RHB Bank Berhad Brunei Darussalam branch (“the Bank”) is a branch office of RHB Bank Berhad and is part of RHB Banking Group with its Head Office in Malaysia. In operating the business, RHB Bank Berhad Brunei Darussalam branch is guided by the Group Policies, Bank Negara Malaysia’s Guidelines and BDCB’s Guidelines, whichever is more stringent.

The Bank adopts the following approaches in determining the capital requirements of Pillar 1 in accordance with BDCB’s Capital Adequacy Framework under Notice No. BU/N-3/2017/38 on Maintenance of Capital Adequacy Ratio:

- Credit Risk - Standardised Approach (“SA”).
- Market Risk - Standardised Approach (“SA”).
- Operational Risk - Basic Indicator Approach (“BIA”).

Table 1: Key Metrics

		June 2025	March 2025	December 2024	September 2024	June 2024
	Available Capital (BND'000)					
1	Tier 1	47,346.00	47,322.00	47,322.00	46,459.00	46,459.00
2	Total Capital	47,599.00	47,661.00	47,609.00	46,718.00	46,685.00
	Risk-weighted assets (BND'000)					
3	Total risk-weighted assets (RWA)	88,960.16	89,504.64	90,175.20	83,689.44	86,487.32
	Risk-based capital ratios as a percentage of RWA					
4	Tier 1 ratio (%)	53.22	52.87	52.48	55.51	53.72
5	Total capital ratio (%)	53.51	53.25	52.80	55.82	53.98

Total risk-weighted assets (RWA) decreased marginally quarter-on-quarter in June 2025 against March 2025, mainly driven by shorter maturity term in interbank placement. Thus, the Tier 1 ratio and Total Capital ratio improved to 53.22% and 53.51% respectively. Both ratios are adequately above the minimum regulatory requirement of 5% and 10% for Tier 1 Capital and TCR respectively.

Table 2: Overview of RiskWeighted Assets (RWA)

		RWA (BND'000)		Minimum capital requirements
		June 2025	March 2025	June 2025
1	Credit risk (Standardised)	79,709.68	80,109.33	7,970.97
2	Market risk (Standardised)	636.11	780.94	63.61
3	Operational risk (Basic Indicator Approach)	8,614.38	8,614.38	861.44
4	Total	88,960.16	89,504.64	8,896.02

Total risk-weighted assets (RWA) decreased quarter-on-quarter from March 2025 to June 2025. This is mainly driven by shorter maturity term in interbank placement.

Table 3: Composition of regulatory capital

June 2025

		Amounts (BND'000)
	Tier 1 capital: instruments and reserves	
1	Paid-up Ordinary Shares/Assigned Capital (after deduction of holdings of own capital)	30,025.00
2	Non-Cumulative, Non-Redeemable Preference Shares	-
3	Share Premium	-
4	Statutory Reserve Fund	8,520.00
5	Published Retained Profits/(Accumulated Losses)	8,801.00
6	General Reserves	-
7	Fair Values Reserves	-
8	Tier 1 capital before regulatory adjustments	47,346.00
	Tier 1 capital: regulatory adjustments	
9	Reciprocal cross-holdings of ordinary shares (as required by BDCB)	-
10	Goodwill	-
11	Other intangible assets	-
12	Advances/financing granted to employees of the bank for the purchase of shares of the bank under a share ownership plan	-
13	Minority interests held by 3 rd parties in Financial Subsidiary	-
14	Total Regulatory adjustments to Tier 1 Capital	-
15	Tier 1 capital	47,346.00
	Tier 2 capital: instruments and provision	
16	General Credit Loss Reserves (Capped at 1.25% of Credit Risk)	253.00
17	<i>Hybrid (debt/equity) Capital Instruments</i>	-
18	Approved Subordinated Term Debt (Capped at 50% of Core Capital Element)	-
19	Tier 2 Capital before regulatory adjustments	253.00
	Tier 2 capital: regulatory adjustments	
20	Reciprocal Crossholdings of Tier 2 Capital Instruments	-
21	Minority Interests Arising From Holdings of Tier 2 Instruments in Financial Subsidiaries by Third Parties	-
22	Total regulatory adjustments to Tier 2 capital	-
23	Tier 2 capital (T2)	253.00
24	Allowable Supplementary Capital (Tier 2 Capital)	-
25	Sub-Total of Tier 1 and Tier 2 Capital	47,599.00
26	Deductions/Adjustments 3 to total Amount of Tier 1 and Tier 2 capital	-

		Amounts (BND'000)
27	Significant Investments in Banking, Securities and Other Financial Entities	-
28	Significant Investments in Insurance Entities & Subsidiary	-
29	Significant Investments in Commercial Entities	-
30	Securitisation Exposures (Rated B+ or Below and Unrated)	-
31	Resecuritisation Exposures (Rated B+ or Below and Unrated)	-
32	Total regulatory capital (TC = T1 + T2)	47,599.00
33	Total risk-weighted assets	88,960.16
	Capital ratios	
34	Tier 1 (as a percentage of risk-weighted assets)	53.22
35	Total capital (as a percentage of risk-weighted assets)	53.51

Table 4: Credit quality of assets

June 2025

(BND'000)		Gross carrying values of		Allowances/ impairments	Of which: ECL accounting provisions for credit losses on SA exposures		Net values
		Defaulted exposures	Non-defaulted exposures		Of which: Specific Allowances	Of which: General Allowances	
1	Loans	1,178	56,446	(449)	(196)	(253)	57,175
2	Debt Securities	-	7,496	-	-	-	7,496
3	Off-balance sheet exposures	-	10,972	-	-	-	10,972
4	Total	1,178	74,914	(449)	(196)	(253)	75,643

Table 5: Changes in stock of defaulted loans and debt securities

June 2025

		BND'000
1	Defaulted loans and debt securities at the end of the previous reporting period	1,242
2	Loans and debt securities that have defaulted since the last reporting period	52
3	Returned to non-defaulted status	-
4	Amounts written off	(77)
5	Other changes	(39)
6	Defaulted loans and debt securities at the end of reporting period	1,178

Table 6: Overview of credit risk mitigation (CRM) techniques

June 2025

	(BND'000)	Exposures unsecured	Exposures secured	Exposures secured by collateral *	Exposures secured by financial guarantees *	Exposures secured by credit derivatives
1	Loans	15,792	41,832	41,832		-
2	Debt securities	7,496	-	-		-
3	Total	23,288	41,832	41,832		-
4	Of which defaulted	105	1,073	1,073		-

* Figures for exposure secured by collateral and financial guarantees are reported as merged (i.e. Loans and Debt Securities combined) as some of the customers' loans are secured by multi-collateral including property, fixed deposit and guarantees.

Table 7: Standardised approach – credit risk exposure and Credit Risk Mitigation (CRM) effects

June 2025

Asset classes (BND'000)		Exposures before CCF and CRM		Exposures post- CCF and CRM		RWA and RWA density	
		On- balance sheet amount	Off- balance sheet amount	On- balance sheet amount	Off- balance sheet amount	RWA	RWA density
1	Sovereigns and their central banks	20,997	-	20,997	-	0	0%
2	Non-central government public sector entities	-	-	-	-	-	-
3	Multilateral development banks	-	-	-	-	-	-
4	Banks	78,625	-	78,625	-	24,032	30.57%
5	Securities firms	-	-	-	-	-	-
6	Corporates	-	-	-	-	-	-
7	Regulatory retail portfolios	42,252	10,972	42,252	2,416	42,644	95.47%
8	Secured by residential property	14,274	-	14,274	-	9,302	65.17%
9	Secured by commercial real estate	-	-	-	-	-	-
10	Equity	-	-	-	-	-	-
11	Past-due loans	1,179	-	1,104	-	1,104	100%
12	Higher-risk categories	-	-	-	-	-	-
13	Other assets	7,183	-	7,183	-	2,628	36.59%
14	Total	164,510	10,972	164,435	2,416	79,710	47.77%

Table 8: Standardised Approach – Exposures by asset classes and risk weights

June 2025

	Risk weight Asset classes (BND'000)	0%	10%	20%	35%	50%	75%	100%	150%	Others	Total credit exposure amount (post CCF and post CRM)
1	Sovereign and their central banks	20,997	-	-	-	-	-	-	-	-	20,997
2	Non-central government public sectors entities (PSEs)	-	-	-	-	-	-	-	-	-	-
3	Multilateral development banks (MDBs)	-	-	-	-	-	-	-	-	-	-
4	Banks	-	-	51,988	-	26,006	-	631	-	-	78,625
5	Securities firms	-	-	-	-	-	-	-	-	-	-
6	Corporates	-	-	-	-	-	-	-	-	-	-
7	Regulatory retail portfolios	-	-	-	-	-	8,095	36,573	-	-	44,668
8	Secured by residential property	-	-	-	3,510	-	10,764	-	-	-	14,274
9	Secured by commercial real estate	-	-	-	-	-	-	-	-	-	-

	Risk weight Asset classes (BND'000)	0%	10%	20%	35%	50%	75%	100%	150%	Others	Total credit exposure amount (post CCF and post CRM)
10	Equity	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-	1,104	-	-	1,104
12	Higher-risk categories	-	-	-	-	-	-	-	-	-	-
13	Other assets	3,105	-	1,812	-	-	-	2,266	-	-	7,183
14	Total	24,102	-	53,800	3,510	26,006	18,859	40,574	-	-	166,851

Table 9: Market Risk under the *Standardised Approach*

June 2025

	RWA (BND'000)
1 Interest rate risk (general and specific)	-
2 Equity risk (general and specific)	-
3 Foreign exchange risk	636.11
4 Commodity risk	-
5 Total	636.11