

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

Interim Financial Statements
For the Financial Period
1 April 2013 to
30 September 2013
(In Ringgit Malaysia)

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2013

		Group			Bank		
	Note	30 September 2013	31 March 2013 (Restated)	1 April 2012 (Restated)	30 September 2013	31 March 2013 (Restated)	1 April 2012
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
ASSETS							
Cash and short-term funds		10,283,655	7,336,759	5,468,406	10,204,247	7,255,748	5,133,039
Securities purchased under resale agreements		-	-	384,570	-	-	384,570
Deposits and placements with banks and other financial institutions		1,731,866	1,958,022	1,155,094	1,728,366	1,913,422	1,091,549
Derivative financial assets		567,337	383,243	380,035	567,337	383,243	380,035
Financial assets held-for-trading	A8	2,433,571	4,100,623	8,910,943	2,433,571	4,100,623	8,910,943
Financial investments available-for-sale	A9	3,960,962	3,348,686	4,440,787	4,101,462	3,507,031	4,631,972
Financial investments held-to-maturity	A10	2,864,169	4,033,535	116,155	2,863,784	4,033,164	113,501
Loans and advances	A11	60,071,848	59,685,859	56,491,272	59,885,882	59,486,791	56,252,935
Statutory deposit with Bank Negara Malaysia		2,212,170	2,122,386	2,011,288	2,212,170	2,122,386	2,011,288
Deferred tax assets		126,650	120,781	159,570	68,018	120,523	158,391
Investment in subsidiaries		-	-	-	74,277	65,800	65,800
Investment in associates		2,365	1,955	3,393	122	122	127
Other assets	A12	1,352,526	1,284,192	1,081,351	1,346,376	1,277,009	1,073,126
Property and equipment		145,933	158,617	141,678	112,411	135,326	117,888
Intangible assets		287,674	235,655	170,213	283,015	235,644	170,198
TOTAL ASSETS		86,040,726	84,770,313	80,914,755	85,881,038	84,636,832	80,495,362
LIABILITIES AND EQUITY							
Deposits and placements of banks and other financial institutions	A13	2,259,264	2,327,597	3,963,338	2,317,816	2,338,370	4,528,215
Securities sold under repurchase agreements		-	-	41,195	-	-	41,195
Recourse obligation on loans sold to Cagamas Berhad		1,257,148	1,264,251	1,176,054	1,257,148	1,264,251	1,176,054
Derivative financial liabilities		598,559	422,675	441,704	598,559	422,675	441,704
Deposits from customers	A14	65,698,426	62,147,776	59,359,849	65,690,589	62,120,335	58,496,288
Term funding		3,992,298	4,075,158	4,159,813	3,992,298	4,075,158	4,159,813
Bills and acceptances payable		14,757	1,241,980	353,526	14,757	1,241,980	353,526
Debt capital		3,251,404	3,226,507	3,241,592	3,251,404	3,226,507	3,241,592
Other liabilities	A15	2,300,533	3,242,434	2,149,903	2,300,548	3,232,494	2,138,688
TOTAL LIABILITIES		79,372,389	77,948,378	74,886,974	79,423,119	77,921,770	74,577,075
Share capital		820,364	820,364	820,364	820,364	820,364	820,364
Reserves		5,847,914	6,001,512	5,207,371	5,637,555	5,894,698	5,097,923
Equity attributable to equity holder of the Bank		6,668,278	6,821,876	6,027,735	6,457,919	6,715,062	5,918,287
Non-controlling interests		59	59	46	-	-	-
TOTAL EQUITY		6,668,337	6,821,935	6,027,781	6,457,919	6,715,062	5,918,287
TOTAL LIABILITIES AND EQUITY		86,040,726	84,770,313	80,914,755	85,881,038	84,636,832	80,495,362
COMMITMENTS AND CONTINGENCIES	A30	94,215,667	94,837,116	93,217,815	94,246,138	94,854,488	93,233,992
NET ASSETS PER SHARE (RM)		8.13	8.32	7.35	7.87	8.19	7.21

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

**UNAUDITED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013**

Group	Note	Individual Quarter		Cumulative Quarter	
		30 September 2013 RM'000	30 September 2012 (Restated) RM'000	30 September 2013 RM'000	30 September 2012 (Restated) RM'000
Operating revenue		1,286,234	1,216,952	2,575,380	2,465,826
Interest income	A16	1,108,724	1,091,051	2,227,005	2,147,426
Interest expense	A17	(589,291)	(578,687)	(1,171,343)	(1,134,304)
Net interest income		519,433	512,364	1,055,662	1,013,122
Net income from Islamic banking business	A18	12	(35)	22	9
Other operating income	A19	177,498	125,928	348,353	318,375
Share in results of associates		284	178	409	404
Net income		697,227	638,435	1,404,446	1,331,910
Other operating expenses	A20	(309,168)	(258,790)	(610,237)	(523,265)
Operating profit		388,059	379,645	794,209	808,645
Writeback of allowance for impairment on loans and advances	A21	75,930	31,299	113,469	41,814
Writeback of provision for commitments and contingencies		8,278	12,513	480	34,804
Impairment (loss)/writeback on:					
Doubtful sundry receivables, net		(749)	(140)	(888)	(219)
Financial investments	A22	1,925	(81)	2,816	(177)
Foreclosed properties		(6,116)	(44)	(6,475)	(10,068)
Property and equipment		-	1,350	-	1,350
Other recoveries		653	340	1,110	3,062
Profit before taxation		467,980	424,882	904,721	879,211
Taxation		(33,256)	(113,791)	(135,592)	(228,496)
Profit for the period		434,724	311,091	769,129	650,715
Attributable to:					
Equity holder of the Bank		434,724	311,095	769,129	650,696
Non-controlling interests		-	(4)	-	19
Profit for the period		434,724	311,091	769,129	650,715
Earnings per share (sen)	A23				
Basic/Diluted		52.99	37.92	93.75	79.32

Company No. 8515-D

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013**

	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Group				
Profit for the period	434,724	311,091	769,129	650,715
Other comprehensive income/(loss)				
Exchange differences on translation of foreign operations	6,912	(8,510)	12,125	(4,819)
Net gain/(loss) on financial investments available-for-sale	(56,135)	5,962	(60,164)	4,880
Net movement on cash flow hedge	2,048	4,149	6,360	(9,025)
Income tax relating to the components of other comprehensive income/(loss)	13,164	(2,488)	12,985	1,156
Other comprehensive loss for the period, net of tax	(34,011)	(887)	(28,694)	(7,808)
Total comprehensive income for the period	400,713	310,204	740,435	642,907
Attributable to:				
Equity holder of the Bank	400,713	310,208	740,435	642,888
Non-controlling interests	-	(4)	-	19
	400,713	310,204	740,435	642,907

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

UNAUDITED INCOME STATEMENT
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013

	Note	Individual Quarter		Cumulative Quarter	
		30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Bank					
Operating revenue		1,278,703	1,215,845	2,564,777	2,462,235
Interest income	A16	1,106,520	1,088,664	2,222,522	2,142,549
Interest expense	A17	(589,535)	(578,924)	(1,171,704)	(1,134,543)
Net interest income		516,985	509,740	1,050,818	1,008,006
Other operating income	A19	172,183	127,181	342,255	319,686
Net income		689,168	636,921	1,393,073	1,327,692
Other operating expenses	A20	(339,683)	(258,280)	(640,640)	(522,221)
Operating profit		349,485	378,641	752,433	805,471
Writeback of allowance for impairment on loans and advances	A21	67,971	30,101	103,704	39,502
Writeback of provision for commitments and contingencies		8,280	12,533	482	34,824
Impairment (loss)/writeback on:					
Doubtful sundry receivables, net		(743)	(140)	(882)	(219)
Financial investments	A22	1,884	(81)	2,598	(761)
Foreclosed properties		(6,116)	(44)	(6,475)	(10,068)
Property and equipment		-	1,350	-	1,350
Other recoveries		653	340	1,110	3,062
Profit before taxation		421,414	422,700	852,970	873,161
Taxation		(91,456)	(113,855)	(193,234)	(228,560)
Profit for the period		329,958	308,845	659,736	644,601
Earnings per share (sen)					
Basic/Diluted	A23	40.22	37.65	80.42	78.57

Company No. 8515-D

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013**

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Bank				
Profit for the period	329,958	308,845	659,736	644,601
Other comprehensive income/(loss)				
Exchange differences on translation of foreign operations	5,737	(6,693)	10,093	(4,654)
Net gain/(loss) on financial investments available-for-sale	(57,727)	7,158	(60,977)	6,129
Net movement on cash flow hedge	2,048	4,149	6,360	(9,025)
Income tax relating to the components of other comprehensive income/(loss)	13,562	(2,785)	13,189	851
Other comprehensive income/(loss) for the period, net of tax	(36,380)	1,829	(31,335)	(6,699)
Total comprehensive income for the period	293,578	310,674	628,401	637,902

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013

Group	Attributable to equity holder of the Bank					Non-controlling interests RM'000	Total equity RM'000
	Non-distributable		Distributable				
	Share capital RM'000	Share premium RM'000	Other reserves RM'000	Retained earnings RM'000	Total RM'000		
At 1 April 2012	820,364	942,844	1,034,629	3,173,558	5,971,395	46	5,971,441
Effect arising from the pooling of interests (Note A33)	-	-	56,340	-	56,340	-	56,340
As restated	820,364	942,844	1,090,969	3,173,558	6,027,735	46	6,027,781
Effect arising from the pooling of interests	-	-	3,194	(3,194)	-	-	-
Profit for the period	-	-	-	650,696	650,696	19	650,715
Other comprehensive loss	-	-	(7,808)	-	(7,808)	-	(7,808)
Total comprehensive income/(loss)	-	-	(4,614)	647,502	642,888	19	642,907
Transfer of AMMB Holdings Berhad ("AMMB") Executives' Share Scheme ("ESS") shares recharged - difference on purchase price for shares vested	-	-	-	(8,198)	(8,198)	-	(8,198)
Dividend on ordinary shares: - final, financial year ended 31 March 2012	-	-	-	(657,522)	(657,522)	-	(657,522)
At 30 September 2012	820,364	942,844	1,086,355	3,155,340	6,004,903	65	6,004,968
At 1 April 2013	820,364	942,844	992,907	3,543,804	6,299,919	59	6,299,978
Effect arising from the pooling of interests (Note A33)	-	-	521,957	-	521,957	-	521,957
As restated	820,364	942,844	1,514,864	3,543,804	6,821,876	59	6,821,935
Effect arising from the pooling of interests	-	-	(466,324)	(25,074)	(491,398)	-	(491,398)
Profit for the period	-	-	-	769,129	769,129	-	769,129
Other comprehensive income	-	-	(28,694)	-	(28,694)	-	(28,694)
Total comprehensive income/(loss)	-	-	(495,018)	744,055	249,037	-	249,037
Transfer of AMMB ESS shares recharged - difference on purchase price for shares vested	-	-	-	(2,297)	(2,297)	-	(2,297)
Dividend on ordinary shares: - final, financial year ended 31 March 2013	-	-	-	(400,338)	(400,338)	-	(400,338)
At 30 September 2013	820,364	942,844	1,019,846	3,885,224	6,668,278	59	6,668,337

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

Company No. 8515-D

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013

Bank	Attributable to equity holder of the Bank					Total equity RM'000
	Non-distributable			Distributable		
	Share capital RM'000	Share premium RM'000	Other reserves RM'000	Retained earnings RM'000		
At 1 April 2012	820,364	942,844	992,471	3,162,608		5,918,287
Profit for the period	-	-	-	644,601		644,601
Other comprehensive loss	-	-	(6,699)	-		(6,699)
Total comprehensive income/(loss)	-	-	(6,699)	644,601		637,902
Transfer of AMMB ESS shares recharged - difference on purchase price for shares vested	-	-	-	(8,168)		(8,168)
Dividend on ordinary shares: - final, financial year ended 31 March 2012	-	-	-	(657,522)		(657,522)
At 30 September 2012	820,364	942,844	985,772	3,141,519		5,890,499
At 1 April 2013	820,364	942,844	952,231	3,541,122		6,256,561
Effect arising from the pooling of interests (Note A33)	-	-	458,501	-		458,501
As restated	820,364	942,844	1,410,732	3,541,122		6,715,062
Effect arising from the pooling of interests	-	-	(458,501)	(24,420)		(482,921)
Profit for the period	-	-	-	659,736		659,736
Other comprehensive income	-	-	(31,335)	-		(31,335)
Total comprehensive income	-	-	(489,836)	635,316		145,480
Transfer of AMMB ESS shares recharged - difference on purchase price for shares vested	-	-	-	(2,285)		(2,285)
Dividend on ordinary shares: - final, financial year ended 31 March 2013	-	-	-	(400,338)		(400,338)
At 30 September 2013	820,364	942,844	920,896	3,773,815		6,457,919

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2013**

	Group		Bank	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012
	RM'000	RM'000	RM'000	RM'000
Profit before taxation	904,721	879,211	852,970	873,161
Adjustments for non-operating and non-cash items	364,331	150,242	365,599	147,645
Operating profit before working capital changes	1,269,052	1,029,453	1,218,569	1,020,806
Changes in working capital:				
Net change in operating assets	1,015,390	(2,580,252)	957,086	(2,613,848)
Net change in operating liabilities	1,194,065	4,893,310	1,269,544	5,285,580
Tax paid	(182,572)	(173,718)	(181,661)	(173,011)
Net cash generated from operating activities	3,295,935	3,168,793	3,263,538	3,519,527
Net cash generated from/(used in) investing activities	51,299	(1,110,926)	85,299	(1,093,380)
Net cash used in financing activities	(400,338)	(657,522)	(400,338)	(657,522)
Net increase in cash and cash equivalents	2,946,896	1,400,345	2,948,499	1,768,625
Cash and cash equivalents at beginning of financial year	7,336,759	5,468,406	7,255,748	5,133,039
Cash and cash equivalents at end of financial period	10,283,655	6,868,751	10,204,247	6,901,664

For purposes of Statements of Cash Flows, Cash and cash equivalents comprise cash and bank balances and deposit and placements maturing within one month ("Cash and short-term funds").

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the year ended 31 March 2013.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

EXPLANATORY NOTES

A1. BASIS OF PREPARATION

These condensed consolidated interim financial statements have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and complies with the International Accounting Standard ("IAS") 34, Interim Financial Reporting issued by the International Accounting Standards Board ("IASB"). The financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the annual financial statements of the Group and the Bank for the financial year ended 31 March 2013.

The accounting policies and methods of computation applied in these condensed consolidated interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 March 2013 except for the adoption of the following financial reporting standards, which did not have any impact on the accounting policies, financial position or performance of the Group:

1.1 Standards effective for financial year ending 31 March 2014:

- MFRS 3, Business Combinations (IFRS 3, Business Combinations issued by IASB in March 2004)
- MFRS 10, Consolidated Financial Statements
- MFRS 12, Disclosure of Interests in Other Entities
- MFRS 13, Fair Value Measurement
- MFRS 127, Separate Financial Statements
- MFRS 128, Investments in Associates and Joint Ventures
- Amendments to MFRS 7, Disclosures: Offsetting Financial Assets and Financial Liabilities
- Amendments to MFRS 10, MFRS 11 and MFRS 12: Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance
- Amendments to MFRS 101, Presentation of Items of Other Comprehensive Income
- Amendments to MFRSs contained in the document entitled "Annual Improvements 2009 - 2011 Cycle"

1.2 Standards issued but not yet effective

The following are financial reporting standards issued by MASB that will be effective for the Group in future years. The Group intends to adopt the relevant standards when they become effective.

- a. Standards effective for financial year ending 31 March 2015:
 - Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities
 - Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities
 - Amendments to MFRS 136: Recoverable Amount Disclosures For Non Financial Assets
 - Amendments to MFRS 139: Novation of derivatives and Continuation of Hedge Accounting
- b. Standards effective for financial year ending 31 March 2016:
 - MFRS 9, Financial Instruments (IFRS 9 issued by IASB in November 2009)
 - MFRS 9, Financial Instruments (IFRS 9 issued by IASB in October 2010)
 - Mandatory Effective Date of MFRS 9 and Transition Disclosures (Amendments to MFRS 9 (IFRS 9 issued by IASB in November 2009), MFRS 9 (IFRS 9 issued by IASB in October 2010) and MFRS 7).

A2. AUDIT QUALIFICATION

The auditors' report on the audited annual financial statements for the financial year ended 31 March 2013 was not qualified.

A3. SEASONALITY OR CYCLICALITY OF OPERATIONS

The operations of the Group and the Bank are not subject to seasonal or cyclical fluctuation in the current financial quarter and period.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items during the current financial quarter and period.

A5. CHANGES IN ESTIMATES

There was no material change in estimates of amounts reported in prior financial years that have a material effect on the financial quarter and period ended 30 September 2013.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A6. ISSUANCE, REPURCHASE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

Repayment of Tranche 3 of the Senior Notes Programme

The Bank has fully repaid Tranche 3 of its Senior Notes Programme amounting to RM100.0 million nominal value on the maturity date, 30 July 2013.

Save as above, there were no share buy-backs, share cancellations, shares held as treasury shares, resale of treasury shares and repayment of debt and equity securities by the Bank during the financial period.

A7. DIVIDENDS

During the financial quarter, the final single-tier cash dividend of 48.80 sen per ordinary share on 820,363,762 ordinary shares amounting to approximately RM400,337,516 in respect of the financial year ended 31 March 2013 was paid on 26 August 2013.

The directors do not recommend the payment of any dividend in respect of the financial quarter and period ended 30 September 2013.

A8. FINANCIAL ASSETS HELD-FOR-TRADING

	Group and Bank		
	30 September 2013 RM'000	31 March 2013 RM'000	1 April 2012 RM'000
At fair value			
Money Market Instruments:			
Malaysian Treasury Bills	-	-	54,784
Malaysian Government Securities	444,151	240,252	929,544
Government Investment Issues	291,322	88,625	223,512
Bank Negara Monetary Notes	-	438,302	5,049,904
	<u>735,473</u>	<u>767,179</u>	<u>6,257,744</u>
Quoted Securities:			
<i>In Malaysia:</i>			
Shares	189,836	133,740	247,555
Unit trusts	28,070	88,238	65,033
Warrants	5,541	4,651	2,864
Private debt securities	14,699	23,178	-
	<u>238,146</u>	<u>249,807</u>	<u>315,452</u>
<i>Outside Malaysia:</i>			
Shares	-	4,590	-
	<u>-</u>	<u>4,590</u>	<u>-</u>
Unquoted Securities:			
<i>In Malaysia:</i>			
Private debt securities	1,339,649	2,653,570	1,732,100
	<u>1,339,649</u>	<u>2,653,570</u>	<u>1,732,100</u>
<i>Outside Malaysia:</i>			
Private debt securities	120,303	425,477	605,647
	<u>120,303</u>	<u>425,477</u>	<u>605,647</u>
	<u>2,433,571</u>	<u>4,100,623</u>	<u>8,910,943</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A9. FINANCIAL INVESTMENTS AVAILABLE-FOR-SALE

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012 (Restated)	30 September 2013	Bank 31 March 2013	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At fair value						
Money Market Instruments:						
Negotiable instruments of deposit	599,980	834,227	1,569,355	599,980	834,227	1,569,355
Malaysian Government Securities	296,112	-	20,782	296,112	-	20,782
Islamic negotiable instruments of deposit	245,650	340,360	823,480	245,650	340,360	823,480
Government Investment Issues	-	15,173	45,425	-	15,173	45,425
	<u>1,141,742</u>	<u>1,189,760</u>	<u>2,459,042</u>	<u>1,141,742</u>	<u>1,189,760</u>	<u>2,459,042</u>
Quoted Securities:						
<i>In Malaysia:</i>						
Shares	8,604	5,430	11,990	8,604	5,430	11,858
Unit trusts	220,829	212,035	60,160	220,829	212,035	60,160
Private debt securities	-	5,455	27,050	-	5,455	27,050
	<u>229,433</u>	<u>222,920</u>	<u>99,200</u>	<u>229,433</u>	<u>222,920</u>	<u>99,068</u>
<i>Outside Malaysia:</i>						
Shares	62	80	83	26	42	41
	<u>62</u>	<u>80</u>	<u>83</u>	<u>26</u>	<u>42</u>	<u>41</u>
Unquoted securities:						
<i>In Malaysia:</i>						
Private debt securities	2,237,966	1,623,034	1,623,836	2,379,463	1,782,331	1,816,122
	<u>2,237,966</u>	<u>1,623,034</u>	<u>1,623,836</u>	<u>2,379,463</u>	<u>1,782,331</u>	<u>1,816,122</u>
<i>Outside Malaysia:</i>						
Private debt securities	263,295	224,492	170,289	263,295	224,492	170,289
	<u>263,295</u>	<u>224,492</u>	<u>170,289</u>	<u>263,295</u>	<u>224,492</u>	<u>170,289</u>
At cost						
Unquoted securities:						
<i>In Malaysia:</i>						
Shares	87,375	87,375	87,396	87,330	87,330	87,330
	<u>87,375</u>	<u>87,375</u>	<u>87,396</u>	<u>87,330</u>	<u>87,330</u>	<u>87,330</u>
<i>Outside Malaysia:</i>						
Shares	1,089	1,025	941	173	156	80
	<u>1,089</u>	<u>1,025</u>	<u>941</u>	<u>173</u>	<u>156</u>	<u>80</u>
	<u>3,960,962</u>	<u>3,348,686</u>	<u>4,440,787</u>	<u>4,101,462</u>	<u>3,507,031</u>	<u>4,631,972</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A10. FINANCIAL INVESTMENTS HELD-TO-MATURITY

	30 September 2013 RM'000	Group 31 March 2013 RM'000	1 April 2012 RM'000	30 September 2013 RM'000	Bank 31 March 2013 RM'000	1 April 2012 RM'000
At amortised cost						
Money Market Instruments:						
Bank Negara Monetary Notes	915,195	2,092,645	-	915,195	2,092,645	-
Unquoted:						
<i>In Malaysia:</i>						
Private debt securities	1,957,574	2,134,898	318,210	1,957,189	2,133,336	313,768
Less: Accumulated impairment losses	(8,600)	(194,008)	(202,055)	(8,600)	(192,817)	(200,267)
	<u>2,864,169</u>	<u>4,033,535</u>	<u>116,155</u>	<u>2,863,784</u>	<u>4,033,164</u>	<u>113,501</u>

A11. LOANS AND ADVANCES

	30 September 2013 RM'000	Group 31 March 2013 (Restated) RM'000	1 April 2012 RM'000	30 September 2013 RM'000	Bank 31 March 2013 (Restated) RM'000	1 April 2012 RM'000
At amortised cost:						
Overdraft	2,365,407	2,420,734	2,297,029	2,365,407	2,420,734	2,297,029
Term loans	18,557,350	19,254,701	17,558,672	18,557,350	19,254,701	17,557,035
Housing loan receivables	12,795,598	12,371,805	11,868,932	12,551,678	12,116,379	11,583,554
Hire purchase receivables	16,561,066	16,680,923	16,851,911	16,561,066	16,680,923	16,851,911
Bills receivables	628,130	534,258	326,656	628,130	534,258	326,656
Trust receipts	977,475	885,571	792,784	977,475	885,571	792,784
Claims on customers under acceptance credits	2,591,715	2,534,569	2,442,453	2,591,715	2,534,569	2,442,453
Staff loans	128,153	134,260	147,894	128,071	134,173	147,446
Card receivables	1,797,844	1,863,452	1,446,318	1,797,844	1,863,452	1,446,318
Revolving credits	5,082,276	4,496,311	4,326,943	5,139,924	4,552,441	4,376,193
Others	206,990	171,014	130,844	206,990	171,014	130,844
Gross loans and advances	61,692,004	61,347,598	58,190,436	61,505,650	61,148,215	57,952,223
Allowance for impairment on loans and advances:						
- Collective allowance	(1,439,159)	(1,492,899)	(1,584,690)	(1,438,771)	(1,492,584)	(1,584,814)
- Individual allowance	(180,997)	(168,840)	(114,474)	(180,997)	(168,840)	(114,474)
Net loans and advances	<u>60,071,848</u>	<u>59,685,859</u>	<u>56,491,272</u>	<u>59,885,882</u>	<u>59,486,791</u>	<u>56,252,935</u>

As part of Restricted Profit Sharing Investment Accounts ("RPSIA") arrangement with Amlslamic Bank Berhad ("Amlslamic"), the Bank records the amount it provides as financing under the arrangement as deposits and placements with banks and other financial institutions. The financing to external parties made by Amlslamic is recorded by Amlslamic as financing and advances. As losses from the business venture is borne solely by the Bank, the related collective allowance is recorded by the Bank.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A11. LOANS AND ADVANCES (CONTD.)

(a) Gross loans and advances analysed by type of customer are as follows:

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012	30 September 2013	Bank 31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Domestic non-bank financial institutions	384,680	1,925,347	2,384,610	468,018	2,005,853	2,464,527
Domestic business enterprises						
- Small medium enterprises	7,705,198	7,448,088	6,721,159	7,705,198	7,448,088	6,721,159
- Others	20,466,136	19,511,811	18,030,268	20,466,136	19,511,811	18,028,631
Government and statutory bodies	66,169	36,377	3,032	66,169	36,377	3,032
Individuals	32,411,721	31,914,309	30,514,820	32,167,719	31,658,796	30,228,993
Other domestic entities	7,372	13,009	12,715	7,372	13,009	12,715
Foreign entities	650,728	498,657	523,832	625,038	474,281	493,166
	<u>61,692,004</u>	<u>61,347,598</u>	<u>58,190,436</u>	<u>61,505,650</u>	<u>61,148,215</u>	<u>57,952,223</u>

(b) Gross loans and advances analysed by geographical distribution are as follows:

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012	30 September 2013	Bank 31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
In Malaysia	60,809,801	60,450,074	57,426,097	60,649,136	60,275,066	57,218,550
Outside Malaysia	882,203	897,524	764,339	856,514	873,149	733,673
	<u>61,692,004</u>	<u>61,347,598</u>	<u>58,190,436</u>	<u>61,505,650</u>	<u>61,148,215</u>	<u>57,952,223</u>

(c) Gross loans and advances analysed by interest rate sensitivity are as follows:

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012	30 September 2013	Bank 31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Fixed rate						
- Housing loans	1,670,302	1,800,358	1,833,433	1,426,318	1,544,866	1,547,694
- Hire purchase receivables	14,990,262	14,954,294	14,959,579	14,990,244	14,954,273	14,959,491
- Other fixed rate loans	5,840,516	6,105,600	5,400,261	5,840,516	6,105,600	5,400,261
Variable rate						
- Base lending rate plus	22,675,092	22,072,533	22,061,917	22,675,092	22,072,533	22,061,917
- Cost plus	13,871,310	14,985,617	12,701,345	13,928,958	15,041,747	12,750,596
- Other variable rates	2,644,522	1,429,196	1,233,901	2,644,522	1,429,196	1,232,264
	<u>61,692,004</u>	<u>61,347,598</u>	<u>58,190,436</u>	<u>61,505,650</u>	<u>61,148,215</u>	<u>57,952,223</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A11. LOANS AND ADVANCES (CONTD.)

(d) Gross loans and advances analysed by sector are as follows:

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012	30 September 2013	Bank 31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Agriculture	3,030,775	2,719,051	2,100,167	3,030,775	2,719,051	2,100,167
Mining and quarrying	2,566,332	1,747,207	1,466,216	2,566,332	1,747,207	1,466,216
Manufacturing	5,793,299	5,527,439	5,363,907	5,793,299	5,527,439	5,362,270
Electricity, gas and water	686,925	555,701	1,413,859	686,925	555,701	1,413,859
Construction	2,030,965	2,086,462	2,015,392	2,030,965	2,086,462	2,015,392
Wholesale and retail trade and hotel and restaurants	4,687,607	4,703,894	3,795,913	4,687,607	4,703,894	3,795,913
Transport, storage and communication	1,870,061	2,122,603	1,939,008	1,870,061	2,122,603	1,939,008
Finance and insurance	410,370	1,949,723	2,415,276	468,018	2,005,853	2,464,527
Real estate	5,852,738	5,530,109	4,425,647	5,852,738	5,530,109	4,425,647
Business activities	1,096,787	1,293,249	1,251,729	1,096,787	1,293,249	1,251,729
Education and health	1,113,100	1,044,614	1,374,018	1,113,100	1,044,614	1,374,018
Household of which:	32,468,618	31,972,027	30,546,783	32,224,616	31,716,514	30,260,956
- purchase of residential properties	12,969,302	12,519,273	11,987,637	12,725,318	12,263,781	11,701,898
- purchase of transport vehicles	15,298,795	15,276,980	15,014,404	15,298,777	15,276,959	15,014,316
- others	4,200,521	4,175,774	3,544,742	4,200,521	4,175,774	3,544,742
Others	84,427	95,519	82,521	84,427	95,519	82,521
	61,692,004	61,347,598	58,190,436	61,505,650	61,148,215	57,952,223

(e) Gross loans and advances analysed by residual contractual maturity are as follows:

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012	30 September 2013	Bank 31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Maturing within one year	12,841,839	13,734,884	10,869,709	12,899,487	13,791,014	10,915,860
Over one year to three years	6,301,556	6,615,999	8,937,606	6,289,812	6,603,070	8,924,201
Over three years to five years	10,165,210	9,860,183	8,115,921	10,151,418	9,844,242	8,096,586
Over five years	32,383,399	31,136,532	30,267,200	32,164,933	30,909,889	30,015,576
	61,692,004	61,347,598	58,190,436	61,505,650	61,148,215	57,952,223

(f) Movements in impaired loans and advances are as follows:

	Group		Bank	
	30 September 2013	31 March 2013 (Restated)	30 September 2013	31 March 2013 (Restated)
	RM'000	RM'000	RM'000	RM'000
Balance at beginning of financial year	1,396,378	1,663,897	1,395,401	1,663,202
Effect arising from the pooling of interests	11,794	-	11,794	-
As restated	1,408,172	1,663,897	1,407,195	1,663,202
Impaired during the year/period	626,793	957,470	626,141	956,818
Reclassification as non-impaired	(248,062)	(240,481)	(247,858)	(240,146)
Recoveries	(141,168)	(375,190)	(141,137)	(375,155)
Amount written off	(320,432)	(613,110)	(320,432)	(613,110)
Repurchase of impaired loans	-	2,888	-	2,888
Effect arising from the pooling of interests	-	12,698	-	12,698
Balance at end of financial year/period	1,325,303	1,408,172	1,323,909	1,407,195
Gross impaired loans and advances as % of gross loans and advances	2.1%	2.3%	2.2%	2.3%
Loan loss coverage (excluding collateral values)	122.2%	118.0%	122.3%	118.1%

(g) All impaired loans and advances reside in Malaysia.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A11. LOANS AND ADVANCES (CONTD.)

(h) Impaired loans and advances analysed by sector are as follows:

	Group			Bank		
	30 September 2013	31 March 2013 (Restated)	1 April 2012	30 September 2013	31 March 2013 (Restated)	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Agriculture	20,891	20,239	23,935	20,891	20,239	23,935
Mining and quarrying	3,479	17,866	154,677	3,479	17,866	154,677
Manufacturing	178,815	238,061	184,869	178,815	238,061	184,869
Electricity, gas and water	24,005	25,800	132,130	24,005	25,800	132,130
Construction	38,204	49,114	94,839	38,204	49,114	94,839
Wholesale and retail trade and hotel and restaurants	38,638	42,309	42,430	38,638	42,309	42,430
Transport, storage and communication	82,206	18,382	4,089	82,206	18,382	4,089
Finance and insurance	1,428	28,287	37,628	1,428	28,287	37,628
Real estate	5,775	9,120	26,200	5,775	9,120	26,200
Business activities	22,061	11,023	12,369	22,061	11,023	12,369
Education and health	35,944	43,049	44,805	35,944	43,049	44,805
Household of which:	869,617	893,959	895,513	868,223	892,982	894,818
- purchase of residential properties	477,038	515,943	537,997	475,644	514,966	537,302
- purchase of transport vehicles	313,683	289,662	277,835	313,683	289,662	277,835
- others	78,896	88,354	79,681	78,896	88,354	79,681
Others	4,240	10,963	10,413	4,240	10,963	10,413
	<u>1,325,303</u>	<u>1,408,172</u>	<u>1,663,897</u>	<u>1,323,909</u>	<u>1,407,195</u>	<u>1,663,202</u>

(i) Movements in allowances for impaired loans and advances are as follows:

	Group		Bank	
	30 September 2013	31 March 2013 (Restated)	30 September 2013	31 March 2013 (Restated)
	RM'000	RM'000	RM'000	RM'000
Collective allowance				
Balance at beginning of financial year	1,454,239	1,584,690	1,453,924	1,584,814
Effect arising from the pooling of interests	38,660	-	38,660	-
As restated	<u>1,492,899</u>	<u>1,584,690</u>	<u>1,492,584</u>	<u>1,584,814</u>
Charge to income statement, net	161,468	259,774	161,398	259,334
Amount transferred from Amlslamic *	-	1,871	-	1,871
Amount written-off	(216,551)	(399,183)	(216,549)	(399,183)
Effect arising from the pooling of interests	-	40,536	-	40,536
Exchange differences	1,343	5,211	1,338	5,212
Balance at end of financial year/period	<u>1,439,159</u>	<u>1,492,899</u>	<u>1,438,771</u>	<u>1,492,584</u>
Collective allowance as % of gross loans and advances less individual allowance	2.3%	2.4%	2.3%	2.4%
Individual allowance				
Balance at beginning of financial year	168,840	114,474	168,840	114,474
Charge to income statement, net	118,596	275,276	118,596	275,276
Amount written-off	(106,439)	(220,910)	(106,439)	(220,910)
Balance at end of financial year/period	<u>180,997</u>	<u>168,840</u>	<u>180,997</u>	<u>168,840</u>

* The gross exposure and collective allowance relating to the RPSIA financing as at 30 September 2013 are RM478.5 million and RM2.8 million respectively (31 March 2013: RM500.9 million and RM2.1 million respectively).

The was no individual allowance provided for the RPSIA financing.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A12. OTHER ASSETS

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012 (Restated)	30 September 2013	Bank 31 March 2013	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Other receivables, deposits, prepayments, net of allowance for impairment	713,407	658,960	542,028	707,554	653,210	534,562
Interest receivable, net of allowance for impairment	189,293	154,662	142,185	189,146	153,379	141,577
Amount due from originators	249,774	256,047	166,238	249,774	256,047	166,238
Foreclosed properties, net of allowance for impairment	66,848	72,832	82,758	66,698	72,682	82,607
Deferred charges	133,204	141,691	148,142	133,204	141,691	148,142
	1,352,526	1,284,192	1,081,351	1,346,376	1,277,009	1,073,126

A13. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 September 2013	Group 31 March 2013 (Restated)	1 April 2012 (Restated)	30 September 2013	Bank 31 March 2013	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Licensed banks	539,721	183,403	2,274,788	592,190	185,624	2,842,893
Licensed investment banks	1,046,106	830,143	844,829	1,046,105	830,143	844,829
Other financial Institutions	586,189	485,521	665,517	592,273	494,073	662,289
Bank Negara Malaysia ("BNM")	87,248	828,530	178,204	87,248	828,530	178,204
	2,259,264	2,327,597	3,963,338	2,317,816	2,338,370	4,528,215

A14. DEPOSIT FROM CUSTOMERS

	30 September 2013	Group 31 March 2013	1 April 2012	30 September 2013	Bank 31 March 2013	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Demand deposits	8,361,611	7,098,444	5,655,715	8,363,314	7,099,779	5,656,951
Savings deposits	3,349,302	3,327,501	3,209,941	3,349,302	3,327,501	3,209,941
Term/Investment deposits	53,939,745	51,658,578	49,976,753	53,930,205	51,629,802	49,111,956
Negotiable instruments of deposits	47,768	63,253	517,440	47,768	63,253	517,440
	65,698,426	62,147,776	59,359,849	65,690,589	62,120,335	58,496,288

(i) The deposits are sourced from the following type of customers:

	30 September 2013	Group 31 March 2013	1 April 2012	30 September 2013	Bank 31 March 2013	1 April 2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Government and other statutory bodies	4,476,535	5,442,649	5,314,300	4,476,535	5,442,649	5,314,300
Business enterprises	30,379,638	27,442,980	26,111,157	30,372,138	27,416,240	25,247,634
Individuals	29,301,201	28,181,271	26,809,139	29,300,875	28,180,581	26,809,139
Others	1,541,052	1,080,876	1,125,253	1,541,041	1,080,865	1,125,215
	65,698,426	62,147,776	59,359,849	65,690,589	62,120,335	58,496,288

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A14. DEPOSIT FROM CUSTOMERS (CONTD.)

(ii) The maturity structure of term/investment deposits and negotiable instruments of deposits is as follows:

	Group			Bank		
	30 September 2013 RM'000	31 March 2013 RM'000	1 April 2012 RM'000	30 September 2013 RM'000	31 March 2013 RM'000	1 April 2012 RM'000
Due within six months	40,469,203	37,638,162	38,338,036	40,459,663	37,609,386	37,473,239
Over six months to one year	10,519,342	11,460,281	8,795,115	10,519,342	11,460,281	8,795,115
Over one year to three years	2,433,924	2,323,727	2,322,715	2,433,924	2,323,727	2,322,715
Over three years to five years	565,044	299,661	1,038,327	565,044	299,661	1,038,327
	<u>53,987,513</u>	<u>51,721,831</u>	<u>50,494,193</u>	<u>53,977,973</u>	<u>51,693,055</u>	<u>49,629,396</u>

A15. OTHER LIABILITIES

	Group			Bank		
	30 September 2013 RM'000	31 March 2013 (Restated) RM'000	1 April 2012 (Restated) RM'000	30 September 2013 RM'000	31 March 2013 RM'000	1 April 2012 RM'000
Other payables and accruals	1,470,608	2,410,873	1,385,145	1,472,391	2,402,471	1,375,836
Interest payable	624,542	561,931	513,655	624,536	561,926	513,594
Advance rentals	15,343	19,724	31,506	15,343	19,724	31,506
Provision for commitments and contingencies	148,974	148,793	216,837	148,982	148,803	216,835
Provision for taxation	41,066	101,113	2,760	39,296	99,570	917
	<u>2,300,533</u>	<u>3,242,434</u>	<u>2,149,903</u>	<u>2,300,548</u>	<u>3,232,494</u>	<u>2,138,688</u>

A16. INTEREST INCOME

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 (Restated) RM'000	30 September 2013 RM'000	30 September 2012 (Restated) RM'000
Group				
Short-term funds and deposits and placements with financial institutions	64,422	64,592	120,946	111,472
Financial assets held-for-trading	28,586	57,523	71,026	115,673
Financial investments available-for-sale	39,780	46,828	78,633	96,086
Financial investments held-to-maturity	29,593	18,432	61,786	19,995
Loans and advances	942,845	898,890	1,887,838	1,793,679
Impaired loans and advances	1,092	1,087	1,597	3,455
Others	2,406	3,699	5,179	7,066
	<u>1,108,724</u>	<u>1,091,051</u>	<u>2,227,005</u>	<u>2,147,426</u>
Bank				
Short-term funds and deposits and placements with financial institutions	63,995	64,083	120,031	110,428
Financial assets held-for-trading	28,586	57,523	71,026	115,673
Financial investments available-for-sale	41,665	49,140	82,490	100,806
Financial investments held-to-maturity	29,588	18,431	61,764	19,953
Loans and advances	939,188	894,701	1,880,435	1,785,168
Impaired loans and advances	1,092	1,087	1,597	3,455
Others	2,406	3,699	5,179	7,066
	<u>1,106,520</u>	<u>1,088,664</u>	<u>2,222,522</u>	<u>2,142,549</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A17. INTEREST EXPENSE

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Group				
Deposits from customers	470,036	453,155	929,276	883,137
Deposits and placements of banks and other financial institutions	12,975	16,748	28,971	33,484
Recourse obligation of loans sold to Cagamas Berhad	10,266	10,281	20,432	20,449
Term funding	40,216	42,757	82,253	85,414
Debt capital	47,405	48,831	94,101	97,156
Others	8,393	6,915	16,310	14,664
	<u>589,291</u>	<u>578,687</u>	<u>1,171,343</u>	<u>1,134,304</u>
Bank				
Deposits from customers	470,212	452,966	929,574	882,418
Deposits and placements of banks and other financial institutions	13,046	17,172	29,044	34,445
Recourse obligation of loans sold to Cagamas Berhad	10,266	10,281	20,432	20,449
Term funding	40,216	42,757	82,253	85,414
Debt capital	47,405	48,826	94,101	97,151
Others	8,390	6,922	16,300	14,666
	<u>589,535</u>	<u>578,924</u>	<u>1,171,704</u>	<u>1,134,543</u>

A18. NET INCOME FROM ISLAMIC BANKING BUSINESS

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Group				
Income derived from investment of depositors' funds and others	-	10	-	21
Income derived from investment of shareholder's funds	12	(37)	22	4
Income attributable to the depositors	-	(8)	-	(16)
	<u>12</u>	<u>(35)</u>	<u>22</u>	<u>9</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A19. OTHER OPERATING INCOME

	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Group				
Fee and commission income:				
Bancassurance commission	8,379	8,868	17,678	17,352
Brokerage fees, commission and rebates	448	449	878	891
Fees on loans, advances and securities	69,480	42,236	133,004	91,845
Guarantee fees	12,516	8,985	24,586	18,074
Remittances	5,400	6,339	10,592	12,216
Service charges and fees	4,105	5,893	8,909	11,757
Other fee and commission	9,968	10,500	19,904	20,142
	<u>110,296</u>	<u>83,270</u>	<u>215,551</u>	<u>172,277</u>
Investment and trading income:				
Foreign exchange *	23,925	31,291	52,780	48,476
Gross dividend income from:				
Financial assets held-for-trading	2,153	1,310	3,857	4,678
Financial investments available-for-sale	243	28	10,348	3,934
Net gain/(loss) on sale/redemption of:				
Financial assets held-for-trading	(32,000)	6,775	(26,419)	17,944
Financial investments available-for-sale	9,027	13,190	23,855	24,255
Financial investments held-to-maturity	5,379	4,022	6,005	35,293
Net gain/(loss) on revaluation of financial assets held-for-trading	14,201	(28,437)	(21,675)	(33,868)
Net gain on derivatives	27,767	14,063	57,236	42,311
Others	1,740	(916)	(6)	(2,291)
	<u>52,435</u>	<u>41,326</u>	<u>105,981</u>	<u>140,732</u>
Other income:				
Net gain/(loss) on disposal of property and equipment	114	(1,262)	108	(1,243)
Net non trading foreign exchange gain/(loss)	119	(164)	245	(126)
Rental income	1,194	1,154	2,430	2,106
Others	13,340	1,604	24,038	4,629
	<u>14,767</u>	<u>1,332</u>	<u>26,821</u>	<u>5,366</u>
	<u>177,498</u>	<u>125,928</u>	<u>348,353</u>	<u>318,375</u>

* Foreign exchange income includes gains and losses from spot and forward contracts and other currency derivatives.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A19. OTHER OPERATING INCOME (CONTD.)

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Bank				
Fee and commission income:				
Bancassurance commission	8,371	8,847	17,657	17,323
Brokerage fees, commission and rebates	448	449	878	891
Fees on loans, advances and securities	63,717	41,539	126,694	90,497
Guarantee fees	12,530	8,862	24,541	17,829
Remittances	5,400	6,339	10,592	12,216
Service charges and fees	4,363	6,180	9,427	12,335
Other fee and commission	9,940	10,477	19,853	20,096
	<u>104,769</u>	<u>82,693</u>	<u>209,642</u>	<u>171,187</u>
Investment and trading income:				
Foreign exchange *	23,925	31,291	52,780	48,476
Gross dividend income from:				
Associate	-	-	-	1,160
Financial assets held-for-trading	2,153	1,310	3,857	4,678
Financial investments available-for-sale	243	28	10,348	3,934
Subsidiaries	667	2,070	667	2,070
Net gain/(loss) on sale/redemption of:				
Financial assets held-for-trading	(32,000)	6,775	(26,419)	17,944
Financial investments available-for-sale	9,027	13,190	23,855	24,255
Financial investments held-to-maturity	5,379	4,022	6,005	35,293
Net gain/(loss) on revaluation of financial assets held-for-trading	14,201	(28,437)	(21,675)	(33,868)
Net gain on derivatives	27,767	14,063	57,236	42,311
Others	1,740	(916)	(6)	(2,291)
	<u>53,102</u>	<u>43,396</u>	<u>106,648</u>	<u>143,962</u>
Other income:				
Net gain/(loss) on disposal of property and equipment	116	(1,643)	110	(1,624)
Net non trading foreign exchange gain/(loss)	87	(173)	195	(134)
Rental income	873	818	1,841	1,691
Others	13,236	2,090	23,819	4,604
	<u>14,312</u>	<u>1,092</u>	<u>25,965</u>	<u>4,537</u>
	<u>172,183</u>	<u>127,181</u>	<u>342,255</u>	<u>319,686</u>

* Foreign exchange income includes gains and losses from spot and forward contracts and other currency derivatives.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A20. OTHER OPERATING EXPENSES

Group	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 (Restated) RM'000	30 September 2013 RM'000	30 September 2012 (Restated) RM'000
Personnel costs:				
Pension costs - defined contribution plan	26,214	23,912	53,883	49,061
Salaries, allowances and bonuses	174,592	157,493	360,815	320,741
Shares and options granted under AMMB ESS	10,495	12,749	14,016	15,508
Social security costs	1,331	1,220	2,650	2,425
Others	22,671	21,484	41,846	36,864
	<u>235,303</u>	<u>216,858</u>	<u>473,210</u>	<u>424,599</u>
Establishment costs:				
Amortisation of intangible assets	12,688	11,057	24,225	21,917
Cleaning, maintenance and security	5,926	5,650	11,425	11,865
Computerisation expenses	41,681	37,716	83,066	77,601
Depreciation of property and equipment	11,328	10,541	22,386	20,847
Rental	19,557	17,686	38,856	35,178
Others	8,749	6,859	18,443	13,697
	<u>99,929</u>	<u>89,509</u>	<u>198,401</u>	<u>181,105</u>
Marketing and communication expenses:				
Advertising and marketing	8,153	4,416	16,479	12,474
Commission	1,825	218	3,931	552
Communication	11,631	9,688	24,877	20,808
Others	2,569	2,791	5,321	5,049
	<u>24,178</u>	<u>17,113</u>	<u>50,608</u>	<u>38,883</u>
Administration and general expenses:				
Professional services	24,425	15,719	43,002	33,022
Others	10,185	8,353	21,154	17,906
	<u>34,610</u>	<u>24,072</u>	<u>64,156</u>	<u>50,928</u>
Service transfer pricing recovery - net	(79,305)	(84,050)	(163,180)	(163,455)
Expenses capitalised	(10,271)	(4,712)	(18,442)	(8,795)
Acquisition and business efficiency costs	4,724	-	5,484	-
	<u>309,168</u>	<u>258,790</u>	<u>610,237</u>	<u>523,265</u>

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A20. OTHER OPERATING EXPENSES (CONTD.)

	Individual Quarter		Cumulative Quarter	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Bank				
Personnel costs:				
Pension costs - defined contribution plan	24,930	23,827	52,542	48,886
Salaries, allowances and bonuses	165,714	156,967	351,581	319,653
Shares and options granted under AMMB ESS	10,492	12,721	14,009	15,471
Social security costs	1,230	1,208	2,546	2,409
Others	22,068	21,445	41,216	36,797
	<u>224,434</u>	<u>216,168</u>	<u>461,894</u>	<u>423,216</u>
Establishment costs:				
Amortisation of intangible assets	12,204	11,056	23,740	21,915
Cleaning, maintenance and security	5,624	5,400	10,991	11,471
Computerisation expenses	41,679	37,713	83,060	77,596
Depreciation of property and equipment	10,159	10,412	21,090	20,590
Rental	18,183	18,148	37,853	36,077
Others	8,437	6,638	17,924	13,278
	<u>96,286</u>	<u>89,367</u>	<u>194,658</u>	<u>180,927</u>
Marketing and communication expenses:				
Advertising and marketing	8,153	4,416	16,479	12,474
Commission	1,816	204	3,914	522
Communication	11,048	9,670	24,278	20,774
Others	2,251	2,789	5,001	5,043
	<u>23,268</u>	<u>17,079</u>	<u>49,672</u>	<u>38,813</u>
Administration and general expenses:				
Card operation charges	53,470	-	53,470	-
Professional services	24,353	15,676	42,858	32,943
Others	9,787	8,231	20,680	17,667
	<u>87,610</u>	<u>23,907</u>	<u>117,008</u>	<u>50,610</u>
Service transfer pricing recovery - net	(86,368)	(83,529)	(169,634)	(162,550)
Expenses capitalised	(10,271)	(4,712)	(18,442)	(8,795)
Acquisition and business efficiency costs	4,724	-	5,484	-
	<u>339,683</u>	<u>258,280</u>	<u>640,640</u>	<u>522,221</u>

A21. ALLOWANCE/(WRITEBACK OF ALLOWANCE) FOR IMPAIRMENT ON LOANS AND ADVANCES

	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Group				
Allowance for impaired loans and advances:				
Individual allowance	57,403	49,489	118,596	62,499
Collective allowance	18,411	42,070	161,468	162,962
Impaired loans and advances recovered, net	(151,744)	(122,858)	(393,533)	(267,275)
	<u>(75,930)</u>	<u>(31,299)</u>	<u>(113,469)</u>	<u>(41,814)</u>
Bank				
Allowance for impaired loans and advances:				
Individual allowance	57,403	49,489	118,596	62,499
Collective allowance	18,382	41,557	161,398	162,495
Impaired loans and advances recovered, net	(143,756)	(121,147)	(383,698)	(264,496)
	<u>(67,971)</u>	<u>(30,101)</u>	<u>(103,704)</u>	<u>(39,502)</u>

A22. IMPAIRMENT LOSS/(WRITEBACK) ON FINANCIAL INVESTMENTS

	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
	RM'000	RM'000	RM'000	RM'000
Group				
Financial investments available-for-sale	(1,884)	(7,958)	(1,710)	(6,704)
Financial investments held-to-maturity	(41)	8,039	(1,106)	6,881
	<u>(1,925)</u>	<u>81</u>	<u>(2,816)</u>	<u>177</u>
Bank				
Financial investments available-for-sale	(1,884)	(7,958)	(1,710)	(6,704)
Financial investments held-to-maturity	-	8,039	(888)	7,465
	<u>(1,884)</u>	<u>81</u>	<u>(2,598)</u>	<u>761</u>

A23. EARNINGS PER SHARE ("EPS")

(a) Basic/Diluted

Basic earnings per share is calculated by dividing the net profit attributable to the equity holder of the Bank by the weighted average number of ordinary shares in issue during the financial period.

Diluted earnings per share is calculated by dividing the net profit attributable to the equity holder of the Bank by the adjusted weighted average number of ordinary shares in issue and issuable during the financial period. The Bank does not have any dilutive potential ordinary shares.

	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
Group				
Net profit attributable to shareholder of the Bank (RM'000)	434,724	311,095	769,129	650,696
Number of ordinary shares at beginning of financial year and end of period representing weighted average number of ordinary shares in issue ('000)	820,364	820,364	820,364	820,364
Basic/Diluted earnings per share (sen)	52.99	37.92	93.75	79.32
	Individual Quarter		Cumulative Quarter	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
Bank				
Net profit attributable to shareholder of the Bank (RM'000)	329,958	308,845	659,736	644,601
Number of ordinary shares at beginning of financial year and end of period representing weighted average number of ordinary shares in issue ('000)	820,364	820,364	820,364	820,364
Basic/Diluted earnings per share (sen)	40.22	37.65	80.42	78.57

Company No. 8515-D

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A24. BUSINESS SEGMENT ANALYSIS

Group	Retail banking	Business banking	Corporate and institutional banking	Markets	Group functions and others	Total
Financial quarter ended 30 September 2013	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Operating revenue	1,177,087	323,675	612,088	100,253	362,277	2,575,380
Income	747,919	237,496	195,389	86,852	136,790	1,404,446
Other operating expenses	(339,998)	(34,447)	(30,735)	(32,906)	(172,151)	(610,237)
Profit/(Loss) before provisions	407,921	203,049	164,654	53,946	(35,361)	794,209
Provisions	(11,001)	(8,615)	37,421	2,741	89,966	110,512
Profit before taxation	396,920	194,434	202,075	56,687	54,605	904,721
Taxation	(99,579)	(47,943)	(40,145)	(13,674)	65,749	(135,592)
Profit for the period	297,341	146,491	161,930	43,013	120,354	769,129
Other information						
Cost to income ratio	45.5%	14.5%	15.7%	37.9%	125.9%	43.5%
Gross loans and advances	35,032,869	12,875,561	13,467,130	-	316,444	61,692,004
Net loans and advances	34,300,376	12,719,737	13,378,468	-	(326,733)	60,071,848
Impaired loans and advances	1,001,046	102,445	-	-	221,812	1,325,303
Deposits	31,964,512	7,748,344	26,336,562	170,446	1,737,826	67,957,690

Company No. 8515-D

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A24. BUSINESS SEGMENT ANALYSIS (CONTD.)

Group	Retail banking	Business banking	Corporate and institutional banking	Markets	Group functions and others	Total
Financial quarter ended 30 September 2012	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Operating revenue	1,067,215	297,731	621,397	143,019	336,464	2,465,826
Income	661,419	232,080	206,115	130,503	101,793	1,331,910
Other operating expenses	(278,456)	(37,902)	(27,297)	(37,059)	(142,551)	(523,265)
Profit before provisions	382,963	194,178	178,818	93,444	(40,758)	808,645
Provisions	(23,677)	(43,776)	33,601	9,024	95,394	70,566
Profit before taxation	359,286	150,402	212,419	102,468	54,636	879,211
Taxation	(89,822)	(37,284)	(48,886)	(25,503)	(27,001)	(228,496)
Profit for the period	269,464	113,118	163,533	76,965	27,635	650,715
Other information						
Cost to income ratio	42.1%	16.3%	13.2%	28.4%	140.0%	39.3%
Gross loans and advances	33,746,470	12,454,091	13,503,119	-	275,152	59,978,832
Net loans and advances	33,009,486	12,127,715	13,375,582	-	(251,937)	58,260,846
Impaired loans and advances	1,031,929	265,871	-	-	258,341	1,556,141
Deposits	29,196,556	5,756,137	28,828,904	(117,667)	4,086,046	67,749,976

Note:

1. The financial information by geographical segment is not presented as the Group's activities are principally conducted in Malaysia.
2. Certain comparative figures have been restated due to effect of pooling of interests (Note A33) and to conform with current period's presentation.

A25. PERFORMANCE REVIEW FOR THE PERIOD ENDED 30 SEPTEMBER 2013

The Group registered a profit before taxation ("pre-tax profit") of RM904.7 million representing a 2.9% increase compared to the pre-tax profit for the corresponding period last year.

For the current period, net interest income and other operating income increased by RM42.5 million and RM30.0 million respectively. Writeback of allowance for impairment on loans and advances was higher by RM71.7 million due to higher bad debt recoveries. These were offset by higher other operating expenses by RM87.0 million or 16.6% and lower writeback of provision for commitments and contingencies of RM34.3 million.

The increase in net interest income and other operating income was mainly contributed by loan growth and card business acquired from a related company, MBF Cards. The increase in other operating expenses was mainly due to higher personnel cost.

The Group and the Bank remained well capitalised with total capital ratios of 14.5% and 14.4% respectively.

In the opinion of the Directors, the results of operations of the Group and the Bank for the financial quarter have not been substantially affected by any item, transaction or event of a material and unusual nature.

A26. PROSPECTS FOR FINANCIAL YEAR ENDING 31 MARCH 2014

During first half 2013, Malaysia economy expanded 4.2% year-on-year (yoy) largely driven by domestic demand. The domestic economy growth momentum has moderated over the past two quarters (domestic economy grew 5.6% in 2012), dampened by weaker exports and faltering private consumption. Nevertheless, private investment remains strong and monetary policies remained accommodative to support growth. The Group expects the domestic economy to grow 4.6% yoy for full year 2013. Malaysia economy is expected to pick-up in 2014 from improved global trade, supported by private expenditure.

With the economy expected to grow at a slower pace in the remaining 2013, combined with easing consumer spending from rationalisation of subsidy and responsible lending measures to address household debts, loans growth could moderate. The asset quality trend may come under pressure for potential capital flow risk and inflationary pressure while margins continue to remain under pressure.

The Group remains vigilant against the environment and will maintain our disciplined approach in executing to our strategic priorities. Our strategic priorities for FY2013 – 2015 remain unchanged, (1) Integrate acquisitions and deliver synergies; (2) Simplify business model and streamline processes; (3) Accelerate organic growth with focus on cross-sell, flow business, small business, and emerging affluent customers; (4) Build scale in specialist businesses with strategic partners; and (5) Optimise capital and holding company structures.

A27. VALUATION OF PROPERTY AND EQUIPMENT

The Group's and the Bank's property and equipment are stated at cost or valuation less accumulated depreciation and accumulated impairment losses.

A28. SIGNIFICANT EVENTS

1. Reorganisation Of The AMMB Group's Card Business

On 26 April 2013, the holding company, AMMB Holdings Berhad ("AMMB") had received approval from Bank Negara Malaysia ("BNM") for the reorganisation of the AMMB Group's card business comprising:

- a) the consolidation of card business of a related company, MBF Cards (M'sia) Sdn Bhd ("MBF Cards") under the Bank;
- b) outsourcing of card operations of the Bank and AmIslamic Bank Berhad to AmCard Services Berhad, (formerly known as Arab-Malaysian Credit Berhad) ("AmCard"); and
- c) acquisition of 100% equity interest in AmCard by the Bank from a related company, AMFB Holdings Berhad ("AMFB").

On 7 May 2013, the Bank entered into a Business Transfer Agreement ("BTA") with MBF Cards. Under the BTA, MBF Cards will transfer its assets, liabilities, activities, business and undertakings of the credit card business to the Bank ("Business Transfer"). The Business Transfer was completed on 1 July 2013 and the acquisition price was payable by cash amounting to approximately RM449.4 million based on the book value of the net assets transferred.

On 13 June 2013, the Bank entered into a sale and purchase agreement with AMFB to acquire 100% equity interest held by AMFB in AmCard at a purchase consideration of approximately RM8.5 million. The acquisition includes AmCard's 100% equity interest in its subsidiary, AMMB Factors Sdn Bhd.

The Bank, AmCard and MBF Cards are under common control, accordingly, the abovementioned acquisitions had been accounted for by the Group and the Bank via the pooling of interests method. Under the pooling of interests method, the results and financial position of the abovementioned acquisitions are included in the financial statements as if the merger had been effected prior to and throughout the current financial year.

A28. SIGNIFICANT EVENTS (CONTD.)

1. Reorganisation Of The AMMB Group's Card Business (Contd.)

The effect of pooling of interests method for current financial period is as follows:

	Individual Quarter Bank RM'000	Cumulative Quarter Bank RM'000	Group RM'000
Operating revenue	53,010	53,010	53,716
Interest income	20,002	20,002	20,311
Other operating income	33,008	33,008	33,405
Share in results of associates	-	-	37
Net income	53,010	53,010	53,753
Other operating expenses	(20,449)	(20,449)	(20,538)
Operating profit	32,561	32,561	33,215
Writeback of allowance for impairment on loans and advances	491	491	491
Provision for commitments and contingencies	(55)	(55)	(55)
Writeback on doubtful sundry receivables, net	29	29	29
Profit before taxation	33,026	33,026	33,680
Taxation	(8,606)	(8,606)	(8,606)
Profit for the period	24,420	24,420	25,074

The effect of pooling of interests method for the abovementioned acquisitions for the comparative period is disclosed in Note A33.

2. Establishment of a Euro Medium Term Notes Programme of up to USD2.0 billion in nominal value (or its equivalent in other currencies).

AMMB, on 5 July 2013 announced that, the Bank, has obtained the approval of the Securities Commission ("SC") via the SC's letter dated 4 July 2013 for the establishment of a Euro Medium Term Notes Programme of up to USD2.0 billion ("Proposed Programme") in nominal value (or its equivalent in other currencies). The Proposed Programme is approved by the SC under its deemed approval process.

The net proceeds from the Proposed Programme will be utilised by the Bank for its working capital, general funding requirement and other corporate purposes.

AmInvestment Bank Berhad (the Principal Adviser) and Australia New Zealand Banking Group Limited are the arrangers for the Proposed Programme.

3. Member's voluntary winding up of wholly owned subsidiaries.

The following wholly owned subsidiaries of the Bank had commenced member's voluntary winding up process pursuant to Section 254(1)(b) of the Companies Act, 1965:

Subsidiaries

- a) Everflow Credit & Leasing Corporation Sdn. Bhd.
- b) Komuda Credit & Leasing Sdn. Bhd.
- c) AmCredit & Leasing Sdn. Bhd.
- d) AmCapital (L) Inc (incorporated under the Labuan Companies Act, 1990)
- e) AMMB Factors Sdn Bhd

These subsidiaries are dormant companies and there is no plan for them to resume business.

The winding up of the above subsidiaries will not have any material effect on the Group's performance for the financial year 2014.

A29. CHANGES IN THE COMPOSITION OF THE GROUP

There were no significant changes in the composition of the Group for the financial period ended 30 September 2013 other than as disclosed in Note A28.

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A30. 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. No material losses are anticipated as a result of these transactions. The commitments and contingencies are not secured against the Group's and the Bank's assets.

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

Group	Group			Bank		
	30 September 2013 RM'000	31 March 2013 (Restated) RM'000	1 April 2012 (Restated) RM'000	30 September 2013 RM'000	31 March 2013 (Restated) RM'000	1 April 2012 RM'000
Contingent Liabilities						
Direct credit substitutes	1,206,921	1,253,726	1,608,754	1,206,921	1,253,726	1,608,754
Transaction related contingent items	4,077,034	3,812,587	3,120,757	4,077,034	3,812,587	3,120,757
Short term self liquidating trade related contingencies	596,271	617,806	615,243	596,242	617,689	613,825
Obligations under on-going underwriting agreements	250,000	250,000	265,000	250,000	250,000	265,000
Others	200	200	200	150	150	150
	<u>6,130,426</u>	<u>5,934,319</u>	<u>5,609,954</u>	<u>6,130,347</u>	<u>5,934,152</u>	<u>5,608,486</u>
Commitments						
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	15,632,943	14,674,911	13,251,953	15,670,430	14,715,741	13,292,670
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	6,060,693	5,859,056	4,682,068	6,060,693	5,859,056	4,682,068
Unutilised credit card lines	3,215,285	3,322,548	2,953,565	3,215,285	3,322,548	2,953,565
Forward asset purchase	393,353	108,266	360,899	393,353	108,266	360,899
	<u>25,302,274</u>	<u>23,964,781</u>	<u>21,248,485</u>	<u>25,339,761</u>	<u>24,005,611</u>	<u>21,289,202</u>
Derivative Financial Instruments						
Foreign exchange related contracts						
- One year or less	17,692,486	22,584,554	20,064,852	17,692,486	22,584,554	20,064,852
- Over one year to five years	3,510,705	3,440,503	3,145,654	3,510,705	3,440,503	3,145,654
- Over five years	907,278	837,446	58,532	907,278	837,446	58,532
Interest rate related contracts						
- One year or less	3,126,510	4,548,404	14,448,655	3,126,510	4,548,404	14,448,655
- Over one year to five years	26,828,013	22,110,386	18,849,399	26,828,013	22,110,386	18,849,399
- Over five years	9,270,883	9,682,407	8,042,138	9,270,883	9,682,407	8,042,138
Credit related contracts						
- One year or less	-	267,510	61,290	-	267,510	61,290
- Over one year to five years	306,207	298,274	549,473	306,207	298,274	549,473
- Over five years	305,656	297,752	292,733	305,656	297,752	292,733
Equity and commodity related contracts						
- One year or less	504,743	322,791	484,281	504,743	322,791	484,281
- Over one year to five years	330,486	547,989	362,369	330,486	547,989	362,369
	<u>62,782,967</u>	<u>64,938,016</u>	<u>66,359,376</u>	<u>62,782,967</u>	<u>64,938,016</u>	<u>66,359,376</u>
Total	<u>94,215,667</u>	<u>94,837,116</u>	<u>93,217,815</u>	<u>94,253,075</u>	<u>94,877,779</u>	<u>93,257,064</u>

The breakdown of the commitment and contingencies of the Bank is as follows:

	30 September 2013 RM'000	31 March 2013 RM'000	1 April 2012 RM'000
Relating to AmBank (M) Berhad	94,246,138	94,854,488	93,233,992
Relating to AMIL with external parties*	6,937	23,291	23,072
	<u>94,253,075</u>	<u>94,877,779</u>	<u>93,257,064</u>

* The Bank has given a continuing guarantee to Labuan Financial Services Authority ("LFSA") to meet all the liabilities and financial obligations of its subsidiary, AmInternational (L) Ltd ("AMIL").

A31. CAPITAL ADEQUACY

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

	Group		Bank	
	30 September 2013	31 March 2013 (Restated)	30 September 2013	31 March 2013 (Restated)
Before deducting proposed dividends				
Common Equity Tier 1	8.899%	9.336%	8.833%	9.196%
Tier 1 Capital Ratio	11.157%	11.586%	11.087%	11.450%
Total Capital Ratio	14.511%	14.916%	14.432%	14.792%
After deducting proposed dividends				
Common Equity Tier 1	8.899%	8.759%	8.833%	8.619%
Tier 1 Capital Ratio	11.157%	11.009%	11.087%	10.872%
Total Capital Ratio	14.511%	14.339%	14.432%	14.215%

The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk and the Basic Indicator Approach for Operational Risk. With effect from 1 January 2013, the capital adequacy ratios are computed in accordance with BNM's guidelines on Capital Adequacy Framework (Capital Components) issued on 28 November 2012, which is based on the Basel III capital accord. The minimum regulatory capital adequacy are set out as follows:

	Calender year 2013	Calender year 2014	Calender year 2015 onwards
Common Equity Tier 1 ("CET 1")	3.5%	4.0%	4.5%
Tier 1 Capital Ratio	4.5%	5.5%	6.0%
Total Capital Ratio	8.0%	8.0%	8.0%

The capital adequacy ratios of the Bank refers to the combined capital base as a ratio of the combined risk weighted assets (RWA) of the Bank and its wholly-owned offshore banking subsidiary, AMIL.

(b) The capital adequacy ratios of AMIL is as follows:

	30 September 2013	31 March 2013
Core capital ratio	79.225%	61.253%
Risk-weighted capital ratio	79.391%	61.382%

The capital adequacy ratios of AMIL for capital compliance on a standalone basis as reported by the subsidiary are computed in accordance with the BNM guidelines of RWCAF based on the Basel II capital accord.

A31. CAPITAL ADEQUACY (CONTD.)

(c) The components of CET 1, Additional Tier 1, Tier 2 and Total Capital of the Group and the Bank are as follows:

	Group		Bank	
	30 September 2013	31 March 2013 (Restated)	30 September 2013	31 March 2013 (Restated)
	RM'000	RM'000	RM'000	RM'000
CET 1 Capital				
Ordinary shares	820,364	820,364	820,364	820,364
Share premium	942,844	942,844	942,844	942,844
Retained earnings	3,776,497	3,543,804	3,734,283	3,501,590
Less: Proposed dividend - final	-	(400,338)	-	(400,338)
Unrealised losses on financial investments available-for-sale	(54,763)	(9,174)	(54,604)	(8,402)
Foreign exchange translation reserve	(2,635)	(14,760)	(2,635)	(14,760)
Statutory reserve	980,969	980,969	980,969	980,969
Merger reserve	104,149	570,473	48,516	507,017
Cash flow hedging reserve	(7,875)	(12,644)	(7,875)	(12,644)
Less: Regulatory adjustments applied on CET1 Capital				
Intangible assets	(287,674)	(235,655)	(283,025)	(235,655)
Deferred tax assets	(126,650)	(120,781)	(68,018)	(120,523)
Cash flow hedging reserve	7,875	12,644	7,875	12,644
Total CET1 Capital	6,153,101	6,077,746	6,118,694	5,973,106
Additional Tier 1 Capital				
Additional Tier 1 Capital instruments (subject to gradual phase-out treatment)	1,561,590	1,561,590	1,561,590	1,561,590
Total Tier 1 Capital	7,714,691	7,639,336	7,680,284	7,534,696
Tier 2 Capital				
Tier 2 Capital instruments (subject to gradual phase-out treatment)	1,557,800	1,557,800	1,557,800	1,557,800
Collective allowance and regulatory reserves	763,718	754,762	768,060	758,815
Less : Regulatory adjustments applied on Tier 2 Capital	(2,365)	(1,955)	(8,609)	(133)
Total Tier 2 capital	2,319,153	2,310,607	2,317,251	2,316,482
Total Capital	10,033,844	9,949,943	9,997,535	9,851,178

The breakdown of the risk weighted assets ("RWA") in various categories of risk is as follows:

	Group		Bank	
	30 September 2013	31 March 2013 (Restated)	30 September 2013	31 March 2013 (Restated)
	RM'000	RM'000	RM'000	RM'000
Credit RWA	61,097,446	60,380,941	61,444,822	60,705,227
Market RWA	2,894,538	3,722,181	2,894,538	3,722,181
Operational RWA	5,153,107	5,286,074	4,931,192	4,875,083
Large exposure risk RWA for equity holdings	713	713	713	713
Total risk weighted assets	69,145,804	69,389,909	69,271,265	69,303,204

A32. CREDIT EXPOSURE ARISING FROM CREDIT TRANSACTIONS WITH CONNECTED PARTIES

	Group		Bank	
	30 September 2013 RM'000	31 March 2013 RM'000	30 September 2013 RM'000	31 March 2013 RM'000
Outstanding credit exposures with connected parties (RM'000)	2,744,845	3,001,525	2,985,018	3,256,015
Percentage of outstanding credit exposures to connected parties as proportion of total credit exposures (%)	3.8	4.2	4.1	4.6
Percentage of outstanding credit exposures with connected parties which is non-performing or in default (%)	0.6	0.2	0.5	0.2

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

A33. CHANGES IN ACCOUNTING POLICIES AND RESTATEMENT OF COMPARATIVES

Certain comparative figures were restated arising from the reorganisation of the AMMB Group's Card Business as mentioned in Note A28. The summary of financial impact of the restatement is as follows:

(i) Reconciliation of statements of financial position

	As previously reported RM'000	Effect of pooling of interests method RM'000	As restated RM'000
Group			
As at 31 March 2013			
Cash and short-term funds	7,324,650	12,109	7,336,759
Deposits and placements with banks and other financial institutions	1,913,422	44,600	1,958,022
Financial investments available-for-sale	3,348,641	45	3,348,686
Loans and advances	59,231,752	454,107	59,685,859
Investment in associates	892	1,063	1,955
Other assets	1,174,721	109,471	1,284,192
Property and equipment	149,150	9,467	158,617
Intangible assets	234,687	968	235,655
Deposits and placements of banks and other financial institutions	2,330,512	(2,915)	2,327,597
Other liabilities	3,129,646	112,788	3,242,434
Reserves	5,479,555	521,957	6,001,512
As at 1 April 2012			
Cash and short-term funds	5,453,638	14,768	5,468,406
Deposits and placements with banks and other financial institutions	1,122,194	32,900	1,155,094
Financial investments available-for-sale	4,440,721	66	4,440,787
Investment in associates	1,611	1,782	3,393
Other assets	1,078,760	2,591	1,081,351
Deposits and placements of banks and other financial institutions	3,968,264	(4,926)	3,963,338
Other liabilities	2,149,210	693	2,149,903
Reserves	5,151,031	56,340	5,207,371

AmBank (M) Berhad
(Incorporated in Malaysia)
And Its Subsidiaries

A33. CHANGES IN ACCOUNTING POLICIES AND RESTATEMENT OF COMPARATIVES (CONTD.)**(i) Reconciliation of statements of financial position (contd.)**

	As previously reported RM'000	Effect of pooling of interests method RM'000	As restated RM'000
Bank			
As at 31 March 2013			
Loans and advances	59,032,684	454,107	59,486,791
Other assets	1,169,340	107,669	1,277,009
Property and equipment	125,859	9,467	135,326
Intangible assets	234,676	968	235,644
Other liabilities	3,118,784	113,710	3,232,494

(ii) Reconciliation of income statement and statement of comprehensive income**Group****Income statement for the cumulative quarter ended 30 September 2012**

Operating revenue	2,463,600	2,226	2,465,826
Interest income	2,146,582	844	2,147,426
Other operating income	316,993	1,382	318,375
Share in results of associates	202	202	404
Other operating expenses	(522,628)	(637)	(523,265)
Writeback of allowance for impairment on loans and advances	40,411	1,403	41,814

Income statement for the individual quarter ended 30 September 2012

Operating revenue	1,215,784	1,168	1,216,952
Interest income	1,090,613	438	1,091,051
Other operating income	125,198	730	125,928
Share in results of associates	89	89	178
Other operating expenses	(258,467)	(323)	(258,790)
Writeback of allowance for impairment on loans and advances	30,810	489	31,299

Statement of comprehensive income for the quarter ended 30 September 2012

Net gain/(loss) on financial investments available-for-sale	4,901	(21)	4,880
---	-------	------	-------

(iii) Reconciliation of condensed statements of cash flows**Group****30 September 2012**

Profit before taxation	876,017	3,194	879,211
Adjustments for non-operating and non-cash items	150,443	(201)	150,242
Net change in operating assets	(2,560,573)	(19,679)	(2,580,252)
Net change in operating liabilities	4,891,376	1,934	4,893,310
Net cash generated from/(used in) investing activities	(1,111,796)	870	(1,110,926)
Cash and cash equivalents at beginning of financial year	5,453,638	14,768	5,468,406
Cash and cash equivalents at end of financial period	6,867,865	886	6,868,751