GX BANK BERHAD

(Registration No. 202101014409 (1414709-A))
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	30 June 2026 RM'000	31 December 2025 RM'000
Assets			
Cash and short-term funds	9	190,895	399,946
Placement with banks	10	301,220	150,240
Financial investments at fair value through other comprehensive income ("FVOCI")	11	757,086	632,747
Financial investments at amortised cost	12	22,634	7,653
Loans and advances	13	1,132,861	634,965
Other assets	14	101,931	64,155
Statutory deposits with Bank Negara Malaysia	15	18,500	9,900
Right-of-use assets		2,734	1,345
Plant and equipment		503	977
Tax recoverable		170	455
Intangible assets		14,888	15,470
Total Assets		**2,543,422**	**1,917,853**
Liabilities			
Deposits from customers	16	2,033,409	1,601,773
Other liabilities	17	82,608	84,138
Lease liabilities		2,717	1,200
Total Liabilities		**2,118,734**	**1,687,111**
		424,688	**230,742**
Equity			
Share Capital		1,217,100	902,900
Reserves		58,072	57,481
Accumulated losses		(850,484)	(729,639)
Total equity attributable to owners of the Bank		**424,688**	**230,742**
Commitments	24	752,951	555,712

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2025

GX Bank Berhad
Registration No. 202101014409 (1414709-A)
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Note	Individual Quarter 30 June 2026 RM'000	Individual Quarter 30 June 2025 RM'000	Cumulative Quarter 30 June 2026 RM'000	Cumulative Quarter 30 June 2025 RM'000
Interest income		48,047	17,129	86,279	31,055
Interest expense		(13,979)	(6,380)	(26,610)	(12,763)
Net interest income	18	**34,068**	**10,749**	**59,669**	**18,292**
Fee and commission	19	229	(850)	239	(1,757)
Other income	20	688	502	1,481	832
Non-interest income		**917**	**(348)**	**1,720**	**(925)**
Total operating income		**34,985**	**10,401**	**61,389**	**17,367**
Expenses					
- Personnel costs	21	(26,886)	(28,169)	(51,648)	(52,034)
- Establishment costs	22	(26,745)	(26,857)	(54,119)	(55,611)
- Marketing expenses	22	(7,315)	(1,786)	(10,387)	(2,697)
- Administration and general expenses	22	(2,738)	(5,299)	(5,438)	(8,367)
Total operating expenses		**(63,684)**	**(62,111)**	**(121,592)**	**(118,709)**
Loss before allowances		**(28,699)**	**(51,710)**	**(60,203)**	**(101,342)**
Allowances for credit and other losses	23	(41,020)	(12,012)	(61,897)	(18,569)
Loss before tax		**(69,719)**	**(63,722)**	**(122,100)**	**(119,911)**
Income tax		-	-	-	-
Loss for the financial period		**(69,719)**	**(63,722)**	**(122,100)**	**(119,911)**
Other comprehensive income for the period, net of income tax					
Item that may be reclassified subsequently to statement of profit and loss					
Financial investments at FVOCI					
- net gain/(loss) on change of fair value		756	1,588	(2,476)	1,959
Total other comprehensive income		756	1,588	(2,476)	1,959
Total comprehensive loss for the financial period		(68,963)	(62,134)	(124,576)	(117,952)

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2025

GX Bank Berhad
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UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Share Capital RM'000	Fair value Reserves RM'000	Capital Contribution Reserves RM'000	Accumulated Losses RM'000	Total Equity RM'000
At 1 January 2026	902,900	2,186	55,295	(729,639)	230,742
Loss for the financial period	-	-	-	(122,100)	(122,100)
Other comprehensive loss	-	(2,476)	-	-	(2,476)
Total comprehensive loss for the financial period	-	(2,476)	-	(122,100)	(124,576)
Transaction with owners, recorded directly in equity					
Issuance of ordinary shares	314,200	-	-	-	314,200
Share-based payments	-	-	3,067	1,255	4,322
Total contributions by and distributions to owners	314,200	-	3,067	1,255*	318,522
At 30 June 2026	**1,217,100**	**(290)**	**58,362**	**(850,484)**	**424,688**
At 1 January 2025	720,000	131	51,955	(492,477)	279,609
Loss for the financial period	-	-	-	(119,911)	(119,911)
Other comprehensive income	-	1,959	-	-	1,959
Total comprehensive income/(loss) for the financial period	-	1,959	-	(119,911)	(117,952)
Transaction with owners, recorded directly in equity					
Issuance of ordinary shares	91,450	-	-	-	91,450
Share-based payments	-	-	6,588	-	6,588
Total contributions by and distributions to owners	91,450	-	6,588	-	98,038
At 30 June 2025	**811,450**	**2,090**	**58,543**	**(612,388)**	**259,695**

*The adjustment to the current year's retained earnings is attributable to the expiry of employee share options under the share-based payment scheme.

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2025

UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	30 June 2026 RM'000	30 June 2025 RM'000
Cash flows from operating activities		
Loss before tax	(122,100)	(119,911)
Adjustments for:		
Amortisation of premium for financial investments at FVOCI	1,246	1,073
Depreciation of right-of-use assets	574	-
Depreciation of plant and equipment	474	1,263
Amortisation of intangible assets	1,538	2,332
Finance on lease liabilities	129	78
Allowances for credit and other losses	40,564	18,569
Bad debt written off	11,233	-
Share-based payments	4,322	6,589
Unrealised foreign exchange (gain)/losses	(552)	2,215
Interest income	(86,279)	(31,055)
Interest expense	26,610	12,763
Net gain on disposal of financial assets at FVOCI	(236)	(591)
Remeasurement of provision of reinstatement cost	(11)	-
Finance cost on provision for reinstatement cost	9	20
Operating loss before working capital changes	(122,479)	(106,655)
Changes in working capital:		
Statutory deposits with Bank Negara Malaysia	(8,600)	1,900
Loans and advances	(544,832)	(169,246)
Other assets	(36,625)	1,941
Deposits from customers	431,636	(64,140)
Other liabilities	(3,745)	(14,695)
Cash used in operating activities	(284,645)	(350,895)
Interest received	80,970	28,373
Interest paid	(24,244)	(12,763)
Income tax refunded	285	-
Net cash used in operating activities	(227,634)	(335,285)
Cash flows from investing activities		
Additions to plant and equipment	-	(472)
Addition of intangibles	(956)	(84)
Recharge to other related party	-	217
(Acquisition)/redemption of financial investments at FVOCI	(127,845)	250,739
Investment in financial investments at amortised cost	(15,704)	-
Net cash (used in)/generated from investing activities	(144,505)	250,400
Cash flows from financing activities		
Proceeds from issuance of ordinary shares	314,200	91,450
Payment of lease liabilities	(705)	(674)
Net cash generated from financing activities	313,495	90,776
Net (decrease)/increase in cash and cash equivalents	(58,644)	5,891
Cash and cash equivalents at beginning of the period	499,869	850,910
Placement with bank, with original maturity more than three months	50,000	-
Effect of exchange rate changes	(312)	(431)
Cash and cash equivalents at end of the period	490,913	856,370
Cash and cash equivalents comprise:		
Cash and short-term funds	190,913	506,370
Placement with banks	300,000	350,000
	490,913	856,370

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2025

NOTES TO THE FINANCIAL STATEMENTS

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 2025.

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 2025, except for the adoption of the following accounting standards, annual improvements and amendments to MFRS during the current financial period:

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7*, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements ─ Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*
- Amendments to MFRS 9, *Financial Instruments* and MFRS 7*, Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity*

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Translation to a Hyperinflationary Presentation Currency*

The Bank plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 January 2026 for the amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 January 2027 for the accounting standards that are effective for annual periods beginning on or after 1 January 2027.

The Bank is currently evaluating the impact of MFRS 18, which is expected to significantly change the presentation of the Statement of Profit or Loss by introducing new defined subtotals (Operating, Investing, and Financing) and requiring disclosures for Management-defined Performance Measures (MPMs).

The initial application of the accounting standards, interpretations or amendments is not expected to have any material financial impacts to the interim financial statements of the Bank.

2. AUDITORS' REPORT

The auditors' report for the financial year ended 31 December 2025 was not subject to any qualification.

3. SEASONAL OR CYCLICAL FACTORS

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

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. EXCEPTIONAL OR UNUSUAL ITEMS

There were no exceptional or unusual items for the financial quarter and period ended 30 June 2026.

5. CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in prior financial years that have a material effect on the current financial quarter and period.

6. DEBT AND EQUITY SECURITIES

During the financial quarter, the Bank issued 314,200,000 (30 June 2025: 91,450,000) ordinary shares at RM1.00 per share for cash totalling RM314,200,000 (30 June 2025: RM91,450,000).

Other than above, there were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the current financial quarter and period ended 30 June 2025.

7. DIVIDEND PAID

No dividend was paid and declared during the financial period and the Directors do not recommend any dividend to be paid for the financial period.

8. SIGNIFICANT AND SUBSEQUENT EVENTS

There were no material events subsequent to the date of statement of financial positions that require disclosures to the unaudited condensed interim financial statements.

9. CASH AND SHORT-TERM FUNDS

	30 June 2026 RM'000	31 December 2025 RM'000
Cash and balances with banks and other financial institutions	190,949	40,929
Money at call and interbank placements maturing within one month	11	359,026
	190,960	399,955
Less: Allowance for expected credit loss ("ECL")	(65)	(9)
	190,895	399,946

Movement in allowances for ECL are as follows:

Stage 1 - 12-month ECL	**Note**	**30 June 2026 RM'000**	**31 December 2025 RM'000**
Balance at beginning of the financial period/year		9	58
New financial assets originated		-	18
Transfer from placement with banks	10	262	781
Financial assets derecognised		(207)	(777)
Net remeasurement of allowances		1	(71)
Net allowance for ECL		56	(49)
Balance at end of the financial period/year		65	9

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. PLACEMENT WITH BANKS

	30 June 2026 RM'000	31 December 2025 RM'000
Money at call and interbank placement maturing after one month	301,274	150,299
Less: Allowance for ECL	(54)	(59)
	301,220	150,240
Placement with original maturity of:		
Three months or less	301,274	100,263
More than three months	-	50,036
	301,274	150,299

Movement in allowances for ECL are as follows:

Stage 1 - 12-month ECL	**Note**	**30 June 2026 RM'000**	**31 December 2025 RM'000**
Balance at beginning of the financial period/year		59	159
New financial assets originated		256	694
Transfer to cash and short-term funds	9	(262)	(781)
Net remeasurement of allowances		1	(13)
Net allowance for ECL		(5)	(100)
Balance at end of the financial period/year		54	59

11. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVOCI")

	30 June 2026 RM'000	31 December 2025 RM'000
At Fair Value		
Malaysian Government Securities	562,481	509,330
Malaysian Government Investment Issues	194,605	123,417
	757,086	632,747

12. FINANCIAL INVESTMENTS AT AMORTISED COST

	30 June 2026 RM'000	31 December 2025 RM'000
Investment Notes	24,131	8,137
Less: Allowance for ECL	(1,497)	(484)
	22,634	7,653

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. FINANCIAL INVESTMENTS AT AMORTISED COST (CONTINUED)

(a) Movements in impaired financial investments at amortised cost are as follows:

	30 June 2026 RM'000	31 December 2025 RM'000
Balance at beginning of the financial period/year	83	-
Impaired during the period/year	403	83
Amount recovered	(92)	-
Amount written off	(99)	-
Balance at end of the financial period/year	295	83

(b) Movements in allowances for ECL are as follows:

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total RM'000
2026				
Balance at beginning of the financial period	367	72	45	484
Transfer to stage 1	80	(80)	-	-
Transfer to stage 2	(350)	350	-	-
Transfer to stage 3	-	(92)	92	-
New financial assets originated	1,063	-	-	1,063
Financial assets derecognised	(240)	(24)	(45)	(309)
Net remeasurement of allowance	107	86	119	312
Net allowance for ECL	660	240	166	1,066
Amount written off	-	-	(53)	(53)
Balance at end of the financial period	1,027	312	158	1,497
2025				
Balance at beginning of the financial year	-	-	-	-
New financial assets originated	367	72	45	484
Balance at end of the financial year	367	72	45	484

13. LOANS AND ADVANCES

At amortised cost	Note	30 June 2026 RM'000	31 December 2025 RM'000
Syndicated term loan		38,845	-
Term loans		250,137	149,879
Unsecured loan		916,835	518,544
Gross loans and advances		1,205,817	668,423
Less: Allowance for ECL:	13(i)		
- Stage 1 - 12 months ECL		(48,776)	(26,238)
- Stage 2 - Lifetime ECL not credit impaired		(4,003)	(1,082)
- Stage 3 - Lifetime ECL credit impaired		(20,177)	(6,138)
		(72,956)	(33,458)
Net loans and advances		1,132,861	634,965

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. LOANS AND ADVANCES (CONTINUED)

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

	30 June 2026 RM'000	31 December 2025 RM'000
Individuals	877,926	502,594
Non-bank Financial Institutions	200,427	99,786
Other domestic entities	102,893	50,092
Micro, Small and Medium Enterprises ("MSME")	24,571	15,951
	1,205,817	668,423

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

	30 June 2026 RM'000	31 December 2025 RM'000
In Malaysia	1,205,817	668,423
	1,205,817	668,423

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

	30 June 2026 RM'000	31 December 2025 RM'000
Fixed rate	1,166,972	668,423
Variable rate	38,845	-
	1,205,817	668,423

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

	30 June 2026 RM'000	31 December 2025 RM'000
Household	877,926	502,594
Agriculture and fishing	485	90
Manufacturing	4,280	1,699
Electricity, gas and water supply	155	4
Construction	768	132
Transport and storage	759	115
Wholesale and retail trade	78,278	62,951
Finance and Insurance	200,427	99,840
Real estate	83	29
Mining and quarrying	47	-
Information and communications	39,011	-
Others	3,598	969
	1,205,817	668,423

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. LOANS AND ADVANCES (CONTINUED)

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

	30 June 2026 RM'000	31 December 2025 RM'000
Maturing within one year	346,483	204,236
Over one year to three years	350,211	186,151
Over three years to five years	483,287	278,036
More than five years	25,836	-
	1,205,817	668,423

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

	30 June 2026 RM'000	31 December 2025 RM'000
Balance at beginning of the financial period/year	6,897	-
Impaired during the period/year	29,861	23,293
Reclassified as performing	(152)	(2,497)
Amount recovered	(865)	(4,670)
Amount written off	(13,071)	(9,229)
Balance at end of the financial period/year	22,670	6,897
Gross impaired loans and advances as % of gross loans and advances	1.88%	1.03%

(g) Impaired loans and advances analysed by geographical distribution are as follows:

	30 June 2026 RM'000	31 December 2025 RM'000
In Malaysia	22,670	6,897
	22,670	6,897

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

	30 June 2026 RM'000	31 December 2025 RM'000
Household	21,628	6,846
Wholesale and retail trade	666	51
Manufacturing	211	-
Construction	91	-
Real estate	34	-
Transport and storage	40	-
	22,670	6,897

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. LOANS AND ADVANCES (CONTINUED)

(i) Movements in allowances for ECL are as follows:

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total RM'000
2026				
Balance at beginning of the financial period	26,238	1,082	6,138	33,458
Transfer to stage 1	1,713	(1,633)	(80)	-
Transfer to stage 2	(3,593)	3,648	(55)	-
Transfer to stage 3	(73)	(3,417)	3,490	-
New financial assets originated	12,238	-	43	12,281
Financial assets derecognised	(303)	(11)	(468)	(782)
Net remeasurement of allowance	12,557	4,335	22,337	39,229
Net allowance for ECL	22,539	2,922	25,267	50,728
Amount written off	(1)	(1)	(11,228)	(11,230)
Balance at end of the financial period	48,776	4,003	20,177	72,956
2025				
Balance at beginning of the financial year	207	-	-	207
Transfer to stage 1	592	(442)	(150)	-
Transfer to stage 2	(1,137)	1,178	(41)	-
Transfer to stage 3	(127)	(859)	986	-
New financial assets originated	16,148	-	12,228	28,376
Financial assets derecognised	(179)	(7)	(1,957)	(2,143)
Net remeasurement of allowance	10,739	1,214	3,285	15,238
Net allowance for ECL	26,036	1,084	14,351	41,471
Amount written off	(5)	(2)	(8,213)	(8,220)
Balance at end of the financial year	26,238	1,082	6,138	33,458

14. OTHER ASSETS

	Note	30 June 2026 RM'000	31 December 2025 RM'000
Deposits	(a)	28,739	28,217
Prepayments		11,806	10,304
Other receivables		60,276	20,990
Deferred expenses		782	1,867
Amount due from related companies	(b)	341	2,789
		101,944	64,167
Less: Allowance for ECL		(13)	(12)
		101,931	64,155

(a) Included in deposits is the cash collateral placed with an external payment services provider amounting to USD6,898,316 (2025: USD6,821,412), equivalent to RM28,178,241 (2025: RM27,694,934).

(b) The amount due from related companies is non-trade in nature, unsecured, interest free and repayable on demand.

15. STATUTORY DEPOSITS WITH BANK NEGARA MALAYSIA

The non-interest bearing statutory deposits are maintained with Bank Negara Malaysia in compliance with Section 26(2)(c) and 26(3) of the Central Bank of Malaysia Act 2009, the amounts of which are determined as a set percentage of total eligible liabilities.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. DEPOSITS FROM CUSTOMERS

(a) By type of deposit

	Note	30 June 2026 RM'000	31 December 2025 RM'000
Current accounts	(i)	273,942	162,734
Savings deposits		1,759,467	1,439,039
		2,033,409	1,601,773

(i) Included in current accounts are deposits amounting to RM262.5 million (2025: RM157.5 million) that was placed by a related company as cash collateral that are restricted from withdrawal until the credit facilities are discharged.

(b) By type of customers

	30 June 2026 RM'000	31 December 2025 RM'000
Business enterprises	273,942	162,734
Individuals	1,759,467	1,439,039
	2,033,409	1,601,773

17. OTHER LIABILITIES

	Note	30 June 2026 RM'000	31 December 2025 RM'000
Accruals		41,095	47,058
Amounts due to related companies		4,725	8,233
Provision for reinstatement cost		518	650
Other payables		11,894	11,717
Allowance for ECL on loan commitment	(a)	21,733	13,353
Deferred revenue		2,643	3,127
		82,608	84,138

(a) Movements in allowance for ECL on loan commitments which reflect the ECL model on impairment is as follows:

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total RM'000
2026				
Balance at beginning of the financial period	12,989	364	-	13,353
Transfer to stage 1	609	(609)	-	-
Transfer to stage 2	(537)	537	-	-
Transfer to stage 3	(26)	(1,118)	1,144	-
New exposure originated	10,887	-	-	10,887
Net remeasurement of allowance	(2,560)	1,802	(1,144)	(1,902)
Financial exposure derecognised	(600)	(5)	-	(605)
Net allowance for ECL	7,773	607	-	8,380
Balance at end of the financial period	20,762	971	-	21,733

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17. OTHER LIABILITIES (CONTINUED)

(a) Movements in allowance for ECL on loan commitments which reflect the ECL model on impairment is as follows (continued)

	Stage 1 12-month ECL RM'000	Stage 2 Lifetime ECL not credit impaired RM'000	Stage 3 Lifetime ECL credit impaired RM'000	Total RM'000
2025				
Balance at beginning of the financial year	933	-	-	933
Transfer to stage 1	152	(152)	-	-
Transfer to stage 2	(164)	164	-	-
Transfer to stage 3	(29)	(257)	286	-
New exposure originated	13,869	-	-	13,869
Net remeasurement of allowance	(1,168)	611	(286)	(843)
Financial exposure derecognised	(604)	(2)	-	(606)
Net allowance for ECL	12,056	364	-	12,420
Balance at end of the financial year	12,989	364	-	13,353

18. NET INTEREST INCOME

	Individual Quarter 30 June 2026 RM'000	Individual Quarter 30 June 2025 RM'000	Cumulative Quarter 30 June 2026 RM'000	Cumulative Quarter 30 June 2025 RM'000
Interest income				
Placement with banks	3,950	8,299	8,298	15,205
Financial investments at FVOCI	6,157	3,031	11,615	8,494
Financial investments at amortised cost	1,050	-	1,718	-
Loans and advances	36,740	5,588	64,341	6,909
Other interest earning assets	150	211	307	447
Total interest income	48,047	17,129	86,279	31,055
Interest expense				
Deposits from customers	(13,979)	(6,380)	(26,610)	(12,763)
Total interest expense	(13,979)	(6,380)	(26,610)	(12,763)
Net interest income	**34,068**	**10,749**	**59,669**	**18,292**

19. FEE AND COMMISSION

	Individual Quarter 30 June 2026 RM'000	Individual Quarter 30 June 2025 RM'000	Cumulative Quarter 30 June 2026 RM'000	Cumulative Quarter 30 June 2025 RM'000
Bancassurance commission	65	85	153	126
Net fee income/(expense)	164	(935)	86	(1,883)
	229	(850)	239	(1,757)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

20. OTHER INCOME

	Individual Quarter		Cumulative Quarter	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Investment income	57	421	236	591
Other income	631	81	1,245	241
	688	502	1,481	832

21. PERSONNEL COSTS

	Individual Quarter		Cumulative Quarter	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Salaries, bonuses & other costs	21,869	22,950	43,776	42,044
Contributions to State Funds	1,799	1,788	3,550	3,401
Share-based payments	3,218	3,431	4,322	6,589
	26,886	28,169	51,648	52,034

22. OTHER OPERATING EXPENSES

	Individual Quarter		Cumulative Quarter	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Establishment costs				
Amortisation of intangible assets	773	1,152	1,538	2,332
Depreciation of right-of-use assets	211	351	574	698
Depreciation of plant and equipment	156	308	474	565
Information technology expenses	18,581	21,478	39,623	44,277
Finance cost on lease liability	30	37	129	78
Remeasurement of provision of reinstatement cost	45	-	-	-
Finance cost on provision for reinstatement cost	(10)	10	(1)	20
Others	6,959	3,521	11,782	7,641
	26,745	26,857	54,119	55,611
Marketing expenses				
Advertising and publicity	7,066	1,639	10,014	2,448
Others	249	147	373	249
	7,315	1,786	10,387	2,697
Administration and general expenses				
Auditors' remuneration	94	60	189	121
Director related expenses	132	69	357	357
Legal and professional fees	632	723	1,409	1,412
Travel and entertainment expenses	189	157	360	391
Office maintenance	824	1,109	1,574	1,892
Others	867	3,181	1,549	4,194
	2,738	5,299	5,438	8,367

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

23. ALLOWANCES FOR CREDIT AND OTHER LOSSES

	Individual Quarter		Cumulative Quarter	
	30 June 2026 RM'000	30 June 2025 RM'000	30 June 2026 RM'000	30 June 2025 RM'000
Loans and advances				
- Net charge	34,152	11,216	50,728	14,903
- Bad debt written off	1,579	-	1,934	-
- Bad debt recovered	(219)	-	(306)	-
	35,512	11,216	52,356	14,903
Cash and short-term funds	(22)	(12)	56	(29)
Placement with banks	(29)	(105)	(5)	25
Financial investments at amortised cost				
- Net charge	698	-	1,066	-
- Bad debt written off	44	-	44	-
	742	-	1,110	-
Commitments	4,817	913	8,380	3,670
	41,020	**12,012**	**61,897**	**18,569**

24. COMMITMENTS

Commitments comprise of agreements to provide credit facilities to customer are as follows:

	30 June 2026 RM'000	31 December 2025 RM'000
Undrawn credit commitments	752,951	555,712
	752,951	**555,712**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

25. FAIR VALUE OF ASSETS AND LIABILITIES

Determination of fair value

Financial investments measured at FVOCI are generally valued based on quoted prices or observable market prices at the reporting date. When such prices are unavailable, valuation techniques, such as pricing models or discounted cash flow analysis, are employed. If discounted cash flow techniques are used, the estimated future cash flows are discounted using the prevailing market rates for similar instruments at the reporting date.

The fair value of loans and advances is estimated based on expected future cash flows from contractual installment payments, discounted at prevailing interest rates as of the reporting date, which are offered for similar loans to new borrowers with similar credit profiles. For impaired loans, the fair value is considered to be close to the carrying amount, as this amount already reflects any impairment allowances.

Fair value hierarchy

Fair value of financial assets and liabilities are determined according to the following hierarchy:
Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and/or
Level 3 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total Fair Value RM'000	Carrying Amount RM'000
30 June 2026					
Financial assets measured at fair value					
Financial investments at FVOCI	-	757,086	-	757,086	757,086
Financial assets for which fair values are disclosed					
Loans and advances	-	-	1,196,890	1,196,890	1,132,861
Financial investments at amortised cost	-	-	25,078	25,078	22,634
31 December 2025					
Financial assets measured at fair value					
Financial investments at FVOCI	-	632,747	-	632,747	632,747
Financial assets for which fair values are disclosed					
Loans and advances	-	-	662,976	662,976	634,965
Financial investments at amortised cost	-	-	9,942	9,942	7,653

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

25. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

The carrying amounts of financial assets and financial liabilities reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

25.1 Classification of financial instruments

30 June 2026	Carrying Amount RM'000	Amortised Cost RM'000	FVOCI RM'000
Financial assets			
Cash and short-term funds	190,895	190,895	-
Placement with banks	301,220	301,220	-
Financial investments at FVOCI	757,086	-	757,086
Financial investments at amortised cost	22,634	22,634	-
Loans and advances	1,132,861	1,132,861	-
Other assets*	89,343	89,343	-
Statutory deposits with Bank Negara Malaysia	18,500	18,500	-
	2,512,539	1,755,453	757,086
Financial liabilities			
Deposits from customers	2,033,409	2,033,409	-
Other liabilities*	58,232	58,232	-
Lease liabilities	2,717	2,717	-
	2,094,358	2,094,358	-
31 December 2025			
Financial assets			
Cash and short-term funds	399,946	399,946	-
Placement with banks	150,240	150,240	-
Financial investments at FVOCI	632,747	-	632,747
Financial investments at amortised cost	7,653	7,653	-
Loans and advances	634,965	634,965	-
Other assets*	51,984	51,984	-
Statutory deposits with Bank Negara Malaysia	9,900	9,900	-
	1,887,435	1,254,688	632,747
Financial liabilities			
Deposits from customers	1,601,773	1,601,773	-
Other liabilities*	67,658	67,658	-
Lease liabilities	1,200	1,200	-
	1,670,631	1,670,631	-

* Excludes non-financial assets such as prepayments and non-liabilities such as deferred revenue and provision.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

25. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

25.2 Net gains and losses arising from financial instruments

Net gains/(losses) on:	30 June 2026 RM'000	31 December 2025 RM'000
Financial assets measured at FVOCI	(11,851)	18,206
Financial assets measured at amortised cost	(68,874)	56,652
Financial liabilities measured at amortised cost	23,611	(25,762)
	(57,114)	49,096

25.3 Fair value measurement

	Carrying amount		Fair value	
	30 June 2026 RM'000	31 December 2025 RM'000	30 June 2026 RM'000	31 December 2025 RM'000
Financial assets				
Cash and short-term funds	190,895	399,946	190,895	399,946
Placement with banks	301,220	150,240	301,220	150,240
Financial investments at FVOCI	757,086	632,747	757,086	632,747
Financial investments at amortised cost	22,634	7,653	25,078	9,942
Loans and advances	1,132,861	634,965	1,196,890	662,976
Other assets*	89,343	51,984	89,343	51,984
Statutory deposits with Bank Negara Malaysia	18,500	9,900	18,500	9,900
	2,512,539	1,887,435	2,579,012	1,917,735
Financial liabilities				
Deposits from customers	2,033,409	1,601,773	2,033,409	1,601,773
Other liabilities*	58,232	67,658	58,232	67,658
Lease liabilities	2,717	1,200	2,717	1,200
	2,094,358	1,670,631	2,094,358	1,670,631

* Excludes non-financial assets such as prepayments and non-liabilities such as deferred revenue and provision.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

26. CAPITAL ADEQUACY

The Bank is required to comply with the requirements as set out in BNM's Capital Adequacy Framework, except for certain areas of simplification or exemption as specified in BNM's Licensing Framework for Digital Banks ("BNM's Licensing Framework"). In accordance with BNM's Licensing Framework, only Common Equity Tier 1 Capital shall be recognised as eligible regulatory capital and the Bank shall maintain a minimum Total Capital Ratio of 8% (2025: 8%).

The table below shows the composition of the Bank's regulatory capital and capital adequacy ratios which were determined in accordance with BNM's Capital Adequacy Framework (Capital Components), Capital Adequacy Framework (Basel II - Risk-Weighted Assets) and BNM's Licensing Framework:

	30 June 2026 RM'000	31 December 2025 RM'000
Tier 1 capital		
Paid-up ordinary share capital	1,217,100	902,900
Accumulated losses	(850,484)	(729,639)
Other reserves	58,072	57,481
	424,688	230,742
Less: Regulatory deductions	(15,178)	(16,672)
Total Common Equity Tier 1 (CET 1) and Tier 1 Capital	409,510	214,070
Tier 2 capital		
Expected credit losses	-	-
Regulatory reserve	-	-
Total Tier 2 capital	-	-
Total capital base	**409,510**	**214,070**
Capital ratios		
CET 1 Capital Ratio	42.562%	37.578%
Tier 1 Capital Ratio	42.562%	37.578%
Total Capital Ratio	42.562%	37.578%

Breakdown of risk-weighted assets for each risk component are as follows:

	30 June 2026 RM'000	31 December 2025 RM'000
Credit risk	846,533	490,105
Market risk	38,036	38,693
Operational risk	77,576	40,878
Total risk-weighted assets	962,145	569,676
Credit risk-weighted assets breakdown:		
- subject to 20% risk weight	66,909	35,834
- subject to 50% risk weight	1,247	-
- subject to 75% risk weight	682,540	387,326
- subject to 100% risk weight	95,837	66,945