

Company No: 14389-U

Affin Hwang Investment Bank Berhad
(Incorporated in Malaysia)

PILLAR 3 DISCLOSURES
for the financial period ended 30 June 2018

Affin Hwang Investment Bank Berhad

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The following table depicts the risk weighted assets ("RWA") and regulatory capital requirements:

Table 1: Risk-Weighted Assets and Capital Requirements

The Group

| As at 30 June 2018 | Gross exposures | Net exposures | Risk Weighted Assets | Capital requirements | |
|--|------------------|------------------|----------------------|----------------------|----------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | |
| (i) Credit risk | | | | | |
| Exposure Class | | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereigns/Central Banks | 3,137,448 | 3,137,448 | 3,873 | 310 | |
| Banks, Development Financial Institutions ("DFIs") & Multilateral Development Banks ("MDBs") | 490,326 | 490,326 | 101,941 | 8,155 | |
| Corporates | 2,918,999 | 2,918,999 | 1,753,739 | 140,299 | |
| Regulatory Retail | 379,287 | 5,096 | 3,822 | 306 | |
| Other Assets | 236,402 | 236,402 | 236,363 | 18,909 | |
| Defaulted Exposures | 66,757 | 66,757 | 100,135 | 8,011 | |
| Total for on-balance sheet exposures | 7,229,219 | 6,855,028 | 2,199,873 | 175,990 | |
| <u>Off-Balance Sheet Exposures</u> | | | | | |
| Over-the-counter ("OTC") derivatives | 165,877 | 165,877 | 70,611 | 5,649 | |
| Non-OTC Derivatives | 182,287 | 182,287 | 182,276 | 14,582 | |
| Total for off-balance sheet exposures | 348,164 | 348,164 | 252,887 | 20,231 | |
| Total credit risk exposures | 7,577,383 | 7,203,192 | 2,452,760 | 196,221 | |
| (ii) Large exposures risk requirements | | | | | |
| | - | - | - | - | |
| (iii) Market risk | | | | | |
| | Gross exposures | | Net exposures | Risk Weighted Assets | Capital requirements |
| | RM'000 | | RM'000 | RM'000 | RM'000 |
| | Long Position | Short Position | | | |
| | RM'000 | RM'000 | | | |
| Interest rate risk | 6,411,120 | 6,248,805 | 162,315 | 227,585 | 18,207 |
| Foreign currency risk | 2,799,668 | 2,748,786 | 50,882 | 89,680 | 7,174 |
| Equity risk | 29,617 | 65 | 29,552 | 81,448 | 6,516 |
| Option | - | - | - | - | - |
| Total market risk exposures | 9,240,405 | 8,997,656 | 242,749 | 398,713 | 31,897 |
| (iv) Operational risk | | | | | |
| | | | Risk Weighted Assets | Capital requirements | |
| | | | RM'000 | RM'000 | |
| Operational risk | | | 827,176 | 66,174 | |
| Total risk-weighted assets and capital requirements | | | 3,678,649 | 294,292 | |

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Table 1: Risk-Weighted Assets and Capital Requirements (Continued)

The Bank

| As at 30 June 2018 | Gross exposures | Net exposures | Risk Weighted Assets | Capital requirements | |
|--|------------------|------------------|----------------------|----------------------|----------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | |
| (i) Credit risk | | | | | |
| Exposure Class | | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereigns/Central Banks | 3,137,448 | 3,137,448 | 3,873 | 310 | |
| Banks, Development Financial Institutions ("DFIs") & Multilateral Development Banks ("MDBs") | 220,699 | 220,699 | 44,140 | 3,531 | |
| Corporates | 2,863,634 | 2,863,634 | 1,702,053 | 136,164 | |
| Regulatory Retail | 379,287 | 5,096 | 3,822 | 306 | |
| Other Assets | 168,264 | 168,264 | 168,228 | 13,458 | |
| Defaulted Exposures | 66,757 | 66,757 | 100,135 | 8,011 | |
| Total for on-balance sheet exposures | 6,836,089 | 6,461,898 | 2,022,251 | 161,780 | |
| <u>Off-Balance Sheet Exposures</u> | | | | | |
| Over-the-counter ("OTC") derivatives | 165,877 | 165,877 | 70,611 | 5,649 | |
| Non-OTC Derivatives | 182,287 | 182,287 | 182,276 | 14,582 | |
| Total for off-balance sheet exposures | 348,164 | 348,164 | 252,887 | 20,231 | |
| Total credit risk exposures | 7,184,253 | 6,810,062 | 2,275,138 | 182,011 | |
| (ii) Large exposures risk requirements | - | - | - | - | |
| (iii) Market risk | | | | | |
| | Gross exposures | | Net exposures | Risk Weighted Assets | Capital requirements |
| | RM'000 | | RM'000 | RM'000 | RM'000 |
| | Long Position | Short Position | | | |
| | RM'000 | RM'000 | | | |
| Interest rate risk | 6,411,120 | 6,248,805 | 162,315 | 227,585 | 18,207 |
| Foreign currency risk | 2,718,786 | 2,748,031 | (29,244) | 39,455 | 3,156 |
| Equity risk | 29,617 | 65 | 29,552 | 81,448 | 6,516 |
| Option | - | - | - | - | - |
| Total market risk exposures | 9,159,523 | 8,996,901 | 162,623 | 348,488 | 27,879 |
| (iv) Operational risk | | | | | |
| | | | Risk Weighted Assets | Capital requirements | |
| | | | RM'000 | RM'000 | |
| Operational risk | | | 439,534 | 35,163 | |
| Total risk-weighted assets and capital requirements | | | 3,063,160 | 245,053 | |

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Table 1: Risk-Weighted Assets and Capital Requirements (Continued)

The Group

| As at 31 December 2017 | Gross exposures | Net exposures | Risk Weighted Assets | Capital requirements | |
|--|------------------|------------------|----------------------|----------------------|----------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | |
| (i) Credit risk | | | | | |
| Exposure Class | | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereigns/Central Banks | 2,776,977 | 2,776,977 | 4,090 | 327 | |
| Banks, Development Financial Institutions ("DFIs") & Multilateral Development Banks ("MDBs") | 775,828 | 775,828 | 160,053 | 12,804 | |
| Corporates | 2,830,309 | 2,830,309 | 1,621,699 | 129,736 | |
| Regulatory Retail | 362,396 | 5,215 | 3,911 | 313 | |
| Other Assets | 350,481 | 350,481 | 283,818 | 22,705 | |
| Defaulted Exposures | 65,900 | 65,900 | 98,849 | 7,908 | |
| Total for on-balance sheet exposures | 7,161,891 | 6,804,710 | 2,172,420 | 173,793 | |
| <u>Off-Balance Sheet Exposures</u> | | | | | |
| Over-the-counter ("OTC") derivatives | 169,080 | 169,080 | 69,944 | 5,596 | |
| Non-OTC Derivatives | 116,835 | 116,835 | 116,835 | 9,347 | |
| Total for off-balance sheet exposures | 285,915 | 285,915 | 186,779 | 14,943 | |
| Total credit risk exposures | 7,447,806 | 7,090,625 | 2,359,199 | 188,736 | |
| (ii) Large exposures risk requirements | | | | | |
| | - | - | - | - | |
| (iii) Market risk | | | | | |
| | Gross exposures | | Net exposures | Risk Weighted Assets | Capital requirements |
| | RM'000 | | RM'000 | RM'000 | RM'000 |
| | Long Position | Short Position | | | |
| | RM'000 | RM'000 | | | |
| Interest rate risk | 4,069,333 | 4,071,838 | (2,505) | 175,238 | 14,019 |
| Foreign currency risk | 3,220,431 | 3,098,386 | 122,045 | 139,400 | 11,152 |
| Equity risk | 47,544 | - | 47,544 | 125,607 | 10,049 |
| Option risk | - | - | - | - | - |
| Total market risk exposures | 7,337,308 | 7,170,224 | 167,084 | 440,245 | 35,220 |
| (iv) Operational risk | | | | | |
| | | | Risk Weighted Assets | Capital requirements | |
| | | | RM'000 | RM'000 | |
| Operational risk | | | 777,901 | 62,232 | |
| Total risk-weighted assets and capital requirements | | | 3,577,345 | 286,188 | |

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Table 1: Risk-Weighted Assets and Capital Requirements (Continued)

The Bank

| As at 31 December 2017 | Gross exposures | Net exposures | Risk Weighted Assets | Capital requirements |
|--|------------------|------------------|----------------------|----------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 |
| (i) Credit risk | | | | |
| Exposure Class | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 2,776,977 | 2,776,977 | 4,090 | 327 |
| Banks, Development Financial Institutions ("DFIs") & Multilateral Development Banks ("MDBs") | 402,271 | 402,271 | 85,320 | 6,826 |
| Corporates | 2,799,684 | 2,799,684 | 1,591,866 | 127,349 |
| Regulatory Retail | 362,396 | 5,215 | 3,911 | 313 |
| Other Assets | 227,727 | 227,727 | 161,065 | 12,885 |
| Defaulted Exposures | 65,900 | 65,900 | 98,849 | 7,908 |
| Total for on-balance sheet exposures | 6,634,955 | 6,277,774 | 1,945,101 | 155,608 |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 169,080 | 169,080 | 69,944 | 5,596 |
| Non-OTC Derivatives | 116,835 | 116,835 | 116,835 | 9,347 |
| Total for off-balance sheet exposures | 285,915 | 285,915 | 186,779 | 14,943 |
| Total credit risk exposures | 6,920,870 | 6,563,689 | 2,131,880 | 170,551 |
| (ii) Large exposures risk requirements | | | | |
| | - | - | - | - |
| (iii) Market risk | | | | |
| | Gross exposures | | Net exposures | Risk Weighted Assets |
| | RM'000 | | RM'000 | RM'000 |
| | Long Position | Short Position | | Capital requirements |
| | RM'000 | RM'000 | | RM'000 |
| Interest rate risk | 4,050,531 | 4,071,838 | (21,307) | 12,740 |
| Foreign currency risk | 3,069,917 | 3,098,386 | (28,469) | 2,717 |
| Equity risk | 40,565 | - | 40,565 | 8,513 |
| Option risk | - | - | - | - |
| Total market risk exposures | 7,161,013 | 7,170,224 | (9,211) | 23,970 |
| (iv) Operational risk | | | | |
| | | | Risk Weighted Assets | Capital requirements |
| | | | RM'000 | RM'000 |
| Operational risk | | | 410,291 | 32,823 |
| Total risk-weighted assets and capital requirements | | | 2,841,806 | 227,344 |

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Table 2: Constituents of Eligible Capital and Capital Adequacy Ratios

| | The Group | | The Bank | |
|--|----------------------|----------------------|----------------------|----------------------|
| | 30.06.2018 RM'000 | 31.12.2017 RM'000 | 30.06.2018 RM'000 | 31.12.2017 RM'000 |
| Common Equity Tier (CET) 1 Capital : | | | | |
| Share capital | 999,800 | 999,800 | 999,800 | 999,800 |
| Foreign exchange translation reserve | 151 | 151 | - | - |
| Retained profit | 573,457 | 617,401 | 572,153 | 621,003 |
| Unrealised gains on AFS instruments | (30,900) | (14,466) | (30,982) | (14,762) |
| | <u>1,542,508</u> | <u>1,602,886</u> | <u>1,540,971</u> | <u>1,606,041</u> |
| Less : Regulatory adjustment | | | | |
| Goodwill and other Intangible assets | (323,449) | (323,801) | (316,339) | (316,969) |
| Investment in subsidiaries | - | - | (127,784) | (114,235) |
| Collective allowance reserve | (26,102) | (11,790) | (26,102) | (11,790) |
| Deferred tax assets | (28,356) | (22,165) | (20,193) | (10,817) |
| Total CET 1 Capital | <u>1,164,601</u> | <u>1,245,130</u> | <u>1,050,553</u> | <u>1,152,230</u> |
| Additional Tier 1 Capital | | | | |
| Non-controlling interests | 17,620 | 9,213 | - | - |
| Tier 1 Capital | <u>1,182,221</u> | <u>1,254,343</u> | <u>1,050,553</u> | <u>1,152,230</u> |
| Tier 2 capital | | | | |
| Collective allowance | 30,660 | 13,549 | 28,439 | 13,549 |
| Less : Regulatory adjustment | | | | |
| Investment in subsidiaries | - | - | - | (13,549) |
| Total Tier 2 capital | <u>30,660</u> | <u>13,549</u> | <u>28,439</u> | <u>-</u> |
| Total Capital | <u>1,212,881</u> | <u>1,267,892</u> | <u>1,078,992</u> | <u>1,152,230</u> |
| Proposed dividends | <u>45,000</u> | <u>88,000</u> | <u>45,000</u> | <u>88,000</u> |
| Capital Ratio | | | | |
| CET 1 capital ratio | 31.658% | 34.806% | 34.296% | 40.546% |
| Tier 1 capital ratio | 32.137% | 35.064% | 34.296% | 40.546% |
| Total capital ratio | 32.971% | 35.442% | 35.225% | 40.546% |
| CET 1 capital ratio (net of proposed dividends) | 30.435% | 32.346% | 32.827% | 37.449% |
| Tier 1 capital ratio (net of proposed dividends) | 30.914% | 32.604% | 32.827% | 37.449% |
| Total capital ratio (net of proposed dividends) | 31.748% | 32.982% | 33.756% | 37.449% |
| Credit risk | 2,452,760 | 2,359,199 | 2,275,138 | 2,131,880 |
| Market risk | 398,713 | 440,245 | 348,488 | 299,635 |
| Operational risk | 827,176 | 777,901 | 439,534 | 410,291 |
| Total RWA | <u>3,678,649</u> | <u>3,577,345</u> | <u>3,063,160</u> | <u>2,841,806</u> |

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4.1 Distribution of Credit Exposures

- (i) The following table depicts the geographical distribution of the Bank's gross credit exposures, based on the country of incorporation or residence:

Table 3: Gross Credit Exposures by Geographic Distribution

| The Group | | | |
|--|------------------|------------------------|------------------|
| As at 30 June 2018 | Malaysia | Other Countries | Total |
| Exposure Class | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | |
| Sovereign / Central Banks | 3,137,448 | - | 3,137,448 |
| Banks, DFIs & MDBs | 485,412 | 4,914 | 490,326 |
| Corporates | 2,806,389 | 112,610 | 2,918,999 |
| Regulatory Retail | 379,287 | - | 379,287 |
| Other assets | 236,402 | - | 236,402 |
| Defaulted Exposures | 66,757 | - | 66,757 |
| Total On-Balance Sheet Exposures | 7,111,695 | 117,524 | 7,229,219 |
| <u>Off-Balance Sheet Exposures</u> | | | |
| OTC Derivatives | 165,877 | - | 165,877 |
| Non OTC Derivatives | 182,287 | - | 182,287 |
| Total Off-Balance Sheet Exposures | 348,164 | - | 348,164 |
| Total Gross Credit Exposures | 7,459,859 | 117,524 | 7,577,383 |
| The Bank | | | |
| As at 30 June 2018 | Malaysia | Other Countries | Total |
| Exposure Class | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | |
| Sovereign / Central Banks | 3,137,448 | - | 3,137,448 |
| Banks, DFIs & MDBs | 220,699 | - | 220,699 |
| Corporates | 2,763,138 | 100,496 | 2,863,634 |
| Regulatory Retail | 379,287 | - | 379,287 |
| Other assets | 168,264 | - | 168,264 |
| Defaulted Exposures | 66,757 | - | 66,757 |
| Total On-Balance Sheet Exposures | 6,735,593 | 100,496 | 6,836,089 |
| <u>Off-Balance Sheet Exposures</u> | | | |
| OTC Derivatives | 165,877 | - | 165,877 |
| Non OTC Derivatives | 182,287 | - | 182,287 |
| Total Off-Balance Sheet Exposures | 348,164 | - | 348,164 |
| Total Gross Credit Exposures | 7,083,757 | 100,496 | 7,184,253 |

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Table 3: Gross Credit Exposures by Geographical Distribution (Continued)

| The Group | | | |
|--|------------------|------------------------|------------------|
| As at 31 December 2017 | Malaysia | Other Countries | Total |
| Exposure Class | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | |
| Sovereign / Central Banks | 2,776,977 | - | 2,776,977 |
| Banks, DFIs & MDBs | 759,611 | 16,217 | 775,828 |
| Corporates | 2,757,893 | 72,416 | 2,830,309 |
| Regulatory Retail | 362,396 | - | 362,396 |
| Other assets | 350,481 | - | 350,481 |
| Defaulted Exposures | 65,900 | - | 65,900 |
| Total On-Balance Sheet Exposures | 7,073,258 | 88,633 | 7,161,891 |
| <u>Off-Balance Sheet Exposures</u> | | | |
| OTC Derivatives | 169,080 | - | 169,080 |
| Non-OTC Derivatives | 116,835 | - | 116,835 |
| Total Off-Balance Sheet Exposures | 285,915 | - | 285,915 |
| Total Gross Credit Exposures | 7,359,173 | 88,633 | 7,447,806 |
| The Bank | | | |
| As at 31 December 2017 | Malaysia | Other Countries | Total |
| Exposure Class | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | |
| Sovereign / Central Banks | 2,776,977 | - | 2,776,977 |
| Banks, DFIs & MDBs | 386,054 | 16,217 | 402,271 |
| Corporates | 2,727,268 | 72,416 | 2,799,684 |
| Regulatory Retail | 362,396 | - | 362,396 |
| Other assets | 227,727 | - | 227,727 |
| Defaulted Exposures | 65,900 | - | 65,900 |
| Total On-Balance Sheet Exposures | 6,546,322 | 88,633 | 6,634,955 |
| <u>Off-Balance Sheet Exposures</u> | | | |
| OTC Derivatives | 169,080 | - | 169,080 |
| Non-OTC Derivatives | 116,835 | - | 116,835 |
| Total Off-Balance Sheet Exposures | 285,915 | - | 285,915 |
| Total Gross Credit Exposures | 6,832,237 | 88,633 | 6,920,870 |

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(ii) The following table depicts the Bank's gross credit exposures by sector analysis or industrial distribution:

Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution

| The Group | Primary Agriculture | Mining and Quarrying | Manufacturing (including Agro- based) | Electricity, Gas and Water Supply | Construction | Wholesale, Retail Trade, Restaurants and Hotels | Transport, Storage and Communication | Finance, Insurance, Real Estate and Business Activities | Education, Health and Others | Household | Others | Total |
|--|------------------------|-------------------------|---|--|----------------|--|--|---|------------------------------------|----------------|----------------|------------------|
| As at 30 June 2018 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 324,473 | 440,013 | - | 120,976 | 1,185,095 | 858,681 | - | 208,210 | 3,137,448 |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 490,326 | - | - | - | 490,326 |
| Corporates | 111,265 | 15,061 | 352,986 | 381,638 | 330,202 | 187,291 | 167,042 | 1,127,907 | 151,933 | 92,439 | 1,235 | 2,918,999 |
| Regulatory Retail | 1,497 | - | 32,290 | - | 5,307 | 29,696 | 31,994 | 69,163 | 35,428 | 173,912 | - | 379,287 |
| Other assets | - | - | - | - | - | - | - | - | - | - | 236,402 | 236,402 |
| Defaulted Exposures | - | 1,921 | - | - | 36,545 | 117 | - | 28,174 | - | - | - | 66,757 |
| Total On-Balance Sheet Exposures | 112,762 | 16,982 | 385,276 | 706,111 | 812,067 | 217,104 | 320,012 | 2,900,665 | 1,046,042 | 266,351 | 445,847 | 7,229,219 |
| <u>Off Balance Sheet Exposures</u> | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | 1,564 | - | - | - | 164,313 | - | - | - | 165,877 |
| Non-OTC Derivatives | - | 600 | 65,000 | 82,720 | 31,441 | - | - | - | 1,000 | 1,526 | - | 182,287 |
| Total Off-Balance Sheet Exposures | - | 600 | 65,000 | 84,284 | 31,441 | - | - | 164,313 | 1,000 | 1,526 | - | 348,164 |
| Total Gross Credit Exposures | 112,762 | 17,582 | 450,276 | 790,395 | 843,508 | 217,104 | 320,012 | 3,064,978 | 1,047,042 | 267,877 | 445,847 | 7,577,383 |

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Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)

| The Bank | | | Manufacturing | Electricity, | | | Wholesale, | Finance, | | | | Total |
|--|----------------|---------------|------------------|----------------|----------------|----------------|----------------|------------------|------------------|----------------|----------------|------------------|
| As at 30 June 2018 | Primary | Mining and | (including Agro- | Gas and | Construction | Retail Trade, | Transport, | Insurance, Real | Estate and | Education, | Household | Others |
| Exposure class | Agriculture | Quarrying | based) | Water | RM'000 | Restaurants | Storage and | and Business | Business | Health and | RM'000 | RM'000 |
| | RM'000 | RM'000 | RM'000 | Supply | RM'000 | and Hotels | Communication | Activities | Others | Others | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 324,473 | 440,013 | - | 120,976 | 1,185,095 | 858,681 | - | 208,210 | 3,137,448 |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 220,699 | - | - | - | 220,699 |
| Corporates | 111,265 | 15,061 | 352,986 | 379,986 | 330,202 | 179,831 | 167,042 | 1,082,889 | 151,933 | 92,439 | - | 2,863,634 |
| Regulatory Retail | 1,497 | - | 32,290 | - | 5,307 | 29,696 | 31,994 | 69,163 | 35,428 | 173,912 | - | 379,287 |
| Other assets | - | - | - | - | - | - | - | - | - | - | 168,264 | 168,264 |
| Defaulted Exposures | - | 1,921 | - | - | 36,545 | 117 | - | 28,174 | - | - | - | 66,757 |
| Total On-Balance Sheet Exposures | 112,762 | 16,982 | 385,276 | 704,459 | 812,067 | 209,644 | 320,012 | 2,586,020 | 1,046,042 | 266,351 | 376,474 | 6,836,089 |
| <u>Off Balance Sheet Exposures</u> | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | 1,564 | - | - | - | 164,313 | - | - | - | 165,877 |
| Non-OTC Derivatives | - | 600 | 65,000 | 82,720 | 31,441 | - | - | - | 1,000 | 1,526 | - | 182,287 |
| Total Off-Balance Sheet Exposures | - | 600 | 65,000 | 84,284 | 31,441 | - | - | 164,313 | 1,000 | 1,526 | - | 348,164 |
| Total Gross Credit Exposures | 112,762 | 17,582 | 450,276 | 788,743 | 843,508 | 209,644 | 320,012 | 2,750,333 | 1,047,042 | 267,877 | 376,474 | 7,184,253 |

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Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)

| The Group | Primary | Mining and | Manufacturing | Electricity, | Construction | Wholesale, | Transport, | Finance, | Education, | Household | Others | Total |
|--|---------------|---------------|------------------------|----------------------|----------------|--------------------------------------|---------------------------|--------------------------------|-------------------|----------------|----------------|------------------|
| As at 31 December 2017 | Agriculture | Quarrying | (including Agro-based) | Gas and Water Supply | | Retail Trade, Restaurants and Hotels | Storage and Communication | Estate and Business Activities | Health and Others | | | |
| Exposure class | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 301,516 | 422,323 | - | 141,733 | 328,759 | 1,413,383 | - | 169,263 | 2,776,977 |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 775,828 | - | - | - | 775,828 |
| Corporates | 81,465 | 18,821 | 116,699 | 400,847 | 348,097 | 176,474 | 223,657 | 1,142,413 | 196,691 | 125,145 | - | 2,830,309 |
| Regulatory Retail | 1,461 | - | 11,301 | - | 4,962 | 29,815 | 26,860 | 68,087 | 34,820 | 185,090 | - | 362,396 |
| Other assets | - | - | - | - | - | - | - | - | - | - | 350,481 | 350,481 |
| Defaulted Exposures | - | - | - | - | 36,545 | 153 | - | 29,202 | - | - | - | 65,900 |
| Total On-Balance Sheet Exposures | 82,926 | 18,821 | 128,000 | 702,363 | 811,927 | 206,442 | 392,250 | 2,344,289 | 1,644,894 | 310,235 | 519,744 | 7,161,891 |
| <u>Off Balance Sheet Exposures</u> | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 169,080 | - | - | - | 169,080 |
| Non-OTC Derivatives | - | 600 | 65,000 | 15,177 | 31,441 | - | - | 2,269 | 2,000 | 348 | - | 116,835 |
| Total Off-Balance Sheet Exposures | - | 600 | 65,000 | 15,177 | 31,441 | - | - | 171,349 | 2,000 | 348 | - | 285,915 |
| Total Gross Credit Exposures | 82,926 | 19,421 | 193,000 | 717,540 | 843,368 | 206,442 | 392,250 | 2,515,638 | 1,646,894 | 310,583 | 519,744 | 7,447,806 |

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Table 4: Gross Credit Exposures by Sectorial Analysis or Industrial Distribution (Continued)

| The Bank | | | Manufacturing | Electricity, Gas and Water Supply | Construction | Wholesale, Retail Trade, Restaurants and Hotels | Transport, Storage and Communication | Finance, Insurance, Real Estate and Business Activities | Education, Health and Others | Household | Others | Total |
|--|------------------------|-------------------------|----------------------------|--|----------------|--|--|---|------------------------------------|----------------|----------------|------------------|
| As at 31 December 2017 | Primary Agriculture | Mining and Quarrying | (including Agro- based) | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Exposure class | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>On-Balance Sheet Exposures</u> | | | | | | | | | | | | |
| Sovereign/Central Banks | - | - | - | 301,516 | 422,323 | - | 141,733 | 328,759 | 1,413,383 | - | 169,263 | 2,776,977 |
| Banks, DFIs & MDBs | - | - | - | - | - | - | - | 402,271 | - | - | - | 402,271 |
| Corporates | 81,465 | 18,821 | 116,699 | 400,847 | 348,097 | 176,474 | 223,657 | 1,111,788 | 196,691 | 125,145 | - | 2,799,684 |
| Regulatory Retail | 1,461 | - | 11,301 | - | 4,962 | 29,815 | 26,860 | 68,087 | 34,820 | 185,090 | - | 362,396 |
| Other assets | - | - | - | - | - | - | - | - | - | - | 227,727 | 227,727 |
| Defaulted Exposures | - | - | - | - | 36,545 | 153 | - | 29,202 | - | - | - | 65,900 |
| Total On-Balance Sheet Exposures | 82,926 | 18,821 | 128,000 | 702,363 | 811,927 | 206,442 | 392,250 | 1,940,107 | 1,644,894 | 310,235 | 396,990 | 6,634,955 |
| <u>Off Balance Sheet Exposures</u> | | | | | | | | | | | | |
| OTC Derivatives | - | - | - | - | - | - | - | 169,080 | - | - | - | 169,080 |
| Non-OTC Derivatives | - | 600 | 65,000 | 15,177 | 31,441 | - | - | 2,269 | 2,000 | 348 | - | 116,835 |
| Total Off-Balance Sheet Exposures | - | 600 | 65,000 | 15,177 | 31,441 | - | - | 171,349 | 2,000 | 348 | - | 285,915 |
| Total Gross Credit Exposures | 82,926 | 19,421 | 193,000 | 717,540 | 843,368 | 206,442 | 392,250 | 2,111,456 | 1,646,894 | 310,583 | 396,990 | 6,920,870 |

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(iii) The following table depicts the Bank's gross credit exposures analysed by residual contractual maturity analysis:

Table 5: Gross Credit Exposures by Residual Contractual Maturity Analysis

The Group

| As at 30 June 2018 Exposure class | < 1 year RM'000 | > 1 - 5 years RM'000 | Over 5 years RM'000 | No specific maturity RM'000 | Total RM'000 |
|--|--------------------|-------------------------|------------------------|-----------------------------------|------------------|
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereign/Central Banks | 3,731 | 712,573 | 2,232,299 | 188,845 | 3,137,448 |
| Banks, DFIs & MDBs | 434,329 | 39,267 | 16,730 | - | 490,326 |
| Corporates | 491,588 | 1,604,677 | 614,039 | 208,695 | 2,918,999 |
| Regulatory Retail | 374,679 | 2,364 | 2,244 | - | 379,287 |
| Other assets | - | - | - | 236,402 | 236,402 |
| Defaulted Exposures | 16,301 | 36,546 | 13,910 | - | 66,757 |
| Total On-Balance Sheet Exposures | 1,320,628 | 2,395,427 | 2,879,222 | 633,942 | 7,229,219 |
| <u>Off Balance Sheet Exposures</u> | | | | | |
| OTC Derivatives | 86,744 | 79,053 | 80 | - | 165,877 |
| Non OTC Derivatives | 182,110 | 177 | - | - | 182,287 |
| Total Off-Balance Sheet Exposures | 268,854 | 79,230 | 80 | - | 348,164 |
| Total Gross Credit Exposures | 1,589,482 | 2,474,657 | 2,879,302 | 633,942 | 7,577,383 |

The Bank

| As at 30 June 2018 Exposure class | < 1 year RM'000 | > 1 - 5 years RM'000 | Over 5 years RM'000 | No specific maturity RM'000 | Total RM'000 |
|--|--------------------|-------------------------|------------------------|-----------------------------------|------------------|
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereign/Central Banks | 3,731 | 712,573 | 2,232,299 | 188,845 | 3,137,448 |
| Banks, DFIs & MDBs | 170,391 | 35,194 | 15,114 | - | 220,699 |
| Corporates | 489,953 | 1,602,050 | 604,201 | 167,430 | 2,863,634 |
| Regulatory Retail | 374,679 | 2,364 | 2,244 | - | 379,287 |
| Other assets | - | - | - | 168,264 | 168,264 |
| Defaulted Exposures | 16,301 | 36,546 | 13,910 | - | 66,757 |
| Total On-Balance Sheet Exposures | 1,055,055 | 2,388,727 | 2,867,768 | 524,539 | 6,836,089 |
| <u>Off Balance Sheet Exposures</u> | | | | | |
| OTC Derivatives | 86,744 | 79,053 | 80 | - | 165,877 |
| Non OTC Derivatives | 182,110 | 177 | - | - | 182,287 |
| Total Off-Balance Sheet Exposures | 268,854 | 79,230 | 80 | - | 348,164 |
| Total Gross Credit Exposures | 1,323,909 | 2,467,957 | 2,867,848 | 524,539 | 7,184,253 |

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Table 5: Gross Credit Exposures by Residual Contractual Maturity Analysis (Continued)

The Group

| As at 31 December 2017 Exposure class | < 1 year RM'000 | > 1 - 5 years RM'000 | Over 5 years RM'000 | No specific maturity RM'000 | Total RM'000 |
|---|--------------------|-------------------------|------------------------|-----------------------------------|------------------|
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereign/Central Banks | 13,789 | 513,976 | 2,079,949 | 169,263 | 2,776,977 |
| Banks, DFIs & MDBs | 679,760 | 80,825 | 15,243 | - | 775,828 |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - |
| Corporates | 384,309 | 1,488,688 | 703,048 | 254,264 | 2,830,309 |
| Regulatory Retail | 357,455 | 2,446 | 2,495 | - | 362,396 |
| Other assets | - | - | - | 350,481 | 350,481 |
| Defaulted Exposures | 14,417 | 36,545 | 14,938 | - | 65,900 |
| Total On-Balance Sheet Exposures | 1,449,730 | 2,122,480 | 2,815,673 | 774,008 | 7,161,891 |
| <u>Off Balance Sheet Exposures</u> | | | | | |
| OTC Derivatives | 107,678 | 61,402 | - | - | 169,080 |
| Non-OTC Derivatives | 116,595 | 240 | - | - | 116,835 |
| Total Off-Balance Sheet Exposures | 224,273 | 61,642 | - | - | 285,915 |
| Total Gross Credit Exposures | 1,674,003 | 2,184,122 | 2,815,673 | 774,008 | 7,447,806 |

The Bank

| As at 31 December 2017 Exposure class | < 1 year RM'000 | > 1 - 5 years RM'000 | Over 5 years RM'000 | No specific maturity RM'000 | Total RM'000 |
|---|--------------------|-------------------------|------------------------|-----------------------------------|------------------|
| <u>On-Balance Sheet Exposures</u> | | | | | |
| Sovereign/Central Banks | 13,789 | 513,976 | 2,079,949 | 169,263 | 2,776,977 |
| Banks, DFIs & MDBs | 306,203 | 80,825 | 15,243 | - | 402,271 |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - |
| Corporates | 384,309 | 1,487,698 | 703,048 | 224,629 | 2,799,684 |
| Regulatory Retail | 357,455 | 2,446 | 2,495 | - | 362,396 |
| Other assets | - | - | - | 227,727 | 227,727 |
| Defaulted Exposures | 14,417 | 36,545 | 14,938 | - | 65,900 |
| Total On-Balance Sheet Exposures | 1,076,173 | 2,121,490 | 2,815,673 | 621,619 | 6,634,955 |
| <u>Off Balance Sheet Exposures</u> | | | | | |
| OTC Derivatives | 107,678 | 61,402 | - | - | 169,080 |
| Non-OTC Derivatives | 116,595 | 240 | - | - | 116,835 |
| Total Off-Balance Sheet Exposures | 224,273 | 61,642 | - | - | 285,915 |
| Total Gross Credit Exposures | 1,300,446 | 2,183,132 | 2,815,673 | 621,619 | 6,920,870 |

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- (i) The sectorial analysis of past due and impaired loans, advances and financing and the individual and collective impairment loan allowances by sectors are depicted below:

Table 6: Past Due and Impaired Loans, Advances and Financing by Sectorial Analysis

| The Group and The Bank | Impaired loans, advances and financing* | Individual assessment allowance | Collective assessment allowance | Total Impairment Allowance for Loans, Advances and Financing |
|---|---|---------------------------------|---------------------------------|--|
| As at 30 June 2018 | RM'000 | RM'000 | RM'000 | RM'000 |
| By Sector | | | | |
| Primary Agriculture | - | - | 198 | 198 |
| Mining and Quarrying | 2,581 | 659 | 1 | 660 |
| Manufacturing (including Agro-based) | - | - | 2,080 | 2,080 |
| Electricity, Gas and Water Supply | - | - | - | - |
| Construction | 36,545 | - | 168 | 168 |
| Wholesale, Retail Trade, Restaurants and Hotels | 117 | - | 416 | 416 |
| Transport, Storage and Communication | - | - | 1,046 | 1,046 |
| Finance, Insurance, Real Estate and Business Activities | 28,173 | - | 1,374 | 1,374 |
| Education, Health and Others | - | - | 4,042 | 4,042 |
| Household | 8 | 8 | 606 | 614 |
| Others | - | - | - | - |
| Total | 67,424 | 667 | 9,931 | 10,598 |

* Impaired and past due loans, advances and financing form a subset of gross credit exposures.

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Table 6: Past Due and Impaired Loans, Advances and Financing by Sectorial Analysis (Continued)

| The Group and The Bank | Impaired loans, advances and financing* | Individual assessment allowance | Collective assessment allowance | Total Impairment Allowance for Loans, Advances and Financing |
|---|--|--|--|---|
| As at 31 December 2017 | RM'000 | RM'000 | RM'000 | RM'000 |
| By Sector | | | | |
| Primary Agriculture | - | - | - | - |
| Mining and Quarrying | - | - | 15 | 15 |
| Manufacturing (including Agro-based) | 36,545 | - | 734 | 734 |
| Electricity, Gas and Water Supply | - | - | - | - |
| Construction | - | - | 140 | 140 |
| Wholesale, Retail Trade, Restaurants and Hotels | 153 | - | 75 | 75 |
| Transport, Storage and Communication | - | - | 219 | 219 |
| Finance, Insurance, Real Estate and Business Activities | 29,202 | - | 1,094 | 1,094 |
| Education, Health and Others | - | - | 164 | 164 |
| Household | 10 | 10 | 305 | 315 |
| Others | - | - | - | - |
| Total | 65,910 | 10 | 2,746 | 2,756 |

* Impaired and past due loans, advances and financing form a subset of gross credit exposures.

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- (ii) The geographic analysis of past due and impaired loans, advances and financing and the individual and collective impairment loan allowances by geographical distribution can be analysed as follows:

Table 7: Past Due And Impaired Loans, Advances And Financing By Geographic Distribution

| The Group and the Bank | Impaired loans, advances and financing* | Individual Assessment Allowance on impaired loans, advances and financing | Collective assessment allowance | Total Impairment Allowance for Loans, Advances and Financing |
|-----------------------------------|---|---|---------------------------------|--|
| As at 30 June 2018 | | | | |
| By Geographic Distribution | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 67,424 | 667 | 9,931 | 10,598 |
| Other Countries | - | - | - | - |
| Total | 67,424 | 667 | 9,931 | 10,598 |

* Impaired and past due loans, advances and financing form a subset of gross credit exposures.

| The Group and the Bank | Impaired loans, advances and financing* | Individual Assessment Allowance on impaired loans, advances and financing | Collective assessment allowance | Total Impairment Allowance for Loans, Advances and Financing |
|-------------------------------------|---|---|---------------------------------|--|
| As at 31 December 2017 | | | | |
| By Geographical Distribution | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 65,910 | 10 | 2,746 | 2,756 |
| Other Countries | - | - | - | - |
| Total | 65,910 | 10 | 2,746 | 2,756 |

* Impaired and past due loans, advances and financing form a subset of gross credit exposures.

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(iii) The table below depicts the movement of impairment allowances:

Table 8: Reconciliation of Changes In Loan Impairment Allowances

| | The Group and the Bank | |
|---|------------------------|----------------------|
| | 30.06.2018 RM'000 | 31.12.2017 RM'000 |
| Individual Allowance | | |
| As at beginning of the financial period | 10 | 18,176 |
| Effect of adoption of MFRS 9 | (10) | - |
| At beginning of the financial period, as restated | - | 18,176 |
| Allowance made during the financial year | - | 13 |
| Amount written off | - | (18,176) |
| Amount written-back | - | (3) |
| At end of financial period | - | 10 |
| Collective Allowance | | |
| As at beginning of the financial year | 2,746 | 3,323 |
| Effect of adoption of MFRS 9 | (2,746) | - |
| At beginning of the financial period, as restated | - | 3,323 |
| Allowance made during the financial period | - | 542 |
| Amount written back | - | (1,119) |
| At end of financial period | - | 2,746 |

| | The Group and the Bank | | | |
|--|-------------------------------|----------------------------|--|---|
| | Total 30-06-2018 RM'000 | 12 months ECL (Stage 1) | Lifetime ECL Non Credit Impaired (Stage 2) | Lifetime ECL Credit Impaired (Stage 3-1A) |
| | | 30-06-2018 RM'000 | 30-06-2018 RM'000 | 30-06-2018 RM'000 |
| Expected credit loss | | | | |
| At the beginning allowance of financial period, on adoption of MFRS 9 | 6,540 | 5,756 | 774 | 10 |
| Effect of adoption of MFRS9:- | | | | |
| Total transfer between stages | - | (758) | 580 | 178 |
| Transfer to 12-month ECL (Stage 1) | - | - | - | - |
| Transfer to Lifetime ECL not credit impaired (Stage 2): | | | | |
| - Changes due to change in credit risk | - | (758) | 758 | - |
| Transfer to Lifetime ECL credit impaired provision (Stage 3): | | | | |
| - Changes due to change in credit risk | - | - | (178) | 178 |
| Loans/Financing derecognised during the period (other than write-offs) | (2,052) | (1,614) | (438) | - |
| New loans/financing originated or purchased | 2,075 | 1,973 | 102 | - |
| Changes due to change in credit risk | 4,035 | 404 | 3,152 | 479 |
| At the end of financial period | 10,598 | 5,761 | 4,170 | 667 |
| Direct Income Statement Impacts | | | | |
| Direct write offs | | | - | - |
| Direct recoveries | | | 2,052 | 1,122 |

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Credit Risk Assessment Under Standardised Approach

(i) Credit Exposure By Risk Weights

The following table depicts the credit risk exposure of the Bank by risk weight:

Table 9: Credit Risk Exposure by Risk Weight

| Exposure after netting and credit risk mitigation | | | | | | | | | | |
|---|------------------------------|-----------------------|------------------|----------------------|-----------------|-------------------------------------|------------------------|----------------|---|----------------------------------|
| The Group | | | | | | Default (On Balance Sheet) | | | Total Exposures after Netting & Credit Risk Mitigation | Total Risk Weighted Assets |
| As at 30 June 2018 | Sovereign / Central Banks | Banks, DFIs & MDBs | Corporates | Regulatory Retail | Other Assets | OTC Derivatives | Non-OTC Derivatives | | | |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 0% | 3,118,083 | - | - | - | 41 | - | - | - | 3,118,124 | - |
| 20% | 19,365 | 480,188 | 1,447,244 | - | - | - | 114,941 | - | 2,061,738 | 412,348 |
| 50% | - | 8,467 | 14,929 | - | - | - | 6,627 | - | 30,023 | 15,011 |
| 75% | - | - | - | 5,096 | - | - | - | 41 | 5,137 | 3,852 |
| 100% | - | 1,671 | 1,456,826 | - | 236,361 | - | 44,309 | 182,246 | 1,921,413 | 1,921,413 |
| 150% | - | - | - | - | - | 66,757 | - | - | 66,757 | 100,136 |
| Total | 3,137,448 | 490,326 | 2,918,999 | 5,096 | 236,402 | 66,757 | 165,877 | 182,287 | 7,203,192 | 2,452,760 |
| Deduction from total capital | - | - | - | - | - | - | - | - | - | - |
| Average risk weight | | | | | | | | | | 34.05% |

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Table 9: Credit Risk Exposure by Risk Weight (Continued)

Exposure after netting and credit risk mitigation

| The Bank | Exposure after netting and credit risk mitigation | | | | | Default (On Balance Sheet) | OTC Derivatives | Non-OTC Derivatives | Total Exposures after Netting & Credit Risk Mitigation | Total Risk Weighted Assets |
|---|---|-----------------------|------------------|----------------------|-----------------|-------------------------------------|-----------------|------------------------|---|----------------------------------|
| As at 30 June 2018 | Sovereign / Central Banks | Banks, DFIs & MDBs | Corporates | Regulatory Retail | Other Assets | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 0% | 3,118,083 | - | - | - | 38 | - | - | - | 3,118,121 | - |
| 20% | 19,365 | 220,699 | 1,444,444 | - | - | - | 114,941 | - | 1,799,449 | 359,890 |
| 50% | - | - | 12,051 | - | - | - | 6,627 | - | 18,678 | 9,339 |
| 75% | - | - | - | 5,096 | - | - | - | 41 | 5,137 | 3,853 |
| 100% | - | - | 1,407,139 | - | 168,226 | - | 44,309 | 182,246 | 1,801,920 | 1,801,920 |
| 150% | - | - | - | - | - | 66,757 | - | - | 66,757 | 100,136 |
| Total | 3,137,448 | 220,699 | 2,863,634 | 5,096 | 168,264 | 66,757 | 165,877 | 182,287 | 6,810,062 | 2,275,138 |
| Deduction from total capital | - | - | - | - | 127,784 | - | - | - | 127,784 | - |
| Average risk weight | | | | | | | | | | 33.41% |

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Table 9: Credit Risk Exposure by Risk Weight (Continued)

| Exposure after netting and credit risk mitigation | | | | | | | | | | |
|---|---------------------------|--------------------|------------------|-------------------|----------------|----------------------------|-----------------|---------------------|--|------------------|
| The Group | | | | | | | | | Total Exposures | Total Risk |
| As at 31 December 2017 | Sovereign / Central Banks | Banks, DFIs & MDBs | Corporates | Regulatory Retail | Other Assets | Default (On Balance Sheet) | OTC Derivatives | Non-OTC Derivatives | after Netting & Credit Risk Mitigation | Weighted Assets |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 0% | 2,756,528 | - | - | - | 39 | - | - | - | 2,756,567 | - |
| 20% | 20,449 | 759,537 | 1,495,317 | - | 83,281 | - | 121,171 | - | 2,479,755 | 495,951 |
| 50% | - | 16,291 | 24,712 | - | - | - | 4,400 | - | 45,403 | 22,702 |
| 75% | - | - | - | 5,215 | - | - | - | - | 5,215 | 3,911 |
| 100% | - | - | 1,310,280 | - | 267,161 | - | 43,509 | 116,835 | 1,737,785 | 1,737,785 |
| 150% | - | - | - | - | - | 65,900 | - | - | 65,900 | 98,850 |
| Total | 2,776,977 | 775,828 | 2,830,309 | 5,215 | 350,481 | 65,900 | 169,080 | 116,835 | 7,090,625 | 2,359,199 |
| Deduction from total capital | - | - | - | - | - | - | - | - | - | - |
| Average risk weight | | | | | | | | | | 33.27% |

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Table 9: Credit Risk Exposure by Risk Weight (Continued)

Exposure after netting and credit risk mitigation

| The Bank | Exposure after netting and credit risk mitigation | | | | | | | | Total Exposures after Netting & Credit Risk Mitigation | Total Risk Weighted Assets |
|---|---|-----------------------|--------------------------|----------------------|-----------------|--------------------------|-----------------|------------------------|---|----------------------------------|
| As at 31 December 2017 | Sovereign / Central Banks | Banks, DFIs & MDBs | Regulatory Corporates | Regulatory Retail | Other Assets | Default (On Sheet) | OTC Derivatives | Non-OTC Derivatives | | |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 0% | 2,756,528 | - | - | - | 37 | - | - | - | 2,756,565 | - |
| 20% | 20,449 | 386,054 | 1,494,327 | - | 83,281 | - | 121,171 | - | 2,105,282 | 421,056 |
| 50% | - | 16,217 | 24,712 | - | - | - | 4,400 | - | 45,329 | 22,665 |
| 75% | - | - | - | 5,215 | - | - | - | - | 5,215 | 3,911 |
| 100% | - | - | 1,280,645 | - | 144,409 | - | 43,509 | 116,835 | 1,585,398 | 1,585,398 |
| 150% | - | - | - | - | - | 65,900 | - | - | 65,900 | 98,850 |
| Total | 2,776,977 | 402,271 | 2,799,684 | 5,215 | 227,727 | 65,900 | 169,080 | 116,835 | 6,563,689 | 2,131,880 |
| Deduction from total capital | - | - | - | - | 127,784 | - | - | - | 127,784 | - |
| Average risk weight | | | | | | | | | | 32.48% |

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(ii) Credit Exposure By Risk Weight (Long Term Rating)

The following is summary of rules governing the Standardised Approach for rated, unrated and preferential / special risk weight of the counterparties.

Table 10A: Long Term Credit Rating Category by External Credit Assessment Institution under Standardised Approach

| Rating Category | External Credit Assessment Institutions (ECAIs) | | | | | |
|-----------------|---|--------------|--------------|--------------|--------------|--------------|
| | S&P | Moody's | Fitch | R&I | RAM | MARC |
| 1 | AAA to AA- | Aaa to Aa3 | AAA to AA- | AAA to AA- | AAA to AA3 | AAA to AA- |
| 2 | A+ to A- | A1 to A3 | A+ to A- | A+ to A- | A1 to A3 | A+ to A- |
| 3 | BBB+ to BBB- | Baa1 to Baa3 | BBB+ to BBB- | BBB+ to BBB- | BBB1 to BBB3 | BBB+ to BBB- |
| 4 | BB+ to B- | Ba1 to B3 | BB+ to B- | BB+ to B- | BB1 to B3 | BB+ to B- |
| 5 | CCC+ to D | Caa1 to C | CCC+ to D | CCC+ to C | C1 to D | C+ to D |
| Unrated | Unrated | | | | | |

Table 10B: Long term Credit Rating Risk Weight Category by External Credit Assessment Institution under Standardised Approach for Banking Institution, Corporate and Sovereign & Central Bank

| Rating Category | Risk weights based on Credit Ratings of the Counterparty Exposure Class | | |
|-----------------|---|-----------|--------------------------|
| | Banking Institutions | Corporate | Sovereign & Central Bank |
| 1 | 20% | 20% | 0% |
| 2 | 50% | 50% | 20% |
| 3 | 50% | 100% | 50% |
| 4 | 100% | 150% | 100% |
| 5 | 150% | 150% | 150% |
| Unrated | 50% | 100% | 100% |

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Table 11: Preferential / Special Risk Weight Allocation under Standardised Approach (for Long Term & Short Term)

| | Exposure Category | Risk Weight |
|----|---|--------------------|
| 1 | Exposures including debts securities issued by or guaranteed by Federal Government of Malaysia and/or Bank Negara Malaysia denominated and funded in Ringgit Malaysia | 0% |
| 2 | Cash & Gold | 0% |
| 3 | Investment in the ABF Malaysia Bond Index Fund | 0% |
| 4 | Exposure on Bank for International Settlements, International Monetary Fund, European Central Bank & European | 0% |
| 5 | Exposure to Multilateral Development Banks specified by Basel Committee of Banking Supervision | 0% |
| 6 | Exposures including debts securities issued by or guaranteed by Federal Government and/or Central Bank denominated and funded in foreign currency | 20% |
| 7 | Exposure to local Stock Exchange & Clearing House | 20% |
| 8 | Unit Trust & Property Trust Fund | 100% |
| 9 | Publicly Traded Equity Investment in Banking Book | 100% |
| 10 | Equity held for socio-economic purpose | 100% |
| 11 | Investment in Subsidiaries (other than commercial entities) | 1250% |

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The following table shows rated and unrated exposure to Banking Institution, Corporate and Sovereign and Central Banks using of long term ratings by the external credit assessment institutions (ECAIs) and Preferential / Special Risk Weight.

Table 12: Rated and Unrated Gross Credit Risk Exposure (Long Term)

| The Group As at 30 June 2018 | Risk Weighted Allocation | | | | | | | | | | | | Total RM'000 | |
|--|--------------------------|------------------|---------------|----------------|----------------|------------------------------------|---------------|----------------|---------------|----------------|------------------|----------------|-----------------|------------------|
| | Rated | | | | | Preferential / Special Risk Weight | | | Unrated | | | | | |
| Risk Weights | 0% RM'000 | 20% RM'000 | 50% RM'000 | 100% RM'000 | 150% RM'000 | 0% RM'000 | 20% RM'000 | 100% RM'000 | 50% RM'000 | 75% RM'000 | 100% RM'000 | 150% RM'000 | | |
| Categories of Exposure | | | | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | | | | |
| Sovereign and Central Banks | - | 19,365 | - | - | - | 3,118,083 | - | - | - | - | - | - | - | 3,137,448 |
| Banks, DFIs and MDBs | - | 595,130 | 15,094 | 829 | - | - | - | - | - | - | 841 | - | - | 611,894 |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | 1,526 | - | - | 1,526 |
| Corporates | - | 1,447,244 | 14,929 | 7,548 | - | - | - | - | - | - | 1,674,307 | - | - | 3,144,028 |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | 379,328 | - | - | - | 379,328 |
| Other Assets | - | - | - | - | - | 38 | - | - | - | - | 236,364 | - | - | 236,402 |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | 66,757 | - | 66,757 |
| Total | - | 2,061,739 | 30,023 | 8,377 | - | 3,118,121 | - | - | - | 379,328 | 1,913,038 | 66,757 | - | 7,577,383 |

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Table 12: Rated and Unrated Gross Credit Risk Exposure (Long Term) (Continued)

| The Bank As at 30 June 2018 Risk Weights | Rated | | | | | Risk Weighted Allocation Preferential / Special Risk Weight | | | Unrated | | | | Total RM'000 | |
|--|--------------|------------------|---------------|----------------|----------------|--|---------------|----------------|---------------|----------------|------------------|----------------|-----------------|------------------|
| | 0% RM'000 | 20% RM'000 | 50% RM'000 | 100% RM'000 | 150% RM'000 | 0% RM'000 | 20% RM'000 | 100% RM'000 | 50% RM'000 | 75% RM'000 | 100% RM'000 | 150% RM'000 | | |
| Categories of Exposure | | | | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | | | | |
| Sovereign and Central Banks | - | 19,365 | - | - | - | 3,118,083 | - | - | - | - | - | - | - | 3,137,448 |
| Banks, DFIs and MDBs | - | 335,640 | 6,627 | - | - | - | - | - | - | - | - | - | - | 342,267 |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | 1,526 | - | - | 1,526 |
| Corporates | - | 1,444,444 | 12,051 | - | - | - | - | - | - | - | 1,632,168 | - | - | 3,088,663 |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | 379,328 | - | - | - | 379,328 |
| Other Assets | - | - | - | - | - | 38 | - | - | - | - | 168,226 | - | - | 168,264 |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | 66,757 | - | 66,757 |
| Total | - | 1,799,449 | 18,678 | - | - | 3,118,121 | - | - | - | 379,328 | 1,801,920 | 66,757 | - | 7,184,253 |

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Table 12: Rated and Unrated Gross Credit Risk Exposure (Long Term) (Continued)

| The Group As at 31 December 2017 | Rated | | | | | Risk Weighted Allocation Preferential / Special Risk Weight | | | Unrated | | | | Total RM'000 | |
|--|--------------|------------------|---------------|----------------|----------------|--|---------------|----------------|---------------|----------------|------------------|----------------|-----------------|------------------|
| | 0% RM'000 | 20% RM'000 | 50% RM'000 | 100% RM'000 | 150% RM'000 | 0% RM'000 | 20% RM'000 | 100% RM'000 | 50% RM'000 | 75% RM'000 | 100% RM'000 | 150% RM'000 | | |
| Categories of Exposure | | | | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | | | | |
| Sovereign and Central Banks | - | - | - | - | - | 2,756,528 | 20,449 | - | - | - | - | - | - | 2,776,977 |
| Banks, DFIs and MDBs | - | 880,709 | 20,690 | - | - | - | - | - | - | - | - | - | - | 901,399 |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | | | | |
| Insurance Companies, Securities | | | | | | | | | | | | | | |
| Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | 6,465 | - | - | 6,465 |
| Corporates | - | 1,495,317 | 24,712 | 101,642 | - | - | - | - | - | - | 1,362,517 | - | - | 2,984,188 |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | 362,396 | - | - | - | 362,396 |
| Other Assets | - | - | - | - | - | 37 | - | - | - | - | 350,444 | - | - | 350,481 |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | 65,900 | - | 65,900 |
| Total | - | 2,376,026 | 45,402 | 101,642 | - | 2,756,565 | 20,449 | - | - | 362,396 | 1,719,426 | 65,900 | - | 7,447,806 |

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Table 12: Gross Credit Risk Exposure (Long Term) (Continued)

| The Bank As at 31 December 2017 Risk Weights | Rated | | | | | Risk Weighted Allocation Preferential / Special Risk Weight | | | Unrated | | | | Total RM'000 | |
|--|--------------|------------------|---------------|----------------|----------------|--|---------------|----------------|---------------|----------------|------------------|----------------|-----------------|------------------|
| | 0% RM'000 | 20% RM'000 | 50% RM'000 | 100% RM'000 | 150% RM'000 | 0% RM'000 | 20% RM'000 | 100% RM'000 | 50% RM'000 | 75% RM'000 | 100% RM'000 | 150% RM'000 | | |
| Categories of Exposure | | | | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | | | | |
| Sovereign and Central Banks | - | - | - | - | - | 2,756,528 | 20,449 | - | - | - | - | - | - | 2,776,977 |
| Banks, DFIs and MDBs | - | 507,225 | 20,617 | - | - | - | - | - | - | - | - | - | - | 527,842 |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | 6,465 | - | - | 6,465 |
| Corporates | - | 1,494,327 | 24,712 | 101,642 | - | - | - | - | - | - | 1,332,882 | - | - | 2,953,563 |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | 362,396 | - | - | - | 362,396 |
| Other Assets | - | - | - | - | - | 37 | - | - | - | - | 227,690 | - | - | 227,727 |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - | 65,900 | - | 65,900 |
| Total | - | 2,001,552 | 45,329 | 101,642 | - | 2,756,565 | 20,449 | - | - | 362,396 | 1,567,037 | 65,900 | - | 6,920,870 |

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(iii) Credit Exposure By Risk Weight (Short Term Rating)

The following is summary of the prescribed rules governing the Standardised Approach for rated, unrated and preferential risk weight of the exposures.

Table 13: Short term Credit Rating Category by External Credit Assessment Institution under Standardised Approach

| Rating Category | External Credit Assessment Institutions (ECAIs) | | | | | |
|-----------------|---|---------|---------|-----------|-----|--------|
| | S&P | Moody's | Fitch | R&I | RAM | MARC |
| 1 | A-1 | P-1 | F1+, F1 | a-1+, a-1 | P-1 | MARC-1 |
| 2 | A-2 | P-2 | F2 | a-2 | P-2 | MARC-2 |
| 3 | A-3 | P-3 | F3 | a-3 | P-3 | MARC-3 |
| 4 | Others | Others | B to D | b, c | NP | MARC-4 |

Table 14: Short term Credit Rating Risk Weight Category by ECAIs under Standardised Approach for Banking Institution and Corporate

| Rating Category | Risk weights based on Credit Ratings of the Counterparty Exposure Class | |
|-----------------|---|-----------|
| | Banking Institutions | Corporate |
| 1 | 20% | 20% |
| 2 | 50% | 50% |
| 3 | 100% | 100% |
| 4 | 150% | 150% |

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The following table shows rated and unrated exposure to Banking Institution, Corporate and Sovereign and Central Banks using of short term ratings by the external credit assessment institutions (ECAIs) and Preferential / Special Risk Weight.

Table 15: Rated and Unrated Gross Credit Risk Exposure (Short Term Rating)

| The Group and the Bank | Risk Weighted Allocation | | | | | | | | | | |
|--|--------------------------|--------|--------|--------|--------|------------------------------------|--------|--------|---------|--------|--------|
| | Rated | | | | | Preferential / Special Risk Weight | | | Unrated | | Total |
| | 0% | 20% | 50% | 100% | 150% | 0% | 20% | 100% | 50% | 100% | |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| As at 30 June 2018 | | | | | | | | | | | |
| Categories of Exposure | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | |
| Sovereign and Central Banks | - | - | - | - | - | - | - | - | - | - | - |
| Banks, DFIs and MDBs | - | - | - | - | - | - | - | - | - | - | - |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | - |
| Corporates | - | - | - | - | - | - | - | - | - | - | - |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets | - | - | - | - | - | - | - | - | - | - | - |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - |
| Total | - | - | - | - | - | - | - | - | - | - | - |

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Table 15: Rated and Unrated Gross Credit Risk Exposure (Short Term Rating) (Continued)

| The Group and the Bank | Risk Weighted Allocation | | | | | | | | | | |
|--|--------------------------|--------|--------|--------|--------|------------------------------------|--------|--------|---------|--------|--------|
| | Rated | | | | | Preferential / Special Risk Weight | | | Unrated | | Total |
| As at 31 December 2017 | 0% | 20% | 50% | 100% | 150% | 0% | 20% | 100% | 50% | 100% | |
| Risk Weights | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Categories of Exposure | | | | | | | | | | | |
| <u>On and Off Balance-Sheet Exposures</u> | | | | | | | | | | | |
| Sovereign and Central Banks | - | - | - | - | - | - | - | - | - | - | - |
| Banks, DFIs and MDBs | - | - | - | - | - | - | - | - | - | - | - |
| <u>Credit Exposures (using Corporate Risk Weights)</u> | | | | | | | | | | | |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - | - | - | - | - | - | - | - |
| Corporates | - | - | - | - | - | - | - | - | - | - | - |
| Regulatory Retail | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets | - | - | - | - | - | - | - | - | - | - | - |
| Defaulted Exposures | - | - | - | - | - | - | - | - | - | - | - |
| Total | - | - | - | - | - | - | - | - | - | - | - |

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The following table depicts the Bank's exposures covered by guarantees and collaterals:

Table 16: Exposures Covered by Credit Risk Mitigation

| The Group | Exposures before CRM | Exposures Covered by Guarantees | Exposures Covered by Eligible Financial Collateral | Exposures Covered by Other Eligible Collateral |
|--|-------------------------|---------------------------------------|--|---|
| As at 30 June 2018 | RM'000 | RM'000 | RM'000 | RM'000 |
| Exposure Class | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 3,137,448 | - | - | - |
| Banks, DFIs and MDBs | 490,326 | - | - | - |
| Corporates | 2,918,999 | - | - | - |
| Regulatory Retail | 379,287 | - | 374,191 | - |
| Other assets | 236,402 | - | - | - |
| Defaulted exposures | 66,757 | - | - | - |
| Total On-Balance Sheet Exposures | 7,229,219 | - | 374,191 | - |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 165,877 | - | - | - |
| Off-balance sheet exposures other than OTC or credit derivatives | 182,287 | - | - | - |
| Total Off-Balance Sheet Exposures | 348,164 | - | - | - |
| Total Gross Credit Exposures | 7,577,383 | - | 374,191 | - |

| The Bank | Exposures before CRM | Exposures Covered by Guarantees | Exposures Covered by Eligible Financial Collateral | Exposures Covered by Other Eligible Collateral |
|--|-------------------------|---------------------------------------|--|---|
| As at 30 June 2018 | RM'000 | RM'000 | RM'000 | RM'000 |
| Exposure Class | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 3,137,448 | - | - | - |
| Banks, DFIs and MDBs | 220,699 | - | - | - |
| Corporates | 2,863,634 | - | - | - |
| Regulatory Retail | 379,287 | - | 374,191 | - |
| Other assets | 168,264 | - | - | - |
| Defaulted exposures | 66,757 | - | - | - |
| Total On-Balance Sheet Exposures | 6,836,089 | - | 374,191 | - |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 165,877 | - | - | - |
| Off-balance sheet exposures other than OTC or credit derivatives | 182,287 | - | - | - |
| Total Off-Balance Sheet Exposures | 348,164 | - | - | - |
| Total Gross Credit Exposures | 7,184,253 | - | 374,191 | - |

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Table 16: Exposures Covered by Credit Risk Mitigation (Continued)

| The Group | Exposures before CRM RM'000 | Exposures Covered by Guarantees RM'000 | Exposures Covered by Eligible Financial Collateral RM'000 | Exposures Covered by Other Eligible Collateral RM'000 |
|--|-----------------------------------|---|--|---|
| As at 31 December 2017 | | | | |
| Exposure Class | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 2,776,977 | - | - | - |
| Banks, DFIs and MDBs | 775,828 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - |
| Corporates | 2,830,309 | - | - | - |
| Regulatory Retail | 362,396 | - | 357,181 | - |
| Other assets | 350,481 | - | - | - |
| Defaulted exposures | 65,900 | - | - | - |
| Total On-Balance Sheet Exposures | 7,161,891 | - | 357,181 | - |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 169,080 | - | - | - |
| Non-OTC Derivatives | 116,835 | - | - | - |
| Total Off-Balance Sheet Exposures | 285,915 | - | - | - |
| Total Gross Credit Exposures | 7,447,806 | - | 357,181 | - |

| The Bank | Exposures before CRM RM'000 | Exposures Covered by Guarantees RM'000 | Exposures Covered by Eligible Financial Collateral RM'000 | Exposures Covered by Other Eligible Collateral RM'000 |
|--|-----------------------------------|---|--|---|
| As at 31 December 2017 | | | | |
| Exposure Class | | | | |
| <u>On-Balance Sheet Exposures</u> | | | | |
| Sovereigns/Central Banks | 2,776,977 | - | - | - |
| Public Sector Entities | - | - | - | - |
| Banks, DFIs and MDBs | 402,271 | - | - | - |
| Insurance Companies, Securities Firms & Fund Managers | - | - | - | - |
| Corporates | 2,799,684 | - | - | - |
| Regulatory Retail | 362,396 | - | 357,181 | - |
| Other assets | 227,727 | - | - | - |
| Defaulted exposures | 65,900 | - | - | - |
| Total On-Balance Sheet Exposures | 6,634,955 | - | 357,181 | - |
| <u>Off-Balance Sheet Exposures</u> | | | | |
| Over-the-counter ("OTC") derivatives | 169,080 | - | - | - |
| Non-OTC Derivatives | 116,835 | - | - | - |
| Total Off-Balance Sheet Exposures | 285,915 | - | - | - |
| Total Gross Credit Exposures | 6,920,870 | - | 357,181 | - |

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Off-Balance Sheet Exposure and Counterparty Credit Risk

The following table depicts disclosure of off-balance sheet and counterparty credit risk:

Table 17: Off-Balance Sheet and Counterparty Credit Risk

| The Group and the Bank | Principal Amount | Positive Fair Value of Derivative Contracts | Credit Equivalent Amount | Risk Weighted Assets |
|--|------------------|---|--------------------------|----------------------|
| As at 30 June 2018 | RM'000 | RM'000 | RM'000 | RM'000 |
| Description | | | | |
| Direct Credit Substitutes | 159,470 | - | 159,470 | 159,470 |
| Foreign exchange related contracts | | | | |
| One year or less | 3,956,760 | 43,821 | 86,206 | 46,002 |
| Over one year to five years | 143,717 | 8,321 | 17,782 | 10,254 |
| Interest rate related contracts | | | | |
| One year or less | 300,000 | 58 | 538 | 108 |
| Over one year to five years | 2,255,000 | 1,801 | 61,271 | 14,230 |
| Over five years | 30,000 | 80 | 80 | 16 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year | 353 | - | 177 | 177 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year | 113,200 | - | 22,640 | 22,630 |
| Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness | 374,653 | - | - | - |
| Total | 7,333,153 | 54,081 | 348,164 | 252,887 |

| The Group and the Bank | Principal Amount | Positive Fair Value of Derivative Contracts | Credit Equivalent Amount | Risk Weighted Assets |
|--|------------------|---|--------------------------|----------------------|
| As at 31 December 2017 | RM'000 | RM'000 | RM'000 | RM'000 |
| Description | | | | |
| Direct Credit Substitutes | 104,927 | - | 104,927 | 104,927 |
| Foreign exchange related contracts | | | | |
| One year or less | 5,084,328 | 43,906 | 107,321 | 47,170 |
| Over one year to five years | 283,764 | 9,939 | 26,403 | 14,383 |
| Interest rate related contracts | | | | |
| One year or less | 250,000 | - | 357 | 71 |
| Over one year to five years | 1,515,000 | 1,105 | 34,999 | 8,320 |
| Over five years | - | - | - | - |
| and credit lines, with an original maturity of over one year | 480 | - | 240 | 240 |
| Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year | 58,339 | - | 11,668 | 11,668 |
| Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness | 409,263 | - | - | - |
| Total | 7,706,101 | 54,950 | 285,915 | 186,779 |

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Securitisation Disclosures under the Standardised Approach

The Group and the Bank currently do not have any securitisation exposure under standardised approach for banking book as at 30 June 2018 and 31 December 2017.

Equities under Banking Book

The following table depicts the fair value and risk weighted assets of and gains and losses on equity/ CIS investments under banking book:

Table 18: Equities under Banking Book

| The Group and the Bank As at 30 June 2018 | Fair Value | Risk Weighted Assets |
|--|-------------------|---------------------------------|
| Type of Equity Investments | RM'000 | RM'000 |
| Publicly traded | 56,421 | 56,421 |
| Privately held | 21,809 | 21,809 |
| Total | 78,230 | 78,230 |

RM'000

Cumulative realised gains/(losses) from sales and liquidations of equity investments

363

Total unrealised gains/(losses) in other comprehensive income

924

| The Group and the Bank As at 31 December 2017 | Fair Value | Risk Weighted Assets |
|--|-------------------|---------------------------------|
| Type of Equity Investments | RM'000 | RM'000 |
| Publicly traded | 24,730 | 24,730 |
| Privately held | 20,611 | 20,611 |
| Total | 45,341 | 45,341 |

RM'000

Cumulative realised gains/(losses) from sales and liquidations of equity investments

15,740

Total unrealised gains/(losses) in other comprehensive income

2,783

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The following table depicts the sensitivity shocks on earnings and economic value of the Bank's positions in banking book, to a parallel interest rate shock of +/- 100 basis points ("bps"):

Table 19: Sensitivity of the banking book to interest rate changes

| As at 30 June 2018 | The Group | | The Bank | |
|----------------------------------|------------------------------------|------------------|------------------------------------|------------------|
| | Increase / (Decrease) in RM'000 | | Increase / (Decrease) in RM'000 | |
| | +100 bps | -100 bps | +100 bps | -100 bps |
| *Impact on Earnings | | | | |
| MYR | (19,119) | 19,119 | (19,119) | 19,119 |
| USD | (1,790) | 1,790 | (1,790) | 1,790 |
| SGD | 81 | (81) | 81 | (81) |
| Others | - | - | - | - |
| Total | (20,827) | 20,827 | (20,827) | 20,827 |
| ~Impact on Economic Value | | | | |
| MYR | 189,562 | (189,562) | 189,530 | (189,530) |
| USD | 1,411 | (1,411) | 1,411 | (1,411) |
| SGD | 2,914 | (2,914) | 2,914 | (2,914) |
| Others | - | - | - | - |
| Total | 193,886 | (193,886) | 193,855 | (193,855) |
| As at 31 December 2017 | | | | |
| | The Group | | The Bank | |
| | Increase / (Decrease) in RM'000 | | Increase / (Decrease) in RM'000 | |
| | +100 bps | -100 bps | +100 bps | -100 bps |
| *Impact on Earnings | | | | |
| MYR | (22,935) | 22,935 | (22,935) | 22,935 |
| USD | (239) | 239 | (239) | 239 |
| SGD | 23 | (23) | 23 | (23) |
| Others | 40 | (40) | 40 | (40) |
| Total | (23,111) | 23,111 | (23,111) | 23,111 |
| ~Impact on Economic Value | | | | |
| MYR | 182,408 | (182,408) | 182,368 | (182,368) |
| USD | 2,770 | (2,770) | 2,770 | (2,770) |
| SGD | 3,313 | (3,313) | 3,313 | (3,313) |
| Others | 78 | (78) | 78 | (78) |
| Total | 188,569 | (188,569) | 188,529 | (188,529) |

* The earnings approach focuses on the impact of interest rate movement on the Bank's near term earnings (within 1 year).

~ The economic value approach provides a more comprehensive view of the impact of interest rate movement on the economic value of the Bank's overall positions.