

Deutsche Bank (Malaysia) Berhad
(Company No. 312552-W)
(Incorporated in Malaysia)
and its subsidiaries

Basel II Pillar 3 Report
for the Financial Period ended 30 June 2016



1. Regulatory capital requirement

Disclosure on capital adequacy under the Standardised approach

Group and Bank
30 June 2016

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Minimum Capital Requirement at 8% *
Credit Risk	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks #	4,536,521	4,536,521	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	2,742,711	2,543,223	997,964	79,837
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	821,584	821,583	938,795	75,104
Regulatory Retail	-	-	-	-
Residential Mortgages	16,903	16,903	5,933	475
Higher Risk Assets	-	-	-	-
Other Assets	267,443	267,443	264,693	21,175
Equity Exposure	1,631	1,631	1,861	149
Defaulted Exposures	2,365	2,365	2,365	189
Total On-Balance Sheet Exposures	8,389,158	8,189,669	2,211,611	176,929
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	3,552,417	2,363,840	1,190,156	95,213
Credit Derivatives	47,194	47,194	17,509	1,401
Direct Credit Substitutes	-	-	-	-
Transaction related contingent Items	464,303	463,728	438,166	35,053
Short Term Self Liquidating trade related contingencies	33,740	33,740	28,786	2,303
Other commitments, such as formal standby facilities and credit lines	585,637	585,637	452,729	36,218
Defaulted Exposures	-	-	-	-
Total for Off-Balance Sheet Exposures	4,683,291	3,494,139	2,127,346	170,188
Total On and Off- Balance Sheet Exposures	13,072,449	11,683,808	4,338,957	347,117
Large Exposures Risk Requirements	-	-	-	-
Market Risk (Standardised approach)	Long Position	Short Position		
Interest Rate Risk	126,089,000	124,594,842	2,254,592	180,367
Foreign Currency Risk	812,894	43,044	812,900	65,032
Options	16,503	-	309,850	24,788
Operational Risk			589,547	47,164
Total RWA and capital requirements			8,305,846	664,468

* The minimum regulatory capital requirement before including capital conservation buffer and countercyclical capital buffer.

Under Risk Weighted Capital Adequacy Framework (RWCAF), exposures to the Federal Government of Malaysia, Bank Negara Malaysia, overseas federal governments and central banks of their respective jurisdictions are accorded a preferential sovereign risk weight of 0%.

1. Regulatory capital requirement (continued)

Disclosure on capital adequacy under the Standardised approach (continued)

Group and Bank
31 Dec 2015

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Minimum Capital Requirement at 8%
Credit Risk	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks #	678,451	148,311	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	2,026,106	2,026,106	733,076	58,646
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	1,104,133	1,104,133	1,103,181	88,254
Regulatory Retail	830	830	622	50
Residential Mortgages	18,037	18,037	6,434	515
Higher Risk Assets	-	-	-	-
Other Assets	105,883	105,883	103,992	8,319
Equity Exposure	1,631	1,631	1,861	149
Defaulted Exposures	2,667	2,667	2,667	213
Total On-Balance Sheet Exposures	3,937,738	3,407,598	1,951,833	156,146
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	4,385,033	2,563,700	1,413,468	113,077
Credit Derivatives	46,251	46,251	21,206	1,696
Direct Credit Substitutes	-	-	-	-
Transaction related contingent Items	498,969	496,067	456,566	36,525
Short Term Self Liquidating trade related contingencies	94,240	94,240	81,346	6,508
Other commitments, such as formal standby facilities and credit lines	477,821	477,821	443,010	35,441
Defaulted Exposures	-	-	-	-
Total for Off-Balance Sheet Exposures	5,502,314	3,678,079	2,415,596	193,247
Total On and Off- Balance Sheet Exposures	9,440,052	7,085,677	4,367,429	349,393
Large Exposures Risk Requirements	-	-	-	-
Market Risk (Standardised approach)	Long Position	Short Position		
Interest Rate Risk	131,548,434	126,030,607	2,026,095	162,088
Foreign Currency Risk	1,413,543	116,911	1,413,538	113,083
Options	33,151	-	267,000	21,360
Operational Risk			559,457	44,757
Total RWA and capital requirements			8,633,519	690,681

Under RWCAF, exposures to the Federal Government of Malaysia, Bank Negara Malaysia, overseas federal governments and central banks of their respective jurisdictions are accorded a preferential sovereign risk weight of 0%.

2. Credit Risk

2.1 Geographic distribution of credit exposures, broken down in significant areas by major types of gross credit exposures

Group and Bank
30 June 2016

Credit Exposure Category	Geography						30-Jun-16
	America RM'000	Europe RM'000	India RM'000	Malaysia RM'000	Singapore RM'000	Others RM'000	Total RM'000
Sovereigns/Central Banks	-	-	-	4,542,663	-	-	4,542,663
Banks, DFIs & MDBs	105,893	93,669	11,875	4,195,923	712,844	227,574	5,347,778
Public Sector Entities	-	-	-	-	-	-	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	19,710	-	-	19,710
Corporates	-	131,879	-	2,729,695	12,382	-	2,873,956
Regulatory Retails	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	16,903	-	-	16,903
Other Asset	-	-	-	267,443	-	-	267,443
Equity Exposure	-	-	-	1,631	-	-	1,631
Defaulted Exposures	-	-	-	2,365	-	-	2,365
Grand Total	105,893	225,548	11,875	11,776,333	725,226	227,574	13,072,449

Group and Bank
31 Dec 2015

Credit Exposure Category	Geography						31-Dec-15
	America RM'000	Europe RM'000	India RM'000	Malaysia RM'000	Singapore RM'000	Others RM'000	Total RM'000
Sovereigns/Central Banks	-	-	-	684,953	-	-	684,953
Banks, DFIs & MDBs	182,375	307,557	60,733	3,891,910	278,159	429,681	5,150,415
Public Sector Entities	-	-	-	-	-	-	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	13,635	-	-	13,635
Corporates	-	167,189	-	3,204,411	90,386	-	3,461,986
Regulatory Retails	-	-	-	830	-	-	830
Residential Mortgages	-	-	-	18,052	-	-	18,052
Other Asset	-	-	-	105,883	-	-	105,883
Equity Exposure	-	-	-	1,631	-	-	1,631
Defaulted Exposures	-	-	-	2,667	-	-	2,667
Grand Total	182,375	474,746	60,733	7,923,972	368,545	429,681	9,440,052

2. Credit Risk (continued)

2.2 Distribution of exposures by sector or economic purpose, broken down by major types of gross credit exposures

Group and Bank
30 June 2016

Credit Exposure	Sector											30-Jun-16
	Construction	Education, Health & Others	Electricity, Gas & Water Supply	Finance, Insurance, Real Estate & Business Activities	Household	Manufacturing	Mining & Quarrying	Others	Primary Agriculture	Transport, Storage & Communication	Wholesale & Retail Trade & Restaurants & Hotels	
Category	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Sovereigns/Central Banks	-	-	-	4,542,663	-	-	-	-	-	-	-	4,542,663
Public Sector Entities	-	-	-	-	-	-	-	-	-	-	-	-
Banks, DFIs & MDBs	-	-	-	5,347,778	-	-	-	-	-	-	-	5,347,778
Insurance Companies, Securities Firms and Fund Managers	-	3,703	-	16,007	-	-	-	-	-	-	-	19,710
Corporates	103,505	500	48,034	740,470	-	1,566,474	24,266	47,338	1,222	140,679	201,468	2,873,956
Regulatory Retail	-	-	-	-	-	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	16,903	-	-	-	-	-	-	16,903
Other Assets	-	-	-	267,443	-	-	-	-	-	-	-	267,443
Equity Exposure	-	-	-	1,631	-	-	-	-	-	-	-	1,631
Defaulted Exposures	-	-	-	-	2,365	-	-	-	-	-	-	2,365
Grand Total	103,505	4,203	48,034	10,915,992	19,268	1,566,474	24,266	47,338	1,222	140,679	201,468	13,072,449

2. Credit Risk (continued)

2.2 Distribution of exposures by sector or economic purpose, broken down by major types of gross credit exposures (continued)

Group and Bank
31 Dec 2015

Credit Exposure	Sector											31-Dec-15
Category	Construction	Education, Health & Others	Electricity, Gas & Water Supply	Finance,	Household	Manufacturing	Mining & Quarrying	Others	Primary Agriculture	Transport, Storage & Communication	Wholesale & Retail	Total RM'000
				Insurance, Real Estate & Business Activities							Trade & Restaurants & Hotels	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Sovereigns/Central Banks	-	-	-	684,953	-	-	-	-	-	-	-	684,953
Public Sector Entities	-	-	-	-	-	-	-	-	-	-	-	0
Banks, DFIs & MDBs	-	-	-	5,150,415	-	-	-	-	-	-	-	5,150,415
Insurance Companies, Securities Firms and Fund Managers	-	3,703	-	9,932	-	-	-	-	-	-	-	13,635
Corporates	64,832	500	250,386	856,126	-	1,707,221	73,145	147,056	9,314	77,031	276,375	3,461,986
Regulatory Retail	-	-	-	-	830	-	-	-	-	-	-	830
Residential Mortgages	-	-	-	-	18,052	-	-	-	-	-	-	18,052
Other Assets	-	-	-	105,883	-	-	-	-	-	-	-	105,883
Equity Exposure	-	-	-	1,631	-	-	-	-	-	-	-	1,631
Defaulted Exposures	-	-	-	-	2,667	-	-	-	-	-	-	2,667
Grand Total	64,832	4,203	250,386	6,808,940	21,549	1,707,221	73,145	147,056	9,314	77,031	276,375	9,440,052

2. Credit Risk (continued)

2.3 Residual contractual maturity breakdown by major types of gross credit exposures

Group and Bank
30 June 2016

Credit Exposure	Maturity			30-Jun-16
	Up to 1year	1-5 year	> 5 years	Total RM'000
Sovereigns/Central Banks	4,542,663	-	-	4,542,663
Public Sector Entities	-	-	-	-
Banks, DFIs & MDBs	3,630,879	1,309,632	407,267	5,347,778
Insurance Cos, Securities Firms & Fund Managers	11,868	4,139	3,703	19,710
Corporates	2,324,573	484,965	64,418	2,873,956
Regulatory Retail	-	-	-	-
Residential Mortgages	5	-	16,898	16,903
Other Assets	267,443	-	-	267,443
Equity Exposure	1,631	-	-	1,631
Defaulted Exposures	-	-	2,365	2,365
Grand Total	10,779,062	1,798,736	494,651	13,072,449

Group and Bank
31 Dec 2015

Credit Exposure	Maturity			31-Dec-15
	Up to 1year	1-5 year	> 5 years	Total RM'000
Sovereigns/Central Banks	684,953	-	-	684,953
Public Sector Entities	-	-	-	-
Banks, DFIs & MDBs	2,801,182	1,874,446	474,787	5,150,415
Insurance Cos, Securities Firms & Fund Managers	9,900	32	3,703	13,635
Corporates	1,956,844	1,433,338	71,803	3,461,985
Regulatory Retail	830	-	-	830
Residential Mortgages	2,914	15	15,124	18,053
Other Assets	105,883	-	-	105,883
Equity Exposure	1,631	-	-	1,631
Defaulted Exposures	-	-	2,667	2,667
Grand Total	5,564,137	3,307,831	568,084	9,440,052

2. Credit Risk (continued)

2.4 Impaired loans and impairment provisions by sector

Impaired loans, advances and financing analysed by economic purpose which are wholly incurred in Malaysia are as follows:

	Group and Bank	
	30 June 2016 RM'000	31 December 2015 RM'000
Household	2,759	2,982
	<u>2,759</u>	<u>2,982</u>
	=====	=====

2.5 Reconciliation of loan impairment provisions

Movements in gross impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank	
	30 June 2016 RM'000	31 December 2015 RM'000
Balance at 1 January	2,982	3,537
Classified as impaired during the period/year	355	517
Reclassified as non-impaired during the period/year	(354)	(864)
Amount recovered	(224)	(208)
At 30 June 2016/31 December 2015	<u>2,759</u>	<u>2,982</u>
	=====	=====
Gross impaired loans as a percentage of gross loans, advances and financing	0.20%	0.22%
	=====	=====

2 Credit Risk (continued)

2.5 Reconciliation of loan impairment provisions (continued)

Movements in collective assessment allowance for impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank	
	30 June 2016 RM'000	31 December 2015 RM'000
<u>Collective Assessment Allowance</u>		
At 1 January	9,268	8,807
Allowance made during the period/year	2,505	461
At 30 June 2016/31 December 2015	<u>11,773</u> =====	<u>9,268</u> =====

Movements in individual assessment allowance for impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank	
	30 June 2016 RM'000	31 December 2015 RM'000
<u>Individual Assessment Allowance</u>		
At 1 January	315	304
Allowance made during the period/year	16	42
Amount recovered	(46)	(31)
At 30 June 2016/31 December 2015	<u>285</u> =====	<u>315</u> =====

2 Credit Risk (continued)

2.6 Exposures under the Standardised approach

The following table set out analysis of risk weights under the Standardised approach for the Group and the Bank.

Group and Bank
30 June 2016

Risk Weights	Exposures after Netting & Credit Risk Mitigation												Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing / Investment	Securitisation	Equity Exposures		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	4,542,663	-	-	-	-	-	-	-	2,749	-	-	-	4,545,412	-
20%	-	-	1,688,634	3,703	16,176	-	-	-	-	-	-	-	1,708,513	341,702
35%	-	-	-	-	-	-	16,794	-	-	-	-	-	16,794	5,877
50%	-	-	2,509,989	-	333,784	-	109	-	-	-	-	-	2,843,882	1,421,941
75%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	70	16,007	2,284,441	-	2,365	-	264,693	-	-	1,611	2,569,187	2,569,187
1250%	-	-	-	-	-	-	-	-	-	-	-	20	20	250
Total Exposures	4,542,663	-	4,198,693	19,710	2,634,401	-	19,268	-	267,442	-	-	1,631	11,683,808	4,338,957
Risk-Weighted Assets by Exposures	-	-	1,592,791	16,748	2,454,566	-	8,298	-	264,693	-	-	1,861	4,338,957	
Average Risk Weight	0.0%	0.0%	37.9%	85.0%	93.2%	0.0%	43.1%	0.0%	99.0%	0.0%	0.0%	114.1%	37.1%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	-

2 Credit Risk (continued)

2.6 Exposures under the Standardised approach (continued)

The following table set out analysis of risk weights under the Standardised approach for the Group and the Bank.

Group and Bank
31 Dec 2015

Risk Weights	Exposures after Netting & Credit Risk Mitigation												Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing / Investment	Securitisation	Equity Exposures		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	154,813	-	-	-	-	-	-	-	1,891	-	-	-	-	156,704
20%	-	-	1,588,645	3,703	35,064	-	-	-	-	-	-	-	-	1,627,412
35%	-	-	-	-	-	-	17,229	-	-	-	-	-	-	17,229
50%	-	-	2,217,831	-	278,239	-	808	-	-	-	-	-	-	2,496,878
75%	-	-	-	-	-	830	-	-	-	-	-	-	-	830
100%	-	-	6,604	9,932	2,661,798	-	2,667	-	103,992	-	-	1,611	-	2,786,604
1250%	-	-	-	-	-	-	-	-	-	-	-	20	20	250
Total Exposures	154,813	-	3,813,080	13,635	2,975,101	830	20,704	-	105,883	-	-	1,631	7,085,677	4,367,429
Risk-Weighted Assets by Exposures	-	-	1,433,248	10,672	2,807,933	622	9,101	-	103,992	-	-	1,861	4,367,429	
Average Risk Weight	0.0%	0.0%	37.6%	78.3%	94.4%	74.9%	44.0%	0.0%	98.2%	0.0%	0.0%	114.1%	61.6%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	-

2 Credit Risk (continued)

2.7 Credit Risk Mitigation

The following tables disclose the total exposure before the effect of Credit Risk Mitigation (“CRM”) and the exposures covered by guarantees, credit derivatives, and eligible financial collateral.

Group and Bank
30 June 2016

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
Credit Risk	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	4,536,521	-	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	2,742,711	-	199,489	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	821,584	491,271	-	-
Regulatory Retail	-	-	-	-
Residential Mortgages	16,903	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	267,443	-	-	-
Equity Exposure	1,631	-	-	-
Defaulted Exposures	2,365	-	-	-
Total On-Balance Sheet Exposures	8,389,158	491,271	199,489	-
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	3,552,417	-	1,188,577	-
Credit Derivatives	47,194	-	-	-
Direct Credit Substitutes	-	-	-	-
Transaction related contingent Items	464,303	-	575	-
Short Term Self Liquidating trade related contingencies	33,740	-	-	-
Other commitments, such as formal standby facilities and credit lines	585,637	-	-	-
Defaulted Exposures	-	-	-	-
Total for Off-Balance Sheet Exposures	4,683,291	-	1,189,152	-
Total On and Off- Balance Sheet Exposures	13,072,449	491,271	1,388,641	-

2 Credit Risk (continued)

2.7 Credit Risk Mitigation (continued)

Group and Bank
31 Dec 2015

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
Credit Risk	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Sovereigns/Central Banks	678,451	-	530,140	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	2,026,106	-	-	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	1,104,133	424,611	-	-
Regulatory Retail	830	-	-	-
Residential Mortgages	18,037	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	105,883	-	-	-
Equity Exposure	1,631	-	-	-
Defaulted Exposures	2,667	-	-	-
Total On-Balance Sheet Exposures	3,937,738	424,611	530,140	-
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	4,372,383	-	1,821,333	-
Credit Derivatives	46,251	-	-	-
Direct Credit Substitutes	-	-	-	-
Transaction related contingent Items	464,303	-	2,902	-
Short Term Self Liquidating trade related contingencies	33,740	-	-	-
Other commitments, such as formal standby facilities and credit lines	585,637	-	-	-
Defaulted Exposures	-	-	-	-
Total for Off-Balance Sheet Exposures	5,502,314	-	1,824,235	-
Total On and Off- Balance Sheet Exposures	9,440,052	424,611	2,354,375	-

2 Credit Risk (continued)

2.8 Off Balance Sheet Exposures and Counterparty Credit Risk

The following tables analyse the Group's and Bank's off-balance sheet and counterparty credit risk.

30-Jun-2016 Group and Bank	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000
Direct Credit Substitutes	-		-	-
Transaction related contingent Items	928,605		464,303	438,166
Short Term Self Liquidating trade related contingencies	168,701		33,740	28,786
Foreign exchange related contracts				
One year or less	12,936,531	624,194	870,642	466,233
Over one year to five years	1,725,940	23,213	136,520	136,520
Over five years	310,475	-	34,152	17,076
Interest/Profit rate related contracts				
One year or less	1,050,001	389	2,399	1,718
Over one year to five years	998,488	32,492	55,283	42,096
Over five years	33,663	-	3,703	741
Equity related contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
Credit Derivative Contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	101,488,080	1,999,551	2,496,912	543,281
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	403,053	-	201,527	199,946
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	1,920,552		384,110	252,783
Total	121,964,089	2,679,839	4,683,291	2,127,346

2 Credit Risk (continued)

2.8 Off Balance Sheet Exposures and Counterparty Credit Risk (continued)

31-Dec-2015 Group and Bank	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000
Direct Credit Substitutes	-		-	-
Transaction related contingent Items	997,938		498,969	456,566
Short Term Self Liquidating trade related contingencies	471,201		94,240	81,346
Foreign exchange related contracts				
One year or less	9,732,796	134,519	289,204	273,484
Over one year to five years	6,915,014	805,632	1,116,077	510,014
Over five years	311,586	71	34,312	17,237
Interest/Profit rate related contracts				
One year or less	1,136,150	380	2,952	2,202
Over one year to five years	872,040	10,123	31,010	18,646
Over five years	33,663	-	3,703	741
Equity related contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
Credit Derivative Contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
OTC Derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	97,580,200	2,696,548	2,954,026	612,350
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	29	-	15	15
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	2,389,030		477,806	442,995
Total	120,439,647	3,647,273	5,502,314	2,415,596

3 Islamic Bank Operations

Islamic Banking Window - Risk Weighted Assets and Capital Requirements for Credit Risk (30 June 2016)

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Risk-Weighted Assets Absorbed by PSIA	Total Risk-Weighted Assets after effects of PSIA	Minimum Capital Requirement at 8%*
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Credit Risk						
<u>On-Balance Sheet Exposures</u>						
Sovereigns/Central Banks	60,770	60,770	-	-	-	-
Public Sector Entities	-	-	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	999	999	500	-	-	40
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-	-	-
Corporates	-	-	-	-	-	-
Regulatory Retail	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-	-
Other Assets	2,280	2,280	2,280	-	-	182
Equity Exposure	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
Total On-Balance Sheet Exposures	64,049	64,049	2,780	-	-	222
<u>Off-Balance Sheet Exposures</u>						
OTC Derivatives	-	-	-	-	-	-
Credit Derivatives	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
Total for Off-Balance Sheet Exposures	-	-	-	-	-	-
Total On and Off- Balance Sheet Exposures	64,049	64,049	2,780	-	-	222
Large Exposures Risk Requirements						
Market Risk (Standardised approach)	Long Position	Short Position				
Interest Rate Risk	-	-	-	-	-	-
Foreign Currency Risk	999	-	999	-	-	80
Options	-	-	-	-	-	-
Operational Risk			3,605	-	-	288
Total RWA and capital requirements			7,384			590

* The minimum regulatory capital requirement before including capital conservation buffer and countercyclical capital buffer.

Under RWCAF, exposures to the Federal Government of Malaysia, Bank Negara Malaysia, overseas federal governments and central banks of their respective jurisdictions are accorded a preferential sovereign risk weight of 0%.

3 Islamic Bank Operations (continued)

Islamic Banking Window - Risk Weighted Assets and Capital Requirements for Credit Risk (31 December 2015)

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Risk-Weighted Assets Absorbed by PSIA	Total Risk-Weighted Assets after effects of PSIA	Minimum Capital Requirement at 8%
Credit Risk	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>						
Sovereigns/Central Banks	67,968	67,968	-	-	-	-
Public Sector Entities	-	-	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	206	206	103	-	-	8
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-	-	-
Corporates	-	-	-	-	-	-
Regulatory Retail	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-	-
Other Assets	1,000	1,000	1,000	-	-	80
Equity Exposure	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
Total On-Balance Sheet Exposures	69,174	69,174	1,103	-	-	88
<u>Off-Balance Sheet Exposures</u>						
OTC Derivatives	-	-	-	-	-	-
Credit Derivatives	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
Total for Off-Balance Sheet Exposures	-	-	-	-	-	-
Total On and Off- Balance Sheet Exposures	69,174	69,174	1,103	-	-	88
Large Exposures Risk Requirements						
Market Risk (Standardised approach)	Long Position	Short Position				
Interest Rate Risk	54,841	-	-	-	-	-
Foreign Currency Risk	206	-	206	-	-	16
Options	-	-	-	-	-	-
Operational Risk			3,033	-	-	243
Total RWA and capital requirements			4,342			347

3 Islamic Bank Operations (continued)

Islamic Banking Window - Risk Weights Under the Standardised Approach (30 June 2016)

Risk Weights	Exposures after Netting & Credit Risk Mitigation												Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets	
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing / Investment	Securitisation	Equity Exposures			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
0%	60,770	-	-	-	-	-	-	-	-	-	-	-	-	60,770	-
20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	999	-	-	-	-	-	-	-	-	-	-	999	500
75%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	2,280	-	-	-	-	-	2,280	2,280
150%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Exposures	60,770	-	999	-	-	-	-	2,280	-	-	-	-	-	64,049	2,780
Risk-Weighted Assets by Exposures	0%	-	500	-	-	-	-	2,280	-	-	-	-	-	2,780	
Average Risk Weight	-	-	50.1%	-	-	-	-	100.0%	-	-	-	-	-	4.3%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

3 Islamic Bank Operations (continued)

Islamic Banking Window - Risk Weights Under the Standardised Approach (31 December 2015)

Risk Weights	Exposures after Netting & Credit Risk Mitigation												Total Exposures after	Total Risk Weighted	
	Sovereigns and Central	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies,	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Specialised Financing /	Securitisation	Equity Exposures			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
0%	67,968	-	-	-	-	-	-	-	-	-	-	-	-	67,968	-
20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	206	-	-	-	-	-	-	-	-	-	-	206	103
75%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	-	1,000	-	-	-	-	1,000	1,000
150%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Exposures	67,968	-	206	-	-	-	-	-	1,000	-	-	-	-	69,174	1,103
Risk-Weighted Assets by Exposures	0%	-	103	-	-	-	-	-	1,000	-	-	-	-	1,103	
Average Risk Weight	-	-	50.0%	-	-	-	-	-	100.0%	-	-	-	-	1.6%	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	-	-	-	