

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Unaudited Consolidated Statement of Financial Position

As at 30 September 2025

		Current Financial	Previous Financial
		1st Quarter	Year Ended
		30.9.2025	30.6.2025
	Note	<u>RM '000</u>	<u>RM '000</u>
ASSETS			
Cash and short term funds	7	1,192,459	1,234,164
Statutory deposits with Bank Negara Malaysia		51,012	64,000
Financial assets at fair value through profit or loss	8	588,060	333,797
Financial assets at fair value through other comprehensive income	9	6,155,081	5,748,963
Financial assets at amortised cost	10	-	799,984
Loans, advances and financing	11	13,402	13,166
Derivative financial assets		102	1,576
Receivables, deposits and prepayments	12	52,886	40,330
Investment properties		110,231	110,231
Intangible asset	13	63,730	63,475
Property, plant and equipment		17,821	18,002
Right-of-use asset		13,420	14,634
TOTAL ASSETS		<u>8,258,204</u>	<u>8,442,322</u>
LIABILITIES			
Deposit from customers	14	5,035,149	4,069,396
Deposits and placements of banks and other financial institutions	15	1,225,973	2,123,867
Deposits under repurchase agreements		376,133	693,166
Other liabilities	16	73,733	54,485
Derivative financial liabilities		498	992
Provision for zakat		2,090	1,409
Provision for taxation		27,951	5,531
Deferred tax liabilities		4,180	17,332
Lease liabilities		12,946	13,948
Total liabilities		<u>6,758,653</u>	<u>6,980,126</u>
EQUITY			
Share capital		80,000	80,000
Reserves		1,396,717	1,359,627
Total equity attributable to owner of the parent		1,476,717	1,439,627
Non-controlling interests		22,834	22,569
Total equity		<u>1,499,551</u>	<u>1,462,196</u>
TOTAL EQUITY AND LIABILITIES		<u>8,258,204</u>	<u>8,442,322</u>
Commitments and contingencies	21	<u>611,307</u>	<u>503,011</u>

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Statement of Financial Position
As at 30 September 2025

		Current Financial 1st Quarter 30.9.2025	Previous Financial Year Ended 30.6.2025
	Note	RM '000	RM '000
ASSETS			
Cash and short term funds	7	1,173,199	1,213,322
Statutory deposits with Bank Negara Malaysia		51,000	64,000
Financial assets at fair value through profit or loss	8	501,329	255,059
Financial assets at fair value through other comprehensive income	9	5,960,886	5,556,396
Financial assets at amortised cost	10	-	799,984
Loans, advances and financing	11	15,963	15,799
Derivative financial assets		102	1,576
Receivables, deposits and prepayments	12	11,300	8,471
Amount due from subsidiary companies		83,732	83,224
Investment in subsidiaries		380,768	380,768
Investment in associates		306	306
Intangible asset	13	52,500	52,500
Property, plant and equipment		12,647	13,358
Right-of-use asset		11,984	12,950
TOTAL ASSETS		8,255,716	8,457,713
LIABILITIES			
Deposit from customers	14	5,063,707	4,102,599
Deposits and placements of banks and other financial institutions	15	1,227,672	2,128,267
Deposits under repurchase agreements		376,133	693,166
Other liabilities	16	26,125	21,139
Derivative financial liabilities		498	992
Provision for zakat		2,090	1,409
Provision for taxation		29,446	5,946
Deferred tax liabilities		4,550	17,702
Lease liabilities		11,504	12,374
Total liabilities		6,741,725	6,983,594
EQUITY			
Share capital		80,000	80,000
Reserves		1,433,991	1,394,119
Total equity		1,513,991	1,474,119
TOTAL EQUITY AND LIABILITIES		8,255,716	8,457,713
Commitments and contingencies	21	611,307	503,011

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Consolidated Statement of Comprehensive Income
For the first quarter ended 30 September 2025

Note	Individual Quarter		Cumulative Quarter		
	Current Financial First Quarter	Previous Financial First Quarter	Current Financial Year-to-date	Previous Financial Year-to-date	Previous Financial Year-to-date
	30.9.2025	30.9.2024	30.9.2025	30.9.2024	30.6.2025
Continuing operations					
Interest income	17	58,842	60,525	58,842	60,525
Interest expense	18	(42,301)	(46,419)	(42,301)	(46,419)
		16,541	14,106	16,541	14,106
Net realised gain from amortised cost		21,425	-	21,425	-
Other operating income	19	88,074	39,546	88,074	39,546
		126,040	53,652	126,040	53,652
Income from Islamic banking operations	23	26,818	6,428	26,818	6,428
		152,858	60,080	152,858	60,080
Other operating expenses	20	(43,249)	(35,965)	(43,249)	(35,965)
		109,609	24,115	109,609	24,115
Profit from operations					94,955
Allowance for credit impairment loss		(2,111)	3,974	(2,111)	3,974
Profit before taxation and zakat		107,498	28,089	107,498	28,089
Taxation		(29,612)	(8,403)	(29,612)	(8,403)
Zakat		(681)	(207)	(681)	(207)
Profit for the financial year		77,205	19,479	77,205	19,479
					62,400

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Consolidated Statement of Comprehensive Income (Continued)
For the first quarter ended 30 September 2025

	Individual Quarter		Cumulative Quarter						
	Current Financial First Quarter 30.9.2025 <u>RM '000</u>	Previous Financial First Quarter 30.9.2024 <u>RM '000</u>	Current Financial Year-to-date 30.9.2025 <u>RM '000</u>	Previous Financial Year-to-date 30.9.2024 <u>RM '000</u>	Previous Financial Year-to-date 30.6.2025 <u>RM '000</u>				
<u>Other comprehensive income:</u>									
Continuing operations									
Item that will be reclassified to profit or loss									
Fair value through other comprehensive income reserve									
- Net unrealised fair value gain/(loss)	(54,532)	26,545	(54,532)	26,545	85,277				
- Expected credit loss	1,415	(2,707)	1,415	(2,707)	(2,554)				
- Income tax relating to net fair value changes	13,149	(6,371)	13,149	(6,371)	(20,362)				
Currency translation reserve	118	-	118	-	(4,066)				
Other comprehensive income for the financial year, net of tax	(39,850)	17,467	(39,850)	17,467	58,295				
Total comprehensive income for the financial year	37,355	36,946	37,355	36,946	120,695				
 Net profit for the financial year attributable to:									
- Owner of the parent									
- from continuing operations	76,941	17,623	76,941	17,623	59,343				
- Non-controlling interests									
- from continuing operations	264	1,856	264	1,856	3,057				
	77,205	19,479	77,205	19,479	62,400				
Total comprehensive income for the financial year attributable to:									
- Owner of the parent									
- from continuing operations	37,091	35,090	37,091	35,090	117,638				
- Non-controlling interests									
- from continuing operations	264	1,856	264	1,856	3,057				
	37,355	36,946	37,355	36,946	120,695				

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Statement of Comprehensive Income

For the first quarter ended 30 September 2025

Note	Individual Quarter		Cumulative Quarter		
	Current Financial First Quarter 30.9.2025 RM '000	Previous Financial First Quarter 30.9.2024 RM '000	Current Financial Year-to-date 30.9.2025 RM '000	Previous Financial Year-to-date 30.9.2024 RM '000	Previous Financial Year-to-date 30.6.2025 RM '000
	17	56,895	60,457	56,895	60,457
Interest income					
Interest expense	18	(42,538)	(46,718)	(42,538)	(46,718)
		14,357	13,739	14,357	13,739
Net realised gain from amortised cost		21,425	-	21,425	-
Other operating income	19	70,204	21,415	70,204	21,415
		105,986	35,154	105,986	35,154
Income from Islamic banking operations	23	26,818	6,428	26,818	6,428
		132,804	41,582	132,804	41,582
Other operating expenses	20	(20,823)	(14,981)	(20,823)	(14,981)
Profit from operations		111,981	26,601	111,981	26,601
Allowance for credit impairment loss		(2,111)	3,974	(2,111)	3,974
Profit before taxation and zakat		109,870	30,575	109,870	30,575
Taxation		(29,095)	(7,758)	(29,095)	(7,758)
Zakat		(681)	(207)	(681)	(207)
Profit for the financial year		80,094	22,610	80,094	22,610
					97,918
<u>Other comprehensive income:</u>					
Fair value through other comprehensive income reserve					
- Net unrealised fair value gain/(loss)	(54,786)	19,418	(54,786)	19,418	84,843
- Expected credit loss	1,415	2,708	1,415	2,708	(2,554)
- Income tax relating to net fair value changes	13,149	(4,659)	13,149	(4,659)	(20,362)
Other comprehensive income for the financial year, net of tax	(40,222)	17,467	(40,222)	17,467	61,927
Total comprehensive income for the financial year	39,872	40,077	39,872	40,077	159,845

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
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Unaudited Consolidated Statements of Changes in Equity For the first quarter ended 30 September 2025

	Attributable to owners of the parent											
	Share Capital RM '000	Regulatory Reserve RM '000	FVOCI reserve RM '000	Other reserve RM '000	Merger reserve RM '000	Funds Allocated		Currency Translation Reserve RM '000	Retained Earnings RM '000	Sub-Total RM '000	Non-controlling interests RM '000	Total RM '000
						to Islamic Banking Division RM '000	RM '000					
Balance as at 1 July 2025	80,000	19,183	64,303	1,426	421	105,000	(271)	1,169,565	1,439,627	22,569	1,462,196	
Comprehensive income:												
Net profit for the financial year	-	-	-	-	-	-	-	76,941	76,941	264	77,205	
Other comprehensive income:												
Financial assets at FVOCI												
- Net unrealised fair value gain	-	-	(54,532)	-	-	-	-	(54,532)	-	-	(54,532)	
- Income tax relating to net fair value changes	-	-	13,149	-	-	-	-	13,149	-	-	13,149	
- Expected credit loss	-	-	1,415	-	-	-	-	1,415	-	-	1,415	
Regulatory reserve	-	(2,753)	-	-	-	-	-	2,753	-	-	-	
Currency translation reserve	-	-	-	-	-	-	118	-	118	-	118	
Total comprehensive income for the financial year	-	(2,753)	(39,968)	-	-	-	118	79,694	37,091	264	37,355	
As at 30 September 2025	80,000	16,430	24,335	1,426	421	105,000	(153)	1,249,259	1,476,718	22,833	1,499,551	
Comprehensive income:												
Net profit for the financial year	-	-	-	-	-	-	-	59,342	59,342	3,057	62,399	
Other comprehensive income:												
- Net unrealised fair value loss	-	-	85,277	-	-	-	-	85,277	-	-	85,277	
- Income tax relating to net fair value changes	-	-	(20,362)	-	-	-	-	(20,362)	-	-	(20,362)	
- Expected credit loss	-	-	(2,554)	-	-	-	-	(2,554)	-	-	(2,554)	
Regulatory reserve	-	(5,620)	-	-	-	-	-	5,620	-	-	-	
Currency translation reserve	-	-	-	-	-	-	(4,066)	-	(4,066)	-	(4,066)	
Total comprehensive income for the financial year	-	(5,620)	62,361	-	-	-	(4,066)	64,962	117,637	3,057	120,694	
Dividend paid	-	-	-	-	-	-	-	(30,000)	(30,000)	(1,500)	(31,500)	
As at 30 June 2025	80,000	19,183	64,303	1,426	421	105,000	(271)	1,169,565	1,439,627	22,569	1,462,196	

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

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Unaudited Statements of Changes in Equity For the first quarter ended 30 September 2025

	Non-distributable			Distributable	
	Share Capital RM '000	Regulatory Reserve RM '000	FVOCI reserve RM '000	Funds Allocated to Islamic Banking Division RM '000	Retained Earnings RM '000
					Total RM '000
Balance as at 1 July 2025	80,000	19,183	65,593	105,000	1,204,343
Comprehensive income:					
Net profit for the financial period	-	-	-	-	80,094
Other comprehensive income:					
Financial assets at FVOCI					
- Net unrealised fair value gain	-	-	(54,786)	-	-
- Income tax relating to net fair value changes	-	-	13,149	-	13,149
- Expected credit loss	-	-	1,415	-	1,415
Regulatory reserve	-	(2,753)	-	-	2,753
Total comprehensive income for the financial year	-	(2,753)	(40,222)	-	82,847
	80,000	16,430	25,371	105,000	1,287,190
As at 30 September 2025	80,000	16,430	25,371	105,000	1,513,991

	Non-distributable			Distributable	
	Share Capital RM '000	Regulatory Reserve RM '000	FVOCI reserve RM '000	Funds Allocated to Islamic Banking Division RM '000	Retained Earnings RM '000
					Total RM '000
Balance as at 1 July 2024	80,000	24,803	3,666	105,000	1,130,805
Comprehensive income:					
Net profit for the financial period	-	-	-	-	97,918
Other comprehensive income:					
Financial assets at FVOCI					
- Net unrealised fair value gain	-	-	84,843	-	84,843
- Income tax relating to net fair value changes	-	-	(20,362)	-	(20,362)
- Expected credit loss	-	-	(2,554)	-	(2,554)
Regulatory reserve	-	(5,620)	-	-	5,620
Tax impact arising from disposal	-	-	-	-	-
Total comprehensive income for the financial year	-	(5,620)	61,927	-	103,538
<u>Transactions with owner</u>					
Dividend paid	-	-	-	-	(30,000)
As at 30 June 2025	80,000	19,183	65,593	105,000	1,204,343
	80,000	19,183	65,593	105,000	1,474,119

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KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Consolidated Statement of Cash Flows
For the first quarter ended 30 September 2025

	Current Financial 1st Quarter 30.9.2025 <u>RM '000</u>	Previous Financial Year Ended 30.6.2025 <u>RM '000</u>
Cash flows from operating activities		
Profit before taxation and zakat from continuing operations	107,498	98,774
Adjustments for:		
Amortisation of premium less accretion of discount	(17)	9,762
Amortisation of intangible assets	392	607
Depreciation of property and equipment	1,481	5,503
Depreciation of right-of-use asset	1,346	5,196
Credit loss expense on corporate loan	674	(1,265)
Gain on sale of investment property	137	(4,756)
Finance Cost	-	685
Dividend from investment	(20)	(20)
Interest income	(19)	2,223
Fair value through profit or loss financial assets		
- Net realised gain	(1,112)	(10,925)
- Interest income	(5,296)	(25,268)
- Dividend income	(381)	(1,550)
Fair value through other comprehensive income financial assets		
- Net realised (gain)/loss	(63,762)	(60,759)
- Interest income	(43,736)	(152,681)
- Dividend income	(7,658)	(45,004)
- Credit loss expense on financial asset	(1,415)	(2,554)
Financial assets at amortised cost		
- Net realised (gain)/loss	(42,553)	(41,994)
- Interest income	(168)	(42,826)
- Dividend income	(441)	(17,142)
Impairment of goodwill		3,780
Unrealised loss/(gain):		
- Fair value through profit or loss financial assets	(9,100)	13,765
- Fair value of derivative	(1,917)	583
- Foreign exchange	1,237	6,565
Operating profit/(loss) before working capital changes	<u>(64,830)</u>	<u>(259,301)</u>
(Increase)/Decrease in operating assets		
Statutory deposits with Bank Negara Malaysia	12,988	23,000
Restricted cash	-	31,629
Cash and short-term funds with the original maturity of more than three months	(305,959)	1,072,898
Corporate loan	(2,738)	5,552
Fair value through profit or loss financial assets		
- Purchase	(52)	(2,643,539)
- Proceeds from disposal	(241,383)	2,801,632
- Interest received	2,631	25,937
- Dividend received	-	268
Other receivables and prepayments	(12,769)	(42,200)
Increase/(Decrease) in operating liabilities		
Deposits from customers	970,153	(1,746,948)

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KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
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Unaudited Consolidated Statement of Cash Flows (continued)
For the first quarter ended 30 September 2025

	Current Financial 1st Quarter 30.9.2025 RM '000	Previous Financial Year Ended 30.6.2024 RM '000
Deposits and placements of banks and other financial institutions	(902,295)	1,024,758
Deposit under repurchase agreements	(317,032)	693,166
Other liabilities	24,092	36,637
Derivative liabilities	980	(1,166)
Net cash generated from/(used in) operating activities before income taxes and zakat paid	(836,214)	1,022,323
Interest received	21	(2,191)
Net tax paid	(7,191)	(24,118)
Zakat paid	-	(863)
Net cash (used in)/generated from operating activities	(843,384)	995,151
Cash flows from investing activities		
Fair value through other comprehensive income financial assets		
- Purchase	(53,298)	(4,023,337)
- Proceeds from disposal	(357,447)	2,466,956
- Interest received	60,473	124,169
- Dividend received	7,586	59,543
Fair value through profit or loss financial assets		
- Purchase	-	(22,645)
- Proceeds from disposal	-	25,116
Financial assets at amortised cost		
- Proceeds from disposal	836,391	663,280
- Interest received	4,159	48,563
- Dividend received	2,630	17,142
Corporate loan		
- Interest received	1	1,468
Purchase of property and equipment	(1,300)	(3,183)
Purchase of intangible assets	(647)	(8,205)
Dividend from investment	20	20
Net cash used in investing activities	498,568	(651,113)
Cash flows from financing activities		
Dividends paid	-	(31,500)
Payment for lease liability	(1,270)	(4,807)
Net cash used in financing activities	(1,270)	(36,307)
Effect of exchange rate differences	(908)	(2,803)
Net increase/(decrease) in cash and cash equivalents	(346,994)	304,928
Cash and cash equivalents at the beginning of the year	751,971	447,043
Cash and cash equivalents at the end of the year	404,977	751,971
Analysis of cash and cash equivalents		
Cash and short-term funds (Notes 7(a))	404,977	751,971

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Unaudited Statement of Cash Flows
For the first quarter ended 30 September 2025

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
Cash flows from operating activities		
Profit before taxation	109,870	129,843
Adjustments for:		
Amortisation of premium less accretion of discount	(17)	9,762
Depreciation of property and equipment	1,197	4,730
Depreciation of right-of-use asset	851	3,275
Credit loss expense on corporate loan	674	(1,265)
Finance cost	124	590
Dividend from investment	(20)	(15,020)
Financial assets at fair value through profit or loss		
- Net realised gain	(1,115)	(7,388)
- Interest income	(5,296)	(25,269)
- Dividend income	(143)	(268)
Financial assets at fair value through other comprehensive income		
- Net realised (gain)/loss	(63,763)	(56,094)
- Interest income	(43,735)	(149,884)
- Dividend income	(5,748)	(45,004)
- Credit loss expense on financial asset	(1,415)	(2,554)
Financial assets at amortised cost		
- Net gain on sale	(42,553)	(41,993)
- Interest income	(168)	(42,826)
- Dividend income	(441)	(17,142)
Impairment of subsidiaries	-	14,379
Unrealised loss/(gain):		
- Fair value through profit or loss financial assets	(963)	3,478
- Fair value of derivative	(1,917)	583
- Foreign exchange	1,221	6,518
Operating profit/(loss) before working capital changes	<u>(53,357)</u>	<u>(231,549)</u>
(Increase)/Decrease in operating assets		
Statutory deposits with Bank Negara Malaysia	13,000	23,000
Cash and short-term funds with the original maturity of more than three months	(305,958)	1,071,532
Loans, advances and financing	(168)	8,195
Fair value through profit or loss financial assets		
- Sales	(241,383)	-
- Purchase	-	(2,645,439)
- Proceeds from disposal	-	2,801,632
- Interest received	2,631	25,937
- Dividend received	-	268
Other receivables and prepayments	(3,338)	(38,922)
Increase/(Decrease) in operating liabilities		
Deposits from customers	961,108	(1,751,944)
Deposits and placements of banks and other financial institutions	(900,595)	1,029,157

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KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Unaudited Statement of Cash Flows (continued)
For the first quarter ended 30 September 2025

	<u>Current Financial</u>	<u>Previous Financial</u>
	<u>1st Quarter</u>	<u>Year Ended</u>
	<u>30.9.2025</u>	<u>30.6.2025</u>
	<u>RM '000</u>	<u>RM '000</u>
Deposits under repurchase agreements	(317,032)	693,166
Other liabilities	6,903	10,600
Derivative liabilities	980	(1,166)
Net cash (used in)/generated from operating activities before income taxes and zakat paid	(837,209)	994,467
Net tax paid	(5,595)	(20,995)
Zakat paid	-	(863)
Net cash generated from/(used in) operating activities	(842,804)	972,609
Cash flows from investing activities		
Financial assets at fair value through other comprehensive income		
- Purchase	(53,298)	(3,635,503)
- Proceeds from disposal	(357,447)	2,269,451
- Interest received	60,473	124,169
- Dividend received	7,051	53,886
Financial assets at amortised cost		
- Proceeds from disposal	836,391	663,280
- Interest received	4,159	48,563
- Dividend received	2,630	17,142
Corporate loan		
- Interest received	1	1,468
Purchase of property and equipment	(486)	(1,002)
Acquisition of a subsidiary	-	(200,000)
Dividend from investment	20	15,020
Net cash used in investing activities	499,494	(643,526)
Cash flows from financing activities		
Dividend paid	-	(30,000)
Payment for lease liability	(879)	(3,406)
Net cash used in financing activities	(879)	(33,406)
Effect of exchange rate differences	(1,221)	1,428
Net (decrease)/increase in cash and cash equivalents	(345,410)	297,105
Cash and cash equivalents at the beginning of year	731,303	434,198
Cash and cash equivalents at the end of the year	385,893	731,303
Analysis of cash and cash equivalents		
Cash and short-term funds (Notes 7(a))	385,893	731,303

This unaudited Interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements

KAF Investment Bank Berhad is a limited liability company, incorporated and domiciled in Malaysia. The address of its registered office and principal place of business is as follows:

Registered office/Principal place of business
Level 13A, Menara IQ
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur

1. Basis of preparation

The interim financial statements are unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ('MFRS') 134, 'Interim Financial Reporting' issued by Malaysia Accounting Standards Board ('MASB') and should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 30 June 2025.

2. Significant accounting policies

The significant accounting policies adopted in preparing these unaudited interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 June 2025.

3. Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect for the period ended 30 June 2025.

4. Auditors' Report On Preceeding Annual Financial Statements

The audit report for the financial year ended 30 June 2025 was not subject to any qualification.

5. Seasonal or cyclical factors

The business operations of the Group and the Bank are not subject to any material seasonal or cyclical fluctuations.

6. Significant Events

There were no material events subsequent to the balance sheet date that requires disclosure or adjustments to the unaudited condensed interim financial statements.

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

7. Cash and short terms funds

	Current Financial 1st Quarter 30.9.2025 RM '000	Previous Financial Year Ended 30.6.2025 RM '000
(a) The Group		
Cash and banks balances with banks and other financial institutions	48,465	49,254
Deposits and placements with financial institutions, with original maturity of less than three months	356,608	702,820
	<u>405,073</u>	<u>752,074</u>
Expected credit losses	(96)	(29)
Cash and cash equivalents	<u>404,977</u>	<u>752,045</u>
 The Bank		
Cash and banks balances with banks and other financial institutions	27,881	28,587
Deposits and placements with financial institutions, with original maturity of less than three months	358,108	702,745
	<u>385,989</u>	<u>731,332</u>
Expected credit losses	(96)	(29)
Cash and cash equivalents	<u>385,893</u>	<u>731,303</u>
 (b) The Group		
Deposits and placement with financial institutions, with original maturity of more than three months	788,086	482,119
Expected credit losses	(604)	-
	<u>787,482</u>	<u>482,119</u>
Total cash and short term funds	<u>1,192,459</u>	<u>1,234,164</u>
 The Bank		
Deposits and placement with financial institutions, with original maturity of more than three months	787,910	482,019
Expected credit losses	(604)	-
	<u>787,306</u>	<u>482,019</u>
Total cash and short term funds	<u>1,173,199</u>	<u>1,213,322</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

8. Financial assets at fair value through profit or loss

	Current Financial 1st Quarter 30.9.2025 RM '000	Previous Financial Year Ended 30.6.2025 RM '000
<u>The Group</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government securities	20,212	-
Malaysian Government investment issues	164,098	30,453
Commercial papers	29,852	49,833
	<hr/> 214,162	<hr/> 80,286
Unquoted securities in Malaysia:		
Private and Islamic debts securities	279,532	167,290
Convertible bond	7,634	7,483
	<hr/> 588,060	<hr/> 333,797
Quoted securities in Malaysia:		
Shares	30,016	26,905
Unit trust	56,716	51,833
	<hr/> 588,060	<hr/> 333,797
<u>The Bank</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government securities	20,212	-
Malaysian Government investment issues	164,098	30,453
Commercial papers	29,852	49,833
	<hr/> 214,162	<hr/> 80,286
Unquoted securities in Malaysia:		
Private and Islamic debts securities	279,532	167,290
Convertible bond	7,635	7,483
	<hr/> 287,167	<hr/> 174,773
	<hr/> 501,329	<hr/> 255,059

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

9. Financial assets at fair value through other comprehensive income

	Current Financial 1st Quarter 30.9.2025 RM '000	Previous Financial Year Ended 30.6.2025 RM '000
<u>The Group</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government investment issues	3,280,875	3,017,593
Malaysian Government securities	2,162,153	1,993,265
Corporate notes	-	24,776
	<u>5,443,028</u>	<u>5,035,634</u>
Unquoted securities in Malaysia:		
Private and Islamic debts securities	706,607	707,883
Shares	5,446	5,446
	<u>712,053</u>	<u>713,329</u>
	<u>6,155,081</u>	<u>5,748,963</u>
<u>The Bank</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government investment issues	3,086,680	2,825,027
Malaysian Government securities	2,162,153	1,993,265
Corporate notes	-	24,776
	<u>5,248,833</u>	<u>4,843,068</u>
Unquoted securities in Malaysia:		
Private and Islamic debts securities	706,607	707,882
Shares	5,446	5,446
	<u>712,053</u>	<u>713,328</u>
	<u>5,960,886</u>	<u>5,556,396</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

10. Financial assets at amortised cost

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government securities	-	426,782
Malaysian Government investment issues	-	373,202
	<u>—</u>	<u>799,984</u>
<u>The Bank</u>		
At fair value:		
Money market instruments in Malaysia:		
Malaysian Government securities	-	426,782
Malaysian Government investment issues	-	373,202
	<u>—</u>	<u>799,984</u>

11. Corporate loan

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
(i) By type		
Loans/financing	<u>13,402</u>	<u>13,166</u>
(ii) By type of customer		
Corporate	13,319	13,099
Individual	83	67
(iii) By interest/profit rate sensitivity		
Fixed rate	83	67
Floating rate	<u>13,319</u>	<u>13,099</u>
(iv) By sector		
Others	<u>13,402</u>	<u>13,166</u>
<u>The Bank</u>		
(i) By type		
Loans/financing	<u>15,963</u>	<u>15,799</u>
(ii) By type of customer		
Corporate	15,889	15,742
Individual	74	57
(iii) By interest/profit rate sensitivity		
Fixed rate	74	57
Floating rate	<u>15,889</u>	<u>15,742</u>
(iv) By sector		
Others	<u>15,963</u>	<u>15,799</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

12. Receivables, deposits and prepayments

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
<u>Trade</u>		
Fees receivables	13,896	13,145
Receivables from stocker & broker	8,139	10,090
	<u>22,035</u>	<u>23,235</u>
<u>Non-trade</u>		
Other receivables	7,604	5,030
Deposits and prepayments	23,247	12,065
	<u>30,851</u>	<u>17,095</u>
	<u>52,886</u>	<u>40,330</u>
<u>The Bank</u>		
<u>Trade</u>		
Fees receivables	3,451	3,180
<u>Non-trade</u>		
Other receivables	5,226	1,713
Deposits and prepayments	2,623	3,578
	<u>7,849</u>	<u>5,291</u>
	<u>11,300</u>	<u>8,471</u>

13. Intangible asset

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
Merchant bank license	52,500	52,500
Goodwill	3,375	3,157
Software development cost-WIP	-	358
Software development cost	-	7,242
Computer software	7,855	-
Rights to manage unit trust fund	-	218
	<u>63,730</u>	<u>63,475</u>
<u>The Bank</u>		
Merchant bank license	<u>52,500</u>	<u>52,500</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

14. Deposit from customers

	Current Financial 1st Quarter 30.9.2025 RM '000	Previous Financial Year Ended 30.6.2025 RM '000
<u>The Group</u>		
(i) By type of deposit		
Fixed deposits	3,557,541	3,314,216
Qard deposits	4,373	40,265
Commodity Murabahah	1,473,235	714,915
	<u>5,035,149</u>	<u>4,069,396</u>
(ii) By type of customers		
Government and statutory bodies	2,146,202	1,406,605
Business enterprise	906,240	648,696
Domestic Non-Bank Financial Institutions	1,668,004	1,726,699
Individuals	284,196	286,894
Others	30,507	502
	<u>5,035,149</u>	<u>4,069,396</u>
(iii) The maturity structure of term deposits		
Due within three months	5,009,100	4,069,396
Three months to one year	26,049	-
	<u>5,035,149</u>	<u>4,069,396</u>
<u>The Bank</u>		
(i) By type of deposit		
Fixed deposits	3,590,472	3,347,681
Commodity Murabahah	1,473,235	754,918
	<u>5,063,707</u>	<u>4,102,599</u>
(ii) By type of customers		
Government and statutory bodies	2,146,202	1,406,605
Business enterprise	908,273	650,714
Non-Bank Financial Institutions	1,728,904	1,758,146
Cagamas	279,823	286,632
Individuals	505	502
Others		
	<u>5,063,707</u>	<u>4,102,599</u>
(iii) The maturity structure of term deposits		
Due within three months	5,035,742	4,102,599
Three months to one year	27,965	-
	<u>5,063,707</u>	<u>4,102,599</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

15. Deposits and placements of banks and other financial institutions

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
Licensed banks	<u>1,225,973</u>	<u>2,123,867</u>
<u>The Bank</u>		
Licensed banks	<u>1,227,672</u>	<u>2,128,267</u>

16. Other liabilities

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
<u>Trade</u>		
Balance due to clients and brokers	14,661	14,934
<u>Non-trade</u>		
Deposit by remisiers		
Other payables and accruals	59,072	39,551
	<u>73,733</u>	<u>54,485</u>
<u>The Bank</u>		
Other payables and accruals	<u>26,125</u>	<u>21,139</u>
	<u>26,125</u>	<u>21,139</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

17. Interest Income

	Individual Quarter		Cumulative Quarter		
	Current Financial First Quarter 30.9.2025 RM '000	Previous Financial First Quarter 30.9.2024 RM '000	Current Financial Year-to-date 30.9.2025 RM '000	Previous Financial Year-to-date 30.9.2024 RM '000	Previous Financial Year-to-date 30.6.2025 RM '000

The Group

Fair value through other comprehensive income financial assets	45,487	30,837	45,487	30,837	152,277
Financial assets at amortised cost	168	11,919	168	11,919	42,826
Money at call and deposits and placements with banks and other financial institutions	7,623	13,397	7,623	13,397	42,474
Loans, advances and financing	268	442	268	442	1,383
Fair value through profit or loss financial assets	5,296	3,930	5,296	3,930	25,269
	58,842	60,525	58,842	60,525	264,229

The Bank

Fair value through other comprehensive income financial assets	43,576	30,836	43,576	30,836	149,480
Financial assets at amortised cost	168	11,919	168	11,919	42,826
Money at call and deposits and placements with banks and other financial institutions	7,588	13,330	7,588	13,330	42,271
Loans, advances and financing	267	442	267	442	1,381
Fair value through profit or loss financial assets	5,296	3,930	5,296	3,930	25,269
	56,895	60,457	56,895	60,457	261,227

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)**18. Interest Expenses**

	Individual Quarter		Cumulative Quarter		
	Current	Previous	Current	Previous	Previous
	Financial	Financial	Financial	Financial	Financial
First Quarter	30.9.2025	30.9.2024	Year-to-date	Year-to-date	Year-to-date
	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>

The Group

Deposits and placements of banks and other financial institutions	10,077	7,756	10,077	7,756	29,952
Deposit from customers	30,665	32,310	30,665	32,310	134,226
Interest on Repo Margin	1,534	6,318	1,534	6,318	36,501
Others	25	35	25	35	107
	42,301	46,419	42,301	46,419	200,786

The Bank

Deposits and placements of banks and other financial institutions	10,077	7,756	10,077	7,756	29,952
Deposit from customers	30,927	32,644	30,927	32,644	138,042
Interest on Repo Margin	1,534	6,318	1,534	6,318	36,500
	42,538	46,718	42,538	46,718	204,494

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

19. Other Operating Income

	Individual Quarter		Cumulative Quarter		
	Current Financial First Quarter 30.9.2025 RM '000	Previous Financial First Quarter 30.9.2024 RM '000	Current Financial Year-to-date 30.9.2025 RM '000	Previous Financial Year-to-date 30.9.2024 RM '000	Previous Financial Year-to-date 30.6.2025 RM '000

The Group

Fees income

Agency fees	574	-	574	-	4,983
Underwriting fees	382	580	382	580	1,340
Corporate advisory fees	2,755	4,614	2,755	4,614	5,421
Management fees	8,851	15,010	8,851	15,010	57,436
	<u>12,562</u>	<u>20,204</u>	<u>12,562</u>	<u>20,204</u>	<u>69,180</u>

Net income from securities

Net realised gain/(loss) from FVTPL financial assets	5,073	3,196	5,073	3,196	9,478
Net realised gain from FVOCI financial assets	62,905	(80)	62,905	(80)	21,526
Net unrealised fair value gain/(loss) on FVTPL financial assets	7,170	(6,786)	7,170	(6,786)	(6,819)
	<u>75,148</u>	<u>(3,670)</u>	<u>75,148</u>	<u>(3,670)</u>	<u>24,185</u>

Other income

Net realised gain on foreign currency exchange	(118)	(1,751)	(118)	(1,751)	1,028
Net realised loss on trading of derivatives	(126)	97	(126)	97	(387)
Net unrealised gain/(loss) on foreign currency exchange	1,220	22,689	1,220	22,689	6,514
Net unrealised gain/(loss) on fair value of derivatives	(1,917)	(4,643)	(1,917)	(4,643)	583
Dividend income	20	20	20	20	20
Distribution income	247	703	247	703	1,289
Brokerage earned	197	288	197	288	972
Gain on sales of investment in subsidiaries	-	4,756	-	4,756	4,756
Others	841	853	841	853	3,499
	<u>364</u>	<u>23,012</u>	<u>364</u>	<u>23,012</u>	<u>18,274</u>
	<u>88,074</u>	<u>39,546</u>	<u>88,074</u>	<u>39,546</u>	<u>111,639</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

19. Other Operating Income (continued)

	Individual Quarter		Cumulative Quarter		
	Current Financial First Quarter 30.9.2025 RM '000	Previous Financial First Quarter 30.9.2024 RM '000	Current Financial Year-to-date 30.9.2025 RM '000	Previous Financial Year-to-date 30.9.2024 RM '000	Previous Financial Year-to-date 30.6.2025 RM '000
<u>The Bank</u>					
Fees income					
Agency fees	574	-	574	-	4,983
Underwriting fees	382	580	382	580	1,340
Corporate advisory fees	2,755	4,614	2,755	4,614	5,421
	<u>3,711</u>	<u>5,194</u>	<u>3,711</u>	<u>5,194</u>	<u>11,744</u>
Net income from securities					
Net gain/(loss) from FVTPL financial assets	4,650	205	4,650	205	6,822
Net gain from FVOCI financial assets	62,905	(80)	62,905	(80)	16,862
Net unrealised gain/(loss) on revaluation of FVTPL financial assets	(963)	(1,310)	(963)	(1,310)	3,478
	<u>66,592</u>	<u>(1,185)</u>	<u>66,592</u>	<u>(1,185)</u>	<u>27,162</u>
Other income					
Net realised gain/(loss) on foreign currency	(102)	(1,751)	(102)	(1,751)	1,255
Net realised gain/(loss) on trading of derivatives	(127)	97	(127)	97	(387)
Net unrealised gain/(loss) on foreign currency	1,221	22,689	1,221	22,689	6,518
Net unrealised gain/(loss) on fair value of derivatives	(1,917)	(4,643)	(1,917)	(4,643)	583
Dividend income	20	20	20	20	15,020
Others	806	994	806	994	2,666
	<u>(99)</u>	<u>17,406</u>	<u>(99)</u>	<u>17,406</u>	<u>25,655</u>
	<u>70,204</u>	<u>21,415</u>	<u>70,204</u>	<u>21,415</u>	<u>64,561</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

20. Other Operating Expenses

	Individual Quarter		Cumulative Quarter		
	Current	Previous	Current	Previous	Previous
	Financial	Financial	Financial	Financial	Financial
	First Quarter	First Quarter	Year-to-date	Year-to-date	Year-to-date
	30.9.2025	30.9.2024	30.9.2025	30.9.2024	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>					
<u>Establishment related expenses</u>					
Rental of premises	13	12	13	12	48
Equipment rental	386	393	386	393	1,527
Depreciation of property, plant and equipment	1,481	1,339	1,481	1,339	5,504
Depreciation right of use assets	1,347	1,314	1,347	1,314	5,196
Repair and maintenance	697	589	697	589	2,852
Fixed asset written off	-	12	-	12	-
Others	527	124	527	124	1,104
	4,451	3,783	4,451	3,783	16,231
<u>Promotion and marketing related expenses</u>					
Advertising, travelling and entertainment	386	123	386	123	659
Brokerages fees	192	123	192	123	524
Others	352	22	352	22	211
	930	268	930	268	1,394
<u>General administrative expenses</u>					
Auditors' remuneration					
- Statutory audit	109	-	109	-	844
- Non audit fees	83		83	-	110
Maintenance expenses	11,085	5,075	11,085	5,075	33,766
Printing and stationeries	71	82	71	82	397
Professional fees	1,414	1,469	1,414	1,469	14,503
Bank charges	209	205	209	205	1,012
Commission	2,109	7,929	2,109	7,929	16,293
Management fees	263	166	263	166	1,002
Subscription fee	420	2,445	420	2,445	2,323
Interest on lease	137	225	137	225	685
Impairment in investment in subsidiaries	-	-	-	-	3,780
Others	1,173	1,210	1,173	1,210	5,045
	17,073	18,806	17,073	18,806	79,760
<u>Personnel expenses</u>					
Salaries, bonus, allowances and overtime	17,059	10,541	17,059	10,541	56,900
Directors' fees, salaries and allowances	7	6	7	6	1,114
EPF and SOCSO	2,128	1,314	2,128	1,314	6,735
Others	1,601	1,247	1,601	1,247	13,075
	20,795	13,108	20,795	13,108	77,824
	43,249	35,965	43,249	35,965	175,209

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

20. Other Operating Expenses (continued)

	Individual Quarter	Cumulative Quarter			Previous Financial Year-to-date 30.6.2025 RM '000	
	Current Financial First Quarter 30.9.2025 RM '000	Previous Financial First Quarter 30.9.2024 RM '000	Current Financial Year-to-date 30.9.2025 RM '000	Previous Financial Year-to-date 30.9.2024 RM '000		
<u>The Bank</u>						
<u>Establishment related expenses</u>						
Equipment rental	385	392	385	392	1,521	
Depreciation of property, plant and equipment	1,197	1,172	1,197	1,172	4,730	
Depreciation right of use assets	851	823	851	823	3,275	
Repair and maintenance	78	101	78	101	683	
Others	129	123	129	123	498	
	2,640	2,611	2,640	2,611	10,707	
<u>Promotion and marketing related expenses</u>						
Advertising, travelling and entertainment	42	90	42	90	322	
Brokerages fees	192	123	192	123	524	
Others	317	9	317	9	30	
	551	222	551	222	876	
<u>General administrative expenses</u>						
Auditors' remuneration						
- Statutory audit	-	-	-	-	489	
- Non audit fees	-	-	-	-	20	
Maintenance expenses	1,178	983	1,178	983	4,002	
Printing and stationeries	53	60	53	60	298	
Professional fees	20	193	20	193	1,534	
Bank charges	198	201	198	201	985	
Subscription fee	153	124	153	124	1,010	
Interest expense on lease	124	161	124	161	590	
Impairment in investment in subsidiaries	-	-	-	-	8,679	
Others	537	465	537	465	2,075	
	2,263	2,187	2,263	2,187	19,682	
<u>Personnel expenses</u>						
Salaries, bonus, allowances and overtime	13,175	8,464	13,175	8,464	44,174	
Directors' fees, salaries and allowances	-	-	-	-	470	
EPF and SOCSO	1,645	1,071	1,645	1,071	5,548	
Others	549	426	549	426	3,195	
	15,369	9,961	15,369	9,961	53,387	
	20,823	14,981	20,823	14,981	84,652	

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

21. Commitment and contingencies

	Current Financial			Previous Financial		
	1st Quarter			Year Ended		
	← 30.9.2025 →	Credit Principal amount	Risk equivalent amount	← 30.6.2025 →	Credit Principal amount	Risk equivalent amount
<u>The Group / The Bank</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Transaction related contingent items	2,729	1,365	1,365	2,737	1,369	1,369
Underwriting obligations	22,747	11,374	11,374	16,996	8,498	8,498
Foreign exchange related contracts	585,831	3,245	649	483,278	1,576	315
	<u>611,307</u>	<u>15,983</u>	<u>13,387</u>	<u>503,011</u>	<u>11,443</u>	<u>10,182</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

22. Capital adequacy

The capital adequacy ratios of the Group and the Bank are computed in accordance with Bank Negara Malaysia's revised Risk Weighted Capital Adequacy Framework (RWCAF-Basel II) and Capital Adequacy Framework (Capital Component). The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk.

	Credit Risk	Market Risk	Operational Risk
Approach	Standardised Approach	Standardised Approach	Basic Indicator Approach

i) The capital adequacy ratios of the Group and the Bank is as follows:

	Current Financial 1st Quarter 30.9.2025	Previous Financial Year Ended 30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
<u>The Group</u>		
<u>Common Equity Tier 1 Capital</u>		
Paid-up share capital	80,000	80,000
Regulatory reserve	16,430	19,183
FVOCI reserve	24,334	64,303
Other reserve	-	1,426
Merger reserve	-	421
Currency reserve	-	(272)
SPI working funds	105,000	105,000
Retained profits	1,114,376	1,091,041
Regulatory adjustments applied in the calculation of CET1 Capital	(93,544)	(118,024)
Common Equity Tier 1 Capital	<u>1,246,596</u>	<u>1,243,078</u>
<u>Tier 2 Capital</u>		
General provision	5,489	5,720
Total Tier 2 Capital	<u>5,489</u>	<u>5,720</u>
Total Capital	<u>1,252,085</u>	<u>1,248,798</u>
Total risk-weighted assets	<u>1,360,581</u>	<u>1,239,691</u>
Common Equity Tier 1 Capital	91.622%	100.273%
Tier 1 Capital	91.622%	100.273%
Total Capital	92.026%	100.735%

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Capital adequacy (continued)

i) The capital adequacy ratios of the Group and the Bank is as follows (continued):

	Current Financial 1st Quarter 30.9.2025 <u>RM '000</u>	Previous Financial Year Ended 30.6.2025 <u>RM '000</u>
<u>The Bank</u>		
<u>Common Equity Tier 1 Capital</u>		
Paid-up share capital	80,000	80,000
Regulatory reserve	16,430	19,183
FVOCI reserve	23,741	65,378
SPI working funds	105,000	105,000
Retained profits	1,084,376	1,081,622
Regulatory adjustments applied in the calculation of CET1 Capital	(463,063)	(488,716)
Common Equity Tier 1 Capital / Tier 1 Capital	<u>846,485</u>	<u>862,467</u>
<u>Tier 2 Capital</u>		
General provisions	5,403	5,645
Total Tier II capital	<u>5,403</u>	<u>5,645</u>
Total Capital	<u>851,888</u>	<u>868,112</u>
Total risk-weighted assets	<u>1,164,373</u>	<u>989,589</u>
Common Equity Tier 1 Capital	72.699%	87.154%
Tier 1 Capital	72.699%	87.154%
Total Capital	73.163%	87.724%

ii) Breakdown of gross risk weighted assets in various categories of risk weights are as follows:

	Current Financial 1st Quarter 30.9.2025 <u>RM '000</u>	Previous Financial Year Ended 30.6.2025 <u>RM '000</u>
<u>The Group</u>		
<u>Credit risk</u>		
Credit risk	439,119	457,630
Market risk	565,871	357,361
Operational risk	355,591	424,700
Total risk weighted assets	<u>1,360,581</u>	<u>1,239,691</u>
<u>The Bank</u>		
<u>Credit risk</u>		
Credit risk	432,251	451,546
Market risk	378,660	194,728
Operational risk	353,462	343,315
Total risk weighted assets	<u>1,164,373</u>	<u>989,589</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI))

**Statement of Financial Position
As at 30 September 2025**

		Current Financial 1st Quarter 30.9.2025	Previous Financial Year Ended 30.6.2025
	Note	<u>RM '000</u>	<u>RM '000</u>
ASSETS			
Cash and short term funds	a	357,589	550,070
Statutory deposits with Bank Negara Malaysia		7,500	13,000
Financial assets at fair value through profit or loss	b	40,212	-
Financial assets at fair value through other comprehensive income	c	1,493,855	481,009
Financial assets at amortised cost	d	-	373,203
Other receivables and prepayments		1	1
Deferred tax assets		2,710	-
TOTAL ASSETS		<u>1,901,867</u>	<u>1,417,283</u>
LIABILITIES			
Deposit from customers	e	1,473,235	754,918
Deposit from placements of banks and other financial institutions	f	95,721	343,578
Other liabilities	g	10,317	3,839
Provision for zakat		2,090	1,409
Deferred tax liabilities		-	977
Total liabilities		<u>1,581,363</u>	<u>1,104,721</u>
ISLAMIC BANKING CAPITAL FUNDS			
Islamic banking funds allocated		105,000	105,000
Reserves		215,504	207,562
Total islamic banking capital funds		<u>320,504</u>	<u>312,562</u>
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		<u>1,901,867</u>	<u>1,417,283</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

Statement of Comprehensive Income
For the first quarter ended 30 September 2025

	Note	Individual Quarter		Cumulative Quarter		Previous Financial Year-to-date 30.6.2025
		Current Financial First Quarter 30.9.2025	Previous Financial First Quarter 30.9.2024	Current Financial Year-to-date 30.9.2025	Previous Financial Year-to-date 30.9.2024	
		RM '000	RM '000	RM '000	RM '000	
Income derived from investment of depositors' funds and others	h	35,992	22,463	35,992	22,463	111,428
Less : Income attributable to depositors	i	(9,108)	(15,974)	(9,108)	(15,974)	(58,126)
Net income		26,884	6,489	26,884	6,489	53,302
Other operating expenses	j	(66)	(61)	(66)	(61)	(214)
Income from operations		26,818	6,428	26,818	6,428	53,088
Allowance for credit impairment loss		(402)	1,601	(402)	1,601	1,572
Income before taxation and zakat		26,416	8,029	26,416	8,029	54,660
Tax expense		(6,436)	(1,543)	(6,436)	(1,543)	(12,534)
Zakat		(681)	(207)	(681)	(207)	(1,409)
Net profit for the financial year		19,299	6,279	19,299	6,279	40,717
Other comprehensive income:						
Available-for-sale financial assets						
- Net unrealised gain/(loss) on revaluation		(15,362)	3,518	(15,362)	3,518	(12,063)
- Expected credit loss		318	1,422	318	1,422	1,422
- Income tax relating to net fair value changes		3,687	(844)	3,687	(844)	2,212
Other comprehensive income for the financial year, net of tax		(11,357)	4,096	(11,357)	4,096	(8,429)
Total comprehensive income for the financial year		7,942	10,375	7,942	10,375	32,288

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

Statements of Changes in Equity
For the first quarter ended 30 September 2025

	<u>Non-distributable</u>	<u>Distributable</u>			
	Islamic Banking Fund RM '000	Regulatory reserve RM '000	FVOCI reserve RM '000	Retained Earnings RM '000	Total RM '000
Balance as at 1 July 2025	105,000	7,933	3,092	196,537	312,562
Comprehensive income:					
Net profit for the financial period	-	-	-	19,299	19,299
Other comprehensive income:					
Financial assets at FVOCI					
- Net unrealised fair value gain	-	-	(15,362)	-	(15,362)
- Income tax relating to net fair value changes	-	-	3,687	-	3,687
- Expected credit loss	-	-	318	-	318
Regulatory reserve	-	(3,274)	-	3,274	-
Total comprehensive income for the financial year	-	(3,274)	(11,357)	22,573	7,942
As at 30 September 2025	105,000	4,659	(8,265)	219,110	320,504

	<u>Non-distributable</u>	<u>Distributable</u>			
	Islamic Banking Fund RM '000	Regulatory reserve RM '000	FVOCI reserve RM '000	Retained Earnings RM '000	Total RM '000
Balance as at 1 July 2024	105,000	6,548	11,521	157,205	280,274
Comprehensive income:					
Net profit for the financial year	-	-	-	40,717	40,717
Other comprehensive income:					
Financial assets at FVOCI					
- Net unrealised fair value gain	-	-	(12,063)	-	(12,063)
- Income tax relating to net fair value changes	-	-	2,212	-	2,212
- Expected credit loss	-	-	1,422	-	1,422
Regulatory reserve	-	1,385	-	(1,385)	-
Total comprehensive income for the financial year	-	1,385	(8,429)	39,332	32,288
Dividend paid	-	-	-	-	-
As at 30 June 2025	105,000	7,933	3,092	196,537	312,562

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

a) Cash and short term funds

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
(i) Cash and balances with banks and other financial institutions	202	99
Deposits and placements with financial institutions, with original maturity of less than 3 months	257,500	450,000
	<u>257,702</u>	<u>450,099</u>
Expected credit losses	(74)	(29)
Cash and cash equivalents	<u>257,628</u>	<u>450,070</u>
(ii) Deposits and placement with financial institutions, with original maturity of more than 3 months	100,000	100,000
Expected credit losses	(39)	-
	<u>99,961</u>	<u>100,000</u>
Total	<u>357,589</u>	<u>550,070</u>

b) Financial assets at fair value through profit or loss

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
At fair value:		
Islamic debt securities	40,212	-
	<u>40,212</u>	<u>-</u>

c) Financial assets at fair value through other comprehensive income

	Current Financial	Previous Financial
	RM '000	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
At fair value:		
Islamic Corporate Notes	-	24,776
Islamic debt securities	152,868	223,445
Islamic Malaysian Government investment issue	1,340,987	232,788
	<u>1,493,855</u>	<u>481,009</u>

d) Financial assets at amortised cost

	Current Financial	Previous Financial
	RM '000	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
At fair value:		
Islamic Malaysian Government investment issue	-	373,203
	<u>-</u>	<u>373,203</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)
(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

e) Deposits from customers

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
(i) By type of deposit		
Commodity Murabahah	1,473,235	754,918
	<u>1,473,235</u>	<u>754,918</u>
(ii) By type of customers		
Government and statutory bodies	1,018,674	352,739
Business enterprise	249,152	129,216
Domestic Non-Bank Financial Institutions	203,812	271,381
Individuals	1,597	1,582
	<u>1,473,235</u>	<u>754,918</u>
(iii) The maturity structure of term deposits		
Due within three months	1,473,235	754,918
	<u>1,473,235</u>	<u>754,918</u>

f) Deposit from placements of banks and other financial institutions

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
Licensed banks	1,700	8,502
Commodity Murabahah	94,021	335,076
	<u>95,721</u>	<u>343,578</u>

g) Other liabilities

	Current Financial	Previous Financial
	1st Quarter	Year Ended
	30.9.2025	30.6.2025
	<u>RM '000</u>	<u>RM '000</u>
Other payables and accruals	10,317	3,839
	<u>10,317</u>	<u>3,839</u>

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

h) Income derived from investment of depositors' fund and others

	Individual Quarter		Cumulative Quarter		Previous Financial Year-to-date 30.6.2025
	Current Financial	Previous Financial	Current Financial	Previous Financial	
	First Quarter 30.9.2025	First Quarter 30.9.2024	Year-to-date 30.9.2025	Year-to-date 30.9.2024	
	RM '000	RM '000	RM '000	RM '000	
Income derived from investment of General Investment deposits	14,053	22,463	14,053	22,463	71,629
<u>Finance income and hibah</u>					
Placement with financial institutions	7,578	5,170	7,578	5,170	18,573
FVTPL financial assets	144	-	144	-	268
FVOCI financial assets	5,890	13,007	5,890	13,007	35,646
AC financial assets	441	4,286	441	4,286	17,142
Total finance income and hibah	14,053	22,463	14,053	22,463	71,629
<u>Other operating income</u>					
Gain from sales of FVPTL financial assets	-	-	-	-	567
Gain from sales of FVOCI financial assets	742	-	742	-	39,232
Gain from sales of AC financial assets	21,128	-	21,128	-	-
Net unrealised gain/(loss) on revaluation of FVTPL financial assets	69	-	69	-	-
	35,992	22,463	35,992	22,463	111,428

i) Income attributable to depositors

	Individual Quarter		Cumulative Quarter		Previous Financial Year-to-date 30.6.2025
	Current Financial	Previous Financial	Current Financial	Previous Financial	
	First Quarter 30.9.2025	First Quarter 30.9.2024	Year-to-date 30.9.2025	Year-to-date 30.9.2024	
	RM '000	RM '000	RM '000	RM '000	
<u>Qard deposits</u>					
Deposit from customers	-	12,232	-	12,232	20,393
Deposits and placements of banks and other financial institutions	114	108	114	108	652
	114	12,340	114	12,340	21,045
<u>Commodity Murabahah deposits</u>					
Deposit from customers	7,373	2,520	7,373	2,520	32,157
Deposits and placements of banks and other financial institutions	1,621	1,114	1,621	1,114	4,924
	8,994	3,634	8,994	3,634	37,081
	9,108	15,974	9,108	15,974	58,126

KAF INVESTMENT BANK BERHAD

(Company No: 20657-W)

(Incorporated in Malaysia)

Notes to the Unaudited Interim Financial Statements (continued)

23. Operation of Islamic Banking (Skim Perbankan Islam (SPI)) (continued)

j) Other operating expenses

	Individual Quarter		Cumulative Quarter		
	Current	Previous	Current	Previous	Previous
	Financial	Financial	Financial	Financial	Financial
	First Quarter	First Quarter	Year-to-date	Year-to-date	Year-to-date
	30.9.2025	30.9.2024	30.9.2025	30.9.2024	30.6.2025
	RM '000	RM '000	RM '000	RM '000	RM '000
<u>General administrative expenses</u>					
Bank charges	25	33	25	33	127
Brokerages fees	41	28	41	28	87
	66	61	66	61	214