

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 MARCH 2014

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2014

		Economic Entity and Bank	
		31-Mar-14	31-Dec-13
		RM	RM
	Note		
Assets			
Cash and short-term funds	2	463,378,330	504,992,944
Financial investments available-for-sale	3	562,027,085	557,509,107
Financial investments held-to-maturity	4	276,663,223	140,616,776
Financing and advances	5	1,627,813,567	1,648,699,828
Derivative assets	6	676,872	1,153,124
Other assets	7	3,985,374	4,416,187
Statutory deposits with Bank Negara Malaysia		42,488,822	40,288,822
Property, plant and equipment		2,149,260	2,421,876
Intangible assets		2,699,710	3,041,960
Total assets		<u>2,981,882,243</u>	<u>2,903,140,624</u>
Liabilities			
Deposits from customers	8	1,327,888,479	1,564,472,425
Deposits and placements of banks and other financial institutions	9	1,157,271,625	819,286,096
Derivative liabilities	6	4,788,629	5,484,387
Other liabilities	10	9,658,673	37,728,079
Total liabilities		<u>2,499,607,406</u>	<u>2,426,970,987</u>
Equity			
Ordinary share capital		532,530,020	532,530,020
Reserves		(50,255,183)	(56,360,383)
Total equity		<u>482,274,837</u>	<u>476,169,637</u>
Total Liabilities and Equity		<u>2,981,882,243</u>	<u>2,903,140,624</u>
Commitments and contingencies	18	<u>490,913,158</u>	<u>500,812,943</u>
Capital Adequacy	20		
		Economic Entity	
CET1 capital		22.165%	22.506%
Tier 1 capital		22.165%	22.506%
Total capital ratio		<u>22.410%</u>	<u>22.739%</u>
		Bank	
CET1 capital		22.169%	22.505%
Tier 1 capital		22.169%	22.505%
Total capital ratio		<u>22.414%</u>	<u>22.738%</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2014

		Economic Entity and Bank	
		1st Quarter Ended 31-Mar-14 RM	1st Quarter Ended 31-Mar-13 RM
	Note		
Income derived from investment of depositors' funds	11	24,627,263	23,580,577
Income derived from investment of shareholders' funds	12	5,563,136	5,953,105
Allowances for impairment on financing and advances	13	(1,298,733)	1,904,463
Total distributable income		28,891,666	31,438,145
Income attributable to depositors	14	(17,257,348)	(17,692,589)
		11,634,318	13,745,556
Personnel expenses	15	(2,801,614)	(6,159,852)
Other overheads and expenditures	16	(3,437,061)	(3,620,551)
Profit before taxation		5,395,643	3,965,153
Taxation		-	-
Net profit for the financial period		5,395,643	3,965,153
Profit attributable to:			
Owners of the parent		5,395,643	3,965,153
Non-controlling interest		-	-
		5,395,643	3,965,153
Earnings per shares (sen)			
Basic and diluted		1.01	0.74
Profit for the financial period		5,395,643	3,965,153
Other comprehensive income / (loss) :			
Financial investments available-for-sale	17		
- Unrealised net gain / (loss) on revaluation		709,557	(225,999)
Income tax relating to components of other comprehensive income		-	-
Other comprehensive income / (loss) for the financial period		709,557	(225,999)
Total comprehensive income for the financial period		6,105,199	3,739,154
Total comprehensive income attributable to:			
Owners of the parent		6,105,199	3,739,154
Non-controlling interest		-	-
		6,105,199	3,739,154

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2014

	Share Capital RM	Accumulated Losses RM	Statutory Reserve RM	AFS Reserve RM	Total RM
Economic Entity and Bank					
31-Mar-14					
Balance as at					
1 January 2014	532,530,020	(57,437,007)	3,787,247	(2,710,623)	476,169,637
Net profit for the financial period	-	5,395,643	-	-	5,395,643
Other comprehensive income:					
Financial investments available- for-sale - Unrealised net gain on revaluation	-	-	-	709,557	709,557
Income tax relating to components of other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	709,557	709,557
Balance as at					
31 March 2014	<u>532,530,020</u>	<u>(52,041,364)</u>	<u>3,787,247</u>	<u>(2,001,066)</u>	<u>482,274,837</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2014 (CONTINUED)

	Share Capital RM	Accumulated Losses RM	Statutory Reserve RM	AFS Reserve RM	Total RM
Economic Entity and Bank					
31-Dec-13					
Balance as at					
1 January 2013	532,530,020	(61,224,255)	-	428,824	471,734,589
Net profit for the financial year	-	7,574,495	-	-	7,574,495
Transfer to statutory reserve	-	(3,787,247)	3,787,247	-	-
Other comprehensive loss:					
Financial investments available-for-sale - Unrealised net loss on revaluation	-	-	-	(3,032,241)	(3,032,241)
Income tax relating to components of other comprehensive income	-	-	-	(107,206)	(107,206)
Total comprehensive loss	-	-	-	(3,139,447)	(3,139,447)
Balance as at					
31 December 2013	<u>532,530,020</u>	<u>(57,437,007)</u>	<u>3,787,247</u>	<u>(2,710,623)</u>	<u>476,169,637</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CASH FLOW
FOR THE FIRST QUARTER ENDED 31 MARCH 2014

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	5,395,643	7,467,289
Adjustments for:		
Depreciation of property, plant and equipment	287,427	1,317,546
Amortisation of intangible assets	342,250	1,788,275
Loss on sale of property, plant and equipment	-	8,019
Profit income from:		
- Investment on financial investments held-for-trading	-	(58,675)
- Investment on financial investments available-for-sale	(5,244,321)	(14,311,997)
- Investment on financial investments held-to-maturity	(2,254,748)	(4,762,678)
Net loss on sale of financial investments		
held-for-trading	-	71,130
Net loss/(gain) on sale of financial investments		
available-for-sale	83,603	(204,874)
Unrealised gain from financial investments		
held-for-trading	-	(10,572)
Accretion of discount less amortisation of premium	(8,350)	341,725
Allowances for losses on financing and advances	1,298,734	10,389,750
Operating (loss)/gain before working capital changes	(99,762)	2,034,938
Adjustments for change in operating assets and liabilities:		
Financing and advances	19,587,527	(178,499,041)
Derivative assets	476,252	513,389
Other assets	430,813	4,487,676
Statutory deposit with Bank Negara Malaysia	(2,200,000)	(4,320,000)
Deposits from customers	(236,583,946)	(18,999,827)
Deposits and placements of banks and other		
financial institutions	337,985,529	73,280,489
Derivative liabilities	(695,758)	5,053,836
Other liabilities	(28,069,406)	28,845,992
Net cash used in operating activities	90,831,249	(87,602,548)

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CASH FLOW
FOR THE FIRST QUARTER ENDED 31 MARCH 2014 (CONTINUED)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets	(14,811)	(1,182,857)
Net proceeds from:		
- Sale of financial investments held-for-trading	-	11,316,857
- Sale/(purchase) of financial investments available-for-sale	1,352,297	(165,627,000)
- Purchase of financial investments held-to-maturity	(133,783,349)	(1,794,013)
- Sale of property, plant and equipment	-	8,463
Net cash used in investing activities	(132,445,863)	(157,278,550)
ANALYSIS OF CASH AND CASH EQUIVALENT		
Net decrease in cash and cash equivalents	(41,614,614)	(244,881,098)
Cash and cash equivalents at beginning of financial year	504,992,944	749,874,042
Cash and cash equivalents at end of financial period/year (Note 2)	463,378,330	504,992,944

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS
FOR THREE MONTHS ENDED 31 MARCH 2014

-PART A - EXPLANATORY NOTES PURSUANT TO GUIDELINES ON FINANCIAL REPORTING
FOR LICENSED ISLAMIC BANK (BNM GP8-1) ISSUED BY BANK NEGARA MALAYSIA

1. General information

a) Performance Review

The Economic Entity and the Bank registered a profit before zakat and tax of RM5.40m each for the three months period ended 31 March 2014.

The Economic Entity and the Bank's gross financing and advances stood at RM1.67b whilst total Deposit at RM2.49b.

b) Business Plan and outlook for 2014

The gradual improvement in the global economy experienced in 2013 is expected to continue in 2014. Global growth will be supported by a broader economic recovery in the advanced economies and sustained growth in the emerging economies. Continued improvements in the advanced economies will have positive spillovers on the rest of the world, in particular on economies with extensive trade linkages. Nevertheless, the pace of recovery is expected to remain moderate, with global economic activity expanding below the average growth rate observed over 2000-2007. (BNM)

The IMF forecasts global growth to average 3.6 percent in 2014—up from 3 percent in 2013—and to rise to 3.9 percent in 2015. A major impulse to global growth has come from the United States, where annual growth in 2014–15 is projected to be above trend at about 2¾ percent. In the euro area, growth has turned positive. Across the euro area, a strong reduction in the pace of fiscal tightening is expected to help lift growth. Emerging market and developing economies growth is projected to increase moderately from 4.7 percent in 2013 to 4.9 percent in 2014 and 5.3 percent in 2015. The forecast for China is that growth will remain broadly unchanged at about 7½ percent in 2014–15. In sub-Saharan Africa, growth continues at a strong pace, and is expected to increase from 4.8 percent in 2013 to 5½ percent in 2014–15. The Middle East and North Africa face challenging conditions, with regional growth projected to rise only moderately in 2014–15. (IMF)

Developing Asia is successfully navigating a challenging global economic landscape and is well positioned to grow steadily over the next two years. Developing Asia will achieve GDP growth of 6.2% in 2014 and 6.4% in 2015. The region grew 6.1% in 2013. (ADB)

The Malaysian economy is expected to remain on a steady growth path in 2014, expanding by 4.5%-5.5% (2013: 4.7%). The growth momentum will be supported by better performance in the external sector amid some moderation in domestic demand. (BNM)

In line with its vision to empower business with Islamic banking values, the Economic Entity and the Bank will continue to leverage on its Middle East connection to create and bridge business opportunities between Malaysia and the Middle East as well as regionally, especially for funding GLCs in the sectors of oil and gas, shipping, aviation, infrastructure as well as real estate.

The Economic Entity and the Bank will continue to chart growth in its assets and profitability performance and also ensure sustainability going forward. Strategies and approaches will constantly be reviewed to suit business needs, new products will also be introduced and developed with its appropriate risk mitigations in place to address customers' expectations as well as the varied business requirements and the different risk profiles.

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

2. Cash and short-term funds

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Cash and balances with banks and other financial institutions	11,424,615	16,976,833
Money at call and deposit placements maturing within one month	451,953,715	488,016,111
	<u>463,378,330</u>	<u>504,992,944</u>

3. Financial investments available-for-sale

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
At fair value		
Quoted securities:		
<u>In Malaysia</u>		
Islamic Medium Term Notes	327,548,719	312,363,358
Malaysian Government sukuk	140,599,293	141,624,380
Corporate Sukuk	49,943,329	50,520,979
<u>Outside Malaysia</u>		
Corporate Sukuk	43,935,744	53,000,390
	<u>562,027,085</u>	<u>557,509,107</u>

4. Financial investments held-to-maturity

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
At amortised cost		
Quoted securities:		
<u>In Malaysia</u>		
Islamic Medium Term Notes	247,116,680	110,642,416
<u>Outside Malaysia</u>		
Corporate Sukuk	29,546,543	29,974,360
	<u>276,663,223</u>	<u>140,616,776</u>

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances

	Economic Entity and Bank	
	31-Mar-14 RM	31-Dec-13 RM
At amortised cost		
Term financing		
- house financing	29,818,674	30,140,620
- syndicated term financing	61,700,946	65,170,873
- hire purchase receivables	38,508	40,629
- other term financing	1,526,524,749	1,524,679,483
Trusts receipts	7,601,419	8,550,036
Staff financing	416,716	542,842
Others	40,198,125	56,762,182
Gross financing and advances	1,666,299,137	1,685,886,665
Less: Allowance for impaired financing and advances:		
- individual impairment allowance	(33,148,631)	(32,188,875)
- collective impairment allowance	(5,336,939)	(4,997,962)
Net financing and advances	1,627,813,567	1,648,699,828
(i) By type of customer		
Domestic non-bank financial institution		
- Others	50,068,219	50,011,096
Domestic business enterprises		
- Small medium enterprise	35,714,809	20,093,435
- Others	1,488,636,112	1,520,437,415
Individuals	15,040,880	15,292,842
Foreign entities	76,839,117	80,051,877
	1,666,299,137	1,685,886,665
(ii) By contract		
Ijarah	24,491,273	26,713,311
Istisna	63,787,213	66,112,093
Qard	370,927	491,466
Bai'	1,577,649,724	1,592,569,795
	1,666,299,137	1,685,886,665

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(iii) By profit rate sensitivity		
Fixed rate		
- Housing financing	2,019,903	2,053,705
- Hire purchase receivables	60,850	66,799
- Other fixed rate financing	14,888,322	15,775,151
Variable		
- Base Financing Rate	460,949,570	473,554,401
- Cost-plus	1,188,009,565	1,193,945,143
Non-profit sensitive	370,927	491,466
	<u>1,666,299,137</u>	<u>1,685,886,665</u>
(iv) By contractual maturity		
Maturity within one year	1,291,864,745	1,321,315,090
More than one year to three years	149,834,468	137,119,336
More than three years to five years	95,782,094	89,574,005
More than five years	128,817,830	137,878,234
	<u>1,666,299,137</u>	<u>1,685,886,665</u>
(v) By geographical distribution		
Malaysia	1,607,754,695	1,624,988,993
Qatar	43,180,487	44,643,160
Indonesia	14,845,018	15,727,105
United Kingdom	518,937	527,407
	<u>1,666,299,137</u>	<u>1,685,886,665</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(vi) By economic purpose		
Purchase of landed property:		
- Residential	28,294,869	29,189,017
- Non-Residential	168,577,603	173,451,043
Working Capital	1,429,130,066	1,442,525,982
Personal Use	402,046	527,328
Purchase of transport vehicles	3,492,731	4,160,595
Others	36,401,822	36,032,700
	<u>1,666,299,137</u>	<u>1,685,886,665</u>
(vii) By sector		
Agriculture	276,448,205	280,017,269
Mining and quarrying	277,678,093	279,041,548
Manufacturing	196,297,821	209,899,326
Electricity, gas and water	110,012,055	110,072,329
Construction	153,393,621	187,788,133
Purchase of landed property	29,914,485	30,241,303
Wholesale & retail trade and restaurants & hotels	225,951,705	206,648,907
Transport, storage and communication	109,651,503	102,451,667
Finance, insurance and business services	224,986,137	214,622,768
Purchase of transport vehicles	84,297	92,005
Consumption credit	427,992	553,275
Others	61,453,223	64,458,135
	<u>1,666,299,137</u>	<u>1,685,886,665</u>

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(viii) Movement in the allowance for impaired advances and financing		
Individual Assessment Allowance		
Balance beginning of financial year	32,188,875	20,003,882
Allowance made during the financial period/year	970,896	21,494,657
Amount written back in respect of recoveries	(11,140)	(3,333,803)
Amount written off during the financial period/year as uncollectible	-	(5,975,861)
Balance as at end of financial period/year	<u>33,148,631</u>	<u>32,188,875</u>
Collective Assessment Allowance		
Balance beginning of financial year	4,997,962	12,769,066
Allowance made during the financial period/year	338,977	-
Amount written back in respect of recoveries	-	(7,771,104)
Balance as at end of financial period/year	<u>5,336,939</u>	<u>4,997,962</u>
As % of gross financing and advances less individual assessment allowances	<u>0.33%</u>	<u>0.30%</u>
(ix) Movement in impaired financing and advances		
Balance beginning of financial year	36,032,700	57,639,834
Classified as impaired during the financial period/year	380,262	25,388,655
Reclassified as non-impaired	-	(7,851,770)
Amount recovered	(11,140)	(33,168,158)
Amount written off during the financial period/year as uncollectible	-	(5,975,861)
Balance as at end of financial period/year	<u>36,401,822</u>	<u>36,032,700</u>
Gross impaired financing and advances ratio	<u>2.18%</u>	<u>2.14%</u>

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances (continued)

(x) Financing by types and Shariah contracts

Economic Entity and Bank - 31 March 2014

Type	Bai'	Ijarah	Istisna'	Qard	Total financing, advances and other receivables
	RM	RM	RM	RM	RM
Term Financing	287,880,974	24,491,272	63,787,213	-	376,159,459
House Financing	26,688,227	3,130,448	-	-	29,818,674
Syndicated Financing	-	18,520,459	43,180,488	-	61,700,946
Hire purchase receivables	38,507	-	-	-	38,507
Other term financing	261,154,240	2,840,366	20,606,725	-	284,601,331
Trust receipts	7,601,419	-	-	-	7,601,419
Staff financing	45,789	-	-	370,927	416,716
Revolving credit	1,241,923,419	-	-	-	1,241,923,419
Others	40,198,124	-	-	-	40,198,124
Total financing, advances and other receivables	1,577,649,725	24,491,272	63,787,213	370,927	1,666,299,137

Economic Entity and Bank - 31 December 2013

Type	Bai'	Ijarah	Istisna'	Qard	Total financing, advances and other receivables
	RM	RM	RM	RM	RM
Term Financing	303,189,408	26,713,311	66,112,093	-	396,014,812
House Financing	26,975,785	3,164,835	-	-	30,140,620
Syndicated Financing	-	20,527,712	44,643,161	-	65,170,873
Hire purchase receivables	40,629	-	-	-	40,629
Other term financing	276,172,994	3,020,764	21,468,932	-	300,662,690
Trust receipts	8,550,036	-	-	-	8,550,036
Staff financing	51,376	-	-	491,466	542,842
Revolving credit	1,224,016,793	-	-	-	1,224,016,793
Others	56,762,182	-	-	-	56,762,182
Total financing, advances	1,592,569,795	26,713,311	66,112,093	491,466	1,685,886,665

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

5. Financing and advances (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(xi) Impaired financing by sector		
Agriculture	2,563,779	2,563,779
Manufacturing	13,040,036	13,040,036
Construction	5,596,139	5,596,139
Wholesale & retail trade and restaurants & hotels	9,456,021	9,456,021
Purchase of landed property	5,700,617	5,331,497
Purchase of transport vehicles	19,291	19,291
Consumption credit	25,939	25,937
	36,401,822	36,032,700
(xi) Impaired financing by geographical distribution		
Malaysia	36,401,822	36,032,700

6. Derivative financial instruments

The table below shows the fair values of derivative financial instruments, recorded as assets or liabilities, together with their notional amounts. The notional amount, recorded gross, is the amount of derivative's underlying asset, reference rate or index and is the basis upon which change in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the period/year end and are indicative of neither the market risks nor the credit risk.

	Economic Entity and Bank					
	31-Mar-14			31-Dec-13		
	Contract/ Notional amount	Fair value		Contract/ Notional amount	Fair value	
		Assets	Liabilities		Assets	Liabilities
RM	RM	RM	RM	RM	RM	
Trading derivatives						
<u>Foreign exchange contracts:</u>						
Currency forward						
- Less than one year	295,760,227	676,872	(4,788,629)	319,021,117	1,153,124	(5,484,387)

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

7. Other assets

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Other debtors, deposits and prepayments	3,985,374	4,416,187

8. Deposits from customers

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(i) By type of deposit:		
<u>Non-Mudharabah Funds:</u>		
Demand deposits	127,752,086	61,327,096
Savings deposits	546,592	658,154
Commodity Murabahah	194,657,207	119,567,996
	322,955,885	181,553,246
<u>Mudharabah Funds:</u>		
Savings deposits	1,318,349	1,509,805
General investment deposits	53,742,596	58,515,729
Special investment deposits	949,871,649	1,322,893,645
	1,004,932,594	1,382,919,179
	1,327,888,479	1,564,472,425
(ii) The deposits are sourced from the following classes of customers:		
Business enterprises	1,311,592,385	1,546,770,278
Individuals	16,296,094	17,702,147
	1,327,888,479	1,564,472,425

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

8. Deposits from customers (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(iii) The maturity structure of saving deposits, amount payable on demand and term deposits are as follows:		
Due within six months	1,225,391,457	1,404,880,294
More than six months to one year	102,207,762	159,490,115
More than one year to three years	289,260	102,016
	<u>1,327,888,479</u>	<u>1,564,472,425</u>
(iv) By type of contract:		
Mudharabah	1,004,932,595	1,382,919,179
Tawarruq	194,657,207	119,567,996
Wadiah	128,298,677	61,985,250
	<u>1,327,888,479</u>	<u>1,564,472,425</u>

9. Deposits and placements of banks and other financial institutions

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
(i) By type of deposit:		
<u>Non-Mudharabah Funds:</u>		
Licensed Islamic banks	222,774,080	247,458,378
Other financial institutions	323,040,110	358,428,746
	<u>545,814,190</u>	<u>605,887,124</u>
<u>Mudharabah Fund:</u>		
Other financial institutions	611,457,435	213,398,972
	<u>611,457,435</u>	<u>213,398,972</u>
	<u>1,157,271,625</u>	<u>819,286,096</u>
(ii) By type of contract:		
Mudharabah	611,457,435	213,398,973
Tawarruq	425,558,683	471,898,035
Wakalah	119,677,324	133,741,076
Wadiah	578,183	248,012
	<u>1,157,271,625</u>	<u>819,286,096</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

10. Other liabilities

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Sundry creditors	6,481,006	31,897,281
Other provisions and accruals	3,177,667	5,830,798
	9,658,673	37,728,079

11. Income derived from investment of depositors' funds

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
Income derived from investment of:		
(i) General investment deposit	601,309	687,246
(ii) Other deposits	24,025,954	22,893,331
	24,627,263	23,580,577
(i) Income derived from investment of general investment deposits		
<u>Finance income and hibah:</u>		
Financing and advances	392,967	416,486
Financial investment held-for-trading	-	1,216
Financial investment available-for-sale	104,540	79,570
Financial investment held-to-maturity	45,843	31,683
Money at call and deposits with financial institutions	57,959	158,291
	601,309	687,246
(ii) Income derived from investment of other deposits		
<u>Finance income and hibah:</u>		
Financing and advances	15,701,397	13,873,876
Financial investment held-for-trading	-	40,497
Financial investment available-for-sale	4,177,016	2,650,620
Financial investment held-to-maturity	1,831,721	1,055,415
Money at call and deposits with financial institutions	2,315,820	5,272,923
	24,025,954	22,893,331

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

12. Income derived from investment of shareholders' funds

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
<u>Finance income and hibah</u>		
Financing and advances	3,304,768	2,761,616
Financial investment held-for-trading	-	8,061
Financial investment available-for-sale	879,162	527,610
Financial investments held-to-maturity	385,533	210,082
Money at call and deposits with financial institutions	487,424	1,049,583
Total finance income and hibah	5,056,887	4,556,952
Other operating income (note a - b)	506,249	1,396,153
	5,563,136	5,953,105
Other operating income comprise of:		
(a) Fee and other income:		
Commission	217,377	58,572
Fees and other income	(839,372)	2,670,971
Net gain/(loss) on derivatives foreign exchange contracts	1,128,244	(1,356,517)
	506,249	1,373,026
(b) Unrealised gain on revaluation of:		
Financial investments held-for-trading	-	23,127
	-	23,127
Total other operating income	506,249	1,396,153

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

13. Allowance for impairment on financing and advances

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
Allowance for impaired financing and advances:		
(a) Individual impairment allowance		
- made during the financial period	970,897	340,463
- written back during the financial period	(11,140)	(1,188,014)
(b) Collective impairment allowance		
- made during the financial period	338,976	758,103
- written back during the financial period	-	(1,815,015)
	<u>1,298,733</u>	<u>(1,904,463)</u>

14. Income attributable to depositors

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
Deposits from customers:		
- Mudharabah funds	7,849,750	12,328,859
- Non-mudharabah funds	1,218,459	1,494,291
	<u>9,068,209</u>	<u>13,823,150</u>
Deposits and placements of banks and other financial institutions:		
- Mudharabah funds	4,776,229	500,257
- Non-mudharabah funds	3,412,910	3,369,182
	<u>8,189,139</u>	<u>3,869,439</u>
	<u>17,257,348</u>	<u>17,692,589</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

15. Personnel expenses

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
Salaries, allowances and bonuses	2,116,242	5,145,649
Contributions to Employee Provident Fund and SOCSO	472,669	551,766
Medical related expenses	119,488	255,457
Travelling and parking	7,978	19,742
Other staff related cost	85,237	187,238
	<u>2,801,614</u>	<u>6,159,852</u>

16. Other overheads and expenditures

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
<u>Establishment expenses</u>		
Depreciation of property, plant and equipment	287,429	376,574
Amortisation of intangible assets	342,249	472,270
Rental of premises	414,707	434,492
Software and hardware maintenance	863,643	837,850
Rental of equipment and network line	159,466	8,681
Security expenses	112,693	87,972
Others	571,714	431,421
	<u>2,751,901</u>	<u>2,649,260</u>
<u>Marketing expenses</u>		
Advertising and promotional activities	55,464	81,240
Entertainment expenses	6,631	14,621
Travelling expenses	13,026	93,723
	<u>75,121</u>	<u>189,584</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

16. Other overheads and expenditures (continued)

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
<u>Administration and general expenses</u>		
License and association fees and levies	118,028	111,813
Travelling, transport and accomodation expenses	33,493	22,559
Printing, stationery, postage and clearing charges	35,048	33,677
Telecommunication charges	167,285	183,251
Shariah Committee remunerations	-	64,964
Electricity and water	51,963	72,813
Directors related fees	102,382	143,384
Other professional fees	17,602	42,899
Auditors remuneration	62,500	52,500
Donations	8,000	42,500
Others	13,739	11,347
	610,040	781,707
	3,437,061	3,620,551

17. Other comprehensive income

	Economic Entity and Bank	
	31-Mar-14	31-Mar-13
	RM	RM
Financial investment available-for-sale		
- Unrealised net gain / (loss) on revaluation	709,557	(225,999)
Income tax relating to components of other comprehensive income	-	-
	709,557	(225,999)

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

18. Commitments and contingencies

In the normal course of business, the Economic Entity and the Bank makes various commitments and incurs certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transaction, hence, they are not provided for in the financial statements.

	Principal amount RM	Gross Positive Fair Value - Derivative Contract RM	Credit equivalent amount* RM	Risk weighted amount RM
Economic Entity and Bank				
31-Mar-14				
Direct credit substitutes	15,041,150	-	15,041,150	14,915,712
Trade-related contingencies	1,672,240	-	334,448	334,448
Irrevocable commitments to extend credit:				
- one year or less	147,830,504	-	73,915,252	71,915,252
- over one year to five years	29,421,069	-	14,710,535	14,707,115
- over five years	1,187,969	-	593,984	445,488
Foreign exchange related contracts				
- one year or less	295,760,227	676,872	4,436,403	1,172,448
Total	490,913,158	676,872	109,031,772	103,490,463

	Principal amount RM	Gross Positive Fair Value - Derivative Contract RM	Credit equivalent amount* RM	Risk weighted amount RM
31-Dec-13				
Direct credit substitutes	9,068,974	-	9,068,974	8,943,536
Trade-related contingencies	1,817,773	-	363,555	363,555
Irrevocable commitments to extend credit:				
- one year or less	133,982,841	-	66,991,421	64,480,116
- over one year to five years	35,733,992	-	17,866,996	17,863,576
- over five years	1,188,246	-	594,123	445,627
Foreign exchange related contracts				
- one year or less	319,021,117	1,153,124	5,123,305	1,645,314
Total	500,812,943	1,153,124	100,008,374	93,741,724

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.1 Credit risk management (continued)

(d) Credit quality (continued)

(i) Financing and advances

Financing and advances are summarised as follows:

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Neither past due nor impaired	1,588,724,031	1,586,556,640
Past due but not impaired	41,173,284	63,297,325
Impaired	<u>36,401,822</u>	<u>36,032,700</u>
Gross financing and advances	1,666,299,137	1,685,886,665
Less: Individual allowance	(33,148,631)	(32,188,875)
Collective allowance	<u>(5,336,939)</u>	<u>(4,997,962)</u>
Net financing and advances	<u><u>1,627,813,567</u></u>	<u><u>1,648,699,828</u></u>

(a) Financing and advances neither past due nor impaired

Analysis of financing and advances that are neither past due nor impaired analysed based on the Bank's internal credit grading system is as follows:

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
<u>Internal Credit Rating (CRR)</u>		
CRR1 - CRR3	465,582,174	443,703,827
CRR4 - CRR6	1,066,537,678	1,065,926,052
CRR7 - CRR10	43,404,690	65,145,315
Non rated CRR	<u>13,199,489</u>	<u>11,781,446</u>
	<u><u>1,588,724,031</u></u>	<u><u>1,586,556,640</u></u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.1 Credit risk management (continued)

(d) Credit quality (continued)

(i) Financing and advances (continued)

(a) Financing and advances neither past due nor impaired (continued)

The above detailed out the Bank's financing and advances which are rated using the Bank's internal risk rating, and none are rated by the External Credit Assessment Institution (ECAI). For the purpose of Pillar 3 disclosures, the Unrated and Rated Counterparties are rated specific to the credit exposures, using the issue rating of the ECAI based on the assigned risk weights as follows:-

Risk Weights	20%	50%	100%	150%	100%
ECAI	-----RATINGS-----				
S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
MOODY'S	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated
FITCH	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated
RAM	AAA to AA	A+ to A-	BBB to BB	B to D	Unrated
MARC	AAA to AA	A+ to A-	BBB to BB-	B to D	Unrated

(b) Financing and advances past due but not impaired

Analysis of aging of financing and advances that are past due but not impaired is as follows:

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Past due up to 30 days	30,277,341	51,461,557
Past due 30 to 60 days	10,895,943	1,168,070
Past due 60 to 90 days	-	10,667,698
	41,173,284	63,297,325

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.1 Credit risk management (continued)

(d) Credit quality (continued)

(i) Financing and advances (continued)

(c) Impaired financing and advances

Financing and advances that are individually determined to be impaired are as follows:

	Economic Entity and Bank	
	31-Mar-14	31-Dec-13
	RM	RM
Gross impaired financing and advances	36,401,822	36,032,700
Less: Impairment allowance	(33,148,632)	(32,188,875)
Net impaired financing and advances	3,253,190	3,843,825

The movements of allowances for impaired financing and advances are set out in Note 6.

Credit Risk Mitigation (CRM) Disclosures

In mitigating its credit exposure, the Bank currently employs the cash collateral (one of the form of collaterals under Credit Risk Mitigants), which provides 0% risk weights. Other form of collaterals such as financing facility against charges over residential and commercial properties, pledged over shares, and supports in the form of debentures, assignments and guarantees are not taken into consideration as CRM and are therefore assigned with 100% risk weights.

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.1 Credit risk management (continued)

(d) Credit quality (continued)

(ii) Short term funds, financial assets and investments portfolios

Short-term funds, financial assets and investments portfolios for the Economic Entity and the Bank by rating agency designation are as follows:

	Short term funds RM	Financial investments portfolios RM	Derivative assets RM	Other assets RM
Economic Entity and Bank				
31-Mar-14				
Neither past due nor impaired				
AAA	337,527,471	491,844,578	-	-
AA and below	122,393,235	346,845,730	-	-
Unrated	33,662	-	676,872	3,985,374
	<u>459,954,368</u>	<u>838,690,308</u>	<u>676,872</u>	<u>3,985,374</u>
Individually impaired	-	-	-	-
	<u>459,954,368</u>	<u>838,690,308</u>	<u>676,872</u>	<u>3,985,374</u>
31-Dec-13				
Neither past due nor impaired				
AAA	369,016,548	408,647,006	-	-
AA and below	132,503,181	289,478,877	-	-
Unrated	33,807	-	1,153,124	4,416,187
	<u>501,553,536</u>	<u>698,125,883</u>	<u>1,153,124</u>	<u>4,416,187</u>
Individually impaired	-	-	-	-
	<u>501,553,536</u>	<u>698,125,883</u>	<u>1,153,124</u>	<u>4,416,187</u>

Company No.

716122 P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.2 Market risk

(i) Profit Rate Risk

Economic Entity and Bank	Non-trading book					Non-profit sensitive	Trading book	Total	Effective profit rate
	Up to 1 months	1-3 months	3-12 months	1-5 years	Over 5 years				
	RM	RM	RM	RM	RM	RM	RM	RM	%
31-Mar-14									
Assets									
Cash and short term funds	451,909,500	-	-	-	-	11,468,830	-	463,378,330	2.89
Financial investments available-for-sale	-	-	30,036,900	408,000,398	119,677,155	4,312,632	-	562,027,085	3.77
Financial investments held-to-maturity	-	-	29,357,338	145,000,000	100,151,797	2,154,088	-	276,663,223	4.28
Financing and advances - performing	699,295,762	457,401,169	107,049,678	242,653,232	123,497,474	(38,485,571)	-	1,591,411,746	4.72
- non performing	-	-	-	-	-	36,401,821	-	36,401,821	-
Derivative assets	428,872	248,000	-	-	-	-	-	676,872	-
Other assets	-	-	-	-	-	3,985,374	-	3,985,374	-
Statutory deposits	-	-	-	-	-	42,488,822	-	42,488,822	-
Property and equipment	-	-	-	-	-	2,149,260	-	2,149,260	-
Intangible assets	-	-	-	-	-	2,699,710	-	2,699,710	-
Total assets	1,151,634,134	457,649,169	166,443,916	795,653,628	343,326,428	67,174,967	-	2,981,882,243	

Company No.

716122 P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.2 Market risk (continued)

(i) Profit Rate Risk

Economic Entity and Bank	Non-trading book						Non-profit sensitive	Trading book	Total	Effective profit rate
	Up to 1 months	1-3 months	3-12 months	1-5 years	Over 5 years					
	RM	RM	RM	RM	RM	RM	RM	RM	%	
31-Mar-14										
Liabilities										
Deposits from customers	788,107,551	213,525,626	319,473,253	289,051	-	6,492,999	-	1,327,888,479	2.79	
Deposits and placements of banks and other financial institutions	171,436,644	829,193,585	151,748,106	-	-	4,893,291	-	1,157,271,625	2.99	
Derivative liabilities	2,796,448	1,992,181	-	-	-	-	-	4,788,629		
Other liabilities	-	-	-	-	-	9,658,673	-	9,658,673	-	
Total liabilities	962,340,643	1,044,711,391	471,221,359	289,051	-	21,044,963	-	2,499,607,406		
Total shareholders equity	-	-	-	-	482,274,837	-	-	482,274,837		
	962,340,643	1,044,711,391	471,221,359	289,051	482,274,837	21,044,963	-	2,981,882,243		
Total profit-sensitivity gap	189,293,491	(587,062,223)	(304,777,443)	795,364,576	(138,948,409)	46,130,004	-	-		

Company No.

716122 P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.2 Market risk (continued)

(i) Profit Rate Risk

Economic Entity and Bank	Non-trading book					Non-profit sensitive	Trading book	Total	Effective profit rate
	Up to 1 months	1-3 months	3-12 months	1-5 years	Over 5 years				
	RM	RM	RM	RM	RM	RM	RM	RM	
31-Dec-13									
Assets									
Cash and short term funds	488,000,000	-	-	-	-	16,992,944	-	504,992,944	2.93
Financial investments held-for-trading	-	-	-	-	-	-	-	-	1.57
Financial investments available-for-sale	-	-	30,092,600	367,819,829	154,199,018	5,397,660	-	557,509,107	3.51
Financial investments held-to-maturity	-	-	29,470,919	5,000,000	105,155,841	990,016	-	140,616,776	4.02
Financing and advances - performing	683,078,182	440,264,870	169,853,903	224,110,271	132,546,739	(37,186,837)	-	1,612,667,128	4.77
- non performing	-	-	-	-	-	36,032,700	-	36,032,700	-
Derivative assets	456,543	696,581	-	-	-	-	-	1,153,124	-
Other assets	-	-	-	-	-	4,416,187	-	4,416,187	-
Statutory deposits	-	-	-	-	-	40,288,822	-	40,288,822	-
Property and equipment	-	-	-	-	-	2,421,876	-	2,421,876	-
Intangible assets	-	-	-	-	-	3,041,960	-	3,041,960	-
Total assets	1,171,534,725	440,961,451	229,417,422	596,930,100	391,901,598	72,395,328	-	2,903,140,624	

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

19. Financial risk management (continued)

19.2 Market risk (continued)

(i) Profit Rate Risk

Economic Entity and Bank	Non-trading book					Non-profit sensitive	Trading book	Total	Effective profit rate
	Up to 1 months	1-3 months	3-12 months	1-5 years	Over 5 years				
	RM	RM	RM	RM	RM	RM	RM	RM	
31-Dec-13									
Liabilities									
Deposits from customers	668,670,768	589,749,746	299,557,997	101,323	-	6,392,591	-	1,564,472,425	3.01
Deposits and placements of banks and other financial institutions	180,741,657	475,158,926	157,654,822	-	-	5,730,691	-	819,286,096	2.81
Derivative liabilities	140,887	-	5,343,500	-	-	-	-	5,484,387	
Other liabilities	-	-	-	-	-	37,728,079	-	37,728,079	-
Total liabilities	849,553,312	1,064,908,672	462,556,319	101,323	-	49,851,361	-	2,426,970,987	-
Total shareholders equity	-	-	-	-	476,169,637	-	-	476,169,637	
	849,553,312	1,064,908,672	462,556,319	101,323	476,169,637	49,851,361	-	2,903,140,624	
Total profit-sensitivity gap	321,981,413	(623,947,221)	(233,138,897)	596,828,777	(84,268,038)	22,543,967	-	-	

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy

	Economic Entity	
	31-Mar-14	31-Dec-13
	RM	RM
<u>CET1 Capital</u>		
Paid-up ordinary share capital	532,530,020	532,530,020
Accumulated losses	(57,437,008)	(57,437,008)
AFS revaluation reserve	(2,001,066)	(2,710,623)
Statutory reserve	3,787,247	3,787,247
	<u>476,879,193</u>	<u>476,169,637</u>
Less : CET1 regulatory adjustments		
Deferred tax assets	-	-
Cumulative (gains)/losses of AFS financial instruments	1,004,626	1,392,682
Total CET1 capital	<u>477,883,819</u>	<u>477,562,319</u>
<u>Tier 1 Capital</u>		
Additional Tier 1 capital instruments	-	-
Less: Tier 1 regulatory adjustments	-	-
Total Tier 1 capital	<u>477,883,819</u>	<u>477,562,319</u>
<u>Tier II Capital</u>		
Collective impairment/allowance for bad and doubtful financing ^	5,288,141	4,940,305
Total Tier II capital	<u>5,288,141</u>	<u>4,940,305</u>
Total capital base	<u>483,171,960</u>	<u>482,502,624</u>
<u>Capital ratios *</u>		
Inclusive of market risk:		
CET1 capital (inclusive of market risk)	22.165%	22.506%
Tier 1 capital (inclusive of market risk)	22.165%	22.506%
Total capital ratio (inclusive of market risk)	<u>22.410%</u>	<u>22.739%</u>

^ Excludes collective assessment impairment allowance attributable to financing and advances classified as impaired but not individually assessed for impairment pursuant to BNM's Guideline on "Classification and impairment Provisions for Loans/Financing" issued on 8 January 2010 and subsequently updated on 26 January 2010 and 17 December 2010.

Company No.	
716122	P

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

	Bank	
	31-Mar-14	31-Dec-13
	RM	RM
<u>CET1 Capital</u>		
Paid-up ordinary share capital	532,530,020	532,530,020
Accumulated losses	(57,437,008)	(57,437,008)
AFS revaluation reserve	(2,001,066)	(2,710,623)
Statutory reserve	3,787,247	3,787,247
	<u>476,879,193</u>	<u>476,169,637</u>
Less : CET1 regulatory adjustments		
Deferred tax assets	-	-
Cumulative (gains)/losses of AFS financial instruments	1,004,626	1,392,682
Total CET1 capital	<u>477,883,819</u>	<u>477,562,319</u>
<u>Tier 1 Capital</u>		
Additional Tier 1 capital instruments	-	-
Less: Tier 1 regulatory adjustments	-	-
Total Tier 1 capital	<u>477,883,819</u>	<u>477,562,319</u>
<u>Tier II Capital</u>		
Collective impairment/allowance for bad and doubtful financing [^]	5,288,141	4,940,305
Total Tier II capital	<u>5,288,141</u>	<u>4,940,305</u>
Total capital base	<u>483,171,960</u>	<u>482,502,624</u>
<u>Capital ratios *</u>		
Inclusive of market risk:		
CET1 capital (inclusive of market risk)	22.169%	22.505%
Tier 1 capital (inclusive of market risk)	22.169%	22.505%
Total capital ratio (inclusive of market risk)	<u>22.414%</u>	<u>22.738%</u>

[^] Excludes collective assessment impairment allowance attributable to financing and advances classified as impaired but not individually assessed for impairment pursuant to BNM's Guideline on "Classification and impairment Provisions for Loans/Financing" issued on 8 January 2010 and subsequently updated on 26 January 2010 and 17 December 2010.

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Economic Entity

31-Mar-14

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Sovereigns & Central Banks		Banks, MDBs and FDIs		Corporates	
	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>
Performing Exposures						
0%	139,860	-	19,620	-	160,209	-
20%	-	-	54,148	10,830	252,634	50,527
50%	-	-	251	126	115,135	57,568
75%	-	-	-	-	-	-
100%	-	-	-	-	1,588,525	1,588,525
150%	-	-	-	-	214,983	322,474
Total	139,860	-	74,019	10,956	2,331,486	2,019,094
Defaulted Exposures						
0%	-	-	-	-	500	-
50%	-	-	-	-	772	385
100%	-	-	-	-	-	-
150%	-	-	-	-	209	314
Total	-	-	-	-	1,481	700
Total Performing and Defaulted Exposures	139,860	-	74,019	10,956	2,332,967	2,019,793

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Economic Entity

31-Mar-14

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Regulatory Retail		Total Exposure	Total Risk Weighted Assets
	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>
Performing Exposures				
0%	-	-	319,689	-
20%	-	-	306,782	61,357
50%	-	-	115,386	57,694
75%	25,289	18,967	25,289	18,967
100%	-	-	1,588,525	1,588,525
150%	-	-	214,983	322,474
Total	25,289	18,967	2,570,654	2,049,017
Defaulted Exposures				
0%	-	-	500	-
50%	9	5	781	390
100%	-	-	-	-
150%	2,262	3,393	2,471	3,707
Total	2,271	3,398	3,752	4,096
Total Performing and Defaulted Exposures	27,560	22,364	2,574,406	2,053,114

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Economic Entity

31-Dec-13 <u>Exposure Class</u>	<u>Gross Exposures</u> RM'000	<u>Net Exposures</u> RM'000	<u>Risk Weighted Assets</u> RM'000	<u>Risk Weighted Assets Absorbed by PSIA</u> RM'000	<u>Total Risk Weighted Assets after effects of PSIA</u> RM'000	<u>Capital Requirements</u> RM'000
Credit Risk						
<i>On-Balance Sheet Exposures</i>						
Sovereigns & Central Banks	139,758	139,758	-	-	-	-
Banks, MDBs and FDIs	76,123	76,123	13,248	-	13,248	1,060
Corporates	2,102,084	2,102,084	1,905,217	-	1,905,217	152,417
Regulatory Retail	27,472	27,472	22,067	-	22,067	1,765
Other Assets	-	-	-	-	-	-
Total for On-Balance Sheet Exposures	2,345,437	2,345,437	1,940,532	-	1,940,532	155,242
<i>Off-Balance Sheet Exposures</i>						
Off balance sheet exposures other than OTC derivatives or credit derivatives	500,813	100,008	93,742	-	93,742	7,499
Total for Off-Balance Sheet Exposures	500,813	100,008	93,742	-	93,742	7,499
Total On and Off-Balance Sheet Exposures	2,846,250	2,445,445	2,034,274	-	2,034,274	162,741
Market Risk						
	Long Position	Short Position				
Benchmark Rate Risk	-	-	-	-	-	-
Equity Position Risk	-	-	-	-	-	-
Foreign Currency Risk	14,655	-	14,655	14,655	14,655	1,172
Operational Risk	-	-	-	73,009	73,009	5,841
Total RWA and Capital Requirements	2,860,905	-	2,460,100	2,121,938	2,121,938	169,754

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Economic Entity

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

31-Dec-13

Risk Weights

	Sovereigns & Central Banks		Banks, MDBs and FDIs		Corporates	
	Exposures after Netting & CRM	Risk Weighted Asset	Exposures after Netting & CRM	Risk Weighted Asset	Exposures after Netting & CRM	Risk Weighted Asset
Performing Exposures						
0%	139,758	-	19,620	-	75,280	-
20%	-	-	54,359	10,872	204,689	40,938
50%	-	-	6,741	3,371	117,405	58,703
75%	-	-	-	-	-	-
100%	-	-	-	-	1,596,424	1,596,424
150%	-	-	-	-	200,195	300,292
Total	139,758	-	80,720	14,244	2,193,993	1,996,357
Defaulted Exposures						
0%	-	-	-	-	1,011	-
50%	-	-	-	-	1,673	836
100%	-	-	-	-	-	-
150%	-	-	-	-	209	314
Total	-	-	-	-	2,893	1,150
Total Performing and Defaulted Exposures	139,758	-	80,720	14,244	2,196,886	1,997,507

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Economic Entity

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

31-Dec-13

Risk Weights

Performing Exposures

	Regulatory Retail		Total Exposure	Total Risk Weighted Assets
	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>
0%	-	-	234,658	-
20%	-	-	259,048	51,810
50%	-	-	124,146	62,074
75%	26,120	19,590	26,120	19,590
100%	-	-	1,596,424	1,596,424
150%	-	-	200,195	300,292
Total	26,120	19,590	2,440,591	2,030,190

Defaulted Exposures

0%	-	-	1,011	-
50%	-	-	1,673	836
100%	15	15	15	15
150%	1,946	2,919	2,155	3,233
Total	1,961	2,934	4,854	4,084

Total Performing and Defaulted Exposures

	28,081	22,524	2,445,445	2,034,274
--	--------	--------	-----------	-----------

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Bank

31-Mar-14

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Sovereigns & Central Banks		Banks, MDBs and FDIs		Corporates	
	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>	Exposures after Netting & CRM	<i>Risk Weighted Asset</i>
Performing Exposures						
0%	139,860	-	19,620	-	160,209	-
20%	-	-	54,148	10,830	252,634	50,527
50%	-	-	251	126	115,135	57,568
75%	-	-	-	-	-	-
100%	-	-	-	-	1,588,525	1,588,525
150%	-	-	-	-	214,983	322,474
Total	139,860	-	74,019	10,956	2,331,486	2,019,094
Defaulted Exposures						
0%	-	-	-	-	500	-
50%	-	-	-	-	772	385
100%	-	-	-	-	-	-
150%	-	-	-	-	209	314
Total	-	-	-	-	1,481	700
Total Performing and Defaulted Exposures	139,860	-	74,019	10,956	2,332,967	2,019,793

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Bank
31-Mar-14

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Regulatory Retail		Total Exposure	Total Risk Weighted Assets
	Exposures after Netting & CRM	Risk Weighted Asset	Exposures after Netting & CRM	Risk Weighted Asset
Performing Exposures				
0%	-	-	319,689	-
20%	-	-	306,782	61,357
50%	-	-	115,386	57,694
75%	25,289	18,967	25,289	18,967
100%	-	-	1,588,525	1,588,525
150%	-	-	214,983	322,474
Total	25,289	18,967	2,570,654	2,049,017
Defaulted Exposures				
0%	-	-	500	-
50%	9	5	781	390
100%	-	-	-	-
150%	2,262	3,393	2,471	3,707
Total	2,271	3,398	3,752	4,096
Total Performing and Defaulted Exposures	27,560	22,365	2,574,406	2,053,114

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Bank

31-Dec-13 <u>Exposure Class</u>	<u>Gross Exposures</u> RM'000	<u>Net Exposures</u> RM'000	<u>Risk Weighted Assets</u> RM'000	<u>Risk Weighted Assets Absorbed by PSIA</u> RM'000	<u>Total Risk Weighted Assets after effects of PSIA</u> RM'000	<u>Capital Requirements</u> RM'000
Credit Risk						
<i>On-Balance Sheet Exposures</i>						
Sovereigns & Central Banks	139,758	139,758	-	-	-	-
Banks, MDBs and FDIs	76,123	76,123	13,248	-	13,248	1,060
Corporates	2,102,084	2,102,084	1,905,217	-	1,905,217	152,417
Regulatory Retail	27,472	27,472	22,067	-	22,067	1,765
Other Assets	-	-	-	-	-	-
Total for On-Balance Sheet Exposures	2,345,437	2,345,437	1,940,532	-	1,940,532	155,242
<i>Off-Balance Sheet Exposures</i>						
Off balance sheet exposures other than OTC derivatives or credit derivatives	500,813	100,008	93,742	-	93,742	7,499
Total for Off-Balance Sheet Exposures	500,813	100,008	93,742	-	93,742	7,499
Total On and Off-Balance Sheet Exposures	2,846,250	2,445,445	2,034,274	-	2,034,274	162,741
Market Risk						
	Long Position	Short Position				
Benchmark Rate Risk	-	-	-	-	-	-
Equity Position Risk	-	-	-	-	-	-
Foreign Currency Risk	14,655	-	14,655	14,655	14,655	1,172
Operational Risk	-	-	-	73,078	73,078	5,846
Total RWA and Capital Requirements	2,860,905	-	2,460,100	2,122,007	2,122,007	169,759

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Bank
31-Dec-13

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Sovereigns & Central Banks		Banks, MDBs and FDIs		Corporates	
	Exposures after Netting & CRM	Risk Weighted Asset	Exposures after Netting & CRM	Risk Weighted Asset	Exposures after Netting & CRM	Risk Weighted Asset
Performing Exposures						
0%	139,758	-	19,620	-	75,280	-
20%	-	-	54,359	10,872	204,689	40,938
50%	-	-	6,741	3,371	117,405	58,703
75%	-	-	-	-	-	-
100%	-	-	-	-	1,596,424	1,596,424
150%	-	-	-	-	200,195	300,292
Total	139,758	-	80,720	14,243	2,193,993	1,996,357
Defaulted Exposures						
0%	-	-	-	-	1,011	-
50%	-	-	-	-	1,673	836
100%	-	-	-	-	-	-
150%	-	-	-	-	209	314
Total	-	-	-	-	2,893	1,150
Total Performing and Defaulted Exposures	139,758	-	80,720	14,243	2,196,886	1,997,507

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

20. Capital adequacy (continued)

Bank
31-Dec-13

Disclosures on Risk Weights - Expressed in nearest RM thousand (RM'000)

Risk Weights	Regulatory Retail		Total	Total Risk
	Exposures after Netting & CRM	Risk Weighted Asset	Exposure after Netting & CRM	Weighted Assets
Performing Exposures				
0%	-	-	234,658	-
20%	-	-	259,048	51,810
50%	-	-	124,146	62,073
75%	26,120	19,590	26,120	19,590
100%	-	-	1,596,424	1,596,424
150%	-	-	200,195	300,292
Total	26,120	19,590	2,440,591	2,030,189
Defaulted Exposures				
0%	-	-	1,011	-
50%	-	-	1,673	836
100%	15	15	15	15
150%	1,946	2,919	2,155	3,233
Total	1,961	2,934	4,854	4,084
Total Performing and Defaulted Exposures	28,081	22,524	2,445,445	2,034,273

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

21. Segmental information

Economic Entity and Bank	Domestic Banking RM	International Banking RM	Asset Management and Investment Banking RM	Total RM
31-Mar-14				
External revenue	18,759,930	11,430,469	-	30,190,399
Inter-segment revenue	(12,764,958)	12,764,958	-	-
Total revenue	5,994,972	24,195,427	-	30,190,399
Depositors' payout	(276,196)	(16,981,151)	-	(17,257,348)
Net income	5,718,776	7,214,276	-	12,933,051
Operating overheads				
of which:				
Depreciation of property, plant and equipment	(2,787,782)	(2,767,979)	(53,235)	(5,608,996)
Amortisation of intangible assets	(155,140)	(130,364)	(1,926)	(287,429)
Allowance for impairment of financing advances	(150,035)	(190,913)	(1,301)	(342,249)
	(784,314)	(510,937)	(3,483)	(1,298,734)
Segmental results before taxation	<u>1,841,505</u>	<u>3,614,083</u>	<u>(59,945)</u>	<u>5,395,643</u>
Segmental results before taxation				5,395,643
Taxation				-
Profit for the financial period				<u>5,395,643</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

21. Segmental information

	Domestic Banking RM	International Banking RM	Asset Management and Investment Banking RM	Total RM
Economic Entity and Bank				
<u>31-Mar-13</u>				
External revenue	18,804,586	10,729,096	-	29,533,682
Inter-segment revenue	(11,851,007)	11,851,007	-	-
Total revenue	6,953,579	22,580,103	-	29,533,682
Depositors' payout	(284,598)	(17,407,991)	-	(17,692,589)
Net income	6,668,981	5,172,112	-	11,841,093
Operating overheads				
of which:				
Depreciation of property, plant and equipment	(5,167,014)	(3,653,226)	(111,318)	(8,931,558)
Amortisation of intangible assets	(244,647)	(125,344)	(6,583)	(376,574)
Allowance for impairment of financing advances	(262,936)	(206,284)	(3,051)	(472,271)
Segmental results before taxation	1,430,161	474,302	-	1,904,463
	<u>2,424,545</u>	<u>1,661,560</u>	<u>(120,952)</u>	<u>3,965,153</u>
Segmental results before taxation				3,965,153
Taxation				-
Profit for the financial period				<u>3,965,153</u>

Company No.

716122	P
--------	---

ASIAN FINANCE BANK BERHAD
(Incorporated in Malaysia)

21. Segmental information

	Domestic Banking RM	International Banking RM	Total RM
Economic Entity and Bank			
31-Mar-14			
Segment assets	<u>462,519,162</u>	<u>2,519,363,080</u>	<u>2,981,882,243</u>
Total assets	<u>462,519,162</u>	<u>2,519,363,080</u>	<u>2,981,882,243</u>
Segment liabilities	<u>149,896,633</u>	<u>2,349,710,773</u>	<u>2,499,607,406</u>
Total liabilities	<u>149,896,633</u>	<u>2,349,710,773</u>	<u>2,499,607,406</u>

	Domestic Banking RM	International Banking RM	Total RM
31-Dec-13			
Segment assets	<u>409,636,948</u>	<u>2,493,503,676</u>	<u>2,903,140,624</u>
Total assets	<u>409,636,948</u>	<u>2,493,503,676</u>	<u>2,903,140,624</u>
Segment liabilities	<u>119,259,886</u>	<u>2,307,711,101</u>	<u>2,426,970,987</u>
Total liabilities	<u>119,259,886</u>	<u>2,307,711,101</u>	<u>2,426,970,987</u>