Basel II Pillar 3 Disclosure for the period ended 30 June 2026

- **CIMB Islamic Bank Berhad**

Contents

ABBREVIATIONS

A-IRB Approach	: Advanced Internal Ratings Based Approach
ALM COE	: Asset Liability Management Centre of Excellence
ASB	: Amanah Saham Bumiputra
BI	: Banking Institutions
BNM	: Bank Negara Malaysia
BRCC	: Board Risk & Compliance Committee
CAF	: Capital Adequacy Framework and, in some instances referred to as the Risk-Weighted Capital Adequacy Framework
CAFIB	: Capital Adequacy Framework for Islamic Banks
CAR	: Capital Adequacy Ratio and, in some instances referred to as the Risk-Weighted Capital Ratio
CBSM	: Capital and Balance Sheet Management
CCR	: Counterparty Credit Risk
CIMBBG	: CIMB Bank, CIMBISLG, CIMBTH, CIMB Bank PLC (Cambodia), CIMB Factorlease Berhad, CIMB Bank (Vietnam) Limited and non-financial subsidiaries
CIMBIBG	: CIMB Investment Bank Berhad and non-financial subsidiaries
CIMBISLG	: CIMB Islamic Bank Berhad, CIMB Islamic Nominees (Asing) Sdn Bhd and CIMB Islamic Nominees (Tempatan) Sdn Bhd
CIMBGH Group	: Group of Companies under CIMB Group Holdings Berhad
CIMBTH	: CIMB Thai Bank Public Company Ltd and its subsidiaries
CIMB Bank	: CIMB Bank Berhad and CIMB Bank (L) Ltd (as determined under the CAF (Capital Components) and CAFIB (Capital Components) to include its wholly owned offshore banking subsidiary company)
CIMB Group or the Group	: Collectively CIMBBG, CIMBIBG and CIMBISLG as described within this disclosure
CIMB IB	: CIMB Investment Bank Berhad
CIMB Islamic	: CIMB Islamic Bank Berhad
CRM	: Credit Risk Mitigants
CRO	: Chief Risk Officer
CSA	: Credit Support Annexes, International Swaps and Derivatives Association Agreement
DFIs	: Development Financial Institutions
EAD	: Exposure At Default
EAR	: Earnings-at-Risk
ECAIs	: External Credit Assessment Institutions
EL	: Expected Loss
EP	: Eligible Provision
EVE	: Economic Value of Equity
EWRM	: Enterprise Wide Risk Management
Group EXCO	: Group Executive Committee
GSOC	: Group Strategic Oversight Committee

ABBREVIATIONS *(continued)*

GSGC	:	Group Sustainability and Governance Committee
F-IRB Approach	:	Foundation Internal Ratings Based Approach
Fitch	:	Fitch Ratings
GALCO	:	Group Asset Liability Management Committee
GAQC	:	Group Asset Quality Committee
GCC	:	Group Credit Committee
GIB	:	Group Islamic Banking
GMCRC	:	Group Market and Conduct Risks Committee
GRCC	:	Group Risk & Compliance Committee
GRD	:	Group Risk Division
GUC	:	Group Underwriting Committee
HPE	:	Hire Purchase Exposures
IRB Approach	:	Internal Ratings Based Approach
KRI	:	Key Risk Indicators
LGD	:	Loss Given Default
MARC	:	Malaysian Rating Corporation Berhad
MDBs	:	Multilateral Development Banks
Moody’s	:	Moody’s Investors Service
MRMWG	:	Model Risk Management Working Group
MTM	:	Mark-to-Market and/or Mark-to-Model
ORM	:	Operational Risk Management
ORMF	:	Operational Risk Management Framework
OTC	:	Over the Counter
PD	:	Probability of Default
PSEs	:	Non-Federal Government Public Sector Entities
PSIA	:	Profit Sharing Investment Accounts
QRRE	:	Qualifying Revolving Retail Exposures
R&I	:	Rating and Investment Information, Inc
RAM	:	RAM Rating Services Berhad
RAROC	:	Risk Adjusted Return on Capital
RORBB	:	Rate of Return Risk in the Banking Book
RRE	:	Residential Real Estate
RWA	:	Risk-Weighted Assets
RWCAF	:	Risk-Weighted Capital Adequacy Framework and, in some instances referred to as the Capital Adequacy Framework
S&P	:	Standard & Poor’s
SA	:	Standardised Approach
SMEs	:	Small and Medium Enterprises
SNC	:	Shariah Non Compliance
SRM	:	Shariah Risk Management
VaR	:	Value-at-Risk

OVERVIEW

The disclosures herein are formulated in accordance with the requirements of BNM's guidelines on CAFIB – Disclosure Requirements (Pillar 3). These disclosures published are for the period ended 30 June 2026.

There were also no capital deficiencies in any subsidiaries that are not included in the consolidation for regulatory purposes.

Any discrepancies between the totals and sum of the components in the tables contained in the disclosures are due to actual summation method and then rounded up to the nearest thousands.

These disclosures have been reviewed and verified by internal auditors and approved by the Board Risk & Compliance Committee of CIMB Group, as delegated by the Board of Directors of CIMBGH Group.

CAPITAL MANAGEMENT

Capital Structure and Adequacy

The capital adequacy framework applicable to the Malaysian banking entities is based on the Bank Negara Malaysia ("BNM") Capital Adequacy Framework (Capital Components)/Capital Adequacy Framework for Islamic Banks (Capital Components), of which the latest revisions were issued on 14 June 2024. The revised guidelines took effect on 14 June 2024 for all banking institutions and financial holding companies and sets out the regulatory capital requirements concerning capital adequacy ratios and components of eligible regulatory capital in compliance with Basel III.

The risk-weighted assets of CIMB Islamic Bank are computed in accordance with the Capital Adequacy Framework for Islamic Banks (Basel II - Risk-Weighted Assets), of which the latest revision was issued on 18 December 2023. The IRB Approach is applied for the major credit exposures. It prescribes two approaches, the F-IRB Approach and A-IRB Approach. The remaining credit exposures and Market Risk are on the Standardised Approach. With effect from 1 January 2025, Operational Risk for CIMB Islamic Bank is based on Standardised Approach as stipulated by Capital Adequacy Framework (Operational Risk) issued by BNM on 15 December 2023. The components of eligible regulatory capital are based on the Capital Adequacy Framework for Islamic Banks (Capital Components).

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

The table below presents the Capital Position of CIMB Islamic Bank Berhad.

Table 1: Capital Position for CIMB Islamic

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Common Equity Tier 1 capital		
Ordinary share capital	1,000,000	1,000,000
Other reserves	11,205,426	10,672,061
Less: Proposed dividends	(300,000)	-
Common Equity Tier 1 capital before regulatory adjustments	**11,905,426**	**11,672,061**
Less: Regulatory adjustments		
Goodwill	(136,000)	(136,000)
Intangible assets	(6,797)	(7,036)
Deferred tax assets	(256,729)	(219,752)
Regulatory reserve	(641,480)	(642,920)
Others	(5,959)	1,726
Common Equity Tier 1 capital after regulatory adjustments	**10,858,461**	**10,668,079**
Additional Tier 1 capital		
Perpetual preference shares	350,000	350,000
Total Tier 1 capital	**11,208,461**	**11,018,079**
Tier 2 capital		
Subordinated Sukuk	2,000,000	1,700,000
Surplus of eligible provision over expected loss	108,831	188,514
General provisions	89,913	88,603
Total Tier 2 capital	**2,198,744**	**1,977,117**
Total capital	**13,407,205**	**12,995,196**

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

Table 1: Capital Position for CIMB Islamic

(RM'000)	CIMB Islamic	
	30 June 2026	**31 December 2025**
RWA		
Credit risk	66,715,140	65,175,488
Market risk	872,861	683,467
Operational risk	6,184,591	5,917,744
Total RWA	**73,772,592**	**71,776,699**
Capital Adequacy Ratios		
Before deducting proposed dividend		
Common Equity Tier 1 ratio	15.125%	14.863%
Tier 1 ratio	15.600%	15.350%
Total Capital ratio	18.580%	18.105%
After deducting proposed dividend		
Common Equity Tier 1 ratio	14.719%	14.863%
Tier 1 ratio	15.193%	15.350%
Total Capital ratio	18.174%	18.105%

Total Capital ratio increased in 2026 compared to 2025 mainly due to (i) issuance of RM300 mil T2 Junior Sukuk; offset by (ii) higher Total RWA from Credit RWA, Market RWA and Operational RWA, (iii) proposed dividend and (iv) lower surplus of eligible provisions over expected loss.

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

The tables below show the RWA under various exposure classes under the relevant approach and applying the minimum regulatory capital requirement at 8% to establish the minimum capital required for each of the exposure classes:

Table 2: Disclosure on Total RWA and Minimum Capital Requirement

30 June 2026					CIMB Islamic
(RM'000) Exposure Class	**Gross Exposure before CRM (SA)/EAD (IRB)**	**Net Exposure after CRM (SA)/EAD (IRB)**	**RWA**	**Total RWA after effects of PSIA**	**Minimum capital requirement at 8%**
Credit Risk					
Exposures under the SA					
Sovereign/Central Banks	23,647,001	23,647,001	-	-	-
Public Sector Entities	3,124,676	3,124,676	154,257	154,257	12,341
Banks, DFIs & MDBs	104	104	21	21	2
Takaful Operators, Securities Firms & Fund Managers	6,754	6,754	2,723	2,723	218
Corporate	5,626,459	5,535,182	3,221,488	2,806,842	224,547
Regulatory Retail	8,425,369	8,348,504	4,542,719	3,813,016	305,041
RRE Financing	505,889	505,879	244,874	232,940	18,635
Higher Risk Assets	-	-	-	-	-
Other Assets	192,237	192,237	181,148	181,148	14,492
Securitisation	10,264	10,264	2,053	2,053	164
Total for SA	**41,538,754**	**41,370,602**	**8,349,283**	**7,193,000**	**575,440**
Exposures under the IRB Approach					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	7,817,063	7,817,063	1,296,603	1,296,603	103,728
Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	42,896,490	42,896,490	28,343,340	22,560,280	1,804,822
RRE Financing	57,852,328	57,852,328	20,621,022	18,249,174	1,459,934
Qualifying Revolving Retail	1,844,129	1,844,129	1,493,809	1,493,809	119,505
Hire Purchase	22,384,696	22,384,696	16,801,224	7,552,625	604,210
Other Retail	24,928,915	24,928,915	5,049,535	5,000,471	400,038
Securitisation	-	-	-	-	-
Total for IRB Approach	**157,723,621**	**157,723,621**	**73,605,534**	**56,152,962**	**4,492,237**

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

Table 2: Disclosure on Total RWA and Minimum Capital Requirement *(continued)*

30 June 2026					CIMB Islamic
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)	**199,262,375**	**199,094,222**	**86,371,149**	**66,715,140**	**5,337,211**
Large Exposure Risk Requirement	**-**	**-**	**-**	**-**	**-**
Market Risk (SA)					
Profit Rate Risk			833,642	833,642	66,691
Foreign Currency Risk			39,220	39,220	3,138
Equity Risk			-	-	-
Commodity Risk			-	-	-
Options Risk			-	-	-
Total Market Risk			**872,861**	**872,861**	**69,829**
Operational Risk (SA)			**6,184,591**	**6,184,591**	**494,767**
Total RWA and Capital Requirement			**93,428,601**	**73,772,593**	**5,901,807**

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

Table 2: Disclosure on Total RWA and Minimum Capital Requirement *(continued)*

31 December 2025					CIMB Islamic
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
Credit Risk					
Exposures under the SA					
Sovereign/Central Banks	23,613,803	23,613,803	-	-	-
Public Sector Entities	2,830,642	2,830,642	76,637	76,637	6,131
Banks, DFIs & MDBs	226	226	45	45	4
Takaful Operators, Securities Firms & Fund Managers	5,520	5,520	1,466	1,466	117
Corporate	5,388,349	5,325,206	3,146,621	2,745,755	219,660
Regulatory Retail	8,547,578	8,476,140	4,626,707	3,868,220	309,458
RRE Financing	511,863	511,853	248,565	234,589	18,767
Higher Risk Assets	-	-	-	-	-
Other Assets	164,365	164,365	159,449	159,449	12,756
Securitisation	10,303	10,303	2,061	2,061	165
Total for SA	**41,072,648**	**40,938,057**	**8,261,552**	**7,088,222**	**567,058**
Exposures under the IRB Approach					
Sovereign/Central Banks	-	-	-	-	-
Public Sector Entities	-	-	-	-	-
Banks, DFIs & MDBs	8,605,000	8,605,000	1,153,960	1,153,960	92,317
Takaful Operators, Securities Firms & Fund Managers	-	-	-	-	-
Corporate	43,534,646	43,534,646	29,764,380	23,356,417	1,868,513
RRE Financing	55,614,790	55,614,790	16,689,907	15,585,933	1,246,875
Qualifying Revolving Retail	1,658,803	1,658,803	1,328,541	1,328,541	106,283
Hire Purchase	21,565,803	21,565,803	17,863,845	7,855,705	628,456
Other Retail	26,428,365	26,428,365	5,568,309	5,518,752	441,500
Securitisation	-	-	-	-	-
Total for IRB Approach	**157,407,408**	**157,407,408**	**72,368,942**	**54,799,307**	**4,383,945**

CAPITAL MANAGEMENT *(continued)*

Capital Structure and Adequacy (continued)

Table 2: Disclosure on Total RWA and Minimum Capital Requirement *(continued)*

31 December 2025					CIMB Islamic
(RM'000) Exposure Class	Gross Exposure before CRM (SA)/EAD (IRB)	Net Exposure after CRM (SA)/EAD (IRB)	RWA	Total RWA after effects of PSIA	Minimum capital requirement at 8%
Total Credit Risk (Exempted Exposures and Exposures under the IRB Approach After Scaling Factor)	**198,480,056**	**198,345,465**	**84,972,630**	**65,175,488**	**5,214,039**
Large Exposure Risk Requirement	-	-	-	-	-
Market Risk (SA)					
Profit Rate Risk			608,387	608,387	48,671
Foreign Currency Risk			75,080	75,080	6,006
Equity Risk			-	-	-
Commodity Risk			-	-	-
Options Risk			-	-	-
Total Market Risk			**683,467**	**683,467**	**54,677**
Operational Risk (SA)			**5,917,744**	**5,917,744**	**473,420**
Total RWA and Capital Requirement			**91,573,841**	**71,776,699**	**5,742,136**

CREDIT RISK

Summary of Credit Exposures

i) Gross Credit Exposures by Geographic Distribution

The geographic distribution is based on the country in which the portfolio is geographically managed. The following tables represent CIMB Islamic 'credit exposures by geographic region:

Table 3: Geographic Distribution of Credit Exposures

30 June 2026					**CIMB Islamic**
(RM'000) Exposure Class	**Malaysia**	**Singapore**	**Thailand**	**Other Countries**	**Total**
Sovereign	23,647,001	-	-	-	23,647,001
PSE	3,124,676	-	-	-	3,124,676
Bank	7,817,167	-	-	-	7,817,167
Corporate	48,529,704	-	-	-	48,529,704
RRE Financing	58,358,217	-	-	-	58,358,217
HPE	22,384,696	-	-	-	22,384,696
QRRE	1,844,129	-	-	-	1,844,129
Other Retail	33,354,284	-	-	-	33,354,284
Other Exposures	202,501	-	-	-	202,501
Total Gross Credit Exposure	**199,262,375**	**-**	**-**	**-**	**199,262,375**

31 December 2025					**CIMB Islamic**
(RM'000) Exposure Class	**Malaysia**	**Singapore**	**Thailand**	**Other Countries**	**Total**
Sovereign	23,613,803	-	-	-	23,613,803
PSE	2,830,642	-	-	-	2,830,642
Bank	8,605,227	-	-	-	8,605,227
Corporate	48,928,515	-	-	-	48,928,515
RRE Financing	56,126,653	-	-	-	56,126,653
HPE	21,565,803	-	-	-	21,565,803
QRRE	1,658,803	-	-	-	1,658,803
Other Retail	34,975,943	-	-	-	34,975,943
Other Exposures	174,668	-	-	-	174,668
Total Gross Credit Exposure	**198,480,056**	**-**	**-**	**-**	**198,480,056**

CREDIT RISK *(continued)*

Summary of Credit Exposures (continued)

ii) Gross Credit Exposures by Sector

The following tables represent CIMB Islamic's credit exposure analysed by sector:

Table 4: Distribution of Credit Exposures by Sector

30 June 2026												CIMB Islamic
(RM'000) Exposure Class	**Primary Agriculture**	**Mining and Quarrying**	**Manufacturing**	**Electricity, Gas and Water Supply**	**Construction**	**Wholesale and Retail Trade, and Restaurants and Hotels**	**Transport, Storage and Communication**	**Islamic Finance, Takaful, Real Estate and Business Activities**	**Education, Health and Others**	**Household**	**Others***	**Total**
Sovereign	-	-	-	463,215	2,836,536	-	1,793,852	2,762,597	14,458,883	-	1,331,917	23,647,001
PSE	63,224	-	-	-	-	-	-	520,106	2,541,346	-	-	3,124,676
Bank	-	-	-	-	-	-	-	7,817,167	-	-		7,817,167
Corporate	1,806,164	392,840	4,614,557	1,898,439	6,709,613	8,200,278	6,138,220	17,084,592	1,627,964	14,637	42,399	48,529,704
RRE Financing	-	-	-	-	-	-	-	-	-	58,358,217	-	58,358,217
HPE	-	-	-	-	-	-	-	-	-	22,384,696	-	22,384,696
QRRE	-	-	-	-	-	-	-	-	-	1,844,129	-	1,844,129
Other Retail	73,693	22,341	1,214,372	22,083	507,558	3,458,127	315,600	1,830,636	391,894	25,517,817	165	33,354,284
Other Exposures	-	-	-	-	-	-	-	-	-	-	202,501	202,501
Total Gross Credit Exposure	**1,943,082**	**415,182**	**5,828,929**	**2,383,737**	**10,053,707**	**11,658,405**	**8,247,672**	**30,015,097**	**19,020,087**	**108,119,495**	**1,576,982**	**199,262,375**

Note: *All sectors above are Shariah compliant.*

***Others are exposures which are not elsewhere classified.*

CREDIT RISK *(continued)*

Summary of Credit Exposures (continued)

ii) Gross Credit Exposures by Sector *(continued)*

Table 4: Distribution of Credit Exposures by Sector *(continued)*

31 December 2025												**CIMB Islamic**
(RM'000) Exposure Class	**Primary Agriculture**	**Mining and Quarrying**	**Manufacturing**	**Electricity, Gas and Water Supply**	**Construction**	**Wholesale and Retail Trade, and Restaurants and Hotels**	**Transport, Storage and Communication**	**Islamic Finance, Takaful, Real Estate and Business Activities**	**Education, Health and Others**	**Household**	**Others***	**Total**
Sovereign	-	-	-	524,695	2,995,591	-	1,839,289	5,350,870	11,855,377		1,047,981	23,613,803
PSE	22,662	-	-	-	-	-	-	133,497	2,674,482		-	2,830,642
Bank	-	-	-	-	-	-	-	8,605,227				8,605,227
Corporate	2,311,282	676,375	4,663,550	3,790,759	6,658,735	7,052,277	5,843,123	16,261,003	1,602,017	12,886	56,509	48,928,515
RRE Financing	-	-	-	-	-	-	-	-	-	56,126,653	-	56,126,653
HPE	-	-	-	-	-	-	-	-	-	21,565,803	-	21,565,803
QRRE	-	-	-	-	-	-	-	-	-	1,658,803	-	1,658,803
Other Retail	82,408	18,558	1,225,584	19,379	501,577	3,498,298	317,303	1,826,431	392,114	27,093,535	756	34,975,943
Other Exposures	-	-	-	-	-	-	-	-	-	-	174,668	174,668
Total Gross Credit Exposure	**2,416,352**	**694,933**	**5,889,134**	**4,334,833**	**10,155,903**	**10,550,575**	**7,999,715**	**32,177,028**	**16,523,989**	**106,457,681**	**1,279,914**	**198,480,056**

Note: *All sectors above are Shariah compliant.*

******Others are exposures which are not elsewhere classified.*

CREDIT RISK *(continued)*

Summary of Credit Exposures (continued)

iii) Gross Credit Exposures by Residual Contractual Maturity

The following tables represent CIMB Islamic's credit exposure analysed by residual contractual maturity:

Table 5: Distribution of Credit Exposures by Residual Contractual Maturity

30 June 2026				CIMB Islamic
(RM'000) Exposure Class	Less than 1 year	1 to 5 years	More than 5 years	Total
Sovereign	2,481,426	6,760,452	14,405,123	23,647,001
PSE	1,337,132	68,582	1,718,963	3,124,676
Bank	5,766,556	1,563,039	487,572	7,817,167
Corporate	12,351,546	15,530,036	20,648,122	48,529,704
RRE Financing	4,046	144,769	58,209,402	58,358,217
HPE	143,335	6,243,039	15,998,321	22,384,696
QRRE	1,844,129	-	-	1,844,129
Other Retail	178,276	1,686,012	31,489,995	33,354,284
Other Exposures	5,091	5,173	192,237	202,501
Total Gross Credit Exposure	**24,111,538**	**32,001,102**	**143,149,735**	**199,262,375**

31 December 2025				CIMB Islamic
(RM'000) Exposure Class	Less than 1 year	1 to 5 years	More than 5 years	Total
Sovereign	5,329,218	6,284,934	11,999,651	23,613,803
PSE	237,198	874,465	1,718,978	2,830,642
Bank	5,737,786	2,620,730	246,711	8,605,227
Corporate	12,879,848	15,662,235	20,386,432	48,928,515
RRE Financing	2,383	144,974	55,979,295	56,126,653
HPE	112,852	6,044,255	15,408,696	21,565,803
QRRE	1,658,803	-	-	1,658,803
Other Retail	142,615	1,682,622	33,150,705	34,975,943
Other Exposures	5,113	5,190	164,365	174,668
Total Gross Credit Exposure	**26,105,817**	**33,319,406**	**139,054,833**	**198,480,056**

CREDIT RISK *(continued)*

Credit Quality of Advances & Financing

i) Past Due But Not Impaired

The following tables provide an analysis of the outstanding balances as at 30 June 2026 and 31 December 2025 which were past due but not impaired by sector and geographical respectively:

Table 6: Past Due but Not Impaired Financing, Advances and Other Financing by Sector

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Primary Agriculture	8,992	10,094
Mining and Quarrying	31	41
Manufacturing	57,380	46,144
Electricity, Gas and Water Supply	3,602	2,985
Construction	39,427	33,214
Wholesale and Retail Trade, and Restaurants and Hotels	158,876	124,314
Transport, Storage and Communication	16,371	18,058
Finance, Takaful, Real Estate and Business Activities	102,961	185,037
Education, Health and Others	13,314	15,520
Household	9,692,943	9,239,780
Others*	-	-
Total	**10,093,897**	**9,675,187**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

Table 7: Past Due but Not Impaired Financing, Advances and Other Financing by Geographic Distribution

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Malaysia	10,093,897	9,675,187
Total	**10,093,897**	**9,675,187**

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

ii) Credit Impaired Financings

The following tables provide an analysis of the outstanding balances as at 30 June 2026 and 31 December 2025 which were credit impaired by sector and geographical respectively:

Table 8: Credit Impaired Financing, Advances and Other Financing by Sector

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Primary Agriculture	7,834	12,842
Mining and Quarrying	31,400	30,496
Manufacturing	46,912	43,401
Electricity, Gas and Water Supply	13,178	33
Construction	59,317	49,039
Wholesale and Retail Trade, and Restaurants and Hotels	154,565	124,474
Transport, Storage and Communication	9,635	9,051
Finance, Takaful, Real Estate and Business Activities	220,397	126,152
Education, Health and Others	20,670	20,650
Household	1,412,602	1,209,063
Others*	-	-
Total	**1,976,510**	**1,625,201**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

Table 9: Credit Impaired Financing, Advances and Other Financing by Geographic Distribution

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Malaysia	1,976,510	1,625,201
Total	**1,976,510**	**1,625,201**

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses

Table 10: Expected credit losses (Stage 1, 2 and 3) by Sector

(RM'000)	CIMB Islamic			
	30 June 2026			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Primary Agriculture	700	165	2,369	3,234
Mining and Quarrying	288	23	28,271	28,582
Manufacturing	20,240	89,844	30,145	140,229
Electricity, Gas and Water Supply	791	245	2,505	3,541
Construction	6,914	4,900	41,884	53,698
Wholesale and Retail Trade, and Restaurants and Hotels	51,841	45,990	99,016	196,847
Transport, Storage and Communications	6,396	6,328	7,123	19,847
Finance, Takaful, Real Estate and Business Activities	22,711	5,259	101,375	129,345
Education, Health and Others	5,760	1,807	11,846	19,413
Household	391,446	359,603	574,463	1,325,512
Others*	7	-	-	7
Total	**507,094**	**514,164**	**898,997**	**1,920,255**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 10: Expected credit losses (Stage 1, 2 and 3) by Sector (continued)

(RM'000)	CIMB Islamic			
	31 December 2025			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3)	Total
Primary Agriculture	1,244	300	2,509	4,053
Mining and Quarrying	188	18	27,965	28,171
Manufacturing	31,187	11,517	23,129	65,833
Electricity, Gas and Water Supply	1,224	337	13	1,574
Construction	10,354	4,707	34,359	49,420
Wholesale and Retail Trade, and Restaurants and Hotels	64,468	44,825	76,961	186,254
Transport, Storage and Communications	7,587	11,026	6,316	24,929
Finance, Takaful, Real Estate and Business Activities	26,975	6,300	28,536	61,811
Education, Health and Others	6,326	1,843	11,608	19,777
Household	344,213	384,710	500,749	1,229,672
Others*	3	-	-	3
Total	**493,769**	**465,583**	**712,145**	**1,671,497**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 11: Expected credit losses (Stage 1, 2 and 3) by Geographic Distribution

(RM'000)	CIMB Islamic 30 June 2026			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3	Total
Malaysia	507,094	514,164	898,997	1,920,255
Total	**507,094**	**514,164**	**898,997**	**1,920,255**

(RM'000)	CIMB Islamic 31 December 2025			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses – not credit impaired (Stage 2)	Lifetime expected credit losses – credit impaired (Stage 3	Total
Malaysia	493,769	465,583	712,145	1,671,497
Total	**493,769**	**465,583**	**712,145**	**1,671,497**

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 12: Expected credit losses charges/(write back) and write-off for Stage 3

(RM'000)	CIMB Islamic	
	30 June 2026	
	Charges/(write back)	Write-off
	Lifetime expected credit losses - Credit impaired (Stage 3)	Lifetime expected credit losses - Credit impaired (Stage 3)
Primary Agriculture	23	-
Mining and Quarrying	(782)	-
Manufacturing	7,757	1,641
Electricity, Gas and Water Supply	2,351	-
Construction	6,111	92
Wholesale and Retail Trade, and Restaurants and Hotels	20,665	2,000
Transport, Storage and Communications	1,127	11
Finance, Takaful, Real Estate and Business Activities	5,745	178
Education, Health and Others	468	77
Household	307,538	208,431
Others*	(2,560)	-
Total	**348,443**	**212,430**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

CREDIT RISK (CONTINUED)

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 12: Expected credit losses charges/(write back) and write-off for Stage 3 (continued)

(RM'000)	CIMB Islamic	
	30 June 2025	
	Charges/(write back)	Write-off
	Lifetime expected credit losses - Credit impaired (Stage 3)	Lifetime expected credit losses - Credit impaired (Stage 3)
Primary Agriculture	1,755	-
Mining and Quarrying	(2)	-
Manufacturing	6,715	10
Electricity, Gas and Water Supply	297	-
Construction	(3,164)	15,043
Wholesale and Retail Trade, and Restaurants and Hotels	8,878	6,289
Transport, Storage and Communications	986	1,357
Finance, Takaful, Real Estate and Business Activities	11,764	15,727
Education, Health and Others	387	-
Household	257,381	187,578
Others*	36	-
Total	**285,033**	**226,004**

Note: *All sectors above are Shariah compliant.*

**Others are exposures which are not elsewhere classified.*

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 13: Analysis of movement in the Expected Credit Losses for Financing, Advances and Other Financing

(RM'000)	CIMB Islamic			
	30 June 2026			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
At 1 January 2026	493,769	465,583	712,145	1,671,497
Changes in expected credit losses due to transferred within stages	123,317	(157,556)	34,239	-
Transferred to Stage 1	192,111	(182,414)	(9,697)	-
Transferred to Stage 2	(68,634)	280,219	(211,585)	-
Transferred to Stage 3	(160)	(255,361)	255,521	-
Total charge to Income Statement	(109,990)	206,137	348,443	444,590
New financial assets originated	27,337	72,565	1,209	101,111
Financial assets that have been derecognised	(25,778)	(69,730)	-	(95,508)
Write back in respect of full recoveries	-	-	(6,443)	(6,443)
Change in credit risk	(111,549)	203,302	353,677	445,430
Write-offs	-	-	(212,430)	(212,430)
Other movements	(1)	-	16,599	16,598
Total	**507,095**	**514,164**	**898,996**	**1,920,255**

CREDIT RISK *(continued)*

Credit Quality of Advances and Financing (continued)

iii) Expected Credit Losses *(continued)*

Table 13: Analysis of movement in the Expected Credit Losses for Financing, Advances and Other Financing (continued)

(RM'000)	CIMB Islamic			
	31 December 2025			
	12-month expected credit losses (Stage 1)	Lifetime expected credit losses - not credit impaired (Stage 2)	Lifetime expected credit losses - credit impaired (Stage 3)	Total
At 1 January 2025	597,024	490,886	683,390	1,771,300
Changes in expected credit losses due to transferred within stages	219,487	(129,878)	(89,609)	-
Transferred to Stage 1	412,886	(395,417)	(17,469)	-
Transferred to Stage 2	(193,014)	621,442	(428,428)	-
Transferred to Stage 3	(385)	(355,903)	356,288	-
Total charge to Income Statement	(322,736)	105,507	684,245	467,016
New financial assets originated	110,129	75,649	2,238	188,016
Financial assets that have been derecognised	(72,406)	(145,385)	-	(217,791)
Write back in respect of full recoveries	-	-	(26,293)	(26,293)
Change in credit risk	(360,459)	175,243	708,300	523,084
Write-offs	-	(930)	(596,933)	(597,863)
Other movements	(6)	(2)	31,052	31,044
Total	**493,769**	**465,583**	**712,145**	**1,671,497**

Capital Treatment for Credit Risk

Details on RWA and capital requirements related to Credit Risk are disclosed separately for CIMB Islamic in Table 2. Details on the disclosure for portfolios under the SA and the IRB Approach are in the sections that followed.

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the SA (continued)

Table 14: Disclosure by Risk Weight under SA

30 June 2026												CIMB Islamic
(RM'000) Risk Weights	Sovereign/ Central Banks	PSEs	Banks, MDBs and DFIs	Takaful Operators, Securities Firms & Fund Managers	Corporate	Regulatory Retail	RRE Financing	Higher Risk Assets	Other Assets	Securitisation*	Total Exposures after Netting and Credit Risk Mitigation*	Total Risk-Weighted Assets
0%	23,647,001	2,456,250	-	-	8	28	-	-	11,089	-	26,114,375	-
20%	-	599,852	104	5,039	152,585	1,117,904	-	-	-	10,264	1,885,750	377,150
35%	-	-	-	-	-	-	73,613	-	-		73,613	25,764
50%	-	68,574	-	-	4,394,170	5,097,863	426,314	-	-	-	9,986,921	4,993,461
75%	-	-	-	-	-	1,527,570	-	-	-		1,527,570	1,145,677
100%	-	-	-	1,715	977,727	566,358	5,952	-	181,148	-	1,732,901	1,732,901
100% < RW < 1250%	-	-	-	-	10,680	38,781	-	-	-	-	49,462	74,192
1250%	-	-	-	-	11	-	-	-	-		11	138
Total	**23,647,001**	**3,124,676**	**104**	**6,754**	**5,535,182**	**8,348,504**	**505,879**	**-**	**192,237**	**10,264**	**41,370,602**	**8,349,283**
Average Risk Weight	**-**	**5%**	**20%**	**40%**	**58%**	**54%**	**48%**	**-**	**94%**	**20%**	**20%**	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	

**The total includes the portion which is deducted from Capital Base, if any.*

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the SA (continued)

Table 14: Disclosure by Risk Weight under SA (continued)

31 December 2025	CIMB Islamic											
(RM'000) Risk Weights	**Sovereign/ Central Banks**	**PSEs**	**Banks, MDBs and DFIs**	**Takaful Operators, Securities Firms & Fund Managers**	**Corporate**	**Regulatory Retail**	**RRE Financing**	**Higher Risk Assets**	**Other Assets**	**Securitisation***	**Total Exposures after Netting and Credit Risk Mitigation***	**Total Risk-Weighted Assets**
0%	23,613,803	2,573,740	-	-	163	11	-	-	4,916	-	26,192,633	-
20%	-	172,713	226	5,067	159,230	1,226,645	-	-	-	10,303	1,574,185	314,837
35%	-	-	-	-	-	-	63,713	-	-		63,713	22,300
50%	-	84,189	-	-	4,109,777	4,955,635	443,747	-	-	-	9,593,349	4,796,674
75%	-	-	-	-	-	1,625,043	-	-	-		1,625,043	1,218,782
100%	-	-	-	453	1,048,573	636,859	4,392	-	159,449	-	1,849,726	1,849,726
100% < RW < 1250%	-	-	-	-	7,450	31,946	-	-	-	-	39,396	59,095
1250%	-	-	-	-	11	-	-	-	-		11	138
Total	**23,613,803**	**2,830,642**	**226**	**5,520**	**5,325,206**	**8,476,140**	**511,853**	**-**	**164,365**	**10,303**	**40,938,057**	**8,261,552**
Average Risk Weight	-	**3%**	**20%**	**27%**	**59%**	**55%**	**49%**	**-**	**97%**	**20%**	**20%**	
Deduction from Capital Base	-	-	-	-	-	-	-	-	-	-	-	

**The total includes the portion which is deducted from Capital Base, if any.*

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the SA (continued)

The following tables present the non-retail credit exposures before the effect of credit risk mitigation, according to ratings by ECAIs:

Table 15: Disclosures of Rated and Unrated Non-Retail Exposures under SA according to Ratings by ECAIs

30 June 2026				CIMB Islamic
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Public Sector Entities	-	-	3,124,676	3,124,676
Takaful Operators, Securities Firms & Fund Managers	5,039	-	1,715	6,754
Corporate	-	-	5,626,459	5,626,459
Sovereign/Central Banks	22,220,969	-	1,426,032	23,647,001
Banks, MDBs and DFIs	104	-	-	104
Total	**22,226,112**	**-**	**10,178,882**	**32,404,995**

31 December 2025				CIMB Islamic
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Public Sector Entities	-	-	2,830,642	2,830,642
Takaful Operators, Securities Firms & Fund Managers	5,067	-	453	5,520
Corporate	-	-	5,388,349	5,388,349
Sovereign/Central Banks	22,172,669	-	1,441,133	23,613,803
Banks, MDBs and DFIs	226	-	-	226
Total	**22,177,962**	**-**	**9,660,577**	**31,838,539**

Table 16: Disclosures of Securitisation under SA according to Ratings by ECAIs

30 June 2026				CIMB Islamic
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Securitisation	10,264	-	-	**10,264**

31 December 2025				CIMB Islamic
(RM '000) Exposure Class	Investment Grade	Non-Investment Grade	No Rating	Total
On and Off-Balance-Sheet Exposures				
Securitisation	10,303	-	-	**10,303**

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach

Retail Exposures

Retail exposures covered under the A-IRB Approach include credit cards, auto financing, Xpress Cash, residential mortgages, business premises financing and ASB financing.

The following tables summarise the retail credit exposures measured under A-IRB Approach as at 30 June 2026 and 31 December 2025:

Table 17: Retail Exposures under the IRB Approach by PD Band

30 June 2026				CIMB Islamic
(RM'000) PD Range of Retail Exposures	0% ≤ PD < 2%	2% ≤ PD < 100%	100% Or Default	Total
Total Retail Exposure	**71,417,835**	**33,224,984**	**2,367,248**	**107,010,068**
RRE Financing	43,534,435	12,479,516	1,838,377	57,852,328
QRRE	1,224,950	582,496	36,683	1,844,129
Hire Purchase	14,419,887	7,608,104	356,705	22,384,696
Other Retail	12,238,564	12,554,868	135,483	24,928,915
Exposure Weighted Average LGD				
RRE Financing	22%	23%	35%	
QRRE	90%	90%	90%	
Hire Purchase	53%	58%	55%	
Other Retail	21%	12%	39%	
Exposure Weighted Average Risk Weight				
RRE Financing	14%	83%	215%	
QRRE	30%	144%	796%	
Hire Purchase	55%	101%	327%	
Other Retail	20%	19%	202%	

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)

Retail Exposures (continued)

Table 17: Retail Exposures under the IRB Approach by PD Band (continued)

31 December 2025				**CIMB Islamic**
(RM'000) **PD Range of Retail Exposures**	**0% ≤ PD < 2%**	**2% ≤ PD < 100%**	**100% Or Default**	**Total**
Total Retail Exposure	**66,185,450**	**37,130,203**	**1,952,108**	**105,267,761**
RRE Financing	46,959,405	7,163,094	1,492,291	55,614,790
QRRE	1,076,926	548,239	33,638	1,658,803
Hire Purchase	5,281,119	16,002,810	281,874	21,565,803
Other Retail	12,868,000	13,416,060	144,305	26,428,365
Exposure Weighted Average LGD				
RRE Financing	22%	25%	36%	
QRRE	90%	90%	90%	
Hire Purchase	44%	59%	56%	
Other Retail	21%	13%	41%	
Exposure Weighted Average Risk Weight				
RRE Financing	11%	94%	313%	
QRRE	29%	137%	776%	
Hire Purchase	52%	89%	294%	
Other Retail	20%	20%	190%	

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)

Retail Exposures (continued)

Table 18: Retail Exposures under the IRB Approach by Expected Loss Range

30 June 2026				CIMB Islamic
(RM'000) EL Range of Retail Exposures	EL ≤ 1%	1% < EL < 100%	EL = 100%	Total
Total Retail Exposure	**85,076,873**	**21,891,611**	**41,584**	**107,010,068**
RRE Financing	49,358,161	8,487,582	6,584	57,852,328
QRRE	885,056	958,833	240	1,844,129
Hire Purchase	12,762,090	9,600,836	21,770	22,384,696
Other Retail	22,071,566	2,844,359	12,990	24,928,915
Exposure Weighted Average LGD				
RRE Financing	21%	27%	42%	
QRRE	90%	90%	90%	
Hire Purchase	52%	59%	56%	
Other Retail	16%	21%	51%	

31 December 2025				CIMB Islamic
(RM'000) EL Range of Retail Exposures	EL ≤ 1%	1% < EL < 100%	EL = 100%	Total
Total Retail Exposure	**82,315,593**	**22,904,191**	**47,978**	**105,267,761**
RRE Financing	51,216,191	4,390,573	8,026	55,614,790
QRRE	756,824	901,979	-	1,658,803
Hire Purchase	7,381,619	14,159,569	24,615	21,565,803
Other Retail	22,960,959	3,452,069	15,336	26,428,365
Exposure Weighted Average LGD				
RRE Financing	22%	30%	46%	
QRRE	90%	90%	90%	
Hire Purchase	42%	62%	56%	
Other Retail	16%	24%	52%	

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)

Non-retail Exposures

The following tables summarise CIMB Islamic's non-retail credit exposures measured under F-IRB Approach as at 30 June 2026 and 31 December 2025:

Table 19: Credit Exposures Subject to Supervisory Risk Weight under IRB Approach

30 June 2026						**CIMB Islamic**
(RM'000) Supervisory Categories	**Strong**	**Good**	**Satisfactory**	**Weak**	**Default**	**Total**
Project Finance	158,177	1,398,685	7,010	124	-	1,563,997
Object Finance	-	-	-	-	-	-
Commodities Finance	-	-	-	-	-	-
Income Producing Real Estate	1,000,977	1,899,276	25,029	187,284	14,522	3,127,089
RWA	**506,601**	**2,654,631**	**28,804**	**468,522**	**-**	**3,658,558**

31 December 2025						**CIMB Islamic**
(RM'000) Supervisory Categories	**Strong**	**Good**	**Satisfactory**	**Weak**	**Default**	**Total**
Project Finance	162,125	1,573,349	24,559	154	-	1,760,188
Object Finance	-	-	-	-	-	-
Commodities Finance	-	-	-	-	-	-
Income Producing Real Estate	639,311	1,490,370	28,950	162,239	14,867	2,335,737
RWA	**321,331**	**2,484,775**	**33,377**	**405,983**	**-**	**3,245,466**

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)

Non-retail Exposures (continued)

CIMB Islamic have no exposure to High Volatility Commercial Real Estate and Equities under the Supervisory Slotting Criteria.

Table 20: Non Retail Exposures under IRB Approach by Risk Grades

30 June 2026					CIMB Islamic
(RM'000) Internal Risk Grading	1 - 7	8 - 15	16 - 25	Default	Total
Total Non-Retail Exposure	**15,203,245**	**20,793,492**	**9,409,656**	**616,073**	**46,022,466**
Bank	6,226,556	1,590,411	96	-	7,817,063
Corporate (excluding Specialised Financing)	8,976,690	19,203,082	9,409,560	616,073	38,205,404
Exposure Weighted Average LGD					
Bank	46%	45%	45%	-	
Corporate (excluding Specialised Financing)	44%	41%	37%	39%	
Exposure Weighted Average Risk Weight					
Bank	15%	24%	215%	0%	
Corporate (excluding Specialised Financing)	17%	65%	114%	0%	

31 December 2025					CIMB Islamic
(RM'000) Internal Risk Grading	1 - 7	8 - 15	16 - 25	Default	Total
Total Non-Retail Exposure	**15,570,186**	**20,834,479**	**11,297,394**	**336,305**	**48,038,364**
Bank	6,136,588	2,468,355	57	-	8,605,000
Corporate (excluding Specialised Financing)	9,433,598	18,366,124	11,297,337	336,305	39,433,364
Exposure Weighted Average LGD					
Bank	36%	45%	45%	-	
Corporate (excluding Specialised Financing)	44%	41%	38%	39%	
Exposure Weighted Average Risk Weight					
Bank	11%	19%	215%	0%	
Corporate (excluding Specialised Financing)	14%	66%	116%	0%	

CREDIT RISK *(continued)*

Credit Risk – Disclosure for Portfolios under the IRB Approach (continued)

Expected Losses versus Actual Losses by Portfolio Types

The following tables summarise the expected losses versus actual losses by portfolio type:

Table 21: Analysis of Expected Loss versus Actual Losses by Portfolio Types

				CIMB Islamic
(RM'000) Exposure Class		30 June 2026		30 June 2025
	Regulatory Expected Losses as at 30 June 2025	Actual Losses for the period ended 30 June 2026	Regulatory Expected Losses as at 30 June 2024	Actual Losses for the period ended 30 June 2025
Sovereign	-	-	-	-
Bank	2,665	-	1,726	-
Corporate	279,252	43,408	215,380	(4,234)
RRE Financing	249,161	384,037	278,783	250,432
HPE	446,994	221,461	440,910	155,756
QRRE	40,495	-	23,253	12,159
Other Retail	194,249	27,098	178,525	29,606
Total	**1,212,816**	**676,004**	**1,138,576**	**443,719**

Actual loss refers to impairment provisions and direct write-offs, if any during the period.

On the other hand, EL measures the loss expected from non-defaulted exposures as at 30 June of the preceding year. It is computed based on the risk parameters of the adopted IRB Approach. While a comparison of actual losses and EL provides some insight of the predictive power of the IRB Approach models used by the Group, the two metrics are not directly comparable due to the differences in methodology.

CREDIT RISK *(continued)*

Off-Balance Sheet Exposures and Counterparty Credit Risk (CCR)

In the event of a one-notch downgrade of rating, based on the terms of the existing CSA and exposure as at 30 June 2026 and 31 December 2025 there was no requirement for additional collateral to be posted.

The following tables disclose the Off-Balance Sheet exposures and CCR as at 30 June 2026 and 31 December 2025:

Table 22: Disclosure on Off-Balance Sheet Exposures and CCR

30 June 2026				CIMB Islamic
(RM'000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
Direct Credit Substitutes	900,659		900,659	548,723
Transaction Related Contingent Items	1,391,548		695,774	363,236
Short Term Self Liquidating Trade Related Contingencies	140,432		28,086	15,158
Assets Sold With Recourse	-		-	-
Forward Asset Purchases	-		-	-
Obligations under an On-going Underwriting Agreement	-		-	-
Commitments to buy back Islamic securities under Sales and Buy Back agreement	251,619		251,619	32,490
Foreign Exchange Related Contracts				
One year or less	6,876,874	123,071	239,934	109,247
Over one year to five years	62,419	1,732	5,577	5,135
Over five years	43,465	409	5,107	4,597
Profit Rate Related Contracts				
One year or less	719	-	8	16
Over one year to five years	534,279	3,564	45,646	61,176
Over five years	91,334	2,184	17,711	28,372
Commodity contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
OTC derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	82,356,444	278,797	1,317,487	301,082
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	11,560,649		9,972,292	4,022,353
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	15,000		11,250	8,494
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a customer's creditworthiness	14,730,362		-	-
Unutilised credit card lines	2,031,065		954,527	348,448
Off-balance sheet items for securitisation exposures	-		-	-
Total	**120,986,866**	**409,757**	**14,445,675**	**5,848,525**

CREDIT RISK *(continued)*

Off-Balance Sheet Exposures and CCR (continued)

Table 22: Disclosure on Off-Balance Sheet Exposures and CCR *(continued)*

31 December 2025				CIMB Islamic
(RM'000) Description	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk-Weighted Assets
Direct Credit Substitutes	731,698		731,698	481,388
Transaction Related Contingent Items	1,381,959		690,979	380,666
Short Term Self Liquidating Trade Related Contingencies	55,520		11,104	6,366
Assets Sold With Recourse	-		-	-
Forward Asset Purchases	-		-	-
Obligations under an On-going Underwriting Agreement	-		-	-
Commitments to buy back Islamic securities under Sales and Buy Back agreement	227,499		227,499	35,877
Foreign Exchange Related Contracts				
One year or less	5,369,851	15,685	102,878	46,085
Over one year to five years	27,422	81	1,452	363
Over five years	-	-	-	-
Profit Rate Related Contracts				
One year or less	17,201	223	323	273
Over one year to five years	635,026	3,795	62,814	86,668
Over five years	91,594	930	16,501	26,434
Commodity contracts				
One year or less	-	-	-	-
Over one year to five years	-	-	-	-
Over five years	-	-	-	-
OTC derivative transactions and credit derivative contracts subject to valid bilateral netting agreements	72,187,791	1,148,630	2,710,909	400,762
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	12,905,110		11,241,002	4,720,340
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	1,000		750	1,053
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a customer's creditworthiness	14,814,204		-	-
Unutilised credit card lines	1,744,042		837,219	314,107
Off-balance sheet items for securitisation exposures	-		-	-
Total	**110,189,915**	**1,169,343**	**16,635,127**	**6,500,383**

CREDIT RISK *(continued)*

Off-Balance Sheet Exposures and CCR (continued)

The tables below show the credit derivative transactions that create exposures to CCR (notional value) segregated between own use and client intermediation activities:

Table 23: Disclosure on Credit Derivative Transactions

(RM'000)	CIMB Islamic			
	30 June 2026		31 December 2025	
	Notional of Credit Derivatives			
	Protection Bought	Protection Sold	Protection Bought	Protection Sold
Own Credit Portfolio	-	-	-	-
Client Intermediation Activities	-	-	-	19,900
Total	**-**	**-**	**-**	**19,900**
Credit Default Swaps	-	-	-	-
Total Return Swaps	-	-	-	19,900
Total	**-**	**-**	**-**	**19,900**

CREDIT RISK *(continued)*

Credit Risk Mitigation

The following tables summarise the extent of which exposures are covered by eligible credit risk mitigants as at 30 June 2026 and 31 December 2025:

Table 24: Disclosure on Credit Risk Mitigation

30 June 2026				CIMB Islamic
(RM'000) Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/ Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
Performing Exposures				
Sovereign/Central Banks	23,647,001	-	-	-
Public Sector Entities	3,124,676	2,456,250	-	-
Banks, DFIs & MDBs	7,817,167	-	232,382	-
Takaful Operators, Securities Firms & Fund Managers	6,754	-	-	-
Corporate	47,829,327	1,215,812	1,432,437	10,225,954
RRE Financing	56,509,677	-	10	-
Qualifying Revolving Retail	1,807,446	-	-	-
Hire Purchase	22,027,991	-	-	-
Other Retail	33,107,334	1,117,932	71,638	-
Securitisation	10,264	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	192,237	-	-	-
Defaulted Exposures	2,377,007	1,489	10,879	322,030
Total Exposures	**198,456,882**	**4,791,484**	**1,747,345**	**10,547,984**

The type of collateral recognised in each asset class is in accordance to the approach adopted in computing the RWA. The CRM shown is computed after taking into account the haircut as prescribed by the guidelines. For assets under SA, only financial collateral and guarantee are recognised. For assets under F-IRB Approach, guarantee, financial collateral and other eligible collateral are recognised. For assets under A-IRB Approach, the collateral has been taken into consideration in the computation of LGD, hence, excluded from the CRM disclosure.

CREDIT RISK *(continued)*

Credit Risk Mitigation (continued)

Table 24: Disclosure on Credit Risk Mitigation (continued)

31 December 2025				CIMB Islamic
(RM'000) Exposure Class	**Exposures before CRM**	**Exposures Covered by Guarantees/ Credit Derivatives**	**Exposures Covered by Eligible Financial Collateral**	**Exposures Covered by Other Eligible Collateral**
Performing Exposures				
Sovereign/Central Banks	23,613,803	-	-	-
Public Sector Entities	2,830,642	2,573,740	-	-
Banks, DFIs & MDBs	8,605,227	-	1,316,049	-
Takaful Operators, Securities Firms & Fund Managers	5,520	-	-	-
Corporate	48,513,174	2,986,364	1,431,236	10,593,779
RRE Financing	54,626,361	-	10	-
Qualifying Revolving Retail	1,625,165	-	-	-
Hire Purchase	21,283,929	-	-	-
Other Retail	34,735,751	1,226,657	71,046	-
Securitisation	10,303	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	164,365	-	-	-
Defaulted Exposures	1,823,481	1,297	6,616	157,706
Total Exposures	**197,837,720**	**6,788,057**	**2,824,957**	**10,751,485**

The type of collateral recognised in each asset class is in accordance to the approach adopted in computing the RWA. The CRM shown is computed after taking into account the haircut as prescribed by the guidelines. For assets under SA, only financial collateral and guarantee are recognised. For assets under F-IRB Approach, guarantee, financial collateral and other eligible collateral are recognised. For assets under A-IRB Approach, the collateral has been taken into consideration in the computation of LGD, hence, excluded from the CRM disclosure.

SECURITISATION

The following tables show the disclosure on Securitisation for Banking Book for 30 June 2026 and 31 December 2025:

Table 25: Disclosure on Securitisation for Banking Book

30 June 2026 (RM'000)	CIMB Islamic			
Underlying Asset	**Total Exposures Securitised**	**Past Due**	**Credit Impaired**	**Gains/(Losses) Recognised during the period***
TRADITIONAL SECURITISATION (Banking Book)				
Originated by the Banking Institution				
Hire Purchase Exposure	-	-	-	-

31 December 2025 (RM'000)	CIMB Islamic			
Underlying Asset	**Total Exposures Securitised**	**Past Due**	**Credit Impaired**	**Gains/(Losses) Recognised during the period***
TRADITIONAL SECURITISATION (Banking Book)				
Originated by the Banking Institution				
Hire Purchase Exposure	-	-	-	-

* Gains/(losses) recognised during the period represent gain/(losses) recognised during the 6-month period from 1 January 2026 to 30 June 2026 and 1 January 2025 to 30 June 2025.

SECURITISATION *(continued)*

Disclosure on Securitisation under the SA for Banking Book

The tables below represent the disclosure on Securitisation under the SA for Banking Book:

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures

30 June 2026													CIMB Islamic
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights										Risk-Weighted Assets
			Rated Securitisation Exposures							Unrated (Look Through)			
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount		
Traditional Securitisation (Banking Book)													
<u>*Non-originating Banking Institution*</u>													
On-Balance Sheet													
Most senior	10,264	-	-	-	10,264	-	-	-	-			2,053
Mezzanine	-	-	-	-	-	-	-	-	-			-
First loss	-	-	-	-	-	-	-	-	-			-
Off-Balance Sheet												
Rated eligible liquidity facilities	-	-			-	-	-	-	-			-
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-			-	-	-	-	-			-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-			-	-	-	-	-			-
Eligible servicer cash advance facilities	-	-			-	-	-	-	-			-
Eligible underwriting facilities	-	-			-	-	-	-	-			-
Guarantees and credit derivatives	-	-			-	-	-	-	-			-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-			-	-	-	-	-			-

SECURITISATION ***(continued)***

Securitisation under the SA for Banking Book (continued)

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures ***(continued)***

30 June 2026													CIMB Islamic
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights										Risk-Weighted Assets
			Rated Securitisation Exposures							Unrated (Look Through)			
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount		
Originating Banking Institution												
On-Balance Sheet												
Most senior	-	-	-	-	-	-	-	-	-			-
Mezzanine	-	-	-	-	-	-	-	-	-			-
First loss	-	-	-	-	-	-	-	-	-			-
Off-Balance Sheet												
Rated eligible liquidity facilities	-	-			-	-	-	-	-			
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-			-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-			-	-	-	-	-			-
Eligible servicer cash advance facilities	-	-			-	-	-	-	-			-
Eligible underwriting facilities	-	-			-	-	-	-	-			-
Guarantees and credit derivatives	-	-			-	-	-	-	-			-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-			-	-	-	-	-			-
Total Exposures	**10,264**	**-**	**-**	**-**	**10,264**	**-**	**-**	**-**	**-**	**-**	**-**	**2,053**

SECURITISATION *(continued)*

Securitisation under the SA for Banking Book (continued)

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures *(continued)*

31 December 2025												CIMB Islamic
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights									Risk-Weighted Assets
			Rated Securitisation Exposures							Unrated (Look Through)		
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount	
Traditional Securitisation (Banking Book)												
Non-originating Banking Institution												
On-Balance Sheet												
Most senior	10,303	-	-	-	10,303	-	-	-	-			2,061
Mezzanine	-	-	-	-	-	-	-	-	-			-
First loss	-	-	-	-	-	-	-	-	-			-
Off-Balance Sheet												
Rated eligible liquidity facilities	-	-			-	-	-	-	-			-
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-			-	-	-	-	-			-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-			-	-	-	-	-			-
Eligible servicer cash advance facilities	-	-			-	-	-	-	-			-
Eligible underwriting facilities	-	-			-	-	-	-	-			-
Guarantees and credit derivatives	-	-			-	-	-	-	-			-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-			-	-	-	-	-			-

SECURITISATION *(continued)*

Securitisation under the SA for Banking Book (continued)

Table 26: Disclosure on Securitisation under the SA for Banking Book Exposures *(continued)*

31 December 2025												CIMB Islamic
(RM'000) Exposure Class	Net Exposure After CRM	Exposures subject to deduction	Distribution of Exposures after CRM according to Applicable Risk Weights									Risk-Weighted Assets
			Rated Securitisation Exposures							Unrated (Look Through)		
			0%	10%	20%	50%	100%	350%	1250%	Weighted Average RW	Exposure Amount	
<u>Originating Banking Institution</u>												
On-Balance Sheet												
Most senior	-	-	-	-	-	-	-	-	-			-
Mezzanine	-	-	-	-	-	-	-	-	-			-
First loss	-	-	-	-	-	-	-	-	-			-
Off-Balance Sheet												
Rated eligible liquidity facilities	-	-			-	-	-	-	-			
Unrated eligible liquidity facilities (with original maturity > 1 year)	-	-			-	-	-	-	-	-	-	-
Unrated eligible liquidity facilities (with original maturity < 1 year)	-	-			-	-	-	-	-			-
Eligible servicer cash advance facilities	-	-			-	-	-	-	-			-
Eligible underwriting facilities	-	-			-	-	-	-	-			-
Guarantees and credit derivatives	-	-			-	-	-	-	-			-
Other off-balance sheet securitisation exposures (excl. guarantees and credit derivatives)	-	-			-	-	-	-	-			-
Total Exposures	**10,303**	**-**	**-**	**-**	**10,303**	**-**	**-**	**-**	**-**	**-**	**-**	**2,061**

Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge

As at 30 June 2026 and 31 December 2025, CIMB Islamic has no Securitisation under the SA for Trading Book Exposures subject to Market Risk Capital Charge.

MARKET RISK

Details on RWA and capital requirements related to Market Risk are disclosed in Table 2.

OPERATIONAL RISK

Details on RWA and capital requirements related to Operational Risk are disclosed in Table 2.

EQUITY EXPOSURES IN BANKING BOOK

As at 30 June 2026 and 30 June 2025, there were no realised and unrealised gains and losses recorded for equity holdings in Banking Book for CIMB Islamic Bank.

The following table shows an analysis of equity investments by appropriate equity groupings and risk weighted assets as at 30 June 2026 and 31 December 2025:

Table 27: Analysis of Equity Investments by Grouping and RWA

(RM'000)	CIMB Islamic			
	30 June 2026		31 December 2025	
	Exposures subject to Risk-Weighting	RWA	Exposures subject to Risk-Weighting	RWA
Privately held	-	-	-	-
Publicly traded	-	-	-	-
Total	**-**	**-**	**-**	**-**

RATE OF RETURN RISK IN THE BANKING BOOK

For the purpose of this disclosure, the impact under an instantaneous 100 bps parallel profit rate shock is applied. The treatments and assumptions applied are based on the contractual repricing maturity and remaining maturity of the products, whichever is earlier. Items with indefinite repricing maturity are treated based on the earliest possible repricing date. The actual dates may vary from the repricing profile allocated due to factors such as pre-mature withdrawals, prepayment and so forth.

The table below illustrates CIMB Islamic's RORBB under a 100 bps parallel upward profit rate shock from economic value perspective:

Table 28: RORBB – Impact on Economic Value

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Currency	+100bps Increase/(Decline) in Economic Value (Value in RM Equivalent)	
Ringgit Malaysia	(1,019,572)	(1,002,227)
US Dollar	3,412	(2,540)
Thai Baht	(1)	-
Singapore Dollar	4	7
Others	(498)	(283)
Total	**(1,016,655)**	**(1,005,043)**

Table 29: RORBB – Impact on Earnings

(RM'000)	CIMB Islamic	
	30 June 2026	31 December 2025
Currency	+100bps Increase/(Decline) in Earnings (Value in RM Equivalent)	
Ringgit Malaysia	128,237	38,751
US Dollar	(40,874)	(19,376)
Thai Baht	23	9
Singapore Dollar	(91)	(96)
Others	(3,042)	(3,040)
Total	**84,253**	**16,248**

The sign reflects the nature of the rate sensitivity, with a negative number indicating exposure to increase in interest rate/benchmark rate and vice versa.

PROFIT SHARING INVESTMENT ACCOUNT ("IA") DISCLOSURE

Following the introduction of the Islamic Financial Services Act 2013 ("IFSA"), a clear regulatory distinction was made between Islamic deposits and Investment Accounts. Investment Accounts are structured using Shariah-compliant contracts designed specifically for investment purposes.

The Bank adopts comprehensive risk management policies to guide asset allocation, ensuring alignment with the investment objectives, risk appetite, and Shariah principles. These policies cover key areas such as portfolio composition, liquidity management, valuation methodology and regulatory compliance. In addition, the Bank retains the discretion to perform portfolio rebalancing as part of the asset allocation strategy to ensure the performance of the selected assets is aligned with the fund's strategies and objectives.

The governance and oversight framework for Investment Accounts is structured to ensure that all investment activities, mandates, parameters and strategies are carried out responsibly, with a strong emphasis on protecting the interests of Investment Account Holders (IAH) outlining clear roles and responsibilities across various levels of the Bank's governance structure to ensure sound management and compliance.

Table 30: Roles and Responsibility

Roles and Responsibility	
Board of Directors (Board)	Responsible to establish an effective governance arrangement to facilitate effective monitoring and control of the overall management and conduct of the investment account. The adequacy of the governance arrangement shall commensurate with the nature, scale, complexity and risk profile associated with the conduct of the investment account.
Board Investment Committee (BIC)	Responsible to assist the Board in performing the oversight function and provide recommendations in respect of the investment strategies, management and performance of the investment account.
Board Shariah Committee (BSC)	Responsible to ensure activities associated with the investment account are conducted in line with Shariah, including: (a) to endorse the investment account structure, objectives, investment assets and policies and procedures; (b) to advise and provide clarification to the Board on relevant Shariah rulings, decisions or policies on Shariah matters issued by BNM and any other issues on Shariah affecting the operations and activities of the investment account; (c) to endorse and ensure the terms and conditions stipulated in the legal documentations, information published in promotional materials, product manuals or other publications used in the investment account operations are in compliance with Shariah. (d) to assess the work carried out by Shariah review and Shariah audit on the investment account operations; and (e) to provide opinion on the Shariah compliance of the investment account and the related operations. The opinion shall be prepared in accordance with BNM requirements.

PROFIT SHARING INVESTMENT ACCOUNT ("IA") DISCLOSURE *(continued)*

Table 30: Roles and Responsibility (continued)

Roles and Responsibility	
Investment Account Oversight Committee (IAOC)	Responsible to assist the BIC in performing oversight function and providing recommendations in respect of the investment operations and performance of all the Islamic investment accounts offered by CIMB Islamic Bank Berhad and the relevant entities within the CIMB Group.
Risk Committees	The Group Risk and Compliance Committee (GRCC) and the relevant risk sub-committees are responsible to provide oversight function for risk-related matters.

Table 31 (a): PERFORMANCE OF UNRESTRICTED INVESTMENT ACCOUNT

	CIMB Islamic	
	30 June 2026	**31 December 2025**
	%	**%**
Return on Assets (ROA)	4.93%	5.17%
Average Net Distributable Income	4.71%	5.37%
Average Rate of Return		
No specific tenure	0.22%	0.27%
Within 1 year	3.40%	3.51%
More than 1 year	3.12%	3.01%
	(RM'000)	**(RM'000)**
Gross impaired assets funded by IA	6	24
Total expected credit losses balances for IA	208,367	186,072

[END OF SECTION]