

## INFORMATION ON MALAYAN BANKING BERHAD

### 1. Company Name

Malayan Banking Berhad

### 2. History And Business

Maybank was incorporated in the Federation of Malaya on 31 May 1960 with an initial authorised share capital of RM20 million and an issued and paid-up share capital of RM7.5 million. As at 15 March 2001, Maybank has an authorised share capital of RM4 billion and issued and paid-up share capital of RM2.35 billion.

Maybank was officially admitted to the KLSE on 17 February 1962.

In maintaining its leadership role, Maybank has been aggressively expanding over the years. It has the largest domestic banking network of 366 branches in Malaysia, as well as 22 branches in Singapore, 2 branches in Negara Brunei Darussalam and 1 branch each in London, New York, Hanoi, Hong Kong, Phnom Penh and Shanghai. It also has a representative office each in Tashkent, Beijing, Yangon and Ho Chi Minh City, as well as banking subsidiaries in Papua New Guinea, Labuan, the Philippines and Indonesia.

Today, Maybank is the largest banking group in the country. It has subsidiary companies engaged in commercial banking, merchant banking, finance, leasing, hire-purchase, general and life insurance, discount house business, factoring, stockbroking, venture capital, trustee, nominee services, property trust, unit trust, fund management and futures broking.

### 3. Share Capital As At 15 March 2001

Type	No. of shares	Value (RM)	Amount (RM)
Authorised	4,000,000,000	1.00	4,000,000,000
Issued and fully paid-up	2,351,067,014	1.00	2,351,067,014

### 4. Changes In The Issued And Paid-Up Share Capital

Details of changes in the Bank's issued and paid-up share capital since its incorporation are as follows:

Date of allotment	No. of shares	Par Value (RM)	Consideration	Cumulative total
31.05.1960	1,500,000	5.00	Cash	7,500,000
18.05.1961	500,000	5.00	Cash	10,000,000
31.05.1962	1,000,000	5.00	Rights Issue (1:2) at RM7.00 per share	15,000,000
21.08.1968	1,500,000	5.00	Rights Issue (1:2) at RM7.00 per share	22,500,000
04.01.1971	22,500,000	1.00*	Rights Issue (1:1) at RM1.50 per share	45,000,000
06.05.1977	15,000,000	1.00	Capitalisation of Share Premium Account (Bonus Issue 1:3)	60,000,000
23.06.1977	30,000,000	1.00	Rights Issue (1:2) at RM3.00 per share	90,000,000
21.02.1981	30,000,000	1.00	Capitalisation of Share Premium Account (Bonus Issue 1:3)	120,000,000

<b>Date of allotment</b>	<b>No. of shares</b>	<b>Par Value (RM)</b>	<b>Consideration</b>	<b>Cumulative total</b>
10.04.1981	60,000,000	1.00	Rights Issue (1:2) at RM4.00 per share	180,000,000
14.11.1984	45,000,000	1.00	Capitalisation of Share Premium Account (Bonus Issue 1:4)	225,000,000
28.12.1984	45,000,000	1.00	Rights Issue (1:4) at RM6.00 per share	270,000,000
30.11.1985	68,249	1.00	Conversion of Unsecured Notes	270,068,249
15.11.1986	9,199,999	1.00	Issued in exchange for purchase of Kota Discount Bhd (now known as Mayban Discount Bhd)	279,268,248
01.12.1986	10,550	1.00	Conversion of Unsecured Notes	279,278,798
29.07.1987 to 20.10.1987	90,000	1.00	Exercise of Employees' Share Option Scheme ("ESOS")	279,368,798
30.11.1987	11,916	1.00	Conversion of Unsecured Notes	279,380,714
08.06.1988	27,938,071	1.00	Capitalisation of Share Premium Account (Bonus Issue 1:10)	307,318,785
30.11.1988	10,725	1.00	Conversion of Unsecured Notes	307,329,510
16.03.1989	8,242,500	1.00	Exchange for Kwong Yik Bank Bhd ("KYBB") shares	315,572,010
21.06.1989	955,706	1.00	Exchange for Kwong Yik Bank Bhd ("KYBB") shares	316,527,716
11.07.1989 to 23.11.1989	7,555,900	1.00	Exercise of ESOS	324,083,616
30.11.1989	46,174,316	1.00	Conversion of Unsecured Notes	370,257,932
01.12.1989 to 24.10.1990	4,508,900	1.00	Exercise of ESOS	374,766,832
16.11.1990	187,383,416	1.00	Capitalisation of Share Premium Bonus Issue (1:2)	562,150,248
27.11.1990	11,550	1.00	Exercise of ESOS	562,161,798
30.11.1990	280,497	1.00	Conversion of Unsecured Notes	562,442,295
03.01.1991	3,300	1.00	Exercise of ESOS	562,445,595
03.01.1991	188,991,002	1.00	Rights Issue (1:2) at RM5.00 per share	751,436,597
04.01.1991	4,950	1.00	Rights Issue (1:2) upon ESOS at RM5.00 per share	751,441,547
25.01.1991 to 28.11.1991	726,000	1.00	Exercise of ESOS	752,167,547
30.11.1991	35,197	1.00	Conversion of Unsecured Notes	752,202,744
11.12.1991 to 20.05.1992	5,566,000	1.00	Exercise of ESOS	757,768,744
30.11.1992	570,760	1.00	Conversion of Unsecured Notes	758,339,504
30.11.1993	2,582,682	1.00	Conversion of Unsecured Notes	760,922,186
18.01.1994	380,461,093	1.00	Capitalisation of Share Premium Account (Bonus Issue 1:2)	1,141,383,279
29.12.1994	2,030,428	1.00	Conversion of Unsecured Notes	1,143,413,707
19.06.1998	1,143,413,707	1.00	Capitalisation of Share Premium and Retained Profit Account (Bonus Issue 1:1)	2,286,827,414
11.09.1998 to 07.03.2001	64,239,600	1.00	Exercise of ESOS	2,351,067,014

\* *The par value of the Bank's shares was changed from RM5.00 to RM1.00 on November 25, 1968.*

## 5. Substantial Shareholders As At 15 March 2001

Shareholders	Direct		Indirect	
	No. of Ordinary Shares Held	%	No. of Ordinary Shares Held	%
Amanah Raya Nominees (Tempatan) Sdn Bhd (B/O: Sekim Amanah Saham Bumiputera)	605,507,383	25.75	-	-
Permodalan Nasional Berhad	534,535,591	22.74	-	-
Employees Provident Fund Board	173,028,366	7.36	-	-
Khazanah Nasional Berhad	120,741,400	5.14	-	-
Lembaga Kemajuan Tanah Persekutuan	67,231,150	2.86	-	-
<b>TOTAL</b>	<b>1,501,043,890</b>	<b>63.85</b>	<b>-</b>	<b>-</b>

## 6. Board Of Directors As At 15 March 2001

Name	Nationality	<-----No. of ordinary shares held----->			
		Direct	%	Indirect	%
Tan Sri Mohamed Basir bin Ahmad	Malaysian	12,000	*	-	-
Dato' Richard Ho Ung Hun	Malaysian	-	-	-	-
Datuk Amirsham A Aziz	Malaysian	39,000	*	-	-
Dato' Ismail Shahudin	Malaysian	5,000	*	1,000 <sup>(1)</sup>	*
Dato' Mohammed Hussein	Malaysian	1,600	*	-	-
Raja Tan Sri Muhammad Alias bin Raja Muhd. Ali	Malaysian	-	-	3,000 <sup>(2)</sup>	*
Mohammad bin Abdullah	Malaysian	-	-	-	-
Dato' Mohd Hilmey bin Mohd Taib	Malaysian	-	-	-	-
Hj Mohd Hashir Hj Abdullah	Malaysian	-	-	11,000 <sup>(3)</sup>	*
Teh Soon Poh	Malaysian	3,504	*	-	-
Datuk Abdul Rahman bin Mohd. Ramli	Malaysian	-	-	-	-

\* Negligible

Note (1): Deemed interested by virtue of his spouse's (Azimah Othman) shareholdings.

Note (2): Deemed interested by virtue of his daughter's (Tengku Alina binti Raja Muhammad Alias) shareholdings.

Note (3): Deemed interested by virtue of his spouse's (Maznah Mohd Shariff) shareholdings.

## 7. Subsidiary And Associated Companies As At 15 March 2001

Name	Effective Interest %	Issued And Paid-Up Share Capital RM		Country of Incorporation	Activities
<b>Banking</b>					
P.T. Bank Maybank Indocorp. (formerly known as P.T. BANK MAYBANK NUSA INTERNATIONAL)	91.19	340,774,000,000	(a)	Indonesia	Banking
Maybank International (L) Ltd	100.00	10,000,000	(b)	Malaysia	Offshore Banking
Maybank (PNG) Limited	100.00	5,000,000	(c)	Papua New Guinea	Banking and Financial Services
Philleo Allied Bank (Malaysia) Bhd	100.00	704,000,000		Malaysia	Commercial Banking
Maybank Philippines Incorporated	99.59	2,169,492,079	(d)	Philippines	Banking
<b>Finance</b>					
Mayban Finance Bhd	100.00	551,250,000		Malaysia	Finance Company
MFSL Limited	100.00	12,000,000	(c)	Singapore	Ceased Operations
Aseamlease Bhd	72.00	20,000,000		Malaysia	Leasing
Aseam Credit Sdn Bhd	72.00	20,000,000		Malaysia	Hire Purchase
Mayban Factoring Bhd	100.00	2,000,000		Malaysia	Factoring Services
Anfin Bhd (formerly known as Amanah Finance Malaysia Bhd)	100.00	106,000,000		Malaysia	Ceased Operations

Name	Effective Interest %	Issued And Paid-Up Share Capital RM		Country of Incorporation	Activities
Sifin Bhd (formerly known as SimeFinance Berhad)	100.00	100,000,000		Malaysia	Ceased Operations
Philleo Allied Credit & Leasing Sdn Bhd	100.00	10,000,000		Malaysia	Credit and leasing
BPK Credit & Leasing Sdn Bhd	68.30	1,000,000		Malaysia	Credit and leasing
<b>Insurance</b>					
Mayban Assurance Bhd	100.00	170,570,000		Malaysia	Investment Holding
Mayban Life Assurance Bhd	92.00	100,000,000		Malaysia	Life Assurance
Mayban Life International (L) Ltd	64.00	3,500,000	(b)	Malaysia	Life Assurance
Mayban General Assurance Berhad (formerly known as UMBC Insurans Bhd)	94.83	178,171,233		Malaysia	General Insurance
<b>Investment Banking</b>					
Aseambankers Malaysia Bhd	70.00	50,116,000		Malaysia	Merchant banking
Mayban Securities (Holdings) Sdn Bhd	100.00	162,000,000		Malaysia	Investment Holdings
Mayban Securities Sdn Bhd	100.00	20,000,000		Malaysia	Stockbroking
Mayban Discount Bhd	91.00	45,000,000		Malaysia	Discount House
Mayban Futures Sdn Bhd	100.00	10,000,000		Malaysia	Futures Broking and Investment Advisory Services
PhileoAllied Securities Sdn Bhd	100.00	100,000,000		Malaysia	Stockbroking
PhileoAllied Securities (Jersey) Limited	100.00	2	(g)	United Kingdom	Investment Holdings
PhileoAllied Securities (HK) Limited	100.00	30,000,000	(f)	Hong Kong	Stockbroking
PhileoAllied Securities (UK) Limited	100.00	250,000	(g)	United Kingdom	Stockbroking
PhileoAllied Securities Inc	100.00	0.01	(b)	United States	Stockbroking
PhileoAllied Securities Philippines Inc	100.00	20,000,000	(d)	Philippines	Stockbroking
Budaya Tegas Sdn Bhd	100.00	2		Malaysia	Dormant
<b>Asset Management/Trustees/Custody</b>					
Mayban Property Trust Management Bhd	100.00	5,000,000		Malaysia	Property Trust Fund Management
Mayban Management Bhd	93.00	4,000,000		Malaysia	Unit Trust Fund Management
Mayban International Trust (Labuan) Bhd	100.00	150,000		Malaysia	Trustee Services
Mayban Offshore Corporate Services (Labuan) Sdn Bhd	100.00	2		Malaysia	Providing corporate resident directorship and secretaryship to offshore companies
Mayban Trustees Bhd	100.00	500,000		Malaysia	Trustee Services
Mayban Ventures Sdn Bhd	91.00	10,000,000		Malaysia	Venture Capital
RPB Venture Capital Corporation	36.00	8,560,000	(d)	Philippines	Venture Capital
Mayban-JAIC Capital Management Sdn Bhd	46.00	2,000,000		Malaysia	Investment Advisory and Administration Services
Mayban Investment Management Sdn Bhd	89.00	5,000,000		Malaysia	Fund Management
Philmay Property Inc	60.00	100,000,000	(d)	Philippines	Property, Leasing and Trading
Mayban (Nominees) Sdn Bhd	100.00	31,000		Malaysia	Nominee Services
Mayban Nominees (Tempatan) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
Mayban Nominees (Asing) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
Mayban Nominees (Singapore) Pte Ltd	100.00	60,000	(e)	Singapore	Nominee Services
Mayban Nominees (Hong Kong) Limited	100.00	3	(f)	Hong Kong	Nominee Services
Aseam Malaysia Nominees (Tempatan) Sdn Bhd	70.00	10,000		Malaysia	Nominee Services
Aseam Malaysia Nominees (Asing) Sdn Bhd	70.00	10,000		Malaysia	Nominee Services
Mayfin Nominees (Tempatan) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
Mayban Securities Nominees Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
Mayban Securities Nominees (Tempatan) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
Mayban Securities Nominees (Asing) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
MFSL Nominees Pte Ltd	100.00	60,000	(e)	Singapore	Ceased Operations
AFMB Nominees (Tempatan) Sdn Bhd	100.00	10,000		Malaysia	Ceased Operations

Name	Effective Interest %	Issued And Paid-Up Share Capital RM		Country of Incorporation	Activities
Mayban PB Holdings Sdn Bhd (formerly known as PB Holdings Sdn Bhd)	100.00	1,000,000		Malaysia	Acquire and let out properties
Phileo Allied Property Holdings Sdn Bhd	100.00	2,000,000		Malaysia	Dormant
PhileoAllied Trustees Bhd	100.00	150,000		Malaysia	Dormant
AlliedBan Nominees (Tempatan) Sdn Bhd	100.00	40,000		Malaysia	Nominee Services
AlliedBan Nominees (Asing) Sdn Bhd	100.00	10,000		Malaysia	Nominee Services
BPK Nominees Sdn Bhd	99.98	10,002		Malaysia	Nominee Services
Phileo Allied Nominees (Tempatan) Sdn Bhd	100.00	2		Malaysia	Nominee Services
Phileo Allied Nominees (Asing) Sdn Bhd	100.00	2		Malaysia	Nominee Services
Mayban Pacific Nominees (Tempatan) Sdn Bhd (formerly known as Pacific Nominees (Tempatan) Sdn Bhd)	100.00	1,000		Malaysia	Ceased Operations
Mayban Pacific Nominees (Asing) Sdn Bhd (formerly known as Pacific Nominees (Asing) Sdn Bhd)	100.00	2		Malaysia	Ceased Operations
<b>Associate Companies</b>					
Uzbek Leasing International A.O.	35.00	4,000,000	(b)	Uzbekistan	Leasing
Malaysian Foreign Currency Clearing House Sdn Bhd	32.00	2,000,000		Malaysia	Trading in Foreign Currency
Computer Recovery Centre Sdn Bhd	45.00	6,000,000		Malaysia	Computer disaster recovery services
Baiduri Securities Sdn Bhd	39.00	500,000	(h)	Brunei Darussalam	Stockbroking
(a) Indonesian rupiah	(c) PNG Kina	(e) Singapore dollars	(g) Pound Sterling		
(b) US dollars	(d) Philippines peso	(f) Hongkong dollars	(h) Brunei Dollar		

## 8. Financial Data

A summary of the audited profit and loss accounts of Maybank Group for the past five (5) financial years ended 30 June 1996 to 2000 and the unaudited 6 months ended 31 December 2000 are as follows:

	←-----Year ended 30 June----->					(Unaudited) 6 months ended
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	31.12.2000 RM'000
Net interest income	2,703,101	3,243,569	4,039,999	3,460,402	3,796,961	1,923,664
Profit before taxation and minority interest ("MI")	1,801,005	2,205,471*	553,285	1,010,949	2,137,488	1,016,266
Taxation	(680,026)	(831,734)	(441,942)	(58,689)	(763,525)	(316,014)
Profit after taxation and MI	1,074,838	1,322,068*	129,608	969,866	1,360,405	701,341
Effective tax rate (%) (Note 1)	37.76	37.71	79.88	5.81	35.72	31.10
Gross earnings per share (sen)	157.51	192.89*	24.19#	43.79#	91.42#	43.27
NTA	5,601,246	8,272,895	8,407,516	9,217,120	10,359,721	10,914,090
NTA per share (RM)	4.90	7.24	3.68	3.99	4.43	4.65
Paid-up capital	1,143,414	1,143,414	2,286,828	2,308,661	2,337,975	2,348,481
Shareholders' funds	5,601,246	8,272,895	8,407,516	9,217,120	10,359,721	10,914,090
After tax return on Shareholders' funds (%)	20.01	16.61*	1.32	10.33	13.26	6.43
Capital Adequacy Ratio (%)						
- Risk-weighted capital ratio	11.77	14.00	14.27	14.81	15.16	14.16
Gross Dividend (%)	22.00	24.00	15.00	12.00	18.00	N/A

**Note 1:** Tax expense per Profit Before Tax.

\* : These figures did not take into consideration the extraordinary gain referred to in Note (a) below.

# : The gross earnings per share for the years ended 30 June 1998 to 2000 was based on the enlarged share capital pursuant to the bonus issue on the basis of one (1) new ordinary share for every one existing (1) ordinary share held which was completed in 1998.

Notes:

- (a) *For financial year ended 30 June 1997, Maybank Group had an extraordinary gain on the disposal of the entire equity interest in Kwong Yik Bank Berhad and its subsidiaries of approximately RM1,661 million. Save and as disclosed above, there were no exceptional or extraordinary items for financial years ended 30 June 1996, 1998, 1999 and 2000.*
- (b) *The performance of Maybank Group for the year ended 30 June 1998 had been adversely impacted by the economic downturn. Despite the improvement in net interest income on the back of a larger loan portfolio and improvement in interest margin, profit declined due to higher loan loss and provision.*
- (c) *The gradual return to normalcy on the economic front enabled the Maybank Group to register an improved performance for financial year ended 30 June 1999. Total profit rose on account of the better results registered by practically all the operating units of the Group. The improvement is attributable to higher business volume and lower loan loss and provision. While profit was higher, net interest income declined due to the erosion of interest margin as a result of the rapid decline in Base Lending Rates.*
- (d) *The performance for the year ended 30 June 2000 came on the back of a strong upturn in the domestic economy and greater stability in the economies of the region. The benefit of the strong economic growth was reflected in increased loan demand. Loan loss and provision was also significantly lower due to lower incidences of loan defaults.*

## **9. Audited Accounts**

Extracts of the annual report of Maybank for the financial year ended 30 June 2000 together with the notes to the accounts and auditors' report are enclosed in the following pages:

# Balance Sheets as at June 30, 2000

	Note	The Bank		The Group	
		2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Assets</b>					
Cash and short-term funds	3	<b>13,038,751</b>	9,244,014	<b>16,195,460</b>	10,192,512
Securities purchased under resale agreements		<b>123,721</b>	87,007	<b>178,435</b>	101,994
Deposits and placements with financial institutions	4	<b>5,235,991</b>	4,449,440	<b>5,840,184</b>	4,820,799
Dealing securities	5	<b>1,402</b>	73,667	<b>875,561</b>	200,300
Investment securities	6	<b>11,566,349</b>	11,041,074	<b>18,525,301</b>	20,189,624
Loans and advances	7	<b>61,606,462</b>	57,489,376	<b>79,826,134</b>	76,301,383
Investment in associated companies	8	<b>6,180</b>	6,180	<b>13,366</b>	12,939
Investment in subsidiary companies	9	<b>1,766,546</b>	1,745,221	–	–
Other assets	10	<b>1,063,239</b>	827,760	<b>2,111,478</b>	1,955,269
Statutory deposits with Central Banks	11	<b>1,855,797</b>	1,902,766	<b>2,608,060</b>	2,661,535
Fixed assets	12	<b>792,196</b>	725,447	<b>1,148,429</b>	1,042,174
		<b>97,056,634</b>	87,591,952	<b>127,322,408</b>	117,478,529
<b>Liabilities</b>					
Deposits from customers	13	<b>60,260,443</b>	57,581,079	<b>81,866,589</b>	77,551,009
Deposits and placements of banks and other financial institutions	14	<b>15,851,025</b>	11,423,374	<b>20,090,516</b>	17,252,250
Obligations on securities sold under repurchase agreements		<b>3,774,358</b>	2,471,177	<b>3,948,241</b>	3,131,040
Bills and acceptances payable		<b>5,599,086</b>	4,855,602	<b>5,667,843</b>	4,985,886
Other liabilities	15	<b>1,868,921</b>	1,733,956	<b>4,172,759</b>	3,464,144
Subordinated obligations	16	<b>950,000</b>	1,630,000	<b>950,000</b>	1,630,000
		<b>88,303,833</b>	79,695,188	<b>116,695,948</b>	108,014,329
<b>Shareholders' Funds</b>					
Share capital	17	<b>2,337,975</b>	2,308,661	<b>2,337,975</b>	2,308,661
Reserves	18	<b>6,414,826</b>	5,588,103	<b>8,021,746</b>	6,908,459
		<b>8,752,801</b>	7,896,764	<b>10,359,721</b>	9,217,120
<b>Minority Interest</b>					
		–	–	<b>266,739</b>	247,080
		<b>97,056,634</b>	87,591,952	<b>127,322,408</b>	117,478,529
<b>Commitments And Contingencies</b>					
	30	<b>53,671,268</b>	60,598,746	<b>62,670,114</b>	68,383,859

The notes on pages 20 to 70 form part of these accounts.

# Profit And Loss Accounts

for the year ended June 30, 2000

	Note	The Bank		The Group	
		2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Interest income	19	<b>5,135,764</b>	6,528,776	<b>7,566,100</b>	9,608,871
Interest expense	20	<b>(2,572,534)</b>	(4,078,016)	<b>(3,769,139)</b>	(6,148,469)
Net interest income		<b>2,563,230</b>	2,450,760	<b>3,796,961</b>	3,460,402
Income from Islamic Banking Scheme operation	36(k)	<b>93,162</b>	70,372	<b>187,166</b>	107,857
		<b>2,656,392</b>	2,521,132	<b>3,984,127</b>	3,568,259
Non-interest income	21	<b>852,277</b>	921,747	<b>1,264,794</b>	1,151,790
Net income		<b>3,508,669</b>	3,442,879	<b>5,248,921</b>	4,720,049
Overhead expenses	22	<b>(1,114,650)</b>	(996,096)	<b>(1,593,749)</b>	(1,437,463)
Operating profit		<b>2,394,019</b>	2,446,783	<b>3,655,172</b>	3,282,586
Loan loss and provision	23	<b>(849,618)</b>	(1,578,038)	<b>(1,520,327)</b>	(2,273,893)
		<b>1,544,401</b>	868,745	<b>2,134,845</b>	1,008,693
Share of profits in associated companies		-	-	<b>2,643</b>	2,256
Profit before taxation		<b>1,544,401</b>	868,745	<b>2,137,488</b>	1,010,949
Taxation	26	<b>(523,896)</b>	(58,958)	<b>(763,525)</b>	(58,689)
Profit after taxation		<b>1,020,505</b>	809,787	<b>1,373,963</b>	952,260
Minority interest		-	-	<b>(13,558)</b>	17,606
Net profit for the year		<b>1,020,505</b>	809,787	<b>1,360,405</b>	969,866
Transfer to statutory reserves	18	<b>(256,000)</b>	(203,762)	<b>(319,729)</b>	(209,894)
Profit retained for the year		<b>764,505</b>	606,025	<b>1,040,676</b>	759,972
Retained profits brought forward		<b>729,824</b>	487,781	<b>1,235,883</b>	900,839
Profits available for appropriation		<b>1,494,329</b>	1,093,806	<b>2,276,559</b>	1,660,811
Dealt with as follows:					
Transfer to general reserve	18	<b>(205,000)</b>	(164,869)	<b>(339,000)</b>	(186,642)
Transfer to capital reserve	18	-	-	-	(14,697)
Dilution arising from issue of new shares in subsidiary companies		-	-	<b>(4,032)</b>	(24,476)
Dividends	28	<b>(304,117)</b>	(199,113)	<b>(304,117)</b>	(199,113)
		<b>(509,117)</b>	(363,982)	<b>(647,149)</b>	(424,928)
Retained profits carried forward	18	<b>985,212</b>	729,824	<b>1,629,410</b>	1,235,883
Earnings per share	29				
- Basic		<b>43.8 sen</b>	35.3 sen	<b>58.4 sen</b>	42.3 sen
- Fully diluted		<b>43.1 sen</b>	34.9 sen	<b>57.4 sen</b>	41.8 sen
Dividends per share, net of income tax	28				
- Interim dividend		<b>3.6 sen</b>	2.2 sen	<b>3.6 sen</b>	2.2 sen
- Final dividend		<b>9.4 sen</b>	6.5 sen	<b>9.4 sen</b>	6.5 sen

The notes on pages 20 to 70 form part of these accounts.



# Statements Of Changes In Equity

for the year ended June 30, 2000

	Share Capital RM'000	Share Premium RM'000	Statutory Reserve RM'000	Capital Reserve RM'000	Exchange Fluctuation Reserve RM'000	General Reserve RM'000	Retained Profits RM'000	Total RM'000
<b>The Bank</b>								
Balance at								
July 1, 1998	2,286,828	-	1,774,066	-	128,248	2,546,251	487,781	7,223,174
Net losses not recognised in the income statement	-	-	-	-	(36,637)	-	-	(36,637)
Net profit for the year	-	-	-	-	-	-	809,787	809,787
Transfer to statutory reserve	-	-	203,762	-	-	-	(203,762)	-
Transfer to general reserve	-	-	-	-	-	164,869	(164,869)	-
Issue of shares	21,833	77,720	-	-	-	-	-	99,553
Dividends	-	-	-	-	-	-	(199,113)	(199,113)
<b>Balance at</b>								
June 30, 1999	<b>2,308,661</b>	<b>77,720</b>	<b>1,977,828</b>	<b>-</b>	<b>91,611</b>	<b>2,711,120</b>	<b>729,824</b>	<b>7,896,764</b>
Net losses not recognised in the income statement	-	-	-	-	(3,694)	-	-	(3,694)
Net profit for the year	-	-	-	-	-	-	1,020,505	1,020,505
Transfer to statutory reserve	-	-	256,000	-	-	-	(256,000)	-
Transfer to general reserve	-	-	-	-	-	205,000	(205,000)	-
Issue of shares	29,314	114,029	-	-	-	-	-	143,343
Dividends	-	-	-	-	-	-	(304,117)	(304,117)
<b>Balance at</b>								
June 30, 2000	<b>2,337,975</b>	<b>191,749</b>	<b>2,233,828</b>	<b>-</b>	<b>87,917</b>	<b>2,916,120</b>	<b>985,212</b>	<b>8,752,801</b>

The notes on pages 20 to 70 form part of these accounts.

	Share Capital RM'000	Share Premium RM'000	Statutory Reserve RM'000	Capital Reserve RM'000	Exchange Fluctuation Reserve RM'000	General Reserve RM'000	Retained Profits RM'000	Total RM'000
<b>The Group</b>								
Balance at July 1, 1998	2,286,828	-	2,254,214	350	179,746	2,785,539	900,839	8,407,516
Net gains/(losses) not recognised in the income statement	-	-	11,265	-	(54,028)	6,334	-	(36,429)
Net profit for the year	-	-	-	-	-	-	969,866	969,866
Transfer to statutory reserve	-	-	209,894	-	-	-	(209,894)	-
Transfer to capital reserve	-	-	-	14,697	-	-	(14,697)	-
Transfer to general reserve	-	-	-	-	-	186,642	(186,642)	-
Issue of shares	21,833	77,720	-	-	-	-	-	99,553
Accretion/(dilution) arising from issue of new shares in a subsidiary company	-	-	-	203	-	-	(24,476)	(24,273)
Dividends	-	-	-	-	-	-	(199,113)	(199,113)
<b>Balance at June 30, 1999</b>	<b>2,308,661</b>	<b>77,720</b>	<b>2,475,373</b>	<b>15,250</b>	<b>125,718</b>	<b>2,978,515</b>	<b>1,235,883</b>	<b>9,217,120</b>
Net gains/(losses) not recognised in the income statement	-	-	670	-	(27,687)	(1,500)	-	(28,517)
Net profit for the year	-	-	-	-	-	-	1,360,405	1,360,405
Transfer to statutory reserve	-	-	319,729	-	-	-	(319,729)	-
Transfer to general reserve	-	-	-	-	-	339,000	(339,000)	-
Goodwill on consolidation written off	-	-	-	-	-	(24,481)	-	(24,481)
Issue of shares	29,314	114,029	-	-	-	-	-	143,343
Dilution arising from issue of new shares in subsidiary companies	-	-	-	-	-	-	(4,032)	(4,032)
Dividends	-	-	-	-	-	-	(304,117)	(304,117)
<b>Balance at June 30, 2000</b>	<b>2,337,975</b>	<b>191,749</b>	<b>2,795,772</b>	<b>15,250</b>	<b>98,031</b>	<b>3,291,534</b>	<b>1,629,410</b>	<b>10,359,721</b>

The notes on pages 20 to 70 form part of these accounts.

# Cash Flow Statements

for the year ended June 30, 2000

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Cash Flows From Operating Activities</b>				
<b>Profit before taxation</b>	<b>1,544,401</b>	868,745	<b>2,137,488</b>	1,010,949
Adjustments for:				
Exchange fluctuation	(3,693)	(150,387)	(40,966)	(136,251)
Profits retained in associated companies	-	-	(2,643)	(2,256)
Depreciation of fixed assets	85,872	76,476	121,225	112,070
Gain on disposal of fixed assets	(597)	(53)	(1,191)	(715)
Amortisation of premiums less accretion of discounts of investment securities	(14,882)	8,820	6,394	9,718
Provision for diminution in value of investment securities	73,433	25,100	108,875	24,120
Provision for bad and doubtful debts	173,752	451,421	221,950	910,653
Interest/income-in-suspense	131,316	256,785	254,670	438,881
Dividends from investment securities	(1,642)	(3,614)	(9,275)	(7,356)
Fixed assets written off	-	2,429	2,260	5,541
<b>Operating profit before changes in operating assets and liabilities</b>	<b>1,987,960</b>	1,535,722	<b>2,798,787</b>	2,365,354
(Increase)/decrease in securities purchased under resale agreements	(36,714)	81,751	(76,441)	66,627
(Increase)/decrease in deposits and placements with financial institutions	(786,551)	854,685	(896,351)	(1,702,551)
Decrease in dealing securities	72,265	159,163	(675,261)	125,985
(Increase)/decrease in loans and advances	(4,422,154)	(1,920,333)	(4,001,087)	992,933
(Increase)/decrease in other assets	(235,479)	124,964	(130,130)	(556,836)
Decrease in statutory deposits with Central Banks	46,969	2,639,541	53,475	3,786,319
Increase in deposits from customers	2,679,364	5,686,728	4,315,580	6,823,242
Increase/(decrease) in deposits and placements of banks and other financial institutions	4,427,651	(3,932,049)	2,838,266	(2,525,241)
Increase/(decrease) in obligations on securities sold under repurchase agreements	1,303,181	(181,646)	817,201	(1,581,793)
Increase/(decrease) in bills and acceptances payable	743,484	(1,275,807)	681,957	(1,325,433)
(Decrease)/increase in other liabilities	(296,969)	218,414	(151,537)	588,828
<b>Cash generated from operations</b>	<b>5,483,007</b>	3,991,133	<b>5,574,459</b>	7,057,434
Taxation paid	(161,197)	(578,830)	(137,614)	(782,219)
<b>Net cash from operating activities</b>	<b>5,321,810</b>	3,412,303	<b>5,436,845</b>	6,275,215

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Cash Flows From Investing Activities</b>				
(Purchase)/sale of investment securities – net	(583,826)	(951,804)	1,660,329	(2,870,174)
Purchase of fixed assets	(193,093)	(122,301)	(231,611)	(199,826)
Purchase of subsidiary companies, net of cash acquired	-	-	(103,461)	(12,778)
Purchase of shares in subsidiary company from minority interest – net	(21,325)	(94,889)	(1,750)	(25,500)
Proceeds from disposal of fixed assets	41,069	11,775	6,340	29,403
Dividends from investment securities	1,642	3,614	9,275	7,356
<b>Net cash used in investing activities</b>	<b>(755,533)</b>	<b>(1,153,605)</b>	<b>1,339,122</b>	<b>(3,071,519)</b>
<b>Cash Flows From Financing Activities</b>				
Issue of shares by subsidiary companies to minority shareholders	-	-	-	21,158
Proceeds from issuance of shares	143,343	99,553	143,343	99,553
Repayment of subordinated obligations	(680,000)	-	(680,000)	-
Dividends paid to minority shareholders of subsidiary companies	-	-	(2,451)	(1,121)
Dividends received from associated company	-	-	972	778
Dividends paid to shareholders of the Bank	(234,883)	(98,907)	(234,883)	(98,907)
<b>Net cash (used in)/from financing activities</b>	<b>(771,540)</b>	<b>646</b>	<b>(773,019)</b>	<b>21,461</b>
<b>Net Increase In Cash And Short-Term Funds</b>	<b>3,794,737</b>	<b>2,259,344</b>	<b>6,002,948</b>	<b>3,225,157</b>
<b>Cash And Short-Term Funds At Beginning Of Year</b>	<b>9,244,014</b>	<b>6,984,670</b>	<b>10,192,512</b>	<b>6,967,355</b>
<b>Cash And Short-Term Funds At End Of Year (Note 3)</b>	<b>13,038,751</b>	<b>9,244,014</b>	<b>16,195,460</b>	<b>10,192,512</b>

# Cash Flow Statements (cont'd)

for the year ended June 30, 2000

## SUMMARY OF EFFECTS OF THE ACQUISITION OF SUBSIDIARY COMPANIES

	The Group	
	2000 RM'000	1999 RM'000
Net assets acquired:		
Cash and short-term funds	9,666	35,222
Deposits and placements with financial institutions	123,034	8,000
Investment securities	111,275	68,262
Loans and advances	284	791,722
Statutory deposits with Bank Negara Malaysia	-	35,100
Other assets	26,079	11,971
Fixed assets	3,278	5,080
Deposits from customers	-	(703,177)
Deposits and placements of banks and other financial institutions	-	(139,512)
Other liabilities	(165,819)	(64,668)
Minority interest	(19,151)	-
Goodwill on consolidation	24,481	-
Cash consideration paid	113,127	48,000
Less: Cash of subsidiary companies acquired	(9,666)	(35,222)
Net cash outflow on acquisition	103,461	12,778

The notes on pages 20 to 70 form part of these accounts.

# Notes To The Accounts

## 1. BASIS OF PREPARATION OF THE ACCOUNTS

The accounts of the Bank and of the Group have been prepared in accordance with the provisions of the Companies Act, 1965, Bank Negara Malaysia Guidelines and the applicable approved Malaysian accounting standards. The accounts incorporate those activities relating to Islamic Banking business (IBS) which have been undertaken by the Bank and the Group.

IBS refers generally to the acceptance of deposits and granting of financing under the Syariah principles.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### a. Basis of Accounting

The accounts of the Bank and of the Group are prepared under the historical cost convention.

### b. Basis of Consolidation

The Group profit and loss account and balance sheet include the accounts of the Bank and its subsidiary companies, as listed in Note 9, made up to June 30, 2000.

The results of subsidiary companies acquired or disposed during the financial year are included in the Group profit and loss account from the date of their acquisition or up to the date of their disposal.

Goodwill on consolidation, representing the excess of the purchase price over the fair values of net assets of subsidiary companies at the dates of acquisition, is written off in full against Group general reserve.

All significant intercompany transactions and balances have been eliminated on consolidation.

### c. Investment in Subsidiary Companies

A subsidiary company is a company in which the Group controls the composition of its board of directors or more than half of its voting power, or holds more than half of its issued ordinary share capital.

Investment in subsidiary companies are stated at cost and are written down when the directors consider that there is a permanent diminution in the value of such investments.

### d. Investment in Associated Companies

The Group treats as associated companies those companies in which a long-term equity interest of between 20 and 50 percent is held and where it exercises significant influence through management participation.

The Group profit and loss account includes the Group's share of the results of the associated companies based on their accounts made up to June 30, 2000. In the Group balance sheet, the investment in associated companies is shown at cost plus its share of post-acquisition retained profits.

### e. Dealing Securities

Dealing securities are stated at the lower of cost and net realisable value.

### f. Investment Securities

Investment securities are securities that are acquired and held for yield or capital growth or to meet minimum liquid assets requirement and are usually held to maturity.

# Notes To The Accounts (cont'd)

## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### f. Investment Securities (Cont'd)

Malaysian government securities, Malaysian government investment issues, Malaysian government floating rate notes, Cagamas bonds and other government securities are stated at cost adjusted for amortisation of premium or accretion of discount, where applicable, to maturity dates.

Other quoted investments are stated at the lower of cost and market value.

Unquoted investments are stated at cost. Provision is made for permanent diminution in value where considered appropriate.

### g. Provision for Bad and Doubtful Debts

Specific provisions are made for bad and doubtful debts which have been individually reviewed and specifically identified as bad or doubtful.

In addition, a general provision based on total weighted risk assets, which takes into account all balance sheet items and their perceived risk levels, is maintained.

### h. Amount Recoverable from Pengurusan Danaharta Nasional Berhad (Danaharta)

This relates to the loans sold to Danaharta where the total consideration is received in two portions; upon the sale of the loans (initial consideration) and upon the recovery of the loans (final consideration). The final consideration amount represents the Bank's predetermined share of the surplus over the initial consideration upon recovery of the loans.

The difference between the carrying value of the loans and the initial consideration is recognised as "amount recoverable from Danaharta" within the "other assets" component of the balance sheet. Provisions against these amounts are made to reflect the directors' assessment of the realisable value of the final consideration as at the balance sheet date.

### i. Fixed Assets and Depreciation

Fixed assets are stated at cost less accumulated depreciation.

Freehold land is not amortised.

Leasehold land is amortised over the period of the respective leases.

Buildings on freehold land are amortised over fifty years.

Buildings on leasehold land are amortised over the shorter of fifty years or the period of the respective leases.

Other fixed assets are depreciated on a straight line basis to write off the cost of the assets over their estimated useful lives. The principal annual rates of depreciation used for this purpose are as follows:

Office furniture, fittings, equipment and renovations	10% to 25%
Data processing equipment	14% to 25%
Electrical and security equipment	8% to 25%
Motor vehicles	20% to 25%

### j. Costs Incurred for Year 2000 Readiness

Costs of improving computer software and hardware necessary to achieve the Year 2000 readiness are capitalised only to the extent that the expenditure represents an enhancement of the assets or an extension of the estimated useful lives of the assets. Other costs associated with upgrading, modification or improvement are recognised as an expense when incurred.

## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### k. Repurchase Agreements

Securities purchased under resale agreements are securities which the Group had purchased with a commitment to resell at future dates. The commitment to resell the securities is reflected as an asset on the balance sheet.

Conversely, obligations on securities sold under repurchase agreements are securities which the Group had sold from its portfolio, with a commitment to repurchase at future dates. Such financing transactions and corresponding obligations to purchase the securities are reflected as a liability on the balance sheet.

### l. Bills and Acceptances Payable

Bills and acceptances payable represent the Group's own bills and acceptances rediscounted and outstanding in the market.

### m. Deferred Taxation

The liability method has been adopted in providing for deferred taxation on all material timing differences which arise where the bases for determining taxable income differ from those used to determine accounting income except where it is considered reasonably probable that such timing differences will not reverse in the foreseeable future. However, where the timing differences give rise to deferred tax benefits, these net benefits are not recognised.

### n. Insurance Funds

The general insurance fund represents reserves for unexpired risks computed on the 25% method for marine and aviation cargo and transit business; 1/24th method for all other classes of general business, reduced by the percentage of accounted gross direct business commission to the corresponding premium; and 1/8th method for all classes of overseas inward treaty business.

The life assurance fund is based on the actuarial valuation of the fund made up to June 30, 2000.

### o. Provision for Outstanding Claims

For general insurance business, provision is made for the estimated costs of all claims incurred together with related expenses less reinsurance recoveries in respect of claims notified but not settled at balance sheet date. In addition, full provision is also made for the probable cost of claims together with related expenses incurred but not reported at balance sheet date using a statistical method based on past claims experience.

For life assurance business, provision is made for the estimated costs of all claims together with related expenses in respect of claims notified but not settled at balance sheet date using the case-by-case basis.

### p. Income Recognition

Interest income is recognised on an accrual basis.

Interest income on overdrafts, term loans and housing loans is accounted for on a straight line basis by reference to the rest periods as stipulated in the loan agreements. Interest income from hire-purchase, block discounting and leasing transactions is accounted for on the "sum-of-the-digits" method, whereby the income recognised for each month is obtained by multiplying the total income by a fraction whose numerator is the digit representing the remaining number of months and whose denominator is the sum of the digits representing the total number of months.



# Notes To The Accounts (cont'd)

## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### p. Income Recognition (Cont'd)

Where an account has turned non-performing, interest is suspended with retroactive adjustment made to the date of first default. Thereafter, interest on these accounts are recognised on a cash basis until such time as the accounts are no longer classified as non-performing. Customers' accounts are deemed to be non-performing where repayments are in arrears for three months.

Income from the Islamic banking business is recognised on the accrual basis in compliance with Bank Negara Malaysia's guidelines.

### q. Fee and Other Income Recognition

Loan arrangement, management and participation fees, factoring commissions, underwriting commissions and brokerage fees are recognised as income based on contractual arrangements. Guarantee fee is recognised as income upon issuance of the guarantee. Fees from advisory and corporate finance activities are recognised as income on completion of each stage of the assignment.

Dividends from dealing and investment securities are recognised when received.

Premiums from general insurance business are recognised as income on the date of assumption of risks and for inward treaty business on the date of the receipt of the accounts after setting aside reserves for unexpired risks computed on the 25% method for marine and aviation cargo and transit business; the 1/24th method for all other classes of general business, reduced by the percentage of accounted gross direct business commission to the corresponding premium; and 1/8th method for all classes of overseas inward treaty business.

First premiums for life assurance business are recognised as income on assumption of risks and subsequent premiums are recognised on due dates. Premiums outstanding at balance sheet date are recognised as income for the period provided they are still within the grace period allowed for payment.

### r. Currency Translations

Transactions in foreign currencies are translated into Ringgit Malaysia at rates ruling on transaction dates. Foreign currency monetary assets and liabilities outstanding at balance sheet date are restated in the balance sheet at spot rates of exchange ruling at that date. All exchange gains and losses are recognised in the profit and loss account.

The accounts of foreign branches and foreign subsidiaries are converted into Ringgit Malaysia at the rates of exchange ruling at the balance sheet date. Gains or losses arising on translation into Ringgit Malaysia are taken to an exchange fluctuation reserve. Translation losses in excess of amounts in the exchange fluctuation reserve are taken to the profit and loss account.

### s. Foreign Exchange Contracts

Foreign exchange trading positions, including spot and forward contracts, are revalued at prevailing market rates at balance sheet date and the resultant gains and losses are recognised in the profit and loss account.

### t. Cash and Cash Equivalent

Cash equivalents are short term, highly liquid balances that are readily convertible to cash with insignificant risk to changes in value.

**3. CASH AND SHORT-TERM FUNDS**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Cash and balances with banks and other financial institutions	13,038,751	8,794,014	15,795,134	9,717,894
Money at call	-	450,000	400,326	474,618
	13,038,751	9,244,014	16,195,460	10,192,512

**4. DEPOSITS AND PLACEMENTS WITH FINANCIAL INSTITUTIONS**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Licensed banks	3,305,336	2,084,312	3,344,099	1,719,631
Licensed finance companies	220,000	465,000	192,624	421,021
Other financial institutions	1,710,655	1,900,128	2,303,461	2,680,147
	5,235,991	4,449,440	5,840,184	4,820,799

**5. DEALING SECURITIES**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Money market instruments:</b>				
Quoted in Malaysia:				
Cagamas bonds	1,402	73,667	51,320	129,249
Malaysian government securities	-	-	60,400	-
	1,402	73,667	111,720	129,249
Unquoted:				
Malaysian government treasury bills	-	-	7,445	9,898
Bank Negara Malaysia bills	-	-	24,844	-
Corporate bonds	-	-	66,366	-
Bankers' acceptances	-	-	305,136	-
Cagamas notes	-	-	34,608	4,875
Others	-	-	303,241	47,745
	-	-	741,640	62,518
	1,402	73,667	853,360	191,767
<b>Quoted securities:</b>				
Shares and trust units quoted in Malaysia				
	-	-	22,201	8,533
	1,402	73,667	875,561	200,300
Market value of quoted securities:				
Malaysian government securities	-	-	60,450	-
Cagamas bonds	1,422	73,667	52,867	130,381
Shares and trust units quoted in Malaysia	-	-	26,690	12,367
	1,422	73,667	140,007	142,748

# Notes To The Accounts (cont'd)

## 6. INVESTMENT SECURITIES

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Money market instruments</b>				
Quoted:				
Malaysian government securities	987,293	1,415,009	3,666,067	4,012,488
Cagamas bonds	560,869	898,713	777,453	1,133,166
Other government securities	995,843	873,009	996,083	873,009
Private debt securities	-	-	25,153	54,195
	<b>2,544,005</b>	<b>3,186,731</b>	<b>5,464,756</b>	<b>6,072,858</b>
Unquoted:				
Malaysian government treasury bills	1,241,753	455,335	1,241,753	548,095
Malaysian government investment certificates	84,118	86,031	182,026	183,957
Other government certificates	-	-	91,490	99,446
Cagamas notes	1,706,760	1,355,622	1,706,760	1,588,847
Bank Negara Malaysia bills	1,691,664	-	1,692,369	-
Other government treasury bills	293,286	404,438	377,175	451,155
Negotiable instruments of deposit	1,450,000	2,030,043	1,185,263	3,190,621
Bankers' acceptances	550,028	1,834,340	1,188,128	2,924,807
Private and Islamic debt securities	527,379	423,881	2,296,283	1,892,215
Corporate bonds	113,307	164,224	826,161	1,027,241
Other unquoted money market instruments	-	-	167,928	111,865
	<b>7,658,295</b>	<b>6,753,914</b>	<b>10,955,336</b>	<b>12,018,249</b>
	<b>10,202,300</b>	<b>9,940,645</b>	<b>16,420,092</b>	<b>18,091,107</b>
Quoted securities:				
In Malaysia				
Shares, warrants and trust units	72,502	72,502	463,882	253,800
Malaysian government floating rate notes	227,749	121,478	227,749	121,478
Commercial bills, bonds and notes	-	-	9,032	3,583
	<b>300,251</b>	<b>193,980</b>	<b>700,663</b>	<b>378,861</b>
Outside Malaysia				
Shares	-	-	24,047	2,215
Other floating rate notes	815,819	658,355	815,819	658,355
	<b>815,819</b>	<b>658,355</b>	<b>839,866</b>	<b>660,570</b>
Carried forward	<b>1,116,070</b>	<b>852,335</b>	<b>1,540,529</b>	<b>1,039,431</b>

# Notes To The Accounts (cont'd)

## 6. INVESTMENT SECURITIES (CONT'D)

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
The maturity structure of money market instruments held for investment are as follows:				
Maturing within one year	7,780,981	7,141,230	9,790,683	11,008,930
Maturing between one year to three years	1,253,011	1,643,226	2,621,591	2,715,069
Maturing between three years to five years	606,056	760,200	2,050,362	2,530,723
Maturing after five years	562,252	395,989	1,957,456	1,836,385
	<b>10,202,300</b>	<b>9,940,645</b>	<b>16,420,092</b>	<b>18,091,107</b>

## 7. LOANS AND ADVANCES

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Overdrafts	12,344,072	12,990,739	12,337,017	12,937,677
Term loans – fixed rate	3,519,380	3,255,679	3,704,516	3,462,696
Term loans – floating rate	42,700,121	39,137,513	55,472,100	54,050,963
Credit card receivables	644,968	507,559	859,003	672,738
Bills receivable	440,896	473,957	445,451	474,037
Trust receipts	1,183,989	886,576	1,202,027	889,930
Claims on customers under acceptance credits	6,095,507	5,193,984	6,167,493	5,324,317
Hire purchase and block discounting receivables	864,201	743,504	10,080,515	7,842,264
Floor stocking receivables	26,829	9,828	72,854	43,620
Lease receivables	–	–	54,004	46,753
Factored receivables	25,388	42,397	65,038	82,576
Staff loans	455,746	336,326	569,172	478,592
Housing loans to				
– directors of the Bank	76	145	76	168
– other directors	1,605	1,763	2,166	2,651
Others	1,951	–	15,012	13,004
	<b>68,304,729</b>	<b>63,629,970</b>	<b>91,046,444</b>	<b>86,321,986</b>
Unearned interest and income	(1,235,135)	(982,530)	(3,460,464)	(2,737,377)
Gross loans and advances	<b>67,069,594</b>	<b>62,647,440</b>	<b>87,585,980</b>	<b>83,584,609</b>
Provision for bad and doubtful debts				
– specific	(2,403,849)	(2,445,919)	(3,512,466)	(3,593,101)
– general	(2,285,910)	(2,070,088)	(3,030,320)	(2,727,735)
Interest/income-in-suspense	(773,373)	(642,057)	(1,217,060)	(962,390)
Net loans and advances	<b>61,606,462</b>	<b>57,489,376</b>	<b>79,826,134</b>	<b>76,301,383</b>

## 7. LOANS AND ADVANCES (CONT'D)

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Loans and advances analysed by their economic purposes are as follows:				
Domestic operations –				
Agriculture	1,021,162	804,148	1,094,882	876,092
Mining and quarrying	203,119	157,731	230,497	197,004
Manufacturing	10,395,516	9,339,881	11,170,002	10,082,255
Electricity, gas and water	1,958,853	2,019,334	1,988,543	2,053,576
Construction	4,439,419	4,920,125	5,862,929	6,494,962
Real estate	771,301	686,517	1,212,891	1,274,107
Purchase of landed property	10,704,020	8,749,732	14,169,046	11,805,679
(of which: Residential	7,581,038	5,872,539	9,501,254	7,348,495
Non-Residential)	3,122,982	2,877,193	4,667,792	4,457,184
General commerce	4,337,083	3,855,981	4,863,851	4,446,236
Transport, storage and communication	2,163,796	2,290,341	2,314,977	2,466,329
Finance, insurance and business service	10,271,982	10,054,375	10,687,669	10,512,109
Purchase of securities	3,905,131	3,363,564	6,921,968	7,074,601
Purchase of transport vehicles	12,636	12,357	5,854,448	5,281,078
Consumption credit	2,336,476	1,893,052	2,742,504	2,265,574
Others	2,628,323	1,785,641	2,847,997	2,082,245
	55,148,817	49,932,779	71,962,204	66,911,847
Overseas operations –				
Singapore	9,398,090	9,970,454	9,398,090	9,970,454
Labuan Offshore	–	–	3,201,327	3,410,587
United States of America	461,059	435,641	461,059	435,641
United Kingdom	308,413	474,954	308,413	474,954
Hong Kong	1,155,771	1,237,655	1,155,771	1,237,655
Brunei	369,368	407,774	369,368	407,774
Vietnam	183,338	171,385	183,338	171,385
Cambodia	44,738	16,798	44,738	16,798
Papua New Guinea	–	–	23,192	19,328
Philippines	–	–	228,433	202,276
Indonesia	–	–	250,047	325,910
	11,920,777	12,714,661	15,623,776	16,672,762
	67,069,594	62,647,440	87,585,980	83,584,609
The maturity structure of loans and advances are as follows:				
Maturing within one year	45,014,143	44,722,227	48,695,915	50,039,833
Maturing between one year to three years	2,987,793	2,920,145	6,912,688	6,767,242
Maturing between three years to five years	4,386,075	2,337,083	8,585,704	6,809,559
Maturing after five years	14,681,583	12,667,985	23,391,673	19,967,975
	67,069,594	62,647,440	87,585,980	83,584,609