

# Notes To The Accounts (cont'd)

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

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Movements in the non-performing loans (including interest and income receivable) are as follows:				
Balance at July 1	<b>5,368,299</b>	4,369,924	<b>8,885,309</b>	7,024,105
Amount classified during the year	<b>3,852,289</b>	4,858,628	<b>6,920,888</b>	7,884,477
Amount recovered/regularised during the year	<b>(2,487,463)</b>	(2,704,688)	<b>(4,541,165)</b>	(4,669,102)
Amount written off	<b>(720,287)</b>	(313,904)	<b>(1,488,314)</b>	(545,805)
Non-performing loans of a subsidiary company acquired	-	-	-	263,931
Transfer of non-performing loans of a subsidiary company	-	265,640	-	-
Amount sold to Danaharta	<b>(144,630)</b>	(1,068,106)	<b>(217,034)</b>	(1,267,698)
Exchange difference and expenses debited to customers' accounts	<b>93,021</b>	(39,195)	<b>19,993</b>	195,401
<b>Balance at June 30</b>	<b>5,961,229</b>	5,368,299	<b>9,579,677</b>	8,885,309
Ratio of net non-performing loans to total loans including loans sold to Cagamas less specific provision and interest/income-in-suspense	<b>4.29%</b>	3.73%	<b>5.64%</b>	5.30%
Movements in the provision for bad and doubtful debts and interest/income-in-suspense accounts are as follows:				
Specific provision				
Balance at July 1	<b>2,445,919</b>	2,037,831	<b>3,593,101</b>	2,739,589
Provision made during the year	<b>1,094,411</b>	1,863,302	<b>2,111,876</b>	3,121,115
Amount written back in respect of recoveries	<b>(481,969)</b>	(477,875)	<b>(869,880)</b>	(1,076,327)
Amount written off	<b>(618,306)</b>	(222,047)	<b>(1,224,847)</b>	(415,476)
Amount sold to Danaharta	<b>(31,847)</b>	(753,466)	<b>(51,441)</b>	(802,410)
Transfer from general provision	-	1,539	<b>(1,827)</b>	4,560
Specific provision of a subsidiary company acquired	-	-	-	68,180
Transfer of specific provision of a subsidiary company	-	72,430	-	-
Exchange difference	<b>(4,359)</b>	(75,795)	<b>(44,516)</b>	(46,130)
<b>Balance at June 30</b>	<b>2,403,849</b>	2,445,919	<b>3,512,466</b>	3,593,101

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

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
General provision				
Balance at July 1	<b>2,070,088</b>	2,026,755	<b>2,727,735</b>	2,670,594
Provision made during the year	<b>217,000</b>	58,193	<b>362,621</b>	127,845
Amount written back	-	-	<b>(58,689)</b>	(56,799)
General provision of subsidiary companies acquired	-	-	-	11,837
Transfer to specific provision	-	(1,539)	<b>1,827</b>	(4,560)
Exchange difference	<b>(1,178)</b>	(13,321)	<b>(3,174)</b>	(21,182)
Balance at June 30	<b>2,285,910</b>	2,070,088	<b>3,030,320</b>	2,727,735
As a percentage of total loans including loans sold to Cagamas less specific provision and interest/income-in-suspense	<b>3.50%</b>	3.39%	<b>3.52%</b>	3.34%
Interest/income-in-suspense				
Balance at July 1	<b>642,057</b>	385,272	<b>962,390</b>	523,509
Provision made during the year	<b>591,504</b>	654,654	<b>1,051,535</b>	843,922
Amount written back in respect of recoveries	<b>(239,924)</b>	(232,231)	<b>(466,517)</b>	(225,321)
Amount written off	<b>(195,492)</b>	(70,562)	<b>(294,366)</b>	(98,792)
Amount sold to Danaharta	<b>(22,847)</b>	(86,059)	<b>(34,225)</b>	(117,911)
Interest/income-in-suspense of a subsidiary company acquired	-	-	-	47,645
Exchange difference	<b>(1,925)</b>	(9,017)	<b>(1,757)</b>	(10,662)
Balance at June 30	<b>773,373</b>	642,057	<b>1,217,060</b>	962,390

## Notes To The Accounts (cont'd)

### 8. INVESTMENT IN ASSOCIATED COMPANIES

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Unquoted shares, at cost	6,180	6,180	6,180	6,180
Share of post-acquisition retained profits	-	-	7,186	6,759
	<b>6,180</b>	6,180	<b>13,366</b>	12,939
Represented by:				
Share of net tangible assets			<b>13,366</b>	12,939

Details of the associated companies are as follows:

Name	Group interest		Country Of Incorporation	Principal Activities
	2000	1999		
Computer Recovery Centre Sdn. Bhd.	45%	45%	Malaysia	Computer disaster recovery services.
Uzbek Leasing International A.O.	35%	35%	Uzbekistan	Leasing.

### 9. INVESTMENT IN SUBSIDIARY COMPANIES

	The Bank	
	2000 RM'000	1999 RM'000
Unquoted shares, at cost		
- in Malaysia	1,416,377	1,312,233
- outside Malaysia	350,169	432,988
	<b>1,766,546</b>	1,745,221

## 9. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

Details of the subsidiary companies are as follows:

Name	Principal Activities	Country of Incorporation	Issued And Paid-Up Share Capital		Group Interest	
			2000 RM	1999 RM	2000 %	1999 %
<b>Banking</b>						
# PT. Bank Maybank Nusa International	Banking	Indonesia	<b>228,953,500,000</b>	190,550,000,000 (1)	<b>87</b>	84
# Maybank International (L) Ltd	Offshore Banking	Malaysia	<b>10,000,000</b>	10,000,000 (2)	<b>100</b>	100
# Maybank (PNG) Limited	Banking and Financial Services	Papua New Guinea	<b>5,000,000</b>	5,000,000 (3)	<b>100</b>	100
# Maybank Philippines, Incorporated	Banking	Philippines	<b>1,770,356,139</b>	1,770,356,139 (4)	<b>60</b>	60
<b>Finance</b>						
Mayban Finance Berhad	Finance Company	Malaysia	<b>551,250,000</b>	551,250,000	<b>100</b>	100
# MFSL Limited	Ceased Operations	Singapore	<b>12,000,000</b>	20,000,000 (5)	<b>100</b>	100
Supreme Finance (M) Berhad	Ceased Operations	Malaysia	-	270,000	-	85
Aseamlease Berhad	Leasing	Malaysia	<b>20,000,000</b>	20,000,000	<b>72</b>	72
Aseam Credit Sdn. Bhd.	Hire Purchase	Malaysia	<b>20,000,000</b>	20,000,000	<b>72</b>	72
Mayban Factoring Berhad	Factoring Services	Malaysia	<b>2,000,000</b>	2,000,000	<b>100</b>	100
Anfin Berhad (formerly known as Amanah Finance Malaysia Berhad)	Ceased Operations	Malaysia	<b>106,000,000</b>	106,000,000	<b>100</b>	100

# Subsidiary companies not audited by Salleh, Leong, Azlan & Co.

(1) Indonesia rupiah

(3) PNG kina

(5) Singapore dollars

(2) US dollars

(4) Philippines peso

(6) Hongkong dollars

# Notes To The Accounts (cont'd)

## 9. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

Name	Principal Activities	Country of Incorporation	Issued And Paid-Up Share Capital		Group Interest	
			2000 RM	1999 RM	2000 %	1999 %
<b>Insurance</b>						
Mayban Assurance Berhad	General Insurance	Malaysia	82,000,000	50,000,000	94	90
Mayban Life Assurance Bhd.	Life Assurance	Malaysia	100,000,000	100,000,000	92	92
# Mayban Life International (Labuan) Ltd	Life Assurance	Malaysia	3,500,000	3,500,000 (2)	64	64
# UMBC Insurans Berhad	General Insurance	Malaysia	48,000,000	-	76	-
<b>Investment Banking</b>						
Aseambankers Malaysia Berhad	Merchant Banking	Malaysia	50,116,000	50,116,000	70	70
Mayban Securities (Holdings) Sendirian Berhad	Investment Holding	Malaysia	25,000,000	25,000,000	100	100
Mayban Securities Sendirian Berhad	Stockbroking	Malaysia	20,000,000	20,000,000	100	100
Mayban Discount Berhad	Discount House	Malaysia	45,000,000	45,000,000	91	91
Mayban Futures Sdn. Bhd.	Futures Broking and Investment Advisory Services	Malaysia	10,000,000	10,000,000	100	100
<b>Asset Management/Trustees/Custody</b>						
Mayban Property Trust Management Berhad	Property Trust Fund Management	Malaysia	5,000,000	5,000,000	100	100
Mayban Management Berhad	Unit Trust Fund Management	Malaysia	4,000,000	4,000,000	93	93

# Subsidiary companies not audited by Salleh, Leong, Azlan & Co.

(1) Indonesia rupiah

(3) PNG kina

(5) Singapore dollars

(2) US dollars

(4) Philippines peso

(6) Hongkong dollars

## 9. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

Name	Principal Activities	Country of Incorporation	Issued And Paid-Up Share Capital		Group Interest	
			2000 RM	1999 RM	2000 %	1999 %
<b>Asset Management/Trustees/Custody</b>						
# Mayban International Trust (Labuan) Berhad	Trustee Services	Malaysia	150,000	150,000	100	100
# Mayban Offshore Corporate Services (Labuan) Sdn. Bhd.	Dormant	Malaysia	2	2	100	100
Mayban Trustees Berhad	Trustee Services	Malaysia	500,000	500,000	100	100
Mayban Ventures Sdn. Bhd.	Venture Capital	Malaysia	10,000,000	10,000,000	91	91
Mayban Venture Capital Company Sdn. Bhd.	Dormant	Malaysia	2	2	100	100
# RPB Venture Capital Corporation	Venture Capital	Philippines	8,560,000	8,560,000 (4)	36	36
Mayban-JAIC Capital Management Sdn. Bhd.	Investment Advisory and Administration Services	Malaysia	2,000,000	2,000,000	46	46
Mayban Investment Management Sdn. Bhd.	Fund Management	Malaysia	5,000,000	5,000,000	89	58
# Philmay Property, Inc.	Property leasing and trading	Philippines	100,000,000	100,000,000 (4)	60	60
Mayban (Nominees) Sendirian Berhad	Nominee Services	Malaysia	31,000	31,000	100	100
Mayban Nominees (Tempatan) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100

# Subsidiary companies not audited by Salleh, Leong, Azlan & Co.

(1) Indonesia rupiah

(3) PNG kina

(5) Singapore dollars

(2) US dollars

(4) Philippines peso

(6) Hongkong dollars

# Notes To The Accounts (cont'd)

## 9. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

Name	Principal Activities	Country of Incorporation	Issued And Paid-Up Share Capital		Group Interest	
			2000 RM	1999 RM	2000 %	1999 %
<b>Asset Management/Trustees/Custody</b>						
Mayban Nominees (Asing) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100
# Mayban Nominees (Singapore) Pte. Ltd.	Nominee Services	Singapore	60,000	60,000 (5)	100	100
# Mayban Nominees (Hongkong) Limited	Nominee Services	Hongkong	3	3 (6)	100	100
Aseam Malaysia Nominees (Tempatan) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	70	70
Aseam Malaysia Nominees (Asing) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	70	70
Mayfin Nominees (Tempatan) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100
Mayban Securities Nominees Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100
Mayban Securities Nominees (Tempatan) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100
Mayban Securities Nominees (Asing) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100
# MFSL Nominees Pte. Ltd.	Nominee Services	Singapore	60,000	60,000 (5)	100	100
AFMB Nominees (Tempatan) Sdn. Bhd.	Nominee Services	Malaysia	10,000	10,000	100	100

# Subsidiary companies not audited by Salleh, Leong, Azlan & Co.

(1) Indonesia rupiah

(3) PNG kina

(5) Singapore dollars

(2) US dollars

(4) Philippines peso

(6) Hongkong dollars

**9. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)**

During the year,

- a. the Bank subscribed for an additional 38,403.5 new ordinary shares of Rupiah 1,000,000 each, issued for cash at par, in PT. Bank Maybank Nusa International;
- b. the Bank's shareholding in MFSL Limited was reduced to 12,000,000 ordinary shares as a result of a capital reduction scheme undertaken by the subsidiary company;
- c. a subsidiary company, Mayban Finance Berhad, acquired the entire issued and fully paid share capital of Mayban Factoring Berhad comprising 2,000,000 ordinary shares of RM1 each from the Bank;
- d. the Bank's shareholding in Mayban Assurance Berhad was increased by 32,000,000 new ordinary shares of RM1 each as a result of a rights issue of sixteen (16) new ordinary shares for every twenty five (25) existing ordinary shares held, at an issue price of RM3.28 per share;
- e. a subsidiary company, Mayban Assurance Berhad acquired 38,786,487 ordinary shares of RM1 each in UMBC Insurans Berhad for cash at RM2.92 per share; and
- f. the Bank and Aseambankers Malaysia Berhad acquired 1,076,250 and 673,750 ordinary shares of RM1 each respectively in Mayban Investment Management Sdn. Bhd. from a minority shareholder.

**10. OTHER ASSETS**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Interest receivable	417,592	463,307	481,843	569,585
Other debtors, deposits and prepayments	645,647	364,453	1,515,270	1,323,845
Foreclosed properties	-	-	16,081	6,881
Investment properties	-	-	98,284	54,958
Amount recoverable from Danaharta	-	-	-	-
	<b>1,063,239</b>	<b>827,760</b>	<b>2,111,478</b>	<b>1,955,269</b>
Amount recoverable from Danaharta				
Balance as at July 1	-	-	-	-
Amount arising during the year	7,924	192,200	7,924	199,378
Provision made during the year	(7,924)	(192,200)	(7,924)	(199,378)
Balance as at June 30	-	-	-	-

**11. STATUTORY DEPOSITS WITH CENTRAL BANKS**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
With Bank Negara Malaysia	1,586,000	1,633,542	2,318,622	2,377,853
With other Central Banks	269,797	269,224	289,438	283,682
	<b>1,855,797</b>	<b>1,902,766</b>	<b>2,608,060</b>	<b>2,661,535</b>

The non-interest-bearing statutory deposits are maintained with Bank Negara Malaysia in compliance with Section 37(1)(c) of the Central Bank of Malaysia Act, 1958, the amounts of which are determined as set percentages of total eligible liabilities. The statutory deposits of the foreign branches and subsidiary companies are maintained with their respective Central Banks in compliance with the applicable legislations.



# Notes To The Accounts (cont'd)

## 12. FIXED ASSETS

	Properties RM'000	Office Furniture, Fittings, Equipment & Renovations RM'000	Data Processing Equipment RM'000	Electrical & Security Equipment RM'000	Motor Vehicles RM'000	Buildings-in Progress RM'000	Total RM'000
<b>The Bank – 2000</b>							
Cost:							
Balance at							
July 1, 1999	633,340	326,048	379,346	74,953	25,591	61,604	1,500,882
Additions	7,646	6,911	34,951	1,485	2,041	111,708	164,742
Transfers	32,624	11,872	18,814	2,127	9	(65,446)	-
Disposals/ write-offs	(1,460)	(68,383)	(16,724)	(972)	(1,959)	(243)	(89,741)
Balance at June 30, 2000	672,150	276,448	416,387	77,593	25,682	107,623	1,575,883
Accumulated Depreciation:							
Balance at							
July 1, 1999	117,666	258,922	309,587	69,310	19,950	-	775,435
Charge for the year	11,915	28,212	39,686	2,887	3,172	-	85,872
Eliminated on disposal/write-off	(46)	(68,136)	(6,645)	(948)	(1,845)	-	(77,620)
Balance at June 30, 2000	129,535	218,998	342,628	71,249	21,277	-	783,687
Net Book Value at June 30, 2000	542,615	57,450	73,759	6,344	4,405	107,623	792,196
<b>The Bank – 1999</b>							
Cost:							
Balance at							
July 1, 1998	638,541	306,433	353,593	75,057	29,405	37,634	1,440,663
Additions	9	11,562	64,686	902	462	44,680	122,301
Transfers	4,015	13,284	276	724	-	(18,299)	-
Disposals/write-offs	(9,225)	(5,231)	(39,209)	(1,730)	(4,276)	(2,411)	(62,082)
Balance at June 30, 1999	633,340	326,048	379,346	74,953	25,591	61,604	1,500,882
Accumulated Depreciation:							
Balance at							
July 1, 1998	108,494	237,216	312,798	68,300	20,082	-	746,890
Charge for the year	11,353	26,900	31,602	2,659	3,962	-	76,476
Eliminated on disposal/write-off	(2,181)	(5,194)	(34,813)	(1,649)	(4,094)	-	(47,931)
Balance at June 30, 1999	117,666	258,922	309,587	69,310	19,950	-	775,435
Net Book Value at June 30, 1999	515,674	67,126	69,759	5,643	5,641	61,604	725,447

**12. FIXED ASSETS (CONT'D)**

Properties consist of:

	Building on		Leasehold Land		Buildings on Leasehold Land		Total RM'000
	Freehold Land RM'000	Freehold Land RM'000	Less Than 50 years RM'000	50 years Or More RM'000	Less Than 50 years RM'000	50 years Or More RM'000	
<b>The Bank – 2000</b>							
Cost:							
Balance at							
July 1, 1999	67,774	318,921	7,702	49,476	38,822	150,645	633,340
Additions	-	7,646	-	-	-	-	7,646
Transfers	14	-	-	20,431	-	12,179	32,624
Disposals	(275)	(221)	(23)	(219)	(338)	(384)	(1,460)
Balance at							
June 30, 2000	67,513	326,346	7,679	69,688	38,484	162,440	672,150
Accumulated Depreciation:							
Balance at							
July 1, 1999	-	73,467	1,835	5,796	8,087	28,481	117,666
Charge for the year	-	6,530	158	706	1,295	3,226	11,915
Eliminated on disposal	-	(46)	-	-	-	-	(46)
Balance at							
June 30, 2000	-	79,951	1,993	6,502	9,382	31,707	129,535
Net Book Value at							
June 30, 2000	67,513	246,395	5,686	63,186	29,102	130,733	542,615
<b>The Bank – 1999</b>							
Cost:							
Balance at							
July 1, 1998	67,123	316,618	7,852	50,868	43,225	152,855	638,541
Additions	9	-	-	-	-	-	9
Transfers	1,429	2,586	-	-	-	-	4,015
Disposals	(787)	(283)	(150)	(1,392)	(4,403)	(2,210)	(9,225)
Balance at							
June 30, 1999	67,774	318,921	7,702	49,476	38,822	150,645	633,340
Accumulated Depreciation:							
Balance at							
July 1, 1998	-	67,059	1,676	5,312	8,957	25,490	108,494
Charge for the year	-	6,408	159	484	1,311	2,991	11,353
Eliminated on disposal	-	-	-	-	(2,181)	-	(2,181)
Balance at							
June 30, 1999	-	73,467	1,835	5,796	8,087	28,481	117,666
Net Book Value at							
June 30, 1999	67,774	245,454	5,867	43,680	30,735	122,164	515,674

# Notes To The Accounts (cont'd)

## 12. FIXED ASSETS (CONT'D)

	Properties RM'000	Office Furniture, Fittings, Equipment & Renovations RM'000	Data Processing Equipment RM'000	Electrical & Security Equipment RM'000	Motor Vehicles RM'000	Buildings-in Progress RM'000	Total RM'000
<b>The Group – 2000</b>							
Cost:							
Balance at							
July 1, 1999	787,373	476,936	520,221	91,951	46,779	151,505	2,074,765
Additions	69,007	11,093	40,108	1,908	5,547	103,948	231,611
Subsidiary companies acquired	1,032	3,487	6,041	-	1,428	-	11,988
Transfers	32,624	11,872	18,814	2,127	9	(65,446)	-
Disposals/write-offs	(738)	(74,139)	(18,359)	(1,360)	(4,219)	(243)	(99,058)
Balance at June 30, 2000	889,298	429,249	566,825	94,626	49,544	189,764	2,219,306
Accumulated Depreciation:							
Balance at							
July 1, 1999	131,663	369,866	414,715	80,192	36,155	-	1,032,591
Charge for the year	14,971	41,849	54,122	4,291	5,992	-	121,225
Subsidiary companies acquired	1,295	1,994	4,102	-	1,319	-	8,710
Eliminated on disposal/write-off	(83)	(72,134)	(14,220)	(1,249)	(3,963)	-	(91,649)
Balance at June 30, 2000	147,846	341,575	458,719	83,234	39,503	-	1,070,877
Net Book Value at June 30, 2000	741,452	87,674	108,106	11,392	10,041	189,764	1,148,429

## 12. FIXED ASSETS (CONT'D)

	Properties RM'000	Office Furniture, Fittings, Equipment & Renovations RM'000	Data Processing Equipment RM'000	Electrical & Security Equipment RM'000	Motor Vehicles RM'000	Buildings-in Progress RM'000	Total RM'000
<b>The Group – 1999</b>							
Cost:							
Balance at							
July 1, 1998	806,070	452,377	468,636	90,257	50,555	89,055	1,956,950
Additions	2,887	18,146	92,132	2,512	989	83,160	199,826
Subsidiary companies acquired	–	11,183	6,577	387	1,858	–	20,005
Transfers	4,016	13,285	(7,167)	724	–	(18,299)	(7,441)
Disposals/write-offs	(25,600)	(18,055)	(39,957)	(1,929)	(6,623)	(2,411)	(94,575)
Balance at June 30, 1999	787,373	476,936	520,221	91,951	46,779	151,505	2,074,765
Accumulated Depreciation:							
Balance at							
July 1, 1998	119,318	335,215	402,782	77,892	33,520	–	968,727
Charge for the year	14,535	42,275	44,009	3,870	7,381	–	112,070
Subsidiary companies acquired	–	7,313	6,065	272	1,274	–	14,924
Transfers	(9)	–	(2,775)	–	–	–	(2,784)
Eliminated on disposal/write-off	(2,181)	(14,937)	(35,366)	(1,842)	(6,020)	–	(60,346)
Balance at June 30, 1999	131,663	369,866	414,715	80,192	36,155	–	1,032,591
Net Book Value at June 30, 1999	655,710	107,070	105,506	11,759	10,624	151,505	1,042,174

# Notes To The Accounts (cont'd)

## 12. FIXED ASSETS (CONT'D)

Properties consist of:

	Buildings on		Leasehold Land		Buildings on Leasehold Land		Total RM'000
	Freehold Land RM'000	Freehold Land RM'000	Less Than 50 years RM'000	50 years Or More RM'000	Less Than 50 years RM'000	50 years Or More RM'000	
<b>The Group – 2000</b>							
Cost:							
Balance at							
July 1, 1999	88,444	369,466	9,524	58,743	41,845	219,351	787,373
Additions	8,565	54,673	-	-	-	5,769	69,007
Subsidiary companies							
acquired	120	1,252	-	-	2,759	(3,099)	1,032
Transfers	14	11,932	-	23,530	(362)	(2,490)	32,624
Disposals/write-offs	(275)	(221)	(23)	(219)	-	-	(738)
Balance at							
June 30, 2000	96,868	437,102	9,501	82,054	44,242	219,531	889,298
Accumulated							
Depreciation:							
Balance at							
July 1, 1999	-	80,301	2,174	6,345	8,529	34,314	131,663
Charge for the year	-	7,541	188	831	1,419	4,992	14,971
Subsidiary companies							
acquired	-	26	-	-	1,269	-	1,295
Transfers	-	-	-	42	-	(42)	-
Eliminated on disposal/write-off	-	(46)	-	-	-	(37)	(83)
Balance at							
June 30, 2000	-	87,822	2,362	7,218	11,217	39,227	147,846
Net Book Value at							
June 30, 2000	96,868	349,280	7,139	74,836	33,025	180,304	741,452

**12. FIXED ASSETS (CONT'D)**

Properties consist of:

	Buildings on		Leasehold Land		Buildings on		Total
	Freehold Land RM'000	Freehold Land RM'000	Less Than 50 years RM'000	50 years Or More RM'000	Less Than 50 years RM'000	50 years Or More RM'000	
<b>The Group – 1999</b>							
Cost:							
Balance at							
July 1, 1998	85,771	367,462	9,862	59,946	46,819	236,190	806,070
Additions	1,243	-	-	-	-	1,644	2,887
Transfers	1,430	2,586	(188)	188	(571)	571	4,016
Disposals/write-offs	-	(602)	(150)	(1,391)	(4,403)	(19,054)	(25,600)
Balance at							
June 30, 1999	88,444	369,466	9,524	58,743	41,845	219,351	787,373
Accumulated							
Depreciation:							
Balance at							
July 1, 1998	-	72,865	2,024	5,740	9,473	29,216	119,318
Charge for the year	-	7,436	159	605	1,237	5,098	14,535
Transfers	-	-	(9)	-	-	-	(9)
Eliminated on							
disposal/write-off	-	-	-	-	(2,181)	-	(2,181)
Balance at							
June 30, 1999	-	80,301	2,174	6,345	8,529	34,314	131,663
Net Book Value at							
June 30, 1999	88,444	289,165	7,350	52,398	33,316	185,037	655,710

# Notes To The Accounts (cont'd)

## 13. DEPOSITS FROM CUSTOMERS

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Demand deposits	<b>12,495,308</b>	10,476,676	<b>12,780,135</b>	10,616,299
Savings deposits	<b>10,328,786</b>	9,240,622	<b>11,883,089</b>	10,629,690
Fixed deposits	<b>37,086,349</b>	37,351,931	<b>56,327,225</b>	53,380,130
Negotiable instruments of deposit	<b>350,000</b>	511,850	<b>876,140</b>	2,924,890
	<b>37,436,349</b>	37,863,781	<b>57,203,365</b>	56,305,020
	<b>60,260,443</b>	57,581,079	<b>81,866,589</b>	77,551,009

The maturity structure of fixed deposits and negotiable instruments of deposit are as follows:

Due within six months	<b>28,152,581</b>	31,751,185	<b>46,419,275</b>	48,713,763
Due between six months to one year	<b>6,969,690</b>	5,394,601	<b>8,111,785</b>	6,476,633
Due between one year to three years	<b>1,930,343</b>	649,454	<b>2,212,791</b>	787,966
Due between three years to five years	<b>383,735</b>	68,541	<b>459,510</b>	326,608
Due after five years	-	-	<b>4</b>	50
	<b>37,436,349</b>	37,863,781	<b>57,203,365</b>	56,305,020

The deposits are sourced from the following customers:

Business enterprises	<b>25,213,122</b>	26,434,898	<b>37,113,239</b>	34,715,903
Individuals	<b>28,936,109</b>	24,660,184	<b>36,229,341</b>	32,357,258
Others	<b>6,111,212</b>	6,485,997	<b>8,524,009</b>	10,477,848
	<b>60,260,443</b>	57,581,079	<b>81,866,589</b>	77,551,009

## 14. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Licensed banks	<b>12,603,317</b>	10,273,696	<b>14,140,427</b>	12,971,340
Licensed finance companies	<b>346,048</b>	436,743	<b>925,655</b>	914,975
Other financial institutions	<b>2,901,660</b>	712,935	<b>5,024,434</b>	3,365,935
	<b>15,851,025</b>	11,423,374	<b>20,090,516</b>	17,252,250

**15. OTHER LIABILITIES**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Interest payable	<b>426,433</b>	595,939	<b>570,533</b>	809,414
Proposed dividends	<b>218,835</b>	149,601	<b>218,835</b>	149,601
Taxation	<b>621,446</b>	258,746	<b>983,208</b>	358,109
Deferred taxation (Note 27)	-	-	<b>3,622</b>	3,403
General insurance fund	-	-	<b>73,769</b>	63,515
Life assurance fund	-	-	<b>583,876</b>	416,663
Provision for commitments and contingencies	-	3,620	-	3,620
Other creditors, provisions and accruals	<b>602,207</b>	726,050	<b>1,738,916</b>	1,659,819
	<b>1,868,921</b>	1,733,956	<b>4,172,759</b>	3,464,144
Movements in provision for commitments contingencies are as follows				
Balance as at July 1	<b>3,620</b>	860	<b>3,620</b>	860
Provision made during the year	-	3,620	-	3,620
Amount written back	<b>(3,620)</b>	(860)	<b>(3,620)</b>	(860)
Balance as at June 30	-	3,620	-	3,620

**16. SUBORDINATED OBLIGATIONS**

	The Bank/The Group	
	2000 RM'000	1999 RM'000
Subordinated floating rate certificates of deposit due 2004	-	380,000
Subordinated notes due 2005	<b>950,000</b>	950,000
Subordinated term loan due 2002	-	300,000
	<b>950,000</b>	1,630,000

The floating rate certificates of deposit (FRCDs) are due in March 2004. On each interest payment date falling on and after March 1999, the FRCDs will, subject to the prior consent of Bank Negara Malaysia, be redeemable, in whole but not in part, at the option of the Bank. The FRCDs will also, subject as aforesaid, be redeemable, in whole but not in part, at the option of the Bank, in the event of certain changes affecting taxation in Malaysia as described under "Terms and Conditions of the FRCDs – Redemption and Purchase". The FRCDs were prepaid in full during the year.

The Notes are due in September 2005. The Notes will, subject to the prior consent of Bank Negara Malaysia, be redeemable in whole but not in part, at the option of the Bank in the event of changes affecting taxation in Malaysia as described under "Terms and Conditions of the Notes – Optional Redemption upon the Imposition of Taxation".

The term loan is repayable in one lump sum in December 2002. The term loan was prepaid in full during the year.



# Notes To The Accounts (cont'd)

## 16. SUBORDINATED OBLIGATIONS (CONT'D)

Interest on the FRCDs and Notes are payable semi-annually in arrears in March and September each year whilst interest on the term loan is payable semi-annually in arrears in June and December each year.

The FRCDs, Notes and term loan will constitute unsecured liabilities of the Bank and are subordinated to the senior indebtedness of the Bank in accordance with the respective terms and conditions on their issues.

The FRCDs, Notes and term loan qualify as tier 2 capital for the purpose of determining the capital adequacy ratio of the Bank.

## 17. SHARE CAPITAL

	<b>The Bank/The Group</b>	
	<b>2000</b>	<b>1999</b>
	<b>RM'000</b>	<b>RM'000</b>
Ordinary shares of RM1 each:		
Authorised –		
Balance as at July 1/June 30	<b>4,000,000</b>	4,000,000
Issued and fully paid –		
Balance as at July 1	<b>2,308,661</b>	2,286,828
Shares issued under the Maybank Group Employee Share Option Scheme	<b>29,314</b>	21,833
Balance as at June 30	<b>2,337,975</b>	2,308,661

During the year, the Bank increased its issued and fully paid up share capital from RM2,308,660,614 to RM2,337,975,214 by the issue of 29,314,600 new ordinary shares of RM1.00 each to eligible persons who exercised their options under the Maybank Group Employee Share Option Scheme (ESOS). The issue of 29,314,600 new ordinary shares consist of the following:

- a. 24,451,800 at the option price of RM4.42 per share;
- b. 4,516,000 at the option price of RM6.83 per share;
- c. 346,600 at the option price of RM12.75 per share; and
- d. 200 at the option price of RM16.25 per share;

The new shares issued rank pari passu in all respects with the then existing shares of the Bank.

## 18. RESERVES

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Non-distributable:</b>				
Share premium	191,749	77,720	191,749	77,720
Statutory reserves	2,233,828	1,977,828	2,795,772	2,475,373
Capital reserve	–	–	15,250	15,250
Exchange fluctuation reserve	87,917	91,611	98,031	125,718
	<b>2,513,494</b>	2,147,159	<b>3,100,802</b>	2,694,061
<b>Distributable:</b>				
General reserve	2,916,120	2,711,120	3,291,534	2,978,515
Retained profits	985,212	729,824	1,629,410	1,235,883
	<b>3,901,332</b>	3,440,944	<b>4,920,944</b>	4,214,398
	<b>6,414,826</b>	5,588,103	<b>8,021,746</b>	6,908,459
<b>Share premium:</b>				
Balance as at July 1	77,720	–	77,720	–
Premium on shares issued under the Maybank Group Employee Share Option Scheme	114,029	77,720	114,029	77,720
Balance as at June 30	191,749	77,720	191,749	77,720
<b>Statutory reserves:</b>				
Balance as at July 1	1,977,828	1,774,066	2,475,373	2,254,214
Transfer from profit and loss account	256,000	203,762	319,729	209,894
Exchange difference	–	–	670	11,265
Balance as at June 30	2,233,828	1,977,828	2,795,772	2,475,373
<b>Capital reserve:</b>				
Balance as at July 1	–	–	15,250	350
Transfer from profit and loss account	–	–	–	14,697
Accretion arising from issue of new shares in a subsidiary company	–	–	–	203
Balance as at June 30	–	–	15,250	15,250

# Notes To The Accounts (cont'd)

## 18. RESERVES (CONT'D)

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
<b>Exchange fluctuation reserve:</b>				
Balance as at July 1	91,611	128,248	125,718	179,746
Exchange difference	(3,694)	(36,637)	(27,687)	(54,028)
Balance as at June 30	87,917	91,611	98,031	125,718
<b>General reserve:</b>				
Balance as at July 1	2,711,120	2,546,251	2,978,515	2,785,539
Transfer from profit and loss account	205,000	164,869	339,000	186,642
Exchange difference	-	-	(1,500)	6,334
Goodwill on consolidation written off	-	-	(24,481)	-
Balance as at June 30	2,916,120	2,711,120	3,291,534	2,978,515

The statutory reserves are maintained in compliance with the requirements of Bank Negara Malaysia and the Central Banks of the respective territories in which the Bank and the Group operate and are not distributable as cash dividends.

The Bank has sufficient tax credits under Section 108 of the Income Tax Act, 1967 to frank the payment of net dividends out of its entire general reserve and retained profits at June 30, 2000.

## 19. INTEREST INCOME

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Loans and advances	4,151,489	5,132,635	6,247,832	7,598,306
Money at call and deposit placements with financial institutions	894,412	1,045,420	973,840	1,188,697
Dealing securities	571	7,376	19,684	128,257
Investment securities	437,924	783,558	800,389	1,238,248
Others	-	-	40,741	40,643
	5,484,396	6,968,989	8,082,486	10,194,151
Net (amortisation of premiums)/ accretion of discounts	(21,475)	(20,023)	27,910	12,918
Net interest suspended	(327,157)	(420,190)	(544,296)	(598,198)
	5,135,764	6,528,776	7,566,100	9,608,871

**20. INTEREST EXPENSE**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Deposits and placements of banks and other financial institutions	<b>665,178</b>	966,561	<b>857,140</b>	1,682,775
Deposits from other customers	<b>1,762,320</b>	2,954,770	<b>2,650,210</b>	4,243,646
Subordinated floating rate certificates of deposit	<b>35,145</b>	26,600	<b>35,145</b>	26,600
Subordinated notes	<b>67,688</b>	67,688	<b>67,688</b>	67,688
Subordinated term loan	<b>26,188</b>	25,500	<b>27,688</b>	25,853
Others	<b>16,015</b>	36,897	<b>131,268</b>	101,907
	<b>2,572,534</b>	4,078,016	<b>3,769,139</b>	6,148,469

**21. NON-INTEREST INCOME**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Fee income:				
Commission	<b>255,492</b>	193,752	<b>263,300</b>	206,444
Service charges and fees	<b>180,213</b>	143,243	<b>220,827</b>	180,110
Guarantee fees	<b>66,644</b>	57,011	<b>73,080</b>	64,668
Underwriting fees	<b>597</b>	625	<b>12,371</b>	5,063
Brokerage income	<b>-</b>	-	<b>118,776</b>	51,749
Other fee income	<b>22,486</b>	47,216	<b>36,758</b>	58,018
	<b>525,432</b>	441,847	<b>725,112</b>	566,052
Investment income:				
Net gain/(loss) from sale of dealing securities	<b>9,601</b>	(1,275)	<b>28,114</b>	17,019
Net gain from sale of investment securities	<b>55,634</b>	101,275	<b>140,434</b>	191,616
	<b>65,235</b>	100,000	<b>168,548</b>	208,635
Gross dividends from:				
Dealing securities	<b>-</b>	-	<b>299</b>	282
Investment securities				
- quoted in Malaysia	<b>133</b>	2,188	<b>6,379</b>	3,618
- unquoted	<b>1,509</b>	1,426	<b>2,896</b>	3,738
Subsidiary companies				
- in Malaysia	<b>97,868</b>	21,055	<b>-</b>	-
- outside Malaysia	<b>13,772</b>	165,272	<b>-</b>	-
Associated companies	<b>1,350</b>	1,080	<b>-</b>	-
	<b>114,632</b>	191,021	<b>9,574</b>	7,638
Non-interest income carried forward	<b>705,299</b>	732,868	<b>903,234</b>	782,325

# Notes To The Accounts (cont'd)

## 21. NON-INTEREST INCOME (CONT'D)

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Non-interest income brought forward	705,299	732,868	903,234	782,325
Provision for diminution in value of investment securities (net)	(25,960)	15,816	(50,887)	43,466
	<b>679,339</b>	748,684	<b>852,347</b>	825,791
Other income:				
Foreign exchange profit	133,239	132,550	147,128	111,575
Net premiums written	-	-	162,325	127,214
Rental income	16,161	20,238	12,252	12,300
Gain on disposal of fixed assets	597	53	1,191	715
Gain on disposal of foreclosed properties	-	-	751	346
Other operating income	9,695	11,354	15,086	16,002
Other non-operating income	13,246	8,868	73,714	57,847
	<b>172,938</b>	173,063	<b>412,447</b>	325,999
	<b>852,277</b>	921,747	<b>1,264,794</b>	1,151,790

## 22. OVERHEAD EXPENSES

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Personnel costs	623,680	557,689	827,233	747,810
Establishment costs	221,079	208,398	299,599	290,219
Marketing costs	24,061	23,702	67,531	54,034
Administration and general expenses	245,830	206,307	399,386	345,400
	<b>1,114,650</b>	996,096	<b>1,593,749</b>	1,437,463

The above expenditure include the following statutory disclosures:

Directors' remuneration (Note 25)	2,749	2,319	6,922	7,189
Rental of premises	42,252	54,362	55,306	67,996
Hire of equipment	4,127	3,097	5,837	4,767
Lease of equipment	1,319	1,073	7,482	8,673
Rental of leasehold land	943	1,201	948	1,428
Auditors' remuneration				
- current year	2,175	2,484	3,019	3,535
- overprovision in prior years	-	(45)	-	(45)
Depreciation of fixed assets (Note 12)	85,872	76,476	121,225	112,070
Fixed assets written off	-	2,429	2,260	5,541

**23. LOAN LOSS AND PROVISION**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Provision for bad and doubtful debts:				
– specific (net)	612,109	1,337,888	1,245,270	2,046,819
– general	217,000	58,193	307,079	71,046
Bad debts:				
– written off	43,235	5,354	51,924	15,734
– recovered	(27,030)	(18,357)	(88,250)	(61,844)
	845,314	1,383,078	1,516,023	2,071,755
Provision for value impairment on amounts recoverable from Danaharta	7,924	192,200	7,924	199,378
Provision for commitments and contingencies (net)	(3,620)	2,760	(3,620)	2,760
	849,618	1,578,038	1,520,327	2,273,893

**24. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES**

The significant transactions and balances with subsidiary companies are as follows:

	The Bank	
	2000 RM'000	1999 RM'000
<b>Income:</b>		
Interest on fixed deposits	88,696	217,319
Interest on advances	14,000	64,071
Dividend income	111,640	186,327
Rental of premises	7,043	8,456
Other income	8,807	6,524
	230,186	482,697
<b>Expenditure:</b>		
Interest on fixed deposits	12,506	575
Interest on advances	65,980	110,185
Other expenses	9,049	6,953
	87,535	117,713

# Notes To The Accounts (cont'd)

## 24. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONT'D)

	The Bank	
	2000 RM'000	1999 RM'000
<b>Amounts due from:</b>		
Current accounts and deposits	1,589,032	1,395,247
Short-term advances	421,781	393,829
Interest on deposits	29,321	10,979
	<b>2,040,134</b>	1,800,055
Less: Amounts due to subsidiary companies:		
Current accounts and deposits	(804,375)	(315,716)
Interest on deposits	(1,709)	(867)
	<b>(806,084)</b>	(316,583)
	<b>1,234,050</b>	1,483,472
<b>Amounts due to:</b>		
Current accounts and deposits	-	495,222
Advances	976,149	16,653
Interest on deposits	6,836	19,971
	<b>982,985</b>	531,846
Less: Amounts due from subsidiary companies:		
Current accounts and deposits	(1,241,986)	(1,515,167)
Interest on deposits	(44,310)	(19,971)
	<b>(1,286,296)</b>	(1,535,138)
	<b>(303,311)</b>	(1,003,292)

**25. DIRECTORS' REMUNERATION**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Directors of the Bank:				
Fees	305	320	758	625
Other remuneration –				
Executive directors	1,872	1,594	1,895	1,594
Non-executive directors	572	405	806	1,051
	<b>2,749</b>	2,319	<b>3,459</b>	3,270
Other directors:				
Fees	–	–	367	300
Other remuneration –				
Executive directors	–	–	2,179	3,057
Non-executive directors	–	–	917	562
	–	–	<b>3,463</b>	3,919
	<b>2,749</b>	2,319	<b>6,922</b>	7,189
Estimated cash value of benefits-in-kind:				
Directors of the Bank	103	93	103	93
Other directors	–	–	99	202
	<b>103</b>	93	<b>202</b>	295

**26. TAXATION**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Malaysian taxation	482,385	53,699	719,841	46,414
Overseas taxation	41,511	5,259	44,815	12,057
	<b>523,896</b>	58,958	<b>764,656</b>	58,471
Share of tax in associated companies	–	–	812	209
	<b>523,896</b>	58,958	<b>765,468</b>	58,680
Transfer (from)/to deferred taxation account	–	–	(46)	2,243
	<b>523,896</b>	58,958	<b>765,422</b>	60,923
Overprovision in respect of prior years	–	–	(1,897)	(2,234)
	<b>523,896</b>	58,958	<b>763,525</b>	58,689

The tax charges for the Bank and for the Group reflect effective rates that are higher than the statutory rate as certain charges and provisions are not considered deductible for tax purposes.

Tax on business income for the Bank and the Group for the previous year was waived pursuant to the Income Tax (Amendment) Act 1999. As such, no provision was made for taxation on the previous year's business income. Arising from the waiver, the estimated tax savings were RM251,814,000 for the Bank and RM351,907,000 for the Group respectively. The estimated tax exempt income available for distribution as tax exempt dividends for the Bank is RM899,335,000.



# Notes To The Accounts (cont'd)

## 27. DEFERRED TAXATION

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Balance as at July 1	-	-	3,403	1,160
Transfer (to)/from taxation account	-	-	(46)	2,243
Acquisition of a subsidiary company	-	-	265	-
Balance as at June 30	-	-	3,622	3,403
The balance on the deferred taxation account represents the tax effect at 28% (1999: 28%) on the following:				
Lease timing differences	-	-	8,572	8,568
Timing differences between depreciation and corresponding capital allowances on fixed assets	-	-	4,364	3,585
	-	-	12,936	12,153

## 28. DIVIDENDS

	The Bank/The Group	
	2000 RM'000	1999 RM'000
Interim dividend of 5% (1999: 3%) less 28% income tax	84,071	49,512
Proposed final dividend of 13% (1999: 9%) less 28% income tax	218,835	149,601
Dividend of 9% less 28% income tax paid on ordinary shares issued under ESOS	1,211	-
	304,117	199,113

**29. EARNINGS PER SHARE**

	The Bank		The Group	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Earnings per ordinary share are calculated as follows:				
Basic:				
Net profit for the year after taxation (and minority interest in the case of the Group)	<b>1,020,505</b>	809,787	<b>1,360,405</b>	969,866
Weighted average number of shares in issue	<b>2,330,660</b>	2,292,214	<b>2,330,660</b>	2,292,214
Fully diluted:				
Net profit for the year after taxation (and minority interest in the case of the Group)	<b>1,020,505</b>	809,787	<b>1,360,405</b>	969,866
Weighted average number of shares in issue	<b>2,330,660</b>	2,292,214	<b>2,330,660</b>	2,292,214
Number of shares under ESOS	<b>65,654</b>	93,659	<b>65,654</b>	93,659
Number of shares under ESOS that would have been issued at fair value	<b>(27,860)</b>	(66,768)	<b>(27,860)</b>	(66,768)
Adjusted weighted average number of shares in issue	<b>2,368,454</b>	2,319,105	<b>2,368,454</b>	2,319,105

The adjusted weighted average number of ordinary shares in issue has been arrived at based on the assumption that all share options under the ESOS are exercised on July 1, 1999.

During the year, the Bank and the Group have computed their earnings per share in accordance with MASB Standard 13 - Earnings Per Share. The comparative figures have been restated to conform with this method of computation.

## Notes To The Accounts (cont'd)

### 30. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Bank and its subsidiary companies make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

Risk weighted exposures of the Bank and its subsidiary companies as at June 30 are as follows:

	2000		1999	
	Principal Amount RM'000	Credit Equivalent Amount RM'000	Principal Amount RM'000	Credit Equivalent Amount RM'000
<b>The Bank</b>				
Direct credit substitutes	2,202,651	2,202,651	2,043,513	2,043,513
Certain transaction-related contingent items	3,532,515	1,766,258	2,932,743	1,466,371
Short-term self-liquidating trade-related contingencies	2,458,393	491,679	1,776,329	355,266
Housing loans sold directly and indirectly to Cagamas Berhad	1,392,965	1,392,965	1,561,110	1,561,110
Obligations under underwriting agreements	166,957	83,479	181,182	90,591
Irrevocable commitments to extend credit				
– maturity not exceeding one year	27,670,541	–	32,910,051	–
– maturity exceeding one year	2,835,902	1,417,951	3,406,770	1,703,388
Foreign exchange related contracts				
– less than one year	8,473,889	132,364	11,086,824	167,939
– one year to less than five years	813,516	23,421	281,516	6,203
Interest rate related contracts				
– less than one year	491,521	18,272	952,049	1,889
– one year to less than five years	395,175	37,284	434,450	11,684
– five years and above	961,401	88,564	950,000	57,670
Miscellaneous	2,275,842	–	2,082,209	–
	<b>53,671,268</b>	<b>7,654,888</b>	<b>60,598,746</b>	<b>7,465,624</b>

## 30. COMMITMENTS AND CONTINGENCIES (CONT'D)

	2000		1999	
	Principal Amount RM'000	Credit Equivalent Amount RM'000	Principal Amount RM'000	Credit Equivalent Amount RM'000
<b>The Group</b>				
Direct credit substitutes	4,124,320	4,124,320	4,388,637	4,388,637
Certain transaction-related contingent items	3,586,119	1,793,060	2,984,466	1,492,233
Short-term self-liquidating trade-related contingencies	2,493,323	498,665	1,779,328	355,865
Housing loans sold directly and indirectly to Cagamas Berhad	3,329,470	3,329,470	2,708,322	2,708,322
Obligations under underwriting agreements	734,567	367,284	814,535	407,267
Obligations arising out of rediscounting of bankers acceptances	86,488	3,460	232,885	9,315
Irrevocable commitments to extend credit				
– maturity not exceeding one year	30,373,979	–	34,562,924	–
– maturity exceeding one year	4,285,779	2,142,890	4,853,105	2,426,556
Foreign exchange related contracts				
– less than one year	8,473,889	132,364	11,086,872	167,954
– one year to less than five years	984,379	37,090	452,379	21,581
Interest rate related contracts				
– less than one year	555,845	18,372	990,049	4,950
– one year to less than five years	395,175	37,284	494,928	12,289
– five years and above	961,401	88,564	950,000	57,670
Miscellaneous	2,285,380	–	2,085,429	–
	<b>62,670,114</b>	<b>12,572,823</b>	<b>68,383,859</b>	<b>12,052,639</b>

The Bank and certain subsidiary companies are contingently liable in respect of housing loans sold to Cagamas Berhad on the condition that they undertake to administer the loans on behalf of Cagamas Berhad and to buy back any loans which are regarded as defective based on prudent criteria.

Foreign exchange and interest rate related contracts are subject to market risk and credit risk.