

Company No. 823437K



Standard Chartered Saadiq Berhad

(Company No. 823437K)
(Incorporated in Malaysia)

**Financial statements for the nine months
ended 30 September 2012**

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012

		30 September 2012	31 December 2011
	Note	RM'000	RM'000
Assets			
Cash and short term funds		1,469,873	2,783,398
Deposits and placements with banks and other financial institutions	11	-	-
Investment securities available-for-sale	12	1,261,606	174,521
Financing and advances	13	3,541,461	2,887,367
Derivative financial assets		11,124	20,574
Other assets	15	485,936	13,679
Tax recoverable		-	3,684
Statutory deposits with Bank Negara Malaysia		102,980	92,552
Property, plant and equipment		6,634	5,662
Deferred tax assets		4,124	3,542
Total assets		<u>6,883,738</u>	<u>5,984,979</u>
Liabilities			
Deposits from customers	16	3,191,375	2,945,059
Deposits and placements of banks and other financial institutions	17	2,485,392	2,282,853
Derivatives financial liabilities		10,897	19,893
Other liabilities	18	625,750	235,985
Tax payable		9,016	3,395
Total liabilities		<u>6,322,430</u>	<u>5,487,185</u>
Equity			
Share capital		102,750	96,500
Reserves		458,558	401,294
Total equity attributable to equity holder of the Bank		<u>561,308</u>	<u>497,794</u>
Total liabilities and equity		<u>6,883,738</u>	<u>5,984,979</u>
Commitments and contingencies	24	<u>2,758,817</u>	<u>2,671,860</u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2011.

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 3RD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2012

	Note	3rd Quarter ended		Nine months ended	
		30 September 2012	30 September 2011	30 September 2012	30 September 2011
		RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	19	38,788	22,936	121,025	67,265
Income derived from investment of shareholder's funds	21	64,838	63,032	179,619	134,965
Provisions for financing	23	(17,151)	(15,328)	(46,126)	(28,328)
Transfer from profit equalisation reserves		-	3,950	-	3,950
Total distributable income		86,475	74,590	254,518	177,852
Income attributable to depositors	20	(43,429)	(21,495)	(125,758)	(60,764)
Total net income		43,046	53,095	128,760	117,088
Other operating expenses	22	(26,534)	(21,367)	(76,465)	(63,404)
Profit before taxation		16,512	31,728	52,295	53,684
Tax expense		(4,292)	(8,302)	(13,473)	(13,384)
Profit for the period		12,220	23,426	38,822	40,300
Other comprehensive income, net of income tax					
Fair value reserve (investment securities available for sale):					
Net change in fair value		(3)	22	(308)	43
Other comprehensive loss / (income) for the period, net of income tax		(3)	22	(308)	43
Total comprehensive income for the period		12,217	23,448	38,514	40,343

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2011.

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

	← Non-Distributable Reserves →				→	<i>Distributable Reserves Retained profits</i>	Total
	Share capital RM'000	Share premium RM'000	Statutory reserves RM'000	Regulatory reserves RM'000			
At 1 January 2012							
As previously stated	96,500	289,500	59,924	-	57	52,590	498,571
Effect of transition to MFRSs	-	-	-	-	-	(777)	(777)
Transfer to regulatory reserves	-	-	-	544	-	(544)	-
	<u>96,500</u>	<u>289,500</u>	<u>59,924</u>	<u>544</u>	<u>57</u>	<u>51,269</u>	<u>497,794</u>
Issuance of Ordinary Shares	6,250	18,750	-	-	-	-	25,000
Fair value reserve (investment securities available-for-sale):- Net changes in fair value	-	-	-	-	(308)	-	(308)
Total other comprehensive expense for the period	-	-	-	-	(308)	-	(308)
Profit for the period	-	-	-	-	-	38,822	38,822
Total comprehensive (expense) / income for the period	-	-	-	-	(308)	38,822	38,514
At 30 September 2012	102,750	308,250	59,924	544	(251)	90,091	561,308

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2011.

**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012**

	← Non-Distributable Reserves →					Distributable Reserves	Total RM'000
	Share capital RM'000	Share premium RM'000	Statutory reserves RM'000	Regulatory reserves RM'000	AFS reserves RM'000	Retained profits RM'000	
At 1 January 2011							
As previously stated	96,500	289,500	31,706	-	53	24,371	442,130
Effect of transition to MFRSs	-	-	-	-	-	5,618	5,618
Transfer to regulatory reserves	-	-	-	6,994	-	(6,994)	-
	<u>96,500</u>	<u>289,500</u>	<u>31,706</u>	<u>6,994</u>	<u>53</u>	<u>22,995</u>	<u>447,748</u>
Fair value reserve (investment securities available-for-sale):-							
Net changes in fair value	-	-	-	-	43	-	43
Total other comprehensive income for the period	-	-	-	-	43	-	43
Profit for the period	-	-	-	-	-	40,300	40,300
Total comprehensive income for the period	-	-	-	-	43	40,300	40,343
At 30 September 2011	<u>96,500</u>	<u>289,500</u>	<u>31,706</u>	<u>6,994</u>	<u>96</u>	<u>63,295</u>	<u>488,091</u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2011.

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

	30 September 2012 RM'000	30 September 2011 RM'000
Profit before taxation	52,295	53,684
Adjustment for non-cash items	(9,626)	14,252
Operating profit before working capital changes	42,669	67,936
Changes in working capital		
Net changes in operating assets	(1,127,329)	(820,527)
Net changes in operating liabilities	829,624	637,899
Income taxes paid	(4,647)	(7,197)
Net cash used in operating activities	(259,683)	(121,889)
Net cash (used in)/generated from investing activities	(1,078,842)	530,059
Net cash generated from financing activities	25,000	-
Net (decrease)/increase in cash and cash equivalents	(1,313,525)	408,170
Cash and cash equivalent at beginning of the year	2,783,398	940,388
Cash and cash equivalent at end of the period	1,469,873	1,348,558

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Bank for the financial year ended 31 December 2011.

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

REVIEW OF PERFORMANCE

The Bank's profit before taxation for the financial nine months period ended 30 September 2012 was RM52.30 million which is RM1.39 million higher than the corresponding period last year. Income derived from investment of depositors' funds and others was RM121.03 million while income derived from investment of shareholder's funds was RM179.62 million. Impairment provisions for financing was higher by RM17.80 million while overheads increased by RM13.06 million. Total assets registered an increase of RM0.9 billion or 15.02% to RM6.88 billion compared to the last financial year ended 31 December 2011. The Bank's core capital ratio and risk-weighted capital ratio remained healthy at 11.65%.

PROSPECTS

The Bank will focus on diversification of its Consumer Banking revenue streams and growing footprints as well as segment penetration, while offering Islamic alternatives in the capital markets and supporting the coverage of commodity clients. The Bank will also seek to grow its deposit base from both retail and corporate customers.

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

Notes to the financial statements for the nine months ended 30 September 2012

1. Basis of preparation of the financial statements

The unaudited condensed interim financial statements for the third quarter and the nine months ended 30 September 2012 have been prepared in accordance with MFRS 134, *Interim Financial Reporting in Malaysia*, IAS 34, *Interim Financial Reporting* and Bank Negara Malaysia ("BNM") guidelines.

These are the Bank's condensed interim financial statements for part of the period covered by the Bank's first MFRS framework annual financial statements and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards ("MFRS 1")* has been applied. An explanation of how the transition to MFRSs has affected the reported financial position, financial performance and cash flows of the Bank is provided in note 27.

The following MFRSs, IC Interpretation and Amendments to MFRSs have been adopted by the Bank during the current period:

IC Interpretation 19 *Extinguishing Financial Liabilities with Equity Instruments*
Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters (Amendments to MFRS 1)
Disclosures - Transfer of Financial Assets (Amendments to MFRS 7)
Deferred tax: Recovery of Underlying assets (Amendments to MFRS 112)

The adoption of the IC Interpretation and Amendments to MFRSs above did not have any financial impact on the Bank as they mainly help to clarify the requirements of or provide further explanations to existing MFRSs.

The following MFRSs and IC Interpretations have been issued by the MASB and are not yet effective:

Effective for annual periods commencing on or after 1 July 2012

Presentation of Items of Other Comprehensive Income (Amendments to MFRS 101)

Effective for annual periods commencing on or after 1 January 2013

MFRS 10 *Consolidated Financial Statements*
MFRS 11 *Joint Arrangements*
MFRS 12 *Disclosure of Interests in Other Entities*
MFRS 13 *Fair Value Measurement*
MFRS 119 *Employee Benefits (IAS 19 as amended by IASB in June 2011)*
MFRS 127 *Separate Financial Statements (IAS 27 as amended by IASB in May 2011)*
MFRS 128 *Investments in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)*
IC Interpretation 20 *Stripping Costs in the Production Phase of a Surface Mine*
Disclosures - Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 7)

Effective for annual periods commencing on or after 1 January 2014

Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 132)

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

Notes to the financial statements for the nine months ended 30 September 2012
(continued)

1. Basis of preparation of the financial statements (continued)

Effective for annual periods commencing on or after 1 January 2015

MFRS 9 *Financial Instruments (IFRS 9 issued by IASB in November 2009)*

MFRS 9 *Financial Instruments (IFRS 9 issued by IASB in October 2010)*

IC Interpretation 20 will not have any financial impact to the Bank as it is not relevant to the Bank's operations. The financial effects of the above MFRSs and Amendments to MFRSs are still being assessed.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011. The explanatory notes attached in the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Bank since the financial year ended 31 December 2011.

2. Auditor's report on preceding annual financial statements

The auditor's report on the financial statements for the financial year ended 31 December 2011 was not qualified.

3. Seasonal or cyclical factors

The business operations of the Bank have not been affected by any material seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Bank in the third quarter and nine months ended 30 September 2012.

5. Changes in accounting estimates

There were no material changes in estimates of amounts reported that have a material effect on the unaudited condensed interim financial statements in the third quarter and nine months ended 30 September 2012.

6. Issuances, cancellations, repurchases, resale and repayments of securities portfolio

There were no issuance and repayment of debt and equity securities, share-buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares in the third quarter and nine months ended 30 September 2012.

7. Proposed Dividend

No dividend has been proposed for the third quarter and the nine months ended 30 September 2012.

8. Issuance of shares

The Bank had on 29 June 2012 issued an additional 6,250,000 new Ordinary Shares of RM1.00 each at a premium of RM3.00 each to its immediate holding company, Standard Chartered Bank Malaysia Berhad, for a total cash consideration of RM25 million.

9. Subsequent events

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

10. Changes in the composition of the Bank

There were no significant changes in the composition of the Bank in the third quarter and nine months ended 30 September 2012.

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

11. Deposits and placements with banks and other financial institutions

There are no deposits and placements with banks and other financial institutions which are of a duration that is greater than one month.

12. Investment securities available-for-sale

	30 September 2012 RM'000	31 December 2011 RM'000
<u>At fair value</u>		
Bank Negara Malaysia bills	1,097,198	99,434
Cagamas bonds	-	25,029
Islamic negotiable instruments of deposit	159,389	40,000
Islamic private debt securities	5,019	10,058
	<u>1,261,606</u>	<u>174,521</u>

13. Financing and advances**(i) By type**

	30 September 2012 RM'000	31 December 2011 RM'000
<u>At amortised cost</u>		
Term financing		
- House financing	988,542	938,834
- Hire purchase receivables	226,237	188,025
- Lease receivables	475,865	445,735
- Other term financing	2,377,468	1,995,375
Bills receivable	49,293	40,071
Trust receipts	205,122	170,535
Staff financing	1,830	3,042
Revolving credit	456,502	343,264
	<u>4,780,859</u>	<u>4,124,881</u>
Less: Unearned income	<u>(1,184,953)</u>	<u>(1,191,103)</u>
Gross financing and advances	3,595,906	2,933,778
Less: Impairment provisions on financing and advances:-		
- Individual impairment provisions	(2,884)	(2,509)
- Collective impairment provisions	<u>(51,561)</u>	<u>(43,902)</u>
Total net financing and advances	<u>3,541,461</u>	<u>2,887,367</u>

(ii) By contract

	30 September 2012 RM'000	31 December 2011 RM'000
Bai Bithaman Ajil (<i>deferred payment sale</i>)	428,176	459,943
Ijarah Thumma Al-Bai (<i>finance lease</i>)	591,998	551,318
Murabahah (<i>cost plus</i>)	196,363	145,116
Bai'Al Inah (<i>sale and buy-back</i>)	2,097,489	1,753,823
Musyarakah (<i>profit and loss sharing</i>)	195,091	-
Others	86,789	23,578
	<u>3,595,906</u>	<u>2,933,778</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

13. Financing and advances (continued)**(iii) By type of customer**

	30 September 2012 RM'000	31 December 2011 RM'000
Domestic non-bank financial institutions	66,962	45,802
Domestic business enterprises	1,657,873	1,136,409
<i>Small medium enterprises</i>	396,968	143,051
<i>Others</i>	1,260,905	993,358
Individuals	1,834,320	1,722,613
Foreign entities	36,751	28,954
	3,595,906	2,933,778

(iv) By profit rate sensitivity

	30 September 2012 RM'000	31 December 2011 RM'000
Fixed rate		
- House financing	3,112	4,035
- Hire purchase receivables	226,237	188,025
- Other financing	1,741,809	1,446,487
Variable rate		
- House financing	479,730	382,745
- Revolving credit	449,571	339,470
- Other financing	695,447	573,016
	3,595,906	2,933,778

(v) By sector

	30 September 2012 RM'000	31 December 2011 RM'000
Agriculture	245,085	97,926
Mining and quarrying	61,519	79,829
Manufacturing	453,573	351,922
Electricity, gas and water	2,602	2,273
Construction	90,056	33,725
Real estate	180,183	186,891
Wholesale & retail trade and restaurants & hotels	238,271	139,776
Transportation, storage and communication	194,939	165,435
Finance, insurance and business services	183,951	100,572
Household	1,871,071	1,751,567
Others	74,656	23,862
	3,595,906	2,933,778

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

13. Financing and advances (continued)**(vi) By purpose**

	30 September 2012 RM'000	31 December 2011 RM'000
Purchase of landed property		
- Residential	510,453	388,033
- Non-residential	112,812	75,178
Fixed assets excluding land and building	136,415	97,797
Personal Use	1,347,816	1,335,429
Working Capital	1,488,410	1,022,623
Others	-	14,718
	<u>3,595,906</u>	<u>2,933,778</u>

(vii) By maturity structure

	30 September 2012 RM'000	31 December 2011 RM'000
Maturing within one year	831,942	393,700
One year to three years	864,337	582,000
Three years to five years	1,015,871	1,175,380
Over five years	883,756	782,698
	<u>3,595,906</u>	<u>2,933,778</u>

(viii) By geographical distribution

	30 September 2012 RM'000	31 December 2011 RM'000
Within Malaysia	<u>3,595,906</u>	<u>2,933,778</u>

(ix) Analysis of foreign currency exposure

	30 September 2012 RM'000	31 December 2011 RM'000
USD	144,830	155,702
GBP	-	606
	<u>144,830</u>	<u>156,308</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

14. Impaired financing and advances**(i) Movements in impaired financing and advances**

	30 September 2012 RM'000	31 December 2011 RM'000
At 1 January	18,510	22,430
Classified as impaired during the financial period/year	67,993	57,281
Reclassified as performing during the financial period/year	(1,046)	(1,402)
Amount recovered during the financial period/year	(9,552)	(8,667)
Amount written off	(46,434)	(51,132)
At end of reporting period/year	<u>29,471</u>	<u>18,510</u>
Individual impairment provisions	(2,884)	(2,509)
Net impaired financing and advances	<u><u>26,587</u></u>	<u><u>16,001</u></u>
Ratio of net impaired financing and advances to net financing and advances	<u>0.74%</u>	<u>0.55%</u>

(ii) Movements in impairment provisions for financing and advances

	30 September 2012 RM'000	31 December 2011 RM'000
Collective impairment provisions		
At 1 January	43,902	34,529
Impairments made during the financial period/year	10,143	13,116
Amount written back	(2,484)	(3,743)
At end of reporting period/year	<u>51,561</u>	<u>43,902</u>
As a percentage of gross financing and advances less individual impairment provisions	<u>1.43%</u>	<u>1.50%</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

14. Impaired financing and advances (continued)

	30 September 2012 RM'000	31 December 2011 RM'000
Individual impairment provisions		
At 1 January	2,509	1,705
Impairments made during the financial period/year	47,650	52,356
Amount written back in respect of recoveries	(896)	(752)
Amount written off	(46,379)	(50,800)
At end of reporting period/year	<u>2,884</u>	<u>2,509</u>

(iii) Impaired financing and advances by sector

	30 September 2012 RM'000	31 December 2011 RM'000
Manufacturing	721	-
Household	28,750	18,510
	<u>29,471</u>	<u>18,510</u>

(iv) Impaired financing and advances by purpose

	30 September 2012 RM'000	31 December 2011 RM'000
Purchase of landed property (<i>Residential</i>)	7,561	8,028
Personal use	21,910	10,482
	<u>29,471</u>	<u>18,510</u>

(v) Impaired financing and advances by geographical distribution

	30 September 2012 RM'000	31 December 2011 RM'000
Within Malaysia	<u>29,471</u>	<u>18,510</u>

15. Other assets

	30 September 2012 RM'000	31 December 2011 RM'000
Income receivable	961	3,216
Other receivables, deposits and prepayments	484,975	10,463
	<u>485,936</u>	<u>13,679</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

16. Deposits from customers**(i) By type of deposits**

	30 September 2012 RM'000	31 December 2011 RM'000
Non-Mudharabah		
Demand deposits	228,308	213,909
Savings deposits	51,534	115,157
Investment deposit	13,570	-
Negotiable instruments of deposits	<u>120,812</u>	<u>116,358</u>
	414,224	445,424
Mudharabah		
Demand deposits	947,565	1,065,929
Savings deposits	30,416	9,661
General investment deposits	<u>1,799,170</u>	<u>1,424,045</u>
	<u><u>3,191,375</u></u>	<u><u>2,945,059</u></u>

The maturity structure of the general investment deposits and negotiable instrument of deposits is as follows:-

	30 September 2012 RM'000	31 December 2011 RM'000
Due within six months	1,627,600	1,191,816
Six months to one year	190,363	231,131
One year to three years	22,334	23,916
Over five years	<u>93,255</u>	<u>93,540</u>

(ii) By type of customers

	30 September 2012 RM'000	31 December 2011 RM'000
Government and statutory bodies	710,706	185,847
Business enterprises	560,228	805,764
Individuals	1,520,894	1,724,263
Others	<u>399,547</u>	<u>229,185</u>
	<u><u>3,191,375</u></u>	<u><u>2,945,059</u></u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

17. Deposits and placements of banks and other financial institutions

	30 September 2012 RM'000	31 December 2011 RM'000
Non-Mudharabah		
Licensed banks	96,917	22,749
Bank Negara Malaysia	887	-
Other financial institutions	18,431	108,382
	<u>116,235</u>	<u>131,131</u>
Mudharabah		
Licensed banks	2,369,157	2,151,722
	<u>2,485,392</u>	<u>2,282,853</u>

18. Other liabilities

	30 September 2012 RM'000	31 December 2011 RM'000
Income payable	32,556	16,854
Profit equalisation reserve	-	-
Other payables and accruals	593,194	219,131
	<u>625,750</u>	<u>235,985</u>
 Profit equalisation reserves:-		
At 1 January	-	7,478
Amount written back during the period/year	-	(7,478)
At end of reporting period/year	<u>-</u>	<u>-</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

19. Income derived from investment of depositors' funds and others

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Income derived from investment of:-				
(i) General investment deposits	21,856	18,755	67,776	44,048
(ii) Other deposits	16,932	4,181	53,249	23,217
	<u>38,788</u>	<u>22,936</u>	<u>121,025</u>	<u>67,265</u>

(i) Income derived from investment of general investment deposits

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Finance income and hibah				
Financing and advances	14,683	17,320	43,898	39,303
Investment securities available-for-sale	1	191	212	452
Money at call and deposits with financial institutions	4,265	5,220	18,421	12,512
	18,949	22,731	62,531	52,267
Amortisation of premium less accretion of discount	4,710	(3,948)	6,615	(8,322)
Total finance income and hibah	<u>23,659</u>	<u>18,783</u>	<u>69,146</u>	<u>43,945</u>
Other operating income				
Fees and commission income:-				
- Arising from financial instruments not fair valued through profit or loss	3,301	4,966	10,946	11,255
Fees and commission expense:-				
- Arising from financial instruments not fair valued through profit or loss	(5,104)	(4,994)	(12,316)	(11,152)
	<u>(1,803)</u>	<u>(28)</u>	<u>(1,370)</u>	<u>103</u>
	<u>21,856</u>	<u>18,755</u>	<u>67,776</u>	<u>44,048</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

19. Income derived from investment of depositors' funds and others (continued)

(ii) **Income derived from investment of other deposits**

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Finance income and hibah				
Financing and advances	11,385	4,173	34,491	20,718
Investment securities available-for-sale	(1)	41	166	238
Money at call and deposits with financial institutions	3,278	1,107	14,474	6,595
	14,662	5,321	49,131	27,551
Amortisation of premium less accretion of discount	3,690	(1,095)	5,197	(4,387)
Total finance income and hibah	18,352	4,226	54,328	23,164
Other operating income				
Fees and commission income:-				
- Arising from financial instruments not fair valued through profit or loss	2,553	1,199	8,598	5,931
Fees and commission expense:-				
- Arising from financial instruments not fair valued through profit or loss	(3,973)	(1,244)	(9,677)	(5,878)
	(1,420)	(45)	(1,079)	53
	16,932	4,181	53,249	23,217

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

20. Income attributable to depositors

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Deposits from customers				
- Mudharabah fund	20,209	6,588	53,031	16,541
- Non-Mudharabah fund	1,369	750	3,864	2,240
Deposits and placements of banks and other financial institutions				
- Mudharabah fund	21,713	14,018	68,534	41,220
- Non-Mudharabah fund	138	139	329	763
	<u>43,429</u>	<u>21,495</u>	<u>125,758</u>	<u>60,764</u>

21. Income derived from investment of shareholder's funds

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Finance income and hibah				
Financing and advances	62,153	44,457	176,053	115,618
Investment securities available-for-sale	369	407	1,250	1,179
Other operating income				
Other income	2,316	18,168	2,316	18,168
	<u>64,838</u>	<u>63,032</u>	<u>179,619</u>	<u>134,965</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

22. Other operating expenses

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Personnel costs				
- Salaries, bonus, wages and allowances	3,282	1,427	6,776	4,610
- Other staff related cost	484	362	1,983	819
	<u>3,766</u>	<u>1,789</u>	<u>8,759</u>	<u>5,429</u>
Establishment costs				
- Depreciation of property, plant and equipment	768	516	2,186	1,543
- Rental	448	295	1,280	853
- Information technology expenses	(15)	7	95	41
- Utilities and maintenance	479	351	1,808	1,330
	<u>1,680</u>	<u>1,169</u>	<u>5,369</u>	<u>3,767</u>
Marketing expenses				
- Advertisement and publicity	99	(4)	388	287
- Others	140	75	320	268
	<u>239</u>	<u>71</u>	<u>708</u>	<u>555</u>
Administration and general expenses				
- Communication expenses	64	139	332	415
- Group administration fees and business support expenses	1,755	1,436	5,345	3,662
- Management fee	16,203	14,260	47,613	43,220
- Others	2,827	2,503	8,339	6,356
	<u>20,849</u>	<u>18,338</u>	<u>61,629</u>	<u>53,653</u>
Total other operating expenses	<u><u>26,534</u></u>	<u><u>21,367</u></u>	<u><u>76,465</u></u>	<u><u>63,404</u></u>

23. Provisions for financing

	3rd Quarter ended		Nine months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
Provisions for financing:-				
Individual impairment provisions	16,242	12,609	46,754	38,740
- Made in the financial period	16,530	12,838	47,650	39,280
- Written back in respect of recoveries	(288)	(229)	(896)	(540)
Collective impairment provisions				
- Made in the financial period	4,353	4,550	10,143	6,653
- Written back	(284)	(48)	(2,484)	(2,780)
Bad and doubtful debts on financing and advances:-				
- Recovered	(3,160)	(1,783)	(8,287)	(14,285)
	<u>17,151</u>	<u>15,328</u>	<u>46,126</u>	<u>28,328</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

24. Commitments and contingencies

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

The commitments and contingencies are as follows:-

	As at 30 September 2012			As at 31 December 2011		
	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted amount RM'000	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted amount RM'000
Direct credit substitutes	2,774	2,070	460	6,398	6,245	3,751
Transaction-related contingent items	71,040	64,241	19,894	50,090	47,102	12,267
Short-term self liquidating trade-related contingencies	156,171	5,686 ^{**}	1,912 ^{**}	250,873	41,850 ^{**}	8,207 ^{**}
Obligations under underwriting agreement	-	-	-	-	-	-
Irrevocable commitments to extend credit:-						
- maturity not exceeding one year	927,516	289,132 ^{**}	104,063 ^{**}	876,835	42,721 ^{**}	29,874 ^{**}
- maturity exceeding one year	565,015	94,099 ^{**}	69,810 ^{**}	297,783	27,087 ^{**}	27,280 ^{**}
Foreign exchange related contracts:-						
- less than one year	178,269	2,646	957	328,431	18,764	3,817
- one year to less than five years	-	-	-	-	-	-
Profit rate related contracts:-						
- less than one year	300,000	772	248	-	-	-
- one year to less than five years	302,360	18,432	35,266	577,111	22,952	34,405
- five years and above	255,672	15,933	1,937	284,339	20,467	2,437
	<u>2,758,817</u>	<u>493,011</u>	<u>234,547</u>	<u>2,671,860</u>	<u>227,188</u>	<u>122,038</u>

^{**} Excluded in the credit equivalent and risk weighted amount of the Bank are RM180.3 million (2011: RM241.9 million) and RM65.5 million (2011: RM79.5 million) respectively related to undrawn financing facilities funded by Specific Investment Account ("SIA") placements from SCBMB as provided by BNM's guidelines on the Booking of General and Specific Provisions for Financing Asset Funded by Specific Investment Account (SIA). The facilities funded by the SIA is allowed to be transferred to SCBMB as the fund provider.

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

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

25. Rate of return risk

As at 30 September 2012	Non Trading books					Total RM'000	Effective Profit Rate (%)
	3 months or less RM'000	> 3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000		
Financial assets							
Cash and short term funds	1,458,000	-	-	-	11,873	1,469,873	3.01
Deposits and placements with banks and other financial institutions	-	-	-	-	-	-	-
Investment securities available-for-sale	760,876	500,730	-	-	-	1,261,606	3.10
Financing and advances							
- Performing	1,037,728	226,551	1,836,062	414,533	-	3,514,874	8.62
- Impaired	-	-	-	-	26,587	26,587	-
Derivative financial assets	1,404	378	8,821	521	-	11,124	-
Other balances	-	-	-	-	588,916	588,916	-
	3,258,008	727,659	1,844,883	415,054	627,376	6,872,980	
Financial liabilities							
Deposits from customers	1,993,231	1,077,090	27,799	93,254	-	3,191,375	2.70
Deposits and placements of banks and other financial institutions	2,053,674	228,338	174,263	29,117	-	2,485,392	3.00
Derivative financial liabilities	1,404	151	8,821	521	-	10,897	-
Other balances	-	-	-	-	625,750	625,750	-
	4,048,309	1,305,579	210,883	122,892	625,750	6,313,414	
On-balance sheet profit sensitivity gap	(790,301)	(577,920)	1,633,999	292,162	1,626		
Off-balance sheet profit sensitivity gap	-	-	-	-	-		
Total profit sensitivity gap	(790,301)	(577,920)	1,633,999	292,162	1,626		

As at 31 December 2011	Non Trading books					Total RM'000	Effective Profit Rate (%)
	3 months or less RM'000	> 3 - 12 months RM'000	>1 - 5 years RM'000	Over 5 years RM'000	Non profit sensitive RM'000		
Financial assets							
Cash and short term funds	2,651,680	-	-	-	131,718	2,783,398	2.95
Deposits and placements with banks and other financial institutions	-	-	-	-	-	-	-
Investment securities available-for-sale	144,442	25,029	5,050	-	-	174,521	3.15
Financing and advances							
- Performing	608,403	115,642	1,401,586	743,412	2,323	2,871,366	9.48
- Impaired	-	-	-	-	16,001	16,001	-
Derivative financial assets	1,038	10,178	8,867	491	-	20,574	-
Other balances	-	-	-	-	106,231	106,231	-
	3,405,563	150,849	1,415,503	743,903	256,273	5,972,091	
Financial liabilities							
Deposits from customers	2,100,716	726,670	24,134	93,539	-	2,945,059	2.74
Deposits and placements of banks and other financial institutions	1,584,735	534,538	-	163,580	-	2,282,853	2.92
Derivative financial liabilities	1,030	10,178	8,194	491	-	19,893	-
Other balances	-	-	-	-	235,985	235,985	-
	3,686,481	1,271,386	32,328	257,610	235,985	5,483,790	
On-balance sheet profit sensitivity gap	(280,918)	(1,120,537)	1,383,175	486,293	20,288		
Off-balance sheet profit sensitivity gap	-	-	-	-	-		
Total profit sensitivity gap	(280,918)	(1,120,537)	1,383,175	486,293	20,288		

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

26. Capital adequacy

The capital adequacy ratios of the Bank are analysed as follows:-

	30 September 2012 RM'000	31 December 2011 RM'000
Tier 1 Capital		
Paid-up ordinary share capital	102,750	96,500
Share premium	308,250	289,500
Other reserves	150,015	111,193
Less: Deferred tax assets	(4,040)	(3,560)
Deductions in excess of Tier 2 capital	(127,230)	(98,336)
Eligible Tier 1 capital	<u>429,745</u>	<u>395,297</u>
Tier 2 Capital		
Collective impairment provisions under standardised approach	5,729	1,414
Regulatory reserves	544	544
	<u>6,273</u>	<u>1,958</u>
Less : Excess of expected loss over expected provisions under IRB approach	(118,397)	(90,369)
Exclusion of collective impairment provisions on impaired loans	(15,106)	(9,925)
Transfer of deductions in excess of Tier 2 capital	127,230	98,336
Eligible Tier 2 capital	<u>-</u>	<u>-</u>
Total capital base	<u><u>429,745</u></u>	<u><u>395,297</u></u>

Breakdown of risk-weighted assets in the various categories of risk-weights are as follows:-

	30 September 2012 RM'000	31 December 2011 RM'000
Total risk-weighted assets:-		
Credit risk	3,321,054	2,871,345
Operational risk	368,186	314,840
	<u><u>3,689,240</u></u>	<u><u>3,186,185</u></u>
Tier 1 capital ratio	11.65%	12.41%
Risk-weighted capital ratio	11.65%	12.41%

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

27. Explanation of transition to MFRSs

As stated in Note 1, these are the Bank's condensed interim financial statements for part of the period covered by the Bank's first MFRS framework annual financial statements and MFRS 1 has been applied. The convergence to MFRS framework has resulted in several changes to accounting policies set out below:

i) Accounting policy on Impairment of Financial Assets – Financing and Advances

Prior to MFRS, the Bank applied the transitional provision as stated in the BNM guidelines on Classification and Impairment Provisions for Financing and maintained collective impairment provisions at 1.5% of total outstanding loans, net of individual impairment provision.

With the adoption of MFRS139 Financial instruments: Recognition and Measurement ("MFRS139"), the Bank first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant.

If the Bank determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in groups of financial assets with similar credit risk characteristics and collectively assess them for impairment.

ii) Accounting policy on Financial Instrument Categories and Subsequent Measurement – Financial Liabilities

Prior to MFRS, the Bank measured financial liabilities, subsequent to initial recognition, at amortised cost using the effective interest method in accordance with BNM guidelines on Financial Reporting for Banking Institutions.

With the adoption of MFRS139, the Bank have applied fair value option for certain financial liability instruments.

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)

In preparing its opening MFRS statement of financial position, the Bank has adjusted amounts reported previously in financial statements prepared in accordance with the previous FRSs. An explanation of how the transition from the previous FRSs to the new MFRSs has affected the Bank's financial position, financial performance and cash flows is set out in the following tables and the notes that accompany these tables.

27.1 Reconciliation of financial position

		1 January 2011		31 December 2011			
	Note	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000
Assets							
Cash and short term funds		940,388	-	940,388	2,783,398	-	2,783,398
Deposits and placements with banks and other financial institutions		-	-	-	-	-	-
Investment securities available-for- sale		623,326	-	623,326	174,521	-	174,521
Financing and advances		2,342,145	7,424	2,349,569	2,886,463	904	2,887,367
Derivatives financial assets		59,781	-	59,781	20,574	-	20,574
Other assets		74,421	-	74,421	13,679	-	13,679
Tax recoverable		3,271	-	3,271	3,684	-	3,684
Statutory deposits with Bank Negara Malaysia		24,760	-	24,760	92,552	-	92,552
Property, plant and equipment		-	-	-	5,662	-	5,662
Deferred tax assets		3,486	-	3,486	2,038	1,504	3,542
Total assets		4,071,578	7,424	4,079,002	5,982,571	2,408	5,984,979

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)**27.1 Reconciliation of financial position (continued)**

		1 January 2011		31 December 2011			
	Note	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000
Liabilities							
Deposit from customers		1,321,460	-	1,321,460	2,945,059	-	2,945,059
Deposit and placements of banks and other financial institutions		2,092,510	(24)	2,092,486	2,282,853	-	2,282,853
Derivative financial liabilities		58,863	-	58,863	19,893	-	19,893
Other liabilities		156,615	(43)	156,572	236,195	(210)	235,985
Tax payable		-	1,873	1,873	-	3,395	3,395
Total liabilities		3,629,448	1,806	3,631,254	5,484,000	3,185	5,487,185
Equity							
Share capital		96,500	-	96,500	96,500	-	96,500
Reserves		345,630	5,618	351,248	402,071	(777)	401,294
Total equity attributable to equity holder of the Bank		442,130	5,618	447,748	498,571	(777)	497,794
Total liabilities and equity		4,071,578	7,424	4,079,002	5,982,571	2,408	5,984,979
Commitments and contingencies		12,645,894	-	12,645,894	2,671,860	-	2,671,860

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)

27.2 Reconciliation of statement of comprehensive income

	3rd Quarter ended 30 September 2011			Nine months ended 30 September 2011			Year ended 31 December 2011			
	Note	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000
Income derived from investment of investment of depositors' funds and others		22,922	14	22,936	67,255	10	67,265	99,067	(18)	99,049
Income derived from investment of shareholder's funds and others		63,032	-	63,032	134,965	-	134,965	189,155	-	189,155
Provisions for financing		(15,342)	14	(15,328)	(29,967)	1,639	(28,328)	(38,538)	(6,517)	(45,055)
Transfer from profit equalisation reserve		3,950	-	3,950	3,950	-	3,950	7,478		7,478
Total distributable income income		74,562	28	74,590	176,203	1,649	177,852	257,162	(6,535)	250,627
Income attributable to depositors		(21,535)	40	(21,495)	(60,773)	9	(60,764)	(98,413)	50	(98,363)
Total net income		53,027	68	53,095	115,430	1,658	117,088	158,749	(6,485)	152,264
Other operating expenses		(21,367)	-	(21,367)	(63,404)	-	(63,404)	(88,752)	-	(88,752)
Profit before taxation		31,660	68	31,728	52,026	1,658	53,684	69,997	(6,485)	63,512
Tax expense		(8,236)	(66)	(8,302)	(13,482)	98	(13,384)	(13,560)	90	(13,470)
Profit for the period		23,424	2	23,426	38,544	1,756	40,300	56,437	(6,395)	50,042

STANDARD CHARTERED SAADIQ BERHAD

(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)

27.2 Reconciliation of statement of comprehensive income

	3rd Quarter ended 30 September 2011			Nine months ended 30 September 2011			Year ended 31 December 2011			
	Note	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000	FRSs RM'000	Effect of transition to MFRSs RM'000	MFRSs RM'000
Other comprehensive income, net of income tax										
Fair value reserve (investment securities- available-for-sale)										
Net changes in fair value		22	-	22	43	-	43	4	-	4
Other comprehensive income for the period net of income tax		22	-	22	43	-	43	4	-	4
Total comprehensive income for the period		23,446	2	23,448	38,587	1,756	40,343	56,441	(6,395)	50,046

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)**27.3 Material adjustments made to the statement of cash flows**

There are no material differences between the statement of cash flow presented under MFRSs and the statement of cash flows presented under FRSs.

27.4 Comparative notes

The following notes have been restated for the effects of transition to MFRSs:-

	31 December 2011	
	FRSs	MFRSs
	RM'000	RM'000
(a) Note 13 Financing and advances		
Gross financing and advances	2,933,778	2,933,778
Less: Impairment provisions on financing and advances:-		
- Individual impairment provisions	(12,658)	(2,509)
- Collective impairment provisions	(34,657)	(43,902)
Total net financing and advances	<u>2,886,463</u>	<u>2,887,367</u>
(b) Note 14 Impaired financing and advances		
Movements in impaired financing and advances		
At 1 January	22,430	22,430
Classified as impaired during the financial period/year	57,281	57,281
Reclassified as performing during the financial period/year	(1,402)	(1,402)
Amount recovered during the financial period/year	(8,667)	(8,667)
Amount written off	(51,132)	(51,132)
At end of reporting period/year	18,510	18,510
Individual impairment provisions	(12,658)	(2,509)
Net impaired financing and advances	<u>5,852</u>	<u>16,001</u>
Ratio of net impaired financing and advances to net financing and advances	<u>0.20%</u>	<u>0.55%</u>
Movements in impairment provisions for financing and advances		
Collective impairment provisions		
At 1 January	31,299	34,529
Impairments made during the financial period/year	13,116	13,116
Amount written back	(9,758)	(3,743)
At end of reporting period/year	<u>34,657</u>	<u>43,902</u>
As a percentage of gross financing and advances less individual impairment provisions	<u>1.2%</u>	<u>1.5%</u>
Individual Impairment Provisions		
At 1 January	12,356	1,705
Provisions made during the financial period/ year	52,356	52,356
Amount written back in respect of recoveries	(1,254)	(752)
Amount written off	(50,800)	(50,800)
At end of reporting period/year	<u>12,658</u>	<u>2,509</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)**27.4 Comparative notes to the interim financial statements (continued)**

	31 December 2011			
	FRSs RM'000		MFRSs RM'000	
(c) Note 18 Other liabilities				
Income payable			16,854	16,854
Other payables and accruals			219,341	219,131
			<u>236,195</u>	<u>235,985</u>
	3rd Quarter ended 30 September 2011		Nine months ended 30 September 2011	
	FRSs RM'000	MFRSs RM'000	FRSs RM'000	MFRSs RM'000
(d) Note 19 Income derived from investment of depositors' funds and others				
- Income derived from investment of general investment deposits				
Other operating income				
Fee and commission income:-				
- Arising from financial instruments not fair valued through profit or loss	4,958	4,966	11,248	11,255
- Income derived from investment of other deposits				
Other operating income				
Fee and commission income:-				
- Arising from financial instruments not fair valued through profit or loss	1,193	1,199	5,928	5,931
(e) Note 20 Income attributable to depositors				
Deposit from customers				
- Mudharabah fund	5,811	6,588	14,369	16,541
- Non-Mudharabah fund	1,532	750	4,780	2,240
Deposit and placement of banks and other financial institutions				
- Mudharabah fund	14,018	14,018	40,852	41,220
- Non-Mudharabah fund	174	139	772	763
	<u>21,535</u>	<u>21,495</u>	<u>60,773</u>	<u>60,764</u>
(f) Note 23 Provisions for financing				
Provisions for financing:-				
Individual impairment provisions	12,818	12,609	38,219	38,740
- Made in the financial period	13,047	12,838	38,759	39,280
- Written back in respect of recoveries	(229)	(229)	(540)	(540)
Collective impairment provisions				
- Made in the financial period	4,550	4,550	8,703	6,653
- Written back	(243)	(48)	(2,670)	(2,780)
Bad and doubtful debts on financing and advances:-				
- Recovered	(1,783)	(1,783)	(14,285)	(14,285)
	<u>15,342</u>	<u>15,328</u>	<u>29,967</u>	<u>28,328</u>

STANDARD CHARTERED SAADIQ BERHAD
(Incorporated in Malaysia)

27. Explanation of transition to MFRSs (continued)**27.4 Comparative notes to the interim financial statements (continued)**

	31 December 2011	
	FRSs RM'000	MFRSs RM'000
(g) Note 26 Capital adequacy		
Tier 1 Capital		
Paid-up ordinary share capital	96,500	96,500
Share premium	289,500	289,500
Other reserves	112,514	111,193
Less: Deferred tax asset	(2,056)	(3,560)
Deductions in excess of Tier 2 Capital	<u>(87,732)</u>	<u>(98,336)</u>
Total Tier 1 Capital	<u>408,726</u>	<u>395,297</u>
Tier 2 Capital		
Collective impairment provisions	1,124	1,414
Regulatory reserves	-	544
	<u>1,124</u>	<u>1,958</u>
Less : Excess of expected loss over expected provisions under IRB approach	(1,124)	(90,369)
Exclusion of collective impairment provisions on impaired financing and advances	-	(9,925)
Transfer of deductions in excess of Tier 2 capital	<u>-</u>	<u>98,336</u>
Eligible Tier 2 capital	<u>-</u>	<u>-</u>
Total Capital Base	<u>408,726</u>	<u>395,297</u>
Breakdown of risk-weighted assets in the various categories of risk-weights are as follows:-		
Total risk-weighted assets		
- credit risk	2,871,345	2,871,345
- operational risk	<u>314,840</u>	<u>314,840</u>
	<u>3,186,185</u>	<u>3,186,185</u>
Tier 1 capital ratio	12.83%	12.41%
Risk-weighted capital ratio	12.83%	12.41%