



**MALAYSIA BUILDING SOCIETY BERHAD (MBSB)**  
Registration No.197001000172 (9417-K)

**MEDIA RELEASE**

**For Immediate Release**

**MBSB RECORDED PROFIT AFTER TAX AND ZAKAT OF  
RM58.9 MILLION FOR THIRD QUARTER 2022**

**Highlights**

- **Year-On-Year Profit After Tax And Zakat was RM58.96 million (3Q22) compared to Loss After Tax of RM104.58 (3Q21)**
- **On quarterly basis, Deposits stood at RM34.22 billion (3Q22), an increase of 3.73% compared to RM32.99 billion (2Q22)**
- **Total assets stood at RM51.91 billion (3Q22), an increase of 2.08% compared to RM50.85 billion (2Q22)**
- **The Group's Common Equity Tier -1 ('CET-1') remained healthy at 20.46% (3Q22)**

**Petaling Jaya, 24 November 2022:** Malaysia Building Society Berhad ('MBSB' or 'The Group') today announced its financial performance for the third quarter ended 30 September 2022 (3Q22).

MBSB saw an improvement in its Profit After Tax and Zakat ('PAT') on a year-on-year (y-o-y) basis registering a profit at RM58.96 million for 3Q22 against Loss After Tax of RM104.38 million during the same corresponding period of last year.

The Group's nine months PAT was RM259.46 million, lower than RM362.32 million registered in nine months of 2021.

On a quarterly basis, The Group's PAT registered at RM58.96 million (3Q22) which is 58.57% lower compared to RM142.30 million (2Q22).

The Group's total assets stood at RM51.91 billion (3Q22), an improvement of 2.08% compared to RM50.85 billion (2Q22) mainly due to growth in financing assets. Deposits increased to RM34.22 billion (3Q22), an increase of 3.78% from RM32.99 billion (2Q22).

MBSB's Group Chief Executive Officer, Datuk Nor Azam M. Taib said, "Moving forward, MBSB will be focusing on increasing its overall financing growth to drive its asset base and lower its COF via CASA growth in order to enhance profitability. On the consumer side, the Group is seeing a higher demand in property financing in the first nine months of 2022. MBSB is also targeting to grow its corporate portfolio, focusing on large corporations including Government-linked companies and multi-national corporations."

"Having a significant green portfolio is also a long-term strategy for MBSB. We aim to achieve about 20-25% of green financing from the corporate portfolio by 2030. We will also prioritise SME financing and support them to adopt low carbon practices by establishing SME Business Centres in key regions nationwide." concluded Datuk Nor Azam.

#### Profitability Ratio

The Group's Cost to Income Ratio ('CIR') increased by 2.32% to 38.82% (3Q22) from 36.50% (2Q22) while Return on Equity ('ROE') declined by 0.64% to 4.01% (3Q22) compared to 4.65% (2Q22).

#### Capital Ratio

Common Equity Tier -1 (CET-1) is at 20.46% in (3Q22) compared to 20.31% (2Q22).

#### Recent Developments

The Group has made an application to BNM on 21 October 2022 to seek approval for its acquisition of Malaysian Industrial Development Finance ('MIDF') from Permodalan Nasional Bhd ('PNB'), to form a universal Islamic banking group. The Group has also entered into an implementation agreement with PNB towards inking a definitive agreement for the acquisition, upon obtaining BNM's approval.

Meanwhile, MBSB Bank Berhad ('MBSB Bank') initiated a weekend banking service where three of its branches, namely PJ Sentral, Penang and Johor Bahru provide banking services on two Saturdays in November. Among the popular services being sought by the customers during the weekend banking are the fast approval for personal financing-i application, 'SIMPAN BERGANDA MENANG BERGAYA' CASA-i Campaign, Term Deposit-i Booster Campaign and many more.

With the launch of MBSB Bank's 'M JOURNEY VIRTUAL BRANCH' in October, customers' experience in conducting banking transactions online have also improved with the additional features being made available on the user friendly website, [mjourney.mbsbbank.com](http://mjourney.mbsbbank.com).

- END-

For more information or enquiries, please contact:

Nik Surina Suria Nik Abdullah  
Strategic Marketing & Communications  
Department  
Corporate Services Division  
E-mail: niksarina@mbsbbank.com  
Tel: 03 7455 5561

Najihah Abdullah Sani  
Strategic Marketing & Communications  
Department  
Corporate Services Division  
E-mail: najihah@mbsbbank.com  
Tel: 03 7455 5567

Malaysia Building Society Berhad (MBSB)  
Level 25, Menara MBSB Bank, Lot 12, PJ Sentral, Persiaran Barat, Seksyen 52, 46200 Petaling Jaya, Selangor Darul  
Ehsan.  
Website: [www.mbsbbank.com](http://www.mbsbbank.com)

#### **About Malaysia Building Society Berhad (MBSB)**

*The origin of Malaysia Building Society Berhad (MBSB) can be traced back to the Federal and Colonial Building Society Limited incorporated in 1950. In 1956, it changed its name to Malaya Borneo Building Society Limited (MBBS), with the Malaysian government as its major shareholder. MBBS was then listed on the Stock Exchange of Malaysia and Singapore in August 1963. The company became an incorporation in Malaysia under the Companies Act 1965 on 17 March 1970, before it was listed on the Kuala Lumpur Stock Exchange now Bursa Malaysia on 14 March 1972. The Employees Provident Fund (EPF) is currently the financial holding company of MBSB.*

*MBSB was defined as a Scheduled Institution under the repealed Banking and Financial Institution Act 1989 (BAFIA). The status of an Exempt Finance Company was granted to MBSB on 1 March 1972 by the Ministry of Finance and the status has remained since. This allows MBSB to undertake a financing business in the absence of a banking license. Under Section 272 (a) of the Financial Services Act 2013, exemptions granted under the BAFIA is deemed to have been granted under the corresponding provision of the Financial Services Act 2013 and shall remain in full force and effect until amended or revoked.*

*On 6 November 2017, MBSB entered into the Share Purchase Agreement with shareholders of Asian Finance Bank Berhad for the proposed acquisition by MBSB of the entire equity interest in AFB.*

*The Acquisition was approved by the shareholders of MBSB on 23 January 2018. The Shareholders also approved the transfer of Shariah Compliant Assets and Liabilities of MBSB to AFB via a Members' Scheme of Arrangement.*

*Pursuant to the abovesaid approval and upon completion of the transfer of shares and payment of the balance of the purchase consideration to the Vendors, AFB became a wholly owned subsidiary of MBSB on 7 February 2018. AFB undertook a rebranding exercise and on 2 April 2018 it changed its name to MBSB Bank Berhad ("MBSB Bank").*

**CORPORATE STRUCTURE**



**MALAYSIA BUILDING SOCIETY BERHAD**

**REGISTRATION NO: 197001000172**

**FINANCIAL HOLDING COMPANY**



**MBSB BANK BERHAD**

**REGISTRATION NO: 200501033981**

**100% OWNED BY MBSB**