List of Entities on Rating Watch for 3rd Quarter 2026 (period covering 01.07.2026 – 30.9.2026)

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
1	Zetrix AI Berhad	Islamic Medium-Term Notes (IMTN) Programme of up to RM2.0 billion	AA-	Developing	The rating was placed on MARCWatch Developing following concerns over the substantial reduction in founder Wong Thean Soon's (TS Wong) stake in Zetrix AI to 12.1% from 30%, largely due to margin calls. The reduced stake has significantly narrowed the buffer for compliance with a positive covenant under the IMTN Programme requiring TS Wong to remain the group's single largest shareholder. MARC Ratings was also assessing Zetrix AI's significant increase in borrowings to RM2.2 billion as at end-June 2026 from RM160.5 million in 2021, largely to fund the development of its AI-related services and blockchain platform. Cumulative development expenditure similarly increased to RM3.7 billion from RM322.5 million over the same period, accounting for 56% of total assets as at end-June 2026.	18 September 2026

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2.	Kuwait Finance House (Malaysia) Berhad (KFH Malaysia)	Financial Institution Ratings	AA+/MARC-1	Developing	The MARCWatch Developing placement follows KFH Malaysia's announcement that it will voluntarily withdraw from the Malaysian market and wind down its banking business in the country. This is in line with its parent group KFH Group's strategic decision to focus on the Middle East region. Kuwait Finance House KSC which owns 100% in KFH Malaysia has given an undertaking to facilitate the gradual winding down process by providing resources and liquidity support, if necessary. Meanwhile, MARC Ratings is monitoring the winding-up progress to provide updates to stakeholders of KFH Malaysia and will withdraw the MARCWatch Developing status as the bank completes its winding process.	August 1, 2024

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					Since the announcement, KFH Malaysia had not been willing to share information on the progress of its winding process for MARC Ratings to effectively carry out its duty. The rating agency then suggested to the company that it will withdraw the rating watch and cease analytical coverage. Following this, KFH Malaysia requested MARC Ratings to continue to maintain surveillance to avert potential concerns on its winding-down process and agreed to provide updated information on a monthly basis. Accordingly, the MARC Watch Developing was extended on December 3, 2024. The rating agency notes that the winding down process has progressed without major hitches and with the continued support from parent Kuwait Finance House KSC. As at end-November 2024, the sale of the retail business loan book is expected to close by 1Q2025 (including approval from BNM). The corporate banking loan book is expected to be offboarded through settlement and refinancing from other banks. The divestment of their treasury portfolio will commence upon completion of the retail and corporate banking exercises, and is expected to be completed by 1Q2026.	December 3, 2024

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on March 3, 2025. Based on updates provided by KFH Malaysia, the rating agency notes that the winding down process is progressing as scheduled, with the continued support from parent Kuwait Finance House KSC. KFH Malaysia has advised that the bank's funding and liquidity situation has been stable since the exit announcement. As at end-February 2025, negotiations are ongoing for binding offers received on the bank's retail loan book, with internal and regulatory approvals projected by KFH Malaysia to conclude within Q2 2025. The corporate banking loan book will be offboarded through settlement and refinancing from other banks. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises, and the entire winding down process is expected to be completed by Q1 2026.	March 3, 2025

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on June 3, 2025. Based on updates provided by KFH Malaysia, the rating agency notes that the winding down process is progressing as scheduled, with the continued support from parent Kuwait Finance House KSC. As at end-April 2025, negotiations are ongoing for binding offers received on the performing portion of the bank's retail loan book, while sale of the non-performing portion is pending regulatory approval. The corporate banking loan book will be offboarded through settlement and refinancing from other banks, targeted to complete by Q4 2025. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises, and the entire winding down process is expected to be completed by Q1 2026.	June 3, 2025

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on 3 September 2025. Based on updates provided by KFH Malaysia, the rating agency notes that the winding down process is expected to progress past 1Q2026 to allow for operationalisation of the sale and transfer of the bank's asset portfolios, with continued support from parent Kuwait Finance House KSC. As at end-July 2025, the bank has secured a buyer for the performing portion of its retail portfolio and is in the process of finalizing transitional arrangements, while sale of the non-performing portion is pending regulatory approval. The corporate banking loan book will be offboarded through settlement and refinancing from other banks, targeted to complete by Q4 2025. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises. The bank will provide a revised timeline in Q4 2025.	3 September 2025

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on 3 December 2025. The expected completion date for the winding down process has been revised to 4Q2026 to allow for the sale and transfer of the bank's asset portfolios, with the continued support from parent Kuwait Finance House KSC. As at end-October 2025, the bank has secured a buyer for the performing portion of its retail portfolio and will begin seeking regulatory approval, while approval for the sale of the non-performing portion is still in progress. The bank has also made significant progress in offboarding its corporate portfolio, with minimal credit exposures that remain outstanding. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises.	3 December 2025

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on 3 March 2026. The winding down process remains on track to complete by 4Q2026, with continued support from parent Kuwait Finance House KSC. As of end-December 2025, the bank has begun seeking regulatory approval for the sale of the performing portion of its retail portfolio, while regulatory approval has been obtained for the sale of the non-performing portion. Minimal credit exposures remain outstanding in its corporate portfolio. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises.	3 March 2026

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on 3 June 2026. The completion timeline for the winding down process has been revised to 2Q2027, mainly to accommodate regulatory approval and operational transfer for the sale of its financing portfolios, with continued support from parent Kuwait Finance House KSC. As of end-April 2026, the bank has completed the sale of its non-performing retail portfolio, while a residual second tranche is pending the sale of its performing retail portfolio, which is undergoing regulatory approval and nearing the final stages of completion. Most of its corporate financing portfolio has also been offboarded, with only a few accounts remaining. Divestment of the bank's treasury portfolio will commence upon completion of the retail and corporate banking exercises.	3 June 2026

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
					MARC Ratings extended KFH Malaysia's MARC Watch Developing status on 2 September 2026. The winding-down process is now expected to be completed in 3Q2027, primarily to allow for regulatory approvals, the transfer of financing portfolios and IT decommissioning activities. As of end-July 2026, the disposal of the bank's performing retail financing portfolio remained subject to regulatory approval. The sale of the majority of its non-performing retail financing portfolio was completed in April 2026. Most of the corporate financing portfolio has also been offboarded, with only a small number of non-performing accounts remaining.	2 September 2026