

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2013

	Note	The Group	
		31 Mar 2013 RM'000	31 Dec 2012 RM'000
ASSETS			
Cash and short-term funds		36,064,831	30,763,061
Reverse repurchase agreements		11,082,288	5,594,278
Deposits and placements with banks and other financial institutions		9,617,393	4,990,331
Financial investments at fair value through profit or loss	A8	27,744,730	25,383,276
Derivative financial instruments	A21 (i)	3,842,486	4,125,907
Financial investments available-for-sale	A9	29,491,985	29,207,522
Financial investments held-to-maturity	A10	8,741,947	8,985,294
Loans, advances and financing	A11	208,388,155	202,137,818
Other assets	A12	11,503,379	7,392,298
Deferred tax assets		203,192	110,344
Tax recoverable		76,804	73,934
Statutory deposits with central banks		5,714,094	5,264,920
Investment in associates and jointly controlled entities		984,345	893,716
Property, plant and equipment		1,532,679	1,534,341
Investment properties		17,451	17,451
Prepaid lease payments		156,755	159,613
Goodwill		8,277,168	8,180,586
Intangible assets		1,598,497	1,677,520
		365,038,179	336,492,210
Non-current assets held for sale		20,810	564,674
TOTAL ASSETS		365,058,989	337,056,884
LIABILITIES AND EQUITY			
Deposits from customers	A13	264,786,632	247,614,609
Deposits and placements of banks and other financial institutions	A14	19,024,575	17,758,456
Repurchase agreements		6,800,160	3,068,039
Derivative financial instruments	A21 (i)	3,957,876	4,083,366
Bills and acceptances payable		4,999,882	4,257,257
Other liabilities	A15	10,831,403	7,479,226
Deferred tax liabilities		170,001	132,682
Current tax liabilities		234,782	322,400
Bonds and debentures	B7	4,834,166	3,350,499
Other borrowings	B7	5,673,177	5,586,698
Subordinated notes	B7	11,918,792	13,220,286
Non-cumulative guaranteed and redeemable preference shares		840,293	831,920
TOTAL LIABILITIES		334,071,739	307,705,438
Ordinary share capital		7,432,775	7,432,775
Reserves		22,562,888	20,944,487
Less: Shares held under trust		(563)	(563)
Treasury shares, at cost		(32)	(32)
		29,995,068	28,376,667
Perpetual preference shares		200,000	200,000
Non-controlling interests		792,182	774,779
TOTAL EQUITY		30,987,250	29,351,446
TOTAL EQUITY AND LIABILITIES		365,058,989	337,056,884
COMMITMENTS AND CONTINGENCIES	A21 (ii)	531,027,150	461,648,463
Net assets per share attributable to owners of the Parent (RM)		4.04	3.82

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD ENDED 31 MARCH 2013

	Note	The Group			
		1st quarter ended 31 Mar 2013	31 Mar 2012	Three months ended 31 Mar 2013	31 Mar 2012
		RM'000	RM'000	RM'000	RM'000
Continuing operations					
Interest income	A16	3,536,303	3,301,229	3,536,303	3,301,229
Interest expense	A17	(1,639,679)	(1,563,551)	(1,639,679)	(1,563,551)
Net interest income		1,896,624	1,737,678	1,896,624	1,737,678
Income from Islamic Banking operations	A24(c)	378,239	375,879	378,239	375,879
Net non-interest income	A18	1,155,362	1,141,996	1,155,362	1,141,996
Gain on disposal of associates		3,430,225	3,255,553	3,430,225	3,255,553
		515,095	-	515,095	-
Overheads	A19	3,945,320	3,255,553	3,945,320	3,255,553
		(2,219,589)	(1,792,473)	(2,219,589)	(1,792,473)
Profit before allowances		1,725,731	1,463,080	1,725,731	1,463,080
Allowance made for impairment losses on loans, advances and financing	A20	(80,723)	(143,785)	(80,723)	(143,785)
Allowance made for impairment losses on other receivables		(3,563)	(10,600)	(3,563)	(10,600)
Allowance written back for commitments and contingencies		1,334	738	1,334	738
Allowance written back/(made) for other impairment losses		404	(2,011)	404	(2,011)
Share of results of jointly controlled entities		1,643,183	1,307,422	1,643,183	1,307,422
		7,633	1,823	7,633	1,823
Share of results of associates		67,678	22,389	67,678	22,389
Profit before taxation		1,718,494	1,331,634	1,718,494	1,331,634
Taxation	B4	(316,120)	(318,253)	(316,120)	(318,253)
Profit for the period for continuing operations		1,402,374	1,013,381	1,402,374	1,013,381
Discontinuing operations					
Share fo results of associate from discontinuing operations (attributable to owners of the Parent)		-	9,588	-	9,588
Profit for the period		1,402,374	1,022,969	1,402,374	1,022,969
Profit for the period attributable to :					
Owners of the Parent		1,386,178	1,010,667	1,386,178	1,010,667
Non-controlling interests		16,196	12,302	16,196	12,302
		1,402,374	1,022,969	1,402,374	1,022,969
Earnings per share (sen):					
- Basic					
From continuing operations	B9(a)	18.7	13.5	18.7	13.5
From discontinuing operations	B9(a)	-	0.1	-	0.1
		18.7	13.6	18.7	13.6
- Fully diluted	B9(b)	N/A	N/A	N/A	N/A

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2012

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Profit for the period	1,402,374	1,022,969	1,402,374	1,022,969
Other comprehensive income:				
Continuing operations				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Revaluation reserve-financial investments available-for-sale	(115,454)	(30,267)	(115,454)	(30,267)
- Net (loss)/gain from change in fair value	(14,636)	99,330	(14,636)	99,330
- Realised gain transferred to statement of income on disposal and impairment	(113,118)	(148,915)	(113,118)	(148,915)
- Income tax effects	12,102	22,475	12,102	22,475
- Currency translation difference	198	(3,157)	198	(3,157)
Net investment hedge	(6,414)	69,673	(6,414)	69,673
Hedging reserve - cash flow hedge				
- Net loss from change in fair value	(653)	(13)	(653)	(13)
Exchange fluctuation reserve				
- Currency translation differences in respect of foreign operations	332,438	(490,273)	332,438	(490,273)
Share of other comprehensive income/(expense) of associates	5,213	(8,613)	5,213	(8,613)
Other comprehensive income/(expense) for the period, net of tax for continuing operations	215,130	(459,493)	215,130	(459,493)
Total comprehensive income for the period	1,617,504	563,476	1,617,504	563,476
Total comprehensive income for the period attributable to:				
Owners of the Parent	1,595,385	562,946	1,595,385	562,946
Non-controlling interests	22,119	530	22,119	530
	1,617,504	563,476	1,617,504	563,476
Total comprehensive income for the period attributable to owners of the Parent arising from:				
- Continuing operations	1,595,385	553,358	1,595,385	553,358
- Discontinuing operations	-	9,588	-	9,588
	1,595,385	562,946	1,595,385	562,946

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2013

← Attributable to owners of the Parent →

The Group 31 March 2013	Share capital RM'000	Share premium- ordinary shares RM'000	Statutory reserve RM'000	Capital reserve RM'000	Exchange fluctuation reserve RM'000	Shares held under trust RM'000	Treasury shares RM'000	Revaluation reserve - financial investments available- for-sale RM'000	Other reserves RM'000	Share-based payment reserve RM'000	Regulatory reserve RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non-controlling interests RM'000	Total RM'000
At 1 January 2013	7,432,775	4,192,596	4,306,464	137,104	(876,497)	(563)	(32)	800,965	(75,701)	59,459	1,173,577	11,226,520	28,376,667	200,000	774,779	29,351,446
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	1,386,178	1,386,178	-	16,196	1,402,374
Other comprehensive income (net of tax)	-	-	32	-	325,548	-	-	(108,856)	(7,033)	(484)	-	209,207	209,207	-	5,923	215,130
- financial investments available-for-sales	-	-	-	-	-	-	-	(114,069)	-	-	-	-	(114,069)	-	(1,385)	(115,454)
- net investment hedge	-	-	-	-	-	-	-	-	(6,380)	-	-	-	(6,380)	-	(34)	(6,414)
- hedging reserve - cash flow hedge	-	-	-	-	-	-	-	-	(653)	-	-	-	(653)	-	-	(653)
- currency translation difference	-	-	32	-	325,548	-	-	-	-	(484)	-	-	325,096	-	7,342	332,438
- share of other comprehensive income of associate	-	-	-	-	-	-	-	5,213	-	-	-	-	5,213	-	-	5,213
Total comprehensive income for the period	-	-	32	-	325,548	-	-	(108,856)	(7,033)	(484)	-	1,386,178	1,595,385	-	22,119	1,617,504
Non-controlling interest share of dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,809)	(4,809)
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	-	83,006	(83,006)	-	-	-	-
Transfer to capital reserve	-	-	-	2,000	-	-	-	-	-	-	-	-	2,000	-	-	2,000
Arising from accretion of equity interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	93	93
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share-based payment expense	-	-	-	-	-	-	-	-	-	15,612	-	-	15,612	-	-	15,612
Shares released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	(429)	-	-	(429)	-	-	(429)
Purchase of shares in relation to Equity Ownership Plan	-	-	-	-	-	-	-	-	5,833	-	-	-	5,833	-	-	5,833
At 31 March 2013	7,432,775	4,192,596	4,306,496	139,104	(550,949)	(563)	(32)	692,109	(76,901)	74,158	1,256,583	12,529,692	29,995,068	200,000	792,182	30,987,250

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2013

← Attributable to owners of the Parent →

The Group 31 March 2012	← Attributable to owners of the Parent →															
	Share capital RM'000	Share premium-ordinary shares RM'000	Statutory reserve RM'000	Capital reserve RM'000	Exchange fluctuation reserve RM'000	Shares held under trust RM'000	Treasury shares RM'000	Revaluation reserve - financial investments available-for-sale RM'000	Other reserves RM'000	Share-based payment reserve RM'000	Regulatory reserve RM'000	Retained earnings RM'000	Total RM'000	Perpetual preference shares RM'000	Non-controlling interests RM'000	Total Total RM'000
1 January 2012	7,432,775	4,192,596	4,103,591	137,104	174,664	(563)	(30)	729,551	(111,642)	374,332	490,627	8,550,863	26,073,868	200,000	724,429	26,998,297
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-	1,010,667	1,010,667	-	12,302	1,022,969
Other comprehensive income (net of tax)	-	-	(55)	-	(477,350)	-	-	(39,497)	69,853	(672)	-	-	(447,721)	-	(11,772)	(459,493)
- financial investments available-for-sales	-	-	-	-	-	-	-	(30,884)	-	-	-	-	(30,884)	-	617	(30,267)
- net investment hedge	-	-	-	-	-	-	-	-	69,866	-	-	-	69,866	-	(193)	69,673
- hedging reserve - cash flow hedge	-	-	-	-	-	-	-	-	(13)	-	-	-	(13)	-	-	(13)
- currency translation difference	-	-	(55)	-	(477,350)	-	-	-	-	(672)	-	-	(478,077)	-	(12,196)	(490,273)
- share of other comprehensive income of associate	-	-	-	-	-	-	-	(8,613)	-	-	-	-	(8,613)	-	-	(8,613)
Total comprehensive income for the period	-	-	(55)	-	(477,350)	-	-	(39,497)	69,853	(672)	-	1,010,667	562,946	-	530	563,476
Dividend for the financial year ended 31 December 2011	-	-	-	-	-	-	-	-	-	-	-	(743,277)	(743,277)	-	-	(743,277)
- single tier second interim dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-controlling interest share of dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(608)	(608)
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	-	60,782	(60,782)	-	-	-	
Arising from reorganisation of investment in subsidiaries and deemed disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17,083	17,083
Share-based payment expense	-	-	-	-	-	-	-	-	-	9,018	-	-	9,018	-	-	9,018
At 31 March 2012	7,432,775	4,192,596	4,103,536	137,104	(302,686)	(563)	(30)	690,054	(41,789)	382,678	551,409	8,757,471	25,902,555	200,000	741,434	26,843,989

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

CIMB GROUP HOLDINGS BERHAD
(Company Number 50841-W)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2013

	The Group	
	31 Mar 2013	31 Mar 2012
	RM'000	RM'000
Profit before taxation		
- From continuing operations	1,718,494	1,331,634
- From discontinued operations	-	9,588
	<u>1,718,494</u>	<u>1,341,222</u>
Adjustments for non-operating and non-cash items	(392,565)	(67,650)
	<u>1,325,929</u>	<u>1,273,572</u>
Operating profit before changes in working capital	<u>1,325,929</u>	<u>1,273,572</u>
Net changes in operating assets	(23,196,417)	(12,651,358)
Net changes in operating liabilities	26,315,789	10,875,730
	<u>3,119,372</u>	<u>(1,775,628)</u>
Cash flows generated from/(used in) operations	<u>4,445,301</u>	<u>(502,056)</u>
Taxation paid	(428,192)	(270,413)
Net cash flows generated from/(used in) operating activities	<u>4,017,109</u>	<u>(772,469)</u>
Net cash flows from/(used in) investing activities	917,766	(1,547,382)
Net cash flows from/(used in) financing activities	<u>286,980</u>	<u>(961,730)</u>
Net increase/(decrease) in cash and cash equivalents during the financial period	<u>5,221,855</u>	<u>(3,281,581)</u>
Effects of exchange rate changes	79,915	(359,036)
Cash and short-term funds at beginning of the financial period	<u>30,763,061</u>	<u>34,203,978</u>
Cash and short-term funds at end of the financial period	<u>36,064,831</u>	<u>30,563,361</u>
Statutory deposits with Bank Indonesia*	(4,232,326)	(3,779,192)
Monies held in trust	(28,820)	(30,008)
Cash and cash equivalents at end of the financial year	<u>31,803,685</u>	<u>26,754,161</u>

* This represent non-interest bearing statutory deposits of a foreign subsidiary maintained with Bank Indonesia in compliance with their applicable legislation which is not readily available for use by the Group.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

PART A - EXPLANATORY NOTES

A1. BASIS OF PREPARATION

The unaudited condensed interim financial statements for the financial period ended 31 March 2013 have been prepared under the historical cost convention, except for financial assets held for trading, financial investments available-for-sale, derivative financial instruments, investment properties and non-current assets/disposal groups held for sale, that have been measured at fair value.

The unaudited condensed interim financial statements have been prepared in accordance with MFRS 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board and paragraph 9.22 of Bursa Malaysia Securities Berhad's Listing Requirements.

The unaudited condensed interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2012. The explanatory notes attached to the condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2012, and modified for the adoption of the following accounting standards applicable for financial periods beginning on or after 1 January 2013:

MFRS 10 "Consolidated financial statements"

MFRS 11 "Joint arrangements"

MFRS 12 "Disclosures of interests in other entities"

MFRS 13 "Fair value measurement"

Revised MFRS 127 "Separate financial statements"

Revised MFRS 128 "Investments in associates and joint ventures"

MFRS 3 "Business Combinations" (IFRS 3 Business Combinations issued by IASB in March 2004)

Amendment to MFRS 101 "Presentation of items of other comprehensive income" (effective from 1 July 2012)

Amendment to MFRS 7 "Disclosures - offsetting financial assets and financial liabilities"

Amendment to MFRS 119 "Employee benefits"

Amendment to MFRS 134 "Interim financial reporting"

Amendments to MFRS 10, MFRS 11 and MFRS 12 "Consolidated financial statements, Joint arrangements and Disclosure of interests in other entities: Transition Guidance"

The adoption of the new standards, amendments to published standards and interpretations are not expected to have impact on the financial results of the Group and the Company, other than as disclosed below:

- Amendment to MFRS 119 "Employee benefits"

The Amendment to MFRS 119 "Employee Benefits" makes significant changes to the recognition and measurement of defined benefits pension expenses and termination benefits, and to the disclosures for all employee benefits. The key changes to the accounting policy to the Group and the Company are as follows:

(i) Actuarial gains and losses will no longer be deferred using the corridor approach and will be recognised immediately in other comprehensive income.

(ii) Pension costs for a funded benefit plan will include net interest expense or income, calculated by applying the discount rate to the net defined benefit asset or liability. This will replace the interest cost and expected return on plan assets.

The financial effects of the adoption of MFRS 119 are still being assessed by the Group and the Company.

- Amendments to MFRS 101 "Presentation of items of other comprehensive income"

The amendment requires items of comprehensive income to be presented into two grouping, which is to separate items of other comprehensive income that would be reclassified subsequently to profit or loss when specific conditions are met from those that would never be reclassified subsequently to profit or loss. The adoption of the revised standards affects only the disclosures in the financial statements. There is no financial effect on the results, earnings per share and the financial position of the Group and the Company for the current and previous financial periods.

- Amendments to MFRS 134 "Interim financial reporting"

The amendment requires the disclosure of segmental information on the measure of total assets and liabilities for related reportable segment if such amount are regularly provided to the chief operating decision-maker and material change from the amount disclosed in the last annual financial statements for that particular reportable segment.

A1. BASIS OF PREPARATION (Continued)

The unaudited condensed interim financial statements incorporate those activities relating to Islamic banking which have been undertaken by the Group. Islamic banking refers generally to the acceptance of deposits, granting of financing and dealing in Islamic securities under Shariah principles.

The preparation of unaudited condensed interim financial statements in conformity with the MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the unaudited condensed interim financial statements, and the reported amounts of income and expenses during the reported period. It also requires Directors to exercise their judgement in the process of applying the Group and Company's accounting policies. Although these estimates and assumptions are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

A2. CHANGES IN ESTIMATES

There were no material changes to financial estimates made in respect of the current financial period that had previously been announced or disclosed.

A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

Other than detailed below, there were no other new shares issuance, repayment of debt securities, share buy backs and share cancellations, or resale of shares held as treasury shares during the period ended 31 March 2013:-

(a) From 21 January 2013 to 31 March 2013 the Company purchased 99 of its own shares from the open market at an average market price of RM7.21 per share. The total consideration paid for the purchase of own shares, including transaction costs was RM727.

Subsequent to the financial period ended 31 March 2013, the Company purchased 100 of its own shares from the open market at an average market price of RM7.80 per share. The total consideration paid for the purchase of own shares, including transaction costs was RM821.

The shares purchased were held as treasury shares in accordance with Section 67A subsection 3(A)(b) of the Companies Act, 1965.

(b) On 22 February 2013, the Company announced that it will be seeking its shareholders' approval at its 56th Annual General Meeting ("AGM") to be convened on a later announced date for the proposed renewal of the authority for the Company to purchase its own shares of up to 10% of the issued and paid-up capital of the Company. Shareholders' approval was subsequently obtained at the AGM which was held on 17 April 2013.

(c) On 22 January 2013, CIMB Bank issued a HKD430 million 3-year senior Fixed Rate Notes (the "Notes") under its USD1 billion Euro Medium Term Note Programme established on 27 January 2011. The Notes will mature on 22 January 2016. It bears a coupon rate of 1.20% per annum payable quarterly in arrears.

(d) On 22 January 2013, CIMB Bank issued a HKD171 million 5-year senior Fixed Rate Notes (the "Notes") under its USD1 billion Euro Medium Term Note Programme established on 27 January 2011. The Notes will mature on 22 January 2018. It bears a coupon rate of 1.60% per annum payable quarterly in arrears.

(e) On 29 January 2013, CIMB Bank Berhad issued 2-year USD45 million senior unsecured floating rate notes (the "Notes") under its USD 1 billion Euro Medium Term Note Programme established on 27 January 2011. The Notes will mature on the interest payment date falling in or nearest to January 2015. The coupon rate is calculated based on the 3 month U.S.\$ LIBOR plus a margin of 0.70% per annum and coupon is payable quarterly in arrears.

(f) On 18 January 2013, the Group had announced its proposal to put in place a dividend reinvestment scheme that will allow its shareholders the option to elect to reinvest their cash dividend in new ordinary share ("New CIMB Shares") ("Dividend Reinvestment Scheme"). The Dividend Reinvestment Scheme ("DRS") has received the necessary approval from Bursa Securities on 5 February 2013, its shareholders via an Extraordinary General Meeting held on 25 February 2013 and from Bank Negara Malaysia on 25 March 2013.

The entitlement date pursuant to the Interim Dividend and the Dividend Reinvestment Scheme was fixed for 9 April 2013. The Group had, on 8 May 2013, issued and allotted 183,075,800 new ordinary shares of RM1.00 each in New CIMB Shares, pursuant to the DRS which applies to the Single Tier Interim Dividend for the financial year ended 31 December 2012. The New CIMB Shares were listed and quoted on the Main Market of Bursa Securities with effect from 9.00 a.m., Thursday, 9 May 2013. With the listing of the New Shares, the enlarged issued and paid-up share capital of CIMBGH is 7,615,850,446 CIMBGH shares.

(g) PT CIMB Niaga Auto Finance, a wholly-owned subsidiary of CIMB Niaga, has issued a 3-year IDR200,000 million Monetary Term Notes ("the MTN") on 15 February 2013. The MTN will be matured on 15 February 2016. It bears fixed interest rate of 8.50% per annum.

A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES (Continued)

(h) CIMB Bank has redeemed its RM1.5 billion 10-year subordinated bonds with callable maturity date on 28 March 2013.

(i) CIMB Bank Berhad issued HKD350 million nominal value 3-year senior unsecured notes (the "Notes") under its USD1 billion nominal value Euro Medium Term Note Programme established on 27 January 2011. The Notes were issued on 14 March 2013 and will mature on 14 March 2016 (subject to adjustment in accordance with the modified following business day convention). The Notes bear a coupon rate of 1.09% per annum payable quarterly in arrears.

(j) CIMB Bank Berhad, acting through its Singapore Branch, issued SGD20 million nominal value 5-year senior unsecured notes (the "Notes") under its USD1 billion nominal value Euro Medium Term Note Programme established on 27 January 2011. The Notes were issued on 22 March 2013 and will mature on 22 March 2018 (subject to adjustment in accordance with the modified following business day convention). The Notes bear a coupon rate of 1.67% per annum payable semi-annually in arrears.

(k) CIMB Bank Berhad, acting through its Labuan Offshore Branch, issued USD20 million nominal value 3-year senior unsecured notes (the "Notes") under its USD1 billion nominal value Euro Medium Term Note Programme established on 27 January 2011. The Notes were issued on 8 April 2013 and will mature on 8 April 2016. The Notes bear a floating coupon rate of 3 month U.S.S LIBOR plus 79 basis points per annum payable quarterly in arrears.

(l) During the financial period, CIMB Thai Bank issued various unsecured structured debentures amounted to THB1.61 billion with embedded callable range accrual swaps. The debentures will mature in five years from respective issuance dates. The debentures bear interest rate at THBFIX 6 month + 0.50% per annum payable semi annually.

Subsequent to 31 March 2013, CIMB Thai Bank issued various unsecured structured debentures amounted to THB0.66 billion with embedded callable range accrual swaps. The debentures will mature in five years from respective issuance dates. The debentures bear interest rate at THBFIX 6 month + 0.50% per annum payable semi annually.

CIMB Thai Bank has the option to early redeem the above structured debentures on any coupon dates.

On 16 May 2013 and 20 May 2013, CIMB Thai Bank has early redeemed structured debentures amounted to THB0.808 billion and THB0.02 billion respectively.

(m) On 25 May 2011, CIMBGH's proposal to undertake the dual listing of ordinary shares of RM1.00 each on the Stock Exchange of Thailand ("SET") ("Proposed SET LISTING") was to put on hold due to various key regulatory issues, including tax related matters.

The Board of Directors of CIMBGH ("the Board") has decided to resume with the Proposed SET Listing in light of the recent regulatory developments in the Kingdom of Thailand ("Thailand"). CIMBGH and its advisors will continue to hold discussions with the relevant authorities in Thailand on the details of the implementation of the Proposed SET Listing.

The Proposed SET Listing is currently subject to the approval of the Securities Commission Malaysia ("SC"), Bursa Securities Malaysia Berhad ("Bursa Securities"), Securities and Exchange Commission of Thailand, SET and any other relevant parties. Application for the Proposed SET Listing was made to the SC and the listing application was made to Bursa Securities on 9 May 2013.

A4. DIVIDENDS PAID

A single tier second interim dividend of 18.38 sen per ordinary share, on 7,432,771,338 ordinary shares amounting to RM1,366,000,000 in respect of the financial year ended 31 December 2012, was approved by the Board of Directors on 17 January 2013. The dividend consists of an electable portion of 18.38 sen which can be elected to be reinvested in new ordinary shares in accordance with the Dividend Reinvestment Scheme as disclosed in A3(f). Following the completion of the Dividend Reinvestment Scheme, a total cash dividend of RM212,765,822 was paid on 8 May 2013.

No dividend has been proposed during the financial period ended 31 March 2013.

A5. STATUS OF CORPORATE PROPOSAL

(a) On 8 May 2012, CIMB Bank Berhad ("CIMB Bank") has entered into share purchase agreements ("SPA") with San Miguel Properties, Inc., San Miguel Corporation Retirement Plan, Q-Tech Alliance Holdings, Inc. and various minority shareholders for the proposed acquisition of 59.98% of the issued and paid-up share capital of Bank of Commerce ("BOC") ("Proposed Acquisition"), which is equivalent to 67,325,197 fully paid ordinary shares of PHP100 par value each, for a total cash consideration of PHP12,203 million (equivalent to approximately RM881 million). On 7 November 2012, Bank Negara Malaysia approved the proposed acquisition.

Monetary Board of Bangko Sentral ng Pilipinas, the central bank of the Republic of the Philippines, had vide its letter dated 20 November 2012 approved the Proposed Acquisition subject to certain conditions to be met prior to the completion.

A5. STATUS OF CORPORATE PROPOSAL (Continued)

(b) On 2 April 2012, CIMB Group Sdn Bhd ("CIMBG"), a wholly-owned subsidiary of the Group, has entered into a Sale and Purchase Agreement with the RBS for the acquisition of selected cash equities business in Australia, China, Hong Kong, India and Taiwan, equity capital markets business and M&A corporate finance business in Australia, China (excluding any activities carried on by Hua Ying Securities Co., Ltd.), Hong Kong, India, Indonesia, Malaysia, Singapore, Taiwan and Thailand for a total cash consideration of GBP88.4 million (or equivalent to approximately RM431.8 million) ("Proposed Acquisition").

Pursuant to, CIMBG had entered into a cooperation letter agreement with RBS to confirm their mutual understanding to explore cooperation in various areas, which include capital markets activities, mergers and acquisitions, equities, derivatives, loan markets, trade advisory and trade financing solutions, cash management services and agent/custodian bank arrangements.

The acquisition of selected equity capital markets and M&A corporate finance businesses in Indonesia, Malaysia, Singapore and Thailand has been completed on 27 April 2012. The acquisition of selected cash equities, equity capital markets and M&A corporate finance businesses in China and Hong Kong was completed on 30 June 2012.

On 12 July 2012, the proposed acquisition of the cash equities, equity capital markets and M&A corporate finance businesses of RBS in India had been terminated due to an unexpected legal issue. The acquisition of selected cash equities, equity capital markets and M&A corporate finance businesses in Australia was completed on 2 November 2012.

On 28 March 2013, the acquisition of selected cash equities, equity capital markets and M&A corporate finance businesses in Taiwan was completed.

(c) CIG Berhad ("CIG"), a wholly-owned subsidiary of the Group, has entered into an implementation agreement ("the Agreement") dated 17 January 2013 in relation to the proposed disposal of CIG's and its affiliates (collectively, the "Seller") and Aviva International Holdings Limited's stakes in both CIMB Aviva Assurance Berhad ("CAAB") and both CIMB Aviva Takaful Berhad ("CATB") to Renggis Ventures Sdn Bhd ("RVSB"), a wholly-owned subsidiary of Khazanah Nasional Berhad and Sun Life Assurance Company of Canada respectively ("Proposed Transaction").

Under the Agreement, the understanding is for the Seller to dispose its stake in CAAB and CATB to RVSB, upon receipt of the relevant regulatory approvals, for a purchase consideration of RM1,110.0 million, of which RM1,066.5 million shall be satisfied in cash and RM43.5 million in ordinary shares of RVSB. As a result, CIMB Group will maintain an indirect interest of 2% interest in CAAB and CATB.

The application in respect of the Proposed Transaction has also been submitted to Bank Negara Malaysia on 17 January 2013 and approval obtained on 28 March 2013.

CIG had subsequently entered into a sale and purchase agreement dated 29 March 2013 with RVSB in respect of the proposed disposal of the Seller's stake in CAAB and CATB ("Proposed Disposal"). The Proposed Disposal had been completed on 12 April 2013.

The disposal of stake in CAAB and CATB has resulted in a gain of RM515 million recognised in the Consolidated Statement of Income for the period ended 31 March 2013.

(d) CIMB Securities International (Australia) Pty Limited, a wholly-owned indirect subsidiaries of the Group had on 10 May 2013, entered into a strategic alliance agreement with RBS Morgans Holdings Pty Limited for the provision of research reports and cooperation on corporate advisory and capital markets work in Australia.

A6. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

There were no significant events that had occurred between 31 March 2013 and the date of this announcement, other than those disclosed under Issuance and Repayment of Debts and Equity Securities, and Status of Corporate Proposal.

PART A - EXPLANATORY NOTES

A8. FINANCIAL ASSETS HELD FOR TRADING

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
Money market instruments:		
Unquoted		
Malaysian Government securities	532,202	310,623
Cagamas bonds	10,020	-
Khazanah bonds	4,268	16,914
Malaysian Government treasury bills	184,290	215,116
Bank Negara Malaysia monetary notes	8,564,853	7,647,761
Negotiable instruments of deposit	3,021,387	2,929,556
Bankers' acceptances and Islamic accepted bills	1,026,466	584,737
Credit-linked notes	46,597	46,291
Other Government's securities	3,441,741	3,574,330
Commercial papers	364,843	320,059
Government investment issues	249,251	413,357
	17,445,918	16,058,744
Quoted securities:		
<i>In Malaysia:</i>		
Shares	1,011,548	1,056,010
<i>Outside Malaysia:</i>		
Shares	43,564	2,452
Private and Islamic debt securities	333,328	387,834
Other Government bonds	968,146	621,390
Bank Indonesia certificates	40,825	-
Investment linked funds	518,378	472,208
	2,915,789	2,539,894
Unquoted securities:		
<i>In Malaysia:</i>		
Private and Islamic debt securities	4,707,310	4,886,688
Shares	6,593	6,544
<i>Outside Malaysia:</i>		
Private and Islamic debt securities	2,596,950	1,822,141
Shares	62,187	59,769
Unit trust	9,983	9,496
	7,383,023	6,784,638
Total financial assets held-for-trading	27,744,730	25,383,276

A9. FINANCIAL INVESTMENTS AVAILABLE-FOR-SALE

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Money market instruments:		
Unquoted		
Malaysian Government securities	787,391	860,826
Cagamas bonds	289,314	290,288
Khazanah bonds	406,436	400,350
Other Government securities	124,680	104,099
Other Government treasury bills	70,325	49,398
Bank Negara Malaysia Monetary Notes	-	497,386
Government investment issues	3,428,722	3,480,923
Commercial papers	-	9,999
	5,106,868	5,693,269
Quoted securities:		
<i>In Malaysia:</i>		
Shares	19,100	20,476
Unit trusts	136,125	134,276
<i>Outside Malaysia:</i>		
Shares	384	289
Private and Islamic debt securities	1,703,469	1,212,714
Other Government bonds	2,631,177	3,211,801
Unit trusts	307,981	292,873
	4,798,236	4,872,429
Unquoted securities:		
<i>In Malaysia:</i>		
Private and Islamic debt securities	14,725,665	13,982,613
Shares	1,047,698	1,003,666
Loan stocks	16,321	18,507
Property funds	194	194
<i>Outside Malaysia:</i>		
Shares	77,745	75,903
Private equity and unit trust funds	88,369	88,291
Private and Islamic debt securities	3,912,972	3,758,795
Loan stocks	170	1,889
	19,869,134	18,929,858
	29,774,238	29,495,556
Allowance for impairment loss:		
Private debt securities	(112,488)	(115,716)
Quoted shares	(10,592)	(12,464)
Quoted bonds	(8,888)	(8,423)
Unquoted shares	(135,906)	(134,972)
Unit trusts	(2,004)	(1,898)
Loan stocks	(12,375)	(14,561)
	(282,253)	(288,034)
Total financial investments available-for-sale	29,491,985	29,207,522

A10. FINANCIAL INVESTMENTS HELD-TO-MATURITY

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
Money market instruments:		
Unquoted		
Cagamas bonds	4,833	4,834
Other government securities	749,284	754,593
Bank Negara Malaysia Monetary Notes	9,793	9,719
Malaysian Government investment issues	20,490	20,686
	784,400	789,832
Quoted securities		
<i>Outside Malaysia</i>		
Private debt securities	2,447,141	2,560,527
Islamic bonds	18,823	18,519
Other Government bonds	178,205	177,690
Bank Indonesia certificates	220,771	150,745
	2,864,940	2,907,481
Unquoted securities		
<i>In Malaysia</i>		
Private debt securities	3,459,283	3,654,055
Loan stocks	28,576	28,813
Danaharta Urus Sdn Bhd ("DUSB") bonds	130,139	130,139
<i>Outside Malaysia</i>		
Private debt securities	1,485,776	1,485,557
	5,103,774	5,298,564
	8,753,114	8,995,877
Accretion of discount net of amortisation of premium	30,192	30,746
Less : Allowance for impairment losses	(41,359)	(41,329)
Total financial investments held-to-maturity	8,741,947	8,985,294

Included in the financial investments held-to-maturity of the Group as at 31 March 2013 are 10-year promissory notes of THB220 million (2012: THB263 million) maturing between 2013 to 2015, which were received from Thai Asset Management Corporation ("TAMC") for settlement of impaired loans transferred by CIMB Thai Bank to TAMC. Such promissory notes are non-transferable, bear interest at the average deposit rate of 5 major banks in Thailand and availed by the Financial Institutions Development Fund. As part of the agreement to transfer the impaired loans to TAMC, CIMB Thai Bank has a gain and loss sharing arrangement with TAMC arising from the recovery of the impaired loans. During the previous financial year, CIMB Bank Thai has recognised a gain of approximately RM133 million arising from the sharing agreement.

A11. LOANS, ADVANCES AND FINANCING

(i) By type

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
At amortised cost		
Overdrafts	5,754,046	5,981,019
Term loans/financing		
- Housing loans/financing	53,548,295	52,299,880
- Syndicated term loans	10,974,728	9,288,422
- Hire purchase receivables	13,270,078	12,772,502
- Lease receivables	204,134	205,565
- Factoring receivables	22,396	19,007
- Other term loans/financing	81,637,415	79,003,082
Bills receivable	4,003,437	3,720,725
Trust receipts	2,511,376	2,389,242
Claims on customers under acceptance credits	5,144,121	5,010,728
Staff loans *	720,059	685,699
Credit card receivables	5,560,242	5,690,695
Revolving credits	29,028,485	28,966,355
Share margin financing	2,283,735	2,309,686
Other loans	464	432
Gross loans, advances and financing	214,663,011	208,343,039
Fair value changes arising from fair value hedge	353,458	360,979
	215,016,469	208,704,018
Less: Allowance for impairment losses		
- Individual impairment allowance	(3,298,730)	(3,270,343)
- Portfolio impairment allowance	(3,329,584)	(3,295,857)
	(6,628,314)	(6,566,200)
Total net loans, advances and financing	208,388,155	202,137,818

* Included in staff loans of the Group are loans to Directors amounting to RM5,436,290 (2012: RM2,275,218).

Included in the Group's loans, advances and financing balances are RM62 million (2012: RM64 million) of reinstated loans which were previously impaired and written off prior to 2005. The reinstatement of these loans has been approved by BNM on 5 February 2010 and were done selectively on the basis of either full settlement of arrears or upon regularised payments of rescheduled loan repayments.

The Group has undertaken fair value hedge on the interest rate risk of loans, advances and financing with RM7,574 million (2012: RM7,869 million) of its loan exposure using interest rate swaps.

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Gross loan hedged	7,573,696	7,869,471
Fair value changes arising from fair value hedges	353,458	360,979
	7,927,154	8,230,450

The fair value loss of interest rate swaps in these hedge transaction as at 31 March 2013 was RM339 million (2012: RM311 million).

A11. LOANS, ADVANCES AND FINANCING (Continued)

(ii) By type of customers

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Domestic banking financial institutions	290,251	384,015
Domestic non-bank financial institutions		
- stockbroking companies	10,006	10,009
- others	1,727,543	1,807,723
Domestic business enterprises		
- small medium enterprises	30,095,837	29,702,223
- others	48,859,858	45,972,378
Government and statutory bodies	12,945,626	12,883,567
Individuals	99,544,008	96,771,514
Other domestic entities	6,085,888	5,846,174
Foreign entities	15,103,994	14,965,436
Gross loans, advances and financing	214,663,011	208,343,039

(iii) By interest/profit rate sensitivity

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Fixed rate		
- Housing loans	1,914,283	1,944,961
- Hire-purchase receivables	13,267,604	12,765,401
- Other fixed rate loans	38,859,817	41,206,674
Variable rate		
- BLR plus	106,872,095	101,437,673
- Cost plus	27,267,659	25,595,375
- Other variable rates	26,481,553	25,392,955
Gross loans, advances and financing	214,663,011	208,343,039

(iv) By economic purpose

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Personal use	7,339,667	7,242,619
Credit card	5,560,242	5,690,695
Purchase of consumer durables	32,905	25,342
Construction	7,532,096	7,276,301
Residential property (Housing)	53,828,858	52,491,785
Non-residential property	16,527,368	15,963,686
Purchase of fixed assets other than land and building	14,661,288	14,901,632
Mergers and acquisitions	3,404,667	1,987,139
Purchase of securities	12,823,417	12,214,573
Purchase of transport vehicles	17,768,755	18,720,872
Working capital	55,127,162	53,855,535
Other purposes	20,056,586	17,972,860
Gross loans, advances and financing	214,663,011	208,343,039

A11. LOANS, ADVANCES AND FINANCING (Continued)

(v) By geographical distribution

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Malaysia	129,498,397	125,727,508
Indonesia	49,405,153	48,347,157
Thailand	16,544,081	15,243,168
Singapore	14,333,235	13,423,878
United Kingdom	810,524	934,931
Hong Kong	724,153	1,119,775
Other countries	3,347,468	3,546,622
Gross loans, advances and financing	214,663,011	208,343,039

(vi) By residual contractual maturity

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Within one year	54,706,043	49,322,168
One year to less than three years	23,668,115	28,500,116
Three years to less than five years	24,341,998	23,576,875
Five years and more	111,946,855	106,943,880
Gross loans, advances and financing	214,663,011	208,343,039

(vii) Impaired loans, advances and financing by economic purpose

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Personal use	247,710	244,752
Credit card	41,837	39,687
Purchase of consumer durables	195	204
Construction	1,274,859	1,226,694
Residential property (Housing)	1,647,319	1,645,152
Non-residential property	314,587	338,853
Purchase of fixed assets other than land and building	458,777	416,280
Purchase of securities	192,760	193,583
Purchase of transport vehicles	346,505	338,661
Working capital	2,644,387	2,678,973
Other purpose	887,790	804,978
Gross impaired loans, advances and financing	8,056,726	7,927,817

(viii) Impaired loans, advances and financing by geographical distribution

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Malaysia	4,950,935	5,078,112
Indonesia	1,426,760	1,335,882
Thailand	1,387,673	1,225,674
Singapore	48,416	45,764
United Kingdom	1,919	2,310
Hong Kong	1,479	-
Other countries	239,544	240,075
Gross impaired loan	8,056,726	7,927,817

A11. LOANS, ADVANCES AND FINANCING (Continued)

(ix) Movements in impaired loans

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
At 1 January	7,927,817	9,804,681
Classified as impaired during the period/year	934,814	3,111,369
Reclassified as not impaired during the period/year	(416,538)	(1,818,922)
Amount written back in respect of recoveries	(317,518)	(1,263,113)
Amount written off	(253,193)	(2,129,372)
Purchase of impaired loans from third party	53,778	195,004
Loans/financing converted to securities	-	(13,219)
Exchange fluctuation	127,566	41,389
At 31 March	8,056,726	7,927,817
Ratio of gross impaired loans to gross loans, advances and financing	3.75%	3.81%

(x) Movements in the allowance for impaired loans, advances and financing are as follows:

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
<u>Individual impairment allowance</u>		
At 1 January	3,270,343	3,988,345
Net allowance (written back)/made during the period/year	(4,216)	164,322
Amount written off	(58,826)	(895,452)
Loans/financing converted to securities	-	(13,219)
Allowance made and charged to deferred assets	(151)	1,221
Amount transferred from portfolio impairment allowance	-	22,111
Unwinding income	49,963	85,234
Exchange fluctuation	41,617	(82,219)
At 31 March	3,298,730	3,270,343
<u>Portfolio impairment allowance</u>		
At 1 January	3,295,857	3,964,876
Net allowance made during the period/year	200,690	600,195
Amount transferred to individual impairment allowance	-	(22,111)
Amount transferred to allowance for impairment losses on other receivables	-	(28,786)
Amount written off	(166,902)	(1,221,111)
Allowance written back and charged to deferred assets	(48)	(1,510)
Unwinding income	(7,968)	69,404
Exchange fluctuation	7,955	(65,100)
At 31 March	3,329,584	3,295,857
Portfolio impairment allowance (inclusive of regulatory reserve) as % of gross loans, advances and financing (excluding RPSIA financing) less individual impairment allowance	2.31%	1.97%

A12. OTHER ASSETS

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Due from brokers and clients net of allowance for doubtful debts	4,190,866	1,905,758
Other debtors, deposits and prepayments net of allowance for doubtful debts	4,659,184	2,775,848
Due from jointly controlled entity	1,267,594	1,285,914
Due from insurers, brokers and reinsurers	2,024	33,271
Option premium receivable	250,282	246,723
Deferred assets	99,973	103,524
Foreclosed properties net of allowance for impairment losses	190,225	178,713
Collateral pledged for derivative transactions	843,231	862,547
	11,503,379	7,392,298

A13. DEPOSITS FROM CUSTOMERS

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
<u>By type of deposit</u>		
Demand deposits	58,349,560	56,596,258
Savings deposits	30,869,863	29,196,454
Fixed deposits	114,219,756	113,966,142
Negotiable instruments of deposit	4,743,065	3,371,484
Others	56,604,388	44,484,271
	264,786,632	247,614,609
<u>By type of customer</u>		
Government and statutory bodies	12,308,242	11,507,833
Business enterprises	103,953,480	101,297,676
Individuals	97,680,007	92,727,823
Others	50,844,903	42,081,277
	264,786,632	247,614,609

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

One year or less (short term)	114,757,031	112,737,865
More than one year (medium/long term)	4,205,790	4,599,761
	118,962,821	117,337,626

A14. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Licensed banks	14,717,332	12,383,677
Licensed finance companies	355,563	405,675
Licensed investment banks	384,139	437,756
Bank Negara Malaysia	1,398,806	1,988,428
Other financial institutions	2,168,735	2,542,920
	19,024,575	17,758,456

A15. OTHER LIABILITIES

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Due to brokers and clients	3,796,988	1,730,672
Expenditure payable	1,676,323	1,849,179
Provision for legal claims	86,321	86,801
Sundry creditors	1,947,045	809,560
Insurance fund - life and takaful insurance business	60,638	51,277
Allowance for commitments and contingencies	18,435	46,497
Post employment benefit obligations	317,123	253,924
Credit card expenditure payable	156,508	222,557
Call deposit borrowing	482,437	456,832
Others	2,289,584	1,971,927
	10,831,403	7,479,226

A16. INTEREST INCOME

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing				
- Interest income	2,753,951	2,618,198	2,753,951	2,618,198
- Unwinding income [^]	31,570	38,197	31,570	38,197
Money at call and deposit placements with financial institutions	191,412	163,648	191,412	163,648
Reverse repurchase agreements	74,327	32,853	74,327	32,853
Financial assets held for trading	111,370	104,563	111,370	104,563
Financial investments available-for-sale	255,161	192,565	255,161	192,565
Financial investments held-to-maturity	86,624	102,132	86,624	102,132
Others	3,886	2,508	3,886	2,508
	3,508,301	3,254,664	3,508,301	3,254,664
Accretion of discounts less amortisation of premiums	28,002	46,565	28,002	46,565
	3,536,303	3,301,229	3,536,303	3,301,229

[^] Unwinding income is interest income earned on impaired financial assets

A17. INTEREST EXPENSE

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	46,466	28,411	46,466	28,411
Deposits from other customers	1,231,360	1,268,353	1,231,360	1,268,353
Repurchase agreements	40,619	5,763	40,619	5,763
Bonds and debentures	40,522	10,493	40,522	10,493
Subordinated notes	157,323	137,674	157,323	137,674
Negotiable certificates of deposits	30,857	16,280	30,857	16,280
Other borrowings	71,005	61,262	71,005	61,262
Others	21,527	35,315	21,527	35,315
	1,639,679	1,563,551	1,639,679	1,563,551

A18. NET NON-INTEREST INCOME

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
(a) Net fee income and commission income:				
Commissions	140,443	120,270	140,443	120,270
Fee on loans, advances and financing	127,218	101,641	127,218	101,641
Portfolio management fees	6,152	3,825	6,152	3,825
Service charges and fees	131,229	128,661	131,229	128,661
Corporate advisory fees	40,281	18,779	40,281	18,779
Guarantee fees	11,823	12,860	11,823	12,860
Other fee income	75,648	81,504	75,648	81,504
Placement fees	11,699	3,296	11,699	3,296
Underwriting commission	8,310	1,589	8,310	1,589
Fee and commission income	552,803	472,425	552,803	472,425
Fee and commission expense	(107,617)	(101,787)	(107,617)	(101,787)
Net fee and commission income	445,186	370,638	445,186	370,638
(b) Gross dividend income from :				
<i>In Malaysia</i>				
- Financial assets held for trading	13,719	4,025	13,719	4,025
- Financial investments available-for-sale	1,656	2,600	1,656	2,600
<i>Outside Malaysia</i>				
- Financial assets held for trading	537	79	537	79
- Financial investments available-for-sale	8,221	2,451	8,221	2,451
	24,133	9,155	24,133	9,155
(c) Net (loss)/gain arising from financial assets held for trading	(46,611)	81,076	(46,611)	81,076
- realised	9,084	79,221	9,084	79,221
- unrealised	(55,695)	1,855	(55,695)	1,855
(d) Net gain/(loss) arising from derivative financial instruments	282,976	177,865	282,976	177,865
- realised	284,613	334,720	284,613	334,720
- unrealised	(1,637)	(156,855)	(1,637)	(156,855)
(e) Net loss arising from hedging derivatives	(13,366)	(33,985)	(13,366)	(33,985)
(f) Net gain from sale of financial investments available-for-sale	112,068	147,405	112,068	147,405
(g) Net gain from maturity of financial investment held-to-maturity	44,664	3,512	44,664	3,512
(h) Income from assets management and securities services	46,760	49,193	46,760	49,193
(i) Brokerage income	139,297	91,508	139,297	91,508
(j) Other non-interest income:				
Foreign exchange gain	11,059	136,224	11,059	136,224
Rental income	2,592	2,115	2,592	2,115
Gain on disposal of property, plant and equipment/assets held for sale	2,538	967	2,538	967
Underwriting surplus before management expenses	2,098	3,495	2,098	3,495
Loss on disposal of foreclosed properties	(6,821)	(4,079)	(6,821)	(4,079)
Other non-operating income	108,789	106,907	108,789	106,907
	120,255	245,629	120,255	245,629
Total other operating income	1,155,362	1,141,996	1,155,362	1,141,996

A19. OVERHEADS

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
- Salaries, allowances and bonus	952,619	757,158	952,619	757,158
- Pension cost	75,110	62,800	75,110	62,800
- Overtime	8,524	9,703	8,524	9,703
- Staff incentives and other staff payments	40,563	22,992	40,563	22,992
- Medical expenses	21,216	19,586	21,216	19,586
- Others	130,196	109,419	130,196	109,419
	1,228,228	981,658	1,228,228	981,658
Establishment costs				
- Depreciation of property, plant and equipment	88,199	88,293	88,199	88,293
- Amortisation of prepaid lease payments	3,014	3,166	3,014	3,166
- Rental	94,362	77,628	94,362	77,628
- Repair and maintenance	109,035	96,441	109,035	96,441
- Outsourced services	42,625	78,136	42,625	78,136
- Security expenses	25,587	22,762	25,587	22,762
- Others	60,001	51,145	60,001	51,145
	422,823	417,571	422,823	417,571
Marketing expenses				
- Sales commission	2,721	4,126	2,721	4,126
- Advertisement	63,919	66,315	63,919	66,315
- Others	20,779	13,220	20,779	13,220
	87,419	83,661	87,419	83,661
Administration and general expenses				
- Amortisation of intangible assets	56,112	60,018	56,112	60,018
- Impairment of intangible assets	119,598	-	119,598	-
- Legal and professional fees	40,506	35,287	40,506	35,287
- Stationery	20,738	20,523	20,738	20,523
- Communication	37,438	40,445	37,438	40,445
- Incidental expenses on banking operations	11,041	9,049	11,041	9,049
- Insurance	53,118	39,421	53,118	39,421
- Others	142,568	104,840	142,568	104,840
	481,119	309,583	481,119	309,583
	2,219,589	1,792,473	2,219,589	1,792,473

A20. ALLOWANCE FOR IMPAIRMENT LOSSES ON LOANS, ADVANCES AND FINANCING

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Allowance for impaired loans, advances and financing:				
Net allowance made during the financial period				
- Individual impairment allowance	(4,216)	103,287	(4,216)	103,287
- Portfolio impairment allowance	200,690	130,654	200,690	130,654
Impaired loans, advances and financing:				
- recovered	(116,188)	(92,526)	(116,188)	(92,526)
- written off	437	2,370	437	2,370
	80,723	143,785	80,723	143,785

A21. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES

(i) DERIVATIVE FINANCIAL INSTRUMENTS

The following tables summarise the contractual or underlying principal amounts of trading derivatives and financial instruments held for hedging purposes. The principal or contractual amounts of these instruments reflect the volume of transactions outstanding at the end of the reporting period, and do not represent amounts at risk.

Trading derivative financial instruments are revalued on a gross position basis and the unrealised gains or losses are reflected in "Derivative Financial Instruments" Assets and Liabilities respectively.

	The Group		
	Principal amount	Fair values	
		Assets	Liabilities
	RM'000	RM'000	RM'000
At 31 March 2013			
Trading derivatives			
<u>Foreign exchange derivatives</u>			
Currency forward	15,485,588	157,555	(193,669)
- Less than 1 year	12,897,711	95,879	(142,815)
- 1 year to 3 years	512,107	30,736	(14,306)
- More than 3 years	2,075,770	30,940	(36,548)
Currency swaps	85,362,506	558,728	(499,319)
- Less than 1 year	84,645,076	541,606	(495,683)
- 1 year to 3 years	430,360	4,120	(1,620)
- More than 3 years	287,070	13,002	(2,016)
Currency spot	6,513,744	4,832	(5,295)
- Less than 1 year	6,513,744	4,832	(5,295)
Currency options	2,068,151	14,167	(11,759)
- Less than 1 year	2,068,151	14,167	(11,759)
Cross currency interest rate swaps	26,119,147	518,148	(338,073)
- Less than 1 year	3,668,402	131,351	(83,086)
- 1 year to 3 years	11,443,871	103,181	(118,905)
- More than 3 years	11,006,874	283,616	(136,082)
	135,549,136	1,253,430	(1,048,115)
<u>Interest rate derivative</u>			
Interest rate swaps	279,434,863	2,112,718	(1,583,002)
- Less than 1 year	66,745,530	56,232	(76,956)
- 1 year to 3 years	144,444,981	668,026	(602,483)
- More than 3 years	68,244,352	1,388,460	(903,563)
Interest rate futures	5,665,628	13,870	(1,491)
- Less than 1 year	3,110,968	6,022	(1,452)
- 1 year to 3 years	2,508,310	7,758	(39)
- More than 3 years	46,350	90	-
Interest rate options	11,037,029	937	(48,813)
- Less than 1 year	496,254	418	(5,245)
- 1 year to 3 years	1,417,894	480	(6,254)
- More than 3 years	9,122,881	39	(37,314)
	296,137,520	2,127,525	(1,633,306)
<u>Equity related derivatives</u>			
Index futures	12,789	49	(80)
- Less than 1 year	12,789	49	(80)
Equity options	8,450,167	76,278	(697,606)
- Less than 1 year	3,101,208	61,416	(571,298)
- 1 year to 3 years	2,506,564	5,735	(112,990)
- More than 3 years	2,842,395	9,127	(13,318)
Equity swaps	682,065	9,421	(823)
- Less than 1 year	89,646	8,536	-
- More than 3 years	592,419	885	(823)
	9,145,021	85,748	(698,509)
<u>Commodity related derivatives</u>			
Commodity swaps	313,827	11,725	(11,490)
- Less than 1 year	297,910	9,806	(9,585)
- 1 year to 3 years	9,250	193	(179)
- More than 3 years	6,667	1,726	(1,726)
Commodity options	399,420	93,365	(93,369)
- Less than 1 year	244,008	8,993	(8,997)
- More than 3 years	155,412	84,372	(84,372)
	713,247	105,090	(104,859)
<u>Credit related contract</u>			
Credit default swaps	3,192,959	37,299	(55,772)
- Less than 1 year	814,180	1,122	(18,933)
- 1 year to 3 years	1,021,419	3,011	(6,675)
- More than 3 years	1,357,360	33,166	(30,164)
<u>Hedging derivatives</u>			
Interest rate swaps	17,750,472	221,248	(399,321)
- Less than 1 year	344,880	3,345	(1,208)
- 1 year to 3 years	2,041,705	89,565	(13,358)
- More than 3 years	15,363,887	128,338	(384,755)
Currency forward	247,298	225	(219)
- Less than 1 year	247,298	225	(219)
Cross currency interest rate swaps	1,201,751	11,921	(17,775)
- 1 year to 3 years	704,934	5,820	(8,289)
- More than 3 years	496,817	6,101	(9,486)
	19,199,521	233,394	(417,315)
Total derivative assets/(liabilities)	463,937,404	3,842,486	(3,957,876)

A21. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (continued)

(i) DERIVATIVE FINANCIAL INSTRUMENTS (continued)

	The Group		
	Principal amount RM'000	Fair values Assets RM'000	Liabilities RM'000
At 31 December 2012			
Trading derivatives			
Foreign exchange derivatives			
Currency forward	13,542,140	170,004	(171,271)
- Less than 1 year	10,297,294	67,972	(104,824)
- 1 year to 3 years	1,136,705	59,776	(33,953)
- More than 3 years	2,108,141	42,256	(32,494)
Currency swaps	53,863,289	235,347	(193,694)
- Less than 1 year	53,461,234	219,441	(191,879)
- 1 year to 3 years	215,636	5,172	(1,251)
- More than 3 years	186,419	10,734	(564)
Currency spot	5,559,618	2,491	(3,729)
- Less than 1 year	5,559,618	2,491	(3,729)
Currency options	1,592,825	7,455	(6,494)
- Less than 1 year	1,592,825	7,455	(6,494)
Cross currency interest rate swaps	20,868,765	578,385	(339,913)
- Less than 1 year	3,511,121	137,088	(87,179)
- 1 year to 3 years	7,257,431	189,356	(109,816)
- More than 3 years	10,100,213	251,941	(142,918)
	95,426,637	993,682	(715,101)
Interest rate derivative			
Interest rate swaps	254,831,493	2,095,358	(1,695,206)
- Less than 1 year	38,432,806	71,625	(68,101)
- 1 year to 3 years	161,514,518	700,612	(680,522)
- More than 3 years	54,884,169	1,323,121	(946,583)
Interest rate futures	8,199,677	20,571	(606)
- Less than 1 year	4,571,511	8,894	(551)
- 1 year to 3 years	3,119,440	10,459	(55)
- More than 3 years	508,726	1,218	-
Interest rate options	2,478,652	1,400	(14,283)
- Less than 1 year	290,000	862	(1,788)
- 1 year to 3 years	170,000	489	(3,959)
- More than 3 years	2,018,652	49	(8,536)
	265,509,822	2,117,329	(1,710,095)
Equity related derivatives			
Index futures	1,245,997	15,325	(15,336)
- Less than 1 year	713,516	2,616	(2,627)
- 1 year to 3 years	151,964	2,556	(2,556)
- More than 3 years	380,517	10,153	(10,153)
Equity options	8,706,537	551,515	(983,801)
- Less than 1 year	3,355,279	524,471	(941,504)
- 1 year to 3 years	2,630,101	26,202	(29,627)
- More than 3 years	2,721,157	842	(12,670)
Equity swaps	340,784	937	(945)
- More than 3 years	340,784	937	(945)
	10,293,318	567,777	(1,000,082)
Commodity related derivatives			
Commodity swaps	199,464	19,072	(19,870)
- Less than 1 year	163,152	11,675	(12,565)
- 1 year to 3 years	29,711	3,458	(3,366)
- More than 3 years	6,601	3,939	(3,939)
Commodity futures	135	15	-
- Less than 1 year	135	15	-
Commodity options	521,350	141,739	(141,752)
- Less than 1 year	367,498	16,895	(16,908)
- More than 3 years	153,852	124,844	(124,844)
	720,949	160,826	(161,622)
Credit related contract			
Credit default swaps	2,167,635	31,603	(99,750)
- Less than 1 year	445,962	819	(59,782)
- 1 year to 3 years	1,064,578	3,488	(9,653)
- More than 3 years	657,095	27,296	(30,315)
Hedging derivatives			
Interest rate swaps	18,488,500	240,707	(384,450)
- Less than 1 year	1,088,711	10,360	(3,697)
- 1 year to 3 years	3,700,279	127,898	(53,971)
- More than 3 years	13,699,510	102,449	(326,782)
Currency forward	208,663	203	-
- Less than 1 year	208,663	203	-
Cross currency interest rate swaps	991,873	13,780	(12,266)
- 1 year to 3 years	563,674	8,322	(1,055)
- More than 3 years	428,199	5,458	(11,211)
	19,689,036	254,690	(396,716)
Total derivative assets/(liabilities)	393,807,397	4,125,907	(4,083,366)

A21. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (continued)

(i) DERIVATIVE FINANCIAL INSTRUMENTS (continued)

The Group's derivative financial instruments are subject to market and credit risk, as follows:

Market Risk

Market risk is defined as any fluctuation in the value arising from changes in value of market risk factors such as interest rates, currency exchange rates, credit spreads, equity prices, commodities prices and their associated volatility. The contractual amounts provide only a measure of involvement in these types of transactions and do not represent the amounts subject to market risk. The Group's risk management department monitors and manages market risk exposure via stress testing of the Group's Value-at-Risk (VaR) model, in addition to reviewing and analysing its treasury trading strategy, positions and activities vis-à-vis changes in the financial market, monitoring limit usage, assessing limit adequacy, and verifying transaction prices.

Credit Risk

Credit risk arises when counterparties to derivative contracts, such as interest rate swaps, are not able to or willing to fulfil their obligation to pay the Group the positive fair value or receivable resulting from the execution of contract terms. As at 31 March 2013, the amount of credit risk in the Group, measured in terms of the cost to replace the profitable contracts, was RM3,842 million (2012: RM4,126 million). This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices.

There have been no changes since the end of the previous financial year in respect of the following:

- a) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- b) the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
- c) the related accounting policies.

The above information, policies and procedures in respect of derivative financial instruments of the Group are discussed in the audited annual financial statements for the financial year ended 31 December 2012 and the Risk Management section of the 2012 Annual Report.

A21. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (continued)**(ii) COMMITMENTS AND CONTINGENCIES**

In the normal course of business, the Group enter into various commitments and incur 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 not secured over the Group's assets except for certain financial assets held for trading being pledged as credit support assets for certain over-the-counter derivative contracts.

<u>The Group</u>	31 Mar 2013	31 Dec 2012
	Principal	Principal
	Amount	Amount
	RM'000	RM'000
<u>Credit-related</u>		
Direct credit substitutes	6,511,810	6,091,247
Certain transaction-related contingent items	5,728,442	6,084,990
Short-term self-liquidating trade-related contingencies	3,603,881	2,597,320
Irrevocable commitments to extend credit		
- maturity not exceeding one year	44,907,844	47,395,370
- maturity exceeding one year	6,040,282	5,834,498
Miscellaneous commitments and contingencies	3,078,715	2,183,684
Total credit-related commitments and contingencies	69,870,974	70,187,109
<u>Treasury-related</u>		
<u>Foreign exchange related contracts</u>		
- less than one year	110,143,496	74,207,227
- one year to less than five years	22,084,124	17,555,418
- five years and above	4,770,566	4,864,528
	136,998,186	96,627,173
<u>Interest rate related contracts</u>		
- less than one year	70,821,841	74,657,093
- one year to less than five years	189,916,673	164,276,556
- five years and above	54,274,455	45,607,215
	315,012,969	284,540,864
<u>Equity related contracts</u>		
- less than one year	3,086,203	3,943,985
- one year to less than five years	4,451,308	4,655,934
- five years and above	1,607,510	1,693,398
	9,145,021	10,293,317
Total treasury-related commitments and contingencies	461,156,176	391,461,354
	531,027,150	461,648,463

A22. CAPITAL ADEQUACY

The capital adequacy ratios of the banking subsidiaries of the Group are computed as follows:

Bank Negara Malaysia (BNM) and Bank of Thailand (BOT) issued revised guidelines on the capital adequacy framework on 28 November 2012 and 8 November 2012 respectively, of which both took effect beginning 1 January 2013. The revised guidelines sets out the general requirements concerning regulatory capital adequacy, components of eligible regulatory capital and requirements for computing risk-weighted assets.

The capital adequacy ratios of the CIMB Bank Group (other than CIMB Thai Bank and CIMB Bank PLC), CIMB Bank and CIMB Islamic Bank are computed in accordance with the Capital Adequacy Framework (Basel II - Risk-Weighted Assets). The IRB Approach is applied for the major credit exposures. It prescribes two approaches, the F-IRB Approach and A-IRB Approach. The remaining credit exposures and Market Risk are on the Standardised Approach while Operational Risk is based on Basic Indicator Approach. The components of eligible regulatory capital is based on the Capital Adequacy Framework (Capital Components). The comparative capital adequacy ratios as at 31 December 2012 were based on BNM's Risk-Weighted Capital Adequacy Framework (RWCAF).

The risk-weighted assets of CIMB Investment Bank Group is computed in accordance with Standardised approach (SA approach) for Credit Risk and Market Risk and Basic Indicator Approach for Operational Risk based on the Capital Adequacy Framework (Basel II - Risk Weighted Assets). The components of eligible regulatory capital is based on the Capital Adequacy Framework (Capital Components). The comparative capital adequacy ratios as at December 2012 were based on BNM's Risk-Weighted Capital Adequacy Framework (RWCAF).

The capital adequacy ratios of CIMB Thai Bank is based on the revised "Notification of The BOT. No. SoNoRSor. 87/2551 - The supervisory capital funds of commercial banks". Credit Risk and Market Risk are based on SA approach while Operational Risk is based on Basic Indicator Approach. The comparative capital adequacy ratios as at 31 December 2012 were based on "Notification of The BOT. No. SoNoRSor. 12/2555 - The supervisory capital funds of commercial banks".

The capital adequacy ratios of Bank CIMB Niaga is based on Bank Indonesia requirements. The approach for Credit Risk and Market Risk is Standardised Approach (SA approach). Operational Risk is based on Basic Indicator Approach.

The amount presented for CIMB Bank PLC is the Solvency Ratio, which is the nearest equivalent regulatory compliance ratio. It is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. The ratio is derived at CIMB Bank PLC's net worth dividend by its risk-weighted assets.

A22. CAPITAL ADEQUACY (continued)

31 March 2013

(a) The capital adequacy ratios of the banking subsidiaries of the Group are as follows:

	CIMB Bank	CIMB Islamic Bank	CIMB Thai Bank	CIMB Bank Group	CIMB Investment Bank Group	Bank CIMB Niaga	CIMB Bank PLC*
Before deducting proposed dividend							
Common equity tier 1 ratio	9.58% ^	7.98%	10.37%	7.91% ^	18.89%	N/A	N/A
Tier 1 ratio	11.69% ^	8.27%	10.37%	9.53% ^	18.89%	13.40%	N/A
Total capital ratio	12.55% ^	11.93%	15.05%	12.64% ^	18.89%	16.10%	25.48%
After deducting proposed dividend							
Common equity tier 1 ratio	9.58% ^	7.98%	10.37%	7.91% ^	18.89%	N/A	N/A
Tier 1 ratio	11.69% ^	8.27%	10.37%	9.53% ^	18.89%	13.40%	N/A
Total capital ratio	12.55% ^	11.93%	15.05%	12.64% ^	18.89%	16.10%	25.48%

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	CIMB Bank RM'000	CIMB Islamic Bank RM'000	CIMB Thai Bank RM'000	CIMB Bank Group RM'000	CIMB Investment Bank Group RM'000	Bank CIMB Niaga RM'000	CIMB Bank PLC RM'000
Credit risk	97,854,936	19,608,367	14,742,192	131,128,925	1,439,194	44,668,651	372,286
Market risk	10,461,664	910,646	823,436	12,249,419	59,262	362,105	-
Operational risk	10,675,012	1,733,455	938,310	13,851,957	824,623	5,946,562	-
Large exposure risk	397,786	-	-	397,786	-	-	-
	119,389,398	22,252,467	16,503,938	157,628,087	2,323,079	50,977,318	372,286

(c) Components of Common Equity Tier I, additional Tier I and Tier II capital are as follows:

	CIMB Bank RM'000	CIMB Islamic Bank RM'000	CIMB Thai Bank RM'000	CIMB Bank Group RM'000	CIMB Investment Bank Group RM'000	Bank CIMB Niaga RM'000	CIMB Bank PLC RM'000
Common Equity Tier I capital							
Ordinary shares	3,764,469	1,000,000	998,291	3,764,469	100,000	512,961	114,330
Other reserves	13,368,244	1,281,826	713,142	15,930,216	394,726	6,374,963	(19,028)
Qualifying non-controlling interests	-	-	-	211,451	-	-	-
Common Equity Tier I capital before regulatory adjustments	17,132,713	2,281,826	1,711,433	19,906,136	494,726	6,887,924	95,302
Less: Regulatory adjustments							
Goodwill	(3,555,075)	(136,000)	-	(4,957,323)	(964)	-	-
Intangible assets	(691,236)	(5,236)	-	(708,587)	-	-	(2,745)
Deferred tax assets	(136,249)	(15,224)	-	(182,416)	(46,338)	-	-
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	-	-	-	-	-	(56,239)	-
Deduction in excess of Tier 2 capital	-	-	-	-	(7,822)	-	-
Others	(1,314,177)	(348,979)	-	(1,596,142)	(706)	-	(544)
Common Equity Tier I capital after regulatory adjustments	11,435,976	1,776,387	1,711,433	12,461,668	438,896	6,831,685	92,013
Additional Tier I capital							
Perpetual preference shares	180,000	63,000	-	180,000	-	-	-
Non-innovative Tier I Capital	900,000	-	-	900,000	-	-	-
Innovative Tier I Capital	1,450,620	-	-	1,450,620	-	-	-
Qualifying capital instruments held by third parties	-	-	-	44,372	-	-	-
Additional Tier I capital before regulatory adjustments	2,530,620	63,000	-	2,574,992	-	-	-
Less: Regulatory adjustments							
Investments in Additional Tier I capital instruments of subsidiaries and other financial and insurance/takaful entities	(10,359)	-	-	(6,934)	-	-	-
Additional Tier I capital after regulatory adjustments	2,520,261	63,000	-	2,568,058	-	-	-
Total Tier I Capital	13,956,237	1,839,387	1,711,433	15,029,726	438,896	6,831,685	92,013
Tier II capital							
Subordinated notes	5,000,000	765,000	511,340	5,000,000	-	904,350	-
Redeemable preference shares	29,740	-	-	29,740	9	-	-
Surplus of eligible provision over expected loss	214,998	-	-	98,363	-	-	-
Qualifying capital instruments held by third parties	-	-	-	33,050	-	-	-
Portfolio impairment allowance & Regulatory reserve ✓	310,314	50,583	48,730	553,903	1,372	491,643	2,829
Others	-	-	213,058	-	-	36,526	-
Tier II capital before regulatory adjustments	5,555,052	815,583	773,128	5,715,056	1,381	1,432,519	2,829
Less: Regulatory adjustments							
Investment in capital instruments of unconsolidated financial and insurance/takaful entities	(4,528,887)	-	-	(813,472)	(9,203)	(56,239)	-
Total Tier II capital	1,026,165	815,583	773,128	4,901,584	-	1,376,280	2,829
Total capital base	14,982,402	2,654,970	2,484,561	19,931,310	438,896	8,207,965	94,842

✓ The capital base of CIMB Bank Group, CIMB Bank and CIMB Islamic Bank as at 31 March 2013 have excluded portfolio impairment allowance on impaired loans restricted from Tier II capital of RM337 million, RM314 million and RM23 million respectively.

* The amount presented here is the Solvency Ratio of CIMB Bank Plc, which is the nearest equivalent regulatory compliance ratio. This ratio is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio is derived at CIMB Bank Plc's net worth divided by its risk-weighted assets.

^ CIMB Group Holdings ("CIMBGH") implemented a Dividend Reinvestment Scheme ("DRS") for the second interim dividend in respect of the financial year ended 2012. Pursuant to the DRS, CIMBGH intends to reinvest the excess cash dividend into the Bank, which would increase the capital adequacy ratios of the Group and the Bank above those stated above. The reinvestment of the excess cash is subject to approval from Bank Negara Malaysia and shareholders.

A22. CAPITAL ADEQUACY (continued)

31 December 2012

(a) The capital adequacy ratios of the banking subsidiaries of the Group are as follows:

BASEL II	CIMB Bank	CIMB Islamic Bank	CIMB Thai Bank	CIMB Bank Group	CIMB Investment Bank Group	Bank CIMB Niaga	CIMB Bank PLC*
Before deducting proposed dividend							
Core capital ratio	13.16%	8.69%	10.27%	10.47%	20.98%	12.25%	N/A
Risk-weighted capital ratio	16.34%	13.27%	16.21%	16.19%	21.02%	15.08%	26.82%
After deducting proposed dividend							
Core capital ratio	12.35% # ^	8.69%	10.27%	9.86% # ^	20.98%	12.25%	N/A
Risk-weighted capital ratio	15.53% # ^	13.27%	16.21%	15.58% # ^	21.02%	15.08%	26.82%

(b) The breakdown of risk-weighted assets ("RWA") by each major risk category is as follows:

	CIMB Bank RM'000	CIMB Islamic Bank RM'000	CIMB Thai Bank RM'000	CIMB Bank Group RM'000	CIMB Investment Bank Group RM'000	Bank CIMB Niaga RM'000	CIMB Bank PLC RM'000
Credit risk	94,244,713	19,554,311	15,042,700	126,983,208	1,387,711	43,728,549	353,503
Market risk	13,283,095	913,826	563,332	14,568,174	126,634	365,323	-
Operational risk	10,528,945	1,678,915	990,901	13,560,253	823,010	5,062,114	-
Large exposure risk	397,786	-	-	397,786	-	-	-
	118,454,539	22,147,052	16,596,933	155,509,421	2,337,355	49,155,986	353,503

(c) Components of Tier I and Tier II capitals are as follows:

	CIMB Bank RM'000	CIMB Islamic Bank RM'000	CIMB Thai Bank RM'000	CIMB Bank Group RM'000	CIMB Investment Bank Group RM'000	Bank CIMB Niaga RM'000	CIMB Bank PLC RM'000
Tier I capital							
Paid-up capital	3,764,469	1,000,000	1,054,244	3,764,469	100,000	511,740	113,183
Perpetual preference shares	200,000	70,000	-	200,000	-	-	-
Non-innovative Tier 1 Capital	1,000,000	-	-	1,000,000	-	-	-
Innovative Tier 1 capital	1,611,800	-	-	1,611,800	-	-	-
Share premium	5,033,633	-	386,774	5,033,633	-	2,571,266	-
Other reserves	7,679,028	1,008,841	262,722	9,408,891	433,319	2,996,653	(17,717)
Non-controlling interests	-	-	-	306,905	-	-	-
Less :							
Investment in subsidiaries and holding of other banking institutions' capital	-	-	-	-	-	(56,105)	-
Deferred tax assets	(140,439)	(18,057)	-	(146,237)	(42,998)	-	-
Intangible assets	-	-	-	-	-	-	(3,260)
Goodwill	(3,555,075)	(136,000)	-	(4,891,433)	-	-	-
Total Tier I capital	15,593,416	1,924,784	1,703,740	16,288,028	490,321	6,023,554	92,206
Tier II capital							
Redeemable preference shares	29,740	-	-	29,740	10	-	-
Subordinated notes	6,500,000	850,000	600,000	7,881,400	-	-	-
Subordinated loans	-	-	-	-	-	924,728	-
Revaluation reserve	-	-	74,037	-	-	-	-
Regulatory reserve	930,953	242,624	-	1,173,577	-	-	-
Portfolio impairment allowance [√]	133,220	45,257	54,567	278,012	1,115	486,464	2,587
Surplus of total eligible provision over expected loss under the IRB approach	250,350	(122,870)	-	91,670	-	-	-
Others	-	-	257,410	-	-	36,439	-
Total Tier II capital	7,844,263	1,015,011	986,014	9,454,399	1,125	1,447,631	2,587
Less :							
Investment in subsidiaries and holding of other banking institutions' capital instruments	(3,716,715)	-	-	(186,901)	(50)	(56,105)	-
Securitisation exposures subject to deductions**	(65,621)	-	-	(65,621)	-	-	-
Investment in associates	(305,584)	-	-	(305,584)	-	-	-
Total Eligible Tier II capital	3,756,343	1,015,011	986,014	8,896,293	1,075	1,391,526	2,587
Total capital base	19,349,759	2,939,795	2,689,754	25,184,321	491,396	7,415,080	94,793
Less :							
Proposed dividends	(959,000)	-	-	(959,000)	-	-	-
Total capital base (net of proposed dividend)	18,390,759	2,939,795	2,689,754	24,225,321	491,396	7,415,080	94,793

Breakdown of risk-weighted assets ("RWA") by each major risk category:

Interim dividend for financial year ending 31 December 2012 was paid in September 2012.

** Financing of hire purchase under PCSB (excluding those securitised) is included in the computation of RWA under the AIRB approach;

The investment in owner's note is accounted in accordance with Securitisation Framework under Risk Weighted Capital Adequacy Framework (Basel II - Risk Weighted Assets Computation) Guideline dated 31 December 2009.

[√] The capital base of CIMB Bank Group, CIMB Bank and CIMB Islamic Bank as at 31 December 2012 have excluded portfolio impairment allowance on impaired loans restricted from Tier II capital of RM339 million, RM323 million and RM16 million respectively.

* The amount presented here is the Solvency Ratio of CIMB Bank Plc, which is the nearest equivalent regulatory compliance ratio. This ratio is computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio is derived at CIMB Bank Plc's net worth divided by its risk-weighted assets.

[^] The Board of Directors of CIMB Group Holdings Berhad ("CIMBGH"), has in December 2012 approved the Dividend Reinvestment Scheme ("DRS") for the second interim dividend in respect of the financial year ended 2012. Pursuant to the DRS, CIMBGH intends to reinvest the excess cash dividend into the Bank, which will increase the capital adequacy ratios of CIMB Bank Group and CIMB Bank higher than those stated above. The DRS of CIMBGH had received the necessary approvals from Bursa Securities and from its shareholders via an Extraordinary General Meeting held on 25 February 2013. The DRS is approved by Bank Negara Malaysia on 25 March 2013.

A23. SEGMENTAL REPORT

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Group Management Committee as its chief operating decision-maker.

Segment information is presented in respect of the Group's business segment and geographical segment.

All inter-segment transactions are conducted on an arm's length basis and on normal commercial terms not more favourable than those generally available to the public.

The business segment results are prepared based on the Group's internal management reporting, which reflect the organisation's management reporting structure.

During the period (year), the Group has made the following changes to segmental report:

1. The Group revised the basis of overheads allocation to respective segments, in order to give a better cost reflection in segmental report; and
2. Following the disposal of insurance associates during the period (year), the Group reclassified group insurance from consumer banking segment to investment segment .

As such, the comparatives were restated accordingly, to conform with current year's presentation.

Business segment reporting

Definition of segments:

Consumer Banking

Consumer Banking provides full-fledged financial services to individual and commercial customer. Its encompass the banking services across the Group's main operating markets of Malaysia, Indonesia, Singapore, Thailand and Cambodia. The divisions which make up the Consumer Banking are Consumer Sales & Distribution, Retail Financial Services, Commercial Banking, Group Cards & Personal Financing and Group Insurance.

Consumer Sales & Distribution oversees the Group's sales network including branches and mobile sales teams.

Retail Financial Services is responsible for most of the products and services to individual and micro enterprise customers. It offers products covering lending, deposit, wealth management, remittance and other services.

Commercial Banking is responsible for the development of products and services for small and medium-scale enterprises (SMEs) and mid-sized corporation.

Group Cards & Personal Financing is responsible for the Group's credit card business and personal loans portfolio.

Wholesale Banking

Wholesale Banking comprises Investment Banking and Corporate Banking, Treasury & Markets.

Investment Banking includes client coverage, advisory, equities and asset management businesses. Client coverage focuses on marketing and delivering solutions to corporate and institutional clients.

A23. SEGMENTAL REPORT (continued)

Wholesale Banking (continued)

Advisory offers financial advisory services to corporations, advising issuance of equity and equity-linked products, debt restructuring, mergers and acquisitions, initial public offerings, secondary offerings and general corporate advisory. Equities, provides services including acting as underwriter, global co-ordinator, book runner or lead manager for equity and equity-linked transactions, originating, structuring, pricing and executing equity and equity-linked issues and executing programme trades, block trades and market making, as well as provides nominee services and stock broking services to retail and corporate clients.

Asset Management comprises wholesale fund management and unit trust.

Corporate Banking, Treasury and Markets (CBTM) is responsible for corporate lending and deposit taking, transaction banking, treasury and markets activities. Treasury focuses on treasury activities and services which include foreign exchange, money market, derivatives and trading of capital market instruments. It includes the Group's equity derivatives which develops and issues new equity derivatives instruments such as structured warrants and over-the-counter options to provide investors with alternative investment avenues.

Investment

Investments focus on Group Strategy and Strategic Investments (GSSI) including funding operations for the group. GSSI consists of Group Strategy, Group Insurance, Private Equity and Strategic Investment which focuss in defining and formulating strategies at the corporate and business unit levels, oversee the Group's strategic, private equity fund management and Strategic Investments. It also invests in the Group's proprietary capital.

Support and others

Support services comprise all middle and back-office processes, cost centres and non-profit generating divisions of companies in the Group. Other business segments in the Group include investment holding, property management and other related services, whose results are not material to the Group.

A23. SEGMENTAL REPORT (continued)

	Wholesale Banking					Total RM'000
	Consumer Banking RM'000	Investment Banking RM'000	Corporate Banking, Treasury and Markets RM'000	Investment RM'000	Support and others RM'000	
31 March 2013						
Net interest income						
- external income/(expense)	1,241,802	19,783	570,520	61,807	2,712	1,896,624
- inter-segment income/(expense)	4,194	(2,815)	(14,165)	43,974	(31,188)	-
	1,245,996	16,968	556,355	105,781	(28,476)	1,896,624
Income from Islamic Banking operations	220,485	1,605	138,905	14,380	2,864	378,239
Net non-interest income	425,463	247,071	316,948	185,103	(19,223)	1,155,362
Gain on disposal of associates	-	-	-	515,095	-	515,095
Net income/(expense)	1,891,944	265,644	1,012,208	820,359	(44,835)	3,945,320
Overheads	(1,292,720)	(202,356)	(318,251)	(385,765)	(20,497)	(2,219,589)
of which:						
- Depreciation of property, plant and equipment	(52,295)	(13,197)	(9,653)	(2,409)	(10,645)	(88,199)
- Amortisation of prepaid lease payments	(9)	(34)	-	(2,895)	(76)	(3,014)
- Amortisation of intangible assets	(20,820)	(2,478)	(4,020)	(22,237)	(6,557)	(56,112)
- Impairment of intangible assets	-	-	-	(119,598)	-	(119,598)
Profit/(loss) before allowances	599,224	63,288	693,957	434,594	(65,332)	1,725,731
Allowance (made)/written back for impairment losses on loans, advances and financing	(81,212)	(535)	1,319	70	(365)	(80,723)
Allowance (made)/written back for losses on other receivables	(2,546)	(2,716)	(593)	1,535	757	(3,563)
Allowance written back for commitments and contingencies	-	-	1,334	-	-	1,334
Allowance written back/(made) for other impairment losses	-	-	2,223	(2,057)	238	404
Segment results	515,466	60,037	698,240	434,142	(64,702)	1,643,183
Share of results of jointly controlled entities	2,338	107	-	5,188	-	7,633
Share of results of associates	-	(290)	-	67,968	-	67,678
Profit/(loss) before taxation	517,804	59,854	698,240	507,298	(64,702)	1,718,494
% of profit before taxation	30.1	3.5	40.6	29.5	(3.7)	100.0
Taxation						(316,120)
Profit for the period for continuing operations						1,402,374
Discontinued operations						
Share fo results of association from discontinuing operations	-	-	-	-	-	-
Profit for the period						1,402,374

A23. SEGMENTAL REPORT (continued)

	Wholesale Banking					Total RM'000
	Consumer Banking RM'000	Investment Banking RM'000	Corporate Banking, Treasury and Markets RM'000	Investment RM'000	Support and others RM'000	
31 March 2012						
Net interest income						
-external income / (expense)	1,155,410	13,442	612,967	(34,850)	(9,291)	1,737,678
- inter-segment income/(expense)	12,728	(2,169)	(27,867)	42,951	(25,643)	-
	1,168,138	11,273	585,100	8,101	(34,934)	1,737,678
Income from Islamic Banking operations	173,766	1,171	92,566	108,543	(167)	375,879
Net non-interest income	398,958	194,441	402,973	114,094	31,530	1,141,996
Net income/(expense)	1,740,862	206,885	1,080,639	230,738	(3,571)	3,255,553
Overheads	(1,208,801)	(183,455)	(326,186)	(66,696)	(7,335)	(1,792,473)
of which:						
- Depreciation of property, plant and equipment	(57,087)	(12,060)	(13,175)	(4,703)	(1,268)	(88,293)
- Amortisation of prepaid lease payments	(60)	(2)	(11)	(9)	(3,084)	(3,166)
- Amortisation of intangible assets	(30,155)	(1,315)	(5,338)	(22,095)	(1,115)	(60,018)
Profit/(loss) before allowances	532,061	23,430	754,453	164,042	(10,906)	1,463,080
Allowance (made)/written back for impairment losses on loans, advances and financing	(44,881)	1	(82,304)	(213)	(16,388)	(143,785)
Allowance (made)/written back for losses on other receivables	(3,353)	(9,048)	80	1,892	(171)	(10,600)
Allowance written back for commitments and contingencies	738	-	-	-	-	738
Allowance (made)/written back for other impairment losses	-	-	-	(2,040)	29	(2,011)
Segment results	484,565	14,383	672,229	163,681	(27,436)	1,307,422
Share of results of jointly controlled entities	(1,118)	(119)	-	3,060	-	1,823
Share of results of associates	-	-	-	22,389	-	22,389
Profit/(loss) before taxation	483,447	14,264	672,229	189,130	(27,436)	1,331,634
% of profit before taxation	36.3	1.1	50.5	14.2	(2.1)	100.0
Taxation						(318,253)
Profit for the period for continuing operations						1,013,381
Discontinued operations						
Share fo results of association from discontinuing operations	9,588	-	-	-	-	9,588
Profit for the period						1,022,969

A23. SEGMENTAL REPORT (continued)

	Wholesale Banking					Total RM'000
	Consumer Banking RM'000	Investment Banking RM'000	Corporate Banking, Treasury and Markets RM'000	Investment RM'000	Support and others RM'000	
31 March 2013						
Group						
Segment assets	144,693,513	7,822,701	185,635,549	11,731,295	1,804,822	351,687,880
Investment in associates and jointly controlled entities	155,894	6,721	-	817,026	4,704	984,345
	<u>144,849,407</u>	<u>7,829,422</u>	<u>185,635,549</u>	<u>12,548,321</u>	<u>1,809,526</u>	<u>352,672,225</u>
Unallocated assets	-	-	-	-	-	12,386,764
Total assets	<u>144,849,407</u>	<u>7,829,422</u>	<u>185,635,549</u>	<u>12,548,321</u>	<u>1,809,526</u>	<u>365,058,989</u>
Segment liabilities	149,403,275	5,453,569	161,362,789	2,569,434	7,965,943	326,755,010
Unallocated liabilities	-	-	-	-	-	7,316,729
Total liabilities	<u>149,403,275</u>	<u>5,453,569</u>	<u>161,362,789</u>	<u>2,569,434</u>	<u>7,965,943</u>	<u>334,071,739</u>
Other segment items						
Incurred capital expenditure	133,704	18,286	9,093	1,600	26,989	189,672
Investment in jointly controlled entities	155,894	2,095	-	54,149	-	212,138
Investment in associates	-	4,626	-	762,878	4,703	772,207

	Wholesale Banking					Total RM'000
	Consumer Banking RM'000	Investment Banking RM'000	Corporate Banking, Treasury and Markets RM'000	Investment RM'000	Support and others RM'000	
31 December 2012						
Group						
Segment assets	139,499,694	7,071,918	165,974,058	10,812,898	1,359,240	324,717,808
Investment in associates and jointly controlled entities	153,557	6,615	-	729,026	4,518	893,716
	<u>139,653,251</u>	<u>7,078,533</u>	<u>165,974,058</u>	<u>11,541,924</u>	<u>1,363,758</u>	<u>325,611,524</u>
Unallocated assets	-	-	-	-	-	11,445,360
Total assets	<u>139,653,251</u>	<u>7,078,533</u>	<u>165,974,058</u>	<u>11,541,924</u>	<u>1,363,758</u>	<u>337,056,884</u>
Segment liabilities	144,974,579	1,734,585	146,140,849	2,577,249	6,957,345	302,384,607
Unallocated liabilities	-	-	-	-	-	5,320,831
Total liabilities	<u>144,974,579</u>	<u>1,734,585</u>	<u>146,140,849</u>	<u>2,577,249</u>	<u>6,957,345</u>	<u>307,705,438</u>
Other segment items						
Incurred capital expenditure	465,038	119,767	38,556	12,697	191,684	827,742
Investment in jointly controlled entities	153,557	1,989	-	48,958	-	204,504
Investment in associates	-	4,626	-	680,066	4,520	689,212

A24. OPERATIONS OF ISLAMIC BANKING

A24a. UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2013

	Note	The Group	
		31 Mar 2013 RM'000	31 Dec 2012 RM'000
Assets			
Cash and short-term funds		6,374,389	7,418,491
Deposits and placements with banks and other financial institutions		1,522,592	873,775
Financial assets held for trading		6,674,414	6,252,944
Islamic derivative financial instruments		221,806	261,629
Financial investments available-for-sale		3,552,124	3,296,450
Financial investments held-to-maturity		1,137,720	1,075,590
Financing, advances and other financing/loans	A24d(i)	36,939,507	36,002,810
Deferred tax assets		13,824	11,070
Amount due from related companies		1,335,613	1,108,894
Amount due from holding company		1,122,847	823,727
Statutory deposits with Bank Negara Malaysia		1,299,785	1,104,097
Property, plant and equipment		10,489	10,680
Other assets		1,561,904	524,408
Goodwill		136,000	136,000
Intangible assets		6,875	7,328
TOTAL ASSETS		61,909,889	58,907,893
Liabilities and Islamic banking capital funds			
Deposits from customers	A24(e)	40,814,266	38,903,965
Deposits and placements of banks and other financial institutions		11,212,026	11,428,893
Islamic derivative financial instruments		398,387	382,290
Amount due to holding company		718,559	864,717
Amount due to related companies		4,241	3,776
Provision for taxation and zakat		114,100	138,568
Other liabilities		3,762,071	2,452,580
Subordinated Sukuk		858,385	863,557
TOTAL LIABILITIES		57,882,035	55,038,346
Equity			
Ordinary share capital		1,000,000	1,000,000
Islamic banking funds		55,249	55,250
Perpetual preference shares		70,000	70,000
Reserves		2,893,816	2,735,080
		4,019,065	3,860,330
Non-controlling interests		8,789	9,217
TOTAL EQUITY		4,027,854	3,869,547
TOTAL LIABILITIES AND EQUITY		61,909,889	58,907,893

A24b. UNAUDITED CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD ENDED 31 MARCH 2013

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Income derived from investment of depositors' funds and others	602,460	456,216	602,460	456,216
Net income derived from investment of shareholders' funds	45,629	128,973	45,629	128,973
Allowance made for impairment losses on financing, advances and other financing/loans	(35,155)	(34,700)	(35,155)	(34,700)
Allowance (made)/written back for impairment losses on other receivables	(555)	44	(555)	44
Total distributable income	612,379	550,533	612,379	550,533
Income attributable to depositors	(269,850)	(209,310)	(269,850)	(209,310)
Total net income	342,529	341,223	342,529	341,223
Other operating expenses	(139,999)	(119,142)	(139,999)	(119,142)
Profit before allowances	202,530	222,081	202,530	222,081
Allowance written made for impairment losses	(64)	-	(64)	-
Profit before taxation	202,466	222,081	202,466	222,081
Taxation	(45,390)	(57,295)	(45,390)	(57,295)
Profit for the period	157,076	164,786	157,076	164,786
Profit for the period attributable to:				
Owners of the Parent	156,721	164,638	156,721	164,638
Non-controlling interests	355	148	355	148
	157,076	164,786	157,076	164,786

A24c. UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2013

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Profit for the period	157,076	164,786	157,076	164,786
Other comprehensive income:				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Revaluation reserve-financial investments available-for-sale	121	(2,379)	121	(2,379)
- Net gain from change in fair value	4,754	53	4,754	53
- Realised gain transferred to income statement on disposal and impairment	(5,236)	(2,781)	(5,236)	(2,781)
- Income tax effects	603	349	603	349
Exchange fluctuation reserve	1,018	(286)	1,018	(286)
Other comprehensive income for the year, net of tax	1,139	(2,665)	1,139	(2,665)
Total comprehensive income for the period	158,215	162,121	158,215	162,121
Total comprehensive income for the year attributable to:				
Owners of the Parent	158,181	163,485	158,181	163,485
Non-controlling interests	34	(1,364)	34	(1,364)
	158,215	162,121	158,215	162,121
<u>Income from Islamic operations (per page 2)</u>				
Total net income	342,529	341,223	342,529	341,223
Add: Allowance made for impairment losses on financing, advances and other financing/loans	35,155	34,700	35,155	34,700
Add: Allowance made/(written back) for impairment losses on other receivables	555	(44)	555	(44)
	378,239	375,879	378,239	375,879

A24d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS

(i) By type

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
At amortised cost		
Cash line	448,928	471,590
Term financing	34,501,976	33,448,752
Bills receivable	3,511	3,766
Trust receipts	62,700	80,151
Claims on customers under acceptance credits	326,036	340,687
Staff financing	2	3
Revolving credits	1,542,232	1,575,218
Credit card receivables	108,999	112,543
Share margin financing	156,690	182,099
Other financing	75,270	72,641
Gross financing, advances and other financing/loans	37,226,344	36,287,450
Fair value changes arising from fair value hedge	222,557	222,909
	37,448,901	36,510,359
Less: Allowance for impairment losses		
- Individual impairment allowance	(121,956)	(127,290)
- Portfolio impairment allowance	(387,438)	(380,259)
	(509,394)	(507,549)
Net financing, advances and other financing/loans	36,939,507	36,002,810

(a) During the financial period, the Group has undertaken fair value hedges on RM6,225 million (31 December 2012: RM6,500 million) financing using profit rate swaps.

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Gross financing hedged	6,225,000	6,500,000
Fair value changes arising from fair value hedges	222,557	222,909
	6,447,557	6,722,909

The fair value loss on profit rate swaps in the hedge transaction as at 31 March 2013 were RM285 million (31 December 2012: RM247 million).

(ii) By geographical distribution

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Malaysia	34,069,796	33,259,002
Indonesia	2,560,366	2,451,441
Other countries	596,182	577,007
Gross financing, advances and other financing/loans	37,226,344	36,287,450

(iii) Impaired financing, advances and other loans by geographical distribution

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Malaysia	314,015	304,128
Indonesia	61,713	47,274
Other countries	93,323	92,271
Gross impaired financing, advances and other financing/loans	469,051	443,673

A24d. FINANCING, ADVANCES AND OTHER FINANCING/LOANS (Continued)

(iv) Movements in impaired financing, advances and other financing/loans:

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
At 1 January	443,673	472,632
Classified as impaired during the period/year	142,556	411,956
Reclassified as not impaired during the period/year	(44,029)	(159,073)
Reclassification from unwinding income	-	10,109
Amount recovered	(27,845)	(73,013)
Amount written off	(46,361)	(211,891)
Exchange fluctuation	1,057	(7,047)
At 31 March / 31December	469,051	443,673
Ratio of gross impaired financing, advances and other financing/loans to gross financing, advances and other financing/loans	1.26%	1.22%

(v) Movements in the allowance for impaired financing:

	The Group	
	31 Mar 2013 RM'000	31 Dec 2012 RM'000
Individual impairment allowance		
At 1 January	127,290	139,775
Allowance made during the period/year	(4,453)	34,150
Amount written off	(3,864)	(50,675)
Unwinding income	-	4,090
Exchange fluctuation	2,983	(50)
At 31 March / 31December	121,956	127,290
Portfolio impairment allowance		
At 1 January	380,259	428,666
Allowance made during the period/year	52,039	112,112
Amount written off	(42,497)	(162,602)
Unwinding income	-	6,019
Exchange fluctuation	(2,363)	(3,936)
At 31 March / 31December	387,438	380,259
Portfolio impairment allowance (inclusive of regulatory reserve) as % of gross financing, advances and other loans (excluding RPSIA financing) less individual impairment allowance	2.17%	2.18%

A24e. DEPOSITS FROM CUSTOMERS**By type of deposits**

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Non-Mudharabah		
Demand deposits	3,445,926	3,646,340
Savings deposits	1,651,094	1,527,782
General investment deposits	900,868	965,933
Commodity Murabahah	90,970	519
Fixed return investment account	5,275,033	6,665,864
Islamic negotiable instruments of deposit	2,923,452	2,370,187
Variable rate deposits	80,223	80,223
Equity Linked Sukuk	300,581	308,736
Short term money market deposit-i	14,691,576	12,849,247
Others	38,054	40,761
	29,397,777	28,455,592
Mudharabah		
Demand deposits	3,965,905	4,234,083
Savings deposits	677,444	634,511
General investment deposits	3,352,564	3,058,739
Special general investment deposits	2,545,149	1,314,609
Specific investment deposits	875,427	1,206,431
	11,416,489	10,448,373
	40,814,266	38,903,965

Part B - Explanatory Notes Pursuant to BNM/GP8 Guidelines on Financial Reporting for Licensed Institutions

B1. GROUP PERFORMANCE REVIEW COMPARISON WITH THE PRECEDING QUARTER'S RESULTS

CIMB Group Holdings ("CIMB Group") Results

CIMB Group Holdings Berhad ("the Group") today reported a 37.1% year-on-year ("Y-o-Y") growth in 1Q13 net profit of RM1.386 billion, equivalent to a net earnings per share ("EPS") of 18.7 sen. The annualised 1Q13 net return on average equity ("ROE") was 19.0%. Compared to 4Q12, the Group's net profit was 28.1% higher.

On an operational basis, the Group had a decent start to the year with steady growth across most business segments. The 1Q13 results were glossed by the gain on sale of our 51% interest in CIMB Aviva. The Group also took this opportunity to take some restructuring charges that will bring about longer term cost benefits. Excluding these one-off gains and charges, the Group's net profit would have grown by 4.2% Y-o-Y.

CIMB Group Y-o-Y Results

The Group's 1Q13 revenues were 21.2% higher Y-o-Y at RM3.945 billion. Net interest income grew by 9.1% while non-interest income expanded by 42.5%, inflated by a RM515 million gain from the sale of the 51% interest in CIMB Aviva. Excluding this gain, the Group's non-interest income would have been 1.1% lower. The Group's profit before tax ("PBT") was 28.1% higher at RM1.718 billion, but would be 4.6% higher after excluding the one-off gain and RM200 million in restructuring charges.

For 1Q13, the Group's regional Consumer Bank PBT increased by 6.1% Y-o-Y to RM503 million. The Malaysia and Singapore consumer PBT were 0.5% lower Y-o-Y. The Indonesian consumer PBT grew 22.7% Y-o-Y underpinned by continued assets growth partially offset by currency translation. The Thai consumer PBT turned around from a small loss to a RM6 million profit in 1Q13.

The Group's regional Wholesale Banking PBT rose 9.9% Y-o-Y to RM734 million largely underscored by the Investment Banking and Corporate Banking PBT improving by 319.6% and 46.3% respectively, in tandem with the rise in corporate lending and deal flows as well as higher provisions made in 1Q12. Treasury & Markets PBT was 26.3% lower Y-o-Y due to the slower credit markets and foreign exchange spreads in 1Q13.

Investments PBT jumped 141.9% Y-o-Y at RM481 million owing to the RM515 million gain arising from the sale of the 51% interest in CIMB Aviva partially offset by RM200 million in restructuring charges.

Consumer Banking operations remain the largest contributor to Group PBT at 36% (from 35% in 1Q12). Corporate Banking contribution to Group PBT jumped to 28% from 20% in 1Q12. Treasury & Markets, Investment Banking and Investments contributed 20%, 4% and 12% respectively.

CIMB Niaga's PBT rose 11.9% Y-o-Y to IDR1,433 billion while its contribution to the Group was only 5.8% higher Y-o-Y at RM456 million due to the depreciation of the Rupiah in 1Q13. CIMB Thai's PBT grew 7.3% to THB379 million but after GAAP and FRS139 adjustments, its contribution to the Group was 288.0% higher at RM38 million. Total PBT contribution from Thailand rose 345.0% from RM14.8 million to RM65.8 million after including the stronger contribution from CIMB Securities Thailand. Total non-Malaysian PBT decreased marginally to 40% in 1Q13 from 41% in 1Q12.

The Group's total gross loans and credit expanded 13.5% (excluding the declining bad bank loan book) and 14.2% Y-o-Y respectively. After adjusting for foreign exchange fluctuations, the Group's total gross loans and credit increased by 14.1% and 14.7% Y-o-Y respectively. Commercial banking loans increased 21.0% while retail loans and corporate loans grew 13.4% and 10.2% respectively. Geographically, Singapore gross loans growth was strongest at 20.1% from a low base while Thailand and Indonesia expanded by 21.7% and 13.3% respectively in respective local currencies. Malaysia loans were 12.6% higher Y-o-Y.

Total Group deposits grew by 13.4% Y-o-Y but were 11.5% higher Y-o-Y after excluding foreign exchange fluctuations. This was driven by an 15.6% expansion in Corporate & Treasury deposits and a 12.1% growth in commercial banking deposits. Retail deposits were 11.7% higher Y-o-Y. Geographically, deposit growth was strongest in Indonesia at 25.6%, while Thailand deposits expanded at 24.0% in the respective local currencies. Malaysia and Singapore deposits grew 8.9% and 20.1% respectively Y-o-Y in Ringgit terms. The Group's CASA ratio rose slightly to 33.7% from 33.6% last year while overall net interest margins were lower at 2.88% from 3.02% last year.

The Group's total loan impairment of RM81 million in 1Q13 was a 43.8% decline from the RM144 million in 1Q12 due to continued write-backs and recoveries. The Group's total credit charge was 0.15%. The Group's gross impairment ratio improved to 3.8% for 1Q13 from 4.8% as at 1Q12, with an allowance coverage of 82.3%. The Group's cost to income ratio rose to 56.3% compared to 55.1% in 1Q12 due to the combination of restructuring charges and new acquisitions.

CIMB Bank's total capital ratio stood at 13.4% while its Tier 1 capital ratio stood at 12.1% as at 31 March 2013 (after inclusion of 1Q13 net profits). CIMB Group's double leverage and gearing stood at 116.5% and 18.1% respectively as at end-March 2013.

**B1. GROUP PERFORMANCE REVIEW COMPARISON WITH THE PRECEDING QUARTER'S RESULTS
(CONTINUED)**

CIMB Group Q-on-Q Results

The Group's 1Q13 revenues of RM3.945 billion were 17.1% higher than 4Q12, translating to a 28.1% Q-o-Q net profit growth to RM1.386 billion. Net interest income was 0.8% lower while non-interest income was 54.5% higher Q-o-Q largely due to the RM515 million gain arising from the sale of the 51% interest in CIMB Aviva in 1Q13.

The Group's Consumer Banking PBT declined 18.1% Q-o-Q. The Malaysian retail operations were 20.6% lower largely due to provision write-backs in 4Q12 while the Indonesian consumer division's PBT contribution to the Group was 8.6% lower Q-o-Q. Wholesale Banking PBT increased 12.1% Q-o-Q as Corporate Banking and Treasury & Markets were generally weaker in 4Q12. However, Investment Banking was 55.7% lower Q-o-Q at RM60 million in due to significantly stronger fee income in for the last quarter of 2012. PBT from Investments were 370.6% higher Q-o-Q due to the gain from sale of CIMB Aviva partially offset by the restructuring charges.

CIMB Niaga Results

On 29 April 2013, CIMB Niaga reported a 1Q13 net profit of IDR1,054 billion, a 12.5% Y-o-Y increase, with a 1Q13 net ROE of 18.3%. The stronger performance was attributed to the larger asset base, higher non-interest income from Corporate Banking operations and lower provisions partially offset by lower NIMs, weaker income from Treasury and Markets operations and higher overhead expenses. On a sequential basis, the 1Q13 net profit was 6.8% lower than 4Q12.

CIMB Niaga's gross loans grew 13.3% Y-o-Y for 1Q13 mainly driven by the business banking and retail segments. Corporate banking loans only grew by 2.5% due to large repayments. The Gross NPL of 2.4% as at end-March 2013 was an improvement from the 2.7% in 1Q12, but slightly higher than the 2.3% in 4Q12. CIMB Niaga's loan loss coverage (based on BI definition) stood at 108.8% as at end-1Q13 compared to 106.9% as at end-1Q12.

CIMB Niaga's Tier 1 capital and total capital ratios stood at 13.4% and 16.1% respectively as at 31 March 2013.

CIMB Thai Results

On 19 April 2013, CIMB Thai announced a 1Q13 net profit of THB313 million, an 11.4% improvement from the THB281 million in 1Q12 driven by the stronger loans growth and non-interest income. Sequentially, CIMB Thai's net profit expanded by 91.5% owing to lower provisions in the current period. The annualised loan loss charge was 0.6% for 1Q13 while the loan loss coverage ratio rose to 86.1% from 71.1% at end-1Q12. For the 3-month period, CIMB Thai chalked revenue of THB1.974 billion, a 19.9% Y-o-Y increase.

As at 31 March 2013, CIMB Thai's Tier 1 capital and total capital ratios were at 10.4% and 15.1% respectively. CIMB Thai's net NPL ratio fell to 1.8% compared to 2.4% as at 31 March 2012.

CIMB Islamic

CIMB Islamic's Y-o-Y PBT decreased Y-o-Y by 17.1% to RM105 million due to lower Islamic capital market activity. CIMB Islamic's gross financing assets grew 17.0% Y-o-Y, accounting for 15.9% of total Group loans. Total deposits grew by 19.8% Y-o-Y to RM37.0 billion.

Geographic Expansion

In 1Q13, CIMB Group commenced investment banking operations in South Korea and India. Taiwan is schedule to commence in 2Q13. The Group is also still in negotiations for the acquisition of Bank of Commerce in the Philippines and in the process of establishing bank branches in Laos, Shanghai and Hong Kong.

B2. CORPORATE DEVELOPMENTS

The significant corporate developments in 2013 were:

(a) Capital Management

- On 18 January 2013, the Group proposed the establishment of a dividend reinvestment scheme (“DRS”) that would allow shareholders the option to elect to reinvest dividends in new CIMB Group shares. At an EGM on 25 February 2013, the Group shareholders approved the proposed DRS. The proposed DRS received the necessary approvals from Bursa Securities and Bank Negara Malaysia on 5 February 2013 and 25 March 2013 respectively. On 8 May 2013, the Group issued and allotted 183,075,800 new ordinary shares of RM1 each in new CIMB Group shares pursuant to the DRS. The new shares were listed and quoted on the Main Market of Bursa Securities on 9 May 2013.
- On 9 May 2013, the Group announced its intention to resume with the proposal to undertake the dual listing of ordinary shares on the Stock Exchange of Thailand (“SET”). The proposed SET listing is subject to the approval of the Securities Commission of Malaysia (“SC”), Bursa Malaysia Securities, Securities and Exchange Commission of Thailand, SET and other relevant parties. If approvals are obtained, the proposed SET listing is expected to be implemented by end 2013.

(b) Mergers and Acquisitions

- On 2 April 2012, the Group entered into a sales and purchase agreement with The Royal Bank of Scotland (“RBS”) for the proposed acquisition of selected cash equities, equity capital markets and M&A corporate finance businesses in Australia, China, Hong Kong, India, Taiwan, Indonesia, Malaysia, Singapore and Thailand for GBP88.4 million (approximately RM431.8 mil). On 27 April 2012, the acquisition of the businesses in Indonesia, Malaysia, Singapore and Thailand were completed. On 30 June 2012, the acquisition of the businesses in China and Hong Kong was completed. On 12 July 2012, the proposed acquisition of the businesses in India was terminated due to a legal issue arising in connection with the sale of the India Business by RBS. On 2 November 2012, the acquisition of the businesses in Australia was completed. On 28 March 2013, the acquisition of the businesses in Taiwan was completed.
- On 8 May 2012, CIMB Bank entered into share purchase agreements with San Miguel Properties, San Miguel Corporation Retirement Plan, Q-Tech Alliance Holdings and various minority shareholders for the proposed acquisition of 59.98% in Bank of Commerce in the Philippines for PHP12,203 million (RM881 million). On 7 November 2012, Bank Negara Malaysia approved the proposed acquisition. On 20 November 2012, the Central Bank of the Republic of the Philippines approved the proposed acquisition subject to certain conditions being met.
- On 17 January 2013, the Group’s wholly-owned subsidiary, CIG Bhd, entered into an implementation agreement with Renggis Ventures Sdn Bhd (“RVSB”), a wholly-owned subsidiary of Khazanah Nasional, for the proposed sale of a 51%-stake in CIMB Aviva Assurance and CIMB Aviva Takaful to RVSB for RM1.11 billion. On 28 March 2013, Bank Negara Malaysia approved the proposed sale. CIG Bhd entered into a sale and purchase agreement dated 29 March 2013 with RVSB in respect of the disposal. The proposed disposal was completed on 12 April 2013.

(c) Others

- On 23 January 2013, Fitch Ratings affirmed both CIMB Bank and CIMB Investment Bank's long-term issuer default ratings at 'BBB+' with stable outlook and simultaneously withdrew all the ratings of CIMB Bank and CIMB Investment Bank, at the request of the banks, for business reasons.
- On 31 January 2013, Moody's revised downwards, alongside six other banks in Malaysia, both CIMB Bank and CIMB Investment Bank's foreign currency (and local currency for CIMB Investment Bank) short-term ratings to Prime 2 from Prime 1, reflecting Moody's observations of the transition risk of short-term ratings that A-3 rated banks represent over time. The revised ratings have stable outlook.
- On 24 March 2013, CIMB Securities Limited begun its investment banking and brokerage businesses in Seoul, South Korea after obtaining an equities brokerage licence from the Financial Services Commission of Korea.
- On 14 April 2013, CIMB Securities (India) Pte. Ltd, started its investment banking and brokerage businesses in Mumbai, India after obtaining a stock broking licence from the Securities and Exchange Board of India.
- On 23 April 2013, Fitch Ratings affirmed the National Long-Term ratings of CIMB Thai at 'AA-(tha)' with a stable outlook. Fitch also affirmed CIMB Thai's Long-Term Foreign-Currency IDR at 'BBB'.
- On 23 April 2013, Fitch Ratings has affirmed the Long-Term Foreign Currency Issuer Default Ratings (IDR) of CIMB Niaga at 'BBB' with a stable outlook. The National Long-Term rating was affirmed at 'AAA(idn)'. Fitch also affirmed CIMB Niaga Auto Finance (“CNAF”) National Long-Term rating at 'AA+(idn)' with a stable outlook.
- On 10 May 2013, CIMB Australia entered into a strategic alliance agreement for the provision of research reports and cooperation on corporate advisory and capital markets work to RBS Morgans Holdings Pty Limited.

B3. PROSPECTS FOR THE CURRENT FINANCIAL PERIOD

The Group is pleased to have successfully completed the sale of CIMB Aviva and taken up some restructuring charges to strengthen the capital position and reduce running costs. With the RBS APAC IB acquisition nearing full completion and the Malaysian general elections behind, the Group hopes to see more wholesale banking opportunities going forwards. At the same time, the Group's regional consumer franchise continues to improve and grow.

The Group will remain mindful however, of macroeconomic challenges ahead as regional policy-makers respond to the slower external demand, domestic inflationary pressures and strong liquidity inflows.

B4. TAXATION

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Major components of tax expense:				
Current tax expense	336,475	305,396	336,475	305,396
Deferred tax expense	(21,584)	13,063	(21,584)	13,063
Over-accrual in prior years	1,229	(206)	1,229	(206)
	316,120	318,253	316,120	318,253
Reconciliation				
Profit before taxation	1,718,494	1,341,222	1,718,494	1,341,222
Tax at statutory income tax rate of 25% (2012: 25%)	429,624	335,306	429,624	335,306
Effect of different tax rates in other countries and change in tax rates	(118)	880	(118)	880
Due to income not subject to income tax and expenses not deductible for tax purposes	(114,615)	(17,727)	(114,615)	(17,727)
Over-accrual in prior years	1,229	(206)	1,229	(206)
	316,120	318,253	316,120	318,253

B5. PARTICULARS OF PURCHASE AND SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no material gains or losses on disposal of investments or properties during the period under review other than in the ordinary course of business.

B6. REALISED AND UNREALISED PROFITS

	Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Total retained earnings of the Group and subsidiaries		
- Realised	11,366,636	9,835,615
- Unrealised	255,015	340,878
	11,621,651	10,176,493
Total share of retained earnings from associates		
- Realised	330,183	322,064
- Unrealised	1,193	550
Total share of retained earnings from jointly controlled entities		
- Realised	54,266	46,633
- Unrealised	1	1
	12,007,294	10,545,741
Consolidation adjustments	522,398	680,779
Total group retained earnings as per consolidated financial statements	12,529,692	11,226,520

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The marked-to-market gains and losses on derivative contracts and financial investments at fair value through profit or loss that remain outstanding in the financial statements of the Group as at 31 March 2013 and 31 December 2012 are deemed unrealised and should be read together as it reflects the nature of the transactions and financial position of the Group. In addition, the unrealised retained profits of the Group as disclosed above excludes the translation gains and losses on monetary items denominated in a currency other than the functional currency, as these gains and losses are incurred in the ordinary course of business of the Group, and are hence deemed as realised.

B7. DEPOSITS AND PLACEMENTS OF FINANCIAL INSTITUTIONS AND DEBT SECURITIES

	The Group	
	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Bonds and notes*		
Unsecured		
One year or less (short term)	1,305,438	704,273
More than one year (medium/long term)	3,528,728	2,646,226
	4,834,166	3,350,499

* Included in bonds and notes for the current period is IDR denominated bonds equivalent to IDR4,300,000 million, IDR deminated notes equivalent to IDR200,000 million, HKD denominated bonds equivalent to HKD1,413 million, USD denominated bonds equivalent to USD415 million, THB denominated bonds equivalents to THB14,747 million and SGD denominated bonds equivalents to SGD20 million.

Other borrowings**

Unsecured		
One year or less (short term)	1,669,145	1,059,251
More than one year (medium/long term)	4,004,032	4,527,447
	5,673,177	5,586,698

** Included in other borrowings for the current period is USD denominated syndicated term loans of USD100,000,000.

Subordinated Notes***

Unsecured		
More than one year (medium/long term)	11,918,792	13,220,286
	11,918,792	13,220,286

*** Includes IDR denominated Subordinated Notes of IDR2,980,000,000,000 and THB denominated Subordinated Notes of THB6,604,000,000. The Subordinated Notes of RM1,500,000,000 was fully redeemed on 23 March 2013.

B8. MATERIAL LITIGATION

At the date of this report, there are no pending material litigation not in the ordinary course of business which would have materially affected the Group's financial position.

B9. COMPUTATION OF EARNINGS PER SHARE (EPS)**Basic EPS**

The Group's basic EPS is calculated by dividing the net profit attributable to equity holders of the Parent by the weighted average number of ordinary shares in issue during the financial period.

a) Basic EPS

	The Group			
	1st quarter ended		Three months ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period after non-controlling interests				
- from continuing operations	1,386,178	1,001,079	1,386,178	1,001,079
- from discontinued operation	-	9,588	-	9,588
	1,386,178	1,010,667	1,386,178	1,010,667
Weighted average number of ordinary shares in issue				
- proforma ('000)	7,432,771	7,432,772	7,432,771	7,432,772
Basic earnings per share (expressed in sen per share)				
- from continuing operations	18.7	13.5	18.7	13.5
- from discontinued operation	-	0.1	-	0.1
	18.7	13.6	18.7	13.6

b) Diluted EPS

The Group has no dilution in its earnings per ordinary share in the current period and the preceding year corresponding period as there are no dilutive potential ordinary shares.