

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2012

	Note	Group			Bank		
		30 June 2012 RM'000	31 Dec 2011 (Restated) RM'000	1 Jan 2011 (Restated) RM'000	30 June 2012 RM'000	31 Dec 2011 (Restated) RM'000	1 Jan 2011 (Restated) RM'000
Assets							
Cash and short term funds		19,567,227	28,241,623	20,847,989	15,189,980	20,783,513	12,911,193
Reverse repurchase agreements		4,069,423	3,957,059	3,504,914	4,069,423	3,957,059	2,475,591
Deposits and placements with banks and other financial institutions		4,805,410	4,045,865	9,641,391	13,145,576	10,848,583	16,083,982
Financial assets held for trading	A7	22,004,595	12,627,696	14,458,911	16,521,276	9,471,491	11,814,976
Derivative financial instruments	A20(i)	4,508,796	4,135,377	3,500,891	4,548,040	4,080,924	3,262,534
Financial investments available-for-sale	A8	19,593,085	15,735,494	12,376,754	16,918,068	13,199,586	10,633,945
Financial investments held-to-maturity	A9	9,240,519	10,172,218	10,211,427	6,116,176	7,607,178	8,081,151
Loans, advances and financing	A10	146,172,154	139,509,675	124,252,042	103,423,978	99,222,358	90,816,549
Other assets	A11	2,709,411	2,092,419	2,481,123	2,153,159	1,631,450	1,905,843
Tax recoverable		-	2,464	2,084	-	-	-
Statutory deposits with central banks		5,119,546	5,082,585	1,410,155	3,656,965	3,812,297	954,023
Investment in subsidiaries		-	-	-	4,737,731	4,737,731	4,526,972
Investment in jointly controlled entity		148,682	149,208	139,849	125,000	125,000	125,000
Investment in associate		581,810	589,816	382,248	373,912	392,802	298,116
Amount due from ultimate holding company and holding company		28,853	29,138	29,193	-	285	340
Amount due from subsidiaries		-	-	-	62,423	456,073	84,317
Amount due from related companies		1,548,805	1,673,748	2,259,363	1,560,076	1,671,621	2,239,775
Goodwill		4,891,433	4,899,904	4,923,428	3,555,075	3,555,075	3,555,075
Intangible assets		775,910	721,647	574,064	735,352	676,428	530,362
Prepaid lease payments		1,804	1,964	2,341	-	-	-
Property, plant and equipment		921,585	906,185	947,155	518,373	487,730	541,555
Investment properties		8,310	8,653	61,217	-	-	52,858
		246,697,358	234,582,738	212,006,539	197,410,583	186,717,184	170,894,157
Non-current assets/disposal groups held for sale		15,177	17,248	59,050	3,857	5,043	58,614
Total Assets		246,712,535	234,599,986	212,065,589	197,414,440	186,722,227	170,952,771
Liabilities							
Deposits from customers	A12	180,685,570	176,478,016	159,640,697	134,184,695	131,569,745	121,553,069
Deposits and placements of banks and other financial institutions	A13	21,720,563	13,873,413	14,652,435	26,216,313	18,519,277	18,468,654
Repurchase agreements		1,703,564	1,083,039	33,087	1,452,764	1,083,039	33,087
Derivative financial instruments	A20(i)	4,368,972	4,087,789	3,711,140	4,101,638	3,778,176	3,423,815
Bills and acceptances payable		5,424,664	6,771,502	4,077,611	2,650,499	3,291,625	2,252,722
Amount due to Cagamas Berhad		-	-	107,523	-	-	107,523
Amount due to holding company		632	-	-	632	-	-
Amount due to subsidiaries		-	-	-	109,261	50,013	310,381
Amount due to related companies		4,915	6,444	6,751	-	-	841
Other liabilities	A14	3,125,521	3,196,860	3,637,462	2,295,218	2,559,744	2,731,046
Provision for taxation and Zakat		398,487	301,868	39,071	408,301	301,254	41,679
Deferred taxation		33,271	61,800	38,485	13,149	39,249	14,088
Bonds		190,511	-	423,982	190,511	-	-
Other borrowings		314,441	462,720	925,050	314,441	462,720	-
Subordinated obligations		8,082,043	8,243,955	6,098,269	7,956,950	7,930,808	6,159,081
Redeemable preference shares		737,843	741,429	706,879	-	-	-
Total Liabilities		226,790,997	215,308,835	194,098,442	179,894,372	169,585,650	155,095,986
Equity							
Capital and reserves attributable to owners of the Parent							
Ordinary share capital		3,764,469	3,764,469	3,764,469	3,764,469	3,764,469	3,764,469
Reserves		15,648,093	15,018,007	13,691,445	13,525,859	13,142,368	11,862,576
		19,412,562	18,782,476	17,455,914	17,290,328	16,906,837	15,627,045
Perpetual preference shares		200,000	200,000	200,000	200,000	200,000	200,000
Redeemable preference shares		29,740	29,740	29,740	29,740	29,740	29,740
Non-controlling interests		279,236	278,935	281,493	-	-	-
Total Equity		19,921,538	19,291,151	17,967,147	17,520,068	17,136,577	15,856,785
Total Equity and Liabilities		246,712,535	234,599,986	212,065,589	197,414,440	186,722,227	170,952,771
Commitments and contingencies	A20(ii)	423,368,383	407,043,765	339,983,774	384,594,496	370,723,140	305,702,131
Net assets per ordinary share (RM)		5.16	4.99	4.64	4.59	4.49	4.15

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

GROUP	Note	Individual Quarter		Cumulative Quarters	
		30 June 2012	30 June 2011	30 June 2012	30 June 2011
		RM'000	RM'000	RM'000	RM'000
Interest income	A15	2,060,699	1,867,680	4,089,406	3,658,805
Interest expense	A16	(950,301)	(819,994)	(1,910,563)	(1,593,524)
Net interest income		1,110,398	1,047,686	2,178,843	2,065,281
Income from Islamic Banking operations	A23	343,165	316,047	691,265	644,774
Net non-interest income	A17	526,247	462,421	1,157,802	875,481
Overheads	A18	(1,979,810)	(1,826,154)	(4,027,910)	(3,585,536)
Profit before allowances		903,704	851,070	1,896,248	1,701,333
Allowances for impairment losses on loans, advances and financing	A19	(49,495)	(31,642)	(82,789)	(4,218)
Allowances for losses on other receivables		(49)	(840)	(230)	(1,371)
Allowances for commitments and contingencies written back/(made)		11,096	(332)	11,834	(332)
Allowances for other impairment losses written back/(made)		585	2,117	941	(4,635)
		865,841	820,373	1,826,004	1,690,777
Share of results of jointly controlled entity		593	3,497	(526)	7,449
Share of results of associates		27,712	22,596	50,329	38,366
Profit before taxation		894,146	846,466	1,875,807	1,736,592
Taxation		(201,760)	(172,858)	(414,337)	(361,905)
Profit for the financial period		692,386	673,608	1,461,470	1,374,687
Profit for the financial period attributable to :					
Owners of the Parent		691,668	672,997	1,459,766	1,371,012
Non-controlling interests		718	611	1,704	3,675
		692,386	673,608	1,461,470	1,374,687
Earnings per share attributable to ordinary equity holders of the Parent - basic (sen)	B3	18.37	17.88	38.78	36.42

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

GROUP	Individual Quarter		Cumulative Quarters	
	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	692,386	673,608	1,461,470	1,374,687
Other comprehensive income:				
Revaluation reserve of financial investments available-for-sale	12,606	68,204	9,036	34,496
- Net gain from change in fair value				
- as previously reported	-	95,103	-	92,349
- movement during the period/effect of adopting MFRS1	34,819	26,170	73,377	16,562
- Realised gain transferred to statement of income on disposal and impairment	(35,494)	(28,246)	(78,460)	(49,141)
- Income tax effects				
- as previously reported	-	(18,265)	-	(21,491)
- movement during the period/effect of adopting MFRS1	13,281	(6,558)	14,119	(3,783)
Net investment hedge	(75,429)	(25,506)	(10,969)	20,493
Cash flow hedge				
- Net loss from change in fair value	(7)	-	(20)	-
Exchange fluctuation reserve	107,840	(11,435)	4,276	(122,382)
Share of other comprehensive expense of associate	(5,236)	-	(13,849)	-
Other comprehensive income/(expense) for the period, net of tax	39,774	31,263	(11,526)	(67,393)
Total comprehensive income for the financial period	732,160	704,871	1,449,944	1,307,294
Total comprehensive income for the financial period attributable to:				
Owners of the Parent	731,389	706,223	1,449,643	1,306,390
Non-controlling interests	771	(1,352)	301	904
	732,160	704,871	1,449,944	1,307,294

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

	Note	Individual Quarter 2nd Quarter Ended		Cumulative Quarters Six months ended	
		30 June 2012 RM'000	30 June 2011 RM'000	30 June 2012 RM'000	30 June 2011 RM'000
<u>BANK</u>					
Interest income	A15	1,886,960	1,738,894	3,740,747	3,421,714
Interest expense	A16	(854,824)	(758,279)	(1,718,184)	(1,482,237)
Net interest income		1,032,136	980,615	2,022,563	1,939,477
Income from Islamic Banking operations	A23	4,914	1,903	9,850	4,841
Net non-interest income	A17	486,218	1,101,848	1,077,041	1,493,890
Overheads	A18	1,523,268 (784,398)	2,084,366 (756,407)	3,109,454 (1,585,818)	3,438,208 (1,446,268)
Profit before allowances		738,870	1,327,959	1,523,636	1,991,940
Allowances for impairment losses on loans, advances and financing	A19	(27,260)	(33,565)	(21,313)	(55,601)
Allowances for losses on other receivables		(34)	(1,156)	(167)	(1,355)
Allowances for commitments and contingencies written back		10,772	-	10,772	-
Allowances for other impairment losses written back/(made)		87	641	443	(6,111)
Profit before taxation		722,435	1,293,879	1,513,371	1,928,873
Taxation		(164,393)	(134,547)	(338,170)	(278,132)
Profit for the financial period		558,042	1,159,332	1,175,201	1,650,741
Earnings per share - basic (sen)	B3	14.82	30.80	31.22	43.85

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

	Individual Quarter 2nd Quarter Ended		Cumulative Quarters Six months ended	
	30 June 2012 RM'000	30 June 2011 RM'000	30 June 2012 RM'000	30 June 2011 RM'000
<u>BANK</u>				
Profit for the financial period	558,042	1,159,332	1,175,201	1,650,741
Other comprehensive income:				
Revaluation reserve of financial investments available-for-sale	12,122	67,972	22,683	35,427
- Net gain from change in fair value				
- as previously reported	-	88,948	-	84,047
- movement during the period/effect of adopting MFRS1	37,956	25,491	83,602	17,535
- Realised gain transferred to statement of income on disposal and impairment	(34,701)	(21,228)	(70,607)	(41,745)
- Income tax effects				
- as previously reported	-	(18,851)	-	(20,384)
- movement during the period/effect of adopting MFRS1	8,867	(6,388)	9,688	(4,026)
Net investment hedge	(75,429)	(25,506)	(10,969)	20,493
Cash flow hedge				
- Net loss from change in fair value	(7)	-	(20)	-
Exchange fluctuation reserve	27,897	35,903	16,615	29,147
Other comprehensive (expense)/income for the financial period, net of tax	(35,417)	78,369	28,309	85,067
Total comprehensive income for the financial period	522,625	1,237,701	1,203,510	1,735,808

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

The Group	Attributable to owners of the Parent															
	Share capital	Share preference	Share premium	Statutory reserve	Exchange fluctuation reserve	Share available-for-sale investments	Merger deficit	Capital reserve	Hedging reserve	Regulatory reserve*	Share-based payment reserve	Retained profits	Total	Perpetual preference shares	Non-controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2012	3,764,469	29,740	5,033,633	4,294,435	(163,485)	451,876	(1,085,928)	735,457	76,699	490,627	263,360	4,778,576	18,669,459	200,000	278,935	19,148,394
- As previously stated						142,757							142,757			142,757
- Effect of adopting MFRS1																
As restated	3,764,469	29,740	5,033,633	4,294,435	(163,485)	594,633	(1,085,928)	735,457	76,699	490,627	263,360	4,778,576	18,812,216	200,000	278,935	19,291,151
Profit for the financial period	-	-	-	-	-	(4,775)	-	-	(10,989)	-	(239)	1,459,766	1,459,766	-	1,704	1,461,470
Other comprehensive income (net of tax)	-	-	-	-	5,880	9,074	-	-	(10,969)	-	-	-	(10,123)	-	(1,403)	(11,526)
- financial investments available-for-sale	-	-	-	-	-	-	-	-	-	-	-	-	9,074	-	(38)	9,036
- net investment hedge	-	-	-	-	-	-	-	-	(10,969)	-	-	-	(10,969)	-	-	(10,969)
- cash flow hedge	-	-	-	-	-	-	-	-	(20)	-	-	-	(20)	-	-	(20)
- currency translation difference	-	-	-	-	5,880	(13,849)	-	-	-	(239)	-	-	5,641	-	(1,365)	4,276
- share of other comprehensive expense of associate	-	-	-	-	-	-	-	-	-	-	-	-	(13,849)	-	-	(13,849)
Total comprehensive income for the financial period	-	-	-	-	5,880	(4,775)	-	-	(10,989)	-	(239)	1,459,766	1,449,643	-	301	1,449,944
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	-	-	(193,186)	-	-	-	-
Transfer to statutory reserve	-	-	-	90,377	-	-	-	-	-	193,186	-	(90,377)	-	-	-	-
Expiry of Management Equity Scheme	-	-	-	-	-	-	-	-	-	-	(248,602)	248,602	-	-	-	-
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	15,159	-	15,159	-	-	15,159
Second interim dividends for the financial year ended 31 December 2011	-	-	-	-	-	-	-	-	-	-	-	(827,000)	(827,000)	-	-	(827,000)
Shares released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	(7,716)	-	(7,716)	-	-	(7,716)
At 30 June 2012	3,764,469	29,740	5,033,633	4,384,812	(157,605)	589,858	(1,085,928)	735,457	65,710	683,813	21,962	5,376,381	19,442,302	200,000	279,236	19,921,538
At 1 January 2011	3,764,469	29,740	5,033,633	4,126,569	(213,699)	389,033	(1,085,928)	735,457	135,877	117,595	231,955	4,101,446	17,366,147	200,000	281,493	17,847,640
- As previously stated						119,507							119,507			119,507
- Effect of adopting MFRS1																
As restated	3,764,469	29,740	5,033,633	4,126,569	(213,699)	508,540	(1,085,928)	735,457	135,877	117,595	231,955	4,101,446	17,485,654	200,000	281,493	17,967,147
Profit for the financial period	-	-	-	-	-	34,656	-	-	20,493	-	(13)	1,371,012	1,371,012	-	3,675	1,374,687
Other comprehensive income (net of tax)	-	-	-	-	(119,758)	34,656	-	-	-	-	-	-	(64,622)	-	(2,771)	(67,393)
- financial investments available-for-sale	-	-	-	-	-	-	-	-	-	-	-	-	34,656	-	(160)	34,496
- net investment hedge	-	-	-	-	(119,758)	-	-	-	20,493	-	(13)	-	20,493	-	-	20,493
Total comprehensive income for the financial period	-	-	-	-	(119,758)	34,656	-	-	20,493	-	(13)	1,371,012	(119,771)	-	(2,611)	(122,382)
Transfer to regulatory reserve	-	-	-	98,962	-	-	-	-	20,493	-	(13)	-	1,306,390	-	904	1,307,294
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-	-	(98,962)	-	-	-	-
Share-based payment expense	-	-	-	-	-	-	-	-	-	151,409	-	(151,409)	-	-	-	-
Second interim dividend for the financial year ended 31 December 2010	-	-	-	-	-	-	-	-	-	-	16,986	-	16,986	-	-	16,986
Capital repayment from a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(600,903)	(600,903)	-	-	(600,903)
At 30 June 2011	3,764,469	29,740	5,033,633	4,225,531	(333,457)	543,196	(1,085,928)	735,457	156,370	269,004	248,928	4,621,184	18,208,127	200,000	271,491	18,679,618

* Regulatory reserve is maintained as an additional credit risk absorbent to ensure robustness on the loan impairment assessment methodology with the adoption of FRS 139 beginning 1 January 2010.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD (13491-P)
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

	Non-distributable										Distributable			Total Equity RM'000
	Share capital RM'000	Share preference Shares RM'000	Share premium RM'000	Statutory reserve RM'000	Exchange fluctuation reserve RM'000	Revaluation reserve- financial investments available-for-sale RM'000	Merger deficit RM'000	Capital reserve RM'000	Hedging reserve RM'000	Regulatory reserve* RM'000	Share-based payment reserve RM'000	Retained profits RM'000	Perpetual preference shares RM'000	
The Bank														
At 1 January 2012	3,764,469	29,740	5,033,633	3,964,469	7,384	383,677	(1,047,872)	746,852	76,699	431,514	245,281	3,163,001	200,000	16,998,847
- As previously stated						137,730	-	-	-	-	-	-	-	137,730
- Effect of adopting MFRS 1														
As restated	3,764,469	29,740	5,033,633	3,964,469	7,384	521,407	(1,047,872)	746,852	76,699	431,514	245,281	3,163,001	200,000	17,136,577
Profit for the financial period	-	-	-	-	-	22,683	-	-	(10,989)	-	34	1,175,201	-	1,175,201
Other comprehensive income (net of tax)	-	-	-	-	-	22,683	-	-	(10,969)	-	-	-	-	22,683
- financial investments available-for-sale	-	-	-	-	-	-	-	-	(10,969)	-	-	-	-	(10,969)
- net investment hedge	-	-	-	-	-	-	-	-	(20)	-	-	-	-	(20)
- cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- currency translation difference	-	-	-	-	16,581	-	-	-	-	-	34	-	-	16,615
Total comprehensive income for the financial period	-	-	-	-	16,581	22,683	-	(10,989)	-	34	1,175,201	-	-	1,203,510
Transfer to regulatory reserve	-	-	-	-	-	-	-	-	-	153,236	(230,859)	-	-	-
Expiry of Management Equity Scheme	-	-	-	-	-	-	-	-	-	-	14,500	-	-	14,500
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Second interim dividends for the financial year ended 31 December 2011	-	-	-	-	-	-	-	-	-	-	-	(827,000)	-	(827,000)
Shares released under Equity Ownership Plan	-	-	-	-	-	-	-	-	-	-	(7,519)	-	-	(7,519)
At 30 June 2012	3,764,469	29,740	5,033,633	3,964,469	23,965	544,090	(1,047,872)	746,852	65,710	584,750	21,437	3,588,825	200,000	17,520,068
At 1 January 2011														
- As previously stated														
- Effect of adopting MFRS 1														
As restated	3,764,469	29,740	5,033,633	3,964,469	(46,533)	324,543	(1,047,872)	746,852	135,877	110,190	215,649	2,310,107	200,000	15,741,124
Profit for the financial period	-	-	-	-	(46,533)	440,204	(1,047,872)	746,852	135,877	110,190	215,649	2,310,107	200,000	15,856,785
Other comprehensive income (net of tax)	-	-	-	-	-	35,427	-	-	20,493	-	138	1,650,741	-	1,650,741
- financial investments available-for-sale	-	-	-	-	-	35,427	-	-	20,493	-	-	-	-	35,427
- net investment hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- currency translation difference	-	-	-	-	29,009	-	-	-	-	-	138	-	-	29,147
Total comprehensive income for the financial period	-	-	-	-	29,009	35,427	-	-	20,493	-	138	1,650,741	-	1,735,808
Transfer to regulatory reserve	-	-	-	-	29,009	-	-	-	20,493	-	138	(140,438)	-	-
Share-based payment expense	-	-	-	-	-	-	-	-	-	-	16,155	-	-	16,155
Second interim dividend for the financial year ended 31 December 2010	-	-	-	-	-	-	-	-	-	-	-	(600,903)	-	(600,903)
At 30 June 2011	3,764,469	29,740	5,033,633	3,964,469	(17,524)	475,631	(1,047,872)	746,852	156,370	250,628	231,942	3,219,507	200,000	17,007,845

* Regulatory reserve is maintained as an additional credit risk absorbent on the loan impairment assessment methodology with the adoption of FRIS 139 beginning 1 January 2010.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

CIMB BANK BERHAD
CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

	Group		Bank	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Profit before taxation	1,875,807	1,736,592	1,513,371	1,928,873
Adjustments for non-operating and non-cash items	(30,307)	(205,136)	(155,843)	(925,662)
Operating profit before changes in working capital	1,845,500	1,531,456	1,357,528	1,003,211
Net changes in operating assets	(17,788,090)	(4,672,632)	(13,565,270)	(4,919,113)
Net changes in operating liabilities	11,202,313	9,133,919	9,585,801	8,755,628
	(6,585,777)	4,461,287	(3,979,469)	3,836,515
Cash flows generated from/(used in) operations	(4,740,277)	5,992,743	(2,621,941)	4,839,726
Taxation paid	(308,177)	(108,180)	(193,099)	(80,315)
Net cash flows generated from/(used in) operating activities	(5,048,454)	5,884,563	(2,815,040)	4,759,411
Net cash flows (used in)/generated from investing activities	(2,459,476)	(1,556,525)	(1,829,220)	(1,040,846)
Net cash flows generated from/(used in) financing activities	(1,201,055)	(2,206,531)	(963,572)	(845,155)
Net increase/(decrease) in cash and cash equivalents	(8,708,985)	2,121,507	(5,607,832)	2,873,410
Effects of exchange rate changes	34,589	(14,135)	14,299	(2,378)
Cash and cash equivalents at the beginning of financial period	28,241,623	20,847,989	20,783,513	12,911,193
Cash and cash equivalents at end of financial period	19,567,227	22,955,361	15,189,980	15,782,225

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2011.

PART A - EXPLANATORY NOTES

A1. BASIS OF PREPARATION

The unaudited condensed interim financial statements for the financial period ended 30 June 2012 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 also comply with IAS 134 Interim Financial Reporting issued by International Accounting Standard Board. For the periods up to and including the year ended 31 December 2011, the Group and the Bank prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

The unaudited condensed interim financial statements should be read in conjunction with the Group's and the Bank's audited financial statements for the financial year ended 31 December 2011. 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 and the Bank since the financial year ended 31 December 2011.

These unaudited condensed interim financial statements are the Group's and the Bank's first MFRS condensed interim financial statements for part of the period covered by the Group's and the Bank's first MFRS annual financial statements for the year ending 31 December 2012. MFRS 1 First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1") has been applied.

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 2011, and modified for the adoption of the following accounting standards applicable for financial periods beginning on or after 1 January 2012:

MFRS 139 "Financial instruments: recognition and measurement"

Revised MFRS 124 "Related party disclosures"

Amendment to MFRS 112 "Income taxes"

IC Interpretation 19 "Extinguishing financial liabilities with equity instruments"

Amendment to IC Interpretation 14 "MFRS 19 - The limit on a defined benefit assets, minimum funding requirements and their interaction"

Amendment to MFRS 101 "Presentation of items of other comprehensive income"

Amendment to MFRS 1 "First time adoption on fixed dates and hyperinflation"

Amendment to MFRS 7 "Financial instruments: Disclosures on transfers of financial assets"

Other than the adoption of MFRS 1 which will result to designate a previously recognised financial investments held-to-maturity as a financial investments available-for-sale, the adoption of the other new standards, amendments to published standards and interpretations are not expected to have impact on the financial results of the Group and the Bank.

In preparing its opening MFRS Statement of Financial Position as at 1 January 2011 (which is also the date of transition), the Group and the Bank have adjusted the amounts previously reported in Financial Statements prepared in accordance with FRS. The impact of the adoption of MFRS 1 "First time adoption of MFRS" to the prior periods presented is disclosed in Note A25.

The unaudited condensed interim financial statements incorporate those activities relating to Islamic banking which have been undertaken by the Group and the Bank. 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's and Bank'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.

PART A - EXPLANATORY NOTES

A2. CHANGES IN ESTIMATES

Beginning 1 January 2012, there is a change in accounting estimate on the method to compute unwinding income. Unwinding income in individual and portfolio impairment allowances were reclassified to loans, advances and financing following the change in accounting estimate. The change in accounting estimate has been applied prospectively.

A3. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

a) CIMB Thai Bank, a subsidiary of the Bank had fully settled its USD 40 million subordinated notes on 21 February 2012.

b) On 8 March 2012, CIMB Thai Bank announced a 3-for-10 rights issue at THB1 per share. The exercise was approved at the AGM and approved by Thailand's Ministry of Finance on 12 April 2012 and 21 June 2012 respectively. The exercise was completed on 7 August 2012 and CIMB Thai Bank successfully raised a total capital of THB 4.769 billion.

c) CIMB Bank Berhad, acting through its Labuan Offshore Branch, issued a HKD462 million 5-year senior unsecured notes (the "Notes") under its USD1 billion Euro Medium Term Note Programme established on 27 January 2011. The Notes were issued on 8 May 2012 and will mature on 8 May 2017. The Notes bear a coupon rate of 2.55% per annum payable annually in arrears.

d) CIMB Bank Berhad issued a USD350 million 5-year senior unsecured notes (the "Notes") under its USD1 billion Euro Medium Term Note Programme established on 27 January 2011. The Notes were issued on 26 July 2012 and will mature on 26 July 2017. The Notes bear a coupon rate of 2.375% per annum payable semi-annually in arrears.

A4. DIVIDENDS PAID AND PROPOSED

A second net interim dividend of RM827,000,000 comprising approximately 4.17 sen per share less 25% income tax on 2,974,009,486 Redeemable Preference Shares ("RPS") of RM0.01 each, amounting to RM93,000,000 and single tier dividend of approximately 19.50 sen per share on 3,764,468,517 ordinary shares of RM1.00 each, amounting to RM734,000,000 in respect of the financial year ended 31 December 2011, was approved by the Board of Directors on 19 January 2012, which was paid on 15 March 2012 and 19 March 2012 respectively.

The Directors have proposed a single tier interim dividend of approximately 22.19 sen per share on 2,974,009,486 RPS of RM0.01 each, amounting to RM660,000,000 in respect of the financial year ending 31 December 2012.

A5. STATUS OF CORPORATE PROPOSAL

1) On 21 February 2012, CIMB Bank entered into a sale and purchase agreement with a third party for the disposal of 6.8% stake in The South East Asian Strategic Assets Fund LP.

2) On 8 May 2012, 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).

The Proposed Acquisition is expected to complete in the second half of year 2012, barring any unforeseen circumstances.

A6. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

There were no significant events other than those disclosed under issuance and repayment of debt and equity securities that had occurred between 30 June 2012 and the date of this announcement.

PART A - EXPLANATORY NOTES (CONTINUED)

A7. FINANCIAL ASSETS HELD FOR TRADING

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
Money market instruments				
Unquoted				
Malaysian Government Securities	660,718	253,409	660,718	233,246
Cagamas bonds	16,178	52,511	16,178	52,511
Khazanah bonds	6,161	-	6,161	-
Malaysian Government treasury bills	319,340	90,484	299,658	80,750
Other Government securities	2,484,691	2,933,501	2,484,691	2,933,501
Bank Negara Malaysia bills	2,994,347	156,856	2,994,347	156,856
Bank Negara Malaysia negotiable notes	6,653,678	1,817,293	3,200,050	11,105
Bankers' acceptances and Islamic accepted bills	579,960	575,819	469,298	428,928
Negotiable instruments of deposit	2,784,725	2,069,683	1,669,502	1,565,527
Credit-linked notes	46,624	46,059	46,624	46,059
Commercial papers	428,330	168,458	428,330	168,458
Government Investment Issue	298,898	147,201	8,433	51,745
	17,273,650	8,311,274	12,283,990	5,728,686
Quoted securities				
<u>In Malaysia</u>				
Shares	850,273	835,886	850,273	835,886
	850,273	835,886	850,273	835,886
<u>Outside Malaysia</u>				
Shares	3,423	2,659	-	-
Private debt securities	-	4,818	-	-
Other Government bonds	347,073	216,609	-	-
	350,496	224,086	-	-
Unquoted securities				
<u>In Malaysia</u>				
Shares	6,421	6,243	6,421	6,243
Private and Islamic debt securities	1,752,329	1,869,106	1,685,876	1,717,715
	1,758,750	1,875,349	1,692,297	1,723,958
<u>Outside Malaysia</u>				
Private and Islamic debt securities	1,711,468	1,322,944	1,694,716	1,182,961
Shares	59,958	58,157	-	-
	22,004,595	12,627,696	16,521,276	9,471,491

PART A - EXPLANATORY NOTES (CONTINUED)

A8. FINANCIAL INVESTMENTS AVAILABLE-FOR-SALE

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 (Restated) RM'000	30 June 2012 RM'000	31 Dec 2011 (Restated) RM'000
Money market instruments				
Unquoted				
Malaysian Government Securities	499,014	1,422,455	464,313	1,388,758
Khazanah bonds	162,992	190,187	162,992	190,187
Government Investment Issue	1,474,996	1,198,283	1,065,685	749,842
Other Government securities	99,360	25,874	99,360	25,874
Commercial papers	9,997	-	9,997	-
Bank Negara Malaysia bills	588,853	-	588,853	-
Cagamas bonds	492,854	453,651	472,020	417,794
	3,328,066	3,290,450	2,863,220	2,772,455
Quoted securities:				
<u>In Malaysia</u>				
Shares	3,946	-	3,946	-
	3,946	-	3,946	-
<u>Outside Malaysia</u>				
Shares	4,527	4,398	290	189
Other Government bonds	856,901	834,022	-	-
Unit trusts	291,657	292,209	-	-
Private debt securities	-	19,826	-	-
	1,153,085	1,150,455	290	189
Unquoted securities:				
<u>In Malaysia</u>				
Private debt securities	10,831,890	8,924,328	9,824,096	8,195,124
Shares	807,022	797,611	798,001	797,475
Bonds funds	-	12,790	-	-
Loan stocks	12,806	19,774	12,806	12,806
	11,651,718	9,754,503	10,634,903	9,005,405
<u>Outside Malaysia</u>				
Shares	226,361	167,240	200,763	139,855
Private equity funds	65,229	60,479	-	-
Unit trusts	20,327	21,125	-	-
Private debt securities	3,461,650	1,612,707	3,507,022	1,578,415
	3,773,567	1,861,551	3,707,785	1,718,270
	19,910,382	16,056,959	17,210,144	13,496,319
Allowance for impairment losses:				
Private debt securities	(205,853)	(210,510)	(205,853)	(210,510)
Quoted shares	(2,486)	(2,504)	-	-
Unquoted shares	(94,382)	(94,532)	(73,417)	(73,417)
Loan stocks	(12,806)	(12,806)	(12,806)	(12,806)
Unit trusts	(1,770)	(1,113)	-	-
	(317,297)	(321,465)	(292,076)	(296,733)
Total financial investments available-for-sale	19,593,085	15,735,494	16,918,068	13,199,586

On 1 January 2012, the Group and the Bank designated a previously held financial investments held-to-maturity to financial investments available-for-sale, as allowed under MFRS 1. The fair value and the carrying amount of the financial investments at the date of designation is RM4,647,899,111 and RM4,457,951,926 respectively for the Group and RM4,153,904,875 and RM3,970,660,437 respectively for the Bank.

PART A - EXPLANATORY NOTES (CONTINUED)

A9. FINANCIAL INVESTMENTS HELD-TO-MATURITY

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	(Restated)	RM'000	(Restated)
		RM'000		RM'000
Money market instruments :				
Unquoted				
Malaysian Government Securities	-	13,252	-	13,252
Malaysian Government Investment Issue	20,683	11,655	20,683	7,696
Other Government securities	748,774	490,820	748,774	490,820
Cagamas bonds	4,834	5,977	4,834	5,977
	774,291	521,704	774,291	517,745
Quoted securities				
<u>Outside Malaysia</u>				
Private debt securities	1,993,935	1,835,931	-	-
	1,993,935	1,835,931	-	-
Unquoted securities				
<u>In Malaysia</u>				
Loans stocks	30,781	30,781	-	-
Danaharta Urus Sdn Bhd bonds	130,139	795,335	130,139	795,335
Private debt securities	4,662,987	4,766,854	3,574,867	4,071,675
	4,823,907	5,592,970	3,705,006	4,867,010
<u>Outside Malaysia</u>				
Private debt securities	1,645,054	1,927,082	1,597,193	1,882,423
Accretion of discount net of amortisation of premium	39,650	330,937	39,686	340,000
Less : Allowance for impairment losses	(36,318)	(36,406)	-	-
Total financial investments held-to-maturity	9,240,519	10,172,218	6,116,176	7,607,178

On 1 January 2012, the Group and the Bank designated a previously held financial investments held-to-maturity to financial investments available-for-sale, as allowed under MFRS 1. The fair value and the carrying amount of the financial investments at the date of designation is RM4,647,899,111 and RM4,457,951,926 respectively for the Group and RM4,153,904,875 and RM3,970,660,437 respectively for the Bank.

Included in the financial investments held-to-maturity of the Group as at 30 June 2012 are 10-year promissory notes of THB423 million (2011: THB450 million) maturing between 2012 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 year, CIMB Bank Thai has recognised a gain of approximately RM101 million arising from the sharing agreement.

PART A - EXPLANATORY NOTES (CONTINUED)

A10. LOANS, ADVANCES AND FINANCING

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
(i) By type of financing				
At amortised cost				
Overdrafts	5,615,437	5,768,540	4,489,969	4,679,867
Term loans/financing				
- Housing loan/financing	43,134,739	41,257,312	33,205,434	32,162,693
- Syndicated term loan	9,629,165	9,654,363	9,420,120	9,388,988
- Other term loans/financing	58,661,974	55,204,174	38,667,842	35,597,859
- Factoring receivables	18,449	12,172	-	-
- Lease receivables	70,304	40,003	-	-
- Hire purchase receivables	12,069,502	11,614,260	5,105,659	5,160,996
Bills receivable	3,101,423	3,644,191	766,999	718,096
Trust receipts	2,315,181	1,230,199	673,109	540,594
Claim on customers under acceptance credit	3,586,181	3,537,136	3,324,062	3,295,642
Staff loans	387,642	384,590	342,377	345,173
Credit card receivables	4,386,939	4,649,029	4,287,045	4,544,951
Revolving credit	5,845,690	5,815,428	5,357,206	5,338,728
Share margin financing	928,941	560,088	747,354	501,297
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884
Fair value changes arising from fair value hedges	487,381	398,797	155,651	158,115
	150,238,948	143,770,282	106,542,827	102,432,999
Less: Allowance for impairment losses				
- Individual impairment allowance	(1,924,413)	(2,062,708)	(1,606,642)	(1,633,574)
- Portfolio impairment allowance	(2,142,381)	(2,197,899)	(1,512,207)	(1,577,067)
	(4,066,794)	(4,260,607)	(3,118,849)	(3,210,641)
Total net loans, advances and financing	146,172,154	139,509,675	103,423,978	99,222,358

(a) Included in the Group's and the Bank's loans, advances and financing balances are RM66,719,000 (2011: RM69,977,000) 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.

PART A - EXPLANATORY NOTES (CONTINUED)

A10. LOANS, ADVANCES AND FINANCING (CONTINUED)

(b) The Group and the Bank have undertaken fair value hedge on the interest rate risk of loans, advances and financing with RM6,565,662,000 (2011: RM7,237,885,000) and RM1,272,222,000 (2011: RM2,884,132,000) respectively, using interest rate swaps.

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Gross loan hedged	6,565,662	7,237,885	1,272,222	2,844,132
Fair value changes arising from fair value hedges	487,381	398,797	155,651	158,115
	7,053,043	7,636,682	1,427,873	3,002,247

The fair value loss of interest rate swaps of the Group and the Bank in these hedge transactions as at 30 June 2012 were RM428,407,326 (2011: RM445,176,674) and RM 70,855,184 (2011: RM181,364,782) respectively.

(c) As part of an arrangement with CIMB Islamic in relation to the RPSIA, the Bank records as deposits and placements with banks and other financial institutions, its exposure in the arrangement, whereas CIMB Islamic records its exposure as loans, advances and financing. The RPSIA arrangement exposes the Bank to the risks and rewards on the financing and accordingly, the Bank accounts for all impairment allowances for bad and doubtful financing arising from the RPSIA financing.

As at 30 June 2012, the gross exposure and portfolio impairment allowance relating to RPSIA financing are RM1,133 million (2011: RM1,065 million) and RM3.7 million (2011: RM3.7 million) respectively.

There was no individual impairment allowance provided for the RPSIA financing.

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
(ii) By type of customers				
Domestic banking institutions	53,692	57,963	1,714	173
Domestic non-bank financial institutions				
- Stockbroking companies	140	-	140	-
- others	2,049,120	1,703,135	1,269,413	1,100,559
Domestic business enterprises				
- small medium enterprises	11,240,512	11,374,308	9,069,120	9,177,518
- others	29,491,588	29,554,549	18,828,010	19,336,391
Government and statutory bodies	12,919,079	12,657,089	6,113,455	6,103,106
Individuals	79,433,636	75,553,562	56,968,066	54,598,218
Other domestic entities	3,008,305	2,331,686	2,923,173	2,230,336
Foreign entities	11,555,495	10,139,193	11,214,085	9,728,583
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884

PART A - EXPLANATORY NOTES (CONTINUED)

A10. LOANS, ADVANCES AND FINANCING (CONTINUED)

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
(iii) By interest/profit rate sensitivity				
Fixed rate				
- Housing loans/ financing	1,727,844	1,935,416	1,194,151	1,242,704
- Hire purchase receivables	12,116,633	11,594,690	5,080,702	5,139,062
- Other fixed rate loans	31,485,159	31,267,939	18,786,188	18,697,693
Variable rate				
- BLR plus	58,554,948	55,721,316	51,167,832	48,985,065
- Cost-plus	23,974,754	23,129,879	16,691,104	16,661,688
- Other variable rates	21,892,229	19,722,245	13,467,199	11,548,672
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884
(iv) By economic purpose				
Personal use	6,517,017	6,502,902	2,316,707	2,394,655
Credit cards	4,386,938	4,649,029	4,287,046	4,544,951
Purchase of consumer durables	3,294	464	2,401	464
Construction	5,198,699	4,568,490	2,733,785	2,448,635
Residential property (housing)	43,099,939	41,211,363	33,112,999	32,063,079
Non-residential property	13,407,894	12,593,580	11,393,095	10,666,694
Purchase of fixed assets other than land and buildings	1,680,116	1,652,118	1,066,834	985,007
Mergers and acquisitions	3,654,830	5,186,293	3,627,297	5,151,506
Purchase of securities	10,139,046	8,185,688	9,956,842	8,105,805
Purchase of transport vehicles	11,976,748	11,396,621	5,162,300	5,229,033
Working capital	33,205,745	29,512,883	21,776,747	18,338,603
Other purposes	16,481,301	17,912,054	10,951,123	12,346,452
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884
(v) By geographical distribution				
Malaysia	121,185,279	117,273,540	90,712,190	88,651,068
Indonesia	949,385	845,404	885,868	721,588
Thailand	12,617,105	12,213,550	48,062	45,780
Singapore	11,129,024	9,165,064	11,129,024	9,165,064
United Kingdom	844,773	996,344	844,773	996,344
Hong Kong	915,546	598,442	915,546	598,442
Other countries	2,110,455	2,279,141	1,851,713	2,096,598
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884
(vi) By residual contractual maturity				
Within one year	25,777,552	26,289,130	18,140,461	20,376,834
One year to less than three years	38,173,378	33,652,531	35,871,068	31,654,791
Three years to less than five years	10,724,209	11,357,133	7,503,690	8,519,463
Five years and more	75,076,428	72,072,691	44,871,957	41,723,796
Gross loans, advances and financing	149,751,567	143,371,485	106,387,176	102,274,884

PART A - EXPLANATORY NOTES (CONTINUED)

A10. LOANS, ADVANCES AND FINANCING (CONTINUED)

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
(vii) Impaired loans, advances and financing by economic purpose				
Personal use	136,359	139,300	73,779	81,162
Credit cards	83,526	101,554	80,264	97,048
Purchase of consumer durables	35	80	35	80
Construction	1,073,584	1,104,991	1,024,639	992,740
Residential property (housing)	858,392	794,760	709,548	660,496
Non-residential property	253,841	243,533	213,967	216,231
Purchase of fixed assets other than land and buildings	36,004	74,320	21,325	32,045
Purchase of securities	154,527	74,793	152,060	55,502
Purchase of transport vehicles	344,057	337,612	213,677	218,544
Working capital	1,517,864	1,863,700	1,320,494	1,644,242
Other purposes	351,500	373,900	70,975	43,738
Gross impaired loans	4,809,689	5,108,543	3,880,763	4,041,828
(viii) Impaired loans, advances and financing by geographical distribution				
Malaysia	3,849,402	4,045,324	3,469,653	3,605,151
Indonesia	97,083	47,167	96,975	-
Thailand	548,365	578,032	626	-
Singapore	53,693	43,103	53,693	43,103
United Kingdom	4,061	54,025	4,061	54,025
Other countries	257,085	340,892	255,755	339,549
Gross impaired loans	4,809,689	5,108,543	3,880,763	4,041,828
(ix) Movements in impaired loans, advances and financing				
At 1 January	5,108,543	5,058,292	4,041,828	3,988,148
Classified as impaired during the financial period/year	1,502,403	3,293,236	1,210,483	2,749,184
Reclassified as not impaired during the financial period/year	(568,862)	(1,626,487)	(459,787)	(1,463,951)
Amount written back in respect of recoveries	(691,718)	(999,377)	(602,287)	(809,669)
Amount written off	(669,664)	(629,413)	(418,057)	(438,323)
Reclassification from unwinding income	131,190	-	106,821	-
Exchange fluctuation	(2,203)	12,292	1,762	16,439
At 30 June/31 December	4,809,689	5,108,543	3,880,763	4,041,828
Ratio of gross impaired loans to total loans, advances and financing	3.21%	3.56%	3.65%	3.95%

PART A - EXPLANATORY NOTES (CONTINUED)

A10. LOANS, ADVANCES AND FINANCING (CONTINUED)

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

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
<u>Individual impairment allowance</u>				
At 1 January	2,062,708	1,975,959	1,633,574	1,527,289
Net allowance made during the financial period/year	60,605	158,185	45,177	139,707
Allowance made and charged to deferred assets	728	140	728	140
Amount written off	(285,817)	(28,605)	(152,411)	(11,099)
Amount transferred from/(to) portfolio impairment allowance	1,580	(1,831)	-	-
Unwinding income	84,521	(45,829)	77,135	(31,897)
Exchange fluctuation	88	4,689	2,439	9,434
At 30 June/31 December	1,924,413	2,062,708	1,606,642	1,633,574
<u>Portfolio impairment allowance</u>				
At 1 January	2,197,899	2,282,616	1,577,067	1,853,963
Net allowance made during the financial period/year	183,661	504,947	81,232	289,245
Allowance (written back)/made and charged to deferred assets	(1,094)	844	(1,094)	844
Amount written off	(294,972)	(566,248)	(198,611)	(378,962)
Amount transferred (to)/from individual impairment allowance	(1,580)	1,831	-	-
Amount transferred (to)/from a subsidiary	-	-	-	(166,234)
Unwinding income	57,894	(23,389)	51,867	(18,942)
Exchange fluctuation	573	(2,702)	1,746	(2,847)
At 30 June/31 December	2,142,381	2,197,899	1,512,207	1,577,067
Portfolio impairment allowance (inclusive of regulatory reserve) as % of gross loans, advances and financing less individual impairment allowance	2.1%	2.1%	2.1%	2.1%

PART A - EXPLANATORY NOTES (CONTINUED)

A11. OTHER ASSETS

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Deferred assets	124,291	131,204	124,291	131,204
Foreclosed properties	105,431	116,848	-	8,557
Due from brokers and clients	80,649	30,723	-	-
Option premium receivables	249,309	249,461	249,309	249,461
Collateral pledged for derivative transactions	556,853	562,342	525,423	510,251
Clearing accounts	125,966	111	184,887	233,713
Other debtors, deposits and prepayments	1,466,912	1,001,730	1,069,249	498,264
	2,709,411	2,092,419	2,153,159	1,631,450

A12. DEPOSITS FROM CUSTOMERS

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
(i) By type of deposit				
Demand deposits	42,155,256	40,989,837	35,730,945	35,269,691
Saving deposits	17,287,002	15,704,254	12,860,989	12,023,812
Fixed deposits	78,001,291	72,962,052	57,328,545	53,854,216
Negotiable instruments of deposit	4,489,538	3,158,825	1,075,670	620,623
Others	38,752,483	43,663,048	27,188,546	29,801,403
	180,685,570	176,478,016	134,184,695	131,569,745

(ii) By type of customer

Government and statutory bodies	10,477,816	12,525,136	5,256,528	6,637,526
Business enterprises	85,964,197	70,893,361	52,068,271	54,538,807
Individuals	68,400,019	62,830,536	55,293,881	51,547,232
Others	15,843,538	30,228,983	21,566,015	18,846,180
	180,685,570	176,478,016	134,184,695	131,569,745

(iii) Maturity structure of fixed deposits and negotiable instruments of deposit

Due within six months	71,558,605	63,621,905	48,459,051	43,649,293
Six months to less than one year	7,914,205	9,473,621	7,043,434	7,962,978
One year to less than three years	1,576,008	1,457,823	1,471,845	1,318,312
Three years to less than five years	597,989	1,335,103	585,863	1,311,831
Five years and more	844,022	232,425	844,022	232,425
	82,490,829	76,120,877	58,404,215	54,474,839

PART A - EXPLANATORY NOTES (CONTINUED)

A13. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Licensed banks	12,616,627	7,938,192	18,353,353	13,513,748
Licensed finance companies	271,308	129,555	227,791	95,612
Licensed investment banks	1,882,879	1,765,936	1,051,072	912,853
Bank Negara Malaysia	1,270,036	372,677	1,270,036	372,677
Other financial institutions	5,679,713	3,667,053	5,314,061	3,624,387
	21,720,563	13,873,413	26,216,313	18,519,277

A14. OTHER LIABILITIES

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Due to brokers and clients	95,065	103,439	13,944	70,715
Accrued employee benefits	10,897	10,866	10,866	10,866
Post employment benefit obligations	111,122	135,831	2,493	29,184
Sundry creditors	794,761	815,400	622,233	740,233
Expenditure payable	881,105	864,164	739,858	762,328
Allowance for commitments and contingencies	17,037	29,232	4,011	14,783
Provision for legal claims	115,592	127,216	95,950	100,852
Credit card expenditure payable	101,493	89,291	99,512	87,686
Call deposit borrowing	394,403	402,705	394,403	402,705
Others	604,046	618,716	311,948	340,392
	3,125,521	3,196,860	2,295,218	2,559,744

PART A - EXPLANATORY NOTES (CONTINUED)**A15. INTEREST INCOME**

	2nd Quarter Ended		Six months ended	
	30 June 2012 RM'000	30 June 2011 RM'000	30 June 2012 RM'000	30 June 2011 RM'000
Group				
Loans and advances				
- interest income other than recoveries	1,521,457	1,391,535	2,998,710	2,742,765
- unwinding income [^]	18,457	24,470	41,045	46,552
Money at call and deposit with financial institutions	116,031	121,820	272,986	220,323
Reverse repurchase agreements	36,676	20,900	67,880	41,715
Financial assets held for trading	54,901	46,909	108,004	86,947
Financial investments available-for-sale	158,469	82,551	307,088	161,934
Financial investments held-to-maturity	91,488	140,178	181,245	271,748
Others	3,216	4,954	6,418	11,043
	2,000,695	1,833,317	3,983,376	3,583,027
Accretion of discount less amortisation of premium	60,004	34,363	106,030	75,778
	2,060,699	1,867,680	4,089,406	3,658,805
Bank				
Loans and advances				
- interest income other than recoveries	1,294,674	1,203,121	2,549,331	2,377,385
- unwinding income [^]	15,339	20,032	33,899	38,137
Money at call and deposit with financial institutions	201,261	208,632	437,210	393,849
Reverse repurchase agreements	35,989	14,028	65,901	29,771
Financial assets held for trading	51,817	42,434	101,995	78,853
Financial investments available-for-sale	154,773	78,818	295,453	155,028
Financial investments held-to-maturity	75,250	133,612	150,190	258,790
Others	3,216	5,049	6,418	11,214
	1,832,319	1,705,726	3,640,397	3,343,027
Accretion of discount less amortisation of premium	54,641	33,168	100,350	78,687
	1,886,960	1,738,894	3,740,747	3,421,714

[^] Unwinding income is income earned on impaired loans, advances and financing.

PART A - EXPLANATORY NOTES (CONTINUED)

A16. INTEREST EXPENSE

	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
Group	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	32,495	29,624	58,555	60,453
Deposits from other customers	776,172	667,920	1,573,961	1,277,680
Repurchase agreements	8,305	432	14,079	764
Loans sold to Cagamas	-	511	-	1,635
Negotiable certificates of deposits	19,798	29,759	36,078	76,612
ICULS	-	-	-	666
Redeemable preference shares	10,306	9,989	20,439	20,077
Subordinated obligations	78,141	63,685	153,487	129,765
Other borrowings	25,084	18,074	53,964	25,872
	950,301	819,994	1,910,563	1,593,524
Bank				
Deposits and placements of banks and other financial institutions	46,342	37,740	82,242	73,063
Deposits from other customers	694,192	620,895	1,411,775	1,192,706
Repurchase agreements	5,847	254	11,284	306
Loans sold to Cagamas	-	511	-	1,635
Negotiable certificates of deposits	19,611	29,631	35,713	76,363
ICULS	-	-	-	666
Subordinated obligations	84,638	69,248	169,304	137,498
Others	4,194	-	7,866	-
	854,824	758,279	1,718,184	1,482,237

PART A - EXPLANATORY NOTES (CONTINUED)

A17. NET NON-INTEREST INCOME

Group	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Net fee and commission income				
Commissions	43,404	38,473	83,927	73,901
Fee on loans and advances	101,884	90,645	194,128	170,281
Service charges and fees	99,339	80,114	190,906	157,943
Guarantee fees	10,397	11,192	23,257	40,974
Other fee income	56,242	59,976	109,764	98,057
Fee and commission income	311,266	280,400	601,982	541,156
Fee and commission expense	(70,977)	(45,143)	(140,285)	(101,620)
Net fee and commission income	240,289	235,257	461,697	439,536
Gross dividend income from:				
Financial assets held for trading	7,429	5,942	11,454	11,947
Financial investments available-for-sale	5,481	6,818	9,418	16,710
	12,910	12,760	20,872	28,657
Net (loss)/gain arising from financial assets held for trading:				
- realised (loss)/gain	(24,639)	(65,595)	33,475	(87,333)
- unrealised gain/(loss)	4,817	(2,235)	4,513	(14,270)
	(19,822)	(67,830)	37,988	(101,603)
Net gain arising from derivative financial instrument				
- realised gain	66,331	83,729	412,629	213,420
- unrealised gain	181,128	120,429	50,108	149,296
	247,459	204,158	462,737	362,716
Net gain/(loss) arising from hedging derivatives	1,649	(9,566)	(20,202)	(24,522)
Net gain from sale of financial investments available-for-sale	35,494	28,246	78,460	49,141
Net gain from maturity of financial investments held-to-maturity	2,076	1,222	5,588	1,558
Brokerage income	11,389	4,778	22,690	10,479
Other non-interest income				
Foreign exchange (loss)/gain	(40,778)	31,392	26,889	68,917
Rental income	2,333	3,433	4,411	7,417
Gain on disposal of property, plant and equipment	543	5,101	1,337	5,778
Gain/(loss) on disposal of foreclosed properties	4,233	(7,708)	157	(10,295)
Gain on revaluation of investment properties	2,460	-	2,611	-
Gain on disposal of associate	-	-	425	-
Others	26,012	21,178	52,142	37,702
	(5,197)	53,396	87,972	109,519
	526,247	462,421	1,157,802	875,481

PART A - EXPLANATORY NOTES (CONTINUED)

A17. NET NON-INTEREST INCOME (CONTINUED)

Bank	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Net fee and commission income				
Commissions	39,001	33,571	74,020	66,308
Fee on loans and advances	101,827	90,549	194,050	170,745
Service charges and fees	91,499	71,254	177,082	138,128
Guarantee fees	7,085	8,655	16,772	35,880
Other fee income	50,198	58,550	98,815	100,460
Fee and commission income	289,610	262,579	560,739	511,521
Fee and commission expense	(70,977)	(45,143)	(140,285)	(101,620)
Net fee and commission income	218,633	217,436	420,454	409,901
Gross dividend income from:				
Financial assets held for trading	7,395	5,939	11,389	11,944
Financial investments available-for-sale	4,820	5,847	6,206	6,687
Subsidiaries	-	733,348	-	733,348
Associates	21,763	-	21,763	-
	33,978	745,134	39,358	751,979
Net (loss)/gain arising from financial assets held for trading				
- realised (loss)/gain	(28,766)	(65,746)	28,287	(88,752)
- unrealised gain/(loss)	3,426	(346)	313	(7,826)
	(25,340)	(66,092)	28,600	(96,578)
Net gain arising from derivative financial instrument				
- realised gain	73,891	37,897	413,757	181,482
- unrealised gain	166,823	130,187	43,104	146,232
	240,714	168,084	456,861	327,714
Net gain/(loss) arising from hedging derivatives	1,102	(9,620)	(5,949)	(24,108)
Net gain from sale of financial investments available-for-sale	34,701	21,228	70,607	41,745
Net gain from financial investments held-to-maturity	1,322	913	2,898	902
Other non-interest income				
Foreign exchange (loss)/gain	(42,139)	12,249	13,286	54,316
Rental income	1,864	1,984	3,319	4,448
Gain on disposal of property, plant and equipment	334	514	956	859
Gain on disposal of foreclosed properties	6,943	7	6,943	68
Gain on disposal of associate	-	-	4,255	-
Other non operating income	14,106	10,011	35,453	22,644
	(18,892)	24,765	64,212	82,335
	486,218	1,101,848	1,077,041	1,493,890

PART A - EXPLANATORY NOTES (CONTINUED)

A18. OVERHEADS

Group	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
- Salaries, allowances and bonuses	453,108	386,237	907,774	796,338
- Pension costs (defined contribution plan)	45,492	41,154	91,645	85,869
- Pension costs (defined benefit plan)	(4,933)	2,700	(1,889)	(47,653)
- Overtime	5,433	4,580	11,154	9,670
- Staff incentives and other staff payments	21,578	39,568	66,904	75,070
- Medical expenses	15,165	16,272	29,817	27,720
- Others	11,511	23,075	22,370	40,577
	547,354	513,586	1,127,775	987,591
Establishment costs				
- Depreciation of property, plant and equipment	53,490	42,542	106,386	97,285
- Amortisation of prepaid lease payments	75	81	150	156
- Rental	52,374	50,815	104,721	101,101
- Repair and maintenance	40,764	42,003	103,582	79,208
- Outsourced services	51,209	36,211	95,691	67,501
- Security expenses	23,115	24,247	45,874	46,555
- Others	23,688	25,614	49,204	50,595
	244,715	221,513	505,608	442,401
Marketing expenses				
- Sales commission	2,874	2,053	5,782	3,209
- Advertisement	59,660	27,718	85,637	50,404
- Others	5,717	3,582	11,679	11,056
	68,251	33,353	103,098	64,669
Administration and general expenses				
- Communication	16,946	16,211	32,837	29,501
- Consultancy and professional fees	14,363	12,902	25,346	22,987
- Legal expenses	16,584	12,517	15,366	17,161
- Stationery	9,121	10,482	17,481	20,944
- Amortisation of intangible assets	38,332	36,876	75,032	73,798
- Postages	12,593	9,826	24,443	16,797
- Administrative travelling and vehicle expenses	8,954	8,747	15,614	16,105
- Incidental expenses on banking operations	8,987	7,158	15,966	24,678
- Insurance	24,015	14,359	40,255	28,742
- Others	22,355	16,189	40,046	37,483
	172,250	145,267	302,386	288,196
Shared service cost	43,536	61,365	92,795	101,346
	1,076,106	975,084	2,131,662	1,884,203

PART A - EXPLANATORY NOTES (CONTINUED)

A18. OVERHEADS (CONTINUED)

	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Bank				
Personnel costs				
- Salaries, allowances and bonuses	357,674	293,346	720,078	623,276
- Pension costs (defined contribution plan)	40,618	36,589	81,972	76,545
- Pension costs (defined benefit plan)	(8,000)	-	(8,000)	(60,000)
- Overtime	2,762	2,854	5,882	6,231
- Staff incentives and other staff payments	17,237	33,501	59,249	60,659
- Medical expenses	14,106	15,237	27,804	25,922
- Others	10,159	21,091	19,488	36,835
	434,556	402,618	906,473	769,468
Establishment costs				
- Depreciation of property, plant and equipment	39,349	32,169	78,080	76,943
- Rental	41,392	40,109	82,741	79,819
- Repair and maintenance	34,447	36,707	90,763	69,431
- Outsourced services	69,433	64,534	135,128	124,519
- Security expenses	24,267	25,773	49,199	50,522
- Others	15,788	20,701	35,653	40,760
	224,676	219,993	471,564	441,994
Marketing expenses				
- Sales commission	1,045	-	2,374	392
- Advertisement	55,773	23,229	78,475	43,585
- Others	3,280	2,599	6,513	8,279
	60,098	25,828	87,362	52,256
Administration and general expenses				
- Communication	15,164	14,595	29,087	26,325
- Consultancy and professional fees	13,062	11,432	22,666	20,320
- Legal expenses	2,565	11,627	1,555	14,824
- Stationery	7,077	8,226	13,480	16,426
- Amortisation of intangible assets	32,987	32,226	64,713	64,506
- Postages	9,709	7,580	18,841	12,480
- Administrative travelling and vehicle expenses	6,464	6,170	10,777	11,307
- Incidental expenses on banking operations	6,192	2,317	11,442	14,085
- Insurance	5,860	5,326	11,265	9,810
- Others	5,331	2,228	8,703	11,277
	104,411	101,727	192,529	201,360
Shared service cost	(39,343)	6,241	(72,110)	(18,810)
	784,398	756,407	1,585,818	1,446,268

PART A - EXPLANATORY NOTES (CONTINUED)

A19. ALLOWANCES FOR IMPAIRMENT LOSSES ON LOANS, ADVANCES AND FINANCING

	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Group				
Allowances for impaired loans and financing :				
Net allowance made/(written-back) during the financial period				
- Individual impairment allowance	15,503	26,182	60,605	(5,999)
- Portfolio impairment allowance	120,550	81,768	183,661	168,199
Impaired loans and advances :				
- recovered	(89,632)	(81,022)	(166,920)	(164,005)
- written off	3,074	4,714	5,443	6,023
	49,495	31,642	82,789	4,218
Bank				
Allowances for bad and doubtful debts and financing :				
Net allowance made during the financial period				
- Individual impairment allowance	28,698	29,989	45,177	31,226
- Portfolio impairment allowance	57,606	48,175	81,232	114,865
Impaired loans and advances :				
- recovered	(59,627)	(47,802)	(105,737)	(93,795)
- written off	583	3,203	641	3,305
	27,260	33,565	21,313	55,601

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES

The following tables summarise the contractual underlying principal amounts of trading derivative and financial instruments held for hedging purpose. 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.

(i) Derivative financial instruments

At 30 June 2012	The Group Fair values			The Bank Fair values		
	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
<u>Trading derivatives</u>						
<u>Foreign exchange derivatives</u>						
Currency forward	12,697,177	153,421	(177,138)	9,622,816	126,055	(170,186)
- Less than 1 year	10,337,290	110,748	(124,640)	7,306,497	83,979	(118,753)
- 1 year to 3 years	1,114,726	39,069	(27,352)	1,103,780	39,704	(26,970)
- More than 3 years	1,245,161	3,604	(25,146)	1,212,539	2,372	(24,463)
Currency swaps	48,440,409	481,478	(429,420)	43,282,326	458,174	(386,579)
- Less than 1 year	48,001,448	461,435	(423,950)	42,970,669	438,131	(381,120)
- 1 year to 3 years	252,249	7,775	(4,656)	124,945	7,775	(4,645)
- More than 3 years	186,712	12,268	(814)	186,712	12,268	(814)
Currency spots	6,179,456	8,398	(8,983)	5,277,151	6,598	(7,315)
- Less than 1 year	6,179,456	8,398	(8,983)	5,277,151	6,598	(7,315)
Currency options	2,143,827	12,729	(8,805)	1,812,329	10,474	(8,466)
- Less than 1 year	2,143,827	12,729	(8,805)	1,812,329	10,474	(8,466)
Cross currency interest rate swaps	16,709,005	487,460	(322,071)	16,535,757	467,413	(318,049)
- Less than 1 year	3,672,565	52,254	(106,581)	3,556,740	35,977	(105,819)
- 1 year to 3 years	5,228,136	238,999	(67,351)	5,503,764	248,793	(79,901)
- More than 3 years	7,808,304	196,207	(148,139)	7,475,253	182,643	(132,329)
	86,169,874	1,143,486	(946,417)	76,530,379	1,068,714	(890,595)
<u>Interest rate derivatives</u>						
Interest rate swaps	239,321,906	2,591,255	(2,255,808)	214,298,320	2,384,705	(2,074,470)
- Less than 1 year	35,042,568	71,149	(68,148)	26,979,596	57,687	(60,401)
- 1 year to 3 years	153,996,659	1,016,123	(1,006,004)	146,036,540	980,271	(965,628)
- More than 3 years	50,282,679	1,503,983	(1,181,656)	41,282,184	1,346,747	(1,048,441)
Interest rate futures	10,690,616	28,407	(682)	10,515,573	28,407	(598)
- Less than 1 year	5,850,116	12,937	(670)	5,675,073	12,937	(586)
- 1 year to 3 years	3,631,822	12,853	(12)	3,631,822	12,853	(12)
- More than 3 years	1,208,678	2,617	-	1,208,678	2,617	-
Interest rate options	150,000	1,388	(2)	150,000	1,388	(2)
- 1 year to 3 years	150,000	1,388	(2)	150,000	1,388	(2)
	250,162,522	2,621,050	(2,256,492)	224,963,893	2,414,500	(2,075,070)
<u>Equity related derivatives</u>						
Equity swap	569,990	520	(449)	340,127	337	(266)
- More than 3 years	569,990	520	(449)	340,127	337	(266)
Equity options	10,020,394	341,766	(536,069)	8,607,885	321,444	(515,747)
- Less than 1 year	2,850,302	263,629	(463,957)	2,175,819	261,424	(461,753)
- 1 year to 3 years	2,686,249	64,059	(11,098)	2,413,142	60,020	(8,292)
- More than 3 years	4,483,843	14,078	(61,014)	4,018,924	-	(45,702)
Index futures	16,316	-	(111)	16,316	-	(111)
- Less than 1 year	16,316	-	(111)	16,316	-	(111)
	10,606,700	342,286	(536,629)	8,964,328	321,781	(516,124)

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (CONTINUED)

(i) Derivative financial instruments (continued)

At 30 June 2012	The Group Fair values			The Bank Fair values		
	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
<u>Commodity related derivatives</u>						
Commodity swaps	201,496	38,420	(39,754)	201,496	38,420	(39,754)
- Less than 1 year	155,317	34,510	(35,963)	155,317	34,510	(35,963)
- 1 year to 3 years	46,179	3,910	(3,791)	46,179	3,910	(3,791)
Commodity futures	19,852	1,564	(18)	19,852	1,564	(18)
- Less than 1 year	19,852	1,564	(18)	19,852	1,564	(18)
Commodity options	424,707	36,305	(36,300)	424,707	36,305	(36,300)
- Less than 1 year	76,890	8,319	(8,314)	76,890	8,319	(8,314)
- 1 year to 3 years	347,817	27,986	(27,986)	347,817	27,986	(27,986)
	646,055	76,289	(76,072)	646,055	76,289	(76,072)
<u>Credit related contract</u>						
Credit default swaps	2,379,220	33,133	(62,988)	2,379,220	33,133	(62,988)
- Less than 1 year	234,100	600	(487)	234,100	600	(487)
- 1 year to 3 years	827,320	344	(9,408)	827,320	344	(9,408)
- More than 3 years	1,317,800	32,189	(53,093)	1,317,800	32,189	(53,093)
<u>Hedging derivatives</u>						
Cross currency interest rate swaps	801,850	8,074	(11,150)	801,850	8,074	(11,150)
- 1 year to 3 years	295,852	5,654	-	295,852	5,654	-
- More than 3 years	505,998	2,420	(11,150)	505,998	2,420	(11,150)
Interest rate swaps	14,467,967	284,478	(479,224)	19,974,584	625,549	(469,639)
- Less than 1 year	640,000	11,367	-	640,000	11,367	-
- 1 year to 3 years	112,393	1,216	(156)	112,393	1,216	(156)
- More than 3 years	13,715,574	271,895	(479,068)	19,222,191	612,966	(469,483)
Total derivatives assets/(liabilities)	365,234,188	4,508,796	(4,368,972)	334,260,309	4,548,040	(4,101,638)

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (CONTINUED)

(i) Derivative financial instruments (continued)

At 31 December 2011	The Group Fair values			The Bank Fair values		
	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
<u>Trading derivatives</u>						
<u>Foreign exchange derivatives</u>						
Currency forward	11,137,071	150,947	(171,386)	8,556,322	111,129	(151,896)
- Less than 1 year	8,880,304	106,621	(125,604)	6,270,476	63,693	(107,993)
- 1 year to 3 years	971,908	40,641	(22,110)	978,643	40,644	(21,582)
- More than 3 years	1,284,859	3,685	(23,672)	1,307,203	6,792	(22,321)
Currency swaps	38,299,915	412,444	(328,273)	34,400,531	366,975	(262,949)
- Less than 1 year	37,959,926	394,429	(323,835)	34,060,542	348,960	(258,511)
- 1 year to 3 years	128,276	6,806	(4,081)	128,276	6,806	(4,081)
- More than 3 years	211,713	11,209	(357)	211,713	11,209	(357)
Currency spots	2,864,293	1,439	(1,362)	2,498,173	1,013	(926)
- Less than 1 year	2,864,293	1,439	(1,362)	2,498,173	1,013	(926)
Currency options	1,684,491	8,983	(14,206)	1,540,387	7,718	(13,339)
- Less than 1 year	1,684,491	8,983	(14,206)	1,540,387	7,718	(13,339)
Cross currency interest rate swaps	16,804,268	537,952	(392,083)	16,657,869	522,901	(392,922)
- Less than 1 year	3,453,558	89,679	(130,104)	3,453,558	89,679	(130,104)
- 1 year to 3 years	6,073,343	258,809	(105,320)	6,260,263	257,136	(121,291)
- More than 3 years	7,277,367	189,464	(156,659)	6,944,048	176,086	(141,527)
	70,790,038	1,111,765	(907,310)	63,653,282	1,009,736	(822,032)
<u>Interest rate derivatives</u>						
Interest rate swaps	242,872,810	2,604,921	(2,279,435)	218,308,474	2,400,666	(2,059,269)
- Less than 1 year	32,514,780	85,636	(60,031)	22,921,402	68,120	(41,776)
- 1 year to 3 years	131,247,584	992,170	(1,039,857)	123,173,634	947,748	(1,019,779)
- More than 3 years	79,110,446	1,527,115	(1,179,547)	72,213,438	1,384,798	(997,714)
Interest rate futures	11,930,771	31,861	(2,279)	11,803,092	31,861	(2,278)
- Less than 1 year	5,734,380	10,485	(2,279)	5,606,701	10,485	(2,278)
- 1 year to 3 years	4,844,425	17,375	-	4,844,425	17,375	-
- More than 3 years	1,351,966	4,001	-	1,351,966	4,001	-
Interest rate options	150,000	10,408	(4,550)	150,000	10,408	(4,550)
- 1 year to 3 years	100,000	9,731	(4,543)	100,000	9,731	(4,543)
- More than 3 years	50,000	677	(7)	50,000	677	(7)
	254,953,581	2,647,190	(2,286,264)	230,261,566	2,442,935	(2,066,097)
<u>Equity related derivatives</u>						
Equity swaps	525,927	416	(385)	296,560	258	(227)
- More than 3 years	525,927	416	(385)	296,560	258	(227)
Equity options	8,603,265	60,008	(323,752)	6,928,079	49,570	(313,355)
- Less than 1 year	1,839,407	50,392	(290,103)	1,622,898	50,350	(290,103)
- 1 year to 3 years	3,039,223	351	(351)	2,236,647	-	-
- More than 3 years	3,724,635	9,265	(33,298)	3,068,534	(780)	(23,252)
Index futures	17,121	1	(132)	17,121	1	(132)
- Less than 1 year	17,121	1	(132)	17,121	1	(132)
	9,146,313	60,425	(324,269)	7,241,760	49,829	(313,714)

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (CONTINUED)

(i) Derivative financial instruments (continued)

At 31 December 2011	The Group Fair values			The Bank Fair values		
	Principal RM'000	Assets RM'000	Liabilities RM'000	Principal RM'000	Assets RM'000	Liabilities RM'000
<u>Commodity related derivatives</u>						
Commodity swaps	80,961	4,456	(5,498)	80,961	4,456	(5,498)
- Less than 1 year	44,312	3,730	(3,663)	44,312	3,730	(3,663)
- 1 year to 3 years	36,649	726	(1,835)	36,649	726	(1,835)
Commodity futures	39,643	783	(863)	39,643	783	(863)
- Less than 1 year	38,236	685	(845)	38,236	685	(845)
- 1 year to 3 years	1,407	98	(18)	1,407	98	(18)
Commodity options	203,200	48,048	(48,048)	203,200	48,048	(48,048)
- Less than 1 year	34,947	10,075	(10,075)	34,947	10,075	(10,075)
- 1 year to 3 years	168,253	37,973	(37,973)	168,253	37,973	(37,973)
	323,804	53,287	(54,409)	323,804	53,287	(54,409)
<u>Credit related contract</u>						
Credit default swaps	2,138,269	38,374	(72,394)	2,138,269	38,374	(72,394)
- Less than 1 year	317,700	24	(427)	317,700	24	(427)
- 1 year to 3 years	839,250	3,613	(10,290)	839,250	3,613	(10,290)
- More than 3 years	981,319	34,737	(61,677)	981,319	34,737	(61,677)
<u>Hedging derivatives</u>						
Cross currency interest rate swaps	71,131	-	(597)	71,131	-	(597)
- More than 3 years	71,131	-	(597)	71,131	-	(597)
Interest rate swaps	13,495,846	224,336	(442,546)	18,100,014	486,763	(448,933)
- 1 year to 3 years	720,000	18,571	(197)	720,000	18,571	(197)
- More than 3 years	12,775,846	205,765	(442,349)	17,380,014	468,192	(448,736)
Total derivatives assets/(liabilities)	350,918,982	4,135,377	(4,087,789)	321,789,826	4,080,924	(3,778,176)

PART A - EXPLANATORY NOTES (CONTINUED)

A20. 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 Capital-at-Risk (CaR) 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 30 June 2012, the amount of credit risk in the Group and the Bank, measured in terms of the cost to replace the profitable contracts, was RM4,508,796,000 and RM4,548,040,000 respectively (31 December 2011: RM4,135,377,000 and RM4,080,924,000 respectively). 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 2011.

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (CONTINUED)

(ii) Commitments and contingencies

	30 June 2012	31 Dec 2011
	Principal	Principal
	RM'000	RM'000
The Group		
<u>Credit-related</u>		
Direct credit substitutes	3,060,043	2,431,001
Transaction-related contingent items	4,680,009	4,397,206
Short-term self-liquidating trade-related contingencies	2,898,344	2,549,245
Obligations under underwriting agreement	75,000	145,000
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	39,383,716	36,370,852
- maturity exceeding one year	6,534,874	6,710,804
Miscellaneous commitments and contingencies	3,532,435	4,940,544
Total credit-related commitments and contingencies	60,164,421	57,544,652
<u>Treasury-related</u>		
Foreign exchange related contracts :		
- less than one year	61,838,525	49,298,596
- one year to less than 5 years	12,688,871	11,774,795
- five years and above	4,772,910	4,523,518
	79,300,306	65,596,909
Interest rate related contracts :		
- less than one year	55,884,322	49,837,868
- one year to less than 5 years	150,691,463	162,359,000
- five years and above	37,401,270	35,930,379
	243,977,055	248,127,247
Equity related contracts:		
- less than one year	2,840,633	1,852,206
- one year to less than 5 years	5,628,756	4,901,299
- five years and above	2,137,311	2,392,808
	10,606,700	9,146,313
Other treasury related contracts	29,319,901	26,628,644
Total treasury-related commitments and contingencies	363,203,962	349,499,113
	423,368,383	407,043,765

PART A - EXPLANATORY NOTES (CONTINUED)

A20. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (CONTINUED)

(ii) Commitments and contingencies (continued)

	30 June 2012	31 Dec 2011
	Principal	Principal
	RM'000	RM'000
The Bank		
<u>Credit-related</u>		
Direct credit substitutes	2,792,351	2,338,908
Transaction-related contingent items	3,160,278	3,205,540
Short-term self-liquidating trade-related contingencies	2,336,973	2,032,382
Obligations under underwriting agreement	75,000	145,000
Irrevocable commitments to extend credit :		
- maturity not exceeding one year	36,194,041	33,911,376
- maturity exceeding one year	5,901,478	5,835,710
Miscellaneous commitments and contingencies	1,904,292	2,884,268
Total credit-related commitments and contingencies	<u>52,364,413</u>	<u>50,353,184</u>
<u>Treasury-related</u>		
Foreign exchange related contracts :		
- less than one year	59,867,359	47,503,115
- one year to less than 5 years	12,932,362	11,844,370
- five years and above	4,532,508	4,376,928
	77,332,229	63,724,413
Interest rate related contracts :		
- less than one year	55,370,550	48,713,161
- one year to less than 5 years	149,525,879	161,029,887
- five years and above	41,037,097	39,660,736
	245,933,526	249,403,784
Equity related contracts:		
- less than one year	2,166,151	1,635,696
- one year to less than 5 years	5,133,957	3,939,189
- five years and above	1,664,220	1,666,874
	8,964,328	7,241,759
Total treasury-related commitments and contingencies	<u>332,230,083</u>	<u>320,369,956</u>
	<u>384,594,496</u>	<u>370,723,140</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A21. CAPITAL ADEQUACY

The capital adequacy ratios of the Group (other than CIMB Thai Bank) and the Bank are computed in accordance with Internal Rating-Based approach (IRB approach) for Credit Risk, where Advanced Internal Rating-Based (AIRB) is used for retail exposure and Foundation IRB for Non-Retail exposure while Operational risk is based on Basic Indicator Approach. Market Risk remained unchanged under Standardised Approach.

(a) The capital adequacy ratios of the Group and the Bank are as follows:

	The Group		The Bank*	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
Core capital ratio	10.94%	11.97%	13.69%	15.26%
Risk-weighted capital ratio	15.21%	16.87%	15.66%	17.59%
After deducting proposed dividends				
Core capital ratio	10.49%	11.33% #	13.11%	14.45% #
Risk-weighted capital ratio	14.76%	16.24% #	15.08%	16.78% #

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

	The Group		The Bank*	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Credit risk	120,589,964	109,351,226	93,018,771	83,785,262
Market risk	11,704,008	8,785,131	10,803,362	8,105,302
Large exposure risk requirements	398,312	400,148	398,312	400,148
Operational risk	13,037,012	12,620,584	10,154,591	9,949,736
Total risk-weighted assets	145,729,296	131,157,089	114,375,036	102,240,448

PART A - EXPLANATORY NOTES (CONTINUED)

A21. CAPITAL ADEQUACY (Continued)

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

	The Group		The Bank*	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Tier I capital				
Paid-up capital	3,764,469	3,764,469	3,764,469	3,764,469
Perpetual preference shares	200,000	200,000	200,000	200,000
Non-innovative Tier I Capital	1,000,000	1,000,000	1,000,000	1,000,000
Innovative Tier I Capital	1,636,400	1,635,400	1,636,400	1,635,400
Other reserves	14,078,508	13,816,665	12,746,061	12,676,039
Non-controlling interests	266,468	266,211	-	-
Less:				
Deferred tax assets	(107,369)	(89,327)	(134,916)	(118,506)
Goodwill	(4,891,433)	(4,899,904)	(3,555,075)	(3,555,075)
Total Tier I capital	15,947,043	15,693,514	15,656,939	15,602,327
Tier II capital				
Subordinated notes	5,778,550	5,813,057	5,000,000	5,000,000
Redeemable preference shares	29,740	29,740	29,740	29,740
Regulatory reserve	683,813	490,627	584,750	431,514
Portfolio impairment allowance ^	322,697	397,291	160,923	188,389
Surplus of total eligible provision over expected loss under IRB approach	-	255,860	93,739	359,190
Total Tier II capital	6,814,800	6,986,575	5,869,152	6,008,833
Less:				
Investment in subsidiaries	(136,135)	(136,135)	(3,208,833)	(3,208,833)
Securitisation exposures subject to deductions^^	(70,109)	(70,116)	(70,109)	(70,116)
Excess of total eligible liabilities over total eligible provision under the IRB approach	(57,104)	-	-	-
Investment in associates	(305,584)	(306,061)	(305,584)	(306,061)
Holding of other banking institutions' capital instruments	(28,321)	(40,990)	(28,321)	(40,990)
Total Eligible Tier II capital	6,217,547	6,433,273	2,256,305	2,382,833
Total capital base	22,164,590	22,126,787	17,913,244	17,985,160

^ The capital base of the Group and the Bank as at 30 June 2012 has excluded portfolio impairment allowance on impaired loans restricted from Tier II capital of RM352,179,563 (2011: RM463,064,140) and RM333,213,019 (2011: RM441,690,248) respectively.

^^ 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.

PART A - EXPLANATORY NOTES (CONTINUED)

A21. CAPITAL ADEQUACY (Continued)

(d) The capital adequacy of the banking subsidiary companies of the Bank are as follows:

As at 30 June 2012

	CIMB Islamic Bank**	CIMB Thai Bank***	CIMB Bank PLC****
Core capital ratio	10.14%	7.93%	N/A
Risk-weighted capital ratio	13.46%	12.43%	33.97%

As at 31 Dec 2011

	CIMB Islamic Bank**	CIMB Thai Bank***	CIMB Bank PLC****
Core capital ratio	10.44%	7.65%	N/A
Risk-weighted capital ratio	14.42%	13.00%	56.33%

The dividends on RPS and ordinary shares were paid on 15 March 2012 and 19 March 2012 respectively.

* Includes the operations of CIMB Bank (L) Limited.

** The capital adequacy ratios of CIMB Islamic Bank are computed in accordance with BNM Guidelines on Risk Weighted Capital Adequacy Framework: Internal Rating-Based approach (IRB approach) for Credit Risk, where Advanced Internal Rating-Based (AIRB) is used for retail exposure and Foundation IRB for Non-Retail exposure while Operational risk is based on Basic Indicator Approach. Market Risk remained unchanged under Standardised Approach.

*** The capital adequacy ratios of CIMB Thai is based on Bank of Thailand requirements and are computed in accordance with Standardised Approach (SA approach). The approach for Credit Risk and Market Risk is Standardised Approach (SA) while Operational Risk is based on Basic Indicator Approach.

**** 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.

PART A - EXPLANATORY NOTES (CONTINUED)

A22. SEGMENTAL REPORT

Definition of segments

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.

Business segment reporting

Definition of segments:

During the end of financial year 2011, an internal reorganisation has resulted in a change in business segment reporting. The Group has been reorganised into the following five major operating divisions:

Consumer Banking

Consumer Banking provides full-fledged financial services to individual and commercial customer. The divisions which make up the Consumer Banking are Retail Financial Services and Commercial Banking.

Retail Financial Services focuses on innovative products and services to individual customers. It offers products such as credit facilities (residential mortgages, personal loans, share financing, credit card and hire purchase), remittance services, deposit collection and wealth management.

Commercial Banking is responsible for offering products and services for customer segments comprising micro-enterprises, small and medium-scale enterprises ("SMEs") and mid-sized corporations. Their products include credit facilities (loans, banker's acceptances, revolving credit, leasing, factoring, hire purchase), remittance services and deposit collection.

Wholesale Banking

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

Investment Banking includes client coverage and advisory services. Client coverage focuses on marketing and delivering solutions to corporate and institutional clients.

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.

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.

Investments

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

Foreign Banking Operations

Foreign Banking Operations comprise of CIMB Thai Bank Public Company Limited, Bank of Yingkou Co Ltd and CIMB Bank PLC which are involved in the provision of commercial banking and related services.

Support and others

Support services comprises unallocated middle and back-office processes and cost centres and other subsidiaries whose results are not material to the Group.

PART A - EXPLANATORY NOTES (CONTINUED)

A22. SEGMENTAL REPORT (CONTINUED)

Group
30 June 2012

	Consumer Banking		Wholesale Banking				Support and Others RM'000	Total RM'000
	Commercial Banking RM'000	Retail Financial Services and Cards RM'000	Corporate Banking, Treasury and Markets RM'000	Investment Banking RM'000	Investments RM'000	Foreign Banking Operations RM'000		
Net interest income								
- external income	154,456	1,055,182	660,687	9,893	12,627	281,203	4,795	2,178,843
- inter-segment	191,151	(74,056)	(55,703)	(5,499)	(36,613)	-	(19,280)	-
	<u>345,607</u>	<u>981,126</u>	<u>604,984</u>	<u>4,394</u>	<u>(23,986)</u>	<u>281,203</u>	<u>(14,485)</u>	<u>2,178,843</u>
Islamic Banking Income	54,562	271,555	162,031	917	202,200	-	-	691,265
Net non-interest income	61,437	279,778	596,943	35,094	82,712	86,895	14,943	1,157,802
Net income	<u>461,606</u>	<u>1,532,459</u>	<u>1,363,958</u>	<u>40,405</u>	<u>260,926</u>	<u>368,098</u>	<u>458</u>	<u>4,027,910</u>
Overheads	(279,839)	(1,083,653)	(376,825)	(21,333)	(40,205)	(319,830)	(9,977)	(2,131,662)
of which:								
Depreciation of property, plant and equipment	(10,783)	(63,803)	(6,664)	(175)	(363)	(24,598)	-	(106,386)
Amortisation of prepaid lease payments	-	-	-	-	-	(150)	-	(150)
Amortisation of intangible assets	(6,485)	(54,416)	(5,619)	(5)	(28)	(8,479)	-	(75,032)
Profit/(loss) before allowance	<u>181,767</u>	<u>448,806</u>	<u>987,133</u>	<u>19,072</u>	<u>220,721</u>	<u>48,268</u>	<u>(9,519)</u>	<u>1,896,248</u>
Allowances for impairment losses on loans, advances and financing written back/(made)	63,378	(50,262)	(37,148)	(967)	-	(57,790)	-	(82,789)
Allowances for losses on other receivables written back/(made)	-	2	-	-	-	-	(232)	(230)
Allowances for commitments and contingencies written back	10,772	-	-	-	-	1,062	-	11,834
Allowances for other impairment losses written back/(made)	-	-	14	-	438	493	(4)	941
Segment result	<u>255,917</u>	<u>398,546</u>	<u>949,999</u>	<u>18,105</u>	<u>221,159</u>	<u>(7,967)</u>	<u>(9,755)</u>	<u>1,826,004</u>
Share of results of jointly controlled entity	-	(526)	-	-	-	-	-	(526)
Share of results of associates	-	-	-	-	3,414	46,915	-	50,329
Taxation								<u>(414,337)</u>
Profit for the financial period								<u>1,461,470</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A22. SEGMENTAL REPORT (CONTINUED)

Group
30 June 2011

	Consumer Banking		Wholesale Banking				Support and Others RM'000	Total RM'000
	Commercial Banking RM'000	Retail Financial Services and Cards RM'000	Corporate Banking, Treasury and Markets RM'000	Investment Banking RM'000	Investments RM'000	Foreign Banking Operations RM'000		
Net interest income								
- external income	165,860	1,111,332	534,758	8,827	(21,595)	264,437	1,662	2,065,281
- inter-segment	173,422	(158,139)	25,660	(4,923)	(16,941)	(8)	(19,071)	-
	339,282	953,193	560,418	3,904	(38,536)	264,429	(17,409)	2,065,281
Islamic Banking Income	47,356	273,061	145,265	88	179,004	-	-	644,774
Net non-interest income	55,101	343,494	284,049	35,797	69,523	72,941	14,576	875,481
Net income/(expense)	441,739	1,569,748	989,732	39,789	209,991	337,370	(2,833)	3,585,536
Overheads	(259,523)	(998,560)	(336,867)	(18,321)	27,294	(273,508)	(24,718)	(1,884,203)
of which:								
Depreciation of property, plant and equipment	(11,821)	(54,742)	(12,069)	(1,764)	(1,727)	(15,162)	-	(97,285)
Amortisation of prepaid lease payments	(1)	(4)	(1)	-	-	(150)	-	(156)
Amortisation of intangible assets	(6,874)	(47,119)	(9,937)	(1,151)	(1,037)	(7,680)	-	(73,798)
Profit/(loss) before allowance	182,216	571,188	652,865	21,468	237,285	63,862	(27,551)	1,701,333
Allowances for impairment losses on loans, advances and financing written back/(made)	66,802	(55,845)	5,306	(40)	-	(20,441)	-	(4,218)
Allowances for losses on other receivables	-	(4)	-	-	-	-	(1,367)	(1,371)
Allowances for commitments and contingencies made	-	-	-	-	-	(332)	-	(332)
Allowances for other impairment losses (made)/written back	-	-	(6,749)	-	648	-	1,466	(4,635)
Segment result	249,018	515,339	651,422	21,428	237,933	43,089	(27,452)	1,690,777
Share of results of jointly controlled entity	-	7,449	-	-	-	-	-	7,449
Share of results of associate	-	-	-	-	-	38,366	-	38,366
Taxation								(361,905)
Profit for the financial period								1,374,687

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

A23a. UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2012

		Group			Bank	
	Note	30 June 2012	31 Dec 2011	1 Jan 2011	30 June 2012	31-Dec-11
		RM'000	(Restated)	(Restated)	RM'000	RM'000
			RM'000	RM'000		
Assets						
Cash and short-term funds		5,440,342	7,732,152	7,840,258	954	94,841
Deposit and placement with banks and other financial institutions		914,072	1,567,837	1,053,053	649,393	532,817
Financial assets held for trading		5,213,926	2,911,603	2,549,533	153,101	158,534
Financial investments available-for-sale		1,797,828	1,436,120	656,011	347,235	184,696
Financial investments held-to-maturity		1,410,601	1,053,822	1,133,825	315,413	363,756
Islamic derivative financial instruments		151,354	147,915	157,901	997	307
Financing, advances and other financing/loans	A23c	30,695,079	28,360,944	22,764,498	584,039	286,840
Other assets		258,506	300,808	334,828	1,935	1,866
Deferred taxation		9,025	6,359	4,307	-	-
Amount due from holding company		700,404	560,222	505,031	-	-
Amount due from related companies		30,520	44,572	48,767	29,585	42,812
Statutory deposits with Bank Negara Malaysia		1,243,519	1,097,797	143,406	-	-
Goodwill		136,000	136,000	136,000	-	-
Intangible assets		4,491	4,170	4,287	-	-
Property, plant and equipment		2,984	3,900	1,862	-	-
TOTAL ASSETS		48,008,651	45,364,221	37,333,567	2,082,652	1,666,469
Liabilities						
Deposits from customers	A23d	28,938,244	29,758,280	23,479,669	398,262	435,978
Deposits and placements of banks and other financial institutions		13,306,152	10,874,026	10,769,939	663,446	748,783
Islamic derivative financial instruments		458,927	400,611	199,199	157	4,757
Other liabilities		1,339,693	724,399	643,911	954,162	422,393
Amount due to holding company		433,564	402,487	184,519	-	-
Amount due to related company		22,957	139	-	21,961	-
Provision for taxation and Zakat		10,695	14,853	11,228	-	-
Subordinated Sukuk		564,400	564,679	300,000	-	-
TOTAL LIABILITIES		45,074,632	42,739,474	35,588,465	2,037,988	1,611,911
Equity						
Ordinary share capital		1,000,000	1,000,000	750,000	-	-
Perpetual preference shares		70,000	70,000	70,000	-	-
Reserves		1,864,019	1,554,747	925,102	44,664	54,558
TOTAL EQUITY		2,934,019	2,624,747	1,745,102	44,664	54,558
TOTAL LIABILITIES AND EQUITY		48,008,651	45,364,221	37,333,567	2,082,652	1,666,469

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

**A23b. UNAUDITED CONSOLIDATED STATEMENT OF INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	Group			
	2nd Quarter Ended		Six Months Ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Group				
Income derived from investment of depositors' funds and others	485,957	406,639	905,132	784,671
Income derived from investment of shareholders' funds	35,785	42,559	149,704	131,173
Allowance for impairment losses on financing, advances and other financing/loans	(26,006)	(12,440)	(56,042)	(4,244)
Allowance for losses on other receivables (made)/written back	(67)	321	(86)	(12)
	<u>495,669</u>	<u>437,079</u>	<u>998,708</u>	<u>911,588</u>
Total distributable income	495,669	437,079	998,708	911,588
Income attributable to depositors	(178,577)	(133,151)	(363,571)	(271,070)
	<u>317,092</u>	<u>303,928</u>	<u>635,137</u>	<u>640,518</u>
Total net income	317,092	303,928	635,137	640,518
Other operating expenses	(112,638)	(79,749)	(219,726)	(160,201)
	<u>204,454</u>	<u>224,179</u>	<u>415,411</u>	<u>480,317</u>
Profit before taxation	204,454	224,179	415,411	480,317
Taxation	(49,934)	(29,400)	(106,166)	(66,107)
	<u>154,520</u>	<u>194,779</u>	<u>309,245</u>	<u>414,210</u>
Profit for the financial period	154,520	194,779	309,245	414,210

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	Group			
	2nd Quarter Ended		Six Months Ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Group				
Profit for the financial period	154,520	194,779	309,245	414,210
Other comprehensive income:				
Revaluation reserve of financial investments available-for-sale	(306)	4,924	(1,690)	2,924
- Net gain/(loss) from change in fair value				
- as previously reported	-	7,351	-	6,292
- movement during the period/effect of adopting MFRS1	2,224	678	3,603	(973)
- Realised (gain)/loss transferred to statement of income on disposal and impairment	(2,844)	163	(5,625)	163
- Income tax effects				
- as previously reported	-	(3,098)	-	(2,801)
- movement during the period/effect of adopting MFRS1	314	(170)	332	243
Exchange fluctuation reserve	(395)	736	1,610	1,498
Other comprehensive (expense)/income for the financial period, net of tax	(701)	5,660	(80)	4,422
Total comprehensive income for the period	<u>153,819</u>	<u>200,439</u>	<u>309,165</u>	<u>418,632</u>
Total net income	317,092	303,928	635,137	640,518
Add: Allowances for impairment losses on financing, advances and other financing/loans	26,006	12,440	56,042	4,244
Add: Allowance for losses on other receivables made/(written back)	67	(321)	86	12
Income from Islamic operations (per page 2)	<u>343,165</u>	<u>316,047</u>	<u>691,265</u>	<u>644,774</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

**A23b. UNAUDITED STATEMENT OF INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	Bank			
	2nd Quarter Ended		Six Months Ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Bank				
Income derived from investment of depositors' funds and others	4,802	2,875	10,776	6,338
Income derived from investment of shareholders' funds	1,466	89	2,092	419
	<u>6,268</u>	<u>2,964</u>	<u>12,868</u>	<u>6,757</u>
Total distributable income	6,268	2,964	12,868	6,757
Income attributable to depositors	(1,354)	(1,061)	(3,018)	(1,916)
	<u>4,914</u>	<u>1,903</u>	<u>9,850</u>	<u>4,841</u>
Total net income	4,914	1,903	9,850	4,841
Profit for the financial period	<u>4,914</u>	<u>1,903</u>	<u>9,850</u>	<u>4,841</u>

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	Bank			
	2nd Quarter Ended		Six Months Ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Bank				
Profit for the financial period	4,914	1,903	9,850	4,841
Other comprehensive income:				
Revaluation reserve of financial investments available-for-sale	1,144	442	2,108	442
- Net gain from change in fair value	1,294	217	2,388	217
- Realised (gain)/loss transferred to statement of income on disposal and impairment	(150)	225	(280)	225
Exchange fluctuation reserve	1,685	554	1,685	(290)
Other comprehensive income for the financial period, net of tax	<u>2,829</u>	<u>996</u>	<u>3,793</u>	<u>152</u>
Total comprehensive income for the period	<u>7,743</u>	<u>2,899</u>	<u>13,643</u>	<u>4,993</u>
Total net income	4,914	1,903	9,850	4,841
Add: Allowances for impairment losses on financing, advances and other financing/loans	-	-	-	-
Income from Islamic operations (per page 4)	<u>4,914</u>	<u>1,903</u>	<u>9,850</u>	<u>4,841</u>

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

A23c. FINANCING, ADVANCES AND OTHER FINANCING/LOANS

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
i) By type				
Cashline	370,762	373,056	-	-
Term financing	29,353,973	27,417,934	426,878	236,706
- Housing financing	7,724,599	7,134,214	-	-
- Syndicated term financing	281,076	287,618	95,728	95,553
- Hire purchase receivables	5,773,331	5,410,652	-	-
- Other term financing	15,574,967	14,585,450	331,150	141,153
Bills receivables	2,515	2,581	-	-
Islamic trust receipts	79,786	35,391	55,749	-
Claims on customers under acceptance credit	253,455	233,479	-	-
Credit card receivables	99,894	104,078	-	-
Revolving credit	603,974	502,125	150,318	78,800
Share margin financing	120,952	-	-	-
Gross financing, advances and other loans	30,885,311	28,668,644	632,945	315,506
Fair value changes arising from fair value hedges	333,280	241,966	-	-
	31,218,591	28,910,610	632,945	315,506
Less: Individual impairment allowance	(110,537)	(131,922)	(48,906)	(28,666)
	31,108,054	28,778,688	584,039	286,840
Less: Portfolio impairment allowance	(412,975)	(417,744)	-	-
Total net financing, advances and other financing/loans	30,695,079	28,360,944	584,039	286,840

During the financial period, CIMB Islamic has undertaken fair value hedges on the profit rate risk of RM5,250 million (2011: RM4,350 million) financing using Islamic profit rate swaps.

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
Gross financing hedged	5,250,000	4,350,000	-	-
Fair value changes arising from fair value hedges	333,280	241,966	-	-
	5,583,280	4,591,966	-	-

The fair values loss on Islamic profit rate swaps in this hedge transaction as at 30 June 2012 was RM356 million (2011: RM 262.0 million)

ii) By geographical distribution

	Group		Bank	
	30 June 2012 RM'000	31 Dec 2011 RM'000	30 June 2012 RM'000	31 Dec 2011 RM'000
Malaysia	30,252,366	28,353,138	-	-
Other countries	632,945	315,506	632,945	315,506
Gross financing, advances and other financing/loans	30,885,311	28,668,644	632,945	315,506

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

A23c. FINANCING, ADVANCES AND OTHER LOANS (CONTINUED)

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

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Malaysia	326,711	345,778	-	-
Other countries	95,728	95,553	95,728	95,553
Gross impaired financing, advances and other financing/loans	422,439	441,331	95,728	95,553

iv) Movements in impaired financing, advances and other loans are as follows :

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
At 1 January	441,331	335,879	95,553	-
Classified as impaired during the financial period/year	202,479	445,550	-	95,553
Reclassified as not impaired during the financial period/year	(74,079)	(122,608)	-	-
Amount written back in respect of recoveries	(33,402)	(90,543)	24	-
Amount written off	(130,866)	(126,947)	-	-
Reclassification from unwinding income	16,825	-	-	-
Exchange fluctuation	151	-	151	-
Balance as at 30 June/31 December	422,439	441,331	95,728	95,553
Ratio of gross impaired financing, advances and other loans to total financing, advances and other loans	1.37%	1.54%	15.12%	30.29%

v) Movements in the allowance for impaired financing, advances and other financing/loans

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Individual impairment allowance				
At 1 January	131,922	92,683	28,666	-
Net allowance made during the financial period/year	21,576	44,095	19,595	27,604
Amount written off	(47,697)	(4,441)	-	-
Unwinding income	4,089	(1,477)	-	-
Exchange fluctuation	647	1,062	645	1,062
Balance as at 30 June/31 December	110,537	131,922	48,906	28,666
Portfolio impairment allowance				
At 1 January	417,744	240,490	-	-
Net allowance made during the financial period/year	62,872	135,113	-	-
Amount written off	(73,660)	(119,912)	-	-
Unwinding income	6,019	(4,181)	-	-
Transfer from intercompany	-	166,234	-	-
Balance as at 30 June/31 December	412,975	417,744	-	-
Portfolio impairment allowance (inclusive of regulatory reserve) as % of gross financing, advances and other financing/loans (excluding RPSIA financing) less individual impairment allowance	2.24%	2.28%	-	-

PART A - EXPLANATORY NOTES (CONTINUED)

A23. GROUP OPERATION OF ISLAMIC BANKING

A23d. DEPOSITS FROM CUSTOMERS

By type of deposits

	Group		Bank	
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
Non-Mudharabah				
Demand deposits	2,765,332	3,122,181	11,366	9,641
Savings deposits	1,092,077	932,787	-	-
General investment deposits	379,893	419,745	379,893	419,745
Fixed return investment account	4,915,109	5,564,248	-	-
Islamic negotiable instruments of deposit	3,385,932	2,510,276	-	-
Commodity Murabahah	511	440,600	-	-
Short term money market deposit-i	8,281,387	3,994,930	-	-
Others	39,886	37,489	-	894
	20,860,127	17,022,256	391,259	430,280
Mudharabah				
Demand deposits	3,169,453	2,550,795	-	-
Savings deposits	457,909	397,201	-	-
General investment deposits (inclusive of Special General investment deposits of RM2,014,586,000 (2011: 6,987,965,000))	3,105,547	8,032,067	7,003	5,698
Specific investment deposit	1,345,208	1,755,961	-	-
	8,078,117	12,736,024	7,003	5,698
Total deposits from customers	28,938,244	29,758,280	398,262	435,978

A24. CREDIT TRANSACTIONS AND EXPOSURES WITH CONNECTED PARTIES

	The Group		The Bank	
	30-Jun-12	31-Dec-11	30-Jun-12	31-Dec-11
	RM'000	RM'000	RM'000	RM'000
Outstanding credit exposures with connected parties	12,844,219	11,889,087	12,342,264	11,264,350
Percentage of outstanding credit exposures to connected parties as a proportion of total credit exposures	5.1%	5.1%	6.0%	6.0%
Percentage of outstanding credit exposures with connected parties which is non-performing or in default	0.0%	0.0%	0.0%	0.0%

PART A - EXPLANATORY NOTES (CONTINUED)

A25. CHANGE IN ACCOUNTING POLICIES

During the financial period, the Group and the Bank changed the following accounting policy upon adoption of MFRS:

MFRS 1 "First Time Adoption of Malaysian Financial Reporting Standards" allows entity to designate a previously recognised financial asset or financial liabilities as a financial asset or financial liability at fair value through profit or loss or a financial asset as available-for-sale. Consequently, the Group and the Bank have designated a previously recognised financial investments held-to-maturity as available-for-sale in accordance with adoption of MFRS 1.

The change in accounting policy has been applied retrospectively. The adoption of the new accounting policy affected the following items:

Consolidated statement of financial position

Group	Balances as at 31 December 2011		
	As previously reported RM000	Effect of adopting MFRS1 RM000	As restated RM000
Assets			
Financial investments available-for-sale	11,087,595	4,647,899	15,735,494
Financial investments held-to-maturity	14,630,170	(4,457,952)	10,172,218
Liabilities			
Deferred taxation	14,610	47,190	61,800
Equity			
Revaluation reserve-financial investments available-for-sale	451,876	142,757	594,633
	Balances as at 1 January 2011		
	As previously reported RM000	Effect of adopting MFRS1 RM000	As restated RM000
Assets			
Financial investments available-for-sale	8,920,018	3,456,736	12,376,754
Financial investments held-to-maturity	13,511,190	(3,299,763)	10,211,427
Liabilities			
Deferred taxation	1,019	37,466	38,485
Equity			
Revaluation reserve-financial investments available-for-sale	389,033	119,507	508,540
	Balances as at 31 December 2011		
Bank	As previously reported RM000	Effect of adopting MFRS1 RM000	As restated RM000
Assets			
Financial investments available-for-sale	9,045,681	4,153,905	13,199,586
Financial investments held-to-maturity	11,577,838	(3,970,660)	7,607,178
Deferred taxation	6,266	(6,266)	-
Liabilities			
Deferred taxation	-	39,249	39,249
Equity			
Revaluation reserve-financial investments available-for-sale	383,677	137,730	521,407
	Balances as at 1 January 2011		
	As previously reported RM000	Effect of adopting MFRS1 RM000	As restated RM000
Assets			
Financial investments available-for-sale	7,377,258	3,256,687	10,633,945
Financial investments held-to-maturity	11,185,993	(3,104,842)	8,081,151
Deferred taxation	22,096	(22,096)	-
Liabilities			
Deferred taxation	-	14,088	14,088
Equity			
Revaluation reserve-financial investments available-for-sale	324,543	115,661	440,204

PART A - EXPLANATORY NOTES (CONTINUED)

A25. CHANGE IN ACCOUNTING POLICIES (CONTINUED)

Consolidated statement of changes in equity

Group	Balances as at 31 December 2011		
	As previously reported	Effect of adopting	As restated
	RM000	MFRS1	RM000
		RM000	RM000
Revaluation reserve-financial investments available-for-sale	451,876	142,757	594,633

	Balances as at 1 January 2011		
	As previously reported	Effect of adopting	As restated
	RM000	MFRS1	RM000
		RM000	RM000
Revaluation reserve-financial investments available-for-sale	389,033	119,507	508,540

Statement of changes in equity

Bank	Balances as at 31 December 2011		
	As previously reported	Effect of adopting	As restated
	RM000	MFRS1	RM000
		RM000	RM000
Revaluation reserve-financial investments available-for-sale	383,677	137,730	521,407

	Balances as at 1 January 2011		
	As previously reported	Effect of adopting	As restated
	RM000	MFRS1	RM000
		RM000	RM000
Revaluation reserve-financial investments available-for-sale	324,543	115,661	440,204

During the end of financial year 2011, an internal re-organisation has resulted to a change in business segment reporting. The change in business segment reporting is only effective from 1 January 2012 onwards, and the comparatives for segment reporting have been restated to reflect this new Group structure.

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

B1. GROUP PERFORMANCE REVIEW

The Group registered a profit before tax of RM1,875.8 million for the six months period ended 30 June 2012, increased by RM139.2 million or 8.0% as compared to RM1,736.6 million registered in the same period of 2011. Income from Islamic banking operations improved by RM46.5 million to RM691.3 million, mainly attributable to growth in Islamic business activities during the current period under review. Net interest income slightly increase by 5.5% to RM2,178.8 million and net non-interest income increased by 32.2% to RM1,157.8 million, mainly due to higher gains from derivative financial instruments, financial investments available-for-sale and financial assets held for trading of RM83.6 million, RM29.3 million and RM139.6 million respectively. Overheads increased by 13.1% to RM2,131.7 million, mainly due to higher personnel costs, establishment costs, marketing expenses, administration and general expenses by RM140.2 million, RM63.2 million, RM38.4 million and RM14.2 million respectively. Allowances for impairment losses on loans, advances and financing increase by RM78.6 million and slightly offset by decrease in allowances for other impairment losses and commitments and contingencies by RM5.6 million and RM12.2 million respectively.

B2. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

With the first half performance, the Group believes that it will be able to achieve its full year financial targets, even though it anticipates that the global environment will slow economic growth in ASEAN. The Group has seen performance improvements arising from "CIMB 2.0", especially in the wholesale divisions, and it expects more to come. The Group will nevertheless remain vigilant in navigating the firm through these uncertain economic times and rapidly changing regulatory environment for banks.

B3. COMPUTATION OF EARNINGS PER SHARE (EPS)

a) Basic EPS

The Group and Bank basic and fully diluted EPS is calculated by dividing the net profit for the financial period after non-controlling interests by the weighted average number of ordinary shares in issue during the financial period.

	Group			
	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period after non-controlling interests (RM '000)	691,668	672,997	1,459,766	1,371,012
Weighted average number of ordinary shares in issue - proforma ('000)	3,764,469	3,764,469	3,764,469	3,764,469
Basic earnings per share (expressed in sen per share)	18.37	17.88	38.78	36.42

	Bank			
	2nd Quarter Ended		Six months ended	
	30 June 2012	30 June 2011	30 June 2012	30 June 2011
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period (RM '000)	558,042	1,159,332	1,175,201	1,650,741
Weighted average number of ordinary shares in issue - proforma ('000)	3,764,469	3,764,469	3,764,469	3,764,469
Basic earnings per share (expressed in sen per share)	14.82	30.80	31.22	43.85

b) Diluted EPS

There were no dilutive potential ordinary shares outstanding as at 30 June 2012 and 30 June 2011.