PART A - EXPLANATORY NOTES

A1. BASIS OF PREPARATION OF THE ACCOUNTS

The unaudited interim financial statements for the third quarter ended 30 September 2008 have been prepared under the historical cost convention, modified by the revaluation of available-for-sale securities, securities held for trading, all derivative financial instruments and investment properties.

The unaudited interim financial statements have been prepared in accordance with FRS 134 "Interim Financial Reporting" issued by Malaysian Accounting Standards Board. These financial statements should be read in conjuction with the Group's audited financial statements for the year ended 31 December 2007. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are siginificant to an understanding of the changes in the financial position and performance of the Group and the Bank since the year ended 31 December 2007.

The siginificant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2007.

The unaudited interim financial statements incorporate those activities relating to Islamic banking which have been undertaken by the Bank and its wholly-owned subsidiaries, CIMB Islamic Bank Berhad ("CIMB Islamic") and CIMB Bank (L) Limited. Islamic banking refers generally to the acceptance of deposits, granting of financing and dealing in Islamic Securities under the Shariah principles.

BNM has granted indulgence to the Group and the Bank and other local banks in Malaysia from complying with the requirements on the impairment of loans under the revised 'Guidelines on Financial Reporting for Licensed Institutions' ("BNM/GP8"). Under the revised BNM/GP8, the impaired loans have to be measured at their estimated recoverable amount. This requirement is principally similar to the requirements under FRS 139 - Financial Instruments: Recognition and Measurement. In view of the deferment of the implementation of FRS 139 in Malaysia, the Group and the Bank and other local banks in Malaysia will be deemed to be in compliance with the requirement on the impairment of loans under the revised BNM/GP8 if the allowance for non-performing loans, advances and financing is computed based on BNM's guidelines on the 'Classification of Non-Performing Loans and Provision for Substandard, Bad and Doubtful Debts' ("BNM/GP3") requirements. For the quarter under review, the Group and the Bank have not reclassified any of its securities in held for trading category to the available-for-sale or held-to-maturity categories, which is permitted by BNM for the period from 1 July 2008 until 31 December 2009 pursuant to its Revised Guidelines on Financial Reporting for Licenced Institutions (BNM/GP8).

The preparation of unaudited financial statements in conformity with the Financial Reporting Standards and Bank Negara Malaysia Guidelines 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 Financial Statements, and the reported amounts of income and expenses during the reported period. It also requires the Directors to exercise their judgement in the process of applying the Group's and the Bank's accounting policies. Although these estimates and judgement are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

PART A - EXPLANATORY NOTES

A2. DIVIDENDS

In respect of the financial year ended 31 December 2007, a final gross dividend of approximately 13.63 sen per share, less 26% income tax on 2,974,009,486 Redeemable Preference Shares of RM0.01 each, amounting to RM300,000,000, was paid on 7 May 2008.

During the nine months ended 30 September 2008, the following interim dividend was paid:
i. Interim dividend of approximately 9.09 sen per share, less 26% income tax on 2,974,009,486 Redeemable Preference Shares of RM0.01 each, amounting to RM200,000,000 was paid on 7 May 2008.
ii. A taxable interim dividend of approximately 2.00 sen per share, less 26% income tax on 2,974,009,486 ordinary shares, amounting to RM44,000,000 was paid on 26 August 2008.
iii. A tax exempt interim dividend of approximately 2.22 sen per share on 2,974,009,486 ordinary shares, amounting to RM66,000,000 was paid on 26 August 2008.

A3. GROUP PERFORMANCE REVIEW

The Group registered a profit before tax of RM,1685.0 million for the nine months ended 30 September 2008, a decrease of RM62.8 million compared to RM1,747.8 million registered in the same period of 2007. This is mainly due to lower net gain arising from securities held for trading and derivatives by RM360.6 million and lower gain from disposal of interest in subsidiary by RM199.1 million. This was however offset by lower overheads and allowance for loans, advances and financing by RM87.6 million and RM420.5 million respectively.

The Group and Bank net NPL ratio improved to 3.30% and 3.35% (31 December 2007: 4.18% and 4.28%) respectively.

A4. PROSPECT FOR THE CURRENT FINANCIAL YEAR

The Group will continue to witness extraordinary capital market conditions for the rest of the year as global finance remains in crisis. Nevertheless, it is expected that the capital markets businesses will be able to perform better in the fourth quarter than in the third quarter and the consumer tranformation momentum can offset headwinds from a slowing economy.

A5. SECURITIES HELD FOR TRADING	Group 30 Sept 2008 RM'000	Group 31 Dec 2007 RM'000	Bank 30 Sept 2008 RM'000	Bank 31 Dec 2007 RM'000
Money market instruments				
Unquoted				
Malaysian Government securities	**288,060**	416,150	**270,316**	290,653
Cagamas bonds	**225,444**	279,354	**225,444**	279,354
Khazanah bonds	**49,369**	96,918	**4,964**	24,329
Malaysian Government treasury bills	**9,915**	119,294	**9,915**	89,552
Other Government securities	**-**	630,359	**-**	-
Bank Negara Malaysia bills	**3,467,658**	97,736	**3,467,658**	97,736
Bank Negara negotiable notes	**83,288**	409,900	**83,288**	191,735
Negotiable instruments of deposit	**2,260,614**	1,149,588	**1,169,995**	1,130,007
Bankers' acceptance and Islamic accepted bills	**1,020,751**	800,764	**529,819**	595,636
Credit-linked notes	**179,983**	353,247	**162,138**	331,530
Commercial Papers	**-**	45,099	**-**	20,793
Government Investment Issues	**15,972**	56,075	**1,557**	56,075
	7,601,054	4,454,484	**5,925,094**	3,107,400
Quoted securities				
In Malaysia				
Shares	**130,732**	724,530	**111,351**	712,956
Warrants	**8**	35	**-**	-
Loan stocks	**1,680**	5,838	**-**	3,719
	132,420	730,403	**111,351**	716,675
Outside Malaysia				
Shares	**15,295**	43,041	**-**	-
Unquoted securities				
In Malaysia				
Private & Islamic debt securities	**6,043,821**	6,704,160	**6,043,821**	6,683,741
Shares	**97,298**	-	**97,299**	-
Outside Malaysia				
Private & Islamic debt securities	**2,579,777**	2,301,781	**477,939**	306,357
	16,469,665	14,233,869	**12,655,504**	10,814,173

A6. AVAILABLE-FOR-SALE SECURITIES	Group 30 Sept 2008 RM'000	Group 31 Dec 2007 RM'000	Bank 30 Sept 2008 RM'000	Bank 31 Dec 2007 RM'000
Debt securities				
Money market instruments :				
Unquoted				
Malaysian Government securities	**224,014**	177,504	**94,541**	53,221
Khazanah bonds	**77,366**	193,238	**9,657**	127,456
Government Investment Issues	**5,090**	15,195	**5,090**	15,195
Commercial Papers	**44,292**	29,707	**44,292**	29,707
Malaysian Government treasury bills	**-**	87,906	**-**	87,906
Other Government treasury bills	**-**	50,003	**-**	-
Bank Negara Malaysia bills	**-**	23,322	**-**	13,375
Cagamas notes	**281,656**	397,330	**233,500**	362,910
Bank Negara negotiable notes	**-**	125,393	**-**	125,393
	632,419	1,099,598	**387,080**	815,163
Equity securities				
Quoted securities:				
In Malaysia				
Unit trusts	**695,910**	702,318	**695,910**	702,318
Shares	**-**	1,169	**-**	-
	695,910	703,487	**695,910**	702,318
Unquoted securities:				
In Malaysia				
Private debt securities	**5,423,617**	4,689,956	**4,997,505**	4,288,143
Shares	**383,875**	386,532	**381,422**	385,957
Loan stocks	**30,715**	18,183	**30,715**	18,183
	5,838,207	5,094,671	**5,409,642**	4,692,283
Outside Malaysia				
Shares	**39,489**	29,871	**633**	7,748
Private equity funds	**61,486**	68,384	**-**	-
Unit trust funds	**63,201**	59,318	**-**	-
Private debt securities	**86,306**	29,866	**-**	-
	250,482	187,439	**633**	7,748
	7,417,018	7,085,195	**6,493,265**	6,217,512
Allowance for impairment losses:				
Private debt securities and bonds	**(357,340)**	(367,672)	**(357,340)**	(367,672)
Quoted shares	**-**	(778)	**-**	-
Unquoted shares	**(6,659)**	(17,334)	**(6,659)**	(17,334)
	(363,999)	(385,784)	**(363,999)**	(385,006)
	7,053,019	6,699,411	**6,129,266**	5,832,506

A7. HELD-TO-MATURITY SECURITIES

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
Money market instruments :				
Unquoted				
Malaysian government securities	**149,967**	-	**149,967**	-
Cagamas bonds	**294,817**	290,000	**294,817**	290,000
Bank Negara negotiable notes	**-**	98,057	**-**	98,057
	444,784	388,057	**444,784**	388,057
Unquoted securities				
In Malaysia				
Shares	**270**	270	**-**	-
Loans stocks	**32,478**	32,478	**-**	-
Danaharta Urus Sdn Bhd bonds	**1,151,932**	1,151,932	**1,151,932**	1,151,932
Private debt securities	**2,999,273**	1,737,931	**2,203,145**	1,635,072
	4,183,953	2,922,611	**3,355,077**	2,787,004
Outside Malaysia				
Private debt securities	**500,000**	-	**500,000**	-
	5,128,737	3,310,668	**4,299,861**	3,175,061
Accretion of discount net of amortisation of premium	**249,827**	187,611	**249,827**	191,106
Less : Allowance for impairment losses	**(24,816)**	(24,963)	**-**	-
	5,353,748	3,473,316	**4,549,688**	3,366,167

A8. LOANS, ADVANCES AND FINANCING

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
(i) By type of financing				
Overdrafts	**7,146,130**	6,496,719	**6,960,272**	6,371,371
Term loans				
- Housing loans/financing	**23,497,825**	19,135,860	**22,067,775**	18,371,408
- Syndicated term loans	**7,200,918**	7,700,986	**2,414,581**	2,537,520
- Hire purchase receivables	**13,768,661**	14,332,824	**11,989,447**	12,628,301
- Factoring receivables	**54,656**	62,019	**-**	-
- Lease receivables	**77,621**	104,231	**-**	-
- Other term loans/Financing	**30,384,180**	24,882,855	**28,213,067**	24,273,417
Bills receivable	**193,395**	251,143	**193,395**	251,111
Trust receipts	**873,679**	963,531	**854,639**	957,979
Claims on customers under acceptance credits	**5,762,939**	5,937,119	**5,626,683**	5,847,316
Staff loans	**445,202**	445,450	**444,088**	444,047
Credit card receivables	**2,565,462**	2,241,590	**2,565,462**	2,241,590
Share margin financing	**190,629**	281,000	**190,629**	281,000
Revolving credits	**6,553,951**	5,987,416	**5,388,295**	5,354,865
	98,715,248	88,822,743	**86,908,333**	79,559,925
Less: Unearned interest	**(3,714,080)**	(2,951,290)	**(1,972,409)**	(2,120,929)
	95,001,168	85,871,453	**84,935,924**	77,438,996
Less: Islamic financing sold to Cagamas	**(317,312)**	(575,918)	**-**	-
Gross loans, advances and financing	**94,683,856**	85,295,535	**84,935,924**	77,438,996
Less: Specific allowance	**(3,366,176)**	(3,300,748)	**(3,350,222)**	(3,194,131)
	91,317,680	81,994,787	**81,585,702**	74,244,865
Less: General allowance	**(1,559,349)**	(1,377,254)	**(1,386,957)**	(1,233,088)
Total net financing, advances and other loans	**89,758,331**	80,617,533	**80,198,745**	73,011,777

A8. LOANS, ADVANCES AND FINANCING (CONTINUED)

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
(ii) By type of customers				
Domestic banking institutions	**149,394**	160,452	**-**	-
Domestic non-bank financial institutions				
- Stockbroking companies	**-**	996	**-**	996
- Others	**2,008,176**	1,582,797	**2,004,728**	1,575,593
Domestic business enterprises				
- Small medium enterprises	**12,518,167**	13,219,535	**11,968,683**	12,901,005
- Others	**24,571,417**	20,743,607	**23,194,409**	19,900,323
Government and statutory bodies	**107,820**	69,614	**102,908**	65,190
Individuals	**46,224,083**	41,146,748	**44,015,867**	39,389,781
Other domestic entities	**4,386,296**	4,021,814	**76,099**	71,668
Foreign entities	**5,035,815**	4,925,890	**3,573,230**	3,534,440
	95,001,168	85,871,453	**84,935,924**	77,438,996
Less: Islamic financing sold to Cagamas	**(317,312)**	(575,918)	**-**	-
Gross loans, advances and financing	**94,683,856**	85,295,535	**84,935,924**	77,438,996
(iii) By interest/profit rate sensitivity				
Fixed rate				
- Housing financing	**5,599,757**	3,857,299	**5,254,637**	3,500,520
- Hire purchase receivables	**11,521,420**	11,995,147	**10,007,353**	10,497,861
- Other fixed rate loans	**21,192,134**	15,830,952	**19,891,022**	14,979,184
Variable rate				
- BLR plus	**39,662,555**	38,156,423	**39,583,079**	38,128,948
- Cost-plus	**12,641,238**	12,117,063	**6,155,753**	6,252,386
- Other variable rates	**4,384,064**	3,914,569	**4,044,080**	4,080,097
	95,001,168	85,871,453	**84,935,924**	77,438,996
Less: Islamic financing sold to Cagamas	**(317,312)**	(575,918)	**-**	-
Gross loans, advances and financing	**94,683,856**	85,295,535	**84,935,924**	77,438,996
(iv) By economic purposes				
Personal use	**2,823,550**	2,623,310	**2,530,038**	2,587,916
Credit cards	**2,565,461**	2,241,590	**2,565,461**	2,241,590
Purchase of consumer durables	**19,377**	21,761	**19,126**	21,595
Construction	**2,703,365**	2,832,228	**2,327,285**	2,520,897
Residential property (housing)	**23,271,661**	19,229,741	**22,688,182**	18,843,132
Non-residential property	**8,089,339**	6,066,970	**7,558,453**	5,859,258
Purchase of fixed assets other than land & buildings	**662,406**	732,076	**316,674**	429,338
Mergers and acquisitions	**1,955,331**	604,907	**1,424,768**	-
Purchase of securities	**10,737,026**	8,325,970	**8,896,490**	6,131,283
Purchase of transport vehicles	**11,921,476**	12,093,134	**10,145,443**	10,799,163
Working capital	**27,305,394**	27,821,070	**24,140,299**	25,315,308
Other purposes	**2,946,782**	3,278,696	**2,323,705**	2,689,516
	95,001,168	85,871,453	**84,935,924**	77,438,996
Less: Islamic financing sold to Cagamas	**(317,312)**	(575,918)	**-**	-
Gross loans, advances and financing	**94,683,856**	85,295,535	**84,935,924**	77,438,996

A8. LOANS, ADVANCES AND FINANCING (CONTINUED)

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
(ii) Non-performing loans by economic purposes				
Personal use	**251,194**	251,857	**236,437**	239,902
Credit cards	**61,817**	57,668	**61,817**	57,668
Purchase of consumer durables	**966**	1,005	**966**	1,005
Construction	**432,190**	442,512	**412,267**	423,295
Residential property (housing)	**1,556,337**	1,759,557	**1,501,291**	1,698,746
Non-residential property	**499,058**	558,248	**483,186**	520,240
Purchase of fixed assets other than land & buildings	**69,795**	40,165	**16,151**	14,718
Purchase of securities	**71,251**	119,446	**45,767**	93,749
Purchase of transport vehicles	**384,277**	587,988	**339,600**	474,102
Working capital	**2,935,150**	2,833,053	**2,858,875**	2,745,816
Other purposes	**126,241**	102,212	**125,692**	101,202
	6,388,276	6,753,711	**6,082,049**	6,370,443

(iii) Movement in non-performing loans, advances and financing (NPL) are as follows :-

Balance as at 1 January	**6,753,711**	8,030,592	**6,370,443**	7,876,789
NPL during the period/year (gross)	**2,481,750**	3,855,504	**2,327,868**	3,688,528
Performing during the period/year	**(1,648,435)**	(2,669,815)	**(1,541,374)**	(2,587,199)
Amount recovered	**(769,082)**	(1,340,813)	**(736,125)**	(1,305,651)
Amount written off	**(431,903)**	(1,109,825)	**(384,057)**	(1,031,935)
Loans/financing converted to securities	**-**	(1,849)	**-**	-
Disposal of Islamic banking operations to CIMB Islamic	**-**	-	**-**	(270,475)
Amount transferred from I-Prestige	**-**	-	**46,628**	-
Reclassified to non-current assets held for sale	**-**	(9,101)	**-**	-
Exchange fluctuation	**2,235**	(982)	**(1,334)**	386
Balance as at 30 September/31 December	**6,388,276**	6,753,711	**6,082,049**	6,370,443
Net non-performing loans, advances and financing	**3,022,100**	3,452,963	**2,731,827**	3,176,312
Ratio of net non-performing loans, advances and financing to total loans, advances and financing (including Islamic financing sold to Cagamas) less specific allowance	**3.30%**	4.18%	**3.35%**	4.28%

A8. LOANS, ADVANCES AND FINANCING (CONTINUED)

(iv) Movements in allowance for bad and doubtful debts are as follows :

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
Specific allowance				
Balance as at 1 January	**3,300,748**	3,240,620	**3,194,131**	3,144,799
Allowance made during the financial period/year	**1,065,595**	1,999,713	**990,506**	1,918,625
Allowance made and charged to deferred assets	**-**	5,062	**-**	5,062
Amount written back in respect of recoveries	**(578,343)**	(816,349)	**(496,057)**	(726,203)
Amount written off	**(417,937)**	(1,109,824)	**(369,939)**	(1,031,935)
Allowance for loans in relation to joint venture	**(4,692)**	(9,132)	**(4,692)**	(9,132)
Amount transferred in respect of loans converted to securities	**-**	(1,849)	**-**	**-**
Disposal of Islamic banking operations to CIMB Islamic	**-**	-	**-**	(104,654)
Amount transferred from I-Prestige	**-**	-	**35,589**	-
Reclassified to non-current assets held for sale	**-**	(1,090)	**684**	**-**
Exchange fluctuation	**805**	(6,403)	**-**	(2,431)
Balance as at 30 September/31 December	**3,366,176**	3,300,748	**3,350,222**	3,194,131
General allowance				
Balance as at 1 January	**1,377,254**	1,361,692	**1,233,088**	1,283,046
Net (write back)/provisions for the period/year	**179,385**	24,461	**154,558**	(18,546)
Allowance for loans in relation to joint venture	**-**	(658)	**-**	(658)
Reclassified to non-current assets held for sale	**-**	(464)	**-**	**-**
Disposal of Islamic banking operations to CIMB Islamic	**-**	**-**	**-**	(28,617)
Exchange fluctuation	**2,710**	(7,777)	**(689)**	(2,137)
Balance as at 30 September/31 December	**1,559,349**	1,377,254	**1,386,957**	1,233,088
As % of gross loans, advances and financing (including Islamic financing sold to Cagamas) less specific allowance	**1.70%**	1.67%	**1.70%**	1.66%

A9. OTHER ASSETS

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
Interest receivable	**260,179**	259,308	**262,609**	215,958
Deferred assets	**219,433**	226,311	**219,433**	226,311
Foreclosed properties	**27,991**	29,351	**27,991**	29,351
Option financing	**428,066**	293,676	**428,066**	293,676
Other debtors, deposits and prepayments	**1,052,458**	624,619	**899,749**	466,070
	1,988,127	1,433,265	**1,837,848**	1,231,366

A10. DEPOSITS FROM CUSTOMERS

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
(i) By type of deposit				
Demand deposits	**23,195,747**	23,456,477	**22,199,369**	23,115,848
Savings deposits	**9,205,612**	8,074,683	**8,874,327**	7,909,063
Fixed deposits	**66,379,027**	55,591,312	**51,474,185**	44,268,212
Negotiable instruments of deposit	**7,373,726**	6,749,330	**6,379,044**	6,547,504
Others	**17,412,948**	18,317,835	**15,949,343**	17,466,737
	123,567,060	112,189,637	**104,876,268**	99,307,364
(ii) By type of customer				
Government and statutory bodies	**10,418,580**	10,145,047	**7,245,009**	8,487,213
Business enterprises	**56,642,669**	58,259,868	**43,466,583**	48,957,825
Individuals	**32,370,377**	28,347,752	**30,058,460**	27,201,480
Others	**24,135,434**	15,436,970	**24,106,216**	14,660,846
	123,567,060	112,189,637	**104,876,268**	99,307,364

A11. DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
Licensed banks	**7,514,431**	8,367,617	**10,066,817**	9,606,700
Licensed finance companies	**9,420**	18,235	**9,420**	18,235
Licensed merchant banks	**2,323,344**	1,332,565	**1,224,997**	1,183,750
Bank Negara Malaysia	**570,710**	1,952,360	**570,710**	1,952,360
Other financial institutions	**2,166,860**	1,024,118	**2,100,484**	1,024,118
	12,584,765	12,694,895	**13,972,428**	13,785,163

A12. OTHER LIABILITIES

	Group		Bank	
	30 Sept 2008 RM'000	31 Dec 2007 RM'000	30 Sept 2008 RM'000	31 Dec 2007 RM'000
Interest payable	**588,273**	575,613	**581,800**	514,089
Due to brokers and clients	**1,614**	891	**-**	-
Profit equalisation reserve	**-**	2,200	**-**	-
Accrued employee benefits	**8,663**	8,709	**8,663**	8,663
Post employment benefit obligations	**94,429**	71,180	**94,429**	71,174
Amount due to special purpose vehicle of jointly controlled entity	**426,200**	483,046	**426,200**	483,046
Provision for legal claims	**193,135**	267,230	**193,135**	267,230
Sundry creditors and accruals	**1,270,763**	1,589,349	**987,509**	1,475,346
	2,583,077	2,998,218	**2,291,736**	2,819,548

A13. INTEREST INCOME

	3rd Quarter Ended		Nine months ended	
	30 Sept 2008 RM'000	30 Sept 2007 RM'000	30 Sept 2008 RM'000	30 Sept 2007 RM'000
Group				
Loans and advances				
- Interest income other than recoveries from NPLs	**1,300,502**	1,261,012	**3,777,370**	3,693,584
- Recoveries from NPLs	**90,013**	102,171	**293,008**	306,780
Money at call and deposit with financial institutions	**203,827**	227,884	**690,529**	641,172
Securities purchased under resale agreement	**28,011**	24,932	**102,913**	76,075
Securities held-for-trading	**141,019**	125,755	**439,562**	385,302
Securities available-for-sale	**56,574**	55,190	**159,323**	181,385
Securities held -to-maturity	**34,708**	2,922	**88,026**	8,960
Others	**38**	4,611	**483**	8,204
	1,854,692	1,804,477	**5,551,214**	5,301,462
Accretion of discount less amortisation of premium	**39,966**	30,832	**90,038**	166,100
Net interest suspended	**(43,777)**	(49,720)	**(145,818)**	(162,034)
	1,850,881	1,785,589	**5,495,434**	5,305,528
Bank				
Loans and advances				
- Interest income other than recoveries from NPLs	**1,222,204**	1,158,120	**3,527,982**	3,433,071
- Recoveries from NPLs	**89,815**	101,850	**291,366**	304,766
Money at call and deposit with financial institutions	**233,387**	238,374	**713,878**	642,545
Securities purchased under resale agreement	**28,011**	24,932	**102,913**	76,075
Securities held-for-trading	**110,358**	86,385	**333,757**	272,496
Securities available-for-sale	**56,019**	53,062	**157,404**	171,451
Securities held -to-maturity	**34,661**	2,421	**87,143**	8,404
Others	**6**	4,602	**307**	7,837
	1,774,461	1,669,746	**5,214,750**	4,916,645
Accretion of discount less amortisation of premium	**40,158**	31,481	**103,177**	166,549
Net interest suspended	**(42,423)**	(47,753)	**(141,813)**	(156,651)
	1,772,196	1,653,474	**5,176,114**	4,926,543

A14. INTEREST EXPENSE

	3rd Quarter Ended		Nine months ended	
	30 Sept 2008	30 Sept 2007	30 Sept 2008	30 Sept 2007
Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Deposits and placements of banks and other financial institutions	**67,850**	115,314	**295,793**	341,889
Deposits from customers	**690,466**	641,655	**1,992,167**	1,727,733
Obligation on securities sold under repurchase agreements	**4,544**	3,658	**9,026**	103,196
Loans sold to Cagamas	**14,250**	26,536	**48,205**	90,833
Negotiable certificates of deposits	**51,393**	45,611	**163,202**	146,241
ICULS	**12,609**	12,609	**37,416**	37,416
Redeemable preference shares	**11,764**	11,796	**35,015**	42,825
Subordinated obligations	**58,626**	44,593	**150,112**	133,863
Others	-	715	**259**	3,112
	911,502	902,487	**2,731,195**	2,627,108
Bank				
Deposits and placements of banks and other financial institutions	**80,557**	133,162	**270,879**	345,530
Deposits from customers	**663,523**	553,269	**1,872,345**	1,518,463
Obligation on securities sold under repurchase agreements	-	517	**1,379**	98,393
Loans sold to Cagamas	**14,250**	26,536	**48,205**	90,833
Negotiable certificates of deposits	**51,393**	45,611	**163,202**	146,241
ICULS	**12,609**	12,609	**37,416**	37,416
Redeemable preference shares	**11,765**	11,796	**35,015**	42,825
Subordinated obligations	**58,626**	44,593	**150,112**	133,863
	892,723	828,093	**2,578,553**	2,413,564

A15. NON-INTEREST INCOME

Group	3rd Quarter Ended 30 Sept 2008 RM'000	3rd Quarter Ended 30 Sept 2007 RM'000	Nine months ended 30 Sept 2008 RM'000	Nine months ended 30 Sept 2007 RM'000
Fee income				
Commissions	**42,909**	52,646	**124,311**	164,540
Fee on loans and advances	**72,266**	70,452	**225,341**	180,816
Service charges and fees	**50,858**	36,835	**116,125**	109,267
Guarantee fees	**12,806**	19,453	**39,306**	47,940
Other fee income	**56,668**	66,481	**171,011**	178,367
	235,507	245,867	**676,094**	680,930
Gross dividend income from:				
Securities held-for-trading	**6,232**	15,022	**25,667**	53,408
Available-for-sale securities	**9,473**	3,913	**20,059**	6,658
Held-to-maturity securities	**34**	-	**42**	-
	15,739	18,935	**45,768**	60,066
Net gain/(loss) arising from securities held-for-trading:				
- realised gain/(loss)	**(75,639)**	14,075	**13,124**	455,209
- unrealised gain/(loss)	**105,042**	(100,313)	**(279,295)**	(44,345)
	29,403	(86,238)	**(266,171)**	410,864
Net gain/(loss) arising from derivative financial instrument				
- realised gain/(loss)	**265,632**	59,980	**480,201**	269,514
- unrealised gain/(loss)	**(568,331)**	59,046	**(25,361)**	(131,140)
	(302,699)	119,026	**454,840**	138,374
Net gain from sale of securities available-for-sale	**58,814**	19,216	**101,610**	64,366
Net gain from maturity of held to maturity securities	-	-	**4,012**	566
Other non-interest income				
Foreign exchange gain/(loss):	**109,285**	(24,934)	**43,412**	128,853
Rental income	**4,467**	2,404	**12,844**	15,193
Gain on disposal of property, plant and equipment	**724**	341	**2,950**	1,438
Gain on disposal of subsidiary	**-**	-	**17,816**	216,872
Gain on disposal of associate	**2,837**	-	**2,837**	-
Others	**(3,460)**	11,316	**45,400**	50,727
	113,853	(10,873)	**125,259**	413,083
	150,617	305,933	**1,141,412**	1,768,249

A15. NON-INTEREST INCOME (CONTINUED)

Bank	3rd Quarter Ended 30 Sept 2008 RM'000	3rd Quarter Ended 30 Sept 2007 RM'000	Nine months ended 30 Sept 2008 RM'000	Nine months ended 30 Sept 2007 RM'000
Fee income				
Commissions	**40,520**	42,229	**115,096**	130,926
Fee on loans and advances	**72,132**	60,561	**223,812**	155,591
Service charges and fees	**45,383**	32,053	**101,724**	92,013
Guarantee fees	**11,433**	18,859	**36,858**	45,823
Other fee income	**55,595**	43,882	**170,316**	135,858
	225,063	197,584	**647,806**	560,211
Gross dividend income from:				
Securities held-for-trading	**6,282**	15,022	**25,717**	53,271
Available-for-sale securities	**7,194**	2,903	**17,902**	3,745
Subsidiaries	**-**	209,247	**(15)**	209,247
	13,476	227,172	**43,604**	266,263
Net gain/(loss) arising from securities held-for-trading:				
- realised gain/(loss)	**(63,213)**	(796)	**35,454**	408,207
- unrealised gain/(loss)	**153,837**	(99,659)	**(190,978)**	(34,866)
	90,624	(100,455)	**(155,524)**	373,341
Net gain/(loss) arising from derivative financial instrument				
- realised gain/(loss)	**259,620**	59,935	**454,922**	269,401
- unrealised gain/(loss)	**(557,200)**	88,851	**(14,638)**	(97,403)
	(297,579)	148,786	**440,285**	171,998
Net gain from sale of securities available-for-sale	**58,786**	16,248	**98,601**	51,974
Net gain from maturity of held to maturity securities	**-**	-	**4,012**	-
Other non-interest income				
Foreign exchange gain/ (loss)	**112,037**	(25,455)	**47,852**	128,592
Rental income	**2,648**	2,644	**7,944**	7,747
Gain on disposal of property, plant and equipment	**589**	253	**1,712**	1,174
Gain on disposal of subsidiary	**-**	-	**24,455**	(159)
Other non operating income	**2,069**	7,173	**290,442**	45,631
	117,343	(15,385)	**372,405**	182,985
	207,713	473,950	**1,451,189**	1,606,772

A16. OVERHEAD EXPENSE

	3rd Quarter Ended		Nine months ended	
	30 Sept 2008 RM'000	30 Sept 2007 RM'000	30 Sept 2008 RM'000	30 Sept 2007 RM'000
Group				
Personnel costs	**313,014**	321,224	**983,578**	1,055,761
- Salaries allowances and bonuses	**187,899**	224,639	**689,553**	793,556
- Pension costs (defined contribution plan)	**28,171**	24,324	**84,233**	72,526
- Pension costs (defined benefit plan)	**18,200**	7,611	**(2,845)**	39,301
- Others	**78,744**	64,650	**212,637**	150,378
Establishment costs	**139,674**	155,979	**475,332**	488,876
- Depreciation of property, plant and equipment	**35,245**	27,638	**97,201**	95,032
- Amortisation of prepaid lease payments	**310**	215	**808**	2,151
- Rental	**28,693**	21,071	**77,730**	67,874
- Insurance	**4,029**	4,107	**11,331**	14,059
- Repair and maintenance	**24,921**	34,235	**108,715**	77,836
- Outsource services	**18,466**	31,941	**73,421**	118,583
- Others	**28,010**	36,772	**106,126**	113,341
Marketing expenses	**50,091**	56,700	**133,723**	109,634
- Sales commission	**7,209**	5,928	**20,125**	15,296
- Advertisement	**34,192**	34,524	**82,167**	64,476
- Legal fees	**5,765**	13,704	**17,033**	24,940
- Others	**2,925**	2,544	**14,398**	4,922
Administration and general expenses	**123,241**	84,697	**409,733**	435,744
- Communication	**9,745**	26,549	**34,313**	53,497
- Consultancy and professional fees	**9,345**	5,271	**21,288**	32,991
- Legal expenses	**13,971**	10,226	**39,187**	27,757
- Stationery	**15,755**	8,889	**42,233**	39,381
- Merchant expenses	**22,997**	17,838	**64,413**	51,520
- Amortisation of intangible assets	**28,567**	22,657	**81,457**	64,612
- Others	**22,861**	(6,733)	**126,842**	165,986
	626,020	618,600	**2,002,366**	2,090,015

A16. OVERHEAD EXPENSE (CONTINUED)

	3rd Quarter Ended		Nine months ended	
	30 Sept 2008 RM'000	30 Sept 2007 RM'000	30 Sept 2008 RM'000	30 Sept 2007 RM'000
Bank				
Personnel costs	**276,224**	288,642	**871,819**	967,643
- Salaries allowances and bonuses	**166,473**	202,534	**623,735**	732,498
- Pension costs (defined contribution plan)	**25,394**	22,017	**76,374**	65,814
- Pension costs (defined benefit plan)	**18,198**	7,577	**(2,906)**	39,255
- Others	**66,159**	56,514	**174,616**	130,076
Establishment costs	**153,078**	167,218	**539,252**	516,681
- Depreciation of property, plant and equipment	**28,921**	21,678	**83,619**	78,337
- Amortisation of prepaid lease payments	**288**	215	**750**	2,151
- Rental	**28,644**	20,021	**78,710**	65,203
- Insurance	**3,639**	3,740	**10,134**	12,582
- Repair and maintenance	**24,061**	30,596	**103,898**	71,218
- Outsource Services	**48,870**	54,104	**164,721**	173,975
- Others	**18,655**	36,864	**97,420**	113,215
Marketing expenses	**44,405**	54,608	**117,438**	104,959
- Sales commission	**4,768**	5,710	**15,470**	14,779
- Advertisement	**32,226**	33,899	**74,692**	62,771
- Legal fees	**5,765**	13,704	**17,033**	24,940
- Others	**1,646**	1,295	**10,243**	2,469
Administration and general expenses	**126,166**	78,464	**383,130**	410,129
- Communication	**9,181**	26,008	**32,444**	51,928
- Consultancy and professional fees	**9,051**	5,856	**20,124**	31,523
- Legal expenses	**13,813**	10,211	**38,550**	27,230
- Stationery	**14,596**	7,728	**39,335**	36,579
- Merchant expenses	**22,997**	17,838	**64,413**	51,520
- Amortisation of intangible assets	**26,796**	22,694	**77,256**	64,560
- Others	**29,732**	(11,871)	**111,008**	146,789
	599,873	588,932	**1,911,639**	1,999,412

A17. ALLOWANCES FOR LOSSES ON LOANS AND FINANCING

	3rd Quarter Ended		Nine months ended	
	30 Sept 2008 RM'000	30 Sept 2007 RM'000	30 Sept 2008 RM'000	30 Sept 2007 RM'000
Group				
Provision for bad and doubtful debts :				
Specific allowance				
- Made in the financial period	**343,817**	456,764	**1,065,595**	1,529,670
- Written back	**(167,533)**	(172,275)	**(578,342)**	(558,218)
General allowance				
- (Written back)/ made in the financial period	**52,340**	98,116	**179,385**	79,047
Bad debts :				
- recovered	**(93,085)**	(68,673)	**(224,853)**	(187,451)
- written off	**543**	223	**1,155**	412
	136,082	314,155	**442,940**	863,460
Bank				
Provision for bad and doubtful debts :				
Specific allowance				
- Made in the financial period	**318,015**	424,821	**990,506**	1,472,965
- Written back	**(138,791)**	(144,783)	**(496,057)**	(495,058)
General allowance				
- (Written back)/ made in the financial period	**32,627**	68,776	**154,558**	51,352
Bad debts :				
- recovered	**(88,499)**	(66,997)	**(215,082)**	(180,175)
- written off	**407**	120	**852**	175
	123,759	281,937	**434,777**	849,259

In respect of loans, advances and financing in the Group and Bank which are in default for more than 7 years, no value is assigned as the realisable value of collateral. For the loans, advances and financing in the Group and Bank which are in default for more than 5 but up to 7 years, 50% of the realisable value of asset held has been assigned as the value of collateral. The specific allowance made during the period by the Group and Bank for these categories of non-performing loans is **RM149,606,986** and **RM137,665,534** (2007:RM246,060,121 and RM239,128,299).

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES

(i) DERIVATIVE FINANCIAL INSTRUMENTS

The following tables summarise the contractual or underlying notional amounts of derivative financial instruments held at fair value through income statement and hedging purposes. The notional or contractual amounts of these instruments reflect the volume of transactions outstanding at balance sheet date, and do not represent amounts at risk.

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

	The Group			The Bank		
		Fair values			Fair values	
	Notional amount	Assets	Liabilities	Notional amount	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Derivative at fair value through income statement At 30 September 2008						
Foreign exchange derivatives						
Currency forward	9,401,936	276,480	(117,398)	9,244,643	276,480	(117,398)
Currency swaps	24,008,832	309,417	(462,770)	23,556,134	307,686	(462,065)
Currency spot	1,126,753	9,958	(10,058)	1,126,753	9,958	(10,058)
Currency options	6,732,357	158,915	(158,509)	6,732,357	158,915	(158,509)
Cross currency interest rate swap	12,202,950	376,286	(339,299)	12,202,950	376,286	(339,299)
	53,472,828	1,131,056	(1,088,034)	52,862,837	1,129,325	(1,087,329)
Interest rate derivative						
Interest rate swaps	164,122,785	1,445,561	(1,145,184)	161,624,735	1,251,390	(1,139,566)
Interest rate futures	23,826,439	33,475	(22,419)	23,826,439	33,475	(22,419)
Interest rate options	3,105,000	13,022	(10,351)	3,105,000	13,022	(10,351)
	191,054,224	1,492,058	(1,177,954)	188,556,174	1,297,887	(1,172,337)
Equity related derivatives						
Equity options	4,897,640	157,759	(169,028)	4,897,640	157,759	(169,028)
Equity futures	23,189	64	(827)	23,189	64	(827)
	4,920,829	157,823	(169,855)	4,920,829	157,823	(169,855)
Credit related contract						
Credit default swaps	284,139	6,268	(1,616)	284,139	6,268	(1,616)
Held for hedging purpose						
Interest rate swaps	3,726,337	90,113	(10,107)	3,726,337	90,113	(10,107)
Cross currency interest rate swaps	760,000	-	(77,492)	760,000	-	(77,492)
	4,486,337	90,113	(87,599)	4,486,337	90,113	(87,599)
Total derivative assets/(liabilities)	254,218,357	2,877,318	(2,525,058)	251,110,316	2,681,416	(2,518,735)

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (Continued)

(i) DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

	The Group			The Bank		
		Fair values			Fair values	
	Notional amount	Assets	Liabilities	Notional amount	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Derivative at fair value through income statement At 31 December 2007						
Foreign exchange derivatives						
Currency forward	6,325,570	30,279	(69,435)	6,320,977	30,279	(69,435)
Currency swaps	14,986,084	198,904	(134,109)	14,878,256	198,904	(134,109)
Currency options	622,471	4,346	(2,777)	622,471	4,346	(2,777)
Cross currency interest rate swap	7,652,297	245,414	(207,998)	7,652,297	245,414	(207,998)
	29,586,422	478,943	(414,319)	29,474,001	478,943	(414,319)
Interest rate derivative						
Interest rate swaps	127,001,694	1,060,102	(792,697)	126,086,955	985,516	(794,511)
Interest rate futures	29,816,022	23,897	(12,900)	29,816,022	23,897	(12,900)
Interest rate options	5,980,000	8,826	(13,055)	5,980,000	8,826	(13,055)
	162,797,716	1,092,825	(818,652)	161,882,977	1,018,239	(820,466)
Equity related derivatives						
Equity options	22,991,005	89,998	(235,246)	22,991,005	89,998	(235,247)
Equity futures	179,525	213	-	179,525	213	-
Index futures	44,032	-	(1,256)	-	-	-
	23,214,562	90,211	(236,502)	23,170,530	90,211	(235,247)
Credit related contract						
Credit default swaps	100,000	121	(78)	100,000	121	(78)
Held for hedging purpose						
Interest rate swaps	2,252,800	48,830	(30,849)	2,252,800	48,830	(30,849)
Cross currency interest rate swaps	760,000	-	(109,636)	760,000	-	(109,636)
	3,012,800	48,830	(140,485)	3,012,800	48,830	(140,485)
Total derivative assets/(liabilities)	218,711,500	1,710,930	(1,610,036)	217,640,308	1,636,344	(1,610,595)

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (Continued)

(ii) COMMITMENTS AND CONTINGENCIES

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

Risk-weighted Exposures of the Group as at		**30 Sept 2008**	
	Principal amount RM'000	**Credit equivalent amount* RM'000**	**Risk Weighted Amount RM'000**
Credit-related			
Direct credit substitutes	**1,501,432**	**1,470,575**	**1,301,588**
Transaction-related contingent items	**4,514,994**	**2,257,497**	**1,916,858**
Short-term self-liquidating trade-related contingencies	**3,886,639**	**777,328**	**525,594**
Islamic Financing sold directly and indirectly to Cagamas with recourse	**317,312**	**317,312**	**317,312**
Obligations under underwriting agreement	**65,000**	**32,500**	**32,500**
Irrevocable commitments to extend credit :			
- maturity not exceeding one year	**38,764,390**	**-**	**-**
- maturity exceeding one year	**11,665,627**	**5,832,814**	**5,214,026**
Forward assets purchases	**597,565**	**528**	**107**
Miscellaneous commitments and contingencies	**6,188,221** #	**430,303**	**244,099**
Total credit-related commitments and contingencies	**67,501,180**	**11,118,857**	**9,552,085**
Treasury-related			
Foreign exchange related contracts :			
- less than one year	**50,725,252**	**1,033,684**	**316,482**
- one year to less than 5 years	**1,649,111**	**1,062,328**	**255,456**
- five years and above	**1,858,465**	**777,997**	**296,611**
	54,232,828	**2,874,009**	**868,549**
Interest rate related contracts :			
- less than one year	**121,704,049**	**243,905**	**48,806**
- one year to less than 5 years	**67,272,065**	**2,848,515**	**590,899**
- five years and above	**6,088,586**	**1,430,664**	**308,237**
	195,064,700	**4,523,084**	**947,942**
Equity related contracts			
- less than one year	**4,920,829**	**-**	**-**
Total treasury-related commitments and contingencies	**254,218,357**	**7,397,093**	**1,816,491**
	321,719,537	**18,515,950**	**11,368,576**

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (Continued)

(ii) COMMITMENTS AND CONTINGENCIES (CONTINUED)

Risk-weighted Exposures of the Group as at	**31 Dec 2007**		
	Principal amount	**Credit equivalent amount***	**Risk Weighted Amount**
	RM'000	**RM'000**	**RM'000**
Credit-related			
Direct credit substitutes	1,797,765	1,797,765	1,554,395
Transaction-related contingent items	4,549,710	2,274,856	1,921,981
Short-term self-liquidating trade-related contingencies	3,217,282	643,455	383,464
Islamic Financing sold directly and indirectly to Cagamas with recourse	575,918	575,918	575,918
Obligations under underwriting agreement	85,000	42,500	42,500
Irrevocable commitments to extend credit :			
- maturity not exceeding one year	36,531,623	-	-
- maturity exceeding one year	10,056,536	5,028,178	4,396,414
Forward asset purchase	5,000	24	12
Miscellaneous commitments and contingencies	3,374,872 #	3,662	2,189
Total credit-related commitments and contingencies	60,193,706	10,366,358	8,876,873
Treasury-related			
Foreign exchange related contracts :			
- less than one year	21,790,607	615,310	149,065
- one year to less than 5 years	5,345,876	663,791	163,264
- five years and above	3,209,939	562,478	242,587
	30,346,422	1,841,579	554,916
Interest rate related contracts :			
- less than one year	94,113,253	136,220	27,227
- one year to less than 5 years	63,294,850	2,355,955	479,986
- five years and above	7,742,413	1,208,505	260,744
	165,150,516	3,700,680	767,957
Equity related contracts			
- less than one year	23,170,530	-	-
- five years and above	44,032	-	-
	23,214,562	-	-
Total treasury-related commitments and contingencies	218,711,500	5,542,259	1,322,873
	278,905,206	15,908,617	10,199,746

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (Continued)

(ii) COMMITMENTS AND CONTINGENCIES (CONTINUED)

Risk Weighted Exposures of the Bank as at	**30 Sept 2008**		
	Principal amount	**Credit equivalent amount***	**Risk Weighted Amount**
	RM'000	**RM'000**	**RM'000**
Credit-related			
Direct credit substitutes	**1,200,154**	**1,200,154**	**1,031,167**
Transaction-related contingent items	**4,279,626**	**2,139,813**	**1,799,173**
Short-term self-liquidating trade-related contingencies	**3,861,815**	**772,363**	**520,629**
Assets Sold with Recourse & Commitment with Certain Drawdown			
Obligations under underwriting agreement	**15,000**	**7,500**	**7,500**
Irrevocable commitments to extend credit :			
- maturity not exceeding one year	**37,551,855**	**-**	**-**
- maturity exceeding one year	**11,077,744**	**5,538,872**	**4,935,010**
Forward assets purchase	**347,418**	**528**	**107**
Miscellaneous commitments and contingencies	**5,639,502** #	**429,749**	**243,543**
Total credit-related commitments and contingencies	**63,973,114**	**10,088,979**	**8,537,130**
Treasury-related			
Foreign exchange related contracts :			
- less than one year	**50,043,263**	**1,018,312**	**311,289**
- one year to less than 5 years	**1,721,110**	**1,066,837**	**256,358**
- five years and above	**1,858,464**	**777,997**	**296,611**
	53,622,837	**2,863,146**	**864,258**
Interest rate related contracts :			
- less than one year	**121,731,477**	**243,932**	**48,812**
- one year to less than 5 years	**64,544,305**	**2,801,821**	**581,560**
- five years and above	**6,290,868**	**1,443,006**	**310,706**
	192,566,650	**4,488,760**	**941,077**
Equity related contracts			
- less than one year	**4,920,829**	**-**	**-**
Total treasury-related commitments and contingencies	**251,110,316**	**7,351,905**	**1,805,335**
	315,083,430	**17,440,884**	**10,342,465**

A18. DERIVATIVE FINANCIAL INSTRUMENTS, COMMITMENTS AND CONTINGENCIES (Continued)

(ii) COMMITMENTS AND CONTINGENCIES (CONTINUED)

Risk Weighted Exposures of the Bank as at	**31 Dec 2007**		
	Principal amount	**Credit equivalent amount***	**Risk Weighted**
	RM'000	**RM'000**	**RM'000**
Credit-related			
Direct credit substitutes	1,560,930	1,560,930	1,317,559
Transaction-related contingent items	4,282,001	2,141,001	1,801,280
Short-term self-liquidating trade-related contingencies	2,903,157	580,631	320,640
Obligations under underwriting agreement	35,000	17,500	17,500
Irrevocable commitments to extend credit :			
- maturity not exceeding one year	34,484,080	-	-
- maturity exceeding one year	9,446,665	4,723,332	4,098,816
Forward assets purchase	5,000	24	12
Miscellaneous commitments and contingencies	3,352,916 #	1,848	375
Total credit-related commitments and contingencies	56,069,749	9,025,266	7,556,182
Treasury-related			
Foreign exchange related contracts :			
- less than one year	21,678,187	613,228	148,615
- one year to less than 5 years	5,345,876	663,791	163,264
- five years and above	3,209,939	562,478	242,587
	30,234,002	1,839,497	554,466
Interest rate related contracts :			
- less than one year	94,113,253	136,220	27,227
- one year to less than 5 years	62,133,739	2,336,837	476,162
- five years and above	7,988,784	1,221,700	263,383
	164,235,776	3,694,757	766,772
Equity related contracts			
- less than one year	23,170,530	-	-
Total treasury-related commitments and contingencies	217,640,308	5,534,254	1,321,238
	273,710,057	14,559,520	8,877,420

* The credit equivalent amount is arrived at using the credit conversion factor as specified by Bank Negara Malaysia.

\# Included in miscellaneous commitment and contingencies is a commitment by CIMB Bank to place an additional RM3,178 million (2007:RM719 million) with CIMB Islamic in relation to the RPSIA arrangement.

A19. CAPITAL ADEQUACY

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

	Bank	
	30 Sept 2008	**31 Dec 2007**
	RM'000	**RM'000**
Tier I capital	**9,866,265**	9,056,966
Eligible Tier II capital	**5,735,387**	3,977,779
	15,601,652	13,034,745
Less : Investment in subsidiary companies and holding of other banking institutions' capital	**(800,571)**	(861,187)
Capital base	**14,801,081**	12,173,558
Core capital ratio	**9.46%**	9.04% *
Risk-weighted capital ratio	**14.19%**	12.15% *

* After deducting proposed dividends. No dividend has been proposed in respect of the current quarter ended 30 September 2008.

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

	Bank	
	30 Sept 2008	**31 Dec 2007**
Tier 1 capital	**RM'000**	**RM'000**
Paid-up share capital	**2,974,009**	2,974,009
Non-cumulative guaranteed preference shares	**1,500,000**	1,500,000
Innovative Tier-1 Capital	**685,700**	661,400
Other reserves	**8,962,505**	8,199,296
	14,122,214	13,334,705
Less : Deferred tax assets	**(383,012)**	(370,523)
Intangible assets	**(313,862)**	(348,141)
Goodwill	**(3,559,075)**	(3,559,075)
Total Tier-1 Capital	**9,866,265**	9,056,966
Tier 11 capital		
ICULS issued	**667,000**	667,000
Cumulative preference shares	**29,740**	-
Subordinated Notes	**3,557,100**	1,984,200
General allowance for bad & doubtful debts	**1,481,547**	1,326,579
Total Tier 11 capital	**5,735,387**	3,977,779
Less : Investments in subsidiary companies	**(747,689)**	(809,623)
Investment in joint venture	**(52,883)**	(51,564)
Total Capital Base	**14,801,081**	12,173,558

(c) Breakdown of risk-weighted assets in the various categories of risk-weights:

	30 Sept 2008		31 Dec 2007	
	Principal	**Risk-weighted**	**Principal**	**Risk-weighted**
%	**RM'000**	**RM'000**	**RM'000**	**RM'000**
0	**22,413,770**	**-**	25,076,564	-
10	**61,533**	**6,153**	187,815	18,782
20	**28,165,639**	**5,633,128**	25,856,246	5,171,249
50	**23,430,929**	**11,715,465**	18,869,263	9,434,632
100	**79,515,021**	**79,515,021**	74,035,079	74,035,079
Total	**153,586,892**	**96,869,767**	144,024,967	88,659,741
Risk weighted assets for market risk		**7,215,264**		11,505,792
Risk weighted assets for LERR		**191,475**		-
Total risk weighted assets		**104,276,506**		100,165,533

The capital adequacy ratios as at 30 June 2008 incorporates market risks pursuant to the BNM Market Risk Capital Adequacy Framework which became effective on 1 April 2005.