28. MATERIAL LITIGATIONS

The Group and the Bank do not have any material litigations which would materially and adversely affect the financial position of the Group and the Bank.

29. SEGMENTAL REPORTING ON REVENUE, PROFIT AND ASSETS

Definition of segments

For management purposes, the Group is organised into seven major operating divisions – Investment Banking, Business Banking, Retail Banking, Treasury, Equity, Assets Management and Support divisions. The divisions form the basis on which the Group reports its primary segment information.

Investment Banking
Corporate and Institutional banking focuses on the large listed corporations, multinational companies, Federal and State Government clients. It promotes traditional banking products, project financing, corporate loans, margin lending and others. Included under Investment Banking are equity investment & trading and offshore activities carried out by CIMB Bank (L) Limited (formerly known as Bumiputra-Commerce Bank (L) Limited) and CIMB (L) Ltd, the offshore banking arms for the Group. Borrowing and lending facilities are offered in major currencies mainly to corporate clients.

Business Banking
Business banking is responsible for the development of products and services for customer segments comprising micro-enterprises, small and medium-scale enterprises ('SMEs') and mid-sized corporations, as well as the management of business loan portfolios of these customer segments.

Retail Banking
Retail banking focuses on introducing innovative products and services to individual customers. It offered products such as credit facilities (residential mortgages, personal loans, share financing and hire purchase financing), remittance services and deposit collection. Leasing and financing activities carried out by CIMB FactorLease Berhad (formerly known as Bumiputra-Commerce FactorsLease Berhad) whose clientele consists mainly of middle market customers, have also been included in this segment.

Treasury
Treasury focuses on treasury activities and services which include foreign exchange, money market, derivatives and capital market instruments trading.

Support and others
Support comprises all back-office processes, cost centres and non-profit generating divisions in the Bank. Other business segments in the Group include nominee services, trustee services and other related financial services, whose results are not material to the Group and thus do not render separate disclosure in the financial statements and have been reported in aggregate.

29. SEGMENTAL REPORTING ON REVENUE, PROFIT AND ASSETS (CONTINUED)

Group
Period Ended 30 Sept 2007

	Retail Banking RM'000	Business Banking RM'000	Investment Banking RM'000	Treasury RM'000	Support and Others RM'000	Total RM'000
Net interest income						
- external income	1,496,057	371,559	681,344	84,924	24,143	2,658,027
- inter-segment	(223,103)	116,297	(264,776)	388,834	(17,252)	-
	1,272,954	487,856	416,568	473,758	6,891	2,658,027
Net Income from Islamic Banking Business	96,281	1,588	16,474	60,512	2,853	177,708
Non-interest income	324,621	123,080	535,813	724,665	80,463	1,788,642
Net Income	1,693,856	612,525	968,855	1,258,935	90,207	4,624,377
Overhead expenses	(567,578)	(202,752)	(98,491)	(65,138)	(1,156,056)	(2,090,015)
Profit before Allowance	1,126,278	409,773	870,364	1,193,796	(1,065,849)	2,534,362
Allowance for losses on loans and financing	(531,573)	(174,793)	(208,747)	(107)	51,761	(863,460)
Impairment of Available for sale securities	-	-	66,761	6,618	-	73,379
Segment result	594,705	234,980	728,377	1,200,307	(1,014,088)	1,744,281
Share of results of associate company	-	-	-	-	582	582
Share of results of joint venture company	2,898	-	-	-	-	2,898
Profit before taxation	597,603	234,980	728,377	1,200,307	(1,013,506)	1,747,761
Taxation	-	-	-	-	-	(415,018)
Net profit/(loss) after taxation before minority interest	597,603	234,980	728,377	1,200,307	(1,013,506)	1,332,744

Period Ended 30 Sept 2006

	Retail Banking RM'000	Business Banking RM'000	Investment Banking RM'000	Treasury RM'000	Support and Others RM'000	Total RM'000
Net interest income						
- external income	974,822	200,706	382,265	216,181	(33,934)	1,740,040
- inter-segment	(253,320)	167,782	38,499	27,995	19,044	-
	721,502	368,488	420,764	244,176	(14,890)	1,740,040
Net Income from Islamic Banking Business	-	-	-	-	18,459	18,459
Non-interest income	128,239	124,021	119,699	202,842	(13,211)	561,590
Net Income	849,741	492,509	540,463	447,018	(9,642)	2,320,089
Overhead expenses	(410,200)	(109,413)	(42,734)	(38,280)	(536,816)	(1,137,443)
Profit before Allowance	439,541	383,096	497,729	408,738	(546,458)	1,182,646
Allowance for losses on loans and financing	(299,812)	(143,286)	3,437	-	22,191	(417,470)
Writeback of impairment loss	-	-	-	(1,942)	(22,245)	(24,187)
Segment result	139,729	239,810	501,166	406,796	(546,512)	740,989
Share of results of joint venture company	3,735	-	-	-	-	3,735
Profit before taxation	143,464	239,810	501,166	406,796	(546,512)	744,724
Taxation	-	-	-	-	-	(79,697)
Net profit/(loss) after taxation before minority interest	143,464	239,810	501,166	406,796	(546,512)	665,027