

RHB Bank Berhad

Basel II Pillar 3 Quantitative Disclosures

30 June 2014

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Statement by Managing Director

In accordance with the requirements of Bank Negara Malaysia's Guideline on 'Risk-Weighted Capital Adequacy Framework ('Basel II') – Disclosure Requirements ('Pillar 3'), and on behalf of the Board and Senior Management of RHB Bank Berhad, I am pleased to provide an attestation that the Basel II Pillar 3 Quantitative Disclosures of RHB Bank Berhad as at 30 June 2014 are complete.

Dato' Khairussaleh Bin Ramli
Managing Director

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INTRODUCTION

This document discloses RHB Bank Berhad's ('RHB Bank') quantitative disclosure in accordance with the disclosure requirements as outlined in the Risk-Weighted Capital Adequacy Framework ('Basel II') – Disclosure Requirements ('Pillar 3') issued by Bank Negara Malaysia ('BNM').

This document covers only quantitative information as at 30 June 2014 with comparative quantitative information of the preceding financial year as at 31 December 2013. This disclosure report has been verified and approved internally in line with the RHB Banking Group Pillar 3 Disclosure Policy.

RHB Bank Berhad's Pillar 3 disclosure report will be made available under the Investor Relations section of the Group's website at www.rhb.com.my and as a separate report in the half-yearly condensed financial statements after the notes to the financial statements.

SCOPE OF APPLICATION

In this Pillar 3 document, RHB Bank's information is presented on a consolidated basis, namely RHB Bank Berhad ('RHB Bank'), its overseas operations (Singapore, Brunei and Thailand) and its subsidiaries, and is referred to as the 'RHB Bank Group' or 'the Group'.

The Group's capital requirements are generally based on the principles of consolidation adopted in the preparation of its financial statements. For the requirements concerning regulatory capital adequacy ratio, and the components of eligible regulatory capital, it is computed in accordance with BNM's Capital Adequacy Framework (Capital Components) and Capital Adequacy Framework (Basel II - Risk-weighted Assets) dated 28 November 2012.

The Group offers Islamic banking financial services via the Bank's wholly-owned subsidiary company, RHB Islamic Bank Berhad ('RHB Islamic Bank').

The transfer of funds or regulatory capital within the Group is subject to shareholders' and regulatory approval.

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Table 1: Capital Adequacy Ratios

	RHB Bank Group		RHB Bank		RHB Islamic Bank	
	As at	As at	As at	As at	As at	As at
	30.06.2014	31.12.2013	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Before proposed dividends						
Common Equity Tier I capital ratio	10.481%	10.329%	11.075%	11.103%	12.681%	13.864%
Tier I capital ratio	10.878%	10.805%	11.536%	11.647%	12.681%	13.864%
Total capital ratio	14.153%	14.342%	13.592%	13.997%	16.264%	14.424%
After proposed dividends						
Common Equity Tier I capital ratio	10.336%	10.329%	10.907%	11.103%	12.681%	13.864%
Tier I capital ratio	10.733%	10.805%	11.368%	11.647%	12.681%	13.864%
Total capital ratio	14.008%	14.342%	13.423%	13.997%	16.264%	14.424%

Note:

The Board of Directors have proposed to declare a single-tier interim dividend of 2.637 sen per share in respect of the financial year ending 31 December 2014, amounting to RM175.0 million. The payment date will be determined later. Subject to relevant authority approval, the interim dividend will be recapitalised into the Bank to preserve its capital adequacy for business growth purposes.

Table 2: Risk-Weighted Assets ('RWA') by Risk Types

Risk Types	RHB Bank Group		RHB Bank		RHB Islamic Bank	
	As at	As at	As at	As at	As at	As at
	30.06.2014	31.12.2013	30.06.2014	31.12.2013	30.06.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Credit RWA	108,640,080	102,147,842	92,863,799	88,598,853	18,536,668	14,818,230
Credit RWA Absorbed by PSIA	-	-	-	-	(2,942,101)	(1,307,029)
Market RWA	3,504,257	2,923,183	3,385,479	2,899,375	121,258	160,838
Operational RWA	8,690,894	8,493,418	7,803,424	7,670,991	836,179	783,884
Total RWA	120,835,231	113,564,443	104,052,702	99,169,219	16,552,004	14,455,923

Table 3: Risk-Weighted Assets by Risk Types and Minimum Capital Requirements

RHB Bank Group Risk Types	RWA		Minimum Capital Requirements at 8%	
	As at	As at	As at	As at
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Credit Risk, of which	108,640,080	102,147,842	8,691,206	8,171,827
<i>Under F-Internal Rating Based Approach ('IRB')</i>	42,669,531	40,869,615	3,413,563	3,269,569
<i>Under A-Internal Rating Based Approach ('IRB')</i>	17,808,305	16,826,798	1,424,664	1,346,144
<i>Under Standardised Approach</i>	48,162,244	44,451,429	3,852,979	3,556,114
Market Risk				
<i>Under Standardised Approach</i>	3,504,257	2,923,183	280,341	233,855
Operational Risk				
<i>Under Basic Indicator Approach</i>	8,690,894	8,493,418	695,272	679,473
Total	120,835,231	113,564,443	9,666,819	9,085,155

Table 4: Capital Structure

	RHB Bank Group		RHB Bank	
	As at 30.06.2014 RM'000	As at 31.12.2013 RM'000	As at 30.06.2014 RM'000	As at 31.12.2013 RM'000
Common Equity Tier I Capital (CET I) / Tier I Capital				
Paid-up ordinary share capital	3,318,085	3,318,085	3,318,085	3,318,085
Share premium	8,563	8,563	8,563	8,563
Retained profits	6,875,875	5,995,662	6,257,631	5,424,998
Other reserves	3,951,638	3,939,215	3,464,464	3,492,002
Available-for-sale ('AFS') reserves	198,243	150,571	230,556	179,873
Less:				
Goodwill	(1,120,318)	(1,120,318)	(905,519)	(905,519)
Net deferred tax assets	-	(7,286)	-	-
Intangible assets (include associated deferred tax liabilities)	(131,396)	(116,322)	(128,167)	(109,845)
55% of cumulative gains arising from change in value of AFS instruments	(109,034)	(82,814)	(126,806)	(98,930)
Shortfall of eligible provisions to expected losses under the IRB approach	(312,886)	(336,828)	(248,220)	(280,768)
Investment in subsidiaries***	-	-	(332,839)	-
Other deductions [#]	(13,499)	(17,467)	(13,497)	(17,374)
Total CET I Capital	12,665,271	11,731,061	11,524,251	11,011,085
Hybrid Tier I Capital Securities**	480,000	540,000	480,000	540,000
Total Tier I Capital	13,145,271	12,271,061	12,004,251	11,551,085
Tier II Capital				
Subordinated obligations [@]	3,200,000	3,600,000	3,200,000	3,600,000
Qualifying capital instruments of a subsidiary issued to third parties*	323,029	-	-	-
Collective impairment allowance [^]	433,701	417,143	270,073	269,973
Less:				
Investment in subsidiaries	-	-	(1,331,358)	(1,539,997)
Total Tier II Capital	3,956,730	4,017,143	2,138,715	2,329,976
Total Capital	17,102,001	16,288,204	14,142,966	13,881,061

[^] Excludes collective assessment impairment allowance attributable to loans, advances, and financing classified as impaired but not individually assessed for impairment pursuant to BNM's Guideline on "Classification and Impairment Provisions for Loans/Financing".

[#] Pursuant to Basel II Market Risk para 5.19 & 5.20 - Valuation Adjustments, the Capital Adequacy Framework (Basel II -RWA) calculation shall account for the ageing, liquidity and holding back adjustments on its trading portfolio.

* Qualifying subordinated sukuk that are recognised as Tier II capital instruments held by third parties as prescribed under paragraph 16.3 of the BNM Guidelines Capital Adequacy Framework (Capital Components) which are issued by a fully consolidated subsidiary of the Bank.

** Hybrid Tier I Capital Securities that are recognised as Tier I capital instruments are subject to gradual phase-out treatment effective from 1 January 2013 as prescribed under paragraph 36.10 of the BNM Guidelines Capital Adequacy Framework (Capital Components).

*** Investments in subsidiaries are subject to gradual deduction using the corresponding deduction approach under CET I Capital effective from 1 January 2014 as prescribed under paragraph 36.15 of the BNM's Capital Adequacy Framework (Capital Components).

@ Subordinated obligations that are recognised as Tier II capital instruments are subject to gradual phase-out treatment effective from 1 January 2013 as prescribed under paragraph 36.10 of the BNM Guidelines Capital Adequacy Framework (Capital Components).

Table 5a: Exposures under the IRB Approach by PD Band, Exposure Weighted Average LGD and Exposure Weighted Average Risk-Weight as at 30 June 2014

RHB Bank Group	Exposure At Default	Exposure Weighted Average LGD	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Probability of Default Range</u>	RM'000	%	%	RM'000
Non-Retail Exposures				
Insurance Cos, Securities Firms & Fund Managers				
0 to 0.22	1,455	-	-	1,820
>0.22 to 1.65	22,650	45.00	59.59	29,401
>1.65 to 5.57	3,234	-	-	4,032
>5.57 to 21.68	42,557	44.76	167.62	41,722
>21.68 to <100	-	-	-	-
Default or 100	-	-	-	-
Total for Insurance Cos, Securities Firms & Fund Managers	69,896			76,975
Corporate Exposures (excluding exposures with firm-size adjustments)				
0 to 0.22	11,726,836	44.76	38.67	2,802,631
>0.22 to 1.65	18,630,264	41.09	68.94	7,067,805
>1.65 to 5.57	10,126,707	40.17	111.76	2,959,693
>5.57 to 21.68	4,128,691	11.61	44.71	414,290
>21.68 to <100	131,124	41.62	223.79	5,003
Default or 100	1,454,619	41.19	-	-
Total for Corporate Exposures (excluding exposures with firm-size adjustments)	46,198,241			13,249,422
Corporate Exposures (with firm-size adjustments)				
0 to 0.22	256,456	41.03	27.74	184,308
>0.22 to 1.65	7,049,854	37.91	57.19	3,320,590
>1.65 to 5.57	4,682,450	36.25	79.60	1,316,326
>5.57 to 21.68	1,244,818	35.44	115.16	356,800
>21.68 to <100	45,165	34.65	156.19	7,854
Default or 100	339,343	38.73	-	-
Total for Corporate Exposures (with firm-size adjustments)	13,618,086			5,185,878
Total Non-Retail Exposures	59,886,223			18,512,275
Retail Exposures				
Residential Mortgages Exposures				
0 to 2.48	8,843,967	16.44	24.96	233,207
>2.48 to 8.35	6,062,684	14.87	53.58	60,464
>8.35 to 24.63	1,657,479	15.38	76.32	9,243
>24.63 to <100	796,925	15.10	75.61	2,615
Default or 100	545,949	24.52	27.59	-
Total for Residential Mortgages Exposures	17,907,004			305,529
Qualifying Revolving Retail Exposures				
0 to 0.78	700,155	60.58	11.20	1,248,938
>0.78 to 2.48	566,298	64.05	33.16	663,136
>2.48 to 4.86	596,528	63.96	62.13	835,795
>4.86 to <100	146,416	68.93	117.69	43,062
Default or 100	22,849	80.17	32.93	-
Total for Qualifying Revolving Retail Exposures	2,032,246			2,790,931
Hire Purchase Exposures				
0 to 3.71	3,955,971	31.49	34.78	-
>3.71 to 10.95	1,624,631	28.88	44.95	-
>10.95 to 18.79	386,340	34.23	70.96	-
>18.79 to <100	183,236	34.38	90.53	-
Default or 100	127,168	65.05	31.88	-
Total Hire Purchase Exposures	6,277,346			-

Table 5a: Exposures under the IRB Approach by PD Band, Exposure Weighted Average LGD and Exposure Weighted Average Risk-Weight as at 30 June 2014 (continued)

RHB Bank Group	Exposure At Default	Exposure Weighted Average LGD	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Probability of Default Range (continued)</u>	RM'000	%	%	RM'000
<u>Retail Exposures (continued)</u>				
Other Retail Exposures				
0 to 3.71	2,774,042	27.34	33.14	2,567,468
>3.71 to 8.35	4,039,472	59.83	91.67	1,942,603
>8.35 to 24.63	3,997,797	18.13	29.77	6,346,722
>24.63 to <100	35,279	15.57	41.33	2,812
Default or 100	233,647	62.85	40.95	-
Total Other Retail Exposures	11,080,237			10,859,605
Total Retail Exposures	37,296,833			13,956,065
Total Non-Retail & Retail Exposures under IRB Approach	97,183,056			32,468,340

Table 5b: Exposures under the IRB Approach by PD Band, Exposure Weighted Average LGD and Exposure Weighted Average Risk-Weight as at 31 December 2013

RHB Bank Group	Exposure At Default	Exposure Weighted Average LGD	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Probability of Default Range</u>	RM'000	%	%	RM'000
<u>Non-Retail Exposures</u>				
Insurance Cos, Securities Firms & Fund Managers				
0 to 0.22	24,062	42.08	41.04	31,848
>0.22 to 1.65	39,921	45.00	79.58	42,012
>1.65 to 5.57	3,226	0	0	4,000
>5.57 to 21.68	3,538	43.86	164.22	3,792
>21.68 to <100	-	-	-	-
Default or 100	-	-	-	-
Total for Insurance Cos, Securities Firms & Fund Managers	70,747			81,652
Corporate Exposures (excluding exposures with firm-size adjustments)				
0 to 0.22	7,366,182	44.71	39.36	2,206,052
>0.22 to 1.65	19,455,873	41.96	71.96	7,766,960
>1.65 to 5.57	9,724,244	40.52	113.47	2,906,247
>5.57 to 21.68	4,558,422	12.61	48.81	458,821
>21.68 to <100	174,627	43.04	232.29	6,333
Default or 100	1,329,250	41.69	-	-
Total for Corporate Exposures (excluding exposures with firm-size adjustments)	42,608,598			13,344,413
Corporate Exposures (with firm-size adjustments)				
0 to 0.22	584,360	42.43	35.79	444,247
>0.22 to 1.65	4,348,385	37.26	54.95	1,842,994
>1.65 to 5.57	3,726,502	35.77	78.78	1,245,417
>5.57 to 21.68	1,829,635	36.81	127.09	498,069
>21.68 to <100	50,477	36.25	169.49	8,557
Default or 100	594,094	39.33	-	-
Total for Corporate Exposures (with firm-size adjustments)	11,133,453			4,039,284
Total Non-Retail Exposures	53,812,798			17,465,349

Table 5b: Exposures under the IRB Approach by PD Band, Exposure Weighted Average LGD and Exposure Weighted Average Risk-Weight as at 31 December 2013 (continued)

RHB Bank Group	Exposure At Default	Exposure Weighted Average LGD	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Probability of Default Range</u>	RM'000	%	%	RM'000
<u>Retail Exposures</u>				
Residential Mortgages Exposures				
0 to 2.48	8,176,054	16.42	24.92	157,311
>2.48 to 8.35	5,772,256	14.67	52.36	47,578
>8.35 to 24.63	1,824,789	15.25	75.25	6,866
>24.63 to <100	582,680	15.11	75.55	1,058
Default or 100	596,721	25.62	27.84	-
Total for Residential Mortgages Exposures	16,952,500			212,813
Qualifying Revolving Retail Exposures				
0 to 0.78	715,920	60.61	11.01	1,267,148
>0.78 to 2.48	574,410	63.99	33.10	658,816
>2.48 to 4.86	597,038	63.94	61.96	819,265
>4.86 to <100	158,811	68.74	117.49	47,101
Default or 100	24,219	80.40	32.90	-
Total for Qualifying Revolving Retail Exposures	2,070,398			2,792,330
Hire Purchase Exposures				
0 to 3.71	3,842,804	30.29	33.23	-
>3.71 to 10.95	1,537,675	28.47	44.39	-
>10.95 to 18.79	420,209	31.89	66.11	-
>18.79 to <100	209,220	31.61	83.24	-
Default or 100	131,523	63.29	32.08	-
Total Hire Purchase Exposures	6,141,431			-
Other Retail Exposures				
0 to 3.71	1,834,282	29.94	36.54	1,398,808
>3.71 to 8.35	3,898,462	60.41	92.58	1,845,965
>8.35 to 24.63	3,939,094	17.89	29.24	6,363,929
>24.63 to <100	26,992	16.02	41.82	5,768
Default or 100	250,464	58.34	42.10	-
Total Other Retail Exposures	9,949,294			9,614,470
Total Retail Exposures	35,113,623			12,619,613
Total Non-Retail & Retail Exposures under IRB Approach	88,926,421			30,084,962

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Table 6a: Exposures under the A-IRB Approach by EL Range and Exposure Weighted Average Risk-Weight as at 30 June 2014

RHB Bank Group	Exposure At Default	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Expected Loss Range</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>
<u>Retail Exposures</u>			
Residential Mortgages Exposures			
0 to 0.5	10,943,116	27.64	241,805
>0.5 to 1.5	4,252,630	60.40	51,591
>1.5 to 2.5	1,498,218	78.68	9,362
>2.5 to 3.5	42,642	69.11	13
>3.5 to 30.0	1,063,767	59.85	2,758
>30.0 to <100	106,631	33.37	-
100	-	-	-
Total Residential Mortgages Exposures	17,907,004		305,529
Qualifying Revolving Retail Exposures			
0 to 0.5	689,106	11.03	1,247,600
>0.5 to 1.5	523,884	31.10	646,750
>1.5 to 2.5	543,293	58.25	833,458
>2.5 to 3.5	103,992	75.85	20,642
>3.5 to 30.0	149,122	117.25	42,481
>30.0 to <100	22,849	32.93	-
100	-	-	-
Total Qualifying Revolving Retail Exposures	2,032,246		2,790,931
Hire Purchase Exposures			
0 to 0.5	1,945,545	26.35	-
>0.5 to 1.5	2,343,256	41.46	-
>1.5 to 2.5	412,458	39.43	-
>2.5 to 3.5	871,212	52.00	-
>3.5 to 30.0	577,706	77.27	-
>30.0 to <100	125,758	32.14	-
100	1,411	8.91	-
Total Hire Purchase Exposures	6,277,346		-
Other Retail Exposures			
0 to 0.5	2,174,490	19.21	2,046,089
>0.5 to 1.5	4,257,560	30.52	6,376,781
>1.5 to 2.5	325,157	71.79	323,020
>2.5 to 3.5	1,383,656	67.66	138,919
>3.5 to 30.0	2,776,712	106.60	1,974,796
>30.0 to <100	131,514	54.31	-
100	31,148	15.79	-
Total Other Retail Exposures	11,080,237		10,859,605
Total Retail Exposures	37,296,833		13,956,065

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Table 6b: Exposures under the A-IRB Approach by EL Range and Exposure Weighted Average Risk-Weight as at 31 December 2013

RHB Bank Group	Exposure At Default	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Expected Loss Range</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>
<u>Retail Exposures</u>			
Residential Mortgages Exposures			
0 to 0.5	10,371,661	27.86	164,180
>0.5 to 1.5	3,875,883	59.72	40,474
>1.5 to 2.5	1,611,866	78.06	6,777
>2.5 to 3.5	36,108	74.47	78
>3.5 to 30.0	905,802	54.87	1,304
>30.0 to <100	151,180	34.92	-
100	-	-	-
Total Residential Mortgages Exposures	16,952,500		212,813
Qualifying Revolving Retail Exposures			
0 to 0.5	707,331	10.88	1,266,016
>0.5 to 1.5	529,081	31.07	644,089
>1.5 to 2.5	549,078	58.23	816,672
>2.5 to 3.5	99,450	75.90	19,015
>3.5 to 30.0	161,239	117.15	46,538
>30.0 to <100	24,219	32.90	-
100	-	-	-
Total Qualifying Revolving Retail Exposures	2,070,398		2,792,330
Hire Purchase Exposures			
0 to 0.5	2,089,453	25.82	-
>0.5 to 1.5	2,024,302	40.75	-
>1.5 to 2.5	458,823	39.06	-
>2.5 to 3.5	800,992	51.23	-
>3.5 to 30.0	636,338	71.90	-
>30.0 to <100	130,396	32.28	-
100	1,127	8.91	-
Total Hire Purchase Exposures	6,141,431		-
Other Retail Exposures			
0 to 0.5	1,349,632	19.49	994,303
>0.5 to 1.5	4,141,247	29.92	6,361,594
>1.5 to 2.5	278,946	68.16	234,700
>2.5 to 3.5	1,305,691	67.65	135,534
>3.5 to 30.0	2,711,911	106.58	1,888,339
>30.0 to <100	139,663	55.45	-
100	22,204	20.07	-
Total Other Retail Exposures	9,949,294		9,614,470
Total Retail Exposures	35,113,623		12,619,613

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Table 7: Exposures under IRB Approach by Actual Losses versus Expected Losses (EL)

RHB Bank Group	Actual Losses as at 30 June 2014	Expected Losses as at 30 June 2014	Actual Losses as at 31 December 2013	Expected Losses as at 31 December 2013	Actual Losses as at 31 December 2012	Expected Losses as at 31 December 2012
<u>Exposure Class</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Insurance Cos, Securities Firms & Fund Managers	-	1,363	-	288	-	-
Corporates, of which						
Corporate Exposures (excluding exposures with firm-size adjustments)	739,783	832,670	634,155	806,447	562,086	861,081
Corporate Exposures (with firm-size adjustments)	151,477	248,649	309,777	351,755	305,125	382,281
Retail, of which						
Residential Mortgages Exposures	114,496	268,275	114,951	271,528	134,141	274,130
Qualifying Revolving Retail Exposures	13,124	47,537	13,452	49,429	14,594	56,229
Hire Purchase Exposures	43,533	185,734	40,550	184,303	44,728	215,792
Other Retail Exposures	223,187	389,413	208,494	377,188	187,427	321,595
Total	1,285,600	1,973,641	1,321,379	2,040,938	1,248,101	2,111,108

Note :

- Actual Losses as at 30 June 2014, 31 December 2013 and 31 December 2012 are derived from Individual Impairment Allowances plus Impaired Collective Impairment Allowances and Partial Write-offs.

Table 8a: Summary of Credit Exposures with CRM by Asset Class and Capital Requirement (On & Off-Balance Sheet Exposures) as at 30 June 2014

RHB Bank Group	Gross Exposures / EAD before CRM	Net Exposures / EAD after CRM	Risk-Weighted Assets	Minimum Capital Requirements at 8%
Exposure Class	RM'000	RM'000	RM'000	RM'000
A. Exposures under the Standardised Approach (SA)				
On-Balance Sheet Exposures				
Sovereigns/Central Banks	27,757,256	27,757,256	452,361	36,189
Public Sector Entities	3,544,786	3,544,786	123,866	9,910
Banks, Development Financial Institutions & MDBs	17,849,406	17,849,406	5,154,416	412,353
Insurance Cos, Securities Firms & Fund Managers	283,418	283,418	283,418	22,673
Corporates	26,519,419	25,583,085	13,965,041	1,117,203
Regulatory Retail	32,735,649	24,946,136	18,958,448	1,516,676
Residential Mortgages	1,918,385	1,911,620	1,433,715	114,697
Higher Risk Assets	200,587	200,587	300,881	24,070
Other Assets	2,400,113	2,400,113	1,343,787	107,503
Equity Exposures	500,650	500,650	500,652	40,052
Defaulted Exposures	472,693	465,225	528,641	42,291
Total On-Balance Sheet Exposures	114,182,362	105,442,282	43,045,226	3,443,617
Off-Balance Sheet Exposures				
OTC Derivatives	2,139,766	2,139,766	839,101	67,128
Off balance sheet exposures other than OTC derivatives or credit derivatives	6,230,522	5,765,138	4,277,810	342,225
Defaulted Exposures	72	72	107	9
Total Off-Balance Sheet Exposures	8,370,360	7,904,976	5,117,018	409,362
Total On and Off-Balance Sheet Exposures under SA	122,552,722	113,347,258	48,162,244	3,852,979
B. Exposures under F-IRB Approach				
On-Balance Sheet Exposures				
Insurance Cos, Securities Firms & Fund Managers	599	599	357	28
Corporates, of which	39,469,334	39,469,334	27,295,791	2,183,664
Corporate Exposures (excluding exposures with firm-size adjustments)	30,891,490	30,891,490	20,901,920	1,672,154
Corporate Exposures (with firm-size adjustments)	8,577,844	8,577,844	6,393,871	511,510
Defaulted Exposures	1,779,036	1,779,036	-	-
Total On-Balance Sheet Exposures	41,248,969	41,248,969	27,296,148	2,183,692
Off-Balance Sheet Exposures				
Off balance sheet exposures other than OTC derivatives or credit derivatives	18,622,328	18,622,328	12,958,126	1,036,650
Defaulted Exposures	14,926	14,926	-	-
Total Off-Balance Sheet Exposures	18,637,254	18,637,254	12,958,126	1,036,650
C. Exposures under the A-IRB Approach				
On-Balance Sheet Exposures				
Retail, of which	32,922,721	32,922,721	15,261,595	1,220,928
Residential Mortgages Exposures	17,325,152	17,325,152	7,309,308	584,745
Qualifying Revolving Retail Exposures	1,489,621	1,489,621	647,414	51,793
Hire Purchase Exposures	6,150,178	6,150,178	2,546,334	203,707
Other Retail Exposures	7,957,770	7,957,770	4,758,539	380,683
Defaulted Exposures	929,504	929,504	294,361	23,549
Total On-Balance Sheet Exposures	33,852,225	33,852,225	15,555,956	1,244,477
Off-Balance Sheet Exposures				
Off balance sheet exposures other than OTC derivatives or credit derivatives	3,444,499	3,444,499	1,244,321	99,545
Defaulted Exposures	109	109	11	1
Total Off-Balance Sheet Exposures	3,444,608	3,444,608	1,244,332	99,546
Total On and Off-Balance Sheet Exposures before scaling factor under the IRB Approach	97,183,056	97,183,056	57,054,562	4,564,365
Total On and Off-Balance Sheet Exposures after scaling factor, 1.06 under the IRB Approach			60,477,836	4,838,227
Total (Exposures under the SA Approach and Exposures under the IRB Approach)	219,735,778	210,530,314	108,640,080	8,691,206

Note: All performing corporate exposures are classified under the broad asset class category of Corporates instead of the five sub-classes of Specialised Lending.

Table 8b: Summary of Credit Exposures with CRM by Asset Class and Capital Requirement (On & Off-Balance Sheet Exposures) as at 31 December 2013

RHB Bank Group	Gross Exposures / EAD before CRM	Net Exposures / EAD after CRM	Risk-Weighted Assets	Minimum Capital Requirements at 8%
Exposure Class	RM'000	RM'000	RM'000	RM'000
A. Exposures under the Standardised Approach (SA)				
On-Balance Sheet Exposures				
Sovereigns/Central Banks	28,986,395	28,986,395	253,915	20,313
Public Sector Entities	1,098,379	1,098,379	219,676	17,574
Banks, Development Financial Institutions & MDBs	13,394,882	13,393,202	4,141,380	331,310
Insurance Cos, Securities Firms & Fund Managers	182,506	182,506	182,506	14,601
Corporates	25,184,551	24,517,923	13,358,403	1,068,673
Regulatory Retail	28,777,414	21,746,770	16,462,562	1,317,004
Residential Mortgages	1,895,014	1,888,703	1,416,467	113,317
Higher Risk Assets	200,619	200,619	300,929	24,074
Other Assets	2,397,268	2,397,268	1,181,559	94,525
Equity Exposures	425,091	425,091	425,095	34,008
Defaulted Exposures	673,062	631,682	754,358	60,348
Total On-Balance Sheet Exposures	103,215,181	95,468,538	38,696,850	3,095,747
Off-Balance Sheet Exposures				
OTC Derivatives	2,138,830	2,138,830	946,774	75,742
Off balance sheet exposures other than OTC derivatives or credit derivatives	7,210,156	6,719,031	4,807,758	384,621
Defaulted Exposures	31	31	47	4
Total Off-Balance Sheet Exposures	9,349,017	8,857,892	5,754,579	460,367
Total On and Off-Balance Sheet Exposures under SA	112,564,198	104,326,430	44,451,429	3,556,114
B. Exposures under F-IRB Approach				
On-Balance Sheet Exposures				
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	35,256,782	35,256,782	25,765,740	2,061,259
Corporate Exposures (excluding exposures with firm-size adjustments)	28,294,200	28,294,200	20,158,871	1,612,710
Corporate Exposures (with firm-size adjustments)	6,962,582	6,962,582	5,606,869	448,549
Defaulted Exposures	1,798,756	1,798,756	-	-
Total On-Balance Sheet Exposures	37,055,538	37,055,538	25,765,740	2,061,259
Off-Balance Sheet Exposures				
Off balance sheet exposures other than OTC derivatives or credit derivatives	16,632,672	16,632,672	12,790,500	1,023,240
Defaulted Exposures	124,588	124,588	-	-
Total Off-Balance Sheet Exposures	16,757,260	16,757,260	12,790,500	1,023,240
C. Exposures under the A-IRB Approach				
On-Balance Sheet Exposures				
Retail, of which	30,617,196	30,617,196	14,312,492	1,145,000
Residential Mortgages Exposures	16,329,547	16,329,547	6,862,437	548,995
Qualifying Revolving Retail Exposures	1,525,196	1,525,196	665,475	53,238
Hire Purchase Exposures	6,009,908	6,009,908	2,411,410	192,913
Other Retail Exposures	6,752,545	6,752,545	4,373,170	349,854
Defaulted Exposures	1,002,927	1,002,927	321,727	25,738
Total On-Balance Sheet Exposures	31,620,123	31,620,123	14,634,219	1,170,738
Off-Balance Sheet Exposures				
Off balance sheet exposures other than OTC derivatives or credit derivatives	3,493,500	3,493,500	1,240,119	99,209
Defaulted Exposures	-	-	-	-
Total Off-Balance Sheet Exposures	3,493,500	3,493,500	1,240,119	99,209
Total On and Off-Balance Sheet Exposures before scaling factor under the IRB Approach	88,926,421	88,926,421	54,430,578	4,354,446
Total On and Off-Balance Sheet Exposures after scaling factor, 1.06 under the IRB Approach			57,696,413	4,615,713
Total (Exposures under the SA Approach and Exposures under the IRB Approach)	201,490,619	193,252,851	102,147,842	8,171,827

Note: All performing corporate exposures are classified under the broad asset class category of Corporates instead of the five sub-classes of Specialised Lending.

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 9a: Exposures for Off-Balance Sheet and Counterparty Credit Risk (Before Credit Risk Mitigation) as at 30 June 2014

RHB Bank Group <u>Nature of Item</u>	Principal /	Positive	Credit	Risk-Weighted
	Notional	Fair Value of	Equivalent	Assets
	Amount	Derivative	Amount	Assets
	RM'000	Contracts	RM'000	RM'000
Direct credit substitutes	2,663,866		2,630,626	1,753,986
Transaction-related contingent items	4,846,270		2,396,530	1,222,168
Short-term self-liquidating trade-related contingencies	1,570,021		312,043	163,585
Assets sold with recourse	-		-	-
NIFs and obligations under underwriting agreement	76,000		38,000	38,000
Foreign exchange related contracts	23,485,106	450,957	1,359,981	576,719
1 year or less	16,463,277	101,821	327,256	192,528
Over 1 year to 5 years	7,021,829	349,136	1,032,725	384,191
Over 5 years	-	-	-	-
Interest/profit rate related contracts	30,607,106	98,264	801,787	270,545
1 year or less	6,361,869	3,564	14,751	4,630
Over 1 year to 5 years	22,632,561	72,974	673,942	224,116
Over 5 years	1,612,676	21,726	113,094	41,799
Other commitments, such as formal standby facilities and credit lines, with original maturity of over 1 year	31,599,266		16,384,706	10,955,050
Other commitments, such as formal standby facilities and credit lines, with original maturity of up to 1 year	10,188,989		5,878,802	4,080,123
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	3,906,583		649,747	259,300
Total	108,943,207	549,221	30,452,222	19,319,476

Table 9b: Exposures for Off-Balance Sheet and Counterparty Credit Risk (Before Credit Risk Mitigation) as at 31 December 2013

RHB Bank Group <u>Nature of Item</u>	Principal /	Positive	Credit	Risk-Weighted
	Notional	Fair Value of	Equivalent	Assets
	Amount	Derivative	Amount	Assets
	RM'000	Contracts	RM'000	RM'000
Direct credit substitutes	3,843,994		3,810,979	2,144,445
Transaction-related contingent items	3,035,866		1,524,593	995,458
Short-term self-liquidating trade-related contingencies	1,567,318		311,555	175,489
Assets sold with recourse	758,566		758,566	574,137
NIFs and obligations under underwriting agreement	76,000		38,000	38,000
Foreign exchange related contracts	18,088,944	515,074	1,364,035	633,892
1 year or less	10,821,151	118,701	249,039	196,894
Over 1 year to 5 years	7,267,793	396,373	1,114,996	436,998
Over 5 years	-	-	-	-
Interest/profit rate related contracts	27,310,542	103,122	776,575	314,263
1 year or less	3,905,460	930	8,941	4,095
Over 1 year to 5 years	21,929,189	77,066	664,292	271,961
Over 5 years	1,475,893	25,126	103,342	38,207
Other commitments, such as formal standby facilities and credit lines, with original maturity of over 1 year	27,168,189		14,219,840	10,075,164
Other commitments, such as formal standby facilities and credit lines, with original maturity of up to 1 year	10,549,976		6,154,978	4,584,560
Any commitments that are unconditionally cancellable at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	3,854,405		640,656	249,790
Total	96,253,800	618,196	29,599,777	19,785,198

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 10a: Credit Risk Exposures (Before Credit Risk Mitigation) by Geographical Distribution as at 30 June 2014

RHB Bank Group	Malaysia	Singapore	Thailand	Brunei	Cambodia	Laos	Total
<u>Exposure Class</u>	(include Labuan)						
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Exposures under Standardised Approach</u>							
Sovereigns & Central Banks	25,469,158	1,721,266	236,782	50,149	245,304	37,037	27,759,696
Public Sector Entities	3,192,153	302,372	135,370	-	-	-	3,629,895
Banks, Development Financial Institutions & MDBs	14,868,189	5,021,233	27,278	180,056	129,546	86,089	20,312,391
Insurance Cos, Securities Firms & Fund Managers	283,418	84,627	-	-	-	-	368,045
Corporates	21,859,043	6,581,094	774,087	53,306	179,880	-	29,447,410
Regulatory Retail	33,860,782	1,403,119	4,841	82,350	391,809	-	35,742,901
Residential Mortgages	683,182	1,500,425	-	883	-	-	2,184,490
Higher Risk Assets	200,587	-	-	-	-	-	200,587
Other Assets	2,138,434	218,696	12,901	4,260	31,417	949	2,406,657
Total Exposures under Standardised Approach	102,554,946	16,832,832	1,191,259	371,004	977,956	124,075	122,052,072
<u>Exposures under IRB Approach</u>							
Insurance Cos, Securities Firms & Fund Managers	69,896	-	-	-	-	-	69,896
Corporates, of which	59,816,327	-	-	-	-	-	59,816,327
Corporate Exposures (excluding exposures with firm-size adjustments)	46,198,241	-	-	-	-	-	46,198,241
Corporate Exposures (with firm-size adjustments)	13,618,086	-	-	-	-	-	13,618,086
Retail, of which	37,296,833	-	-	-	-	-	37,296,833
Residential Mortgages Exposures	17,907,004	-	-	-	-	-	17,907,004
Qualifying Revolving Retail Exposures	2,032,246	-	-	-	-	-	2,032,246
Hire Purchase Exposures	6,277,346	-	-	-	-	-	6,277,346
Other Retail Exposures	11,080,237	-	-	-	-	-	11,080,237
Total Exposures under IRB Approach	97,183,056	-	-	-	-	-	97,183,056
Total Exposures under Standardised and IRB Approaches	199,738,002	16,832,832	1,191,259	371,004	977,956	124,075	219,235,128

Note : This table excludes equity exposures.

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 10b: Credit Risk Exposures (Before Credit Risk Mitigation) by Geographical Distribution as at 31 December 2013

RHB Bank Group	Malaysia						Total
<u>Exposure Class</u>	(include Labuan)	Singapore	Thailand	Brunei	Cambodia	Laos	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Exposures under Standardised Approach</u>							
Sovereigns & Central Banks	27,115,396	1,466,836	286,036	52,616	68,515	-	28,989,399
Public Sector Entities	783,713	292,289	111,244	-	-	-	1,187,246
Banks, Development Financial Institutions & MDBs	12,134,930	3,792,310	14,174	153,226	206,400	-	16,301,040
Insurance Cos, Securities Firms & Fund Managers	182,506	20,944	-	-	-	-	203,450
Corporates	21,317,956	5,845,859	776,073	65,116	153,118	-	28,158,122
Regulatory Retail	30,768,038	1,336,614	4,823	80,834	318,027	-	32,508,336
Residential Mortgages	705,829	1,465,479	-	1,029	-	-	2,172,337
Higher Risk Assets	214,422	-	-	-	-	-	214,422
Other Assets	2,184,007	173,483	12,593	3,514	31,158	-	2,404,755
Total Exposures under Standardised Approach	95,406,797	14,393,814	1,204,943	356,335	777,218	-	112,139,107
<u>Exposures under IRB Approach</u>							
Insurance Cos, Securities Firms & Fund Managers	70,747	-	-	-	-	-	70,747
Corporates, of which	53,742,051	-	-	-	-	-	53,742,051
Corporate Exposures (excluding exposures with firm-size adjustments)	42,608,598	-	-	-	-	-	42,608,598
Corporate Exposures (with firm-size adjustments)	11,133,453	-	-	-	-	-	11,133,453
Retail, of which	35,113,623	-	-	-	-	-	35,113,623
Residential Mortgages Exposures	16,952,500	-	-	-	-	-	16,952,500
Qualifying Revolving Retail Exposures	2,070,398	-	-	-	-	-	2,070,398
Hire Purchase Exposures	6,141,431	-	-	-	-	-	6,141,431
Other Retail Exposures	9,949,294	-	-	-	-	-	9,949,294
Total Exposures under IRB Approach	88,926,421	-	-	-	-	-	88,926,421
Total Exposures under Standardised and IRB Approaches	184,333,218	14,393,814	1,204,943	356,335	777,218	-	201,065,528

Note : This table excludes equity exposures.

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 11a: Credit Risk Exposures (Before Credit Risk Mitigation) by Industry Sector as at 30 June 2014

RHB Bank Group				Electricity, Gas & Water		Wholesale, Retail Trade, Restaurants & Hotels	Transport, Storage & Communication	Finance, Insurance, Real Estate & Business	Education, Health & Others	Household	Others	Total
<u>Exposure Class</u>	<u>Agriculture</u>	<u>Mining & Quarrying</u>	<u>Manufacturing</u>	<u>Supply</u>	<u>Construction</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Exposures under Standardised Approach												
Sovereigns & Central Banks	-	-	-	-	-	-	-	7,775,069	19,984,627	-	-	27,759,696
Public Sector Entities	-	-	-	10,172	-	-	20,111	145,000	3,454,612	-	-	3,629,895
Banks, Development Financial Institutions & MDBs	-	-	-	-	-	-	-	20,312,391	-	-	-	20,312,391
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	368,045	-	-	-	368,045
Corporates	492,754	111,114	2,367,716	2,547,393	2,062,998	1,801,630	1,886,322	15,297,664	859,436	1,810,670	209,713	29,447,410
Regulatory Retail	36,212	5,766	149,439	8,703	146,342	211,544	56,190	215,925	45,367	34,432,010	435,403	35,742,901
Residential Mortgages	-	-	-	-	-	-	-	-	-	2,184,490	-	2,184,490
Higher Risk Assets	-	-	-	-	200,587	-	-	-	-	-	-	200,587
Other Assets	-	-	-	-	-	-	18,295	47,052	-	-	2,341,310	2,406,657
Total Exposures under Standardised Approach	528,966	116,880	2,517,155	2,566,268	2,409,927	2,013,174	1,980,918	44,161,146	24,344,042	38,427,170	2,986,426	122,052,072
Exposures under IRB Approach												
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	69,896	-	-	-	69,896
Corporates, of which	4,423,068	1,350,760	12,307,117	3,259,837	7,603,133	7,067,906	6,377,942	14,772,951	2,653,153	220	240	59,816,327
Corporate Exposures (excluding exposures with firm-size adjustments)	2,582,018	1,204,855	9,305,181	3,237,183	5,141,217	3,214,927	5,856,586	13,195,571	2,460,243	220	240	46,198,241
Corporate Exposures (with firm-size adjustments)	1,841,050	145,905	3,001,936	22,654	2,461,916	3,852,979	521,356	1,577,380	192,910	-	-	13,618,086
Retail, of which	110,489	18,092	732,852	2,108	571,651	2,469,986	169,542	696,521	132,708	32,392,764	120	37,296,833
Residential Mortgages Exposures	-	-	-	-	-	-	-	-	-	17,907,004	-	17,907,004
Qualifying Revolving Retail Exposures	-	-	-	-	-	-	-	-	-	2,032,246	-	2,032,246
Hire Purchase Exposures	-	-	-	-	-	-	-	-	-	6,277,346	-	6,277,346
Other Retail Exposures	110,489	18,092	732,852	2,108	571,651	2,469,986	169,542	696,521	132,708	6,176,168	120	11,080,237
Total Exposures under IRB Approach	4,533,557	1,368,852	13,039,969	3,261,945	8,174,784	9,537,892	6,547,484	15,539,368	2,785,861	32,392,984	360	97,183,056
Total Exposures under Standardised and IRB Approaches	5,062,523	1,485,732	15,557,124	5,828,213	10,584,711	11,551,066	8,528,402	59,700,514	27,129,903	70,820,154	2,986,786	219,235,128

Note : This table excludes equity exposures.

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 11b: Credit Risk Exposures (Before Credit Risk Mitigation) by Industry Sector as at 31 December 2013

RHB Bank Group	Agriculture		Mining & Quarrying		Manufacturing		Electricity, Gas & Water Supply		Construction		Wholesale, Retail Trade, Restaurants & Hotels		Transport, Storage & Communication		Finance, Insurance, Real Estate & Business		Education, Health & Others		Household		Others		Total			
<u>Exposure Class</u>	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	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<u>Exposures under Standardised Approach</u>																										
Sovereigns & Central Banks	-	-	-	-	-	-	-	-	-	-	-	-	-	6,766,934	22,222,465	-	-	-	-	-	-	-	-	-	28,989,399	
Public Sector Entities	-	-	-	-	10,163	-	-	-	-	-	-	-	20,204	118,902	1,037,977	-	-	-	-	-	-	-	-	-	1,187,246	
Banks, Development Financial Institutions & MDBs	-	-	-	-	-	-	-	-	-	-	-	-	-	16,301,040	-	-	-	-	-	-	-	-	-	-	16,301,040	
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	203,450	-	-	-	-	-	-	-	-	-	-	203,450	
Corporates	231,215	37,826	2,330,887	2,403,007	1,258,317	1,544,751	1,998,328	15,572,270	636,821	1,966,811	177,889	28,158,122	32,508,336	37,628	5,070	144,259	4,748	116,664	191,086	65,718	187,095	40,081	31,431,646	284,341	32,508,336	
Regulatory Retail	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,172,337	
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	214,422	
Higher Risk Assets	-	-	-	-	-	-	-	200,619	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	214,422	
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	65,947	-	-	-	-	-	-	-	-	-	-	2,404,755	
Total Exposures under Standardised Approach	268,843	42,896	2,475,146	2,417,918	1,575,600	1,735,837	2,084,250	39,229,441	23,937,344	35,570,794	2,801,038	112,139,107														
<u>Exposures under IRB Approach</u>																										
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	70,747	-	-	-	-	-	-	-	-	-	-	-	70,747
Corporates, of which	4,178,282	887,224	12,046,616	2,929,535	6,494,708	6,698,683	3,864,168	14,367,917	2,274,216	515	187	53,742,051														
Corporate Exposures (excluding exposures with firm-size adjustments)	2,497,596	840,846	9,229,462	2,918,954	5,079,196	3,239,922	3,575,985	13,037,258	2,188,862	330	187	42,608,598														
Corporate Exposures (with firm-size adjustments)	1,680,686	46,378	2,817,154	10,581	1,415,512	3,458,761	288,183	1,330,659	85,354	185	-	11,133,453														
Retail, of which	124,095	17,017	713,977	2,190	523,661	2,398,743	159,779	535,095	117,000	30,522,037	29	35,113,623														
Residential Mortgages Exposures	-	-	-	-	-	-	-	-	-	-	-	16,952,500														16,952,500
Qualifying Revolving Retail Exposures	-	-	-	-	-	-	-	-	-	-	-	2,070,398														2,070,398
Hire Purchase Exposures	-	-	-	-	-	-	-	-	-	-	-	6,141,431														6,141,431
Other Retail Exposures	124,095	17,017	713,977	2,190	523,661	2,398,743	159,779	535,095	117,000	5,357,708	29	9,949,294														
Total Exposures under IRB Approach	4,302,377	904,241	12,760,593	2,931,725	7,018,369	9,097,426	4,023,947	14,973,759	2,391,216	30,522,552	216	88,926,421														
Total Exposures under Standardised and IRB Approaches	4,571,220	947,137	15,235,739	5,349,643	8,593,969	10,833,263	6,108,197	54,203,200	26,328,560	66,093,346	2,801,254	201,065,528														

Note : This table excludes equity exposures.

Table 12a: Credit Risk Exposures (Before Credit Risk Mitigation) by Remaining Maturity as at 30 June 2014

RHB Bank Group				
<u>Exposure Class</u>	<u>One year or less</u>	<u>More than one to five years</u>	<u>Over five years</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000
<u>Exposures under Standardised Approach</u>				
Sovereigns & Central Banks	8,392,842	3,197,165	16,169,689	27,759,696
Public Sector Entities	113,637	401,613	3,114,645	3,629,895
Banks, Development Financial Institutions & MDBs	12,963,757	5,005,311	2,343,323	20,312,391
Insurance Cos, Securities Firms & Fund Managers	53,395	135,885	178,765	368,045
Corporates	5,515,669	13,575,461	10,356,280	29,447,410
Regulatory Retail	2,586,503	5,235,582	27,920,816	35,742,901
Residential Mortgages	620,847	38,116	1,525,527	2,184,490
Higher Risk Assets	-	-	200,587	200,587
Other Assets	68,396	6,929	2,331,332	2,406,657
Total Exposures under Standardised Approach	30,315,046	27,596,062	64,140,964	122,052,072
<u>Exposures under IRB Approach</u>				
Insurance Cos, Securities Firms & Fund Managers	57,136	12,760	-	69,896
Corporates, of which	40,216,310	6,544,730	13,055,287	59,816,327
Corporate Exposures (excluding exposures with firm-size adjustments)	32,185,944	4,811,349	9,200,948	46,198,241
Corporate Exposures (with firm-size adjustments)	8,030,366	1,733,381	3,854,339	13,618,086
Retail, of which	4,797,448	3,581,004	28,918,381	37,296,833
Residential Mortgages Exposures	15,980	286,319	17,604,705	17,907,004
Qualifying Revolving Retail Exposures	2,032,246	-	-	2,032,246
Hire Purchase Exposures	116,002	2,526,078	3,635,266	6,277,346
Other Retail Exposures	2,633,220	768,607	7,678,410	11,080,237
Total Exposures under IRB Approach	45,070,894	10,138,494	41,973,668	97,183,056
Total Exposures under Standardised and IRB Approaches	75,385,940	37,734,556	106,114,632	219,235,128

Note : This table excludes equity exposures.

Table 12b: Credit Risk Exposures (Before Credit Risk Mitigation) by Remaining Maturity as at 31 December 2013

RHB Bank Group				
<u>Exposure Class</u>	<u>One year or less</u>	<u>More than one to five years</u>	<u>Over five years</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000
<u>Exposures under Standardised Approach</u>				
Sovereigns & Central Banks	5,768,431	5,834,131	17,386,837	28,989,399
Public Sector Entities	101,626	381,458	704,162	1,187,246
Banks, Development Financial Institutions & MDBs	11,500,592	4,146,259	654,189	16,301,040
Insurance Cos, Securities Firms & Fund Managers	13,857	7,087	182,506	203,450
Corporates	5,251,916	11,080,475	11,825,731	28,158,122
Regulatory Retail	2,624,619	4,835,239	25,048,478	32,508,336
Residential Mortgages	643,548	42,283	1,486,506	2,172,337
Higher Risk Assets	13,803	-	200,619	214,422
Other Assets	66,672	8,299	2,329,784	2,404,755
Total Exposures under Standardised Approach	25,985,064	26,335,231	59,818,812	112,139,107
<u>Exposures under IRB Approach</u>				
Insurance Cos, Securities Firms & Fund Managers	59,722	11,025	-	70,747
Corporates, of which	39,029,799	5,446,489	9,265,763	53,742,051
Corporate Exposures (excluding exposures with firm-size adjustments)	32,349,782	4,241,672	6,017,144	42,608,598
Corporate Exposures (with firm-size adjustments)	6,680,017	1,204,817	3,248,619	11,133,453
Retail, of which	4,809,925	3,561,535	26,742,163	35,113,623
Residential Mortgages Exposures	17,026	275,104	16,660,370	16,952,500
Qualifying Revolving Retail Exposures	2,070,398	-	-	2,070,398
Hire Purchase Exposures	113,776	2,547,951	3,479,704	6,141,431
Other Retail Exposures	2,608,725	738,480	6,602,089	9,949,294
Total Exposures under IRB Approach	43,899,446	9,019,049	36,007,926	88,926,421
Total Exposures under Standardised and IRB Approaches	69,884,510	35,354,280	95,826,738	201,065,528

Note : This table excludes equity exposures.

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 13a: Portfolios under the Standardised Approach by Risk-Weights as at 30 June 2014

RHB Bank Group <u>Exposure Class</u>	Exposure After Credit Risk Mitigation Risk Weight (%)							Total Exposures RM'000
	0% RM'000	20% RM'000	35% RM'000	50% RM'000	75% RM'000	100% RM'000	150% RM'000	
<u>Exposures under Standardised Approach</u>								
Sovereigns & Central Banks	26,818,427	610,623	-	-	-	330,646	-	27,759,696
Public Sector Entities	2,925,457	704,098	-	-	-	-	-	3,629,555
Banks, Development Financial Institutions & MDBs	106,071	14,068,610	-	6,022,138	-	90,751	8,421	20,295,991
Insurance Cos, Securities Firms & Fund Managers	-	-	-	64,419	-	303,626	-	368,045
Corporates	4,041,978	9,500,959	-	701,812	-	14,016,226	91,100	28,352,075
Regulatory Retail	62,553	9,001	-	37,527	26,110,116	1,289,008	149,735	27,657,940
Residential Mortgages	-	-	-	-	2,176,062	-	-	2,176,062
Higher Risk Assets	-	-	-	-	-	-	200,587	200,587
Other Assets	1,056,326	-	-	-	-	1,350,331	-	2,406,657
Equity Exposures	-	-	-	-	-	500,646	4	500,650
Total Exposures after Credit Risk Mitigation	35,010,812	24,893,291	-	6,825,896	28,286,178	17,881,234	449,847	113,347,258
Total Risk-Weighted Assets	-	4,978,658	-	3,412,948	21,214,633	17,881,234	674,771	48,162,244

Table 13b: Portfolios under the Standardised Approach by Risk-Weights as at 31 December 2013

RHB Bank Group <u>Exposure Class</u>	Exposure After Credit Risk Mitigation Risk Weight (%)							Total Exposures RM'000
	0% RM'000	20% RM'000	35% RM'000	50% RM'000	75% RM'000	100% RM'000	150% RM'000	
<u>Exposures under Standardised Approach</u>								
Sovereigns & Central Banks	28,197,238	672,270	-	-	-	119,891	-	28,989,399
Public Sector Entities	-	1,186,854	-	-	-	-	-	1,186,854
Banks, Development Financial Institutions & MDBs	111,174	10,373,442	-	5,372,558	-	412,972	18,414	16,288,560
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-	-	203,450	-	203,450
Corporates	4,160,484	8,711,762	-	854,602	-	13,483,429	141,565	27,351,842
Regulatory Retail	56,206	5,495	-	35,803	23,930,694	882,054	187,505	25,097,757
Residential Mortgages	-	-	150	-	2,164,150	-	-	2,164,300
Higher Risk Assets	-	-	-	-	-	-	214,422	214,422
Other Assets	1,178,068	47,052	-	-	-	1,179,635	-	2,404,755
Equity Exposures	-	-	-	-	-	425,084	7	425,091
Total Exposures after Credit Risk Mitigation	33,703,170	20,996,875	150	6,262,963	26,094,844	16,706,515	561,913	104,326,430
Total Risk-Weighted Assets	-	4,199,375	53	3,131,482	19,571,133	16,706,515	842,871	44,451,429

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BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 14a: Rated Exposures According to Ratings by ECAIs as at 30 June 2014

RHB Bank Group

Ratings of Corporates by Approved ECAIs	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated	
	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	Unrated
	RAM	AAA to AA3	A1 to A3	BBB1 to BB3	B to D	Unrated	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B1 to D	Unrated	Unrated
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	Unrated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On & Off - Balance Sheet Exposures</u>							
Public Sector Entities		-	-	-	-	3,629,555	
Insurance Cos, Securities Firms & Fund Managers		-	51,670	-	-	316,375	
Corporates		9,084,932	655,048	331,448	11,118	18,269,529	
Ratings of Sovereigns and Central Banks by Approved ECAIs							
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On & Off - Balance Sheet Exposures</u>							
Sovereigns & Central Banks		1,167,338	26,023,086	236,782	245,304	-	87,186
Ratings of Banking Institutions by Approved ECAIs							
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3	A1 to A3	BBB1 to BBB3	BB1 to B3	C1 to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On & Off - Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		5,642,169	9,239,546	2,481,316	112,543	-	2,820,417

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 14b: Rated Exposures According to Ratings by ECAIs as at 31 December 2013

RHB Bank Group

Ratings of Corporates by Approved ECAIs	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated	
	S&P	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	
	Fitch	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	
	RAM	AAA to AA3	A1 to A3	BBB1 to BB3	B to D	Unrated	
	MARC	AAA to AA-	A+ to A-	BBB+ to BB-	B1 to D	Unrated	
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BB-	B+ to D	Unrated	
		RM'000	RM'000	RM'000	RM'000	RM'000	
<u>On & Off - Balance Sheet Exposures</u>							
Public Sector Entities		-	-	-	-	1,186,854	
Insurance Cos, Securities Firms & Fund Managers		-	-	-	-	203,450	
Corporates		8,983,439	843,868	71,664	699	17,452,172	
<u>Ratings of Sovereigns and Central Banks by Approved ECAIs</u>							
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On & Off - Balance Sheet Exposures</u>							
Sovereigns & Central Banks		897,541	27,684,691	286,036	68,515	-	52,616
<u>Ratings of Banking Institutions by Approved ECAIs</u>							
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
	S&P	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	Fitch	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to D	Unrated
	RAM	AAA to AA3	A1 to A3	BBB1 to BBB3	BB1 to B3	C1 to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
<u>Exposure Class</u>	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On & Off - Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		3,694,855	6,783,571	2,065,230	157,201	-	3,587,703

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2014

Table 15a: Credit Risk Mitigation of Portfolios under the Standardised Approach as at 30 June 2014

RHB Bank Group	Exposures Before Credit Risk Mitigation	Exposures Covered by Guarantees / Credit Derivatives	Exposures Covered by Eligible Financial Collateral
<u>Exposure Class</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>On-Balance Sheet Exposures</u>			
Sovereigns/Central Banks	27,757,256	-	-
Public Sector Entities	3,544,786	2,925,458	-
Banks, Development Financial Institutions & MDBs	17,849,406	106,071	-
Insurance Cos, Securities Firms & Fund Managers	283,418	-	-
Corporates	26,519,419	4,010,657	967,153
Regulatory Retail	32,735,649	1,242	7,851,092
Residential Mortgages	1,918,385	-	6,766
Higher Risk Assets	200,587	-	-
Other Assets	2,400,113	-	-
Equity Exposures	500,650	-	-
Defaulted Exposures	472,693	324	11,819
Total On-Balance Sheet Exposures	114,182,362	7,043,752	8,836,830
<u>Off-Balance Sheet Exposures</u>			
OTC Derivatives	2,139,766	-	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	6,230,522	-	465,384
Defaulted Exposures	72	-	-
Total Off-Balance Sheet Exposures	8,370,360	-	465,384
Total On and Off-Balance Sheet Exposures	122,552,722	7,043,752	9,302,214

Table 15b: Credit Risk Mitigation of Portfolios under the Standardised Approach as at 31 December 2013

RHB Bank Group	Exposures Before Credit Risk Mitigation	Exposures Covered by Guarantees / Credit Derivatives	Exposures Covered by Eligible Financial Collateral
<u>Exposure Class</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>On-Balance Sheet Exposures</u>			
Sovereigns/Central Banks	28,986,395	3,313,818	-
Public Sector Entities	1,098,379	-	-
Banks, Development Financial Institutions & MDBs	13,394,882	111,174	1,680
Insurance Cos, Securities Firms & Fund Managers	182,506	-	-
Corporates	25,184,551	4,125,199	700,258
Regulatory Retail	28,777,414	1,495	7,086,355
Residential Mortgages	1,895,014	-	6,311
Higher Risk Assets	200,619	-	-
Other Assets	2,397,268	-	-
Equity Exposures	425,091	-	-
Defaulted Exposures	673,062	1,197	45,779
Total On-Balance Sheet Exposures	103,215,181	7,552,883	7,840,383
<u>Off-Balance Sheet Exposures</u>			
OTC Derivatives	2,138,830	-	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	7,210,156	-	491,125
Defaulted Exposures	31	-	-
Total Off-Balance Sheet Exposures	9,349,017	-	491,125
Total On and Off-Balance Sheet Exposures	112,564,198	7,552,883	8,331,508

Table 16a: Credit Risk Mitigation of Portfolios under the IRB Approach as at 30 June 2014

RHB Bank Group	Exposures Before Credit Risk Mitigation	Exposures Covered by Guarantees / Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Exposure Class</u>	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Insurance Cos, Securities Firms & Fund Managers	599	-	-	-
Corporates, of which	39,469,334	191,562	4,976,494	11,611,200
Corporate Exposures (excluding exposures with firm-size adjustments)	30,891,490	123,201	4,242,942	6,900,371
Corporate Exposures (with firm-size adjustments)	8,577,844	68,361	733,552	4,710,829
Retail, of which	32,922,721	-	1,917	13,141,658
Residential Mortgages Exposures	17,325,152	-	-	13,140,409
Qualifying Revolving Retail Exposures	1,489,621	-	-	-
Hire Purchase Exposures	6,150,178	-	-	-
Other Retail Exposures	7,957,770	-	1,917	1,249
Defaulted Exposures	2,708,540	-	21,791	1,269,816
Total On-Balance Sheet Exposures	75,101,194	191,562	5,000,202	26,022,674
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	-	-	-	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	22,066,827	8,990	801,504	5,409,788
Defaulted Exposures	15,035	-	8,399	481
Total Off-Balance Sheet Exposures	22,081,862	8,990	809,903	5,410,269
Total On and Off-Balance Sheet Exposures	97,183,056	200,552	5,810,105	31,432,943

Table 16b: Credit Risk Mitigation of Portfolios under the IRB Approach as at 31 December 2013

RHB Bank Group	Exposures Before Credit Risk Mitigation	Exposures Covered by Guarantees / Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<u>Exposure Class</u>	RM'000	RM'000	RM'000	RM'000
<u>On-Balance Sheet Exposures</u>				
Insurance Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	35,256,782	100,854	4,595,873	10,533,842
Corporate Exposures (excluding exposures with firm-size adjustments)	28,294,200	29,258	3,978,494	6,912,659
Corporate Exposures (with firm-size adjustments)	6,962,582	71,596	617,379	3,621,183
Retail, of which	30,617,196	-	-	13,014,155
Residential Mortgages Exposures	16,329,547	-	-	13,007,280
Qualifying Revolving Retail Exposures	1,525,196	-	-	-
Hire Purchase Exposures	6,009,908	-	-	-
Other Retail Exposures	6,752,545	-	-	6,875
Defaulted Exposures	2,801,683	-	23,962	1,325,593
Total On-Balance Sheet Exposures	68,675,661	100,854	4,619,835	24,873,590
<u>Off-Balance Sheet Exposures</u>				
OTC Derivatives	-	-	-	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	20,126,172	6,911	747,823	4,617,311
Defaulted Exposures	124,588	-	10,017	3,479
Total Off-Balance Sheet Exposures	20,250,760	6,911	757,840	4,620,790
Total On and Off-Balance Sheet Exposures	88,926,421	107,765	5,377,675	29,494,380

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Table 17a: Impaired, Past Due Loans/ Financing and Allowances for Impairment by Industry Sector as at 30 June 2014

RHB Bank Group	Impaired Loans and Advances / Financing	Past Due Loans / Financing	Individual Impairment Allowances	Collective Impairment Allowances
Industry Sector	RM'000	RM'000	RM'000	RM'000
Agriculture	13,931	12,121	-	55,128
Mining & Quarrying	921	3,264	-	10,188
Manufacturing	1,127,971	86,142	597,700	134,084
Electricity, Gas & Water Supply	98	754	-	29,617
Construction	175,868	58,075	43,742	68,440
Wholesale, Retail Trade, Restaurants & Hotels	206,800	78,212	51,335	148,222
Transport, Storage & Communication	62,631	45,580	54,324	55,703
Finance, Insurance, Real Estate & Business	291,143	72,534	62,074	114,070
Education, Health & Others	16,525	5,770	3,708	37,310
Household	1,238,584	4,484,169	25,163	626,304
Others	5,230	772,861	2,978	5,855
Total	3,139,702	5,619,482	841,024	1,284,921

Table 17b: Impaired, Past Due Loans/ Financing and Allowances for Impairment by Industry Sector as at 31 December 2013

RHB Bank Group	Impaired Loans and Advances / Financing	Past Due Loans / Financing	Individual Impairment Allowances	Collective Impairment Allowances
Industry Sector	RM'000	RM'000	RM'000	RM'000
Agriculture	62,830	7,700	6	45,233
Mining & Quarrying	318	4,405	-	7,981
Manufacturing	1,143,432	82,909	615,920	124,366
Electricity, Gas & Water Supply	-	13	-	30,025
Construction	191,499	45,217	53,200	62,232
Wholesale, Retail Trade, Restaurants & Hotels	215,790	86,806	72,885	145,786
Transport, Storage & Communication	61,374	49,429	54,045	64,753
Finance, Insurance, Real Estate & Business	315,582	79,837	73,211	133,861
Education, Health & Others	13,842	9,166	942	22,906
Household	1,341,888	5,650,260	21,085	622,812
Others	1,157	-	-	12,682
Total	3,347,712	6,015,742	891,294	1,272,637

Table 18: Net Charges/(Write-back) and Write-Offs for Impairment by Industry Sector

RHB Bank Group	Six Months Period Ended 30.06.2014		Twelve Months Period Ended 31.12.2013	
	Net Charges/(Write-back) for Individual Impairment Allowances		Net Charges/(Write-back) for Individual Impairment Allowances	
	Write-Offs	Write-Offs	Write-Offs	Write-Offs
Industry Sector	RM'000	RM'000	RM'000	RM'000
Agriculture	(6)	228	(46)	15,903
Mining & Quarrying	-	-	-	821
Manufacturing	(13,592)	3,689	348,863	100,048
Electricity, Gas & Water Supply	-	-	-	-
Construction	(9,803)	1,020	(28,817)	70,909
Wholesale, Retail Trade, Restaurants & Hotels	(6,882)	10,507	7,404	28,046
Transport, Storage & Communication	1,805	249	4,406	2,627
Finance, Insurance, Real Estate & Business	(8,623)	937	(30,338)	15,627
Education, Health & Others	2,864	166	(1,194)	564
Household	4,331	149,715	5,895	278,384
Others	(285)	2,900	402	6,271
Total	(30,191)	169,411	306,575	519,200

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Table 19a: Impaired, Past Due Loans/ Financing and Allowances for Impairment by Geographical Distribution as at 30 June 2014

RHB Bank Group <u>Geographical Distribution</u>	Impaired Loans and Advances / Past Due Loans		Individual	Collective
	Financing	/ Financing	Impairment	Impairment
	RM'000	RM'000	Allowances	Allowances
Malaysia (include Labuan)	3,019,905	5,467,092	803,423	1,252,978
Singapore	92,011	137,593	31,835	16,537
Thailand	15,875	-	4,273	8,479
Brunei	8,388	7,470	509	1,397
Cambodia	3,523	7,327	984	5,530
Total	3,139,702	5,619,482	841,024	1,284,921

Table 19b: Impaired, Past Due Loans/ Financing and Allowances for Impairment by Geographical Distribution as at 31 December 2013

RHB Bank Group <u>Geographical Distribution</u>	Impaired Loans and Advances / Past Due Loans		Individual	Collective
	Financing	/ Financing	Impairment	Impairment
	RM'000	RM'000	Allowances	Allowances
Malaysia (include Labuan)	3,223,427	5,035,569	837,361	1,240,996
Singapore	85,600	967,930	41,953	16,674
Thailand	16,025	-	4,315	9,033
Brunei	8,535	12,243	999	1,395
Cambodia	14,125	-	6,666	4,539
Total	3,347,712	6,015,742	891,294	1,272,637

Table 20: Reconciliation of Changes to Loan Impairment Allowances

RHB Bank Group	As at	As at
	30.06.2014	31.12.2013
	RM'000	RM'000
<u>Individual Impairment Allowance</u>		
Balance as at the beginning of financial period/year	891,294	780,081
Net allowance/(written back) made during the period/year	(30,191)	306,575
Reclassification (to)/from collective impairment allowance	(3,485)	2,509
Transfer to impairment of financial Investment held to maturity	(9,595)	-
Amount written off	(5,408)	(203,000)
Exchange differences	(1,591)	5,129
Balance as at the end of financial period/year	841,024	891,294

RHB Bank Group	As at	As at
	30.06.2014	31.12.2013
	RM'000	RM'000
<u>Collective Impairment Allowance</u>		
Balance as at the beginning of financial period/year	1,272,637	1,397,971
Net allowance/(written back) made during the period/year	173,853	190,415
Reclassification from/(to) individual impairment allowance	3,485	(2,509)
Amount written off	(164,003)	(316,200)
Exchange differences	(1,051)	2,960
Balance as at the end of financial period/year	1,284,921	1,272,637

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Table 21a: Market Risk-Weighted Assets and Capital Charge as at 30 June 2014

RHB Bank Group	Long	Short	Risk-Weighted	Capital
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Charge</u>
	RM'000	RM'000	RM'000	RM'000
Interest Rate Risk	55,476,663	53,619,562	1,678,920	134,314
Foreign Currency Risk	1,815,133	33,092	1,825,337	146,027
Total			3,504,257	280,341

Table 21b: Market Risk-Weighted Assets and Capital Charge as at 31 December 2013

RHB Bank Group	Long	Short	Risk-Weighted	Capital
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Charge</u>
	RM'000	RM'000	RM'000	RM'000
Interest Rate Risk	47,289,310	44,524,084	1,297,597	103,808
Foreign Currency Risk	1,622,323	31,091	1,625,586	130,047
Total			2,923,183	233,855

Note: As at 30 June 2014 and 31 December 2013, RHB Bank Group did not have any exposure under equity risk, commodity risk, inventory risk and options risk.

Table 22a: Equity Exposures in the Banking Book as at 30 June 2014

RHB Bank Group	Gross Credit	Risk-Weighted
<u>Equity Type</u>	<u>Exposures</u>	<u>Assets</u>
	RM'000	RM'000
Publicly traded		
Holdings of equity investments	2,295	2,295
Privately held		
For socio-economic purposes	497,490	497,490
For non socio-economic purpose	5	7
Other equity	860	860
Total	500,650	500,652

RM'000
Total Unrealised Gains / (Loss) 309,812

Table 22b: Equity Exposures in the Banking Book as at 31 December 2013

RHB Bank Group	Gross Credit	Risk-Weighted
<u>Equity Type</u>	<u>Exposures</u>	<u>Assets</u>
	RM'000	RM'000
Publicly traded		
Holdings of equity investments	5,730	5,730
Privately held		
For socio-economic purposes	412,603	412,603
For non socio-economic purpose	5,898	5,902
Other equity	860	860
Total	425,091	425,095

RM'000
Total Unrealised Gains / (Loss) 282,323

Table 23a: Interest Rate Risk / Rate of Return Risk in the Banking Book as at 30 June 2014

RHB Bank Group <u>Currency</u>	Impact on Position as at Reporting Period (100 basis points) Parallel Shift			
	Increase / (Decline) in Earnings		Increase/(Decline) in Economic Value	
	Impact based on +100 basis points	Impact based on -100 basis points	Impact based on +100 basis points	Impact based on -100 basis points
	RM'000	RM'000	RM'000	RM'000
MYR - Malaysian Ringgit	(63,640)	63,640	(1,199,599)	1,199,599
USD - US Dollar	22,330	(22,330)	(5,134)	5,134
Others ¹	7,917	(7,917)	(43,865)	43,865
Total	(33,393)	33,393	(1,248,598)	1,248,598

Note:

1. Inclusive of GBP, EUR, SGD, etc
2. The EaR and EVE exposures are additive and do not take into account any correlation impact in the aggregation.
3. As at 30 June 2014, the economic values were computed assuming that all interest/profit sensitive position that of indeterminate maturity are classified under 1 week bucket. This is the more conservative approach that is adopted by BNM.
4. As at 30 June 2014, RHB Islamic Bank had adopted the Profit Rate Risk methodology instead of Interest Rate Risk/Rate of Return Risk in the Banking Book in deriving the Earnings and Economic Value.
5. Account placement of Profit Sharing Investment Accounts from RHB Islamic Bank which qualified as risk absorbent was executed.

Table 23b: Interest Rate Risk / Rate of Return Risk in the Banking Book as at 31 December 2013

RHB Bank Group <u>Currency</u>	Impact on Position as at Reporting Period (100 basis points) Parallel Shift			
	Increase / (Decline) in Earnings		Increase/(Decline) in Economic Value	
	Impact based on +100 basis points	Impact based on -100 basis points	Impact based on +100 basis points	Impact based on -100 basis points
	RM'000	RM'000	RM'000	RM'000
MYR - Malaysian Ringgit	18,461	(18,461)	(1,694,987)	1,694,987
USD - US Dollar	(4,926)	4,926	16,933	(16,933)
Others ¹	(1,910)	1,910	(32,080)	32,080
Total	11,625	(11,625)	(1,710,134)	1,710,134

Note:

1. Inclusive of GBP, EUR, SGD, etc
2. The EaR and EVE exposures are additive and do not take into account any correlation impact in the aggregation.
3. As at 31 December 2013, the economic values were computed assuming that all interest/profit sensitive position that of indeterminate maturity are classified under 1 week bucket. This is the more conservative approach that is adopted by BNM.
4. As at 31 December 2013, RHB Islamic Bank had adopted the Profit Rate Risk methodology instead of Interest Rate Risk/Rate of Return Risk in the Banking Book in deriving the Earnings and Economic Value.
5. Account placement of Profit Sharing Investment Accounts from RHB Islamic Bank which qualified as risk absorbent was executed.

Table 24a: Operational Risk-Weighted Assets and Capital Charge as at 30 June 2014

<u>Operational Risk</u>	RHB Bank	RHB Bank	RHB Islamic
	Group	Berhad	Bank
	RM'000	RM'000	RM'000
Risk-Weighted Assets	8,690,894	7,803,424	836,179
Risk Capital Charge	695,272	624,274	66,894

Table 24b: Operational Risk-Weighted Assets and Capital Charge as at 31 December 2013

<u>Operational Risk</u>	RHB Bank	RHB Bank	RHB Islamic
	Group	Berhad	Bank
	RM'000	RM'000	RM'000
Risk-Weighted Assets	8,493,418	7,670,991	783,884
Risk Capital Charge	679,473	613,679	62,711