

RHB Bank Berhad

Basel II Pillar 3 Quantitative Disclosures

30 June 2017

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

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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 2017 is accurate and complete.

DATO' KHAIRUSSALEH BIN RAMLI
Group 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 2017 with comparative quantitative information of the preceding financial year as at 31 December 2016. This disclosure report has been verified and approved internally in line with the RHB Banking Group Pillar 3 Disclosure Policy.

For purposes of complying with regulatory requirements under Basel II Pillar 1, the approaches adopted by the respective entities are summarised as follows:

Entity	Credit Risk	Market Risk	Operational Risk
RHB Bank Berhad	Internal Ratings-Based Approach	Standardised Approach	Basic Indicator Approach
RHB Islamic Bank Berhad	Standardised Approach		
RHB Investment Bank Berhad			

RHB Bank Berhad's Pillar 3 disclosure report will be made available under the Investor Relations section of the Group's website at www.rhbgroup.com 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 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).

Bank Negara Malaysia ('BNM') had on 3 May 2017, issued a Revised Policy Document on Capital Funds and Capital Funds for Islamic Banks ('Revised Policy Document') which is applicable to banking institutions in Malaysia that covers licenced bank, licenced investment bank and licenced Islamic bank. The issuance of this Revised Policy Document has superseded two guidelines issued by BNM previously, namely Capital Funds and Capital Funds for Islamic Banks dated 1 July 2013.

The key changes in the Revised Policy Document are:

- (1) the removal of the requirement on maintenance of a reserve fund; and
- (2) the revised component of capital funds shall exclude share premium and reserve fund

The Group offers Islamic banking financial services via its wholly-owned subsidiary, 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		RHB Investment Bank	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016	30.06.2017	31.12.2016	30.06.2017	31.12.2016
<u>Before proposed dividends</u>								
Common Equity Tier I Capital Ratio	13.513%	13.328%	12.991%	13.321%	11.342%	10.868%	32.818%	29.623%
Tier I Capital Ratio	13.751%	13.614%	13.285%	13.666%	11.342%	10.868%	32.818%	29.623%
Total Capital Ratio	17.119%	17.406%	15.980%	15.697%	15.431%	14.002%	39.068%	29.623%
<u>After proposed dividends</u>								
Common Equity Tier I Capital Ratio	13.361%	13.111%	12.795%	13.052%	11.342%	10.868%	32.818%	29.623%
Tier I Capital Ratio	13.599%	13.398%	13.089%	13.397%	11.342%	10.868%	32.818%	29.623%
Total Capital Ratio	16.967%	17.189%	15.784%	15.428%	15.431%	14.002%	39.068%	29.623%

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

<u>Risk Types</u>	RHB Bank Group		RHB Bank		RHB Islamic		RHB Investment Bank	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Credit RWA	112,196,844	113,882,724	88,520,984	92,398,972	31,404,442	29,623,743	672,962	1,269,201
Credit RWA Absorbed by Profit Sharing Investment Account ("PSIA")	-	-	-	-	(7,223,198)	(5,665,344)	-	-
Market RWA	8,146,828	4,846,916	5,419,849	3,733,756	251,048	63,426	571,053	676,232
Operational RWA	11,152,023	10,828,115	8,245,599	8,283,570	1,301,716	1,200,381	1,125,673	1,151,279
Total RWA	131,495,695	129,557,755	102,186,432	104,416,298	25,734,008	25,222,206	2,369,688	3,096,712

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Table 3a: Risk Weighted Assets by Risk Types and Minimum Capital Requirements as at 30 June 2017

Risk Types	RWA				Minimum Capital Requirements			
	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Credit Risk, of which	112,196,844	88,520,984	24,181,244	672,962	8,975,747	7,081,679	1,934,500	53,837
<i>Under Foundation Internal Rating Based ('F-IRB')</i>	33,036,893	33,156,063	-	-	2,642,951	2,652,485	-	-
<i>Under Advanced Internal Rating Based ('A-IRB') Approach</i>	30,519,633	25,222,601	-	-	2,441,571	2,017,808	-	-
<i>Under Standardised Approach</i>	48,640,318	30,142,320	31,404,442	672,962	3,891,225	2,411,386	2,512,356	53,837
<i>Absorbed by PSIA under Standardised Approach</i>	-	-	(7,223,198)	-	-	-	(577,856)	-
Market Risk								
<i>Under Standardised Approach</i>	8,146,828	5,419,849	251,048	571,053	651,746	433,588	20,084	45,684
Operational Risk								
<i>Under Basic Indicator Approach</i>	11,152,023	8,245,599	1,301,716	1,125,673	892,162	659,648	104,137	90,054
Total	131,495,695	102,186,432	25,734,008	2,369,688	10,519,655	8,174,915	2,058,721	189,575

Table 3b: Risk Weighted Assets by Risk Types and Minimum Capital Requirements as at 31 December 2016

Risk Types	RWA				Minimum Capital Requirements			
	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Credit Risk, of which	113,882,724	92,398,972	23,958,399	1,269,201	9,110,618	7,391,918	1,916,672	101,536
<i>Under Foundation Internal Rating Based ('F-IRB')</i>	36,819,775	36,899,457	-	-	2,945,582	2,951,957	-	-
<i>Under Advanced Internal Rating Based ('A-IRB') Approach</i>	28,848,438	24,180,840	-	-	2,307,875	1,934,467	-	-
<i>Under Standardised Approach</i>	48,214,511	31,318,675	29,623,743	1,269,201	3,857,161	2,505,494	2,369,899	101,536
<i>Absorbed by PSIA under Standardised Approach</i>	-	-	(5,665,344)	-	-	-	(453,227)	-
Market Risk								
<i>Under Standardised Approach</i>	4,846,916	3,733,756	63,426	676,232	387,753	298,700	5,074	54,099
Operational Risk								
<i>Under Basic Indicator Approach</i>	10,828,115	8,283,570	1,200,381	1,151,279	866,249	662,686	96,030	92,102
Total	129,557,755	104,416,298	25,222,206	3,096,712	10,364,620	8,353,304	2,017,776	247,737

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Table 4: Capital Structure

	RHB Bank Group		RHB Bank	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
<u>Common Equity Tier I Capital / Tier I Capital</u>				
Paid up ordinary share capital	6,994,103	4,010,045	6,994,103	4,010,045
Share premium	-	2,984,058	-	2,984,058
Retained profits ¹	13,471,478	7,987,701	11,416,613	7,228,090
Other reserves ¹	832,011	5,857,844	554,020	4,399,075
Available for sale ('AFS') reserves	274,946	82,091	273,487	113,451
Less:				
Goodwill	(2,633,383)	(2,633,383)	(905,519)	(905,519)
Intangible assets (include associated deferred tax liabilities)	(408,106)	(370,192)	(359,417)	(316,088)
55% of cumulative gains arising from change in value of AFS instruments	(151,220)	(45,150)	(150,418)	(62,398)
Shortfall of eligible provisions to expected losses under the IRB approach	(352,833)	(308,827)	(321,262)	(300,089)
Investment in subsidiaries ²	(121,154)	(91,176)	(4,126,434)	(3,084,205)
Other deductions ³	(65,713)	(85,550)	(63,934)	(82,630)
Deferred tax assets	(70,992)	(120,584)	(35,851)	(74,772)
Total Common Equity Tier I Capital	17,769,137	17,266,877	13,275,388	13,909,018
Hybrid Tier I Capital Securities ⁴	300,000	360,000	300,000	360,000
Qualifying non-controlling interests recognised as Tier I Capital	13,458	11,677	-	-
Total Tier I Capital	18,082,595	17,638,554	13,575,388	14,269,018
<u>Tier II Capital</u>				
Subordinated obligations subject to gradual phase out treatment ⁵	2,000,000	2,400,000	2,000,000	2,400,000
Subordinated obligations meeting all relevant criteria	1,499,691	1,499,641	1,499,691	1,499,641
Qualifying capital instruments of a subsidiary issued to third parties ⁶	403,499	539,456	-	-
Collective impairment allowances and regulatory reserves ⁷	555,449	533,379	285,854	277,357
Less:				
Investment in subsidiaries	(30,289)	(60,783)	(1,031,609)	(2,056,137)
Total Tier II Capital	4,428,350	4,911,693	2,753,936	2,120,861
Total Capital	22,510,945	22,550,247	16,329,324	16,389,879

Note:

- During the financial period, the Group and the Bank had transferred a total of RM4,931,000 and RM3,785,000 respectively from the statutory reserves to retained profits pursuant to the adoption of the Revised Policy Document.
- 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 37.11 of the BNM's Guideline on Capital Adequacy Framework (Capital Components).
- 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.
- 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 37.7 of the BNM's Guideline on 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 37.7 of the BNM's Guideline on Capital Adequacy Framework (Capital Components).
- Qualifying subordinated sukuk that are recognised as Tier II capital instruments held by third parties as prescribed under paragraph 17.6 of the BNM's Guideline on Capital Adequacy Framework (Capital Components) which are issued by a fully consolidated subsidiary of the Bank.
- 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. Includes the qualifying regulatory reserves under the standardised approach for loans/financing of the Group and Bank of RM307,561,000 (31 December 2016 : RM283,467,000) and RM173,499,000 (31 December 2016 : RM165,135,000) respectively.

Table 5a: Exposures under the IRB Approach by PD Band, Exposure Weighted Average Loss Given Default ('LGD') and Exposure Weighted Average Risk Weight as at 30 June 2017

RHB Bank Group	Exposure At Default After Credit Risk Mitigation RM'000	Exposure Weighted Average LGD %	Exposure Weighted Average Risk Weight %	Undrawn Commitments RM'000
<u>Probability of Default ('PD') Range</u>				
Non Retail Exposures				
Corporate Exposures (excluding exposures with firm size adjustments)				
0 to 1	20,441,279	36.79	41.82	6,742,798
>1 to 4	5,009,206	37.43	90.27	1,376,301
>4 to 12	2,522,356	28.98	102.51	648,600
>12 to <100	78,972	18.27	95.97	7,074
Default or 100	1,768,289	42.35	-	-
Total for Corporate Exposures (excluding exposures with firm size adjustments)	29,820,102			8,774,773
Corporate Exposures (with firm size adjustments)				
0 to 1	10,305,321	38.60	48.11	4,088,021
>1 to 4	9,159,966	36.18	73.44	3,154,587
>4 to 12	3,504,740	34.65	96.57	1,265,654
>12 to <100	252,828	34.23	143.85	32,303
Default or 100	568,074	36.77	-	-
Total for Corporate Exposures (with firm size adjustments)	23,790,929			8,540,565
Total Non Retail Exposures	53,611,031			17,315,338
Retail Exposures				
Residential Mortgages Exposures				
0 to 3	30,272,239	16.34	18.55	952,901
>3 to 10	2,711,086	16.51	52.61	41,670
>10 to 20	590,207	16.40	81.74	6,110
>20 to <100	2,332,074	16.39	84.95	7,852
Default or 100	665,156	16.47	126.22	10,221
Total for Residential Mortgages Exposures	36,570,762			1,018,754
Qualifying Revolving Retail Exposures				
0 to 3	1,153,990	57.63	29.70	3,346,898
>3 to 10	1,021,889	57.99	78.20	743,633
>10 to 20	473,515	57.00	118.14	162,831
>20 to <100	274,117	55.11	152.83	82,480
Default or 100	66,589	53.55	362.04	-
Total for Qualifying Revolving Retail Exposures	2,990,100			4,335,842
Hire Purchase Exposures				
0 to 3	6,549,066	43.98	31.34	-
>3 to 10	280,094	46.95	68.90	-
>10 to 20	383,373	45.67	87.76	-
>20 to <100	263,703	47.92	125.56	-
Default or 100	111,264	46.88	235.50	-
Total Hire Purchase Exposures	7,587,500			-
Other Retail Exposures				
0 to 3	19,529,986	19.03	16.83	6,340,821
>3 to 10	14,311,888	34.55	52.45	2,508,221
>10 to 20	756,465	44.38	86.60	74,648
>20 to <100	1,519,292	18.57	43.26	95,130
Default or 100	589,083	56.67	136.48	11,347
Total Other Retail Exposures	36,706,714			9,030,167
Total Retail Exposures	83,855,076			14,384,763
Total Non Retail & Retail Exposures under IRB Approach	137,466,107			31,700,101

Table 5b: Exposures under the IRB Approach by PD Band, Exposure Weighted Average Loss Given Default ('LGD') and Exposure Weighted Average Risk Weight as at 31 December 2016 (Restated)

RHB Bank Group	Exposure At Default After Credit Risk Mitigation RM'000	Exposure Weighted Average LGD %	Exposure Weighted Average Risk Weight %	Undrawn Commitments RM'000
Probability of Default ('PD') Range				
Non Retail Exposures				
Corporate Exposures (excluding exposures with firm size adjustments)				
0 to 1	19,481,796	36.15	37.07	6,150,896
>1 to 4	7,708,987	40.11	96.15	3,322,752
>4 to 12	2,561,453	36.59	121.91	302,442
>12 to <100	292,737	15.55	73.46	7,227
Default or 100	1,704,607	42.28	-	-
Total for Corporate Exposures (excluding exposures with firm size adjustments)	31,749,580			9,783,317
Corporate Exposures (with firm size adjustments)				
0 to 1	7,502,883	40.82	44.58	3,338,942
>1 to 4	12,539,192	38.03	74.45	4,211,151
>4 to 12	3,425,450	37.83	105.61	1,135,710
>12 to <100	303,476	39.03	154.55	50,324
Default or 100	487,268	39.83	-	-
Total for Corporate Exposures (with firm size adjustments)	24,258,269			8,736,127
Total Non Retail Exposures	56,007,849			18,519,444
Retail Exposures				
Residential Mortgages Exposures				
0 to 3	29,275,577	16.29	18.54	768,498
>3 to 10	2,072,389	16.44	46.86	23,828
>10 to 20	1,237,409	16.42	78.20	19,346
>20 to <100	1,935,508	16.37	83.32	4,279
Default or 100	604,562	16.47	109.26	3,072
Total for Residential Mortgages Exposures	35,125,445			819,023
Qualifying Revolving Retail Exposures				
0 to 3	1,337,512	57.76	28.22	2,678,238
>3 to 10	1,152,399	57.40	74.63	440,024
>10 to 20	255,708	56.02	113.63	75,440
>20 to <100	212,248	53.09	144.32	17,701
Default or 100	67,209	51.25	347.28	1,775
Total for Qualifying Revolving Retail Exposures	3,025,076			3,213,178
Hire Purchase Exposures				
0 to 3	7,005,805	43.70	30.47	-
>3 to 10	308,180	46.47	68.20	-
>10 to 20	433,181	45.25	87.38	-
>20 to <100	134,009	46.01	118.08	-
Default or 100	104,801	46.38	196.24	-
Total Hire Purchase Exposures	7,985,976			-
Other Retail Exposures				
0 to 3	17,915,966	19.11	16.76	6,291,916
>3 to 10	14,958,764	32.33	49.12	2,564,427
>10 to 20	800,766	43.27	84.10	149,010
>20 to <100	1,636,898	16.00	36.96	58,894
Default or 100	660,046	48.07	120.19	19,898
Total Other Retail Exposures	35,972,440			9,084,145
Total Retail Exposures	82,108,937			13,116,346
Total Non Retail & Retail Exposures under IRB Approach	138,116,786			31,635,790

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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 2017

RHB Bank Group	Exposure At Default After Credit Risk Mitigation	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Expected Losses ('EL') Range</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>
<u>Retail Exposures</u>			
Residential Mortgages Exposures			
0 to 1	32,556,324	0.21	987,816
>1 to 10	3,453,346	0.98	29,802
>10 to <100	505,606	0.51	1,136
100	55,486	-	-
Total Residential Mortgages Exposures	<u>36,570,762</u>		<u>1,018,754</u>
Qualifying Revolving Retail Exposures			
0 to 1	871,602	0.48	2,663,551
>1 to 10	1,790,246	0.82	1,587,714
>10 to <100	328,252	1.43	84,577
100	-	-	-
Total Qualifying Revolving Retail Exposures	<u>2,990,100</u>		<u>4,335,842</u>
Hire Purchase Exposures			
0 to 1	6,352,342	0.31	-
>1 to 10	913,896	0.90	-
>10 to <100	278,090	1.43	-
100	43,172	-	-
Total Hire Purchase Exposures	<u>7,587,500</u>		<u>-</u>
Other Retail Exposures			
0 to 1	25,941,324	0.15	6,402,757
>1 to 10	9,905,480	0.84	2,607,390
>10 to <100	758,664	0.99	20,020
100	101,246	0.07	-
Total Other Retail Exposures	<u>36,706,714</u>		<u>9,030,167</u>
Total Retail Exposures	<u>83,855,076</u>		<u>14,384,763</u>

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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 2016 (Restated)

RHB Bank Group	Exposure At Default After Credit Risk Mitigation	Exposure Weighted Average Risk Weight	Undrawn Commitments
<u>Expected Losses ('EL') Range</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>
<u>Retail Exposures</u>			
Residential Mortgages Exposures			
0 to 1	31,470,189	20.55	795,452
>1 to 10	3,078,590	95.27	23,158
>10 to <100	567,487	42.23	413
100	9,179	-	-
Total Residential Mortgages Exposures	35,125,445		819,023
Qualifying Revolving Retail Exposures			
0 to 1	1,046,275	42.57	2,235,183
>1 to 10	1,749,354	75.04	958,523
>10 to <100	229,425	134.97	19,472
100	22	-	-
Total Qualifying Revolving Retail Exposures	3,025,076		3,213,178
Hire Purchase Exposures			
0 to 1	6,795,310	29.61	-
>1 to 10	1,003,231	86.44	-
>10 to <100	140,246	148.55	-
100	47,189	-	-
Total Hire Purchase Exposures	7,985,976		-
Other Retail Exposures			
0 to 1	25,675,833	14.32	6,399,370
>1 to 10	9,388,565	84.97	2,659,600
>10 to <100	712,566	106.69	25,175
100	195,476	3.82	-
Total Other Retail Exposures	35,972,440		9,084,145
Total Retail Exposures	82,108,937		13,116,346

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

RHB Bank Group	Actual Losses as at 30.06 2017 RM'000	Expected Losses as at 30.06.2016 RM'000	Actual Losses as at 30.06.2016 RM'000	Expected Losses as at 30.06.2015 RM'000
Exposure Class				
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	105
Corporates, of which				
Corporate Exposures (excluding exposures with firm size adjustments)	222,300	163,957	41,551	140,919
Corporate Exposures (with firm size adjustments)	69,573	167,505	39,522	170,858
Retail, of which				
Residential Mortgages Exposures	28,974	193,121	41,409	183,252
Qualifying Revolving Retail Exposures	67,225	38,720	47,788	28,787
Hire Purchase Exposures	30,111	85,066	35,027	110,258
Other Retail Exposures	96,444	270,608	47,262	255,777
Total	514,627	918,977	252,559	889,956

Note :

Actual losses are derived from impairment allowances and write-offs during the year, while expected losses (EL) measures the loss expected from the Group's credit exposures as at 30 June of the preceding year.

Table 8a: Summary of Credit Exposures with Credit Risk Mitigation ('CRM') by Asset Class and Minimum Capital Requirements (On and Off Balance Sheet Exposures) as at 30 June 2017

RHB Bank Group	Gross	Net Exposures /	Risk Weighted	Minimum
<u>Exposure Class</u>	<u>Exposures / EAD</u>	<u>EAD after CRM</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
<u>Exposures under Standardised Approach ('SA')</u>				
<u>On Balance Sheet Exposures</u>				
Sovereigns & Central Banks	27,802,512	27,802,512	1,079,446	86,356
Public Sector Entities	7,503,718	7,503,718	451,472	36,118
Banks, Development Financial Institutions & MDBs	14,043,732	14,043,732	4,235,084	338,807
Insurance/Takaful Cos, Securities Firms & Fund Managers	926,977	924,670	924,670	73,974
Corporates	43,365,288	40,285,933	27,821,393	2,225,711
Regulatory Retail	6,349,496	5,920,434	5,052,728	404,218
Residential Mortgages	1,592,835	1,580,928	562,418	44,993
Higher Risk Assets	136	136	204	16
Other Assets	5,937,605	5,937,605	2,599,149	207,932
Securitisation Exposures	-	-	-	-
Equity Exposures	645,199	645,199	660,342	52,827
Defaulted Exposures	466,474	447,393	508,286	40,663
Total On Balance Sheet Exposures	108,633,972	105,092,260	43,895,192	3,511,615
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	3,917,821	3,731,365	1,245,722	99,658
Off balance sheet exposures other than OTC derivatives or credit derivatives	5,650,684	4,772,857	3,496,267	279,701
Defaulted Exposures	14,881	14,747	3,137	251
Total Off Balance Sheet Exposures	9,583,386	8,518,969	4,745,126	379,610
Total On and Off Balance Sheet Exposures under SA	118,217,358	113,611,229	48,640,318	3,891,225
<u>Exposures under F-IRB Approach</u>				
<u>On Balance Sheet Exposures</u>				
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	42,789,356	42,796,115	25,886,196	2,070,896
Corporate Exposures (excluding exposures with firm size adjustments)	23,322,941	23,323,187	12,851,410	1,028,113
Corporate Exposures (with firm size adjustments)	19,466,415	19,472,928	13,034,786	1,042,783
Defaulted Exposures	2,274,443	2,267,684	-	-
Total On Balance Sheet Exposures	45,063,799	45,063,799	25,886,196	2,070,896
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	1,449,340	1,449,340	799,418	63,953
Off balance sheet exposures other than OTC derivatives or credit derivatives	7,028,344	7,029,213	4,481,266	358,501
Defaulted Exposures	69,548	68,679	-	-
Total Off Balance Sheet Exposures	8,547,232	8,547,232	5,280,684	422,454
<u>Exposures under A-IRB Approach</u>				
<u>On Balance Sheet Exposures</u>				
Retail, of which	73,510,077	73,513,105	24,583,663	1,966,693
Residential Mortgages Exposures	34,897,072	34,897,072	9,312,082	744,967
Qualifying Revolving Retail Exposures	1,850,500	1,850,500	1,642,581	131,406
Hire Purchase Exposures	7,476,236	7,476,236	2,912,916	233,033
Other Retail Exposures	29,286,269	29,289,297	10,716,084	857,287
Defaulted Exposures	1,411,790	1,408,762	2,100,571	168,046
Total On Balance Sheet Exposures	74,921,867	74,921,867	26,684,234	2,134,739
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives				
Off balance sheet exposures other than OTC derivatives or credit derivatives	8,909,878	8,909,878	2,061,782	164,943
Defaulted Exposures	23,331	23,331	46,091	3,687
Total Off Balance Sheet Exposures	8,933,209	8,933,209	2,107,873	168,630
Total On and Off Balance Sheet Exposures before scaling factor under the IRB Approach	137,466,107	137,466,107	59,958,987	4,796,719
Total On and Off Balance Sheet Exposures after scaling factor, 1.06 under the IRB Approach			63,556,526	5,084,522
Total (Exposures under the SA Approach and Exposures under the IRB Approach)	255,683,465	251,077,336	112,196,844	8,975,747

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 Credit Risk Mitigation ('CRM') by Asset Class and Minimum Capital Requirements (On and Off Balance Sheet Exposures) as at 31 December 2016

RHB Bank Group	Gross	Net Exposures /	Risk Weighted	Minimum
<u>Exposure Class</u>	<u>Exposures / EAD</u>	<u>EAD after CRM</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
<u>Exposures under Standardised Approach ('SA')</u>				
<u>On Balance Sheet Exposures</u>				
Sovereigns & Central Banks	28,735,480	28,735,480	975,817	78,065
Public Sector Entities	7,409,112	7,404,457	413,148	33,052
Banks, Development Financial Institutions & MDBs	18,585,477	18,552,250	5,208,800	416,705
Insurance/Takaful Cos, Securities Firms & Fund Managers	1,142,978	1,142,978	1,142,978	91,438
Corporates	39,556,058	36,968,888	25,028,484	2,002,279
Regulatory Retail	6,691,533	6,262,231	5,252,087	420,166
Residential Mortgages	2,220,777	2,203,047	949,077	75,926
Higher Risk Assets	28	28	42	3
Other Assets	6,630,381	6,630,381	2,531,571	202,526
Securitisation Exposures	-	-	-	-
Equity Exposures	638,338	638,338	653,913	52,313
Defaulted Exposures	689,434	665,763	751,412	60,113
Total On Balance Sheet Exposures	112,299,596	109,203,841	42,907,329	3,432,586
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	5,698,138	4,936,890	1,825,119	146,009
Off balance sheet exposures other than OTC derivatives or credit derivatives	5,276,593	4,876,606	3,478,505	278,281
Defaulted Exposures	11,218	11,218	3,558	285
Total Off Balance Sheet Exposures	10,985,949	9,824,714	5,307,182	424,575
Total On and Off Balance Sheet Exposures under SA	123,285,545	119,028,555	48,214,511	3,857,161
<u>Exposures under F-IRB Approach</u>				
<u>On Balance Sheet Exposures</u>				
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	44,207,633	44,209,343	28,184,246	2,254,739
Corporate Exposures (excluding exposures with firm size adjustments)	24,601,509	24,601,560	14,426,520	1,154,121
Corporate Exposures (with firm size adjustments)	19,606,124	19,607,783	13,757,726	1,100,618
Defaulted Exposures	2,119,516	2,117,806	-	-
Total On Balance Sheet Exposures	46,327,149	46,327,149	28,184,246	2,254,739
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	1,740,253	1,740,253	928,582	74,287
Off balance sheet exposures other than OTC derivatives or credit derivatives	7,866,379	7,866,379	5,622,808	449,824
Defaulted Exposures	74,068	74,068	-	-
Total Off Balance Sheet Exposures	9,680,700	9,680,700	6,551,390	524,111
<u>Exposures under A-IRB Approach</u>				
<u>On Balance Sheet Exposures</u>				
Retail, of which	72,003,014	72,003,014	23,290,415	1,863,233
Residential Mortgages Exposures	33,704,933	33,704,933	8,823,342	705,867
Qualifying Revolving Retail Exposures	1,903,964	1,903,964	1,421,868	113,749
Hire Purchase Exposures	7,881,176	7,881,176	2,881,806	230,545
Other Retail Exposures	28,512,941	28,512,941	10,163,399	813,072
Defaulted Exposures	1,413,647	1,413,647	1,843,511	147,481
Total On Balance Sheet Exposures	73,416,661	73,416,661	25,133,926	2,010,714
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	1,116	1,116	759	61
Off balance sheet exposures other than OTC derivatives or credit derivatives	8,668,190	8,668,190	2,031,420	162,514
Defaulted Exposures	22,970	22,970	49,403	3,952
Total Off Balance Sheet Exposures	8,692,276	8,692,276	2,081,582	166,527
Total On and Off Balance Sheet Exposures before scaling factor under the IRB Approach	138,116,786	138,116,786	61,951,144	4,956,091
Total On and Off Balance Sheet Exposures after scaling factor, 1.06 under the IRB Approach			65,668,213	5,253,457
Total (Exposures under the SA Approach and Exposures under the IRB Approach)	261,402,331	257,145,341	113,882,724	9,110,618

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

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**Table 9a: Exposures on Off Balance Sheet and Counterparty Credit Risk (Before Credit Risk Mitigation)
as at 30 June 2017**

RHB Bank Group	Principal / Notional Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
<u>Nature of Item</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Direct credit substitutes	1,730,545		1,698,571	946,472
Transaction related contingent items	4,723,192		2,343,065	1,220,358
Short term self liquidating trade related contingencies	991,312		196,429	113,180
NIFs and obligations under underwriting agreement	-		-	-
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo style transactions	157,167		157,167	5,419
Foreign exchange related contracts	103,019,159	2,126,570	4,315,048	1,666,575
1 year or less	94,930,709	1,434,422	2,779,924	917,050
Over 1 year to 5 years	6,911,857	633,153	1,250,051	594,371
Over 5 years	1,176,593	58,995	285,073	155,154
Interest/profit rate related contracts	40,733,209	173,446	1,048,239	377,985
1 year or less	11,718,718	14,783	33,903	12,046
Over 1 year to 5 years	24,481,350	102,870	593,913	221,906
Over 5 years	4,533,141	55,793	420,423	144,033
Equity related contracts	51,708	825	3,928	579
1 year or less	51,708	825	3,928	579
Over 1 year to 5 years	-	-	-	-
Over 5 years	-	-	-	-
Other commitments, such as formal standby facilities and credit/ financing lines, with original maturity of over 1 year	26,289,312		16,478,827	7,385,231
Other commitments, such as formal standby facilities and credit/ financing lines, with original maturity of up to 1 year	2,962,867		726,617	336,685
Any commitments that are unconditionally cancellable at any time by the Bank without prior notice or that effective provide for automatic cancellation due to deterioration in a borrower's/ customer's creditworthiness	15,658,821		49,478	45,721
Unutilised credit card lines (for portfolios under the standardised approach subject to 20% CCF)	232,287		46,458	35,478
Total	196,549,579	2,300,841	27,063,827	12,133,683

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**Table 9b: Exposures on Off Balance Sheet and Counterparty Credit Risk (Before Credit Risk Mitigation)
as at 31 December 2016**

RHB Bank Group	Principal / Notional Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
<u>Nature of Item</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Direct credit substitutes	1,958,320		1,925,426	1,162,224
Transaction related contingent items	4,974,915		2,458,073	1,371,854
Short term self liquidating trade related contingencies	965,839		191,317	101,690
NIFs and obligations under underwriting agreement	76,000		38,000	38,000
Lending of banks' securities or the posting of securities as collateral by banks, including instances where these arise out of repo style transactions	307,856		307,856	2,328
Foreign exchange related contracts	102,083,344	3,882,705	6,086,137	2,379,279
1 year or less	93,465,618	3,006,533	4,422,483	1,521,275
Over 1 year to 5 years	7,442,666	788,821	1,394,264	722,782
Over 5 years	1,175,060	87,351	269,390	135,222
Interest/profit rate related contracts	40,955,396	204,562	1,044,540	372,772
1 year or less	11,067,109	21,511	35,514	12,808
Over 1 year to 5 years	26,387,742	114,187	638,519	213,453
Over 5 years	3,500,545	68,864	370,507	146,511
Equity related contracts	14,368	125	987	80
1 year or less	14,368	125	987	80
Over 1 year to 5 years	-	-	-	-
Over 5 years	-	-	-	-
Other commitments, such as formal standby facilities and credit/ financing lines, with original maturity of over 1 year	22,964,647		15,653,554	7,836,940
Other commitments, such as formal standby facilities and credit/ financing lines, with original maturity of up to 1 year	2,821,168		556,610	230,508
Any commitments that are unconditionally cancellable at any time by the Bank without prior notice or that effective provide for automatic cancellation due to deterioration in a borrower's/ customer's creditworthiness	19,068,447		1,096,425	444,479
Unutilised credit card lines (for portfolios under the standardised approach subject to 20% CCF)	-		-	-
Total	196,190,300	4,087,392	29,358,925	13,940,154

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Table 10a: Credit Risk Exposures (Before Credit Risk Mitigation) by Geographical Distribution as at 30 June 2017

RHB Bank Group Exposure Class	Malaysia	Singapore	Thailand	Brunei	Cambodia	Laos	Hong Kong	Indonesia	Total
	(include Labuan) 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	23,220,956	3,421,757	391,534	124,107	741,586	240,867	-	-	28,140,807
Public Sector Entities	6,943,259	606,055	537,911	-	-	-	-	-	8,087,225
Banks, Development Financial Institutions & MDBs	12,132,699	5,126,781	204,424	185,403	391,023	31,690	44,524	116,226	18,232,770
Insurance/Takaful Cos, Securities Firms & Fund Managers	552,722	379,574	5,712	-	-	-	30,508	1	968,517
Corporates	40,436,512	3,417,729	1,750,343	77,076	1,080,573	62,362	441,168	102,004	47,367,767
Regulatory Retail	4,674,913	1,456,266	20,583	103,018	787,980	154,963	-	-	7,197,723
Residential Mortgages	112,674	1,526,869	-	-	-	-	-	-	1,639,543
Higher Risk Assets	37	-	-	-	107	-	-	-	144
Other Assets	4,592,018	713,193	290,705	11,652	48,106	17,053	124,420	140,516	5,937,663
Total Exposures under Standardised Approach	92,665,790	16,648,224	3,201,212	501,256	3,049,375	506,935	640,620	358,747	117,572,159
Exposures under IRB Approach									
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-
Corporates, of which	46,287,453	7,323,578	-	-	-	-	-	-	53,611,031
Corporate Exposures (excluding exposures with firm size adjustments)	25,348,603	4,471,500	-	-	-	-	-	-	29,820,103
Corporate Exposures (with firm size adjustments)	20,938,850	2,852,078	-	-	-	-	-	-	23,790,928
Retail, of which	83,855,076	-	-	-	-	-	-	-	83,855,076
Residential Mortgages Exposures	36,570,762	-	-	-	-	-	-	-	36,570,762
Qualifying Revolving Retail Exposures	2,990,100	-	-	-	-	-	-	-	2,990,100
Hire Purchase Exposures	7,587,500	-	-	-	-	-	-	-	7,587,500
Other Retail Exposures	36,706,714	-	-	-	-	-	-	-	36,706,714
Total Exposures under IRB Approach	130,142,529	7,323,578	-	-	-	-	-	-	137,466,107
Total Exposures under Standardised and IRB Approaches	222,808,319	23,971,802	3,201,212	501,256	3,049,375	506,935	640,620	358,747	255,038,266

Note: This table excludes equity and securitisation exposures

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Table 10b: Credit Risk Exposures (Before Credit Risk Mitigation) by Geographical Distribution as at 31 December 2016

RHB Bank Group Exposure Class	Malaysia	Singapore	Thailand	Brunei	Cambodia	Laos	Hong Kong	Indonesia	Total
	(include Labuan) 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	24,885,324	2,716,710	646,622	66,182	661,507	254,006	-	-	29,230,351
Public Sector Entities	6,881,414	530,997	486,570	-	-	-	-	-	7,898,981
Banks, Development Financial Institutions & MDBs	15,981,470	6,867,566	129,337	237,921	522,351	29,153	52,485	93,733	23,914,016
Insurance/Takaful Cos, Securities Firms & Fund Managers	745,607	554,104	2,661	-	-	-	15,453	1	1,317,826
Corporates	37,079,365	3,390,176	1,735,705	77,530	911,768	48,269	597,592	59,595	43,900,000
Regulatory Retail	4,959,963	1,515,930	27,356	105,836	701,482	134,078	-	-	7,444,645
Residential Mortgages	482,150	1,826,979	-	1,442	-	-	-	-	2,310,571
Higher Risk Assets	36	-	-	-	-	-	-	-	36
Other Assets	5,421,286	567,348	240,827	7,199	47,147	16,861	65,464	264,649	6,630,781
Total Exposures under Standardised Approach	96,436,615	17,969,810	3,269,078	496,110	2,844,255	482,367	730,994	417,978	122,647,207
Exposures under IRB Approach									
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-
Corporates, of which	48,141,853	7,865,996	-	-	-	-	-	-	56,007,849
Corporate Exposures (excluding exposures with firm size adjustments)	26,660,199	5,089,381	-	-	-	-	-	-	31,749,580
Corporate Exposures (with firm size adjustments)	21,481,654	2,776,615	-	-	-	-	-	-	24,258,269
Retail, of which	82,108,937	-	-	-	-	-	-	-	82,108,937
Residential Mortgages Exposures	35,125,445	-	-	-	-	-	-	-	35,125,445
Qualifying Revolving Retail Exposures	3,025,076	-	-	-	-	-	-	-	3,025,076
Hire Purchase Exposures	7,985,976	-	-	-	-	-	-	-	7,985,976
Other Retail Exposures	35,972,440	-	-	-	-	-	-	-	35,972,440
Total Exposures under IRB Approach	130,250,790	7,865,996	-	-	-	-	-	-	138,116,786
Total Exposures under Standardised and IRB Approaches	226,687,405	25,835,806	3,269,078	496,110	2,844,255	482,367	730,994	417,978	260,763,993

Note: This table excludes equity and securitisation exposures

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Table 11a: Credit Risk Exposures (Before Credit Risk Mitigation) by Industry Sector as at 30 June 2017

RHB Bank Group	Agriculture		Mining & Quarrying		Manufacturing		Electricity, Gas & Water Supply		Construction		Wholesale, Retail Trade, Restaurants & Hotels		Transport, Storage & Communication		Finance, Insurance/ Takaful, Real Estate & Business		Education, Health & Others		Household		Others		Total			
Exposure Class	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	
Exposures under Standardised Approach																										
Sovereigns & Central Banks	-	-	-	-	-	-	-	-	-	-	-	-	-	13,940,688	14,200,119	-	-	-	-	-	-	-	-	-	28,140,807	
Public Sector Entities	-	-	-	12,829	-	-	612	128,723	338,818	7,606,243	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,087,225	
Banks, Development Financial Institutions & MDBs	-	-	-	-	-	-	-	-	-	-	-	-	-	18,232,770	-	-	-	-	-	-	-	-	-	-	18,232,770	
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	968,517	-	-	-	-	-	-	-	-	-	-	968,517	
Corporates	2,608,318	1,303,195	2,837,768	2,327,503	6,388,716	2,814,292	3,990,520	20,955,965	1,265,147	2,876,343	-	-	-	-	-	-	-	-	-	-	-	-	-	-	47,367,767	
Regulatory Retail	6,886	4,438	127,564	2,944	132,873	289,412	59,304	180,583	17,945	6,375,774	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,197,723	
Residential Mortgages	-	-	-	-	-	-	-	-	-	1,639,543	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,639,543	
Higher Risk Assets	-	-	3	-	-	-	-	107	-	34	-	-	-	-	-	-	-	-	-	-	-	-	-	-	144	
Other Assets	-	-	-	-	-	-	-	28,287	540,448	-	-	-	-	-	-	-	-	-	-	-	-	5,368,928	-	-	5,937,663	
Total Exposures under Standardised Approach	2,615,204	1,307,633	2,965,335	2,343,276	6,521,589	3,104,316	4,206,834	55,157,896	23,089,454	10,891,694	5,368,928	117,572,159														
Exposures under IRB Approach																										
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Corporates, of which	5,049,008	1,618,475	7,491,179	701,453	7,833,563	6,914,368	5,592,442	13,428,169	4,982,374	-	-	53,611,031														
Corporate Exposures (excluding exposures with firm size adjustments)	2,505,804	1,483,826	4,025,261	531,313	3,789,844	2,036,531	3,695,708	7,307,394	4,444,422	-	-	29,820,103														
Corporate Exposures (with firm size adjustments)	2,543,204	134,649	3,465,918	170,140	4,043,719	4,877,837	1,896,734	6,120,775	537,952	-	-	23,790,928														
Retail, of which	105,984	17,111	910,424	1,854	984,691	2,995,430	227,461	1,923,827	126,190	76,562,104	-	83,855,076														
Residential Mortgages Exposures	-	-	-	-	-	-	-	-	-	36,570,762	-	36,570,762														
Qualifying Revolving Retail Exposures	-	-	-	-	-	-	-	-	-	2,990,100	-	2,990,100														
Hire Purchase Exposures	-	-	-	-	-	-	-	-	-	7,587,500	-	7,587,500														
Other Retail Exposures	105,984	17,111	910,424	1,854	984,691	2,995,430	227,461	1,923,827	126,190	29,413,742	-	36,706,714														
Total Exposures under IRB Approach	5,154,992	1,635,586	8,401,603	703,307	8,818,254	9,909,798	5,819,903	15,351,996	5,108,564	76,562,104	-	137,466,107														
Total Exposures under Standardised and IRB Approaches	7,770,196	2,943,219	11,366,938	3,046,583	15,339,843	13,014,114	10,026,737	70,509,892	28,198,018	87,453,798	5,368,928	255,038,266														

Note: This table excludes equity and securitisation exposures

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 11b: Credit Risk Exposures (Before Credit Risk Mitigation) by Industry Sector as at 31 December 2016

RHB Bank Group	Agriculture		Mining & Quarrying		Manufacturing		Electricity, Gas & Water Supply		Construction		Wholesale, Retail Trade, Restaurants & Hotels		Transport, Storage & Communication		Finance, Insurance/ Takaful, Real Estate & Business		Education, Health & Others		Household		Others		Total			
Exposure Class	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	
Exposures under Standardised Approach																										
Sovereigns & Central Banks	-	-	-	-	-	-	-	-	-	-	-	-	-	14,957,284	14,273,067	-	-	-	-	-	-	-	-	-	29,230,351	
Public Sector Entities	-	-	-	12,824	-	-	428	126,626	378,975	7,380,128	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,898,981	
Banks, Development Financial Institutions & MDBs	-	-	-	-	-	-	-	-	-	-	-	-	-	23,914,016	-	-	-	-	-	-	-	-	-	-	23,914,016	
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	1,317,826	-	-	-	-	-	-	-	-	-	-	1,317,826	
Corporates	2,357,383	611,618	3,135,946	2,658,130	4,734,432	2,314,931	3,951,222	19,624,935	1,703,719	2,807,684	-	-	-	-	-	-	-	-	-	-	-	-	-	-	43,900,000	
Regulatory Retail	66,257	26,299	361,954	4,497	314,180	417,469	185,786	318,741	42,032	5,707,430	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,444,645	
Residential Mortgages	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,310,571	-	-	-	2,310,571	
Higher Risk Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36	-	-	-	36	
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	28,132	455,529	-	-	-	-	-	-	-	6,147,120	-	-	6,630,781	
Total Exposures under Standardised Approach	2,423,640	637,917	3,497,900	2,675,451	5,048,612	2,732,828	4,291,766	60,967,306	23,398,946	10,825,721	6,147,120	6,630,781	6,630,781	60,967,306	23,398,946	10,825,721	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	122,647,207	
Exposures under IRB Approach																										
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Corporates, of which	5,260,218	1,743,790	8,132,956	866,968	7,935,966	7,479,865	6,206,480	13,532,084	4,849,522	-	-	-	-	56,007,849	-	-	-	-	-	-	-	-	-	-	-	56,007,849
Corporate Exposures (excluding exposures with firm size adjustments)	2,597,967	1,632,076	4,435,109	655,910	3,798,509	2,782,776	4,311,486	7,518,091	4,017,656	-	-	-	-	31,749,580	-	-	-	-	-	-	-	-	-	-	-	31,749,580
Corporate Exposures (with firm size adjustments)	2,662,251	111,714	3,697,847	211,058	4,137,457	4,697,089	1,894,994	6,013,993	831,866	-	-	-	-	24,258,269	-	-	-	-	-	-	-	-	-	-	-	24,258,269
Retail, of which	95,153	17,905	847,974	2,956	868,724	3,028,891	204,468	1,805,034	304,118	74,933,714	-	-	82,108,937	-	-	-	-	-	-	-	-	-	-	-	-	82,108,937
Residential Mortgages Exposures	-	-	-	-	-	-	-	-	-	35,125,445	-	-	35,125,445	-	-	-	-	-	-	-	-	-	-	-	-	35,125,445
Qualifying Revolving Retail Exposures	-	-	-	-	-	-	-	-	-	3,025,076	-	-	3,025,076	-	-	-	-	-	-	-	-	-	-	-	-	3,025,076
Hire Purchase Exposures	-	-	-	-	-	-	-	-	-	7,985,976	-	-	7,985,976	-	-	-	-	-	-	-	-	-	-	-	-	7,985,976
Other Retail Exposures	95,153	17,905	847,974	2,956	868,724	3,028,891	204,468	1,805,034	304,118	28,797,217	-	-	35,972,440	-	-	-	-	-	-	-	-	-	-	-	-	35,972,440
Total Exposures under IRB Approach	5,355,371	1,761,695	8,980,930	869,924	8,804,690	10,508,756	6,410,948	15,337,118	5,153,640	74,933,714	-	-	138,116,786	-	-	-	-	-	-	-	-	-	-	-	-	138,116,786
Total Exposures under Standardised and IRB Approaches	7,779,011	2,399,612	12,478,830	3,545,375	13,853,302	13,241,584	10,702,714	76,304,424	28,552,586	85,759,435	6,147,120	6,147,120	6,147,120	76,304,424	28,552,586	85,759,435	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	6,147,120	260,763,993

Note: This table excludes equity and securitisation exposures

Table 12a: Credit Risk Exposures (Before Credit Risk Mitigation) by Remaining Maturity as at 30 June 2017

RHB Bank Group	One year or less	More than one to five years	Over five years	Total
<u>Exposure Class</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Exposures under Standardised Approach</u>				
Sovereigns & Central Banks	11,203,509	8,132,819	8,804,479	28,140,807
Public Sector Entities	1,794,653	4,878,496	1,414,076	8,087,225
Banks, Development Financial Institutions & MDBs	11,587,981	4,261,719	2,383,070	18,232,770
Insurance/Takaful Cos, Securities Firms & Fund Managers	24,150	296,714	647,653	968,517
Corporates	15,219,456	15,474,835	16,673,476	47,367,767
Regulatory Retail	1,377,877	1,432,373	4,387,473	7,197,723
Residential Mortgages	440	22,584	1,616,519	1,639,543
Higher Risk Assets	107	-	37	144
Other Assets	58	-	5,937,605	5,937,663
Total Exposures under Standardised Approach	41,208,231	34,499,540	41,864,388	117,572,159
<u>Exposures under IRB Approach</u>				
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	31,459,013	9,920,368	12,231,650	53,611,031
Corporate Exposures (excluding exposures with firm size adjustments)	19,239,530	5,783,857	4,796,716	29,820,103
Corporate Exposures (with firm size adjustments)	12,219,483	4,136,511	7,434,934	23,790,928
Retail, of which	3,920,226	9,220,458	70,714,392	83,855,076
Residential Mortgages Exposures	29,831	350,011	36,190,920	36,570,762
Qualifying Revolving Retail Exposures	177,246	2,407,363	405,491	2,990,100
Hire Purchase Exposures	141,631	3,431,396	4,014,473	7,587,500
Other Retail Exposures	3,571,518	3,031,688	30,103,508	36,706,714
Total Exposures under IRB Approach	35,379,239	19,140,826	82,946,042	137,466,107
Total Exposures under Standardised and IRB Approaches	76,587,470	53,640,366	124,810,430	255,038,266

Note: This table excludes equity and securitisation exposures

Table 12b: Credit Risk Exposures (Before Credit Risk Mitigation) by Remaining Maturity as at 31 December 2016

RHB Bank Group	One year or less	More than one to five years	Over five years	Total
<u>Exposure Class</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Exposures under Standardised Approach</u>				
Sovereigns & Central Banks	10,633,407	8,747,409	9,849,535	29,230,351
Public Sector Entities	960,610	5,286,114	1,652,257	7,898,981
Banks, Development Financial Institutions & MDBs	17,732,801	4,499,597	1,681,618	23,914,016
Insurance/Takaful Cos, Securities Firms & Fund Managers	60,285	393,904	863,637	1,317,826
Corporates	14,267,797	14,064,775	15,567,428	43,900,000
Regulatory Retail	1,479,229	1,855,380	4,110,036	7,444,645
Residential Mortgages	284,918	35,802	1,989,851	2,310,571
Higher Risk Assets	-	-	36	36
Other Assets	131,688	-	6,499,093	6,630,781
Total Exposures under Standardised Approach	45,550,735	34,882,981	42,213,491	122,647,207
<u>Exposures under IRB Approach</u>				
Insurance/Takaful Cos, Securities Firms & Fund Managers	-	-	-	-
Corporates, of which	33,083,596	10,892,014	12,032,239	56,007,849
Corporate Exposures (excluding exposures with firm size adjustments)	20,331,499	6,785,057	4,633,024	31,749,580
Corporate Exposures (with firm size adjustments)	12,752,097	4,106,957	7,399,215	24,258,269
Retail, of which	6,861,991	6,808,887	68,438,059	82,108,937
Residential Mortgages Exposures	25,463	330,414	34,769,568	35,125,445
Qualifying Revolving Retail Exposures	3,025,076	-	-	3,025,076
Hire Purchase Exposures	132,056	3,457,423	4,396,497	7,985,976
Other Retail Exposures	3,679,396	3,021,050	29,271,994	35,972,440
Total Exposures under IRB Approach	39,945,587	17,700,901	80,470,298	138,116,786
Total Exposures under Standardised and IRB Approaches	85,496,322	52,583,882	122,683,789	260,763,993

Note: This table excludes equity and securitisation exposures

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 13a: Portfolios under the Standardised Approach by Risk Weights as at 30 June 2017

RHB Bank Group

Exposure Class	Sovereigns & Central Banks RM'000	Public Sector Entities RM'000	Banks, Development Financial Institutions & MDBs RM'000	Insurance/ Takaful Cos, Securities Firms & Fund Managers RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Higher Risk Assets RM'000	Other Assets RM'000	Equity Exposures RM'000	Total Exposures after Credit Risk Mitigation RM'000	Total Risk Weighted Assets RM'000
Supervisory Risk Weights (%)												
0%	26,555,051	6,553,223	91,100	-	5,870,620	-	-	-	2,906,147	-	41,976,141	-
20%	550,729	991,159	12,053,288	-	2,460,531	200	-	-	540,446	-	16,596,353	3,319,271
35%	-	-	-	-	-	-	1,535,360	-	-	-	1,535,360	537,376
50%	-	537,911	5,458,579	-	819,581	13,558	62,806	-	-	-	6,892,435	3,446,218
64.5%	-	-	-	-	12,393,012	-	-	-	-	-	12,393,012	7,993,493
75%	-	-	-	-	-	4,005,794	-	-	-	-	4,005,794	3,004,345
100%	1,035,027	-	317,586	965,953	22,014,479	2,488,851	29,296	-	2,491,070	614,911	29,957,173	29,957,173
150%	-	-	-	-	177,105	47,424	-	144	-	30,288	254,961	382,442
Total Exposures	28,140,807	8,082,293	17,920,553	965,953	43,735,328	6,555,827	1,627,462	144	5,937,663	645,199	113,611,229	48,640,318

Table 13b: Portfolios under the Standardised Approach by Risk Weights as at 31 December 2016

RHB Bank Group

Exposure Class	Sovereigns & Central Banks RM'000	Public Sector Entities RM'000	Banks, Development Financial Institutions & MDBs RM'000	Insurance/ Takaful Cos, Securities Firms & Fund Managers RM'000	Corporates RM'000	Regulatory Retail RM'000	Residential Mortgages RM'000	Higher Risk Assets RM'000	Other Assets RM'000	Equity Exposures RM'000	Total Exposures after Credit Risk Mitigation RM'000	Total Risk Weighted Assets RM'000
Supervisory Risk Weights (%)												
0%	27,593,314	6,368,572	25,203	-	5,343,524	-	-	-	3,734,705	-	43,065,318	-
20%	702,807	1,039,069	16,484,248	-	2,940,539	70	-	-	455,529	-	21,622,262	4,324,452
35%	-	-	-	-	-	-	1,760,395	-	-	-	1,760,395	616,138
50%	-	486,570	6,613,750	-	856,075	19,476	55,182	-	-	-	8,031,053	4,015,527
64.5%	-	-	-	-	11,737,486	-	-	-	-	-	11,737,486	7,570,679
75%	-	-	-	-	-	4,572,611	422,608	-	-	-	4,995,219	3,746,414
100%	934,230	-	30,152	1,317,826	19,919,749	2,263,756	54,416	-	2,440,547	607,187	27,567,863	27,567,863
150%	-	-	-	-	177,550	40,222	-	36	-	31,151	248,959	373,438
Total Exposures	29,230,351	7,894,211	23,153,353	1,317,826	40,974,923	6,896,135	2,292,601	36	6,630,781	638,338	119,028,555	48,214,511

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 14a: Rated Exposures According to Ratings by External Credit Assessment Institutions ('ECAIs') as at 30 June 2017

RHB Bank Group

	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Ba3	B1 to C	Unrated	
Ratings of Corporates by Approved ECAIs	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 and Off Balance Sheet Exposures</u>							
Public Sector Entities		532,092	9,829	-	-	7,540,372	
Insurance/Takaful Cos, Securities Firms & Fund Managers		-	-	-	-	965,953	
Corporates		9,211,051	1,913,956	77,408	3,288	32,529,625	
	Moody's	P-1	P-2	P-3	Others	Unrated	
	S&P	A-1	A-2	A-3	Others	Unrated	
Ratings of Corporates by Approved ECAIs	Fitch	F1+, F1	F2	F3	B to D	Unrated	
	RAM	P-1	P-2	P-3	NP	Unrated	
	MARC	MARC-1	MARC-2	MARC-3	MARC-4	Unrated	
	R&I	a-1+, a-1	a-2	a-3	b, c	Unrated	
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	
<u>On & Off Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		-	-	-	-	-	
Corporates		-	-	-	-	-	
	Moody's	Aaa to Aa3	A1 to A3	Baa1 to Baa3	Ba1 to B3	Caa1 to C	Unrated
Ratings of Sovereigns and Central Banks by Approved ECAIs	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
	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On and Off Balance Sheet Exposures</u>							
Sovereigns & Central Banks		3,266,399	23,400,565	391,534	737,385	-	344,924
	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
Ratings of Banking Institutions by Approved ECAIs	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	BB1 to B3	C1 to D	Unrated
	MARC	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	C+ to D	Unrated
	R&I	AAA to AA-	A+ to A-	BBB+ to BBB-	BB+ to B-	CCC+ to C	Unrated
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On and Off Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		6,067,244	6,315,533	2,867,107	1,038	-	2,669,631

RHB BANK GROUP
BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 14b: Rated Exposures According to Ratings by External Credit Assessment Institutions ('ECAIs') as at 31 December 2016

RHB Bank Group

	Moody's S&P Fitch RAM MARC R&I	Aaa to Aa3 AAA to AA- AAA to AA- AAA to AA3 AAA to AA- AAA to AA-	A1 to A3 A+ to A- A+ to A- A1 to A3 A+ to A- A+ to A-	Baa1 to Ba3 BBB+ to BB- BBB+ to BB- BBB1 to BB3 BBB+ to BB- BBB+ to BB-	B1 to C B+ to D B+ to D B to D B1 to D B+ to D	Unrated Unrated Unrated Unrated Unrated Unrated	
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On and Off Balance Sheet Exposures</u>							
Public Sector Entities		437,216	5,463,705	-	-	1,993,290	
Insurance/Takaful Cos, Securities Firms & Fund Managers		-	-	-	-	1,317,826	
Corporates		9,260,460	2,301,627	225,619	3,288	29,043,860	
Short Term Ratings of Corporates by Approved ECAIs							
	Moody's S&P Fitch RAM MARC R&I	P-1 A-1 F1+, F1 P-1 MARC-1 a-1+, a-1	P-2 A-2 F2 P-2 MARC-2 a-2	P-3 A-3 F3 P-3 MARC-3 a-3	Others Others B to D NP MARC-4 b, c	Unrated Unrated Unrated Unrated Unrated Unrated	
		RM'000	RM'000	RM'000	RM'000	RM'000	
<u>On & Off Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		-	-	-	-	-	
Corporates		140,069	-	-	-	-	
Ratings of Sovereigns and Central Banks by Approved ECAIs							
	Moody's S&P Fitch RAM MARC R&I	Aaa to Aa3 AAA to AA- AAA to AA- AAA to AA3 AAA to AA- AAA to AA-	A1 to A3 A+ to A- A+ to A- A1 to A3 A+ to A- A+ to A-	Baa1 to Baa3 BBB+ to BBB- BBB+ to BBB- BBB3 BBB+ to BBB- BBB+ to BBB-	Ba1 to B3 BB+ to B- BB+ to B- BB+ to B- BB+ to B-	Caa1 to C CCC+ to D CCC+ to D CCC+ to C CCC+ to C	Unrated Unrated Unrated Unrated Unrated Unrated
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On and Off Balance Sheet Exposures</u>							
Sovereigns & Central Banks		5,672,531	21,933,945	646,623	657,063	-	320,189
Ratings of Banking Institutions by Approved ECAIs							
	Moody's S&P Fitch RAM MARC R&I	Aaa to Aa3 AAA to AA- AAA to AA- AAA to AA3 AAA to AA- AAA to AA-	A1 to A3 A+ to A- A+ to A- A1 to A3 A+ to A- A+ to A-	Baa1 to Baa3 BBB+ to BBB- BBB+ to BBB- BBB3 BBB+ to BBB- BBB+ to BBB-	Ba1 to B3 BB+ to B- BB+ to B- BB1 to B3 BB+ to B- BB+ to B-	Caa1 to C CCC+ to D CCC+ to D C1 to D C+ to D CCC+ to C	Unrated Unrated Unrated Unrated Unrated Unrated
<u>Exposure Class</u>		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>On and Off Balance Sheet Exposures</u>							
Banks, Development Financial Institutions & MDBs		12,468,404	5,814,979	3,562,201	31,241	-	1,276,528

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Table 15a: Credit Risk Mitigation of Portfolios under the Standardised Approach as at 30 June 2017

RHB Bank Group	Gross Exposures Before Credit Risk Mitigation	Gross Exposures Covered by Guarantees / Credit Derivatives	Gross Exposures Covered by Eligible Financial Collateral
<u>Exposure Class</u>	RM'000	RM'000	RM'000
<u>On Balance Sheet Exposures</u>			
Sovereigns & Central Banks	27,802,512	-	-
Public Sector Entities	7,503,718	6,053,223	-
Banks, Development Financial Institutions & MDBs	14,043,732	91,099	-
Insurance/Takaful Cos, Securities Firms & Fund Managers	926,977	-	2,307
Corporates	43,365,288	5,948,913	3,079,354
Regulatory Retail	6,349,496	200	429,062
Residential Mortgages	1,592,835	-	11,907
Higher Risk Assets	136	-	-
Other Assets	5,937,605	-	-
Securitisation Exposures	-	-	-
Equity Exposures	645,199	-	-
Defaulted Exposures	466,474	-	19,082
Total On Balance Sheet Exposures	108,633,972	12,093,435	3,541,712
<u>Off Balance Sheet Exposures</u>			
OTC Derivatives	3,917,821	-	186,456
Off balance sheet exposures other than OTC derivatives or credit derivatives	5,650,684	511,675	905,608
Defaulted Exposures	14,881	14,593	135
Total Off Balance Sheet Exposures	9,583,386	526,268	1,092,199
Total On and Off Balance Sheet Exposures	118,217,358	12,619,703	4,633,911

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BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 15b: Credit Risk Mitigation of Portfolios under the Standardised Approach as at 31 December 2016

RHB Bank Group	Gross Exposures Before Credit Risk Mitigation	Gross Exposures Covered by Guarantees / Credit Derivatives	Gross Exposures Covered by Eligible Financial Collateral
<u>Exposure Class</u>	RM'000	RM'000	RM'000
<u>On Balance Sheet Exposures</u>			
Sovereigns & Central Banks	28,735,480	-	-
Public Sector Entities	7,409,112	6,068,572	4,655
Banks, Development Financial Institutions & MDBs	18,585,477	25,203	-
Insurance/Takaful Cos, Securities Firms & Fund Managers	1,142,978	-	-
Corporates	39,556,058	4,011,118	2,587,171
Regulatory Retail	6,691,533	70	429,302
Residential Mortgages	2,220,777	-	17,729
Higher Risk Assets	28	-	-
Other Assets	6,630,381	-	-
Securitisation Exposures	-	-	-
Equity Exposures	638,338	-	-
Defaulted Exposures	689,434	5,142	23,672
Total On Balance Sheet Exposures	112,299,596	10,110,105	3,062,529
<u>Off Balance Sheet Exposures</u>			
OTC Derivatives	5,698,138	-	465,032
Off balance sheet exposures other than OTC derivatives or credit derivatives	5,276,593	516,667	729,432
Defaulted Exposures	11,218	10,206	-
Total Off Balance Sheet Exposures	10,985,949	526,873	1,194,464
Total On and Off Balance Sheet Exposures	123,285,545	10,636,978	4,256,993

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Table 16a: Credit Risk Mitigation of Portfolios under the IRB Approach as at 30 June 2017

RHB Bank Group	Gross Exposures Before Credit Risk Mitigation RM'000	Gross Exposures Covered by Guarantees / Credit Derivatives RM'000	Gross Exposures Covered by Eligible Financial Collateral RM'000	Gross Exposures Covered by Other Eligible Collateral RM'000
Exposure Class				
On Balance Sheet Exposures				
Insurance/Takaful Cos, Securities Firms & Fund Managers				
Corporates, of which	42,789,356	5,532,831	5,935,670	11,672,374
Corporate Exposures (excluding exposures with firm size adjustments)	23,322,941	3,176,687	4,428,193	3,136,606
Corporate Exposures (with firm size adjustments)	19,466,415	2,356,144	1,507,477	8,535,768
Retail, of which	73,510,077	23,927	7,732,831	48,918,511
Residential Mortgages Exposures	34,897,072	-	-	34,717,071
Qualifying Revolving Retail Exposures	1,850,500	-	-	-
Hire Purchase Exposures	7,476,236	-	-	-
Other Retail Exposures	29,286,269	23,927	7,732,831	14,201,440
Defaulted Exposures	3,686,233	9,788	112,820	1,295,828
Total On Balance Sheet Exposures	119,985,666	5,566,546	13,781,321	61,886,713
Off Balance Sheet Exposures				
OTC Derivatives	1,449,340	-	121,336	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	15,938,222	536,253	888,067	8,614,471
Defaulted Exposures	92,879	868	2,676	22,021
Total Off Balance Sheet Exposures	17,480,441	537,121	1,012,079	8,636,492
Total On and Off Balance Sheet Exposures	137,466,107	6,103,667	14,793,400	70,523,205

Table 16b: Credit Risk Mitigation of Portfolios under the IRB Approach as at 31 December 2016

RHB Bank Group	Gross Exposures Before Credit Risk Mitigation	Gross Exposures Covered by Guarantees / Credit Derivatives	Gross Exposures Covered by Eligible Financial Collateral	Gross 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/Takaful Cos, Securities Firms & Fund Managers				
Corporates, of which	44,207,633	4,832,944	5,270,534	10,952,848
Corporate Exposures (excluding exposures with firm size adjustments)	24,601,509	3,162,408	4,094,357	3,590,080
Corporate Exposures (with firm size adjustments)	19,606,124	1,670,536	1,176,177	7,362,768
Retail, of which	72,003,014	29,783	7,991,083	25,953,927
Residential Mortgages Exposures	33,704,933	-	-	22,162,968
Qualifying Revolving Retail Exposures	1,903,964	-	-	-
Hire Purchase Exposures	7,881,176	-	-	-
Other Retail Exposures	28,512,941	29,783	7,991,083	3,790,959
Defaulted Exposures	3,533,163	1,710	111,112	758,373
Total On Balance Sheet Exposures	119,743,810	4,864,437	13,372,729	37,665,148
<u>Off Balance Sheet Exposures</u>				
OTC Derivatives	1,741,369	-	144,603	-
Off balance sheet exposures other than OTC derivatives or credit derivatives	16,534,569	442,183	711,895	1,956,220
Defaulted Exposures	97,038	-	3,700	3,280
Total Off Balance Sheet Exposures	18,372,976	442,183	860,198	1,959,500
Total On and Off Balance Sheet Exposures	138,116,786	5,306,620	14,232,927	39,624,648

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BASEL II PILLAR 3 DISCLOSURES AS AT 30 JUNE 2017

Table 17a: Impaired and Past Due Loans/Financing and Allowances for Impairment by Industry Sector as at 30 June 2017

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	42,058	330,502	14,529	35,585
Mining & Quarrying	197,595	5,843	-	8,465
Manufacturing	823,972	86,489	550,474	98,897
Electricity, Gas & Water Supply	63,941	47	727	6,580
Construction	187,334	181,182	61,923	93,932
Wholesale, Retail Trade, Restaurants & Hotels	347,768	111,373	83,469	160,302
Transport, Storage & Communication	197,823	112,307	136,960	47,697
Finance, Insurance/Takaful, Real Estate & Business	424,977	641,129	94,754	177,914
Education, Health & Others	14,423	1,604,561	2,841	20,870
Household	1,276,649	7,807,234	144,524	425,458
Others	4,558	1	1,203	12,877
Total	3,581,098	10,880,668	1,091,404	1,088,577

Table 17b: Impaired and Past Due Loans/Financing and Allowances for Impairment by Industry Sector as at 31 December 2016

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	46,795	9,687	14,471	38,715
Mining & Quarrying	288,746	5,589	-	11,785
Manufacturing	1,007,404	55,994	544,885	102,409
Electricity, Gas & Water Supply	85,519	68	39,977	14,132
Construction	164,359	46,904	66,713	88,911
Wholesale, Retail Trade, Restaurants & Hotels	331,152	72,930	86,969	142,579
Transport, Storage & Communication	153,317	13,114	49,858	53,093
Finance, Insurance/Takaful, Real Estate & Business	384,139	149,353	76,094	168,854
Education, Health & Others	33,524	1,111,877	2,810	24,693
Household	1,247,816	7,885,067	115,230	475,021
Others	7,178	25,171	2,321	12,644
Total	3,749,949	9,375,754	999,328	1,132,836

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

RHB Bank Group	Six Months Period Ended 30.06.2017		Twelve Months Period Ended 31.12.2016	
Industry Sector	Net Charges/ (Write-back) for Individual Impairment Allowances	Write Offs	Net Charges/ (Write-back) for Individual Impairment Allowances	Write Offs
	RM'000	RM'000	RM'000	RM'000
Agriculture	-	-	13,976	(511)
Mining & Quarrying	-	-	-	(23)
Manufacturing	6,606	(1,516)	155,429	(44,207)
Electricity, Gas & Water Supply	7	-	39,967	-
Construction	4,902	(10,914)	11,592	(19,651)
Wholesale, Retail Trade, Restaurants & Hotels	4,017	(14,722)	65,140	(47,288)
Transport, Storage & Communication	48,833	(137)	50,033	(392)
Finance, Insurance/Takaful, Real Estate & Business	21,613	(1,555)	64,600	3,672
Education, Health & Others	31	(7)	(583)	(224)
Household	36,339	(131,650)	73,624	(271,024)
Others	(620)	(365)	1,554	(3,488)
Total	121,728	(160,866)	475,332	(383,136)

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Table 19a: Impaired and Past Due Loans/ Financing and Allowances for Impairment by Geographical Distribution as at 30 June 2017

RHB Bank Group	Impaired Loans and Advances / Financing	Past Due Loans / Financing	Individual Impairment Allowances	Collective Impairment Allowances
<u>Geographical Distribution</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	2,483,843	9,343,901	582,863	1,002,582
Labuan Offshore	356,286	-	92,487	17,440
Singapore	559,038	1,369,557	279,958	34,478
Thailand	37,929	-	19,066	14,419
Brunei	10,460	24,772	3,233	1,948
Cambodia	50,091	131,393	38,814	16,464
Hong Kong	77,354	-	72,332	-
Lao	6,097	11,045	2,651	1,246
Total	3,581,098	10,880,668	1,091,404	1,088,577

Table 19b: Impaired and Past Due Loans/ Financing and Allowances for Impairment by Geographical Distribution as at 31 December 2016

RHB Bank Group	Impaired Loans and Advances / Financing	Past Due Loans / Financing	Individual Impairment Allowances	Collective Impairment Allowances
<u>Geographical Distribution</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	2,597,474	7,778,644	580,258	1,049,692
Labuan Offshore	481,559	-	78,065	14,193
Singapore	516,184	1,425,073	236,423	36,433
Thailand	29,365	-	24,700	14,089
Brunei	10,006	26,440	2,345	1,910
Cambodia	39,630	132,483	31,690	15,462
Hong Kong	73,007	-	44,565	-
Lao	2,724	13,114	1,282	1,057
Total	3,749,949	9,375,754	999,328	1,132,836

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Table 20: Reconciliation of Changes to Loan/ Financing Impairment Allowances

RHB Bank Group	As at	As at
	30.06.2017	31.12.2016
	RM'000	RM'000
<u>Individual Impairment Allowance</u>		
Balance as at the beginning of financial period/year	999,328	593,147
Net allowance made	121,728	475,332
Transfer from impairment of financial investments HTM	-	2,570
Amount written off	(22,931)	(89,043)
Exchange differences	(6,721)	17,322
Balance as at the end of financial period/year	1,091,404	999,328

RHB Bank Group	As at	As at
	30.06.2017	31.12.2016
	RM'000	RM'000
<u>Collective Impairment Allowance</u>		
Balance as at the beginning of financial period/year	1,132,836	1,202,106
Net allowance made	95,779	222,739
Amount written off	(137,935)	(294,093)
Exchange differences	(2,103)	2,084
Balance as at the end of financial period/year	1,088,577	1,132,836

Table 21: Disclosure on Securitisation Exposure in the Banking Book

RHB Bank Group	Total Exposures Securitised		Impaired	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
<u>Underlying Assets</u>	RM'000	RM'000	RM'000	RM'000
<u>Traditional Securitisation (Banking Book Exposure)</u>				
Originated by the Bank				
Collateralised Loan Obligation (Corporate Loans)	-	-	57,321	57,321
Total	-	-	57,321	57,321

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Table 22a: Market Risk Weighted Assets and Minimum Capital Requirements as at 30 June 2017

RHB Bank Group	Long	Short	Risk Weighted	Minimum
Market Risk	Position	Position	Assets	Capital
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	147,574,415	146,906,852	2,319,538	185,563
Equity Risk	482,192	104,808	884,198	70,736
Foreign Currency Risk	4,841,902	64,615	4,852,930	388,234
Options Risk	175,303	154,996	90,162	7,213
Total			8,146,828	651,746
RHB Bank	Long	Short	Risk Weighted	Minimum
Market Risk	Position	Position	Assets	Capital
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	147,888,659	147,372,750	2,223,939	177,915
Equity Risk	-	-	-	-
Foreign Currency Risk	3,177,895	155,465	3,188,924	255,114
Options Risk	149,794	50,188	6,986	559
Total			5,419,849	433,588
RHB Islamic Bank	Long	Short	Risk Weighted	Minimum
Market Risk	Position	Position	Assets	Capital
	RM'000	RM'000	RM'000	Requirements
				RM'000
Profit Rate Risk	1,906,102	1,753,416	115,252	9,220
Equity Risk	-	-	-	-
Foreign Currency Risk	135,797	7,497	135,796	10,864
Options Risk	-	-	-	-
Total			251,048	20,084
RHB Investment Bank	Long	Short	Risk Weighted	Minimum
Market Risk	Position	Position	Assets	Capital
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	105,931	105,528	624	50
Equity Risk	131,617	103,724	94,706	7,576
Foreign Currency Risk	397,433	205,152	397,433	31,795
Options Risk	22,050	103,724	78,290	6,263
Total			571,053	45,684

As at 30 June 2017, RHB Bank did not have any exposure under

- equity risk, commodity risk, inventory risk, and
- market risk exposure absorbed by PSIA.

RHB Islamic Bank did not have any exposure under

- equity risk, commodity risk, inventory risk and options risk, and
- market risk exposure absorbed by PSIA.

RHB Bank Group did not have exposure under

- commodity risk and inventory risk, and
- market risk exposure absorbed by PSIA.

RHB Investment Bank did not have any exposure under

- commodity risk and inventory risk.

Table 22b: Market Risk Weighted Assets and Minimum Capital Requirements as at 31 December 2016

RHB Bank Group	Long	Short	Risk Weighted	Minimum
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	142,180,722	140,779,256	2,033,609	162,688
Equity Risk	373,008	37,955	814,146	65,132
Foreign Currency Risk	1,936,835	153,374	1,951,364	156,109
Options Risk	123,019	141,405	47,797	3,824
Total			4,846,916	387,753
RHB Bank	Long	Short	Risk Weighted	Minimum
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	144,831,954	143,419,111	2,060,776	164,862
Equity Risk	-	-	-	-
Foreign Currency Risk	1,648,399	171,431	1,662,928	133,034
Options Risk	91,323	104,980	10,052	804
Total			3,733,756	298,700
RHB Islamic Bank	Long	Short	Risk Weighted	Minimum
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
Profit Rate Risk	248,081	238,572	10,793	863
Equity Risk	-	-	-	-
Foreign Currency Risk	44,311	52,633	52,633	4,211
Options Risk	-	-	-	-
Total			63,426	5,074
RHB Investment Bank	Long	Short	Risk Weighted	Minimum
<u>Market Risk</u>	<u>Position</u>	<u>Position</u>	<u>Assets</u>	<u>Capital</u>
	RM'000	RM'000	RM'000	Requirements
				RM'000
Interest Rate Risk/ Profit Rate Risk	447,062	465,025	2,945	236
Equity Risk	37,490	33,298	14,823	1,186
Foreign Currency Risk	620,666	8,760	620,666	49,653
Options Risk	30,463	33,298	37,798	3,024
Total			676,232	54,099

As at 31 December 2016, RHB Bank did not have any exposure under

- equity risk, commodity risk, inventory risk, and
- market risk exposure absorbed by PSIA.

RHB Islamic Bank did not have any exposure under

- equity risk, commodity risk, inventory risk and options risk, and
- market risk exposure absorbed by PSIA.

RHB Bank Group did not have exposure under

- commodity risk and inventory risk, and
- market risk exposure absorbed by PSIA.

RHB Investment Bank Group and RHB Investment Bank did not have any exposure under

- commodity risk and inventory risk.

Table 23: Equity Exposures in the Banking Book

RHB Bank Group <u>Equity Type</u>	Gross Credit Exposures		Risk Weighted Assets	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Publicly traded				
Holdings of equity investments	7,640	7,555	7,644	7,558
Privately held				
For socio economic purposes	634,753	627,299	649,893	641,614
For non socio economic purpose	2,916	2,624	2,972	3,881
Other equity	860	860	860	860
Total	646,169	638,338	661,369	653,913
	30.06.2017	31.12.2016		
	RM'000	RM'000		
Total Net Unrealised Gains/ (Loss)	438,198	428,773		

Table 24a: Interest Rate Risk / Rate of Return Risk in the Banking Book as at 30 June 2017

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	281,023	(281,023)	(972,215)	972,215
USD - US Dollar	(43,336)	43,336	105,483	(105,483)
Others ¹	15,587	(15,587)	(41,613)	41,613
Total	253,274	(253,274)	(908,345)	908,345

Table 24b: Interest Rate Risk / Rate of Return Risk in the Banking Book as at 31 December 2016

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	164,609	(164,609)	(1,033,504)	1,033,504
USD - US Dollar	(56,234)	56,234	103,721	(103,721)
Others ¹	64,396	(64,396)	(39,582)	39,582
Total	172,771	(172,771)	(969,365)	969,365

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. The earnings and economic values were computed based on the standardised approach adopted by BNM.

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Table 25a: Operational Risk Weighted Assets and Minimum Capital Requirements as at 30 June 2017

Operational Risk	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank
	RM'000	RM'000	RM'000	RM'000
Risk Weighted Assets	11,152,023	8,245,599	1,301,716	1,125,673
Minimum Capital Requirements	892,162	659,648	104,137	90,054

Table 25b: Operational Risk Weighted Assets and Minimum Capital Requirements as at 31 December 2016

Operational Risk	RHB Bank Group	RHB Bank	RHB Islamic Bank	RHB Investment Bank
	RM'000	RM'000	RM'000	RM'000
Risk Weighted Assets	10,828,115	8,283,570	1,200,381	1,151,279
Minimum Capital Requirements	866,249	662,686	96,030	92,102