

RHB BANK BERHAD (6171-M)
Incorporated in Malaysia

UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED BALANCE SHEETS AS AT 31 MARCH 2009

Note	Group		Bank	
	Unaudited	Audited	Unaudited	Audited
	As at 31.03.2009 RM'000	As at 31.12.2008 RM'000	As at 31.03.2009 RM'000	As at 31.12.2008 RM'000
ASSETS				
Cash and short-term funds	13,176,126	13,451,945	12,008,350	11,963,560
Securities purchased under resale agreements	88,475	106,565	88,475	106,565
Deposits and placements with banks and other financial institutions	998,959	439,237	1,308,380	848,371
Securities held-for-trading	8 293,435	2,634,600	95,893	2,230,136
Securities available-for-sale	9 6,676,844	4,584,413	5,834,451	3,846,603
Securities held-to-maturity	10 9,889,167	9,394,159	8,376,325	8,054,523
Loans, advances and financing	11 59,961,742	60,127,875	52,566,690	52,600,047
Other assets	13 401,431	421,244	541,972	494,535
Derivative assets	393,443	344,916	393,203	344,595
Tax recoverable	6,896	9,215	-	-
Deferred tax assets	284,551	268,159	249,777	233,116
Statutory deposits	539,048	1,521,442	476,108	1,321,902
Investment in subsidiaries	-	-	828,956	828,956
Property, plant and equipment	527,009	527,711	438,275	439,165
Prepaid land lease	101,845	102,139	20,859	20,940
Goodwill	1,004,017	1,004,017	905,519	905,519
TOTAL ASSETS	94,342,988	94,937,637	84,133,233	84,238,533
LIABILITIES AND EQUITY				
Deposits from customers	14 73,493,545	71,011,263	64,632,299	61,592,948
Deposits and placements of banks and other financial institutions	15 3,963,046	6,753,576	3,461,890	6,255,207
Bills and acceptances payable	4,215,744	4,935,512	4,203,220	4,900,726
Recourse obligation on loans sold to Cagamas Berhad	1,056,599	1,173,754	1,056,599	1,173,754
Other liabilities	16 1,158,154	1,150,268	907,850	974,138
Derivative liabilities	306,596	338,011	299,196	331,809
Provision for taxation	60,870	91,149	57,668	87,877
Deferred tax liabilities	6	15	-	-
Long term borrowings	674,417	655,975	674,417	655,975
Subordinated obligations	2,000,000	2,000,000	2,000,000	2,000,000
Hybrid capital securities	366,835	-	366,835	-
TOTAL LIABILITIES	87,295,812	88,109,523	77,659,974	77,972,434
Ordinary share capital	3,318,085	3,318,085	3,318,085	3,318,085
Reserves	3,729,091	3,510,029	3,155,174	2,948,014
TOTAL EQUITY	7,047,176	6,828,114	6,473,259	6,266,099
TOTAL LIABILITIES AND EQUITY	94,342,988	94,937,637	84,133,233	84,238,533
COMMITMENTS AND CONTINGENCIES	25 59,218,016	56,721,605	56,230,947	53,851,570

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

RHB BANK BERHAD (6171-M)
Incorporated in Malaysia

UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED INCOME STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009

	Note	<u>Group</u>		<u>Bank</u>	
		<u>Individual Quarter</u>		<u>Individual Quarter</u>	
		Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Interest income	17	1,012,904	1,123,066	988,632	1,091,496
Interest expense	18	(429,863)	(582,064)	(415,816)	(564,426)
Net interest income		583,041	541,002	572,816	527,070
Other operating income	19	170,666	188,286	169,288	194,561
Income from Islamic Banking business	20	753,707 60,421	729,288 56,072	742,104 -	721,631 -
Other operating expenses	21	814,128 (338,569)	785,360 (323,415)	742,104 (300,531)	721,631 (293,135)
Operating profit before allowances		475,559	461,945	441,573	428,496
Allowance for losses on loans and financing	22	(171,550)	(148,173)	(144,154)	(147,482)
Impairment losses	23	19,609	2,640	19,609	2,640
Share of results of an associate		323,618 -	316,412 65	317,028 -	283,654 -
Profit before Irredeemable Non-Cumulative Convertible Preference Share ('INCPS') dividend and taxation		323,618	316,477	317,028	283,654
INCPS dividends		-	(32,146)	-	(32,146)
Profit after INCPS dividends but before taxation		323,618	284,331	317,028	251,508
Taxation		(79,233)	(69,710)	(77,721)	(62,843)
Net profit for the financial period		<u>244,385</u>	<u>214,621</u>	<u>239,307</u>	<u>188,665</u>
Earnings per share					
- Basic earnings per 50 sen share		<u>3.68</u>	5.30	<u>3.61</u>	<u>4.66</u>
- Diluted earnings per 50 sen share		<u>3.68</u>	5.30	<u>3.61</u>	<u>4.66</u>

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

RHB BANK BERHAD (6171-M)
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UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2009

<u>Group</u>	Attributable to equity holders of the Bank						Total RM'000
	Share capital RM'000	Share premium RM'000	Statutory reserves RM'000	Translation reserves RM'000	AFS reserves RM'000	Retained profits RM'000	
Balance as at 1 January 2009	3,318,085	8,563	2,286,753	(17,371)	16,219	1,215,865	6,828,114
Currency translation differences	-	-	-	33,724	-	-	33,724
Unrealised net loss on revaluation of securities available-for-sale ('AFS')	-	-	-	-	(55,841)	-	(55,841)
Net transfer to income statement on disposal or impairment of securities AFS	-	-	-	-	(15,565)	-	(15,565)
Deferred tax	-	-	-	-	12,359	-	12,359
Income and expenses recognised directly in equity	-	-	-	33,724	(59,047)	-	(25,323)
Net profit for the financial period	-	-	-	-	-	244,385	244,385
Total recognised income and expenses for the financial period	-	-	-	33,724	(59,047)	244,385	219,062
Balance as at 31 March 2009	3,318,085	8,563	2,286,753	16,353	(42,828)	1,460,250	7,047,176
Balance as at 1 January 2008	1,949,986	8,563	2,010,114	(17,815)	16,770	640,223	4,607,841
Currency translation differences	-	-	-	(40,296)	-	-	(40,296)
Unrealised net gain on revaluation of securities AFS	-	-	-	-	17,655	-	17,655
Net transfer to income statement on disposal or impairment of securities AFS	-	-	-	-	(1,185)	-	(1,185)
Deferred tax	-	-	-	-	(2,789)	-	(2,789)
Income and expenses recognised directly in equity	-	-	-	(40,296)	13,681	-	(26,615)
Net profit for the financial period	-	-	-	-	-	214,621	214,621
Total recognised income and expenses for the financial period	-	-	-	(40,296)	13,681	214,621	188,006
Conversion of INCPS to ordinary shares	1,368,099	-	-	-	-	-	1,368,099
Balance as at 31 March 2008	3,318,085	8,563	2,010,114	(58,111)	30,451	854,844	6,163,946

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

RHB BANK BERHAD (6171-M)
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UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2009

Bank	← Non-distributable →				Distributable		Total
	Share capital	Share premium	Statutory reserves	Translation reserves	AFS reserves	Retained profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2009	3,318,085	8,563	2,121,042	15,959	(3,484)	805,934	6,266,099
Currency translation differences	-	-	-	13,927	-	-	13,927
Unrealised net loss on revaluation of securities AFS	-	-	-	-	(55,326)	-	(55,326)
Net transfer to income statement on disposal or impairment of securities AFS	-	-	-	-	(6,043)	-	(6,043)
Deferred tax	-	-	-	-	15,295	-	15,295
Income and expenses recognised directly in equity	-	-	-	13,927	(46,074)	-	(32,147)
Net profit for the financial period	-	-	-	-	-	239,307	239,307
Total recognised income and expenses for the financial period	-	-	-	13,927	(46,074)	239,307	207,160
Balance as at 31 March 2009	<u>3,318,085</u>	<u>8,563</u>	<u>2,121,042</u>	<u>29,886</u>	<u>(49,558)</u>	<u>1,045,241</u>	<u>6,473,259</u>
Balance as at 1 January 2008	1,949,986	8,563	1,886,928	31,023	19,473	289,464	4,185,437
Currency translation differences	-	-	-	(27,677)	-	-	(27,677)
Unrealised net gain on revaluation of securities AFS	-	-	-	-	12,665	-	12,665
Net transfer to income statement on disposal or impairment of securities AFS	-	-	-	-	(976)	-	(976)
Deferred tax	-	-	-	-	(2,772)	-	(2,772)
Income and expenses recognised directly in equity	-	-	-	(27,677)	8,917	-	(18,760)
Net profit for the financial period	-	-	-	-	-	188,665	188,665
Total recognised income and expenses for the financial period	-	-	-	(27,677)	8,917	188,665	169,905
Conversion of INCPS to ordinary shares	1,368,099	-	-	-	-	-	1,368,099
Balance as at 31 March 2008	<u>3,318,085</u>	<u>8,563</u>	<u>1,886,928</u>	<u>3,346</u>	<u>28,390</u>	<u>478,129</u>	<u>5,723,441</u>

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

RHB BANK BERHAD (6171-M)
Incorporated in Malaysia

UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED CASH FLOW STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009

	31.03.2009	31.03.2008
	RM '000	RM '000
<u>Group</u>		
Profit after INCPS dividends but before taxation	323,618	284,331
Adjustment for non-cash items	22	146,024
Operating profit before changes in working capital	323,640	430,355
Changes in working capital:		
Net changes in operating assets	2,733,903	(3,429,903)
Net changes in operating liabilities	(1,159,026)	4,344,802
	1,574,877	914,899
Taxation paid	(111,270)	(83,894)
Net cash generated from operating activities	1,787,247	1,261,360
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(16,621)	(11,286)
Proceeds from disposal of property, plant and equipment	2,499	3
Net (purchase)/sale of securities available-for-sale	(2,155,148)	2,712,058
Net (purchase)/sale of securities held-to-maturity	(469,522)	217,807
Interest received from securities available-for-sale	37,206	67,371
Investment income received from securities available-for-sale	6,327	1,183
Interest received from securities held-to-maturity	94,780	61,291
Investment income received from securities held-to-maturity	8,233	1,586
Dividend income from securities available-for-sale	-	1,205
Net cash (used in)/generated from investing activities	(2,492,246)	3,051,218
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of Hybrid capital securities	366,835	-
Repayment of Subordinated Bonds	-	(479,100)
Net cash generated from/(used in) financing activities	366,835	(479,100)
Net (decrease)/increase in cash and cash equivalents	(338,164)	3,833,478
Effects of exchange rate differences	62,344	(33,234)
Cash and cash equivalents brought forward	13,451,946	17,244,585
Cash and cash equivalents carried forward	13,176,126	21,044,829
ANALYSIS OF CASH AND CASH EQUIVALENTS:		
Cash and short-term funds	13,176,126	21,044,829

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

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UNAUDITED INTERIM FINANCIAL STATEMENTS
CONDENSED CASH FLOW STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009

	31.03.2009	31.03.2008
	RM '000	RM '000
<u>Bank</u>		
Profit after INCPS dividends but before taxation	317,028	251,508
Adjustment for non-cash items	(5,632)	138,740
Operating profit before changes in working capital	311,396	390,248
Changes in working capital:		
Net changes in operating assets	2,323,222	(2,904,462)
Net changes in operating liabilities	(656,569)	4,346,437
	1,666,653	1,441,975
Taxation paid	(109,331)	(72,118)
Net cash generated from operating activities	1,868,718	1,760,105
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(15,699)	(9,841)
Proceeds from disposal of property, plant and equipment	2,490	3
Net (purchase)/sale of securities available-for-sale	(2,049,626)	2,692,836
Net (purchase)/sale of securities held-to-maturity	(298,467)	216,468
Interest received from securities available-for-sale	37,122	67,233
Interest received from securities held-to-maturity	91,140	60,653
Dividend income from securities available-for-sale	-	1,205
Dividend income from subsidiary companies	-	9,878
Net cash (used in)/generated from investing activities	(2,233,040)	3,038,435
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of Hybrid capital securities	366,835	-
Principal repayment of finance lease	(119)	(133)
Repayment of Subordinated Bonds	-	(479,100)
Net cash generated from/(used in) financing activities	366,716	(479,233)
Net increase in cash and cash equivalents	2,394	4,319,307
Effects of exchange rate differences	42,396	(19,993)
Cash and cash equivalents brought forward	11,963,560	15,309,821
Cash and cash equivalents carried forward	12,008,350	19,609,135
ANALYSIS OF CASH AND CASH EQUIVALENTS:		
Cash and short-term funds	12,008,350	19,609,135

The Unaudited Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2008

RHB BANK BERHAD (6171-M)
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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009

1 Basis Of Preparation

The interim financial statements are unaudited and has been prepared in compliance with Financial Reporting Standard ('FRS') 134, 'Interim Financial Reporting' issued by the Malaysian Accounting Standards Board ("MASB") and should be read in conjunction with the audited financial statements of the Group and the Bank for the last financial year ended 31 December 2008.

The accounting policies and presentation adopted by the Group and the Bank for the interim financial statements are consistent with those reported in the financial statements for the financial year ended 31 December 2008.

2 Audit Report

The audit report for the financial year ended 31 December 2008 was not subject to any qualification.

3 Seasonal or Cyclical Factors

The business operations of the Group and the Bank have not been affected by any material seasonal cyclical factors.

4 Exceptional or Extraordinary Items

There were no exceptional or extraordinary items in the three months ended 31 March 2009.

5 Changes In Estimates

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the three months ended 31 March 2009.

6 Changes In Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period under review except for the issuance of RM370 million nominal value of Hybrid capital securities at par under a Hybrid Tier-1 Capital Securities Programme on 31 March 2009.

7 Dividends Paid

No dividend was paid by the Bank during the three months ended 31 March 2009.

RHB BANK BERHAD (6171-M)
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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

8 Securities Held-For-Trading

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
At fair value				
<u>Money market instruments:</u>				
Malaysian Government Securities	-	845,487	-	845,487
Malaysian Government Treasury Bills	15,961	156,842	15,961	156,842
Bank Negara monetary notes	34,861	856,920	34,861	856,920
Malaysian Government Investment Issues	25,609	96,011	-	-
Bankers' acceptances & Islamic accepted notes	43,024	-	-	-
<u>Unquoted securities:</u>				
<u>In Malaysia</u>				
Private debts securities	128,909	600,489	-	292,036
<u>Outside Malaysia</u>				
Structured notes	45,071	78,851	45,071	78,851
	293,435	2,634,600	95,893	2,230,136

The Group and the Bank have reclassified certain securities held-for-trading to securities available-for-sale or held-to-maturity category in accordance with the amendment to revised BNM/GP8 Guidelines dated September 2008, which is effective from 1 July 2008 until 31 December 2009.

The fair values of the reclassified securities held-for-trading as of the respective dates of reclassification are as follows:

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
At fair value				
Amount reclassified from securities:				
- held-for-trading to securities available-for-sale	1,755,624	-	1,735,674	-
- held-for-trading to securities held-to-maturity	-	129,322	-	-
	1,755,624	129,322	1,735,674	-

The net gains/(losses) arising from changes in fair value recognised to income statement in respect of the transferred securities held-for-trading are as follows:

	Group		Bank	
	31.03.2009 RM'000	31.12.2008 RM'000	31.03.2009 RM'000	31.12.2008 RM'000
Amount recognised to income statement				
- held-for-trading to securities available-for-sale	-	4,646	-	4,652
- held-for-trading to securities held-to-maturity	-	(1,852)	-	-
	-	2,794	-	4,652

As at the date of reclassification, the effective interest rates on the reclassified securities held-for-trading, based on the new cost for the Group and the Bank, ranged from 2.63% to 5.84% per annum (2008: 3.71% to 5.44% per annum) and 2.63% to 3.30% per annum (2008: Nil) respectively. The expected recoverable cash flows for the Group and the Bank approximately RM1,898 million (2008: RM136.5 million) and RM1,894 million (2008: Nil) respectively.

RHB BANK BERHAD (6171-M)
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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

9 Securities Available-For-Sale

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
At fair value				
<u>Money market instruments:</u>				
Malaysian Government Securities	2,087,726	396,120	2,087,726	396,120
Cagamas bonds and Cagamas Mudharabah bonds	55,522	119,451	55,522	119,451
Malaysian Government Investment Issues	541,645	364,170	155,518	37,497
Singapore Government Securities	144,929	263,894	144,929	263,894
Singapore Government Treasury bills	299,594	143,996	299,594	143,996
Thailand Government Bonds	21,136	20,402	21,136	20,402
Negotiable instruments of deposits	113,036	112,912	113,036	112,912
<u>Quoted securities:</u>				
<u>In Malaysia</u>				
Corporate loan stocks	15,100	17,328	15,100	17,328
Shares	4,529	5,266	3,445	4,149
<u>Outside Malaysia</u>				
Shares	5	5	-	-
<u>Unquoted Securities:</u>				
<u>In Malaysia</u>				
Corporate loan stocks	119,212	90,654	113,011	84,548
Shares	166,299	166,299	165,724	165,724
Private debt securities	3,028,605	2,660,602	2,580,204	2,257,268
<u>Outside Malaysia</u>				
Private debt securities	60,774	60,783	60,774	60,783
Structured notes	18,732	162,531	18,732	162,531
	6,676,844	4,584,413	5,834,451	3,846,603

The carrying value of securities available-for-sale, which was transferred from securities held-for-trading, for the Group and the Bank are RM1,697 million (2008: Nil) and RM1,677 million (2008: Nil) respectively.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

10 Securities Held-To-Maturity

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
At amortised cost				
<u>Money market instruments:</u>				
Malaysian Government Securities	2,410,667	1,868,393	2,410,667	1,868,393
Cagamas bonds and Cagamas Mudharabah bonds	863,717	848,571	653,635	633,449
Khazanah bonds	284,490	281,839	-	-
Malaysian Government Investment Issues	808,938	592,585	149,655	35,648
Singapore Government Securities	119,421	119,660	119,421	119,660
Thailand Government Securities	244,678	225,603	244,678	225,603
Negotiable instruments of deposits	1,370,652	2,116,307	1,370,652	2,116,307
Bankers' acceptances & Islamic accepted notes	1,229	-	1,229	-
Sukuk (Brunei) Incorporation	23,973	24,032	23,973	24,032
<u>Unquoted Securities:</u>				
<u>In Malaysia</u>				
Bonds	27,178	27,178	860	860
Prasarana Bonds	1,755,964	1,756,730	1,755,964	1,756,730
Privates debt securities	1,958,087	1,479,724	1,688,368	1,280,099
Corporate loan stocks	70,589	70,589	70,589	70,589
Shares	500	500	500	500
<u>Outside Malaysia</u>				
Private debt securities	21,694	20,601	-	-
Floating rate notes	41,256	39,194	-	-
Structured notes	24,473	74,964	24,473	74,964
	10,027,506	9,546,470	8,514,664	8,206,834
Accumulated impairment losses	(138,339)	(152,311)	(138,339)	(152,311)
	9,889,167	9,394,159	8,376,325	8,054,523

The carrying value of securities held-to-maturity, which was transferred from securities held-for-trading as at 31 March 2009 is RM110,427,000 (31.12.2008: RM126,767,000). The fair value of these securities as at 31 March 2009 is RM112,542,000 (31.12.2008: RM127,162,000). There has not been any transfer made to HTM securities during the current quarter ended 31 March 2009.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

11 Loans, advances and financing

(i) By type

	Group		Bank	
	Unaudited As at 31.03.2009	Audited As at 31.12.2008	Unaudited As at 31.03.2009	Audited As at 31.12.2008
	RM'000	RM'000	RM'000	RM'000
Overdrafts	6,303,206	6,463,296	6,269,737	6,426,766
Term Loans/financing				
- housing loans/financing	13,944,416	13,578,913	12,222,385	11,874,758
- syndicated term loans/financing	2,694,315	2,766,425	1,223,098	1,030,237
- hire purchase receivables	11,004,254	10,853,474	9,917,770	9,926,434
- lease receivables	227,675	240,857	-	-
- other term loans/financing	15,015,930	14,300,222	13,137,207	12,550,499
Bills receivable	1,429,364	1,576,790	1,331,940	1,491,722
Trust receipts	414,848	504,201	395,643	467,721
Claims on customers under acceptance credits	5,103,489	6,074,079	4,648,602	5,397,021
Staff loans/financing	371,196	373,149	357,757	359,899
Credit card receivables	2,106,469	2,104,609	2,106,469	2,104,609
Revolving credit	5,527,437	5,399,751	4,698,539	4,643,821
Floor stocking	3,874	4,374	3,874	4,374
	64,146,473	64,240,140	56,313,021	56,277,861
Unearned interest and income	(1,600,324)	(1,600,817)	(1,438,758)	(1,442,495)
	62,546,149	62,639,323	54,874,263	54,835,366
Gross loans, advances and financing				
Allowance for bad and doubtful debts and financing:				
- general	(1,095,785)	(1,098,400)	(956,228)	(956,085)
- specific	(1,488,622)	(1,413,048)	(1,351,345)	(1,279,234)
Net loans, advances and financing	59,961,742	60,127,875	52,566,690	52,600,047

(ii) By type of customers

	Group		Bank	
	Unaudited As at 31.03.2009	Audited As at 31.12.2008	Unaudited As at 31.03.2009	Audited As at 31.12.2008
	RM'000	RM'000	RM'000	RM'000
Domestic non-bank financial institutions				
- Others	444,005	528,718	414,642	497,642
Domestic business enterprises				
- Small medium enterprises	9,936,242	10,559,463	9,085,176	9,560,564
- Others	20,722,998	20,875,322	17,306,736	17,320,831
Government and statutory bodies	105,581	109,406	5,690	8,156
Individuals	26,547,172	25,969,287	24,225,484	23,717,135
Other domestic entities	35,727	29,320	26,532	19,100
Foreign entities				
- Malaysian operations	1,225,655	1,151,371	300,656	301,662
- Singapore operations	3,071,348	2,968,173	3,071,348	2,968,173
- Thailand operations	310,854	301,795	291,432	295,634
- Brunei operations	146,567	146,468	146,567	146,469
	62,546,149	62,639,323	54,874,263	54,835,366

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

11 Loans, advances and financing (cont'd)

(iii) By interest/profit rate sensitivity

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Fixed rate				
- Housing loans/financing	1,713,062	1,737,043	112,588	116,054
- Hire purchase receivables	9,426,557	9,419,595	8,489,191	8,497,153
- Other fixed rate loans/financing	3,973,460	4,295,830	2,370,558	2,369,673
Variable rate				
- Base Lending Rate plus	23,716,392	22,895,096	23,544,015	22,895,096
- Cost-plus	18,321,421	18,712,232	17,019,806	17,454,158
- Other variable rates	5,395,257	5,579,527	3,338,605	3,503,232
	62,546,149	62,639,323	54,874,263	54,835,366

(iv) By Purpose

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Purchase of securities	1,908,096	1,944,316	1,878,591	1,839,928
Purchase of transport vehicles	7,653,116	7,504,410	6,590,389	6,525,374
Purchase of landed property:				
- Residential	14,476,687	14,086,086	12,725,205	12,379,831
- Non-residential	3,111,710	3,000,602	3,074,017	2,970,408
Purchase of property, plant and equipment other than land and building	3,955,291	4,039,641	2,861,597	2,918,576
Personal use	1,989,703	1,998,890	1,972,246	1,978,539
Credit card	2,106,469	2,104,609	2,106,469	2,104,609
Purchase of consumer durables	70,987	74,568	70,845	74,409
Construction	2,050,267	1,967,084	1,357,210	1,338,606
Working capital	23,298,988	24,313,036	20,560,189	21,344,787
Other purposes	1,924,835	1,606,081	1,677,505	1,360,299
	62,546,149	62,639,323	54,874,263	54,835,366

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

12 Non-Performing Loans/Financing (NPL/NPF)

(i) Movement in non-performing loans, advances and financing

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Balance as at the beginning of financial period/year	2,773,693	3,041,710	2,439,233	2,768,072
Classified as non-performing during the financial period/year	1,106,422	3,203,130	932,372	2,818,950
Reclassified as performing during the financial period/year	(643,160)	(2,515,683)	(589,595)	(2,278,804)
Amount recovered	(78,541)	(499,884)	(64,026)	(453,070)
Amount written off	(124,949)	(458,658)	(96,521)	(418,145)
Exchange difference	2,173	3,078	(292)	2,230
Balance as at the end of financial period/year	<u>3,035,638</u>	<u>2,773,693</u>	<u>2,621,171</u>	<u>2,439,233</u>
Specific allowance	<u>(1,488,622)</u>	<u>(1,413,048)</u>	<u>(1,351,345)</u>	<u>(1,279,234)</u>
Net non-performing loans, advances and financing	<u>1,547,016</u>	<u>1,360,645</u>	<u>1,269,826</u>	<u>1,159,999</u>
Ratio of net non-performing loans, advances and financing as % of gross loans, advances and financing less specific allowances	<u>2.5%</u>	<u>2.2%</u>	<u>2.4%</u>	<u>2.2%</u>

(ii) Movement in allowance for bad and doubtful debts

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
General allowance				
Balance as at the beginning of financial period/year	1,098,400	984,181	956,085	861,815
Net (write back)/allowance made during the financial period/year	(4,813)	111,705	38	93,173
Exchange difference	2,198	2,514	105	1,097
Balance as at the end of financial period/year	<u>1,095,785</u>	<u>1,098,400</u>	<u>956,228</u>	<u>956,085</u>
As % of gross loans, advances and financing less specific allowance	<u>1.8%</u>	<u>1.8%</u>	<u>1.8%</u>	<u>1.8%</u>
Specific allowance				
Balance as at the beginning of financial period/year	1,413,048	1,210,801	1,279,234	1,096,365
Allowance made during the financial period/year	255,378	933,490	221,024	872,515
Amount recovered	(50,800)	(212,836)	(49,100)	(200,017)
Amount written off	(130,966)	(519,960)	(99,994)	(489,704)
Exchange difference	1,962	1,553	181	75
Balance as at the end of financial period/year	<u>1,488,622</u>	<u>1,413,048</u>	<u>1,351,345</u>	<u>1,279,234</u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

12 Non-Performing Loans/Financing (NPL/NPF) (cont'd)

(iii) NPL/NPF by purpose

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Purchase of securities	15,220	16,926	15,220	16,926
Purchase of transport vehicles	241,047	225,721	234,618	223,391
Purchase of landed property:				
- Residential	1,135,166	1,048,348	952,252	870,154
- Non-residential	161,566	139,558	155,599	135,379
Purchase of property, plant and equipment other than land and building	99,935	81,098	74,153	57,739
Personal use	103,330	105,419	99,813	99,459
Credit card	67,220	56,368	67,220	56,368
Purchase of consumer durables	4,886	4,402	4,886	4,402
Construction	97,183	113,195	84,218	100,130
Working capital	1,099,089	974,908	922,263	867,535
Other purposes	10,996	7,750	10,929	7,750
	3,035,638	2,773,693	2,621,171	2,439,233

13 Other Assets

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Other debtors, deposits and prepayments	244,569	249,227	206,710	164,537
Accrued interest receivable	152,447	168,018	125,535	146,082
Amounts due from subsidiaries	-	-	205,312	179,917
Amounts due from related companies	4,415	3,999	4,415	3,999
	401,431	421,244	541,972	494,535

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

14 Deposits From Customers

(i) By type of deposits

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Demand deposits	17,325,332	17,269,380	15,259,443	15,340,752
Savings deposits	5,464,918	5,393,710	4,922,407	4,851,104
Fixed/Investment deposits	50,336,401	47,984,789	44,144,005	41,097,558
Negotiable instrument of deposits	366,894	363,384	306,444	303,534
	<u>73,493,545</u>	<u>71,011,263</u>	<u>64,632,299</u>	<u>61,592,948</u>

(ii) By type of customers

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Government and statutory bodies	5,308,945	4,999,837	3,485,557	3,172,030
Business enterprises	39,917,887	38,624,834	34,558,711	32,638,830
Individuals	25,117,634	24,644,304	24,245,823	23,785,076
Others	3,149,079	2,742,288	2,342,208	1,997,012
	<u>73,493,545</u>	<u>71,011,263</u>	<u>64,632,299</u>	<u>61,592,948</u>

15 Deposits And Placements Of Banks And Other Financial Institutions

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Licensed banks	3,115,362	5,216,204	2,633,981	4,737,405
Licensed investment banks	-	628,850	-	628,850
Bank Negara Malaysia	827,429	888,472	827,429	888,472
Other financial institutions	20,255	20,050	480	480
	<u>3,963,046</u>	<u>6,753,576</u>	<u>3,461,890</u>	<u>6,255,207</u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

16 Other Liabilities

	Group		Bank	
	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000	Unaudited As at 31.03.2009 RM'000	Audited As at 31.12.2008 RM'000
Accrued interest payable	398,377	377,684	332,897	328,966
Amount due to holding company	468	786	414	660
Amounts due to subsidiaries	-	-	28,975	29,251
Amounts due to related companies	7,755	5,701	7,718	5,652
Amount due to Danaharta	1,806	1,782	1,806	1,782
Finance lease	-	-	-	119
Prepaid instalment	80,897	82,327	80,897	82,327
Lessee deposits	77,451	79,704	870	460
Short term employee benefits	74,592	154,332	67,494	140,163
Other creditors and accruals	516,808	447,952	386,779	384,758
	1,158,154	1,150,268	907,850	974,138

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

17 Interest Income

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Loans, advances and financing				
- Interest income other than recoveries from NPLs	778,005	753,446	754,684	725,276
- Recoveries from NPLs	35,486	41,688	35,047	41,232
Money at call and deposit placements with banks and other financial institutions	89,638	200,580	92,846	199,851
Securities purchased under resale agreements	231	22,555	231	22,555
Securities held-for-trading	14,931	15,590	14,931	13,836
Securities available-for-sale	45,564	50,186	45,480	50,047
Securities held-to-maturity	82,827	54,365	79,187	53,727
Others	1,914	2,556	76	2,556
	1,048,596	1,140,966	1,022,482	1,109,080
Amortisation of premium less accretion of discount	(7,657)	2,431	(6,351)	2,431
Interest suspended	(28,035)	(20,331)	(27,499)	(20,015)
	1,012,904	1,123,066	988,632	1,091,496

18 Interest Expense

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Deposits and placements of banks and other financial institutions	20,825	52,412	20,219	50,550
Deposits from customers	354,051	469,458	343,388	453,671
Borrowings	5,894	4,198	5,894	4,198
Subordinated obligations	25,521	29,010	25,521	29,009
Recourse obligation on loans sold to Cagamas	13,498	20,850	13,498	20,850
Hybrid capital securities	82	-	82	-
Others	9,992	6,136	7,214	6,148
	429,863	582,064	415,816	564,426

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

19 Other Operating Income

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
a) Fee Income:				
Commission	30,484	28,109	29,366	27,603
Service charges and fees	35,812	40,901	33,504	39,001
Guarantee fees	7,322	10,274	7,322	10,273
Commitment fees	11,347	11,542	11,347	11,542
Underwriting fees	-	80	-	80
Other fees	2,184	2,581	2,305	2,683
	<u>87,149</u>	<u>93,487</u>	<u>83,844</u>	<u>91,182</u>
b) Gain arising from sale/redemption of securities and derivatives:				
Securities held-for-trading	21,874	12,040	21,874	12,040
Securities available-for-sale	302	3,095	302	3,095
Derivatives	-	24	-	-
	<u>22,176</u>	<u>15,159</u>	<u>22,176</u>	<u>15,135</u>
c) Gross dividend income from:				
Securities available-for-sale	-	1,205	-	1,205
Subsidiaries	-	-	-	9,879
	<u>-</u>	<u>1,205</u>	<u>-</u>	<u>11,084</u>
d) Unrealised gain/(loss) on revaluation of:				
Securities held-for-trading	3,222	(314)	3,222	(1,566)
Derivatives	16,258	(3,668)	17,160	(1,246)
	<u>19,480</u>	<u>(3,982)</u>	<u>20,382</u>	<u>(2,812)</u>
e) Other income:				
Foreign exchange gain/(loss)				
- Realised	(35,863)	69,946	(34,044)	68,325
- Unrealised	64,061	(7,485)	64,061	(7,485)
Gain on disposal of property, plant and equipment	1,136	4	1,136	3
Other operating income	11,154	10,695	10,992	10,506
Other non-operating income	1,373	9,257	741	8,623
	<u>41,861</u>	<u>82,417</u>	<u>42,886</u>	<u>79,972</u>
	<u>170,666</u>	<u>188,286</u>	<u>169,288</u>	<u>194,561</u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

20 Income from Islamic Banking Business

	<u>Group</u>	
	<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Income derived from investment of depositors' funds	104,113	86,922
Income derived from investment of shareholders' funds	15,015	12,034
Transfer to profit equalisation reserve	<u>(16,915)</u>	<u>(4,488)</u>
Total distributable income	<u>102,213</u>	<u>94,468</u>
Income attributable to depositors	<u>(41,792)</u>	<u>(38,396)</u>
Income from Islamic Banking Business	<u><u>60,421</u></u>	<u><u>56,072</u></u>

21 Other Operating Expenses

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
<u>Personnel costs</u>				
- Salaries, allowances and bonuses	157,716	152,688	143,301	143,856
- Contributions to Employees Provident Fund	23,343	21,780	21,236	20,434
- Other staff related cost	<u>14,712</u>	<u>12,813</u>	<u>13,555</u>	<u>12,062</u>
	<u>195,771</u>	<u>187,281</u>	<u>178,092</u>	<u>176,352</u>
<u>Establishment costs</u>				
- Property, plant and equipment				
- Depreciation	16,122	17,185	15,410	16,635
- Amortisation of prepaid land lease	126	123	81	81
- Rental of premises	12,072	10,736	11,566	10,542
- Rental equipment	3,375	3,090	3,298	3,023
- Insurance	7,112	4,527	7,025	4,338
- Water and electricity	4,504	3,788	4,196	3,521
- Repair and maintenance	10,872	10,051	9,860	9,367
- Information technology expenses	23,974	21,655	22,056	20,676
- Others	<u>868</u>	<u>479</u>	<u>1</u>	<u>5</u>
	<u>79,025</u>	<u>71,634</u>	<u>73,493</u>	<u>68,188</u>
<u>Marketing expenses</u>				
- Sales commission	6,097	6,149	6,057	6,104
- Advertisement and publicity	5,375	7,488	3,761	7,119
- Dealers' handling and warranty fees	2,787	7,295	2,445	7,103
- Others	<u>12,945</u>	<u>13,762</u>	<u>11,722</u>	<u>12,757</u>
	<u>27,204</u>	<u>34,694</u>	<u>23,985</u>	<u>33,083</u>
<u>Administration and general expenses</u>				
- Communication expenses	20,001	14,629	18,397	13,406
- Others	<u>16,568</u>	<u>15,177</u>	<u>6,564</u>	<u>2,106</u>
	<u>36,569</u>	<u>29,806</u>	<u>24,961</u>	<u>15,512</u>
	<u><u>338,569</u></u>	<u><u>323,415</u></u>	<u><u>300,531</u></u>	<u><u>293,135</u></u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

22 Allowances For Losses On Loans And Financing

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Allowance for losses on loans and financing:				
Specific allowance				
- Made during the financial period	255,378	214,028	221,024	209,000
- Written back	(50,800)	(51,312)	(49,100)	(49,028)
General allowance				
- Made during the financial period	(4,813)	21,479	38	23,166
Bad debts on loans and financing				
- Recovered	(28,215)	(36,022)	(27,808)	(35,656)
	<u>171,550</u>	<u>148,173</u>	<u>144,154</u>	<u>147,482</u>

23 Impairment Losses

	<u>Group</u>		<u>Bank</u>	
	<u>Individual Quarter</u>		<u>Individual Quarter</u>	
	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000	Current Financial Quarter Ended 31.03.2009 RM'000	Preceding Corresponding Quarter Ended 31.03.2008 RM'000
Charged for the financial period:				
- Securities available-for-sale	-	2,119	-	2,119
- Foreclosed properties	93	-	93	-
Reversal for the financial period:				
- Securities available-for-sale	(5,741)	-	(5,741)	-
- Securities held-to-maturity	(13,778)	(4,759)	(13,778)	(4,759)
- Foreclosed properties	(8)	-	(8)	-
- Property, plant and equipment	(175)	-	(175)	-
	<u>(19,609)</u>	<u>(2,640)</u>	<u>(19,609)</u>	<u>(2,640)</u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

24 Capital Adequacy

The capital ratios of the Bank are computed based on BNM's Guidelines on Risk Weighted Capital Adequacy Framework for Credit and Market (Basel I). The capital ratios of RHB Islamic Bank are computed based on BNM's Capital Adequacy Framework for Islamic Banks (CAFIB): Standardised Approach for Credit and Market Risk, and Basic Indicator Approach for Operational Risk (Basel II).

	RHB Bank		RHB Islamic Bank	
	Unaudited 31.03.2009 RM'000	Audited 31.12.2008 RM'000	Unaudited 31.03.2009 RM'000	Audited 31.12.2008 RM'000
Tier I Capital				
Paid-up ordinary share capital	3,318,085	3,318,085	523,424	523,424
Hybrid capital securities	366,835	-	-	-
Share premium	8,563	8,563	-	-
Retained profits	1,008,581	1,008,581	135,437	135,437
Other reserves	2,121,478	2,121,478	166,005	166,005
	<u>6,823,542</u>	<u>6,456,707</u>	<u>824,866</u>	<u>824,866</u>
Less: Goodwill	(905,519)	(905,519)	-	-
Deferred tax assets	(233,116)	(233,116)	(19,960)	(19,960)
Total Tier I capital	<u>5,684,907</u>	<u>5,318,072</u>	<u>804,906</u>	<u>804,906</u>
Tier II Capital				
Subordinated obligations	2,000,000	2,000,000	-	-
General allowance for bad and doubtful debts and financing	998,096	995,859	93,684	97,984
Total Tier II capital	<u>2,998,096</u>	<u>2,995,859</u>	<u>93,684</u>	<u>97,984</u>
Less : Investment in subsidiaries	<u>(628,640)</u>	<u>(628,640)</u>	<u>-</u>	<u>-</u>
Total capital base	<u>8,054,363</u>	<u>7,685,291</u>	<u>898,590</u>	<u>902,890</u>
<u>Capital ratios</u>				
Before proposed dividends:				
Core capital ratio	9.38%	8.77%	12.21%	12.07%
Risk-weighted capital ratio	13.29%	12.67%	13.63%	13.54%
After proposed dividends:				
Core capital ratio	9.12%	8.51%	12.21%	12.07%
Risk-weighted capital ratio	<u>13.03%</u>	<u>12.42%</u>	<u>13.63%</u>	<u>13.54%</u>

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

25 Commitments And Contingencies

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to customers.

<u>Group</u>	← 31.03.2009 →			← 31.12.2008 →		
	Principal amount	Credit equivalent amount *	Risk weighted amount	Principal amount	Credit equivalent amount *	Risk weighted amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Direct credit substitutes	2,257,784	2,257,784	1,984,858	2,227,027	2,227,027	1,956,620
Transaction-related contingent items	1,826,071	913,036	675,938	1,979,017	989,509	758,306
Short-term self-liquidating trade related contingencies	1,827,665	365,532	247,549	1,694,141	338,828	221,319
Obligations under underwriting agreements	283,240	141,620	141,620	283,240	141,620	141,620
Irrevocable commitments to extend credit:						
- maturity more than one year	4,655,389	2,327,695	1,935,193	4,757,666	2,378,834	2,150,746
- maturity less than one year	27,372,875	272,790	272,790	25,712,205	237,865	237,865
Foreign exchange related contracts:						
- less than one year	9,299,639	212,934	77,510	9,344,283	229,785	82,948
- one year to less than five years	9,887	1,111	421	9,364	1,063	396
- more than five years	1,458,200	203,639	71,484	1,381,000	204,225	71,014
Interest rate related contracts:						
- less than one year	1,275,842	5,167	1,108	1,009,714	2,617	669
- one year to less than five years	7,241,947	386,539	84,455	6,715,522	350,977	73,415
- more than five years	235,302	28,770	6,542	229,215	23,487	5,444
Miscellaneous	1,474,175	-	-	1,379,211	3,718	3,718
Total	59,218,016	7,116,617	5,499,468	56,721,605	7,129,555	5,704,080

The credit equivalent amount ('CE') and risk weighted amount ('RWA') of the Group are an aggregate of CE and RWA of the Bank, which is computed in accordance with BNM's Guidelines on Risk Weighted Capital Adequacy Framework for Credit and Market (Basel I), and the CE and RWA of its Islamic bank subsidiary, which is computed in accordance with BNM's Capital Adequacy Framework for Islamic Banks (CAFIB): Standardised Approach for Credit and Market Risk, and Basic Indicator Approach for Operational Risk (Basel II) respectively.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

25 Commitments And Contingencies (cont'd)

Bank	← 31.03.2009 →			← 31.12.2008 →		
	Principal amount	Credit equivalent amount *	Risk weighted amount	Principal amount	Credit equivalent amount *	Risk weighted amount
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Direct credit substitutes	1,984,258	1,984,258	1,711,331	1,950,898	1,950,898	1,680,491
Transaction-related contingent items	1,646,013	823,007	596,111	1,829,817	914,909	683,706
Short-term self-liquidating trade related contingencies	1,693,104	338,620	220,637	1,575,968	315,194	197,685
Obligations under underwriting agreements	213,240	106,620	106,620	213,240	106,620	106,620
Irrevocable commitments to extend credit:						
- maturity more than one year	4,004,409	2,002,205	1,616,189	4,003,353	2,001,677	1,773,589
- maturity less than one year	25,826,486	-	-	24,353,813	-	-
Foreign exchange related contracts:						
- less than one year	9,299,639	212,934	77,510	9,344,283	229,785	82,948
- one year to less than five years	9,887	1,111	421	9,364	1,063	396
- more than five years	1,458,200	203,639	71,484	1,381,000	204,225	71,014
Interest rate related contracts:						
- less than one year	1,166,312	5,057	1,053	905,659	2,357	539
- one year to less than five years	7,241,828	386,295	84,333	6,715,148	350,645	70,849
- more than five years	213,396	27,456	5,885	208,404	22,239	4,820
Miscellaneous	1,474,175	-	-	1,360,623	-	-
Total	56,230,947	6,091,202	4,491,574	53,851,570	6,099,612	4,672,657

* The credit equivalent amount is arrived at using the credit conversion factors as per Bank Negara Malaysia guidelines.
Foreign exchange and interest rate related contracts are subject to market risk and credit risk.

The CE and RWA of the Bank are computed in accordance with Basel I.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

26 Interest/Profit Rate Risk

Group

31.03.2009

	← Non-trading book →						Trading book RM'000	Total RM'000	Effective interest/profit rate %
	Up to 1 month	> 1-3 months	> 3-12 months	1-5 years	Over 5 years	Non-interest sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Assets									
Cash and short term funds	12,330,582	-	-	-	-	845,544	-	13,176,126	2.07
Securities purchased under resale agreements	88,475	-	-	-	-	-	-	88,475	0.10
Deposits and placements with banks and other financial institutions	-	798,959	200,000	-	-	-	-	998,959	2.07
Securities held-for-trading	-	-	-	-	-	-	293,435	293,435	2.65
Securities available-for-sale	247,340	236,808	183,448	3,034,873	2,803,542	170,833	-	6,676,844	4.39
Securities held-to-maturity	608,500	961,931	1,761,502	4,350,971	2,344,102	(137,839) #	-	9,889,167	3.85
Loans, advances & financing									
- performing	36,782,334	7,287,496	4,674,926	5,788,795	4,976,953	7	-	59,510,511	6.18
- non-performing	-	-	-	-	-	451,231 *	-	451,231	-
Other assets	-	-	-	-	-	401,431	-	401,431	-
Derivative assets	-	-	-	-	-	-	393,443	393,443	-
Tax recoverable	-	-	-	-	-	6,896	-	6,896	-
Deferred taxation assets	-	-	-	-	-	284,551	-	284,551	-
Statutory deposits	-	-	-	-	-	539,048	-	539,048	-
Investment in an associate	-	-	-	-	-	-	-	-	-
Property, plant and equipment	-	-	-	-	-	527,009	-	527,009	-
Prepaid land lease	-	-	-	-	-	101,845	-	101,845	-
Goodwill	-	-	-	-	-	1,004,017	-	1,004,017	-
Total assets	50,057,231	9,285,194	6,819,876	13,174,639	10,124,597	4,194,573	686,878	94,342,988	
Liabilities									
Deposits from customers	33,859,881	7,998,102	14,468,715	713,441	211	16,453,195	-	73,493,545	2.15
Deposits and placements of banks & other financial institutions	1,904,980	1,203,922	227,093	609,688	16,350	1,013	-	3,963,046	2.80
Bills and acceptances payable	1,583,417	1,743,969	694,695	-	-	193,663	-	4,215,744	2.22
Recourse obligation on loans sold to Cagamas Berhad	251,040	-	214,947	590,612	-	-	-	1,056,599	4.95
Other liabilities	-	-	-	-	-	1,158,154	-	1,158,154	-
Derivative liabilities	-	-	-	-	-	-	306,596	306,596	-
Provision for taxation	-	-	-	-	-	60,870	-	60,870	-
Deferred taxation liabilities	-	-	-	-	-	6	-	6	-
Long term borrowings	-	-	674,417	-	-	-	-	674,417	2.18
Subordinated obligations	-	-	-	1,300,000	700,000	-	-	2,000,000	5.18
Hybrid capital securities	-	-	-	-	366,835	-	-	366,835	8.00
	37,599,318	10,945,993	16,279,867	3,213,741	1,083,396	17,866,901	306,596	87,295,812	
Total equity	-	-	-	-	-	7,047,176	-	7,047,176	-
Total liabilities and equity	37,599,318	10,945,993	16,279,867	3,213,741	1,083,396	24,914,077	306,596	94,342,988	
On-balance sheet interest sensitivity gap	12,457,913	(1,660,799)	(9,459,991)	9,960,898	9,041,201	(20,719,504)	380,282	-	
Off-balance sheet interest sensitivity gap	183,299	641,122	(241,725)	1,084,941	131,490	-	-	1,799,127	
Total interest-sensitivity gap	12,641,212	(1,019,677)	(9,701,716)	11,045,839	9,172,691	(20,719,504)	-	1,799,127	

Consist of equity instruments less impairment loss.

* This represents outstanding non-performing loans after deducting specific allowance and general allowance.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

26 Interest/Profit Rate Risk (cont'd)

Group

31.12.2008

	← Non-trading book →						Trading book RM'000	Total RM'000	Effective interest/profit rate %
	Up to 1 month	> 1-3 months	> 3-12 months	1-5 years	Over 5 years	Non-interest sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Assets									
Cash and short term funds	12,505,499	-	-	-	-	946,446	-	13,451,945	3.30
Securities purchased under resale agreements	106,565	-	-	-	-	-	-	106,565	0.81
Deposits and placements with banks and other financial institutions	-	439,237	-	-	-	-	-	439,237	3.32
Securities held-for-trading	-	-	-	-	-	-	2,634,600	2,634,600	3.68
Securities available-for-sale	542,617	120,167	260,947	2,486,988	1,002,124	171,570	-	4,584,413	4.92
Securities held-to-maturity	1,313,696	726,877	1,971,412	3,466,595	2,067,390	(151,811) #	-	9,394,159	4.03
Loans, advances & financing									
- performing	36,074,137	7,709,285	5,107,229	6,158,062	4,816,917	-	-	59,865,630	6.64
- non-performing	-	-	-	-	-	262,245 *	-	262,245	-
Other assets	-	-	-	-	-	421,244	-	421,244	-
Derivative assets	-	-	-	-	-	-	344,916	344,916	-
Tax recoverable	-	-	-	-	-	9,215	-	9,215	-
Deferred taxation assets	-	-	-	-	-	268,159	-	268,159	-
Statutory deposits	-	-	-	-	-	1,521,442	-	1,521,442	-
Investment in an associate	-	-	-	-	-	-	-	-	-
Property, plant and equipment	-	-	-	-	-	527,711	-	527,711	-
Prepaid land lease	-	-	-	-	-	102,139	-	102,139	-
Goodwill	-	-	-	-	-	1,004,017	-	1,004,017	-
Total assets	50,542,514	8,995,566	7,339,588	12,111,645	7,886,431	5,082,377	2,979,516	94,937,637	
Liabilities									
Deposits from customers	32,916,641	7,108,661	14,098,778	701,175	-	16,186,008	-	71,011,263	2.99
Deposits and placements of banks & other financial institutions	4,279,585	1,305,302	577,394	568,137	22,037	1,121	-	6,753,576	3.26
Bills and acceptances payable	1,724,912	2,165,463	825,119	-	-	220,018	-	4,935,512	3.70
Recourse obligation on loans sold to Cagamas Berhad	87,146	-	372,367	714,241	-	-	-	1,173,754	4.87
Other liabilities	-	-	-	-	-	1,150,268	-	1,150,268	-
Derivative liabilities	-	-	-	-	-	-	338,011	338,011	-
Provision for taxation	-	-	-	-	-	91,149	-	91,149	-
Deferred taxation liabilities	-	-	-	-	-	15	-	15	-
Long term borrowings	-	655,975	-	-	-	-	-	655,975	3.47
Subordinated obligations	-	-	-	1,300,000	700,000	-	-	2,000,000	5.18
	39,008,284	11,235,401	15,873,658	3,283,553	722,037	17,648,579	338,011	88,109,523	
Total equity	-	-	-	-	-	6,828,114	-	6,828,114	-
Total liabilities and equity	39,008,284	11,235,401	15,873,658	3,283,553	722,037	24,476,693	338,011	94,937,637	
On-balance sheet interest sensitivity gap	11,534,230	(2,239,835)	(8,534,070)	8,828,092	7,164,394	(19,394,316)	-	2,641,505	-
Off-balance sheet interest sensitivity gap	74,741	392,237	262,502	252,554	127,592	-	-	1,109,626	-
Total interest-sensitivity gap	11,608,971	(1,847,598)	(8,271,568)	9,080,646	7,291,986	(19,394,316)	2,641,505	1,109,626	

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

26 Interest Rate Risk (cont'd)

Bank

31.03.2009

	← Non-trading book →						Trading book RM'000	Total RM'000	Effective interest rate %
	Up to 1 month	> 1-3 months	> 3-12 months	1-5 years	Over 5 years	Non-interest sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Assets									
Cash and short term funds	11,171,420	-	-	-	-	836,930	-	12,008,350	2.07
Securities purchased under resale agreements	88,475	-	-	-	-	-	-	88,475	0.10
Deposits and placements with banks and other financial institutions	-	561,555	200,000	-	546,825	-	-	1,308,380	2.09
Securities held-for-trading	-	-	-	-	-	-	95,893	95,893	2.07
Securities available-for-sale	247,340	236,808	183,448	2,405,764	2,591,922	169,169	-	5,834,451	4.39
Securities held-to-maturity	608,500	735,159	1,380,012	3,859,972	1,930,521	(137,839) #	-	8,376,325	3.81
Loans, advances & financing									
- performing	35,624,241	5,948,907	3,640,779	5,191,204	1,847,961	-	-	52,253,092	6.21
- non-performing	-	-	-	-	-	313,598 *	-	313,598	-
Other assets	-	-	-	-	-	541,972	-	541,972	-
Derivative assets	-	-	-	-	-	-	393,203	393,203	-
Deferred taxation assets	-	-	-	-	-	249,777	-	249,777	-
Statutory deposits	-	-	-	-	-	476,108	-	476,108	-
Investment in subsidiaries	-	-	-	-	-	828,956	-	828,956	-
Property, plant and equipment	-	-	-	-	-	438,275	-	438,275	-
Prepaid land lease	-	-	-	-	-	20,859	-	20,859	-
Goodwill	-	-	-	-	-	905,519	-	905,519	-
Total assets	47,739,976	7,482,429	5,404,239	11,456,940	6,917,229	4,643,324	489,096	84,133,233	
Liabilities									
Deposits from customers	28,901,247	6,534,385	13,290,222	700,385	-	15,206,060	-	64,632,299	2.24
Deposits and placements of banks & other financial institutions	1,516,000	1,034,598	284,241	609,688	16,350	1,013	-	3,461,890	2.84
Bills and acceptances payable	1,583,417	1,743,969	692,527	-	-	183,307	-	4,203,220	2.22
Recourse obligation on loans sold to Cagamas Berhad	251,040	-	214,947	590,612	-	-	-	1,056,599	4.95
Other liabilities	-	-	-	-	-	907,850	-	907,850	-
Derivative liabilities	-	-	-	-	-	-	299,196	299,196	-
Provision for taxation	-	-	-	-	-	57,668	-	57,668	-
Long term borrowings	-	-	674,417	-	-	-	-	674,417	2.18
Subordinated obligations	-	-	-	1,300,000	700,000	-	-	2,000,000	5.18
Hybrid capital securities	-	-	-	-	366,835	-	-	366,835	8.00
	32,251,704	9,312,952	15,156,354	3,200,685	1,083,185	16,355,898	299,196	77,659,974	
Total equity	-	-	-	-	-	6,473,259	-	6,473,259	-
Total liabilities and equity	32,251,704	9,312,952	15,156,354	3,200,685	1,083,185	22,829,157	299,196	84,133,233	
On-balance sheet interest sensitivity gap	15,488,272	(1,830,523)	(9,752,115)	8,256,255	5,834,044	(18,185,833)	-	189,900	-
Off-balance sheet interest sensitivity gap	103,866	521,380	(535,019)	1,164,220	153,396	-	-	1,407,843	
Total interest-sensitivity gap	15,592,138	(1,309,143)	(10,287,134)	9,420,475	5,987,440	(18,185,833)	-	189,900	1,407,843

Consist of equity instruments less impairment loss.

* This represents outstanding non-performing loans after deducting specific allowance and general allowance.

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

26 Interest Rate Risk (cont'd)

Bank

31.12.2008

	← Non-trading book →						Trading book	Total	Effective interest rate
	Up to 1 month	> 1-3 months	> 3-12 months	1-5 years	Over 5 years	Non-interest sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Assets									
Cash and short term funds	11,009,719	-	-	-	-	953,841	-	11,963,560	3.30
Securities purchased under resale agreements	106,565	-	-	-	-	-	-	106,565	0.81
Deposits and placements with banks and other financial institutions	-	330,496	-	-	517,875	-	-	848,371	3.32
Securities held-for-trading	-	-	-	-	-	-	2,230,136	2,230,136	3.58
Securities available-for-sale	542,617	120,167	260,947	2,081,692	671,307	169,873	-	3,846,603	4.77
Securities held-to-maturity	1,313,696	693,070	1,484,189	3,023,301	1,692,078	(151,811) #	-	8,054,523	4.00
Loans, advances & financing									
- performing	34,794,172	6,164,960	4,230,145	5,462,603	1,744,253	-	-	52,396,133	6.72
- non-performing	-	-	-	-	-	203,914 *	-	203,914	-
Other assets	-	-	-	-	-	494,535	-	494,535	-
Derivative assets	-	-	-	-	-	-	344,595	344,595	-
Deferred taxation assets	-	-	-	-	-	233,116	-	233,116	-
Statutory deposits	-	-	-	-	-	1,321,902	-	1,321,902	-
Investment in subsidiaries	-	-	-	-	-	828,956	-	828,956	-
Property, plant and equipment	-	-	-	-	-	439,165	-	439,165	-
Prepaid land lease	-	-	-	-	-	20,940	-	20,940	-
Goodwill	-	-	-	-	-	905,519	-	905,519	-
Total assets	47,766,769	7,308,693	5,975,281	10,567,596	4,625,513	5,419,950	2,574,731	84,238,533	
Liabilities									
Deposits from customers	28,085,483	5,929,545	11,605,331	688,485	-	15,284,104	-	61,592,948	3.05
Deposits and placements of banks & other financial institutions	4,196,047	1,205,040	262,825	568,137	22,037	1,121	-	6,255,207	3.25
Bills and acceptances payable	1,724,912	2,165,463	821,303	-	-	189,048	-	4,900,726	3.70
Recourse obligation on loans sold to Cagamas Berhad	87,146	-	372,367	714,241	-	-	-	1,173,754	4.87
Other liabilities	-	-	-	-	-	974,138	-	974,138	-
Derivative liabilities	-	-	-	-	-	-	331,809	331,809	-
Provision for taxation	-	-	-	-	-	87,877	-	87,877	-
Long term borrowings	-	655,975	-	-	-	-	-	655,975	3.47
Subordinated obligations	-	-	-	1,300,000	700,000	-	-	2,000,000	5.18
	34,093,588	9,956,023	13,061,826	3,270,863	722,037	16,536,288	331,809	77,972,434	
Total equity	-	-	-	-	-	6,266,099	-	6,266,099	
Total liabilities and equity	34,093,588	9,956,023	13,061,826	3,270,863	722,037	22,802,387	331,809	84,238,533	
On-balance sheet interest sensitivity gap	13,673,181	(2,647,330)	(7,086,545)	7,296,733	3,903,476	(17,382,437)	-	2,242,922	-
Off-balance sheet interest sensitivity gap	(87,623)	308,066	(21,911)	414,772	148,403	-	-	761,707	-
Total interest-sensitivity gap	13,585,558	(2,339,264)	(7,108,456)	7,711,505	4,051,879	(17,382,437)	-	2,242,922	761,707

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NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

27 Segmental Reporting On Revenue And Profit

Group - 3 months ended 31.03.2009

	Corporate & Investment Banking	Retail Banking	Treasury & Money Market	Islamic Banking	International Banking	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	213,545	661,198	226,117	60,421	79,425	3,285	-	1,243,991
Inter-segment revenue	2,128	-	4,711	121	771	301	(8,032)	-
Total revenue	215,673	661,198	230,828	60,542	80,196	3,586	(8,032)	1,243,991
Segment results	67,102	198,526	105,196	21,944	13,813	3,564	-	410,145
Subordinated obligations								(25,521)
Unallocated expenses								(61,006)
Profit before INCPs dividend and taxation								323,618
Taxation								(79,233)
Net profit for the financial period								244,385

Group - 3 months ended 31.03.2008

	Corporate & Investment Banking	Retail Banking	Treasury & Money Market	Islamic Banking	International Banking	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	227,908	660,447	363,456	56,072	60,648	(1,108)	-	1,367,423
Inter-segment revenue	553	-	4,412	-	723	269	(5,957)	-
Total revenue	228,461	660,447	367,868	56,072	61,371	(839)	(5,957)	1,367,423
Segment results	24,059	241,029	108,343	42,030	25,233	(1,219)	-	439,475
Subordinated obligations								(29,009)
Unallocated expenses								(94,054)
Profit from operations								316,412
Share of results of an associate								65
Profit before INCPs dividend and taxation								316,477
INCPs dividend								(32,146)
Taxation								(69,710)
Net profit for the financial period								214,621

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2009 (cont'd)

28 Valuation of Property, Plant and Equipment

The property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

29 Events subsequent to Balance Sheet Date

There are no material events subsequent to the balance sheet date that have not been reflected in financial statements.

30 Changes in the Composition of the Group

The significant changes in the composition of the Group for the three months ended 31 March 2009 are summarised below:

(a) Members' voluntary winding up of wholly-owned subsidiaries of the Bank

On 22 January 2009, the following wholly-owned subsidiaries of the Bank were deemed to be dissolved at the expiration of three months after the lodgement of the Return by Liquidator Relating to Final Meeting to the Companies Commission of Malaysia and the Official Receiver pursuant to Section 272(5) of the Companies Act, 1965:-

- (i) U.B. Nominees (Tempatan) Sdn Bhd ("UBNT");
- (ii) USB Nominees Sdn Bhd ("USBN");
- (iii) USB Nominees (Tempatan) Sdn Bhd ("USBNT");
- (iv) USB Nominees (Asing) Sdn Bhd ("USBNA"); and
- (v) INFB Jaya Sdn Bhd ("INFB")

The dissolution of UBNT, USBN, USBNT, USBNA and INFB will not have any material effect on the Group and Bank performance for the financial period ended 31 March 2009.

31 Changes in Profit for the Quarter

The Group recorded a higher pre-profit of RM323.6 million for the current quarter, up 20% as compared to the preceding quarter ended 31 December 2008 of RM270.3 million. The increase was mainly due to lower other operating expenses and lower allowance for losses on loans and financing by RM52.4 million and RM50.4 million respectively, partly offset by lower other operating income by RM47.7 million.

32 Performance Review

For the 1st Quarter ended 31 March 2009, the Group recorded a pre-tax profit (before INCPS dividend) of RM323.6 million, 2% higher than the previous year corresponding period 31 March 2008 of RM316.5 million. The higher profit was mainly due to higher net interest income, higher writeback of allowance for impairment losses and higher income from Islamic banking business by RM42.0 million, RM17.0 million and RM4.3 million respectively, partly offset by higher allowance for losses on loans and financing by RM23.4 million, lower other operating income by RM17.6 million and higher other operating expenses by RM15.2 million.

33 Prospects for the Financial Year Ending 31 December 2009

Despite the slowing economy, the banking sector will remain resilient contributed by its strong capitalisation, good asset quality management and robust risk management practices. With proactive measures undertaken by the Government and Bank Negara Malaysia in the form of stimulus packages and reductions in interest rates, the Group is optimistic that there will be continued loan growth and demand for existing and new banking products and services, albeit at a slower rate. Keen competition is expected to continue amongst the various industry players and coupled with lower interest rates and demand, we expect that there will be further pressure on net interest margins. The Group will remain focused on building its core businesses and will continue to look for opportunities to expand its market share during this more challenging period with improvements in its sales, service and support infrastructure to better serve our customers. Barring any unforeseen circumstances, the Group expects to achieve a satisfactory performance in 2009.