Media Release

OCBC Group Reports Third Quarter 2008 Net Profit of S$402 million

Core Net Profit Fell 7% to S$396 million

Singapore, 5 November 2008 - Oversea-Chinese Banking Corporation Limited ("OCBC Bank") today reported a net profit of S$402 million for third quarter 2008 ("3Q08"), 13% lower than a year ago. Excluding tax refunds from both periods, core net profit fell 7% to S$396 million. The decline was largely due to increased allowances which offset growth in operating profit driven by strong net interest income.

Net allowances for the quarter amounted to S$156 million, substantially higher than the S$39 million in 3Q07. The allowances were mainly for the Group's holdings of debt securities which suffered losses following the unprecedented upheavals in global credit markets. Core operating businesses delivered steady results, as reflected in the 5% year-on-year increase in operating profit before allowances. Net interest income grew 21%, underpinned by healthy loan growth and better interest margins. Non-interest income held up well under challenging market conditions, registering a modest decline of 4%, as weaker stockbroking, wealth management and investment income were largely compensated by stronger contributions from the insurance business and other fee-based activities.

Compared with 2Q08, the Group's core operating profit and core net profit increased by 16% and 4% respectively, in spite of the higher allowances. The profit growth was driven mainly by stronger insurance and foreign exchange income. Insurance contributions improved significantly compared to a weak first half performance, as the decline in long term interest rates in Singapore and rise in government bond prices during the third quarter boosted the Singapore non-participating fund profits of Great Eastern Holdings ("GEH").

For the nine months ended 30 September 2008 ("9M08"), the Group's reported net profit fell 12% to S$1,449 million, while core net profit declined 15% to S$1,237 million (excluding S$174 million divestment gains and S$38 million tax refunds). Robust net interest income growth of 23% was offset by lower insurance income, reduced gains on investment securities and losses on trading securities, while allowances were significantly higher at S$203 million. Operating expenses rose 16% due to increases in staff costs, business promotion expenses and costs associated with the Group's continued overseas expansion. GEH's core net profit contribution to the Group fell to S$113 million in 9M08 from S$332 million in 9M07. Annualised return on equity for the nine months, based on core net profit, was 11.6%, down from 14.1% for 9M07.

Net Interest Income

Net interest income rose 21% year-on-year to S$684 million in 3Q08. Customer loans grew by 20% from a year ago and 4% from the previous quarter, contributed mainly by increased corporate and SME loans in Singapore as well as overseas markets. Net interest margin improved by 11 basis points to 2.18% on lower cost of funds and improvement in loan spreads.

Compared with 2Q08, net interest income grew 1%. Net interest margin narrowed by 6 basis points due mainly to lower average yields on the investment securities portfolio, particularly for Singapore government bonds.

For the nine months period, net interest income grew 23% to S$2,000 million, and net interest margin improved by 12 basis points to 2.20%.

Non-Interest Income

Non-interest income fell 4% year-on-year to S$462 million. Fee and commission income declined by 6% to S$199 million, as weak financial markets impacted stockbroking and wealth management income. Foreign exchange income fell from S$68 million to S$52 million, while net losses of S$26 million were incurred on disposal of investment securities compared to gains of S$32 million a year ago. These declines were largely offset by an increase in insurance income from S$123 million to S$177 million, contributed by both the life assurance and general insurance segments.

Compared to 2Q08, non-interest income grew strongly by 29% due largely to a rebound in life assurance profits from S$33 million to S$145 million. Recovering from losses in the first two quarters, GEH's Singapore non-participating fund recorded healthy gains in the third quarter, benefitting from the decline in long term interest rates in Singapore and higher government bond prices.

For the nine months, non-interest income fell 19% to S$1,198 million, dampened by the weak life assurance profits in the first half, lower gains on investment securities and net trading losses.

Operating Expenses

Operating expenses increased by 15% year-on-year to S$492 million. Approximately 30% of the increase can be attributed to overseas investments, business-volume-related costs and the consolidation of PacificMas Berhad's expenses with effect from April 2008. Staff costs rose by 11% due to higher base salaries and increased headcount. Property and equipment expenses, business promotion expenses and business-volume-related expenses were also higher.

Compared with 2Q08, expenses increased 4%, mainly from higher business promotion expenses. The cost-to-income ratio for the quarter was 43.0%, compared with 40.8% in 3Q07 and 45.5% in 2Q08.

For the nine months, operating expenses increased 16% to S$1,391 million. The cost-to-income ratio was 43.5%, up from 38.4% a year ago.

Allowances and Asset Quality

Net allowances for loans and other assets increased to S$156 million, from S$39 million in 3Q07 and S$55 million in 2Q08. The S$156 million comprises specific allowances for loans of S$30 million, portfolio allowances of S$9 million, allowances for corporate CDOs of S$4 million, and allowances for other assets of S$113 million, which were primarily for debt securities.

For the nine months, net allowances were significantly higher at S$203 million, compared with S$23 million in 9M07.

The Group's loan quality and coverage ratios remained strong. Non-performing loans ("NPLs") fell 2% from June 2008 to S$1.20 billion in September 2008, and the NPL ratio improved from 1.4% to 1.3%. Total cumulative allowances amounted to 128% of NPLs, higher than the 122% coverage in June 2008 and 107% a year ago.

Capital Strength, Funding and Liquidity

OCBC continues to maintain a strong capital position and a solid deposit funding base, which are vital attributes for banks given the current global financial crisis. The Group's Tier 1 capital increased to S$14 billion as at 30 September 2008, following the successful issues of S$2.5 billion of Tier 1 preference shares during the third quarter. Its Tier 1 ratio of 14.4% ranks among the highest in the world, and is well above the regulatory minimum of 6%.

The Group has a stable and growing deposit base, with customer deposits growing by 11% year-on-year to S$95 billion as at 30 September 2008. The ratio of customer loans to customer deposits is at a comfortable 84%, and the Bank is a net lender in the Singapore interbank market. Since mid-September 2008, when global risk aversion heightened following the collapse of Lehman Brothers, the Group has experienced significantly higher net inflows of customer deposits. A Group-wide liquidity management framework has been in place for many years, with established procedures, continuous monitoring and regular reviews, including scenario stress testing and contingency plans.

CEO's Comments

Commenting on the Group's performance, CEO David Conner said:

"The global financial crisis has carried us into uncharted territory over the past few months and is unprecedented in its scale and impact. The next few quarters are expected to be challenging for individuals and businesses around the world. In this environment we are ever more vigilant in managing our businesses and risks, even as we continue to support our customers and invest for the longer term. Given OCBC's strong capital, funding and liquidity position, as well as our ongoing profitability, we are well placed to deal with the challenges ahead and to take advantage of emerging opportunities in our key markets."

About OCBC Bank

Singapore's longest established local bank, OCBC Bank currently has assets of S$184 billion and a network of more than 470 branches and representative offices in 15 countries and territories including Singapore, Malaysia, Indonesia, China, Hong Kong SAR, Brunei, Japan, Australia, UK and USA. This network includes more than 360 branches and offices in Indonesia operated by OCBC Bank's subsidiary, PT Bank NISP. OCBC Bank and its banking subsidiaries offer a wide range of specialist financial services, from consumer, corporate, investment, private and transaction banking to treasury and stock-broking services to meet the needs of its customers across communities.

OCBC Bank's insurance subsidiary, Great Eastern Holdings, is the largest insurance group in Singapore and Malaysia, in terms of assets and market share, and its asset management subsidiary, Lion Global Investors is one of the largest asset management companies in Southeast Asia. Additional information may be found at www.ocbc.com.

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To Our Shareholders

The Board of Directors of Oversea-Chinese Banking Corporation Limited ("OCBC") reports the following:

Unaudited Financial Results for the Third Quarter Ended 30 September 2008

For the third quarter ended 30 September 2008, Group net profit was S$402 million. Details of the financial results are in the accompanying Group Financial Report.

Ordinary Dividend

No interim dividend on ordinary shares has been declared for the third quarter ended 30 September 2008.

Preference Dividend

The Board of Directors has declared payment of semi-annual one-tier tax-exempt dividends on its non-cumulative non-convertible preference shares as follows: Class B Preference Shares at 5.1% per annum; Class E Preference Shares at 4.5% per annum (2007: 4.5% tax-exempt) and Class G Preference Shares at 4.2% per annum (2007: 4.2% net of Malaysia income tax). These semi-annual dividends, computed for the period 29 July 2008 to 19 December 2008 (both dates inclusive) for Class B Preference Shares; and 20 June 2008 to 19 December 2008 (both dates inclusive) for Class E and Class G preference shares, will be paid on 22 December 2008. Total amounts of dividend payable for the Class B, Class E and Class G Preference Shares are S$20.1 million, S$11.3 million and S$8.3 million respectively.

Notice is hereby given that the Transfer Books and the Registers of Preference Shareholders will be closed from 9 December 2008 to 10 December 2008 (both dates inclusive). Duly completed transfers received by the Bank's Share Registrar, M & C Services Private Limited of 138 Robinson Road #17-00 The Corporate Office Singapore 068906 up to 5.00 p.m. on 5 December 2008 will be registered to determine the entitlement of the preference shareholders to the semi-annual dividends.

Peter Yeoh
Secretary

Singapore, 5 November 2008

More details on the results are available on the Bank's website at **www.ocbc.com**

Oversea-Chinese Banking Corporation Limited

Third Quarter 2008 Group Financial Report

Incorporated in Singapore
Company Registration Number: 193200032W

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FINANCIAL SUMMARY

OCBC Group prepares its financial statements in accordance with the Singapore Financial Reporting Standards, including the modification to FRS 39 *Financial Instruments: Recognition and Measurement* requirement on loan loss provisioning under Notice to Banks No. 612 "Credit Files, Grading and Provisioning" issued by the Monetary Authority of Singapore. The accounting policies and methods of computation for the current financial period are consistent with those applied in the previous financial period.

On 30 October 2008, the Accounting Standards Council issued amendments to FRS 39 *Financial Instruments: Recognition and Measurement* and FRS 107 *Financial Instruments: Disclosures*. These amendments permit the reclassification of certain financial instruments out of the "fair value through profit and loss" and "available for sale" categories under prescribed circumstances. The Group is reviewing its position. Implementation of the amendments, if any, will be disclosed in the 4Q08 results announcement.

Financial Results

Net profit attributable to shareholders ("net profit") was S$402 million for the third quarter ended 30 September 2008 ("3Q08"), 13% lower compared to 3Q07. Excluding tax refunds, core net profit fell 7% year-on-year to S$396 million. The decline was largely due to increased allowances which offset growth in operating profit driven by strong net interest income.

The decline in profit was due to higher allowances of S$156 million, mainly for debt securities, as compared to S$39 million in 3Q07. Core operating businesses delivered steady results, as reflected in the 5% year-on-year increase in operating profit before allowances. Net interest income grew by 21% to S$684 million, underpinned by healthy loan growth and better interest margins. Non-interest income registered a modest decline of 4% to S$462 million, as weaker stockbroking, wealth management and investment income were largely compensated by stronger contributions from the insurance business and other fee-based activities. Operating expenses increased by 15% to S$492 million, contributed by higher staff costs, business promotion expenses and overseas investments.

Compared with 2Q08, core operating profit and core net profit increased by 16% and 4% respectively. This was attributable mainly to an increase in insurance income from S$62 million to S$177 million, partially offset by the higher allowances quarter-on-quarter.

For the nine months ended 30 September 2008 ("9M08"), reported net profit fell 12% to S$1,449 million, and core net profit fell 15% to S$1,237 million, after excluding S$174 million divestment gains and S$38 million tax refunds. The decline was due to a 30% fall in insurance income and increased operating expenses and allowances which more than offset the 23% growth in net interest income.

9M08 numbers included the consolidated results of PacificMas Berhad ("PacMas"), which became a 67%-owned subsidiary in April 2008. PacMas' main businesses are general insurance and fund management. Its profit contribution in 9M08 was not material.

Annualised return on equity, based on core earnings, was 11.6% for 9M08, compared with 14.1% for 9M07. Annualised core earnings per share for 9M08 declined by 17% to 51.5 cents.

FINANCIAL SUMMARY *(continued)*

S$ million	9M08	9M07	+/(-) %	3Q08	3Q07	+/(-) %	2Q08	+/(-) %
Selected Income Statement Items								
Net interest income	**2,000**	1,631	23	**684**	566	21	678	1
Non-interest income	**1,198**	1,480	(19)	**462**	481	(4)	360	29
Total core income	**3,198**	3,111	3	**1,146**	1,047	9	1,038	10
Operating expenses	**(1,391)**	(1,195)	16	**(492)**	(426)	15	(473)	4
Operating profit before allowances and amortisation	**1,807**	1,916	(6)	**654**	621	5	565	16
Amortisation of intangible assets	**(35)**	(35)	–	**(12)**	(12)	–	(12)	–
Allowances for loans and impairment of other assets	**(203)**	(23)	781	**(156)**	(39)	304	(55)	181
Operating profit after allowances and amortisation	**1,569**	1,858	(16)	**486**	570	(15)	498	(2)
Share of results of associates and joint ventures	**9**	22	(60)	**5**	2	131	3	53
Profit before income tax	**1,578**	1,880	(16)	**491**	572	(14)	501	(2)
Core net profit attributable to shareholders	**1,237**	1,452	(15)	**396**	425	(7)	381	4
Divestment gains (net of tax)	**174**	90	94	**–**	–	–	18	–
Tax refund	**38**	100	(62)	**6**	38	(84)	26	(76)
Reported net profit attributable to shareholders	**1,449**	1,642	(12)	**402**	463	(13)	425	(6)
Cash basis net profit attributable to shareholders [1/]	**1,484**	1,677	(12)	**414**	475	(13)	437	(5)
Selected Balance Sheet Items								
Ordinary equity	**13,871**	14,559	(5)	**13,871**	14,559	(5)	14,249	(3)
Total equity *(excluding minority interests)*	**15,767**	15,455	2	**15,767**	15,455	2	15,145	4
Total assets	**183,596**	170,334	8	**183,596**	170,334	8	180,820	2
Assets excluding life assurance fund investment assets	**143,949**	129,495	11	**143,949**	129,495	11	141,296	2
Loans and bills receivable *(net of allowances)*	**79,925**	66,506	20	**79,925**	66,506	20	76,989	4
Deposits of non-bank customers	**94,678**	85,651	11	**94,678**	85,651	11	92,371	2

Notes:
1. Excludes amortisation of intangible assets.
2. Certain figures for prior periods are adjusted to add up to the relevant totals.

FINANCIAL SUMMARY *(continued)*

	9M08	9M07	3Q08	3Q07	2Q08
Key Financial Ratios - based on core earnings					
Performance ratios (% p.a.)					
Return on equity [1/]					
GAAP basis	**11.6**	14.1	**11.3**	11.5	10.3
Cash basis	**12.0**	14.5	**11.7**	11.8	10.6
Return on assets [2/]					
GAAP basis	**1.17**	1.60	**1.10**	1.33	1.09
Cash basis	**1.21**	1.64	**1.13**	1.37	1.12
Revenue mix / efficiency ratios (%)					
Net interest margin (annualised)	**2.20**	2.08	**2.18**	2.07	2.24
Net interest income to total income	**62.5**	52.4	**59.7**	54.0	65.4
Non-interest income to total income	**37.5**	47.6	**40.3**	46.0	34.6
Cost to income	**43.5**	38.4	**43.0**	40.8	45.5
Loans to deposits	**84.4**	77.6	**84.4**	77.6	83.3
NPL ratio	**1.3**	2.1	**1.3**	2.1	1.4
Earnings per share (annualised - cents)					
Basic earnings	**51.5**	61.8	**48.8**	53.4	48.3
Basic earnings (cash basis)	**53.0**	63.3	**50.3**	54.9	49.8
Diluted earnings	**51.3**	61.4	**48.7**	53.1	48.1
Net asset value (S$)					
Before valuation surplus	**4.47**	4.72	**4.47**	4.72	4.60
After valuation surplus	**5.79**	6.51	**5.79**	6.51	6.41
Capital adequacy ratios (%) [4/]					
Tier 1	**14.4**	11.9	**14.4**	11.9	12.3
Total	**14.7**	12.8	**14.7**	12.8	13.6

Notes:
1. Preference equity and minority interests are not included in the computation for return on equity.
2. The computation for return on assets does not include life assurance fund investment assets.
3. In computing return on equity and earnings per share, preference dividends paid and estimated to be due as at the end of the financial period are deducted from core earnings.
4. The capital adequacy ratios for 9M08, 3Q08 and 2Q08 are computed in accordance with Basel II rules while the ratios for 9M07 and 3Q07 are computed based on Basel I rules.

NET INTEREST INCOME

Average Balance Sheet

S$ million	9M08 Average Balance	9M08 Interest	9M08 Average Rate [4]	9M07 Average Balance	9M07 Interest	9M07 Average Rate [4]
			%			%
Interest earning assets						
Loans and advances to non-bank customers	**75,381**	**2,702**	**4.79**	62,436	2,612	5.59
Placements with and loans to banks	**23,880**	**594**	**3.32**	22,235	651	3.92
Other interest earning assets [1]	**22,406**	**627**	**3.74**	19,921	624	4.19
Total	**121,667**	**3,923**	**4.31**	104,592	3,887	4.97
Interest bearing liabilities						
Deposits of non-bank customers	**92,562**	**1,382**	**1.99**	80,233	1,622	2.70
Deposits and balances of banks	**14,871**	**364**	**3.27**	12,370	424	4.58
Other borrowings [2]	**6,069**	**177**	**3.88**	5,574	210	5.05
Total	**113,502**	**1,923**	**2.26**	98,177	2,256	3.07
Net interest income / margin [3]		**2,000**	**2.20**		1,631	2.08

S$ million	3Q08 Average Balance	3Q08 Interest	3Q08 Average Rate [4]	3Q07 Average Balance	3Q07 Interest	3Q07 Average Rate [4]	2Q08 Average Balance	2Q08 Interest	2Q08 Average Rate [4]
			%			%			%
Interest earning assets									
Loans and advances to non-bank customers	**78,232**	**912**	**4.64**	64,596	892	5.48	75,514	883	4.70
Placements with and loans to banks	**23,987**	**198**	**3.28**	22,578	211	3.70	24,209	200	3.31
Other interest earning assets [1]	**22,732**	**196**	**3.43**	21,006	218	4.11	22,010	204	3.72
Total	**124,951**	**1,306**	**4.16**	108,180	1,321	4.84	121,733	1,287	4.25
Interest bearing liabilities									
Deposits of non-bank customers	**93,493**	**447**	**1.90**	83,521	537	2.55	93,007	440	1.90
Deposits and balances of banks	**14,967**	**114**	**3.02**	12,602	152	4.78	15,272	113	2.96
Other borrowings [2]	**6,868**	**61**	**3.54**	5,193	66	5.12	5,855	56	3.84
Total	**115,328**	**622**	**2.15**	101,316	755	2.96	114,134	609	2.14
Net interest income / margin [3]		**684**	**2.18**		566	2.07		678	2.24

Notes:
1. Comprise corporate debts and government securities.
2. Mainly debts issued.
3. Net interest margin is net interest income as a percentage of interest earning assets.
4. Average rates are computed on an annualised basis.

NET INTEREST INCOME *(continued)*

Net interest income grew 21% year-on-year to S$684 million in 3Q08, underpinned by growth in interest-earning assets and improved margins. Interest earning assets grew by 16%, contributed mainly by loans growth in Singapore and overseas branch operations. Net interest margin rose 11 basis points from 2.07% in 3Q07 to 2.18% in 3Q08 largely due to higher loan spreads and lower average cost of funds.

Against 2Q08, net interest income increased by 1% due mainly to an increase of 4% in customer loans. Net interest margin narrowed by 6 basis points from 2.24% to 2.18%, largely due to lower average yields on investment securities, in particular Singapore government bonds.

Volume and Rate Analysis

	9M08 vs 9M07			3Q08 vs 3Q07			3Q08 vs 2Q08		
Increase / (decrease) due to change in: S$ million	**Volume**	**Rate**	**Net change**	**Volume**	**Rate**	**Net change**	**Volume**	**Rate**	**Net change**
Interest income									
Loans and advances to non-bank customers	544	(464)	80	188	(168)	20	32	(13)	19
Placements with and loans to banks	48	(108)	(60)	13	(26)	(13)	(2)	(2)	(4)
Other interest earning assets	78	(76)	2	18	(40)	(22)	7	(17)	(10)
Total	670	(648)	22	219	(234)	(15)	37	(32)	5
Interest expense									
Deposits of non-bank customers	250	(496)	(246)	64	(153)	(89)	2	#	2
Deposits and balances of banks	86	(147)	(61)	28	(66)	(38)	(2)	2	(#)
Other borrowings	19	(53)	(34)	22	(28)	(6)	10	(6)	4
Total	355	(696)	(341)	114	(247)	(133)	10	(4)	6
Impact on net interest income			363			118			(1)
Due to change in number of days			6			–			7
Net interest income			369			118			6

Note:
1. "#" represents amounts less than S$0.5 million.

NON-INTEREST INCOME

S$ million	9M08	9M07	+/(-)	3Q08	3Q07	+/(-)	2Q08	+/(-)
			%			%		%
Fees and commissions								
Brokerage	**58**	106	(45)	**15**	40	(63)	19	(22)
Wealth management	**115**	118	(2)	**35**	41	(16)	40	(13)
Fund management	**62**	66	(6)	**20**	21	(3)	21	(3)
Credit card	**42**	41	4	**14**	14	(1)	14	–
Loan-related	**114**	91	25	**43**	33	33	37	16
Trade-related and remittances	**99**	85	17	**34**	31	12	32	5
Guarantees	**21**	17	20	**8**	6	27	6	28
Investment banking	**48**	34	39	**13**	9	36	15	(17)
Service charges	**36**	34	5	**11**	11	(1)	12	(14)
Others	**19**	14	40	**6**	5	28	6	42
Sub-total	**614**	606	1	**199**	211	(6)	202	(1)
Dividends	**64**	47	37	**18**	10	73	28	(36)
Rental income	**50**	48	4	**18**	15	19	17	5
Profit from life assurance	**185**	329	(44)	**145**	107	35	33	338
Premium income from general insurance	**78**	48	64	**32**	16	93	29	10
Other income								
Net dealing income:								
Foreign exchange	**168**	141	19	**52**	68	(23)	26	97
Derivatives and securities	**(61)**	35	(276)	**7**	3	131	(3)	(307)
Net gains from investment securities	**42**	175	(76)	**(26)**	32	(181)	4	(679)
Net gains from disposal of properties	**8**	4	72	**2**	1	212	6	(67)
Others	**50**	47	6	**15**	18	(12)	18	(8)
Sub-total	**207**	402	(49)	**50**	122	(59)	51	–
Total core non-interest income	**1,198**	1,480	(19)	**462**	481	(4)	360	29
Divestment gains	**186**	93	101	**–**	–	–	18	–
Total non-interest income	**1,384**	1,573	(12)	**462**	481	(4)	378	22
Fees and commissions / Total income [1/]	**19.2%**	19.5%		**17.4%**	20.2%		19.5%	
Non-interest income / Total income [1/]	**37.5%**	47.6%		**40.3%**	46.0%		34.6%	

Note:
1. Pre-tax divestment gains are not included.

Core non-interest income fell 4% year-on-year to S$462 million in 3Q08. Higher fee income from loan-related, trade-related and investment banking activities were offset by declines in stock-broking and wealth management income following the turmoil in financial markets, resulting in a 6% decrease in fee and commission income to S$199 million. Net losses of S$26 million were incurred on investment securities in 3Q08, mainly from the disposals of debt securities, as compared to net gains of S$32 million in 3Q07. Foreign exchange dealing income fell to S$52 million, compared to S$68 million a year ago.

These declines were partly offset by an increase in insurance income from S$123 million to S$177 million. Profit from GEH's life assurance business increased by 35% year-on-year to S$145 million. The consolidation of PacMas' results, as well as higher income from GEH, contributed to the 93% increase in general insurance income.

Compared to 2Q08, non-interest income grew strongly by 29% due largely to a rebound in life assurance profits from S$33 million to S$145 million. Recovering from losses in the first two quarters, GEH's Singapore non-participating fund recorded gains in the third quarter, benefitting from the decline in long term interest rates in Singapore and higher government bond prices.

OPERATING EXPENSES

S$ million	9M08	9M07	+/(-) %	3Q08	3Q07	+/(-) %	2Q08	+/(-) %
Staff costs								
Salaries and other costs	**725**	625	16	**249**	226	10	248	–
Share-based expenses	**9**	7	19	**4**	2	130	2	101
Contribution to defined contribution plans	**60**	47	28	**21**	19	9	20	4
	794	679	17	**274**	247	11	270	1
Property and equipment								
Depreciation	**83**	79	5	**28**	24	16	28	–
Maintenance and hire of property, plant & equipment	**51**	48	6	**17**	16	5	17	(1)
Rental expenses	**30**	21	40	**11**	7	54	10	14
Others	**82**	79	4	**30**	24	29	26	15
	246	227	8	**86**	71	22	81	6
Other operating expenses	**351**	289	22	**132**	108	22	122	9
Total operating expenses	**1,391**	1,195	16	**492**	426	15	473	4
Group staff strength								
Period end	**19,891**	18,126	10	**19,891**	18,126	10	19,578	2
Average	**19,406**	17,061	14	**19,780**	17,846	11	19,496	1
Cost to income ratio [1/]	**43.5%**	38.4%		**43.0%**	40.8%		45.5%	

Note:
1. Excludes divestment gains.

Operating expenses increased by 15% year-on-year to S$492 million in 3Q08. Approximately 30% of the expense increase can be attributed to the Group's overseas investments particularly in China, business volume-related costs and the consolidation of PacMas' expenses.

Staff costs rose by 11% to S$274 million, mainly due to higher base salaries and increased headcount in tandem with the Group's regional expansion. Group headcount rose 10%, driven largely by higher headcount in overseas markets, including Malaysia, Indonesia and China. Excluding PacMas, group headcount increased by 7%. Property and equipment expenses increased 22% to S$86 million while other operating expenses increased by 22% to S$132 million, attributed mainly to higher general insurance claims (mainly PacMas), business promotion expenses and business-volume-related expenses.

Compared with 2Q08, expenses were up by 4%, mainly as a result of higher staff costs and business promotion expenses.

The cost-to-income ratio for 3Q08 was 43.0%, compared with 40.8% in 3Q07 and 45.5% in 2Q08.

ALLOWANCES FOR LOANS AND OTHER ASSETS

S$ million	9M08	9M07	+/(-)	3Q08	3Q07	+/(-)	2Q08	+/(-)
			%			%		%
Specific allowances / (write-back) for loans								
Singapore	**(37)**	(43)	(13)	**(1)**	(28)	(97)	(14)	(95)
Malaysia	**4**	(8)	(162)	**6**	(6)	(204)	(16)	(137)
Others	**38**	(52)	(173)	**25**	(48)	(152)	12	116
	5	(103)	(105)	**30**	(82)	(136)	(18)	(265)
Portfolio allowances for loans	**9**	–	–	**9**	–	–	–	–
Allowances for CDOs	**71**	221	(68)	**4**	221	(98)	67	(94)
Allowances and impairment charges / (write-back) for other assets	**118**	(95)	(224)	**113**	(100)	(212)	6	n.m.
Allowances for loans and impairment of other assets	**203**	23	781	**156**	39	304	55	181

Note:
1. "n.m." denotes not meaningful.

The Group provided S$156 million in net allowances for loans and other assets in 3Q08, compared with net allowances of S$39 million in 3Q07 and S$55 million in 2Q08.

The 3Q08 allowances included S$30 million in specific loan allowances, mainly for loans by overseas branches in Asia, and S$113 million in allowances for other assets, which were mainly for the Group's holdings of debt securities. A portfolio allowance of S$9 million for loans and allowances of S$4 million for the corporate CDO portfolio were also provided during the quarter.

For 3Q07, net allowances of S$39 million comprised an allowance of S$221 million against the Bank's ABS CDO portfolio[1], partially offset by write-backs of S$100 million for other assets, mainly office properties in Singapore[2], and S$82 million for loans following loan recoveries and upgrades.

As at 30 September 2008, the Bank's corporate CDO portfolio amounted to S$357 million, for which cumulative write-downs of S$77 million have been taken to the income statement, comprising cumulative allowances of S$32 million and cumulative mark-to-market losses of S$45 million for the related credit default swaps.

1 The Group has made 100% allowance on its S$258 million ABS CDO portfolio since 2Q08.
2 As at 30 Sep 2008, the market values of these properties were more than 50% above their carrying values.

LOANS AND ADVANCES

S$ million	30 Sep 2008	30 Jun 2008	31 Dec 2007	30 Sep 2007
Loans to customers	**79,804**	77,036	71,598	66,846
Bills receivable	**1,515**	1,319	1,177	1,169
Gross loans to customers	**81,319**	78,355	72,775	68,015
Allowances:				
Specific allowances	**(426)**	(407)	(499)	(551)
Portfolio allowances	**(968)**	(959)	(960)	(958)
Loans net of allowances	**79,925**	76,989	71,316	66,506
By Maturity				
Within 1 year	**29,730**	28,286	26,653	23,651
1 to 3 years	**14,548**	13,688	12,040	11,691
Over 3 years	**37,041**	36,381	34,082	32,673
	81,319	78,355	72,775	68,015
By Industry				
Agriculture, mining and quarrying	**1,265**	1,232	1,116	1,212
Manufacturing	**7,021**	6,576	6,278	6,456
Building and construction	**16,470**	15,517	13,653	11,858
Housing loans	**19,669**	19,765	19,247	18,631
General commerce	**8,035**	7,507	6,943	6,124
Transport, storage and communication	**5,407**	4,359	3,922	3,322
Financial institutions, investment and holding companies	**11,125**	11,943	10,610	9,241
Professionals and individuals	**7,360**	7,445	7,385	7,297
Others	**4,967**	4,011	3,621	3,874
	81,319	78,355	72,775	68,015
By Currency				
Singapore Dollar	**45,840**	45,132	42,617	39,806
United States Dollar	**11,805**	10,677	9,417	9,061
Malaysian Ringgit	**11,576**	11,238	10,869	10,237
Indonesian Rupiah	**2,736**	2,553	2,402	2,451
Others	**9,362**	8,755	7,470	6,460
	81,319	78,355	72,775	68,015
By Geographical Sector [1/]				
Singapore	**49,213**	48,440	45,311	42,782
Malaysia	**13,641**	12,668	12,102	11,524
Other ASEAN	**5,059**	4,723	4,446	4,304
Greater China	**6,832**	5,920	5,133	4,286
Other Asia Pacific	**3,244**	3,248	3,073	2,573
Rest of the World	**3,330**	3,356	2,710	2,546
	81,319	78,355	72,775	68,015

Note:
1. Loans by geographical sector are based on where the credit risks reside, regardless of where the transactions are booked.

The Group's loan book increased by 20% year-on-year, and 4% quarter-on-quarter, to S$81.3 billion as at 30 September 2008. This was boosted mainly by growth in corporate and SME loans in Singapore as well as overseas markets. By industry, the growth was broad-based, with the largest increase in loans to building and construction, transport and communications, general commerce and manufacturing sectors, as well as to financial institutions, investment and holding companies.

NON-PERFORMING LOANS [1/]

S$ million	Total [2/]	Substandard	Doubtful	Loss	Secured NPLs/ Total NPLs	Non-bank NPLs/ Non-bank loans [3/]
					%	%
Singapore						
30 Sep 2008	**383**	**151**	**123**	**109**	**66.3**	**0.8**
30 Jun 2008	442	177	139	126	66.3	0.9
31 Dec 2007	512	185	185	142	66.6	1.1
30 Sep 2007	617	226	218	173	66.1	1.4
Malaysia						
30 Sep 2008	**456**	**275**	**103**	**78**	**62.1**	**3.2**
30 Jun 2008	470	294	101	75	63.1	3.6
31 Dec 2007	548	336	114	98	63.0	4.3
30 Sep 2007	581	353	135	93	62.3	4.8
Others						
30 Sep 2008	**365**	**93**	**189**	**83**	**35.7**	**1.3**
30 Jun 2008	320	94	153	73	33.6	1.2
31 Dec 2007	294	71	151	72	47.4	1.3
30 Sep 2007	286	95	115	76	45.2	1.6
Group						
30 Sep 2008	**1,204**	**519**	**415**	**270**	**55.5**	**1.3**
30 Jun 2008	1,232	565	393	274	56.6	1.4
31 Dec 2007	1,354	592	450	312	60.9	1.7
30 Sep 2007	1,484	674	468	342	60.6	2.1

Notes:
1. Comprises non-bank loans, debt securities and contingent facilities.
2. Include CDOs of S$115 million, S$110 million, S$86 million and S$57 million as at 30 Sep 2008, 30 Jun 2008, 31 Dec 2007 and 30 Sep 2007 respectively.
3. Exclude debt securities.

As at 30 September 2008, total NPLs were S$1.20 billion, down from S$1.48 billion at 30 September 2007 and S$1.23 billion at 30 June 2008. Singapore NPLs amounted to S$0.38 billion, while Malaysia NPLs were S$0.46 billion. These accounted for 32% and 38% of total NPLs respectively. Of the total NPLs, 43% were in the substandard category while 56% were secured by collateral.

The Group's NPL ratio was 1.3% in September 2008, an improvement over 2.1% in September 2007 and 1.4% in June 2008.

NON-PERFORMING LOANS *(continued)*

	30 Sep 2008		30 Jun 2008		31 Dec 2007		30 Sep 2007	
	S$ million	% of loans	S$ million	% of loans	S$ million	% of loan	S$ million	% of loans
NPLs by Industry								
Loans and advances								
Agriculture, mining and quarrying	**7**	**0.6**	9	0.7	12	1.0	10	0.8
Manufacturing	**251**	**3.6**	228	3.5	271	4.3	293	4.5
Building and construction	**114**	**0.7**	116	0.8	187	1.4	209	1.8
Housing loans	**245**	**1.2**	266	1.3	301	1.6	321	1.7
General commerce	**149**	**1.9**	161	2.1	146	2.1	190	3.1
Transport, storage and communication	**25**	**0.5**	25	0.6	22	0.6	20	0.6
Financial institutions, investment and holding companies	**86**	**0.8**	106	0.9	68	0.6	95	1.0
Professionals and individuals	**131**	**1.8**	140	1.9	170	2.3	192	2.6
Others	**40**	**0.8**	44	1.1	61	1.7	66	1.7
Sub-total	**1,048**	**1.3**	1,095	1.4	1,238	1.7	1,396	2.1
Debt securities	**156**		137		116		88	
	1,204		1,232		1,354		1,484	

	30 Sep 2008		30 Jun 2008		31 Dec 2007		30 Sep 2007	
	S$ million	%	S$ million	%	S$ million	%	S$ million	%
NPLs by Period Overdue								
Over 180 days	**661**	**55**	650	53	696	52	780	53
Over 90 to 180 days	**159**	**13**	150	12	190	14	169	11
30 to 90 days	**131**	**11**	127	10	137	10	125	8
Less than 30 days	**24**	**2**	24	2	191	14	29	2
Not overdue	**229**	**19**	281	23	140	10	381	26
	1,204	**100**	1,232	100	1,354	100	1,484	100

	30 Sep 2008		30 Jun 2008		31 Dec 2007		30 Sep 2007	
S$ million	Loan	Allowance	Loan	Allowance	Loan	Allowance	Loan	Allowance
Restructured Loans								
Substandard	**61**	**4**	70	4	95	5	102	7
Doubtful	**157**	**157**	126	131	59	69	91	99
Loss	**23**	**8**	18	7	32	14	24	8
	241	**169**	214	142	186	88	217	114

CUMULATIVE ALLOWANCES FOR LOANS

S$ million	Total cumulative allowances	Specific allowances [1]	Portfolio allowances	Specific allowances as % of total NPLs	Cumulative allowances as % of total NPLs
				%	%
Singapore					
30 Sep 2008	**626**	**131**	**495**	**34.1**	**163.3**
30 Jun 2008	643	139	504	31.6	145.9
31 Dec 2007	739	202	537	39.5	144.4
30 Sep 2007	806	239	567	38.8	130.7
Malaysia					
30 Sep 2008	**429**	**212**	**217**	**46.6**	**94.2**
30 Jun 2008	415	212	203	45.1	88.3
31 Dec 2007	422	232	190	42.3	77.1
30 Sep 2007	424	241	183	41.4	72.9
Others					
30 Sep 2008	**483**	**227**	**256**	**62.2**	**132.5**
30 Jun 2008	443	191	252	59.7	138.1
31 Dec 2007	410	177	233	60.4	139.5
30 Sep 2007	361	153	208	53.4	126.3
Group					
30 Sep 2008	**1,538**	**570**	**968**	**47.3**	**127.8**
30 Jun 2008	1,501	542	959	44.1	121.9
31 Dec 2007	1,571	611	960	45.2	116.1
30 Sep 2007	1,591	633	958	42.6	107.2

Note:
1. Included allowances of S$113 million, S$107 million, S$82 million and S$57 million for classified CDOs as at 30 Sep 2008, 30 Jun 2008, 31 Dec 2007 and 30 Sep 2007 respectively.

As at 30 September 2008, the Group's total cumulative allowances for loans were S$1.54 billion, comprising S$0.57 billion in specific allowances and S$0.97 billion in portfolio allowances. The cumulative specific allowances included S$113 million in allowances for classified CDOs. Total cumulative allowances were 127.8% of total NPLs at 30 September 2008, higher than the coverage of 107.2% at 30 September 2007 and 121.9% at 30 June 2008.

DEPOSITS

S$ million	30 Sep 2008	30 Jun 2008	31 Dec 2007	30 Sep 2007
Deposits of non-bank customers	**94,678**	92,371	88,788	85,651
Deposits and balances of banks	**13,368**	16,132	14,726	13,710
	108,046	108,503	103,514	99,361
Loans to deposits ratio (net non-bank loans / non-bank deposits)	**84.4%**	83.3%	80.3%	77.6%

S$ million	30 Sep 2008	30 Jun 2008	31 Dec 2007	30 Sep 2007
Total Deposits By Maturity				
Within 1 year	**104,748**	105,598	99,783	95,562
1 to 3 years	**2,579**	2,149	2,766	2,682
Over 3 years	**719**	756	965	1,117
	108,046	108,503	103,514	99,361
Non-Bank Deposits By Product				
Fixed deposits	**59,531**	59,225	58,765	57,166
Savings deposits	**15,121**	14,702	12,999	12,857
Current account	**15,775**	14,161	12,538	11,585
Others	**4,251**	4,283	4,486	4,043
	94,678	92,371	88,788	85,651
Non-Bank Deposits By Currency				
Singapore Dollar	**53,938**	54,441	52,873	52,048
United States Dollar	**12,918**	12,003	11,473	10,117
Malaysian Ringgit	**13,191**	13,506	13,633	13,370
Indonesian Rupiah	**2,888**	2,644	2,903	2,857
Others	**11,743**	9,777	7,906	7,259
	94,678	92,371	88,788	85,651

As at 30 September 2008, total deposits were S$108.0 billion, an increase of 9% year-on-year. Non-bank customer deposits grew by 11% to S$94.7 billion, with increases of 4% in fixed deposits, 18% in savings deposits, and 36% in current account deposits. Deposits and balances of banks declined 2% to S$13.4 billion. Compared with 30 June 2008, total deposits fell marginally by 0.4%, mainly due to lower deposits and balances of banks.

The Group's loans to deposits ratio was 84.4% at 30 September 2008, compared to 83.3% at 30 June 2008, and 77.6% in September 2007.

CAPITAL ADEQUACY RATIOS

	Basel II		Basel I	
S$ million	**30 Sep 2008**	**30 Jun 2008**	**31 Dec 2007**	**30 Sep 2007**
Tier 1 Capital				
Ordinary and preference shares	**6,606**	5,577	5,520	5,513
Disclosed reserves / others	**11,411**	9,899	9,366	9,023
Goodwill / others [1/]	**(3,932)**	(3,945)	(3,455)	(3,485)
	14,085	11,531	11,431	11,051
Tier 2 Capital				
Subordinated term notes	**2,691**	3,473	2,651	2,425
Others [1/]	**(2,369)**	(2,273)	959	955
Total Capital	**14,407**	12,731	15,041	14,431
Less: [1/]				
Capital investments in insurance subsidiaries	**–**	–	(2,506)	(2,357)
Others	**–**	–	(124)	(125)
Total Eligible Capital	**14,407**	12,731	12,411	11,949
Risk Weighted Assets [2/]	**97,488**	93,331	99,381	92,849
Tier 1 capital adequacy ratio	**14.4%**	12.3%	11.5%	11.9%
Total capital adequacy ratio	**14.7%**	13.6%	12.4%	12.8%

Notes:
1. In accordance with the revised MAS Notice 637, for 30 Sep 2008 and 30 Jun 2008, capital investments in insurance subsidiaries and other items were deducted against Tier 1 and Tier 2 Capital under the Basel II framework. Under Basel I, these items were deducted against Total Capital. Goodwill continues to be deducted against Tier 1 Capital.
2. Risk weighted assets include operational risk weighted assets with effect from January 2008.

Based on the revised MAS Notice 637 effective January 2008, the Group's total capital adequacy ratio ("CAR") under the Basel II framework was 14.7% and the Tier 1 CAR was 14.4% as at 30 September 2008, higher than the ratios of 13.6% and 12.3%, respectively, as at 30 June 2008.

Tier 1 and total CAR increased from June 2008 as the Group's capital was boosted by the preference share issues of S$1 billion by the Bank and S$1.5 billion by its subsidiary OCBC Capital Corporation (2008) in 3Q08. The impact on total capital, however, was partly offset by the annual amortisation of the Bank's Upper Tier 2 subordinated bonds issued in 2001, which reduced Tier 2 and Total Capital by S$773 million during the third quarter.

VALUATION SURPLUS

S$ million	30 Sep 2008	30 Jun 2008	31 Dec 2007	30 Sep 2007
Properties [1/]	**2,564**	2,575	2,513	2,174
Equity securities [2/]	**1,519**	3,008	2,654	3,340
Total	**4,083**	5,583	5,167	5,514

Notes:

1. Includes properties classified as investment properties and assets held for sale. Property values are determined mainly based on external valuations at year-end, with internal reviews performed for other quarters.
2. Comprises investments in quoted associates and subsidiaries, which are valued based on their market prices at the end of each quarter.

The Group's unrealised valuation surplus was S$4.08 billion as at 30 September 2008, 21% lower compared to 31 December 2007, primarily due to weaker equity markets.

The valuation surplus of S$1.52 billion on equity securities was primarily from the Group's holding of GEH shares, the valuation surplus of which declined 34% from 31 December 2007 to 30 September 2008.

PERFORMANCE BY BUSINESS SEGMENT

OCBC Group's businesses are presented in the following customer and product segments: Global Consumer Financial Services, Global Corporate Banking, Global Treasury and Insurance.

Core Operating Profit by Business Segment

S$ million	9M08	9M07	+/(-) %	3Q08	3Q07	+/(-) %	2Q08	+/(-) %
Global Consumer Financial Services	**528**	445	19	**178**	157	13	166	7
Global Corporate Banking	**740**	638	16	**213**	229	(7)	277	(23)
Global Treasury	**224**	262	(14)	**12**	92	(87)	91	(87)
Insurance [1/]	**181**	454	(60)	**138**	139	(1)	20	600
Others [2/]	**(104)**	59	(278)	**(55)**	(47)	16	(56)	(2)
Core operating profit after allowances and amortisation	**1,569**	1,858	(16)	**486**	570	(15)	498	(2)

Notes:
1. Pre-tax divestment gains of S$41 million for 9M08 and S$1 million for 2Q08 are not included.
2. Pre-tax divestment gains of S$145 million for 9M08, S$93 million for 9M07 and S$17 million for 2Q08 are not included.

Global Consumer Financial Services

Global Consumer Financial Services comprises the full range of products and services offered to individuals, including deposit products (checking accounts, savings and fixed deposits), consumer loans (housing loans and other personal loans), credit cards and wealth management products (unit trusts, bancassurance products and structured deposits).

For 9M08, operating profit of the consumer segment rose by 19% to S$528 million, as broad-based growth in net interest income and fee income more than offset the growth in expenses. For 3Q08, operating profit increased by 13% to S$178 million.

Global Corporate Banking

Global Corporate Banking provides comprehensive financial services to business customers, ranging from large corporates and the public sector to small and medium enterprises. The products and services offered include long-term loans such as project financing, short-term credit such as overdrafts and trade financing, deposit accounts and fee-based services such as cash management, trustee and custodian services.

Global Corporate Banking's operating profit grew by 16% to S$740 million in 9M08. The improved performance was driven by increase in net interest income due to strong loans and deposits growth and higher fee income, partly offset by higher expenses. For 3Q08, operating profit declined by 7% to S$213 million in 3Q08, mainly due to higher allowances.

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

Global Treasury

Global Treasury engages in foreign exchange activities, money market operations, fixed income and derivatives trading, and also offers structured treasury products and financial solutions to meet customers' investment and hedging needs.

Global Treasury's operating profit declined 14% to S$224 million in 9M08, and fell 87% to S$12 million in 3Q08. The weaker performance was mainly due to allowances for investment securities in 3Q08, losses from dealing in securities and derivatives and higher expenses, partly offset by higher net interest income and foreign exchange gains.

Insurance

The Group's insurance business, including its fund management activities, is carried out by 87.1%-owned subsidiary Great Eastern Holdings ("GEH"), which provides both life and general insurance products to its customers mainly in Singapore and Malaysia.

For 9M08, operating profit from GEH fell by 60% to S$181 million, due mainly to the weak performance of its non-participating fund, higher operating expenses and allowances. Compared to 3Q07, operating profit in 3Q08 fell 1% to S$138 million.

After minority interests and tax, and excluding non-core gains from divestments, GEH's contribution to the Group's core net profit was S$113 million in 9M08 and S$108 million in 3Q08, compared with S$332 million in 9M07 and S$100 million in 3Q07.

Others

The "Others" segment comprises Bank NISP, recently acquired PacificMas Berhad, corporate finance, capital markets, property holding, stock brokerage and investment holding, support units, other investments and items not attributed to business segments.

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

S$ million	Global Consumer Financial Services	Global Corporate Banking	Global Treasury	Insurance	Others	Group
9M08						
Total core income [1/]	**1,000**	**1,061**	**494**	**335**	**308**	**3,198**
Operating profit / (loss) before allowances and amortisation [1/]	**551**	**710**	**352**	**231**	**(37)**	**1,807**
Amortisation of intangible assets	**–**	**–**	**–**	**(35)**	**–**	**(35)**
(Allowances and impairment) / write-back for loans and other assets	**(23)**	**30**	**(128)**	**(15)**	**(67)**	**(203)**
Operating profit / (loss) after allowances and amortisation [1/]	**528**	**740**	**224**	**181**	**(104)**	**1,569**
Other information:						
Capital expenditure	**10**	**6**	**–**	**32**	**110**	**158**
Depreciation	**6**	**3**	**–**	**1**	**73**	**83**
9M07						
Total core income [1/]	854	879	355	575	448	3,111
Operating profit before allowances and amortisation [1/]	462	568	262	489	135	1,916
Amortisation of intangible assets	–	–	–	(35)	–	(35)
(Allowances and impairment) / write-back for loans and other assets	(17)	70	–	–	(76)	(23)
Operating profit after allowances and amortisation [1/]	445	638	262	454	59	1,858
Other information:						
Capital expenditure	10	5	–	69	85	169
Depreciation	6	3	–	2	68	79

Note:

1. Pre-tax divestment gains of S$186 million and S$93 million for 9M08 and 9M07 are not included.

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

S$ million	Global Consumer Financial Services	Global Corporate Banking	Global Treasury	Insurance	Others	Group
3Q08						
Total core income	**344**	**355**	**194**	**199**	**54**	**1,146**
Operating profit / (loss) before allowances and amortisation	**185**	**235**	**140**	**162**	**(68)**	**654**
Amortisation of intangible assets	**–**	**–**	**–**	**(12)**	**–**	**(12)**
(Allowances and impairment) / write-back for loans and other assets	**(7)**	**(22)**	**(128)**	**(12)**	**13**	**(156)**
Operating profit / (loss) after allowances and amortisation	**178**	**213**	**12**	**138**	**(55)**	**486**
Other information:						
Capital expenditure	**4**	**2**	**–**	**10**	**36**	**52**
Depreciation	**2**	**1**	**–**	**1**	**24**	**28**
3Q07						
Total core income	299	305	129	179	135	1,047
Operating profit before allowances and amortisation	153	193	92	151	32	621
Amortisation of intangible assets	–	–	–	(12)	–	(12)
(Allowances and impairment) / write-back for loans and other assets	4	36	–	(#)	(79)	(39)
Operating profit / (loss) after allowances and amortisation	157	229	92	139	(47)	570
Other information:						
Capital expenditure	6	2	–	9	27	44
Depreciation	1	–	–	2	21	24
2Q08						
Total core income 1/	325	365	136	69	143	1,038
Operating profit before allowances and amortisation 1/	174	245	91	32	23	565
Amortisation of intangible assets	–	–	–	(12)	–	(12)
(Allowances and impairment) / write-back for loans and other assets	(8)	32	–	(#)	(79)	(55)
Operating profit / (loss) after allowances and amortisation 1/	166	277	91	20	(56)	498
Other information:						
Capital expenditure	4	3	–	13	33	53
Depreciation	2	1	–	#	25	28

Note:
1. Pre-tax divestment gains S$18 million for 2Q08 are not included.
2. "#" represents amounts less than S$0.5 million

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

S$ million	Global Consumer Financial Services	Global Corporate Banking	Global Treasury	Insurance	Others	Group
At 30 September 2008						
Segment assets	**26,196**	**59,630**	**38,422**	**45,912**	**20,825**	**190,985**
Unallocated assets						**91**
Elimination						**(7,480)**
Total assets						**183,596**
Segment liabilities	**38,889**	**47,810**	**25,765**	**40,837**	**18,023**	**171,324**
Unallocated liabilities						**1,280**
Elimination						**(7,480)**
Total liabilities						**165,124**
Other information:						
Gross non-bank loans	**24,976**	**52,308**	**22**	**191**	**3,822**	**81,319**
NPLs (include debt securities)	**309**	**687**	**7**	**14**	**187**	**1,204**
At 30 June 2008						
Segment assets	26,275	56,696	39,615	46,330	17,829	186,745
Unallocated assets						80
Elimination						(6,005)
Total assets						180,820
Segment liabilities	38,856	46,198	29,127	41,128	13,699	169,008
Unallocated liabilities						1,461
Elimination						(6,005)
Total liabilities						164,464
Other information:						
Gross non-bank loans	25,046	49,024	247	326	3,712	78,355
NPLs (include debt securities)	340	707	–	9	176	1,232
At 31 December 2007						
Segment assets	25,917	51,190	36,967	47,727	17,393	179,194
Unallocated assets						87
Elimination						(4,674)
Total assets						174,607
Segment liabilities	38,858	43,258	24,666	41,911	11,938	160,631
Unallocated liabilities						1,811
Elimination						(4,674)
Total liabilities						157,768
Other information:						
Gross non-bank loans	24,303	44,118	382	252	3,720	72,775
NPLs (include debt securities)	387	802	–	8	157	1,354
At 30 September 2007						
Segment assets	25,217	46,691	37,528	46,932	18,359	174,727
Unallocated assets						87
Elimination						(4,480)
Total assets						170,334
Segment liabilities	37,720	45,507	19,421	41,291	12,531	156,470
Unallocated liabilities						1,737
Elimination						(4,480)
Total liabilities						153,727
Other information:						
Gross non-bank loans	23,634	40,010	246	329	3,796	68,015
NPLs (include debt securities)	427	922	–	–	135	1,484

PERFORMANCE BY GEOGRAPHICAL SEGMENT

	9M08		9M07		3Q08		3Q07		2Q08	
	S$ million	%	S$ million	%	S$ million	%	S$ million	%	S$ million	%
Total core income										
Singapore [1/]	**2,044**	**64**	2,067	67	**789**	**69**	702	67	627	61
Malaysia	**704**	**22**	667	21	**211**	**18**	221	21	243	23
Other ASEAN	**231**	**7**	241	8	**82**	**7**	73	7	79	8
Asia Pacific	**186**	**6**	108	3	**53**	**5**	40	4	76	7
Rest of the World	**33**	**1**	28	1	**11**	**1**	11	1	13	1
	3,198	**100**	3,111	100	**1,146**	**100**	1,047	100	1,038	100
Profit before income tax										
Singapore [1/]	**1,051**	**67**	1,365	73	**364**	**74**	504	88	308	61
Malaysia	**391**	**25**	357	19	**103**	**21**	36	6	126	25
Other ASEAN	**55**	**3**	83	4	**21**	**4**	21	4	23	5
Asia Pacific	**71**	**4**	51	3	**1**	**–**	7	1	38	8
Rest of the World	**10**	**1**	24	1	**2**	**1**	4	1	6	1
	1,578	**100**	1,880	100	**491**	**100**	572	100	501	100

Note:

1. Pre-tax divestment gains of S$186 million for 9M08, S$93 million for 9M07 and S$18 million for 2Q08 are not included in total core income and profit before income tax.

	30 Sep 2008 S$ million	%	30 Jun 2008 S$ million	%	31 Dec 2007 S$ million	%	30 Sep 2007 S$ million	%
Total assets								
Singapore	**119,435**	**65**	118,917	66	117,833	67	116,415	68
Malaysia	**37,293**	**20**	36,465	20	36,309	21	34,627	20
Other ASEAN	**6,143**	**3**	5,555	3	5,940	4	5,958	4
Asia Pacific	**15,950**	**9**	15,177	8	10,951	6	9,910	6
Rest of the World	**4,775**	**3**	4,706	3	3,574	2	3,424	2
	183,596	**100**	180,820	100	174,607	100	170,334	100

The geographical segment analysis is based on the location where the assets or transactions are booked. For 3Q08, Singapore accounted for 69% of total income and 74% of pre-tax profit, while Malaysia accounted for 18% of total income and 21% of pre-tax profit. Year-on-year, pre-tax profit in 3Q08 for Singapore was lower due mainly to higher net allowance charges, as well as the impact of weak financial markets on investment and stockbroking income. Malaysia's pre-tax profit was higher in 3Q08 as allowances of S$117 million were made in 3Q07 for CDOs booked in Labuan.

For 9M08, Singapore accounted for 64% of total income and 67% of pre-tax profit, while Malaysia accounted for 22% of total income and 25% of pre-tax profit.

ADDITIONAL DISCLOSURES

Collateralised Debt Obligations

As at 30 September 2008, OCBC[1] has investments of S$615 million in CDOs, including S$258 million in asset-backed securities CDOs ("ABS CDOs"). The exposure to US sub-prime mortgages amounted to approximately 18% of the ABS CDOs. OCBC has made 100% allowance in the income statement for its ABS CDO exposure since 2Q08.

Of the S$357 million corporate CDO investment portfolio, S$6 million are invested in an equity tranche. As at 30 September 2008, the value of the corporate CDO portfolio has been reduced by impairment allowances of S$32 million as well as negative fair value adjustment of S$71 million in equity. In addition, cumulative mark-to-market losses of S$45 million on the credit default swaps related to these corporate CDOs have been taken to the income statement.

S$million	**30 Sep 08**		**30 Jun 08**		**31 Dec 07**		**30 Sep 07**	
Type of CDO / Tranche	**Exposure**	**Allowance**	**Exposure**	**Allowance**	**Exposure**	**Allowance**	**Exposure**	**Allowance**
ABS CDO								
Investment Portfolio	**258**	**(258)**	246	(246)	260	(219)	270	(221)
Corporate CDO (Non-ABS)								
Investment Portfolio	**357**	**(32)^**	343	(28)	360	–	371	–
Total CDO Portfolio	**615**	**(290)**	589	(274)	620	(219)	641	(221)

^ In addition to the cumulative allowances of S$32 million, the Bank has also taken cumulative mark-to-market losses of S$45 million to the income statement and negative fair value adjustments of S$71 million to equity reserves for the corporate CDO portfolio as at 30 September 2008.

As at 30 September 2008, the credit rating profile of the total CDO portfolio[2] was as follows: 16% - AAA, 9% - AA, 24% - A, 1% - BB, 4% - B, 25% - CCC, and 20% - CC and below.

Special Purpose Entities ("SPE")

As at 30 September 2008, OCBC does not utilise any SPE as a conduit for the securitisation of assets, nor does it provide any credit enhancement to any third-party sponsored SPEs.

[1] The disclosures in this section exclude GEH and its asset management subsidiary Lion Global Investors. The bulk of GEH's investments are for policyholders under its Life Assurance Funds. Lion Global Investors manages funds on behalf of its clients who bear the risks and returns.

[2] Where a CDO is rated differently by two or more rating agencies, the lowest rating is used.

CONSOLIDATED INCOME STATEMENT (Unaudited)

S$ million	9M08	9M07	+/(-)	3Q08	3Q07	+/(-)	2Q08	+/(-)
			%			%		%
Interest income	**3,923**	3,887	1	**1,306**	1,321	(1)	1,287	1
Interest expense	**(1,923)**	(2,256)	(15)	**(622)**	(755)	(18)	(609)	2
Net interest income	**2,000**	1,631	23	**684**	566	21	678	1
Premium income	**5,558**	4,005	39	**2,070**	1,340	54	1,930	7
Investment income	**283**	2,485	(89)	**(147)**	722	(120)	198	(174)
Net claims, surrenders and annuities	**(2,942)**	(3,298)	(11)	**(1,075)**	(1,102)	(2)	(849)	27
Change in life assurance fund contract liabilities [1/]	**(2,139)**	(2,059)	4	**(497)**	(577)	(14)	(1,075)	(54)
Commission and others [1/]	**(575)**	(805)	(29)	**(206)**	(276)	(25)	(171)	21
Profit from life assurance	**185**	328	(44)	**145**	107	35	33	338
Premium income from general insurance	**78**	48	64	**32**	16	93	29	10
Fees and commissions (net)	**614**	606	1	**199**	211	(6)	202	(1)
Dividends	**64**	47	37	**18**	10	73	28	(36)
Rental income	**50**	48	4	**18**	15	19	17	5
Other income	**393**	496	(21)	**50**	122	(59)	69	(27)
Non-interest income	**1,384**	1,573	(12)	**462**	481	(4)	378	22
Total income	**3,384**	3,204	6	**1,146**	1,047	9	1,056	8
Staff costs	**(794)**	(679)	17	**(274)**	(247)	11	(270)	1
Other operating expenses	**(597)**	(516)	16	**(218)**	(179)	22	(203)	8
Total operating expenses	**(1,391)**	(1,195)	16	**(492)**	(426)	15	(473)	4
Operating profit before allowances and amortisation	**1,993**	2,009	(1)	**654**	621	5	583	12
Amortisation of intangible assets	**(35)**	(35)	–	**(12)**	(12)	–	(12)	–
Allowances for loans and Impairment of other assets	**(203)**	(23)	781	**(156)**	(39)	304	(55)	181
Operating profit after allowances and amortisation	**1,755**	1,951	(10)	**486**	570	(15)	516	(6)
Share of results of associates and joint ventures	**9**	22	(60)	**5**	2	131	3	53
Profit before income tax	**1,764**	1,973	(11)	**491**	572	(14)	519	(6)
Income tax expense [2/]	**(245)**	(239)	3	**(45)**	(75)	(40)	(88)	(49)
Profit for the period	**1,519**	1,734	(12)	**446**	497	(10)	431	3
Attributable to:								
Equity holders of the Bank	**1,449**	1,642	(12)	**402**	463	(13)	425	(6)
Minority interests	**70**	92	(23)	**44**	34	32	6	604
	1,519	1,734	(12)	**446**	497	(10)	431	3
Earnings per share (for the period – cents) [3/]								
Basic	**46.2**	52.7		**13.0**	15.0		13.1	
Diluted	**46.0**	52.4		**12.9**	14.9		13.1	

Notes:
1. 9M07 and 3Q07 comparatives have been restated for the effect of the new tax basis on par fund policy liabilities, amounting to S$126 million and S$34 million respectively.
2. 9M08, 9M07, 3Q08, 3Q07 and 2Q08 tax expense are net of tax refunds of S$38 million, S$100 million, S$6 million, S$38 million and S$26 million respectively. The refunds relate to Singapore and Malaysia tax, as well as the finalisation of tax treatment for certain loan allowances previously made by Keppel Capital Holdings Group, which was acquired by OCBC Bank in 2001.
3. "Earnings per share" was computed including divestment gains and tax refunds.

BALANCE SHEETS (Unaudited)

S$ million	GROUP 30 Sep 2008	GROUP 30 Jun 2008	GROUP 31 Dec 2007 @	GROUP 30 Sep 2007	BANK 30 Sep 2008	BANK 30 Jun 2008	BANK 31 Dec 2007 @	BANK 30 Sep 2007
EQUITY								
Attributable to equity holders of the Bank								
Share capital	**6,606**	5,577	5,520	5,513	**6,606**	5,577	5,520	5,513
Capital reserves	**41**	36	56	57	**104**	99	94	92
Statutory reserves	**1,412**	1,500	1,676	2,049	**1,104**	1,189	1,359	1,719
Fair value reserves	**225**	635	1,726	1,868	**1**	170	430	503
Revenue reserves	**7,483**	7,397	6,700	5,968	**4,918**	5,031	3,710	3,132
	15,767	15,145	15,678	15,455	**12,733**	12,066	11,113	10,959
Minority interests	**2,705**	1,211	1,161	1,152	**–**	–	–	–
Total equity	**18,472**	16,356	16,839	16,607	**12,733**	12,066	11,113	10,959
LIABILITIES								
Deposits of non-bank customers	**94,678**	92,371	88,788	85,651	**75,456**	73,646	70,415	67,891
Deposits and balances of banks	**13,368**	16,132	14,726	13,710	**11,737**	14,730	13,024	12,122
Due to subsidiaries	**–**	–	–	–	**854**	1,153	1,189	974
Due to associates	**97**	82	60	23	**89**	67	47	2
Trading portfolio liabilities	**798**	48	172	362	**711**	42	172	362
Derivative payables	**5,374**	4,079	2,697	2,283	**5,114**	3,856	2,590	2,191
Other liabilities	**3,120**	3,576	3,312	3,891	**872**	1,081	1,064	1,026
Current tax	**601**	653	649	584	**275**	298	320	279
Deferred tax 1/	**679**	808	1,163	1,153	**54**	81	123	126
Debts issued 2/	**6,247**	6,305	4,970	5,055	**7,765**	6,326	5,032	5,286
	124,962	124,054	116,537	112,712	**102,927**	101,280	93,976	90,259
Life assurance fund liabilities 1/	**40,162**	40,410	41,231	41,015	**–**	–	–	–
Total liabilities	**165,124**	164,464	157,768	153,727	**102,927**	101,280	93,976	90,259
Total equity and liabilities	**183,596**	180,820	174,607	170,334	**115,660**	113,346	105,089	101,218
ASSETS								
Cash and placements with central banks	**9,060**	8,484	8,396	8,377	**5,792**	5,433	5,493	6,150
Singapore government treasury bills and securities	**9,229**	10,371	8,762	8,888	**8,610**	9,788	8,209	8,351
Other government treasury bills and securities	**3,741**	3,108	3,446	3,860	**1,195**	932	572	369
Placements with and loans to banks	**16,283**	17,555	15,105	16,499	**12,779**	13,630	13,211	14,343
Loans and bills receivable	**79,925**	76,989	71,316	66,506	**62,064**	59,708	54,490	50,222
Debt and equity securities	**11,959**	11,787	13,625	12,395	**8,282**	7,879	8,800	8,193
Assets pledged	**637**	618	889	869	**637**	618	889	869
Assets held for sale	**1**	1	1	#	**–**	#	#	#
Derivative receivables	**4,786**	3,940	2,937	2,375	**4,425**	3,674	2,818	2,274
Other assets	**2,342**	2,514	2,983	3,690	**850**	1,070	1,313	1,132
Deferred tax	**50**	49	45	45	**4**	1	1	1
Associates and joint ventures	**142**	142	243	249	**12**	12	96	96
Subsidiaries	**–**	–	–	–	**8,259**	7,885	6,510	6,542
Property, plant and equipment	**1,658**	1,626	1,612	1,597	**391**	367	327	313
Investment property	**712**	697	667	671	**493**	482	493	496
Goodwill and intangible assets	**3,424**	3,415	3,444	3,474	**1,867**	1,867	1,867	1,867
	143,949	141,296	133,471	129,495	**115,660**	113,346	105,089	101,218
Life assurance fund investment assets	**39,647**	39,524	41,136	40,839	**–**	–	–	–
Total assets	**183,596**	180,820	174,607	170,334	**115,660**	113,346	105,089	101,218
Net Asset Value Per Ordinary Share (before valuation surplus – in S$)	**4.47**	4.60	4.79	4.72	**3.50**	3.61	3.31	3.26
OFF-BALANCE SHEET ITEMS								
Contingent liabilities	**9,273**	9,374	8,861	8,180	**7,426**	7,637	7,137	6,168
Commitments	**45,363**	44,864	45,051	45,477	**36,063**	35,804	36,280	36,710
Derivative financial instruments	**428,973**	421,774	339,925	340,294	**398,667**	390,740	319,969	318,754

Notes:
1. 30 Sep 2007 comparatives have been restated for the effect of the new tax basis on par fund policy liabilities, amounting to S$555 million.
2. Comprises Group's debts issued of S$1,224 million (30 Jun 2008: S$1,410 million; 31 Dec 2007: S$652 million; 30 Sep 2007: S$1,020 million) repayable in one year or less and S$5,023 million (30 Jun 2008: S$4,895 million; 31 Dec 2007: S$4,318 million; 30 Sep 2007: S$4,035 million) repayable after one year. The Bank's debts issued of S$1,183 million (30 Jun 2008: S$1,360 million; 31 Dec 2007: S$575 million; 30 Sep 2007: S$1,020 million) are repayable in one year or less and S$6,582 million (30 Jun 2008: S$4,966 million; 31 Dec 2007: S$4,457 million; 30 Sep 2007: S$4,266 million) repayable after one year. Debts issued at the respective period ends are unsecured.
3. "#" represents amounts less than S$0.5 million.
4. "@" represents audited.

STATEMENT OF CHANGES IN EQUITY – GROUP (Unaudited)
For the nine months ended 30 September 2008

S$ million	Share capital	Capital reserves	Statutory reserves	Fair value reserves	Revenue reserves	Total	Minority interests	Total equity
	Attributable to equity holders of the Bank							
Balance at 1 January 2008	**5,520**	**56**	**1,676**	**1,726**	**6,700**	**15,678**	**1,161**	**16,839**
Movements in fair value reserves:								
Net valuation changes taken to equity	**–**	**–**	**–**	**(1,401)**	**–**	**(1,401)**	**(41)**	**(1,442)**
Transferred to income statement on sale	**–**	**–**	**–**	**(224)**	**–**	**(224)**	**(4)**	**(228)**
Tax on net movements	**–**	**–**	**–**	**124**	**–**	**124**	**9**	**133**
Currency translation	**–**	**–**	**–**	**–**	**(46)**	**(46)**	**(13)**	**(59)**
Net income recognised directly in equity	**–**	**–**	**–**	**(1,501)**	**(46)**	**(1,547)**	**(49)**	**(1,596)**
Profit for the period	**–**	**–**	**–**	**–**	**1,449**	**1,449**	**70**	**1,519**
Total recognised income and expense for the period	**–**	**–**	**–**	**(1,501)**	**1,403**	**(98)**	**21**	**(77)**
Transfers	**–**	**(#)**	**(264)**	**–**	**264**	**–**	**–**	**–**
Acquisition of interest in subsidiaries	**–**	**–**	**–**	**–**	**–**	**–**	**87**	**87**
Expenses relating to issue of preferences shares	**(1)**	**–**	**–**	**–**	**–**	**(1)**	**–**	**(1)**
Dividends to minority interests	**–**	**–**	**–**	**–**	**–**	**–**	**(64)**	**(64)**
DSP reserve from dividends on unvested shares	**–**	**–**	**–**	**–**	**3**	**3**	**–**	**3**
Ordinary and preference dividends	**–**	**–**	**–**	**–**	**(887)**	**(887)**	**–**	**(887)**
Preference shares issued by the Bank	**1,000**	**–**	**–**	**–**	**–**	**1,000**	**–**	**1,000**
Preference shares issued by a subsidiary	**–**	**–**	**–**	**–**	**–**	**–**	**1,500**	**1,500**
Share-based staff costs capitalised	**–**	**10**	**–**	**–**	**–**	**10**	**–**	**10**
Shares issued to non-executive directors	**#**	**–**	**–**	**–**	**–**	**#**	**–**	**#**
Shares purchased by DSP Trust	**–**	**(2)**	**–**	**–**	**–**	**(2)**	**–**	**(2)**
Shares vested under DSP Scheme	**–**	**8**	**–**	**–**	**–**	**8**	**–**	**8**
Treasury shares transferred / sold	**87**	**(31)**	**–**	**–**	**–**	**56**	**–**	**56**
Balance at 30 September 2008	**6,606**	**41**	**1,412**	**225**	**7,483**	**15,767**	**2,705**	**18,472**
Included:								
Share of reserves of associates and joint ventures	**–**	**3**	**–**	**(#)**	**38**	**41**	**(#)**	**41**
Balance at 1 January 2007	5,481	103	2,028	667	5,125	13,404	1,087	14,491
Movements in fair value reserves:								
Net valuation changes taken to equity	–	–	–	1,359	–	1,359	17	1,376
Transferred to income statement on sale	–	–	–	(165)	–	(165)	(10)	(175)
Tax on net movements	–	–	–	7	–	7	(1)	6
Currency translation	–	–	–	–	(6)	(6)	(6)	(12)
Net income recognised directly in equity	–	–	–	1,201	(6)	1,195	#	1,195
Profit for the period	–	–	–	–	1,642	1,642	92	1,734
Total recognised income and expense for the period	–	–	–	1,201	1,636	2,837	92	2,929
Transfers	–	(50)	21	–	29	–	–	–
Dividends to minority interests	–	–	–	–	–	–	(58)	(58)
Ordinary and preference dividends	–	–	–	–	(822)	(822)	–	(822)
Rights issue by a subsidiary and change in minority interests	–	–	–	–	–	–	31	31
Share-based staff costs capitalised	–	9	–	–	–	9	–	9
Share buyback – held in treasury	(44)	–	–	–	–	(44)	–	(44)
Shares issued to non-executive directors	1	–	–	–	–	1	–	1
Shares purchased by DSP Trust	–	(11)	–	–	–	(11)	–	(11)
Shares vested under DSP Scheme	–	6	–	–	–	6	–	6
Treasury shares transferred / sold	75	–	–	–	–	75	–	75
Balance at 30 September 2007	5,513	57	2,049	1,868	5,968	15,455	1,152	16,607
Included:								
Share of reserves of associates and joint ventures	–	3	–	#	34	37	#	37

Note:
1. “#” represents amounts less than S$0.5 million.

STATEMENT OF CHANGES IN EQUITY – GROUP (Unaudited)

For the three months ended 30 September 2008

	Attributable to equity holders of the Bank							
S$ million	Share capital	Capital reserves	Statutory reserves	Fair value reserves	Revenue reserves	Total	Minority interests	Total equity
Balance at 1 July 2008	**5,577**	**36**	**1,500**	**635**	**7,397**	**15,145**	**1,211**	**16,356**
Movements in fair value reserves:								
Net valuation changes taken to equity	**–**	**–**	**–**	**(478)**	**–**	**(478)**	**(16)**	**(494)**
Transferred to income statement on sale	**–**	**–**	**–**	**25**	**–**	**25**	**1**	**26**
Tax on net movements	**–**	**–**	**–**	**43**	**–**	**43**	**3**	**46**
Currency translation	**–**	**–**	**–**	**–**	**29**	**29**	**6**	**35**
Net income recognised directly in equity	**–**	**–**	**–**	**(410)**	**29**	**(381)**	**(6)**	**(387)**
Profit for the period	**–**	**–**	**–**	**–**	**402**	**402**	**44**	**446**
Total recognised income and expense for the period	**–**	**–**	**–**	**(410)**	**431**	**21**	**38**	**59**
Transfers	**–**	**(#)**	**(88)**	**–**	**88**	**–**	**–**	**–**
Acquisition of interest in subsidiaries	**–**	**–**	**–**	**–**	**–**	**–**	**(17)**	**(17)**
Dividends to minority interests	**–**	**–**	**–**	**–**	**–**	**–**	**(27)**	**(27)**
DSP reserve from dividends on unvested shares	**–**	**–**	**–**	**–**	**1**	**1**	**–**	**1**
Expenses relating to issue of preferences shares	**(1)**	**–**	**–**	**–**	**–**	**(1)**	**–**	**(1)**
Ordinary dividends	**–**	**–**	**–**	**–**	**(434)**	**(434)**	**–**	**(434)**
Preference shares issued by the Bank	**1,000**	**–**	**–**	**–**	**–**	**1,000**	**–**	**1,000**
Preference shares issued by a subsidiary	**–**	**–**	**–**	**–**	**–**	**–**	**1,500**	**1,500**
Share-based staff costs capitalised	**–**	**6**	**–**	**–**	**–**	**6**	**–**	**6**
Shares purchased by DSP Trust	**–**	**(1)**	**–**	**–**	**–**	**(1)**	**–**	**(1)**
Treasury shares transferred / sold	**30**	**–**	**–**	**–**	**–**	**30**	**–**	**30**
Balance at 30 September 2008	**6,606**	**41**	**1,412**	**225**	**7,483**	**15,767**	**2,705**	**18,472**
Included:								
Share of reserves of associates and joint ventures	**–**	**3**	**–**	**(#)**	**38**	**41**	**(#)**	**41**
Balance at 1 July 2007	5,503	55	2,049	850	5,986	14,443	1,150	15,593
Movements in fair value reserves:								
Net valuation changes taken to equity	–	–	–	1,037	–	1,037	2	1,039
Transferred to income statement on sale	–	–	–	(31)	–	(31)	(2)	(33)
Tax on net movements	–	–	–	12	–	12	(#)	12
Currency translation	–	–	–	–	(49)	(49)	(9)	(58)
Net income recognised directly in equity	–	–	–	1,018	(49)	969	(9)	960
Profit for the period	–	–	–	–	463	463	34	497
Total recognised income and expense for the period	–	–	–	1,018	414	1,432	25	1,457
Transfers	–	#	–	–	(#)	–	–	–
Dividends to minority interests	–	–	–	–	–	–	(22)	(22)
Ordinary dividends	–	–	–	–	(432)	(432)	–	(432)
Change in minority interests	–	–	–	–	–	–	(1)	(1)
Share-based staff costs capitalised	–	3	–	–	–	3	–	3
Share buyback – held in treasury	(4)	–	–	–	–	(4)	–	(4)
Shares purchased by DSP Trust	–	(1)	–	–	–	(1)	–	(1)
Treasury shares transferred / sold	14	–	–	–	–	14	–	14
Balance at 30 September 2007	5,513	57	2,049	1,868	5,968	15,455	1,152	16,607
Included:								
Share of reserves of associates and joint ventures	–	3	–	#	34	37	#	37

Note:

1. "#" represents amounts less than S$0.5 million.

STATEMENT OF CHANGES IN EQUITY – BANK (Unaudited)
For the nine months ended 30 September 2008

S$ million	Share capital	Capital reserves	Statutory reserves	Fair value reserves	Revenue reserves	Total equity
Balance at 1 January 2008	**5,520**	**94**	**1,359**	**430**	**3,710**	**11,113**
Movements in fair value reserves:						
Net valuation changes taken to equity	**–**	**–**	**–**	**(416)**	**–**	**(416)**
Transferred to income statement on sale	**–**	**–**	**–**	**(72)**	**–**	**(72)**
Tax on net movements	**–**	**–**	**–**	**59**	**–**	**59**
Currency translation	**–**	**–**	**–**	**–**	**(53)**	**(53)**
Net income recognised directly in equity	**–**	**–**	**–**	**(429)**	**(53)**	**(482)**
Profit for the period	**–**	**–**	**–**	**–**	**1,890**	**1,890**
Total recognised income and expense for the period	**–**	**–**	**–**	**(429)**	**1,837**	**1,408**
Transfers	**–**	**–**	**(255)**	**–**	**255**	**–**
DSP reserve from dividends on unvested shares	**–**	**–**	**–**	**–**	**3**	**3**
Expenses relating to the issue of preference shares	**(1)**	**–**	**–**	**–**	**–**	**(1)**
Ordinary and preference dividends	**–**	**–**	**–**	**–**	**(887)**	**(887)**
Preference shares issued	**1,000**	**–**	**–**	**–**	**–**	**1,000**
Share-based staff costs capitalised	**–**	**10**	**–**	**–**	**–**	**10**
Shares issued to non-executive directors	**#**	**–**	**–**	**–**	**–**	**#**
Treasury shares transferred / sold	**87**	**–**	**–**	**–**	**–**	**87**
Balance at 30 September 2008	**6,606**	**104**	**1,104**	**1**	**4,918**	**12,733**
Balance at 1 January 2007	5,481	83	1,698	405	2,563	10,230
Movements in fair value reserves:						
Net valuation changes taken to equity	–	–	–	163	–	163
Transferred to income statement on sale	–	–	–	(74)	–	(74)
Tax on net movements	–	–	–	9	–	9
Currency translation	–	–	–	–	31	31
Net income recognised directly in equity	–	–	–	98	31	129
Profit for the period	–	–	–	–	1,381	1,381
Total recognised income and expense for the period	–	–	–	98	1,412	1,510
Transfers	–	–	21	–	(21)	–
Ordinary and preference dividends	–	–	–	–	(822)	(822)
Share-based staff costs capitalised	–	9	–	–	–	9
Share buyback – held in treasury	(44)	–	–	–	–	(44)
Shares issued to non-executive directors	1	–	–	–	–	1
Treasury shares transferred / sold	75	–	–	–	–	75
Balance at 30 September 2007	5,513	92	1,719	503	3,132	10,959

Note:
1. "#" represents amounts less than S$0.5 million.

STATEMENT OF CHANGES IN EQUITY – BANK (Unaudited)

For the three months ended 30 September 2008

S$ million	Share capital	Capital reserves	Statutory reserves	Fair value reserves	Revenue reserves	Total equity
Balance at 1 July 2008	**5,577**	**99**	**1,189**	**170**	**5,031**	**12,066**
Movements in fair value reserves:						
Net valuation changes taken to equity	**–**	**–**	**–**	**(219)**	**–**	**(219)**
Transferred to income statement on sale	**–**	**–**	**–**	**21**	**–**	**21**
Tax on net movements	**–**	**–**	**–**	**29**	**–**	**29**
Currency translation	**–**	**–**	**–**	**–**	**(28)**	**(28)**
Net income recognised directly in equity	**–**	**–**	**–**	**(169)**	**(28)**	**(197)**
Profit for the period	**–**	**–**	**–**	**–**	**263**	**263**
Total recognised income and expense for the period	**–**	**–**	**–**	**(169)**	**235**	**66**
Transfers	**–**	**–**	**(85)**	**–**	**85**	**–**
DSP reserve from dividends on unvested shares	**–**	**–**	**–**	**–**	**1**	**1**
Expenses relating to the issue of preference shares	**(1)**	**–**	**–**	**–**	**–**	**(1)**
Ordinary dividends	**–**	**–**	**–**	**–**	**(434)**	**(434)**
Preference shares issued	**1,000**	**–**	**–**	**–**	**–**	**1,000**
Share-based staff costs capitalised	**–**	**5**	**–**	**–**	**–**	**5**
Treasury shares transferred / sold	**30**	**–**	**–**	**–**	**–**	**30**
Balance at 30 September 2008	**6,606**	**104**	**1,104**	**1**	**4,918**	**12,733**
Balance at 1 July 2007	5,503	89	1,719	468	3,088	10,867
Movements in fair value reserves:						
Net valuation changes taken to equity	–	–	–	47	–	47
Transferred to income statement on sale	–	–	–	(14)	–	(14)
Tax on net movements	–	–	–	2	–	2
Currency translation	–	–	–	–	(1)	(1)
Net income recognised directly in equity	–	–	–	35	(1)	34
Profit for the period	–	–	–	–	477	477
Total recognised income and expense for the period	–	–	–	35	476	511
Ordinary dividends	–	–	–	–	(432)	(432)
Share-based staff costs capitalised	–	3	–	–	–	3
Share buyback – held in treasury	(4)	–	–	–	–	(4)
Treasury shares transferred / sold	14	–	–	–	–	14
Balance at 30 September 2007	5,513	92	1,719	503	3,132	10,959

CONSOLIDATED CASH FLOW STATEMENT (Unaudited)

For the nine months ended 30 September 2008

S$ million	9M08	9M07	3Q08	3Q07
Cash flows from operating activities				
Profit before income tax	**1,764**	1,973	**491**	572
Adjustments for non-cash items				
Amortisation of intangible assets	**35**	35	**12**	12
Allowances for loans and impairment of other assets	**203**	23	**156**	39
Change in fair value for hedging transactions and trading securities	**258**	(25)	**166**	(15)
Depreciation of property, plant and equipment and investment property	**83**	79	**28**	24
Net (gain)/loss on disposal of government, debt and equity securities	**(228)**	(175)	**26**	(32)
Net gain on disposal of property, plant and equipment and investment property	**(8)**	(97)	**(2)**	(1)
Loss on disposal of an associate	**#**	–	**#**	–
Share-based staff costs	**9**	8	**4**	2
Share of results of associates and joint ventures	**(9)**	(22)	**(5)**	(2)
Write-off of plant and equipment	**–**	9	**–**	–
Items relating to life assurance fund				
Surplus before income tax	**109**	573	**132**	171
Surplus transferred from life assurance fund	**(185)**	(328)	**(145)**	(107)
Operating profit before change in operating assets and liabilities	**2,031**	2,053	**863**	663
Change in operating assets and liabilities				
Deposits of non-bank customers	**5,927**	10,439	**2,323**	3,418
Deposits and balances of banks	**(1,397)**	1,841	**(2,764)**	707
Derivative payables and other liabilities	**2,307**	1,462	**784**	(25)
Trading portfolio liabilities	**626**	(59)	**750**	250
Government securities and treasury bills	**(515)**	(1,152)	**425**	(1,071)
Trading securities	**(323)**	(866)	**35**	51
Placements with and loans to banks	**(1,166)**	1,117	**1,238**	863
Loans and bills receivable	**(8,466)**	(7,090)	**(2,971)**	(2,764)
Derivative receivables and other assets	**(1,075)**	(1,204)	**(659)**	(286)
Net change in investment assets and liabilities of life assurance fund	**208**	(42)	**(415)**	(63)
Cash from operating activities	**(1,843)**	6,499	**(391)**	1,743
Income tax paid	**(331)**	(227)	**(115)**	(75)
Net cash (used in) / from operating activities	**(2,174)**	6,272	**(506)**	1,668
Cash flows from investing activities				
Acquisition of additional interests in subsidiaries	**(31)**	–	**(31)**	–
Capital reduction in an associate	**1**	–	**–**	–
Dividends from associates	**–**	30	**–**	#
Decrease in associates and joint ventures	**4**	52	**3**	7
Net cash outflow from acquisition of subsidiaries	**(124)**	–	**–**	–
Purchases of debt and equity securities	**(3,708)**	(5,135)	**(1,489)**	(1,703)
Purchases of property, plant and equipment and investment property	**(158)**	(169)	**(52)**	(44)
Proceeds from disposal of debt and equity securities	**3,926**	2,333	**678**	584
Proceeds from disposal of property, plant and equipment and investment property	**19**	146	**2**	2
Proceeds from disposal of an associate	**1**	–	**1**	–
Net cash used in investing activities	**(70)**	(2,743)	**(888)**	(1,154)
Cash flows from financing activities				
Dividends paid to equity holders of the Bank	**(887)**	(822)	**(434)**	(432)
Dividends paid to minority interests	**(64)**	(58)	**(27)**	(22)
Expenses relating to issue of preference shares	**(1)**	–	**(1)**	–
Increase / (decrease) in debts issued	**1,346**	(67)	**(121)**	378
Proceeds from exercise of options and rights under the Bank's employee share schemes	**56**	– 75	**30**	– 14
Preference shares issued by a subsidiary	**1,500**	–	**1,500**	–
Preference shares issued by the Bank	**1,000**	–	**1,000**	–
Proceeds from minority interests on subscription of shares in a subsidiary	**–**	32	**–**	#
Share buyback	**–**	(44)	**–**	(4)
Net cash from / (used in) financing activities	**2,950**	(884)	**1,947**	(66)
Net currency translation adjustments	**(42)**	(9)	**23**	(53)
Net change in cash and cash equivalents	**664**	2,636	**576**	395
Cash and cash equivalents at beginning of period	**8,396**	5,741	**8,484**	7,982
Cash and cash equivalents at end of period	**9,060**	8,377	**9,060**	8,377

Note:

1. "#" represents amounts less than S$0.5 million.

SHARE CAPITAL AND OPTIONS ON SHARES IN THE BANK

The following table shows the movements in the issued ordinary shares of the Bank:

Number of Shares	Nine months ended 30 Sep 2008	Nine months ended 30 Sep 2007	Three months ended 30 Sep 2008	Three months ended 30 Sep 2007
Issued ordinary shares				
Balance at beginning of period	**3,126,512,712**	3,126,459,912	**3,126,565,512**	3,126,512,712
Shares issued to non-executive directors	**52,800**	52,800	**–**	–
Balance at end of period	**3,126,565,512**	3,126,512,712	**3,126,565,512**	3,126,512,712
Treasury shares				
Balance at beginning of period	**(40,291,633)**	(51,668,796)	**(31,474,370)**	(43,810,406)
Share buyback	**–**	(4,985,870)	**–**	(458,412)
Shares sold / transferred to employees pursuant to OCBC Share Option Schemes	**4,293,445**	13,643,891	**1,115,754**	1,258,043
Shares sold / transferred to employees pursuant to OCBC Employee Share Purchase Plan	**5,456,660**	1,210,667	**3,908,395**	1,210,667
Shares transferred to DSP Trust pursuant to OCBC Deferred Share Plan	**4,091,307**	–	**–**	–
Balance at end of period	**(26,450,221)**	(41,800,108)	**(26,450,221)**	(41,800,108)
Total	**3,100,115,291**	3,084,712,604	**3,100,115,291**	3,084,712,604

From 1 July 2008 to 30 September 2008 (both dates inclusive), the Bank utilised 1,115,754 treasury shares upon the exercise of options by employees of the Group pursuant to OCBC Share Option Schemes 1994 and 2001. As at 30 September 2008, the number of options outstanding under the OCBC Share Options Schemes was 43,962,851 (30 September 2007: 44,809,820).

From 1 July 2008 to 30 September 2008 (both dates inclusive), the Bank utilised 3,908,395 treasury shares upon the exercise of acquisition rights by employees of the Group pursuant to OCBC Employee Share Purchase Plan ("ESPP"). As at 30 September 2008, the number of acquisition rights outstanding under the Third Offering of OCBC ESPP was 11,122,963 (30 September 2007: 5,769,236), including 8,706 (30 September 2007: 11,162) ordinary shares from the participation by the Chief Executive Officer of the Bank.

There was no share buyback in the third quarter ended 30 September 2008. 10,000,000 non-cumulative non-convertible Class B Preference Shares were allotted and issued by the Bank in the third quarter ended 30 September 2008.

OCBC Bank

CONFIRMATION BY THE BOARD
PURSUANT TO RULE 705(4) OF THE SGX-ST LISTING MANUAL

We, Cheong Choong Kong and David Philbrick Conner, being directors of Oversea-Chinese Banking Corporation Limited ("the Bank"), do hereby confirm on behalf of the Board of Directors of the Bank, that to the best of our knowledge, nothing has come to our attention which may render the unaudited financial results of the Bank and of the Group for the quarter ended 30 September 2008 to be false or misleading.

On behalf of the Board of Directors

Cheong Choong Kong
Chairman

David Philbrick Conner
Chief Executive Officer / Director

5 November 2008