

OCBC Group
As at 31 March 2014

Accounting and Regulatory Consolidation

The consolidation basis used for regulatory capital computation is similar to that used for financial reporting except for the following:

- Subsidiaries that carry out insurance business are excluded from regulatory consolidation and are treated as investments in major stake companies. The regulatory adjustments applied to these investments are in accordance to MAS Notice 637 paragraphs 6.1.3(p), 6.2.3(e) and 6.3.3(e).
- As at 31 March 2014, the subsidiaries that carry out insurance business are as follows:
 - The Great Eastern Life Assurance Company Limited and its insurance entities
 - The Overseas Assurance Corporation Limited and its insurance entities
- As at 31 March 2014, the total equity of these insurance subsidiaries was S\$5b and total assets were S\$60b.

Reconciliation of Regulatory Capital

S\$'m

	Balance sheet as per published financial statements	Under regulatory scope of consolidation	Reference
EQUITY			
Share capital	9,460		
of which: Paid-up ordinary shares		8,064	a
of which: Transitional: Ineligible AT1 capital instruments		1,396	b
Reserves:			
Capital reserves	450		
Fair value reserves	411		
Revenue reserves	15,722		
Total reserves	16,583		
of which: Retained earnings		15,408	c
of which: Accumulated other comprehensive income and other disclosed reserves		1,153	d
Non-controlling interests	2,987		
of which: Transitional: Ineligible AT1 capital instruments		1,899	e
of which: Minority interest that meets criteria for inclusion in CET1 Capital		207	f
of which: Minority interest that meets criteria for inclusion in AT1 Capital		20	g
Valuation adjustments	-	7	h
Total equity	29,030		
LIABILITIES			
Deposits of non-bank customers	199,403		
Deposits and balances of banks	22,093		
Due to associates	161		
Trading portfolio liabilities	810		
Derivative payables	4,198		
Other liabilities	4,167		
Current tax	1,081		
Deferred tax	1,107		
of which: Associated with intangible assets		10	i
Debt issued	27,571		
of which: AT1 capital instruments issued by fully-consolidated subsidiaries that meet criteria for inclusion		123	j
of which: Transitional: Ineligible T2 capital instruments		2,540	k
of which: T2 capital instruments issued by fully-consolidated subsidiaries that meet criteria for inclusion		472	l
Life assurance fund liabilities	54,017		
Total liabilities	314,608		
Total equity and liabilities	343,638		
ASSETS			
Cash and placements with central banks	17,345		
Singapore government treasury bills and securities	11,253		
Other government treasury bills and securities	10,081		
Placements with and loans to banks	39,914		
Loans and bills receivable	173,456		
of which: Eligible provision for inclusion in T2 Capital subject to cap in respect of exposures under SA and IRBA		415	m
Debt and equity securities	20,183		
of which: Indirect investments in own shares		6	n
of which: Investments in unconsolidated major stake companies		5,367	o
of which: Investments in unconsolidated non major stake financial institutions		770	p
Derivative and forward securities in non major stake financial institutions		(5)	q
Assets pledged	1,590		
Assets held for sale	3		
Derivative receivables	4,676		
Other assets	4,073		
Deferred tax	92		
of which: Deferred tax assets before netting		167	r
Associates and joint ventures	345		
of which: Investments in unconsolidated major stake companies		232	s
Property, plant and equipment	1,911		
Investment property	735		
Goodwill and intangible assets	3,738		
of which: Goodwill		3,164	t
of which: Intangible assets		574	u
Life assurance fund investment assets	54,243		
Total assets	343,638		