Media Release

OCBC Group Reports First Quarter 2009 Net Profit of S$545 million

Singapore, 6 May 2009 - Oversea-Chinese Banking Corporation Limited ("OCBC Bank") recorded a net profit of S$545 million in the first quarter of 2009 ("1Q09"), a decline of 12% from the reported profit of S$622 million a year ago. Excluding the non-core gains of S$162 million in the year ago period, net profit showed an increase of 19%, driven by growth in net interest income, strong insurance income contributions, and lower expenses.

Allowances for loans and other assets were significantly higher at S$197 million compared to a net allowance writeback of S$8 million a year ago. The allowances include S$94 million for the Bank's corporate CDO (collateralised debt obligations) portfolio. As at the end of 1Q09, the Bank's total CDO exposure of S$305 million has been fully written down through the income statement.

Compared to the fourth quarter of 2008 ("4Q08"), core earnings increased by 118% from S$250 million. This was due to a doubling in insurance income, a recovery in foreign exchange, securities and derivatives dealing income from losses in the previous quarter, and an 11% reduction in expenses. Allowances were lower than the fourth quarter's S$243 million due to a decline in specific allowances for loans. Asset quality held up reasonably well in the recessionary environment, with the non-performing loans ("NPL") ratio rising moderately from 1.5% to 1.8%, contributed mainly by corporate and middle-market loans in overseas markets, while allowance coverage was a healthy 109%.

Great Eastern Holdings' ("GEH") core net profit contribution to the Group in 1Q09 was S$197 million, up from S$47 million in 4Q08 and S$1 million in 1Q08. Excluding GEH, the Group's core net profit was S$348 million, up from S$203 million in the previous quarter but lower than the S$459 million a year ago as allowances increased.

Annualised return on equity based on core earnings improved to 14.9% from 6.7% in the previous quarter, while annualised earnings per share increased quarter-on-quarter from 30.1 cents to 68.4 cents. The Group's Tier 1 capital ratio remains strong at 15.1%.

Revenue

Net interest income grew 16% year-on-year to S$740 million, driven by loans growth and improved interest margins. Gross loans grew 7% to S$80.4 billion, attributed mainly to business loans in Singapore as well as overseas markets. Net interest margin widened 25 bps from 2.17% to 2.42% as a result of higher spreads on corporate and SME loans, lower funding costs and higher gapping income.

Compared with 4Q08, net interest income fell by 6% due to lower gapping income following a strong performance in the fourth quarter, lower average interest-earning assets, and the shorter-days effect for the quarter. Net interest margin narrowed 5 bps from the previous quarter due mainly to the lower gapping income.

Non-interest income (excluding divestment gains) grew by 61% year-on-year to S$607 million, due to a significant increase in insurance income, largely from non-recurring items, as well as trading gains from securities and derivatives as compared to losses a year ago. Profit from life assurance increased to S$266 million from S$7 million a year ago due mainly to the recognition of valuation surplus in the Malaysia insurance business following the implementation of the new Risk Based Capital framework in Malaysia from 1 January 2009. Securities and derivatives dealing income recorded net gains of S$25 million compared to net losses of S$65 million in 1Q08, while foreign exchange income was largely stable at S$87 million. Fee and commission income fell by 27% year-on-year to S$155 million, reflecting the broad impact of the weakness in financial markets and the global economy on fee-based activities. Net losses of S$36 million were realised from the disposal of investment securities, mainly corporate bonds, compared to realised gains of S$64 million a year ago.

Quarter-on-quarter, non-interest income increased 134% due to the higher insurance income, as well as trading gains. Trading activities in the previous quarter had been adversely impacted by the financial turmoil, resulting in net losses of S$64 million for foreign exchange, securities and derivatives dealing. In the first quarter, these activities recorded net gains of S$112 million. Fee and commission income were 3% lower compared to the previous quarter.

Operating Expenses

Cost containment measures, including lower staff costs and reduced business activity expenses resulted in a 3% year-on-year decline in operating expenses to S$413 million. Excluding the effect of the consolidation of PacificMas Berhad (“PacMas”) since April 2008, the decline in operating expenses would have been 6%. Quarter-on-quarter, expenses were lower by 11%.

Staff costs fell 4% from a year ago and 5% from the previous quarter to S$240 million due to tighter control on headcount and salary increases, lower overtime and commission allowances, and the cash grants from the government’s Jobs Credit Scheme. Other operating expenses fell 10% year-on-year and 25% quarter-on-quarter to S$88 million, mainly from reductions in advertising, business promotion, transport and travel expenses.

The cost-to-income ratio declined to 30.7% from 42.0% in 1Q08 and 44.5% in 4Q08.

Allowances and Asset Quality

Allowances for loans and other assets fell from S$243 million in 4Q08 to S$197 million due to a decline in specific allowances for loans from S$159 million to S$88 million. The Group also provided S$94 million for its corporate CDO portfolio, S$2 million for loan portfolio allowances, and S$13 million for other assets.

The Bank chose to take a conservative approach to write down the remaining value of its corporate CDO portfolio through the income statement, instead of continuing to mark to market the value of the portfolio through negative fair value adjustments in equity reserves. With the 1Q09 allowances, the Bank's total CDO investment exposure of S$305 million as at 31 March 2009 has been fully provided for through the income statement.

Reflecting the weakness in the economy, NPLs continued to increase but the Group's overall loan portfolio has thus far withstood the global economic crisis reasonably well. NPLs rose by 20% from the previous quarter to S$1,424 million as at 31 March 2009, and the NPL ratio increased from 1.5% to 1.8%. New NPLs during the quarter were largely from Greater China, Indonesia and Malaysia, comprising mainly corporate and middle-market loans in the manufacturing, building and construction and general commerce sectors. The Singapore NPL ratio remains low at 0.9%, compared to 0.8% at 31 December 2008, while the Malaysia NPL ratio increased from 3.3% to 3.6%. By industry, NPL ratios were highest for the manufacturing and general commerce sectors, as companies in these sectors have borne the brunt of the economic downturn. Including classified debt securities, the Group's total non-performing assets ("NPAs") rose 21% over the quarter to S$1,633 million.

Coverage ratios remain strong, with cumulative allowances representing 109% of total NPAs and 212% of unsecured NPAs.

Capital Ratios

The Group's Tier 1 ratio was 15.1% and total capital adequacy ratio 15.8% as at 31 March 2009, well above the regulatory minimum of 6% and 10% respectively. Core Tier 1 ratio, excluding perpetual and innovative preference shares, was 11.2%. During the quarter, the Bank issued S$712 million of new Lower Tier 2 subordinated notes in exchange for the Upper Tier 2 subordinated notes that were first issued in 2001, further improving its capital position.

In April 2009, subsidiary OCBC Bank (Malaysia) Berhad raised RM400 million (approximately S$166 million) of innovative Tier 1 capital securities, which will be included as Tier 1 capital of OCBC Group, subject to regulatory approval.

CEO's Comments

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

"Given the challenging operating environment, we have done well in the first quarter, delivering strong revenues and controlling expenses, while setting aside higher allowances. The economic outlook remains difficult and uncertain. We will continue to be disciplined and vigilant in our risk management and cost containment measures, while supporting our loyal customers and capitalising on opportunities to build quality customer relationships."

About OCBC Bank

OCBC Bank is Singapore's longest established local bank. It has assets of S$180 billion and a network of more than 480 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, Bank OCBC 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.

For more information, please contact:

Koh Ching Ching
Head Group Corporate Communications
Tel: (65) 6530 4890
Fax: (65) 6535 7477

Kelvin Quek
Head Investor Relations
Tel: (65) 6530 4205
Fax: (65) 6532 6001

To Our Shareholders

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

Unaudited Financial Results for the First Quarter Ended 31 March 2009

For the first quarter ended 31 March 2009, Group net profit was S$545 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 first quarter ended 31 March 2009.

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 (2008: 4.5%) and Class G Preference Shares at 4.2% per annum (2008: 4.2%). These semi-annual dividends, computed for the period 20 December 2008 to 19 June 2009 (both dates inclusive) will be paid on 22 June 2009. Total amounts of dividend payable for the Class B, Class E and Class G Preference Shares are S$25.4 million, S$11.2 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 June 2009 to 10 June 2009 (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 8 June 2009 will be registered to determine the entitlement of the preference shareholders to the semi-annual dividends.

Peter Yeoh
Secretary

Singapore, 6 May 2009

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

Oversea-Chinese Banking Corporation Limited

First Quarter 2009 Group Financial Report

Incorporated in Singapore
Company Registration Number: 193200032W

CONTENTS

FINANCIAL SUMMARY

OCBC Group prepares its financial statements in accordance with the Singapore Financial Reporting Standards as required by the Companies Act, 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 following new/revised financial reporting standards and interpretations were mandatory with effect from 1 January 2009:

FRS 1:	Presentation of Financial Statements
FRS 27:	Consolidated and Separate Financial Statements - Cost of an investment in a subsidiary, jointly controlled entity or associate
FRS 102:	Share-Based Payment - Amendments relating to vesting conditions and cancellations
FRS 108:	Operating Segments
INT FRS 113:	Customer Loyalty Programmes
INT FRS 116:	Hedges of a Net Investment in a Foreign Operation

Improvements to FRSs 2008

The main impact from application of the above was in the presentation of comprehensive income and operating segments. Comprehensive income, comprising all items of income and expenditure recognised in the profit and loss and those taken directly to equity, may be presented either in one single statement of comprehensive income or two linked statements. The Group has opted to present comprehensive income in two linked statements. For the operating segments, items not directly attributable to the segments are separately reflected. Other than the above, the accounting policies and methods of computation for the current financial period are consistent with those applied in the audited financial statements as at 31 December 2008.

Financial Results

Group net profit for the first quarter ended 31 March 2009 ("1Q09") was S$545 million. Excluding divestment gains and tax refunds of S$162 million in 1Q08, core net profit was 19% higher year-on-year, driven by growth in net interest income and insurance income, as well as lower expenses.

Net interest income grew by 16% year-on-year to S$740 million, with loan volumes up by 7% and interest margin 25 bps higher at 2.42%. Loan growth was mainly from business loans in Singapore and overseas. Non-interest income increased by 61% to S$607 million, largely from higher life assurance profits of S$266 million and net trading gains of S$25 million compared to net losses of S$65 million a year ago. Fee and commission income fell 27% to S$155 million. Operating expenses were 3% lower at S$413 million as a result of cost containment measures, including lower staff costs and reduced business activity expenses.

Return on equity, based on core earnings, was 14.9% in 1Q09, up from 12.2% in 1Q08. Annualised core earnings per share rose 17% to 68.4 cents.

FINANCIAL SUMMARY *(continued)*

S$ million	1Q09	1Q08	+/(-) %	4Q08	+/(-) %
Selected Income Statement Items					
Net interest income	**740**	638	16	783	(6)
Non-interest income	**607**	377	61	259	134
Total core income	**1,347**	1,015	33	1,042	29
Operating expenses	**(413)**	(426)	(3)	(463)	(11)
Operating profit before allowances and amortisation	**934**	589	59	579	61
Amortisation of intangible assets	**(12)**	(12)	–	(12)	–
Allowances for loans and impairment of other assets	**(197)**	8	n.m.	(243)	(19)
Operating profit after allowances and amortisation	**725**	585	24	324	124
Share of results of associates and joint ventures	**(#)**	1	(100)	(3)	(100)
Profit before income tax	**725**	586	24	321	126
Core net profit attributable to shareholders	**545**	460	19	250	118
Divestment gains, net of tax	**–**	156	–	–	–
Tax refunds	**–**	6	–	51	–
Reported net profit attributable to shareholders	**545**	622	(12)	301	81
Cash basis net profit attributable to shareholders 1/	**557**	634	(12)	313	78
Selected Balance Sheet Items					
Ordinary equity	**14,765**	14,793	–	13,978	6
Total equity *(excluding minority interests)*	**16,660**	15,689	6	15,874	5
Total assets	**180,160**	179,997	–	181,385	(1)
Assets excluding life assurance fund investment assets	**141,355**	139,033	2	142,508	(1)
Loans and bills receivable *(net of allowances)*	**78,815**	73,977	7	79,808	(1)
Deposits of non-bank customers	**92,401**	92,867	(1)	94,078	(2)

Notes:
1. Excludes amortisation of intangible assets.
2. Certain figures for prior periods are adjusted to add up to the relevant totals.
3. "n.m." denotes not meaningful.
4. "#" represents amounts less than S$0.5 million.

FINANCIAL SUMMARY *(continued)*

	1Q09	1Q08	4Q08
Key Financial Ratios			
- based on core earnings			
Performance ratios (% p.a.)			
Return on equity [1/ 3/]			
GAAP basis	**14.9**	12.2	6.7
Cash basis	**15.3**	12.6	7.0
Return on assets [2/]			
GAAP basis	**1.54**	1.34	0.68
Cash basis	**1.57**	1.37	0.71
Revenue mix / efficiency ratios (%)			
Net interest margin (annualised)	**2.42**	2.17	2.47
Net interest income to total income	**54.9**	62.9	75.1
Non-interest income to total income	**45.1**	37.1	24.9
Cost to income	**30.7**	42.0	44.5
Loans to deposits	**85.3**	79.7	84.8
NPL ratio	**1.8**	1.6	1.5
Earnings per share [3/] (annualised - cents)			
Basic earnings	**68.4**	58.7	30.1
Basic earnings (cash basis)	**69.9**	60.2	31.5
Diluted earnings	**68.4**	58.4	30.0
Net asset value per share (S$)			
Before valuation surplus	**4.75**	4.79	4.51
After valuation surplus	**5.16**	6.43	5.18
Capital adequacy ratios (%)			
Tier 1	**15.1**	12.8	14.9
Total	**15.8**	13.5	15.1

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.

NET INTEREST INCOME

Average Balance Sheet

S$ million	1Q09 Average Balance	1Q09 Interest	1Q09 Average Rate [4/]	1Q08 Average Balance	1Q08 Interest	1Q08 Average Rate [4/]	4Q08 Average Balance	4Q08 Interest	4Q08 Average Rate [4/]
			%			%			%
Interest earning assets									
Loans and advances to non-bank customers	**79,290**	**815**	**4.17**	72,365	906	5.04	80,271	949	4.70
Placements with and loans to banks	**21,392**	**135**	**2.57**	23,436	197	3.38	23,433	186	3.15
Other interest earning assets [1/]	**23,340**	**196**	**3.40**	22,474	228	4.07	22,470	209	3.70
Total	**124,022**	**1,146**	**3.75**	118,275	1,331	4.53	126,174	1,344	4.24
Interest bearing liabilities									
Deposits of non-bank customers	**93,742**	**319**	**1.38**	91,176	495	2.18	96,509	433	1.78
Deposits and balances of banks	**12,145**	**35**	**1.17**	14,374	138	3.86	11,211	66	2.33
Other borrowings [2/]	**6,651**	**52**	**3.19**	5,473	60	4.36	7,468	62	3.33
Total	**112,538**	**406**	**1.46**	111,023	693	2.51	115,188	561	1.94
Net interest income / margin [3/]		**740**	**2.42**		638	2.17		783	2.47

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 grew 16% year-on-year to S$740 million in 1Q09, driven by loans growth and improved interest margins. Gross loans grew 7% to S$80.4 billion, attributed mainly to corporate loans in Singapore as well as overseas markets. Net interest margin widened 25 bps year-on-year from 2.17% to 2.42% as a result of higher spreads on corporate and SME loans, lower funding costs and higher gapping income.

Compared with 4Q08, net interest income fell by 6% due to lower gapping income following a strong performance in the fourth quarter, lower average interest-earning assets, and the shorter-days effect for the quarter. Net interest margin narrowed 5 bps from the previous quarter due mainly to the lower gapping income.

NET INTEREST INCOME *(continued)*

Volume and Rate Analysis

Increase / (decrease) due to change in: S$ million	1Q09 vs 1Q08 Volume	Rate	Net change	1Q09 vs 4Q08 Volume	Rate	Net change
Interest income						
Loans and advances to non-bank customers	86	(167)	(81)	(11)	(102)	(113)
Placements with and loans to banks	(17)	(42)	(59)	(16)	(30)	(46)
Other interest earning assets	10	(39)	(29)	8	(17)	(9)
Total	79	(248)	(169)	(19)	(149)	(168)
Interest expense						
Deposits of non-bank customers	14	(184)	(170)	(12)	(92)	(104)
Deposits and balances of banks	(21)	(80)	(101)	5	(35)	(30)
Other borrowings	13	(20)	(7)	(6)	(2)	(8)
Total	6	(284)	(278)	(13)	(129)	(142)
Impact on net interest income	73	36	109	(6)	(20)	(26)
Due to change in number of days			(7)			(17)
Net interest income			102			(43)

NON-INTEREST INCOME

S$ million	1Q09	1Q08	+/(-)	4Q08	+/(-)
			%		%
Fees and commissions					
Brokerage	**13**	24	(48)	16	(19)
Wealth management	**11**	41	(73)	17	(36)
Fund management	**16**	21	(21)	16	–
Credit card	**10**	14	(31)	12	(23)
Loan-related	**37**	33	11	38	(3)
Trade-related and remittances	**28**	32	(13)	30	(7)
Guarantees	**7**	7	3	6	16
Investment banking	**13**	20	(36)	3	303
Service charges	**14**	13	14	15	(3)
Others	**6**	7	(22)	6	8
Sub-total	**155**	212	(27)	159	(3)
Dividends	**17**	18	(4)	8	118
Rental income	**19**	15	25	19	2
Profit from life assurance	**266**	7	n.m.	115	130
Premium income from general insurance	**31**	18	79	30	2
Other income					
Net dealing income:					
Foreign exchange	**87**	90	(3)	(17)	615
Securities and derivatives	**25**	(65)	139	(47)	153
Net gain/(loss) from investment securities	**(36)**	64	(157)	(24)	(50)
Net gain/(loss) from disposal of properties	#	#	–	#	–
Others	**43**	18	134	16	171
Sub-total	**119**	107	12	(72)	266
Total core non-interest income	**607**	377	61	259	134
Divestment gains	**–**	167	–	–	–
Total non-interest income	**607**	544	12	259	134
Fees and commissions / Total income [1/]	**11.5%**	20.9%		15.3%	
Non-interest income / Total income [1/]	**45.1%**	37.1%		24.9%	

Notes:
1. Pre-tax divestment gains are not included.
2. "n.m." denotes not meaningful.
3. "#" represents amounts less than S$0.5 million

Non-interest income excluding divestment gains grew by 61% year-on-year to S$607 million due to significantly higher insurance income, as well as securities and derivatives trading gains as compared to losses a year ago. Profit from life assurance rose from S$7 million a year ago to S$266 million, of which S$201 million[4/] were non-recurring gains. The gains were derived mainly from the implementation of the new Risk Based Capital framework in Malaysia from 1 January 2009, and to a lesser extent, an exercise to achieve better portfolio matching of the assets and liabilities of the Singapore Non-Participating Fund. Securities and derivatives dealing income recorded net gains of S$25 million compared to net losses of S$65 million a year ago, while foreign exchange income was largely stable at S$87 million. Fee and commission income fell by 27% year-on-year to S$155 million, reflecting the broad impact of the weakness in financial markets and the global economy on fee-based activities. Net losses of S$36 million were realised from the disposal of investment securities, mainly corporate bonds, compared to realised gains of S$64 million a year ago.

Compared to 4Q08, non-interest income was higher by 134% due to the higher life assurance profits, as well as trading gains. Foreign exchange, securities and derivatives trading income recorded gains of S$112 million in 1Q09 compared to losses of S$64 million in the previous quarter. Fee and commission income were 3% lower quarter-on-quarter.

[4/] Net of tax and minority interests, the gains were S$175 million.

OPERATING EXPENSES

S$ million	1Q09	1Q08	+/(-) %	4Q08	+/(-) %
Staff costs					
Salaries and other costs	**217**	227	(4)	229	(5)
Share-based expenses	**4**	2	86	4	(11)
Contribution to defined contribution plans	**19**	20	(6)	19	2
	240	249	(4)	252	(5)
Property and equipment					
Depreciation	**33**	26	23	33	(1)
Maintenance and hire of property, plant & equipment	**16**	17	(4)	17	(7)
Rental expenses	**11**	8	31	13	(15)
Others	**25**	27	(5)	31	(19)
	85	78	8	94	(10)
Other operating expenses	**88**	99	(10)	117	(25)
Total operating expenses	**413**	426	(3)	463	(11)
Group staff strength					
Period end	**19,610**	19,048	3	19,876	(1)
Average	**19,757**	18,942	4	19,946	(1)
Cost to income ratio [1/]	**30.7%**	42.0%		44.5%	

Note:
1. Income excludes divestment gains.

Cost containment measures, including lower staff costs and reduced business activity expenses resulted in a 3% year-on-year decline in operating expenses to S$413 million. Excluding the effect of the consolidation of PacificMas Berhad ("PacMas") since April 2008, the decline in operating expenses would have been 6%. Quarter-on-quarter, expenses were lower by 11%.

Staff costs fell 4% from a year ago and 5% from the previous quarter to S$240 million due to tighter control on headcount and salary increases, lower overtime and commission allowances, and the cash grants from the government's Jobs Credit Scheme. Property and equipment expenses increased 8% year-on-year to S$85 million due to higher rental expenses and depreciation charges, but were largely stable compared to the previous quarter. Other operating expenses fell 10% year-on-year and 25% quarter-on-quarter to S$88 million, mainly from reductions in business promotion, transport and travel expenses.

The cost-to-income ratio declined to 30.7% from 42.0% in 1Q08 and 44.5% in 4Q08.

ALLOWANCES FOR LOANS AND OTHER ASSETS

S$ million	1Q09	1Q08	+/(-) %	4Q08	+/(-) %
Specific allowances / (write-back) for loans					
Singapore	**15**	(23)	(165)	39	(62)
Malaysia	**22**	14	50	35	(38)
Others	**51**	2	n.m.	85	(40)
	88	(7)	n.m.	159	(45)
Portfolio allowances for loans	**2**	–	–	11	(84)
Allowances for CDOs	**94**	–	–	15	539
Allowances and impairment charges / (write-back) for other assets	**13**	(1)	n.m.	58	(78)
Allowances for loans and impairment of other assets	**197**	(8)	n.m.	243	(19)

Note:

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

Allowances for loans and other assets were S$197 million in 1Q09, compared to S$243 million in 4Q08 and a net write-back of S$8 million in 1Q08.

Specific allowances for loans fell from S$159 million in 4Q08 to S$88 million in 1Q09. Specific allowances for Singapore and Malaysia loans amounted to S$15 million and S$22 million respectively, lower than in the previous quarter. Allowances of S$51 million under the "Others" geography were mainly for corporate and middle-market loans in Hong Kong and China.

The Group also provided S$94 million allowances for its corporate CDO portfolio, S$2 million portfolio allowances for loans, and S$13 million allowances for other assets.

As at 31 March 2009, the Bank's corporate CDO portfolio of S$205 million has been fully written down through cumulative allowances of S$136 million and cumulative mark-to-market losses of S$69 million for the related credit default swaps taken to the income statement. For the Bank's asset-backed securities ("ABS") CDO exposure of S$100 million, 100% allowances have been made since 2Q08.

LOANS AND ADVANCES

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Loans to customers	**79,229**	80,140	74,417
Bills receivable	**1,174**	1,196	976
Gross loans to customers	**80,403**	81,336	75,393
Allowances:			
Specific allowances	**(608)**	(549)	(458)
Portfolio allowances	**(980)**	(979)	(958)
Loans net of allowances	**78,815**	79,808	73,977
By Maturity			
Within 1 year	**28,496**	29,457	26,674
1 to 3 years	**15,629**	15,588	13,344
Over 3 years	**36,278**	36,291	35,375
	80,403	81,336	75,393
By Industry			
Agriculture, mining and quarrying	**1,472**	1,315	1,151
Manufacturing	**6,375**	6,612	6,319
Building and construction	**16,702**	17,176	15,365
Housing loans	**19,659**	19,785	19,630
General commerce	**6,317**	7,072	6,939
Transport, storage and communication	**5,786**	5,471	4,068
Financial institutions, investment and holding companies	**11,249**	11,201	10,946
Professionals and individuals	**7,655**	7,358	7,243
Others	**5,188**	5,346	3,732
	80,403	81,336	75,393
By Currency			
Singapore Dollar	**45,998**	47,174	43,930
United States Dollar	**10,728**	10,671	9,767
Malaysian Ringgit	**12,598**	12,220	11,035
Indonesian Rupiah	**2,122**	2,269	2,355
Others	**8,957**	9,002	8,306
	80,403	81,336	75,393
By Geography [1/]			
Singapore	**47,651**	49,285	46,860
Malaysia	**14,657**	14,335	12,341
Other ASEAN	**4,352**	4,602	4,392
Greater China	**7,139**	6,874	5,577
Other Asia Pacific	**3,558**	3,242	3,462
Rest of the World	**3,046**	2,998	2,761
	80,403	81,336	75,393

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

The Group's loan book increased 7% year-on-year, to S$80.4 billion as at 31 March 2009. Growth was driven mainly by business loans in Singapore as well as overseas markets, with loans to the transport and communications and building and construction sectors showing the strongest increases. Quarter-on-quarter, loans fell by 1% due to declines in loans to the general commerce, manufacturing and building and construction sectors.

NON-PERFORMING ASSETS [1]

S$ million	Total NPAs [2]	Substandard	Doubtful	Loss	Secured NPAs/ Total NPAs	NPLs [3]	NPL Ratio [3]
					%		%
Singapore							
31 Mar 2009	**424**	**145**	**186**	**93**	**62.0**	**424**	**0.9**
31 Dec 2008	395	107	184	104	58.1	394	0.8
31 Mar 2008	456	151	170	135	71.5	455	1.0
Malaysia							
31 Mar 2009	**544**	**312**	**123**	**109**	**55.5**	**521**	**3.6**
31 Dec 2008	496	290	121	85	59.2	474	3.3
31 Mar 2008	519	315	120	84	62.7	495	4.0
Other ASEAN							
31 Mar 2009	**212**	**112**	**34**	**66**	**66.9**	**209**	**4.8**
31 Dec 2008	127	33	28	66	58.8	123	2.7
31 Mar 2008	90	8	26	56	75.1	85	1.9
Greater China							
31 Mar 2009	**159**	**44**	**106**	**9**	**31.8**	**154**	**2.2**
31 Dec 2008	63	8	55	–	12.9	63	0.9
31 Mar 2008	45	7	38	–	36.1	45	0.8
Other Asia Pacific							
31 Mar 2009	**85**	**5**	**80**	**–**	**5.0**	**85**	**2.4**
31 Dec 2008	95	16	79	–	13.4	95	2.9
31 Mar 2008	84	58	26	–	36.2	84	2.4
Rest of the World [2]							
31 Mar 2009	**209**	**18**	**185**	**6**	**13.1**	**31**	**1.0**
31 Dec 2008	172	17	148	7	15.2	33	1.1
31 Mar 2008	131	42	78	11	31.4	48	1.7
Group							
31 Mar 2009	**1,633**	**636**	**714**	**283**	**48.3**	**1,424**	**1.8**
31 Dec 2008	1,348	471	615	262	47.8	1,182	1.5
31 Mar 2008	1,325	581	458	286	60.9	1,212	1.6

Notes:
1. Comprise non-bank loans, debt securities and contingent liabilities.
2. Include CDOs of S$171 million, S$109 million and S$83 million as at 31 Mar 2009, 31 Dec 2008 and 31 Mar 2008 respectively.
3. Exclude debt securities.

NON-PERFORMING ASSETS *(continued)*

Non-performing loans ("NPLs") increased by 20% from the previous quarter to S$1,424 million as at 31 March 2009. The increase during the quarter came mainly from Greater China, Indonesia and Malaysia, and were largely corporate and middle-market loans in the manufacturing and building and construction sectors.

The Group's NPL ratio increased to 1.8% from 1.5% in December 2008 and 1.6% in March 2008. The Singapore NPL ratio remains low at 0.9% compared to 0.8% in December 2008, while the Malaysia NPL ratio increased over the quarter from 3.3% to 3.6%. By industry, NPL ratios were highest for the manufacturing and general commerce sectors, at 7.7% and 2.7% respectively, as companies in these sectors have borne the brunt of the economic downturn.

Including classified debt securities and CDOs, the Group's total non-performing assets ("NPAs") were S$1,633 million as at 31 March 2009, an increase of 21% from December 2008. Singapore and Malaysia accounted for 26% and 33% of the total NPAs respectively. Of the total NPAs, 39% were in the substandard category while 48% were secured by collateral.

	31 Mar 2009		31 Dec 2008		31 Mar 2008	
	S$ million	% of loans	S$ million	% of loans	S$ million	% of loans
NPLs by Industry						
Loans and advances						
Agriculture, mining and quarrying	**8**	**0.5**	6	0.5	9	0.8
Manufacturing	**491**	**7.7**	339	5.1	241	3.8
Building and construction	**209**	**1.3**	113	0.7	176	1.1
Housing loans	**238**	**1.2**	243	1.2	290	1.5
General commerce	**168**	**2.7**	147	2.1	136	2.0
Transport, storage and communication	**21**	**0.4**	24	0.4	21	0.5
Financial institutions, investment and holding companies	**116**	**1.0**	125	1.1	129	1.2
Professionals and individuals	**138**	**1.8**	126	1.7	163	2.3
Others	**35**	**0.7**	59	1.1	47	1.3
Total NPLs	**1,424**	**1.8**	1,182	1.5	1,212	1.6
Classified debt securities	**209**		166		113	
Total NPAs	**1,633**		1,348		1,325	

	31 Mar 2009		31 Dec 2008		31 Mar 2008	
	S$ million	%	S$ million	%	S$ million	%
NPAs by Period Overdue						
Over 180 days	**610**	**37**	568	42	653	49
Over 90 to 180 days	**334**	**20**	193	14	208	16
30 to 90 days	**208**	**13**	188	14	107	8
Less than 30 days	**209**	**13**	230	17	156	12
Not overdue	**272**	**17**	169	13	201	15
	1,633	**100**	1,348	100	1,325	100

S$ million	31 Mar 2009		31 Dec 2008		31 Mar 2008	
	Loan	Allowance	Loan	Allowance	Loan	Allowance
Restructured Loans						
Substandard	**62**	**4**	52	5	70	3
Doubtful	**34**	**44**	40	42	98	103
Loss	**14**	**10**	19	8	24	9
	110	**58**	111	55	192	115

CUMULATIVE ALLOWANCES FOR ASSETS

S$ million	Total cumulative allowances	Specific allowances [1/]	Portfolio allowances	Specific allowances as % of total NPAs	Cumulative allowances as % of total NPAs
				%	%
Singapore					
31 Mar 2009	**653**	**145**	**508**	**34.2**	**153.8**
31 Dec 2008	655	151	504	38.1	165.8
31 Mar 2008	680	162	518	35.4	149.0
Malaysia					
31 Mar 2009	**482**	**259**	**223**	**47.6**	**88.5**
31 Dec 2008	462	242	220	48.7	93.0
31 Mar 2008	435	238	197	45.8	83.8
Other ASEAN					
31 Mar 2009	**132**	**73**	**59**	**34.1**	**62.0**
31 Dec 2008	133	72	61	56.3	104.7
31 Mar 2008	102	47	55	52.4	113.0
Greater China					
31 Mar 2009	**188**	**98**	**90**	**61.7**	**118.2**
31 Dec 2008	133	48	85	76.4	210.9
31 Mar 2008	102	29	73	63.0	224.1
Other Asia Pacific					
31 Mar 2009	**100**	**56**	**44**	**65.7**	**118.3**
31 Dec 2008	98	53	45	55.6	102.6
31 Mar 2008	55	6	49	7.7	65.7
Rest of the World					
31 Mar 2009	**233**	**177**	**56**	**85.1**	**111.8**
31 Dec 2008	204	140	64	82.0	119.4
31 Mar 2008	153	87	66	67.6	118.3
Group					
31 Mar 2009	**1,788**	**808**	**980**	**49.4**	**109.5**
31 Dec 2008	1,685	706	979	52.3	125.0
31 Mar 2008	1,527	569	958	43.0	115.3

Note:
1. Include allowances of S$170 million, S$108 million and S$80 million for classified CDOs as at 31 Mar 2009, 31 Dec 2008 and 31 Mar 2008 respectively.

As at 31 March 2009, the Group's total cumulative allowances for assets were S$1,788 million, comprising S$808 million in specific allowances and S$980 million in portfolio allowances. The cumulative specific allowances include S$170 million allowances for classified CDOs. Total cumulative allowances were 109.5% of total NPAs and 212% of unsecured NPAs.

DEPOSITS

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Deposits of non-bank customers	**92,401**	94,078	92,867
Deposits and balances of banks	**12,009**	10,113	14,085
	104,410	104,191	106,952
Loans to deposits ratio (net non-bank loans / non-bank deposits)	**85.3%**	84.8%	79.7%

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Total Deposits By Maturity			
Within 1 year	**101,919**	101,412	103,972
1 to 3 years	**2,262**	2,432	2,102
Over 3 years	**229**	347	878
	104,410	104,191	106,952
Non-Bank Deposits By Product			
Fixed deposits	**53,358**	57,218	60,471
Savings deposits	**17,711**	16,104	14,064
Current account	**16,095**	16,090	13,303
Others	**5,237**	4,666	5,029
	92,401	94,078	92,867
Non-Bank Deposits By Currency			
Singapore Dollar	**52,648**	53,745	55,722
United States Dollar	**10,469**	12,105	10,796
Malaysian Ringgit	**15,518**	14,672	14,121
Indonesian Rupiah	**3,040**	3,039	2,650
Others	**10,726**	10,517	9,578
	92,401	94,078	92,867

Non-bank customer deposits fell 0.5% from a year ago and 2% from the previous quarter to S$92.4 billion, due mainly to lower fixed deposits as interest rates declined. The decline in fixed deposits was largely offset by higher savings and current account deposits, which grew 26% and 21% respectively from a year ago.

The Group's loans to deposits ratio rose to 85.3%, from 84.8% at 31 December 2008 and 79.7% at 31 March 2008.

DEBTS ISSUED

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Subordinated debts (unsecured)	**5,166**	5,155	4,850
Commercial papers (unsecured)	**660**	843	664
Structured notes (unsecured)	**14**	12	35
Total	**5,840**	6,010	5,549
Maturity of Debts Issued			
Within one year	**664**	845	672
Over one year	**5,176**	5,165	4,877
Total	**5,840**	6,010	5,549

CAPITAL ADEQUACY RATIOS

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Tier 1 Capital			
Ordinary and preference shares	**6,658**	6,637	5,554
Disclosed reserves / others	**12,158**	11,537	9,927
Goodwill / others	**(4,341)**	(3,913)	(3,951)
Eligible Tier 1 Capital	**14,475**	14,261	11,530
Tier 2 Capital			
Subordinated term notes	**3,109**	2,696	2,824
Others	**(2,481)**	(2,444)	(2,189)
Total Eligible Capital	**15,103**	14,513	12,165
Risk Weighted Assets	**95,397**	95,522	89,645
Tier 1 capital adequacy ratio	**15.1%**	14.9%	12.8%
Total capital adequacy ratio	**15.8%**	15.1%	13.5%

Based on the revised MAS Notice 637 effective January 2008, the Group's total capital adequacy ratio ("CAR") under the Basel II framework was 15.8% and the Tier 1 ratio was 15.1% as at 31 March 2009, compared to the 31 December 2008 ratios of 15.1% and 14.9% respectively. These ratios remain well above the MAS minimum requirement of 6% for Tier 1 CAR and 10% for total CAR. The Group's core Tier 1 ratio, excluding perpetual and innovative preference shares, was 11.2%.

In March 2009, the Bank issued S$712 million of new Lower Tier 2 5.60% Subordinated Notes due 2019 (callable with step-up in 2014) in exchange for its outstanding Upper Tier 2 5.0% Subordinated Notes due 2011, which were issued in 2001. The exchange offer increased the Group's qualifying Tier 2 capital and improved its total CAR, as the 2011 Notes had been subjected to progressive amortisation of 20% per annum since September 2006.

In March 2009, the Bank also re-purchased and cancelled €28 million of the €400 million 7.25% Subordinated Notes due 2011, which were issued in 2001.

In April 2009, subsidiary OCBC Bank (Malaysia) Berhad raised RM400 million (approximately S$166 million) of innovative Tier 1 capital securities, which will be included as Tier 1 capital of OCBC Group, subject to regulatory approval.

UNREALISED VALUATION SURPLUS

S$ million	31 Mar 2009	31 Dec 2008	31 Mar 2008
Properties [1/]	**2,157**	2,369	2,536
Equity securities [2/]	**(885)**	(277)	2,530
Total	**1,272**	2,092	5,066

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 mainly investments in quoted associates and subsidiaries, which are valued based on their market prices at the end of each quarter.
3. The carrying values of subsidiaries and associates on the balance sheet are measured at cost plus post-acquisition reserves; while those of properties are measured at cost less accumulated depreciation, and impairment, if any.

The Group's unrealised valuation surplus represents the difference between the carrying values[3/] of its properties and investments in quoted subsidiaries/associates as compared to the property values and market prices of the quoted investments at the respective periods.

The valuation surplus fell 39% from the previous quarter to S$1.27 billion, largely due to the weakness in financial markets in 1Q09. The surplus for properties was S$2.16 billion, offset partly by the deficit of S$885 million for investments in listed associates and subsidiaries, primarily GEH, Bank OCBC NISP and PacificMas Berhad.

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.

Operating Profit by Business Segment

S$ million	1Q09	1Q08	+/(-)	4Q08	+/(-)
			%		%
Global Consumer Financial Services	**146**	183	(20)	148	(1)
Global Corporate Banking	**170**	245	(31)	109	57
Global Treasury	**236**	119	98	125	89
Insurance [1/]	**270**	23	n.m.	48	465
Others [2/]	**(6)**	99	(106)	(36)	(84)
Operating profit after allowances and amortisation for total business segments	**816**	669	22	394	107
Add/(Less):					
- Joint income elimination [3/]	**(72)**	(90)	(20)	(63)	14
- Items not attributed to business segments	**(19)**	6	(397)	(7)	178
Operating profit after allowances and amortisation	**725**	585	24	324	124

Notes:
1. Pre-tax divestment gains of S$40 million for 1Q08 are not included.
2. Pre-tax divestment gains of S$127 million for 1Q08 are not included.
3. These are joint income given to business segments to reward cross-selling activities.

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 1Q09, operating profit of the consumer segment declined by 20% to S$146 million, mainly due to lower fee income and increased allowances, which more than offset the reductions in expenses and growth in net interest income.

Compared with 4Q08, operating profit decreased by 1%, with lower fee income and higher allowances largely offset by reduced expenses.

Global Corporate Banking

Global Corporate Banking serves 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.

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

Global Corporate Banking's operating profit fell by 31% to S$170 million in 1Q09, due mainly to higher allowances, which offset the growth in net interest income due to higher loans volume and loan spreads.

Against 4Q08, operating profit increased by 57%, attributable to lower allowances and lower expenses.

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 rose 98% to S$236 million in 1Q09. The strong profit growth was driven by higher net interest income from interbank activities and gains from dealing in securities and derivatives.

Quarter-on-quarter, profit increased by 89%, largely due to higher foreign exchange gains and higher gains from dealing in securities and derivatives.

Insurance

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

Operating profit from GEH increased significantly from S$23 million in 1Q08 and S$48 million in 4Q08 to S$270 million in 1Q09, of which S$201 million were non-recurring gains. The gains were due mainly to the recognition of valuation surplus following the implementation of the new Risk Based Capital framework in Malaysia from 1 January 2009, and to a lesser extent, an exercise to achieve better portfolio matching of the assets and liabilities of the Singapore Non-Participating Fund.

After minority interests and tax, and excluding divestment gains and tax write-backs in prior periods, GEH's contribution to the Group's core net profit was S$197 million in 1Q09, compared with S$1 million in 1Q08 and S$47 million in 4Q08.

Others

The "Others" segment comprises Bank OCBC NISP, PacMas, corporate finance, capital markets, property holding, stock brokerage and investment holding.

PERFORMANCE BY BUSINESS SEGMENT *(continued)*

S$ million	Global Consumer Financial Services	Global Corporate Banking	Global Treasury	Insurance	Others	Total Business Segments
1Q09						
- External customers	**293**	**356**	**295**	**308**	**171**	**1,423**
- Intersegment income	**–**	**–**	**–**	**–**	**21**	**21**
Total income	**293**	**356**	**295**	**308**	**192**	**1,444**
Operating profit before allowances and amortisation	**164**	**242**	**247**	**285**	**87**	**1,025**
Amortisation of intangible assets	**–**	**–**	**–**	**(12)**	**–**	**(12)**
Allowances and impairment for loans and other assets	**(18)**	**(72)**	**(11)**	**(3)**	**(93)**	**(197)**
Operating profit / (loss) after allowances and amortisation	**146**	**170**	**236**	**270**	**(6)**	**816**
Other information:						
Capital expenditure	**9**	**1**	**1**	**4**	**23**	**38**
Depreciation	**4**	**2**	**#**	**#**	**27**	**33**
1Q08						
- External customers	330	335	161	67	182	1,075
- Intersegment income	–	–	–	–	16	16
Total income [1/]	330	335	161	67	198	1,091
Operating profit before allowances and amortisation [1/]	191	225	119	38	100	673
Amortisation of intangible assets	–	–	–	(12)	–	(12)
(Allowances and impairment) / write-back for loans and other assets	(8)	20	–	(3)	(1)	8
Operating profit after allowances and amortisation [1/]	183	245	119	23	99	669
Other information:						
Capital expenditure	2	2	#	9	40	53
Depreciation	2	1	#	#	23	26
4Q08						
- External customers	308	363	171	147	128	1,117
- Intersegment income	–	–	–	–	17	17
Total income	308	363	171	147	145	1,134
Operating profit before allowances and amortisation	161	239	124	100	25	649
Amortisation of intangible assets	–	–	–	(12)	–	(12)
(Allowances and impairment) / write-back for loans and other assets	(13)	(130)	1	(40)	(61)	(243)
Operating profit / (loss) after allowances and amortisation	148	109	125	48	(36)	394
Other information:						
Capital expenditure	14	2	1	58	45	120
Depreciation	3	2	#	#	28	33

Notes:
1. Pre-tax divestment gains of S$167 million for 1Q08 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 31 March 2009						
Segment assets	**26,453**	**54,146**	**38,735**	**45,411**	**22,501**	**187,246**
Unallocated assets						**168**
Elimination						**(7,254)**
Total assets						**180,160**
Segment liabilities	**42,076**	**44,233**	**23,791**	**40,406**	**16,448**	**166,954**
Unallocated liabilities						**1,104**
Elimination						**(7,254)**
Total liabilities						**160,804**
Other information:						
Gross non-bank loans	**25,241**	**50,753**	**785**	**317**	**3,307**	**80,403**
NPAs	**329**	**1,017**	**2**	**9**	**276**	**1,633**
At 31 December 2008						
Segment assets	26,657	57,150	39,011	45,195	20,309	188,322
Unallocated assets						132
Elimination						(7,069)
Total assets						181,385
Segment liabilities	40,608	46,019	25,653	40,337	16,200	168,817
Unallocated liabilities						1,077
Elimination						(7,069)
Total liabilities						162,825
Other information:						
Gross non-bank loans	25,414	51,245	715	430	3,532	81,336
NPAs	319	811	2	14	202	1,348
At 31 March 2008						
Segment assets	26,348	54,558	35,495	47,594	21,604	185,599
Unallocated assets						60
Elimination						(5,662)
Total assets						179,997
Segment liabilities	39,380	46,880	23,450	41,972	15,454	167,136
Unallocated liabilities						1,681
Elimination						(5,662)
Total liabilities						163,155
Other information:						
Gross non-bank loans	24,778	46,627	248	318	3,422	75,393
NPAs	370	795	–	8	152	1,325

PERFORMANCE BY GEOGRAPHICAL SEGMENT

	1Q09 S$ million	1Q09 %	1Q08 S$ million	1Q08 %	4Q08 S$ million	4Q08 %
Total core income						
Singapore [1/]	**694**	**52**	628	62	640	62
Malaysia	**484**	**36**	250	25	210	20
Other ASEAN	**85**	**6**	70	7	95	9
Asia Pacific	**70**	**5**	58	5	85	8
Rest of the World	**14**	**1**	9	1	12	1
	1,347	**100**	1,015	100	1,042	100
Profit before income tax						
Singapore [1/]	**326**	**45**	379	65	232	72
Malaysia	**375**	**52**	161	27	90	28
Other ASEAN	**31**	**4**	12	2	25	8
Asia Pacific	**(14)**	**(2)**	32	6	(26)	(8)
Rest of the World	**7**	**1**	2	–	(#)	–
	725	**100**	586	100	321	100

Notes:
1. Pre-tax divestment gains of S$167 million for 1Q08 are not included in total core income and profit before income tax.
2. "#" represents amounts less than S$0.5 million.

	31 Mar 2009 S$ million	31 Mar 2009 %	31 Dec 2008 S$ million	31 Dec 2008 %	31 Mar 2008 S$ million	31 Mar 2008 %
Total assets						
Singapore	**116,420**	**65**	118,157	66	119,201	67
Malaysia	**40,020**	**22**	38,402	21	37,847	21
Other ASEAN	**6,078**	**3**	5,853	3	5,422	3
Asia Pacific	**14,620**	**8**	15,029	8	13,495	7
Rest of the World	**3,022**	**2**	3,944	2	4,032	2
	180,160	**100**	181,385	100	179,997	100

The geographical segment analysis is based on the location where assets or transactions are booked. For 1Q09, Singapore accounted for 52% of total income and 45% of pre-tax profit, while Malaysia accounted for 36% of total income and 52% of pre-tax profit.

Compared with 1Q08, pre-tax profit for Singapore declined 14% to S$326 million, due mainly to a decline in income from fees and commissions, weaker investment income, as well as higher net allowances for loans and other assets. Malaysia's pre-tax profit increased by 133% to S$375 million, largely due to higher insurance income.

ADDITIONAL DISCLOSURES

Collateralised Debt Obligations

As at 31 March 2009, OCBC[1] has investments of S$305 million in CDOs, including S$100 million in asset-backed securities CDOs ("ABS CDOs"). The exposure to US sub-prime mortgages amounted to approximately 11% of the ABS CDOs. OCBC has made 100% allowance in the income statement for its ABS CDO exposure since 2Q08. In 1Q09, investments of S$149 million in ABS CDOs were written down, and another S$17 million liquidated.

The corporate CDO investment portfolio was S$205 million, net of 1Q09 write-down for S$6 million invested in an equity tranche. As at 31 March 2009, cumulative allowances of S$136 million and cumulative mark-to-market losses of S$69 million on the credit default swaps related to the corporate CDOs have been made in the income statement. With these, full provision has been made on the corporate CDO portfolio.

S$million	31 Mar 09		31 Dec 08		31 Mar 08	
Type of CDO / Tranche	**Exposure**	**Allowance**	**Exposure**	**Allowance**	**Exposure**	**Allowance**
ABS CDO						
Investment portfolio	**100**	**(100)**	252	(252)	250	(211)
Corporate CDO (Non-ABS)						
Investment portfolio	**205**	**(136)**	201	(47)	349	–
Total CDO Portfolio	**305**	**(236)**	453	(299)	599	(211)

Note: In addition to the cumulative allowances of S$136 million (Dec 08: S$47 million), the Bank has also taken cumulative mark-to-market losses of S$69 million (Dec 08: S$66 million) to the income statement. As at 31 March 09, there is no fair value adjustment for the corporate CDO portfolio in equity reserves (Dec 08: S$70 million negative adjustment).

As at 31 March 2009, the credit rating profile of the total CDO portfolio[2] was as follows: A - 2%, BB - 20%, CCC - 45%, and CC - 33%.

Special Purpose Entities ("SPE")

As at 31 March 2009, OCBC does not utilise any SPE as a conduit for the securitisation of assets.

[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	1Q09	1Q08	+/(-)	4Q08	+/(-)
			%		%
Interest income	**1,146**	1,331	(14)	1,344	(15)
Interest expense	**(406)**	(693)	(41)	(561)	(28)
Net interest income	**740**	638	16	783	(6)
Premium income	**1,106**	1,558	(29)	1,248	(11)
Investment income	**143**	232	(38)	(683)	(121)
Net claims, surrenders and annuities	**(899)**	(1,019)	(12)	(1,285)	(30)
Change in life assurance fund contract liabilities	**109**	(566)	(119)	946	(88)
Commission and others	**(193)**	(198)	(3)	(111)	73
Profit from life assurance	**266**	7	n.m.	115	130
Premium income from general insurance	**31**	18	79	30	2
Fees and commissions (net)	**155**	212	(27)	159	(3)
Dividends	**17**	18	(4)	8	118
Rental income	**19**	15	25	19	2
Other income	**119**	274	(56)	(72)	266
Non-interest income	**607**	544	12	259	134
Total income	**1,347**	1,182	14	1,042	29
Staff costs	**(240)**	(249)	(4)	(252)	(5)
Other operating expenses	**(173)**	(177)	(2)	(211)	(18)
Total operating expenses	**(413)**	(426)	(3)	(463)	(11)
Operating profit before allowances and amortisation	**934**	756	24	579	61
Amortisation of intangible assets	**(12)**	(12)	–	(12)	–
Allowances for loans and impairment of other assets	**(197)**	8	n.m.	(243)	(19)
Operating profit after allowances and amortisation	**725**	752	(4)	324	124
Share of results of associates and joint ventures	**(#)**	1	(100)	(3)	(100)
Profit before income tax	**725**	753	(4)	321	126
Income tax (expense) / credit [1/]	**(119)**	(111)	7	20	687
Profit for the period	**606**	642	(6)	341	78
Profit attributable to:					
Equity holders of the Bank	**545**	622	(12)	301	81
Minority interests	**61**	20	201	40	53
	606	642	(6)	341	78
Earnings per share (for the period – cents) [2/]					
Basic	**17.6**	20.1		8.4	
Diluted	**17.6**	20.1		8.4	

Notes:

1. 1Q08 and 4Q08 tax expense/credit include tax refunds/writebacks of S$6 million and S$51 million respectively, following the finalisation of tax treatment for various items in the respective periods.
2. “Earnings per share” was computed including divestment gains and tax refunds.
3. “n.m.” denotes not meaningful.
4. “#” represents amounts less than S$0.5 million.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

S$ million	1Q09	1Q08	+/(-) %	4Q08	+/(-) %
Profit for the period	**606**	642	(6)	341	78
Other comprehensive income:					
Available-for-sale financial assets					
Gains/(losses) for the period	**8**	(431)	(102)	(115)	(107)
Reclassification of losses/(gains) to income statement					
- on disposal	**36**	(231)	(116)	24	50
- on impairment	**98**	1	n.m.	69	42
Tax on net movements	**11**	46	(77)	14	(22)
Exchange differences on translating foreign operations	**70**	(27)	(362)	(183)	(138)
Other comprehensive income of associates and joint ventures	**4**	(1)	(713)	5	(30)
Total other comprehensive income, net of tax	**227**	(643)	(135)	(186)	(222)
Total comprehensive income for the period, net of tax	**833**	(1)	n.m.	155	439
Total comprehensive income attributable to:					
Equity holders of the Bank	**774**	(5)	n.m.	140	454
Minority interests	**59**	4	n.m.	15	297
	833	(1)	n.m.	155	439

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

BALANCE SHEETS (UNAUDITED)

S$ million	GROUP 31 Mar 2009	31 Dec 2008 @	31 Mar 2008	BANK 31 Mar 2009	31 Dec 2008 @	31 Mar 2008
EQUITY						
Attributable to equity holders of the Bank						
Share capital	**6,658**	6,638	5,554	**6,658**	6,638	5,554
Capital reserves	**1,233**	1,329	1,625	**1,018**	1,099	1,370
Fair value reserves	**380**	222	1,124	**56**	12	345
Revenue reserves	**8,389**	7,685	7,386	**5,426**	5,076	4,908
	16,660	15,874	15,689	**13,158**	12,825	12,177
Minority interests	**2,696**	2,686	1,153	**–**	–	–
Total equity	**19,356**	18,560	16,842	**13,158**	12,825	12,177
LIABILITIES						
Deposits of non-bank customers	**92,401**	94,078	92,867	**70,818**	73,238	73,688
Deposits and balances of banks	**12,009**	10,113	14,085	**10,495**	9,049	12,438
Due to subsidiaries	**–**	–	–	**1,491**	1,399	1,165
Due to associates	**122**	95	65	**93**	87	51
Trading portfolio liabilities	**917**	1,111	142	**917**	1,111	142
Derivative payables	**5,798**	7,675	4,063	**5,538**	7,415	3,924
Other liabilities	**2,832**	2,930	3,456	**730**	944	932
Current tax	**544**	501	726	**309**	277	370
Deferred tax	**560**	576	955	**40**	41	89
Debts issued	**5,840**	6,010	5,549	**7,389**	7,554	5,600
	121,023	123,089	121,908	**97,820**	101,115	98,399
Life assurance fund liabilities	**39,781**	39,736	41,247	**–**	–	–
Total liabilities	**160,804**	162,825	163,155	**97,820**	101,115	98,399
Total equity and liabilities	**180,160**	181,385	179,997	**110,978**	113,940	110,576
ASSETS						
Cash and placements with central banks	**7,153**	7,028	11,203	**3,351**	4,267	7,299
Singapore government treasury bills and securities	**12,124**	9,215	8,408	**11,558**	8,636	7,845
Other government treasury bills and securities	**4,871**	4,777	3,633	**1,103**	1,257	1,110
Placements with and loans to banks	**14,480**	15,353	15,936	**11,497**	12,634	13,126
Loans and bills receivable	**78,815**	79,808	73,977	**61,186**	62,069	57,223
Debt and equity securities	**9,414**	10,174	11,880	**6,324**	7,018	7,856
Assets pledged	**312**	837	801	**312**	837	801
Assets held for sale	**#**	–	1	**#**	–	#
Derivative receivables	**5,400**	6,655	4,121	**4,984**	6,245	3,945
Other assets	**2,758**	2,665	3,083	**684**	1,001	1,061
Deferred tax	**130**	97	27	**25**	19	1
Associates and joint ventures	**140**	132	250	**14**	12	96
Subsidiaries	**–**	–	–	**7,157**	7,173	7,509
Property, plant and equipment	**1,669**	1,665	1,621	**413**	405	348
Investment property	**725**	726	665	**503**	500	489
Goodwill and intangible assets	**3,364**	3,376	3,427	**1,867**	1,867	1,867
	141,355	142,508	139,033	**110,978**	113,940	110,576
Life assurance fund investment assets	**38,805**	38,877	40,964	**–**	–	–
Total assets	**180,160**	181,385	179,997	**110,978**	113,940	110,576
Net Asset Value Per Ordinary Share (before valuation surplus – in S$)	**4.75**	4.51	4.79	**3.63**	3.52	3.65
OFF-BALANCE SHEET ITEMS						
Contingent liabilities	**7,392**	8,661	9,475	**6,404**	7,213	7,344
Commitments	**46,449**	46,655	45,799	**37,508**	37,478	36,214
Derivative financial instruments	**380,379**	365,904	363,924	**359,624**	343,630	338,808

Notes:
1. "#" represents amounts less than S$0.5 million.
2. "@" represents audited.

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the three months ended 31 March 2009

GROUP S$ million	Attributable to equity holders of the Bank Share capital	Capital reserves	Fair value reserves	Revenue reserves	Total	Minority interests	Total equity
Balance at 1 January 2009	**6,638**	**1,329**	**222**	**7,685**	**15,874**	**2,686**	**18,560**
Total comprehensive income for the period	**–**	**–**	**158**	**616**	**774**	**59**	**833**
Transfers	**–**	**(88)**	**–**	**88**	**–**	**–**	**–**
Dividends to minority interests	**–**	**–**	**–**	**–**	**–**	**(49)**	**(49)**
Share-based staff costs capitalised	**–**	**4**	**–**	**–**	**4**	**–**	**4**
Shares vested under DSP Scheme	**–**	**8**	**–**	**–**	**8**	**–**	**8**
Treasury shares transferred / sold	**20**	**(20)**	**–**	**–**	**#**	**–**	**#**
Balance at 31 March 2009	**6,658**	**1,233**	**380**	**8,389**	**16,660**	**2,696**	**19,356**
Included: Share of reserves of associates and joint ventures	**–**	**3**	**(#)**	**36**	**39**	**(1)**	**38**
Balance at 1 January 2008	5,520	1,732	1,726	6,700	15,678	1,161	16,839
Total comprehensive income for the period	–	–	(602)	597	(5)	4	(1)
Transfers	–	(88)	–	88	–	–	–
Dividends to minority interests	–	–	–	–	–	(12)	(12)
DSP reserve from dividends on unvested shares	–	–	–	1	1	–	1
Share-based staff costs capitalised	–	2	–	–	2	–	2
Shares vested under DSP Scheme	–	8	–	–	8	–	8
Treasury shares transferred / sold	34	(29)	–	–	5	–	5
Balance at 31 March 2008	5,554	1,625	1,124	7,386	15,689	1,153	16,842
Included: Share of reserves of associates and joint ventures	–	3	#	30	33	(1)	32

BANK S$ million	Share capital	Capital reserves	Fair value reserves	Revenue reserves	Total equity
Balance at 1 January 2009	**6,638**	**1,099**	**12**	**5,076**	**12,825**
Total comprehensive income for the period	**–**	**–**	**44**	**265**	**309**
Transfers	**–**	**(85)**	**–**	**85**	**–**
Share-based staff costs capitalised	**–**	**4**	**–**	**–**	**4**
Treasury shares transferred / sold	**20**	**–**	**–**	**–**	**20**
Balance at 31 March 2009	**6,658**	**1,018**	**56**	**5,426**	**13,158**
Balance at 1 January 2008	5,520	1,453	430	3,710	11,113
Total comprehensive income for the period	–	–	(85)	1,112	1,027
Transfers	–	(85)	–	85	–
DSP reserve from dividends on unvested shares	–	–	–	1	1
Share-based staff costs capitalised	–	2	–	–	2
Treasury shares transferred / sold	34	–	–	–	34
Balance at 31 March 2008	5,554	1,370	345	4,908	12,177

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

CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)
For the three months ended 31 March 2009

S$ million	1Q09	1Q08
Cash flows from operating activities		
Profit before income tax	**725**	753
Adjustments for non-cash items		
Amortisation of intangible assets	**12**	12
Allowances/(writeback) for loans and impairment of other assets	**197**	(8)
Change in fair value for hedging transactions and trading securities	**(89)**	23
Depreciation of property, plant and equipment and investment property	**33**	26
Net loss/(gain) on disposal of government, debt and equity securities	**36**	(231)
Net gain on disposal of property, plant and equipment and investment property	**(#)**	(#)
Share-based staff costs	**4**	2
Share of results of associates and joint ventures	**#**	(2)
Items relating to life assurance fund		
Surplus/(deficit) before income tax	**254**	(24)
Surplus transferred from life assurance fund	**(266)**	(7)
Operating profit before change in operating assets and liabilities	**906**	544
Change in operating assets and liabilities		
Deposits of non-bank customers	**(1,649)**	4,082
Deposits and balances of banks	**1,896**	(641)
Derivative payables and other liabilities	**(2,006)**	1,531
Trading portfolio liabilities	**(195)**	(30)
Government securities and treasury bills	**(3,010)**	461
Trading securities	**410**	245
Placements with and loans to banks	**1,303**	(968)
Loans and bills receivable	**901**	(2,650)
Derivative receivables and other assets	**1,023**	(1,166)
Net change in investment assets and liabilities of life assurance fund	**88**	101
Cash (used in)/from operating activities	**(333)**	1,509
Income tax paid	**(55)**	(57)
Net cash (used in)/from operating activities	**(388)**	1,452
Cash flows from investing activities		
Dividends from associates	**#**	#
Increase in associates and joint ventures	**(6)**	(7)
Purchases of debt and equity securities	**(311)**	(883)
Purchases of property, plant and equipment and investment property	**(38)**	(53)
Proceeds from disposal of debt and equity securities	**1,066**	1,790
Proceeds from disposal of property, plant and equipment and investment property	**1**	10
Net cash from investing activities	**712**	857
Cash flows from financing activities		
Dividends to minority interests	**(49)**	(12)
(Decrease)/increase in debts issued	**(222)**	524
Proceeds from treasury shares transferred/sold under the Bank's employee share schemes	**1**	5
Net cash (used in)/from financing activities	**(270)**	517
Net currency translation adjustments	**71**	(19)
Net change in cash and cash equivalents	**125**	2,807
Cash and cash equivalents at beginning of period	**7,028**	8,396
Cash and cash equivalents at end of period	**7,153**	11,203

Notes:
1. There was a net cash used in operations, a result of cash outflows for purchases of Singapore Government Securities and lower non-bank customer deposits, partially offset by higher interbank balances.
2. "#" represents amounts less than S$0.5 million.

SHARE CAPITAL AND OPTIONS ON SHARES IN THE BANK

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

Number of Shares	Three months ended 31 Mar 2009	2008
Issued ordinary shares		
Balance at beginning/end of period	**3,126,565,512**	3,126,512,712
Treasury shares		
Balance at beginning of period	**(25,746,212)**	(40,291,633)
Shares sold / transferred to employees pursuant to OCBC Share Option Schemes	**134,608**	942,592
Shares sold / transferred to employees pursuant to OCBC Employee Share Purchase Plan	**–**	116,438
Shares transferred to DSP Trust pursuant to OCBC Deferred Share Plan	**4,482,563**	3,888,838
Balance at end of period	**(21,129,041)**	(35,343,765)
Total	**3,105,436,471**	3,091,168,947

From 1 January 2009 to 31 March 2009 (both dates inclusive), the Bank utilised 134,608 treasury shares upon the exercise of options by employees of the Group pursuant to OCBC Share Option Schemes 1994 and 2001. As at 31 March 2009, the number of options outstanding under the OCBC Share Options Schemes was 42,852,492 (31 March 2008: 42,392,726).

From 1 January 2009 to 31 March 2009 (both dates inclusive), there was no exercise of acquisition rights by employees of the Group pursuant to OCBC Employee Share Purchase Plan ("ESPP"). As at 31 March 2009, the number of acquisition rights outstanding under the Third Offering of OCBC ESPP was 9,396,469 (31 March 2008: 5,315,379), including 8,706 (31 March 2008: 11,162) ordinary shares from the participation by the Chief Executive Officer of the Bank.

From 1 January 2009 to 31 March 2009 (both dates inclusive), the Bank transferred 4,482,563 treasury shares to the Trust administering OCBC Deferred Share Plan following the Bank's award of deferred shares to employees of the Group.

There was no share buyback in the first quarter ended 31 March 2009. No new preference shares were allotted and issued by the Bank in the first quarter ended 31 March 2009.

OTHER MATTERS / SUBSEQUENT EVENTS

1. On 17 April 2009, the Bank announced that OCBC Bank (Malaysia) Berhad ("OCBC Malaysia") had raised RM400 million of Innovative Tier 1 Capital Securities ("IT1 Securities").

   The IT1 securities are perpetual securities but redeemable at the option of OCBC Malaysia 10 years after the issue date ("First Optional Redemption Date") or upon occurrence of certain tax or regulatory events. The IT1 Securities bear a fixed coupon of 6.75% per annum, payable semi-annually from the issue date up to the First Optional Redemption Date. If the IT1 Securities are not redeemed on the First Optional Redemption Date, the coupon on the IT1 Securities will be stepped up to a floating rate of the then prevailing 6-month Kuala Lumpur Inter-bank Offered Rate plus a margin of 3.32% per annum, payable semi-annually from the First Optional Redemption Date.

   The IT1 Securities will be included as Tier 1 capital of OCBC Group, subject to regulatory approval.

2. On 29 April 2009, the Bank announced that for the purpose of the application of its Scrip Dividend Scheme to the final one-tier tax exempt dividend of 14 cents per ordinary share of the Bank for the financial year ended 31 December 2008 ("FY08 Final Dividend"), the price at which each new ordinary share of the Bank will be issued is S$4.83, being a 10% discount to the average of the last dealt prices of the Shares on the Singapore Exchange Securities Trading Limited during the price determination period between 24 April 2009 and 28 April 2009 (both dates inclusive).

   Holders of fully paid ordinary shares in the Bank as at 5.00 p.m. on 28 April 2009 (Books Closure Date) will have an option to elect to receive new ordinary shares in the Bank in lieu of the cash amount of the FY08 Final Dividend. Further details of the application of the Scheme to the FY08 Final Dividend are set out in the Bank's announcement dated 31 March 2009, which is available on www.sgx.com

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 31 March 2009 to be false or misleading.

On behalf of the Board of Directors

Cheong Choong Kong	David Philbrick Conner
Chairman	Chief Executive Officer / Director

6 May 2009