

OCBC Group
Regulatory Capital Position
As at 31 December 2013

S\$'m

	Amount	Amount subject to Pre-Base III Treatment	Source
Common Equity Tier 1 capital: instruments and reserves			
1 Paid-up ordinary shares and share premium (if applicable)	8,052		a
2 Retained earnings	14,516		c
3 Accumulated other comprehensive income and other disclosed reserves	1,134		d
4 Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)			
5 Minority interest that meets criteria for inclusion	188	(66)	f
Common Equity Tier 1 capital before regulatory adjustments	23,890		
Common Equity Tier 1 capital: regulatory adjustments			
7 Valuation adjustment pursuant to Part VIII of MAS Notice 637	7		h
8 Goodwill, net of associated deferred tax liability	-	3,153	t
9 Intangible assets, net of associated deferred tax liability	-	578	u-i
10 Deferred tax assets that rely on future profitability	-	183	r
11 Cash flow hedge reserve	-	-	
12 Shortfall of TEP relative to EL under IRBA	-	-	
13 Increase in equity capital resulting from securitisation transactions	-	-	
14 Unrealised fair value gains/losses on financial liabilities and derivative liabilities arising from changes in own credit risk	-	-	
15 Defined benefit pension fund assets, net of associated deferred tax liability	-		
16 Investments in own shares	6		n
17 Reciprocal cross-holdings in ordinary shares of financial institutions	-		
18 Capital investments in ordinary shares of unconsolidated financial institutions in which Reporting Bank does not hold a major stake	-		
19 Investments in ordinary shares of unconsolidated major stake companies approved under s32 of Banking Act (including insurance subsidiaries) (amount above 10% threshold)	-	3,072	(o+s) - 2,388 ¹
20 Mortgage servicing rights (amount above 10% threshold)			
21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)			
22 Amount exceeding the 15% threshold	-		
23 of which: investments in ordinary shares of unconsolidated major stake companies approved under s32 of Banking Act (including insurance subsidiaries)	-		
24 of which: mortgage servicing rights			
25 of which: deferred tax assets arising from temporary differences			
26 National specific regulatory adjustments	-		
26A PE/VC investments in the form of ordinary shares, in excess of 20% of such capital investments	-	-	
26B PE/VC investments held beyond the relevant holding periods set out in MAS Notice 630	-	-	
26C Capital deficits in subsidiaries and associates that are regulated financial institutions	-	-	
26D Any other items which the Authority may specify	-		
27 Regulatory adjustments applied in calculation of CET1 Capital due to insufficient AT1 Capital to satisfy required deductions	1,992		
Total regulatory adjustments to CET1 Capital	2,006		
Common Equity Tier 1 capital (CET1)	21,884		
Additional Tier 1 capital: instruments			
30 AT1 capital instruments and share premium (if applicable)	-		
31 of which: classified as equity under the Accounting Standards	-		
32 of which: classified as liabilities under the Accounting Standards	-		
33 Transitional: Ineligible capital instruments (pursuant to paragraphs 6.5.3 and 6.5.4)	3,295		b+e
34 AT1 capital instruments issued by fully-consolidated subsidiaries that meet criteria for inclusion	164		g+j
35 of which: instruments issued by subsidiaries subject to phase out	144		j
Additional Tier 1 capital before regulatory adjustments	3,458		
Additional Tier 1 capital: regulatory adjustments			
37 Investments in own AT1 capital instruments	-		
38 Reciprocal cross-holdings in AT1 capital instruments of financial institutions	-		
39 Capital investments in AT1 capital instruments of unconsolidated financial institutions in which Reporting Bank does not hold a major stake	-		
40 Investments in AT1 capital instruments of unconsolidated major stake companies approved under s32 of Banking Act (including insurance subsidiaries)	0	0	s
41 National specific regulatory adjustments	5,450		
41A PE/VC investments in the form of AT1 capital instruments, in excess of 20% of such capital investments	-	-	
41B Any other items which the Authority may specify	-		
41C Regulatory adjustments applied to AT1 Capital in respect of amounts subject to pre-Base III treatment	5,450		
of which: Goodwill, net of associated deferred tax liability	3,153		
of which: Intangible assets, net of associated deferred tax liability	578		
of which: Deferred tax assets that rely on future profitability	183		
of which: Cash flow hedge reserve	-		
of which: Increase in equity capital resulting from securitisation transactions	-		
of which: Unrealised fair value gains/losses on financial liabilities and derivative liabilities arising from changes in own credit risk	-		
of which: Shortfall of TEP relative to EL under IRBA	-		
of which: PE/VC investments in the form of ordinary shares, in excess of 20% of such capital investments	-		
of which: PE/VC investments held beyond the relevant holding periods set out in MAS Notice 630	-		
of which: Capital deficits in subsidiaries and associates that are regulated financial institutions	-		
of which: Investments in ordinary shares of unconsolidated major stake companies approved under s32 of Banking Act (incl insurance subsidiaries)	1,536		
of which: PE/VC investments in the form of Tier 2 capital instruments, in excess of 20% of such capital investments	-		
of which: Investments in Tier 2 capital instruments of unconsolidated major stake companies approved under s32 of Banking Act (incl insurance subsidiaries)	-		
42 Regulatory adjustments applied in calculation of AT1 Capital due to insufficient Tier 2 Capital to satisfy required deductions	-		
Total regulatory adjustments to Additional Tier 1 capital	5,451		
Additional Tier 1 capital (AT1)	-		
Tier 1 capital (T1 = CET1 + AT1)	21,884		

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As at 31 December 2013

S\$'m

	Amount	Amount subject to Pre-Basel III Treatment	Source
Tier 2 capital: instruments and provisions			
46	-		
47	3,269		k
48	542		l
49	542		l
50	380		m
51	4,191		
Tier 2 capital: regulatory adjustments			
52	-		
53	-		
54	-		
55	-	-	
56	1,536		
56A	-	-	
56B	-		
56C	1,536		
	-		
	-		
	-		
	-		
	1,536		
	-		
	0		
57	1,536		
58	2,654		
59	24,539		
60	150,325		
Capital ratios (as a percentage of risk weighted assets)			
61	14.5%		
62	14.5%		
63	16.3%		
64	4.5%		
65	0.0%		
66	0.0%		
67	0.0%		
68	6.3%		
National minima			
69	4.5%		
70	6.0%		
71	10.0%		
Amounts below the thresholds for deduction (before risk weighting)			
72	834		p+q
73	2,388		Refer to note ¹
74			
75			
Applicable caps on the inclusion of provisions in Tier 2			
76	247		
77	239		
78	141		
79	553		
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)			
80			
81			
82	4,459		
83	10		
84	4,044		
85	29		

¹ The total investment in the unconsolidated major stake companies that was within the prescribed threshold amount in accordance to MAS Notice 637 paragraph 6.1.3 (p).