DBS
DBS Group Holdings Ltd
Incorporated in the Republic of Singapore
Company Registration Number: 199901152M

To: Shareholders

The DBS Group Holdings Ltd ("DBSH" or "the Company") Board of Directors report unaudited financial results for the first quarter ended March 31, 2005.

The Directors have declared a gross interim dividend of 11 cents for each DBSH non-voting convertible preference share ("CPS"), each DBSH non-voting redeemable CPS, and for each DBSH ordinary share. All interim dividends will be paid less 20% Singapore income tax.

The interim dividends will be payable on June 7, 2005. Notice is hereby given that the Share Transfer Books and Register of Members of the Company for ordinary shares will be closed on May 25, 2005 to May 26, 2005, both dates inclusive. Duly completed transfers received by the Company's Registrar, Barbinder & Co Pte Ltd of 8 Cross Street #11-00 PWC Building, Singapore 048424 up to 5.00 p.m. on May 24, 2005 will be registered to determine shareholders' entitlement to the interim dividends. In respect of ordinary shares in the securities accounts with The Central Depository (Pte) Limited ("CDP"), the interim dividends will be paid by DBSH to CDP, which will in turn distribute the dividend entitlements to shareholders.

By order of the Board

Heng Lee Cheng (Ms)
Group Secretary

April 29, 2005
Singapore

More information on the above announcement is available at www.dbs.com/investor

Performance Summary

Unaudited Financial Results
for the First Quarter ended
March 31, 2005

DBS Group Holdings Ltd
Incorporated in the Republic of Singapore
Company Registration Number: 199901152M

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

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Financial Highlights

DBS Group Holdings Ltd ("DBSH") prepares its consolidated DBSH Group ("Group") financial statements in accordance with Singapore Financial Reporting Standards ("FRS").

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
For the period					
Operating income	**1,072**	1,270	(16)	1,027	4
Operating profit before provisions and goodwill amortisation	**563**	756	(26)	486	16
Net profit attributable to equity holders of the parent (before goodwill amortisation)	**412**	592	(30)	426	(3)
Net profit attributable to equity holders of the parent	**412**	482	(15)	316	30
At period-end					
Equity attributable to equity holders of the parent	**16,848**	15,298	10	16,422	3
Customer loans [1/]	**71,060**	65,344	9	69,664	2
Customer deposits	**115,931**	111,938	4	113,206	2
Total assets	**182,272**	176,487	3	175,469	4
Per share (in $)					
Basic earnings excluding goodwill amortisation [2/]	**1.09**	1.59	(31)	1.13	(4)
Basic earnings [2/]	**1.09**	1.29	(16)	0.84	30
Diluted earnings [2/]	**1.06**	1.25	(15)	0.81	31
Net asset value at period-end [3/]					
(i) based on existing ordinary share capital	**10.99**	9.97	10	10.71	3
(ii) assuming non-voting convertible preference shares ("CPS") and non-voting redeemable CPS are converted to ordinary shares	**10.80**	9.83	10	10.53	3

Performance ratios

(%)	1st Qtr 2005	1st Qtr 2004	4th Qtr 2004
On a GAAP basis			
Return on assets [2/]	**0.92**	1.15	0.74
Return on equity [2/ 3/]	**9.91**	12.82	7.76
Excluding goodwill amortisation			
Return on assets [2/]	**0.92**	1.41	1.00
Return on equity [2/ 3/]	**9.91**	15.75	10.46
Efficiency and revenue mix ratios			
Cost-to-income ratio (excluding goodwill amortisation)	**47.5**	40.5	52.7
As a percentage of total operating income:			
- net interest income	**61.9**	49.9	61.9
- non-interest income	**38.1**	50.1	38.1
Capital adequacy ratios (at period-end)			
- Tier 1 capital	**10.9**	10.4	11.3
- Total capital	**15.3**	14.5	15.8

Notes:
1/ After deducting cumulative provisions.
2/ Earnings per share, return on assets and return on equity for the quarters are computed on an annualised basis.
3/ Minority interests are not included as equity in the computation of net asset value and return on equity.

Adoption of New and Revised Accounting Standards

The Council on Corporate Disclosure and Governance ("CCDG") recently adopted several new and revised Financial Reporting Standards ("FRS"), which are effective January 1, 2005 for DBSH Group. The key changes include the following:

- FRS 39 Financial Instruments: Recognition and Measurement (revised)
- FRS 102 Share-based Payment
- FRS 103 Business Combinations
- Interpretation of FRS ("INT FRS") 12 Consolidation – Special Purpose Entities (revised)
- FRS 1 Presentation of Financial Statements (revised)

The impact to DBSH Group include: (a) fair value accounting for certain financial instruments including derivatives under FRS 39; (b) share option expensing under FRS 102; and (c) discontinuation of goodwill amortisation under FRS 103. Except for the prospective application of FRS 39 and FRS 103, the other accounting standard changes are applied retrospectively, with the comparative financial results restated to conform to the new accounting standards.

Please see Appendix VI, note 5 for an analysis of the impact to the Group results.

Financial Review

DBSH Group's net profit attributable to equity holders of the parent ("net profit") was $412 million for first quarter 2005, down 15% over first quarter 2004, but was 30% higher over fourth quarter 2004. With the adoption of FRS 103, goodwill amortisation ceases to be charged to the profit and loss account with effect from first quarter 2005. On a comparable basis, net profit before goodwill amortisation in first quarter 2005 declined 30% from first quarter 2004 and 3% from fourth quarter 2004. The year-on-year decline was mainly due to lower net gains from treasury-related activities and investment securities. Compared to fourth quarter 2004, operating profit rose 16% due to a 4% increase in operating income and a 6% decline in operating expenses. The increase was offset by higher provisions as fourth quarter 2004 benefited from write-backs in provisions for securities and general provisions.

- Operating income of $1.072 billion was 16% lower than first quarter 2004, due to a 36% decline in non-interest income from lower treasury gains, mitigated by higher net interest income. Compared to fourth quarter 2004, both net interest and non-interest income rose 4%.

- Operating expenses was down 1% over first quarter 2004 to $509 million in first quarter 2005, mainly due to lower revenue-related expenses as commission expenses paid to remisiers were reduced in tandem with market volumes. Compared to operating expenses incurred in the previous quarter, the 6% decline in operating expenses in first quarter 2005 was mainly due to lower spending on advertising and promotions for retail products, and a decrease in technology and revenue-related expenses.

- Cost-to-income ratio was 47.5% for first quarter 2005, compared to 40.5% for first quarter 2004 and 52.7% for fourth quarter 2004.

- Provision charge of $62 million was 24% higher than first quarter 2004, mainly due to lower loan recoveries compared to first quarter last year. In fourth quarter 2004, there was a provision write-back of $31 million, mainly due to write-backs in provisions made previously for marketable securities as market prices improved, and the adoption of a transitional general provisioning framework under revised MAS provisioning guidelines (MAS Notice 612).

Profit and Loss Account [1/]

In $ millions	**1st Qtr 2005**	**1st Qtr 2004**	**+/(-) %**	**4th Qtr 2004**	**+/(-) %**
Net interest income	**664**	634	5	636	4
Non-interest income	**408**	636	(36)	391	4
Operating income	**1,072**	1,270	(16)	1,027	4
Operating expenses	**(509)**	(514)	(1)	(541)	(6)
Operating profit before provisions [2/]	**563**	756	(26)	486	16
Provisions	**(62)**	(50)	24	31	NM
Operating profit [2/]	**501**	706	(29)	517	(3)
Share of profits less losses of associated and joint venture companies	**15**	18	(17)	15	-
Net profit before taxation [2/]	**516**	724	(29)	532	(3)
Taxation	**(91)**	(119)	(24)	(93)	(2)
Net profit after taxation [2/]	**425**	605	(30)	439	(3)
Minority interests	**(13)**	(13)	-	(13)	-
Net profit attributable to equity holders of the parent (before goodwill amortisation)	**412**	592	(30)	426	(3)
Goodwill amortisation	-	(110)	(100)	(110)	(100)
Net profit attributable to equity holders of the parent	**412**	482	(15)	316	30

NM: Not meaningful
Notes:
1/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5)
2/ Goodwill amortisation in prior periods are excluded from these profit numbers to allow better comparability with first quarter 2005

Hong Kong Country Results

For first quarter 2005, net profit after taxation for Hong Kong operations on a Singapore GAAP basis declined 27% from first quarter 2004 to $121 million. The decline was mainly due to lower operating income and higher operating expenses, partly offset by lower provision charges. Compared with fourth quarter 2004, net profit after tax declined 6% due to lower operating income, partly offset by lower operating expenses and lower provision charges. DBS Bank (Hong Kong) Limited divested its stake in Banco de Oro Universal Bank, a bank in the Philippines, recording a $12 million gain in fourth quarter 2004, and a $11 million gain in first quarter 2005.

- Net interest income was down 9% from first quarter 2004 mainly due to the narrower spread between the HKD Prime rate and HIBOR [1/], a run off in higher yielding assets and competitive price pressures on loan yields. This was partly offset by an increase in customer loans. Compared to fourth quarter 2004, net interest income decreased 2% as the spread between the HKD Prime rate and HIBOR continued to narrow.

- The adoption of FRS39 resulted in mark to market losses on derivatives that do not qualify as hedges. Non-interest income therefore declined 29% from first quarter 2004 and 20% from fourth quarter 2004. Moreover, lower income from sales of treasury investment products and lower fee income were recorded in first quarter 2005.

- Operating expenses were 6% higher compared to first quarter 2004 mainly due to increased headcount and salary increments. In fourth quarter 2004, advertising and promotional expenditures were higher.

- Provision charge decreased 72% from first quarter 2004 reflecting the stronger economic environment and property market. The adoption of revised MAS 612 resulted in additional general provisions in fourth quarter 2004 and a write-back in first quarter 2005.

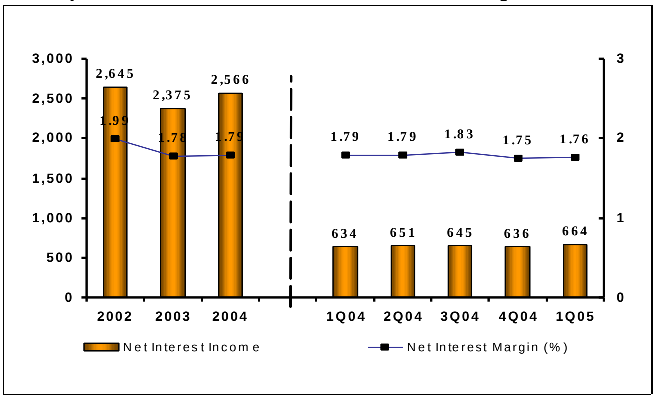
Profit and Loss Account (Based on Singapore Generally Accepted Accounting Principles)[2/]

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
Net interest income	**200**	219	(9)	205	(2)
Non-interest income	**99**	139	(29)	124	(20)
Operating income	**299**	358	(16)	329	(9)
Operating expenses	**(151)**	(142)	6	(158)	(4)
Operating profit before provisions	**148**	216	(31)	171	(13)
Provisions	(7)	(25)	(72)	(23)	(70)
Operating profit	**141**	191	(26)	148	(5)
Net profit before taxation	**143**	194	(26)	150	(5)
Net profit after taxation	**121**	165	(27)	129	(6)

Notes:
1/ HIBOR: Hong Kong Interbank Offer Rate
2/ The exchange rate used for all comparative periods is HK$1 = S$0.2115973

Net Interest Income and Net Interest Margin

Exhibit 1
Group Net Interest Income and Net Interest Margin



Net interest income for first quarter 2005 at $664 million was up 5% year-on-year, or 9% higher if DBS Thai Danu Bank Public Company Limited ("DTDB") [1/] net interest income was excluded from first quarter 2004. Compared to fourth quarter 2004, net interest income improved 4%.

- The increase in net interest income was largely due to growth in the volume of interest bearing assets, as end-period customer loans grew 14% year-on-year (excluding DTDB) and 2% compared to fourth quarter 2004.

- Net interest margin for first quarter 2005 was 1.76%, lower than 1.79% in first quarter 2004 but marginally higher than the 1.75% reported in fourth quarter 2004. There was continued pricing pressure on mortgage loans, while deposit volumes grew and costs of interbank-pegged deposits increased. These were offset by higher yields for interbank assets, securities and floating-rate corporate loans.

Table 1
Group Net Interest Income and Net Interest Margin [2/]

	1st Qtr 2005			1st Qtr 2004			4th Qtr 2004		
In $ millions	**Average balance**	**Interest**	**Average rate (%)**	**Average balance**	**Interest**	**Average rate (%)**	**Average balance**	**Interest**	**Average rate (%)**
Customer loans and advances	**70,881**	**606**	**3.47**	65,631	560	3.43	68,482	591	3.43
Interbank items	**35,554**	**188**	**2.14**	33,821	90	1.07	30,026	127	1.69
Securities [3/]	**46,602**	**380**	**3.31**	42,744	302	2.84	46,106	359	3.10
Total interest bearing assets	**153,037**	**1,174**	**3.11**	142,196	952	2.69	144,614	1,077	2.96
Deposits	**114,953**	**264**	**0.93**	110,962	164	0.59	109,395	227	0.83
Others	**28,055**	**246**	**3.56**	23,426	154	2.65	25,061	214	3.39
Total interest bearing liabilities	**143,008**	**510**	**1.45**	134,388	318	0.95	134,456	441	1.31
Net interest income/margin		**664**	**1.76**		634	1.79		636	1.75

Notes:
1/ DBS Thai Danu Bank Public Company Limited (DTDB) was deconsolidated on June 25, 2004.
2/ Net interest margin is net interest income expressed as a percentage of average interest-earning assets. It is computed on an annualised basis.
3/ Refers to Singapore Government securities and treasury bills, trading and investment debt securities.

Non-Interest Income

Table 2
Group Non-Interest Income

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
Fee and commission income					
Stockbroking	**47**	69	(32)	45	4
Investment banking	**23**	26	(12)	35	(34)
Trade and remittances	**39**	38	3	41	(5)
Loan related	**52**	52	-	39	33
Deposit related	**19**	21	(10)	20	(5)
Credit card	**18**	22	(18)	22	(18)
Fund management	**10**	11	(9)	10	-
Wealth management (unit trust distribution and bancassurance)	**37**	34	9	32	16
Others	**8**	8	-	10	(20)
Total	**253**	281	(10)	254	(0)
Dividend and rental income	**13**	13	-	17	(24)
Other income					
Net gain on treasury related activities (including structured investment products)	**112**	252	(56)	93	20
Net gain on investment securities	**25**	86	(71)	25	-
Net gain on fixed assets	**3**	2	50	-	NM
Others	**2**	2	-	2	-
Total	**142**	342	(58)	120	18
Total non-interest income	**408**	636	(36)	391	4
Non-interest income as a percentage of operating income (%)	**38.1**	50.1		38.1	

NM: Not meaningful

Non-interest income in first quarter 2005 was $408 million, a 36% decline from first quarter 2004, but improved 4% from fourth quarter 2004.

- Fee and commission income was $253 million for first quarter 2005, a 10% decline year-on-year. This was mainly attributable to lower stockbroking income, which was affected by the thinner trading volumes in first quarter 2005. Compared to fourth quarter 2004, fee and commission income was flat. The higher loan syndication fees and wealth management income were offset by lower investment banking income as the previous quarter included investment banking fees from lead-managing real estate investment trusts.

- Year-on-year, other income declined 58% to $142 million in first quarter 2005, driven by lower net gain on treasury activities, as lower profits were recorded on foreign exchange and derivatives products. Net gain on investment securities was also lower in first quarter 2005 as a $46 million gain from the redemption of investment funds managed by third parties was included in first quarter 2004. Compared to fourth quarter 2004, other income improved 18%, as net gain on treasury-related activities was higher.

- The ratio of non-interest income to total operating income was 38.1% for first quarter 2005.

Operating Expenses

Table 3
Group Operating Expenses

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
Staff costs	**265**	257	3	259	2
Occupancy expenses	**43**	46	(7)	41	5
Technology-related expenses	**74**	77	(4)	82	(10)
Revenue-related expenses	**47**	54	(13)	55	(15)
Others	**80**	80	-	104	(23)
Total operating expenses	**509**	514	(1)	541	(6)
Cost-to-income ratio (%)	**47.5**	40.5		52.7	
Staff headcount number (at period-end)	**11,649**	12,173		11,454	

Operating expenses for first quarter 2005 was $509 million, a decline of 1% year-on-year, and was 6% lower compared to fourth quarter 2004.

- Year-on-year, staff costs rose 3%, mainly due to salary increments. In first quarter 2005, employee share options expenses were recognised as staff costs with the adoption of FRS 102 on Share-based Payment. Retrospective changes to staff costs were made to previous quarters. Compared to first quarter 2004, revenue-related expenses were lower as commission expenses paid to remisiers declined in tandem with business volume.
- Compared to fourth quarter 2004, staff costs rose 2% due to salary increments and increased headcount. Staff headcount at end March 2005 was 11,649, a 2% increase over end December 2004. The increase in staff costs was offset by lower spending on advertising and promotions for retail products, and a decrease in technology and revenue-related expenses.

Provision Charge

Table 4
Group Provision Charge

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
Specific provision ("SP")					
Loans					
Singapore	**22**	17	29	26	(15)
Hong Kong	**11**	17	(35)	1	NM
Other countries	**10**	(5)	NM	9	11
Sub-Total	**43**	29	48	36	19
Securities, properties and other assets	**4**	1	NM	(53)	NM
Total Specific Provision	**47**	30	57	(17)	NM
General provision	**15**	20	(25)	(14)	NM
Total provision charge	**62**	50	24	(31)	NM
SP (loans) / Average loan (basis point)	**24**	17		21	

NM: Not meaningful

Total provision charge for first quarter 2005 was $62 million, compared to $50 million charge for first quarter 2004, and a net write-back of $31 million for fourth quarter 2004.

- Year-on-year, specific provision charge for loans increased 48% to $43 million mainly due to lower loan recoveries. In fourth quarter 2004, the $53 million write-back in specific provision for securities, properties and other assets was due to improved valuations.
- General provision charge for first quarter 2005 was $15 million, in tandem with loan growth during the quarter. There was a $14 million write-back in general provision in fourth quarter 2004 following the adoption of a transitional general provisioning framework under the revised MAS provisioning guidelines (MAS Notice 612).

Balance Sheet

Table 5
Group Key Balance Sheet Items

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Total assets	**182,272**	175,469	176,487
Customer loans [1/]	**71,060**	69,664	65,344
Customer deposits	**115,931**	113,206	111,938
Loan-to-deposit ratio (%)	**61.3**	61.5	58.4
Loan and non-trading debt securities-to-deposit ratio (%)	**81.4**	82.0	78.4

Note:
1/ After deducting cumulative provisions.

At March 31, 2005, total assets were $182 billion.

- Compared to end December 2004, customer loans grew 2% to $71.1 billion, led by increases in housing loans and loans granted to building and construction, as well as manufacturing sectors. Customer deposits grew 2% to $115.9 billion, largely accounted for by fixed and current deposits.

- The Group's loan-to-deposit ratio at end March 2005 was 61.3%. Including non-trading debt securities, the ratio of loan and non-trading debt securities to deposits was 81.4%.

Asset Quality

Exhibit 2
Group Non-Performing Loans

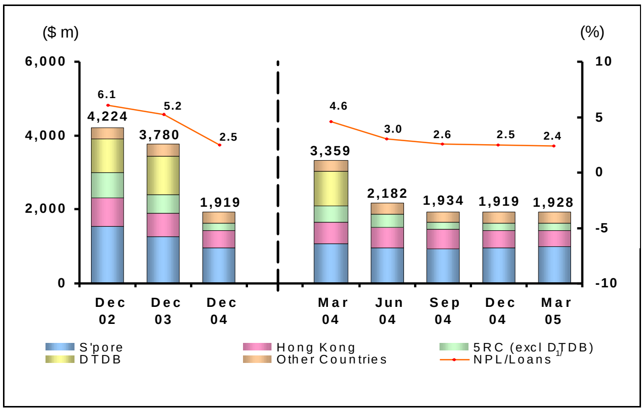


Table 6
Group Geographical NPL Rate
(Based on MAS standard)

(%)	Mar 31 2005	Dec 31 2004	Mar 31 2004
Singapore	**2.3**	2.2	2.7
Hong Kong	**1.8**	2.0	2.6
Regional countries [2/] (excl. DTDB)	**4.0**	5.6	14.7
DTDB	**NA**	NA	26.1
Other countries	**4.9**	5.0	7.8

NA : Not applicable
Notes:
1/ NPL rate is computed based on total non-bank customer NPLs (excluding non-performing debt securities and contingent items) divided by total gross non-bank customer loans.
2/ Regional countries ("RC") include Malaysia, Indonesia, Thailand, Korea and the Philippines.

- Non-performing loans ("NPLs") remained stable at $1.9 billion at end March 2005. Out of the $1.9 billion NPLs, $0.6 billion or 30% were restructured NPLs.

- Singapore NPLs were $1 billion and accounted for 51% of the Group's NPLs, while Hong Kong NPLs of $0.5 billion accounted for 24%.

- The ratio of NPLs to the total non-bank loans ("NPL rate") improved from 2.5% at end December 2004 to 2.4% at end March 2005. The NPL rates for Hong Kong, regional countries and other countries operations improved to 1.8%, 4.0% and 4.9% respectively, at end March 2005 due to a higher loan base.

Loan Grading

Of the total $1.9 billion NPLs at end March 2005, 72% were classified as substandard, 9% as doubtful and the remaining 19% in the loss category. 55% of the NPLs were secured by collateral.

Cumulative Specific and General Provisions

Total cumulative specific and general provisions at end March 2005 were 201.6% of unsecured NPLs, and 90.0% of total NPLs.

Exhibit 3
Group Non-Performing Loans – by Loan Grading

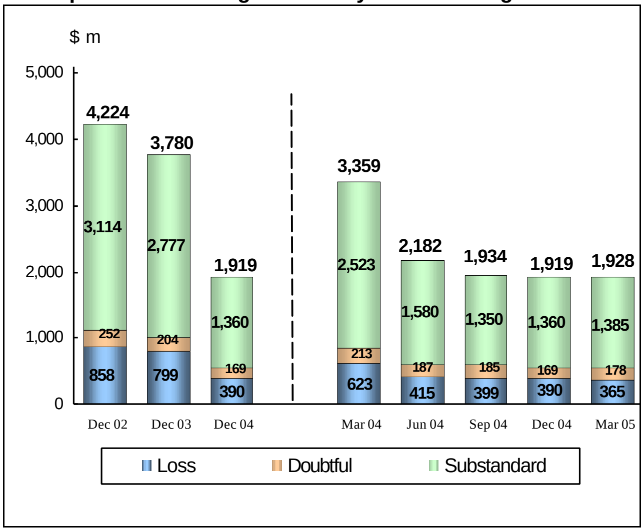
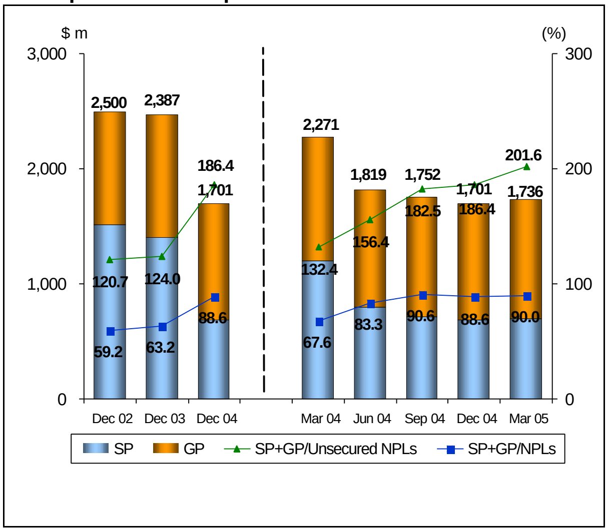


Exhibit 4
Group Cumulative Specific and General Provisions



Restructured Loans

Table 7
Loans that were restructured and classified

	Mar 31, 2005		Dec 31, 2004		Mar 31, 2004	
In $ millions	**NPLs**	**Specific provisions**	**NPLs**	**Specific Provisions**	**NPLs**	**Specific provisions**
Substandard	**531**	**106**	351	34	991	116
Doubtful	**11**	**11**	10	10	70	54
Loss	**45**	**44**	58	58	188	188
Total	**587**	**161**	419	102	1,249	358

Table 8
Group Customer Loans

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Gross	**72,453**	71,021	67,298
Less:			
Specific provisions	**570**	554	1,019
General provisions	**823**	803	935
Net total	**71,060**	69,664	65,344
Excluding DTDB:			
Gross			63,842
Less:			
Specific provisions			660
General provisions			753
Net total			62,429
Analysed by Industry			
Manufacturing	**7,697**	7,268	6,912
Building & Construction	**8,725**	6,902	7,941
Housing Loans	**24,412**	24,091	22,888
General Commerce	**7,486**	7,297	7,069
Transportation, Storage & Communications	**5,203**	5,259	5,090
Financial Institutions, Investment & Holding Companies	**6,212**	7,467	4,771
Professionals & Private Individuals (except Housing Loans)	**7,047**	7,038	7,305
Others	**5,671**	5,699	5,322
Total (Gross)	**72,453**	71,021	67,298
Excluding DTDB:			
Manufacturing			5,993
Building & Construction			7,680
Housing Loans			22,523
General Commerce			6,353
Transportation, Storage & Communications			4,917
Financial Institutions, Investment & Holding Companies			4,710
Professionals & Private Individuals (except Housing Loans)			6,943
Others			4,723
Total (Gross)			63,842
Analysed by Currency and Fixed / Variable Rates			
Fixed rate [1/]			
Singapore dollar	**10,235**	10,046	8,961
Hong Kong dollar	**498**	458	353
US dollar	**218**	82	1
Thai baht	**-**	-	930
Others	**241**	342	85
Sub-total	**11,192**	10,928	10,330
Variable rate [2/]			
Singapore dollar	**24,184**	23,899	20,935
Hong Kong dollar	**22,557**	21,432	20,216
US dollar	**10,612**	10,464	9,147
Thai baht	**30**	29	2,354
Others	**3,878**	4,269	4,316
Sub-total	**61,261**	60,093	56,968
Total (Gross)	**72,453**	71,021	67,298

Notes:
1/ Fixed rate loans refer to long-term loans where the interest rates are fixed for the initial 1 to 3 years for certain mortgage loans, and over the entire loan period for other loans.
2/ Variable rate loans refer to loans that are pegged to prime, short-term cost of funds or inter-bank rates.

Table 9
Total Group Deposits

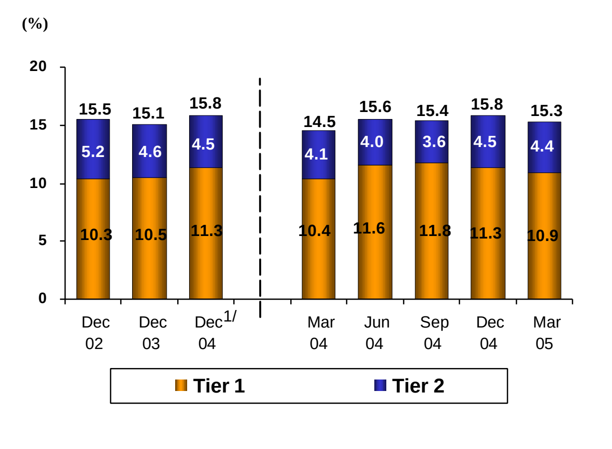
In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Deposits of non-bank customers	**115,931**	113,206	111,938
Deposits and balances of banks	**13,708**	10,939	14,062
Total	**129,639**	124,145	126,000
Excluding DTDB:			
Deposits of non-bank customers			108,584
Deposits and balances of banks			13,869
Total			122,453

Table 10
Group Customer Deposits

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Analysed by Currency			
Singapore dollar	**65,046**	62,052	61,254
US dollar	**24,071**	23,709	21,909
Hong Kong dollar	**18,180**	17,900	17,150
Thai baht	**18**	29	3,382
Others	**8,616**	9,516	8,243
Total	**115,931**	113,206	111,938
Analysed by Product			
Savings accounts (include S$ autosave)	**48,823**	49,697	49,361
Current accounts	**13,077**	11,694	12,890
Fixed deposits	**48,839**	45,767	44,403
Other deposits	**5,192**	6,048	5,284
Total	**115,931**	113,206	111,938

Capital Adequacy Ratio

Exhibit 5
Group Capital Adequacy Ratio



At March 31, 2005, the total Capital Adequacy Ratio ("CAR") for DBSH Group was 15.3% based on MAS capital framework (MAS Notice 637). Tier 1 CAR was 10.9%.

Table 11
Group Capital

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Tier 1 Capital			
Paid ordinary/preference shares	**1,561**	1,559	1,557
Disclosed reserves/others	**17,197**	17,146	15,862
Goodwill	**(6,931)**	(6,931)	(7,261)
	11,827	11,774	10,158
Tier 2 Capital			
Cumulative general provisions	**971**	971	968
Subordinated debts	**4,416**	4,371	3,486
Others	**(613)**	(674)	(471)
	4,774	4,668	3,983
Total Capital	**16,601**	16,442	14,141
Risk Weighted Assets	**108,847**	103,987	97,764

Note:
1/ With effect from 2004, ratios were computed based on MAS Notice 637. Comparatives for 2003 and before were not restated and were computed using the Bank for International Settlements ("BIS") guidelines.

Unrealised Valuation Surpluses

Table 12
Group Unrealised Valuation Surpluses

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Properties	**734**	653	438
Quoted investments	**60**	531	672
Total	**794**	1,184	1,110

Unrealised valuation surpluses in properties and quoted investment securities not recognised in the financial statements amounted to $0.8 billion at end March 2005. The decline in the surpluses in quoted investments was mainly due to the recognition of fair value changes in available-for-sale investments in balance sheet reserves with the adoption of FRS 39 in first quarter 2005.

Geographical Segment Analysis

The following table analyses total assets, operating income and net profit by geographical segments. Unless otherwise stated, the analysis of geographical segments is generally based on the location of the office recording the transactions. The total assets, operating income and net profit are stated after elimination of inter-group assets and revenues.

Table 13
Group Geographical Segments

In $ millions	Total assets	Distribution (%)	Year-to-date Operating income	Distribution (%)	Year-to-date Net profit	Distribution (%)
Mar 31, 2005						
Singapore	**118,110**	**67**	**689**	**64**	**275**	**67**
Hong Kong	**41,341**	**24**	**298**	**28**	**124**	**30**
Regional countries	**5,489**	**3**	**44**	**4**	**19**	**4**
Rest of the world	**10,401**	**6**	**41**	**4**	**(6)**	**(1)**
Sub-total	**175,341**	**100**	**1,072**	**100**	**412**	**100**
Goodwill	**6,931**		**-**		**-**	
Total	**182,272**		**1,072**		**412**	
Mar 31, 2004						
Singapore	112,195	66	808	64	376	64
Hong Kong	40,646	24	365	29	168	28
Regional countries	7,761	5	67	5	35	6
Rest of the world	8,624	5	30	2	13	2
Sub-total	169,226	100	1,270	100	592	100
Goodwill	7,261		-		(110)	
Total	176,487		1,270		482	

DBSH Group operates in four main geographical areas :

- "**Singapore**", which includes the operations of the Asian Currency Unit.
- "**Hong Kong**", which includes branch and subsidiary operations in Hong Kong.
- "**Regional countries**", which includes branch and subsidiary operations in Malaysia, Indonesia, Thailand, South Korea and the Philippines.
- "**Rest of the world**", which are mainly branch operations in China, India, Taiwan, United States and United Kingdom.

Business Segment Analysis

The business segment results represent the customer segments of the respective businesses and are determined by:

- Income and direct expenses attributable to each customer and other segment; and
- Management accounting policies relating to the allocation of indirect expenses and funds transfer pricing between the central treasury unit and customer/other segments.

The various customer segments are described below, along with a description of the change in net profit after taxation for first quarter 2005 over first quarter 2004.

- **Consumer Banking**

Consumer Banking provides individual customers with a diverse range of banking and related financial services. The products and services offered to customers include current and savings accounts, loans and home finance, cards, payments and investment products.

The increase in net profit after taxation ($30 million, 25%) was mainly due to higher net interest income resulting from increased deposit volumes and better deposit margins.

- **Enterprise Banking**

Enterprise Banking provides financial services and products to small and medium-sized businesses. The products and services offered to customers include credit facilities (overdraft, factoring/accounts receivable purchase, trade services and financing, commercial/industrial property financing, hire purchase and government financing and assistance schemes), deposit, payment and collection services and treasury products.

The increase in net profit after taxation ($5 million, 6%) was mainly attributable to strong loan and deposit growth and lower provisions from improved asset quality.

- **Corporate and Investment Banking**

Corporate and Investment Banking provides tailored and unique financial solutions to large corporate and institutional clients. The products and services offered to customers include direct lending, corporate finance and advisory banking services for mergers and acquisitions, capital raising through debt and equity markets, capital restructuring, syndicated finance, securities and fiduciary services, cash management and trade services, and private equity.

The decrease in net profit after taxation ($37 million, 35%) was mainly due to higher provisions including general provisions on higher customer loan volumes.

- **Global Financial Markets**

Global Financial Markets provides treasury services to corporations, institutional and private investors, financial institutions and other market participants. It is primarily involved in market making, structuring, equity and debt sales and trading across a broad range of financial products including foreign exchange, interest rate/credit/equity and other structured derivatives. Income from financial products and services relating to other customer segments, e.g. Consumer Banking, Enterprise Banking and Corporate and Investment Banking, is reflected in the respective customer segments.

Global Financial Markets also provides equity services through DBS Vickers Securities ("DBSV"). DBSV offers a wide range of services including research, sales and trading for institutional, corporate and private clients and share placement.

The decrease in net profit after taxation ($196 million, 76%) was largely due to lower gains from foreign exchange, equity and interest rate products.

The other segments of the analysis are:

- **Central Treasury Unit**

Central Treasury Unit is responsible for the management of the Group's asset and liability interest rate positions and investment of the Group's excess liquidity and shareholders' funds.

The decrease in net profit after taxation ($40 million, 49%) was due to lower gapping income resulting from flattening of interest rate yield curves and first quarter 2004 benefiting from profit on sales of bonds.

- **Central Operations**

Central Operations encompasses a range of activities resulting from central corporate decisions and the related income and expenses not attributed to business segments. These include funding costs of DBSH Group's associated and subsidiary companies and gains/losses on properties. Private banking activities and asset management activities are included in this segment.

The following table analyses the results, total assets and total liabilities by business segments:

Table 14
Group Business Segments (1st Qtr 2005)

In $ millions	**Consumer Banking**	**Enterprise Banking**	**Corporate and Investment Banking**	**Global Financial Markets**	**Central Treasury Unit**	**Central Operations**	**Total**
Operating income	414	182	174	170	46	86	1,072
Operating profit before provisions and goodwill amortisation	192	115	102	62	39	53	563
Net profit before taxation and goodwill amortisation	185	101	86	76	44	24	516
Taxation	(35)	(18)	(16)	(15)	(3)	(4)	(91)
Net profit after taxation and before goodwill amortisation	150	83	70	61	41	7	412
Goodwill amortisation							-
Net profit attributable to equity holders of the parent							412
Other Information							
Total assets before goodwill	28,918	16,890	32,587	69,871	24,436	2,639	175,341
Goodwill							6,931
Total assets							182,272
Total liabilities	66,637	16,352	16,149	41,789	2,442	20,914	164,283
Capital expenditure	6	1	1	3	-	10	21
Depreciation	7	4	1	6	2	18	38

Group Business Segments (1st Qtr 2004)

In $ millions	**Consumer Banking**	**Enterprise Banking**	**Corporate and Investment Banking**	**Global Financial Markets**	**Central Treasury Unit**	**Central Operations**	**Total**
Operating income	384	182	176	409	108	11	1,270
Operating profit before provisions and goodwill amortisation	177	122	118	296	99	(56)	756
Net profit before taxation and goodwill amortisation	149	94	127	300	100	(46)	724
Taxation	(28)	(18)	(20)	(42)	(19)	8	(119)
Net profit after taxation and before goodwill amortisation	120	78	107	257	81	(51)	592
Goodwill amortisation							(110)
Net profit attributable to equity holders of the parent							482
Other Information							
Total assets before goodwill	27,520	14,534	29,414	69,662	24,856	3,240	169,226
Goodwill							7,261
Total assets							176,487
Total liabilities	65,933	14,063	16,155	40,817	2,649	20,434	160,051
Capital expenditure	4	2	1	3	1	4	15
Depreciation	9	4	1	6	2	21	43

Comparatives

Where necessary, comparative figures were adjusted in order to provide proper comparison with current periods' presentation.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Consolidated Profit and Loss Account [1/]

In $ millions	1st Qtr 2005	1st Qtr 2004	+/(-) %	4th Qtr 2004	+/(-) %
Interest income	**1,174**	952	23	1,077	9
Less: Interest expense	**510**	318	60	441	16
Net interest income	**664**	634	5	636	4
Fee and commission income	**253**	281	(10)	254	(0)
Dividend income	**5**	5	-	9	(44)
Rental income	**8**	8	-	8	-
Other income	**142**	342	(58)	120	18
Operating income	**1,072**	1,270	(16)	1,027	4
Less: Staff costs	**265**	257	3	259	2
Depreciation	**38**	43	(12)	33	15
Other operating expenses	**206**	214	(4)	249	(17)
Goodwill amortisation	**-**	110	(100)	110	(100)
Operating expenses	**509**	624	(18)	651	(22)
Operating profit before provisions	**563**	646	(13)	376	50
Less: Provision for loan losses and diminution in value of other assets	**62**	50	24	(31)	NM
Operating profit	**501**	596	(16)	407	23
Add: Share of profits less losses of associated and joint venture companies	**15**	18	(17)	15	-
Net profit before taxation	**516**	614	(16)	422	22
Less: Taxation	**87**	115	(24)	89	(2)
Share of taxation of associated and joint venture companies	**4**	4	-	4	-
Net profit after taxation	**425**	495	(14)	329	29
Attributable to:					
Equity holders of the parent	**412**	482	(15)	316	30
Minority interest	**13**	13	-	13	-
	425	495	(14)	329	29

NM: Not meaningful
Note:
1/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Consolidated Balance Sheet as at [1/]

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
Equity Attributable to Equity Holders of the Parent			
Share capital	**1,561**	1,559	1,557
Share premium account	**2,223**	2,208	2,178
Treasury shares	**(117)**	(126)	(132)
Non-distributable reserves	**6,716**	6,628	6,509
Revenue reserve	**6,465**	6,153	5,186
	16,848	16,422	15,298
Minority Interests	**1,141**	1,128	1,138
TOTAL EQUITY	**17,989**	17,550	16,436
LIABILITIES			
Deposits and balances of banks	**13,708**	10,939	14,062
Deposits and other accounts of non-bank customers	**115,931**	113,206	111,938
Bills payable	**390**	350	738
Current taxation	**688**	631	603
Deferred tax liabilities	**61**	63	94
Other liabilities	**19,074**	18,833	20,904
Other borrowings and debt securities in issue [2/]	**7,706**	7,533	6,089
- due within one year	**3,045**	3,054	2,051
- due after one year	**4,661**	4,479	4,038
Subordinated term debts (unsecured)	**6,725**	6,364	5,623
- due within one year	**-**	-	25
- due after one year	**6,725**	6,364	5,598
TOTAL EQUITY AND LIABILITIES	**182,272**	175,469	176,487
OFF BALANCE SHEET ITEMS			
Contingent liabilities	**7,633**	8,529	7,296
Commitments	**75,964**	70,774	68,612
Financial derivatives	**1,570,828**	1,518,507	1,413,541

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
ASSETS			
Cash, and balances and placements with central banks	**9,935**	10,479	11,987
Singapore Government securities and treasury bills	**11,470**	11,194	13,192
Trading securities	**14,347**	11,695	11,142
Balances, placements with, and loans and advances to banks	**27,851**	25,168	26,977
Bills receivable from non-bank customers	**2,629**	2,333	2,185
Loans and advances to non-bank customers	**68,431**	67,331	63,159
Investment securities	**24,420**	24,208	23,711
Associated and joint venture companies	**541**	517	543
Goodwill	**6,931**	6,931	7,261
Fixed assets	**1,785**	1,798	1,958
Deferred tax assets	**91**	103	119
Other assets	**13,841**	13,712	14,253
TOTAL ASSETS	**182,272**	175,469	176,487

Notes:

1/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).

2/ Includes secured amount of $1,826 million as at March 31, 2005 (December 31, 2004: $1,814 million; March 31, 2004: $1,385 million). These are mainly secured by properties and securities.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Balance Sheet of DBS Group Holdings Ltd as at [1/]

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
EQUITY			
Share capital	**1,561**	1,559	1,557
Share premium account	**2,223**	2,208	2,178
Capital redemption reserve	**28**	28	28
Share option plan reserve	**37**	35	16
Revenue reserve	**2,999**	3,000	3,001
TOTAL EQUITY	**6,848**	6,830	6,780
LIABILITIES			
Current liabilities	**5**	5	9
Deferred tax liabilities	**#**	#	#
TOTAL EQUITY AND LIABILITIES	**6,853**	6,835	6,789

In $ millions	Mar 31 2005	Dec 31 2004	Mar 31 2004
ASSETS			
Balances, placements with, and loans and advances to non-bank customers	**3**	3	3
Subsidiary companies	**6,850**	6,832	6,786
TOTAL ASSETS	**6,853**	6,835	6,789

Other Information

	Mar 31 2005	Dec 31 2004	Mar 31 2004
Net asset value per ordinary share ($)			
(i) Based on existing ordinary share capital	**4.54**	4.50	4.49
(ii) Assuming non-voting convertible preference shares ("CPS") and non-voting redeemable CPS are converted to ordinary shares	**4.39**	4.36	4.34

Notes:
1/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).
2/ #: Insignificant

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Consolidated Statement of Changes in Shareholders' Equity[2/]

In $ millions	Share Capital	Share Premium	Treasury Shares	Non-distributable Reserves	Revenue Reserve	Minority Interests	Total Equity
Balance at January 1, 2005	**1,559**	**2,208**	**-**	**6,585**	**6,150**	**1,128**	**17,630**
Adjustment due to change in accounting policy			**(126)**	**43**	**3**		**(80)**
Balance at January 1, 2005 (restated)	**1,559**	**2,208**	**(126)**	**6,628**	**6,153**	**1,128**	**17,550**
On adoption of FRS 39 at January 1, 2005				**292**	**(100)**		**192**
Exercise of share options pursuant to the DBSH Share Option Plan	**2**	**13**					**15**
Net exchange translation adjustments during the period				**6**			**6**
Share of associated companies' Capital Reserves				**2**			**2**
Cost of share-based payments		**2**	**9**	**(1)**			**10**
Net unrealised loss on financial instruments				**(211)**			**(211)**
Net profit after taxation					**412**	**13**	**425**
Balance at March 31, 2005	**1,561** [1/]	**2,223**	**(117)**	**6,716**	**6,465**	**1,141**	**17,989**
Balance at January 1, 2004	1,556	2,171	-	6,499	4,670	1,125	16,021
Adjustment due to change in accounting policy			(138)	11	34		(93)
Balance at January 1, 2004 (restated)	1,556	2,171	(138)	6,510	4,704	1,125	15,928
Exercise of share options pursuant to the DBSH Share Option Plan	1	7					8
Net exchange translation adjustments during the period				(9)			(9)
Cost of share-based payments			6	8			14
Net profit after taxation					482	13	495
Balance at March 31, 2004	1,557	2,178	(132)	6,509	5,186	1,138	16,436

Notes:
1/ During the financial period ended March 31, 2005, DBSH issued 1,226,690 ordinary shares upon the exercise of options granted pursuant to the DBSH Share Option Plan.
2/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Statement of Changes in Shareholders' Equity of DBS Group Holdings Ltd [2/]

In $ millions	Share Capital	Share Premium	Share Option Plan Reserve	Capital Redemption Reserve	Revenue Reserve	Total Equity
Balance at January 1, 2005	**1,559**	**2,208**	**-**	**28**	**3,000**	**6,795**
Adjustment due to change in accounting policy			**35**			**35**
Balance at January 1, 2005 (restated)	**1,559**	**2,208**	**35**	**28**	**3,000**	**6.830**
Exercise of share options pursuant to the DBSH Share Option Plan	**2**	**13**				**15**
Cost of share-based payments		**2**	**2**			**4**
Net profit after taxation					**(1)**	**(1)**
Balance at March 31, 2005	**1,561** [1/]	**2,223**	**37**	**28**	**2,999**	**6,848**
Balance at January 1, 2004	1,556	2,171	-	28	3,001	6,756
Adjustment due to change in accounting policy			9			9
Balance at January 1, 2004 (restated)	1,556	2,171	9	28	3,001	6,765
Exercise of share options pursuant to the DBSH Share Option Plan	1	7				8
Cost of share-based payments			7			7
Net profit after taxation					#	#
Balance at March 31, 2004	1,557	2,178	16	28	3,001	6,780

Notes:
1/ During the financial period ended March 31, 2005, DBSH issued 1,226,690 ordinary shares upon the exercise of options granted pursuant to the DBSH Share Option Plan.
2/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).
3/ # : Insignificant

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Consolidated Cash Flow Statement [1/]

In $ millions	1st Qtr 2005	1st Qtr 2004
Cash flows from operating activities		
Net profit before taxation	**516**	614
Adjustments for non-cash items:		
Provision for possible loan losses and diminution in value of other assets	**62**	50
Depreciation of fixed assets	**38**	43
Goodwill amortisation	**-**	110
Share of profits of associated and joint venture companies	**(15)**	(18)
Net gain on disposal of fixed assets	**(3)**	(2)
Net gain on disposal of investment securities	**(25)**	(86)
Operating profit before changes in operating assets & liabilities	**573**	711
Increase in:		
Deposits and other accounts of non-bank customers	**2,725**	3,897
Deposits and balances of banks	**2,769**	6,565
Other liabilities including bills payable	**277**	5,469
(Increase)/Decrease in:		
Singapore Government securities and treasury bills	**(276)**	(1,754)
Trading securities	**(2,652)**	(4,709)
Accounts receivable and other assets	**(173)**	(2,142)
Balances, placements with, and loans and advances to other banks	**(2,683)**	493
Loans and advances to non-bank customers including bills receivable	**(1,456)**	(1,041)
Net cash (used in)/generated from operating activities (1)	**(896)**	7,489
Cash flows from investing activities		
Dividends from associated companies	**11**	9
Purchase of fixed assets	**(21)**	(15)
Net increase in investment securities	**(201)**	(939)
Proceeds from disposal of fixed assets	**4**	22
Net cash used in investing activities (2)	**(207)**	(923)
Cash flows from financing activities		
Increase in share capital and share premium	**17**	8
Net increase in debt securities and borrowings	**534**	415
Net cash generated from financing activities (3)	**551**	423
Exchange translation adjustments (4)	**8**	(9)
Net change in cash, and balances and placements with central banks (1)+(2)+(3)+(4)	**(544)**	6,980
Cash, and balances and placements with central banks as at January 1	**10,479**	5,007
Cash, and balances and placements with central banks as at March 31	**9,935**	11,987

Note:
1/ Figures for prior periods have been restated to reflect the adoption of new and revised accounting standards (Appendix VI, note 5).

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Selected Notes to the Accounts

1. Issuance of Ordinary Shares

There were 1,492,730,436 issued and fully paid-up ordinary shares at December 31, 2004. During the quarter ended March 31, 2005, 1,226,690 ordinary shares were issued upon the exercise of executive share options, bringing the total outstanding number of ordinary shares to 1,493,957,126 at March 31, 2005. The weighted average number of ordinary shares was 1,493,263,408 for the quarter ended March 31, 2005.

Details of issue of new ordinary shares of $1.00 each are as follows:

Particulars	Number of new ordinary shares issued between January 1, 2005 and March 31, 2005	Number of new ordinary shares that would have been issued upon the conversion/exercise of all outstanding non-voting convertible preference shares ("CPS")/non-voting redeemable CPS/executive share options		
		Mar 31, 2005	**Dec 31, 2004**	**Mar 31, 2004**
Conversion of non-voting CPS	-	120,436	120,436	120,436
Conversion of non-voting redeemable CPS	-	66,475,374	66,475,374	66,475,374
Exercise of executive share options	1,226,690	47,944,623	46,749,383	52,018,883

2. Loan and Investment Exposures to Malaysia, Indonesia, Thailand, Korea, The Philippines (Regional Countries), Hong Kong and China

At March 31, 2005, DBSH Group has exposures to certain countries in the Asia Pacific Region. The exposures are determined based on the location of the credit risk of the customers and counter-parties regardless of where the transactions are booked.

The Group's net exposure in the 5 Regional Countries was $13.1 billion at March 31, 2005. Exposure to the 5 Regional Countries amounted to 7.2% of the Group's Total Assets.

The DBSH Group's exposures (assets and non-performing loans) to the Regional Countries, Hong Kong and China at March 31, 2005 are as follows:

In $ millions	Loans and debt securities				Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure		
Assets in	Bank	Central Banks & Govt. Securities	Non-Bank [1/]	Investments		Amount	As a % of Total Assets	NPLs [2/]
	(a)	(b)	(c)	(d)	(e)	(f)=(a+b +c+d-e)	(g)	
Total Regional Countries	6,880	2,082	4,956	1,449	2,290	13,077	7.2%	198
Malaysia	2,303	258	1,994	81	1,423	3,213	1.8%	139
Indonesia	554	452	763	223	301	1,691	0.9%	25
Thailand	140	8	85	413	39	607	0.3%	34
Korea	3,699	1,184	2,001	12	526	6,370	3.5%	-
The Philippines	184	180	113	720	1	1,196	0.7%	#
Hong Kong	3,813	2,645	25,975	11,470	13,719	30,184	16.6%	457
China	2,521	75	1,387	46	1,008	3,021	1.7%	61
TOTAL	**13,214**	**4,802**	**32,318**	**12,965**	**17,017**	**46,282**	**25.4%**	**716**

Notes:
1/ Non-bank loans include loans to government and quasi-government entities.
2/ Non-performing loans ("NPLs") include classified bank loans, debt securities and contingent items.
3/ # : Insignificant

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

2. Loan and Investment Exposures to Malaysia, Indonesia, Thailand, Korea, The Philippines (Regional Countries), Hong Kong and China (Continued)

The DBSH Group's exposures (assets and non-performing loans) to the Regional Countries, Hong Kong and China at December 31, 2004 are as follows:

In $ millions	Loans and debt securities				Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure		
Assets in	Bank	Central Banks & Govt. Securities	Non-Bank [1/]	Investments		Amount	As a % of Total Assets	NPLs [2/]
	(a)	(b)	(c)	(d)	(e)	(f)=(a+b +c+d-e)	(g)	
Total Regional Countries	6,092	1,999	3,808	1,307	2,137	11,069	6.3%	195
Malaysia	2,064	255	1,794	81	1,357	2,837	1.6%	136
Indonesia	464	285	673	68	165	1,325	0.7%	25
Thailand	184	49	81	406	39	681	0.4%	34
Korea	3,194	1,230	1,144	18	575	5,011	2.9%	-
The Philippines	186	180	116	734	1	1,215	0.7%	#
Hong Kong	3,628	2,500	24,842	11,323	13,431	28,862	16.5%	471
China	2,114	73	1,137	66	821	2,569	1.5%	71
TOTAL	**11,834**	**4,572**	**29,787**	**12,696**	**16,389**	**42,500**	**24.2%**	**737**

The DBSH Group's exposures (assets and non-performing loans) to the Regional Countries, Hong Kong and China at March 31, 2004 are as follows:

In $ millions	Loans and debt securities				Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure		
Assets in	Bank	Central Banks & Govt. Securities	Non-Bank [1/]	Investments		Amount	As a % of Total Assets	NPLs [2/]
	(a)	(b)	(c)	(d)	(e)	(f)=(a+b +c+d-e)	(g)	
Total Regional Countries	4,885	1,585	6,909	933	1,762	12,550	7.1%	1,386
Malaysia	1,154	35	1,362	88	1,015	1,624	0.9%	212
Indonesia	223	181	524	71	202	797	0.4%	36
Thailand (excluding DTDB)	265	17	143	63	217	271	0.2%	186
Korea	3,185	834	1,294	2	327	4,988	2.8%	-
The Philippines	43	184	96	561	1	883	0.5%	5
DTDB [3/]	15	334	3,490	148	-	3,987	2.3%	947
Hong Kong	3,742	3,006	23,668	11,796	13,724	28,488	16.1%	584
China	1,202	32	991	56	502	1,779	1.0%	118
TOTAL	**9,829**	**4,623**	**31,568**	**12,785**	**15,988**	**42,817**	**24.2%**	**2,088**

Notes:

1/ Non-bank loans include loans to government and quasi-government entities.

2/ Non-performing loans ("NPLs") include classified bank loans, debt securities and contingent items.

3/ DBS Thai Danu Bank Public Company Limited ("DTDB") was deconsolidated on June 25, 2004.

4/ # : Insignificant

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

3. Non-Performing Loans and Provisions

At March 31, 2005, DBSH Group's total non-performing loans ("NPLs") amounted to $1.928 billion. Out of the total NPLs of $1.928 billion, $1.067 billion (55%) were secured by collateral.

Details of DBSH Group's NPLs and provisions at March 31, 2005 are as follows:

In $ millions	Singapore	Hong Kong	Regional Countries[2/]	Other Countries	Total
Non-Performing Loans	979	457	198	294	1,928
- Substandard	689	333	121	242	1,385
- Doubtful	95	54	2	27	178
- Loss	195	70	75	25	365
NPLs as a % of Group total assets	0.5%	0.3%	0.1%	0.2%	1.1%
Non-bank NPLs as a % of non-bank loans in the respective countries [1/]	2.3%	1.8%	4.0%	4.9%	2.4%
Total Cumulative Provisions	936	448	171	181	1,736
- Specific provisions	384	152	94	70	700
- General provisions	552	296	77	111	1,036
Total Cumulative Provisions as a % of:					
- Group total assets	0.5%	0.2%	0.1%	0.1%	1.0%
- NPLs in the respective countries	96%	98%	87%	61%	90%
- Unsecured NPLs in the respective countries	215%	265%	162%	120%	202%

Details of DBSH Group's NPLs and provisions at December 31, 2004 are as follows:

In $ millions	Singapore	Hong Kong	Regional Countries[2/]	Other Countries	Total
Non-Performing Loans	958	471	195	295	1,919
- Substandard	674	341	107	238	1,360
- Doubtful	80	51	-	38	169
- Loss	204	79	88	19	390
NPLs as a % of Group total assets	0.5%	0.3%	0.1%	0.2%	1.1%
Non-bank NPLs as a % of non-bank loans in the respective countries [1/]	2.2%	2.0%	5.6%	5.0%	2.5%
Total Cumulative Provisions	905	443	155	198	1,701
- Specific provisions	359	159	92	76	686
- General provisions	546	284	63	122	1,015
Total Cumulative Provisions as a % of:					
- Group total assets	0.5%	0.3%	0.1%	0.1%	1.0%
- NPLs in the respective countries	94%	94%	80%	67%	89%
- Unsecured NPLs in the respective countries	221%	257%	149%	87%	186%

Notes:
1/ Computed based on total non-bank customer NPLs (excluding non-performing debt securities and contingent items) divided by total gross non-bank customer loans.
2/ Regional countries include Malaysia, Indonesia, Thailand, Korea and the Philippines

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

3. Non-Performing Loans and Provisions (Continued)

Details of DBSH Group's NPLs and provisions at March 31, 2004 are as follows:

			Regional Countries[2/]			
In $ millions	**Singapore**	**Hong Kong**	**DTDB [3/]**	**Others**	**Other Countries**	**Total**
Non-Performing Loans	1,060	584	947	439	329	3,359
- Substandard	766	432	761	302	262	2,523
- Doubtful	68	37	22	46	40	213
- Loss	226	115	164	91	27	623
NPLs as a % of Group total assets	0.6%	0.3%	0.5%	0.3%	0.2%	1.9%
Non-bank NPLs as a % of non-bank loans in the respective countries [1/]	2.7%	2.6%	26.1%	14.7%	7.8%	4.6%
Total Cumulative Provisions	765	413	541	383	169	2,271
- Specific provisions	388	180	359	184	88	1,199
- General provisions	377	233	182	199	81	1,072
Total Cumulative Provisions as a % of:						
- Group total assets	0.5%	0.2%	0.3%	0.2%	0.1%	1.3%
- NPLs in the respective countries	72%	71%	57%	87%	51%	68%
- Unsecured NPLs in the respective countries	191%	197%	118%	116%	54%	132%

Notes:
1/ Computed based on total non-bank customer NPLs (excluding non-performing debt securities and contingent items) divided by total gross non-bank customer loans.
2/ Regional countries include Malaysia, Indonesia, Thailand, Korea and the Philippines
3/ Includes special general provision for regional exposures and additional specific provision for DBS Thai Danu Public Company Limited ("DTDB")'s loans.

Analysis of Non-Performing Loans by Industry

The following table shows the industry breakdown of the non-performing loans of DBSH Group:

	March 31, 2005		December 31, 2004		March 31, 2004	
In $ millions	**NPLs**	**Specific Provisions**	**NPLs**	**Specific Provisions**	**NPLs**	**Specific Provisions**
Customer loans						
Manufacturing	**406**	**172**	365	175	802	324
Building and Construction	**177**	**55**	237	58	354	87
Housing Loans	**242**	**67**	253	67	307	83
General Commerce	**238**	**98**	186	75	500	254
Transportation, Storage and Communications	**25**	**9**	27	10	73	9
Financial Institutions, Investment and Holding Companies	**193**	**56**	201	58	145	51
Professionals and Private Individuals (except Housing Loans)	**245**	**108**	239	105	280	127
Others	**244**	**72**	255	78	635	153
Sub-total	**1,770**	**637**	1,763	626	3,096	1,088
Debt securities	**138**	**53**	138	52	172	78
Contingent items	**20**	**10**	18	8	91	33
Total	**1,928**	**700**	1,919	686	3,359	1,199

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

3. Non-Performing Loans and Provisions (Continued)

Analysis of Non-Performing Loans by Period Overdue

In $ millions	March 31, 2005	December 31, 2004	March 31, 2004
Non-default	**800**	744	1,427
Default loans	**1,128**	1,175	1,932
Less than 3 months	**303**	339	477
3 to 6 months	**143**	157	223
Over 6 months	**682**	679	1,232
Total	**1,928**	1,919	3,359

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

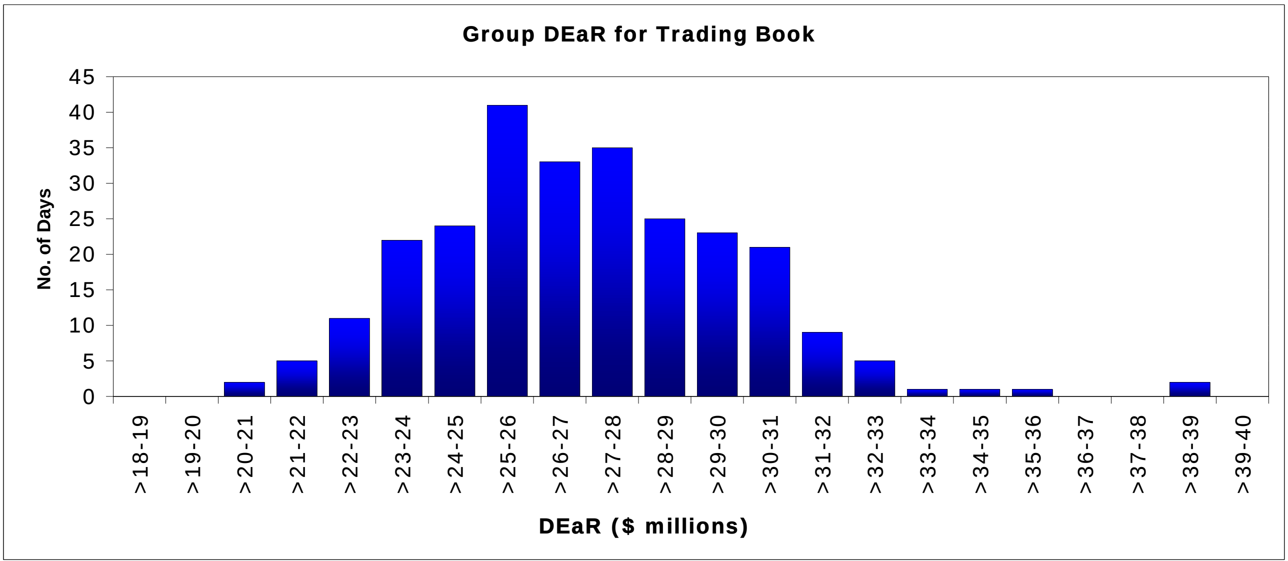
4. Daily Earnings at Risk and Trading Income

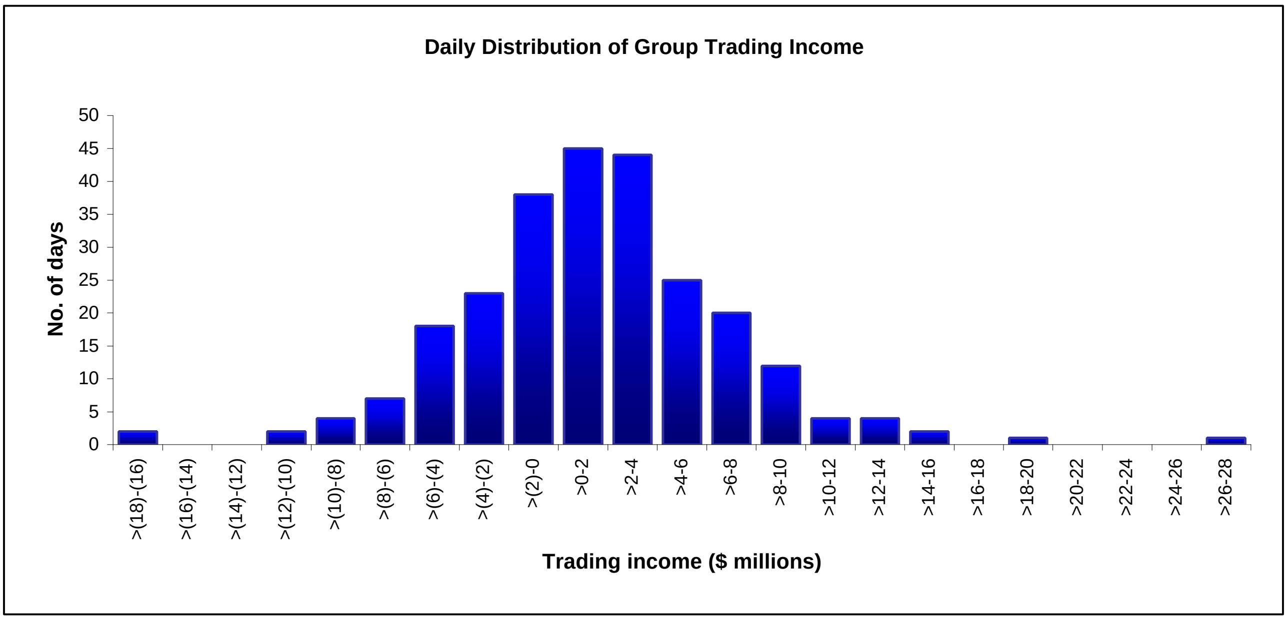
The Group uses a Daily Earnings at Risk ("DEaR") measure as one mechanism for controlling trading risk. The DEaR is calculated using a one-day time horizon and a 99% confidence interval. The following table shows the period-end, average, high and low DEaR for the trading risk exposure of the DBSH Group for the period from April 1, 2004 to March 31, 2005.

In $ millions	As at March 31, 2005	April 1, 2004 to March 31, 2005		
		Average	High [1/]	Low [1/]
Interest rate	28.4	29.2	39.8	22.9
FX	8.0	6.2	15.6	2.7
Equity	6.4	6.2	14.6	3.1
Diversification effect	(15.8)	(14.6)	-	-
Total	27.0	27.0	38.4	20.7

Note:
1/ The high (& low) DEaR figures reported for each risk class did not necessarily occur on the same day as the high (& low) reported for total. A corresponding diversification effect cannot be calculated and is therefore omitted from the table.

The charts below provide the range of DEaR and the daily distribution of trading income in the trading portfolio for the period from April 1, 2004 to March 31, 2005.





DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

5. Adoption of New and Revised Accounting Standards

Financial Reporting Standards ("FRS") 39, Financial Instruments: Recognition and Measurement

The implementation of FRS 39 had a significant impact on certain financial assets and liabilities. An opening adjustment was made, representing unrealised gains or losses on certain financial assets and financial liabilities including derivatives to be measured at fair value on January 1, 2005. The differences between carrying amount and fair value were adjusted to revaluation and revenue reserves.

FRS 39 is applied prospectively, and the comparative figures for 2004 are not restated as prescribed by the Standard. On January 1, 2005, the following transitional adjustments were made:

In $ millions	Revaluation reserves as at January 1, 2005	Revenue reserves as at January 1, 2005	Total
+/(-)	$'m	$'m	$'m
Fair valuation of:			
- Investments (bonds and equities)	292	29	321
- Derivatives	-	(123)	(123)
	292	(94)	198
Hedge accounting	-	(6)	(6)
	292	(100)	192

Note:
1/ Figures above are shown net of taxes.

FRS 102, Share-based Payment

FRS 102 requires an expense to be recognised where DBSH Group pays for goods or services using shares or other equity instruments (equity-settled transactions), or using other assets equivalent in value to a given number of shares or other equity instruments (cash-settled transactions).

DBSH Group is required to expense off share options and shares awarded to staff and directors under its share-based incentive plans (namely DBSH Share Option Plan; DBSH Performance Share Plan; DBSH Employee Share Plan) with a corresponding increase in equity. This resulted in reductions of $10 million and $32 million to revenue reserves, and increases in equity by $11 million and $43 million as at January 1, 2004 and as at January 1, 2005 respectively.

FRS 103, Business Combinations

The effect of the adoption of FRS 103 is that upon acquisition of subsidiaries or business undertakings, DBSH Group will include items like intangible assets and contingent liabilities as part of the identifiable assets and liabilities acquired, at their fair values as at the acquisition date. There were no major acquisitions by DBSH Group in first quarter 2005.

Additionally, the adoption of FRS 103 requires DBSH Group to cease goodwill amortisation to the profit and loss account. Goodwill should also be reviewed for impairment annually (unless an event occurs during the year which requires the goodwill to be tested more frequently) in accordance with FRS 36, "Impairment of Assets" (revised in 2004), from January 1, 2005 onwards. The cessation of goodwill amortisation has resulted in cost savings of $110 million in first quarter 2005.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Interpretation of FRS ("INT FRS") 12, Consolidation – Special Purpose Entities

The revised INT FRS 12 has been amended to mandate the consolidation of employee benefit trusts set up for the purpose of an entity's share-based payment arrangement(s). Arising from consolidation of these trusts, the DBSH shares held by the trusts will be accounted for as "Treasury Shares" in accordance with FRS 32 "Financial Instruments: Disclosure and Presentation". The impact of INT FRS 12 is as follows:

- the reversal of prior period provisions on Treasury Shares of $44 million and $35 million in revenue reserves as at January 1, 2004 and January 1, 2005 respectively.

- the recognition of $126 million of DBSH Group Holdings Ltd shares held by the employee benefit trusts for the purposes of DBSH Group's Performance Share Plan and Employee Share Plan as at January 1, 2005 (January 1, 2004: $138 million). These shares are netted against the equity of DBSH Group.

FRS 1, Presentation of Financial Statements

The revised FRS 1 requires disclosure on the face of the income statement of the following:
- the profit or loss for the period, and
- the allocation of this amount between that attributable to minority interest and that attributable to equity holders of the parent.

A similar requirement has been added for the statement of changes in equity. FRS 1 also requires disclosure, on the face of the statement of changes in equity, of total income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The financial statements presented conform to the revised FRS 1 requirements.