



UNAUDITED FINANCIAL RESULTS  
FOR FIRST QUARTER 2003

**PERFORMANCE SUMMARY**

April 21, 2003

<b>Contents</b>	<b>Page</b>
Financial Highlights.....	2
Financial Review.....	3
Net Interest Income and Net Interest Margin.....	5
Non-Interest Income.....	5
Operating Expenses.....	6
Goodwill Amortisation.....	6
Provision Charge.....	7
Taxation.....	7
Asset Quality.....	7
Balance Sheet.....	8
Customer Deposits.....	9
Customer Loans.....	9
Capital Adequacy Ratio.....	10
Unrealised Valuation Surpluses.....	10
Geographical Segment Analysis.....	11

APPENDIX I:	Unaudited Consolidated Profit And Loss Account
APPENDIX II:	Unaudited Consolidated Balance Sheet
APPENDIX III:	Unaudited Consolidated Cash Flow Statement
APPENDIX IV:	Unaudited Statements of Changes in Shareholders' Equity
APPENDIX V:	Selected Notes to the Accounts
	1. Earnings Per Ordinary Share
	2. Exposures To Malaysia, Indonesia, Thailand, Korea, The Philippines (Regional Countries), Hong Kong And China
	3. Non-Performing Loans And Provisions

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

## Financial Highlights

DBS prepares its financial statements in accordance with Financial Reporting Standards ("FRS").

	1st Qtr 2003 S\$m	4th Qtr 2002 S\$m	Incr/ (Decr) (%)	1st Qtr 2002 S\$m	Incr/ (Decr) (%)
<b>For the period</b>					
Income before operating expenses	1,055	1,048	0.6	1,024	2.9
Operating profit before goodwill amortisation and provisions	613	577	6.2	565	8.3
Operating profit before provisions	506	504	0.3	497	1.5
Net profit before tax	403	329	22.4	415	(3.1)
Net profit attributable to members	279	282	(1.1)	278	0.4
Net profit attributable to members (excluding goodwill amortisation)	386	355	8.9	346	11.7
<b>At period-end</b>					
Shareholders' funds	14,742	14,445	2.1	13,897	6.1
Interest bearing assets	133,746	127,529	4.9	135,910	(1.6)
Customer loans <sup>1/</sup>	61,640	60,709	1.5	66,340	(7.1)
Customer deposits	105,629	101,315	4.3	109,586	(3.6)
Total assets	155,981	149,375	4.4	154,118	1.2
<b>Per share</b>					
	S\$	S\$		S\$	
Basic earnings excluding goodwill amortisation <sup>2/</sup>	1.04	0.95		0.94	
Basic earnings <sup>2/</sup>	0.75	0.75		0.75	
Diluted earnings <sup>2/</sup>	0.72	0.73		0.72	
Net asset value at period-end	9.64	9.45		9.18	
<b>Performance ratios</b>					
	1st Qtr 2003 (%)	4th Qtr 2002 (%)		1st Qtr 2002 (%)	
<b>On a GAAP basis</b>					
Return on assets <sup>2/</sup>	0.73	0.76		0.73	
Return on equity <sup>2/</sup>	7.65	7.91		8.08	
<b>Excluding goodwill amortisation</b>					
Return on assets <sup>2/</sup>	1.01	0.95		0.91	
Return on equity <sup>2/</sup>	10.59	9.95		10.05	
<b>Efficiency and revenue mix ratios</b>					
Cost-to-income ratio (excluding goodwill amortisation)	41.9	45.0		44.8	
As a percentage of total operating income:					
- net interest income	56.8	61.3		65.4	
- non-interest income	43.2	38.7		34.6	
<b>BIS Capital ratios (at period-end)</b>					
- Tier 1 capital <sup>3/</sup>	9.8	10.3		12.5	
- Total capital <sup>3/</sup>	14.5	15.5		17.7	

Notes:

1/ Net of cumulative provisions.

2/ Earnings per share, return on assets and return on equity for the Quarters are annualised.

3/ March 2003 capital ratios restated as of 27 June 2003.

**Financial Review**

DBSH Group's operating profit before goodwill amortisation and provisions in the first quarter of 2003 (1st Qtr 2003) was S\$613 million, an increase of 8.3% over the same period in 2002. The improved year-on-year performance was due to a 2.9% rise in income before operating expenses and a 3.7% reduction in operating expenses. The 8.3% increase in operating profit was, however, offset partially by higher goodwill amortisation and provision charge. As a result, net profit attributable to members grew at a smaller rate of 0.4% to S\$279 million. Cost-to-income ratio (excluding goodwill amortisation) improved to 41.9% compared to 44.8% for same period last year.

Compared to fourth quarter 2002 ("4th Qtr 2002"), operating profit before goodwill amortisation and provisions increased by 6.2% due to lower operating expenses in 1st Qtr 2003. Net profit attributable to members, however, showed a decrease of 1.1%. Tax charges were higher in 1st Qtr 2003 as one-time tax adjustments were made in 4th Qtr 2002 following the adoption of FRS 12 in 2002. Cost-to-income ratio (excluding goodwill amortisation) decreased to 41.9% in 1st Qtr 2003 from 45.0% in 4th Qtr 2002.

**Profit and Loss Account**

	1st Qtr 2003 S\$m	4th Qtr 2002 S\$m	Incr/ (Decr) (%)	1st Qtr 2002 S\$m	Incr/ (Decr) (%)
Net interest income	599	642	(6.7)	670	(10.6)
Non-interest income	456	406	12.2	354	28.6
<b>Income before operating expenses</b>	<b>1,055</b>	<b>1,048</b>	<b>0.6</b>	<b>1,024</b>	<b>2.9</b>
Operating expenses	(442)	(471)	(6.2)	(459)	(3.7)
<b>Operating profit before goodwill amortisation and provisions</b>	<b>613</b>	<b>577</b>	<b>6.2</b>	<b>565</b>	<b>8.3</b>
Goodwill amortisation	(107)	(73)	47.2	(68)	58.4
<b>Operating profit before provisions</b>	<b>506</b>	<b>504</b>	<b>0.3</b>	<b>497</b>	<b>1.5</b>
Provisions	(115)	(181)	(36.4)	(96)	20.2
<b>Operating profit</b>	<b>391</b>	<b>323</b>	<b>20.8</b>	<b>401</b>	<b>(3.0)</b>
Share of profit and loss of associates	12	6	110.0	14	(8.8)
<b>Net profit before taxation</b>	<b>403</b>	<b>329</b>	<b>22.4</b>	<b>415</b>	<b>(3.1)</b>
Taxation	(111)	(20)	460.1	(100)	10.1
Minority interests	(13)	(27)	(50.6)	(37)	(64.4)
<b>Net profit attributable to members (NPAM)</b>	<b>279</b>	<b>282</b>	<b>(1.1)</b>	<b>278</b>	<b>0.4</b>
<b>NPAM excluding goodwill amortisation</b>	<b>386</b>	<b>355</b>	<b>8.9</b>	<b>346</b>	<b>11.7</b>

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### Dao Heng Bank Group Limited and DBS Kwong On Bank Limited

The following table reflects the combined performance of DBS' wholly-owned Hong Kong subsidiaries, Dao Heng Bank Group and DBS Kwong On Bank, all under Hong Kong Generally Accepted Accounting Principles. The entities will be legally merged in 2003 with the formal approvals of the Hong Kong government.

Year-on-year, operating profit showed a 3.8% decrease due mainly to lower net interest income resulting from sluggish loan demand and low interest rate environment. Non-interest income increased by 21.7% due to higher sales of wealth management products and trading income. Operating expenses decreased by 10.9%. The reduction was achieved mainly from streamlining of operations. Provisions increased 104.8% when compared to the significant write-back in loan provisions in 1st Qtr 2002.

Quarter-on-quarter, operating profit was 78.6% higher compared to the previous quarter due to lower provision charge and lower operating expenses. The provision charge was higher in the 4th Qtr 2002 due primarily to loan-related provisions. Non-interest income increased by 18.3% due also to higher sales of wealth management products and trading income. Net profit after taxation was 39.2% higher after a write-back in taxation in 4th Qtr 2002.

#### Profit and Loss Account

	1st Qtr 2003 S\$m	4th Qtr 2002 S\$m	Incr/ (Decr) (%)	1st Qtr 2002 S\$m	Incr/ (Decr) (%)
Net interest income	199	205	(2.9)	210	(5.2)
Non-interest income	84	71	18.3	69	21.7
<b>Income before operating expenses</b>	<b>283</b>	276	2.5	279	1.4
Operating expenses	(114)	(132)	(13.6)	(128)	(10.9)
Impairment of fixed assets	(1)	(10)	(90.0)	-	NM
<b>Operating profit before provisions</b>	<b>168</b>	134	25.4	151	11.3
Provisions	(43)	(64)	(32.8)	(21)	104.8
<b>Operating profit</b>	<b>125</b>	70	78.6	130	(3.8)
<b>Net profit before taxation</b>	<b>125</b>	70	78.6	130	(3.8)
<b>Net profit after taxation</b>	<b>103</b>	74	39.2	110	(6.4)

Notes:

1/ NM: Not Meaningful

2/ The exchange rate used for all comparative periods is based on HK\$1 = S\$0.2261.

3/ In the preparation of the consolidated accounts of DBSH Group, appropriate adjustments have been made to bring them in line with Financial Reporting Standards ("FRS") in Singapore. Under FRS, the combined contribution from Dao Heng Bank Group and DBS Kwong On Bank were as follows:

	1st Qtr 2003 S\$m	4th Qtr 2002 S\$m	1st Qtr 2002 S\$m
<b>Net profit before taxation</b>	<b>119</b>	79	120
<b>Net profit after taxation</b>	<b>96</b>	105	100

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Exhibit 1  
Group Net Interest Income and Net Interest Margin

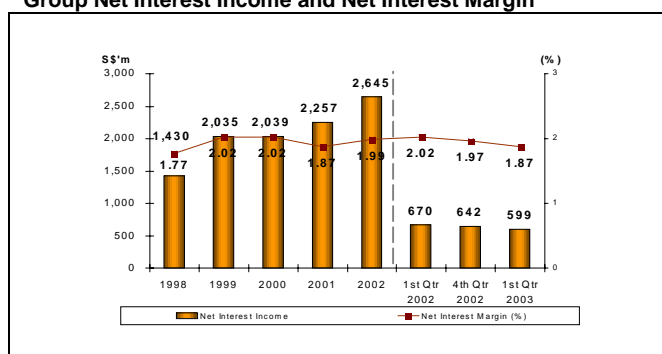


Table 1  
Group Net Interest Income and Net Interest Margin

S\$m	1st Qtr 2003	4th Qtr 2002	1st Qtr 2002
Net interest income	599	642	670
Average interest bearing assets	129,694	128,506	134,296
Gross interest yield (%)	2.86	3.18	3.52
Net interest spread (%) <sup>1/</sup>	1.80	1.89	1.94
Net interest margin (%) <sup>2/</sup>	1.87	1.97	2.02

Notes:

1/ Net interest spread is the difference between the average interest rate earned on average interest-earning assets and the average interest rate paid on average interest-bearing funds.

2/ Net interest margin is net interest income expressed as a percentage of average interest-earning assets and is annualised.

Table 2  
Group Non-Interest Income

S\$m	1st Qtr 2003	4th Qtr 2002	1st Qtr 2002
Fee and commission income	160	191	193
Stockbroking	18	23	47
Investment banking	7	22	13
Trade and remittances	27	27	29
Loan related	36	40	26
Deposit related	26	27	27
Credit card	20	22	21
Fund management	7	9	12
Wealth management	14	14	13
Others	5	7	5
Dividend and rental income	13	12	9
Other income	283	203	152
Net gain on treasury products including structured investment products	153	77	94
Net gain on Singapore government securities	102	17	26
Net gain/(loss) on equities	(1)	98	15
Net gain/(loss) on investment securities	27	(1)	7
Net gain/(loss) on fixed assets	(1)	5	#
Others	3	7	10
<b>Total</b>	<b>456</b>	<b>406</b>	<b>354</b>
Non-interest income as a percentage of Operating income (%)	43.2	38.7	34.6

Note:

1/ # Insignificant

## Net Interest Income and Net Interest Margin

Net interest income decreased by 10.6% to S\$599 million over the same period in 2002. The decrease was due to decline in average interest bearing assets, narrower spread on loans and reduced benefits from deployment of net free funds in a low interest rate environment.

Compared to 4th Qtr 2002, the decrease in net interest income was 6.7%, due mainly to continuing interest margin compression in the mortgage business and a lower contribution from net free funds.

Net interest margin was 1.87% for 1st Qtr 2003, a decrease of 15 basis points from 2.02% in 1st Qtr 2002 and 10 basis points, from 1.97% in 4th Qtr 2002.

## Non-interest Income

Fee and commission income decreased by 16.7% over the same period in 2002. The decrease was mainly due to lower stockbroking fees resulting from the less favourable conditions in the equity market. Investment banking and fund management income were also lower.

Compared to 4th Qtr 2002, fee and commission income was 15.9% lower in the first quarter 2003. All categories of fee and commission income showed marginal decline reflecting the weak business and consumer sentiment prevailing in the market.

Other income for 1st Qtr 2003 increased significantly by 86.3% as compared to 1st Qtr 2002. Income from sale of structured products and gains on Singapore Government Securities and other securities were higher in 1st Qtr 2003 compared to 1st Qtr 2002 and 4th Qtr 2002.

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Table 3  
Group Operating Expenses

S\$m	1st Qtr 2003	4th Qtr 2002	1st Qtr 2002
Staff costs	219	226	237
Occupancy expenses	48	58	54
Technology-related expenses	71	66	51
Others	104	121	117
<b>Total</b>	<b>442</b>	471	459
<hr/>			
Cost-to-income ratio (%) (excluding goodwill amortisation)	41.9	45.0	44.8
<hr/>			
Staff head count number (at period-end)	12,037	12,035	12,982

### Operating Expenses

Excluding goodwill amortisation, year-on-year (YOY) operating expenses declined 3.7%.

Staff costs showed a decrease of S\$18 million or 7.6%, of which approximately S\$10 million was due to staff reduction resulting from outsourcing certain technology-related functions in the Group. The remaining S\$8 million decrease in staff costs was the result of headcount reduction arising from rationalisation of workflow and businesses. Technology-related expenses showed significant increase mainly due to payment of outsourcing fees. Other operating expenses also declined as a result of the implementation of cost management initiatives.

YOY, the Group's cost-to-income ratio (excluding goodwill amortisation) was 41.9% for 1st Qtr 2003 compared to 44.8% for the same period in 2002.

Compared to 4th Qtr 2002, first quarter operating expenses (excluding goodwill amortisation) was 6.2% lower. The decrease was contributed by expenses incurred for restructuring exercise and one-time write off of assets related to discontinued projects in fourth quarter of 2002. Cost-to-income ratio (excluding goodwill amortisation) was 45.0% in 4th Qtr 2002.

### Goodwill Amortisation

On January 10, 2003, DBS Bank exercised its Call Option on the minority shareholders of DBS Diamond Holdings Ltd ("DDH") to acquire approximately 28.4% of the remaining issued share capital of DDH. DDH owns 100% of Dao Heng Bank Group Limited ("DHG"). Goodwill arising from the acquisition of the remaining 28.4% interest in DDH is amortised over a period of 19 years from January 2003. As a result, goodwill amortisation showed an increase compared to 1st Qtr 2002.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Table 4  
Group Provision Charge

S\$'m	1st Qtr 2003	4th Qtr 2002	1st Qtr 2002
Loans	60	121	90
Equities	16	19	3
Properties and other assets	28	36	5
Specific provision	104	176	98
General provision	11	5	(2)
Total	115	181	96

## Provision Charge

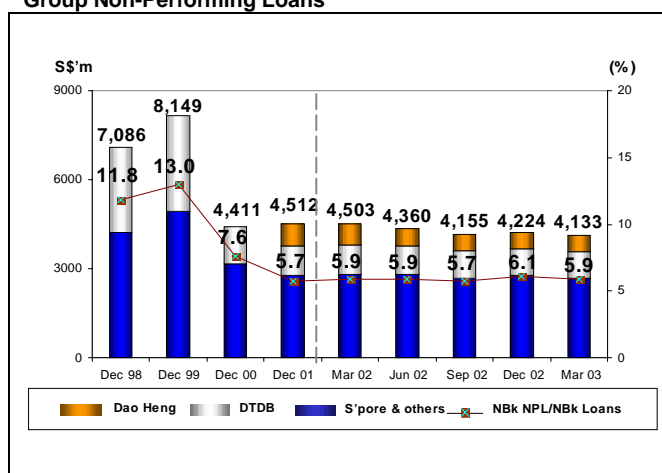
Provision charge was S\$115 million for 1st Qtr 2003. Approximately 62% of the total charge was loan-related.

In 1st Qtr 2003, uncertain economic environment and continuing weak equity and property markets resulted in a higher level of specific and general provisions than that in 1st Qtr 2002.

## Taxation

Tax expenses were higher in 1st Qtr 2003. This was partially accounted for by the adoption of FRS 12 in Year 2002, which requires deferred tax to be recognised on all temporary differences with certain limited exceptions. One-time tax adjustments were taken in 4th Qtr 2002.

Exhibit 2  
Group Non-Performing Loans



## Asset Quality

The volume of non-performing loans ("NPLs") was S\$4.1 billion at the end of March 2003. This includes S\$1.7 billion of restructured NPLs. (A loan is considered restructured when concessions are granted to the original terms of the loan for reasons that related to the financial difficulties of the borrower).

The ratio of NPLs to the total non-bank loans ("NPL rate") decreased from 6.1% at the end of December 2002 to 5.9% at the end of March 2003 due to lower non-performing loans and higher non-bank loan base.

The NPL rate for Hong Kong operations was 3.4% at the end of March 2003. The Group's Hong Kong credit card business recorded a 1.1% loan delinquent rate for 90 days past due. The net charge-off rate rose to 12.8%, an increase of 1.0 percentage point from 11.8% reported for full year 2002. The increased charge-off rate reflects the high unemployment rate and the increase in personal bankruptcy filings.

Table 5  
Group Geographical NPL Rate  
(Based on MAS standard)

(%)	Mar 31 2003	Dec 31 2002	Mar 31 2002
Singapore	4.0	4.2	3.6
Hong Kong	3.4	3.5	4.1
Regional countries (excl. DTDB)	34.8	40.6	35.8
DTDB	26.4	27.0	28.7
Other countries	8.5	8.7	6.5

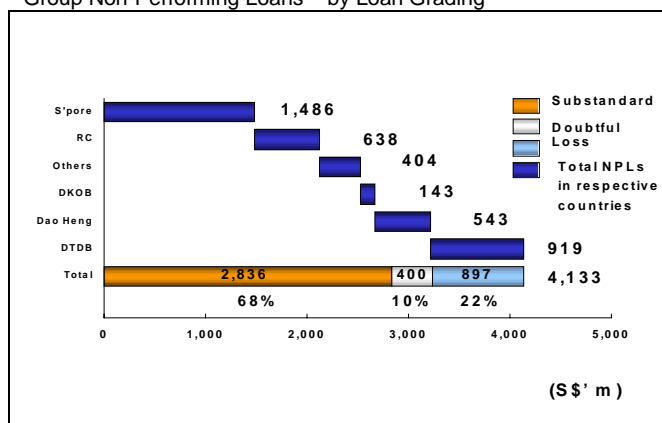
Notes:

- 1/ DTDB : DBS Thai Danu Bank Public Company Limited
- 2/ Regional countries (RC) include Malaysia, Indonesia, Thailand, Korea and the Philippines



# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

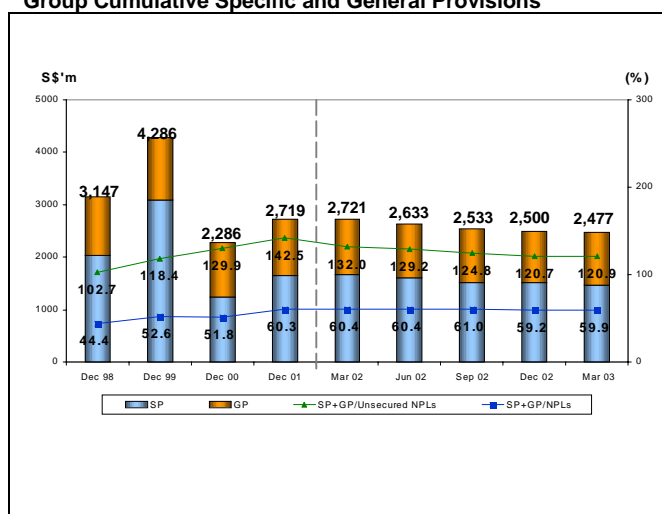
Exhibit 3  
Group Non-Performing Loans – by Loan Grading



## Loan Grading

As at end March 2003, non-performing loans' profile remains stable compared to end December 2002.

Exhibit 4  
Group Cumulative Specific and General Provisions



## Cumulative Specific and General Provisions

Total cumulative specific and general provisions at the end of March 2003 was 120.9% of unsecured NPLs, and 59.9% of total NPLs (or 61.5% of total NPLs of S\$4,025 million under US SEC guidelines).

Table 6  
Group Key Balance Sheet Items

S\$'m	Mar 31 2003	Dec 31 2002	Mar 31 2002
Total assets	155,981	149,375	154,118
Interest bearing assets	133,746	127,529	135,910
Customer loans <sup>1/</sup>	61,640	60,709	66,340
Customer deposits	105,629	101,315	109,586
Loan-to-deposit ratio (%)	58.4	59.9	60.5

Note:

1/ Net of cumulative provisions.

## Balance Sheet

At the end of March 2003, total assets was S\$156.0 billion. Compared to end December 2002, customer loans increased 1.5% to S\$61.6 billion despite low loan demand in a highly competitive environment. Customer deposits increased 4.3% to S\$105.6 billion. The Group's loan-to-deposit ratio at the end of March 2003 was 58.4%.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Table 7  
**Group Customer Deposits**

S\$m	Mar 31 2003	Dec 31 2002	Mar 31 2002
<b>Analysed by Currency</b>			
Singapore dollar	56,081	53,655	56,211
US dollar	20,309	20,096	23,776
Hong Kong dollar	18,983	18,731	20,791
Thai Baht	3,625	3,164	3,332
Others	6,631	5,669	5,476
<b>Total</b>	<b>105,629</b>	<b>101,315</b>	<b>109,586</b>

**Analysed by Product**

Savings accounts (include S\$ autosave)	44,179	43,047	43,565
Current accounts	9,626	8,975	10,180
Fixed deposits	48,442	46,026	54,670
Other deposits	3,382	3,267	1,171
<b>Total</b>	<b>105,629</b>	<b>101,315</b>	<b>109,586</b>

Table 8  
**Group Customer Loans**

S\$m	Mar 31 2003	Dec 31 2002	Mar 31 2002
Gross	63,801	62,901	68,774
Less:			
Specific provisions	1,258	1,288	1,428
General provisions	903	904	1,006
<b>Net total</b>	<b>61,640</b>	<b>60,709</b>	<b>66,340</b>
Including:			
Bills receivable	1,505	1,574	1,466
Loans	60,135	59,135	64,874
<b>Net total</b>	<b>61,640</b>	<b>60,709</b>	<b>66,340</b>

**Industry Breakdown**

Manufacturing	6,082	5,856	6,275
Building and Construction	8,064	8,057	9,836
Housing Loans	21,798	21,910	23,929
General Commerce	5,879	5,707	5,245
Transportation, Storage and Communications	4,784	4,617	5,521
Financial Institutions, Investment and Holding Companies	4,504	3,626	4,232
Professionals and Private Individuals (except Housing Loans)	7,373	7,784	8,280
Others	5,317	5,344	5,456
<b>Total (Gross)</b>	<b>63,801</b>	<b>62,901</b>	<b>68,774</b>

**Analysed by Currency and Fixed / Variable Rates**

Fixed rate<sup>1/</sup>

Singapore dollar	8,315	8,359	12,382
Hong Kong dollar	440	460	499
US dollar	-	1	1
Thai Baht	624	862	888
Others	11	1	169
<b>Sub-total</b>	<b>9,390</b>	<b>9,683</b>	<b>13,939</b>

Variable rate<sup>2/</sup>

Singapore dollar	20,990	21,673	20,547
Hong Kong dollar	20,632	20,238	22,322
US dollar	8,232	7,333	8,090
Thai Baht	2,511	2,128	2,252
Others	2,046	1,846	1,624
<b>Sub-total</b>	<b>54,411</b>	<b>53,218</b>	<b>54,835</b>
<b>Total (Gross)</b>	<b>63,801</b>	<b>62,901</b>	<b>68,774</b>

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, as well as fixed rate loans that have effectively been converted to variable rate loans through interest rate swaps.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

Table 9  
Group Capital

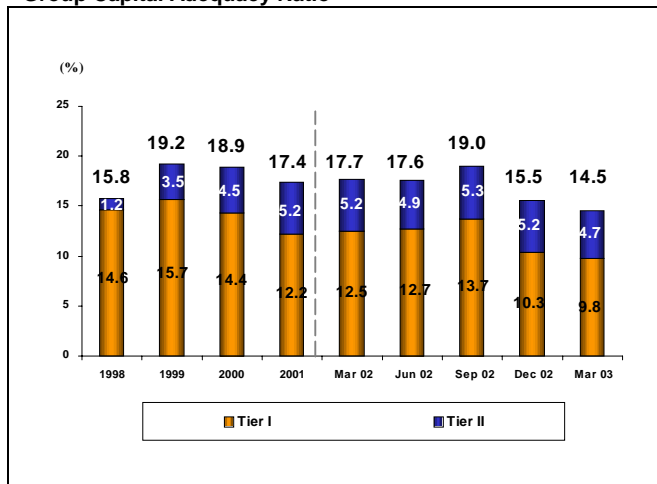
S\$'m	Mar 31 2003	Dec 31 2002	Mar 31 2002
Tier I Capital	8,891	8,393	10,803
Tier II Capital	4,247	4,233	4,514
Total Capital	13,138	12,626	15,316
Risk Weighted Assets, including Market Risks	90,835	81,239	86,393

## Capital Adequacy Ratio

At the end of March 2003, the total Capital Adequacy Ratio ("CAR") for the DBSH Group, measured according to the Bank for International Settlements ("BIS") guidelines was 14.5%, which is above the minimum CAR requirement of 8.0%.

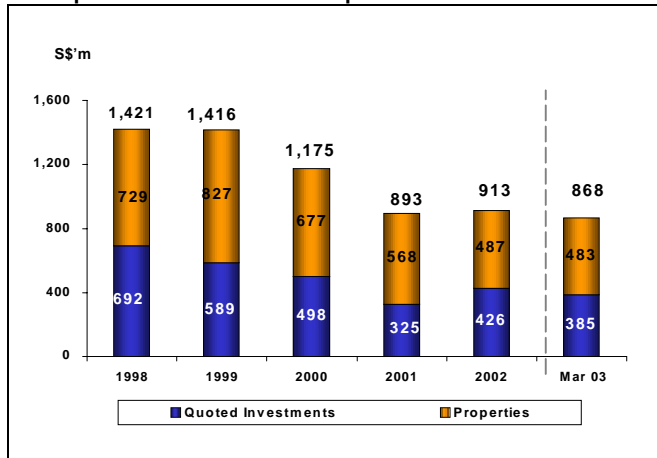
Note: March 2003 CAR restated on June 27 2003

Exhibit 5  
Group Capital Adequacy Ratio



Note:  
1/ The reduction in the Tier 1 CAR ratio, from 13.7% in September 2002 to 10.3% in December 2002, was due primarily to the deduction of additional goodwill with DBS' purchase of the DHG minority interest in early January 2003.

Exhibit 6  
Group Unrealised Valuation Surpluses



## Unrealised Valuation Surpluses

Unrealised valuation surpluses in quoted investments and properties (not recognised in the accounts) amounted to S\$0.9 billion at the end of March 2003.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

## Geographical Segment Analysis

The following tables analyse total assets, income before operating expenses and NPAM by geographical segments. Unless otherwise stated, the analyses of geographical segments are generally based on the location of office recording the transactions.

Table 10  
Group Geographical Segments

S\$m	Total assets	Distribution (%)	Income before operating expenses	Distribution (%)	Net profit attributable to members	Distribution (%)
<b>Mar 31, 2003</b>						
Singapore <sup>1/</sup>	97,968	63	672	64	154	55
Hong Kong	46,229	29	311	29	100	36
Regional countries <sup>1/</sup>	5,938	4	52	5	15	5
Rest of the world	5,846	4	20	2	10	4
<b>Total</b>	<b>155,981</b>	<b>100</b>	<b>1,055</b>	<b>100</b>	<b>279</b>	<b>100</b>
<b>Dec 31, 2002</b>						
Singapore <sup>1/</sup>	93,855	63	2,487	61	605	59
Hong Kong	45,607	31	1,292	32	335	33
Regional countries <sup>1/</sup>	5,003	3	199	5	42	4
Rest of the world	4,910	3	88	2	35	4
<b>Total</b>	<b>149,375</b>	<b>100</b>	<b>4,066 <sup>2/</sup></b>	<b>100</b>	<b>1,017 <sup>2/</sup></b>	<b>100</b>
<b>Mar 31, 2002</b>						
Singapore <sup>1/</sup>	94,021	61	640	62	182	65
Hong Kong	47,205	31	327	32	89	32
Regional countries <sup>1/</sup>	5,421	3	37	4	8	3
Rest of the world	7,471	5	20	2	(1)	#
<b>Total</b>	<b>154,118</b>	<b>100</b>	<b>1,024</b>	<b>100</b>	<b>278</b>	<b>100</b>

Notes:

1/ Special general provisions for regional exposure, additional provisions for DTDB's loans and amortisation of goodwill on acquisitions of DDH and DBS Group Holdings (Hong Kong) Ltd are booked in Singapore.

2/ Refers to full year 2002.

3/ # Insignificant

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, Korea and the Philippines.
- **“Rest of the world”**, which are mainly branch operations in China, India, Taiwan, United States, and United Kingdom.

Income before operating expenses and NPAM are based on the country in which the transactions are booked except for special general provisions for regional exposures and additional provisions for DBS Thai Danu Bank Public Company Limited's loans which are booked in Singapore. Total assets are shown by geographical area in which the assets are booked. It would not be materially different if total assets shown are based on the country in which the counterparty or assets are located. The total assets, income before operating expenses and NPAM are stated after elimination of inter-group assets and revenues.

**DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES**
**Unaudited Consolidated Profit And Loss Account  
For The Period**

In S\$'million	Note	1st Qtr 2003	4th Qtr 2002	Incr/(Decr) (%)	1st Qtr 2002	Incr/(Decr) (%)
Interest income		913	1,029	(11.3)	1,166	(21.7)
Less: Interest expense		314	387	(19.0)	496	(36.7)
Net interest income		599	642	(6.7)	670	(10.6)
Fee and commission income		160	191	(15.9)	193	(16.7)
Dividends		4	4	(16.0)	1	135.4
Rental income		9	8	4.0	8	1.5
Other income		283	203	39.5	152	86.3
<b>Income before operating expenses</b>		<b>1,055</b>	<b>1,048</b>	<b>0.6</b>	<b>1,024</b>	<b>2.9</b>
Less: Staff costs		219	226	(2.9)	237	(7.6)
Other operating expenses		223	245	(9.3)	222	0.5
Goodwill amortisation		107	73	47.2	68	58.4
<b>Operating expenses before provisions</b>		<b>549</b>	<b>544</b>	<b>0.9</b>	<b>527</b>	<b>4.3</b>
<b>Operating profit before provisions</b>		<b>506</b>	<b>504</b>	<b>0.3</b>	<b>497</b>	<b>1.5</b>
Less: Provision for possible loan losses and diminution in value of other assets		115	181	(36.4)	96	20.2
<b>Operating profit</b>		<b>391</b>	<b>323</b>	<b>20.8</b>	<b>401</b>	<b>(3.0)</b>
Add: Share of profits less losses of associated and joint venture companies		12	6	110.0	14	(8.8)
<b>Net profit before taxation</b>		<b>403</b>	<b>329</b>	<b>22.4</b>	<b>415</b>	<b>(3.1)</b>
Less: Taxation		109	18	507.8	97	12.4
Share of taxation of associated and joint venture companies		2	2	(24.8)	3	(58.9)
<b>Net profit after taxation</b>		<b>292</b>	<b>309</b>	<b>(5.4)</b>	<b>315</b>	<b>(7.4)</b>
Less: Minority interests		13	27	(50.6)	37	(64.4)
<b>Net profit attributable to members</b>		<b>279</b>	<b>282</b>	<b>(1.1)</b>	<b>278</b>	<b>0.4</b>
<b>Earnings per ordinary share</b>	1					
- Basic <sup>1/</sup>		75 Cents	75 Cents		75 Cents	
- Diluted <sup>1/</sup>		72 Cents	73 Cents		72 Cents	
<b>Earnings per ordinary share (excluding goodwill amortisation)</b>	1					
- Basic <sup>1/</sup>		104 Cents	95 Cents		94 Cents	
- Diluted <sup>1/</sup>		99 Cents	91 Cents		90 Cents	

Note:

1/ Earnings per share for the Quarters are annualised.

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### Unaudited Consolidated Balance Sheet As At

In S\$'million	Note	Mar 31 2003	Dec 31 2002 <sup>1/</sup>	Mar 31 2002	In S\$'million	Note	Mar 31 2003	Dec 31 2002 <sup>1/</sup>	Mar 31 2002
<b>SHARE CAPITAL</b>					<b>ASSETS</b>				
Share capital		1,555	1,555	1,539	Cash, and balances and placements with central banks		4,313	2,187	3,572
<b>RESERVES</b>									
Share premium account		2,166	2,163	1,961	Singapore Government securities and treasury bills		9,790	8,997	8,665
Other reserve		4,271	4,271	4,271	Trading securities		11,237	9,248	11,379
Capital redemption reserve		28	28	28	Balances, placements with, and loans and advances to banks		38,609	38,767	47,170
Capital reserve		(4)	(19)	26	Bills receivable from non-bank customers		1,505	1,574	1,466
General reserve		2,044	2,044	1,821	Loans and advances to non-bank customers		60,135	59,135	64,874
Revenue reserve		4,682	4,403	4,251	Investment securities		9,330	8,965	3,447
		<u>13,187</u>	<u>12,890</u>	<u>12,358</u>	Other assets		10,612	9,902	5,253
<b>SHAREHOLDERS' FUNDS</b>									
		14,742	14,445	13,897	Associated and joint venture companies		529	521	554
<b>MINORITY INTERESTS</b>									
		1,025	1,018	2,058	Fixed assets		2,211	2,261	2,522
<b>LIABILITIES</b>									
Subordinated term debts		5,873	5,786	6,115	Deferred tax assets		111	125	80
Deposits and balances of banks		7,625	4,877	8,948	Goodwill		7,599	7,693	5,136
Deposits and other accounts of non-bank customers		105,629	101,315	109,586					
Other debt securities in issue		4,664	4,337	3,491					
Other borrowings		548	563	803					
Bills payable		413	522	323					
Other liabilities		14,849	15,990	8,384					
Current taxation		489	402	369					
Deferred tax liabilities		124	120	144					
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>					<b>TOTAL ASSETS</b>				
		<u>155,981</u>	<u>149,375</u>	<u>154,118</u>			<u>155,981</u>	<u>149,375</u>	<u>154,118</u>
<b>MEMORANDUM ITEMS</b>									
Contingent liabilities		6,844	7,276	7,018					
Commitments		60,832	58,602	55,763					
		<u>67,676</u>	<u>65,878</u>	<u>62,781</u>					
Financial derivatives		1,233,989	778,767	599,986					

Note:

1/ Audited

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### Unaudited Consolidated Cash Flow Statement For The Period Ended March 31

In S\$'million	Mar 31 2003	Mar 31 2002
<b>Cash flows from operating activities</b>		
Net profit before taxation	403	415
<i>Adjustments for non-cash items:</i>		
Provision for possible loan losses and diminution in value of other assets	115	96
Depreciation of fixed assets	45	47
Goodwill amortisation	107	68
Share of profits less losses of associated and joint venture companies	(12)	(14)
Net loss on fixed assets	1	-
Net gain on investment securities	(27)	(7)
Operating profit before changes in operating assets & liabilities	632	605
<i>Increase/(Decrease) in:</i>		
Deposits and other accounts of non-bank customers	4,314	2,815
Deposits and balances of banks	2,748	503
Other liabilities including bills payable	(1,250)	(966)
<i>(Increase)/Decrease in:</i>		
Government securities and trading securities	(2,837)	(71)
Accounts receivable and other assets	(854)	488
Balances, placements with, and loans and advances, to other banks	158	(6,047)
Loans and advances to non-bank customers including bills receivable	(1,008)	1,783
<b>Net cash used in operating activities (1)</b>	1,903	(890)
<b>Cash flows from investing activities</b>		
Dividends from associated companies	10	10
Purchase of fixed assets	(13)	(10)
Purchase of investment securities	(932)	(717)
Proceeds from sale of fixed assets	8	45
Proceeds from sale of investment securities	747	1,635
<b>Net cash used in investing activities (2)</b>	(180)	963
<b>Cash flows from financing activities</b>		
<i>Increase/(Decrease) in:</i>		
Share capital and share premium	3	3
Debt securities and borrowings	398	(81)
Dividends paid to minority shareholders of subsidiary companies	(13)	(17)
<b>Net cash (used in)/generated from financing activities (3)</b>	388	(95)
Exchange translation adjustments (4)	15	2
<b>Net change in cash, and balances and placements with central banks (1)+(2)+(3)+(4)</b>	2,126	(20)
<b>Cash, and balances and placements with central banks as at January 1</b>	2,187	3,592
<b>Cash, and balances and placements with central banks as at December 31</b>	4,313	3,572

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### Unaudited Consolidated Statement Of Changes In Shareholders' Equity For The Period Ended March 31

In S\$' million (Consolidated)	Share Capital	Share Premium	Other Reserve	Capital Redemption Reserve	Capital Reserve	General Reserve	Revenue Reserve	Total Reserves
Balance at January 1, 2003	1,555	2,163	4,271	28	(19)	2,044	4,403	12,890
Exercise of share options pursuant to the DBSH Share Option Scheme/DBSH Share Option Plan	#	3	-	-	-	-	-	3
Net exchange translation adjustments during the period	-	-	-	-	15	#	-	15
Net profit attributable to members	-	-	-	-	-	-	279	279
<b>Balance at March 31, 2003</b>	<b>1,555</b>	<b>2,166</b>	<b>4,271</b>	<b>28</b>	<b>(4)</b>	<b>2,044</b>	<b>4,682</b>	<b>13,187</b>
Balance at January 1, 2002	1,538	1,958	4,271	28	24	1,821	3,888	11,990
Adjustment due to adoption of FRS 12	-	-	-	-	-	-	85	85
Balance at January 1, 2002 (restated)	1,538	1,958	4,271	28	24	1,821	3,973	12,075
Exercise of share options pursuant to the DBSH Share Option Scheme/DBSH Share Option Plan	1	3	-	-	-	-	-	3
Net exchange translation adjustments during the period	-	-	-	-	2	#	-	2
Net profit attributable to members	-	-	-	-	-	-	278	278
<b>Balance at March 31, 2002</b>	<b>1,539</b>	<b>1,961</b>	<b>4,271</b>	<b>28</b>	<b>26</b>	<b>1,821</b>	<b>4,251</b>	<b>12,358</b>

Note:

1/ #: Amount under S\$500,000

### Unaudited Statement Of Changes In Shareholders' Equity Of DBS Group Holdings Ltd For The Period Ended March 31

In S\$' million (Company)	Share Capital	Share Premium	Capital Redemption Reserve	Revenue Reserve	Total Reserves
Balance at January 1, 2003	1,555	2,163	28	3,201	5,392
Exercise of share options pursuant to the DBSH Share Option Scheme/DBSH Share Option Plan	#	3	-	-	3
Net profit attributable to members	-	-	-	#	#
<b>Balance at March 31, 2003</b>	<b>1,555</b>	<b>2,166</b>	<b>28</b>	<b>3,201</b>	<b>5,395</b>
Balance at January 1, 2002	1,538	1,958	28	2,060	4,046
Exercise of share options pursuant to the DBSH Share Option Scheme/DBSH Share Option Plan	1	3	-	-	3
Net profit attributable to members	-	-	-	#	#
<b>Balance at March 31, 2002</b>	<b>1,539</b>	<b>1,961</b>	<b>28</b>	<b>2,060</b>	<b>4,049</b>

Note:

1/ #: Amount under S\$500,000



## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### SELECTED NOTES TO THE ACCOUNTS

#### 1. EARNINGS PER ORDINARY SHARE

Basic earnings per ordinary share ("EPS") is calculated by dividing the DBSH Group's net profit attributable to members and after preference dividends by the weighted average number of ordinary shares in issue during the period.

In million	DBSH Group	
	1st Qtr 2003	1st Qtr 2002
Weighted average number of ordinary shares in issue (a)	1,469	1,447

In S\$'million	DBSH Group	
	1st Qtr 2003	1st Qtr 2002
Net profit attributable to members (annualised)	1,116	1,112
Less: Preference dividends (annualised)	20	21
Net profit attributable to members after adjustment of preference dividends (b)	1,096	1,091
Add: Goodwill amortisation (annualised)	429	271
Net profit attributable to members after adjustment of preference dividends and goodwill amortisation (c)	1,525	1,362
Basic Earnings Per Ordinary Share (Cents) (b)/(a)	75	75
Basic Earnings Per Ordinary Share (excluding goodwill amortisation) (Cents) (c)/(a)	104	94

For the purpose of calculating the diluted earnings per ordinary share, the weighted average number of ordinary shares in issue is adjusted to take into account the dilutive effect arising from the exercise of all outstanding share options granted to employees where such shares would be issued at a price lower than fair value (average share price during the period) and the full conversion of DBSH Non-voting Convertible Preference Shares ("CPS") and DBSH Non-voting redeemable CPS to ordinary shares.

The effect of the exercise of DBSH share options and conversion of DBSH Non-voting CPS and DBSH Non-voting redeemable CPS on the weighted average number of ordinary shares in issue is as follows:

In million	DBSH Group	
	1st Qtr 2003	1st Qtr 2002
Weighted average number of ordinary shares in issue	1,469	1,447
Dilutive effect of share options	#	1
Full conversion of DBSH Non-voting CPS	20	25
Full conversion of DBSH Non-voting redeemable CPS	66	66
Weighted average number of ordinary shares in issue assuming dilution (a)	1,555	1,539

Note:

1/ #: Amount under 500,000

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### 1. EARNINGS PER ORDINARY SHARE (Continued)

The effect of the exercise of DBSH share options and conversion of DBSH Non-voting CPS and DBSH Non-voting redeemable CPS on DBSH Group's net profit attributable to members is as follows:

In S\$'million	DBSH Group	
	1st Qtr 2003	1st Qtr 2002
Net profit attributable to members (annualised)	1,116	1,112
Less: Preference dividends (annualised)	20	21
Net profit attributable to members after adjustment of preference dividends	1,096	1,091
Adjustment to net profit arising from:		
(i) Full conversion of DBSH Non-voting CPS	5	6
(ii) Full conversion of DBSH Non-voting redeemable CPS	15	15
Adjusted net profit attributable to members (b)	1,116	1,112
Add: Goodwill amortisation (annualised)	429	271
Adjusted net profit attributable to members (excluding goodwill amortisation) (c)	1,545	1,383
Diluted Earnings Per Ordinary Share (Cents) (b)/(a)	72	72
Diluted Earnings Per Ordinary Share (excluding goodwill amortisation) (Cents) (c)/(a)	99	90

### 2. EXPOSURES TO MALAYSIA, INDONESIA, THAILAND, KOREA, THE PHILIPPINES (REGIONAL COUNTRIES), HONG KONG AND CHINA

At March 31, 2003, DBSH Group had assets in the Regional Countries amounting to S\$9,605 million (December 31, 2002: S\$8,282 million; March 31, 2002: S\$8,565 million) and in Hong Kong and China amounting to S\$27,223 million (December 31, 2002: S\$27,161 million; March 31, 2002: S\$32,113 million). 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.

In S\$' million	DBSH Group					
	Mar 31, 2003		Dec 31, 2002		Mar 31, 2002	
	Assets	NPLs <sup>1/</sup>	Assets	NPLs <sup>1/</sup>	Assets	NPLs <sup>1/</sup>
Malaysia	1,004	290	952	329	899	403
Indonesia	472	98	422	110	497	108
Thailand (excluding DTDB)	247	195	303	197	327	223
Korea	3,340	17	2,341	17	1,978	22
The Philippines	715	38	700	37	1,133	28
Sub-Total	5,778	638	4,718	690	4,834	784
DTDB	3,827	919	3,564	905	3,731	995
<b>Total Regional Countries</b>	<b>9,605</b>	<b>1,557</b>	<b>8,282</b>	<b>1,595</b>	<b>8,565</b>	<b>1,779</b>
Hong Kong	25,857	780	25,777	772	30,862	1,011
China	1,366	153	1,384	167	1,251	115
<b>Total</b>	<b>36,828</b>	<b>2,490</b>	<b>35,443</b>	<b>2,534</b>	<b>40,678</b>	<b>2,905</b>

Note:

1/ NPLs include classified bank loans, contingent facilities and debt instruments.

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### 2. EXPOSURES TO MALAYSIA, INDONESIA, THAILAND, KOREA, THE PHILIPPINES (REGIONAL COUNTRIES), HONG KONG AND CHINA (Continued)

The DBSH Group's exposures to these countries at March 31, 2003 are as follows:

In S\$'million	Loans and debt securities			Investments	Total	Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure	
	Central Banks & Govt. Securities	Non-Bank <sup>1/</sup>					Amount	As a % of Total Assets
Assets in	Bank	Securities	Bank <sup>1/</sup>	(d)	(e)= (a+b+c+d)	(f)	(g)=(e-f)	(h)
Malaysia	823	4	737	91	1,655	651	1,004	0.6%
Indonesia	152	119	240	73	584	112	472	0.3%
Thailand (excluding DTDB)	61	15	204	74	354	107	247	0.2%
Korea	2,926	625	480	12	4,043	703	3,340	2.1%
The Philippines	37	40	158	485	720	5	715	0.5%
Sub-Total	3,999	803	1,819	735	7,356	1,578	5,778	3.7%
DTDB	75	325	3,333	94	3,827	-	3,827	2.5%
<b>Total Regional Countries</b>	<b>4,074</b>	<b>1,128</b>	<b>5,152</b>	<b>829</b>	<b>11,183</b>	<b>1,578</b>	<b>9,605</b>	<b>6.2%</b>
Hong Kong <sup>2/</sup>	1,108	2,140	22,890	13,713	39,851	13,994	25,857	16.6%
China	993	13	704	-	1,710	344	1,366	0.9%
<b>Total</b>	<b>6,175</b>	<b>3,281</b>	<b>28,746</b>	<b>14,542</b>	<b>52,744</b>	<b>15,916</b>	<b>36,828</b>	<b>23.7%</b>

Notes:

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

2/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

The DBSH Group's exposures to these countries at December 31, 2002 are as follows:

In S\$'million	Loans and debt securities			Investments	Total	Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure	
	Central Banks & Govt. Securities	Non-Bank <sup>1/</sup>					Amount	As a % of Total Assets
Assets in	Bank	Securities	Bank <sup>1/</sup>	(d)	(e)= (a+b+c+d)	(f)	(g)=(e-f)	(h)
Malaysia	743	4	677	89	1,513	561	952	0.6%
Indonesia	109	73	247	72	501	79	422	0.3%
Thailand (excluding DTDB)	98	23	244	73	438	135	303	0.2%
Korea	1,724	249	418	4	2,395	54	2,341	1.6%
The Philippines	20	49	143	493	705	5	700	0.5%
Sub-Total	2,694	398	1,729	731	5,552	834	4,718	3.2%
DTDB	59	282	3,141	82	3,564	-	3,564	2.3%
<b>Total Regional Countries</b>	<b>2,753</b>	<b>680</b>	<b>4,870</b>	<b>813</b>	<b>9,116</b>	<b>834</b>	<b>8,282</b>	<b>5.5%</b>
Hong Kong <sup>2/</sup>	1,830	2,372	22,303	10,346	36,851	11,074	25,777	17.3%
China	1,001	27	718	-	1,746	362	1,384	0.9%
<b>Total</b>	<b>5,584</b>	<b>3,079</b>	<b>27,891</b>	<b>11,159</b>	<b>47,713</b>	<b>12,270</b>	<b>35,443</b>	<b>23.7%</b>

Notes:

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

2/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES

### 2. EXPOSURES TO MALAYSIA, INDONESIA, THAILAND, KOREA, THE PHILIPPINES (REGIONAL COUNTRIES), HONG KONG AND CHINA (Continued)

The DBSH Group's exposures to these countries at March 31, 2002 are as follows:

In S\$'million	Loans and debt securities			Investments	Total	Less: Intercompany Loans/ Investments in Financial Subsidiaries/ Overseas Branches	Net Exposure	
	Bank	Central Banks & Govt. Securities	Non-Bank <sup>1/</sup>				Amount	As a % of Total Assets
Assets in	(a)	(b)	(c)	(d)	(e)= (a+b+c+d)	(f)	(g)=(e-f)	(h)
Malaysia	762	10	749	90	1,611	712	899	0.6%
Indonesia	160	87	289	45	581	84	497	0.3%
Thailand (excluding DTDB)	75	9	289	79	452	125	327	0.2%
Korea	1,222	383	478	4	2,087	109	1,978	1.3%
The Philippines	79	98	119	843	1,139	6	1,133	0.8%
Sub-Total	2,298	587	1,924	1,061	5,870	1,036	4,834	3.2%
DTDB	58	275	3,311	88	3,732	1	3,731	2.4%
<b>Total Regional Countries</b>	<b>2,356</b>	<b>862</b>	<b>5,235</b>	<b>1,149</b>	<b>9,602</b>	<b>1,037</b>	<b>8,565</b>	<b>5.6%</b>
Hong Kong <sup>2/</sup>	3,036	3,894	24,750	10,751	42,431	11,569	30,862	20.0%
China	926	34	875	1	1,836	585	1,251	0.8%
<b>Total</b>	<b>6,318</b>	<b>4,790</b>	<b>30,860</b>	<b>11,901</b>	<b>53,869</b>	<b>13,191</b>	<b>40,678</b>	<b>26.4%</b>

Notes:

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

2/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

### 3. NON-PERFORMING LOANS AND PROVISIONS

At March 31, 2003, DBSH Group's total non-performing loans amounted to S\$4,133 million (December 31, 2002: S\$4,224 million; March 31, 2002: S\$4,503 million). Out of the total NPLs of S\$4,133 million:

- S\$2,836 million (68%) [December 31, 2002: S\$2,883 million (68%); March 31, 2002: S\$3,094 million (69%)] were in the substandard category; and
- S\$2,085 million (50%) [December 31, 2002: S\$2,153 million (51%); March 31, 2002: S\$2,442 million (64%)] were secured by collateral.

Total cumulative specific and general provisions at March 31, 2003 amounted to 121% (December 31, 2002: 121%; March 31, 2002: 132%) of unsecured NPLs.

## 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, 2003 are as follows:

In S\$'million	Regional Countries				Other Countries	Total
	Singapore	Hong Kong <sup>1/</sup>	DTDB <sup>2/</sup>	Others		
<b>Non- Performing Loans (NPLs)</b>	1,486	780	919	638	310	4,133
- Substandard	1,017	344	821	445	209	2,836
- Doubtful	23	226	7	79	65	400
- Loss	446	210	91	114	36	897
<b>NPLs as a % of:</b>						
- Total loans in the respective countries	3.9%	3.4%	24.0%	8.7%	1.0%	4.0%
- Group total assets	1.0%	0.5%	0.6%	0.4%	0.2%	2.6%
<b>Non-bank NPLs as a % of non-bank loans in the respective countries</b>	4.0%	3.4%	26.4%	34.8%	8.5%	5.9%
<b>Total Cumulative Provisions</b>	866	462	559	428	162	2,477
- Specific provisions	513	231	378	242	110	1,474
- General provisions	353	231	181	186	52	1,003
<b>Total Cumulative Provisions as a % of:</b>						
- Total loans in the respective countries	2.2%	2.0%	14.6%	5.8%	0.5%	2.4%
- Group total assets	0.6%	0.3%	0.4%	0.3%	0.1%	1.6%
- NPLs in the respective countries	58%	59%	61%	67%	52%	60%
- Unsecured NPLs in the respective countries	153%	171%	112%	96%	61%	121%

Notes:

1/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

2/ Includes special general provisions for regional exposures and additional specific provisions for DBS Thai Danu Public Company Limited ("DTDB")'s loans which are booked in Singapore.

Details of DBSH Group's NPLs and provisions at December 31, 2002 are as follows:

In S\$'million	Regional Countries				Other Countries	Total
	Singapore	Hong Kong <sup>1/</sup>	DTDB <sup>2/</sup>	Others		
<b>Non- Performing Loans (NPLs)</b>	1,546	772	905	690	311	4,224
- Substandard	1,051	348	815	466	203	2,883
- Doubtful	23	203	7	96	68	397
- Loss	472	221	83	128	40	944
<b>NPLs as a % of:</b>						
- Total loans in the respective countries	4.0%	3.4%	25.4%	12.4%	1.0%	4.1%
- Group total assets	1.0%	0.5%	0.6%	0.5%	0.2%	2.8%
<b>Non-bank NPLs as a % of non-bank loans in the respective countries</b>	4.2%	3.5%	27.0%	40.6%	8.7%	6.1%
<b>Total Cumulative Provisions</b>	879	449	553	458	161	2,500
- Specific provisions	527	227	372	273	112	1,511
- General provisions	352	222	181	185	49	989
<b>Total Cumulative Provisions as a % of:</b>						
- Total loans in the respective countries	2.2%	2.0%	15.5%	8.2%	0.5%	2.4%
- Group total assets	0.6%	0.3%	0.4%	0.3%	0.1%	1.7%
- NPLs in the respective countries	57%	58%	61%	66%	52%	59%
- Unsecured NPLs in the respective countries	149%	170%	119%	95%	59%	121%

Notes:

1/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

2/ Includes special general provisions for regional exposures and additional specific provisions for DBS Thai Danu Public Company Limited ("DTDB")'s loans which are booked in Singapore.

## 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, 2002 are as follows:

In S\$'million	Regional Countries				Other Countries	Total
	Singapore	Hong Kong <sup>1/</sup>	DTDB <sup>2/</sup>	Others		
<b>Non- Performing Loans (NPLs)</b>	1,478	1,011	995	784	235	4,503
- Substandard	1,144	472	797	540	141	3,094
- Doubtful	10	324	19	109	26	488
- Loss	324	215	179	135	68	921
<b>NPLs as a % of:</b>						
- Total loans in the respective countries	3.5%	3.9%	26.7%	13.4%	0.6%	3.9%
- Group total assets	1.0%	0.7%	0.6%	0.5%	0.2%	2.9%
<b>Non-bank NPLs as a % of non-bank loans in the respective countries</b>	3.6%	4.1%	28.7%	35.8%	6.5%	5.9%
<b>Total Cumulative Provisions</b>	820	541	734 <sup>3/</sup>	471	155	2,721
- Specific provisions	447	299	552	255	113	1,666
- General provisions	373	242	182	216	42	1,055
<b>Total Cumulative Provisions as a % of:</b>						
- Total loans in the respective countries	1.9%	2.1%	19.7%	8.0%	0.4%	2.3%
- Group total assets	0.5%	0.4%	0.5%	0.3%	0.1%	1.8%
- NPLs in the respective countries	55%	53%	74%	60%	66%	60%
- Unsecured NPLs in the respective countries	155%	148%	158%	89%	92%	132%

Notes:

1/ Includes DHG, DBS Group Holdings (Hong Kong) Ltd and Hong Kong Branch operations.

2/ Includes special general provisions for regional exposures and additional specific provisions for DBS Thai Danu Public Company Limited ("DTDB")'s loans which are booked in Singapore.

3/ Includes provision of S\$145 million in respect of foreclosed properties in DTDB.

#### Industry Analysis Of Non-Performing Loans

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

In S\$'million	DBSH Group					
	Mar 31, 2003		Dec 31, 2002		Mar 31, 2002	
	Outstanding	Specific Provisions	Outstanding	Specific Provisions	Outstanding	Specific Provisions
Manufacturing	948	404	947	414	1,044	449
Building and Construction	561	204	589	203	704	228
Housing Loans	188	50	193	49	219	53
General Commerce	720	290	742	295	751	349
Transportation, Storage and Communications	118	36	142	37	244	65
Financial Institutions, Investment and Holding Companies	435	124	455	135	464	141
Professionals and Private Individuals (except Housing Loans)	444	189	427	186	428	185
Others	719	177	729	192	649	196
<b>Total</b>	<b>4,133</b>	<b>1,474</b>	<b>4,224</b>	<b>1,511</b>	<b>4,503</b>	<b>1,666</b>