

Deutsche Bank (Malaysia) Berhad

Company No. 312552-W

# **Deutsche Bank (Malaysia) Berhad**

(Company No. 312552-W)

(Incorporated in Malaysia)

**Basel II Pillar 3 Report**

**30 June 2013**



# Deutsche Bank (Malaysia) Berhad

(Company No. 312552-W)

(Incorporated in Malaysia)

## 1 Regulatory capital requirement

### Disclosure on capital adequacy under the Standardised approach

Group and Bank  
30 June 2013

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Minimum Capital Requirement at 8%
<b>Credit Risk</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>On-Balance Sheet Exposures</u></b>				
Sovereigns/Central Banks	2,834,766	106,806	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,435,821	1,435,821	542,385	43,391
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	671,999	671,999	670,812	53,665
Regulatory Retail	1,266	1,266	950	76
Residential Mortgages	24,396	24,396	8,716	697
Higher Risk Assets	-	-	-	-
Other Assets	126,170	126,170	123,228	9,858
Equity Exposure	1,631	1,631	1,861	149
Defaulted Exposures	5,612	5,612	5,612	449
<b>Total On-Balance Sheet Exposures</b>	<b>5,101,661</b>	<b>2,373,701</b>	<b>1,353,564</b>	<b>108,285</b>
<b><u>Off-Balance Sheet Exposures</u></b>				
OTC Derivatives	6,681,764	6,475,985	3,028,013	242,241
Credit Derivatives	96,697	96,697	26,326	2,106
Defaulted Exposures	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>6,778,461</b>	<b>6,572,682</b>	<b>3,054,339</b>	<b>244,347</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>11,880,122</b>	<b>8,946,383</b>	<b>4,407,903</b>	<b>352,632</b>
<b>Large Exposures Risk Requirements</b>			-	-
<b>Market Risk (Standardised approach)</b>	<b>Long Position</b>	<b>Short Position</b>		
Interest Rate Risk	169,969,819	162,512,463	3,313,438	265,075
Foreign Currency Risk	2,259,630	144,006	2,259,634	180,771
Options	20,610	-	1,020,263	81,621
<b>Operational Risk</b>			425,133	34,011
<b>Total RWA and capital requirements</b>			<b>11,426,371</b>	<b>914,110</b>

# Under RWCAF, exposures to the Federal Government of Malaysia, Bank Negara Malaysia, overseas federal governments and central banks of their respective jurisdictions are accorded a preferential sovereign risk weight of 0%.

# Deutsche Bank (Malaysia) Berhad

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## 1 Regulatory capital requirement (continued)

### Disclosure on capital adequacy under the Standardised approach (continued)

Group and Bank

31 Dec 2012

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Minimum Capital Requirement at 8%
<b>Credit Risk</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>On-Balance Sheet Exposures</u></b>				
Sovereigns/Central Banks #	2,880,024	123,164	-	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	650,491	650,491	305,904	24,472
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	669,419	669,419	647,455	51,796
Regulatory Retail	887	887	665	53
Residential Mortgages	25,351	25,351	9,032	723
Higher Risk Assets	-	-	-	-
Other Assets	154,661	154,661	152,241	12,179
Equity Exposure	1,631	1,631	533	43
Defaulted Exposures	6,262	6,262	6,262	501
<b>Total On-Balance Sheet Exposures</b>	<b>4,388,726</b>	<b>1,631,866</b>	<b>1,122,092</b>	<b>89,767</b>
<b><u>Off-Balance Sheet Exposures</u></b>				
OTC Derivatives	6,410,946	6,192,644	2,829,247	226,340
Credit Derivatives	72,369	72,369	19,366	1,549
Defaulted Exposures	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>6,483,315</b>	<b>6,265,013</b>	<b>2,848,613</b>	<b>227,889</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>10,872,041</b>	<b>7,896,879</b>	<b>3,970,705</b>	<b>317,656</b>
<b>Large Exposures Risk Requirements</b>			-	-
<b>Market Risk (Standardised approach)</b>	156,542,997	149,800,604		
Interest Rate Risk	957,450	-	4,004,903	320,392
Foreign Currency Risk	57,981	-	957,450	76,596
Options	157,558,428	149,800,604	484,775	38,782
<b>Operational Risk</b>			420,593	33,648
<b>Total RWA and capital requirements</b>			<b>9,838,426</b>	<b>787,074</b>

# Under RWCAF, exposures to the Federal Government of Malaysia, Bank Negara Malaysia, overseas federal governments and central banks of their respective jurisdictions are accorded a preferential sovereign risk weight of 0%.

## Deutsche Bank (Malaysia) Berhad

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### 2 Credit Risk

#### 2.1 Geographic distribution of credit exposures, broken down in significant areas by major types of gross credit exposures

##### Group and Bank

30 June 2013

Credit Exposure Category	Geography						Total RM'000
	America RM'000	Europe RM'000	India RM'000	Malaysia RM'000	Singapore RM'000	Others RM'000	
Sovereigns/Central Banks	-	-	-	2,843,816	-	-	2,843,816
Banks, DFIs & MDBs	273,998	937,579	37,174	5,020,146	412,538	179,368	6,860,803
Public Sector Entities	-	-	-	21,530	-	-	21,530
Insurance Companies, Securities Firms and Fund Managers	-	-	-	5,135	-	-	5,135
Corporates	-	57,013	-	1,932,725	-	-	1,989,738
Regulatory Retails	-	-	-	1,266	-	-	1,266
Residential Mortgages	-	-	-	24,421	-	-	24,421
Other Asset	-	-	-	126,170	-	-	126,170
Equity Exposure	-	-	-	1,631	-	-	1,631
Defaulted Exposures	-	-	-	5,612	-	-	5,612
Grand Total	273,998	994,592	37,174	9,982,452	412,538	179,368	11,880,122

##### Group and Bank

31 Dec 2012

Credit Exposure Category	Geography						Total RM'000
	America RM'000	Europe RM'000	India RM'000	Malaysia RM'000	Singapore RM'000	Others RM'000	
Sovereigns/Central Banks	-	-	-	2,895,692	-	-	2,895,692
Banks, DFIs & MDBs	204,977	776,924	18,858	4,127,755	643,015	258,928	6,030,457
Public Sector Entities	-	-	-	21,530	-	-	21,530
Insurance Companies, Securities Firms and Fund Managers	-	-	-	5,019	-	-	5,019
Corporates	-	55,101	-	1,675,432	-	-	1,730,533
Regulatory Retails	-	-	-	887	-	-	887
Residential Mortgages	-	-	-	25,369	-	-	25,369
Other Asset	-	-	-	154,661	-	-	154,661
Equity Exposure	-	-	-	1,631	-	-	1,631
Defaulted Exposures	-	-	-	6,262	-	-	6,262
Grand Total	204,977	832,025	18,858	8,914,238	643,015	258,928	10,872,041

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## 2 Credit Risk (continued)

### 2.2 Distribution of exposures by sector or economic purpose, broken down by major types of gross credit exposures

#### Group and Bank 30 June 2013

Credit Exposure	Construction	Education, Health & Others	Electricity, Gas & Water Supply	Finance, Insurance, Real Estate & Business Activities	Household	Manufacturing	Mining & Quarrying	Others	Primary Agriculture	Transport, Storage & Communication	Wholesale & Retail Trade & Restaurants & Hotels	Total RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Sovereigns/Central Banks	-	-	-	2,843,816	-	-	-	-	-	-	-	2,843,816
Public Sector Entities	-	-	-	21,530	-	-	-	-	-	-	-	21,530
Banks, DFIs & MDBs	-	-	-	6,860,803	-	-	-	-	-	-	-	6,860,803
Insurance Companies, Securities Firms and Fund Managers	-	-	-	5,135	-	-	-	-	-	-	-	5,135
Corporates	72,964	45,997	-	494,316	-	779,949	166,969	3,054	23,981	193,185	209,323	1,989,738
Regulatory Retail	-	-	-	-	1,266	-	-	-	-	-	-	1,266
Residential Mortgages	-	-	-	-	24,421	-	-	-	-	-	-	24,421
Other Assets	-	-	-	126,170	-	-	-	-	-	-	-	126,170
Equity Exposure	-	-	-	1,631	-	-	-	-	-	-	-	1,631
Defaulted Exposures	-	-	-	-	4,522	1,090	-	-	-	-	-	5,612
<b>Grand Total</b>	<b>72,964</b>	<b>45,997</b>	<b>-</b>	<b>10,353,401</b>	<b>30,209</b>	<b>781,039</b>	<b>166,969</b>	<b>3,054</b>	<b>23,981</b>	<b>193,185</b>	<b>209,323</b>	<b>11,880,122</b>

#### Group and Bank 31 Dec 2012

Credit Exposure	Construction	Education, Health & Others	Electricity, Gas & Water Supply	Finance, Insurance, Real Estate & Business Activities	Household	Manufacturing	Mining & Quarrying	Others	Primary Agriculture	Transport, Storage & Communication	Wholesale & Retail Trade & Restaurants & Hotels	Total RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Sovereigns/Central Banks	-	-	-	2,895,692	-	-	-	-	-	-	-	2,895,692
Public Sector Entities	-	-	-	21,530	-	-	-	-	-	-	-	21,530
Banks, DFIs & MDBs	-	-	-	6,030,457	-	-	-	-	-	-	-	6,030,457
Insurance Companies, Securities Firms and Fund Managers	-	-	-	5,019	-	-	-	-	-	-	-	5,019
Corporates	67,643	44,469	3	282,111	-	704,178	133,116	3,483	19,501	183,843	292,186	1,730,533
Regulatory Retail	-	-	-	-	887	-	-	-	-	-	-	887
Residential Mortgages	-	-	-	-	25,369	-	-	-	-	-	-	25,369
Other Assets	-	-	-	154,661	-	-	-	-	-	-	-	154,661
Equity Exposure	-	-	-	1,631	-	-	-	-	-	-	-	1,631
Defaulted Exposures	-	-	-	-	4,786	1,476	-	-	-	-	-	6,262
<b>Grand Total</b>	<b>67,643</b>	<b>44,469</b>	<b>3</b>	<b>9,391,101</b>	<b>31,042</b>	<b>705,654</b>	<b>133,116</b>	<b>3,483</b>	<b>19,501</b>	<b>183,843</b>	<b>292,186</b>	<b>10,872,041</b>

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### 2 Credit Risk (continued)

#### 2.3 Residual contractual maturity breakdown by major types of gross credit exposures

##### Group and Bank

30 June 2013

Credit Exposure	Maturity			Total RM'000
	Upto 1year	1-5 year	> 5 years	
Sovereigns/Central Banks	2,843,816	-	-	2,843,816
Public Sector Entities	-	21,530	-	21,530
Banks, DFIs & MDBs	2,246,452	3,113,857	1,500,494	6,860,803
Insurance Cos, Securities Firms & Fund Managers	2,105	-	3,030	5,135
Corporates	1,662,823	267,039	59,876	1,989,738
Regulatory Retail	1,266	-	-	1,266
Residential Mortgages	24,421	-	-	24,421
Other Assets	126,170	-	-	126,170
Equity Exposure	1,631	-	-	1,631
Defaulted Exposures	5,612	-	-	5,612
<b>Grand Total</b>	<b>6,914,296</b>	<b>3,402,426</b>	<b>1,563,400</b>	<b>11,880,122</b>

##### Group and Bank

31 Dec 2012

Credit Exposure	Maturity			Total RM'000
	Upto 1year	1-5 year	> 5 years	
Sovereigns/Central Banks	2,895,692	-	-	2,895,692
Public Sector Entities	-	21,530	-	21,530
Banks, DFIs & MDBs	1,326,877	2,902,673	1,800,907	6,030,457
Insurance Cos, Securities Firms & Fund Managers	2,707	-	2,312.00	5,019
Corporates	1,422,301	223,611	84,621	1,730,533
Regulatory Retail	887	0	0	887
Residential Mortgages	25,369.00	0	0	25,369
Other Assets	154,661	-	-	154,661
Equity Exposure	1,631	-	-	1,631
Defaulted Exposures	4,786	1,476	0	6,262
<b>Grand Total</b>	<b>5,834,911</b>	<b>3,149,290</b>	<b>1,887,840</b>	<b>10,872,041</b>

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### 2. Credit Risk (continued)

#### 2.4 Impaired loans and impairment provisions by sector

Impaired loans, advances and financing analysed by economic purpose which are wholly incurred in Malaysia are as follows:

	Group and Bank	
	2013	2012
	RM'000	RM'000
Manufacturing	2,368	3,209
Purchase of landed properties - residential	4,912	5,196
Others	45	43
	<u>7,325</u>	<u>8,448</u>

#### 2.5 Reconciliation of loan impairment provisions

Movements in gross impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank	
	2013	2012
	RM'000	RM'000
Balance at 1 January	8,448	9,867
Classified as impaired during the year	1,107	2,718
Reclassified as non-impaired during the year	(1,041)	(1,507)
Amount recovered	(1,189)	(2,630)
Amount written off	0	0
	<u>7,325</u>	<u>8,448</u>
At 30 June 2013 / 31 December 2012		
Gross impaired loans as a percentage of gross loans, advances and financing	<u>0.98%</u>	<u>1.18%</u>

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### 2 Credit Risk (continued)

#### 2.5 Reconciliation of loan impairment provisions (continued)

Movements in collective assessment allowance for impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank	
	2013	2012
	RM'000	RM'000
<b><u>Collective Assessment Allowance</u></b>		
At 1 January <sup>#</sup>	6,961	7,771
Allowance / (Reversal) made during the year	1,855	(810)
At 30 June 2013 / 31 December 2012	8,816	6,961

# The comparatives for collective assessment allowance and total allowances for impaired loans, advances and financing have been restated for the effects of change in accounting policy on collective assessment allowance for loans, advances and financing during the previous financial year.

Movements in individual assessment allowance for impaired loans, advances and financing which are all wholly incurred in Malaysia:

	Group and Bank			
	2013	2013	2012	2012
	RM'000	RM'000	RM'000	RM'000
<b><u>Individual Assessment Allowance</u></b>	Household	Manufacturing	Household	Manufacturing
At 1 January	453	1,733	493	2,260
Allowance made during year:	69	56	162	702
Amount recovered	(70)	(510)	(202)	(1,229)
At 30 June	452	1,279	453	1,733
Direct impact to Income Statement:				
Impairment recovered	(70)	(510)	(202)	(1,229)
	(70)	(510)	(202)	(1,229)



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### 2 Credit Risk (continued)

#### 2.6 Exposures under the Standardised approach

The following table set out analysis of risk weights under the Standardised approach for the Group and the Bank.

Group and Bank

30 June 2013

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	115,856	-	-	-	-	-	-	-	2,942	-	118,798	-
20%	-	-	3,393,426	-	20,675	-	-	-	-	-	3,414,101	682,820
35%	-	-	-	-	-	-	23,215	-	-	-	23,215	8,125
50%	-	-	3,257,055	-	88,214	-	1,181	-	-	-	3,346,450	1,673,225
75%	-	-	-	-	-	1,266	-	-	-	-	1,266	950
100%	-	21,530	5,527	5,135	1,880,980	-	4,522	-	123,228	1,611	2,042,533	2,042,533
1250%	-	-	-	-	-	-	-	-	-	20	20	250
<b>Total Exposures</b>	<b>115,856</b>	<b>21,530</b>	<b>6,656,008</b>	<b>5,135</b>	<b>1,989,869</b>	<b>1,266</b>	<b>28,918</b>	<b>-</b>	<b>126,170</b>	<b>1,631</b>	<b>8,946,383</b>	<b>4,407,903</b>
<b>Risk-Weighted Assets by Exposures</b>	<b>-</b>	<b>21,530</b>	<b>2,312,739</b>	<b>5,135</b>	<b>1,929,222</b>	<b>950</b>	<b>13,238</b>	<b>-</b>	<b>123,228</b>	<b>1,861</b>	<b>4,407,903</b>	
<b>Average Risk Weight</b>	<b>-</b>	<b>100.0%</b>	<b>34.7%</b>	<b>100.0%</b>	<b>97.0%</b>	<b>75.0%</b>	<b>45.8%</b>	<b>0.0%</b>	<b>97.7%</b>	<b>114.1%</b>	<b>49.3%</b>	
<b>Deduction from Capital Base</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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### 2 Credit Risk (continued)

#### 2.6 Exposures under the Standardised approach (continued)

Group and Bank

31 Dec 2012

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets	
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	138,832	-	-	-	-	-	-	-	2,420	20	141,272	-	
20%	-	-	2,631,791	-	42,193	-	-	-	-	1,348	2,675,332	535,066	
35%	-	-	-	-	-	-	24,288	-	-	-	24,288	8,501	
50%	-	-	3,181,933	-	74,259	-	1,063	-	-	-	3,257,255	1,628,627	
75%	-	-	-	-	-	887	-	-	-	-	887	665	
100%	-	21,530	-	5,019	1,614,006	-	4,786	-	152,241	263	1,797,845	1,797,846	
150%	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Exposures</b>	138,832	21,530	5,813,724	5,019	1,730,458	887	30,137	-	154,661	1,631	7,896,879	3,970,705	
<b>Risk-Weighted Assets by Exposures</b>	-	21,530	2,117,324	5,019	1,659,575	665	13,818	-	152,241	533	3,970,705		
<b>Average Risk Weight</b>	-	100.0%	36.4%	100.0%	95.9%	75.0%	45.9%	0.0%	98.4%	32.7%	50.3%		
<b>Deduction from Capital Base</b>	-	-	-	-	-	-	-	-	-	-	-	-	

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### 2 Credit Risk (continued)

#### 2.7 Credit Risk Mitigation

The following tables disclose the total exposure before the effect of Credit Risk Mitigation ("CRM") and the exposures covered by guarantees, credit derivatives, and eligible financial collateral.

#### Group and Bank

30 June 2013

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<b>Credit Risk</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>On-Balance Sheet Exposures</u></b>				
Sovereigns/Central Banks	2,834,765	-	2,727,959	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	1,435,821	-	-	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	672,000	-	-	-
Regulatory Retail	1,266	-	-	-
Residential Mortgages	24,396	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	126,170	-	-	-
Equity Exposure	1,631	-	-	-
Defaulted Exposures	5,612	-	-	-
<b>Total On-Balance Sheet Exposures</b>	<b>5,101,661</b>	<b>-</b>	<b>2,727,959</b>	<b>-</b>
<b><u>Off-Balance Sheet Exposures</u></b>				
OTC Derivatives	6,681,764	236,653	205,780	-
Credit Derivatives	96,697	-	-	-
Defaulted Exposures	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>6,778,461</b>	<b>236,653</b>	<b>205,780</b>	<b>-</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>11,880,122</b>	<b>236,653</b>	<b>2,933,739</b>	<b>-</b>

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### 2 Credit Risk (continued)

#### 2.7 Credit Risk Mitigation (continued)

Group and Bank

31 Dec 2012

Exposure Class	Exposures before CRM	Exposures Covered by Guarantees/Credit Derivatives	Exposures Covered by Eligible Financial Collateral	Exposures Covered by Other Eligible Collateral
<b>Credit Risk</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>On-Balance Sheet Exposures</u></b>				
Sovereigns/Central Banks	2,880,024	-	2,756,860	-
Public Sector Entities	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	650,491	-	-	-
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-
Corporates	669,419	-	-	-
Regulatory Retail	887	-	-	-
Residential Mortgages	25,351	-	-	-
Higher Risk Assets	-	-	-	-
Other Assets	154,661	-	-	-
Equity Exposure	1,631	-	-	-
Defaulted Exposures	6,262	-	-	-
<b>Total On-Balance Sheet Exposures</b>	<b>4,388,726</b>	<b>-</b>	<b>2,756,860</b>	<b>-</b>
<b><u>Off-Balance Sheet Exposures</u></b>				
OTC Derivatives	5,335,600	275,143	218,302	-
Credit Derivatives	1,147,715	-	-	-
Defaulted Exposures	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>6,483,315</b>	<b>275,143</b>	<b>218,302</b>	<b>-</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>10,872,041</b>	<b>275,143</b>	<b>2,975,162</b>	<b>-</b>

## Deutsche Bank (Malaysia) Berhad

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### 2 Credit Risk (continued)

#### 2.8 Off Balance Sheet Exposures and Counterparty Credit Risk (continued)

The following tables analyse the Group's and Bank's off-balance sheet and counterparty credit risk.

	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000
<b>Direct Credit Substitutes</b>	10		10	10
<b>Transaction related contingent Items</b>	1,559,487		779,743	625,783
<b>Short Term Self Liquidating trade related contingencies</b>	248,163		49,633	40,137
<b>Foreign exchange related contracts</b>				
One year or less	21,609,488	233,731	501,729	216,531
Over one year to five years	18,491,484	290,157	1,467,184	642,289
Over five years	3,384,731	28,403	475,773	170,823
<b>Interest/Profit rate related contracts</b>				
One year or less	24,304,109	17,473	58,442	17,629
Over one year to five years	62,260,973	269,007	1,795,905	567,385
Over five years	13,181,696	183,854	1,087,628	367,285
<b>Equity related contracts</b>				
One year or less	840,939	5,701	89,794	44,893
Over one year to five years	253,186	7,465	30,806	15,403
Over five years	-	-	-	-
<b>Credit Derivative Contracts</b>				
One year or less	-	-	-	-
Over one year to five years	1,691,866	23,360	96,697	26,326
Over five years	-	-	-	-
<b>Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year</b>	51	-	26	26
<b>Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year</b>	1,725,456		345,091	319,819
<b>Total</b>	<b>149,551,639</b>	<b>1,059,151</b>	<b>6,778,461</b>	<b>3,054,339</b>

## Deutsche Bank (Malaysia) Berhad

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### 2 Credit Risk (continued)

#### 2.8 Off Balance Sheet Exposures and Counterparty Credit Risk (continued)

Group and Bank

31 Dec 2012

	Principal Amount	Positive Fair Value of Derivative Contracts	Credit Equivalent Amount	Risk Weighted Assets
	RM'000	RM'000	RM'000	RM'000
<b>Direct Credit Substitutes</b>	-		-	-
Transaction related contingent Items	1,405,487		702,743	553,732
Short Term Self Liquidating trade related contingencies	71,405		14,281	11,537
<b>Foreign exchange related contracts</b>				
One year or less	14,272,430	49,742	222,531	108,755
Over one year to five years	14,336,298	257,990	1,187,330	510,537
Over five years	5,075,046	168,448	868,814	360,678
<b>Interest/Profit rate related contracts</b>				
One year or less	25,729,967	31,254	79,918	26,236
Over one year to five years	60,462,549	205,924	1,831,124	587,114
Over five years	11,973,104	291,718	1,100,680	349,787
<b>Equity related contracts</b>				
One year or less	821,382	4,946	87,276	43,255
Over one year to five years	277,623	776	34,092	16,988
Over five years	-	-	-	-
<b>Credit Derivative Contracts</b>				
One year or less	-	-	-	-
Over one year to five years	1,147,715	20,957	72,369	19,366
Over five years	-	-	-	-
<b>Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year</b>				
	-		-	-
<b>Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year</b>				
	1,410,783		282,157	260,628
<b>Total</b>	<b>136,983,789</b>	<b>1,031,755</b>	<b>6,483,315</b>	<b>2,848,613</b>

# Deutsche Bank (Malaysia) Berhad

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## 3. Islamic Bank Operations

### Islamic Banking Window - Risk Weighted Assets and Capital Requirements for Credit Risk (2013)

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Risk-Weighted Assets Absorbed by PSIA	Total Risk-Weighted Assets after effects of PSIA	Minimum Capital Requirement at 8%
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Credit Risk</b>						
<u><i>On-Balance Sheet Exposures</i></u>						
Sovereigns/Central Banks	342	342	-	-	-	-
Public Sector Entities	-	-	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	187	187	94	-	-	8
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-	-	-
Corporates	-	-	-	-	-	-
Regulatory Retail	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-	-
Other Assets	3	3	3	-	-	-
Equity Exposure	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
<b>Total On-Balance Sheet Exposures</b>	<b>532</b>	<b>532</b>	<b>97</b>	<b>-</b>	<b>-</b>	<b>8</b>
<u><i>Off-Balance Sheet Exposures</i></u>						
OTC Derivatives	-	-	-	-	-	-
Credit Derivatives	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>532</b>	<b>532</b>	<b>97</b>	<b>-</b>	<b>-</b>	<b>8</b>
<b>Large Exposures Risk Requirements</b>						
<b>Market Risk (Standardised approach)</b>	<b>Long Position</b>	<b>Short Position</b>				
Interest Rate Risk	-	-	-	-	-	-
Foreign Currency Risk	187	-	187	-	-	15
Options	-	-	-	-	-	-
<b>Operational Risk</b>			2,729	-	-	218
<b>Total RWA and capital requirements</b>			<b>3,013</b>			<b>241</b>

# Deutsche Bank (Malaysia) Berhad

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## 3. Islamic Bank Operations (continued)

### Islamic Banking Window - Risk Weighted Assets and Capital Requirements for Credit Risk (2012)

RISK TYPE	Gross Exposures	Net Exposures	Risk-Weighted Assets	Risk-Weighted Assets Absorbed by PSIA	Total Risk-Weighted Assets after effects of PSIA	Minimum Capital Requirement at 8%
<b>Credit Risk</b>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>On-Balance Sheet Exposures</u></b>						
Sovereigns/Central Banks	1,980	1,980	-	-	-	-
Public Sector Entities	-	-	-	-	-	-
Banks, Development Financial Institutions and Multilateral Development Banks	188	188	94	-	-	8
Insurance Companies, Securities Firms and Fund Managers	-	-	-	-	-	-
Corporates	-	-	-	-	-	-
Regulatory Retail	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-
Higher Risk Assets	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-
Equity Exposure	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
<b>Total On-Balance Sheet Exposures</b>	<b>2,168</b>	<b>2,168</b>	<b>94</b>	<b>-</b>	<b>-</b>	<b>8</b>
<b><u>Off-Balance Sheet Exposures</u></b>						
OTC Derivatives	-	-	-	-	-	-
Credit Derivatives	-	-	-	-	-	-
Defaulted Exposures	-	-	-	-	-	-
<b>Total for Off-Balance Sheet Exposures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total On and Off- Balance Sheet Exposures</b>	<b>2,168</b>	<b>2,168</b>	<b>94</b>	<b>-</b>	<b>-</b>	<b>8</b>
<b>Large Exposures Risk Requirements</b>						
<b>Market Risk (Standardised approach)</b>	<b>Long Position</b>	<b>Short Position</b>				
Interest Rate Risk	90,211	-	17,688	-	-	1,415
Foreign Currency Risk	-	-	-	-	-	-
Options	-	-	-	-	-	-
<b>Operational Risk</b>			3,271	-	-	261
<b>Total RWA and capital requirements</b>			<b>21,053</b>			<b>1,684</b>



## Deutsche Bank (Malaysia) Berhad

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### 3. Islamic Bank Operations (continued)

#### Islamic Banking Window - Risk Weights Under the Standardised Approach (2013)

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	342	-	-	-	-	-	-	-	-	-	342	-
20%	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	187	-	-	-	-	-	-	-	187	94
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	-	3	-	3	3
150%	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures</b>	342	-	187	-	-	-	-	-	3	-	532	97
<b>Risk-Weighted Assets by Exposures</b>	-	-	94	-	-	-	-	-	3	-	97	-
<b>Average Risk Weight</b>	0%	-	50.2%	-	-	-	-	-	-	-	18.1%	-
<b>Deduction from Capital Base</b>	-	-	-	-	-	-	-	-	-	-	-	-

## Deutsche Bank (Malaysia) Berhad

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### 3. Islamic Bank Operations (continued)

#### Islamic Banking Window - Risk Weights Under the Standardised Approach (2012)

Risk Weights	Exposures after Netting & Credit Risk Mitigation										Total Exposures after Netting and Credit Risk Mitigation	Total Risk Weighted Assets
	Sovereigns and Central Banks	Public Sector Entities	Banks, DFIs and MDBs	Insurance Companies, Securities Firms and Fund Managers	Corporates	Regulatory Retail	Residential Mortgages	Higher Risk Assets	Other Assets	Equity Exposures		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
0%	1,980	-	-	-	-	-	-	-	-	-	1,980	-
20%	-	-	-	-	-	-	-	-	-	-	-	-
35%	-	-	-	-	-	-	-	-	-	-	-	-
50%	-	-	188	-	-	-	-	-	-	-	188	94
75%	-	-	-	-	-	-	-	-	-	-	-	-
100%	-	-	-	-	-	-	-	-	-	-	-	-
150%	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures</b>	1,980	-	188	-	-	-	-	-	-	-	2,168	94
<b>Risk-Weighted Assets by Exposures</b>	-	-	94	-	-	-	-	-	-	-	94	-
<b>Average Risk Weight</b>	0%	-	50.2%	-	-	-	-	-	-	-	4.3%	-
<b>Deduction from Capital Base</b>	-	-	-	-	-	-	-	-	-	-	-	-