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Claire Tham Li Mei
Assistant Secretary

Profit and Loss Account DBS Bank

(In S\$'000)	Note	For the Year Ended December 31	
		2000	1999
Interest income		3,960,762	3,769,859
Less: Interest expense		2,331,489	2,041,926
Net interest income		1,629,273	1,727,933
Fee and commission income		332,819	239,830
Dividends	2	209,913	73,430
Rental income		27,008	33,427
Other income		726,099	437,547
Income before operating expenses		2,925,112	2,512,167
Less: Staff costs		417,845	357,283
Other operating expenses		427,884	306,324
Total operating expenses		845,729	663,607
Operating profit		2,079,383	1,848,560
Less: Provision for possible loan losses and diminution in value of other assets		206,420	579,229
Net profit before taxation		1,872,963	1,269,331
Less: Taxation		294,100	325,100
Net profit after taxation		1,578,863	944,231

(see related notes on pages 137 to 138)




Balance Sheet
DBS Bank


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(In S\$'000)		As at December 31	
	Note	2000	1999
SHARE CAPITAL AND RESERVES			
Share capital	3	1,324,133	1,324,133
RESERVES			
Share premium account	4.1	4,273,129	4,273,129
Capital reserve	4.2	(137,698)	4,716
General reserve	4.3	1,522,640	1,443,690
Revenue reserve	4.4	1,013,808	1,664,038
	4	6,671,879	7,385,573
SHAREHOLDERS' FUNDS		7,996,012	8,709,706
SUBORDINATED TERM DEBTS		2,165,938	1,249,500
LIABILITIES			
Deposits and balances of banks		11,925,641	7,329,385
Deposits and other accounts of non-bank customers		69,103,206	70,475,559
Other debt securities in issue		312,170	385,747
Other borrowings		391,222	350,675
Due to holding company		2,150,169	870,633
Due to subsidiary companies		744,224	670,706
Due to related company		32,280	-
Bills payable		324,871	491,908
Other liabilities		2,696,465	1,395,404
Current taxation		345,307	326,482
Deferred taxation		10,756	7,456
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		98,198,261	92,263,161
OFF-BALANCE SHEET ITEMS			
Contingent liabilities		7,789,096	7,806,084
Commitments		31,377,139	32,847,330
		39,166,235	40,653,414
Financial derivatives		175,693,412	42,731,834
ASSETS			
Cash, and balances and placements with central banks		4,876,718	6,621,770
Singapore Government securities and treasury bills		8,248,173	8,564,740
Trading securities		4,100,029	2,612,356
Balances, placements with, and loans and advances to banks		32,539,793	24,268,147
Bills receivable from non-bank customers		761,052	838,104
Loans and advances to non-bank customers		40,859,347	43,386,797
Investment securities		302,805	881,150
Other assets		2,629,317	1,362,010
Subsidiary companies		2,153,209	2,350,444
Associated companies		1,078,706	525,429
Fixed assets		849,112	852,214
TOTAL ASSETS		98,198,261	92,263,161

(See related notes on pages 137 to 138)



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Notes to the Supplementary Financial Statements DBS Bank

The supplementary financial statements of The Development Bank of Singapore Ltd ("DBS Bank") are extracted from the Audited Statutory Accounts of DBS Bank for the financial year ended December 31, 2000. The statutory accounts of DBS Bank, which contained an unqualified audit report, will be delivered to the Registrar of Companies in accordance with the Singapore Companies Act.

1. PRINCIPAL ACCOUNTING POLICIES

The accounting policies applied by DBS Bank are consistent with those applied in DBSH Group as disclosed in Note 2 of the "Notes to the consolidated financial statements" ("DBSH Notes") in DBSH Consolidated Financial Statements.

2. DIVIDENDS

Dividends from investments in shares include the following:

(In S\$'000)	DBS Bank	
	2000	1999
Dividends (gross) from subsidiary companies	120,530	37,494
Dividends (gross) from associated companies	13,438	14,023
Dividends (gross) from other investments	75,945	21,913
Total	209,913	73,430

3. SHARE CAPITAL

(In S\$'000)	DBS Bank	
	2000	1999
Authorised		
2,000,000,000 ordinary shares of S\$1 each	2,000,000	2,000,000
600,000,000 non-redeemable convertible preference shares of S\$2 each	1,200,000	1,200,000
300,000,000 non-voting convertible preference shares of S\$1 each	300,000	300,000
	1,500,000	1,500,000
Issued and paid-up		
3.1 Ordinary shares		
Balance at January 1	1,324,133	928,147
Bonus issue of shares	-	93,091
Conversion of non-redeemable convertible preference shares ("DBS CPS") to ordinary shares	-	45,604
Additional ordinary shares subscribed by converting DBS CPS holders	-	4,401
Ordinary shares issued to DBSH pursuant to the restructuring of DBS Bank as a subsidiary of DBSH	-	1,324,133
Cancellation of existing DBS ordinary shares pursuant to the restructuring of DBS Bank as a subsidiary of DBSH	-	(1,077,970)
Issued under the DBS Bank Share Option Scheme	-	6,727
Balance at December 31	1,324,133	1,324,133
Number of ordinary shares of S\$1 each	1,324,132,795	1,324,132,795
3.2 Non-redeemable convertible preference shares ("DBS CPS")		
Balance at January 1	-	412,065
Conversion of DBS CPS to ordinary shares	-	(412,065)
Balance at December 31	-	-
Number of non-redeemable convertible preference shares of S\$2 each	-	-
3.3 Non-voting convertible preference shares ("DBS Non-voting CPS")		
Balance at January 1	-	224,765
Bonus issue of shares	-	21,398
Cancellation of DBS Non-voting CPS pursuant to the restructuring of DBS Bank as a subsidiary of DBSH	-	(246,163)
Balance at December 31	-	-
Number of non-voting convertible preference shares of S\$1 each	-	-
Total Share Capital	1,324,133	1,324,133

No new shares were issued during the financial year ended December 31, 2000.

Notes to the Supplementary Financial Statements
DBS Bank

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Claire Tham Li Mei
Assistant Secretary

(In S\$'000)		DBS Bank	
		2000	1999
4. RESERVES			
4.1 SHARE PREMIUM ACCOUNT			
Balance at January 1	4,273,129	3,914,158	
Bonus issue of shares	-	(114,488)	
Expenses arising from bonus issue and rights issue of shares	-	(141)	
Conversion of DBS CPS to ordinary shares and additional ordinary shares subscribed by converting DBS CPS holders	-	422,326	
Exercise of share options pursuant to the DBS Bank Share Option Scheme	-	51,274	
Balance at December 31	4,273,129	4,273,129	
4.2 CAPITAL RESERVE			
Balance at January 1	4,716	-	
Net exchange translation adjustments during the year	(142,414)	4,716	
Balance at December 31	(137,698)	4,716	
4.3 GENERAL RESERVE			
RESERVE FUND			
Balance at January 1	1,443,690	1,207,630	
Appropriation from profit and loss account (Note 4.4)	78,950	236,060	
Balance at December 31	1,522,640	1,443,690	
The movement in General reserve relates to the amounts transferred to the Reserve Fund to comply with the Banking Act.			
4.4 REVENUE RESERVE			
Balance at January 1	1,664,038	1,900,749	
Net profit attributable to members	1,578,863	944,231	
	(84,576)	(235,480)	
Writeback of excess provision for preference dividend in previous year	-	2,917	
Goodwill arising from acquisitions of subsidiary companies	(5,626)	-	
Dividend on ordinary shares paid less income tax	-	(2,337)	
Transfer to General reserve (Note 4.3)	-	(236,060)	
	(78,950)	-	
Amount available for distribution	3,158,325	2,609,500	
Less: Interim dividend on ordinary shares paid in 2000 to holding company:			
- 4.51% less income tax	44,517	-	
- 70.96% less income tax	700,000	-	
- 128.83% less income tax	1,270,863	-	
Interim tax-exempt dividend of 9.75% on ordinary shares paid in 2000 to holding company	129,137	-	
Final dividend of 37.2% less income tax on ordinary shares paid in 1999 to holding company	-	364,900	
Final tax-exempt dividend of 37.8% on ordinary shares paid in 1999 to holding company	-	500,000	
Interim dividend of 9% less income tax on ordinary shares paid in 1999	-	65,593	
Interim dividend of 9% less income tax on non-voting convertible preference shares paid in 1999	-	14,969	
Balance at December 31	1,013,808	1,664,038	
Total reserves	6,671,879	7,385,573	



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 Claire Tham Li Mei
 Assistant Secretary

Report of the Auditors DBS Group Holdings Ltd and its subsidiaries

To the Members of DBS Group Holdings Ltd (Incorporated in Singapore)

We have audited the financial statements of DBS Group Holdings Ltd and the consolidated financial statements of the Group for the financial year ended December 31, 2000 set out on pages 91 to 134. These financial statements are the responsibility of the Company's directors. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Singapore Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the accompanying financial statements of the Company and consolidated financial statements of the Group are properly drawn up in accordance with the provisions of the Singapore Companies Act (the "Act") and Singapore Statements of Accounting Standard, and so as to give a true and fair view of:
 - (i) the state of affairs of the Company and of the Group as at December 31, 2000, the profit of the Company and of the Group, the cash flows and changes in equity of the Group for the financial year ended on that date; and
 - (ii) the other matters required by Section 201 of the Act to be dealt with in the financial statements of the Company and the consolidated financial statements of the Group; and
- (b) the accounting and other records, and the registers required by the Act to be kept by the Company and by those subsidiaries incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

We have considered the financial statements and auditors' reports of all subsidiaries which have been audited by our associated firms, being financial statements included in the consolidated financial statements. Details of these subsidiaries are disclosed in Notes 32.2 and 32.3 and to the financial statements.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations as required by us for those purposes.

The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification which is material in relation to the DBSH Group financial statements and in respect of subsidiaries incorporated in Singapore did not include any comment made under Section 207(3) of the Act.

PricewaterhouseCoopers
 Certified Public Accountants

March 5, 2001
 Singapore