

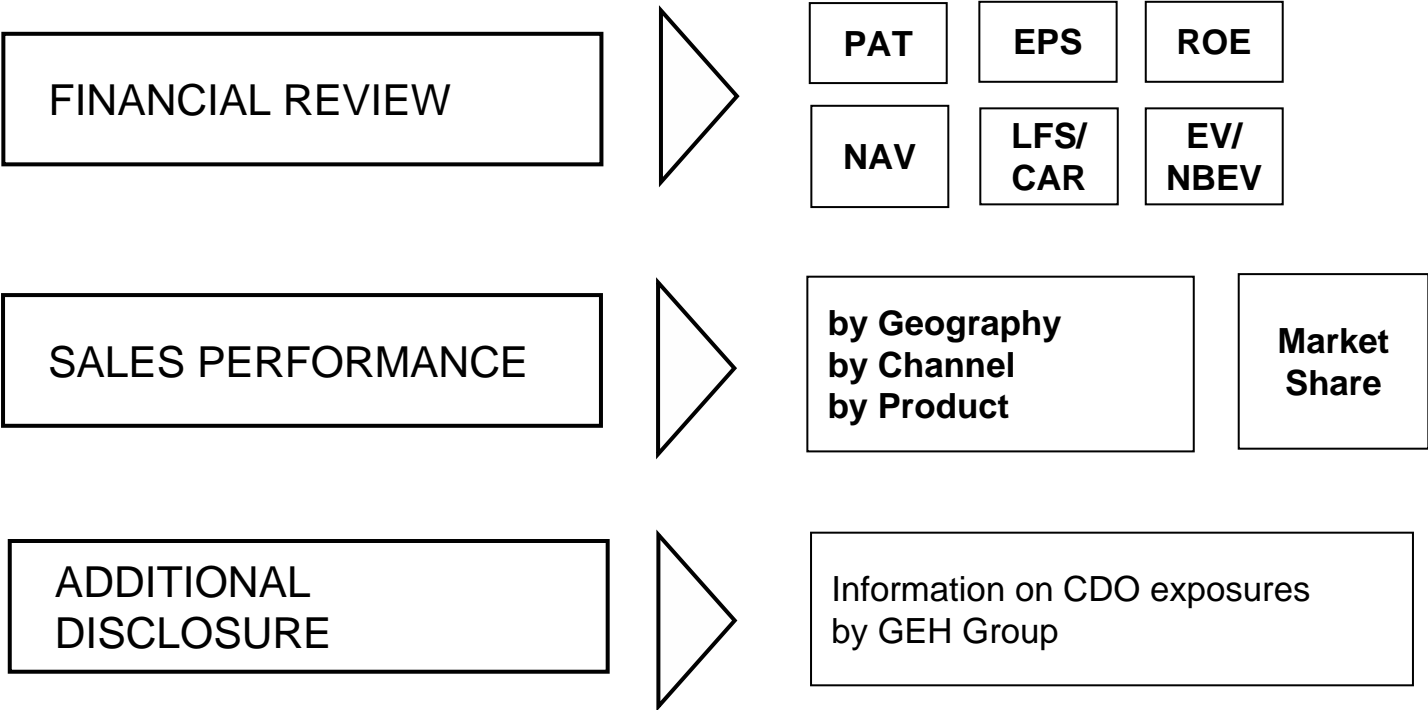
**Financial Results  
For Second Quarter 2007 ended 30 June**

**Great Eastern Holdings Limited**

(Company Registration Number: 199903008M)  
(Incorporated in the Republic of Singapore)

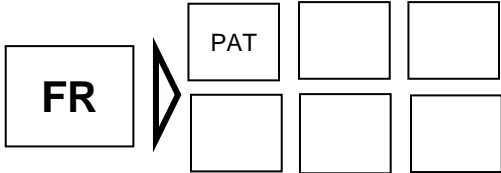
**6 August 2007**

# FINANCIAL RESULTS for Q2-2007



**PAT:** Profit After Tax & minority interests; **EPS:** Earnings per share; **ROE:** Return on Equity; **NBEV:** New Business Embedded Value; **NAV:** Net Asset Value; **LFS:** Life Fund Surplus for Malaysian life insurance funds computed on mark-to-market basis for assets; **CAR:** Capital Adequacy Ratio defined under Insurance Act , Insurance (Valuation & Capital) Regulations 2004 for Singapore insurance business.

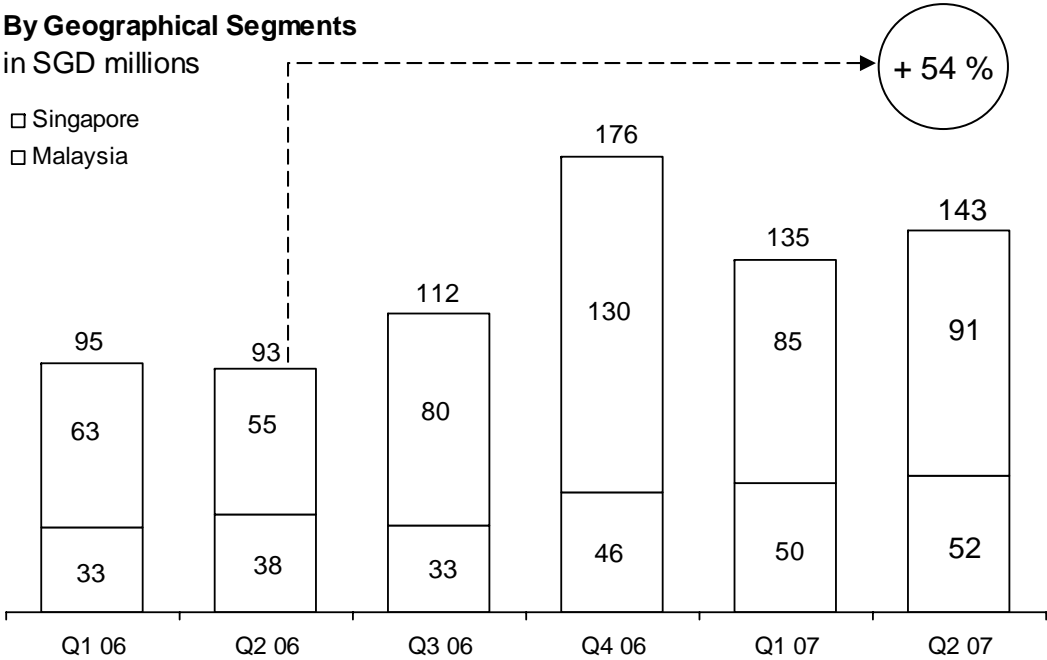
# FINANCIAL RESULTS for Q2-2007



**Quarter On Quarter PAT Attributable To Shareholders  
By Geographical Segments**

in SGD millions

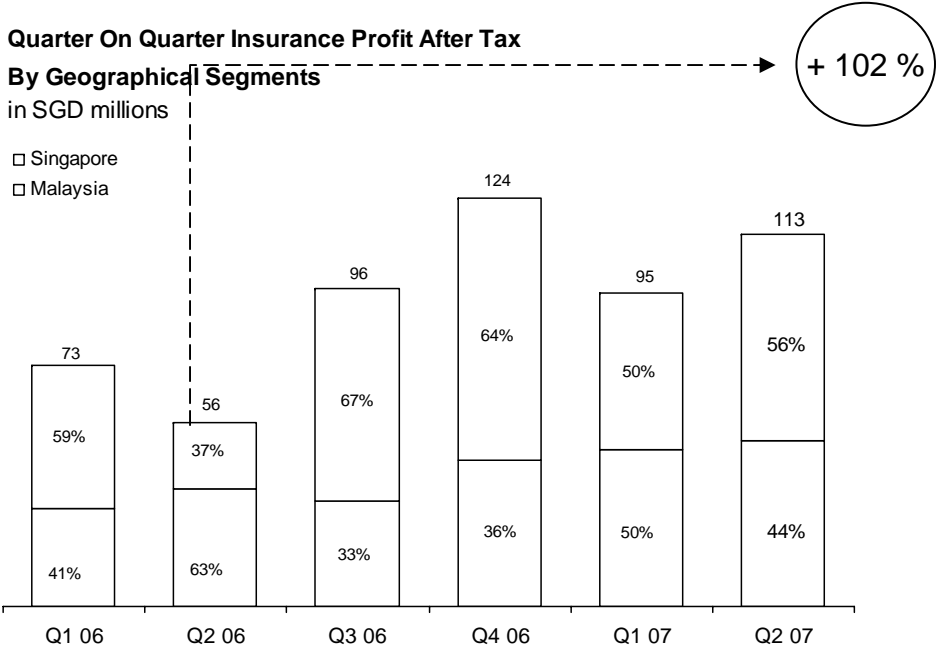
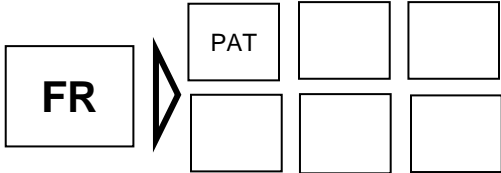
- Singapore
- Malaysia



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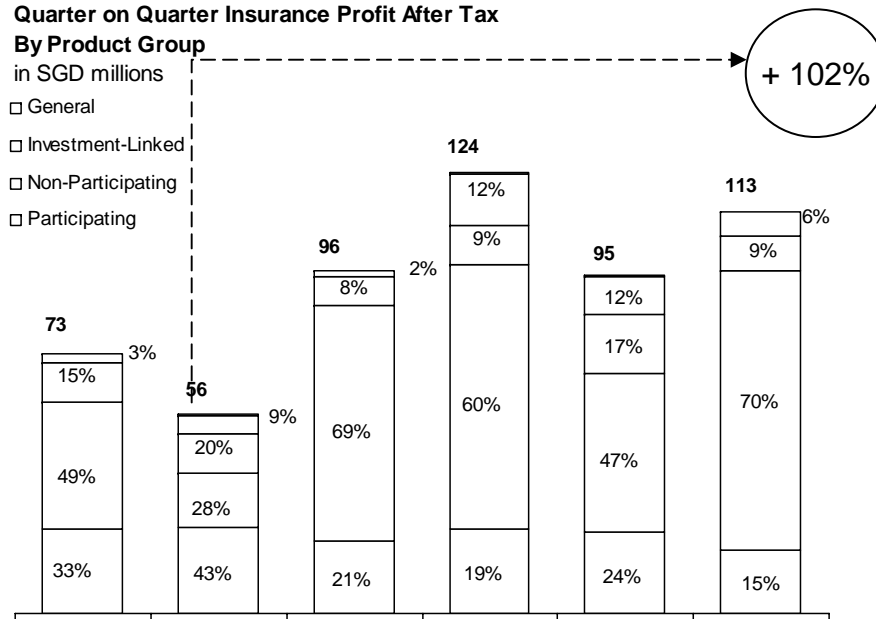
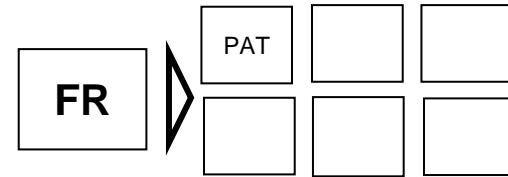
# FINANCIAL RESULTS for Q2-2007



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# FINANCIAL RESULTS for Q2-2007

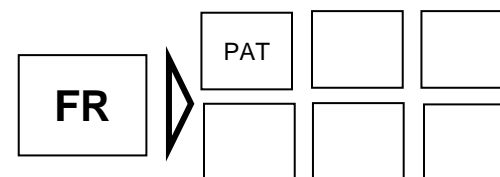


- Q2-07 General insurance profit was contributed by good underwriting and investment performance from both SG and MY.
- Q2-07 Investment linked profit dipped despite growth in new business premiums from both SG and MY.
- Q2-07 Non Par fund performance was mainly contributed by good investment performance in both SG and MY.
- Par fund profits remain the stable profit contributor for all quarters.

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# FINANCIAL RESULTS for Q2-2007

In SGD Millions

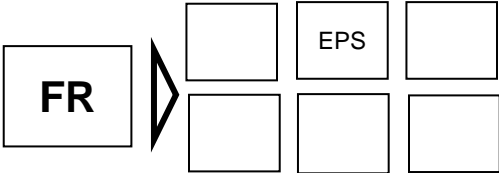


## 6M on 6M Insurance Profit After Tax

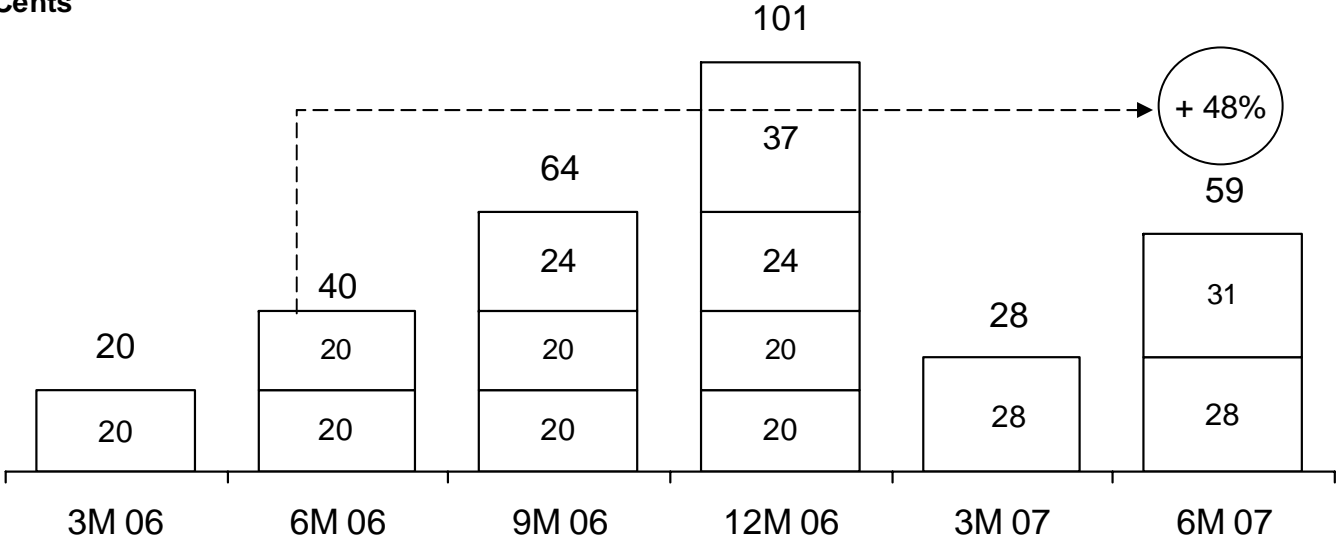
in SGD millions	6M-07	6M-06	%
	(1)	(2)	(1) vs (2)
Participating	25.4	34.7	-27%
Non-Participating	69.3	20.0	247%
Investment-Linked	8.1	5.1	59%
General	7.3	3.8	92%
<b>SINGAPORE</b>	<b>110.1</b>	<b>63.6</b>	<b>73%</b>
Participating	15.4	13.2	17%
Non-Participating	53.8	31.1	73%
Investment-Linked	17.9	16.7	7%
General	10.6	4.0	165%
<b>MALAYSIA</b>	<b>97.7</b>	<b>65.0</b>	<b>50%</b>
<b>GEH GROUP</b>	<b>207.8</b>	<b>128.6</b>	<b>62%</b>

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# FINANCIAL RESULTS for Q2-2007



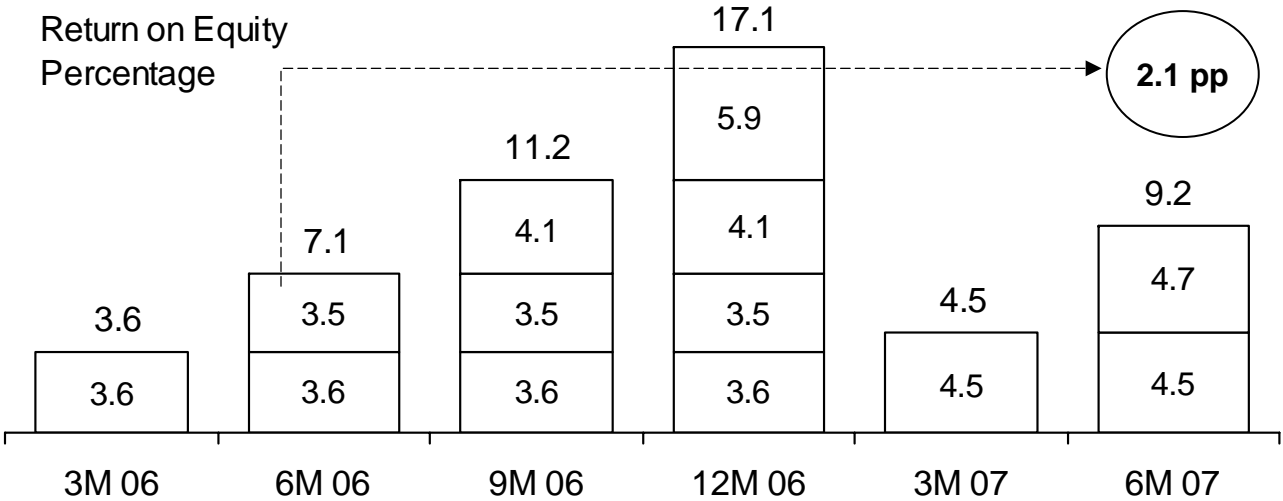
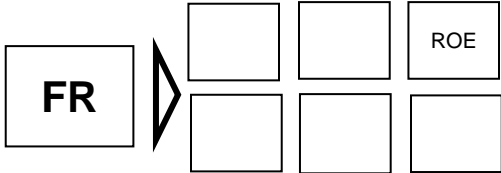
Earnings per share  
Cents



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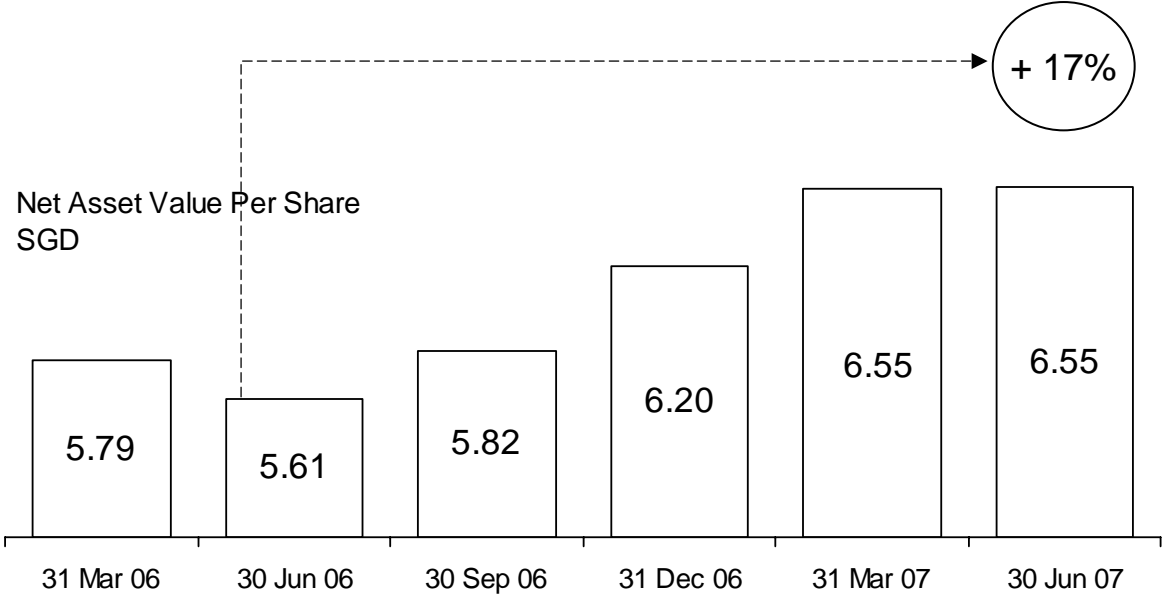
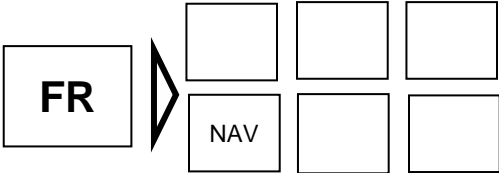
# FINANCIAL RESULTS for Q2-2007



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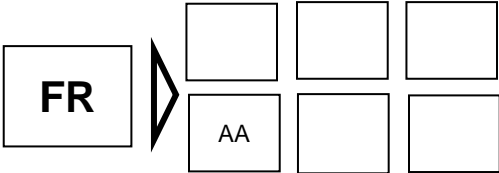


# FINANCIAL RESULTS for Q2-2007

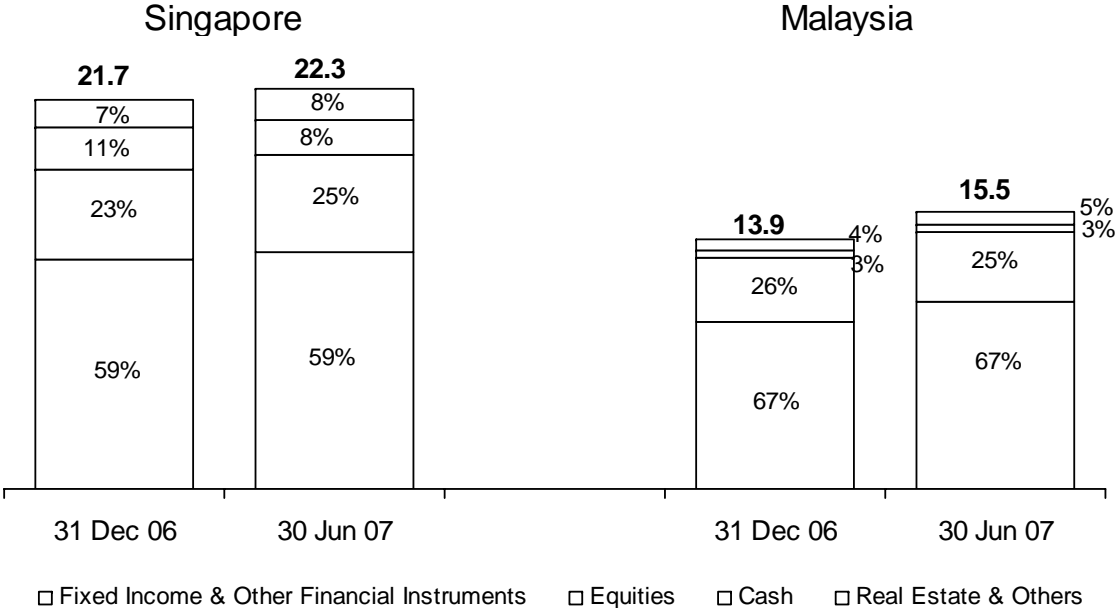


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# FINANCIAL RESULTS for Q2-2007



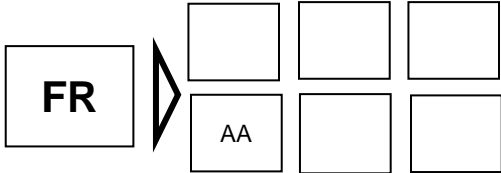
**Asset Allocation of Life Fund (Mark-To-Market)**  
 (Excluding Investment-Linked Funds)  
 SGD billions



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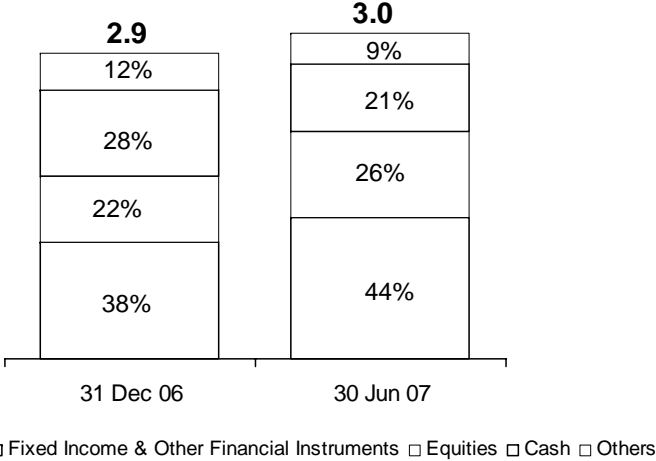


# FINANCIAL RESULTS for Q2-2007



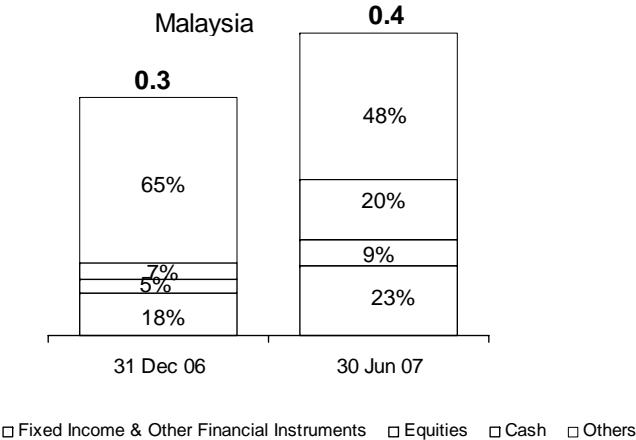
**Asset Allocation of Shareholders' Fund (Mark-To-Market)**  
SGD billions

### Singapore



**Asset Allocation of Shareholders' Fund (Mark-To-Market)**  
SGD billions

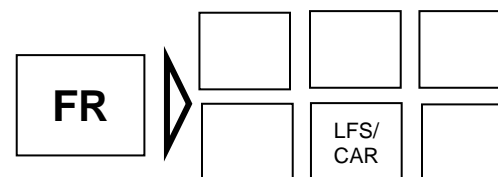
### Malaysia



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# FINANCIAL RESULTS for Q2-2007



## Capital Adequacy Ratio (Singapore) / Life Fund Surplus (Malaysia)

Beginning January 2005, under the RBC framework, life fund surplus is no longer relevant to Singapore. In its place, the capital adequacy ratio as defined by the Insurance Act, Insurance (Valuation & Capital) Regulations, 2004, for all Singapore insurance funds is shown as below. Life fund surplus remains relevant for Malaysia.

**NOTE:**

RBC Regulatory requirement is 120%. This ratio pertains to insurance subsidiaries in Singapore. Does not include capital held at holding company and other subsidiaries within the GEH Group.

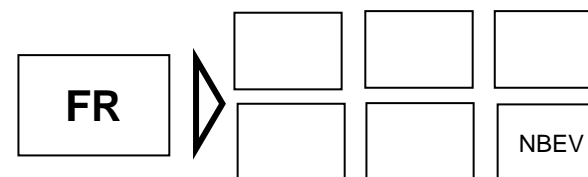


SGD billions	31 Dec 06	30 Jun 07
<b>SINGAPORE :</b>		
Available Capital	6.60	7.20
Regulatory Risk Capital (100%)	2.71	2.86
Capital Adequacy Ratio *	244%	252%
<b>MALAYSIA :</b>		
Life Fund Surplus (MTM)	3.13	4.05
Life Fund Surplus (MTM) As A % Of Long Term Liability Reserve	32%	39%

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# FINANCIAL RESULTS for Q2-2007



NBEV (SGD millions)	TY-QTR	LY-QTR	TY-YTD	LY-YTD
Singapore	39.0	25.4	68.7	69.6
Malaysia	27.5	24.0	49.0	45.4
<b>GROUP</b>	<b>66.5</b>	<b>49.4</b>	<b>117.7</b>	<b>115.0</b>

Due to the change in embedded value assumptions (namely lapse, surrenders, investment returns and discount rate for both SG and MY in Jan-07 with retrospective effect to Jan-06), the NBEV numbers in the respective periods in 2006 have been restated to facilitate meaningful comparison with NBEV for 2007 which are based on the new revised assumptions. The effects of the changes for 2006 NBEV were +9% for SG but -6% for MY.

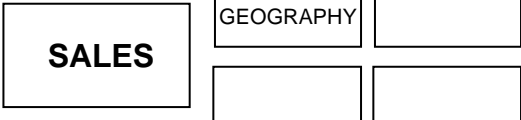
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# FINANCIAL RESULTS for Q2-2007

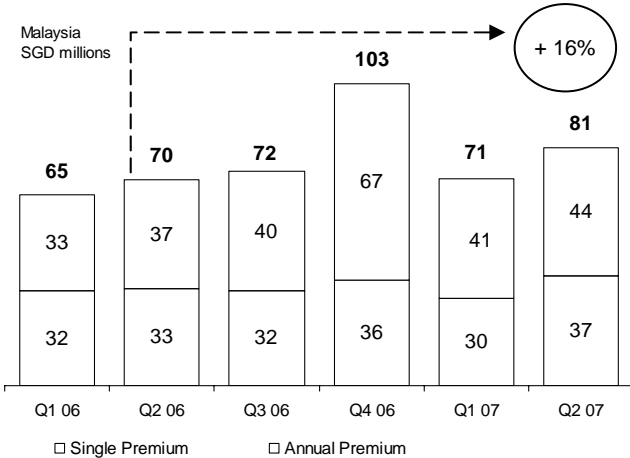
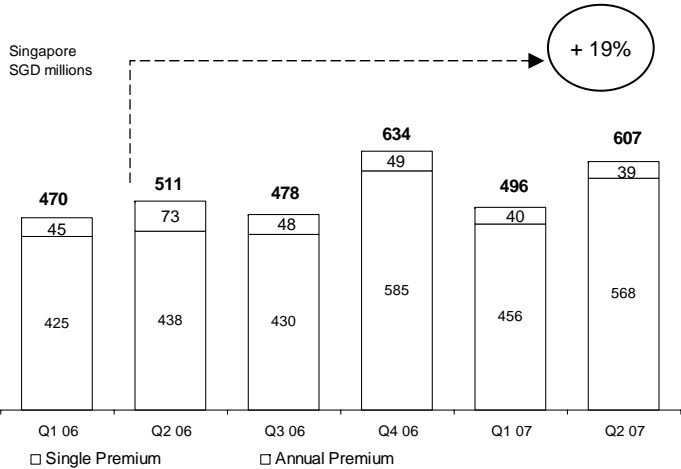
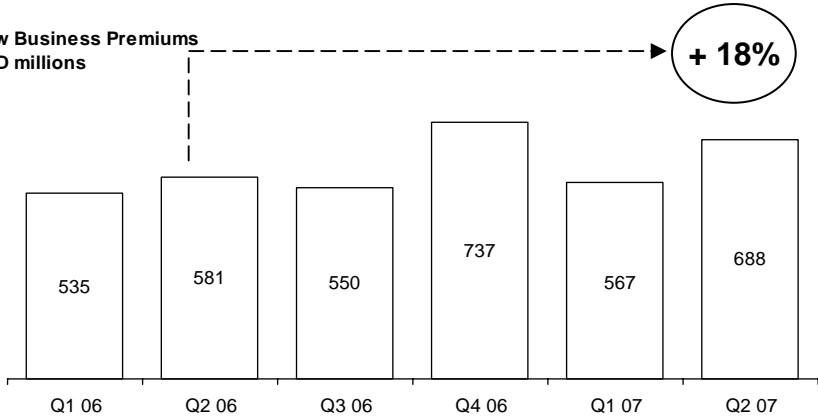
## SECTION 2: SALES PERFORMANCE

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# FINANCIAL RESULTS for Q2-2007



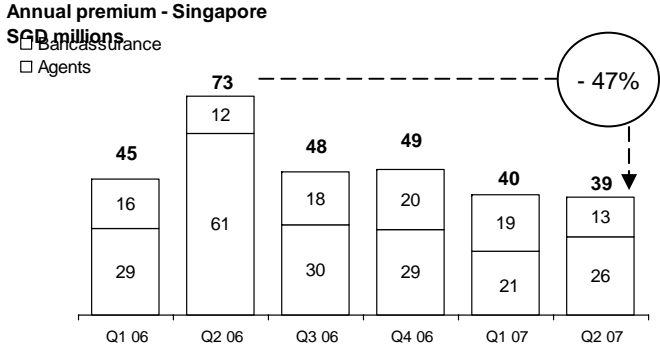
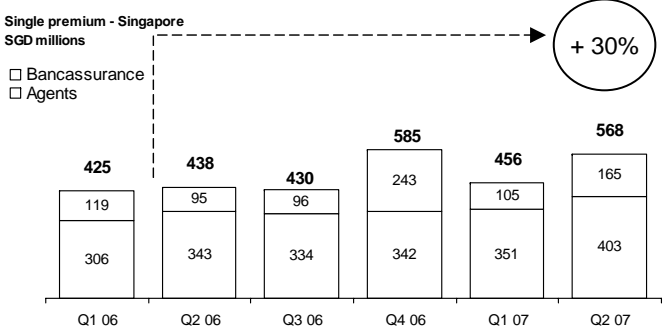
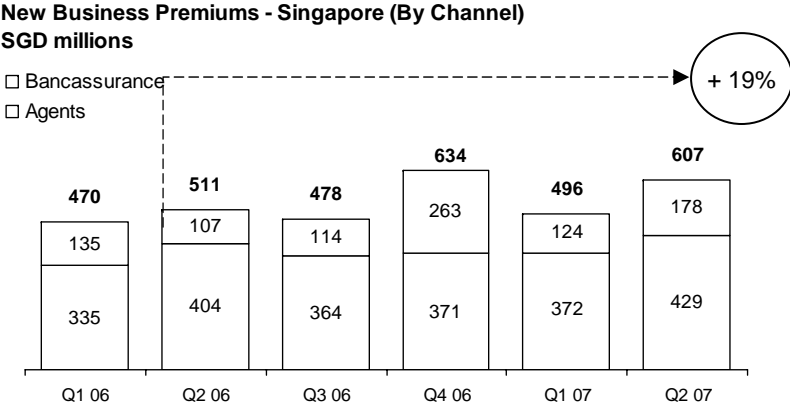
New Business Premiums  
SGD millions



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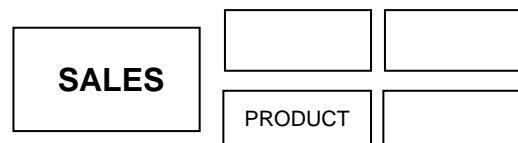
# FINANCIAL RESULTS for Q2-2007



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# FINANCIAL RESULTS for Q2-2007



	6M 06			6M 07			%
	Non - ILP	ILP	Total	Non - ILP	ILP	Total	
Single Premium	559	304	863	382	642	1,024	19%
Annual Premium	110	8	118	59	20	79	-34%
Renewal Premium	625	39	664	699	39	737	11%
<b>SINGAPORE</b>	<b>1,294</b>	<b>351</b>	<b>1,644</b>	<b>1,139</b>	<b>701</b>	<b>1,840</b>	<b>12%</b>
Single Premium	51	13	64	52	15	67	4%
Annual Premium	35	36	71	50	35	85	20%
Renewal Premium	640	73	713	658	106	764	7%
<b>MALAYSIA</b>	<b>726</b>	<b>122</b>	<b>848</b>	<b>760</b>	<b>156</b>	<b>916</b>	<b>8%</b>
<b>TOTAL</b>	<b>2,020</b>	<b>473</b>	<b>2,492</b>	<b>1,899</b>	<b>857</b>	<b>2,756</b>	<b>11%</b>

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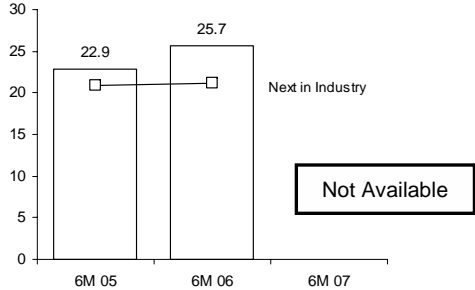


# FINANCIAL RESULTS for Q2-2007

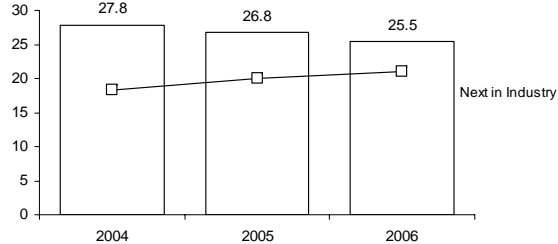
## MARKET SHARE - SINGAPORE



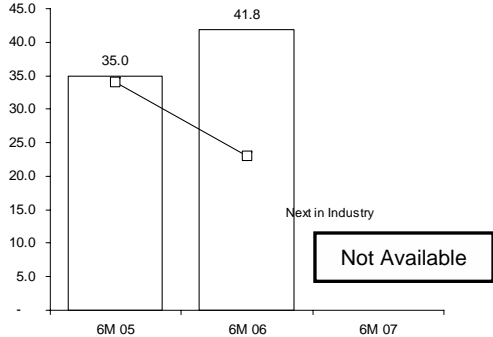
Weighted Premium Market Share - Singapore  
Cumulative  
Percentage



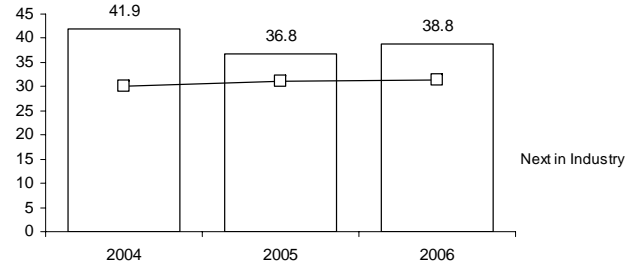
Weighted Premium Market Share - Singapore  
Cumulative  
Percentage



Weighted Premium Market Share - Singapore Bancassurance  
Cumulative  
Percentage



Weighted Premium Market Share - Singapore Bancassurance  
Cumulative  
Percentage

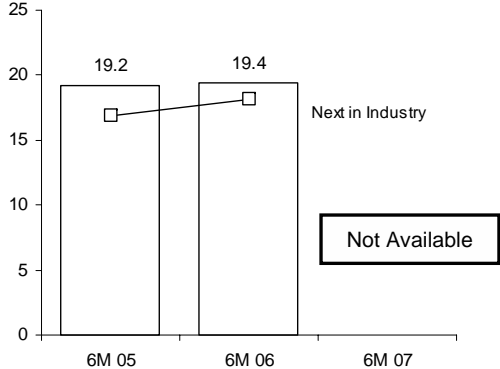


# FINANCIAL RESULTS for Q2-2007

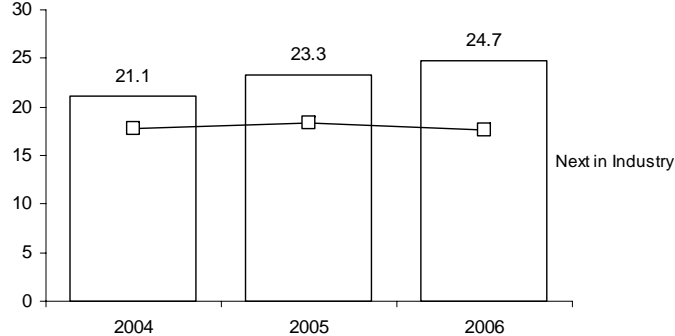
## MARKET SHARE - MALAYSIA



**Weighted Premium Market Share - Malaysia  
Cumulative  
Percentage**



**Weighted Premium Market Share - Malaysia  
Cumulative  
Percentage**



## FINANCIAL RESULTS for Q2-2007

### INFORMATION ON CDO EXPOSURES BY GEH AND LION CAPITAL

1. Great Eastern Holdings, has total investments of S\$177m in CDOs, of which an estimated S\$28m are exposed to ABS assets which include US sub-prime ABS . Of the S\$177m, S\$166m is invested out of the life funds and S\$11m out of its shareholders' funds. GEH has assessed its current exposures in CDO investments to be reasonable, particularly within the context of its Life Fund assets of S\$38.3 billion as at 30 June 2007.
2. Under Great Eastern Life's suite of investment linked sub-funds, there are four close-end tranches of approximately S\$100 million each, which are invested in CDO-related products. The investment returns and risks are borne by policyholders. All the investment linked portfolios are performing, none are exposed to US sub-prime mortgages, and there are no losses, defaults or re-rating for the positions as at 31 July 2007. Lion Capital Management is the collateral manager for these portfolios, and it actively rebalances all its CDO portfolios to maintain or improve subordination ratios and rating stability.
3. Lion Capital Management, which is 70% owned by GEH and 30% by OCBC Bank, is a fund management company which manages third party funds and part of the Singapore insurance funds of Great Eastern. Lion Capital currently has about S\$32 billion in total assets under management, invested across various asset classes. Of this amount, CDO funds under management amount to S\$5.7 billion, on funded basis. The CDOs are originated and structured by investment banks, with Lion Capital engaged as collateral manager, actively managing the subordination levels for a fund management fee.
4. All the CDOs managed by Lion Capital as at 31 July 2007 are performing. The CDOs are not structured as hedge funds and have not been leveraged up, so they are not exposed to liquidity risk, mark-to-market margin call triggers or forced liquidations. While there has been some mark to market volatility, none of the deals has experienced any loss. In fact, the original required subordinations are either maintained or in some cases, have improved due to active portfolio management rebalancing.
5. Approximately 75% of the CDO funds are corporate CDOs rated from "AAA" to "BBB". The balance 25% consists of one high grade ABS CDO, with underlying securities rated AA and A, which have exposures to US sub-prime mortgages.
6. Investors in the CDOs portfolios managed by Lion Capital are large sophisticated investors, comprising mainly financial institutions, corporates and other fund management companies. As with other types of funds managed, the investment risks in the CDO funds are borne by the investors, and Lion Capital does not assume any liability in the event of occurrence of loss or default or write-down in market valuation.
7. To-date, there have been no losses, defaults or rating downgrades by ratings agencies relating to the CDO investments of GEH Group of companies, as well as the CDOs under management by Lion Capital.

## FINANCIAL RESULTS for Q2-2007

- END -

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