

ROYAL BANK OF SCOTLAND GROUP PLC
Form 6-K
February 28, 2008

FORM 6-K
SECURITIES AND EXCHANGE COMMISSION
Washington D.C. 20549

Report of Foreign Private Issuer

**Pursuant to Rule 13a-16 or 15d-16
of the Securities Exchange Act of 1934**

For the month of February 2008

Commission File Number: 001-10306

The Royal Bank of Scotland Group plc

RBS, Gogarburn, PO Box 1000
Edinburgh EH12 1HQ

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): _____

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): _____

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes

No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-

The following information was issued as Company announcements, in London, England and is furnished pursuant to General Instruction B to the General Instructions to Form 6-K: _____

Pro forma financial information for the Group under the revised divisional structure

THE ROYAL BANK OF SCOTLAND GROUP plc

Set out below are summarised pro forma unaudited results for the Group under the revised divisional structure. These show the underlying performance of the Group including the full year results of the ABN AMRO businesses acquired by RBS.

These figures are provisional and may be refined in due course. However, no material adjustments are anticipated.

GROUP	2007	2006
	£m	£m
Total income	33,490	31,737
Operating expenses	16, 553	15,957
Insurance net claims	4,528	4,458
	<hr/>	<hr/>
Operating profit before impairment losses	12,4 09	11,3 22
Impairment losses	2, 095	2,0 00
	<hr/>	<hr/>
Group operating profit *	10,314	9,322
	<hr/>	<hr/>

BALANCE SHEET	2007
AT 31 DECEMBER 2007	£bn
Loans and advances to customers – gross	70 7.2
Customer Deposits	55 9.0
Risk Weighted Assets	4 90.0

DIVISIONAL ANALYSIS	2007	2006
	£m	£m
Global Banking & Markets	4,916	4,365
Global Transaction Services	1,632	1,561
UK Retail & Commercial Banking	6,250	5,722
US Retail & Commercial Banking	1,557	1,821
Europe and Middle East Retail & Commercial Banking	760	662
Asia Retail & Commercial Banking	209	119
RBS Insurance	902	964
Global Manufacturing	(4,234)	(4,164)

Edgar Filing: ROYAL BANK OF SCOTLAND GROUP PLC - Form 6-K

Central items	(1,678)	(1,728)
Group operating profit *	10,314	9,322

* Group operating profit

Excludes

- RBS unusual items - credit market write-downs and goodwill payments, offset by the gains on sale of Southern Water and certain other assets
- ABN AMRO pre and post acquisition credit market write-downs and the impact of the LaSalle sale
- RBS share of ABN AMRO's shared assets
- amortisation of purchased intangible assets and integration costs; and

Includes

- the cost of funding the ABN AMRO acquisition within Central Items. Whilst part of the acquisition consideration was funded by the issue of preference shares, these pro forma results assume that the cash element of the consideration was debt funded.

THE ROYAL BANK OF SCOTLAND GROUP plc

	2007	2006
	£m	£m
Global Banking & Markets		
Rates, Currencies & Commodities	3,280	2,050
Equities	1,221	1,036
Credit Markets	2,667	2,869
Asset & Portfolio Management	3,722	3,936
Total income	<u>10,890</u>	<u>9,891</u>
Direct expenses	5,850	5,476
Contribution before impairment losses	<u>5,040</u>	<u>4,415</u>
Impairment losses	124	50
Contribution	<u>4,916</u>	<u>4,365</u>

Global Banking & Markets comprises the Global Banking and Markets businesses of RBS and ABN AMRO except for transaction banking.

	2007	2006
	£m	£m
Global Transaction Services		
Net interest income	839	759
Non-interest income	1,348	1,318
Total income	<u>2,187</u>	<u>2,077</u>
Direct expenses	543	519
Contribution before impairment losses	<u>1,644</u>	<u>1,558</u>
Impairment losses	12	(3)
Contribution	<u>1,632</u>	<u>1,561</u>

Global Transaction Services comprises RBS and ABN AMRO transaction banking, UK and US corporate money transmission, UK and US merchant acquiring and UK commercial cards.

THE ROYAL BANK OF SCOTLAND GROUP plc

	2007	2006
	£m	£m
UK Retail & Commercial Banking		
Net interest income	6,677	6,406
Non-interest income	4,432	4,170
Total income	11,109	10,576
Direct expenses	2,973	2,868
Insurance net claims	518	488
Contribution before impairment losses	7,618	7,220
Impairment losses	1,368	1,498
Contribution	6,250	5,722

UK Retail & Commercial Banking comprises UK Retail Banking and UK Commercial Banking which are set out below.

	2007	2006
	£m	£m
UK Retail Banking		
Net interest income	4,680	4,544
Non-interest income	3,423	3,276
Total income	8,103	7,820
Direct expenses	2,068	2,027
Insurance net claims	518	488
Contribution before impairment losses	5,517	5,305
Impairment losses	1,188	1,309
Contribution	4,329	3,996

UK Retail Banking comprises Retail Markets except for merchant acquiring, commercial cards and International Wealth Management.

	2007	2006
	£m	£m
UK Commercial Banking		
Net interest income	1,997	1,862
Non-interest income	1,009	894

Total income	<u>3,006</u>	<u>2,756</u>
Direct expenses	905	841
Contribution before impairment losses	<u>2,101</u>	<u>1,915</u>
Impairment losses	180	189
Contribution	<u>1,921</u>	<u>1,726</u>

UK Commercial Banking comprises UK Corporate Banking except for money transmission.

THE ROYAL BANK OF SCOTLAND GROUP plc

	2007	2006
	\$m	\$m
US Retail & Commercial Banking		
Net interest income	3,873	3,765
Non-interest income	1,870	1,905
	<hr/>	<hr/>
Total income	5,743	5,670
Direct expenses	1,949	1,975
	<hr/>	<hr/>
Contribution before impairment losses	3,794	3,695
Impairment losses	682	333
	<hr/>	<hr/>
Contribution	3,112	3,362
	<hr/>	<hr/>

US Retail & Commercial Banking comprises Citizens except for corporate money transmission, merchant acquiring and its manufacturing activities.

	2007	2006
	£m	£m
Europe and Middle East Retail & Commercial Banking		
Net interest income	1,053	925
Non-interest income	363	287
	<hr/>	<hr/>
Total income	1,416	1,212
Direct expenses	521	423
	<hr/>	<hr/>
Contribution before impairment losses	895	789
Impairment losses	135	127
	<hr/>	<hr/>
Contribution	760	662
	<hr/>	<hr/>

Europe and Middle East Retail & Commercial Banking comprises Ulster Bank and ABN AMRO retail and commercial businesses in Europe and Middle East.

	2007	2006
	£m	£m
Asia Retail & Commercial Banking		
Net interest income	285	226
Non-interest income	398	305
	<hr/>	<hr/>
Total income	683	531
Direct expenses	356	272

Contribution before impairment losses	327	259
Impairment losses	118	140
Contribution	209	119

Asia Retail & Commercial Banking comprises the International Wealth Management activities of RBS and the retail and commercial businesses of ABN AMRO in Asia.

Global Manufacturing comprises RBS and ABN AMRO Manufacturing activities. The scope of Global Manufacturing has been expanded to include US Retail & Commercial Banking's manufacturing activities and UK Cards operations.

Central Items comprises RBS group and corporate functions, the RBS share of ABN AMRO's head office costs and the pro forma funding costs associated with the ABN AMRO acquisition.

Signatures

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: 28 February 2008

THE ROYAL BANK OF SCOTLAND
GROUP plc (Registrant)

By: /s/ A N Taylor

Name: A N Taylor
Title: Head of Group Secretariat