

To: All Shareholders

The Board of Directors of United Overseas Bank Limited wishes to make the following announcement:

Financial Results

The audited financial results of the Group for the financial year / fourth quarter of 2014 are enclosed.

Dividends and Distributions

Ordinary share dividend

The Directors recommend the payment of a final one-tier tax-exempt dividend of 50 cents and a special one-tier tax-exempt dividend of 5 cents (2013: final dividend of 50 cents and special dividend of 5 cents) per ordinary share for the financial year ended 31 December 2014. The final and special dividends are subject to shareholders' approval at the forthcoming Annual General Meeting scheduled for 24 April 2015.

Together with the interim one-tier tax-exempt dividend of 20 cents per ordinary share (2013: 20 cents) paid in August 2014, the total net dividend for the financial year ended 31 December 2014 will be 75 cents (2013: 75 cents) per ordinary share amounting to \$1,202 million (2013: \$1,182 million).

Preference share dividend

During the financial year, a semi-annual dividend at an annual rate of 5.796% totalling USD29 million (2013: USD29 million) was paid on the 5,000 non-cumulative non-convertible guaranteed SPV-A preference shares issued by the Bank's wholly-owned subsidiary, UOB Cayman I Limited.

Capital securities distributions

On 19 November 2014, a semi-annual distribution at an annual rate of 4.75% totalling \$12 million was paid on the Bank's \$500 million 4.75% non-cumulative non-convertible perpetual capital securities for the period from 19 May 2014 up to, but excluding, 19 November 2014.

Closure of Books

Notice is hereby given that, subject to shareholders' approval of the aforementioned final and special dividends at the Annual General Meeting, the Share Transfer Books and Register of Members of the Bank will be closed from 5 May 2015 to 6 May 2015, both dates inclusive, for the preparation of dividend warrants. Registrable transfers received by the Bank's Registrar, Boardroom Corporate & Advisory Services Pte Ltd, at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623 up to 5.00 pm on 4 May 2015 will be registered for the final and special dividends. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the final and special dividends will be paid by the Bank to CDP which will, in turn, distribute the dividends to holders of the securities accounts.

Interested Person Transactions

The Bank has not obtained a general mandate from shareholders for Interested Person Transactions.

Persons occupying managerial position in the issuer or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Wee Ee Cheong	62	Son of Dr Wee Cho Yaw, UOB Chairman Emeritus and Adviser	Deputy Chairman & CEO	Nil

**BY ORDER OF THE BOARD
UNITED OVERSEAS BANK LIMITED**

Mrs Vivien Chan
Secretary

Dated this 13th day of February 2015

The results are also available at www.uobgroup.com



Group Financial Report

For the Financial Year / Fourth Quarter 2014

**United Overseas Bank Limited
Incorporated in the Republic of Singapore
Company Registration Number: 193500026Z**

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Attachment: Independent Auditor's Report

Notes:

- 1 The financial statements are presented in Singapore dollars.
- 2 Certain comparative figures have been restated to conform with the current period's presentation.
- 3 Certain figures in this report may not add up to the respective totals due to rounding.
- 4 Amounts less than \$500,000 in absolute term are shown as "0".

"NM" denotes not meaningful.

"NA" denotes not applicable.

Financial Highlights

	2014	2013	+ / (-) %	4Q14	4Q13	+ / (-) %	3Q14	+ / (-) %
Selected income statement items (\$m)								
Net interest income	4,558	4,120	10.6	1,168	1,095	6.7	1,155	1.1
Fee and commission income	1,749	1,731	1.1	450	435	3.5	475	(5.3)
Other non-interest income	1,151	870	32.3	232	212	9.2	341	(32.0)
Total income	7,457	6,720	11.0	1,850	1,742	6.2	1,971	(6.1)
Less: Total expenses	3,146	2,898	8.6	805	762	5.6	800	0.7
Operating profit	4,311	3,822	12.8	1,045	980	6.7	1,171	(10.8)
Less: Impairment charges	635	429	48.1	166	139	19.9	162	2.4
Add: Share of profit of associates and joint ventures	149	191	(21.9)	43	14	>100.0	37	16.5
Net profit before tax	3,825	3,584	6.7	922	855	7.8	1,046	(11.9)
Less: Tax and non-controlling interests	576	576	(0.1)	136	82	65.7	180	(24.4)
Net profit after tax ¹	3,249	3,008	8.0	786	773	1.7	866	(9.3)

Selected balance sheet items (\$m)

Net customer loans	195,903	178,857	9.5	195,903	178,857	9.5	192,584	1.7
Customer deposits	233,750	214,548	9.0	233,750	214,548	9.0	224,365	4.2
Total assets	306,736	284,229	7.9	306,736	284,229	7.9	302,710	1.3
Shareholders' equity ¹	29,569	26,388	12.1	29,569	26,388	12.1	28,611	3.3

Key financial ratios (%)

Net interest margin ²	1.71	1.72		1.69	1.74		1.71	
Non-interest income/Total income	38.9	38.7		36.8	37.1		41.4	
Expense/Income ratio	42.2	43.1		43.5	43.8		40.6	
Overseas profit before tax contribution	38.7	39.1		42.0	42.1		36.6	
Loan charge off rate (bp) ²								
Exclude collective impairment	12	8		14	11		15	
Include collective impairment	32	30		32	30		32	
NPL ratio ³	1.2	1.1		1.2	1.1		1.2	

Notes:

1 Relate to amount attributable to equity holders of the Bank.

2 Computed on an annualised basis.

3 Refer to non-performing loans as a percentage of gross customer loans.

Financial Highlights (cont'd)

	2014	2013	4Q14	4Q13	3Q14
Key financial ratios (%) (cont'd)					
Return on average total assets ¹	1.10	1.12	1.03	1.11	1.16
Return on average ordinary shareholders' equity ^{1,2}	12.3	12.3	11.3	12.8	12.9
Loan/Deposit ratio ³	83.8	83.4	83.8	83.4	85.8
Capital adequacy ratios					
Common Equity Tier 1	13.9	13.2	13.9	13.2	14.0
Tier 1	13.9	13.2	13.9	13.2	14.0
Total	16.9	16.6	16.9	16.6	17.0
Earnings per ordinary share (\$) ^{1,2}					
Basic	1.98	1.84	1.90	1.94	2.10
Diluted	1.97	1.84	1.89	1.93	2.09
Net asset value ("NAV") per ordinary share (\$) ⁴	17.09	15.36	17.09	15.36	16.51
Revalued NAV per ordinary share (\$) ⁴	19.73	17.96	19.73	17.96	19.12

Notes:

1 Computed on an annualised basis.

2 Calculated based on profit attributable to equity holders of the Bank net of preference share dividend and capital securities distributions.

3 Refer to net customer loans and customer deposits.

4 Preference shares and capital securities are excluded from the computation.

Performance Review

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS") as required by the Singapore Companies Act, with modification to FRS39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning, as provided in the Monetary Authority of Singapore ("MAS") Notice 612 Credit Files, Grading and Provisioning.

The new/revised FRS applicable to the Group with effect from 1 January 2014 are listed below. The adoption of these FRS has no significant impact on the financial statements of the Group.

- FRS27 Separate Financial Statements
- FRS28 Investments in Associates and Joint Ventures
- FRS110 Consolidated Financial Statements
- FRS111 Joint Arrangements
- FRS112 Disclosure of Interests in Other Entities
- Amendments to FRS32 – Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS36 – Recoverable Amount Disclosures for Non-Financial Assets
- Amendments to FRS39 – Novation of Derivatives and Continuation of Hedge Accounting

Other than the above changes, the accounting policies and computation methods adopted in the audited financial statements for the financial year ended 31 December 2014 are the same as those adopted in the audited financial statements for the financial year ended 31 December 2013.

To better reflect the underlying risk of the credit exposure by geography, the Group has changed the basis of disclosure from booking location to where credit risks reside, largely represented by the borrower's country of incorporation/operation (for non-individuals) and residence (for individuals). The changes are made to individual impairment on loans by geography (page 10), loans by geography (page 11) and non-performing loans by geography (page 13) in this report. Prior period comparatives have been restated to conform with the current period presentation.

Full year 2014 ("2014") performance

2014 versus 2013

The Group delivered strong net earnings of \$3.25 billion, an increase of 8.0% from a year ago. Total income rose 11.0% year-on-year, crossing a new record at \$7.46 billion, driven by robust loan growth and higher trading and investment income.

Net interest income registered a double-digit growth of 10.6% from a year ago to \$4.56 billion on strong loan growth. Net interest margin was relatively flat at 1.71%.

Non-interest income rose 11.5% to \$2.90 billion in 2014. Fee and commission income increased 1.1% to \$1.75 billion from a year ago with increased contributions from credit card, wealth management, trade and loan-related activities, but partly offset by lower fund management and corporate finance fees. Trading and investment income surged 50.1% to \$817 million on higher treasury customer income, investment gains and trading income on the back of improved market sentiment, after concerns over QE tapering in 2013.

Operating expenses increased 8.6% from a year ago to \$3.15 billion mainly due to higher staff costs, revenue and IT-related expenses to support the Group's growing franchise and increased business volume. With a stronger revenue growth, expense-to-income ratio improved from 43.1% to 42.2%.

Total impairment charges of \$635 million was 48.1% higher than a year ago due to a larger loan book coupled with an increase in the total charge off rate to 32 basis points. Individual impairment on loans increased due to a few isolated non-performing accounts in Thailand and Indonesia.

The share of associates' profits decreased 21.9% from a year ago to \$149 million, as some associates realised non-recurring gain on investments in 2013.

Fourth quarter 2014 ("4Q14") performance

4Q14 versus 4Q13

The Group reported net earnings of \$786 million in 4Q14, 1.7% higher than 4Q13 driven by core income streams.

Net interest income grew 6.7% to \$1.17 billion in 4Q14 supported by loan growth, but offset by a decrease in net interest margin.

Non-interest income for 4Q14 stood at \$682 million, 5.4% higher than 4Q13 due to broad-based increase in fee and commission income as well as higher trading and investment income.

Operating expenses of \$805 million in 4Q14 was 5.6% higher from a year ago due to higher revenue and IT-related expenses.

Total impairment charges were 19.9% higher at \$166 million in 4Q14, due mainly to higher individual impairment on loans as well as collective impairment set aside for loan growth.

4Q14 versus 3Q14

Net earnings decreased 9.3% to \$786 million from the previous quarter.

Non-interest income was 16.4% lower when compared with 3Q14 on lower fee and commission income due to seasonal slowdown in business volume. Trading and investment income decreased 37.8% over the previous quarter to \$160 million mainly due to higher hedging gains in 3Q14 on the back of favourable market conditions.

Balance sheet and capital position

Gross customer loans rose 9.5% year-on-year and 1.7% during the quarter to \$199 billion as at 31 December 2014. Loan growth was broad-based across most of the territories and industries.

With the Group's ongoing efforts to build a sustainable funding base, customer deposits increased 9.0% from a year ago to \$234 billion as at 31 December 2014. Compared with 3Q14, deposits grew 4.2%. Total and SGD loan-to-deposit ratios stayed healthy at 83.8% and 93.0% respectively as at 31 December 2014.

Asset quality remained sound with NPL ratio at 1.2% while NPL coverage was strong at 145.9%. NPL increased to \$2.36 billion in 2014, as compared with the previous quarter and 2013, due to a few isolated NPL accounts in Singapore, Thailand and Indonesia. Housing loans NPL stabilised in 4Q14 after the NPL associated to a property project of \$166 million was recognised in the previous two quarters.

Shareholders' equity was \$29.6 billion as at 31 December 2014, up 12.1% due to net profit, improved valuation on the available-for-sale investments and issuance of new ordinary shares pursuant to the scrip dividend scheme. Compared with 3Q14, shareholders' equity rose 3.3%. Return on equity for 2014 was 12.3%.

As at 31 December 2014, the Group's capital position remained strong and well above the MAS minimum requirements with Common Equity Tier 1 ("CET1"), Tier 1 and Total CAR at 13.9%, 13.9% and 16.9% respectively.

Net Interest Income

Net interest margin

	2014			2013		
	Average balance	Interest	Average rate	Average balance	Interest	Average rate
	\$m	\$m	%	\$m	\$m	%
Interest bearing assets						
Customer loans	190,773	5,913	3.10	168,787	5,297	3.14
Interbank balances	48,851	693	1.42	41,225	654	1.59
Securities	27,176	584	2.15	29,846	557	1.86
Total	266,801	7,189	2.69	239,858	6,508	2.71
Interest bearing liabilities						
Customer deposits	217,548	2,252	1.04	200,890	2,040	1.02
Interbank balances/others	40,438	380	0.94	31,961	348	1.09
Total	257,986	2,632	1.02	232,851	2,388	1.03
Net interest margin ¹			1.71			1.72

	4Q14			4Q13			3Q14		
	Average balance	Interest	Average rate	Average balance	Interest	Average rate	Average balance	Interest	Average rate
	\$m	\$m	%	\$m	\$m	%	\$m	\$m	%
Interest bearing assets									
Customer loans	195,539	1,552	3.15	178,053	1,397	3.11	193,378	1,505	3.09
Interbank balances	53,557	177	1.31	42,524	176	1.64	47,349	160	1.34
Securities	25,985	143	2.19	28,405	138	1.93	27,193	146	2.14
Total	275,081	1,873	2.70	248,981	1,711	2.73	267,919	1,811	2.68
Interest bearing liabilities									
Customer deposits	228,258	615	1.07	207,417	529	1.01	215,613	560	1.03
Interbank balances/others	37,114	89	0.95	35,002	87	0.99	43,097	96	0.88
Total	265,371	705	1.05	242,419	616	1.01	258,710	655	1.01
Net interest margin ¹			1.69			1.74			1.71

Note:

¹ Net interest margin represents annualised net interest income as a percentage of total interest bearing assets.

Net Interest Income (cont'd)
Volume and rate analysis

	2014 vs 2013			4Q14 vs 4Q13			4Q14 vs 3Q14		
	Volume change	Rate change	Net change	Volume change	Rate change	Net change	Volume change	Rate change	Net change
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Interest income									
Customer loans	690	(74)	616	137	18	156	17	31	48
Interbank balances	121	(83)	38	46	(44)	1	21	(3)	18
Securities	(50)	77	27	(12)	17	5	(7)	3	(3)
Total	761	(80)	681	171	(9)	162	31	31	62
Interest expense									
Customer deposits	169	42	212	53	34	87	33	23	56
Interbank balances/others	103	(72)	32	7	(5)	2	(13)	7	(6)
Total	273	(29)	243	60	29	89	20	29	49
Net interest income	489	(51)	438	111	(38)	73	11	2	13

Net interest income rose 10.6% from a year ago to \$4.56 billion, driven largely by robust loan growth of 9.5%. Net interest margin was relatively flat at 1.71% as compared with 2013.

Net interest income grew 6.7% from 4Q13 and increased 1.1% over the previous quarter to \$1.17 billion. Net interest margin was lower at 1.69% in 4Q14 resulted from higher funding costs.

Non-Interest Income

	2014	2013	+ / (-)	4Q14	4Q13	+ / (-)	3Q14	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Fee and commission income								
Credit card	281	262	7.0	76	72	5.8	72	5.2
Fund management	156	172	(9.6)	40	39	1.9	46	(12.5)
Investment-related	431	420	2.8	102	101	1.2	118	(13.9)
Loan-related	448	442	1.4	118	113	4.1	131	(10.1)
Service charges	113	111	1.8	32	30	7.8	28	15.3
Trade-related	273	268	2.0	69	70	(0.5)	70	(0.6)
Others	47	56	(15.8)	14	11	21.1	11	26.1
	1,749	1,731	1.1	450	435	3.5	475	(5.3)
Other non-interest income								
Net trading income	599	511	17.2	119	160	(26.0)	222	(46.4)
Net gain/(loss) from investment securities	218	33	>100.0	41	(16)	>100.0	36	15.7
Dividend income	48	53	(9.4)	3	3	(12.1)	14	(80.2)
Rental income	115	114	1.3	28	30	(4.7)	28	2.5
Other income	170	159	7.4	40	35	15.3	41	(2.5)
	1,151	870	32.3	232	212	9.2	341	(32.0)
Total	2,900	2,600	11.5	682	647	5.4	816	(16.4)

Non-interest income rose 11.5% year-on-year to \$2.90 billion in 2014. Fee and commission income increased 1.1% to \$1.75 billion from a year ago with increased contribution from credit card, wealth management, trade and loan-related activities, but partly offset by lower fund management and corporate finance fees. Trading and investment income surged 50.1% to \$817 million on higher treasury customer income, investment gains and trading income on the back of favourable market sentiment.

Non-interest income for 4Q14 stood at \$682 million. Compared with 4Q13, the growth of 5.4% was contributed by broad-based increase in fee and commission income as well as higher trading and investment income.

Fee and commission income was 5.3% lower from 3Q14 on seasonal slowdown in business volume. Trading and investment income decreased 37.8% over the previous quarter to \$160 million mainly due to higher hedging gains in 3Q14 on the back of favourable market conditions.

Operating Expenses

	2014	2013	+ / (-)	4Q14	4Q13	+ / (-)	3Q14	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Staff costs	1,825	1,712	6.6	454	447	1.4	461	(1.6)
Other operating expenses								
Revenue-related	672	570	17.9	175	152	15.3	175	(0.3)
Occupancy-related	287	291	(1.5)	65	72	(10.1)	75	(13.6)
IT-related	199	160	24.5	62	41	52.7	48	29.3
Others	163	164	(0.9)	49	50	(1.9)	40	23.6
	1,321	1,186	11.4	351	315	11.6	339	3.8
Total	3,146	2,898	8.6	805	762	5.6	800	0.7
Of which, depreciation of assets	163	130	25.6	55	34	63.5	37	48.3
Manpower (number)	25,009	24,484	525	25,009	24,484	525	24,821	188

Total operating expenses increased 8.6% to \$3.15 billion from a year ago mainly due to higher staff costs, revenue and IT-related expenses in support of the Group's growing franchise and increased business volume. With a stronger revenue growth, expense-to-income ratio improved from 43.1% in 2013 to 42.2% in 2014.

Total expenses was flat at \$805 million in 4Q14 when compared with the previous quarter, but 5.6% higher than a year ago mainly on higher revenue and IT-related costs.

Impairment Charges

	2014	2013	+ / (-)	4Q14	4Q13	+ / (-)	3Q14	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Individual impairment on loans ¹								
Singapore	53	50	5.8	34	27	27.0	6	>100.0
Malaysia	28	18	52.0	11	7	45.7	5	>100.0
Thailand	73	7	>100.0	16	16	2.7	22	(26.6)
Indonesia	49	(21)	>100.0	(2)	(6)	69.2	28	(>100.0)
Greater China ²	6	7	(18.8)	4	(2)	>100.0	(2)	>100.0
Others	29	74	(60.1)	10	9	6.0	15	(34.9)
	238	136	75.8	73	51	41.8	75	(2.5)
Individual impairment on securities and others	63	22	>100.0	14	37	(61.6)	16	(10.4)
Collective impairment	334	272	22.8	79	50	57.8	72	10.3
Total	635	429	48.1	166	139	19.9	162	2.4

Total impairment charges for 2014 were \$635 million, an increase of 48.1% from a year ago due to a larger loan book coupled with an increase in the total charge off rate to 32 basis points. Individual impairment on loans increased due to a few isolated non-performing accounts in Thailand and Indonesia.

Total impairment charges were \$166 million in 4Q14. This was an increase of 19.9% from 4Q13, due mainly to higher collective impairment set aside for loan growth and individual impairment charges. Compared with 3Q14, it was a marginal increase of \$4 million, mainly due to payments and additional collateral received from NPL accounts in Indonesia.

Notes:

- 1 With effect from December 2014, individual impairment charges on loans by geography is classified according to where credit risks reside, largely represented by the borrower's country of incorporation/operation (for non-individuals) and residence (for individuals). Prior period comparatives have been restated to conform with the current presentation.
- 2 Comprise China, Hong Kong and Taiwan.

Customer Loans

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Gross customer loans	199,343	195,943	181,978
Less: Individual impairment	657	659	798
Collective impairment	2,783	2,701	2,323
Net customer loans	195,903	192,584	178,857
By industry			
Transport, storage and communication	10,014	8,963	7,983
Building and construction	25,160	25,128	23,845
Manufacturing	17,139	17,080	15,999
Financial institutions	29,551	29,569	29,173
General commerce	27,119	26,782	22,159
Professionals and private individuals	26,008	25,530	24,611
Housing loans	54,711	53,755	50,487
Others	9,641	9,137	7,722
Total (gross)	199,343	195,943	181,978
By currency			
Singapore dollar	106,785	106,517	101,538
US dollar	33,471	31,653	26,923
Malaysian ringgit	24,364	24,860	23,308
Thai baht	10,155	9,757	9,148
Indonesian rupiah	4,777	4,613	4,242
Others	19,791	18,543	16,819
Total (gross)	199,343	195,943	181,978
By maturity			
Within 1 year	66,066	65,237	59,256
Over 1 year but within 3 years	39,220	38,661	37,508
Over 3 years but within 5 years	24,341	23,251	20,620
Over 5 years	69,715	68,794	64,595
Total (gross)	199,343	195,943	181,978
By geography ¹			
Singapore	109,700	109,148	103,726
Malaysia	25,768	26,094	24,196
Thailand	10,836	10,456	9,883
Indonesia	11,100	10,673	9,607
Greater China	25,308	24,173	19,134
Others	16,631	15,400	15,431
Total (gross)	199,343	195,943	181,978

Gross customer loans rose 9.5% year-on-year and 1.7% over the previous quarter to \$199 billion as at 31 December 2014. Loan growth was broad-based across most of the territories and industries.

In Singapore, customer loans base expanded 5.8% over a year ago to \$110 billion as at 31 December 2014. Regional countries continued to contribute a strong loan growth of 16.2% over a year ago and 2.3% quarter-on-quarter to \$73.0 billion as at 31 December 2014.

Note:

¹ With effect from December 2014, loans by geography is classified according to where credit risks reside, largely represented by the borrower's country of incorporation/operation (for non-individuals) and residence (for individuals). Prior period comparatives have been restated to conform with the current presentation.

Non-Performing Assets

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Loans ("NPL")	2,358	2,289	2,074
Debt securities and others	230	234	240
Non-Performing Assets ("NPA")	2,588	2,523	2,314

By grading

Substandard	1,855	1,832	1,265
Doubtful	197	143	462
Loss	536	548	587
Total	2,588	2,523	2,314

By security coverage

Secured	1,387	1,242	1,088
Unsecured	1,201	1,281	1,226
Total	2,588	2,523	2,314

By ageing

Current	536	521	295
Within 90 days	152	140	197
Over 90 to 180 days	319	432	241
Over 180 days	1,581	1,430	1,581
Total	2,588	2,523	2,314

Cumulative impairment

Individual	819	802	958
Collective	2,910	2,828	2,450
Total	3,729	3,630	3,408
As a % of NPA	144.1%	143.9%	147.3%
As a % of unsecured NPA	310.5%	283.4%	278.0%

	NPL	NPL	NPL	NPL	NPL
	\$m	ratio	\$m	ratio	ratio
	\$m	%	\$m	%	%
NPL by industry					
Transport, storage and communication	714	7.1	699	7.8	10.3
Building and construction	192	0.8	143	0.6	0.5
Manufacturing	280	1.6	309	1.8	1.4
Financial institutions	143	0.5	107	0.4	0.3
General commerce	265	1.0	287	1.1	1.2
Professionals and private individuals	209	0.8	201	0.8	0.8
Housing loans	507	0.9	502	0.9	0.6
Others	48	0.5	41	0.4	0.5
Total	2,358	1.2	2,289	1.2	2,074

Non-Performing Assets (cont'd)

	NPL \$m	NPL ratio %	Total cumulative impairment	
			as a % of NPL %	as a % of unsecured NPL %
NPL by geography ¹				
Singapore				
Dec-14	864	0.8	249.9	817.8
Sep-14	805	0.7	260.7	638.0
Dec-13	521	0.5	355.9	986.2
Malaysia				
Dec-14	386	1.5	135.0	505.8
Sep-14	400	1.5	128.5	417.9
Dec-13	408	1.7	120.8	359.9
Thailand				
Dec-14	267	2.5	121.3	241.8
Sep-14	259	2.5	117.0	238.6
Dec-13	203	2.1	140.4	285.0
Indonesia				
Dec-14	298	2.7	55.4	150.0
Sep-14	275	2.6	63.3	130.8
Dec-13	147	1.5	40.1	118.0
Greater China				
Dec-14	124	0.5	109.7	191.5
Sep-14	118	0.5	116.1	217.5
Dec-13	126	0.7	88.9	177.8
Others				
Dec-14	419	2.5	32.2	45.0
Sep-14	432	2.8	30.8	43.8
Dec-13	669	4.3	47.5	62.8
Group NPL				
Dec-14	2,358	1.2	145.9	350.3
Sep-14	2,289	1.2	146.8	311.4
Dec-13	2,074	1.1	150.5	298.9

The Group's asset quality remained sound. NPL ratio was stable at 1.2% with a strong NPL coverage of 145.9%.

NPL increased to \$2.36 billion from the previous quarter and a year ago due to a few isolated NPL accounts in Singapore, Thailand and Indonesia. Housing loans NPL stabilised in 4Q14 after the NPL associated to a property project of \$166 million was recognised in the previous two quarters.

Note:

1 With effect from December 2014, non-performing loans by geography is classified according to where credit risks reside, largely represented by the borrower's country of incorporation/operation (for non-individuals) and residence (for individuals). Prior period comparatives have been restated to conform with the current presentation.

Customer Deposits

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
By product			
Fixed deposits	129,787	126,144	120,773
Savings deposits	51,654	51,090	45,492
Current accounts	45,482	40,934	40,289
Others	6,827	6,196	7,993
Total	233,750	224,365	214,548
By maturity			
Within 1 year	226,593	214,410	210,750
Over 1 year but within 3 years	5,521	8,400	2,488
Over 3 years but within 5 years	646	582	488
Over 5 years	989	973	822
Total	233,750	224,365	214,548
By currency			
Singapore dollar	112,608	111,018	106,573
US dollar	49,068	44,518	40,902
Malaysian ringgit	27,199	27,410	26,521
Thai baht	10,970	10,193	9,235
Indonesian rupiah	4,822	4,421	4,320
Others	29,082	26,805	26,997
Total	233,750	224,365	214,548
Group Loan/Deposit ratio (%)	83.8	85.8	83.4
SGD Loan/Deposit ratio (%)	93.0	94.1	93.6
USD Loan/Deposit ratio (%)	67.7	70.6	65.2

Compared to a year ago, customer deposit growth was 9.0%, in line with loan growth and mainly contributed by Singapore-dollar and US-dollar deposits.

Customers deposits continued to grow 4.2% from the previous quarter to \$234 billion, led by US-dollar deposits.

As at 31 December 2014, Group's loan-to-deposit ratio and SGD loan-to-deposit ratio was healthy at 83.8% and 93.0% respectively.

Debts Issued (Unsecured)

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Subordinated debts	4,640	4,578	5,357
Commercial papers	10,502	12,704	9,734
Fixed and floating rate notes	4,211	4,122	2,080
Others	1,601	1,600	1,810
Total	20,953	23,004	18,981
Due within 1 year	12,393	14,623	11,507
Due after 1 year	8,560	8,381	7,474
Total	20,953	23,004	18,981

Shareholders' Equity

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Shareholders' equity	29,569	28,611	26,388
Add: Revaluation surplus	4,224	4,183	4,098
Shareholders' equity including revaluation surplus	33,793	32,794	30,486

Shareholders' equity was \$29.6 billion as at 31 December 2014, up 12.1% from a year ago. The increase was largely led by higher net profits, improved valuation on the available-for-sale investments and issuance of new ordinary shares pursuant to the scrip dividend scheme. Compared with 3Q14, shareholders' equity rose 3.3%.

As at 31 December 2014, revaluation surplus of \$4.22 billion relates to Group's properties, which are not recognised in the financial statements.

Changes in Issued Shares of the Bank

	Number of shares			
	2014	2013	4Q14	4Q13
	'000	'000	'000	'000
Ordinary shares				
Balance at beginning of period	1,590,494	1,590,494	1,614,544	1,590,494
Issue of shares under scrip dividend scheme	24,050	-	-	-
Balance at end of period	1,614,544	1,590,494	1,614,544	1,590,494
Treasury shares				
Balance at beginning of period	(14,069)	(15,733)	(13,191)	(15,264)
Issue of shares under share-based compensation plans	2,212	1,664	1,334	1,194
Balance at end of period	(11,857)	(14,069)	(11,857)	(14,069)
Ordinary shares net of treasury shares	1,602,687	1,576,425	1,602,687	1,576,425
Preference shares				
Balance at beginning of period	-	13,200	-	-
Class E non-cumulative non-convertible preference shares fully redeemed on 16 September 2013	-	(13,200)	-	-
Balance at end of period	-	-	-	-

Performance by Operating Segment

The Group is organised to be segment-led across key markets. Global segment heads are responsible for driving business, with decision-making balanced with a geographical perspective. For internal management purposes, the following segments represent the key customer segments and business activities:

Group Retail ("GR")

GR segment covers Consumer, Privilege, Business and Private Banking. Consumer Banking serves the individual customers, while Business Banking serves small enterprises with a wide range of products and services, including deposits, loans, investments, credit and debit cards and insurance products. Privilege Banking provides an extended range of financial services, including wealth management, and restricted products such as structured notes, funds of hedge funds, and insurance plans to the wealthy and affluent customers. Private Banking caters to the high net worth individuals and accredited investors, offering financial and portfolio planning, including investment management, asset management and estate planning.

Segment profit increased 6.8% to \$1,247 million in 2014, mainly driven by higher net interest income as well as higher non-interest income from treasury and credit cards products. The increase was partly negated by higher business volume-related costs.

Group Wholesale Banking ("GWB")

GWB segment encompasses Commercial Banking, Corporate Banking, Financial Institutions Group ("FIG"), Corporate Finance and Debt Capital Markets. Commercial Banking serves the medium and large enterprises, while Corporate Banking serves large local corporations, government-linked companies and agencies, and FIG serves financial institutions. Commercial Banking, Corporate Banking and FIG provide customers with a broad range of products and services that include current accounts, deposits, lending, asset finance, ship finance, trade finance, structured finance, cash management and cross-border payments. Corporate Finance provides services that include lead managing and underwriting equity offerings and corporate advisory services. Debt Capital Markets specialises in solution-based structures to meet clients' financing requirements in structuring, underwriting and arranging syndicated loans for general corporate needs, leveraged buy-outs, project and structured finance, and underwriting and lead managing bond issues.

Segment profit grew 5.3% to \$2,218 million in 2014, driven by net interest income and increased cross-sell income from transaction banking and treasury products. The growth was partly negated by higher impairment charges and higher operating expenses. Higher operating expenses were resulted from the continued investment in product capabilities and hiring of new talents as the business expanded regionally.

Global Markets and Investment Management ("GMIM")

GMIM segment provides a comprehensive range of global markets products and services, including foreign exchange, money market, fixed income, derivatives, margin trading, futures broking, precious metals products, as well as an array of structured products. It is a dominant player in Singapore dollar instruments as well as a provider of banknote services in the region. It also engages in asset management, proprietary investment activities and management of excess liquidity and capital funds. Income from global markets products and services offered to customers of other operating segments, such as Group Retail and Group Wholesale Banking, is reflected in the respective customer segments.

Segment profit increased 15.6% to \$452 million in 2014, mainly attributed to higher gain on investment securities and market making activities as well as higher share of associates' profits.

Others

Others include property-related activities, insurance businesses and income and expenses not attributable to other operating segments mentioned above.

Other segment recorded a loss of \$92 million in 2014, as compared to a loss of \$82 million in 2013, mainly due to lower associates' profits.

Performance by Operating Segment¹ (cont'd)

	GR	GWB	GMIM	Others	Elimination	Total
	\$m	\$m	\$m	\$m	\$m	\$m
2014						
Operating income	3,017	3,023	884	705	(172)	7,457
Operating expenses	(1,631)	(674)	(410)	(603)	172	(3,146)
Impairment charges	(139)	(131)	(59)	(306)	-	(635)
Share of profit of associates and joint ventures	-	-	37	112	-	149
Profit before tax	1,247	2,218	452	(92)	-	3,825
Tax						(561)
Profit for the financial year						3,264
Segment assets	88,706	126,424	87,743	2,605	(4,080)	301,398
Intangible assets	1,319	2,090	660	80	-	4,149
Investment in associates and joint ventures	-	-	333	856	-	1,189
Total assets	90,025	128,514	88,736	3,541	(4,080)	306,736
Segment liabilities	108,874	110,574	52,731	9,526	(4,741)	276,964
Other information						
Inter-segment operating income	346	(336)	(412)	574	(172)	-
Gross customer loans	88,571	109,853	909	10	-	199,343
Non-performing assets	784	1,697	25	82	-	2,588
Capital expenditure	20	6	14	219	-	259
Depreciation of assets	10	5	4	144	-	163
2013						
Operating income	2,772	2,738	870	526	(186)	6,720
Operating expenses	(1,515)	(607)	(406)	(556)	186	(2,898)
Impairment charges	(89)	(24)	(76)	(240)	-	(429)
Share of profit of associates and joint ventures	-	-	3	188	-	191
Profit before tax	1,168	2,107	391	(82)	-	3,584
Tax						(559)
Profit for the financial year						3,025
Segment assets	82,721	118,766	79,907	2,185	(4,491)	279,088
Intangible assets	1,317	2,087	660	80	-	4,144
Investment in associates and joint ventures	-	-	9	988	-	997
Total assets	84,038	120,853	80,576	3,253	(4,491)	284,229
Segment liabilities	103,492	90,641	59,777	8,865	(5,123)	257,652
Other information						
Inter-segment operating income	392	(257)	(342)	393	(186)	-
Gross customer loans	82,114	99,509	330	25	-	181,978
Non-performing assets	577	1,637	20	80	-	2,314
Capital expenditure	11	5	9	196	-	221
Depreciation of assets	9	4	3	114	-	130

Note:

1 Transfer prices between operating segments are on arm's length basis in a manner similar to transactions with third parties.

Performance by Geographical Segment¹

	2014	2013	4Q14	4Q13	3Q14
	\$m	\$m	\$m	\$m	\$m
Total operating income					
Singapore	4,313	3,775	1,022	972	1,156
Malaysia	1,047	969	276	257	275
Thailand	691	632	187	166	184
Indonesia	410	436	106	106	103
Greater China	587	502	142	125	140
Others	409	406	117	116	113
Total	7,457	6,720	1,850	1,742	1,971
Profit before tax					
Singapore	2,345	2,181	535	495	663
Malaysia	593	555	124	138	173
Thailand	159	146	39	31	47
Indonesia	99	178	44	52	16
Greater China	305	272	61	58	73
Others	324	252	119	81	76
Total	3,825	3,584	922	855	1,046

In 2014, the Group's total operating income grew 11.0% to \$7.46 billion, which largely contributed by Singapore growth of 14.3% to \$4.31 billion and regional growth of 7.7% to \$2.74 billion. In terms of pre-tax profit, improved performance was seen across most territories except for Indonesia due to currency depreciation and higher impairment on loans. Overseas profit before tax contribution was 38.7% of total Group's pre-tax profit.

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Total assets			
Singapore	187,529	185,477	176,590
Malaysia	37,269	37,972	35,647
Thailand	15,915	15,165	15,608
Indonesia	8,143	7,712	7,173
Greater China	31,977	29,902	27,395
Others	21,754	22,336	17,672
	302,587	298,563	280,085
Intangible assets	4,149	4,146	4,144
Total	306,736	302,710	284,229

Note:

1 Based on the location where the transactions and assets are booked which approximates that based on the location of the customers and assets. Information is stated after elimination of inter-segment transactions.

Capital Adequacy Ratios^{1,2}

	Dec-14	Sep-14	Dec-13
	\$m	\$m	\$m
Share capital	3,715	3,689	3,155
Disclosed reserves/others	23,590	22,661	20,981
Regulatory adjustments	(2,408)	(2,415)	(2,348)
Common Equity Tier 1 Capital ("CET1")	24,897	23,935	21,788
Preference shares/others	2,180	2,179	2,180
Regulatory adjustments - capped	(2,180)	(2,179)	(2,180)
Additional Tier 1 Capital ("AT1")	-	-	-
Tier 1 Capital	24,897	23,935	21,788
Subordinated notes	4,405	4,339	4,692
Provisions/others	918	878	867
Regulatory adjustments	(12)	(13)	(37)
Tier 2 Capital	5,311	5,204	5,522
Eligible Total Capital	30,208	29,139	27,310
Risk-Weighted Assets ("RWA")	178,792	171,426	164,911
Capital Adequacy Ratios ("CAR")			
CET1	13.9%	14.0%	13.2%
Tier 1	13.9%	14.0%	13.2%
Total	16.9%	17.0%	16.6%

The Group's CET1, Tier 1 and Total CAR as at 31 December 2014 were well above the regulatory minimum requirements.

Compared to a year ago, the improvement in capital ratios was mainly attributed to retained earnings partially offset by higher RWA resulting from asset growth.

Compared with 30 September 2014, capital ratios were slightly lower mainly due to higher credit RWA arising from loan growth. Total capital increased, largely attributed to fourth quarter's retained earnings and higher available-for-sale valuation reserves.

Notes:

1 For year 2014, banks incorporated in Singapore are to maintain minimum CAR of CET1 at 5.5% (2013: 4.5%), Tier 1 at 7% (2013: 6%) and Total at 10%. By year 2019, including the capital conservation buffer of 2.5%, the minimum CAR will be CET1 at 9%, Tier 1 at 10.5% and Total at 12.5%.

2 More regulatory disclosure is available in the UOB website at www.uobgroup.com/investor/financial/overview.html.

Consolidated Income Statement (Audited)

	2014	2013	+ / (-)	4Q14 ¹	4Q13 ¹	+ / (-)	3Q14 ¹	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Interest income	7,189	6,508	10.5	1,873	1,711	9.5	1,811	3.4
Less: Interest expense	2,632	2,388	10.2	705	616	14.4	655	7.5
Net interest income	4,558	4,120	10.6	1,168	1,095	6.7	1,155	1.1
Fee and commission income	1,749	1,731	1.1	450	435	3.5	475	(5.3)
Dividend income	48	53	(9.4)	3	3	(12.1)	14	(80.2)
Rental income	115	114	1.3	28	30	(4.7)	28	2.5
Net trading income	599	511	17.2	119	160	(26.0)	222	(46.4)
Net gain/(loss) from investment securities	218	33	>100.0	41	(16)	>100.0	36	15.7
Other income	170	159	7.4	40	35	15.3	41	(2.5)
Non-interest income	2,900	2,600	11.5	682	647	5.4	816	(16.4)
Total operating income	7,457	6,720	11.0	1,850	1,742	6.2	1,971	(6.1)
Less: Staff costs	1,825	1,712	6.6	454	447	1.4	461	(1.6)
Other operating expenses	1,321	1,186	11.4	351	315	11.6	339	3.8
Total operating expenses	3,146	2,898	8.6	805	762	5.6	800	0.7
Operating profit before impairment charges	4,311	3,822	12.8	1,045	980	6.7	1,171	(10.8)
Less: Impairment charges	635	429	48.1	166	139	19.9	162	2.4
Operating profit after impairment charges	3,676	3,393	8.3	879	841	4.5	1,009	(12.9)
Share of profit of associates and joint ventures	149	191	(21.9)	43	14	>100.0	37	16.5
Profit before tax	3,825	3,584	6.7	922	855	7.8	1,046	(11.9)
Less: Tax	561	559	0.3	134	78	71.5	176	(24.1)
Profit for the financial period	3,264	3,025	7.9	788	777	1.4	870	(9.4)
Attributable to:								
Equity holders of the Bank	3,249	3,008	8.0	786	773	1.7	866	(9.3)
Non-controlling interests	15	17	(12.1)	2	4	(51.0)	3	(41.4)
	3,264	3,025	7.9	788	777	1.4	870	(9.4)
Total operating income								
First half	3,636	3,315	9.7					
Second half	3,821	3,405	12.2					
Profit for the financial year attributed to equity holders of the Bank								
First half	1,596	1,505	6.1					
Second half	1,653	1,503	10.0					

Note:

1 Unaudited.

Consolidated Statement of Comprehensive Income (Audited)

	2014	2013	+ / (-)	4Q14 ¹	4Q13 ¹	+ / (-)	3Q14 ¹	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Profit for the financial period	3,264	3,025	7.9	788	777	1.4	870	(9.4)
Currency translation adjustments	110	(264)	>100.0	50	(94)	>100.0	69	(28.1)
Change in available-for-sale reserve								
Change in fair value	649	(201)	>100.0	166	22	>100.0	(90)	>100.0
Transfer to income statement								
on disposal/impairment	(92)	41	(>100.0)	(21)	40	(>100.0)	(24)	11.6
Tax relating to available-for-sale reserve	(17)	(17)	(2.3)	(11)	(7)	(56.8)	24	(>100.0)
Change in share of other comprehensive income of associates and joint ventures	19	(97)	>100.0	(4)	(12)	71.0	25	(>100.0)
Remeasurement of defined benefit obligation ²	(5)	(4)	(11.5)	(5)	(4)	(9.3)	0	(>100.0)
Other comprehensive income for the financial period, net of tax	663	(542)	>100.0	174	(56)	>100.0	3	>100.0
Total comprehensive income for the financial period, net of tax	3,928	2,483	58.2	962	721	33.4	873	10.3
Attributable to:								
Equity holders of the Bank	3,909	2,468	58.4	959	716	33.9	872	10.0
Non-controlling interests	19	15	29.5	4	5	(28.2)	1	>100.0
	3,928	2,483	58.2	962	721	33.4	873	10.3

Note:

1 Unaudited.

2 Refer to item that will not be reclassified subsequently to Income Statement.

Consolidated Balance Sheet (Audited)

	Dec-14	Sep-14 ¹	Dec-13
	\$m	\$m	\$m
Equity			
Share capital and other capital	5,892	5,866	5,333
Retained earnings	14,064	13,325	12,003
Other reserves	9,613	9,420	9,053
Equity attributable to equity holders of the Bank	29,569	28,611	26,388
Non-controlling interests	203	198	189
Total	29,772	28,809	26,577
Liabilities			
Deposits and balances of banks	11,226	15,467	13,706
Deposits and balances of customers	233,750	224,365	214,548
Bills and drafts payable	951	1,423	1,035
Other liabilities	10,084	9,641	9,382
Debts issued	20,953	23,004	18,981
Total	276,964	273,900	257,652
Total equity and liabilities	306,736	302,710	284,229
Assets²			
Cash, balances and placements with central banks	35,083	34,226	26,881
Singapore Government treasury bills and securities	7,757	7,884	9,655
Other government treasury bills and securities	10,141	9,400	7,943
Trading securities	738	881	628
Placements and balances with banks	28,692	29,851	31,412
Loans to customers	195,903	192,584	178,857
Investment securities	11,440	11,443	12,140
Other assets	9,256	8,778	9,280
Investment in associates and joint ventures	1,189	1,154	997
Investment properties	960	960	985
Fixed assets	1,428	1,404	1,308
Intangible assets	4,149	4,146	4,144
Total	306,736	302,710	284,229
Off-balance sheet items			
Contingent liabilities	18,515	20,352	24,098
Financial derivatives	605,487	619,857	451,573
Commitments	99,593	92,688	69,757
Net asset value per ordinary share (\$)	17.09	16.51	15.36

Notes:

1 Unaudited.

2 Assets pledged under repurchase agreements are included in the respective asset items.

Consolidated Statement of Changes in Equity (Audited)

	Attributable to equity holders of the Bank					Total equity
	Share capital and other capital	Retained earnings	Other reserves	Total	Non-controlling interests	
	\$m	\$m	\$m	\$m	\$m	
Balance at 1 January 2014	5,333	12,003	9,053	26,388	189	26,577
Profit for the financial year	-	3,249	-	3,249	15	3,264
Other comprehensive income for the financial year	-	(5)	664	660	4	663
Total comprehensive income for the financial year	-	3,244	664	3,909	19	3,928
Transfers	-	96	(96)	-	-	-
Change in non-controlling interests	-	-	1	1	1	2
Dividends	-	(1,279)	-	(1,279)	(6)	(1,285)
Issue of shares under scrip dividend scheme	517	-	-	517	-	517
Share-based compensation	-	-	34	34	-	34
Reclassification of share-based compensation reserves on expiry	-	0	(0)	-	-	-
Issue of shares under share-based compensation plans	43	-	(43)	-	-	-
Balance at 31 December 2014	5,892	14,064	9,613	29,569	203	29,772
Balance at 1 January 2013	5,272	10,222	9,586	25,080	192	25,272
Profit for the financial year	-	3,008	-	3,008	17	3,025
Other comprehensive income for the financial year	-	(4)	(535)	(540)	(3)	(542)
Total comprehensive income for the financial year	-	3,004	(535)	2,468	15	2,483
Transfers	-	(23)	23	-	-	-
Change in non-controlling interests	-	-	(9)	(9)	(10)	(19)
Dividends	-	(1,206)	-	(1,206)	(7)	(1,213)
Share-based compensation	-	-	29	29	-	29
Reclassification of share-based compensation reserves on expiry	-	6	(6)	-	-	-
Issue of shares under share-based compensation plans	32	-	(32)	-	-	-
Increase in statutory reserves	-	-	1	1	-	1
Issuance of perpetual capital securities	1,346	-	-	1,346	-	1,346
Redemption of preference shares	(1,317)	-	(3)	(1,320)	-	(1,320)
Balance at 31 December 2013	5,333	12,003	9,053	26,388	189	26,577

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank					Total equity
	Share capital and other capital	Retained earnings	Other reserves	Total	Non-controlling interests	
	\$m	\$m	\$m	\$m	\$m	
Balance at 1 October 2014	5,866	13,325	9,420	28,611	198	28,809
Profit for the financial period	-	786	-	786	2	788
Other comprehensive income for the financial period	-	(5)	177	172	2	174
Total comprehensive income for the financial period	-	781	177	959	4	962
Transfers	-	(30)	30	-	-	-
Change in non-controlling interests	-	-	-	-	2	2
Dividends	-	(12)	-	(12)	(1)	(13)
Share-based compensation	-	-	11	11	-	11
Reclassification of share-based compensation reserves on expiry	-	0	(0)	-	-	-
Issue of shares under share-based compensation plans	26	-	(26)	-	-	-
Balance at 31 December 2014	5,892	14,064	9,613	29,569	203	29,772
Balance at 1 October 2013	4,812	11,265	9,106	25,183	196	25,379
Profit for the financial period	-	773	-	773	4	777
Other comprehensive income for the financial period	-	(4)	(53)	(57)	1	(56)
Total comprehensive income for the financial period	-	769	(53)	716	5	721
Transfers	-	(22)	22	-	-	-
Change in non-controlling interests	-	-	(9)	(9)	(11)	(21)
Dividends	-	(9)	-	(9)	(0)	(10)
Share-based compensation	-	-	10	10	-	10
Issue of shares under share-based compensation plans	23	-	(23)	-	-	-
Issuance of perpetual capital securities	497	-	-	497	-	497
Balance at 31 December 2013	5,333	12,003	9,053	26,388	189	26,577

Consolidated Cash Flow Statement (Audited)

	2014	2013	4Q14¹	4Q13 ¹
	\$m	\$m	\$m	\$m
Cash flows from operating activities				
Operating profit before impairment charges	4,311	3,822	1,045	980
Adjustments for:				
Depreciation of assets	163	130	55	34
Net (gain)/loss on disposal of assets	(271)	(56)	(50)	5
Share-based compensation	32	28	10	10
Operating profit before working capital changes	4,236	3,924	1,060	1,028
Increase/(decrease) in working capital				
Deposits and balances of banks	(2,480)	4,709	(4,241)	1,958
Deposits and balances of customers	19,202	19,977	9,385	5,596
Bills and drafts payable	(84)	(537)	(472)	(335)
Other liabilities	804	(264)	419	518
Restricted balances with central banks	258	(873)	322	(14)
Government treasury bills and securities	(286)	4,961	(610)	1,463
Trading securities	(92)	(356)	145	(311)
Placements and balances with banks	2,720	(15,421)	1,159	(6,795)
Loans to customers	(17,672)	(26,444)	(3,480)	(5,514)
Investment securities	1,170	(1,023)	184	(393)
Other assets	(100)	228	(535)	(137)
Cash generated from/(used in) operations	7,673	(11,117)	3,336	(2,936)
Income tax paid	(563)	(578)	(72)	(81)
Net cash provided by/(used in) operating activities	7,111	(11,695)	3,264	(3,018)
Cash flows from investing activities				
Capital injection into associates and joint ventures	(0)	-	(0)	-
Proceeds from disposal of associates and joint ventures	-	18	-	18
Distribution from associates and joint ventures	282	43	5	5
Acquisition of properties and other fixed assets	(259)	(221)	(70)	(86)
Proceeds from disposal of properties and other fixed assets	40	87	3	32
Change in non-controlling interests	(3)	1	-	-
Net cash provided by/(used in) investing activities	61	(71)	(62)	(31)
Cash flows from financing activities				
Issuance of perpetual capital securities	-	1,346	-	497
Redemption of preference shares	-	(1,320)	-	-
Issuance of subordinated notes	1,544	-	-	-
Redemption of subordinated notes	(2,252)	(1,265)	-	-
Issuance/(redemption) of other debts	2,680	7,446	(2,051)	1,960
Change in non-controlling interests	5	(21)	2	(21)
Dividends paid on ordinary shares	(671)	(1,103)	-	-
Dividends paid on preference shares	(37)	(103)	-	-
Distribution for perpetual capital securities	(65)	-	(12)	-
Dividends paid to non-controlling interests	(6)	(7)	(1)	(0)
Net cash provided by/(used in) financing activities	1,198	4,973	(2,062)	2,436
Currency translation adjustments	91	(256)	39	(92)
Net increase/(decrease) in cash and cash equivalents	8,460	(7,049)	1,179	(704)
Cash and cash equivalents at beginning of the financial period	21,244	28,293	28,525	21,948
Cash and cash equivalents at end of the financial period	29,704	21,244	29,704	21,244

Note:

1 Unaudited.

Balance Sheet of the Bank (Audited)

	Dec-14 \$m	Sep-14 ¹ \$m	Dec-13 \$m
Equity			
Share capital and other capital	5,061	5,035	4,501
Retained earnings	10,809	10,219	9,255
Other reserves	9,780	9,663	9,446
Total	25,650	24,917	23,202
Liabilities			
Deposits and balances of banks	10,666	14,651	13,131
Deposits and balances of customers	179,123	170,934	163,492
Deposits and balances of subsidiaries	2,767	2,707	2,630
Bills and drafts payable	191	328	254
Other liabilities	7,843	7,671	7,290
Debts issued	21,139	23,165	18,546
Total	221,728	219,456	205,344
Total equity and liabilities	247,378	244,373	228,546
Assets²			
Cash, balances and placements with central banks	24,807	22,713	13,854
Singapore Government treasury bills and securities	7,628	7,755	9,526
Other government treasury bills and securities	3,982	4,282	3,628
Trading securities	738	742	566
Placements and balances with banks	24,333	26,194	28,032
Loans to customers	149,530	146,535	136,538
Placements with and advances to subsidiaries	7,727	7,845	7,691
Investment securities	10,294	10,271	10,969
Other assets	7,278	7,002	7,196
Investment in associates and joint ventures	523	501	269
Investment in subsidiaries	4,981	4,980	4,752
Investment properties	1,229	1,231	1,281
Fixed assets	1,146	1,141	1,061
Intangible assets	3,182	3,182	3,182
Total	247,378	244,373	228,546
Off-balance sheet items			
Contingent liabilities	12,695	14,346	15,860
Financial derivatives	520,163	511,116	375,040
Commitments	79,892	72,574	53,984
Net asset value per ordinary share (\$)	15.16	14.72	13.86

Notes:

1 Unaudited.

2 Assets pledged under repurchase agreements are included in the respective asset items.

Statement of Changes in Equity of the Bank (Audited)

	Share capital and other capital	Retained earnings	Other reserves	Total equity
	\$m	\$m	\$m	\$m
Balance at 1 January 2014	4,501	9,255	9,446	23,202
Profit for the financial year	-	2,691	-	2,691
Other comprehensive income for the financial year	-	-	459	459
Total comprehensive income for the financial year	-	2,691	459	3,150
Transfers	-	115	(115)	-
Dividends	-	(1,253)	-	(1,253)
Issue of shares under scrip dividend scheme	517	-	-	517
Share-based compensation	-	-	34	34
Reclassification of share-based compensation reserves on expiry	-	0	(0)	-
Issue of treasury shares under share-based compensation plans	43	-	(43)	-
Balance at 31 December 2014	5,061	10,809	9,780	25,650
Balance at 1 January 2013	4,440	8,120	9,572	22,133
Profit for the financial year	-	2,298	-	2,298
Other comprehensive income for the financial year	-	(0)	(114)	(115)
Total comprehensive income for the financial year	-	2,298	(114)	2,184
Dividends	-	(1,169)	-	(1,169)
Share-based compensation	-	-	29	29
Reclassification of share-based compensation reserves on expiry	-	6	(6)	-
Issue of treasury shares under share-based compensation plans	32	-	(32)	-
Issuance of perpetual capital securities	1,346	-	-	1,346
Redemption of preference shares	(1,317)	-	(3)	(1,320)
Balance at 31 December 2013	4,501	9,255	9,446	23,202

Statement of Changes in Equity of the Bank (Unaudited)

	Share capital and other capital	Retained earnings	Other reserves	Total equity
	\$m	\$m	\$m	\$m
Balance at 1 October 2014	5,035	10,219	9,663	24,917
Profit for the financial period	-	602	-	602
Other comprehensive income for the financial period	-	-	132	132
Total comprehensive income for the financial period	-	602	132	733
Transfers	-	(1)	1	-
Dividends	-	(12)	-	(12)
Share-based compensation	-	-	11	11
Reclassification of share-based compensation reserves on expiry	-	0	(0)	-
Issue of treasury shares under share-based compensation plans	26	-	(26)	-
Balance at 31 December 2014	5,061	10,809	9,780	25,650
Balance at 1 October 2013	3,981	8,689	9,401	22,071
Profit for the financial period	-	566	-	566
Other comprehensive income for the financial period	-	(0)	58	58
Total comprehensive income for the financial period	-	566	58	624
Share-based compensation	-	-	10	10
Issue of treasury shares under share-based compensation plans	23	-	(23)	-
Issuance of perpetual capital securities	497	-	-	497
Balance at 31 December 2013	4,501	9,255	9,446	23,202

Capital Adequacy Ratios of Major Bank Subsidiaries

The information below is prepared on solo basis under the capital adequacy framework of the respective countries.

	Dec-14			
	Total Risk- Weighted Assets	Capital Adequacy Ratios		
		CET1	Tier 1	Total
	\$m	%	%	%
United Overseas Bank (Malaysia) Bhd	16,871	12.8	12.8	15.2
United Overseas Bank (Thai) Public Company Limited	9,739	15.2	15.2	18.0
PT Bank UOB Indonesia	7,150	NA	13.4	15.8
United Overseas Bank (China) Limited	5,781	14.7	14.7	15.6

The extract of the auditor's report dated 12 February 2015, on the financial statements of United Overseas Bank Limited and Its Subsidiaries for the financial year ended 31 December 2014, is as follows:

United Overseas Bank Limited and Its Subsidiaries
Independent Auditor's Report for the financial year ended 31 December 2014

Independent Auditor's Report to the Members of United Overseas Bank Limited

Report on the financial statements

We have audited the accompanying financial statements of United Overseas Bank Limited (the Bank) and its subsidiaries (collectively, the Group) set out on pages 7 to 86, which comprise the balance sheets of the Bank and Group as at 31 December 2014, the income statements, the statements of comprehensive income, and the statements of changes in equity of the Bank and Group and consolidated cash flow statement of the Group for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the Act) and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditor's responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements of the Group and the financial statements of the Bank are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards, including the modification of the requirements of FRS 39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning by Notice to Banks No. 612 "Credit Files, Grading and Provisioning" issued by the Monetary Authority of Singapore, so as to give a true and fair view of the state of affairs of the Group and of the Bank as at 31 December 2014, of the results and changes in equity of the Group and of the Bank and cash flows of the Group for the year ended on that date.

Report on other legal and regulatory requirements

In our opinion, the accounting and other records required by the Act to be kept by the Bank 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.



ERNST & YOUNG LLP
Public Accountants and Chartered Accountants
Singapore

12 February 2015