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To: Shareholders

The Board of Directors of DBS Group Holdings Ltd (“DBSH” or “the Company”) reports the following:

Unaudited Financial Results for the First Half/ Second Quarter Ended 30 June 2020

Details of the financial results are in the accompanying performance summary.

Dividends

In line with MAS’ guidance issued on 29 July 2020 for local banks to moderate the dividends for the 2020 financial year, the Board has declared an interim one-tier tax-exempt dividend of 18 cents for each DBSH ordinary share for the second quarter of 2020 (the “2Q20 Interim Dividend”), to which the DBSH Scrip Dividend Scheme will be applied.

The estimated dividend payable is \$457 million.

DBSH Scrip Dividend Scheme

The issue price for new shares to be allotted to shareholders who have elected to receive the 2Q20 Interim Dividend in scrip shall be the average of the closing prices of each DBSH ordinary share on the SGX-ST on 14 and 17 August 2020.

Ex-dividend Date

The DBSH ordinary shares will be quoted ex-dividend on 14 August 2020.

Closure of Books

The Transfer Books and Register of Members of DBSH will be closed from 5.00 p.m. on 17 August 2020 (Monday) up to (and including) 18 August 2020 (Tuesday) for the purpose of determining shareholders’ entitlement to the 2Q20 Interim Dividend.

Payment Date

The 2Q20 Interim Dividend will be payable on or about 5 October 2020. In respect of ordinary shares in the securities accounts with The Central Depository (Pte) Limited (“CDP”), the 2Q20 Interim Dividend will be paid by DBSH to CDP, which will in turn distribute the dividend entitlements to shareholders.

A separate announcement which will outline further administrative details on the application of the DBSH Scrip Dividend Scheme to the 2Q20 Interim Dividend will be made in due course.

By order of the Board

Teoh Chia-Yin
Group Secretary

6 August 2020
Singapore

More information on the above announcement is available at www.dbs.com/investors

...DBS/

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Performance Summary

Financial Results
For the First Half/ Second Quarter ended
30 June 2020
(Unaudited)

DBS Group Holdings Ltd
Incorporated in the Republic of Singapore
Company Registration Number: 199901152M

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OVERVIEW

DBS Group Holdings Ltd (“DBSH”) prepares its consolidated DBSH Group (“Group”) financial statements in accordance with Singapore Financial Reporting Standards (International) (SFRS(I)). The accounting policies and methods of computation applied for the current financial periods are consistent with those applied for the financial year ended 31 December 2019. The amendments and interpretations effective from 1 January 2020 do not have a significant impact on the Group’s financial statements.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

	1st Half 2020	1st Half 2019	% chg	2nd Half 2019	% chg
Selected income statement items (\$m)					
Net interest income	4,785	4,739	1	4,886	(2)
Net fee and commission income	1,513	1,497	1	1,555	(3)
Other non-interest income	1,454	1,024	42	843	72
Total income	7,752	7,260	7	7,284	6
Expenses	3,039	3,044	-	3,214	(5)
Profit before allowances	4,713	4,216	12	4,070	16
Allowances for credit and other losses	1,935	327	>100	376	>100
ECL ¹ Stage 3 (SP)	672	369	82	392	71
ECL ¹ Stage 1 and 2 (GP)	1,263	(42)	NM	(16)	NM
Profit before tax	2,778	3,889	(29)	3,694	(25)
Net profit	2,412	3,254	(26)	3,137	(23)
Selected balance sheet items (\$m)					
Customer loans	374,784	350,474	7	357,884	5
Constant-currency change			5		3
Total assets	648,204	566,651	14	578,946	12
of which: Non-performing assets	6,354	5,821	9	5,773	10
Customer deposits	447,423	391,301	14	404,289	11
Constant-currency change			13		9
Total liabilities	593,945	516,483	15	527,147	13
Shareholders' funds	53,438	49,350	8	50,981	5
Key financial ratios (%)²					
Net interest margin	1.74	1.90		1.88	
Cost/income ratio	39.2	41.9		44.1	
Return on assets	0.78	1.17		1.08	
Return on equity ³	9.5	13.7		12.7	
NPL ratio	1.5	1.5		1.5	
(Total allowances + RLAR)/ NPA ⁴	106	100		94	
(Total allowances + RLAR)/ unsecured NPA ⁴	199	181		191	
SP for loans/average loans (bp)	30	18		21	
Common Equity Tier 1 capital adequacy ratio	13.7	13.6		14.1	
Leverage ratio ⁵	6.8	6.9		7.0	
Average all-currency liquidity coverage ratio ⁶	134	137		135	
Net stable funding ratio ⁷	121	109		110	
Per share data (\$)					
Per basic and diluted share					
– earnings	1.86	2.52		2.41	
– net book value ⁸	19.71	18.53		19.17	

Notes:

- 1 Refers to expected credit loss
 - 2 Return on assets, return on equity, ECL Stage 3 (SP) for loans/average loans and per share data are computed on an annualised basis
 - 3 Calculated based on net profit attributable to the shareholders net of dividends on other equity instruments. Non-controlling interests and other equity instruments are not included as equity in the computation of return on equity
 - 4 Computation includes regulatory loss allowance reserves (RLAR) (30 Jun'20 :Nil; 31 Dec'19: \$404 million; 30 Jun'19: \$461 million)
 - 5 Leverage Ratio is computed based on MAS Notice 637
 - 6 Liquidity Coverage Ratio (LCR) is computed based on MAS Notice 649. For average SGD LCR and other disclosures required under MAS Notice 651, refer to <https://www.dbs.com/investors/default.page>
 - 7 Net stable funding ratio (NSFR) is computed based on MAS Notice 652
 - 8 Non-controlling interests are not included as equity in the computation of net book value per share
- NM Not meaningful

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

	2nd Qtr 2020	2nd Qtr 2019	% chg	1st Qtr 2020	% chg
Selected income statement items (\$m)					
Net interest income	2,303	2,429	(5)	2,482	(7)
Net fee and commission income	681	767	(11)	832	(18)
Other non-interest income	742	513	45	712	4
Total income	3,726	3,709	-	4,026	(7)
Expenses	1,483	1,546	(4)	1,556	(5)
Profit before allowances	2,243	2,163	4	2,470	(9)
Allowances for credit and other losses	849	251	>100	1,086	(22)
ECL ¹ Stage 3 (SP)	289	193	50	383	(25)
ECL ¹ Stage 1 and 2 (GP)	560	58	>100	703	(20)
Profit before tax	1,394	1,912	(27)	1,384	1
Net profit	1,247	1,603	(22)	1,165	7
Selected balance sheet items (\$m)					
Customer loans	374,784	350,474	7	369,414	1
Constant-currency change			5		2
Total assets	648,204	566,651	14	643,018	1
of which: Non-performing assets	6,354	5,821	9	6,592	(4)
Customer deposits	447,423	391,301	14	445,278	-
Constant-currency change			13		1
Total liabilities	593,945	516,483	15	588,372	1
Shareholders' funds	53,438	49,350	8	53,818	(1)
Key financial ratios (%)²					
Net interest margin	1.62	1.91		1.86	
Cost/income ratio	39.8	41.7		38.6	
Return on assets	0.77	1.13		0.78	
Return on equity ³	9.8	13.4		9.2	
NPL ratio	1.5	1.5		1.6	
(Total allowances + RLAR)/ NPA ⁴	106	100		92	
(Total allowances + RLAR)/ unsecured NPA ⁴	199	181		173	
SP for loans/average loans (bp)	26	22		35	
Common Equity Tier 1 capital adequacy ratio	13.7	13.6		13.9	
Leverage ratio ⁵	6.8	6.9		6.9	
Average all-currency liquidity coverage ratio ⁶	135	137		133	
Net stable funding ratio ⁷	121	109		111	
Per share data (\$)					
Per basic and diluted share					
– earnings	1.93	2.47		1.80	
– net book value ⁸	19.71	18.53		19.86	

Notes:

- 1 Refers to expected credit loss
 - 2 Return on assets, return on equity, ECL Stage 3 (SP) for loans/average loans and per share data are computed on an annualised basis
 - 3 Calculated based on net profit attributable to the shareholders net of dividends on other equity instruments. Non-controlling interests and other equity instruments are not included as equity in the computation of return on equity
 - 4 Computation includes regulatory loss allowance reserves (RLAR)
 - 5 Leverage Ratio is computed based on MAS Notice 637
 - 6 Liquidity Coverage Ratio (LCR) is computed based on MAS Notice 649. For average SGD LCR and other disclosures required under MAS Notice 651, refer to <https://www.dbs.com/investors/default.page>
 - 7 Net stable funding ratio (NSFR) is computed based on MAS Notice 652
 - 8 Non-controlling interests are not included as equity in the computation of net book value per share
- NM Not meaningful

Net profit for first-half 2020 fell 26% from a year ago to \$2.41 billion as general allowances of \$1.26 billion were conservatively set aside for risks arising from the Covid-19 pandemic. Profit before allowances increased 12% to a new high of \$4.71 billion. Total income rose 7% to \$7.75 billion while expenses were stable at \$3.04 billion.

Net interest income increased 1% to \$4.79 billion as higher loan and deposit volumes were offset by a lower net interest margin in the second quarter. Loans increased 5% in constant-currency terms as growth in non-trade corporate loans was moderated by declines in trade loans and consumer loans. Net interest margin fell 16 basis points to 1.74% from lower global interest rates as well as the deployment of excess deposits into lower-yielding assets in the second quarter.

Net fee income increased 1% to \$1.51 billion. A 14% growth in the first quarter was offset by an 11% decline in the second quarter as regional lockdowns resulted in lower activity.

Other non-interest income rose 42% to \$1.45 billion from a three-fold increase in net gain on investment securities. Trading income fell 6% to \$752 million as a decline in the first quarter due to wider credit spreads was moderated by an increase in the second quarter. Treasury customer income was higher in both quarters.

Expenses were stable at \$3.04 billion. The positive jaw of seven percentage points lowered the cost-income ratio by three percentage points to 39%.

Non-performing assets rose 10% from the previous half year to \$6.35 billion. Most of the increase occurred in the first quarter, which included a significant oil trader exposure. The NPL rate was unchanged from the previous half year at 1.5%.

Total allowances rose five-fold from a year ago to \$1.94 billion, with two-thirds of the amount due to general allowances of \$1.26 billion. Specific allowances nearly doubled to \$672 million or 30 basis points of loans, with all of the increase due to the significant exposure in the first quarter.

Total allowance reserves rose 25% to \$6.72 billion, with general allowance reserves increasing 50% to \$3.80 billion or 24% above MAS minimum requirements. The increase in total allowances boosted allowance coverage to 106%. If collateral was considered, allowance coverage was at 199%.

The first-half liquidity coverage ratio was at 134% and the net stable funding ratio was at 121%. The Common Equity Tier 1 ratio was at 13.7% while the leverage ratio was at 6.8%. All of these ratios were comfortably above regulatory requirements.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

NET INTEREST INCOME

Average balance sheet	1st Half 2020			1st Half 2019			2nd Half 2019		
	Average balance (\$m)	Interest (\$m)	Average rate (%)	Average balance (\$m)	Interest (\$m)	Average rate (%)	Average balance (\$m)	Interest (\$m)	Average rate (%)
Interest-bearing assets									
Customer non-trade loans	326,206	4,577	2.82	302,878	5,127	3.41	310,258	5,120	3.27
Trade assets	47,619	617	2.61	45,068	815	3.65	46,144	759	3.26
Interbank assets ¹	63,827	384	1.21	49,573	461	1.87	48,784	416	1.70
Securities and others	115,238	1,329	2.32	106,039	1,426	2.71	110,370	1,468	2.64
Total	552,890	6,907	2.51	503,558	7,829	3.14	515,556	7,763	2.99
Interest-bearing liabilities									
Customer deposits	435,097	1,474	0.68	396,053	2,164	1.10	399,494	1,965	0.98
Other borrowings	87,224	648	1.49	80,385	926	2.32	89,017	912	2.03
Total	522,321	2,122	0.82	476,438	3,090	1.31	488,511	2,877	1.17
Net interest income/margin²		4,785	1.74		4,739	1.90		4,886	1.88

Notes:

1 Includes non-restricted balances with central banks

2 Net interest margin is net interest income expressed as a percentage of average interest-bearing assets

Net interest income increased 1% from a year ago to \$4.79 billion. While total interest-bearing asset volumes were higher, net interest margin fell 16 basis points to 1.74% as global interest rates declined. The deployment of excess deposits into interbank assets also contributed to the lower net interest margin. With most of the decline in net interest margin occurring in the second quarter, net interest income

swung from a 7% increase in the first quarter to a 5% decline in the second quarter.

Compared to the previous half year, net interest income was 2% lower as higher asset volumes were offset by a 14 basis point decline in net interest margin.

Volume and rate analysis (\$m)	1st Half 2020 vs 1st Half 2019			1st Half 2020 vs 2nd Half 2019		
	Volume	Rate	Net change	Volume	Rate	Net change
Interest income						
Customer non-trade loans	395	(971)	(576)	263	(756)	(493)
Trade assets	46	(247)	(201)	24	(159)	(135)
Interbank assets	132	(211)	(79)	129	(157)	(28)
Securities and others	124	(227)	(103)	65	(189)	(124)
Total	697	(1,656)	(959)	481	(1,261)	(780)
Interest expense						
Customer deposits	213	(912)	(699)	175	(650)	(475)
Other borrowings	79	(359)	(280)	(18)	(238)	(256)
Total	292	(1,271)	(979)	157	(888)	(731)
Net impact on net interest income	405	(385)	20	324	(373)	(49)
Due to change in number of days			26			(52)
Net Interest Income			46			(101)

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

NET FEE AND COMMISSION INCOME

(\$m)	1st Half 2020	1st Half 2019	% chg	2nd Half 2019	% chg
Brokerage	74	59	25	55	35
Investment banking	63	78	(19)	135	(53)
Transaction services ¹	374	370	1	390	(4)
Loan-related	226	206	10	201	12
Cards ²	304	387	(21)	403	(25)
Wealth management	707	647	9	643	10
Fee and commission income	1,748	1,747	-	1,827	(4)
Less: Fee and commission expense	235	250	(6)	272	(14)
Total	1,513	1,497	1	1,555	(3)

Notes:

1 Includes trade & remittances, guarantees and deposit-related fees

2 Net of interchange fees paid

Net fee income rose 1% from a year ago to \$1.51 billion. A 14% increase in the first quarter was offset by an 11% decline in the second quarter due to regional lockdowns. Cards, wealth management, loan-related activities and investment banking were most impacted by the quarterly swing.

First-half wealth management fees rose 9% as record investment product sales in the first quarter more than offset a second-quarter slowdown. Loan-related fees increased 10% due to a high number of first-quarter transactions. Brokerage commissions rose 25%,

benefiting from higher market activity in Singapore and Hong Kong and new trading account openings. Card fees fell 21% due to a slowdown in spending from March. Investment banking fees fell 19% from weaker market conditions in the second quarter.

Compared to the previous half year, net fee income was 3% lower. A high base for investment banking and the slowdown in card spending offset higher contributions from wealth management, loan-related activities and brokerage.

OTHER NON-INTEREST INCOME

(\$m)	1st Half 2020	1st Half 2019	% chg	2nd Half 2019	% chg
Net trading income	752	800	(6)	659	14
Net income from investment securities	663	184	>100	150	>100
Others (include rental income, share of profits of associates and gain on fixed assets)	39	40	(3)	34	15
Total	1,454	1,024	42	843	72

Other non-interest income rose 42% from a year ago to \$1.45 billion. Trading income fell 6% to \$752 million as a decline in the first quarter due to wider credit spreads was moderated by an increase in the second quarter. Treasury customer income was higher in both quarters. Gain on investment securities more than tripled to \$663 million as profits were realised on fixed-income securities which appreciated in value with lower interest rates.

Compared to the previous half year, other non-interest income was 72% higher.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

EXPENSES

(\$m)	1st Half 2020	1st Half 2019	% chg	2nd Half 2019	% chg
Staff	1,754	1,726	2	1,788	(2)
Occupancy	209	221	(5)	231	(10)
Computerisation	570	536	6	526	8
Revenue-related	159	166	(4)	187	(15)
Others	347	395	(12)	482	(28)
Total	3,039	3,044	-	3,214	(5)
Staff count at period-end ¹	28,984	26,975	7	28,419	2
<i>Staff count at period-end excluding insourcing staff¹</i>	25,485	24,461	4	25,033	2
Included in the above table was:					
Depreciation of properties and other fixed assets	325	297	9	312	4

Note:

1 Staff count has been remeasured to be based on full-time equivalent from 4th Quarter 2019. Comparatives have been restated to align to the new basis

Expenses were stable from a year ago at \$3.04 billion. Staff costs rose 2% as higher base salary costs from an increased staff count were offset by lower bonus accruals and by government grants. Non-staff costs were 3% lower as general expenses such as travel and advertising declined.

Compared to the previous half year, total costs fell 5% from lower staff and non-staff costs.

ALLOWANCES FOR CREDIT AND OTHER LOSSES

(\$m)	1st Half 2020	1st Half 2019	% chg	2nd Half 2019	% chg
ECL¹ Stage 1 and 2 (GP)	1,263	(42)	NM	(16)	NM
ECL ¹ Stage 3 (SP) for loans ²	556	320	74	378	47
Singapore	344	162	>100	174	98
Hong Kong	33	26	27	33	-
Rest of Greater China	58	10	>100	27	>100
South and Southeast Asia	72	120	(40)	147	(51)
Rest of the World	49	2	>100	(3)	NM
ECL ¹ Stage 3 (SP) for other credit exposures	116	46	>100	18	>100
Total ECL1 Stage 3 (SP) for loans and other credit exposures	672	366	84	396	70
Allowances for other assets	-	3	(100)	(4)	NM
Total	1,935	327	>100	376	>100

Notes:

1 Refers to expected credit loss

2 SP for loans by geography are determined according to the location where the borrower is incorporated

NM Not Meaningful

General allowances of \$1.26 billion were conservatively set aside for risks arising from the Covid-19 pandemic. Specific allowances almost doubled from a year ago to \$672 million, with the increase due to a significant oil trader exposure that became non-performing in the first quarter.

Total allowances amounted to \$1.94 billion, rising almost five times from a year ago and four times from the previous half year.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

PERFORMANCE BUSINESS SEGMENTS

(\$m)	Consumer Banking/ Wealth Management	Institutional Banking	Treasury Markets	Others	Total
Selected income statement items					
1st Half 2020					
Net interest income	1,896	2,068	361	460	4,785
Net fee and commission income	893	603	-	17	1,513
Other non-interest income	291	338	353	472	1,454
Total income	3,080	3,009	714	949	7,752
Expenses	1,615	973	328	123	3,039
Allowances for credit and other losses	294	930	8	703	1,935
Profit before tax	1,171	1,106	378	123	2,778
2nd Half 2019					
Net interest income	2,008	2,142	110	626	4,886
Net fee and commission income	897	636	-	22	1,555
Other non-interest income	228	258	327	30	843
Total income	3,133	3,036	437	678	7,284
Expenses	1,673	1,054	316	171	3,214
Allowances for credit and other losses	153	234	(2)	(9)	376
Profit before tax	1,307	1,748	123	516	3,694
1st Half 2019					
Net interest income	2,029	2,167	28	515	4,739
Net fee and commission income	893	589	-	15	1,497
Other non-interest income	244	281	467	32	1,024
Total income	3,166	3,037	495	562	7,260
Expenses	1,607	961	298	178	3,044
Allowances for credit and other losses	89	93	(3)	148	327
Profit before tax	1,470	1,983	200	236	3,889

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

(\$m)	Consumer Banking/ Wealth Management	Institutional Banking	Treasury Markets	Others	Total
Selected balance sheet and other items¹					
30 Jun 2020					
Total assets before goodwill and intangibles	115,462	302,140	143,330	82,101	643,033
Goodwill and intangibles					5,171
Total assets					648,204
Total liabilities	245,794	213,701	83,969	50,481	593,945
Capital expenditure for 1st Half 2020	38	9	9	152	208
Depreciation for 1st Half 2020	19	5	1	300	325
31 Dec 2019					
Total assets before goodwill and intangibles	117,088	278,336	105,538	72,814	573,776
Goodwill and intangibles					5,170
Total assets					578,946
Total liabilities	223,574	195,114	50,815	57,644	527,147
Capital expenditure for 2nd Half 2019	72	23	9	255	359
Depreciation for 2nd Half 2019	21	6	2	283	312
30 Jun 2019					
Total assets before goodwill and intangibles	115,848	270,048	113,753	61,832	561,481
Goodwill and intangibles					5,170
Total assets					566,651
Total liabilities	217,952	185,595	54,470	58,466	516,483
Capital expenditure for 1st Half 2019	45	6	5	171	227
Depreciation for 1st Half 2019	24	5	2	266	297

Note:

1 Refer to sections on Customer Loans and Non-Performing Assets and Loss Allowance Coverage for more information on business segments

The business segment results are prepared based on the Group's internal management reporting, which reflects its management structure. As the activities of the Group are highly integrated, internal allocations have been made in preparing the segment information. Amounts for each business segment are shown after the allocation of certain centralised costs, funding income and the application of transfer pricing, where appropriate. Transactions between segments are recorded within the segment as if they are third party transactions and are eliminated on consolidation.

The various business segments are described below:

Consumer Banking/ Wealth Management

Consumer Banking/ Wealth Management provides individual customers with a diverse range of banking and related financial services. The products and services available to customers include current and savings accounts, fixed deposits, loans and home finance, cards, payments, investment and insurance products.

Profit before tax was 20% below a year ago at \$1.17 billion. Total income declined 3% to \$3.08 billion. Net interest income fell 7% to \$1.90 billion as higher deposit volumes were offset by a lower net interest margin. Non-interest income grew 4% to \$1.18 billion driven by higher investment product sales, offset by lower fees from bancassurance and from cards as consumer spending declined. Expenses were stable at \$1.62 billion. Total allowances increased to \$294 million due mainly to general allowances.

Compared to the previous half year, profit before tax fell 10%. Total income was 2% lower. Net interest income declined 6% from a lower net interest margin. Non-interest income increased 5% led by higher fees from investment products, offset by lower income from bancassurance and cards. Expenses fell 3% while allowances almost doubled due to higher general allowances.

Institutional Banking

Institutional Banking provides financial services and products to institutional clients, including bank and nonbank financial institutions, government-linked companies, large corporates and small and medium sized businesses. Products and services comprise the full range of credit facilities from short-term working capital financing to specialised lending. It also provides global transactional services such as cash management, trade finance and securities and fiduciary services; treasury and markets products; corporate finance and advisory banking as well as capital markets solutions.

Profit before tax fell 44% from a year ago to \$1.11 billion. Total income was stable at \$3.01 billion. Net interest income fell 5% to \$2.07 billion due to lower net interest margin from cash management, which was offset by higher loan volumes. Non-interest income grew 8% to \$941 million from higher treasury customer flows, moderated by lower capital market activities. Expenses were stable at \$973 million while total allowances increased to \$930 million due to higher general allowances.

Compared to previous half year, profit before tax fell 37%. Total income was stable as lower income from cash management and capital market activities were offset by higher loan-related activities, treasury customer flows and trade finance. Expenses declined 8% and allowances were \$696 million higher largely due to higher general allowances.

Treasury Markets

Treasury Markets' activities primarily include structuring, market-making and trading across a broad range of treasury products.

Profit before tax rose 89% from a year ago to \$378 million. Total income increased 44% to a record \$714 million due to higher contributions from interest rate, foreign exchange and equity activities, moderated by lower contributions from credit activities. Expenses were 10% higher at \$328 million due to higher staff costs.

Compared to the previous half year, total income rose 63% due to higher contributions from interest rate, foreign exchange and equity activities, partially offset by lower contributions from credit activities. Expenses rose 4% to due to higher staff costs.

Income from sale of treasury products offered to customers of Consumer Banking/Wealth Management and Institutional Banking is not reflected in the Treasury Markets segment, but in the respective customer segments.

Income from treasury customer activities rose 26% from a year ago to \$809 million due to higher income from sales of interest rate, foreign exchange, equity, credit and fixed income products. Compared to the previous half year, income increased 28% due to higher income from sales of interest rate, foreign exchange, equity and credit products.

Others

The Others segment encompasses the results of corporate decisions that are not attributed to business segments. It includes earnings on capital deployed into high quality assets, earnings from non-core asset sales and certain other head office items such as centrally raised allowances. DBS Vickers is also included in this segment.

Total income rose 69% from a year ago and 40% from the previous half year to \$949 million, reflecting gains on investment securities managed by Corporate Treasury. Total allowances rose to \$703 million due to the general allowances that were taken.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

PERFORMANCE BY GEOGRAPHY

(\$m)	S'pore	Hong Kong	Rest of Greater China	South and South-east Asia	Rest of the World	Total
Selected income statement items						
1st Half 2020						
Net interest income	3,038	897	353	355	142	4,785
Net fee and commission income	945	325	100	108	35	1,513
Other non-interest income	958	160	139	120	77	1,454
Total income	4,941	1,382	592	583	254	7,752
Expenses	1,816	513	352	303	55	3,039
Allowances for credit and other losses	1,542	157	82	75	79	1,935
Profit before tax	1,583	712	158	205	120	2,778
Income tax expense	118	110	27	64	27	346
Net profit	1,445	602	131	141	93	2,412
2nd Half 2019						
Net interest income	3,101	1,018	308	320	139	4,886
Net fee and commission income	969	344	98	108	36	1,555
Other non-interest income	516	108	115	68	36	843
Total income	4,586	1,470	521	496	211	7,284
Expenses	1,854	581	378	347	54	3,214
Allowances for credit and other losses	36	79	64	181	16	376
Profit before tax	2,696	810	79	(32)	141	3,694
Income tax expense	323	137	14	22	42	538
Net profit	2,353	673	65	(53)	99	3,137
1st Half 2019						
Net interest income	3,039	994	289	284	133	4,739
Net fee and commission income	931	323	96	119	28	1,497
Other non-interest income	630	142	152	70	30	1,024
Total income	4,600	1,459	537	473	191	7,260
Expenses	1,784	528	362	320	50	3,044
Allowances for credit and other losses	189	23	(15)	111	19	327
Profit before tax	2,627	908	190	42	122	3,889
Income tax expense	372	153	45	11	35	616
Net profit	2,236	755	145	31	87	3,254

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

(\$m)	S'pore	Hong Kong	Rest of Greater China	South and South-east Asia	Rest of the World	Total
Selected balance sheet items						
30 Jun 2020						
Total assets before goodwill and Intangibles	422,048	103,665	54,811	23,380	39,129	643,033
Goodwill and intangibles	5,133	30	-	8	-	5,171
Total assets	427,181	103,695	54,811	23,388	39,129	648,204
Non-current assets ¹	2,635	772	337	311	25	4,080
Gross customer loans	233,726	75,017	35,347	11,487	25,270	380,847
31 Dec 2019						
Total assets before goodwill and intangibles	375,320	91,608	50,292	21,690	34,866	573,776
Goodwill and intangibles	5,133	29	-	8	-	5,170
Total assets	380,453	91,637	50,292	21,698	34,866	578,946
Non-current assets ¹	2,650	751	331	318	10	4,060
Gross customer loans	226,192	68,114	31,557	12,029	24,535	362,427
30 Jun 2019						
Total assets before goodwill and intangibles	361,387	96,022	48,160	23,162	32,750	561,481
Goodwill and intangibles	5,133	29	-	8	-	5,170
Total assets	366,520	96,051	48,160	23,170	32,750	566,651
Non-current assets ¹	2,601	761	335	316	12	4,025
Gross customer loans	223,858	67,098	29,400	12,300	22,709	355,365

Note:

1 Includes investments in associates, properties and other fixed assets

The performance by geography is classified based on the location in which income and assets are recorded. Hong Kong comprises mainly DBS Bank (HK) Limited and DBS HK branch. Rest of Greater China comprises mainly DBS Bank (China) Ltd, DBS Bank (Taiwan) Ltd and DBS Taipei branch. South and Southeast Asia comprises mainly PT Bank DBS Indonesia, DBS India Ltd (DBS India branches previously) and DBS Labuan branch. All results are prepared in accordance with Singapore Financial Reporting Standards (International).

Singapore

Net profit fell 35% from a year ago to \$1.45 billion. Total income rose 7% to \$4.94 billion. Net interest income was flat at \$3.04 billion as higher loan volumes were offset by a lower net interest margin. Fee income increased 2% to \$945 million, led by higher wealth management fees. Other non-interest income increased to \$958 million from higher gains on investment securities. Expenses rose 2% to \$1.82 billion, resulting in a 11% increase in profit before allowances to \$3.13 billion. Total allowances rose to \$1.54 billion from \$189 million a year ago, largely due to higher general allowances.

Compared to the previous half year, net profit was 39% lower. Total income rose 8% as lower net interest income and fee income were more than offset by income from trading and investment gains. With expenses falling 2%, profit before allowances grew 14%. Total allowances increased \$1.51 billion due to the higher general allowances.

Hong Kong

The first-half results incorporated a 4% appreciation of the Hong Kong dollar against the Singapore dollar compared to a year ago, and 3% from the previous half year.

Net profit fell 20% from a year ago to \$602 million. Net interest income fell 10% to \$897 million as a 36 basis-point decline in net interest margin to 1.74% offset the impact of a 8% constant-currency loan growth. Fee income was little changed. Other non-interest income increased 13% to \$160 million from gains in investment securities. Total income declined 5% to \$1.38 billion, while expenses declined 3% to \$513 million. Profit before allowances was 7% lower at \$869 million. Total allowances rose to \$157 million from higher general allowances.

Compared to the previous half year, net profit was 11% lower. Net interest income fell 12% as a 30 basis-point decline in net interest margin offset the impact of a 6% constant-currency loan growth. Fee income fell 6% from lower bancassurance, cash management and trade-related fees. Other non-interest income rose 48% from higher trading and investment gains. Expenses were 12% lower, resulting in a 2% decline in profit before allowances. Total allowances doubled from higher general allowances.

Rest of Greater China

Net profit fell 10% from a year ago to \$131 million. Total income increased 10% to \$592 million. Net interest income rose 22% to \$353 million as loan volumes and net interest margin were higher. Non-interest income fell 4% to \$239 million as higher fee income was offset by lower trading income. Expenses declined 3% to \$352 million resulting in a 37% rise in profit before allowances to \$240 million. Total allowances amounted to \$82 million compared to a write-back of \$15 million a year ago.

Net profit doubled from the previous half year. Total income rose 14% from broad-based growth. Expenses fell 7%. Total allowances increased 28% to \$82 million from higher specific allowances.

South and Southeast Asia

Net profit rose almost five times to \$141 million from a year ago. Total income increased 23% to \$583 million from a higher net interest margin and increased trading income, offset by lower fee income. Expenses fell 5% to \$303 million, resulting in an 83% increase in profit before allowances to \$280 million. Total allowances fell by 32% due to lower specific allowances.

Compared to the previous half year, net profit rose to \$141 million from a loss of \$53 million a year ago. Total income increased 18% from higher interest income, stronger trading income as well as higher investment securities gains. A 13% decline in expenses contributed to an 88% increase in profit before allowances. Total allowances fell 59% mainly due to lower specific allowances.

Rest of the World

Net profit increased 7% from a year ago to \$93 million as an increase in total income was offset by higher allowances. Total income rose 33% to \$254 million from broad-based growth. Expenses rose 10% to \$55 million, resulting in a 41% increase in profit before allowances to \$199 million. Total allowances increased to \$79 million due to higher specific and general allowances.

Compared to the previous half year, net profit was 6% lower. Total income rose 20% and profit before allowances was 27% higher. The higher allowances resulted in the net profit decline.

CUSTOMER LOANS

(\$m)	30 Jun 2020	31 Dec 2019	30 Jun 2019
Gross	380,847	362,427	355,365
Less:			
ECL ¹ Stage 3 (SP)	2,626	2,305	2,623
ECL ¹ Stage 1 & 2 (GP)	3,437	2,238	2,268
Net total	374,784	357,884	350,474
By business unit			
Consumer Banking/Wealth Management	112,433	114,380	113,282
Institutional Banking	266,563	246,296	239,959
Others	1,851	1,751	2,124
Total (Gross)	380,847	362,427	355,365
By geography²			
Singapore	174,378	168,704	169,002
Hong Kong	62,157	55,062	54,527
Rest of Greater China	55,825	53,009	51,873
South and Southeast Asia	29,920	29,438	28,694
Rest of the World	58,567	56,214	51,269
Total (Gross)	380,847	362,427	355,365
By industry			
Manufacturing	46,112	37,635	40,530
Building and construction	93,175	85,144	77,596
Housing loans	74,269	73,606	73,850
General commerce	42,977	45,664	47,400
Transportation, storage & communications	33,243	31,574	30,697
Financial institutions, investment & holding companies	27,004	24,660	22,934
Professionals & private individuals (excluding housing loans)	31,832	34,121	32,695
Others	32,235	30,023	29,663
Total (Gross)	380,847	362,427	355,365
By currency			
Singapore dollar	147,989	144,878	143,815
US dollar	115,657	108,106	107,793
Hong Kong dollar	44,348	44,310	42,672
Chinese yuan	16,199	14,019	13,017
Others	56,654	51,114	48,068
Total (Gross)	380,847	362,427	355,365

Notes:

1 Refers to expected credit loss

2 Loans by geography are determined according to the location where the borrower, or the issuing bank in the case of bank backed export financing, is incorporated

Gross customer loans rose 5% from a year ago and 3% from the previous half year in constant-currency terms to \$381 billion.

The increase was due to non-trade corporate loans, which grew 13% from a year ago and 10% from the previous half year. The growth was broad-based and led by Singapore and Hong Kong borrowers. Loan growth during first-half 2020 included government risk-sharing loans in Singapore.

Moderating the overall growth were declines in trade loans and consumer loans. Trade loans fell 8% from a year ago and 11% from the previous half year, while consumer loans declined 2% and 3% respectively due to lower wealth management borrowing.

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

NON-PERFORMING ASSETS AND LOSS ALLOWANCE COVERAGE

	30 Jun 2020			31 Dec 2019			30 Jun 2019		
	NPA (\$m)	NPL (% of loans)	SP ⁴ (\$m)	NPA (\$m)	NPL (% of loans)	SP ⁴ (\$m)	NPA (\$m)	NPL (% of loans)	SP ⁴ (\$m)
By business unit									
Consumer Banking/ Wealth Management	726	0.6	185	700	0.6	153	728	0.6	138
Institutional Banking and Others	5,026	1.9	2,441	4,702	1.9	2,152	4,687	1.9	2,485
Total non-performing loans (NPL)	5,752	1.5	2,626	5,402	1.5	2,305	5,415	1.5	2,623
Debt securities, contingent liabilities & others	602	-	296	371	-	197	406	-	210
Total non-performing assets (NPA)	6,354	-	2,922	5,773	-	2,502	5,821	-	2,833
By geography¹									
Singapore	3,912	2.2	1,719	3,722	2.2	1,405	3,437	2.0	1,591
Hong Kong	560	0.9	285	492	0.9	279	485	0.9	266
Rest of Greater China	380	0.7	127	357	0.7	130	430	0.8	124
South and Southeast Asia	734	2.5	467	751	2.6	463	958	3.3	597
Rest of the World	166	0.3	28	80	0.1	28	105	0.2	45
Total non-performing loans (NPL)	5,752	1.5	2,626	5,402	1.5	2,305	5,415	1.5	2,623
Debt securities, contingent liabilities & others	602	-	296	371	-	197	406	-	210
Total non-performing assets (NPA)	6,354	-	2,922	5,773	-	2,502	5,821	-	2,833
Loss Allowance Coverage									
ECL ² Stage 3 (SP)			2,922			2,502			2,833
ECL ² Stage 1 and 2 (GP)			3,799			2,511			2,525
Total allowances			6,721			5,013			5,358
(Total allowances+RLAR) / NPA ³			106%			94%			100%
(Total allowances+RLAR) / unsecured NPA ³			199%			191%			181%

Notes:

- 1 NPLs by geography are determined according to the location where the borrower is incorporated
- 2 Refers to expected credit loss
- 3 Computation includes regulatory loss allowance reserves (RLAR). RLAR is nil for 30 Jun'20 (31 Dec'19: \$404 million; 30 Jun'19: \$461 million) as part of total allowances
- 4 Refers to Expected Credit Loss Stage 3

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

(\$m)	30 Jun 2020		31 Dec 2019		30 Jun 2019	
	NPA	SP ¹	NPA	SP ¹	NPA	SP ¹
By industry						
Manufacturing	608	286	551	296	578	318
Building and construction	362	139	308	140	274	142
Housing loans	219	11	195	11	204	11
General commerce	885	496	586	313	683	319
Transportation, storage & communications	3,006	1,460	3,099	1,346	2,934	1,603
Financial institutions, investment & holding companies	51	20	65	19	91	17
Professionals & private individuals (excluding housing loans)	518	170	498	138	481	122
Others	103	44	100	42	170	91
Total non-performing loans	5,752	2,626	5,402	2,305	5,415	2,623
Debt securities, contingent liabilities & others	602	296	371	197	406	210
Total non-performing assets	6,354	2,922	5,773	2,502	5,821	2,833

(\$m)	30 Jun 2020		31 Dec 2019		30 Jun 2019	
	NPA	SP ¹	NPA	SP ¹	NPA	SP ¹
By loan grading						
Non-performing assets						
Substandard	3,432	422	3,393	453	3,022	448
Doubtful	1,757	1,335	1,139	808	1,139	725
Loss	1,165	1,165	1,241	1,241	1,660	1,660
Total	6,354	2,922	5,773	2,502	5,821	2,833
Of which: restructured assets						
Substandard	718	90	660	99	709	101
Doubtful	428	283	339	184	369	165
Loss	452	452	432	432	595	595
Total	1,598	825	1,431	715	1,673	861

(\$m)	30 Jun 2020	31 Dec 2019	30 Jun 2019
	NPA	NPA	NPA
By collateral type			
Unsecured non-performing assets	3,386	2,842	3,215
Secured non-performing assets by collateral type			
Properties	1,078	1,004	797
Shares and debentures	153	162	184
Cash deposits	11	8	24
Others	1,726	1,757	1,601
Total	6,354	5,773	5,821

Note:

1 Refers to Expected Credit Loss Stage 3.

(\$m)	30 Jun 2020 NPA	31 Dec 2019 NPA	30 Jun 2019 NPA
By period overdue			
Not overdue	1,077	1,110	973
Within 90 days	843	589	630
Over 90 to 180 days	553	601	346
Over 180 days	3,881	3,473	3,872
Total	6,354	5,773	5,821

Non-performing assets rose 10% from the previous half year to \$6.35 billion as non-performing asset formation was offset by recoveries and write-offs. Most of the NPA formation was in the first quarter, which included a significant oil trader exposure. The NPL rate was 1.5%, below the 1.6% in March and unchanged from the previous half year.

General allowance reserves rose 51% from the previous half year to \$3.80 billion. Total allowance reserves were 34% higher at \$6.72 billion.

Allowance coverage was at 106%. When collateral valued at \$2.97 billion was considered, allowance coverage was at 199%.

CUSTOMER DEPOSITS

(\$m)	30 Jun 2020	31 Dec 2019	30 Jun 2019
By currency and product			
Singapore dollar	196,293	162,509	159,522
Fixed deposits	21,866	19,289	17,631
Savings accounts	128,290	116,148	114,928
Current accounts	45,981	26,977	26,846
Others	156	95	117
US dollar	150,583	140,769	135,993
Fixed deposits	72,685	84,403	84,988
Savings accounts	27,559	22,893	19,616
Current accounts	48,330	32,056	29,992
Others	2,009	1,417	1,397
Hong Kong dollar	36,023	37,078	35,118
Fixed deposits	15,585	18,435	16,920
Savings accounts	9,160	8,207	8,016
Current accounts	11,147	10,259	9,961
Others	131	177	221
Chinese yuan	13,475	13,257	11,769
Fixed deposits	6,700	7,579	6,847
Savings accounts	1,416	1,169	1,068
Current accounts	4,542	3,846	2,990
Others	817	663	864
Others	51,049	50,676	48,899
Fixed deposits	30,515	32,987	31,812
Savings accounts	10,040	8,926	8,308
Current accounts	9,630	7,876	7,851
Others	864	887	928
Total	447,423	404,289	391,301
Fixed deposits	147,351	162,693	158,198
Savings accounts	176,465	157,343	151,936
Current accounts	119,630	81,014	77,640
Others	3,977	3,239	3,527

Deposits grew 13% from a year ago and 9% from the previous half year in constant-currency terms to \$447 billion. All of the increase over both periods was due to

current and savings accounts, which accounted for 66% of the deposit base from 59% a year ago.

DEBTS ISSUED

(\$m)	30 Jun 2020	31 Dec 2019	30 Jun 2019
Subordinated term debts ¹	3,653	3,538	3,572
Senior medium term notes ¹	7,963	11,155	12,029
Commercial papers ¹	22,892	25,914	23,092
Negotiable certificates of deposit ¹	4,449	4,562	3,817
Other debt securities ¹	9,398	10,291	10,406
Covered bonds ²	5,402	5,206	4,568
Total	53,757	60,666	57,484
Due within 1 year	36,274	41,174	38,503
Due after 1 year ³	17,483	19,492	18,981
Total	53,757	60,666	57,484

Notes:

1 Unsecured

2 Secured

3 Includes instruments in perpetuity

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

CAPITAL ADEQUACY

(\$m)	30 Jun 2020	31 Mar 2020	31 Dec 2019	30 Jun 2019
Common Equity Tier 1 capital	44,071	44,461	42,870	41,172
Tier 1 capital	48,051	48,442	45,460	43,773
Total capital	53,482	53,846	50,693	49,037
Risk-Weighted Assets ("RWA")				
Credit RWA	267,607	267,151	252,402	249,693
Market RWA	31,652	29,523	28,696	30,895
Operational RWA	23,507	23,155	22,673	21,857
Total RWA	322,766	319,829	303,771	302,445
Capital Adequacy Ratio ("CAR") (%)				
Common Equity Tier 1	13.7	13.9	14.1	13.6
Tier 1	14.9	15.1	15.0	14.5
Total	16.6	16.8	16.7	16.2
Minimum CAR including Buffer Requirements (%)¹				
Common Equity Tier 1	9.1	9.1	9.3	9.4
Effective Tier 1	10.6	10.6	10.8	10.9
Effective Total	12.6	12.6	12.8	12.9
Of which: Buffer Requirements (%)				
Capital Conservation Buffer	2.5	2.5	2.5	2.5
Countercyclical Capital Buffer	0.1	0.1	0.3	0.4

Compared to 31 March 2020, Common Equity Tier 1 ratio declined due mainly to the deferment of the financial year 2019 final dividend from the first quarter to the second quarter. On a normalised basis, Common Equity Tier 1 ratio would have remained stable compared to the previous quarter.

Compared to 31 December 2019, Common Equity Tier 1 ratio declined mainly due to increases in risk-weighted assets arising from loan growth, higher counterparty exposures on derivatives and market risk.

Leverage ratio stood at 6.8%, well above the 3% minimum requirement.

PILLAR 3, LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO DISCLOSURES

The Group's combined Pillar 3, Liquidity Coverage Ratio and Net Stable Funding Ratio disclosures document and Main Features of Capital Instruments document are published in the Investor Relations section of the Group's website (<https://www.dbs.com/investors/default.page>) and (<https://www.dbs.com/investors/fixed-income/capital-instruments>) respectively. These disclosures are pursuant to MAS's Notices to Banks No. 637 "Notice on Risk Based Capital Adequacy Requirements for Banks incorporated in Singapore", No. 651 "Liquidity Coverage Ratio ("LCR") Disclosure" and No. 653 "Net Stable Funding Ratio ("NSFR") Disclosure".

UNREALISED PROPERTY VALUATION SURPLUS²

The unrealised property valuation surplus as at 30 June 2020 was approximately \$1,528 million.

Notes:

1 Includes minimum Common Equity Tier 1, Tier 1 and Total CAR of 6.5%, 8.0% and 10.0% respectively

2 Unrealised valuation surplus represents the excess of market value over the carrying value of the properties. The market values of the properties were based on valuation at year-end

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

UNAUDITED CONSOLIDATED INCOME STATEMENT

In \$ millions	1st Half 2020	1st Half 2019	+ / (-) %	2nd Half 2019	+ / (-) %
Income					
Interest income	6,907	7,829	(12)	7,763	(11)
Interest expense	2,122	3,090	(31)	2,877	(26)
Net interest income	4,785	4,739	1	4,886	(2)
Net fee and commission income	1,513	1,497	1	1,555	(3)
Net trading income	752	800	(6)	659	14
Net income from investment securities	663	184	>100	150	>100
Other income	39	40	(3)	34	15
Non-interest income	2,967	2,521	18	2,398	24
Total income	7,752	7,260	7	7,284	6
Employee benefits	1,754	1,726	2	1,788	(2)
Other expenses	1,285	1,318	(3)	1,426	(10)
Total expenses	3,039	3,044	-	3,214	(5)
Profit before allowances	4,713	4,216	12	4,070	16
Allowances for credit and other losses	1,935	327	>100	376	>100
Profit before tax	2,778	3,889	(29)	3,694	(25)
Income tax expense	346	616	(44)	538	(36)
Net profit	2,432	3,273	(26)	3,156	(23)
Attributable to:					
Shareholders	2,412	3,254	(26)	3,137	(23)
Non-controlling interests	20	19	5	19	5
	2,432	3,273	(26)	3,156	(23)

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

In \$ millions	1st Half 2020	1st Half 2019	+/(-) %	2nd Half 2019	+/(-) %
Net profit	2,432	3,273	(26)	3,156	(23)
Other comprehensive income					
Items that may be reclassified subsequently to income statement:					
Translation differences for foreign operations	649	(144)	NM	(31)	NM
Other comprehensive income of associates	(10)	2	NM	(1)	(>100)
Gains (losses) on debt instruments classified at fair value through other comprehensive income and others					
Net valuation taken to equity	809	599	35	334	>100
Transferred to income statement	(413)	(189)	(>100)	(214)	(93)
Taxation relating to components of other comprehensive income	(56)	(49)	(14)	(9)	(>100)
Items that will not be reclassified to income statement:					
Gains (losses) on equity instruments classified at fair value through other comprehensive income (net of tax)	(301)	131	NM	5	NM
Fair value change from own credit risk on financial liabilities designated at fair value (net of tax)	68	(29)	NM	(34)	NM
Other comprehensive income, net of tax	746	321	>100	50	>100
Total comprehensive income	3,178	3,594	(12)	3,206	(1)
Attributable to:					
Shareholders	3,158	3,574	(12)	3,187	(1)
Non-controlling interests	20	20	-	19	5
	3,178	3,594	(12)	3,206	(1)

Note:
NM Not Meaningful

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

UNAUDITED BALANCE SHEETS

In \$ millions	The Group			The Company		
	30 Jun 2020	31 Dec 2019 ¹	30 Jun 2019	30 Jun 2020	31 Dec 2019 ¹	30 Jun 2019
Assets						
Cash and balances with central banks	33,205	26,362	18,921			
Government securities and treasury bills	60,610	49,729	51,815			
Due from banks	54,124	39,336	43,679	120	36	27
Derivatives	31,691	17,235	16,887	209	121	130
Bank and corporate securities	63,568	63,746	61,497			
Loans and advances to customers	374,784	357,884	350,474			
Other assets	20,971	15,424	14,183			
Associates	845	835	845			
Subsidiaries	-	-	-	28,667	27,409	28,606
Properties and other fixed assets	3,235	3,225	3,180			
Goodwill and intangibles	5,171	5,170	5,170			
Total assets	648,204	578,946	566,651	28,996	27,566	28,763
Liabilities						
Due to banks	31,003	23,773	26,999			
Deposits and balances from customers	447,423	404,289	391,301			
Derivatives	32,100	17,512	16,957	8	19	11
Other liabilities	29,662	20,907	23,742	453	96	93
Other debt securities	50,104	57,128	53,912	3,737	3,818	5,524
Subordinated term debts	3,653	3,538	3,572	3,653	3,538	3,572
Total liabilities	593,945	527,147	516,483	7,851	7,471	9,200
Net assets	54,259	51,799	50,168	21,145	20,095	19,563
Equity						
Share capital	10,669	10,948	10,978	10,687	10,961	10,987
Other equity instruments	3,401	2,009	2,009	3,401	2,009	2,009
Other reserves	4,756	4,102	3,942	107	173	123
Revenue reserves	34,612	33,922	32,421	6,950	6,952	6,444
Shareholders' funds	53,438	50,981	49,350	21,145	20,095	19,563
Non-controlling interests	821	818	818			
Total equity	54,259	51,799	50,168	21,145	20,095	19,563
Other Information						
Net book value per share (\$)						
(i) Basic and diluted	19.71	19.17	18.53	6.99	7.08	6.87

Note:

1 Audited

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE 2020

The Group	Attributable to shareholders of the Company						
In \$ millions	Share Capital	Other equity instruments	Other reserves	Revenue reserves	Shareholders' funds	Total Non- controlling interests	Total equity
Balance at 1 January 2020	10,948	2,009	4,102	33,922	50,981	818	51,799
Purchase of treasury shares	(438)				(438)		(438)
Draw-down of reserves upon vesting of performance shares	159		(160)		(1)		(1)
Issue of perpetual capital securities		1,392			1,392		1,392
Cost of share-based payments			61		61		61
Dividends paid to shareholders ¹				(1,715)	(1,715)		(1,715)
Change in non-controlling interests					-	2	2
Dividends paid to non-controlling interests					-	(19)	(19)
Total comprehensive income			753	2,405	3,158	20	3,178
Balance at 30 June 2020	10,669	3,401	4,756	34,612	53,438	821	54,259
Balance at 1 January 2019	10,898	2,812	3,701	31,634	49,045	830	49,875
Impact of adopting SFRS(I) 16 on 1 January 2019				(84)	(84)		(84)
Balance at 1 January 2019 after adoption of SFRS(I) 16	10,898	2,812	3,701	31,550	48,961	830	49,791
Purchase of treasury shares	(82)				(82)		(82)
Draw-down of reserves upon vesting of performance shares	162		(162)		-		-
Cost of share-based payments			61		61		61
Dividends paid to shareholders ¹				(2,359)	(2,359)		(2,359)
Dividends paid to non-controlling interests					-	(19)	(19)
Acquisition of non-controlling interests					-	(13)	(13)
Redemption of perpetual capital securities issued by the Company		(803)		(2)	(805)		(805)
Total comprehensive income			342	3,232	3,574	20	3,594
Balance at 30 June 2019	10,978	2,009	3,942	32,421	49,350	818	50,168

Note:

¹ Includes distributions of \$39 million paid on capital securities classified as equity for 1st Half 2020 (1st Half 2019: \$57 million)

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 30 JUNE 2020**

The Company					
In \$ millions	Share capital	Other equity instruments	Other reserves	Revenue reserves	Total equity
Balance at 1 January 2020	10,961	2,009	173	6,952	20,095
Purchase of treasury shares	(431)				(431)
Transfer of treasury shares	157				157
Draw-down of reserves upon vesting of performance shares			(160)		(160)
Issue of perpetual capital securities		1,392			1,392
Cost of share-based payments			61		61
Dividends paid to shareholders ¹				(1,715)	(1,715)
Total comprehensive income			33	1,713	1,746
Balance at 30 June 2020	10,687	3,401	107	6,950	21,145
Balance at 1 January 2019	10,900	2,812	180	6,486	20,378
Purchase of treasury shares	(78)				(78)
Transfer of treasury shares	165				165
Draw-down of reserves upon vesting of performance shares			(162)		(162)
Cost of share-based payments			61		61
Dividends paid to shareholders ¹				(2,359)	(2,359)
Redemption of perpetual capital securities issued by the Company		(803)		(2)	(805)
Total comprehensive income			44	2,319	2,363
Balance at 30 June 2019	10,987	2,009	123	6,444	19,563

Note:

1 Includes distributions of \$39 million paid on capital securities classified as equity for 1st Half 2020 (1st Half 2019: \$57 million)

DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

In \$ millions	1st Half 2020	1st Half 2019
Cash flows from operating activities		
Profit before tax	2,778	3,889
Adjustments for non-cash and other items:		
Allowances for credit and other losses	1,935	327
Depreciation of properties and other fixed assets	325	297
Share of profits or losses of associates	(29)	(26)
Net loss on disposal, net of write-off of properties and other fixed assets	-	2
Net income from investment securities	(663)	(184)
Cost of share-based payments	61	61
Interest expense on subordinated term debts	35	45
Interest expense on lease liabilities	14	14
Profit before changes in operating assets & liabilities	4,456	4,425
Increase/(Decrease) in:		
Due to banks	7,049	4,405
Deposits and balances from customers	38,269	(1,481)
Other liabilities	23,023	3,581
Other debt securities and borrowings	(7,160)	8,278
(Increase)/Decrease in:		
Restricted balances with central banks	(1,626)	2,357
Government securities and treasury bills	(9,954)	(4,535)
Due from banks	(14,495)	(3,575)
Bank and corporate securities	490	(2,990)
Loans and advances to customers	(14,087)	(6,759)
Other assets	(19,707)	(593)
Tax paid	(439)	(405)
Net cash generated from operating activities (1)	5,819	2,708
Cash flows from investing activities		
Dividends from associates	14	16
Proceeds from disposal of interest in associate	-	4
Proceeds from disposal of properties and other fixed assets	1	-
Purchase of properties and other fixed assets	(208)	(227)
Acquisition of non-controlling interests	-	(13)
Net cash used in investing activities (2)	(193)	(220)
Cash flows from financing activities		
Issue of perpetual capital securities	1,392	-
Interest paid on subordinated term debts	(41)	(50)
Redemption of perpetual capital securities issued by the Company	-	(805)
Purchase of treasury shares	(438)	(82)
Change in non-controlling interests	2	-
Dividends paid to non-controlling interests	(19)	(19)
Dividends paid to shareholders of the Company ¹	(1,715)	(2,359)
Net cash used in financing activities (3)	(819)	(3,315)
Exchange translation adjustments (4)	365	(66)
Net change in cash and cash equivalents² (1)+(2)+(3)+(4)	5,172	(893)
Cash and cash equivalents at beginning of period	19,935	14,221
Cash and cash equivalents at end of period	25,107	13,328

Notes:

1 Includes distributions paid on capital securities classified as equity

2 Cash and cash equivalents refer to cash and non-restricted balances with central banks

OTHER FINANCIAL INFORMATION

1. Off-balance Sheet Items

In \$ millions	30 Jun 2020	31 Dec 2019	30 Jun 2019
Contingent liabilities	25,633	28,267	24,799
Commitments ¹	304,428	297,938	288,302
Financial Derivatives	2,407,684	2,184,839	2,201,503

Note:

¹ Includes commitments that are unconditionally cancellable at any time of \$252,556 million for 30 Jun 2020 (31 Dec 2019: \$248,258 million; 30 Jun 2019: \$238,617 million).

ADDITIONAL INFORMATION
SHARE CAPITAL

- (a) The movement in the number of issued and fully paid-up ordinary shares is as follows:

Number of shares	1st Half 2020	1st Half 2019
Issued Ordinary shares		
Balance at beginning of period and end of period	2,563,936,434	2,563,936,434
Treasury shares		
Balance at beginning of period	(9,814,500)	(12,320,500)
Purchase of treasury shares	(21,400,000)	(3,100,000)
Shares transferred to trust holding shares pursuant to DBSH Share Plan/ DBSH Employee Share Plan	6,347,000	6,656,000
Balance at end of period	(24,867,500)	(8,764,500)
Issued Ordinary shares net of Treasury shares	2,539,068,934	2,555,171,934

- (b) The weighted average number of Issued Ordinary shares net of Treasury shares (both basic and fully diluted) for the first half of 2020 is 2,546,178,060.

INTERESTED PARTY TRANSACTIONS PURSUANT TO LISTING RULE 920(1)

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

CONFIRMATION OF DIRECTORS AND EXECUTIVE OFFICERS' UNDERTAKINGS PURSUANT TO LISTING RULE 720(1)

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

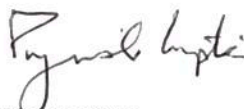
CONFIRMATION BY THE BOARD

We, Peter Seah Lim Huat and Piyush Gupta, being two directors of DBS Group Holdings Ltd (the Company), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the First Half ended 30 June 2020 Unaudited Financial Results of the Company and of the Group to be false or misleading in any material aspect.

On behalf of the board of directors



Peter Seah Lim Huat
Chairman



Piyush Gupta
Chief Executive Officer

5 August 2020
Singapore