

ANNOUNCEMENT

NOT FOR DISTRIBUTION, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES

*This document is not an offer of securities for sale in the United States or elsewhere. The Notes (defined below) issued under the EMTN Programme (defined below) have not been and will not be registered under the United States Securities Act of 1933, as amended (the "**Securities Act**") or the securities laws of any state of the United States or other jurisdiction. The Notes may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons (as such term is defined in Regulation S of the Securities Act) except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and applicable state securities laws. Accordingly, the Notes are being offered and sold only in offshore transactions as defined in and in reliance on Regulation S under the Securities Act. Any failure to comply with these restrictions may constitute a violation of the United States securities law or the securities laws of any such other jurisdiction.*

**UNITED OVERSEAS BANK LIMITED PRICES US\$200 MILLION 3.5%
SUBORDINATED NOTES DUE 2026 CALLABLE IN 2021 (TO BE CONSOLIDATED AND
FORM A SINGLE SERIES WITH THE US\$500 MILLION 3.5% SUBORDINATED NOTES
DUE 2026 CALLABLE IN 2021) TO BE ISSUED PURSUANT TO THE S\$15 BILLION
EURO MEDIUM TERM NOTE PROGRAMME**

United Overseas Bank Limited (the "**Company**"), wishes to announce that it intends to issue a second tranche of US\$200 million 3.5% Subordinated Notes due 2026 callable in 2021 (the "**Notes**"), which shall be consolidated with and shall form a single series with the US\$500 million 3.5% Subordinated Notes due 2026 callable in 2021 issued on 16 March 2016. The Notes will be issued under the S\$15 billion Euro Medium Term Note Programme (the "**EMTN Programme**"). Australia and New Zealand Banking Group Limited, The Hongkong and Shanghai Banking Corporation Limited and United Overseas Bank Limited have been appointed as joint lead managers for the Notes.

The Company is pleased to announce that it has priced the offering of the Notes and the principal terms of the Notes are as follows:

| | |
|---------------------|--|
| Issue Size: | US\$200 million |
| Issue Price: | 100.019% of the principal amount of the Notes plus 8 days' accrued interest from and including 16 March 2016 to but excluding 24 March 2016 |
| Interest: | 3.5% per annum payable semi-annually in arrear |

If the Notes are not redeemed or purchased and cancelled on the First Call Date, the interest payable on the Notes from (and including) the First Call Date to (but excluding) the Maturity Date shall be reset to a fixed rate equal to the US Dollar 5-year mid-swap rate prevailing on the First Call Date plus the Initial Spread of 2.236%

Currency: US Dollars

Ratings: The Notes are expected to be rated A2 by Moody's Investors Service and A+ by Fitch Ratings

First Call Date: 16 September 2021

Maturity Date: 16 September 2026

The issue date of the Notes is currently expected to be on 24 March 2016.

The Notes are intended to qualify as Tier 2 regulatory capital of the Company. The Notes may be written down (in whole or in part) and any accrued and unpaid interest may be cancelled in respect of each Note, by the Company upon the occurrence of a Loss Absorption Event. The Loss Absorption Event is the earlier of the Monetary Authority of Singapore (the "**MAS**") notifying the Company in writing that it is of the opinion that a write down is necessary or of its decision to make a public sector injection of capital (in each case without which the Company would become non-viable as determined by MAS).

Application will be made to the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") for the listing and quotation of the Notes on the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made or opinions expressed or reports contained herein. Admission to the Official List of the SGX-ST and quotation of the Notes on the SGX-ST is not to be taken as an indication of the merits of the Company, its subsidiaries, its associated companies, the EMTN Programme or such Notes.

Issued by

UNITED OVERSEAS BANK LIMITED

Singapore, 19 March 2016