

To: All Shareholders

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

Unaudited Financial Results for the First Half/Second Quarter Ended 30 June 2015

Details of the financial results are in the accompanying Group Financial Report.

Dividends and Distributions

Ordinary share dividend

An interim one-tier tax-exempt dividend of 35 cents (2Q14: 20 cents) per ordinary share has been declared in respect of the financial year ending 31 December 2015. The dividend will be paid in cash on 27 August 2015. The UOB scrip dividend scheme will not be applied to the interim dividend.

Notice is hereby given that the Share Transfer Books and Register of Members of the Bank will be closed from 20 August 2015 to 21 August 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 19 August 2015 will be registered for the interim dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the interim dividend will be paid by the Bank to CDP which will, in turn, distribute the dividend to holders of the securities accounts.

Preference share dividend

No dividend (2Q14: Nil) 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, during the second quarter of 2015 as dividends are payable semi-annually in March and September.

Capital securities distributions

On 19 May 2015, a semi-annual distribution at an annual rate of 4.75% totalling S\$12 million was paid on the Bank's S\$500 million 4.75% non-cumulative non-convertible perpetual capital securities for the period from 19 November 2014 up to, but excluding, 19 May 2015.

Interested Person Transactions

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

Confirmation by Directors

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results of the Group for the first half/second quarter ended 30 June 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

UNITED OVERSEAS BANK LIMITED

Ms Joyce Sia
Secretary

Dated this 31st day of July 2015

The results are also available at www.uobgroup.com



Group Financial Report

For the First Half/Second Quarter 2015

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

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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

	1H15	1H14	+ / (-) %	2Q15	2Q14	+ / (-) %	1Q15	+ / (-) %
Selected income statement items (\$m)								
Net interest income	2,414	2,234	8.1	1,213	1,124	7.9	1,201	1.0
Fee and commission income	919	824	11.5	465	410	13.4	453	2.6
Other non-interest income	550	578	(4.9)	248	350	(29.0)	301	(17.5)
Total income	3,882	3,636	6.8	1,927	1,884	2.2	1,956	(1.5)
Less: Total expenses	1,729	1,542	12.1	877	787	11.4	852	2.8
Operating profit	2,153	2,094	2.8	1,050	1,098	(4.4)	1,103	(4.8)
Less: Total allowances	321	307	4.7	152	150	1.7	169	(10.0)
Add: Share of profit of associates and joint ventures	44	69	(36.3)	40	26	52.7	4	>100.0
Net profit before tax	1,876	1,857	1.0	938	974	(3.8)	938	(0.1)
Less: Tax and non-controlling interests	313	260	20.3	176	166	5.9	137	28.1
Net profit after tax ¹	1,563	1,596	(2.1)	762	808	(5.7)	801	(4.9)

Selected balance sheet items (\$m)

Net customer loans	198,798	189,695	4.8	198,798	189,695	4.8	199,735	(0.5)
Customer deposits	241,485	216,128	11.7	241,485	216,128	11.7	239,410	0.9
Total assets	310,077	296,983	4.4	310,077	296,983	4.4	313,596	(1.1)
Shareholders' equity ¹	30,548	28,091	8.7	30,548	28,091	8.7	30,830	(0.9)

Key financial ratios (%)

Net interest margin ²	1.76	1.72		1.77	1.71		1.76	
Non-interest income/Total income	37.8	38.6		37.0	40.3		38.6	
Expense/Income ratio	44.5	42.4		45.5	41.7		43.6	
Overseas profit before tax contribution	40.4	38.2		40.2	31.0		40.6	
Loan charge off rate (bp) ²								
Exclude general allowances	22	9		31	19		12	
Include general allowances	32	32		32	32		32	
NPL ratio ³	1.2	1.2		1.2	1.2		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)

	1H15	1H14	2Q15	2Q14	1Q15
Key financial ratios (%) (cont'd)					
Return on average total assets ¹	1.01	1.10	0.98	1.10	1.04
Return on average ordinary shareholders' equity ^{1,2}	10.8	12.4	10.4	12.5	11.1
Loan/Deposit ratio ³	82.3	87.8	82.3	87.8	83.4
Capital adequacy ratios					
Common Equity Tier 1	14.0	13.9	14.0	13.9	14.3
Tier 1	14.0	13.9	14.0	13.9	14.3
Total	16.8	17.8	16.8	17.8	17.1
Liquidity coverage ratios ("LCR") ⁴					
All-currency	142	NA	142	NA	144
Singapore dollar	166	NA	166	NA	157
Leverage ratio ⁵	7.6	NA	7.6	NA	7.6
Earnings per ordinary share (\$) ^{1,2}					
Basic	1.89	1.96	1.84	1.98	1.93
Diluted	1.88	1.95	1.83	1.97	1.93
Net asset value ("NAV") per ordinary share (\$) ⁶	17.71	16.18	17.71	16.18	17.88
Revalued NAV per ordinary share (\$) ⁶	20.34	18.80	20.34	18.80	20.53

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 LCR are calculated based on MAS Notice 649. A minimum requirement of Singapore dollar LCR of 100% and all-currency LCR of 60% shall be maintained at all times with effect from 1 January 2015, with the all-currency LCR increasing by 10% each year to 100% by 2019.

5 Leverage ratio is calculated based on the revised MAS Notice 637 which took effect from 1 January 2015. A minimum requirement of 3% is applied during the parallel run period from 1 January 2013 to 1 January 2017.

6 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 revised FRS applicable to the Group with effect from 1 January 2015 is listed below. The adoption of the FRS has no significant impact on the financial statements of the Group.

- Amendments to FRS19 – Defined Benefit Plans: Employee Contributions

Other than the above change, the accounting policies and computation methods adopted in the financial statements for the first half of 2015 are the same as those adopted in the audited financial statements for the financial year ended 31 December 2014.

First half 2015 ("1H15") performance

1H15 versus 1H14

The Group reported a net profit after tax of \$1.56 billion for 1H15, 2.1% marginally lower than a year ago due to higher write-back of prior years' tax provisions in 1H14. Operating profit increased 2.8% to \$2.15 billion in 1H15, led by solid growth in net interest income and fee income.

Net interest income reached a new high of \$2.41 billion, rising 8.1% from a year ago, driven by healthy loan growth and higher net interest margin across wholesale and retail business segments. Net interest margin increased 4 basis points to 1.76% benefiting largely from higher loan yields on the back of a rising SIBOR environment.

Non-interest income grew 4.7% year-on-year to \$1.47 billion in 1H15. Fee and commission income saw a broad-based increase of 11.5% to \$919 million across most fee categories. Trading and investment income declined 4.7% to \$381 million, due to a one-off gain from investments and revaluation recognised in 1H14, partly offset by healthy growth in treasury customer income.

Total expenses increased 12.1% to \$1.73 billion mainly due to higher staff costs, revenue and IT-related expenses as the Group continued to invest in talent and technology infrastructure to support the growing franchise. Expense-to-income ratio was higher at 44.5% in 1H15 as compared with 42.4% a year ago.

Total allowances for 1H15 was \$321 million, a 4.7% higher year-on-year, while total loan charge-off rate remained at 32 basis points. Specific allowances on loans increased from \$91 million a year ago to \$221 million mainly from Singapore, Indonesia and Greater China. General allowances declined to \$51 million from \$183 million a year ago.

Second quarter 2015 ("2Q15") performance

2Q15 versus 2Q14

Net earnings was reported at \$762 million in 2Q15, a decrease of 5.7% compared with 2Q14 largely due to lower trading and investment income. Customer franchise income continued to show steady growth.

Net interest income rose 7.9% from a year ago to \$1.21 billion in 2Q15 on higher loan growth and net interest margin. Net interest margin increased 6 basis points to 1.77%, contributed mainly by higher loan yields as the loan portfolio re-priced on SIBOR increases.

Fee and commission income grew 13.4% from \$410 million in 2Q14 to \$465 million in 2Q15 with double-digit growth registered in wealth management, credit cards and fund management income. Trading and investment income was lower at \$156 million mainly due to a one-off gain from investments and revaluation recorded in 2Q14.

Total expenses increased 11.4% from a year ago to \$877 million in 2Q15 due to higher staff costs and IT-related expenses to support franchise growth.

Total allowances of \$152 million in 2Q15 were little changed from a year ago.

Performance Review (cont'd)

2Q15 versus 1Q15

Compared with the previous quarter, net earnings were 4.9% lower at \$762 million.

Net interest income continued to grow 1.0% quarter-on-quarter to \$1.21 billion in 2Q15. Net interest margin increased 1 basis point to 1.77% mainly due to improved loan pricing.

Fee and commission income was \$465 million in 2Q15, rising 2.6% over the previous quarter. The increase was contributed by higher fee income from fund management and credit cards. Trading and investment income decreased 30.5% to \$156 million in 2Q15 amid market volatility.

Total expenses increased 2.8% to \$877 million mainly due to continued investment in people capabilities.

Total allowances were 10.0% lower quarter-on-quarter at \$152 million due to a write-back of general allowances relating to debt securities. Specific allowances on loans increased from \$61 million to \$160 million as additional allowances were provided mainly for legacy non-performing loans ("NPL") in Singapore, Indonesia and Greater China.

Contributions from associates' profits increased to \$40 million from \$4 million in 1Q15.

Tax expense was \$173 million in 2Q15, an increase of 30.3% over the previous quarter due to a tax write-back in 1Q15.

Balance sheet and capital position

Gross customer loans grew 4.8% year-on-year to \$202 billion as at 30 June 2015, driven by broad-based contributions across most territories and industries. Compared with 1Q15, the loan growth was 1% in constant currency terms.

The Group continued to maintain a strong funding position with customer deposits increasing by 11.7% from a year ago to \$241 billion as at 30 June 2015. Compared with the previous quarter, customer deposits grew by 0.9% mainly led by Singapore and US dollar deposits. The Group's loan-to-deposit ratio improved from 87.8% a year ago to 82.3% as at 30 June 2015. The Singapore dollar and all-currency liquidity coverage ratios were 166% and 142% respectively, well above the regulatory requirements of 100% and 60%.

Asset quality remained sound. Group NPL ratio remained stable at 1.2% with strong NPL coverage of 144.1%. General allowances coverage ratio remained strong at 1.4% of loan book.

Shareholders' equity was \$30.5 billion as at 30 June 2015, up 8.7% from a year ago largely contributed by net profit and improved valuations on the available-for-sale investments. Compared with 1Q15, shareholders' equity was 0.9% lower due to final dividends paid. Return on equity was 10.8% for 1H15.

As at 30 June 2015, the Group's strong capital position remained well above the regulatory minimum requirements with Common Equity Tier 1 and Total CAR at 14.0% and 16.8% respectively. The Group's leverage ratio stood at 7.6%, well above the minimum requirement of 3%.

Net Interest Income

Net interest margin

	1H15			1H14		
	Average balance	Interest	Average rate	Average balance	Interest	Average rate
	\$m	\$m	%	\$m	\$m	%
Interest bearing assets						
Customer loans	198,692	3,250	3.30	187,027	2,856	3.08
Interbank balances	52,262	318	1.23	47,223	356	1.52
Securities	25,138	273	2.19	27,773	294	2.14
Total	276,091	3,841	2.81	262,023	3,506	2.70
Interest bearing liabilities						
Customer deposits	237,686	1,266	1.07	213,089	1,077	1.02
Interbank balances/others	30,084	161	1.08	40,775	195	0.96
Total	267,770	1,427	1.07	253,864	1,271	1.01
Net interest margin ¹			1.76			1.72

	2Q15			2Q14			1Q15		
	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	198,925	1,654	3.34	188,962	1,444	3.06	198,456	1,596	3.26
Interbank balances	51,241	154	1.20	46,854	164	1.41	53,294	164	1.25
Securities	24,523	130	2.13	28,376	153	2.16	25,759	142	2.24
Total	274,688	1,938	2.83	264,191	1,761	2.67	277,510	1,903	2.78
Interest bearing liabilities									
Customer deposits	239,967	647	1.08	212,341	537	1.01	235,380	618	1.07
Interbank balances/others	27,088	78	1.16	43,390	100	0.92	33,113	83	1.02
Total	267,055	726	1.09	255,731	637	1.00	268,493	702	1.06
Net interest margin ¹			1.77			1.71			1.76

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

	1H15 vs 1H14			2Q15 vs 2Q14			2Q15 vs 1Q15		
	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	178	216	394	76	134	210	4	36	39
Interbank balances	38	(76)	(38)	15	(26)	(10)	(6)	(5)	(12)
Securities	(28)	7	(21)	(21)	(2)	(22)	(7)	(7)	(13)
Total	188	147	336	71	107	177	(9)	24	14
Interest expense									
Customer deposits	124	64	189	70	40	110	12	10	22
Interbank balances/others	(51)	18	(33)	(37)	16	(21)	(15)	10	(5)
Total	73	82	156	33	56	89	(3)	19	16
Change in number of days	-	-	-	-	-	-	-	-	13
Net interest income	115	65	180	38	50	88	(6)	4	11

Net interest income grew 8.1% over a year ago to \$2.41 billion in 1H15, driven by loan growth of 4.8% and higher net interest margin of 1.76%. Net interest margin increased 4 basis points mainly due to higher loan yields on the back of a rising SIBOR environment.

Net interest income grew 7.9% over 2Q14 and 1.0% from previous quarter to \$1.21 billion in 2Q15. Net interest margin increased to 1.77% in 2Q15, on improved loan yields as the loan portfolio continued to re-price on SIBOR increases.

Non-Interest Income

	1H15	1H14	+ / (-)	2Q15	2Q14	+ / (-)	1Q15	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Fee and commission income								
Credit card	167	133	25.7	86	71	21.6	81	5.8
Fund management	83	70	19.5	45	38	19.5	38	17.6
Wealth management	217	189	14.7	108	88	23.2	110	(1.5)
Loan-related ¹	227	215	5.4	111	106	5.6	116	(3.7)
Service charges	57	53	7.6	29	26	10.2	28	3.7
Trade-related	130	134	(3.4)	66	69	(4.2)	64	2.7
Others	37	29	26.8	20	14	47.5	16	22.4
	919	824	11.5	465	410	13.4	453	2.6
Other non-interest income								
Net trading income	267	258	3.3	114	132	(13.5)	153	(25.4)
Net gain/(loss) from investment securities	114	141	(19.4)	42	118	(64.5)	72	(41.4)
Dividend income	28	31	(9.0)	27	27	1.1	1	>100.0
Rental income	59	59	(1.0)	29	30	(0.8)	29	1.0
Other income	82	89	(7.0)	36	43	(16.8)	47	(23.0)
	550	578	(4.9)	248	350	(29.0)	301	(17.5)
Total	1,468	1,402	4.7	714	760	(6.1)	755	(5.4)

Non-interest income grew 4.7% year-on-year to \$1.47 billion in 1H15. Fee income registered a broad-based increase of 11.5% from a year ago to \$919 million, particularly in credit card, wealth management, fund management and loan-related businesses. Trading and investment income was 4.7% lower year-on-year at \$381 million, mainly due to a one-off gain from investments and revaluation in 1H14, partly offset by healthy growth in treasury customer income.

Non-interest income for 2Q15 was \$714 million, 6.1% and 5.4% lower when compared with 2Q14 and 1Q15 respectively. The decline was largely due to weaker trading and investment income amid market volatility, coupled with a one-off gain from investments and revaluation in 2Q14. Fee income continued to show healthy growth of 13.4% over 2Q14 across most fee categories. Compared with the previous quarter, fee income grew 2.6%.

Note:

¹ Loan-related fees include fees earned from corporate finance activities.

Operating Expenses

	1H15	1H14	+ / (-)	2Q15	2Q14	+ / (-)	1Q15	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Staff costs	1,014	911	11.3	517	456	13.4	496	4.3
Other operating expenses								
Revenue-related	356	322	10.4	177	171	3.2	179	(1.2)
Occupancy-related	152	147	3.9	77	75	3.4	75	3.1
IT-related	123	89	37.9	60	46	30.9	63	(4.8)
Others	85	74	14.8	45	39	16.8	39	15.2
	715	631	13.3	359	331	8.7	356	0.9
Total	1,729	1,542	12.1	877	787	11.4	852	2.8
Of which, depreciation of assets	89	71	25.1	45	36	24.5	44	1.8
Manpower (number)	25,134	24,595	539	25,134	24,595	539	25,321	(187)

Total expenses increased 12.1% year-on-year to \$1.73 billion on higher staff costs, revenue and IT-related expenses as the Group continued to invest in talent and technology infrastructure to support the growing franchise. Expense-to-income was higher at 44.5% in 1H15 when compared with 42.4% a year ago.

Compared with 2Q14, total expenses increased 11.4% to \$877 million mainly due to higher staff costs and IT-related expenses to support franchise growth. Total expenses were 2.8% higher quarter-on-quarter.

Allowances for credit and other losses

	1H15	1H14	+ / (-)	2Q15	2Q14	+ / (-)	1Q15	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Specific allowances on loans ¹								
Singapore	54	12	>100.0	38	18	>100.0	15	>100.0
Malaysia	22	12	85.5	8	6	32.7	13	(36.2)
Thailand	37	35	5.1	18	41	(56.5)	19	(4.5)
Indonesia	80	24	>100.0	68	19	>100.0	12	>100.0
Greater China ²	16	4	>100.0	16	4	>100.0	0	>100.0
Others	12	4	>100.0	11	4	>100.0	1	>100.0
	221	91	>100.0	160	93	71.4	61	>100.0
Specific allowances on securities and others	50	33	51.9	16	(2)	>100.0	34	(52.7)
General allowances	51	183	(72.2)	(23)	59	(>100.0)	74	(>100.0)
Total	321	307	4.7	152	150	1.7	169	(10.0)

Total allowances increased 4.7% from a year ago to \$321 million in 1H15 with total loan charge-off rate maintained at 32 basis points. Specific allowances on loans were higher at \$221 million mainly from Singapore, Indonesia and Greater China. General allowances declined from \$183 million to \$51 million in 1H15.

Total allowances were little changed as compared to 1Q14 and 10.0% lower over 1Q15 to \$152 million in 2Q15. The decline over 1Q15 was due to the write-back of general allowances relating to debt securities. Specific allowances on loans were higher over the comparative quarters as additional allowances were provided mainly for legacy non-performing loans in Singapore, Indonesia and Greater China.

Notes:

- 1 Specific allowances 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).
- 2 Comprise China, Hong Kong and Taiwan.

Customer Loans

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Gross customer loans	202,406	203,324	199,343	193,140
Less: Specific allowances	747	699	657	834
General allowances	2,862	2,890	2,783	2,611
Net customer loans	198,798	199,735	195,903	189,695
By industry ¹				
Transport, storage and communication	9,590	10,185	10,014	9,219
Building and construction	40,648	39,765	38,672	36,007
Manufacturing	17,164	17,080	17,139	16,936
Financial institutions	15,834	16,792	16,039	19,408
General commerce	27,550	27,494	27,119	25,098
Professionals and private individuals	25,829	26,184	26,008	25,369
Housing loans	55,295	55,830	54,711	52,800
Others	10,497	9,992	9,641	8,304
Total (gross)	202,406	203,324	199,343	193,140
By currency				
Singapore dollar	107,614	108,158	106,785	105,765
US dollar	33,568	34,026	33,471	30,290
Malaysian ringgit	23,352	24,138	24,364	24,373
Thai baht	10,501	10,851	10,155	9,447
Indonesian rupiah	4,567	4,730	4,777	4,547
Others	22,805	21,421	19,791	18,718
Total (gross)	202,406	203,324	199,343	193,140
By maturity				
Within 1 year	71,567	69,463	66,066	65,812
Over 1 year but within 3 years	37,200	37,428	39,220	37,864
Over 3 years but within 5 years	23,171	24,690	24,341	21,531
Over 5 years	70,469	71,743	69,715	67,932
Total (gross)	202,406	203,324	199,343	193,140
By geography ²				
Singapore	115,024	114,467	109,700	112,017
Malaysia	25,325	25,909	25,768	25,702
Thailand	11,003	11,399	10,836	10,052
Indonesia	10,829	10,975	11,100	10,402
Greater China	23,915	24,263	25,308	18,959
Others	16,310	16,310	16,631	16,007
Total (gross)	202,406	203,324	199,343	193,140

Gross customer loans grew 4.8% year-on-year to \$202 billion as at 30 June 2015. Loan growth was broad based across most industries and territories. Compared with the previous quarter, gross customer loans decreased marginally by 0.5% mainly due to regional currency depreciation. In constant currency terms, the underlying loan growth was 1%.

In Singapore, customer loans grew steadily by 2.7% and 0.5% over 2Q14 and 1Q15 respectively to \$115 billion as at 30 June 2015. Regional countries continued to contribute a strong growth of 9.1% year-on-year mainly from Greater China and Thailand.

Notes:

1 In 2Q15, some loans to investment holding companies were reclassified in order to more accurately align to Singapore Standard Industrial Classification (SSIC) guidelines. Prior period comparatives were restated accordingly.

2 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).

Non-Performing Assets

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Loans ("NPL")	2,504	2,442	2,358	2,309
Debt securities and others	201	250	230	231
Non-Performing Assets ("NPA")	2,705	2,692	2,588	2,540
By grading				
Substandard	1,853	1,900	1,855	1,429
Doubtful	204	187	197	541
Loss	648	605	536	570
Total	2,705	2,692	2,588	2,540
By security coverage				
Secured	1,455	1,464	1,387	1,211
Unsecured	1,250	1,228	1,201	1,329
Total	2,705	2,692	2,588	2,540
By ageing				
Current	416	494	536	321
Within 90 days	190	189	152	215
Over 90 to 180 days	475	270	319	464
Over 180 days	1,624	1,739	1,581	1,540
Total	2,705	2,692	2,588	2,540
Total Allowances				
Specific	922	873	819	977
General	2,962	3,017	2,910	2,738
Total	3,884	3,890	3,729	3,715
As a % of NPA	143.6%	144.5%	144.1%	146.3%
As a % of unsecured NPA	310.7%	316.8%	310.5%	279.5%

	NPL	NPL	NPL	NPL	NPL	NPL	NPL
	ratio	ratio	ratio	ratio	ratio	ratio	ratio
	\$m	%	\$m	%	\$m	%	\$m
NPL by industry ¹							
Transport, storage and communication	773	8.1	757	7.4	714	7.1	833
Building and construction	223	0.5	221	0.6	226	0.6	143
Manufacturing	262	1.5	301	1.8	280	1.6	262
Financial institutions	112	0.7	108	0.6	109	0.7	109
General commerce	280	1.0	273	1.0	265	1.0	300
Professionals and private individuals	252	1.0	229	0.9	209	0.8	176
Housing loans	541	1.0	501	0.9	507	0.9	447
Others	61	0.6	52	0.5	48	0.5	39
Total	2,504	1.2	2,442	1.2	2,358	1.2	2,309

Note:

¹ In 2Q15, some loans to investment holding companies were reclassified in order to more accurately align to Singapore Standard Industrial Classification (SSIC) guidelines. Prior period comparatives were restated accordingly.

Non-Performing Assets (cont'd)

	NPL \$m	NPL ratio %	Total allowances	
			as a % of NPL %	as a % of unsecured NPL %
NPL by geography ¹				
Singapore				
Jun-15	931	0.8	253.4	776.0
Mar-15	922	0.8	246.2	807.8
Dec-14	864	0.8	249.9	817.8
Jun-14	532	0.5	381.2	1,084.5
Malaysia				
Jun-15	423	1.7	117.7	433.0
Mar-15	388	1.5	135.1	467.9
Dec-14	386	1.5	135.0	505.8
Jun-14	419	1.6	122.9	396.2
Thailand				
Jun-15	289	2.6	114.9	235.5
Mar-15	292	2.6	119.2	236.7
Dec-14	267	2.5	121.3	241.8
Jun-14	256	2.5	119.9	220.9
Indonesia				
Jun-15	335	3.1	46.9	130.8
Mar-15	313	2.9	57.5	195.7
Dec-14	298	2.7	55.4	150.0
Jun-14	244	2.3	61.9	162.4
Greater China				
Jun-15	149	0.6	98.0	153.7
Mar-15	127	0.5	109.4	213.8
Dec-14	124	0.5	109.7	191.5
Jun-14	120	0.6	106.7	196.9
Others				
Jun-15	377	2.3	31.0	41.1
Mar-15	400	2.5	32.0	43.7
Dec-14	419	2.5	32.2	45.0
Jun-14	738	4.6	42.8	61.4
Group NPL				
Jun-15	2,504	1.2	144.1	340.5
Mar-15	2,442	1.2	147.0	362.5
Dec-14	2,358	1.2	145.9	350.3
Jun-14	2,309	1.2	149.2	305.1

The Group's asset quality remained healthy. NPL ratio was stable at 1.2% with NPL coverage stayed strong at 144.1%.

Group NPL increased by 8.4% over a year ago to \$2.50 billion, primarily due to a few large NPL accounts in Singapore, Thailand and Indonesia. Compared with 1Q15, NPL increased 2.5% mainly due to several isolated housing and term loans which were well collateralised with minimum specific allowances.

The Group continued to maintain strong general allowances coverage ratio of 1.4% on the loan portfolio.

Note:

1 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).

Customer Deposits

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
By product				
Fixed deposits	133,995	133,259	129,787	119,416
Savings deposits	53,765	53,362	51,654	48,971
Current accounts	46,970	45,253	45,482	40,740
Others	6,755	7,536	6,827	7,001
Total	241,485	239,410	233,750	216,128
By maturity				
Within 1 year	234,455	232,225	226,593	207,837
Over 1 year but within 3 years	5,380	5,625	5,521	7,069
Over 3 years but within 5 years	508	494	646	325
Over 5 years	1,142	1,066	989	897
Total	241,485	239,410	233,750	216,128
By currency				
Singapore dollar	114,691	112,193	112,608	105,701
US dollar	60,590	58,267	49,068	42,639
Malaysian ringgit	26,047	26,990	27,199	26,797
Thai baht	10,655	11,536	10,970	9,116
Indonesian rupiah	4,718	4,861	4,822	4,473
Others	24,784	25,564	29,082	27,401
Total	241,485	239,410	233,750	216,128
Group Loan/Deposit ratio (%)	82.3	83.4	83.8	87.8
Singapore dollar Loan/Deposit ratio (%)	91.9	94.5	93.0	98.2
US dollar Loan/Deposit ratio (%)	54.9	58.0	67.7	70.5

Customer deposits rose 11.7% from a year ago to \$241 billion, led by Singapore dollar and US dollar deposits. Compared with 1Q15, customer deposits grew by 0.9% mainly from current accounts and savings accounts balances.

As at 30 June 2015, Group's loan-to-deposit ratio and SGD loan-to-deposit ratio stayed healthy at 82.3% and 91.9% respectively.

Debts Issued (Unsecured)

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Subordinated debts	4,834	4,520	4,640	6,836
Commercial papers	6,609	7,686	10,502	12,019
Fixed and floating rate notes	3,593	4,119	4,211	3,152
Others	1,799	2,371	1,601	2,053
Total	16,834	18,696	20,953	24,060
Due within 1 year	7,993	9,832	12,393	14,650
Due after 1 year	8,840	8,864	8,560	9,409
Total	16,834	18,696	20,953	24,060

Shareholders' Equity

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Shareholders' equity	30,548	30,830	29,569	28,091
Add: Revaluation surplus	4,220	4,234	4,224	4,181
Shareholders' equity including revaluation surplus	34,768	35,064	33,793	32,273

Shareholders' equity was \$30.5 billion as at 30 June 2015, up 8.7% from a year ago. The increase was largely led by higher net profits and improved valuations on the available-for-sale investments. Compared with 1Q15, shareholders' equity was 0.9% lower due to final dividends paid.

As at 30 June 2015, revaluation surplus of \$4.22 billion relates to Group's properties, are not recognised in the financial statements.

Changes in Issued Shares of the Bank

	Number of shares			
	1H15	1H14	2Q15	2Q14
	'000	'000	'000	'000
Ordinary shares				
Balance at beginning of period	1,614,544	1,590,494	1,614,544	1,590,494
Issue of shares under scrip dividend scheme	-	24,050	-	24,050
Balance at end of period	1,614,544	1,614,544	1,614,544	1,614,544
Treasury shares				
Balance at beginning of period	(11,857)	(14,069)	(12,280)	(13,878)
Share buyback - held in treasury	(812)	-	(216)	-
Issue of shares under share-based compensation plans	398	706	225	515
Balance at end of period	(12,271)	(13,363)	(12,271)	(13,363)
Ordinary shares net of treasury shares	1,602,273	1,601,181	1,602,273	1,601,181

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 7.6% to \$655 million in 1H15, mainly driven by higher net interest income as well as higher non-interest income from wealth management and credit card products. The increase was partly offset by higher business volume-related operating expenses.

Group Wholesale Banking ("GWB")

GWB segment encompasses Commercial Banking, Corporate Banking and Financial Institutions client segments as well as Transaction Banking, Structured Trade Commodities Finance, Investment Banking and Specialised Asset Finance. Commercial Banking serves medium and large enterprises, while Corporate Banking includes large local corporations, multi-national corporations and government-linked companies and agencies. Financial Institutions include bank and non-bank financial institutions, including insurance companies, fund managers and sovereign wealth funds. GWB provides customers with a broad range of products and services that include cash management and liquidity solutions; payments, current accounts, and deposit services; trade finance and structure finance solutions; working capital and term lending, and specialised asset finance. Investment Banking provides corporate finance services that include lead managing and underwriting equity offerings and corporate advisory M&A 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 5.2% to \$1.12 billion in 1H15, driven by net interest income and increased cross-sell income from global markets products and transaction banking. Revenue growth was partly offset by higher allowances and higher operating expenses. Increased operating expenses primarily 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 decreased 45.6% to \$155 million in 1H15, mainly attributed to one-off gain on investment securities in prior year as well as lower income from market making activities in 1H15.

Others

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

Other segment recorded a lower loss of \$52 million in 1H15, mainly due to lower general allowances.

Performance by Operating Segment^{1,2} (cont'd)

	GR	GWB	GMIM	Others	Elimination	Total
	\$m	\$m	\$m	\$m	\$m	\$m
1H15						
Operating income	1,633	1,628	379	334	(92)	3,882
Operating expenses	(882)	(365)	(227)	(347)	92	(1,729)
Allowances for credit and other losses	(96)	(145)	(1)	(79)	-	(321)
Share of profit of associates and joint ventures	-	-	4	40	-	44
Profit before tax	655	1,118	155	(52)	-	1,876
Tax						(306)
Profit for the financial period						1,570
Segment assets	89,594	126,781	90,116	2,705	(4,341)	304,855
Intangible assets	1,319	2,090	660	74	-	4,143
Investment in associates and joint ventures	-	-	308	771	-	1,079
Total assets	90,913	128,871	91,084	3,550	(4,341)	310,077
Segment liabilities	112,392	131,250	30,075	10,662	(5,013)	279,366
Other information						
Inter-segment operating income	213	(4)	(403)	286	(92)	-
Gross customer loans	89,471	112,432	493	10	-	202,406
Non-performing assets	875	1,725	24	81	-	2,705
Capital expenditure	10	10	12	85	-	117
Depreciation of assets	6	3	2	78	-	89
1H14						
Operating income	1,463	1,446	512	301	(86)	3,636
Operating expenses	(791)	(331)	(193)	(313)	86	(1,542)
Allowances for credit and other losses	(64)	(52)	(36)	(155)	-	(307)
Share of profit of associates and joint ventures	-	-	2	67	-	69
Profit before tax	609	1,063	285	(100)	-	1,857
Tax						(250)
Profit for the financial period						1,606
Segment assets	85,804	128,921	78,773	1,960	(3,779)	291,679
Intangible assets	1,317	2,087	660	81	-	4,145
Investment in associates and joint ventures	-	-	305	854	-	1,159
Total assets	87,121	131,008	79,738	2,895	(3,779)	296,983
Segment liabilities	104,486	89,188	68,931	10,492	(4,403)	268,694
Other information						
Inter-segment operating income	155	(171)	(176)	278	(86)	-
Gross customer loans	85,643	107,288	195	14	-	193,140
Non-performing assets	708	1,746	6	80	-	2,540
Capital expenditure	8	2	8	114	-	132
Depreciation of assets	5	2	2	62	-	71

Notes:

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

2 Long Term Investment has been reclassified from Others to GMIM and prior period comparatives have been restated accordingly.

Performance by Geographical Segment¹

	1H15	1H14	2Q15	2Q14	1Q15
	\$m	\$m	\$m	\$m	\$m
Total operating income					
Singapore	2,222	2,134	1,102	1,130	1,120
Malaysia	507	497	246	254	261
Thailand	384	321	191	163	193
Indonesia	191	201	94	102	97
Greater China	341	304	170	144	171
Others	237	180	124	91	115
Total	3,882	3,636	1,927	1,884	1,956
Profit before tax					
Singapore	1,117	1,147	560	672	557
Malaysia	280	297	137	136	143
Thailand	93	73	43	16	51
Indonesia	21	40	10	16	10
Greater China	197	171	92	71	104
Others	168	129	95	63	72
Total	1,876	1,857	938	974	938

The Group's total operating income for 1H15 rose 6.8% over a year ago to \$3.88 billion, which was largely contributed by Singapore growth of 4.1% and regional growth of 7.6%. Overseas contributed 40.4% to the Group's pre-tax profit, with healthy growth in net interest income and fee income.

Compared with 1Q15, total operating income and pre-tax profit of regional countries showed a decline of 2.9% and 8.9% respectively mainly due to currency effects, coupled with a one-off gain on sale of property from Greater China in 1Q15. Singapore registered a decline of 16.7% in pre-tax profits as compared to 2Q14 due to additional specific allowances in this quarter and a one-off gain from investments and revaluation in 2Q14.

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Total assets				
Singapore	189,754	188,222	187,529	183,040
Malaysia	34,910	35,322	37,269	36,733
Thailand	16,245	16,990	15,915	15,114
Indonesia	8,039	8,443	8,143	7,567
Greater China	31,788	32,351	31,977	29,141
Others	25,198	28,117	21,754	21,242
	305,934	309,446	302,587	292,838
Intangible assets	4,143	4,151	4,149	4,145
Total	310,077	313,596	306,736	296,983

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 and Leverage Ratios^{1,2,3}

	Jun-15	Mar-15	Dec-14	Jun-14
	\$m	\$m	\$m	\$m
Share capital	3,704	3,704	3,715	3,685
Disclosed reserves/others	24,544	24,833	23,590	22,145
Regulatory adjustments	(2,754)	(2,600)	(2,408)	(2,395)
Common Equity Tier 1 Capital ("CET1")	25,494	25,937	24,897	23,435
Preference shares/others	2,179	2,180	2,180	2,180
Regulatory adjustments - capped	(2,179)	(2,180)	(2,180)	(2,180)
Additional Tier 1 Capital ("AT1")	-	-	-	-
Tier 1 Capital	25,494	25,937	24,897	23,435
Subordinated notes	4,435	4,475	4,405	5,668
Provisions/others	928	937	918	860
Regulatory adjustments	(380)	(202)	(12)	(22)
Tier 2 Capital	4,983	5,210	5,311	6,506
Eligible Total Capital	30,477	31,147	30,208	29,941
Risk-Weighted Assets ("RWA")	181,552	181,892	178,792	168,054
Capital Adequacy Ratios ("CAR")				
CET1	14.0%	14.3%	13.9%	13.9%
Tier 1	14.0%	14.3%	13.9%	13.9%
Total	16.8%	17.1%	16.9%	17.8%
Proforma CET1 (based on final rules effective 1 Jan 2018)	12.5%	12.8%	12.6%	12.5%
Leverage Exposure	337,146	339,409	NA	NA
Leverage Ratio	7.6%	7.6%	NA	NA

The Group's CET1, Tier 1 and Total CAR as at 30 June 2015 were well above the regulatory minimum requirements.

Compared to a year ago, RWA was higher mainly due to asset growth. Eligible total capital also increased resulting from retained earnings, partly offset by the redemption of old-style Tier-2 subordinated notes in the second half of 2014.

Compared with 31 March 2015, capital ratios were lower mainly due to final dividends paid during the quarter.

The Group's leverage ratio was constant at 7.6%, well above the minimum 3% required by the Basel Committee.

Notes:

1 For year 2015, banks incorporated in Singapore are to maintain minimum CAR of CET1 at 6.5% (2014: 5.5%), Tier 1 at 8% (2014: 7%) 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 Leverage ratio is calculated based on the revised MAS Notice 637 which took effect from 1 January 2015. A minimum requirement of 3% is applied during the parallel run period from 1 January 2013 to 1 January 2017.

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

Consolidated Income Statement (Unaudited)

	1H15	1H14	+ / (-)	2Q15	2Q14	+ / (-)	1Q15	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Interest income	3,841	3,506	9.6	1,938	1,761	10.1	1,903	1.9
Less: Interest expense	1,427	1,271	12.2	726	637	14.0	702	3.4
Net interest income	2,414	2,234	8.1	1,213	1,124	7.9	1,201	1.0
Fee and commission income	919	824	11.5	465	410	13.4	453	2.6
Dividend income	28	31	(9.0)	27	27	1.1	1	>100.0
Rental income	59	59	(1.0)	29	30	(0.8)	29	1.0
Net trading income	267	258	3.3	114	132	(13.5)	153	(25.4)
Net gain/(loss) from investment securities	114	141	(19.4)	42	118	(64.5)	72	(41.4)
Other income	82	89	(7.0)	36	43	(16.8)	47	(23.0)
Non-interest income	1,468	1,402	4.7	714	760	(6.1)	755	(5.4)
Total operating income	3,882	3,636	6.8	1,927	1,884	2.2	1,956	(1.5)
Less: Staff costs	1,014	911	11.3	517	456	13.4	496	4.3
Other operating expenses	715	631	13.3	359	331	8.7	356	0.9
Total operating expenses	1,729	1,542	12.1	877	787	11.4	852	2.8
Operating profit before allowances	2,153	2,094	2.8	1,050	1,098	(4.4)	1,103	(4.8)
Less: Allowances for credit and other losses	321	307	4.7	152	150	1.7	169	(10.0)
Operating profit after allowances	1,832	1,788	2.5	898	948	(5.3)	934	(3.9)
Share of profit of associates and joint ventures	44	69	(36.3)	40	26	52.7	4	>100.0
Profit before tax	1,876	1,857	1.0	938	974	(3.8)	938	(0.1)
Less: Tax	306	250	22.4	173	161	7.3	133	30.3
Profit for the financial period	1,570	1,606	(2.3)	764	813	(6.0)	805	(5.1)
Attributable to:								
Equity holders of the Bank	1,563	1,596	(2.1)	762	808	(5.7)	801	(4.9)
Non-controlling interests	7	10	(32.0)	3	5	(45.6)	4	(40.8)
	1,570	1,606	(2.3)	764	813	(6.0)	805	(5.1)

Consolidated Statement of Comprehensive Income (Unaudited)

	1H15	1H14	+ / (-)	2Q15	2Q14	+ / (-)	1Q15	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Profit for the financial period	1,570	1,606	(2.3)	764	813	(6.0)	805	(5.1)
Currency translation adjustments	(195)	(10)	(>100.0)	(311)	(67)	(>100.0)	116	(>100.0)
Change in available-for-sale reserve								
Change in fair value	714	574	24.4	243	504	(51.8)	471	(48.4)
Transfer to income statement								
on disposal/impairment	(102)	(46)	(>100.0)	(42)	(9)	(>100.0)	(60)	30.9
Tax relating to available-for-sale reserve	(36)	(30)	(22.2)	(12)	(36)	66.2	(24)	50.6
Change in share of other comprehensive income of associates and joint ventures	3	(2)	>100.0	(3)	(5)	42.3	6	(>100.0)
Remeasurement of defined benefit obligation ¹	(0)	(0)	29.6	(0)	(0)	29.6	-	NM
Other comprehensive income for the financial period, net of tax	383	486	(21.2)	(125)	387	(>100.0)	507	(>100.0)
Total comprehensive income for the financial period, net of tax	1,952	2,092	(6.7)	640	1,200	(46.7)	1,313	(51.3)
Attributable to:								
Equity holders of the Bank	1,946	2,078	(6.4)	639	1,194	(46.5)	1,307	(51.1)
Non-controlling interests	7	14	(52.0)	1	6	(82.6)	6	(81.2)
	1,952	2,092	(6.7)	640	1,200	(46.7)	1,313	(51.3)

Note:

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

Consolidated Balance Sheet (Unaudited)

	Jun-15	Mar-15	Dec-14 ¹	Jun-14
	\$m	\$m	\$m	\$m
Equity				
Share capital and other capital	5,881	5,882	5,892	5,863
Retained earnings	14,769	14,826	14,064	12,813
Other reserves	9,898	10,122	9,613	9,416
Equity attributable to equity holders of the Bank	30,548	30,830	29,569	28,091
Non-controlling interests	164	208	203	198
Total	30,712	31,038	29,772	28,289
Liabilities				
Deposits and balances of banks	10,958	12,939	11,226	18,362
Deposits and balances of customers	241,485	239,410	233,750	216,128
Bills and drafts payable	609	696	951	1,698
Other liabilities	9,480	10,816	10,084	8,448
Debts issued	16,834	18,696	20,953	24,060
Total	279,366	282,558	276,964	268,694
Total equity and liabilities	310,077	313,596	306,736	296,983
Assets				
Cash, balances and placements with central banks	38,741	41,789	35,083	29,279
Singapore Government treasury bills and securities	7,017	6,791	7,757	8,070
Other government treasury bills and securities	9,808	8,509	10,141	11,036
Trading securities	1,499	851	738	900
Placements and balances with banks	25,658	26,536	28,692	30,457
Loans to customers	198,798	199,735	195,903	189,695
Investment securities	11,003	11,402	11,440	11,860
Other assets	9,608	10,232	9,256	8,037
Investment in associates and joint ventures	1,079	1,198	1,189	1,159
Investment properties	1,279	959	960	968
Fixed assets	1,445	1,445	1,428	1,377
Intangible assets	4,143	4,151	4,149	4,145
Total	310,077	313,596	306,736	296,983
Off-balance sheet items				
Contingent liabilities	19,818	18,555	18,515	20,059
Financial derivatives	681,087	652,125	605,487	569,231
Commitments	99,093	100,248	99,593	87,880
Net asset value per ordinary share (\$)	17.71	17.88	17.09	16.18

Note:

1 Audited.

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank					Total equity \$m
	Share capital and other capital	Retained earnings	Other reserves	Total	Non- controlling interests	
	\$m	\$m	\$m	\$m	\$m	
Balance at 1 January 2015	5,892	14,064	9,613	29,569	203	29,772
Profit for the financial period	-	1,563	-	1,563	7	1,570
Other comprehensive income for the financial period	-	(0)	383	383	(0)	383
Total comprehensive income for the financial period	-	1,563	383	1,946	7	1,952
Transfers	-	75	(75)	-	-	-
Change in non-controlling interests	-	-	(33)	(33)	(41)	(75)
Dividends	-	(933)	-	(933)	(4)	(938)
Share buyback - held in treasury	(19)	-	-	(19)	-	(19)
Share-based compensation	-	-	18	18	-	18
Issue of shares under share-based compensation plans	8	-	(8)	-	-	-
Balance at 30 June 2015	5,881	14,769	9,898	30,548	164	30,712
Balance at 1 January 2014	5,333	12,003	9,053	26,388	189	26,577
Profit for the financial period	-	1,596	-	1,596	10	1,606
Other comprehensive income for the financial period	-	(0)	482	482	4	486
Total comprehensive income for the financial period	-	1,596	482	2,078	14	2,092
Transfers	-	121	(120)	1	(1)	-
Change in non-controlling interests	-	-	0	0	0	1
Dividends	-	(908)	-	(908)	(5)	(912)
Issue of shares under scrip dividend scheme	517	-	-	517	-	517
Share-based compensation	-	-	15	15	-	15
Issue of shares under share-based compensation plans	14	-	(14)	-	-	-
Balance at 30 June 2014	5,863	12,813	9,416	28,091	198	28,289

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank					Non-controlling interests	Total equity
	Share capital and other capital	Retained earnings	Other reserves	Total			
	\$m	\$m	\$m	\$m	\$m		
Balance at 1 April 2015	5,882	14,826	10,122	30,830	208	31,038	
Profit for the financial period	-	762	-	762	3	764	
Other comprehensive income for the financial period	-	(0)	(123)	(123)	(1)	(125)	
Total comprehensive income for the financial period	-	762	(123)	639	1	640	
Transfers	-	74	(74)	-	-	-	
Change in non-controlling interests	-	-	(33)	(33)	(41)	(75)	
Dividends	-	(893)	-	(893)	(4)	(897)	
Share buyback - held in treasury	(5)	-	-	(5)	-	(5)	
Share-based compensation	-	-	10	10	-	10	
Issue of shares under share-based compensation plans	4	-	(4)	-	-	-	
Balance at 30 June 2015	5,881	14,769	9,898	30,548	164	30,712	
Balance at 1 April 2014	5,336	12,760	9,156	27,253	199	27,452	
Profit for the financial period	-	808	-	808	5	813	
Other comprehensive income for the financial period	-	(0)	386	386	1	387	
Total comprehensive income for the financial period	-	808	386	1,194	6	1,200	
Transfers	-	123	(123)	-	-	-	
Change in non-controlling interests	-	-	-	-	(3)	(3)	
Dividends	-	(879)	-	(879)	(4)	(883)	
Issue of shares under scrip dividend scheme	517	-	-	517	-	517	
Share-based compensation	-	-	7	7	-	7	
Issue of shares under share-based compensation plans	10	-	(10)	-	-	-	
Balance at 30 June 2014	5,863	12,813	9,416	28,091	198	28,289	

Consolidated Cash Flow Statement (Unaudited)

	1H15	1H14	2Q15	2Q14
	\$m	\$m	\$m	\$m
Cash flows from operating activities				
Profit for the financial period	1,570	1,606	764	813
Adjustments for:				
Allowances for credit and other losses	321	307	152	150
Share of profit of associates and joint ventures	(44)	(69)	(40)	(26)
Tax	306	250	173	161
Depreciation of assets	89	71	45	36
Net gain on disposal of assets	(148)	(167)	(57)	(139)
Share-based compensation	19	15	10	7
Operating profit before working capital changes	2,113	2,014	1,048	1,002
Increase/(decrease) in working capital				
Deposits and balances of banks	(268)	4,655	(1,981)	(1,538)
Deposits and balances of customers	7,736	1,580	2,075	(490)
Bills and drafts payable	(342)	662	(87)	712
Other liabilities	(659)	(888)	(1,298)	490
Restricted balances with central banks	71	(166)	182	(112)
Government treasury bills and securities	1,093	(1,504)	(1,517)	195
Trading securities	(756)	(262)	(647)	(84)
Placements and balances with banks	3,034	954	878	990
Loans to customers	(3,222)	(11,145)	774	(4,579)
Investment securities	1,169	648	658	509
Other assets	(341)	1,211	612	255
Cash generated from/(used in) operations	9,627	(2,241)	695	(2,650)
Income tax paid	(294)	(293)	(209)	(250)
Net cash provided by/(used in) operating activities	9,333	(2,534)	487	(2,900)
Cash flows from investing activities				
Net cash flow on disposal/(acquisition) of:				
Associates	(9)	-	(8)	-
Properties and other fixed assets	(397)	(111)	(351)	(48)
(Investment)/distribution from associates and joint ventures	147	212	149	151
Change in non-controlling interests	-	(3)	-	(3)
Net cash (used in)/provided by investing activities	(258)	98	(209)	101
Cash flows from financing activities				
Net (decrease)/increase in debts issued	(4,120)	5,078	(1,863)	1,063
Share buyback - held in treasury	(19)	-	(5)	-
Change in non-controlling interests	(75)	4	(75)	-
Dividends paid on ordinary shares	(881)	(351)	(881)	(351)
Dividends paid on preference shares	(20)	(18)	-	-
Distribution for perpetual capital securities	(33)	(33)	(12)	(12)
Dividends paid to non-controlling interests	(4)	(5)	(4)	(4)
Net cash (used in)/provided by financing activities	(5,151)	4,676	(2,839)	696
Currency translation adjustments	(195)	(7)	(304)	(66)
Net increase/(decrease) in cash and cash equivalents	3,729	2,232	(2,866)	(2,170)
Cash and cash equivalents at beginning of the financial period	29,704	21,244	36,299	25,647
Cash and cash equivalents at end of the financial period	33,433	23,476	33,433	23,476

Balance Sheet of the Bank (Unaudited)

	Jun-15 \$m	Mar-15 \$m	Dec-14 ¹ \$m	Jun-14 \$m
Equity				
Share capital and other capital	5,050	5,050	5,061	5,031
Retained earnings	11,356	11,401	10,809	9,909
Other reserves	10,280	10,170	9,780	9,733
Total	26,685	26,622	25,650	24,673
Liabilities				
Deposits and balances of banks	9,742	12,468	10,666	17,621
Deposits and balances of customers	189,723	184,327	179,123	163,713
Deposits and balances of subsidiaries	2,811	2,709	2,767	2,629
Bills and drafts payable	420	328	191	271
Other liabilities	6,940	8,459	7,843	6,491
Debts issued	16,693	19,085	21,139	23,370
Total	226,329	227,376	221,728	214,096
Total equity and liabilities	253,015	253,998	247,378	238,769
Assets				
Cash, balances and placements with central banks	28,787	31,341	24,807	18,017
Singapore Government treasury bills and securities	7,013	6,662	7,628	7,942
Other government treasury bills and securities	4,679	3,422	3,982	4,923
Trading securities	1,326	764	738	640
Placements and balances with banks	21,312	22,694	24,333	27,570
Loans to customers	153,916	152,796	149,530	145,030
Placements with and advances to subsidiaries	7,052	6,985	7,727	6,935
Investment securities	10,177	10,261	10,294	10,573
Other assets	7,073	7,961	7,278	6,352
Investment in associates and joint ventures	415	520	523	506
Investment in subsidiaries	5,700	5,031	4,981	4,740
Investment properties	1,197	1,228	1,229	1,244
Fixed assets	1,188	1,151	1,146	1,117
Intangible assets	3,182	3,182	3,182	3,182
Total	253,015	253,998	247,378	238,769
Off-balance sheet items				
Contingent liabilities	13,961	12,666	12,695	14,601
Financial derivatives	574,648	557,510	520,163	480,807
Commitments	80,219	80,333	79,892	68,689
Net asset value per ordinary share (\$)	15.81	15.78	15.16	14.57

Note:

1 Audited.

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 January 2015	5,061	10,809	9,780	25,650
Profit for the financial period	-	1,387	-	1,387
Other comprehensive income for the financial period	-	-	564	564
Total comprehensive income for the financial period	-	1,387	564	1,951
Transfers	-	74	(74)	-
Dividends	-	(914)	-	(914)
Share buyback - held in treasury	(19)	-	-	(19)
Share-based compensation	-	-	18	18
Issue of shares under share-based compensation plans	8	-	(8)	-
Balance at 30 June 2015	5,050	11,356	10,280	26,685
Balance at 1 January 2014	4,501	9,255	9,446	23,202
Profit for the financial period	-	1,442	-	1,442
Other comprehensive income for the financial period	-	-	397	397
Total comprehensive income for the financial period	-	1,442	397	1,840
Transfers	-	112	(112)	-
Dividends	-	(900)	-	(900)
Issue of shares under scrip dividend scheme	517	-	-	517
Share-based compensation	-	-	15	15
Issue of shares under share-based compensation plans	14	-	(14)	-
Balance at 30 June 2014	5,031	9,909	9,733	24,673

Statement of Changes in Equity of the Bank (Unaudited)

	Share capital and other capital \$m	Retained earnings \$m	Other reserves \$m	Total equity \$m
Balance at 1 April 2015	5,050	11,401	10,170	26,622
Profit for the financial period	-	774	-	774
Other comprehensive income for the financial period	-	-	178	178
Total comprehensive income for the financial period	-	774	178	952
Transfers	-	74	(74)	-
Dividends	-	(893)	-	(893)
Share buyback - held in treasury	(5)	-	-	(5)
Share-based compensation	-	-	10	10
Issue of shares under share-based compensation plans	4	-	(4)	-
Balance at 30 June 2015	5,050	11,356	10,280	26,685
Balance at 1 April 2014	4,505	9,812	9,448	23,764
Profit for the financial period	-	865	-	865
Other comprehensive income for the financial period	-	-	400	400
Total comprehensive income for the financial period	-	865	400	1,264
Transfers	-	112	(112)	-
Dividends	-	(879)	-	(879)
Issue of shares under scrip dividend scheme	517	-	-	517
Share-based compensation	-	-	7	7
Issue of shares under share-based compensation plans	10	-	(10)	-
Balance at 30 June 2014	5,031	9,909	9,733	24,673

Capital Adequacy Ratios of Major Bank Subsidiaries

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

	Jun-15			
	Total Risk- Weighted Assets	Capital Adequacy Ratios		
		CET1	Tier 1	Total
	\$m	%	%	%
United Overseas Bank (Malaysia) Bhd	15,727	14.9	14.9	18.8
United Overseas Bank (Thai) Public Company Limited	9,700	15.8	15.8	18.6
PT Bank UOB Indonesia	6,777	NA	14.4	16.8
United Overseas Bank (China) Limited	5,709	24.9	24.9	25.4