



# UOB Group Financial Updates

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Group Chief Financial Officer

For the First Half / Second Quarter Ended 30 June 2025

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# Key Highlights

- **Second quarter 2025 net profit at \$1.3 billion**, 10% lower QoQ and 6% lower YoY
- **Net interest income eased**, as **net interest margin declined** nine basis points from last quarter to **1.91%** due to lower asset yields amid falling benchmark rates
- **Net fee income decreased to \$636 million** from last quarter's record high. Wealth fees were affected by a cautious approach amid macro uncertainties
- **Trading and investment income softened 11% QoQ** from lower trading and liquidity management activities. Customer-related treasury income sustained momentum, backed by demand for hedging solutions
- **Stable NPL ratio at 1.6%**. Maintained prudent pre-emptive allowance reserves with **total credit costs at 32bps**
- **Robust capital and funding positions** with **CET1 ratio at 15.3%** post dividend payout and **NSFR at 118%**



Net profit after tax

**\$1.3b** - 10% QoQ  
- 6% YoY

Net Interest Margin

**1.91%** - 0.09%pt QoQ  
- 0.14%pt YoY

Fee Income

**\$636m** - 8% QoQ  
+ 3% YoY

Trading & Investment Income

**\$414m** - 11% QoQ  
+ 4% YoY

NPL ratio

**1.6%** unchanged QoQ  
+ 0.1%pt YoY

CET 1 ratio

**15.3%** - 0.2%pt QoQ  
+ 1.9%pt YoY

# 1H25 net profit at \$2.8 billion

*Growth in operating profit offset by pre-emptive credit provisioning*

	1H25 \$m	1H24 \$m	YoY +/(-)%	2Q25 \$m	1Q25 \$m	QoQ +/(-)%	2Q24 \$m	YoY +/(-)%
Net interest income	4,745	4,763	(0)	2,336	2,409	(3)	2,401	(3)
Net fee income	1,330	1,198	11	636	694	(8)	618	3
Other non-interest income	1,047	1,038	1	493	554	(11)	457	8
<b>Total income</b>	<b>7,121</b>	<b>6,998</b>	<b>2</b>	<b>3,465</b>	<b>3,657</b>	<b>(5)</b>	<b>3,476</b>	<b>(0)</b>
Less: Total expenses	3,095	3,105	(0)	1,535	1,559	(2)	1,534	0
<b>Operating profit</b>	<b>4,027</b>	<b>3,894</b>	<b>3</b>	<b>1,929</b>	<b>2,097</b>	<b>(8)</b>	<b>1,941</b>	<b>(1)</b>
Less: Amortisation of intangible assets	16	13	21	9	7	27	7	39
Less: Allowance for credit and other losses	569	395	44	279	290	(4)	232	20
Add: Associates & Joint Ventures	19	56	(67)	(3)	22	(>100)	31	(>100)
<b>Net profit</b>	<b>2,828</b>	<b>2,912</b>	<b>(3)</b>	<b>1,338</b>	<b>1,490</b>	<b>(10)</b>	<b>1,425</b>	<b>(6)</b>

# Group Retail

## Selected income statement data

	1H25	1H24	YoY
	\$m	\$m	%
Income	2,592	2,695	(4)
Lending, Deposits <sup>1</sup>	1,556	1,759	(12)
Wealth	619	540	15
Credit Cards	416	395	5
Expenses	1,367	1,488	(8)
<b>Operating Profit</b>	1,225	1,207	1
Allowance for credit and other losses	127	216	(41)
<b>Profit before Tax</b>	1,084	977	11

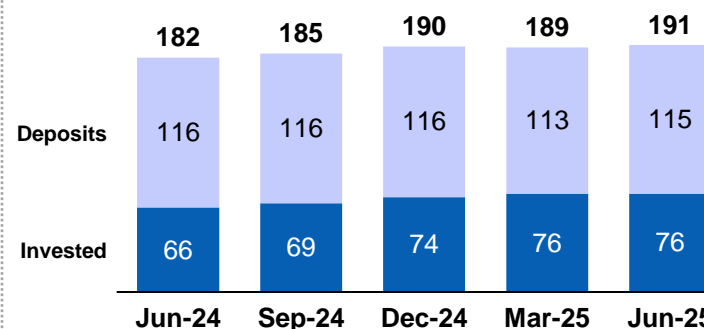
## Highlights

- PBT rose as one-off expenses and credit cost pressures from operational merger in Thailand have abated
- Strategic priorities of CASA, cards and wealth delivered results, offsetting income headwinds of lower rates and competition
- Retail deposits crossed \$200b, with sound CASA growth on strong customer value proposition
- Double-digit wealth income growth backed by conversion of deposits into invested AUM; net new money stable at \$3b for 2Q25
- Robust card billing growth across ASEAN franchise, driven by strategic partnerships and enhanced rewards offering. Customer grew 4% YoY to 8.4m

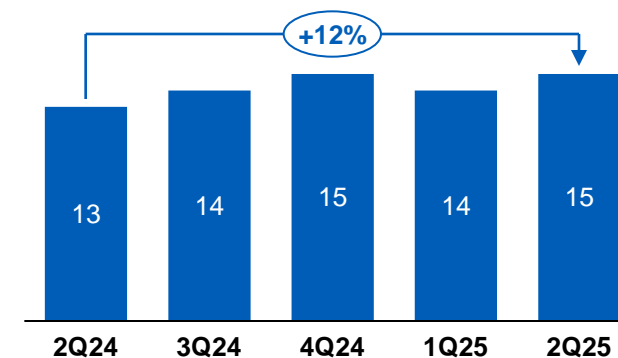
## Key metrics

	1H25	1H24	YoY
			%
Cost / Income ratio	52.7%	55.2%	(2.5) pt
Total credit costs	22 bps	40 bps	(18) bps
RoRWA	4.9%	4.9%	-
Gross Customer Loans (\$b)	115	108	6
Customer Deposits (\$b)	204	195	4
of which CASA (\$b)	116	98	18

## HNW AUM<sup>2</sup> (\$b)



## Card billings (\$b)



1. Includes Others  
2. Refers to Privilege Banking and Private Bank

# Group Wholesale Banking

## Selected income statement data

	1H25	1H24	YoY
	\$m	\$m	%
Income	3,254	3,415	(5)
Transaction Banking	1,596	1,863	(14)
Loans <sup>1</sup>	1,092	1,092	0
Investment Banking	254	190	34
Customer Treasury	311	270	15
Expenses	874	835	5
<b>Operating Profit</b>	<b>2,379</b>	<b>2,580</b>	<b>(8)</b>
Allowance for credit and other losses	167	92	81
<b>Profit before Tax</b>	<b>2,192</b>	<b>2,484</b>	<b>(12)</b>

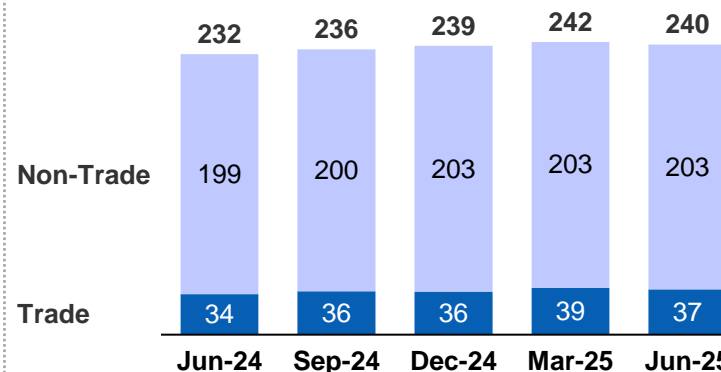
## Highlights

- PBT impacted by exogenous factors like lower benchmark rates and keen competition for quality assets, while allowance rose from a low base
- Amid tariff uncertainties, close to 50% of GWB income generated from Transaction Banking – underpinned by an enlarged CASA base and 12% trade loan growth – while customer treasury activities also picked up
- Investment Banking delivered record fees in 1H25
- Steady income contribution from non-real estate sectors at 69%, while cross-border income mix stayed stable at 26%

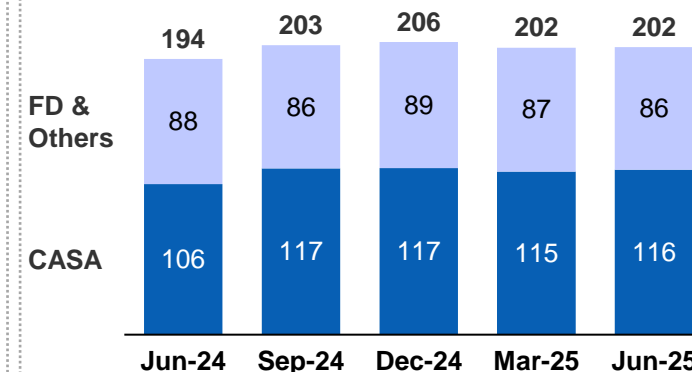
## Key metrics

	1H25	1H24	YoY
			%
Cost / Income ratio	26.9%	24.4%	2.5 pt
Total credit costs	15 bps	9 bps	6 bps
RoRWA	1.8%	1.9%	(0.1) pt
Total Gross Loans <sup>2</sup> (\$b)	240	232	3
Total Deposits <sup>2</sup> (\$b)	202	194	4

## Total Gross Loans<sup>2</sup> (\$b)



## Total Deposits<sup>2</sup> (\$b)

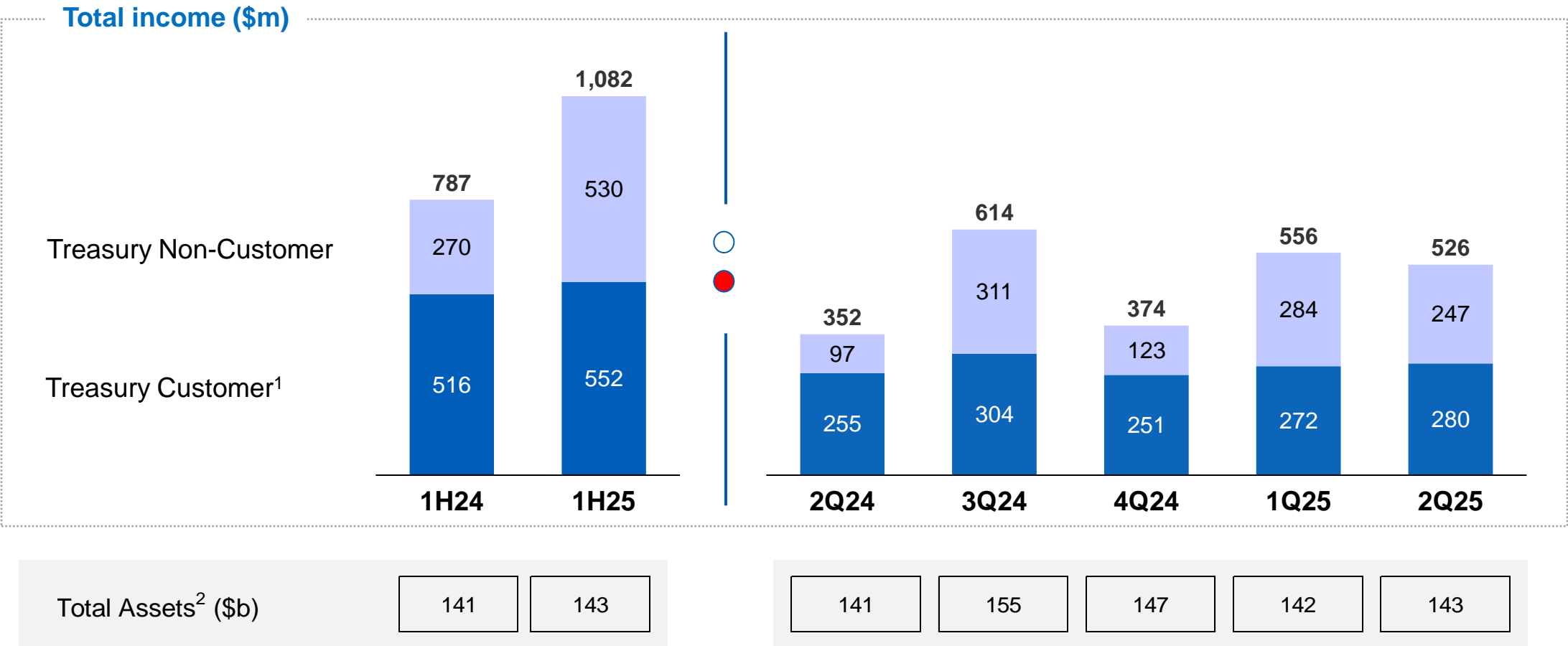


1. Includes Others

2. Includes Banks and Non-Banks

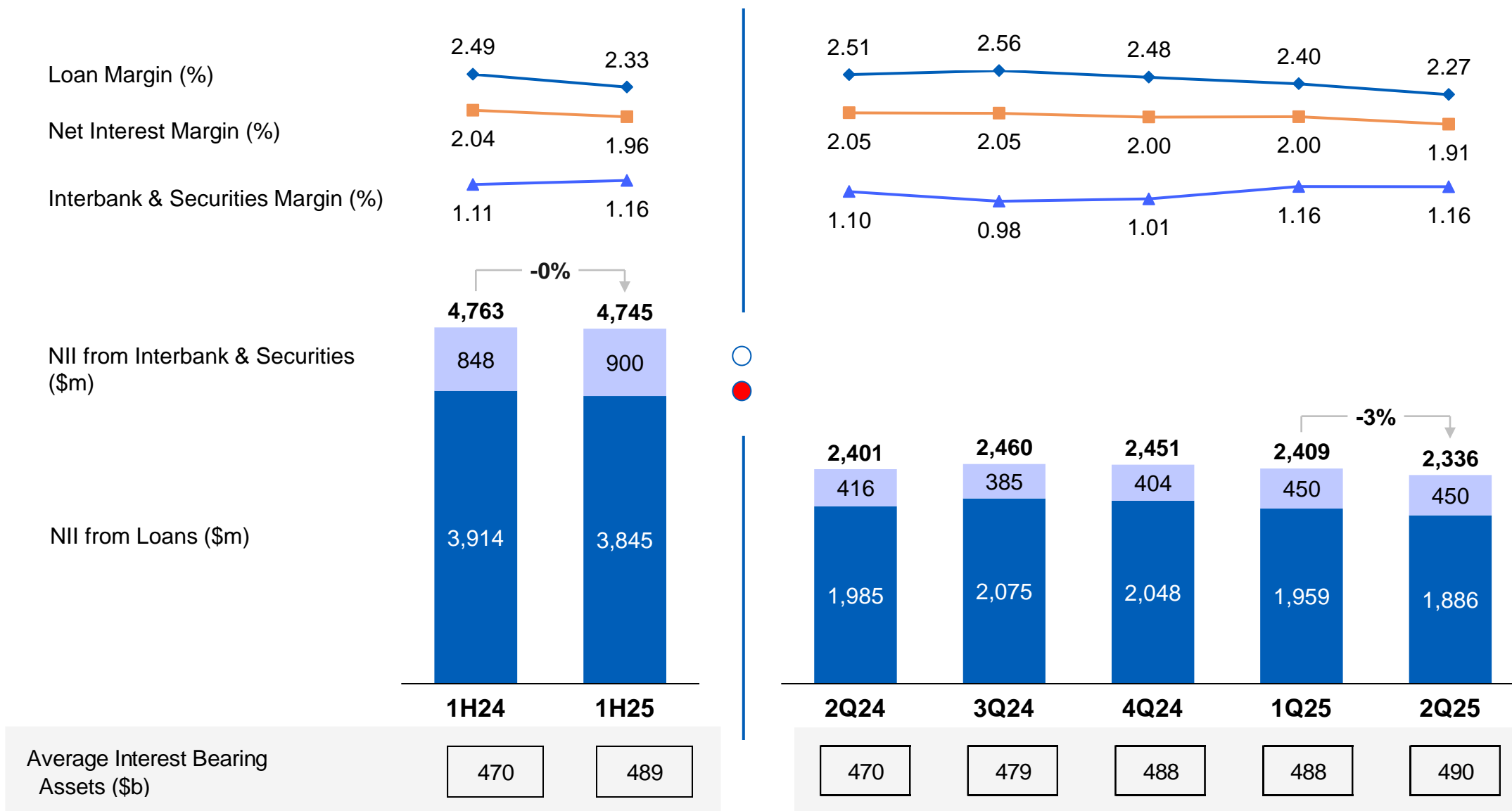
# Global Markets

*Continue to deliver strong customer flows*

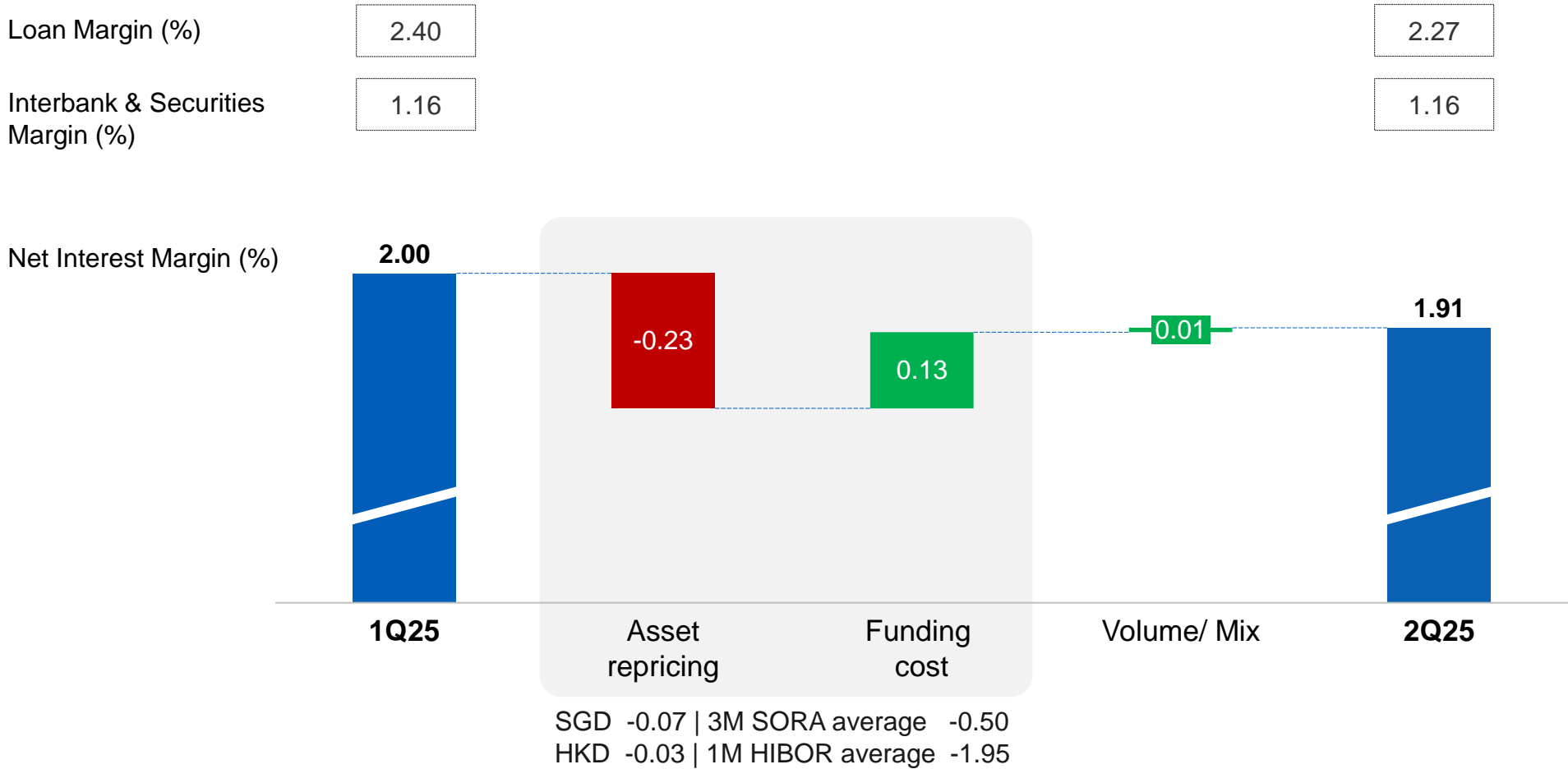


1. Reflects income from treasury products offered to Group Retail and Group Wholesale Banking segments  
2. Total Assets excluding derivative-related assets

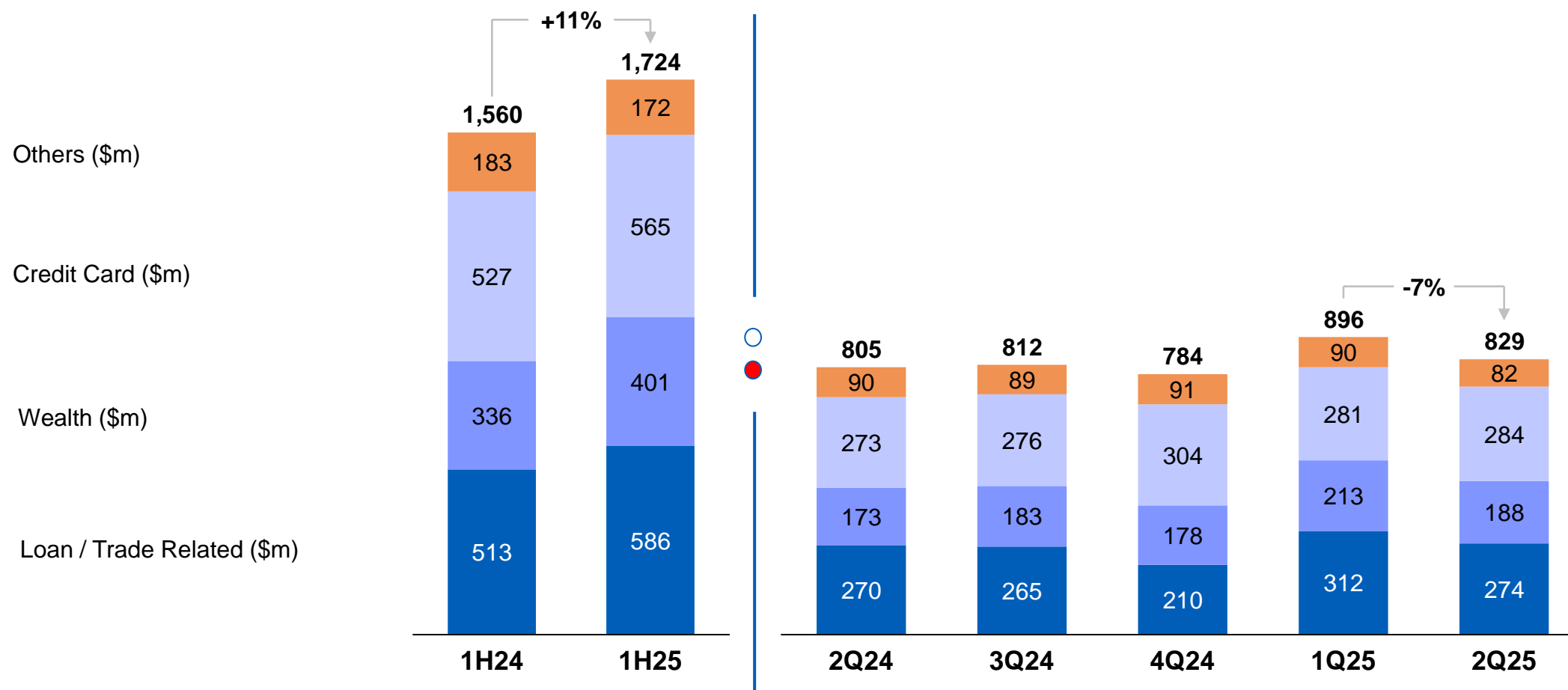
# Net interest income moderated as asset growth cushioned effects of sharp decline in benchmark rates



# Net interest margin eased on asset repricing mitigated by improved funding and balance sheet management

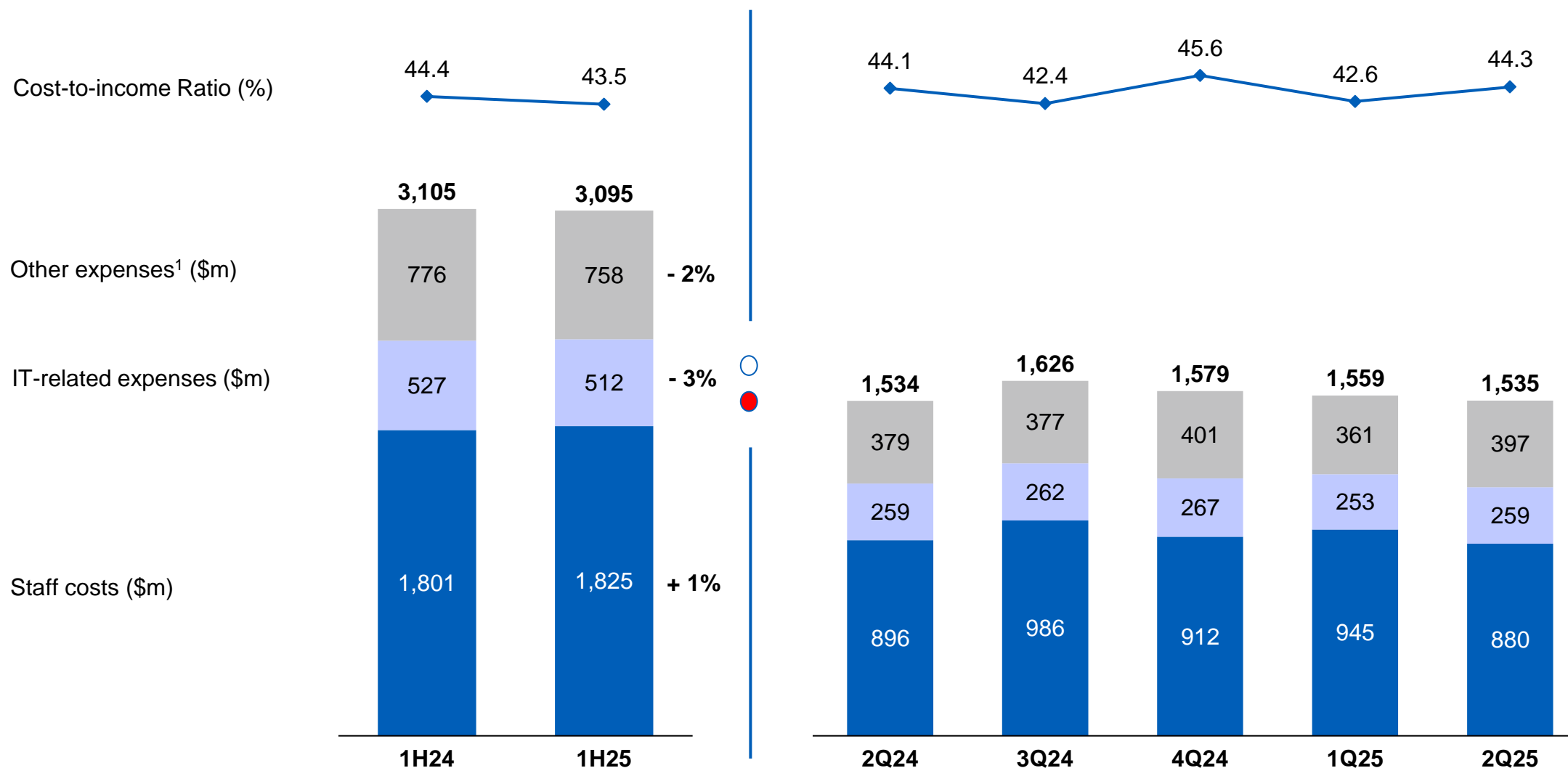


## 2Q25 fee income declined from last quarter's record high, Wealth fees affected by cautious approach amid macro uncertainties



Note: Above fees are gross of expenses, unless stated otherwise

# Total expenses declined on tighter cost discipline

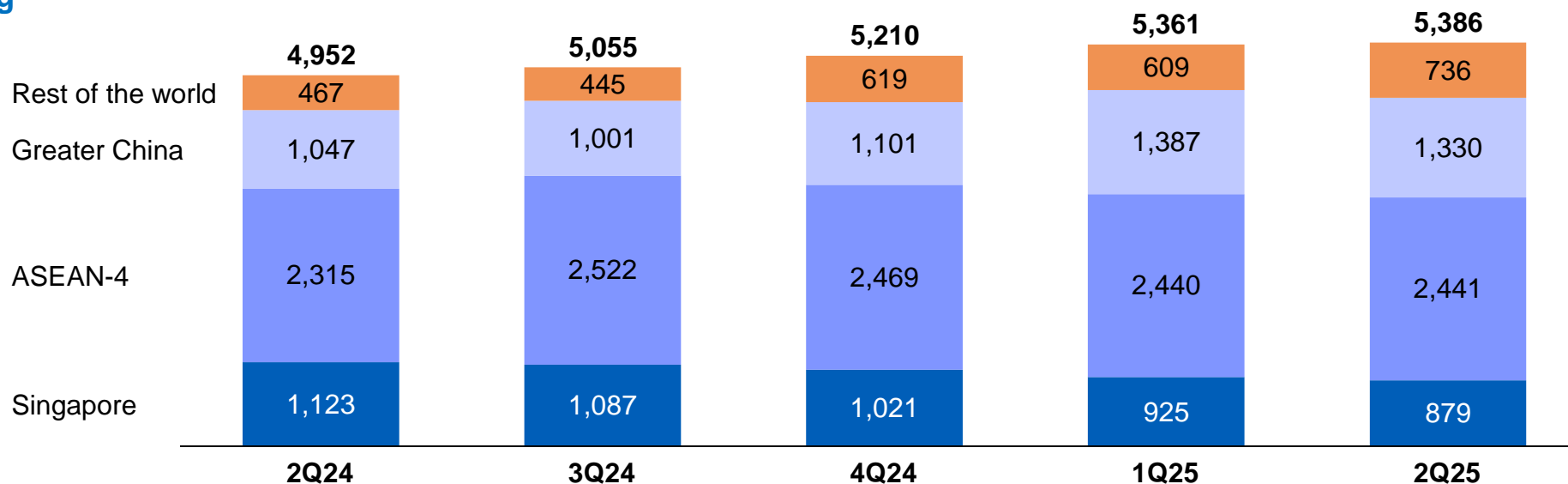


1. Includes revenue-related, occupancy-related and other expenses

# Stable NPL ratio at 1.6% and new NPAs within expectation



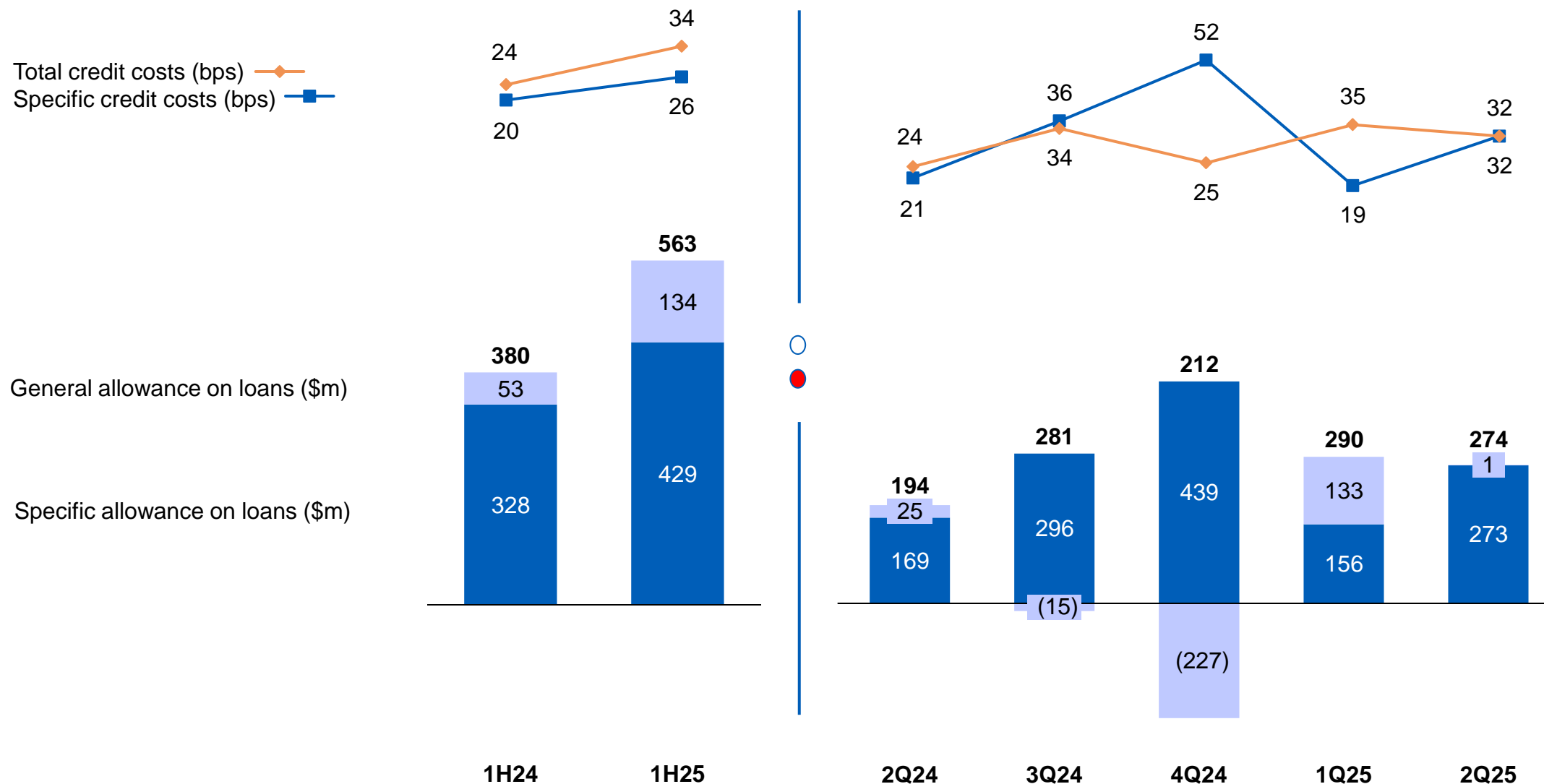
## Non-Performing Assets



## Non-individuals

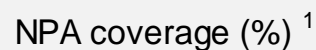
New NPAs	438	212	514	400	472
Upgrades, recoveries and write-offs	(527)	(261)	(328)	(237)	(430)

# Specific allowance increased, mitigated by pre-emptive provisions





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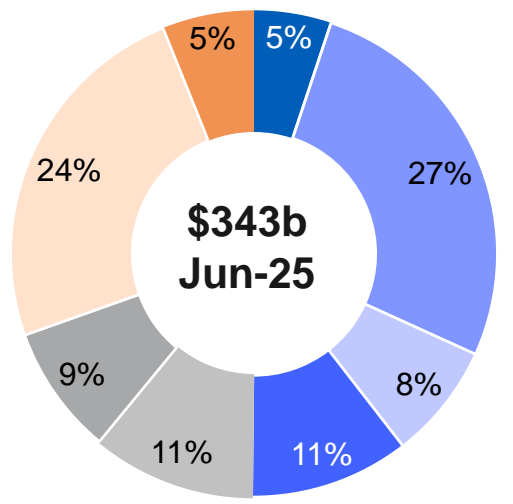
Unsecured NPA coverage (%) <sup>1</sup>

13

# Loans growth of 4% YoY and 1% QoQ, mainly from corporates and mortgages in Singapore

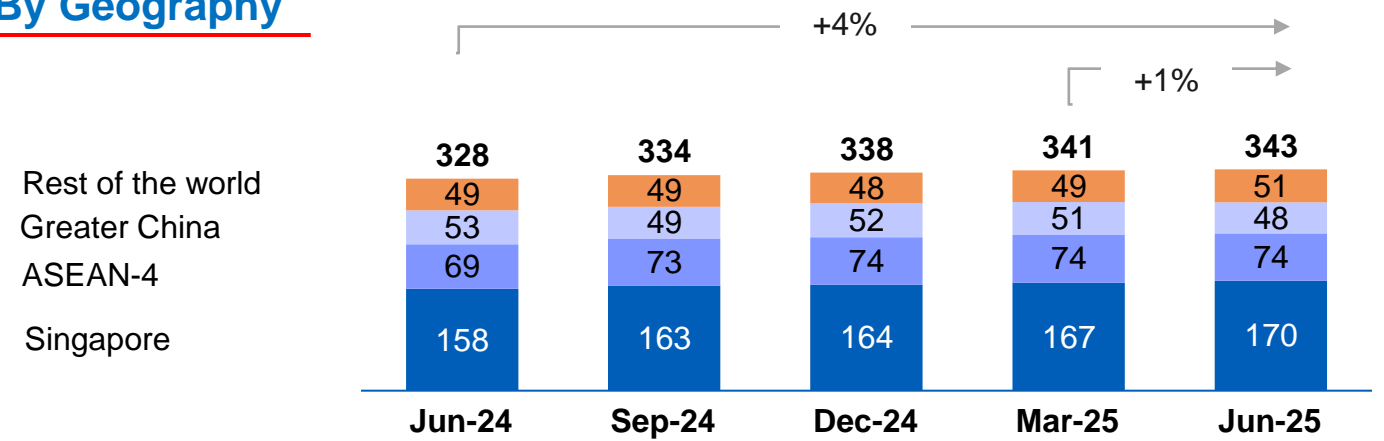


## By Industry



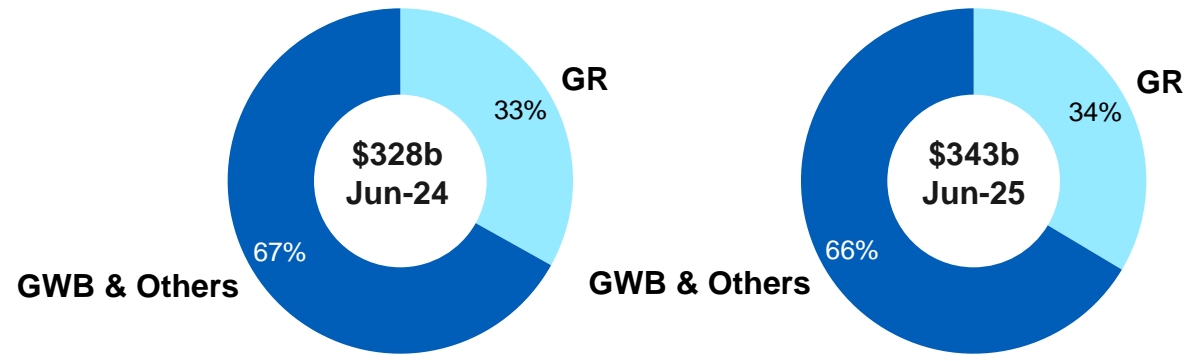
- Transport, storage and communication
- Building and construction
- Manufacturing
- FIs, investment and holding companies
- General commerce
- Professionals and private individuals
- Housing loans
- Others

## By Geography

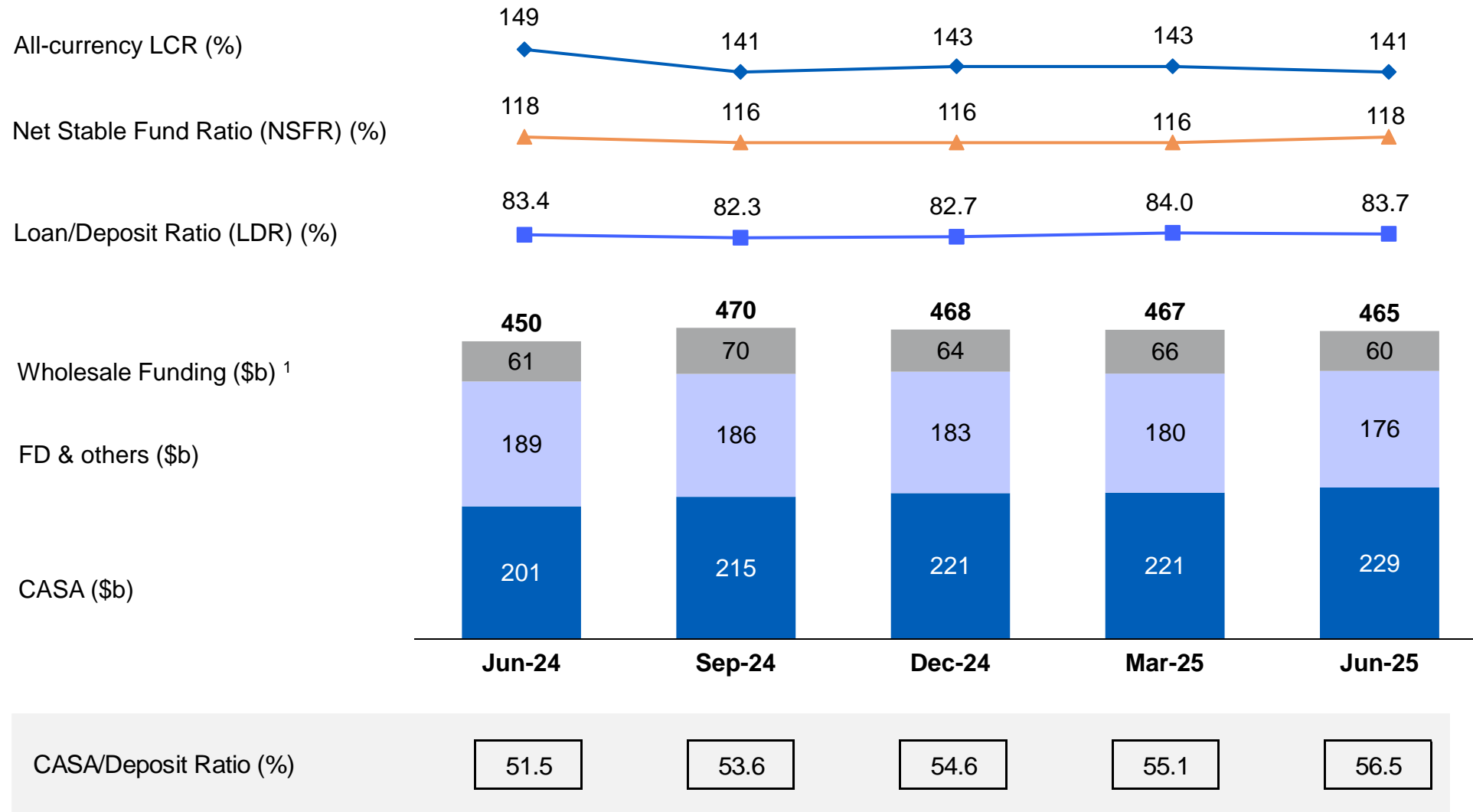


Note: Loans are classified based on where credit risks reside, represented by country of incorporation/operation for non-individuals and residence for individuals.

## By Segment

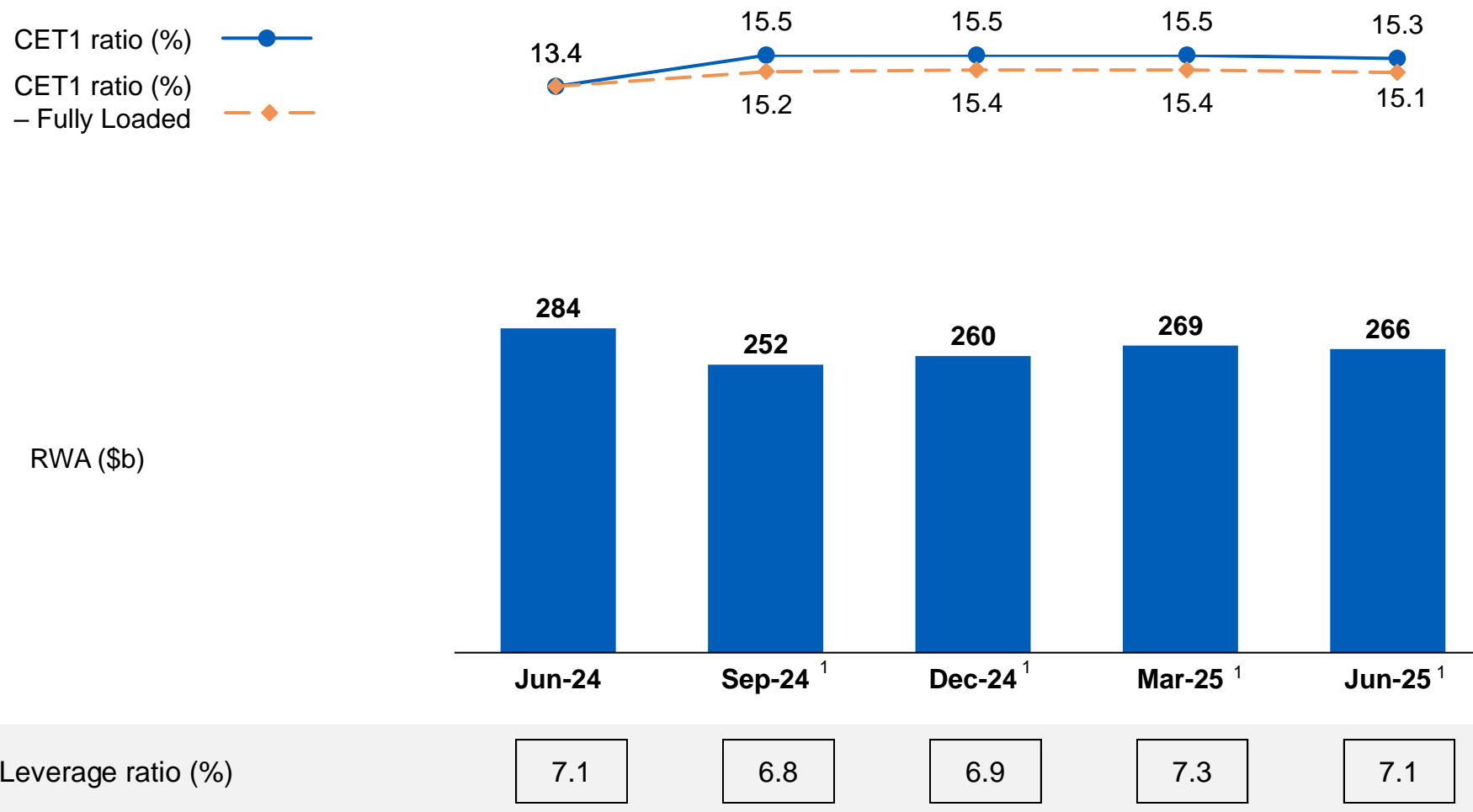


# Healthy liquidity and funding base with continued CASA growth



1. Comprising debt issuances, perpetual capital securities and interbank liabilities

# Robust CET1 ratio at 15.3% following capital returns to shareholders



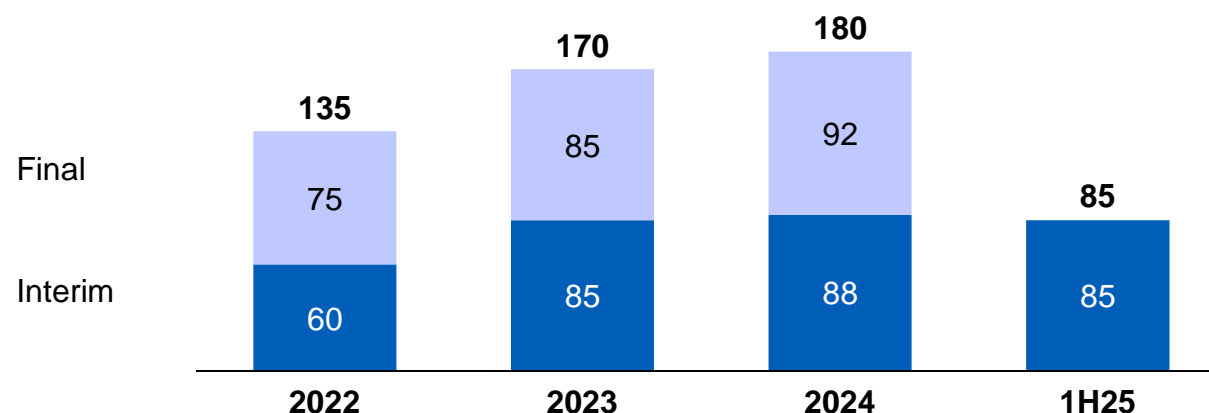
1. Based on MAS Notice 637 issued on 20 September 2023, with effect from 1 July 2024

# Delivering long-term and sustainable returns

## Payout ratio (%)



## Dividend per ordinary share (¢)



## Capital Distribution Package

**\$3 billion**



2025 to 2027

**50 cents**

**Special Dividend in 2025**

- \$0.4b in May 2025
- \$0.4b in Aug 2025

**\$2 billion**

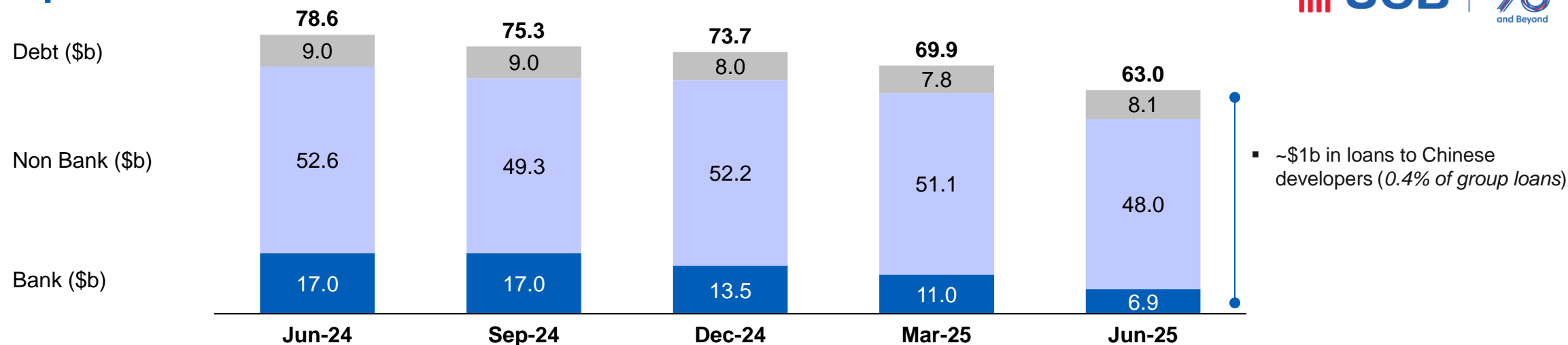
**Share Buyback by 2027**

- \$255m or 13% completed
- On track to commitment

# Appendix

- Exposure to Greater China
- Exposure to Commercial Real Estate - Office

# Exposure to Greater China



## Mainland China

### Bank exposure (\$4.7b)

- ~25% of total exposure to Mainland China, with top 5 domestic banks and 3 policy banks accounting for ~75% of total bank exposure
- ~100% with <1 year tenor; trade accounts for ~15% of total bank exposure

### Non-bank exposure (\$10.8b)

- Client base include top-tier state-owned enterprises, large local corporates and foreign investment enterprises
- ~65% denominated in RMB and ~65% with <1 year tenor
- NPL ratio at 3.4%

## Hong Kong SAR

### Bank exposure (\$0.6b)

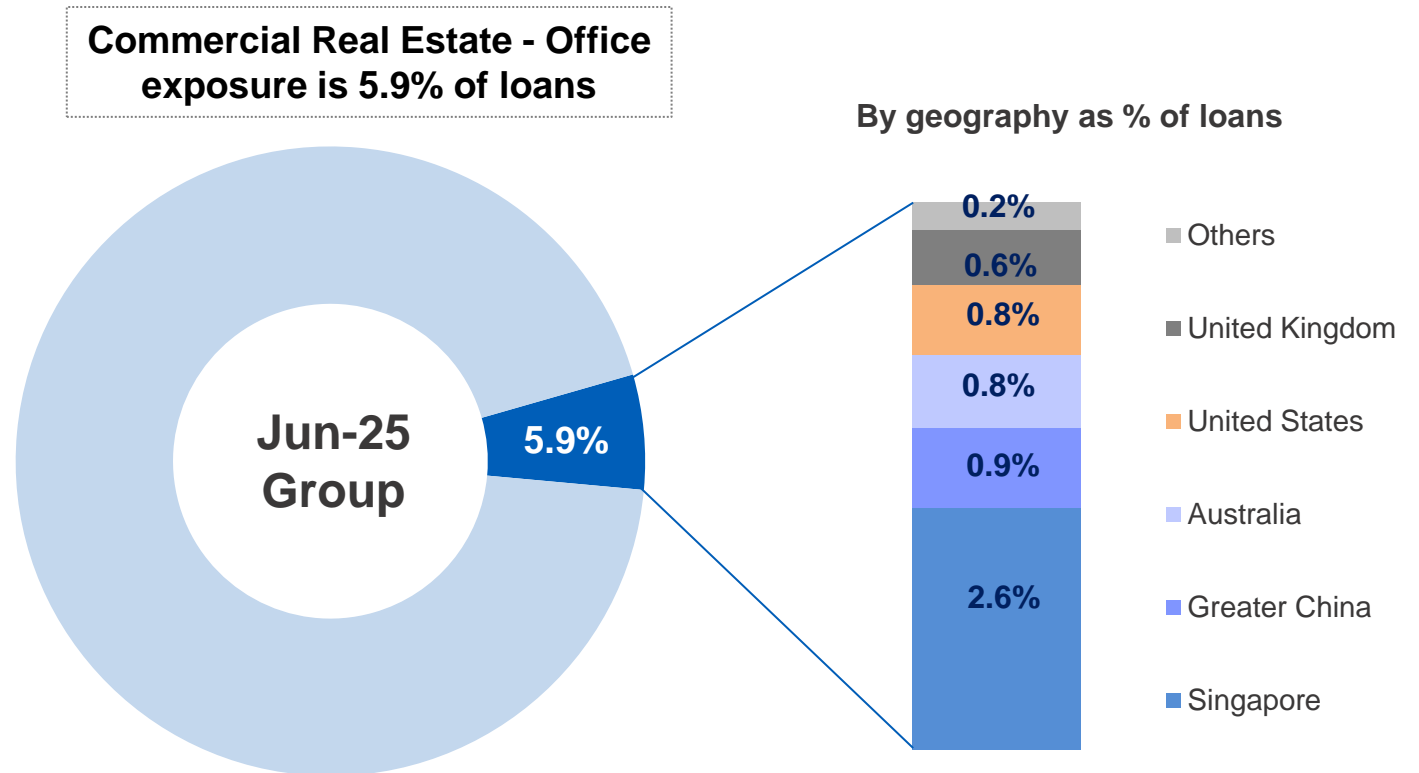
- ~90% are to foreign banks

### Non-bank exposure (\$34.0b)

- Exposure mainly to corporate and institutional clients
- ~70% with <1 year tenor
- NPL ratio at 2.8%

## Exposure to Commercial Real Estate - Office

- Almost half of office exposure is in Singapore
- Overseas exposure backed by strong sponsors
- Largely secured by class-A office properties
- Average LTV around 50%



# Thank You



Right By You